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, 2017, 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 30,2018

Navana CNG Limited and its subsidiaries

Consolidated Statement of Financial Position (Un-audited)

As at December 31, 2017

	Note	31/12/17	30/06/17
		BD Taka	BD Taka
Assets			
Non-current assets			
Property, plant & equipment, net	**2**	4,561,397,623	1,733,473,061
Intangible Assets	**3**	2,940,047	3,094,787
Capital Work-in-progress	**4**	1,626,504,558	3,455,262,078
Long-term security deposit		48,368,392	48,020,364
Investment in shares		22,546,530	21,784,512
Total non-current assets		**6,261,757,150**	**5,261,634,802**
Current assets			
Inventories		1,580,867,244	1,237,714,938
Accounts receivable		367,812,996	331,117,517
Other Receivables		47,316,425	46,703,616
Advance against land		15,000,000	15,000,000
Advances, deposits & pre-payments		540,304,401	429,248,236
Cash & bank balances	**5**	310,597,621	321,836,046
Total current assets		**2,861,898,687**	**2,381,620,353**
Total assets		**9,123,655,837**	**7,643,255,155**
Equity and liabilities			
Capital and reserves			
Share capital		685,285,920	685,285,920
Tax holiday reserve		216,004,824	216,004,824
AFS Reserve		3,812,965	3,127,149
Retained Earnings		1,423,644,101	1,399,193,844
Equity attributable to the owners of Company		**2,328,747,810**	**2,303,611,737**
Non-controlling interest		139	328
Total equity		**2,328,747,949**	**2,303,612,065**
Non-current liabilities			
Deferred tax liabilities	**6**	103,904,462	102,658,878
Security Retention Money		378,342,304	85,977,451
Long term Loan-net of current maturity	**7**	3,653,621,382	3,067,005,774
Total non-current liabilities		**4,135,868,148**	**3,255,642,103**
Current liabilities			
Long term Loan- current maturity	**7**	142,964,908	133,743,267
Short-term loans	**8**	1,646,045,263	1,127,704,273
Provision for income tax	**9**	152,232,860	142,142,984
Current account with Aftab automobiles limited		120,000,230	120,000,230
Sister- company payable		353,086,130	377,493,060
Payables and accruals	**10**	244,710,349	182,917,174
Total current liabilities		**2,659,039,740**	**2,084,000,987**
Total liabilities		6,794,907,888	5,339,643,091
Total equity and liabilities		**9,123,655,837**	**7,643,255,155**
Consolidated Net Assets Value Per Share (NAVPS)		**33.98**	**33.62**

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, 2017

Particulars	July ' 2017 to December' 2017 BD Taka	July' 2016 to December' 2016 BD Taka	October ' 2017 to December' 2017 BD Taka	October ' 2016 to December' 2016 BD Taka
Revenues	1,683,925,559	1,151,292,036	933,415,906	573,169,644
Less: Cost of sales	1,136,656,943	770,704,777	633,965,577	386,825,254
Gross profit	**547,268,616**	**380,587,259**	**299,450,329**	**186,344,390**
Less: Administration & selling expenses	256,778,963	207,102,512	153,053,265	121,001,654
Less: Interest expenses	158,442,846	41,201,475	81,261,377	9,111,530
Operating profit	**132,046,807**	**132,283,272**	**65,135,687**	**56,231,206**
Add: Other income	1,518,291	2,566,895	1,052,356	1,518,942
Profit before contribution to WPPF	**133,565,098**	**134,850,167**	**66,188,043**	**57,750,148**
Less : Contribution to WPPF	8,757,023	6,421,436	5,548,592	2,750,007
Net profit before tax	**124,808,076**	**128,428,731**	**60,639,452**	**55,000,141**
Less: Income tax expenses	**41,925,575**	**35,006,845**	**24,911,193**	**14,779,023**
Current tax	40,756,193	31,343,768	25,578,054	12,769,701
Deferred tax expenses	1,169,382	3,663,078	(666,861)	2,009,323
Net profit after tax	**82,882,500**	**93,421,886**	**35,728,258**	**40,221,118**
Investment Valuation surplus	762,018	1,312,273	619,845	971,366
Less: Deferred tax adjustment	(76,202)	(196,841)	(61,984)	(145,705)
	685,816	1,115,432	557,861	825,661
Total comprehensive income for the period	**83,568,316**	**94,537,318**	**36,286,119**	**41,046,779**
Number of shares	**68,528,592**	**68,528,592**	**68,528,592**	**68,528,592**
Consolidated Earnings per share	**1.21**	**1.36**	**0.52**	**0.59**

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, 2017

	July ' 2017 to December' 2017	July ' 2016 to December' 2016
	BD Taka	BD Taka
Cash flows from operating activities		
Receipts from customers	1,647,230,079	1,206,113,025
Receipts from Other income	1,518,291	2,566,895
Payments for materials, services and expenses	(1,777,442,279)	(1,067,596,813)
Cash generated from operations	**(128,693,909)**	**141,083,107**
Income tax paid	(30,666,317)	(22,809,808)
Net cash generated by operating activities	**(159,360,226)**	**118,273,299**
Cash flows from investing activities		
Acquisition of property, plant and equipment	(37,795,664)	(55,053,589)
Capital work in Progress	(1,037,132,677)	(705,506,000)
Net cash used in investing activities	**(1,074,928,341)**	**(760,559,589)**
Cash flows from financing activities		
Bank Interest	(158,442,846)	(41,201,475)
Long Term Loan	595,837,249	649,261,201
Sister company transaction	25,200,407	-
Short-term loans	518,340,989	150,766,454
Security Retention money	292,364,853	-
Dividend paid	(50,250,510)	(47,294,598)
Net cash used in financing activities	**1,223,050,142**	**711,531,582**
Net changes in cash and cash equivalents	**(11,238,425)**	**69,245,292**
Cash and cash equivalents at the beginning of period	**321,836,046**	**325,137,417**
Cash and cash equivalents at the end of period	**310,597,621**	**394,382,709**
Consolidated Net operating cash flows per share	**(2.33)**	**1.73**

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, 2017

	Share capital	Tax holiday reserve	AFS 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	BD Taka
Balance 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	94,537,318
Dividend	-	-	-	(59,118,248)	(59,118,248)	-	(59,118,248)
Balance at December 31,2016	**685,285,920**	**216,004,824**	**-**	**1,285,881,311**	**2,187,172,055**	**295**	**2,187,172,350**
Balance at July 01,2017	**685,285,920**	**216,004,824**	**3,127,149**	**1,399,193,844**	**2,303,611,737**	**328**	**2,303,612,065**
AFS reserve			**685,816**	**-**	**685,816**	**-**	**685,816**
Net profit for the period	-	-		83,568,505	83,568,505	(189)	83,568,316
Dividend				(59,118,248)	(59,118,248)	-	(59,118,248)
Balance at December 31,2017	**685,285,920**	**216,004,824**	**3,812,965**	**1,423,644,101**	**2,328,747,810**	**139**	**2,328,747,949**

Sd/-
Chairman

Sd/-
Chief Executive Officer

Sd/-
Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Navana CNG Limited and its subsidiaries
Consolidated notes to the Financial Statements
For the 2nd Quarter ended December 31,2017

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.

		31/12/17	30/06/17
		BD Taka	BD Taka
2.	**Property, plant & equipment, net**		
	Land and land develop.	765,094,943	762,541,236
	Building & Shed	830,735,876	179,259,465
	Plant & Machinery	2,303,805,674	562,943,156
	Cylinder	409,305,756	-
	Tools & equipment	115,725,698	90,230,369
	Furniture & fixtures	18,632,927	15,171,999
	Electrical equipment	23,402,699	24,604,478
	Office equipment	5,749,658	6,009,423
	Vehicles	88,944,393	92,712,935
		4,561,397,623	**1,733,473,061**
3.	**Intengible Assets**		
	Software System ERP	2,940,047	3,094,787
		2,940,047	**3,094,787**
4.	**Capital Work-in-progress**		
	Opening Balance	3,455,262,078	1,197,189,342
	Addition for the period	1,037,132,677	2,532,198,461
		4,492,394,755	3,729,387,803
	Less: Transfer to Property, plant and equipment	2,865,890,197	274,125,725
	Closing balance	**1,626,504,558**	**3,455,262,078**
5.	**Cash & bank balances**		
	Cash in Hand	46,735,320	32,596,686
	Cash at Banks :		
	Fixed deposit receipt (FDR)	89,905,692	71,589,970
	Cash at Bank	173,956,609	217,649,390
		310,597,621	**321,836,046**

		31/12/17	30/06/17
		BD Taka	BD Taka
6.	**Deferred tax liabilities**		
	Opening balance	**102,658,878**	**88,169,584**
	Add. : Provision for the period	1,245,584	14,489,294
	Closing balance	**103,904,462**	**102,658,878**
7.	**Long term loan**		
	City Bank Limited, Gulshan Avenue Br.	2,281,181,904	2,151,395,325
	Shahjalal Islami Bank Limited	470,228,625	32,870,738
	One Bank Limited, Gulshan Br.	700,058,235	671,365,452
	Dues to Director (Mr. Shafiul Islam , Chairman)	345,117,526	345,117,526
		3,796,586,290	**3,200,749,041**
	Less: Long Term Loan- Current portion	142,964,908	133,743,267
	Long Term Loan- net of current portion	**3,653,621,382**	**3,067,005,774**

Long term loan from City Bank Limited & Shahjalal Islami Bank Limited taken for Navana LPG Limited.

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

8.	**Short-term loans**		
	Shahjalal Islami Bank Ltd.	604,262,339	436,192,794
	Standard Bank Ltd.	49,623,299	61,237,488
	One Bank Ltd.	851,860,417	623,681,099
	City Bank Limited	117,263,790	-
	Mercantile Bank Ltd.	23,035,418	6,592,892
		1,646,045,263	**1,127,704,273**
09.	**Provision for income tax**		
	Opening Balance	142,142,984	114,932,255
	Addition for the period	40,756,193	73,110,162
		182,899,177	188,042,417
	Less: Paid in Advance	(30,666,317)	(45,899,433)
	Closing balance	**152,232,860**	**142,142,984**
10.	**Payables and accruals**		
	Account payables	38,295,493	26,018,337
	Liabilities for Expenses	119,982,078	111,808,652
	Workers profit participation fund	19,267,262	10,510,239
	Sundry payables	16,125,735	8,993,508
	Other Payables	25,591,084	-
	Unclaimed Dividend	25,448,697	25,586,438
		244,710,349	**182,917,174**