Navana CNG Limited

2nd Quarter(Half yearly) Report

Dear Shareholders,

We are pleased to forward herewith the 2nd Quarter (Half yearly) un-audited financial statements which consist of Consolidated statement of financial position as at December 31,2016, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows along with consolidated notes to the financial statements for the 2nd Quarter ended on that date .

Sd/-
Chairman
Dated: Dhaka
January 29,2017

Navana CNG Limited and its subsidiaries

Consolidated Statement of Financial Position (Un-audited)
As at December 31, 2016

	Note	31/12/16	30/06/16
		BD Taka	BD Taka
Assets			
Non-current assets			
Property, plant & equipment, net	**2**	1,213,154,726	1,201,150,228
Intangible Assets	**3**	3,266,719	3,438,652
Capital Work-in-progress	**4**	1,961,472,384	1,197,189,342
Long-term security deposit		47,756,880	47,756,880
Total non-current assets		**3,225,650,709**	**2,449,535,102**
Current assets			
Inventories		967,506,427	846,284,069
Accounts receivable		279,524,621	334,345,611
Other Receivables		247,503,424	250,223,744
Advances, deposits & pre-payments		213,780,579	206,823,764
Investment in shares		19,417,786	18,105,513
Cash & bank balances	**5**	394,382,709	325,137,417
Total current assets		**2,122,115,546**	**1,980,920,118**
Total assets		**5,347,766,255**	**4,430,455,220**
Equity and liabilities			
Capital and reserves			
Share capital		685,285,920	685,285,920
Tax holiday reserve	**6**	216,004,824	216,004,824
Retained Earnings		1,285,881,311	1,250,462,254
Equity attributable to the owners of Company		**2,187,172,055**	**2,151,752,998**
Non-controlling interest		295	282
Total equity		**2,187,172,350**	**2,151,753,280**
Non-current liabilities			
Deferred tax liabilities	**7**	92,029,503	88,169,584
Long term Loan	**8**	1,964,581,702	1,256,543,459
Total non-current liabilities		**2,056,611,205**	**1,344,713,043**
Current liabilities			
Short-term loans	**9**	737,151,840	586,385,386
Provision for income tax	**10**	123,466,215	114,932,255
Payable to sister concern		70,000,000	70,000,000
Payables and accruals	**11**	173,364,645	162,671,256
Total current liabilities		**1,103,982,700**	**933,988,897**
Total liabilities		3,160,593,905	2,278,701,940
Total equity and liabilities		**5,347,766,255**	**4,430,455,220**
Consolidated Net Assets Value Per Share (NAVPS)		**31.92**	**31.40**

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**	**Sd/-**
Chairman	**Chief Executive Officer**	**Director**	**Chief Financial Officer**	**Company Secretary**

Navana CNG Limited and its subsidiaries

Consolidated Statement of Profit or loss and other Comprehensive Income (Un-audited)

For the 2nd Quarter ended December 31, 2016

Particulars	July ' 2016 to December' 2016 BD Taka	July' 2015 to December' 2015 BD Taka	October ' 2016 to December' 2016 BD Taka	October ' 2015 to December' 2015 BD Taka
Revenues	**1,151,292,036**	**1,254,451,762**	573,169,644	698,698,833
Less: Cost of sales	770,704,777	828,169,800	386,825,254	464,838,730
Gross profit	**380,587,259**	**426,281,962**	**186,344,390**	**233,860,103**
Less: Administration & selling expenses	207,102,512	231,263,204	121,001,654	145,367,055
Less: Interest expenses	41,201,475	64,138,929	9,111,530	26,936,029
Operating profit	**132,283,272**	**130,879,829**	**56,231,206**	**61,557,019**
Add: Other income	2,566,895	3,925,744	1,518,942	1,483,862
Profit before contribution to WPPF	**134,850,167**	**134,805,573**	**57,750,148**	**63,040,881**
Less : Contribution to WPPF	6,421,436	6,419,313	2,750,007	3,001,946
Net profit before tax holiday reserve	**128,428,731**	**128,386,260**	**55,000,141**	**60,038,935**
Less : Tax holiday reserve	-	5,251,610	-	441,980
Net profit after tax holiday reserve	**128,428,731**	**123,134,650**	**55,000,141**	**59,596,955**
Less: Income tax expenses	**35,006,846**	**23,212,171**	**14,779,024**	**6,319,036**
Current tax	31,343,768	21,791,807	12,769,701	1,763,726
Deferred tax expenses	3,663,078	1,420,364	2,009,323	4,555,310
Net profit after tax	**93,421,885**	**99,922,479**	**40,221,118**	**53,277,919**
Investment Valuation surplus	1,312,273	(189,902)	971,366	3,953,772
Less: Deferred tax adjustment	196,841	-	145,705	-
	1,115,432	(189,902)	825,661	3,953,772
Total comprehensive income for the period	**94,537,317**	**99,732,577**	**41,046,779**	**57,231,691**
Number of shares	**68,528,592**	**68,528,592**	**68,528,592**	**68,528,592**
Consolidated Earnings per share	**1.36**	**1.53**	**0.59**	**0.78**

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chairman	**Chief Executive Officer**	**Director**	**Chief Financial Officer**	**Company Secretary**

Navana CNG Limited and its subsidiaries
Consolidated Statement of Cash Flows (Un-audited)
For the 2nd quarter ended December 31, 2016

	July ' 2016 to December' 2016	July' 2015 to December' 2015
	BD Taka	BD Taka
Cash flows from operating activities		
Receipts from customers	1,206,113,025	1,184,816,335
Receipts from Other income	2,566,895	3,925,744
Payments for materials, services and expenses	(1,067,596,813)	(1,137,287,451)
Cash generated from operations	**141,083,107**	**51,454,628**
Income tax paid	(22,809,808)	(21,280,638)
Net cash generated by operating activities	**118,273,299**	**30,173,990**
Cash flows from investing activities		
Acquisition of property, plant and equipment	(55,053,589)	(94,440,613)
Capital work in Progress	(705,506,000)	(36,577,159)
Advance for Land and Machinery	-	(205,220,441)
Long-term security deposits	-	(5,318,210)
Net cash used in investing activities	**(760,559,589)**	**(341,556,423)**
Cash flows from financing activities		
Bank Interest	(41,201,475)	(46,158,462)
Long Term Loan	649,261,201	471,423,453
Short-term loans	150,766,454	109,015,539
Dividend paid	(47,294,598)	(51,521,747)
Debenture Loan	-	(250,000,000)
Net cash used in financing activities	**711,531,582**	**232,758,783**
Net changes in cash and cash equivalents	**69,245,292**	**(78,623,650)**
Cash and cash equivalents at the beginning of period	**325,137,417**	**389,873,187**
Cash and cash equivalents at the end of period	**394,382,709**	**311,249,537**
Consolidated Net operating cash flows per share	**1.73**	**0.44**

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**	**Sd/-**
Chairman	**Chief Executive Officer**	**Director**	**Chief Financial Officer**	**Company Secretary**

Navana CNG Limited and its subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)
For the 2nd Quarter ended December 31, 2016

	Share capital	Tax holiday reserve	Retained earnings	Attributable to owners of the Company	Non-controlling interests	Total
	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Balance as at July 01,2015	**685,285,920**	**210,922,589**	**1,089,791,410**	**1,985,999,919**	**187**	**1,986,000,106**
Net profit for the period	-	-	99,732,578	99,732,578	26	99,732,604
Adj. for change in share holding of sub.			111	111	(111)	-
Tax Holiday reserve	-	5,251,610	-	5,251,610	-	5,251,610
Dividend	-	-	(51,521,747)	(51,521,747)	-	(51,521,747)
Balance as at December 31,2015	**685,285,920**	**216,174,199**	**1,138,002,352**	**2,039,462,471**	**102**	**2,039,462,572**
Balance as at July 01,2016	**685,285,920**	**216,004,824**	**1,250,462,254**	**2,151,752,998**	**282**	**2,151,753,280**
Net profit for the period	-	-	94,537,305	94,537,305	13	94,537,317
Dividend			(59,118,248)	(59,118,248)	-	(59,118,248)
Balance as at December 31,2016	**685,285,920**	**216,004,824**	**1,285,881,311**	**2,187,172,055**	**295**	**2,187,172,350**

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chairman	**Chief Executive Officer**	**Director**	**Chief Financial Officer**	**Company Secretary**

Navana CNG Limited and its subsidiaries
Consolidated notes to the Financial Statements
For the 2nd Quarter ended December 31,2016

1. Corporate information

Navana CNG Limited was incorporated in on April 19, 2004 and principal activities of the Company is conversion of petrol and diesel driven vehicles to Compressed Natural Gas (CNG) driven vehicles, CNG Re-fueling stations and other related services. The company has three fully owned subsidiary companies of which **Navana Engineering Limited** & **Navana Welding Electrode Limited** are in operation and **Navana LPG Limited** incorporated in 2015 but yet to start it's commercial production.

		31/12/16	30/06/16
		BD Taka	BD Taka
2.	**Property, plant & equipment, net**		
	Land and land develop.	395,222,043	395,222,043
	Building & Shed	102,426,890	95,194,715
	Plant & Machinery	503,009,988	509,341,397
	Tools & equipment	86,021,372	86,975,133
	Furniture & fixtures	12,896,435	12,566,992
	Electrical equipment	25,929,326	27,206,517
	Office equipment	6,083,858	6,157,291
	Vehicles	81,564,814	68,486,141
		1,213,154,726	**1,201,150,228**
3.	**Intengible Assets**		
	Software System ERP	**3,266,719**	**3,438,652**
		3,266,719	**3,438,652**
4.	**Capital Work-in-progress**		
	Opening Balance	1,197,189,342	691,583,363
	Addition for the period	764,283,042	594,902,650
	Less: Transfer to Property, plant and equipment	-	89,296,671
	Closing balance	**1,961,472,384**	**1,197,189,342**
5.	**Cash & bank balances**		
	Cash in Hand	43,638,536	38,549,191
	Cash at Bank	350,744,173	286,588,226
		394,382,709	**325,137,417**
6.	**Tax holiday reserve**		
	Opening Balance	216,004,824	210,543,141
	Addition for the period	-	5,461,683
	Closing balance	**216,004,824**	**216,004,824**

		31/12/16	30/06/16
		BD Taka	BD Taka
7.	**Deferred tax liabilities**		
	Opening balance	88,169,584	73,203,947
	Add. : Provision for the period	3,859,919	14,965,637
	Closing balance	**92,029,503**	**88,169,584**
8.	**Long term loan**		
	City Bank Limited, Gulshan Avenue Br.	985,472,103	450,821,071
	One Bank Limited, Gulshan Br.	633,992,073	460,604,862
	Dues to Director (Mr. Shafiul Islam , Chairman)	345,117,526	345,117,526
		1,964,581,702	**1,256,543,459**

Long term loan from City Bank Limited taken for Navana LPG Limited. There is no current portion of long tern loan.

Dues to Directors is un-secured and Interest free loan from Mr. Shafiul Islam, Chairman.

9.	**Short-term loans**		
	Shahjalal Islami Bank Ltd.	58,182,499	112,740,443
	Standard Bank Ltd.	20,000,296	85,851,111
	One Bank Ltd.	653,634,113	383,995,270
	Mercantile Bank Ltd. (LTR)	5,334,932	3,798,562
		737,151,840	**586,385,386**
10.	**Provision for income tax**		
	Opening Balance	114,932,255	62,145,246
	Addition for the period	31,343,768	91,725,191
		146,276,023	153,870,437
	Less: Paid in Advance	22,809,808	38,938,182
	Closing balance	**123,466,215**	**114,932,255**
11.	**Payables and accruals**		
	Account payables	27,208,098	24,174,080
	Liabilities for Expenses	101,349,139	89,149,371
	Workers profit participation fund	21,367,937	14,946,500
	Sundry payables	2,238,199	13,128,415
	Unclaimed Dividend	21,201,272	21,272,890
		173,364,645	**162,671,256**