Saif Powertec Limited
72, Mahakhali C/A,
Rupayan Centre (8th Floor), Dhaka 1212

Saif Powertec Limited

Consolidated Financial Statements (un-audited)
for the period ended 30 September 2016

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Saif Powertec Limited

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

	Notes	Amount in Taka			
		At 30 September 2016		At 30 June 2016	
		Consolidated	The Company	Consolidated	The Company
Assets					
Non-current assets					
Property, plant and equipment	4	1,613,122,026	1,478,528,300	1,612,862,138	1,483,778,544
Capital works-in-progress	5	2,226,573,262	2,226,573,262	2,154,601,625	2,154,601,625
Investment in subsidiary company	6	-	80,000,000	-	80,000,000
		3,839,695,288	**3,785,101,562**	**3,767,463,763**	**3,718,380,169**
Current assets					
Inventories	7	660,961,104	658,320,566	495,561,389	492,204,690
Accounts and others receivable	8	806,183,227	803,038,056	815,897,071	812,766,401
Advances, deposits and prepayments	9	842,979,464	837,589,949	827,623,061	822,163,723
Fixed deposit receipt (FDR)	10	281,295,140	281,295,140	227,402,573	227,402,573
Cash and cash equivalents	11	62,028,377	61,672,568	56,677,885	55,601,762
		2,653,447,312	**2,641,916,279**	**2,423,161,979**	**2,410,139,149**
Total assets		**6,493,142,600**	**6,427,017,841**	**6,190,625,742**	**6,128,519,319**
Equity and liabilities					
Capital and reserves					
Share capital	12	915,711,400	915,711,400	915,711,400	915,711,400
Share premium	13	418,345,180	418,345,180	418,345,180	418,345,180
Revaluation reserve	14	82,059,122	82,059,122	82,059,122	82,059,122
Retained earnings	15	874,241,295	863,530,321	710,032,817	701,690,276
		2,290,356,997	2,279,646,023	2,126,148,519	2,117,805,978
Non-controlling interest	16	22,677,744	-	22,085,635	-
		2,313,034,741	**2,279,646,023**	**2,148,234,155**	**2,117,805,978**
Non-current liabilities					
Long term loan from banks and NBFIs	17	1,521,859,757	1,521,859,757	1,213,149,869	1,213,149,869
Deferred tax liability	19	68,179,705	59,481,992	66,005,062	58,749,000
		1,590,039,462	**1,581,341,749**	**1,279,154,931**	**1,271,898,869**
Current Liabilities					
Current portion of long-term loan	18	294,908,873	294,908,873	259,140,617	259,140,617
Short term loan	20	1,545,493,459	1,545,493,459	1,464,592,974	1,464,592,974
Share money refundable		1,242,750	1,242,750	1,242,750	1,242,750
Accounts payable	21	283,969,309	261,587,388	447,240,532	424,337,012
Accrued expenses	22	399,055,975	397,399,568	347,094,353	345,575,689
Obligation to contract clients	23	-	-	189,316,735	189,316,735
Workers profit participation/Welfare fund	24	65,398,031	65,398,031	54,608,695	54,608,695
		2,590,068,397	**2,566,030,069**	**2,763,236,656**	**2,738,814,472**
Total shareholders' equity and liabilities		**6,493,142,600**	**6,427,017,841**	**6,190,625,742**	**6,128,519,319**
Net asset value per share of Taka 10 each		**25.01**	**24.89**	**23.22**	**23.13**
Net asset value per share without revaluation of Taka 10 each		**24.12**	**24.00**	**22.32**	**22.23**

The annexed notes form an integral part of the Statement of Financial Position.

for Saif Powertec Limited

Chairman | **Managing Director** | **Director**

Chief Financial Officer | **Company Secretary**

SAIF POWERTEC LIMITED 6TH FLOOR RUPAYAN CENTRE 72, MOHAKHALI, DHAKA

Saif Powertec Limited

Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
for the period from 1st July 2016 to 30th September 2016

Amount in Taka

	Notes	1st July 2016 to 30 September 2016		1st July 2015 to 30 September 2015	
		Consolidated	The Company	Consolidated Re-stated	The Company Re-stated
Revenue					
Sales (net)	25	761,076,538	743,407,179	529,928,148	516,592,990
Cost of sales	26	(379,361,745)	(366,207,073)	(278,976,166)	(268,430,608)
Gross profit		**381,714,793**	**377,200,106**	**250,951,982**	**248,162,382**
General and administrative expenses	27	(56,239,115)	(55,845,628)	(48,785,979)	(48,417,495)
Profit from operations		**325,475,678**	**321,354,478**	**202,166,003**	**199,744,887**
Other income		7,457,288	7,021,613	11,440,143	10,897,513
Finance costs	28	(101,802,225)	(101,800,028)	(76,253,367)	(75,297,196)
Net profit before WPPF		**231,130,741**	**226,576,063**	**137,352,780**	**135,345,204**
Workers profit participation/Welfare fund		(10,789,336)	(10,789,336)	(6,445,010)	(6,445,010)
Net profit after WPPF		**220,341,405**	**215,786,727**	**130,907,770**	**128,900,195**
Income tax expenses	29	(55,540,819)	(53,946,682)	(32,927,700)	(32,225,049)
Net profit after tax		164,800,586	161,840,045	97,980,070	96,675,146
Profit attributable to ordinary shareholders					
Non controlling interest (20%)		(592,108)	-	(260,985)	-
		164,208,478	**161,840,045**	**97,719,085**	**96,675,146**
Basic Earnings per share	30	**1.79**	**1.77**	**1.38**	**1.36**
Re-stated Earnings per share	30	**1.79**	**1.77**	**1.07**	**1.06**

Appropriation of subsidiary company's net profit :

Saif Powertec Limited (parent company) - 80%	**2,368,433**	**1,043,939**
Non-controlling interest (minority interest) - 20%	**592,108**	**260,985**
	2,960,541	**1,304,924**

The annexed notes form an integral part of the Statement of Profit or Loss and other Comprehensive Income.

for Saif Powertec Limited

Chairman | **Managing Director** | **Director**

Chief Financial Officer | **Company Secretary**

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72,MOHAKHALI DHAKA

Saif Powertec Limited

Consolidated Statement of Changes in Equity (Un-audited)

for the period from 1st July 2016 to 30th September 2016

Amounts in Taka

	Share capital	Share premium	Revaluation reserve	Retained earnings	Non-Controlling Interest	Total
Balance at 01 July 2015	709,853,800	418,345,180	96,540,144	514,593,843	20,529,995	1,759,862,962
Share of profit of subsidiary company	-	-	-		260,985	260,985
Net income for the year				97,719,085		97,719,085
Balance at 30 September 2015	**709,853,800**	**418,345,180**	**96,540,144**	**612,312,928**	**20,790,980**	**1,857,843,031**
Balance at 01 July 2016	915,711,400	418,345,180	82,059,122	710,032,817	22,085,636	2,148,234,155
Net income for the period	-	-	-	164,208,478		164,208,478
Share of profit of subsidiary company	-	-	-		592,108	592,108
Balance at 30 September 2016	**915,711,400**	**418,345,180**	**82,059,122**	**874,241,295**	**22,677,744**	**2,313,034,741**

for Saif Powertec Limited

Chairman | **Managing Director** | **Director**

Chief Financial Officer | **Company Secretary**

SAIF POWERTEC LIMITED * 6TH FLOOR RUPAYAN CENTRE * DHAKA

Saif Powertec Limited

Consolidated Statement of Cash Flows (Un-audited)

for the period from 1st July 2016 to 30th September 2016

	Amount in Taka			
	Period ended 30 September 2016		Period ended 30 September 2015	
	Consolidated	The Company	Consolidated Re-stated	The Company Re-stated
Cash flows from operating activities				
Cash receipt from customers and others	588,930,935	570,840,402	506,868,992	490,071,505
Cash paid to employees and suppliers	(608,652,506)	(597,007,443)	(97,172,180)	(92,752,039)
Cash generate from operating activities	**(19,721,570)**	**(26,167,040)**	**409,696,812**	**397,319,466**
Paid against advance income tax	(28,163,932)	(28,056,345)	(21,838,125)	(21,382,925)
Net cash provided by operating activities (A)	**(47,885,502)**	**(54,223,385)**	**387,858,687**	**375,936,541**
Cash flows from investing activities				
Purchase of property, plant and equipment	(32,893,822)	(25,837,822)	(10,886,699)	(10,886,699)
Capital works-in-progress	(183,554,021)	(183,554,021)	(227,458,791)	(227,458,791)
Fixed deposit receipt (FDR)	(53,892,567)	(53,892,567)	(8,442,659)	(8,442,659)
Advance againts property plant & equipment	-	-	(154,114,000)	(154,114,000)
Net cash used in investing activities (B)	**(270,340,410)**	**(263,284,410)**	**(400,902,149)**	**(400,902,149)**
Cash flows from financing activities				
Short term loan received	294,299,163	294,299,163	120,225,496	126,115,043
Short term loan re-paid	(213,398,678)	(213,398,678)	(136,071,900)	(136,071,900)
Interest and financial expenses	(101,802,225)	(101,800,028)	(76,253,367)	(75,297,196)
Long term loan received	381,584,273	381,584,273	61,675,586	67,445,629
Long term loan re-paid	(37,106,129)	(37,106,129)	(37,756,615)	(37,756,615)
Net cash provided by financing activities (C)	**323,576,404**	**323,578,601**	**(68,180,800)**	**(55,565,039)**
Net changes in cash and cash equivalents (A+B+C)	5,350,492	6,070,806	(81,224,262)	(80,530,647)
Opening cash and cash equivalents	56,677,885	55,601,762	195,610,251	193,839,997
Closing cash and cash equivalents	**62,028,377**	**61,672,568**	**114,385,989**	**113,309,350**
				-
Net Operating cash flows per share	**(0.52)**	**(0.59)**	**5.46**	**5.30**

for Saif Powertec Limited

M. Sultana
Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary

SAIF POWERTEC LIMITED 6TH FLOOR RUPAYAN CENTRE DHAKA

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

1. Reporting entity

Saif Powertec Limited (hereinafter referred to as 'the company') was incorporated on 29 December 2003 as a private limited company under Companies Act 1994. The company has since been converted into a public limited company vide a special resolution of the shareholders in their extra ordinary general meeting held on 28 June 2010. The registered office of the company is 72, Mohakhali, Rupayan Centre (8th Floor), Dhaka 1212.

1.1 Nature of business

Principal activity of the company is to carry on business of infrastructure-support service. The company is also engaged in importing, trading, assembling and installing generators, sub-stations, electrical equipment and grid-lines, installation and erection of power plants as well as acts as a berth/ terminal operator for operation of Chittagong Container Terminal (CCT) and New Mooring Container Terminal (NCT) of Chittagong Port Authority (CPA)

1.2 Subsidiary company

Saif Plastic & Polymer Industries Limited, a subsidiary company of Saif Powertec Limited was incorporated on 13 November 2010 as a private limited company under Companies Act 1994 with an authorised capital of Taka 200,000,000 divided into 20,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 100,000,000. Saif Powertec Limited holds 80% shares of Saif Plastic & Polymer Industries Limited (the subsidiary). The registered office of the subsidiary is located at 72, Mohakhali, Rupayan Centre (8th Floor), Dhaka 1212. Saif Plastic & Polymer Industries Limited has started its commercial operation during the year.

Subsidiaries are entities controlled by Saif Powertec Limited (The Company). Control exists when Saif Plastic & Polymer Industries Limited has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights presently exercisable are taken into account. The financial statements of Saif Plastic & Polymer Industries Limited have been included in the consolidated financial statements from the date that control commences until the date that it ceases.

1.3 Basis of consolidation

The financial statements of the company and its subsidiary, as mentioned in note 1.2 have been consolidated in accordance with Bangladesh Accounting Standard (BASs) 10" Consolidated Financial Statements" The accounting policies of the subsidiary have been changed when necessary to align them with the policies adopt by the group.

Transactions eliminated on consolidation

The financial statements of the subsidiaries has been consolidated in accordance with Bangladesh Accounting Standard (BASs) 10" Consolidated Financial Statements" Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, have been eliminated in preparing the consolidated financial statements. Unrealized gains arising from transactions with associates are eliminated against the investment to the extent of Saif Powertec Limited's (The Company) interest in the investee. Unrealized losses, if any, are eliminated in the same way as unrealized gains, but only to the extent there is no evidence of impairment.

Non-controlling Interest

During the year statement of financial position, statement of comprehensive income, and statement of cash flow has been consolidated on the basis of audited financial statements . Total profits of the Company and its Subsidiary are shown in the Consolidated Statement of Profit or Loss & Other Comprehensive Income with the proportion after taxation pertaining to non-controlling shareholders being deducted as "Non-

All Assets and Liabilities of the company and of its subsidiary are shown in the consolidated statement of financial position. The Interest of Non-controlling shareholders of the subsidiary is shown separately in the consolidated statement of financial position under the head "Non-controlling Interest".



1.4 Risk exposure

a. Interest rate risk

Interest rate risk is the risk that company faces due to unfavorable movements in the interest rates. Changes in the government's monetary policy, along with increased demand for loans/investments tend to increase the interest rates. Such rises in interest rates mostly affect companies having floating rate loans or companies investing in debt securities.

Management perception:

The company has been repaying borrowed funds on a continuous basis to reduce such interest risk.

b. Exchange Rate Risk

Exchange rate risk occurs due to changes in exchange rates. As the company imports equipment from abroad and also earns revenue in foreign currency, unfavorable volatility or currency fluctuation may affect the profitability of the company. If exchange rate is increased against local currency opportunity will be created for generating more profit.

Management perception:

Saif Powertec Limited changes the price of their services in accordance with the change in exchange rate to mitigate the affect of unfavorable volatility in exchange rate on the company's earnings.

c. Industry risks

Industry risk refers to the risk of increased competition from foreign and domestic sources leading to lower prices, revenues, profit margins, market share, etc which could have an adverse impact on the business, financial condition and results of operation.

Management perception:

The Company continuously carries out research and development (R&D) to keep pace with the customer choices and fashions. As a local company, Saif Powertec Limited has a unique understanding of the requirements of its clients and customers and as such, shall continuously position itself as the first choice to its domestic market. Many foreign companies which wish to enter the Bangladesh market will seek Saif Powertec Limited as competitor.

d. Market Risks

Market risk refers to the risk of adverse market conditions affecting the sales and profitability of the company. Mostly, the risk arises from falling demand for the product or service which would harm the performance of the company. On the other hand, strong marketing and brand management would help the company increase their customer base.

Management perception:

The needs for power, construction and infrastructure support services will continue to grow much faster in a developing country than other developed markets in the world. Strong management, timely and quality service has enabled the company to capture significant market share in the sector. And the company is continuously penetrating the market and upgrading the quality of their service to minimize the risk

e. Technology Related Risks

Technology always plays a vital role for each and every type of business. Better technology can increase productivity and reduce costs of production. Firms are exposed to technology risks when there are better technologies available in the market than the one used by the company which may cause technological obsolescence and negative operational efficiency.

Management perception:

The Company is aware of technological changes and has adopted new technology according to its needs. Furthermore, routine and proper maintenance of the equipment carried out by the Company ensures longer service life for the existing equipment and facilities

f. Potential or Existing Government Regulations

The company operates under Companies Act 1994 and other related regulations, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax Act 1991 and Value Added Tax Rules 1991. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

Management perception:

Since the Company operates in power, energy and infrastructure sector, the Government regulations are mostly investment-friendly. However, unless any policy change that may negatively and materially affect the industry as a whole, the business of the Company is expected not to be affected. As it is a thrust sector, it is highly unlikely that the Government will frustrate the growth of the industry with adverse policy measures



g. Operational risks

Non-availability of materials/equipment/services may affect the smooth operational activities of the company. On the other hand, the equipment may face operational and mechanical failures due to natural disasters, unforeseen events, lack of supervision and negligence, leading to severe accidental losses, etc.

Management perception:
The company's equipment is under insurance coverage in order to get reasonable compensation for any damages. Apart from these, routine security check and proper maintenance of the equipment also reduce/eliminate the operational risk.

2. Basis of preparation

2.1 Statement of compliance

The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS) and Companies Act 1994, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax Act 1991 and Value Added Tax Rules 1991, Bangladesh Securities and Exchange Rules 1987 and other related regulations. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

2.2 Basis of measurement

The financial statements have been prepared on historical cost basis except financial assets and liabilities which are stated at "fair value".

2.3 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka, which is the Company's functional currency.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with BAS/BFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a ongoing basis.

2.5 Reporting period

Reporting period of the Company cover for 3 (three) months from 01 July 2016 to 30 September 2016.

2.6 Comparative Information and Rearrangement Thereof

In accordance with the provisions of BAS-34: Interim Financial Reporting, Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year/period financial statements.

Previous period figure has been rearranged whenever considered necessary to ensure comparability with the current period presentation as per BAS -8 " Accounting Policies , Changes in Accounting Estimated and Errors"

2.7 Corporate Accounting Standards Practiced

The following BAS is applicable to the financial statements for the year under review:

BAS

BAS 1	:	Presentation of Financial Statements
BAS 2	:	Inventories
BAS 7	:	Statements of Cash Flows
BAS 8	:	Accounting Policies, Changes in Accounting Estimates and Errors
BAS 10	:	Events after the Reporting Period
BAS 12	:	Income Taxes
BAS 16	:	Property, Plant and Equipment
BAS 18	:	Revenue
BAS 19	:	Employee Benefits
BAS 21	:	The Effects of Changes in Foreign Exchange Rates
BAS 23	:	Borrowing Costs
BAS 24	:	Related Party Disclosures
BAS 27	:	Separate Financial Statements
BAS 32	:	Financial Instruments: Presentation
BAS 33	:	Earnings Per Share
BAS 34	:	Interim Financial Reporting
BAS 36	:	Impairment of Assets
BAS 37	:	Provisions, Contingent Liabilities and Contingent Assets
BAS 38	:	Intangible Assets
BAS 39	:	Financial Instruments: Recognition and Measurement

BFRS

BFRS-7	Financial Instruments : Disclosure
BFRS-10	Consolidated Financial Statements

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72 MOHAKHALI DHAKA

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all period presented in these financial statements.

3.1 Property, plant and equipment

3.1.1 Recognition and measurement

Property, plant and equipment are measured at cost or valuation less accumulated depreciation and impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset. It is carried at the lower of its carrying amount and fair value less cost. Any write-down is shown as an impairment loss. Cost includes expenditures that are directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

3.1.2 Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of comprehensive income as incurred.

3.1.3 Depreciation on property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation thereon. Depreciation is charged applying diminishing balance method on all fixed assets other than land and land development. Depreciation has been charged on addition when the related asset is available for use. After considering the useful life of the assets as per BAS-16, the depreciation rates have been applied as under which is considered reasonable by the management:

Rates of depreciation on various classes of property, plant and equipment are as under:

Category of property, plant and equipment	Rate (%)
Furniture and fixtures	10
Building	5
Pre-fabricated building	10
Office and electrical equipment	10
Tools and equipment	10
Workshop	10
Vehicles	20
Plant and machinery	20
Others	10

3.1.4 Impairment of assets

I) Financial Assets

Accounts receivable and others receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flow of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default of delinquency by a debtor, indicates that a debtor of issuer will enter bankruptcy etc.

II) Non-Financial assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exits, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less cost to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impaired loss is recognized immediately in statement of comprehensive income unless the asset is carried at revalued amount. Any impaired loss of a revalued asset treated as a revaluation decrease. During the period no impaired loss occurred to recognize in the Financial Statements.

SAIF POWERTEC LIMITED * 8TH FLOOR RUPAYAN CENTRE * 72,MOHAKHALI DHAKA

3.2 Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is valued at weighted average cost method and includes costs for acquiring the inventories and bringing them to their existing locations and conditions

3.3 Provisions

A provision is recognised on the balance sheet date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is provable that an outflow of economic benefits will be required to settle the obligation.

In accordance with the guidelines as prescribed by BAS-37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations;

a. when the company has an obligation (legal or constructive) as a result of past events;
b. when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
c. Reliable estimates can be made of the amount of the obligation.

3.4 Capital works-in-progress

Capital-work-in-progress is stated at cost. These are expensed of a capital nature directly incurred in the construction of factory building. No depreciation is charged on the capital work in progress which is in accordance with BAS-16.

3.5 Earnings per share (EPS)

This has been calculated in compliance with the requirement of BAS-33 : Earnings per share by dividing the net earnings after Tax by the number of ordinary shares outstanding during the period.

Basic Earnings per share (Numerator /Denominator)
Earnings (Numerator)

*This represents earning for the period attributable to ordinary shareholders
No. of ordinary shares (Denominator)
This represents number of ordinary share outstanding during the period.

Diluted Earnings per share
As per the existing conditions of the loans taken by the company from various financial institutions or other contracts with various parties including employees, there is no condition related to conversion or stipulation related to share based payments for material and services supplied by them to the company. Hence, Diluted EPS of the company is same as basic EPS.

3.6 Revenue

Revenue is measured at fair value of consideration received or receivable. Revenue from sale of goods and services is recognised when the company has transferred the significant risk and rewards of ownership of goods to the buyer and revenue and costs incurred to effect the transaction can be measured reliably in compliance with the requirements of BAS-18/ IAS-18 (revenue). In case of contract, the company recognise its sales on the basis of the completion of work or on the basis of work done by the company.

3.7 Trade receivables

Trade receivables at the balance sheet date are stated at amounts which are considered realisable.

3.8 Finance income and expenses

Finance income comprises interest income on funds invested and grant income from IDCOL etc. Interest income is recognised as it accrues. Finance expenses comprise interest expense on borrowings, bank charges and guarantee costs. All borrowing costs are recognised in the Statement of Profit or Loss and Comprehensive Income using the effective interest rate.

SAIF POWERTEC LIMITED * 8TH FLOOR RUPAYAN CENTRE * 72, MOHAKHALI, DHAKA

3.8 Cash and cash equivalents

It includes cash in hand and other deposits with banks which were held and available for use by the company without any restriction.

Cash flows from operating activities have been presented under direct method as per BAS-7.

3.9 Taxation

A provision for current tax @ 25% on net profit of the company has been provided during the period under review.

3.10 Deferred tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the financial statement date. The company has introduced Deferred Tax as per provision of BAS-12 (Income Taxes) during the period and comparative information has been re-stated accordingly.

3.11 Foreign Currency Transaction

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period, in compliance with the provision of BAS 21: The Effects of Changes in Foreign Exchange Rates, are determined as under :

(a) Foreign currency monetary items are translated using the closing rate.

(b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.

(c) Non-monetary items that are measured at fair value in a foreign currency is translated using the exchange rate at the date when the fair value is determined.

Exchange differences arising on the settlement of monetary items or on translating monetary Items at rate different from those at which they were translated on initial recognition during the period or in previous financial statements is recognized in profit or loss in the period in which they arise.

3.12 Related party disclosure

As per BAS 24: Related Party Disclosure, parties are considered to be related if one has the ability to control or exercise significant influence over other in making financial and operating decisions. During the period the Company made number of related parties transaction are given as annex ii/a.



Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

		Amount in Taka			
		At 30 September 2016		At 30 June 2016	
		Consolidated	The Company	Consolidated	The Company
4	**Property, Plants, Equipment**				
	Cost:				
	Opening balance	2,183,219,552	2,026,432,739	1,930,939,971	1,777,224,673
	Add: Addition during the period/year	32,893,822	25,837,822	252,279,581	249,208,066
	Closing balance (A)	**2,216,113,374**	**2,052,270,561**	**2,183,219,552**	**2,026,432,739**
	Depreciation:				
	Opening balance	570,357,414	542,654,195	440,999,431	419,744,020
	Add : Charge for the period/year	32,633,934	31,088,065	129,357,983	122,910,175
	Closing balance (B)	602,991,348	573,742,261	570,357,414	542,654,195
	Written down value (A-B)	**1,613,122,026**	**1,478,528,300**	**1,612,862,138**	**1,483,778,544**
	Details are in Annex I.				
5	**Capital works-in-progress**				
	Opening balance	2,154,601,625	2,154,601,625	609,981,792	609,981,792
	Add: Addition during the period/year	71,971,637	71,971,637	1,697,651,010	1,697,651,010
	Less: Transferred	-	-	(153,031,177)	(153,031,177)
	Closing balance	**2,226,573,262**	**2,226,573,262**	**2,154,601,625**	**2,154,601,625**
6	**Investment in subsidiary company**				
	Amount in Taka 80,000,000 was invested by the company in its subsidiary, Saif Plastic and Polymer Industries Limited in 8,000,000 ordinary shares of Taka 10 each.				
7	**Inventories**				
	Generators	103,051,325	103,051,325	143,518,296	143,518,296
	Spare parts	276,897,531	276,897,531	226,917,099	226,917,099
	Electric goods	180,186,321	180,186,321	121,769,295	121,769,295
	Others	98,185,389	98,185,389	-	-
	Closing stock subsidiary company	2,640,538	-	3,356,699	-
		660,961,104	**658,320,566**	**495,561,389**	**492,204,690**
8	**Accounts and others receivable**				
	Imported goods sales	475,837,111	475,837,111	485,366,210	485,366,210
	Contract execution	215,897,521	215,897,521	208,891,016	208,891,016
	Shipping agent	108,695,425	108,695,425	116,325,830	116,325,830
	Receivable (Subsidiary Company)	3,145,171	-	3,130,670	-
	Interest Receivable	2,607,999	2,607,999	2,183,345	2,183,345
		806,183,227	**803,038,056**	**815,897,071**	**812,766,401**
	Dues upto 6 months	421,633,828	419,185,865	424,184,887	422,557,252
	Dues above 6 months	384,549,399	383,852,191	391,712,184	390,209,149
	Total	**806,183,227**	**803,038,056**	**815,897,071**	**812,766,401**
9	**Advances, deposits and prepayments**				
	Advances to/against				
	VAT	883,799	-	1,061,209	-
	Income tax	320,526,986	316,021,270	292,363,054	287,964,925
	Salary	4,012,119	4,012,119	4,215,621	4,215,621
	Office rent	8,589,000	8,589,000	1,200,028	1,200,028
	Advance against works	253,743,346	253,743,346	285,563,241	285,563,241
	Others	156,864,253	156,864,253	160,770,191	160,770,191
		744,619,503	**739,229,988**	**745,173,344**	**739,714,006**
	Deposits and prepayments:				
	Bank guarantee	43,644,827	43,644,827	42,760,016	42,760,016
	L/C margin	30,562,969	30,562,969	24,483,050	24,483,050
	Earnest money	10,200	10,200	10,200	10,200
	Security money	24,141,965	24,141,965	15,196,451	15,196,451
		98,359,961	**98,359,961**	**82,449,717**	**82,449,717**
		842,979,464	**837,589,949**	**827,623,061**	**822,163,723**
	Dues upto 6 months	306,338,737	301,532,382	293,392,375	291,457,040
	Dues above 6 months	536,640,727	536,057,567	534,230,686	530,706,683
	Total	**842,979,464**	**837,589,949**	**827,623,061**	**822,163,723**
10	**Fixed Deposit Receipt (FDR):**				
	Dhaka Bank Limited	86,020,116	86,020,116	83,222,214	83,222,214
	Farmers Bank Limited	95,275,024	95,275,024	94,180,359	94,180,359
	Premier Leasing & Finance Ltd	50,000,000	50,000,000	50,000,000	50,000,000
	Farest Finance and Investment Ltd.	50,000,000	50,000,000	-	-
		281,295,140	**281,295,140**	**227,402,573**	**227,402,573**

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72 MOTIJHEEL DHAKA

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

	Amount in Taka			
	At 30 September 2016		At 30 June 2016	
	Consolidated	The Company	Consolidated	The Company

11 Cash and cash equivalents

Cash in hand				
Branch Office	20,533,808	20,533,808	21,124,524	21,124,524
Factory	820,361	820,361	1,015,623	1,015,623
Dhaka Office	1,673,758	1,563,221	2,728,236	2,523,701
	23,027,927	**22,917,390**	**24,868,383**	**24,663,848**
Bank balances with:				
Bank Asia Limited	28,523	27,161	3,523	2,161
Dhaka Bank Limited	3,456,725	3,456,725	2,792,697	2,792,697
Mercantile Bank Limited, Dhaka	1,621,882	1,621,882	892,689	892,689
One Bank Limited	3,171,519	3,171,519	344,411	344,411
Jamuna Bank Limited	208,432	208,432	1,448,311	1,448,311
AB Bank Limited	155,187	155,187	39,992	39,992
The Premier Bank Limited	79,187	79,187	5,279,934	5,279,934
Sonali Bank Limited	2,213,501	2,213,501	24,333	24,333
Eastern Bank Limited	12,174	12,174	12,750	12,750
BRAC Bank Limited	99,469	99,469	99,469	99,469
Islami Bank Bangladesh Limited	4,626,600	4,626,600	1,664,366	1,664,366
NCC Bank Limited	9,529	9,529	358,049	358,049
United Commercial Bank Limited	230,556	59	856,654	51
Southeast Bank Limited	49,427	49,427	49,772	49,772
Farmers Bank Limited	19,059,648	19,046,235	13,979,673	13,966,050
Dutch Bangla Bank Ltd	1,104,251	1,104,251	1,040,292	1,040,292
Standard Bank Limited	471,900	471,900	486,900	486,900
Dhaka Bank Limited (IPO)	2,321,541	2,321,541	2,355,288	2,355,288
Farmers Bank Limited (IPO)	80,399	80,399	80,399	80,399
	39,000,450	**38,755,178**	**31,809,502**	**30,937,914**
	62,028,377	**61,672,568**	**56,677,885**	**55,601,762**

12 Share capital

Authorised capital				
500,000,000 ordinary shares of Taka 10 each	**5,000,000,000**	**5,000,000,000**	**1,000,000,000**	**1,000,000,000**
Paid-up capital				
21,394,000 ordinary shares @ Tk.10 each in cash	213,940,000	213,940,000	213,940,000	213,940,000
70,177,140 ordinary shares @ Tk.10 each in Bonus	701,771,400	701,771,400	701,771,400	701,771,400
	915,711,400	**915,711,400**	**915,711,400**	**915,711,400**

Company's shareholding position as on the dates of balance sheet were as under:

12.1 Shareholdings

	Percentage(%)	No. of shares	Value (Taka)
Directors and Sponsor	40.06	36,681,587	366,815,870
Institutional shareholders	19.62	17,966,258	179,662,580
Individual shareholders	40.32	36,923,295	369,232,950
	100	**91,571,140**	**915,711,400**

13 Share premium

	418,345,180	**418,345,180.00**	**418,345,180**	**418,345,180**

14 Revaluation reserve

	82,059,122	**82,059,122**	**82,059,122**	**82,059,122**

In 2010, land under the ownership of Saif Powertec Limited was professionally revalued by G. Kibria & Co, Chartered Accountants. Fair market value was estimated at Taka 121,734,000 as against net book value of Taka 25,193,856 resulting in a revaluation surplus of Taka 96,540,144 which was accounted for and transferred to revaluation reserve. The company does not feel it necessary to revalue is property during the year since the value does not differ significantly from its carrying amount.

15 Retained earnings:

Opening Balance	710,032,817	701,690,276	514,494,606	512,473,869
Add: Addition this period/year	164,208,478	161,840,045	401,395,811	395,074,007
Less: Stock Dividend @ 29%	-	-	(205,857,600)	(205,857,600)
	874,241,295	**863,530,321**	**710,032,817**	**701,690,276**

16 Non Controlling Interest:

This is made up as follows:				
A. Subsidiary Share Capital	100,000,000		100,000,000	
B. Saif Powertec Limited invest to Subsidiary Company	80,000,000		80,000,000	
Percentage of holding share of Subsidiary company By SPL	80%		80%	
Non Controlling interest Percentage	20%		20%	
C. Non controlling interest on Share Capital	20,000,000		20,000,000	
Opening Retained earnings	10,428,177		(25,831)	
D. Non controlling interest on Opening retained earnings @20% Restated	2,085,635		(5,166)	
Current years profit of subsidiaries	**2,960,541**		10,454,008	
E. Non controlling interest on current periad/year profit of subsidiary @ 20%	592,108		2,090,802	
Total Non controlling Interest (C+D+E)	**22,677,744**		**22,085,635**	

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 12 MOHAKHALI, DHAKA

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

	Amount in Taka			
	At 30 September 2016		At 30 June 2016	
	Consolidated	The Company	Consolidated	The Company

17 Long term loan from Banks and NBFIs

The company has availed long-term credit facilities from the following banks:

Mercantile Bank Limited	-	-	-	-
Dhaka Bank Limited	153,150,792	153,150,792	177,201,370	177,201,370
Farmers Bank Limited	1,396,978	1,396,978	5,680,794	5,680,794
Infrastructure Development Company Limited	308,609,041	308,609,041	288,396,183	288,396,183
Bangladesh Finance and Investment Company Limited	263,496,736	263,496,736	270,059,577	270,059,577
Hajj Finance Company Limited	130,766,469	130,766,469	137,489,545	137,489,545
Premier Leasing and Finance Limited	323,840,089	323,840,089	315,819,255	315,819,255
Fareast Finance and Investment Limited	315,819,293	315,819,293	-	-
Industrial Promotion and Development Company Limited	8,412,451	8,412,451	-	-
NCC Bank Limited	16,367,908	16,367,908	18,503,145	18,503,145
	1,521,859,757	**1,521,859,757**	**1,213,149,869**	**1,213,149,869**

17.1 Long-term loan

Mercantile Bank Limited

Opening Balance	-	-	-	-
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	-	-	-	-
Less: Payment this period/year	-	-	-	-
Sub Total (A)	-	-	-	-

Dhaka Bank Limited

Opening Balance	273,844,959	273,844,959	270,265,213	270,265,213
Add: Principal this period/year	-	-	260,221,644	260,221,644
Add: Interest this period/year	7,286,663	7,286,663	50,114,533	50,114,533
Less: Payment this period/year	(31,337,241)	(31,337,241)	(306,756,431)	(306,756,431)
Sub Total (B)	**249,794,381**	**249,794,381**	**273,844,959**	**273,844,959**

Bank Asia Limited

Opening Balance	-	-	23,409,596	3,242,620
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	-	-	1,596,715	113,707
Less: Payment this period/year	-	-	(25,006,311)	(3,356,327)
Sub Total (C)	-	-	-	-

Farmers Bank Limited

Opening Balance	15,369,261	15,369,261	23,306,354	23,306,354
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	605,805	605,805	3,266,220	3,266,220
Less: Payment this period/year	(4,889,621)	(4,889,621)	(11,203,313)	(11,203,313)
Sub Total (D)	**11,085,445**	**11,085,445**	**15,369,261**	**15,369,261**

NCC Bank Limited

Opening Balance	27,524,412	27,524,412	-	-
Add: Principal this period/year	-	-	30,000,000	30,000,000
Add: Interest this period/year	963,763	963,763	1,656,412	1,656,412
Less: Payment this period/year	(3,099,000)	(3,099,000)	(4,132,000)	(4,132,000)
Sub Total (E)	**25,389,175**	**25,389,175**	**27,524,412**	**27,524,412**

Bangladesh Finance and Investment Company Limited

Opening Balance	323,999,638	323,999,638	357,619,142	357,619,142
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	9,634,479	9,634,479	47,381,596	47,381,596
Less: Payment this period/year	(16,197,320)	(16,197,320)	(81,001,100)	(81,001,100)
Sub Total (F)	**317,436,797**	**317,436,797**	**323,999,638**	**323,999,638**

Infrastructure Development Company Limited

Opening Balance	288,396,183	288,396,183	163,595,067	163,595,067
Add: Principal this period/year	21,584,273	21,584,273	137,126,697	137,126,697
Add: Interest this period/year	4,840,119	4,840,119	14,699,550	14,699,550
Less: Payment this period/year	(6,211,534)	(6,211,534)	(27,025,131)	(27,025,131)
Sub Total (G)	**308,609,041**	**308,609,041**	**288,396,183**	**288,396,183**

Nature	Long term loan
Purpose	Working Capital
Tenure	1 Year to 6 Years
Repayment	25-01-22
Rate of interest	15.5% to 17.50%
Security	Registered mortgage of 82.00 decimal land situated at Khilgaon, Gazipur. Lien of readily saleable 4,118,834 shares. Hypothecation underlying assets, 32.43 Decimal land at Basugaon, pubail, 32.20 Decimal land at khilgaon, pubail, 122 dec. Bashugaon , Gazipur.8.77decimals land at Gazipur Sadar, 69.80 decimal land at khilgaon, Gazipur.

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

	Amount in Taka			
	At 30 September 2016		At 30 June 2016	
	Consolidated	The Company	Consolidated	The Company
Premier Leasing & Finance Limited				
Opening Balance	350,000,000	350,000,000	-	-
Add: Principal this period/year	-	-	350,000,000	350,000,000
Add: Interest this period/year	12,031,251	12,031,251	4,010,417	4,010,417
Less: Payment this period/year	(4,010,417)	(4,010,417)	(4,010,417)	(4,010,417)
Sub Total (H)	**358,020,834**	**358,020,834**	**350,000,000**	**350,000,000**
Fareast Finance and Investment Limited				
Opening Balance	-	-	-	-
Add: Principal this year	350,000,000	350,000,000	-	-
Add: Interest this year	4,010,417	4,010,417	-	-
Less: Payment this year	(4,010,417)	(4,010,417)	-	-
Sub Total (H)	**350,000,000**	**350,000,000**	-	-
Industrial Promotion and Development Company Limited				
Opening Balance	-	-	-	-
Add: Principal this period/year	10,000,000	10,000,000	-	-
Add: Interest this period/year	-	-	-	-
Less: Payment this period/year	-	-	-	-
Sub Total (I)	**10,000,000**	**10,000,000**	-	-
Hajj Finance Company Limited				
Opening Balance	193,156,034	193,156,034	70,000,000	70,000,000
Add: Principal this period/year	-	-	150,000,000	150,000,000
Add: Interest this period/year	6,213,666	6,213,666	16,639,807	16,639,807
Less: Payment this period/year	(12,936,742)	(12,936,742)	(43,483,773)	(43,483,773)
Sub Total (J)	186,432,958	186,432,958	193,156,034	193,156,034
Total (A+B+C+D+E+F+G+H+I+J)	1,816,768,630	1,816,768,630	1,472,290,486	1,472,290,486
Transferred to current portion loan	294,908,873	294,908,873	259,140,617	259,140,617
Long-term loan	1,521,859,757	1,521,859,757	1,213,149,869	1,213,149,869
18 Current portion of long-term loan				
Dhaka Bank Limited	96,643,588	96,643,588	96,643,588	96,643,588
Farmers Bank Limited	9,688,467	9,688,467	9,688,467	9,688,467
Bangladesh Finance and Investment Company Limited	53,940,061	53,940,061	53,940,061	53,940,061
NCC Bank Limited	9,021,267	9,021,267	9,021,267	9,021,267
Premier Leasing and Finance Limited	34,180,745	34,180,745	34,180,745	34,180,745
Fareast Finance and Investment Limited	34,180,707	34,180,707		
Industrial Promotion and Development Company Limited	1,587,549	1,587,549		
Hajj Finance Company Limited	55,666,489	55,666,489	55,666,489	55,666,489
	294,908,873	**294,908,873**	**259,140,617**	**259,140,617**
19 Deferred Tax Liability:				
Deferred tax liability end of the year	59,481,992	59,481,992	58,749,000	58,749,000
Deferred Tax liability (Subsidiary Com.)	8,697,713	-	7,256,062	-
	68,179,705	**59,481,992**	**66,005,062**	**58,749,000**
20 Short-term loan from Banks				
Time Loan and LTR				
Dhaka Bank Limited	203,517,858	203,517,858	251,675,144	251,675,144
NCC Bank Limited	-	-	13,066,216	13,066,216
Farmers Bank Limited	287,511,205	287,511,205	277,262,617	277,262,617
	491,029,063	491,029,063	542,003,977	542,003,977
Bank Overdraft				
Dhaka Bank Limited	30,272,971	30,272,971	30,272,403	30,272,403
NCC Bank Limited	70,919,769	70,919,769	55,759,785	55,759,785
Farmers Bank Limited	413,971,621	413,971,621	413,601,202	413,601,202
The Premier Bank Limited	539,300,035	539,300,035	422,955,607	422,955,607
	1,054,464,396	1,054,464,396	922,588,997	922,588,997
	1,545,493,459	1,545,493,459	1,464,592,974	1,464,592,974
20.01 Short-term loan				
Mercantile Bank Limited				
Opening Balance	-	-	-	-
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	-	-	-	-
Less: Payment this period/year	-	-	-	-
	-	-	-	-
Dhaka Bank Limited				
Opening Balance	251,675,144	251,675,144	262,474,359	262,474,359
Add: Principal this period/year	128,408,891	128,408,891	458,120,450	458,120,450
Add: Interest this period/year	10,215,408	10,215,408	45,502,726	45,502,726
Less: Payment this period/year	(186,781,585)	(186,781,585)	(514,422,391)	(514,422,391)
	203,517,858	203,517,858	251,675,144	251,675,144

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72 MOHAKHALI, DHAKA

AMARSTOCK

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

	Amount in Taka			
	At 30 September 2016		At 30 June 2016	
	Consolidated	The Company	Consolidated	The Company
Bank Asia Limited				
Opening balance	-	-	6,120,012	-
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	-	-	149,371	-
Less: Payment this period/year	-	-	(6,269,383)	-
	-	-	-	-
NCC Bank Limited				
Opening balance	13,066,216	13,066,216	234,133,452	234,133,452
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	384,416	384,416	18,513,415	18,513,415
Less: Payment this period/year	(13,450,632)	(13,450,632)	(239,580,651)	(239,580,651)
	-	-	13,066,216	13,066,216
Farmers Bank Limited				
Opening balance	277,262,617	277,262,617	134,824,968	134,824,968
Add: Principal this period/year	-	-	292,688,763	292,688,763
Add: Interest this period/year	10,248,588	10,248,588	43,996,411	43,996,411
Less: Payment this period/year	-	-	(194,247,525)	(194,247,525)
	287,511,205	287,511,205	277,262,617	277,262,617
AB Bank Limited				
Opening balance	-	-	-	-
Add: Principal this period/year	34,014,873	34,014,873	-	-
Add: Interest this period/year	1,177,293	1,177,293	-	-
Less: Payment this period/year	(35,192,166)	(35,192,166)	-	-
	-	-	-	-
	491,029,063	491,029,063	542,003,977	542,003,977

Nature	Short term loan
Purpose	Working Capital
Tenure	1 Year
Repayment	30-09-16
Rate of interest	2% to 17%
Security	Pledge of 3.225 Million Ordinary Share of SAIF Powertc Limited, Hypothecation underlying assets, 32.43 Decimal land at Basugaon, pubail, 32.20 Decimal land at khilgaon, pubail, 122 dec. Bashugaon , Gazipur.

21 Accounts payable

A & J Traders	687,152	687,152	541,621	541,621
M.S International	460,350	460,350	19,971,624	19,971,624
Rimso Renewable energy	-	-	-	-
Model Art press	715,641	715,641	342,202	342,202
Excell Engineering & Services	163,210	163,210	321,407	321,407
Pacific International	-	-	-	-
Deferred L/C Liabilities	258,615,674	258,615,674	402,017,953	402,017,953
Others	945,361	945,361	1,142,205	1,142,205
Subsidiary	22,381,920	-	22,903,520	-
	283,969,309	**261,587,388**	**447,240,532**	**424,337,012**
Dues upto 6 months	150,787,703	138,641,316	244,329,407	231,824,086
Dues above 6 months	133,181,606	122,946,072	202,911,125	192,512,926
Total	**283,969,309**	**261,587,388**	**447,240,532**	**424,337,012**

22 Accrued expenses

Salary and allowances	5,748,305	5,545,870	6,432,218	6,231,079
Others payable	535,460	535,460	970,354	970,354
Office rent	360,000	360,000	360,000	360,000
Income tax payable (note: 22.01)	391,424,521	390,383,285	338,058,345	337,169,595
Audit fee	93,750	87,500	375,000	350,000
Service charge	26,000	26,000	26,000	26,000
Electricity bill	858,627	452,140	860,097	456,320
Telephone bill	9,312	9,312	12,341	12,341
	399,055,975	**397,399,568**	**347,094,353**	**345,575,689**

22.01 Income tax provision

Opening Balance	338,058,345	337,169,595	217,221,825	216,938,333
Addition this period/year	53,366,176	53,213,690	120,836,520	120,231,262
	391,424,521	390,383,285	338,058,345	337,169,595

23 Obligation to Contract Clients

	-	-	**189,316,735**	**189,316,735**

24 Workers profit participation/Welfare fund

Opening balance	54,608,695	54,608,695	28,270,428	28,270,428
Add: During this period/year	10,789,336	10,789,336	26,338,267	26,338,267
	65,398,031	65,398,031	54,608,695	54,608,695

No interest has been provided on Workers profit participation fund.

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72 MOHAKHALI DHAKA

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

25 Sales

	Period ended 30 September 2016				Period ended 30 September 2015	
	Gross revenue	VAT	Net revenue	Consolidated	Net revenue	Consolidated
Contract	588,832,876	16,958,150	571,874,726	571,874,726	322,260,070	322,260,070
Maintenance	67,796,632	-	67,796,632	67,796,632	79,855,620	79,855,620
Imported goods	105,595,461	1,859,640	103,735,821	103,735,821	114,477,300	114,477,300
Net sales (subsidiary)	-		-	17,669,359	-	13,335,158
	762,224,969	**18,817,790**	**743,407,179**	**761,076,538**	**516,592,990**	**529,928,148**

	Amount in Taka			
	Period ended 30 September 2016		Period ended 30 September 2015	
	Consolidated	The Company	Consolidated	The Company
26 Cost of sales				
Maintenance (note 26.1)	43,086,173	43,086,173	43,180,971	43,180,971
Contracts (note 26.2)	220,158,929	220,158,929	88,343,033	88,343,033
Imported goods (note 26.3)	102,961,971	102,961,971	136,906,604	136,906,604
Cost of sales (note 26.4)	13,154,672	-	10,545,558	
	379,361,745	366,207,073	278,976,166	268,430,608
26.01 Maintenance				
Wages and others expenses	17,625,410	17,625,410	18,663,620	18,663,620
Labour bills	24,325,145	24,325,145	23,533,250	23,533,250
Fuel and oil	612,471	612,471	405,780	405,780
Repair and maintenance	523,147	523,147	578,321	578,321
	43,086,173	43,086,173	43,180,971	43,180,971
26.02 Contract				
Wages and salary	27,843,610	27,843,610	25,955,210	25,955,210
Project implementation cost	140,527,189	140,527,189	18,826,530	18,826,530
Wages and others expenses	263,214	263,214	255,892	255,892
Trailer and prime mover rent	1,112,451	1,112,451	1,025,830	1,025,830
Fuel and oil	1,960,500	1,960,500	1,755,830	1,755,830
Utility bill	1,358,960	1,358,960	1,263,820	1,263,820
Uniform expenses (dress)	55,220	55,220	6,320	6,320
Repair and maintenance	45,982,153	45,982,153	39,068,301	39,068,301
Hotel rent	1,055,632	1,055,632	185,300	185,300
	220,158,929	**220,158,929**	**88,343,033**	**88,343,033**
26.03 Imported goods				
Cost of imported goods	61,502,410	61,502,410	93,832,010	93,832,010
Clearing charge	251,900	251,900	355,410	355,410
L/C expenses	902,019	902,019	2,068,461	2,068,461
Marine insurance	2,383,222	2,383,222	1,670,413	1,670,413
Carriage inward	66,210	66,210	45,210	45,210
Wages and salary	37,856,210	37,856,210	38,935,100	38,935,100
	102,961,971	102,961,971	136,906,604	136,906,604
26.04 Cost of sales of subsidiary	**13,154,672**	-	**10,545,558**	-
27 General and administrative expenses				
Salary and allowances	15,760,151	15,563,214	12,731,052	12,545,320
Office rent	3,403,520	3,364,520	3,294,200	3,255,200
Travelling and conveyance	791,816	786,541	625,243	620,120
Vehicle running expenses	382,263	365,870	328,010	312,400
Publicity and promotional expenses	918,450	918,450	816,217	816,217
Utility bills	310,420	310,420	302,421	302,421
Communication expenses	214,922	213,422	202,850	201,450
Printing and stationery	561,932	558,645	498,129	495,215
Employees welfare	776,258	763,218	603,872	595,117
Medical expenses	18,450	18,450	15,402	15,402
Depreciation	31,088,065	31,088,065	27,821,420	27,821,420
Service charge	73,239	72,641	68,142	68,142
Telephone and mobile phone bills	488,119	486,254	416,880	415,320
Postage and courier	17,756	16,580	16,963	15,828
Carriage outward	198,460	198,460	208,140	208,140
Repair and maintenance	288,494	263,540	230,140	205,320
Tender expenses	46,351	46,351	41,258	41,258
Marketing expenses	327,430	253,641	242,710	172,450
Audit fee	93,750	87,500	93,750	87,500
Paper and periodicals	8,641	7,986	8,370	7,845
Sundry expenses	470,628	461,860	220,810	215,410
	56,239,115	**55,845,628**	**48,785,979**	**48,417,495**

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72, MOHAKHALI, DHAKA

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

	Amount in Taka			
	Period ended 30 September 2016		Period ended 30 September 2015	
	Consolidated	The Company	Consolidated	The Company
28 Financial expenses				
Bank interest				
Dhaka Bank Limited	18,427,313	18,427,313	18,374,680	18,374,680
Bank Asia Limited	-	-	1,245,084	296,790
NCC Bank Limited	3,911,156	3,911,156	14,055,129	14,055,129
Farmers Bank Limited	24,871,963	24,871,963	20,053,225	20,053,225
Bangladesh Finance and Investment Company Limited	9,634,479	9,634,479	13,096,800	13,096,800
Hajj Finance Company Limited	6,213,666	6,213,666	2,445,487	2,445,487
Premier Leasing and Finance Limited	12,031,251	12,031,251	-	-
The Premier Bank Limited	16,097,752	16,097,752	-	-
Farcast Finance and Investment Limited	4,010,430	4,010,430	-	-
AB Bank Limited	1,177,293	1,177,293	-	-
Infrastructure Development Company Limited	4,840,119	4,840,119	2,843,272	2,843,272
	101,215,422	101,215,422	72,113,677	71,165,383
Bank charge, commission & others				
AB Bank Limited	1,670	1,670	3,315	3,315
Bank Asia Limited	-	-	8,172	295
Dhaka Bank Limited	274,473	274,473	3,129,157	3,129,157
Farmers Bank Limited	15,295	15,295	135	135
Islami Bank (Bangladesh) Limited	33,826	33,826	39,935	39,935
Mercantile Bank Limited	1,150	1,150	2,695	2,695
NCC Bank Limited	187,520	187,520	889,604	889,604
ONE Bank Limited	-	-	8,050	8,050
Sonali Bank Limited	24,945	24,945	115	115
Eastern Bank Limited	575	575	575	575
Premier Bank Limited	14,830	14,830	-	-
Southeast Bank Limited	345	345	15984	15984
Dutch Bangla Bank Limited	29,576	29,576	40250	40250
Cash	401	401	1703	1703
Subsidiary Company	2,197	-	-	-
	586,803	584,606	4,139,690	4,131,813
	101,802,225	**101,800,028**	**76,253,367**	**75,297,196**
29 Income Tax Expense:				
Current tax payable (Note: 29.01)	53,366,176	53,213,690	27,715,758	27,525,837
Deferred tax expenses	2,174,643	732,992	5,211,942	4,699,212
Total	**55,540,819**	**53,946,682**	**32,927,700**	**32,225,049**
29.01 Current tax payable (The Company):				
Income before tax during the year	215,786,727	215,786,727	128,900,195	128,900,195
Add: Accounting depreciation	31,088,065	31,088,065	27,821,420	27,821,420
Less: Tax depreciation	(34,020,034)	(34,020,034)	(32,036,976)	(32,036,976)
Taxable Income	212,854,759	212,854,759	124,684,638	124,684,638
Tax Rate	25%	25%	25%	25%
Current Tax	53,213,690	53,213,690	31,171,160	31,171,160
Income tax for rate difference	-	-	(3,645,323)	(3,645,323)
Add: Tax on Subsidiaries	152,486	-	189,921	-
	53,366,176	**53,213,690**	**27,715,758**	**27,525,837**

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 7 MOHAKHALI, DHAKA

Saif Powertec Limited

Notes to the financial statements (un-audited) for the period ended 30 September 2016

	Amount in Taka			
	Period ended 30 September 2016		Period ended 30 September 2015	
	Consolidated	The Company	Consolidated	The Company

30 Earnings per share (EPS)

Basic Earning per share:
Earnings attributable to ordinary shares:

Net profit after tax as per statement of comprehensive	164,208,478	161,840,045	97,719,085	96,675,146
Weighted average Number of shares (Note 30.01):	91,571,140	91,571,140	70,985,380	70,985,380
Basic Earning per share (Per value of Taka 10)	**1.79**	**1.77**	**1.38**	**1.36**
Re-stated Earning per share				
Net profit after tax as per statement of comprehensive	164,208,478	161,840,045	97,719,085	96,675,146
Weighted average Number of shares for re-statement (Note 30.02):	91,571,140	91,571,140	91,571,140	91,571,140
Basic Earning per share (Per value of Taka 10)	**1.79**	**1.77**	**1.07**	**1.06**

30.01 Calculation of weighted average number of shares:

Particulars	30.09.2016	30.09.2016	30.09.2015	30.09.2015
70,985,380 share for 92 days	70,985,380	70,985,380	70,985,380	70,985,380
20,585,760 bonus shares for 92 days	20,585,760	20,585,760	-	-
Total	91,571,140	91,571,140	70,985,380	70,985,380

30.02 Calculation of weighted average number of shares for re-statement:

Particulars	30.06.2016	30.06.2016	30.06.2015	30.06.2015
70,985,380 share for 92 days	70,985,380	70,985,380	70,985,380	70,985,380
20,585,760 bonus shares for 92 days	20,585,760	20,585,760	20,585,760	20,585,760
Total	91,571,140	91,571,140	91,571,140	91,571,140

31 Directors' responsibility statements

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements.

32 Events after the Reporting Period.

In compliance with the requirements of BAS-10: " Events after the reporting period", post balance sheet adjusting events that provide additional information about the Company's position at the balance sheet date are reflected in the financial statements and events after the balance sheet date that are not adjusting events are disclosed in the notes when material, in applicable cases.

There was no events after reporting period of such importance for which accounting or disclosure is required to be adjusted except dividend at 5% Cash and 27 % stock as recommended in the meeting of Board of Directors held on 26 October, 2016 and the Boards has taken decision for revision of rights offer and recommend the Rights Offer @ Taka 15 (fifteen) each including Taka 5 (five) as premium per share @ 01(one)[R]:01(one), [i.e. 01(one) right share for every 01 (one) ordinary share held], subject to the approval of Shareholders and Regulatory Authorities.

Others

33 Number of Employees

All the employees receive salary/wages in excess of Taka 3000 per month

Number of permanent staff	955
Number of permanent workers	-
Number of temporary staff/worker	-
Total	955

34 Figures are rounded off to the nearest Taka.

35 Production capacity and current utilization

Name of Product /Service	Capacity	Capacity Utilizations
Chittagong Port Operation	657,000 containers per year	60%
Maintenance	657,000 containers per year	60%
Import	Not applicable	Not applicable
Sub-contract	Not applicable	Not applicable
Solar	Not applicable	Not applicable
Substation	Not applicable	Not applicable
Contract	11 nos. of RTG	45%
	4 nos. of QGC	100%

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE 72, MOHAKHALI, DHAKA

Saif Powertec Limited

Annex I

Details of Property, Plant and Equipment and Depreciation at 30 September 2016

Asset category	Cost or Valuation					Depreciation					Written down value at 30 September 2016
	At 01 July 2016	Additions	Revaluation	Adjustment/ disposal	Total at 30 September 2016	Rate (%)	At 01 July 2016	Charge for the period	Adjustment on disposal	Total to 30 September 2016	
Tools and equipment	1,140,189,206	-	-	-	1,140,189,206	10	334,921,841	20,131,684	-	355,053,525	785,135,681
Land and land development	225,216,363	4,216,320	-	-	229,432,683	-	-	-	-	-	229,432,683
Pre-fabricated building	25,550,054	-	-	-	25,550,054	10	10,463,003	377,176	-	10,840,179	14,709,875
Building	334,301,643	-	-	-	334,301,643	5	61,364,969	3,411,708	-	64,776,677	269,524,966
Plant and machinery	80,276,724	-	-	-	80,276,724	20	48,315,541	1,598,059	-	49,913,600	30,363,124
Motor vehicles	137,208,521	12,863,686	-	-	150,072,207	20	56,630,574	4,198,063	-	60,828,637	89,243,570
Workshop	6,353,600	-	-	-	6,353,600	10	4,320,448	50,829	-	4,371,277	1,982,323
Office and electrical equipment	51,818,967	42,000	-	-	51,860,967	10	16,838,844	874,840	-	17,713,684	34,147,283
Furniture and fixtures	24,104,612	8,715,816	-	-	32,820,428	10	9,041,680	429,311	-	9,470,992	23,349,436
Others	1,413,049	-	-	-	1,413,049	10	757,295	16,394	-	773,689	639,360
Total at 30 September 2016	**2,026,432,739**	**25,837,822**	-	-	**2,052,270,561**		**542,654,195**	**31,088,065**	-	**573,742,261**	**1,478,528,300**
Total at 30 June 2016	**1,777,224,673**	**249,208,066**	-	-	**2,026,432,739**		**419,744,020**	**122,910,175**	-	**542,654,195**	**1,483,778,544**

Consolidated Property, Plant & Equipment

Tools and equipment	1,142,910,035	-	-	-	1,142,910,035	10	335,165,742	20,142,257	-	355,307,999	787,602,036
Land and land development	234,044,513	11,272,320	-	-	245,316,833	-	-	-	-	-	245,316,833
Pre-fabricated building	25,550,054	-	-	-	25,550,054	10	10,463,003	377,176	-	10,840,179	14,709,875
Building	334,301,643	-	-	-	334,301,643	10	61,364,969	3,411,708	-	64,776,677	269,524,966
Plant and machinery	220,919,108	-		-	220,919,108	20	74,170,569	3,058,576	-	77,229,146	143,689,962
Motor vehicles	140,710,522	12,863,686	-	-	153,574,208	20	57,834,912	4,255,505	-	62,090,417	91,483,791
Workshop	6,353,600	-	-	-	6,353,600	10	4,320,448	50,829	-	4,371,277	1,982,323
Office and electrical equipment	52,420,817	42,000	-	-	52,462,817	10	17,058,982	884,383	-	17,943,365	34,519,452
Furniture and fixtures	24,596,212	8,715,816	-	-	33,312,028	10	9,221,493	437,106	-	9,658,599	23,653,429
Others	1,413,049	-	-	-	1,413,049	10	757,295	16,394	-	773,689	639,359
Total at 30 September 2016	**2,183,219,553**	**32,893,822**	-	-	**2,216,113,375**		**570,357,414**	**32,633,934**	-	**602,991,348**	**1,613,122,026**
Total at 30 June 2016	**1,930,939,971**	**252,279,581**	-	-	**2,183,219,552**		**440,999,431**	**129,357,983**	-	**570,357,414**	**1,612,862,138**

SAIF POWERTEC LIMITED 8TH FLOOR RUPAYAN CENTRE DHAKA