

*Annual Report*  
**2015-2016**

**SUPER CNG**

বাংলাদেশ অটোকারস্ লিমিটেড  
**BANGLADESH AUTOCARS LIMITED**

# BANGLADESH AUTOCARS LIMITED

## NOTICE OF THE 37th ANNUAL GENERAL MEETING

Notice is hereby given to the shareholders of Bangladesh Autocars Ltd that the 37th Annual General Meeting of the Company to be held on 15 Dec 2016 at 11.00 am at the Company's Registered Office at 110 Tejgaon Industrial Area, Dhaka-1208. All shareholders are requested to attend the meeting in time. The following business will be transacted in the meeting.

### AGENDA

1. To read and confirm the minutes of the 36th Annual General Meeting of the Company which was held on 15 Dec 2015
2. To accept and adopt the Audited Balance Sheet and Accounts of the Company for the year ended 30 June 2016 along with the detail Directors' Report and Auditors' Report thereon.
3. To approve the @ 3% Stock dividend for each share of Tk 10/- as recommended by the Board of Director for the year ended 30th June 2016
4. To elect Director in terms of Articles of Association of the Company and appoint the Independent Directors for next one year.
5. To appoint the Auditors of the Company for year 2016-2017 and fix their remuneration.
6. a) To confirm and approve for discontinue of Unit -1 and its Assets & Liabilities to transfer and merge with Unit-3.  
b) To take decision and confirmation for adjustment with reconciliation or written-off as Act the existing items from Books Accounts of Preliminary expense, Deferred revenue expenditure, Un-allocated expenditure and others ( including some liabilities).
7. Miscellaneous (if any required)

Dated: November 20, 2016

On behalf and by order of  
the Board of Directors of the Company  
Sd/-  
**Mr. Anupam Kumer Mondol**  
Company Secretary

### NOTES:

1. The Record date of the Company was on 17 Nov 2016 and the name of shareholders in the Register of the Company or CDBL on the Record date will be eligible to attend the meeting.
2. A member eligible to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on his/her behalf.
3. That person/body to be entitled as shareholders of the Company who shall be recorded his/her name in the Company before the date of Book Closing.
4. If any Shareholder wants to appoint his/her Proxy then the proxy form must be submitted to the Registered office of the Company at 110 Tejgaon I/A, Dhaka, at least 48 (forty eight) hours before the meeting with Revenue Stamp of Tk.10/- (Ten) to be affixed on the proxy form.



## CORPORATE DIRECTORY

### Board of Directors

- |                            |                      |
|----------------------------|----------------------|
| 1. Mr. Mohammad Murad      | Chairman             |
| 2. Mrs. Rina Momtaj        | Managing Director    |
| 3. Mrs. Rehmat Banu        | Director             |
| 4. Mr. Rahim Murad         | Director             |
| 5. Ms. Fahra Murad         | Director             |
| 6. Mr. Mohammad Musa Meah  | Independent Director |
| 7. Mr. Rafiqul Islam Dablu | Independent Director |

### Management Team

- |                            |                   |
|----------------------------|-------------------|
| 1. Mr. Mohammad Murad      | Chairman          |
| 2. Mrs. Rina Momtaj        | Managing Director |
| 3. Mrs. Rehmat Banu        | Director          |
| 4. Mr. Anupam Kumer Mondol | Company Secretary |
| 5. Mr. Md. Mostaque Ahmed  | CFO               |

### Other Information

#### Auditors

#### **Malek Siddiqui Wali**

Chartered Accountants,  
9-G, Motijheel C/A, Dhaka-1000

#### Main Banker

Southeast Bank Ltd.  
Bangladesh

#### Financed by

Bay Leasing & Investment Ltd.  
Eunous Trade Center (level -18)  
52-53, Dilkusha C/A, Dhaka-1000

#### Legal Adviser

Md. Anwar Hossain  
Advocate  
Bangladesh Supreme Court , High Court Division  
147, Motijheel C/A, Dhaka – 1000.

### Registered Office

110 Tejgaon I/A, Dhaka-1208  
*Phone* : 880 2 8870467 / 8870468  
*Fax* : 880 2 887069 web: [www.bdautocars.com](http://www.bdautocars.com)  
Email: [super\\_cng@icloud.com](mailto:super_cng@icloud.com)

## REPORT OF THE BOARD OF DIRECTORS

### Dear Shareholders,

It is my proud privilege to welcome you all, once again, to the 37th Annual General Meeting of your Company and to present before you my statement on affairs of the Company along with Auditors report & Audited Accounts for the year ended June 30, 2016 and its future plan.

### Business Performance:

#### Unit- 1

This unit was stopped in the earlier financial year and reported in the previous Annual reports, as it was no longer viable.

#### Unit -2

CNG Re-fueling Station of your Company has become popular amongst the new and old customers day by day . The importance of the location has enhanced due to the road linked with the existing road. We anticipate that the sales will improve in the near future provided the gas supply is stable. CNG Compressors and equipments are running satisfactorily.

In the current year ending 30th June 2016, the Revenue has increased by 25.65% to Tk. 16.831 million because of increase in Gas supply to run all the CNG Compressors and increase in sale price from Tk. 30 to Tk. 35 per m3. As a result, the Company's revenue increased this financial year.

#### Unit- 3

The Demand in the market for CNG conversion and CNG spare parts of vehicles has reduced and therefore the revenue has decreased by 43.70.% to Tk. 5.330 million during the year ending June 30,2016

### Business Future Plan:

The Company is assessing the possibility of including LPG retail sale from the existing-Unit- 2.  
Business Risks and concerns:

The Company is concerned about regular gas supply from Titas Gas Transmission & Distributing Co. Ltd as we had disruption in supply to run all the CNG compressures.

In this year your Company's cost of goods sold has increased by 20.29% to Proportionately Tk 13.621 million because of the increase in gas purchase price from Tk.23 to Tk.27 per m3 & others expenditure has also increased. But In this year your Company's financial expenses has decreased by 49.20% to Tk 2.205 million. Your Company's Management Control of total expenses has resulted in increase of Net profit margin.

**Electronic Share:** Your Company has proportionately Completed the CDBL for de-matting the paper shares into electronic shares.

Face Value Change of Share: Your Company Share face Value Converted Tk 10 from Tk 100 on December 04,2011 as per SEC Order No SEC/CMRRCD/2009-193/109 Dated 15.09.2011.

**Unclaimed Dividend:** Your Company has dispatched the 100% Dividend warrants in time by courier Service. Dividend warrant are in hand of Shareholders and some returned to your



Company's office. Your Company's has requested honorable Shareholder to collect the pervious year dividend.

**Financial Statements:-** (As per Compliance Report on Corporate Governance Policy No-1.5)  
The Financial statement of the Company was prepared complying the requirement of Bangladesh Accounting Standard (BAS) as adopted by the ICAB. The financial statement was audited by M/S. Malek Siddiqui Wali , Chartered Accountants.

| Condi     | Title   | Answer   |
|-----------|---|--|
| 1.5       | Inclusion of statements in Directors Report prepared Under Section 184 of the Company   | Complied   |
| 1.5(i)    | Industry outlook and possible future development  | Complied   |
| 1.5(ii)   | Product wise performance  | Complied   |
| 1.5(iii)  | Risks and concerns  | Complied   |
| 1.5(iv)   | Discussion on Cost of Goods sold GP Margin & Net profit Margin                          | Complied   |
| 1.5(v)    | Any Extra ordinary Gain or loss   | N/A  |
| 1.5(vi)   | Related party Transaction   | Complied and separately detail described in the annual report 2015-2016. Paragraph No-1.23 .   |
| 1.5(vii)  | Public issues& Rights issues  | N/A  |
| 1.5(viii) | An Explanation IPO,RPO, Right offer   | N/A  |
| 1.5(ix)   | Significant Variance occurs Quarterly Financial performance& annual financial statement | There is no significant variance occurs between Quarterly Financial performance & annual financial statements. It is also maintain the continuity. |
| 1.5(x)    | Remuneration to director  | There is no remuneration paid to Directors & Independent Directors.  |
| 1.5(xi)   | Fairness of state of affairs  | The audited financial statements reflect the correct & fair state of affairs of the Company.   |
| 1.5(xii)  | Proper books of Accounts  | The Company has maintained proper books of accounts as applicable by Bangladesh law.   |
| 1.5(xiii) | Adoption of appropriate Accounting policies estimates                                   | Appropriate Accounting policy has been adopted.  |
| 1.5(xiv)  | IAS as applicable in Bangladesh has been followed.                                      | IAS as applicable in Bangladesh has been followed and complied.  |

| Condi      | Title  | Answer  |
|------------|--|---|
| 1.5(xv)    | A sound Internal Control system  | The Company has executed a sound internal control system.   |
| 1.5(xvi)   | That the Company is a going concern  | Complied and detail described in the following paragraph No-1.4.  |
| 1.5(xvii)  | Significant deviations in operating results from last year should be highlighted   | Complied and detail described in the following paragraph No-1.1.  |
| 1.5(xviii) | Key operating and financial data of at least last Five years should be summarized. | The financial data of previous 5 ( five) years have been shown separately in the Annual report 2015-2016. Paragraph No-1.8                    |
| 1.5(xix)   | Declaration of Dividend  | @ 0% cash and @ 3% stock dividend have been declared in this financial year. Details describe in the following paragraph 1.2                  |
| 1.5(xx)    | Number of Board meetings held during the year and attendance of the Directors      | Complied and detail described in the following paragraph No-1.3.  |
| 1.5(xxi)   | The pattern of shareholding  | The Pattern of the Shareholding Position have been shown separately in the annual report 2015-2016. Detail described in the paragraph No-1.5. |
| 1.5(xxii)  | Director appointment/re-appointment  | Complied and separately detail described in the annual report 2015-2016. Paragraph No-1.6.  |
|            |  |   |

### 1.1-Financial Highlight:

The financial result of the Company for the year ended as on 30.06.2016 is shown below with comparative figure of last year. The audited financial statements reflect the correct & fair state of affairs of the Company.

| Particulars                | As.on.30.06.16<br>Tk,000 | As.on.30.06.15<br>Tk,000 |
|----------------------------|--------------------------|--------------------------|
| Sales Revenue              | 89,313                   | 77,813                   |
| Cost of goods Sold         | 80,768                   | 67,147                   |
| Gross Profit               | 8,544                    | 10,665                   |
| Fixed / Operating Expenses | 6,478                    | 8,625                    |
| Net Profit                 | 2,066                    | 2,040                    |
| W P.P fund                 | 102                      | 132                      |
| Profit Before Tax          | 1,964                    | 1,907                    |
| Provision for Tax          | 486                      | 630                      |
| Surplus for the year       | 1,477                    | 1,276                    |



**Activity:**

The number of vehicles re-fueling in your CNG re-fueling Station has increased because the gas pressure has remained constant to run the CNG Compressors. As a result of your Company revenue has increase . The financial position of the Company is shown as under :

|                                    | <u>2015-2016</u> | <u>2014-2015</u> |
|------------------------------------|------------------|------------------|
| Net Asset against each share Value | Tk 6.48          | Tk 6.08          |
| Earnings Per share                 | Tk 0.406         | Tk 0.351         |
| Net operating Cash flow per share  | Tk 2.68          | Tk 4.52          |

**1.2-Dividend:**

The Statement and Accounts with Audited Balance Sheet has been showed that during the financial year 2015-2016 become in profit. The Company to have been declared @ 0% cash & 3% stock dividend for Tk. 10/- each share of each for the year 2015-2016.

**1.3-Board Meeting:**

The Board of Directors meet 4 ( four) times during the year and the following Directors were attend those meetings as their following attendance:-

| Name                    | Title                | Attendance       |
|-------------------------|----------------------|------------------|
| Mr. Mohammad Murad      | Chaiman              | In the 4 meeting |
| Mrs. Rina Momtaj        | Managing Director    | In the 4 meeting |
| Mrs. Rehmat Banu        | Director             | In the 4 meeting |
| Mr. Rahim Murad         | Director             | In the 1 meeting |
| Ms. Fahra Murad         | Director             | In the 1 meeting |
| Mr.Mohammad Musa Meah   | Independent Director | In the 2 meeting |
| Mr. Rafiqul Islam Dablu | Independent Director | In the 2 meeting |

**1.4. Accounting Policy:**

The audited financial statements reflect the correct & fair state of affairs of the Company. These Accounts has been prepared on going concern basis under generally accepted accounting principals based on the historical Cost.

**N.B:**

**Proposal:**The systems of books of accounts are in old which some of items such as Preliminary expenses, Deferred revenue expenditure, Un-allocated expenditure, Long term loan, Temporary loan etc are showing conflict with the existing rules of BAS & BFRS. So,we are proposed that it is needed to take necessary steps for remove the irrelevance matter from the books of accounts of the company and to adopt the systems in the books of accounts of the company as per Accounting Rules & Systems of BAS & BFRS which to be effected with the consent of the shareholders in the 37th AGM for 2016.Which to be effected that as under:

**Proposed Write-off Statement**

| Particulars                       | Last Year Balance | Write off Amount |
|-----------------------------------|-------------------|------------------|
| <b>Assets:</b>                    |                   |                  |
| Preliminary Exps (Unit-1)         | 694,753           | 694,753          |
| Deffered Revenue Exps(Unit-1)     | 4,539,604         | 4,539,604        |
| Un-allocated expenditure (Unit-2) | 302,565           | 302,565          |
| Un-allocated expenditure (Unit-3) | 129,373           | 129,373          |
| Advance for dies and gigs mfg     | 46,000            | 46,000           |
| Advance to Bangladesh oxygen ltd. | 9,519             | 9,519            |
| Security Deposit BGIC             | 100,000           | 100,000          |
| Security Deposit BOC              | 14,000            | 14,000           |
| <b>Total</b>                      | <b>5,835,814</b>  | <b>5,835,814</b> |
| <b>Liabilities:</b>               |                   |                  |
| Earnest Money                     | 1,413,750         | 1,413,750        |
| <b>Total</b>                      | <b>1,413,750</b>  | <b>1,413,750</b> |
| <b>Net Assets</b>                 |                   | <b>4,422,064</b> |

If we write-off this amount of Tk. 4,422,064/- it shall be effect with the existing total Asset value of the Company.

Assumption : If we directly charge the write-off value with assets value there are no effect with income statement. Other way the Company's loan liability to be reduce from time to time. As a result a few amount to be effected with net assets value after effect of above mentioned write-off value.

**Corporate Governance:**

The status of the Compliance of Securities & Exchange Commission's Notification No-SEC/CMRRCD/2006-158/134/ADMIN/44 dated 07.08.2012 are attached with annual Report for kind information of valued shareholders & other holders.

**Election of Directors:**

In accordance with the Provisions of the Articles of Association of the Company, Ms. Fahra Murad and Mr. Rahim Murad as Director will retire by rotation and being eligible, offers here for re-election .

**Independent Director:-**As per BSEC Notification and for fulfill the Compliance of Corporate Governance Policy, the Company to be re-appointed as independent Directors of Mr. Mohammad Musa Meah & Mr. Rafiqul Islam Dablu both to be appointed as independent Directors for a period of one year which is required to confirmation from the shareholders in the next Annual General Meeting.

**Appointment of Auditors:**

The tenure of the Auditors, M/S Malek Siddiqui Wali , Chartered Accountants, expires at the 37th Annual General Meeting and M/S Malek Siddiqui Wali , Chartered Accountants, 9-G, Motijheel C/A, Dhaka-1000, offer for re-appointment as Auditor of the Company for the year 2016-2017. It is here by requested to shareholders for re-appointment M/S Malek Siddiqui Wali, Chartered Accountants, as Auditors of the Company and fix their remuneration for the year 2016-17 .



**Acknowledgement :**

The success was only possible to achieve because of the collective effort of the valuable Shareholder, Employees of the Company, Financial Institution, Government Agencies, Regulatory Bodies and everyone of the company interacted with in conducting its business. We are grateful to our shareholders for extending at all times the invaluable support and co-operation to bring the Company to the level it has reached today

I avail this opportunity to express my sincere thanks to all concerned and look forward for the continued support and co-operation in the future as well.

Dhaka  
November 04, 2016

On behalf of the Board  
Sd/-  
Mr. Mohammad Murad  
Chairman



**SHIRAZ KHAN BASAK & CO.**  
CHARTERED ACCOUNTANTS  
(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)  
86, Bir Uttam C.R. Datta Road  
(312, Sonargaon Road), Dhaka-1205  
Tel : 88-02-9635139, Fax: 88-02-9672006  
Mobile : 01552-638228, 01711-520770,  
01922-117370, 01920-719463  
E-mail : shirazkhanbasak@yahoo.com

*Certificate on compliance of conditions of corporate governance  
guidelines to the Shareholders of  
Bangladesh Autocars Ltd.*

We have examined the compliance status of **Bangladesh Autocars Ltd.** regarding conditions of corporate governance guidelines issued by the **Bangladesh Securities and Exchange Commission** as stipulated in condition no. 7(i) of the BSEC notification No. SEC/CMRRCE/2006-158/134/Admin/44 dated August 7, 2012.

The compliance of conditions of corporate governance guidelines as stated in the aforesaid notification and reporting of the status of compliance is the responsibility of the company's management. Our examination for the purpose of issuing this certification was limited to the checking of procedures and implementations thereof, adopted by the company for ensuring the compliance of conditions of corporate governance guidelines and correct reporting of compliance status on the attached statement on the basis of evidence gathered and representation received.

To the best of our information and according to the explanations given to us, we certify that, as reported on the attached status of compliance statement, the company has complied with the conditions of corporate governance guidelines stipulated in the above mentioned BSEC notification dated August 7, 2012.

Ramendra Nath Basak, FCA  
Partner  
Shiraz Khan Basak & Co.  
Chartered Accountants



Dhaka, November 15, 2016



## Compliance Report on Corporate Governance Policy

The Securities & Exchange Commission Vide Notification No. SEC/CMRRCD/2006-158/134 Admin/44 dated 07.08.2012 advised to Public Limited Company and as per said notification. Our explanation are given below:-

Board Size: As per above mentioned Notification the Company has been reformed its Board size and as a result the existing Board size as follows:-

| Sl.no | Name of Director        | Designation          |
|-------|-------------------------|----------------------|
| 1     | Mr. Mohammad Murad      | Chairman             |
| 2     | Mrs. Rina Momtaj        | Managing Director    |
| 3     | Mrs. Rehmat Banu        | Director             |
| 4     | Mr. Rahim Murad         | Director             |
| 5     | Ms. Fahra Murad         | Director             |
| 6     | Mr. Rafiqul Islam Dablu | Independent Director |
| 7     | Mr. Mohammad Musa Meah  | Independent Director |

**Independent Director:-** As per BSEC Notification and for fulfill the Compliance of Corporate Governance Policy, the Company to be re-appointed as independent Directors of Mr. Mohammad Musa Meah & Mr. Rafiqul Islam Dablu both to be appointed as independent Directors for a period of one year which is required to confirmation from the shareholders in the next Annual General Meeting.

**Chairman & CEO:** Mr. Mohammad Murad and Mrs.Rina Momtaj are continued their responsibilities as Chairman and Managing Director and CEO of the Company respectively.

**CFO, Head of Internal Audit & Company Secretary:-** Mr. Mostaque Ahmed & Mr. Anupam Kumer Mondol continued their responsibilities as CFO, Head of Internal Audit & as the Company Secretary respectively.

**Audit Committee:-**As per above mentioned Notification the Company has been formed the Audit Committee and sub Committee through the Board of Directors Meeting on 17.12.2015 as follows:-.

**(A) Audit Committee :-**

- |   |                                 |
|---|---------------------------------|
| (1) Mr. Rafiqul Islam Dablu<br>(Independent Director) | Chairman of the Audit Committee |
| (2) Mrs. Rehmat Banu<br>(Director)                    | Member of the Audit Committee   |
| (3) Mr Rahim Murad<br>(Director)                      | Member of the Audit Committee   |

**Constitution of Audit Committee:-**As per Board of Director's Meeting of the Company on 07.12.15. As per Notification No. SEC/CMRRCD/2006-158/134 Admin/44 dated 07.08.2012 and the Audit Committee has been formed by the Company which described in above.

**Chairman of the Audit Committee:-** Mr. Rafiqul Islam Dablu is execute his responsibilities as Chairman of the Audit Committee.

### Internal Control and Compliance

The Board has ultimate responsibility for establishing an effective system of internal control. The internal control system holds all business risks, including financial, operational and strategic risks.

The Compliance status of other points are give below

| Condition No. | Title  | Compliance Status |              | Remarks |
|---------------|--|-------------------|--------------|---------|
|               |  | Complied          | Not Complied |         |
| 1.0           | <b>Board of Directors</b>  |                   |              |         |
| 1.1           | Board's Size: Board members shall not be less than 5 (Five)and more than 20 (Twenty)   | Complied          | -            | -       |
| 1.2           | <b>Independent Director</b>  |                   |              |         |
| 1.2(i)        | Independent Director: At least 1/5 <sup>th</sup>   | Complied          | -            | -       |
| 1.2 (ii)      | For the purpose of this clause "independent Director" means a Director-  | Complied          | -            | -       |
| 1.2(ii)( a)   | Independent Directors do not hold any share or hold less than one percent (1%) shares  | Complied          | -            | -       |
| 1.2 (ii)(b)   | Independent Directors do not connected with the company's sponsor or director or shareholder who holds 1% or more shares                               | Complied          | -            | -       |
| 1.2 (ii)(c)   | Independent Directors do not have any other relationship whether pecuniary or otherwise, with the company or its subsidiary/associated Company         | Complied          | -            | -       |
| 1.2 (ii)(d)   | Independent Directors are not the members, Directors or officers of any stock exchange   | Complied          | -            | -       |
| 1.2 (ii)(e)   | Independent Directors are not the members, Directors or officers of any stock exchange or an intermediary of the capital market                        | Complied          | -            | -       |
| 1.2 (ii)(f)   | Independent Directors are/were not the partners or executives during preceding 3 (three) years of any statutory audit firm                             | Complied          | -            | -       |
| 1.2 (ii)(g)   | They are not the Independent Directors in more than 3 (three) listed companies   | Complied          | -            | -       |
| 1.2 (ii)(h)   | They are not convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a non bank financial institution (NBFI) | Complied          | -            | -       |
| 1.2 (ii)( i)  | They are not been convicted for a criminal offence involving moral turpitude   | Complied          | -            | -       |
| 1.2 (iii)     | The independent Directors shall be nominated by the board of directors   | Complied          | -            | -       |
| 1.2 (iv)      | Post of independent Directors cannot remain vacant for more than 90 days   | Complied          | -            | -       |
| 1.2 (v)       | The board shall lay down a code of conduct of all board members and annual compliance of the code to be recorded                                       | Complied          | -            | -       |
| 1.2 (vi)      | Tenure of office of an independent Directors shall be for a period of 3 (three) years which may be extended for 1 (one) term only.                     | Complied          | -            | -       |
| 1.3 (i)       | Independent Director shall be knowledgeable individual with integrity  | Complied          | -            | -       |
| 1.3 (ii)      | The independent Director must have at least 12 (twelve) years of corporate management/ professional experience   | Complied          | -            | -       |
| 1.3 (iii)     | In special cases above qualification may be relaxed by the commission  | Complied          | -            | -       |



| Condi.no    | Title   | Complied | Not Complied | Remarks |
|-------------|---|----------|--------------|---------|
| 1.4         | Positions of Chairman of the Board and Chief Executive Officer shall be filled by different individuals   | Complied | -            | -       |
| 1.5         | <b>Directors Report to Shareholders</b>   |          |              |         |
| 1.5 (i)     | Industry outlook and possible future developments in the industry   | Complied | -            | -       |
| 1.5 (ii)    | Segment-wise or product-wise performance  | Complied | -            | -       |
| 1.5 (iii)   | Risks and concerns  | Complied |              |         |
| 1.5 (iv)    | A discussion on cost of goods sold, gross profit margin and net profit margin   | Complied | -            | -       |
| 1.5 (v)     | Discussion on continuity of any Extra-Ordinary gain or loss   | N/A      | -            | -       |
| 1.5 (vi)    | Basis for related party transaction- a statement of all related party transactions should be disclosed in the annual report   | Complied | -            | -       |
| 1.5 (vii)   | Utilization of proceeds from public issues, right issues and/ or through any others instruments   | N/A      | -            | -       |
| 1.5 (viii)  | An explanation if the financial results deteriorate after the company goes for IPO, RPO, Rights Offer, Direct Listing etc.  | N/A      | -            | -       |
| 1.5 (ix)    | If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report   | N/A      | -            | -       |
| 1.5 (x)     | Remuneration to directors including independent directors   | Complied | -            | -       |
| 1.5 (xi)    | The financial statements prepared by the management of the issuer company present fairly its state of affairs, the results of its operation, cash flows and changes in equity   | Complied | -            | -       |
| 1.5 (xii)   | Proper books of account of the issuer company have been maintained  | Complied | -            | -       |
| 1.5 (xiii)  | Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.   | Complied | -            | -       |
| 1.5 (xiv)   | International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed. | Complied | -            | -       |
| 1.5 (xv)    | The system of internal control is sound in design and has been effectively implemented and monitored.   | Complied | -            | -       |
| 1.5 (xvi)   | There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.   | Complied | -            | -       |
| 1.5 (xvii)  | Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.   | Complied | -            | -       |
| 1.5 (xviii) | Key operating and financial data of at least preceding 5 (fi ve) years shall be summarized  | Complied | -            | -       |
| 1.5 (xix)   | If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.   | Complied | -            | -       |

| Cond. no         | Title   | Complied | Not Compl<br>ied | Remarks |
|------------------|---|----------|------------------|---------|
| 1.5 (xx)         | The number of Board meetings held during the year and attendance by each director shall be disclosed  | Complied | -                | -       |
| <b>1.5 (xxi)</b> | <b>Pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:</b>  |          |                  |         |
| 1.5 (xxi)<br>a)  | Parent/Subsidiary/Associated Companies and other related parties (name wise details);   | Complied | -                | -       |
| 1.5 (xxi)<br>b)  | Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);  | Complied | -                | -       |
| 1.5 (xxi)<br>c)  | Executives;   | N/A      | -                | -       |
| 1.5 (xxi)<br>d)  | Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).  | Complied | -                | -       |
| <b>1.5(xxii)</b> | <b>In case of appointment/re -appointment of a director the company shall disclose the following information to the shareholders:</b>   |          |                  |         |
| 1.5(xxii)<br>a)  | a brief resume of the director;   | Complied | -                | -       |
| 1.5(xxii)<br>b)  | nature of his/her expertise in specific functional areas;   | Complied | -                | -       |
| 1.5(xxii)<br>c)  | names of companies in which the person also holds the directorship and the membership of committees of the board.   | Complied | -                | -       |
| <b>2.00</b>      | <b>Chief Financial Officer, Head of Internal Audit &amp; Company Secretary</b>  |          |                  |         |
| 2.1              | Appointment of CFO, Head of Internal Audit and Company Secretary and defining of their respective roles, responsibilities and duties  | Complied | -                | -       |
| 2.2              | Attendance of CFO and the Company Secretary at Board of Directors meeting   | Complied | -                | -       |
| <b>3</b>         | <b>Audit Committee:</b>   |          |                  |         |
| 3 (i)            | Committee shall be the sub-committee of the Board of Directors  | Complied | -                | -       |
| 3 (ii)           | The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business. | Complied | -                | -       |
| 3 (iii)          | The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.  | Complied | -                | -       |
| 3.1              | <b>Constitution of the Audit Committee</b>  |          |                  |         |
| 3.1 (i)          | The Audit Committee shall be composed of at least 3 (three) members.  | Complied | -                | -       |
| 3.1 (ii)         | Constitution of Audit Committee with Board Members including one Independent Director   | Complied | -                | -       |
| 3.1 (iii)        | All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.   | Complied | -                | -       |
| 3.1 (iv)         | Filling of Casual Vacancy in Committee  | Complied | -                | -       |
| 3.1 (v)          | The company secretary shall act as the secretary of the Committee.  | Complied | -                | -       |
| 3.1 (vi)         | The quorum of the Audit Committee meeting shall not constitute  | Complied | -                | -       |



| Cond. no      | Title   | Complied | N0.Comp | Remaks |
|---------------|---|----------|---------|--------|
| 3.2 (i)       | Chairman of the Audit Committee shall be an Independent Director  | Complied | -       | -      |
| 3.2 (ii)      | Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).   | Complied | -       | -      |
| 3.3           | <b>Role of Audit Committee</b>  |          |         |        |
| 3.3 (i)       | Oversee the financial reporting process   | Complied | -       | -      |
| 3.3 (ii)      | Monitor choice of accounting policies and principles.   | Complied | -       | -      |
| 3.3 (iii)     | Monitor Internal Control Risk management process.   | Complied | -       | -      |
| 3.3 (iv)      | Oversee hiring and performance of external auditors.  | Complied | -       | -      |
| 3.3 (v)       | Review along with the management, the annual financial statements before submission to the board for approval.  | Complied | -       | -      |
| 3.3 (vi)      | Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.   | Complied | -       | -      |
| 3.3 (vii)     | Review the adequacy of internal audit function.   | Complied | -       | -      |
| 3.3(viii)     | Review statement of significant related party transactions submitted by the management  | Complied | -       | -      |
| 3.3 (ix)      | Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors.  | Complied | -       | -      |
| 3.3 (x)       | When money is raised through Initial Public Offering (IPO)/   | N/A      | -       | -      |
| 3.4           | <b>Reporting of the Audit Committee</b>   |          |         |        |
| 3.4.1         | Reporting to the Board of Directors   |          |         |        |
| 3.4.1 (i)     | The Audit Committee shall report on its activities to the Board of Directors.   | Complied | -       | -      |
| 3.4.1 (ii)    | The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:- - -  | N/A      | -       | -      |
| 3.4.1 (ii) a) | Report on conflicts of interests;   | N/A      | -       | -      |
| 3.4.1 (ii) b) | Suspected or presumed fraud or irregularity or material defect in the internal control system;  | N/A      | -       | -      |
| 3.4.1 (ii) c) | Suspected infringement of laws, including securities related laws, rules and regulations;   | N/A      | -       | -      |
| 3.4.1 (ii) d) | Any other matter which shall be disclosed to the Board of Directors immediately.  | N/A      | -       | -      |
| 3.4.2         | Reporting to the Authorities  | N/A      | -       | -      |
| 3.5           | Reporting to the Shareholders and General Investors   | Complied | -       | -      |
| 4             | <b>External/Statutory Auditors:</b>   |          |         |        |
| 4 (i)         | Appraisal or valuation services or fairness opinions.   | N/A      | -       | -      |
| 4 (ii)        | Financial information systems design and implementation   | N/A      | -       | -      |
| 4 (iii)       | Book-keeping or other services related to the accounting records or financial statements.   | N/A      | -       | -      |
| 4 (iv)        | Broker-dealer services.   | N/A      | -       | -      |
| 4 (v)         | Actuarial services.   | N/A      | -       | -      |
| 4 (vi)        | Internal audit services.  | N/A      | -       | -      |
| 4 (vii)       | Any other service that the Audit Committee determines.  | N/A      | -       | -      |
| 4 (viii)      | No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company. | N/A      | -       | -      |
| 5             | <b>Subsidiary Company</b>   |          |         |        |
| 5 (i)         | Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable  | N/A      | -       | -      |

|          |  |          |   |   |
|----------|--|----------|---|---|
| 5 (iii)  | The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board.  | N/A      | - | - |
| 5 (iv)   | The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.   | N/A      | - | - |
| 5 (v)    | The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.   | N/A      | - | - |
| 6        | <b>Duties of Chief Executive Officer(CEO) and Chief Financial Officer (CFO):</b>   |          |   |   |
| 6 (i)    | They have reviewed financial statements for the year and that to the best of their knowledge and belief: -   |          |   |   |
| 6 (i) a) | these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;  | Complied | - | - |
| 6 (i) b) | these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.  | Complied | - | - |
| 6 (ii)   | There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.   | Complied | - | - |
| 7        | <b>Reporting and Compliance of Corporate Governance:</b>   |          | - | - |
| 7 (i)    | The company shall obtain a certificate from a Professional Accountant/Secretary (Chartered Accountant/Cost Management accountant/ Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis. | Complied | - | - |
| 7 (ii)   | The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.   | Complied |   | - |

**1.5. Share holding position of Directors & Chief Executive with Sponsor:**

| SL. No | Name                   | Share position |
|--------|------------------------|----------------|
| 1      | Mr. Mohammad Murad     | 469258         |
| 2      | Mrs. Rehmat Banu       | 310558         |
| 3      | Mrs. Rina Momtaj       | 73587          |
| 4      | Mr. Rahim Murad        | 81471          |
| 5      | Ms. Fahra Murad        | 173748         |
| 6      | Mrs. Rozina Murad      | 189063         |
| 7      | Late. Mrs. Shirin Banu | 37956          |
| 8      | Late. Habib Charania   | 37956          |
| 9      | Late. Murad Ali Habib  | 155273         |

**(c) List of Executive:**

| SL. No | Name                    | Designation       |
|--------|-------------------------|-------------------|
| 1      | Mr. Md. Mostaque Ahmed  | CFO               |
| 2      | Mr. Anupam Kumer Mondol | Company Secretary |
| 3      | Mr. Shariful Islam      | Office Executive  |
| 4      | Mr. Razzab Miah         | Senior Engineer   |
| 5      | Mr. Jenarul Islam       | Asst. Engineer    |

**(d) List of 10% above Share of the Company as under:-**

| SL. No | Name               | Share position |
|--------|--------------------|----------------|
| 1      | Mr. Mohammad Murad | 469260         |



### 1.6 Appointment the Independent Director:-

**A.(i)** Name: Mr. Rafiqul Islam Dablu, Father,s Name: Late M.A Rahim , Address: 24,MUNICIPAL TANK ROAD, Khulna. Nationality: Bangladeshi, profession: Business, Education Qualification: H.S.C, Date of Brith 01.03.1963.Experience: 25 yrs.

(ii)Nature his Enterprise: Deepto Enterprise.

**B.(i)** Name: Mr.Mohammad Musa Meah , Father,s Name: Late Alhaj Md. Kanchan Meah, Address: H# 1/B, R#113,Gushan Dhaka Nationality: Bangladeshi, profession: Business, Education Qualification: B.Com, Date of Brith 05.03.1953.Experience: 27 yrs.

(ii)Nature his Enterprise: Packaging & Sea Food.

### 1.7 Transaction with related Parties:

The Company has Paid Tk 240,000 to the Allied Motors, Proprietor Mohammad Murad against rent for use of the premises at 110 Tejgaon Dhaka. There has been no other transaction with related parties in the normal course of business

### 1.8 Statement of Key Operating for 5 Years:-

| Particulars              | 30.06.2016 | 30.06.2015 | 30.06.2014 | 30.06.2013 | 30.06.2012 |
|--------------------------|------------|------------|------------|------------|------------|
|                          | TK,000     | TK,000     | TK,000     | TK,000     | TK,000     |
| Paid up Capital          | 36,407     | 36,407     | 36,407     | 36,407     | 35,694     |
| Reserve, Surplus & Other | 9,944      | 9,944      | 9,944      | 9,944      | 9,944      |
| Tax Holiday reserve      | 6,583      | 6,583      | 6,583      | 6,583      | 6,583      |
| Shareholder Equity       | 23,582     | 22,153     | 20,877     | 20,671     | 22,239     |
| Sales                    | 89,313     | 77,813     | 57,113     | 82,307     | 93,135     |
| Gross profit/Loss        | 8,544      | 10,665     | 11,907     | 11,075     | 13,297     |
| Net profit/Loss          | 2,066      | 2,040      | 761        | (1,567)    | 1,877      |
| Provision for WPPF       | 102        | 132        | 72         | 0          | 135        |
| Total Surplus            | (29,353)   | (30,782)   | (32,058)   | (32,264)   | (29,982)   |
| Provision for Tax        | 486        | 630        | 482        | 0          | 963        |
| Number of shares         | 364        | 364        | 364        | 364        | 356        |
| Earnings per Share-EPS   | 0.393      | 0.351      | 0.057      | (0.43)     | 0.25       |

### Certification of Chief Executive Officer and Chief Financial Officer to the Board.

In terms of the Notification of Bangladesh Securities and Exchange Commission (BSEC) bearing No. SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August 2012, we, the undersigned Chief Executive officer and Chief Financial Officer (CFO) do hereby certify that we have reviewed the financial statements for the year ended 30 June 2016 of Bangladesh Autocars Ltd. to the best of our knowledge and belief:

- (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and
- (b) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- No transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Sd/

Md. Mostaque Ahmed  
Chief Financial Officer

Sd/

Mrs Rina Momtaj  
Chief Executive Officer



মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

**Malek Siddiqui Wali**  
CHARTERED ACCOUNTANTS  
Partners: Md. Waliullah, FCA  
Mr. SwadeshRanjanSaha, FCA  
Md. Habibur Rahman Sarker, FCA  
Mr. AnjanMallik, FCA

PHONE: OFF: +88029513471  
PABX: 9576128: 9576118-9  
FAX: 880-2-9516236  
Email: [wali@satcombd.com](mailto:wali@satcombd.com)  
9-G, MOTIJHEEL C/A,  
Dhaka-1000, Bangladesh

## Auditors' Report To The Shareholders Of Bangladesh Autocars Limited

We have audited the accompanying Financial Statements of Bangladesh Autocars Limited, which comprises the Statement of Financial Position as at 30th June 2016 and the related Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows, and Notes for the year then ended, and a summary of significant accounting policies and other explanatory notes.

### Management's Responsibility for the Financial Statements:

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), the companies Act 1994, Bangladesh Securities and Exchange Commission Rules 1987 and other applicable laws and regulation and for such internal control as management determines, which is necessary to enable the preparation of financial statements that are free from material misstatement, where due to fraud or error.

### Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance where the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing and opinion on the effectiveness of the entity's internal control. An audit also includes evaluation the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Observation:

1) The financial statements of the company contained aggregated balance of Tk. 4,422,064 (net), which consist of namely Preliminary Expenses, Deferred Revenue Expenditure, Un-allocated Expenditure and others (including some liabilities), should be written off to comply





মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

with the requirement of Bangladesh Accounting Standard (BAS). The board of directors decided, subjected to the approval of shareholders at forthcoming AGM, to write off the above balance.

2) The company is yet to recognize deferred tax in the financial statements.

**Opinion:**

In our opinion, except for the above effects in the financial statements described in the basis of observation paragraph, the financial statements prepared in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as at 30th June 2016 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994, relevant schedule of Bangladesh Securities and Exchange Commission Rules 1987 and other applicable laws and regulations.

**We also report that:**

- a) We have obtained all the information and explanations 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 accounts as required by law have been kept by the company so far as it appeared from our examination of those books ;
- c) The Company's 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 accounts ;
- d) The expenditures incurred and payments made were for the purpose of the company's business.

Dated: Dhaka  
30 October 2016

Sd/  
Malek Siddiqui Wali  
Chartered Accountants



মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

**Bangladesh Autocars Limited**  
**Statement of Financial Position AS on 30 June 2016**

| Particulars                         | Note | Unit - 1                 | Unit - 2                 | Unit - 3                 | As at 30 June,           | As at 30 June,           |
|-------------------------------------|------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
|                                     |      |                          |                          |                          | 2016                     | 2015                     |
|                                     |      |                          |                          |                          | Taka                     | Taka                     |
| <b>ASSETS:</b>                      |      |                          |                          |                          |                          |                          |
| Non-Current Assets:                 |      |                          |                          |                          |                          |                          |
| Property, Plant & Equipment         | 2    | 326,339                  | 32,720,222               | 19,985,881               | 53,032,441               | 57,875,714               |
| Preliminary expenses                | 3    | 694,753                  | -                        | -                        | 694,753                  | 694,753                  |
| Deferred revenue expenditure        | 4    | 4,539,604                | -                        | -                        | 4,539,604                | 4,539,604                |
| Un-allocated expenditure            | 5    | -                        | 302,565                  | 129,373                  | 431,938                  | 431,938                  |
|                                     |      | <u>5,560,696</u>         | <u>33,022,787</u>        | <u>20,115,254</u>        | <u>58,698,736</u>        | <u>63,542,009</u>        |
| Current Assets:                     |      |                          |                          |                          |                          |                          |
| Inventories                         | 6    | -                        | 350,153                  | 4,985,971                | 5,336,124                | 6,479,000                |
| Trade debtors                       | 7    | -                        | 457,959                  | -                        | 457,959                  | 2,235,601                |
| Advance, deposits and pre-payments  | 8    | 8,688,750                | 2,892,965                | 1,580,141                | 13,161,856               | 12,162,413               |
| Cash and Cash equivalents           | 9    | 44,554                   | 2,002,793                | 128,337                  | 2,175,684                | 1,627,601                |
|                                     |      | <u>8,733,304</u>         | <u>5,703,870</u>         | <u>6,694,449</u>         | <u>21,131,623</u>        | <u>22,504,615</u>        |
| <b>Total Asset</b>                  |      | <u><b>14,294,000</b></u> | <u><b>38,726,657</b></u> | <u><b>26,809,703</b></u> | <u><b>79,830,359</b></u> | <u><b>86,046,624</b></u> |
| <b>Equity and Liabilities:</b>      |      |                          |                          |                          |                          |                          |
| Equity:                             |      |                          |                          |                          |                          |                          |
| Share capital                       | 14   | 32,375,500               | 4,032,390                | -                        | 36,407,890               | 36,407,890               |
| General reserve                     |      | 9,944,188                | -                        | -                        | 9,944,188                | 9,944,188                |
| Tax holiday reserve                 |      | -                        | 5,230,968                | 1,353,011                | 6,583,979                | 6,583,979                |
| Retained earning                    |      | (40,441,960)             | 7,368,304                | 3,720,581                | (29,353,075)             | (30,782,122)             |
|                                     |      | <u>1,877,728</u>         | <u>16,631,662</u>        | <u>5,073,592</u>         | <u>23,582,982</u>        | <u>22,153,935</u>        |
| Non-Current Liabilities:            |      |                          |                          |                          |                          |                          |
| Long Term Loan                      | 15   | 701,000                  | 1,065,040                | 1,065,040                | 2,831,080                | 4,366,206                |
| Temporary Loan                      | 16   | 10,157,761               | -                        | -                        | 10,157,761               | 10,157,761               |
|                                     |      | <u>10,858,761</u>        | <u>1,065,040</u>         | <u>1,065,040</u>         | <u>12,988,841</u>        | <u>14,523,967</u>        |
| Current Liabilities:                |      |                          |                          |                          |                          |                          |
| Liabilities for expenses            | 10   | -                        | 6,839,778                | 652,316                  | 7,492,094                | 6,168,934                |
| Bank Overdraft                      |      |                          |                          | 7,557,868                | 7,557,868                | 3,388,136                |
| Others liabilities                  | 11   | 2,523,262                | 3,258,831                | 365,919                  | 6,148,012                | 6,359,189                |
| Finance Lease- Current maturity     | 12   | -                        | 8,314,211                | 8,314,211                | 16,628,422               | 28,328,610               |
| Provision for income tax            | 13   | 1,425,308                | 2,682,560                | 1,324,272                | 5,432,140                | 5,123,853                |
|                                     |      | <u>3,948,570</u>         | <u>21,095,380</u>        | <u>18,214,586</u>        | <u>43,258,536</u>        | <u>49,368,722</u>        |
| Intra Unit balance                  |      | <u>(2,391,059)</u>       | <u>(65,426)</u>          | <u>2,456,485</u>         | <u>-</u>                 | <u>-</u>                 |
| <b>Total Equity and Liabilities</b> |      | <u><b>14,294,000</b></u> | <u><b>38,726,657</b></u> | <u><b>26,809,703</b></u> | <u><b>79,830,359</b></u> | <u><b>86,046,624</b></u> |
| Net Assets Value (NAV) per share    |      |                          |                          |                          | 6.48                     | 6.08                     |

The accounting policies and other explanatory notes form an integral part of these financial statements.

The financial statements were approved by the Board of Directors as on 30 October 2016 and were signed on its behalf by:

Sd/  
Director

Sd/  
Managing Director

Sd/  
Chairman

Signed as per our separate report of even date annexed.

Dated :Dhaka  
30 October,2016

Sd/  
Malek Siddiqui Wali  
Chartered Accountants





মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

**Bangladesh Autocars Limited**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**for the year ended on 30 June 2016**

| Particulars                             | Notes | Unit - 1        | Unit - 2         | Unit - 3      | For the year     | For the year     |
|---|-------|-----------------|------------------|---------------|------------------|------------------|
|   |       |                 |                  |               | ended 30         | ended 30         |
|   |       |                 |                  |               | June, 2016       | June, 2015       |
|   |       |                 |                  |               | Taka             | Taka             |
| Sales Revenue                           | 17    | -               | 82,447,740       | 6,866,165     | 89,313,905       | 77,813,112       |
| Cost of goods sold                      | 18    | -               | (75,110,440)     | (5,658,491)   | (80,768,931)     | (67,147,380)     |
| Gross Profit                            |       | -               | 7,337,300        | 1,207,674     | 8,544,974        | 10,665,732       |
| Administrative expenses                 | 19    | 31,878          | 3,568,973        | 600,052       | 4,200,903        | 4,142,361        |
| Financial expenses                      | 20    | -               | 1,731,756        | 545,732       | 2,277,488        | 4,483,325        |
|   |       | 31,878          | 5,300,729        | 1,145,784     | 6,478,391        | 8,625,686        |
| Net Profit / (Loss) before WPPF and Tax |       | (31,878)        | 2,036,571        | 61,890        | 2,066,583        | 2,040,046        |
| Provision for WPPF                      |       | -               | (101,829)        | (693)         | (102,522)        | 132,839          |
| Net Profit/(Loss) before Tax            |       | (31,878)        | 1,934,742        | 61,197        | 1,964,061        | 1,907,207        |
| <b>Income Tax Expenses:</b>             |       |                 |                  |               |                  |                  |
| Current Tax Provision                   |       | -               | (483,686)        | (3,290)       | (486,976)        | (630,986)        |
| <b>Net Profit/(Loss) after Tax</b>      |       | <b>(31,878)</b> | <b>1,451,056</b> | <b>57,907</b> | <b>1,477,085</b> | <b>1,276,221</b> |
| Other Comprehensive Income              |       | -               | -                | -             | -                | -                |
| <b>Total Comprehensive Income</b>       |       | <b>(31,878)</b> | <b>1,451,056</b> | <b>57,907</b> | <b>1,477,085</b> | <b>1,276,221</b> |
| Basic EPS                               |       |                 |                  |               | 0.406            | 0.351            |

The accounting policies and other explanatory notes form an integral part of these financial statements.

Annexed notes form an integral part of these financial statements

Sd/  
Director

Sd/  
Managing Director

Sd/  
Chairman

Signed as per our separate report of even date annexed.

Dated : Dhaka  
30 October, 2016

Sd/  
Malek Siddiqui Wali  
Chartered Accountants



মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

**Bangladesh Autocars Limited**  
Statement of Changes in Equity for the year ended 30 June 2016

| Particulars                     | Share capital     | General reserve  | Tax holiday reserve | Retained earning    | Total             |
|---------------------------------|-------------------|------------------|---------------------|---------------------|-------------------|
| Balance (01.07.2015)            | 36,407,890        | 9,944,188        | 6,583,979           | (30,782,122)        | 22,153,935        |
| Prior year adjustment           |                   | -                | -                   | (48,038)            | (48,038)          |
| Net profit/(loss) for this year | -                 | -                | -                   | 1,477,085           | 1,477,085         |
| Balance (30.06.2016)            | <u>36,407,890</u> | <u>9,944,188</u> | <u>6,583,979</u>    | <u>(29,353,075)</u> | <u>23,582,982</u> |

Bangladesh Autocars Limited  
Statement of Changes in Equity  
For the year ended 30 June 2015

| Particulars                     | Share capital     | General reserve  | Tax holiday reserve | Retained earning    | Total             |
|---------------------------------|-------------------|------------------|---------------------|---------------------|-------------------|
| Balance (01.07.2014)            | 36,407,890        | 9,944,188        | 6,583,979           | (32,058,343)        | 20,877,714        |
| Bonus share (2013-2014)         |                   | -                | -                   | -                   | -                 |
| Net profit/(loss) for this year | -                 | -                | -                   | 1,276,221           | 1,276,221         |
| Balance (30.06.2015)            | <u>36,407,890</u> | <u>9,944,188</u> | <u>6,583,979</u>    | <u>(30,782,122)</u> | <u>22,153,935</u> |

The accounting policies and other explanatory notes form an integral part of these financial statements.

Sd/  
Director

Sd/  
Managing Director

Sd/  
Chairman

Signed as per our separate report of even date annexed

Dated: Dhaka  
30 October, 2016

Sd/  
Malek Siddiqui Wali  
Chartered Accountants





মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
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**Bangladesh Autocars Limited**  
Statement of Cash Flows for the year ended 30 June 2016

|  | For the year<br>ended June 30,<br>2016 | For the year<br>ended June 30,<br>2015 |
|--|--|--|
|  | <u>Taka</u>                            | <u>Taka</u>                            |
| <b>Cash Flows From Operating Activities:</b>             |  |  |
| Collection from sale and other income                    | 91,315,547                             | 78,910,828                             |
| Payments against purchases, supplies, employees & others | (78,476,916)                           | (62,453,948)                           |
| Finance cost paid  | (2,277,488)                            | -                                      |
| Tax paid   | (809,848)                              | -                                      |
| <b>Net cash generated/(used) in operation</b>            | <u>9,751,295</u>                       | <u>16,456,880</u>                      |
| <b>Cash Flows From Investment Activities:</b>            |  |  |
| Acquisition of Property, Plant & Equipment               | (137,630)                              | (1,231,290)                            |
| Advance, deposits and prepayment                         | -                                      | 579,278                                |
| <b>Net cash generated/(used) in investing activity</b>   | <u>(137,630)</u>                       | <u>(652,012)</u>                       |
| <b>Cash flows From Financing Activities:</b>             |  |  |
| Bank Overdraft   | 4,169,732                              | -                                      |
| Liabilities  | -                                      | (16,519,426)                           |
| Loans & advance received/(Repaid)                        | (13,235,314)                           | -                                      |
| <b>Net cash generated/(used) financing activity</b>      | <u>(9,065,582)</u>                     | <u>(16,519,426)</u>                    |
| Net Cash Inflow / (Outflow) for the period               | 548,083                                | (714,558)                              |
| Cash & Bank balance at opening                           | 1,627,601                              | 2,342,159                              |
| <b>Cash &amp; Bank balance at closing</b>                | <u>2,175,684</u>                       | <u>1,627,601</u>                       |
| Net operating cash flow per share (NOCFPS)               | 2.68                                   | 4.52                                   |

Sd/  
Director

Sd/  
Managing Director

Sd/  
Chairman

Signed in terms of our separate report the annexed date even.

Dated: Dhaka  
30 October, 2016

Sd/  
Malek Siddiqui Wali  
Chartered Accountants



মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
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## **Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

### **1.0 Significant accounting policies and other material information:**

#### **1.1 Legal form of Enterprise:**

The Bangladesh Autocars Ltd. was incorporated on 01 August, 1979 in Bangladesh as a Public Limited Company under the Companies Act, 1913 (subsequently replaced in 1994) and its shares are listed in the Dhaka Stock Exchange Ltd.

#### **1.2 Nature of Business Activities:**

The Company was engaged in producing Three Wheelers Auto Tempo (two strokes) under technical collaboration with Piaggio & C s.p.a. (manufacturer of world famous Vespa Brand). The company had to stop production of Three Wheelers Auto Tempo (two strokes) since 1999 due to imposition of ban in producing such vehicles in Bangladesh by the Government. Now, the company has been only carrying out the business of CNG Conversion and CNG Refueling of Vehicles.

#### **1.3 Basis of Accounting:**

These accounts have been prepared on going concern basis under generally accepted accounting principles based on the historical cost convention that does not take into consideration the affect of inflation.

#### **1.4 Responsibility for preparation and presentation of financial Statement:**

The Board of Director is responsible for the preparation and presentation of financial Statements in compliance with the Companies Act 1994, the Securities and Exchange Rules 1987, listing regulation of Dhaka Stock Exchange Limited (DSE), International Accounting Standard (IAS), International Financial Reporting Standard (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), being Bangladesh Accounting Standard (BAS) and Bangladesh Financial Reporting Standard (BFRS).

#### **1.5 Risk and uncertainties for use of estimates in preparation of financial statement:**

The preparation of financial statements in conformity with the Bangladesh Accounting Standard requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities on the date of financial statements and revenues and expenses. Actual results could differ from those estimates which are used for certain items, such as, long term contracts, depreciation, taxes, reserves, contingencies etc.

#### **1.6 Components of the Financial Statements:**

According to the Bangladesh Accounting Standard (BAS) 1 "Presentation of Financial Statement" the complete set of Financial Statement includes the following components:

- i. Statement of Financial Position as at 30 June 2016.
- ii. Statement of Profit or Loss and Other Comprehensive Income for the year end 30 June 2016.
- iii. Statement of Cash Flows for the year ended 30 June 2016.





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### Bangladesh Autocars Limited

Notes to the financial statements for the year ended on 30 June 2016

- iv. Statement of Changes in Equity for the ended 30 June 2016.
- v. Accounting policies and Explanatory notes.

#### 1.7 Comparative information:

Comparative information has been disclosed in respect of the year 2014- 2015 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current periods financial statements.

Figures of the year 2014- 2015 have been rearranged/restated whenever considered necessary to ensure comparability with the current period.

#### 1.8 Reporting currency and precision:

The figures in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

#### 1.9 Foreign Currency:

Foreign currencies are translated into Bangladesh Taka currency at the rates prevailing on the date of transaction and the balances in hand at the close of business at the rate prevailing on the cut-off date.

#### 1.10 Statement of Cash Flows:

The cash flow statement has been presented under direct method following the provisions of respective BAS.

#### 1.11 Recognition of Property, Plant and Equipment and Depreciation:

Property, Plant and Equipment are stated at cost less accumulated depreciation in accordance with respective BAS. Cost represents cost of acquisition of construction and include purchases price and other directly attributable costs for bringing the assets to working conditions for its intended use, but do not include any capitalized borrowing cost. No depreciation was charged on land and land development.

Expenditure for major replacements, renewals and betterment are capitalized. Depreciation has been charged on assets, where applicable, at the rates varying from 6% to 20% applying reducing balance method excepting the additions from the date of its operation which is allocated to Factory Overhead and Administrative Expenses proportionately.

Impairment losses/gains of assets are not provided, as these have been performing as per intended use of such assets assessed by the management. The annual depreciation rates are applied on principal category of assets as below:

| Item                 | Rate of Deprecia | Item                   | Rate of Depreciation |
|----------------------|------------------|------------------------|----------------------|
| Plant and Machinery  | 8% and 10%       | Transport and Vehicles | 10%                  |
| Office Equipments    | 10%              | Furniture and Fixtures | 6%                   |
| Electrical Equipment | 20%              |                        |                      |



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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

**1.12 Lease:**

The company's policy is to account for lease payment in accordance the requirement of BAS 17 Lease. The operating lease rental payment charged to the Profit or Loss statement when they arise. No asset is recognized in the financial statements asset acquired under operating lease.

Asset acquired under finance lease agreement is included in non current asset of the financial statement and depreciated over the economic life of asset. Present value of minimum lease payment is recognized as finance lease liability at the inception of the lease. Financial expense is charged to the Profit or Loss statement at the lessor's interest rate charged to this finance lease agreement.

**1.13 Preliminary Expenses/Deferred Revenue Expenditure/Unallocated Expenditure:**

These have been written off year to year in consistent to past practice as these were incurred since long before introduction of BAS. However, it is advisable to implement BAS 38 with regard to writing off entire residue amount instead of carrying forward year to year.

**1.14 Inventories:**

Inventories are valued at lower of average cost and net realizable value on 30 June 2016.

**1.15 Trade Debtors and Advance, Deposits and Prepayments:**

These are recognized at original invoice amount, but remain unsecured. The amounts are considered good and collectible/adjustable.

**1.16 Loan to/from Inter Units:**

These are recognized as inter unit transaction within the company.

**1.17 Cash and Cash Equivalents:**

Cash in hand, bank current accounts, other bank deposits have been considered as cash and cash equivalents in accordance with the provisions of respective BAS.

**1.18 Liabilities for Expenses:**

These are recognized for the amounts to be paid in the future for goods and services received whether or not billed.

**1.19 Other Liabilities:**

These are recognized for the amounts to be paid or refunded in future for keeping security deposit, finance expenses and others.

**1.20 Revenue Recognition:**

The company recognizes revenue when risk of ownership has been transferred to the buyer, which satisfied all the condition for the revenue recognition as provided in the respective BAS.





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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

**1.21 Current Tax:**

Tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income, because it excludes items of income or expenses that are taxable or deductible in other years and it further excluded items that are never taxable or deductible. Current tax is usually applicable at the rate applicable for public limited company in accordance with the provisions of ITO 1984.

**1.22 Deferred Tax Assets/Liabilities:**

The entity is suppose to recognize the deferred tax on the differences between the carrying amount of assets and liabilities in the financial statements and the corresponding carrying amount at tax bases. The company did not made necessary provision as deferred tax assets or liabilities in the financial statements.

**1.23 Transaction with related parties:**

The company has paid Tk. 240,000 as rent to Mr. Mohammad Murad against uses his premises at 110 Tejgaon Dhaka. There has been no other transaction with related parties in the normal course of business during the year.

**1.24 Earning Per Share:**

**Basic EPS**

The Company presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

**Diluted EPS**

Diluted EPS is only be calculated where the company has commitment to issue ordinary share at future date at reporting date. No such commitment is hold by the company at reporting date.

**2.0 Property, Plant & Equipment:**

The details are given in Annexure – 1. This is arrived at as under:

|                                     | <b>30 June 2016</b>      | <b>30 June 2015</b>      |
|-------------------------------------|--------------------------|--------------------------|
| Cost:                               |                          |                          |
| Opening balance (01.07.2015)        | 103,790,226              | 102,558,936              |
| Add: Cost incurred during the year  | 137,630                  | 1,231,290                |
|                                     | <u>103,927,856</u>       | <u>103,790,226</u>       |
| Less: Accumulated Depreciation      |                          |                          |
| Opeing balance (01.07.2015)         | 45,914,511               | 40,524,915               |
| Add: Charged during the year        | 4,980,904                | 5,389,596                |
| Closing balance (30.06.2016)        | <u>50,895,415</u>        | <u>45,914,511</u>        |
| Written down value as on 30.06.2016 | <u><b>53,032,441</b></u> | <u><b>57,875,714</b></u> |



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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

**3.0 Preliminary expenses:**

| Particulars                 | Taka    |
|-----------------------------|---------|
| Opening balance             | 694,753 |
| Written off during the year | 0       |
| Balance                     | 694,753 |

The above represents start up cost carried forward since 1989-90 and has been written off at 10% of reduced balance in this year.

**4.0 Deferred revenue expenditure:**

| Particulars                 | Taka      |
|-----------------------------|-----------|
| Opening balance             | 4,539,604 |
| Written off during the year | 0         |
| Balance                     | 4,539,604 |

The above amount represents start up cost carried forward since 1989-90 and has been written off at 10% of reduced balance in this year.

**5.0 Un-allocated expenditure:**

| Particulars                 | Taka    |
|-----------------------------|---------|
| Opening balance             | 431,938 |
| Written off during the year | 0       |
| Balance                     | 431,938 |

The above amount represents start up cost carried forward since long and has been written off at 10% of reduced balance in this year.

**6.0 Inventories:**

| Particulars                   | Unit-1 | Unit-2  | Unit-3    | 30 June, 2016 | 30 June, 2015 |
|-------------------------------|--------|---------|-----------|---------------|---------------|
| Spare parts and Raw Materials | 0      | 350,153 | 4,985,971 | 5,336,124     | 6,479,000     |

Inventories are valued at average cost price and net realizable value whichever is less. Physical Inventory of UNIT - 2 and 3 was carried out at the cut-off date of year end by the inventory verification team and found in order.

**7.0 Trade Debtors:**

Details are shown in Note 7.1. This is arrived at as below:

| Particulars |                                   | 30 June, 2016    | 30 June, 2015    |
|-------------|-----------------------------------|------------------|------------------|
|             | Opening balance                   | 2,235,601        | 3,333,317        |
| Add:        | Addition during the year          | 5,320,939        | 3,846,657        |
|             |                                   | <b>7,556,540</b> | <b>7,179,974</b> |
| Less:       | Received/Adjusted during the year | 7,098,581        | 4,944,373        |
|             | <b>Closing balance</b>            | <b>457,959</b>   | <b>2,235,601</b> |

It is relevant to note that the balances remain unsecured, but considered good.





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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

|                                       | Unit-1 | Unit-2 | Unit-3 | For the year   | For the year   |
|---------------------------------------|--------|--------|--------|----------------|----------------|
|                                       |        |        |        | ended 30 June, | ended 30 June, |
|                                       |        |        |        | 2016           | 2015           |
|                                       |        |        |        | Taka           | Taka           |
| <b>7.1 Trade debtors</b>              |        |        |        |                |                |
| SL Name                               |        |        |        |                |                |
| 1 DPDCL                               | -      | 31,497 | -      | 31,497         | 31,497         |
| 2 P.W.D                               | -      | 78,013 | -      | 78,013         | 77,079         |
| 3 RTV                                 | -      | 13,859 | -      | 13,859         | 13,859         |
| 4 Somakal Patrika                     | -      | -      | -      | -              | 54,972         |
| 5 Mr. Shapon                          | -      | -      | -      | -              | 9,844          |
| 6 Best Clean                          | -      | 31,270 | -      | 31,270         | 32,588         |
| 7 Bengal Plastic Industries Ltd.      | -      | -      | -      | -              | 22,674         |
| 8 Mr. Shapan S.B                      | -      | -      | -      | -              | 13,000         |
| 9 Mr. Arman Islam                     | -      | -      | -      | -              | 31,500         |
| 10 Continental Insurance Co. Ltd.     | -      | 8,497  | -      | 8,497          | 29,897         |
| 11 Mr. Zilani                         | -      | -      | -      | -              | 31,500         |
| 12 Mr. Shapan                         | -      | -      | -      | -              | 31,500         |
| 13 Bay Leasing and Investment Ltd.    | -      | -      | -      | -              | 22,476         |
| 14 Cab Index Limited                  | -      | -      | -      | -              | 55,000         |
| 15 Bangladesh ENG Limited             | -      | -      | -      | -              | 14,500         |
| 16 Mohammad Sadat (Omi)               | -      | -      | -      | -              | 5,000          |
| 17 European Union                     | -      | 28,207 | -      | 28,207         | 52,551         |
| 18 Mr. Anil                           | -      | -      | -      | -              | 18,000         |
| 19 Mr. Sirazul Islam (DESA)           | -      | -      | -      | -              | 14,935         |
| 20 Mr. Fazlur Rahman                  | -      | -      | -      | -              | 29,965         |
| 21 Karnafuli Gas Dis. Company Limited | -      | 35,920 | -      | 35,920         | 28,920         |
| 22 Mr. Sarafat Ali                    | -      | -      | -      | -              | 15,000         |
| 23 United Cab                         | -      | -      | -      | -              | 2,000          |
| 24 Uttara Bank Limited                | -      | -      | -      | -              | 14,000         |
| 25 GDS Chemical                       | -      | 82,268 | -      | 82,268         | 81,057         |
| 26 Dhaka Bank Limited                 | -      | -      | -      | -              | 20,000         |
| 27 Mr. Yeasin Haque                   | -      | -      | -      | -              | 3,000          |
| 28 M.A. Salam Bhuiyan                 | -      | -      | -      | -              | 25,458         |
| 29 Mr. Mozibur Rahman                 | -      | -      | -      | -              | 19,000         |
| 30 Mrs. Lutfurnesa                    | -      | -      | -      | -              | 17,500         |
| 31 Md. Abdul Hannan                   | -      | -      | -      | -              | 21,330         |
| 32 Bay Leasing and Investment Limited | -      | -      | -      | -              | 36,070         |
| 34 Mr. Sanowar                        | -      | -      | -      | -              | 10,500         |
| 35 Mr. A.F.M. Soliman                 | -      | -      | -      | -              | 65,000         |
| 36 Dr. Masud Anowar                   | -      | -      | -      | -              | 11,600         |
| 37 Mr. Golam Rabbani                  | -      | -      | -      | -              | 20,000         |
| 38 Mr. Azad                           | -      | -      | -      | -              | 5,400          |
| 39 Mr. Dulal                          | -      | -      | -      | -              | 24,000         |
| 40 Adv. Abul Kashem                   | -      | -      | -      | -              | 24,340         |
| 41 Mr. Zafor Hossain                  | -      | -      | -      | -              | 22,000         |
| 42 Shamsur Nahar                      | -      | -      | -      | -              | 20,000         |
| 43 Phonix Leasing Limited             | -      | -      | -      | -              | 39,728         |
| 44 Mr. Lutfur                         | -      | -      | -      | -              | 3,500          |
| 45 Eng. Abul Hossain                  | -      | -      | -      | -              | 75,000         |
| 46 Kuliarchar group                   | -      | 24,568 | -      | 24,568         | 28,186         |
| 47 Mr. Mokim Uddin                    | -      | -      | -      | -              | 9,000          |
| 48 Mr. Prus Kostra                    | -      | -      | -      | -              | 6,000          |
| 49 Mr. Jahangir                       | -      | -      | -      | -              | 2,500          |
| 50 Dhaka Thai                         | -      | -      | -      | -              | 6,500          |
| 51 Mr. Abu Taleb Mahmood              | -      | -      | -      | -              | 57,475         |
| 52 United Leasing Limited             | -      | -      | -      | -              | 30,000         |
| 53 Mr. Lutfur Rahman (Bay Leasing)    | -      | 31,341 | -      | 31,341         | 95,000         |
| 54 Mr. Salim Reza                     | -      | -      | -      | -              | 10,000         |
| 55 M/s. Tania Motors                  | -      | -      | -      | -              | 100,000        |
| 56 M/s. Real Motors                   | -      | -      | -      | -              | 674,000        |



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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

|                          | Unit-1 | Unit-2  | Unit-3 | For the year   | For the year   |
|--------------------------|--------|---------|--------|----------------|----------------|
|                          |        |         |        | ended 30 June, | ended 30 June, |
|                          |        |         |        | 2016           | 2015           |
|                          |        |         |        | Taka           | Taka           |
| 57 Zulig Pharma          |        |         |        |                | 20,200         |
| 57 Berger Paints         | -      | 92,519  | -      | 92,519         | -              |
| Total                    |        | 457,959 | -      | 457,959        | 2,235,601      |
| <b>Maturity Analysis</b> |        |         |        |                |                |
| Within 30 Days           |        |         |        | 179,460        |                |
| More than 30 Days        |        |         |        | 92,519         |                |
| Within 60 to 90 days     |        |         |        | 78,013         |                |
| More than 90 Days        |        |         |        | 107,967        |                |
|                          |        |         |        | <b>457,959</b> | <b>-</b>       |

The directors of the company assessed that the above balance good and collectable in due time.

There is no security is maintained other than personal security.

**8. Advance, deposits and pre-payments :**

**Advances :**

|  |           |         |           |           |           |
|--|-----------|---------|-----------|-----------|-----------|
| Advance against VAT                    | 2,886,988 | -       | -         | 2,886,988 | 2,886,988 |
| Advance against income tax             | 5,535,243 | 631,159 | 1,157,816 | 7,324,218 | 6,693,059 |
| Advance for dies and gigs mfg.         | 46,000    | -       | -         | 46,000    | 46,000    |
| Advance to Bangladesh Oxygen Limited   | 9,519     | -       | -         | 9,519     | 9,519     |
| Advance against Letter of Credit       | -         | 883,010 | -         | 883,010   | -         |
| Advance against capital expenditure    | -         | 183,631 | -         | 183,631   | 183,631   |
| Advance against salary                 | -         | 41,700  | -         | 41,700    | 59,200    |
| Advance against raw materials purchase | -         | 131,616 | 272,325   | 403,941   | 901,167   |

**Deposit :**

|                                    |                  |                  |                  |                   |                   |
|------------------------------------|------------------|------------------|------------------|-------------------|-------------------|
| Security deposit - CDBL            | -                | 50,000           | 50,000           | 100,000           | 100,000           |
| Security deposit – BGIC            | 100,000          | -                | -                | 100,000           | 100,000           |
| Security deposit – BOC. Limited    | 14,000           | -                | -                | 14,000            | 14,000            |
| Security deposit – T&T             | 11,000           | -                | -                | 11,000            | 11,000            |
| Security deposit- Titas Gas        | -                | 354,173          | -                | 354,173           | 354,173           |
| Deposit with PDB                   | 1,000            | -                | -                | 1,000             | 1,000             |
| Deposit for demand note - ISD line | 85,000           | -                | -                | 85,000            | 85,000            |
| Bank guarantee margin - Titas Gas  | -                | 517,676          | -                | 517,676           | 517,676           |
| Security Money for office rent     | -                | 100,000          | 100,000          | 200,000           | 200,000           |
|                                    | <b>8,688,750</b> | <b>2,892,965</b> | <b>1,580,141</b> | <b>13,161,856</b> | <b>12,162,413</b> |

**Maturity Analysis**

|  |                   |
|--|-------------------|
| Adjustable/realisable within 12 Months | 173,316           |
| Adjustable/realisable after 12 Months  | 12,988,540        |
|  | <b>13,161,856</b> |

- Deposits are lying with the statutory authorities being security.
- No amount was due by the Directors and other officers of the company or by any associated undertaking.
- Advance against VAT and Income Tax represents amount paid at the time of import of 3-wheeler vehicles for UNIT - 1 . Refund was claimed from the respective authorities vide letter dated 28.11.2007 and 22.07.2008 which is yet to be settled.

**9. Cash and bank balances :**

|                                 |   |           |        |           |           |
|---------------------------------|---|-----------|--------|-----------|-----------|
| Cash in hand                    | - | 159,082   | 28,830 | 187,912   | 1,151,017 |
| Cash at bank :                  |   |           |        |           | -         |
| Pubali Bank Limited-1531        | - | 1,783,787 | -      | 1,783,787 | 207,247   |
| Agrani Bank - A/c CD – 33001082 | - | -         | -      | -         | 180       |





মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

|   | Unit-1        | Unit-2           | Unit-3         | For the year           | For the year           |
|---|---------------|------------------|----------------|------------------------|------------------------|
|   |               |                  |                | ended 30 June,<br>2016 | ended 30 June,<br>2015 |
|   |               |                  |                | Taka                   | Taka                   |
| Agrani Bank - A/c CD – 33001870             |               | 47,390           | -              | 47,390                 | 48,690                 |
| Mutual Trust Bank Limited - A/c No. -9190   |               |                  | 17,726         | 17,726                 | 17,726                 |
| Agrani Bank - STD A/C – 36001122            |               | -                | -              | -                      | 14,142                 |
| Agrani Bank - A/c - CD – 33002915           |               | -                | -              | -                      | 2,974                  |
| AB Bank Limited - A/c CD – 146994           |               | -                | -              | -                      | 150                    |
| Grindlays Bank - A/c – 1688074              |               | -                | -              | -                      | 90                     |
| Grindlays Bank – Chittagong                 |               | -                | -              | -                      | 438                    |
| Prime Bank Limited - A/c-14378              |               | -                | 17,935         | 17,935                 | 19,085                 |
| United Commercial Bank Limited A/C-637      |               | -                | 63,846         | 63,846                 | 65,146                 |
| Bank Indusuez                               |               | -                | -              | -                      | 2,177                  |
| IFIC Bank Limited - A/c no. STD-01 Gazipur  |               | -                | -              | -                      | 4,433                  |
| Islami Bank (BD) Limited - A/c SND – 47     |               | -                | -              | -                      | 12,035                 |
| Standard Chartered Bank - A/c 016239218-01  |               | -                | -              | -                      | 4,758                  |
| Standard Chartered Bank A/c – 1688085       |               | -                | -              | -                      | 2,910                  |
| Al-Falah Islami Bank Ltd A/c- 200891-201    | 42,512        | -                | -              | 42,512                 | 42,512                 |
| Al - Arafah Islami Bank Ltd. CD A/C - 38907 |               | -                | -              | -                      | 4,860                  |
| Southeast Bank Ltd. CD A/C - 30355          | 2,042         | -                | -              | 2,042                  | 307                    |
| Southeast Bank Ltd., Gulshan br.13532       |               | 3,270            | -              | 3,270                  | 8,645                  |
| Shahjalal Islami Bank Ltd. CD A/C - 1911    |               | 9,264            | -              | 9,264                  | 18,079                 |
|   | <u>44,554</u> | <u>2,002,793</u> | <u>128,337</u> | <u>2,175,684</u>       | <u>1,627,601</u>       |

- Physical cash in hand was certified by the management and bank balances were reconciled and found in order.
- Some bank balances of UNIT - 1 have been carried forward since long which is write off and some a/c transfer to unite-3. Annx-2 as per Management Meeting Decision.

**10. Liabilities for expenses :**

|                           |   |                  |                |                  |                  |
|---------------------------|---|------------------|----------------|------------------|------------------|
| Salaries and allowances   | - | 79,094           | 39,546         | 118,640          | 263,296          |
| Telephone and mobile bill | - | 1,536            | 1,535          | 3,071            | 7,321            |
| CNG gas bill              | - | 5,629,425        | -              | 5,629,425        | 5,421,242        |
| Electricity bill          | - | 91,338           | 45,668         | 137,006          | 82,241           |
| Generator gas bill        | - | 830,635          | 415,317        | 1,245,952        | 272,334          |
| Audit fees                | - | 86,250           | 28,750         | 115,000          | 45,500           |
| DSE listing fees          | - | 25,000           | 25,000         | 50,000           | 45,000           |
| Office rent               | - | 96,500           | 96,500         | 193,000          | 32,000           |
|                           | - | <u>6,839,778</u> | <u>652,316</u> | <u>7,492,094</u> | <u>6,168,934</u> |

- Liabilities for expenses represents the amount payable in respect of various outstanding expenses as on 30 June 2016
- No current liabilities are due for more than 12 months.
- In the opinion of the Directors, no liabilities in the Statement of Financial Position at a value equal to the amount which are payable on the Statement of Financial Position.

**11. Other Payable :**

|                            |                  |                  |                |                  |                  |
|----------------------------|------------------|------------------|----------------|------------------|------------------|
| Earnest money              | 1,413,750        | -                | -              | 1,413,750        | 1,413,750        |
| Unclaimed dividend         | 472,251          | 1,478,998        | -              | 1,951,249        | 1,951,249        |
| Jumana bridge levy         | 192,909          | -                | -              | 192,909          | 409,251          |
| Development levy           | 240,169          | -                | -              | 240,169          | 561,526          |
| Income tax deduction       | 194,253          | -                | -              | 194,253          | 194,253          |
| TDS - payable              | 9,930            | -                | -              | 9,930            | 9,930            |
| WPPF                       | -                | 1,165,106        | 365,919        | 1,531,025        | 1,428,503        |
| Security for trade Debtors | -                | 614,727          | -              | 614,727          | 390,727          |
|                            | <u>2,523,262</u> | <u>3,258,831</u> | <u>365,919</u> | <u>6,148,012</u> | <u>6,359,189</u> |



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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

|   | Unit-1         | Unit-2           | Unit-3           | For the year           | For the year           |
|---|----------------|------------------|------------------|------------------------|------------------------|
|   |                |                  |                  | ended 30 June,<br>2016 | ended 30 June,<br>2015 |
|   |                |                  |                  | Taka                   | Taka                   |
| i. Jumana bridge levy and development levy represents the amount deducted from dividend from 1987 - 88 to 1990 - 91 and one portion deposited into Government Treasury and other portion not deposited on due time. |                |                  |                  |                        |                        |
| ii. Income tax deduction represents the amount deducted @ 10% from dividend of 1990 - 91 and the amount was yet to deposit to Government Treasury on due time.  |                |                  |                  |                        |                        |
| iii. Security for trade debtors represents amount taken from customer being security against credit sale of CNG gas.  |                |                  |                  |                        |                        |
| <b>12. Finance Lease Liability- current portion</b>   |                |                  |                  |                        |                        |
| Current Maturity  |                | 767,563          | 767,563          | 1,535,126              | -                      |
| Lease installment payable (interest)  |                | 676,788          | 676,788          | 1,353,576              | 3,932,923              |
| Lease installment payable (principal)   |                | 6,869,860        | 6,869,860        | 13,739,720             | 24,395,687             |
|   |                | <u>8,314,211</u> | <u>8,314,211</u> | <u>16,628,422</u>      | <u>28,328,610</u>      |
| <b>13. Provision for income tax :</b>   |                |                  |                  |                        |                        |
| Opening balance   |                |                  |                  | 5,123,853              | 4,492,867              |
| Less: Adjustment for year   |                |                  |                  | 178,689                | -                      |
| Add: Addition during the year   |                |                  |                  | 486,976                | 630,986                |
|   |                |                  |                  | <u>5,432,140</u>       | <u>5,123,853</u>       |
| <b>14. Share capital :</b>  |                |                  |                  |                        |                        |
| <b>Authorised:</b> 10,000,000 ordinary shares of taka 10 each   |                |                  |                  | <u>100,000,000</u>     | <u>100,000,000</u>     |
| <b>Issued, subscribed and paid-up</b>   |                |                  |                  |                        |                        |
| 3,569,401 shares of Tk. 10 each   |                |                  |                  | <u>36,407,890</u>      | <u>36,407,890</u>      |
|   |                |                  |                  | <u>36,407,890</u>      | <u>36,407,890</u>      |
| Composition of share holding as on 30.06.2016   |                |                  |                  |                        |                        |
| Sponsors and Director   |                |                  |                  | 41.99%                 | 46.87%                 |
| Investment corporation of Bangladesh  |                |                  |                  | 7.27%                  | 3.58%                  |
| ICB capital management  |                |                  |                  | 0.19%                  | 0.19%                  |
| Public shareholders   |                |                  |                  | 50.55%                 | 49.36%                 |
|   |                |                  |                  | <u>100.00%</u>         | <u>100.00%</u>         |
| Face value of share has been converted into Tk 10 from Tk 100 on 04 December 2011 as per SEC order no SEC/CMRRC/2009-193/109 dated 15.09.2011.  |                |                  |                  |                        |                        |
| Category-wise shareholding in number and percentage is as follows:  |                |                  |                  |                        |                        |
| Holdings  |                |                  |                  | Total holding          | Percentage             |
| Less than and equal 50 shares   |                |                  |                  | 120,667                | 3.32%                  |
| 51 shares to 100 shares   |                |                  |                  | 53,136                 | 1.45%                  |
| 101 shares to 500 shares  |                |                  |                  | 221,018                | 6.08%                  |
| 501 shares to 1000 shares   |                |                  |                  | 150,342                | 4.13%                  |
| 1001 shares to 10000 shares   |                |                  |                  | 609,806                | 16.74%                 |
| 10001 shares to 20000 shares  |                |                  |                  | 268,932                | 7.39%                  |
| 20001 shares to 30000 shares  |                |                  |                  | 69,513                 | 1.90%                  |
| Over 30000 shares   |                |                  |                  | 2,147,375              | 58.99%                 |
|   |                |                  |                  | <u>3,640,789</u>       | <u>100.00%</u>         |
| <b>15. Long term loan :</b>   |                |                  |                  |                        |                        |
| Customs Debenture:  |                |                  |                  |                        |                        |
| Opening Balance   | 701,000        | -                | -                | 701,000                | 701,000                |
| Addition During the year  | -              | -                | -                | -                      | -                      |
| Payment During the year   | -              | -                | -                | -                      | -                      |
| Balance   | <u>701,000</u> | -                | -                | <u>701,000</u>         | <u>701,000</u>         |
| Current maturity  |                |                  |                  |                        |                        |
| Non-Current maturity  | <u>701,000</u> | -                | -                | <u>701,000</u>         | <u>701,000</u>         |
| <b>Finance Lease Obligation:</b>  |                |                  |                  |                        |                        |
| Current Maturity  | -              | 1,832,603        | 1,832,603        | 3,665,206              | 3,665,206              |
|   |                | (767,563)        | (767,563)        | (1,535,126)            | -                      |
| Non-Current maturity  | -              | <u>1,065,040</u> | <u>1,065,040</u> | <u>2,130,080</u>       | <u>3,665,206</u>       |
| i. Custom debenture was issued for custom duty of imported machinery of UNIT - 1.   |                |                  |                  |                        |                        |
| ii. Lease Finance was taken for CNG machinery and generator.  |                |                  |                  |                        |                        |





মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

|  | Unit-1                | Unit-2                       | Unit-3      | For the year<br>ended 30 June,<br>2016<br>Taka | For the year<br>ended 30 June,<br>2015<br>Taka |
|--|-----------------------|------------------------------|-------------|--|--|
| <b>16. Temporary loan :</b>  |                       |                              |             |  |  |
| Outstanding balance  | 10,157,761            |                              |             | 10,157,761                                     | 10,157,761                                     |
| Balance  | 10,157,761            | -                            | -           | 10,157,761                                     | 10,157,761                                     |
| Current maturity   | -                     | -                            | -           | -  | -  |
| Non-Current maturity   | 10,157,761            | -                            | -           | 10,157,761                                     | 10,157,761                                     |
| <b>Long term loan description:</b>   | <b>Temporary Loan</b> | <b>Finance Lease</b>         |             |  |  |
| Name of the loan holder  | Mr. Giuliano Vallini  | Bay Leasing Ltd.             |             |  |  |
| Payment Term   | N/A                   | Monthly Installment          |             |  |  |
| Rate of Interest   | N/A                   | 12.50%                       |             |  |  |
| Installment size   | N/A                   | 1,276,935                    |             |  |  |
| Mortgage   | N/A                   | Directors' personal property |             |  |  |
| Total and outstanding installment  | N/A                   | Total 60 and Outstanding 15  |             |  |  |
| This represents the interest free temporary loan taken against repayment of BSRS loan. |                       |                              |             |  |  |
| <b>17. Sales Revenue</b>   |                       |                              |             |  |  |
| Sale of goods and services   | -                     | 82,447,740                   | 6,866,165   | 89,313,905                                     | 77,813,112                                     |
| Sales represent the sale of CNG refueling station and CNG materials and services.      |                       |                              |             |  |  |
| <b>18. Cost of goods sold :</b>  |                       |                              |             |  |  |
| Opening stock  | -                     | 766,648                      | 5,712,352   | 6,479,000                                      | 7,610,000                                      |
| Purchase - import and local  | -                     | -                            | 1,024,522   | 1,024,522                                      | 1,858,775                                      |
|  | -                     | 766,648                      | 6,736,874   | 7,503,522                                      | 9,468,775                                      |
| Factory overhead (Note 18.1)   | -                     | 74,693,945                   | 3,907,588   | 78,601,533                                     | 64,157,605                                     |
|  | -                     | 75,460,593                   | 10,644,462  | 86,105,055                                     | 73,626,380                                     |
| Closing stock  | -                     | (350,153)                    | (4,985,971) | (5,336,124)                                    | 6,479,000                                      |
| Total  | -                     | 75,110,440                   | 5,658,491   | 80,768,931                                     | 67,147,380                                     |
| <b>18.1 Factory overhead</b>   |                       |                              |             |  |  |
| Wages and salaries   | -                     | 1,502,470                    | 643,915     | 2,146,385                                      | 2,368,606                                      |
| Bonus to workers   | -                     | 112,032                      | 56,016      | 168,048  | 170,401  |
| Electric bill  | -                     | 854,436                      | 213,610     | 1,068,046                                      | 848,148  |
| Diesel Mobile, Oil fuel, and lubricants  | -                     | 229,280                      | 57,320      | 286,600  | 658,565  |
| Repairs and maintenance  | -                     | 422,251                      | -           | 422,251  | 1,479,987                                      |
| Gas bill (CNG)   | -                     | 63,653,167                   | -           | 63,653,167                                     | 50,563,372                                     |
| Gas bill (generator)   | -                     | 4,869,466                    | 1,217,366   | 6,086,832                                      | 2,864,583                                      |
| Depreciation   | -                     | 3,050,843                    | 1,718,861   | 4,769,704                                      | 5,163,166                                      |
| Carrying charge (non-contractual)  | -                     | -                            | -           | -  | 5,465  |
| Labour charge  | -                     | -                            | 500         | 500  | 35,312   |
|  | -                     | 74,693,945                   | 3,907,588   | 78,601,533                                     | 64,157,605                                     |
| <b>19. Administrative and selling expenses</b>   |                       |                              |             |  |  |
| Salary and allowances  | -                     | 600,823                      | 114,639     | 715,462  | 789,808  |
| Bonus  | -                     | 39,211                       | 16,805      | 56,016   | 56,800   |
| Traveling and conveyance   | -                     | 19,920                       | 4,980       | 24,900   | 65,327   |
| Entertainment  | -                     | 4,794                        | 1,200       | 5,994  | 13,373   |
| Internet line Exp  | -                     | 57,600                       | 14,400      | 72,000   | 96,567   |
| Telephone, mobile and fax charges  | -                     | 19,970                       | 4,991       | 24,961   | 90,151   |
| Stamp, postage and telegram  | -                     | 7,333                        | 1,833       | 9,166  | 8,991  |
| Legal fees and expenses  | -                     | 15,200                       | 3,800       | 19,000   | 31,000   |
| Office expenses  | -                     | 11,393                       | 2,848       | 14,241   | 5,651  |
| Insurance  | -                     | 330,426                      | -           | 330,426  | 202,141  |
| Tiffin bill for workers  | -                     | 117,592                      | 29,398      | 146,990  | 100,975  |
| Advertisement  | -                     | 29,920                       | 7,480       | 37,400   | 88,702   |
| Printing   | -                     | 20,645                       | 5,161       | 25,806   | 20,500   |
| Stationery   | -                     | 25,366                       | 6,342       | 31,708   | 69,054   |
| CDBL annual fees   | -                     | 20,386                       | 5,096       | 25,482   | 31,000   |



মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
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**Bangladesh Autocars Limited**

Notes to the financial statements for the year ended on 30 June 2016

|   |                    |                  |                  |                  |
|---|--------------------|------------------|------------------|------------------|
| CDBL line Charge                            | 57,200             | 14,300           | 71,500           | 78,000           |
| License renewal fees                        | - 214,030          | 53,508           | 267,538          | 226,950          |
| Annual general meeting expenses             | - 18,000           | 4,500            | 22,500           | 33,000           |
| Medical expenses                            | - 1,712            | -                | 1,712            | 13,913           |
| Security bill                               | - 529,920          | 132,480          | 662,400          | 644,356          |
| Water bill ( mineral)                       | - -                | -                | -                | 400              |
| Cleaning charge                             | - 3,640            | -                | 3,640            | 5,859            |
| Listing fees - DSE                          | - 44,000           | 11,000           | 55,000           | 25,000           |
| Paper bill                                  | - 4,712            | 1,178            | 5,890            | 6,130            |
| DCC Membership fees                         | 15,760             | 3,940            | 19,700           | 8,850            |
| Miscellaneous expenses                      | - 8,926            | -                | 8,926            | 126,737          |
| Electricity expenses                        | - 213,610          | 53,402           | 267,012          | 156,718          |
| Fire frighting expenses                     | - 3,500            | 3,500            | 7,000            | 13,830           |
| Compliance Audit Fees                       | 3,450              | 3,450            | 6,900            | 6,060            |
| Audit fees fixed by the shareholders        | - 86,250           | 28,750           | 115,000          | 30,000           |
| Uniforms expenses                           | - -                | -                | -                | 500              |
| Office rent                                 | - 209,280          | 52,320           | 261,600          | 240,000          |
| Bank guarantee commission                   | - 673,833          | -                | 673,833          | -                |
| Written off (Priliminary and Deferred Exp.) | - -                | -                | -                | 629,588          |
| Depreciation                                | 31,878             | 160,571          | 18,751           | 211,200          |
|   | <u>31,878</u>      | <u>3,568,973</u> | <u>600,052</u>   | <u>4,200,903</u> |
| <b>20. Financial expenses</b>               |                    |                  |                  | <u>4,142,361</u> |
| Lease rental interest                       | - 1,373,495        | 457,832          | 1,831,327        | 3,932,923        |
| Bank overdraft interest                     | - 252,549          | 84,183           | 336,732          | 531,276          |
| L/C Charge                                  | 20,005             | -                | 20,005           | -                |
| Bank charges                                | - 85,707           | 3,717            | 89,424           | 19,126           |
|   | <u>- 1,731,756</u> | <u>545,732</u>   | <u>2,277,488</u> | <u>4,483,325</u> |

**21. Director's remuneration**

The directors of the company is considered key management employees and they have not paid any benefit in terms of remuneration or fees for his/her services rendered to the company during the year.

**22. Contingent Liability disclosure**

The company does not hold any claim that meets definition of contingent liability in accordance with BAS 37 Provision, Contingent Liability and Contingent Asset exists at reporting date.

**23. 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, other than Loan from Mr. Giuliano Vallini which is interest free, on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balances with them as at 30 June 2016 were as follows:

| Name                 | Nature of Relationship | Nature of Transaction | Transaction       |                   |
|----------------------|------------------------|-----------------------|-------------------|-------------------|
|                      |                        |                       | Debit             | Credit            |
| Mr. Mohammed Murad   | Chairman               | Rent                  | 240,000           | 240,000           |
| Mr. Giuliano Vallini | Investor               | Loan                  | -                 | -                 |
|                      |                        |                       | <u>240,000</u>    | <u>240,000</u>    |
|                      |                        |                       | <u>10,157,761</u> | <u>10,157,761</u> |

**24. Event after reporting period**

The Board of Directors of the company has approved the financial statements as on 30 October 2016 recommended 0 % cash and 3% stock dividend for the financial year 30 June 2016.





মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

### Bangladesh Autocars Limited

Notes to the financial statements for the year ended on 30 June 2016

The Board of Directors decided at its board meeting dated: 30 October 2016, subject to the approval of shareholders at 37th AGM of the company, to write off the balances of Tk. 4,422,064 contained in the financial statements namely Preliminary Expenses, Pre-Operating, Unallocated Revenue Expenditure and so on to comply with related accounting standard.

Due to the absence of operation of Unit-1 (The marketing of vaspas Human-Hauler) the board of directors decided at board meeting dated: 30 October 2016 to close down the operation of Unit-1 (The marketing of vaspas Human-Hauler). The necessary resolution for the approval from shareholders will be forwarded at 37th AGM.

Except the fact stated above, no circumstances have arisen that to be disclosed as note or adjusted in the financial statements.

#### 25. Employees minimum pay

Employees earn over or equal Tk. 3,500 but less than 5,000  
Employees earn over or equal Tk. 5,000

|           |
|-----------|
| 11        |
| 19        |
| <u>30</u> |
| -         |

#### 26. Compliance of Securities and Exchange Rule - 1987

- All shares have been fully called up and paid up.
- The company did not issue preference shares.
- No expenses was paid as royalty and salaries to technical experts etc. in foreign currencies as per para - 8 (KHA) of part - 11 .
- No brokerage was paid against sales during the year under audit.
- No amount was payable being contingent liabilities of the Company as on 30.06.2016.
- 4 (Four) Nos. board meetings were held during the year under audit.
- Auditors are paid only statutory audit fee approved by the shareholders in the last AGM.
- The company did not earn any foreign currency during the year.
- There are no non - resident shareholders of the company and hence no amount is required to be remitted being dividend.
- There is no claim against the company which is being acknowledged as debt.
- No amount was expended by the company for compensating any member of the board for special services rendered.



মালেক সিদ্দিকীওয়ালী, চার্টার্ড একাউন্টেন্টস  
৯-জি, মতিবিল বানিজ্যিক এলাকা, ঢাকা-১০০০

**Bangladesh Autocars Limited**  
Property, Plant & Equipment  
as on 30 June 2016

Annexure-A

| Particulars                        | Cost               |                                    | Rate             | Depreciation      |                         | Written Down Value (Taka) as on 30.06.2016 |
|------------------------------------|--------------------|------------------------------------|------------------|-------------------|-------------------------|--|
|                                    | As on 01.07.2015   | Addition / Adjustment - 30.06.2016 |                  | As on 01.07.2015  | Charged during the year |  |
| <b>(Unit - 1)</b>                  |                    |                                    |                  |                   |                         |  |
| Plant and machinery                | 2,173,097          | -                                  | 10%              | 2,035,006         | 13,809                  | 2,048,815                                  |
| Transport and vehicles             | 680,090            | -                                  | 10%              | 619,798           | 6,029                   | 625,827                                    |
| Office equipments                  | 716,883            | -                                  | 10%              | 655,630           | 6,125                   | 661,755                                    |
| Furniture and fixtures             | 497,407            | 497,407                            | 6%               | 398,826           | 5,915                   | 404,741                                    |
|                                    | <b>4,067,477</b>   | <b>-</b>                           |                  | <b>3,709,260</b>  | <b>31,878</b>           | <b>3,741,138</b>                           |
| <b>(Unit - 2)</b>                  |                    |                                    |                  |                   |                         |  |
| Office equipments                  | 6,495,134          | 6,495,134                          | 10%              | 3,411,767         | 308,337                 | 3,720,104                                  |
| Furniture and fixtures             | 2,903,438          | 2,903,438                          | 6%               | 1,071,861         | 109,895                 | 1,181,755                                  |
| Gas line installation              | 3,377,613          | 3,377,613                          | 10%              | 1,905,037         | 147,258                 | 2,052,295                                  |
| Electric equipment                 | 7,484,961          | 120,630                            | 20%              | 5,146,099         | 479,835                 | 5,625,934                                  |
| Plant and machinery                | 11,436,247         | 17,000                             | 8%               | 3,183,083         | 660,933                 | 3,844,016                                  |
|                                    | <b>31,697,393</b>  | <b>137,630</b>                     |                  | <b>14,717,847</b> | <b>1,706,257</b>        | <b>16,424,104</b>                          |
| <b>(Unit - 2) - Lease Assets</b>   |                    |                                    |                  |                   |                         |  |
| Plant and machinery                | 29,756,972         | 29,756,972                         | 8%               | 10,942,512        | 1,505,157               | 12,447,669                                 |
|                                    | <b>61,454,365</b>  | <b>137,630</b>                     |                  | <b>25,660,359</b> | <b>3,211,414</b>        | <b>28,871,773</b>                          |
| <b>(Unit - 3)</b>                  |                    |                                    |                  |                   |                         |  |
| Plant and machinery                | 2,173,097          | -                                  | 10%              | 2,024,775         | 14,832                  | 2,039,607                                  |
| Transport and vehicles             | 1,019,590          | -                                  | 10%              | 778,285           | 24,131                  | 802,416                                    |
| Office equipments                  | 2,719,157          | -                                  | 10%              | 1,660,943         | 105,821                 | 1,766,764                                  |
| Furniture and fixtures             | 2,599,568          | -                                  | 6%               | 1,138,376         | 87,672                  | 1,226,048                                  |
| Plant and machinery - Lease Assets | 29,756,972         | 29,756,972                         | 8%               | 10,942,512        | 1,505,157               | 12,447,669                                 |
|                                    | <b>38,268,384</b>  | <b>-</b>                           |                  | <b>16,544,891</b> | <b>1,737,612</b>        | <b>18,282,503</b>                          |
| <b>Total as on 30.06.2016</b>      | <b>103,790,226</b> | <b>137,630</b>                     |                  | <b>45,914,510</b> | <b>4,980,904</b>        | <b>50,895,415</b>                          |
| <b>Total as on 30.06.2015</b>      | <b>102,558,936</b> | <b>1,231,290</b>                   |                  | <b>40,524,915</b> | <b>5,389,596</b>        | <b>45,914,511</b>                          |
| <b>Allocation of depreciation:</b> |                    |                                    |                  |                   |                         |  |
| Administrative expenses            | Unit - 1           | Unit - 2                           | Unit - 3         | Total             |                         |  |
| Factory overhead                   | 31,878             | 160,571                            | 18,751           | 211,200           |                         |  |
|                                    | -                  | 3,050,843                          | 1,718,861        | 4,769,704         |                         |  |
| <b>Total</b>                       | <b>31,878</b>      | <b>3,211,414</b>                   | <b>1,737,612</b> | <b>4,980,904</b>  |                         |  |



**Running Project**

# **SUPER CNG**

**FILLING STATION & CONVERSION WORKSHOP**