

Annual Report
2017-2018

SUPER CNG

বাংলাদেশ অটোকারস্ লিমিটেড
BANGLADESH AUTOCARS LIMITED

BANGLADESH AUTOCARS LIMITED

NOTICE FOR THE 39TH ANNUAL GENERAL MEETING

Notice is hereby given to the shareholders of Bangladesh Autocars Ltd. that the 39th ANNUAL GENERAL MEETING of the Company to be held on 29th November 2018 at 11.00 am at the Company's Registered Office at 110, Tejgaon I/A, Dhaka-1208. All shareholders are requested to attend the meeting in time. The following business shall be transacted in the meeting.

AGENDA

1. To read and confirm the minutes of the 38th Annual General Meeting of the Company which was held on December 10, 2017.
2. To accept and adopt the Audited Balance Sheet and Accounts of the Company for the year ended 30th June, 2018 along with the detail Directors report and Auditors report thereon.
3. To approve the @ 3% cash and @ 12% Stock dividend for each share of Tk 10/- as recommended by the Board of Director for the year ended 30th June 2018.
4. To elect Directors in terms of Articles of Association of the Company and appoint the Independent Directors as per Corporate Governance Code of BSEC Notification for next one year.
5. To appoint the Auditors of the Company for year 2018-2019 and fix their remuneration.
6. To appoint the Compliance Auditors of the Company for year 2018-2019 and fix their remuneration.
7. To approve installation of LPG facilities in the existing premises or any other suitable location from our own resources and apply to Bangladesh Securities and Exchange Commission (BSEC) for approval of the Right Shares at the ratio of 1:1 at a premium of Tk. 100 per share subject to the approval of BSEC as recommended by the Board of Director for the year ended 30th June 2018.
8. Miscellaneous (if any required)

Dated: November 10, 2018.

On behalf and by order of the
Board of Directors of the company
Sd/-

Anupam Kumer Mondol
Company Secretary.

NOTES:

1. The Record date of the Company was on October 18, 2018 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 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 | Chief Financial Officer |

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

Registered Office

110 Tejgaon I/A, Dhaka-1208

Phone : 880 2 8870467 / 8870468

Fax : 880 2 887069 web: www.bdautocars.com

Email: info@bdautocars110.com

REPORT OF THE BOARD OF DIRECTORS

Dear Shareholders,

It is my proud privilege to welcome you all, once again, to the 39th 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 on 30th June 2018 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. Due to discontinue of Unit -1, its Assets & Liabilities has been transfered and merge with Unit-3.

Unit -2

CNG Re-fueling Station of your Company has become day by day popular amongst the new and old customers. 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 that the gas supply is stable and CNG Compressors and equipments are running satisfactorily.

In the current year ending 30th June 2018, the Revenue has increased by 2.59% being Tk. 2.349 million because of increase in Gas supply to run all the CNG Compressors and increase in sale price from Tk. 38 to Tk. 40 per m³ from June, 2017. As a result, the Company's revenue increased this financial year.

Unit- 3

The Demand in the market for CNG vehicles has increase and therefore the revenue has increased by 50.72.% being Tk. 5.461 million during the year ending on 30th June 2018.

Business Future Plan:

The Company has recommended in its Board Meeting dated 26.09.2018 the possibility to implement installation of LPG facilities in the existing premises or any other suitable location from our own resources and apply to Bangladesh Securities and Exchange Commission (BSEC) for approval of the Right Shares at the ratio of 1:1 at a premium of Tk. 100 per share subject to the approval of BSEC.

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 compressors.

In this year your Company's cost of goods sold has increased by 7.166% being Tk. 6.408 million because of the increase in gas purchase price from Tk. 30 - Tk. 32 per m³ from June, 2017 & others expenditure has also increased. In this year your Company's administrative expenses has decreased by 3.62% being Tk. 0.144 million and financial expenses has decreased by 49.84% being Tk. 1.626 million. Your Company's Management Control of total expenses has resulted in increase of Net profit margin. Moreover, due to effect of deduction of loan liability, the financial cost of company for the year was reduced resulting increase in profit.

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.

Condition	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 2017-2018. Paragraph No-1.7.
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.

Condition	Title	Answer
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.
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 2017-2018. Paragraph No-1.8
1.5(xix)	Declaration of Dividend	3% @ cash and @ 12% 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 2017-2018. Detail described in the paragraph No-1.5.
1.5(xxii)	Director appointment/re-appointment	Complied and separately detail described in the annual report 2017-2018. Paragraph No-1.6.

1.1-Financial Highlight:

The financial result of the Company for the year ended as on 30.06.2018 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. 30.06.18 Tk,000	As on. 30.06.17 Tk,000
Sales Revenue	109,221	101,412
Cost of goods Sold	(95,838)	(89,429)

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Gross Profit	13,383	11,983
Fixed / Operating Expenses	(5,472)	(7,242)
Net Profit	7,911	4,741
W P.P fund	(376)	(226)
Profit Before Tax	7,534	4,515
Provision for Tax	(1,883)	(1,129)
Surplus for the year	5,650	3,386

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>2017-2018</u>	<u>2016-2017</u>
Net Asset against each share Value	Tk 4.30	Tk 2.85
Earnings Per share	Tk 1.52	Tk 0.95
Net operating Cash flow per share	Tk 2.09	Tk 2.72

1.2-Dividend:

The Statement and Accounts with Audited Balance Sheet showed that the company has made profit during the financial year 2017-2018. And thus the Company has declared 3% @ cash & 12% stock dividend for Tk. 10/- each share of each for the year 2017-2018.

1.3-Board Meeting:

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

Name	Title	Attendance
Mr. Mohammad Murad	Chairman	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	Nil
Ms. Fahra Murad	Director	Nil
Mr. Mohammad Musa Meah	Independent Director	Nil
Mr. Rafiqul Islam Dablu	Independent Director	In the 4 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.

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 is 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 Mrs. Rehmat Banu as Director will retire by rotation and being eligible, offers here for re-election.

Independent Director:-As per BSEC Notification and for fulfilling the Compliance of Corporate Governance Policy , the Company to be re-appointed Mr. Rafiqul Islam Dablu as a independent Director of for a period of one year which is subject to confirmation from the shareholders in the next Annual General Meeting.

Appointment of Auditors:

The tenure of the Auditors, of M/S Malek Siddiqui Wali, Chartered Accountants, 9-G, Motijheel C/A, Dhaka-1000 expires at the 39th Annual General Meeting and M/S Rahman MostafaAlam & Co., Chartered Accountants, Paramount Heights (7th Floor D2 & C1), 65/2/1 Box Culvert Road, Purana Paltan, Dhaka-1000 has offered for appointment as Auditor of the Company for the year 2018-2019. It is here by requested to shareholders to appoint M/S Rahman MostafaAlam & Co, Chartered Accountants, as Auditors of the Company and fixes their remuneration for the year 2018-2019.

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, the general people-buyer of our product and everyone of the company interacting in conducting the 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
October 10, 2018

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, 88-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01757-941837
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.** for the year ended 30th June, 2018 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, October 23, 2018

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 is 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 Murd	Director
6	Mr. 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 re-appoint Mr. Rafiqul Islam Dablu as a independent Director for a period of one year which is subject to confirmation from the shareholders in the next Annual General Meeting,

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

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

Audit Committee: The Company has formed the following Audit Committee through the Board of Directors Meeting on 26.11.2017:

(A) Audit Committee :

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

Constitution of Audit Committee: As per Board of Director's Meeting of the Company on 13.09.2018 and 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 is described above.

Chairman of the Audit Committee: Mr. Rafiqul Islam Dablu executed the responsibilities of the Chairman of the Audit Committee.

Scope of work of Audit Committee: Audit Committee works as a sub-committee of the Board of Directors. The Committee shall assist the Board of Directors to ensure that the financial statements reflect true and fair view of the state of affairs of the Company and ensure a good monitoring system within the business and they will be responsible to the Board of Directors. The Chairman of the Audit Committee shall remain present in the Annual General Meeting.

Review of financial statements by the Audit Committee: Audit Committee reviewing the annual financial statements for the year ended 30th June 2018 and placed its recommendation to the Board of Directors.

Role of Audit Committee: Role of audit committee shall include the following

1. Review along with the management the annual financial statements before submission to the Board for approval.
2. Oversea the financial reporting process.
3. Monitor choice of accounting policies and principles.
4. Monitor internal control risk management process.
5. Performance of external auditors.
6. Review the adequacy of internal audit function etc.
7. Review the quarterly and annually audited accounts.

The Audit Committee meeting: The Committee met four times during last financial years ended 30th June 2018 to carry out the following tasks

1. Reviewed various reports of Internal Control & Compliance Department on operational, financial procedures and other activities
2. The Audit Committee reviewed the financial statements for the year ended 30th June 2018
3. Reviewed and discussed the Management Letter, by the external auditor Malek Siddiqui Wali, Chartered Accountants for the year ended 30th June 2018 on the annual audit on financial statements of Bangladesh Autocars Limited;
4. Reviewed the quarterly and half-yearly Reports of the Company.

Based on the review and above discussions, the Audit Committee is of the view that the internal control and compliance procedures are adequate to presents true and fair view of the activities and financial status of the company and to ensure that its assets are safeguarded properly.

Internal Control and Compliance:

The Board has the 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 statuses of other points are giving below

Condition No.	Title	Compliance Status		Remarks
		Complied	Not Complied	
1.0	Board of Directors			
1.1	Board's Size: Board members shall not be less than 5 (Five) and more than 20 (Twenty)	Complied	-	-
1.2	Independent Director			
1.2(i)	Independent Director: At least 1/5th	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 th commission	Complied	-	-

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Condition 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	Directors' Report to Shareholders			
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 there of should be explained.	Complied	-	-
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) 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	-	-
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed	Complied	-	-
1.5 (xxi)	Pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:			
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details);	Complied	-	-

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Condition No.	Title	Complied	Not Complied	Remarks
1.5 (xxi) 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) c)	Executives;	N/A	-	-
1.5 (xxi) d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	Complied	-	-
1.5(xxii)	In case of appointment/re-appointment of a director the company shall disclose the following information to the shareholders:			
1.5(xxii) a)	a brief resume of the director;	Complied	-	-
1.5(xxii) b)	nature of his/her expertise in specific functional areas;	Complied	-	-
1.5(xxii) c)	names of companies in which the person also holds the directorship and the membership of committees of the board.	Complied	-	-
2.00	Chief Financial Officer, Head of Internal Audit & Company Secretary			
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	-	-
3	Audit Committee:			
3 (i)	Audit 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	Constitution of the Audit Committee			
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 without at least 1 (one) independent director	Complied	-	-
3.2	Chairman of the Audit Committee			
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	Role of Audit Committee			
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	-	-

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Condition No.	Title	Complied	Not Complied	Remarks
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	Reporting of the Audit Committee			
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	External/Statutory Auditors:			
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	Subsidiary Company			
5 (i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable	N/A	-	-
5 (ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board.	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	-	-

BANGLADESH AUTOCARS LIMITED

Condition No.	Title	Complied	Not Complied	Remarks
6	Duties of Chief Executive Officer(CEO) and Chief Financial Officer (CFO):			
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	Reporting and Compliance of Corporate Governance:			
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	353,635
2	Mrs. Rehmat Banu	329,470
3	Mrs. Rina Momtaj	78,067
4	Mr. Rahim Murad	86,432
5	Ms. Fahra Murad	184,328
6	Mrs. Rozina Murad	200,576
7	Late. Mrs. Shirin Banu	40,266
8	Late. Habib Charania	40,266
9	Late. Murad Ali Habib	164,728

(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. Jenarul Islam	Asst. Engineer

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

SL. No	Name	Share position
	Nil	Nil

1.6 Appointment of 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: 26 years.

(ii)Nature his Enterprise: Deepto Enterprise.

1.7 Transaction with related Parties:

The Company has Paid Tk. 276,000 to Mr. 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	30.06.2018 TK,000	30.06.2017 TK,000	30.06.2016 TK,000	30.06.2015 TK,000	30.06.2014 TK,000
Paid up Capital	38,625	37,500	36,407	36,407	36,407
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	16,590	10,700	7,150	22,153	20,877
Sales	109,221	101,412	89,313	77,813	57,113
Gross profit/Loss	13,383	11,983	8,544	10,665	11,907
Net profit/Loss	7,911	4,741	1,315	2,040	761
Provision for WPPF	376	226	62	132	72
Total Surplus	(38,563)	(43,328)	(45,786)	(30,782)	(32,058)
Provision for Tax	1,883	1,129	487	630	482
Number of shares	386	375	364	364	364
Earnings per Share -EPS	1.52	0.95	0.22	0.351	0.057

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/CMRRC/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 2018 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

Audit Committee

Date: September 03, 2018

To
The Board of Directors
Bangladesh Autocars Limited
110 Tejgaon I/A
Dhaka

Subject: Audit Committee Report.

The Committee reviewed and discussed the procedure and task of the internal audit, financial report preparation and the external auditor's observations in their reports on the financial statements of the Company for the year ended 30th June 2018. The Committee found adequate arrangement to present a true and fair view of the financial status of the Company and did not find any material deviation, discrepancies or any advance finding in the areas of reporting.

Sd/
Rafiqul Islam Dablu
Chairman
Audit Committee



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
9-G, MOTTJHEEL 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 comprise the Statement of Financial Position as at June 30, 2018 and the Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows 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 and other applicable laws and regulations 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 an 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.

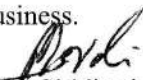
Opinion:

In our opinion, 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 of June 30, 2018 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994 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 & 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
September 30, 2018


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 2018

Particulars	Note			As at 30 June,	As at 30 June,
		Unit - 2	Unit - 3	2018	2017
				Taka	Taka
ASSETS:					
Non-Current Assets:					
Property, Plant & Equipment	2	27,200,588	17,190,868	44,391,456	48,503,303
		27,200,588	17,190,868	44,391,456	48,503,303
Current Assets:					
Inventories	3	4,035,162	3,849,621	7,884,783	8,117,555
Trade debtors	4	430,017	-	430,017	605,467
Advance, deposits and pre-payments	5	3,580,811	10,428,426	14,009,237	12,336,566
Cash and Cash equivalents	6	2,137,647	301,656	2,439,303	2,734,603
		10,183,637	14,579,703	24,763,340	23,794,191
Total Asset		37,384,225	31,770,571	69,154,796	72,297,494
Equity and Liabilities:					
Equity:					
Share capital	11	4,997,108	33,628,012	38,625,120	37,500,120
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		6,147,833	(44,710,886)	(38,563,053)	(43,328,192)
		16,375,909	214,325	16,590,234	10,700,095
Non-Current Liabilities:					
Long Term Loan	12	2,019,585	701,000	2,720,585	3,946,450
Deferred Tax	18	3,551,026	3,908,912	7,459,939	7,699,113
Temporary Loan	13	-	10,157,761	10,157,761	10,157,761
		5,570,611	14,767,673	20,338,285	21,803,324
Current Liabilities:					
Liabilities for expenses	7	7,458,707	409,083	7,867,790	10,946,884
Bank Overdraft	9	-	9,232,330	9,232,330	6,782,970
Others liabilities	8	4,276,824	1,641,450	5,918,275	5,130,545
Finance Lease- Current maturity	12.1	1,225,865	-	1,225,865	10,835,314
Provision for income tax	10	4,402,337	3,579,679	7,982,017	6,098,361
		17,363,734	14,862,543	32,226,276	39,794,074
Inter Unit Balance		(1,926,030)	1,926,030		
Total Equity and Liabilities		37,384,225	31,770,571	69,154,796	72,297,494
Net Assets Value (NAV) per share				4.30	2.85

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 26th September 2018 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-September,2018

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 2018

Particulars	Notes	Unit - 2	Unit - 3	For the year	For the year
				ended 30 June, 2018	ended 30 June, 2017
				Taka	Taka
Sales Revenue	14	92,995,680	16,225,516	109,221,196	101,412,294
Cost of goods sold	15	(83,196,263)	(12,641,797)	(95,838,059)	(89,429,231)
Gross Profit		9,799,417	3,583,719	13,383,137	11,983,063
Administrative expenses	16	(2,806,590)	(1,028,943)	(3,835,533)	(3,979,511)
Financial expenses	17	(1,347,282)	(288,972)	(1,636,254)	(3,262,389)
Net Profit / (Loss) before WPPF and Tax		5,645,544	2,265,805	7,911,350	4,741,163
Provision for WPPF		(268,835)	(107,895)	(376,731)	(225,770)
Net Profit/(Loss) before Tax		5,376,709	2,157,909	7,534,619	4,515,393
Income Tax Expenses:					
Current Tax Provision		(1,344,177)	(539,477)	(1,883,656)	(1,128,848)
Deferred Tax		(73,513)	312,688	239,176	163,391
Net Profit/(Loss) after Tax		3,959,018	1,931,120	5,890,139	3,549,935
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		3,959,018	1,931,120	5,890,139	3,549,935
Basic EPS				1.52	0.95

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 26th September 2018 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 September,2018

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 2018

Particulars	Share capital	General reserve	Tax holiday reserve	Retained earning	Total
Balance (01.07.2017)	37,500,120	9,944,188	6,583,979	(43,328,192)	10,700,095
Net profit/(loss) for this year	-	-	-	5,890,139	5,890,139
Bonus Share	1,125,000			(1,125,000)	-
Balance (30.06.2018)	38,625.120	9,944.188	6,583.979	(38,563.053)	16,590.234

Bangladesh Autocars Limited
Statement of Changes in Equity
For the year ended 30 June 2017

Particulars	Share capital	General reserve	Tax holiday reserve	Retained earning	Total
Balance (01.07.2016)	36,407,890	9,944,188	6,583,979	(45,785,897)	7,150,160
Net profit/(loss) for this year	-	-	-	3,549,935	3,549,935
Bonus Share	1,092,230			(1,092,230)	-
Balance (30.06.2017)	37,500.120	9,944.188	6,583.979	(43,328.192)	10,700.095

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 26th September 2018 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 September, 2018

Sd/
Malek Siddiqui Wali
Chartered Accountants



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

Bangladesh Autocars Limited
Statement of Cash Flows For the year ended on 30 June 2018

	For the year ended June 30, 2018 Taka	For the year ended June 30, 2017 Taka
Cash Flows From Operating Activities:		
Collection from sale and other income	109,351,646	101,309,786
Payments against purchases, supplies, employees & others	(98,701,121)	(86,893,999)
Finance cost paid	(1,636,254)	(3,262,389)
Tax paid	(923,617)	(953,725)
Net cash generated/(used) in operation	8,090,654	10,199,673
Cash Flows From Investment Activities:		
Acquisition of Property, Plant & Equipment	-	-
Net cash generated/(used) in investing activity	-	-
Cash flows From Financing Activities:		
Bank Overdraft	2,449,360	(774,898)
Loans & advance received/(Repaid)	(10,835,314)	(8,865,856)
Net cash generated/(used) financing activity	(8,385,954)	(9,640,754)
Net Cash Inflow / (Outflow) for the period	(295,300)	558,919
Cash & Bank balance at opening	2,734,603	2,175,684
Cash & Bank balance at closing	2,439,303	2,734,603
Net operating cash flow per share (NOCFPS)	2.09	2.72

The financial statements were approved by the Board of Directors as on 26th September 2018 and were signed on its behalf by:

Sd/
Director

Sd/
Managing Director

Sd/
Chairman

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

Dated: Dhaka
30 September, 2018

Sd/
Malek Siddiqui Wali
Chartered Accountants

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

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 Bangladesh Financial Reporting Standard (BFRS) and relative interpretation concern there to.

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 2018.
- ii. Statement of Profit or Loss and Other Comprehensive Income for the year end 30 June 2018.
- iii. Statement of Cash Flows for the year ended 30 June 2018.
- iv. Statement of Changes in Equity for the ended 30 June 2018.
- v. Accounting policies and Explanatory notes.

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

1.7 Comparative information:

Comparative information has been disclosed in respect of the year 2017- 2018 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 2017- 2018 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 Depreciation	Item	Rate of Depreciation
Plant and Machinery	8% and 10%	Transport and Vehicles	10%
Office Equipments	10%	Furniture and Fixtures	6%
Electrical Equipment	20%		

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

1.7 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 Inventories:

Inventories are valued at lower of average cost and net realizable value on 30 June 2018.

1.14 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.

1.15 Loan to/from Inter Units:

These are recognized as inter unit transaction within the company.

1.16 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.

1.17 Liabilities for Expenses:

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

1.18 Other Liabilities:

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

1.19 Revenue Recognition:

Revenue is shown net off return in ward, discount and VAT. Sales revenue is recognized as per IAS 18 "Revenue" on accrual basis as and when significant risk and reward relating to the sold goods passes to buyer and it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable in the normal course of business.

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

1.20 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.

1.21 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.

1.22 Transaction with related parties:

The company has been operating CNG plant unit-2 and unit-3 and 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.

1.23 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:

	30 June 2018	30 June 2017
Cost:		
Opening balance (01.07.2017)	103,927,856	103,927,856
Add: Addition during the year	-	-
	<u>103,927,856</u>	<u>103,927,856</u>
Less: Accumulated Depreciation		
Opeing balance (01.07.2017)	55,424,552	50,895,415
Add: Charged during the year	4,111,847	4,529,138
Closing balance (30.06.2018)	<u>59,536,399</u>	<u>55,424,553</u>
Written down value as on 30.06.2018	<u>44,391,456</u>	<u>48,503,303</u>

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

			For the year ended 30 June, 2018	For the year ended 30 June, 2017
	Unit-2	Unit-3	Taka	Taka

3.0 Inventory:

Spare parts and Raw Materials(3.1)	4,035,162	3,849,621	7,884,783	8,117,555
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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 reporting date of year end by the inventory verification team and found in order.

3.1 Inventory: (Unit-2)	Qty	Amount
Gas Generator Spare parts	239	1,200,345
Others Spare parts	1036	2834817
	<u>1,275</u>	<u>4,035,162</u>
Inventory: (Unit-3)	411	3849621
Total	<u><u>1,686</u></u>	<u><u>7,884,783</u></u>

4.0 Trade Debtors:

Details are shown in Note 4.1. This is arrived at as below:

Opening balance		605,467	2,235,601
Add: Addition during the year		6,384,900	5,320,939
		<u>6,990,367</u>	<u>7,556,540</u>
Less: Received/Adjusted during the year		6,560,350	7,098,581
		<u><u>430,017</u></u>	<u><u>457,959</u></u>

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

4.1 Trade debtors

DPDCL	31,497	-	31,497	31,497
P.W.D	47,128	-	47,128	97,585
RTV	13,859	-	13,859	13,859
Best Clean	31,270	-	31,270	31,270
Continental Insurance Co. Ltd.	14,433	-	14,433	9,079
European Union	-	-	-	56,751
Karnafuli Gas Dis. Company Limited	96,515	-	96,515	35,153
GDS Chemical	68,716	-	68,716	68,988
Mr. Lutfor Rahman (Bay Leasing)	60,855	-	60,855	78,535
Berger Paints	52,488	-	52,488	164,221
Uniqlo	13,256	-	13,256	18,529
Total	<u>430,017</u>	<u>-</u>	<u>430,017</u>	<u>605,467</u>

4.2 Maturity Analysis

Within 30 Days	230,975	343,642
More than 30 Days	47,128	97,585
Within 60 to 90 days	60,855	78,535
More than 90 Days	91,059	85,705
	<u>430,017</u>	<u>605,467</u>

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.

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

	Unit-2	Unit-3	For the year	For the year
			ended 30 June, 2018	ended 30 June, 2017
			Taka	Taka
5. Advance, deposits and pre-payments :				
Advances :				
Advance against VAT (5.01)	-	1,264,436	1,264,436	2,886,988
Advance against income tax	2,045,874	6,693,059	8,738,933	7,815,316
Advance against capital expenditure	183,631	-	183,631	183,631
Advance against security bill	79,457	-	79,457	79,457
Advance against Salary	250,000	91,000	341,000	-
Advance against raw materials purchase	-	2,132,931	2,132,931	102,325
Deposit :				
Security deposit - CDBL	50,000	50,000	100,000	100,000
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 guarnatee margin - Titas Gas	517,676	-	517,676	517,676
Security Money for office rent	100,000	100,000	200,000	200,000
	<u>3,580,811</u>	<u>10,428,426</u>	<u>14,009,237</u>	<u>12,336,566</u>

5.01 Advance against VAT	2,886,988
Adjustment for VAT during the year	(1,622,552)
	<u>1,264,436</u>

Maturity Analysis

Adjustable/realisable within 12 Months	1,025,942	1,068,849
Adjustable/realisable after 12 Months	12,983,295	11,267,717
	<u>14,009,237</u>	<u>12,336,566</u>

- 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.

06. Cash and bank balances :

Cash in hand	331,862	154,215	486,077	156,187
Cash at bank :				
Pubali Bank Limited-1531	1,696,390	-	1,696,390	2,381,974
Agrani Bank - A/c CD – 33001870	44,940	-	44,940	46,015
Mutual Trust Bank Limited - A/c No. -9190	-	17,726	17,726	17,726
Prime Bank Limited - A/c-14378	-	17,935	17,935	17,935
United Commercial Bank Limited A/C-637	-	62,546	62,546	62,546
Al-Falah Islami Bank Ltd A/c- 200891-201	-	42,512	42,512	42,512
Southeast Bank Ltd. CD A/C - 30355	-	6,722	6,722	892
Southeast Bank Ltd., Gulshan br.13532	57,491	-	57,491	702
Shahjalal Islami Bank Ltd. CD A/C - 1911	6,964	-	6,964	8,114
	<u>2,137,647</u>	<u>301,656</u>	<u>2,439,303</u>	<u>2,734,603</u>

- Physical cash in hand was counted and bank balances were reconciled at the year end and found in order.

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

			For the year	For the year
	Unit-2	Unit-3	ended 30 June, 2018	ended 30 June, 2017
			Taka	Taka
07. Liabilities for expenses :				
Salaries and allowances	156,179	52,060	208,238	105,270
Telephone and mobile bill	1,304	435	1,738	2,852
CNG gas bill	6,231,459	-	6,231,459	8,941,327
Electricity bill	1,663	554	2,217	290,915
Generator gas bill	825,168	275,056	1,100,224	1,362,063
Audit fees	86,250	28,750	115,000	115,000
DSE listing fees	37,500	12,500	50,000	50,000
Security Bill	119,186	39,729	158,914	79,457
	<u>7,458,707</u>	<u>409,083</u>	<u>7,867,790</u>	<u>10,946,884</u>

- Liabilities for expenses represents the amount payable in respect of various outstanding expenses as on 30 June 2017
- 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.

08. Other Payable :

Unclaimed dividend	2,100,375	472,251	2,572,626	2,116,626
Jumana bridge levy	-	192,909	192,909	192,909
Development levy	-	240,169	240,169	240,169
Income tax deduction	-	194,253	194,253	194,253
TDS - payable	-	9,930	9,930	9,930
WPPF	1,561,722	531,938	2,093,661	1,716,931
Security for trade Debtors	614,727	-	614,727	659,727
	<u>4,276,824</u>	<u>1,641,450</u>	<u>5,918,275</u>	<u>5,130,545</u>

- 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.
- 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.
- Security for trade debtors represents amount taken from customer being security against credit sale of CNG gas.

09. Bank Overdraft

Balance outstanding at the year end	-	9,232,330	9,232,330	6,782,970
	-	<u>9,232,330</u>	<u>9,232,330</u>	<u>6,782,970</u>

Brief terms & conditions for the above loan:

Name of lender	Southeast Bank Ltd.
Sanction facility	1 crore
Mode of facility	Overdraft
Rate of Interest	9%
Repayment term	Based on fund availability
Security	Personal guarantee of Directors

10. Provision for income tax :

Opening balance	3,058,160	3040202	6,098,361	5,432,140
Less: Adjustment/paid during the year	-	-	-	(462,627)
Add: Addition during the year	1,344,177	539,477	1,883,656	1,128,848
	<u>4,402,337</u>	<u>3,579,679</u>	<u>7,982,017</u>	<u>6,098,361</u>

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

	Unit-2	Unit-3	For the year	For the year
			ended 30 June, 2018	ended 30 June, 2017
			Taka	Taka
11. Share capital :				
Authorised: 10,000,000 ordinary shares of taka 10 each			<u>100,000,000</u>	<u>100,000,000</u>
Issued, subscribed and paid-up				
3,862,512 shares of Tk. 10 each			<u>38,625,120</u>	<u>37,500,120</u>
			<u>38,625,120</u>	<u>37,500,120</u>
Composition of share holding as on 30.06.2018				
Sponsors and Director			38.25%	38.25%
Investment corporation of Bangladesh			7.46%	7.46%
ICB capital management			0.19%	0.19%
Public shareholders			54.10%	54.10%
			<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/CMRRCD/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	139,823	3.62%
51 shares to 100 shares	71,456	1.85%
101 shares to 500 shares	234,841	6.08%
501 shares to 1000 shares	166,861	4.32%
1001 shares to 10000 shares	646,585	16.74%
10001 shares to 20000 shares	285,440	7.39%
20001 shares to 30000 shares	73,388	1.90%
Over 30000 shares	2,244,118	58.10%
	<u>3,862,512</u>	<u>100.00%</u>

12. Long term loan : (Non- Current Maturity)

Customs Debenture:	-	701,000	701,000	701,000
Lease Finance (Note: 12.02)	-	-	-	-
Lease Finance (Note: 12.03)	2,019,585	-	2,019,585	3,245,450
	<u>2,019,585</u>	<u>701,000</u>	<u>2,720,585</u>	<u>3,946,450</u>

12.1 Maturity analysis

Current Maturity (within 1 year)	1,225,865	-	1,225,865
Non-Current Maturity (within 2 to 5 year)		2,019,585	2,019,585
	<u>1,225,865</u>	<u>2,019,585</u>	<u>3,245,450</u>

12.2 Lease Finance(1750)

Opening balance		9,752,794	22,946,620
Prior year Adjustment		-	-
Restated balance		<u>9,752,794</u>	<u>22,946,620</u>
Add. Interest for the year		462,686	2,129,394
Unrecognized delinquent charge		-	-
Less. Paid during the year		<u>(10,215,480)</u>	<u>(15,323,220)</u>
Closing Balance		<u>-</u>	<u>9,752,794</u>

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

			For the year	For the year
	Unit-2	Unit-3	ended 30 June, 2018	ended 30 June, 2017
			Taka	Taka
Maturity analysis of above loan:				
Current Maturity (within 1 year)				9,752,794
Non-Current Maturity (within 2 to 5 year)			-	-
			-	<u>9,752,794</u>
12.3 Lease Finance(2297)				
Opening balance			-	-
Addition during the year			4,327,970	4,900,000
Balance			4,327,970	4,900,000
Add: Interest for the year			480,368	339,664
Less: Paid during the year			(1,562,904)	(911,694)
Balance			<u>3,245,450</u>	<u>4,327,970</u>
Maturity analysis of above loan:				
Current Maturity (within 1 year)			1,225,865	1,082,520
Non-Current Maturity (within 2 to 5 year)			2,019,585	3,245,450
			<u>3,245,450</u>	<u>4,327,970</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 spare parts.

iii. Brief terms & conditions for the long term loan (applicable for note 12 & 13) :

13. Temporary loan :

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

Brief terms & conditions for the long term loan (applicable for note 12 & 13) :

Long term loan description:		Finance Lease 1750	Finance Lease 2297
Name of the loan holder	Mr. Giuliano Vallini		Bay Leasing & Investment Ltd.
Payment Term	N/A		Monthly installment
Rate of Interest	N/A	Fully adjusted	12.50%
Installment size	N/A		130,242
Security			Directors personal property
Total and outstanding installment	N/A		Total 48 and Outstanding 29

This represents the interest free temporary loan taken against repayment of BSRS loan.

14. Sales Revenue

Sale of goods and services	92,995,680	16,225,516	109,221,196	101,412,294
Sales represent the sale of CNG refueling station and CNG materials and services.				

15. Cost of goods sold :

Opening stock	4,412,934	3,704,621	8,117,555	5,336,124
Purchase - import and local	-	7,729,118	7,729,118	7,209,740
Gas bill (CNG)	74,753,621	-	74,753,621	70,841,430
	79,166,555	11,433,739	90,600,294	83,387,294
Factory overhead (Note: 15.1)	8,064,870	5,057,679	13,122,548	14,159,492
	87,231,425	16,491,418	103,722,842	97,546,786
Closing stock	(4,035,162)	(3,849,621)	(7,884,783)	(8,117,555)
Total	<u>83,196,263</u>	<u>12,641,797</u>	<u>95,838,059</u>	<u>89,429,231</u>

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

			For the year	For the year
	Unit-2	Unit-3	ended 30 June, 2018	ended 30 June, 2017
			Taka	Taka
15.1 Factory overhead				
Wages and salaries	1,535,786	511,929	2,047,715	2,064,668
Bonus to workers	125,648	41,883	167,530	173,168
Electric bill	23,517	7,839	31,356	270,000
Diesel Mobile, Oil fuel, and lubricants	8,250	2,750	11,000	9,450
Repairs and maintenance	37,136	12,379	49,514	937,872
Gas bill (generator)	4,110,180	3,210,180	7,320,360	6,937,863
Depreciation	2,224,354	1,270,719	3,495,073	3,766,471
	<u>8,064,870</u>	<u>5,057,679</u>	<u>13,122,548</u>	<u>14,159,492</u>
* Gas bill on CNG sales has been recognized as purchase. Accordingly last year's presentation has been changed. Neither profit nor EPS were effected due to changes of this presentation.				
16. Administrative and selling expenses				
Salary and allowances	511,920	170,652	682,572	688,260
Bonus	41,883.75	13,961	55,845	57,722
Traveling and conveyance	18,528	6,176	24,704	14,863
Entertainment	4,210	1,403	5,613	4,954
Internet line Exp	54,000	18,000	72,000	72,000
Telephone, mobile and fax charges	19,624	6,541	26,165	21,189
Stamp, postage and telegram	3,710	1,237	4,946	8,613
Legal fees and expenses	13,875	4,625	18,500	17,500
Office expenses	11,437	3,812	15,249	17,873
Insurance	247,313	82,438	329,751	329,751
Tiffin bill for workers	29,550	9,850	39,400	40,716
Advertisement	19,010.25	6,337	25,347	78,926
Printing	19,500	6,500	26,000	14,453
Stationery	4,611.75	1,537	6,149	8,406
CDBL annual fees	23,250	7,750	31,000	32,271
CDBL line Charge	58,500	19,500	78,000	84,500
License renewal fees	45,881	15,294	61,175	41,524
Annual general meeting expenses	10,163	3,388	13,550	20,200
Medical expenses	944	315	1,259	2,746
Security bill	715,113	238,371	953,484	968,766
Cleaning charge	2,250	750	3,000	3,000
Listing fees - DSE	75,422	25,141	100,563	100,533
Paper bill	4,106	1,369	5,475	4,395
DCC Membership fees	7,388	2,463	9,850	-
BAPLC Annual fees	11,250	3,750	15,000	15,000
Documentation charge	-	-	-	45,250
Miscellaneous expenses	1,958	653	2,610	4,434
Electricity expenses	7,839	2,613	10,452	90,000
Fire fighting expenses	5,250	1,750	7,000	8,000
Compliance Audit Fees	22,500	7,500	30,000	30,000
Audit fees (Note 16.1)	86,250	28,750	115,000	115,000
Office rent	207,000	69,000	276,000	276,000
Bank guarantee commission	129,825	43,275	173,100	-
Depreciation	392,530	224,244	616,774	762,667
	<u>2,806,590</u>	<u>1,028,943</u>	<u>3,835,533</u>	<u>3,979,512</u>
16.1 Auditors remuneration				
	<u>86,250</u>	<u>28,750</u>	<u>115,000</u>	<u>115,000</u>
	<u>86,250</u>	<u>28,750</u>	<u>115,000</u>	<u>115,000</u>

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

	Unit-2	Unit-3	For the year	For the year
			ended 30 June, 2018	ended 30 June, 2017
			Taka	Taka
17. Financial expenses				
Lease rental interest(1750)	347,015	115,672	462,687	2,129,394
Lease rental interest(2297)	480,369	-	480,369	339,664
Bank overdraft interest	497,280	165,761	663,041	628,674
LTR interest	-	-	-	130,438
L/C Charge	-	-	-	13,546
Bank charges	22,618	7,539	30,157	20,673
	<u>1,347,282</u>	<u>288,972</u>	<u>1,636,254</u>	<u>3,262,389</u>

18 Deferred Tax

Property, Plant & Equipment at Tax base	14,551,701	17,706,849
Property, Plant & Equipment at Tax accounting base	<u>44,391,456</u>	<u>48,503,303</u>
	(29,839,755)	(30,796,454)
Tax Rate	<u>25%</u>	<u>25%</u>
Deferred Tax	<u>7,459,939</u>	<u>7,699,113</u>
Deferred tax income/ expenses during the year	239,176	163,391

19. 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.

20. 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 2018 were as follows:

Name	Nature of Relationship	Nature of Transaction	Transaction			
			Debit	Credit		
Mr. Mohammed Murad	Chairman	Rent	276,000	276,000	-	-
Mr. Giuliano Vallini	Investor	Loan	-	-	10,157,761	10,157,761
			<u>276,000</u>	<u>276,000</u>	<u>10,157,761</u>	<u>10,157,761</u>

21. Earning Per Share (EPS)

Basic EPS

Earning for the year	5,890,139	3,549,935
Weighted Average No. of share outstanding at year end	3,862,512	3,750,012
Earning Per Share	1.52	0.95

- i. The company's sales were increase during the year as well as cost minimising strategy helps the company to boost the company's profit. Moreover, due to effect of deduction of loan liability, the finance cost of company for the year was reduced resulting profit was increased.

Bangladesh Autocars Limited

Notes to the financial statements For the year ended on 30 June 2018

22 Employees minimum pay

Employees earn over or equal Tk. 3,500 but less than 5,000	-
Employees earn over or equal Tk. 5,000	21
	<u>21</u>

23 Remuneration from Directors & Executives

	2017-2018		2016-2017	
	Directors	Executives	Directors	Executives
Remuneration	-	-	-	-
House rent	-	-	-	-
Utilities	-	-	-	-
Bonus	-	-	-	-
Conveyance	-	-	-	-
Medical	-	-	-	-
Leave encashment	-	-	-	-
	-	-	-	-
Number of person	5	-	5	-

23.1 No meeting fee has been paid to the directors during the year.

23.2 The directors are considered executive.

24 Operating Segment

24.1 All non current assets of the Company as at June 30, 2018 are located in Bangladesh.

25 Event after reporting period

The Board of Directors of the company has approved the financial statements as on 26.09.2018 and recommended cash 3% and 12% stock dividend for the financial year June 30, 2018. Except the fact stated above, no circumstances have arisen that to be disclosed as note or adjusted in the financial statements.

26 Compliance of Securities and Exchange Rule - 1987

- i. All shares have been fully called up and paid up.
- ii. The company did not issue preference shares.
- iii. No expenses was paid as royalty and salaries to technical experts etc. in foreign currencies as per para - 8 (KHA) of part - 11 .
- iv. No brokerage was paid against sales during the year under audit.
- v. No amount was payable being contingent liabilities of the Company as on 30.06.2018.
- vi. 4 (Four) Nos. Board Meeting were held during the year under audit.
- vii. Auditors are paid only statutory audit fee approved by the shareholders in the last AGM.
- viii. The company did not earn any foreign currency during the year.
- ix. There are no non - resident shareholders of the company and hence no amount is required to be remitted being dividend.
- x. There is no claim against the company which is being acknowledged as debt.
- xi. No amount was expended by the company for compensating any member of the board for special services rendered.

Bangladesh Autocars Limited
Property, Plant & Equipment
as on 30 June 2018

Particulars	Cost		Rate	Depreciation		Written Down Value (Taka) as on 30.06.2018
	As on 01.07.2017	Addition / Adjustment 30.06.2018		As on 01.07.2017	Charged during the year 30.06.2018	
(Unit - 2)						
Office equipments	6,495,134	-	10%	3,997,607	249,753	2,247,774
Furniture and fixtures	2,903,438	-	6%	1,285,056	97,103	1,521,279
Gas line installation	3,377,613	-	10%	2,184,827	119,279	1,073,507
Electric equipment	7,605,591	-	20%	6,021,865	316,745	1,266,981
Plant and machinery	11,453,247	11,453,247	8%	4,452,754	560,039	6,440,454
	31,835,023	-		17,942,109	1,342,919	12,549,994
Lease Assets						
Plant and machinery	29,756,972	29,756,972	8%	13,832,413	1,273,965	14,650,594
	61,591,995	-		31,774,522	2,616,884	27,200,588
(Unit - 3)						
Plant and machinery	4,346,194	-	10%	4,114,199	23,200	208,796
Transport and vehicles	1,699,680	-	10%	1,455,387	24,429	219,864
Office equipments	3,436,040	-	10%	2,529,271	90,677	816,092
Furniture and fixtures	3,096,975	-	6%	1,718,760	82,693	1,295,522
Plant and machinery - Lease Assets	29,756,972	29,756,972	8%	13,832,413	1,273,965	14,650,594
	42,335,861	-		23,650,030	1,494,963	17,190,868
Total as on 30.06.2018	103,927,856	-		55,424,552	4,111,847	44,391,456
Total as on 30.06.2017	103,927,856	-		50,895,415	4,529,138	48,503,303
Allocation of depreciation:				2018	2017	
		Unit - 2	Unit - 3	Total	Total	
Administrative expenses	-	392,530	224,244	616,774	762,667	
Factory overhead	-	2,224,354	1,270,719	3,495,073	3,766,471	
Total	-	2,616,884	1,494,963	4,111,847	4,529,138	

Running Project

SUPER CNG

FILLING STATION & CONVERSION WORKSHOP