ATLAS BANGLADESH LIMITED

265-267, TONGI INDUSTRIAL AREA, TONGI, GAZIPUR

1st Quarter Un-Audited Financial Statements as at 30 September 2016

Please find below the provisional & un-audited 1st Quarter Financial Statement for the period ended 30 September 2016 as per SEC Notification No.SEC/CMRRD/2008-183/Admin/03-34 dated September 27,2009 & SEC/CFD/Misc/233/2004/615, February 02, 2010.

Statement of Financial Position as at 30 September 2016 (Un-Audited)

Amount in Taka

Particulars	30-Sep-16	30 June 2016
ASSETS		
Non Current Assets (A)		
Property,Plant and Equipment (At cost less depreciation)	3,807,648,185	3,808,435,896
Other Assets	-	-
Total	3,807,648,185	3,808,435,896
CURRENT ASSETS (B)		
Inventories	208,667,377	216,420,764
Trade and Other Receivables	19,660,584	33,630,150
Advance, Deposit & Prepayments	642,964,182	640,612,776
Cash & Cash Equivalents	558,969,541	580,729,508
Total Current Assets	1,430,261,684	1,471,393,198
Total Assets (A+B)	5,237,909,869	5,279,829,094
EQUITY & LIABILITIES		
SHARE HOLDERS EQUITY (A)		
Share Capital	260,740,720	260,740,720
Share Premium	158,182,500	158,182,500
General Reserve	18,000,000	18,000,000
Revaluation reserve	3,636,708,850	3,636,708,850
Capital Reserve	5,215,219	5,215,219
Retained Earnings Brought From the statement of Changes in Equity	513,609,861	531,581,632
Total Shareholders Equity	4,592,457,150	4,610,428,921
NON CURRENT LIABILITY (B)		
Long Term Loan	2,184,296	2,184,296
Obligatory Employee Retairement Benefit (Gratuity)	84,541,533	91,726,032
Deferred Tax Liability	153,986,890	153,986,890
Total Non Current & Liabilities	240,712,719	247,897,218
CURRENT LIABILITIES (C)		
Trade and Other Payables	38,062,342	54,865,388
Unpaid Dividend	56,039,171	56,110,128
Provision for Taxation	310,638,487	310,527,439
Total Current Liabilities	404,740,000	421,502,955
TOTAL EQUITY & LIABILITIES (A+B+C)	5,237,909,869	5,279,829,094
Net Assets Value (NAV) (Tk.)	4,592,457,150	4,610,428,921
Net Assets Value (NAV) per share (Tk.)	176	177

Statement of Profit or Loss and other Comprehensive Income (Un-Audited) For the period ended 30 September 2016.

Amount in Taka

Particulars	For the period July 16 to Sep. 16	Comparative period July 15 to Sep. 15
Net Sales	13,159,533	15,724,058
Less: Cost of Goods Sold	(18,934,389)	(28,770,878)
Gross Profit/(Loss)	(5,764,856)	(13,046,820)
Less: Admin, Selling & Distribution & Financial Exp.	(17,434,387)	(14,297,710)
Operating Income/(Loss)	(23,199,243)	(27,344,530)
Add: Non-Operating Income	5,338,520	7,829,382
Less: Profit cont. to W.P.P.F.	-	-
Net profit/(Loss) before Tax	(17,860,723)	(19,515,148)
Less: Provision for Income Tax	(111,048)	-
Current	111,048	-
Deferred	-	-
Net Profit/(Loss) after tax for the period	(17,971,771)	(19,515,148)
Earning per Share (EPS) (Tk.)	(0.69)	(0.75)

Statement of Cash Flows (Un-Audited) For the period ended 30 September 2016.

Amount in Taka

Particulars	30-Sep-16	30-Sep-15
CASH FLOW FROM OPERATING ACTIVITIES		
Collection from Turnover and other Income	18,508,053	23,553,440
Payment for Costs & Expenses	(39,472,717)	(104,455,708)
Income Tax paid and deducted at Source	(724,346)	(2,596,534)
CASH FLOW FROM INVESTMENT ACTIVITIES		
Acquisition of Fixed Assets	-	-
Disposal of Fixed Assets	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Loan Repaid	-	-
Dividend Paid	(70,957)	(45,890)
Net Cash inflows/(outflows) for the 1st Quarter	(21,759,967)	(83,544,692)
Opening Cash and Bank Balances	580,729,508	795,928,770
Closing Cash and Bank Balances	558,969,541	712,384,078
Net Operating Cash Flow Per Share (NOCFPS) (Tk.)	(0.83)	(3.52)

Statement of changes in Equity (Un-Audited) for the period ended 30 September 2016.

Amount in Taka

Particulars	Share Capital	Capital Reserve	General Reserve	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance at 1st July, 2016	260,740,720	5,215,219	18,000,000	158,182,500	3,636,708,850	531,581,632	4,610,428,921
Net profit/(Loss) after Tax for the period	-	-	-	-		(17,971,771)	(17,971,771)
Less/ Add Prior year's Exp./ Income						-	-
Bonus Share (2015-2016)	-	-	-	-		-	-
Cash Dividend (2015-2016)	-	-	-	-		-	-
Balance as at 30 September 2016	260,740,720	5,215,219	18,000,000	158,182,500	3,636,708,850	513,609,861	4,592,457,150

Statement of changes in Equity (Un-Audited) for the period ended 30 September 2015.

Amount in Taka

Particulars	Share Capital	Capital Reserve	General Reserve	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance at 1st July, 2015	237,037,020	5,215,219	18,000,000	158,182,500	3,791,782,154	620,110,550	4,830,327,443
Net profit/(Loss) after Tax for the period	-	-	-	-		(19,515,148)	(19,515,148)
Less/ Add Prior year's Exp./ Income	-	-	-	-		21,327	21,327
Bonus Share (2014-2015)	-	-	-	-		-	-
Cash Dividend (2014-2015)	-	-	-	-		-	-
Balance as at 30 September 2015	237,037,020	5,215,219	18,000,000	158,182,500	3,791,782,154	600,616,729	4,810,833,622

(Md. Abul Kalam Azad)	(Eng. Md.Abul Kashem)	(M Akbar Ali)	(Md. Imtiaz Hossain Chowdhury)
Deputy Chief Accounts Officer	Managing Director	Director	Chairman

AMARSTOCK

ATLAS BANGLADESH LIMITED
Notes to the 1st quarter un-audited & provisional Financial Statements
For the period ended 30 September 2016

1.00 (a) ABOUT THE COMPANY

Atlas Bangladesh Limited was incorporated as a private Limited Company in 1966 and thereafter as per Government's decision it was converted into a public limited company in 1987. The Company assembles motor cycle and imports spare parts. It also manufactures and markets some of these parts locally. In Bangladesh, Atlas Bangladesh Limited was the sole distributor of Honda Motor Company Limited. Japan, Hero Honda Motors Limited India, HMSI India and Atlas Honda Limited, Pakistan. After separation of business relation with Hero Honda Motors Ltd. ABL engage Distribution and Technical Assistance Agreement with Chongquing Zongshen Group I/E Crop, China. The assembled Motorcycle under this agreement, ABL is marketing under the trade mark of ZONGSHEN-ATLAS.

The shares of the Company are listed in the Dhaka Stock Exchange Limited, Bangladesh. The registered office of the Company is situated at 265-267 Tongi Industrial Area, Tongi, Gazipur.

(b) Components of the Financial Statements:
(i) Statement of Financial Position
(ii) Statement of Profit or Loss and other Comprehensive Income
(iii) Statement of Changes in Equity
(iv) Statement of Cash Flows
(v) Accounting Policies and Explanatory Notes to the Financial Statements.

2.00 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

(a) Fundamental Accounting Concepts/ Assumption
The 1st quarter un-audited & provisional financial statements have been prepared under historical cost convention on accrual basis and such other convention as required by BAS-1 & BAS-34 "Interim financial reporting"and BFRS for fair presentation of financial statements.

(b) Comparative Information:
Comparative information have been disclosed in respect of the 1st quarter for the year 2016-2017 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period financial statement.

(c) Compliance with Local Laws:
The 1st quarter un-audited & provisional financial statements have been prepared in compliance with requirements of the Companies Act, 1994, Securities and Exchange Ordinance 1993, Securities and Exchange Rules 1987, Listing regulations of Dhaka Stock Exchange Limited (DSE) and other relevant local laws and regulations.

(d) Reporting currency and Level of Precision:
The figures in the financial statements have been presented in Bangladesh taka (BDT/Tk.) currency and have been rounded off to the nearest taka where it found necessary.

(e) Reporting period:
1st quarter un-audited & provisional financial statements have been prepared covering one quarter from 1 July 2016 to 30 September 2016.

(f) Foreign currency translation:
Foreign currencies have been translated into Bangladesh taka currency at rates ruling on the dates the transactions were effected.

(g) Inventories:
The stocks of spares and raw materials have been valued at average prices and the stock of finished goods have been valued at cost or net realizable value whichever is lower.

Work-in-process have been valued at prices which include cost of materials plus all conversion costs.

(h) Income Tax Expenses

Current Tax:
Provision for Taxation has been made during the period applying the applicable rate as per Income Tax Ordinance 1984.

Deferred Tax:
Deferred Tax have not been considered 1st quarter un-audited financial statements.

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

(j) Related Party Disclosures

There is no transactions with related parties carried out in the normal course of business in accordance with the requirements of BAS 24: Related Party Disclosures.

(k) Employee Benefit Plan

(i) Short Term Employee Benefits

Short-term employee benefits include salaries, bonuses etc.

(ii) Post-employment benefits:
The Company operates a contributory provident fund scheme, an unfunded gratuity scheme and a group insurance scheme for its permanent employees. Provisions have been made as per rules. The provident fund is administered by Board of Trustees. The gratuity is calculated based on 2 (two) months of last basic pay multiplied by the number of years served. Separate fund created for the gratuity. Separate pension scheme is administered by Bangladesh Steel and Engineering Corporation for Central Cadre Officer (Grad-9 & above) who are entitle for pension and the company contribute monthly 35% of basic salary of central cadre officer for this fund.

(iii) Workers' profit participation fund and workers welfare fund:
Allocation to workers' profit participation fund has been made at 5% on net profit before tax in terms of chapter-15 of the labor Law-2006. Of which 80% relates to Workers' Profit Participation Fund and 20% relates to Welfare Funds & workers welfare foundation Fund.

(l) Key Management Personnel Compensation:

i) Atlas Bangladesh limited is offloaded State own national organization and the Companies compensation packages has been provided as per the National Pay Scale approved by the Government.
ii) no amount was spent by the company for compensating any member of the Board of Directors except Managing Director.
iii) management personnel's compensation included in the Admin,Selling & Distribution & Financial Expenses.

(m) Revaluation surplus/Deficit have not been considered 1st quarter un-audited & provisional financial statements.

(n) There is no current portion of long-term loan.

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	AMOUNT (IN TAKA)	
	30.09.2016	30.06.2016

3.00 PROPERTY, PLANT AND EQUIPMENT : TK. 3,807,648,185

This is made up as follows:

At cost (A)		
Opening balance	3,931,875,573	3,931,684,361
Addition during the period	-	191,212
	3,931,875,573	3,931,875,573
Accumulated depreciation (B)		
Opening balance	123,439,677	119,623,881
Charge during the period	787,711	3,815,796
	124,227,388	123,439,677
Balance (A-B)	3,807,648,185	3,808,435,896

4.00 INVENTORIES : TK. 208,667,377

This is made up as follows:

Raw materials	118,686,205	130,891,510
Work-in progress	1,800,000	-
Finished goods	86,307,026	77,759,230
Store & spares	1,874,146	1,874,146
Store -in-transit	-	3,625,720
	208,667,377	214,150,606

5.00 CASH AND CASH EQUIVALENTS : TK. 558,969,541

This is made up as follows:

Cash in hand	251,808	76,122
Cash at bank	558,717,733	580,653,386
	558,969,541	580,729,508

	AMOUNT (IN TAKA)	
	30.09.2016	30.09.2015

6.00 SALES (NET) : TK. 13,169,533

This is made up as follows:

Motor cycle	14,697,000	16,801,000
Spare parts	443,467	1,159,362
Gross sales	15,140,467	17,960,362
VAT	1,970,934	2,236,304
Net Sales	13,169,533	15,724,058

(Md. Abul Kalam Azad)
Deputy Chief Accounts Officer
& Company Secretary

(Eng. Md.Abul Kashem)
Managing Director

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