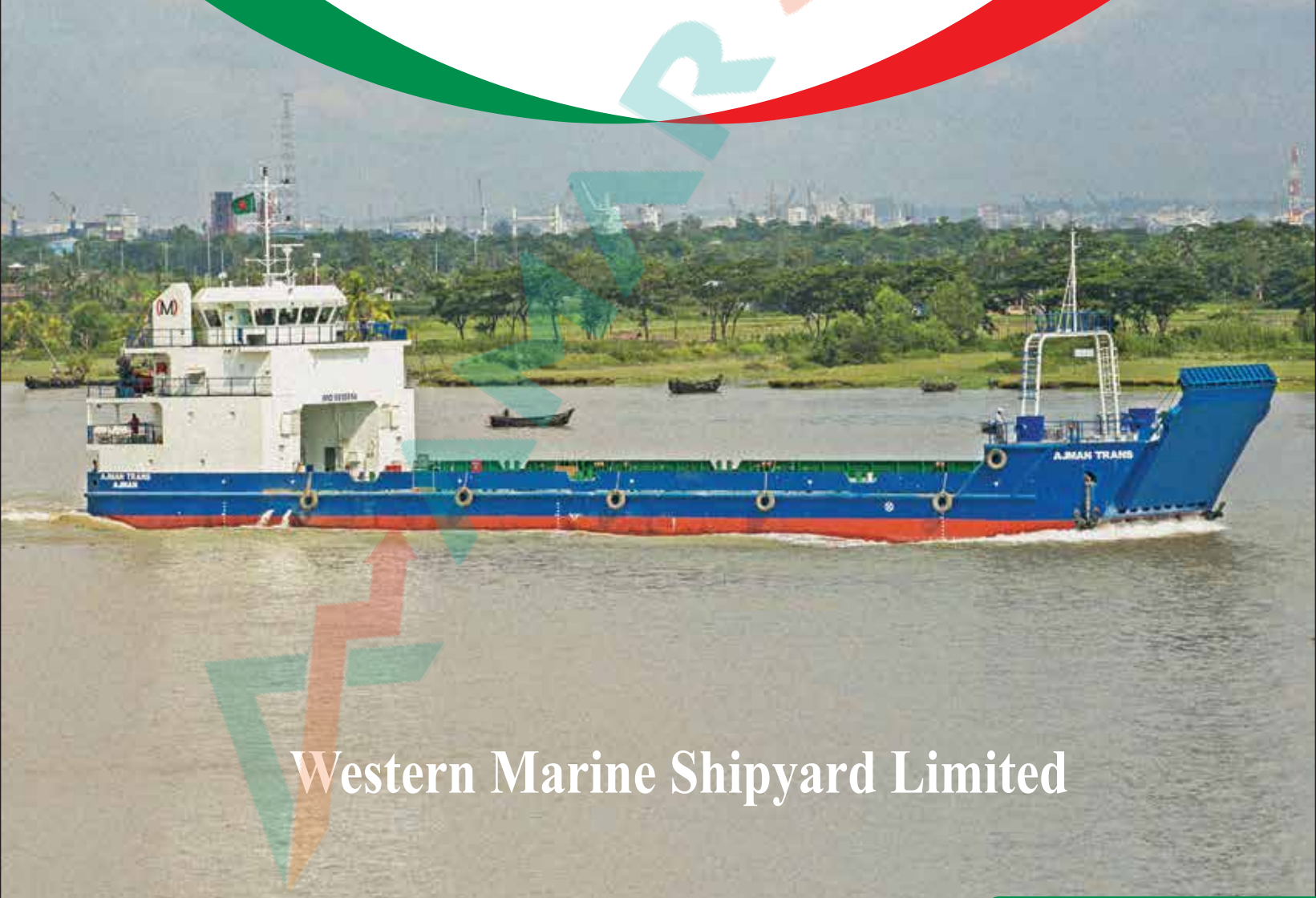


# ANNUAL REPORT 2016-2017



Landing Craft  
"Ajman Trans"  
sailing for UAE



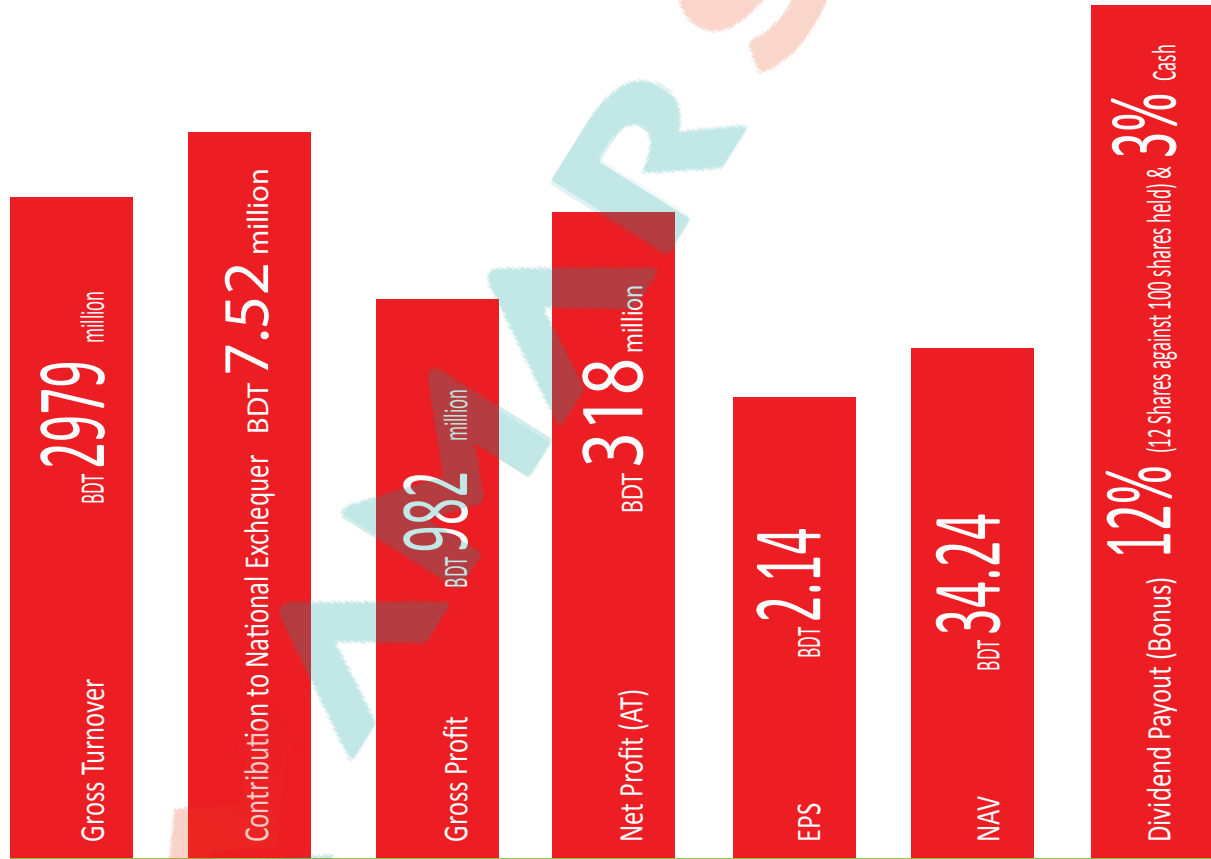
Western Marine Shipyard Limited



# Key Highlights

of the operations

Western Marine Shipyard Limited 2016-2017



# Integrated Management System (IMS) Certified Shipyard

For Quality



For Environment and Occupational Health & Safety



# Contents

Introduction	04
Management Apparatus	05
Corporate Vision & Mission	06
Our Values	07
Recognition	08
Our Progress	12
Transmittal Letter	14
Notice of the 16th Annual General Meeting	15
Board of Directors	16
Executive Committee	22
Photo Gallery	23
Corporate Social Responsibility	28
Press & Media	29
Message from the Chairman	32
Message from the Managing Director	36
Directors' Report	40
Audit Committee Report	72
Value Added Statement	74
Auditor's Report & Financial Statements	75
Our Products	108
Proxy Form	109

# Introduction

Western Marine Shipyard Limited (WMSL) is the only Export oriented and one of the biggest shipyards in Bangladesh. The company was founded with its own slipways in 2000. Later due to increase of foreign order WMSL increased its slipway and its building area. Since then the company gradually attained prominence as a major shipbuilding company with quality based motivation till today. We are specialized in new building of multi-purpose cargo ships, Inland container ships, Inland tankers, Passenger ships, Ro-ro ferries, Port utility ships, Tugs, Offshore petrol vassals, specialized fishing trawler, barge, Dredgers, Landing crafts etc.

Apart from our goodwill as a dependable company for high quality, competitive pricing and adhering to deadlines, the following are some of our competitive advantages:

- a) An ideal location: Western Marine Shipyard Limited is located in Chittagong the major port city of the country. In other words Chittagong is the hub all export and import taking place within the nation.
- b) A dedicated workforce: At Western Marine Shipyard Limited we have sufficient number of professionals, skilled and semi-skilled labors to ensure world class shipbuilding standards. We also have a modern ship design section using internationally reputed software, experts and experienced naval architects who are constantly fulfilling the needs of ship design parameters. We provide in-house and foreign trainings to our employees to enable them to upgrade their skills constantly.
- c) Abundance of Land: Currently at Western Marine Shipyard Limited we have five yards. We are always on the move for acquiring new lands so that large number of orders can be dealt with at the same time
- d) Modern machineries: A wide range of machineries and equipment such as automatic shot blasting machine, CNC machine, bending machine, automatic welding arm set, gantry crane, lifting equipment & many other are available at the shipyard which is constantly reviewed by professionals and experts for possible ways of improvement.
- e) Recently the yard has introduced CO2 & MIG welding for higher productivity & better efficiency

Building world class vessels and advancing the development of Bangladesh is a key objective of WMSL. We ensure the commitment and professionalism of our workforce in serving the customers thereby keeping us at the forefront as a quality shipbuilder.



# Management Apparatus

Company Name: Western Marine Shipyard Limited

Constitution of the Firm: Public Limited Company

Incorporation & year: CH-C 3686 of 2000

Website: www.wms.com.bd

E-mail: wms@wms.com.bd

## Board of Directors

01. Mr.Md.Saiful Islam	: Chairman
02. Mr.Md.Sakhawat Hossain	: Managing Director
03. Capt.Sohail Hasan	: Director
04. Mohammed Abdul Mobin	: Director
05. Capt.ABM Fazle Rabbi	: Director
06. Mr.Abu Md.Fazle Rashid	: Director
07. Mr.Arifur Rahman Khan	: Director
08. Mr.Monzur Morshed Chowdhury	: Director
09. Mr.Shah Alam	: Director
10. Md.Saeedul Islam	: Director
11. Mr.AKM Rezaur Rahman	: Director
12. Mr. Waliul Maroof Matin	: Independent Director
13. Capt. Anam Chowdhury	: Independent Director
14. Engr.Mostafizur Rahman	: Independent Director

## Listing:

Dhaka Stock Exchange Limited  
Chittagong Stock Exchange Limited

## Bankers:

Bank Asia Limited.  
National Bank Limited  
Mutual Trust Bank Limited  
One Bank Limited  
Dhaka Bank Limited  
NCC Bank Limited  
Pubali Bank Limited  
IFIC Bank Limited  
Brac Bank Limited  
Sonali Bank Limited  
8 nos. of NBF1

## Audit Committee

1. Engr.Mustafizur Rahman	: Chairman
2. Mr.Arifur Rahman Khan	: Member
3. Mr.Monzur Morshed Chowdhury	: Member
Mr. Jamal Uddin	: Chief Financial Officer
Mr. Shahadat Hosen FCA, FCMA	: Company Secretary
Ahmed Zaker & Co. Chartered Accountants	: Statutory Auditors

## Insurer:

Eastern Insurance Company Ltd.  
Rupali Insurance Company Ltd.  
Pioneer Insurance Company Ltd.  
Karnafully Insurance Company Ltd.  
Nitol Insurance Company Ltd.  
Asia Pacific Insurance Company Ltd.  
Prime Insurance Company Ltd.

## Credit Rating Agency:

Credit Rating Information and Services Limited (CRISL)

# Corporate Vision & Mission

## Vision

We shall be the benchmark company in the shipbuilding industry through superior performance, demonstrated by quality, timely delivery and customer satisfaction. We value addition to the shareholders.



## Mission

The mission of Western Marine Shipyard Limited is to improve continually our products and services by being the best at meeting our customer's needs, allowing us to prosper as a business while maintaining an effective Quality Management System (QMS) relevant to ship design, shipbuilding and repair.



# Our Values

## Quality

Western Marine Shipyard Limited is committed to achieving customer satisfaction by delivering quality products & services consistent with international shipbuilding standards by using environmentally sustainable technologies through timely delivery & safe working environment. We are determined to ensure effectiveness of our Quality Management System (ISO 9001:2008 Standard) by providing appropriate training to advance professional competence & operational excellence through continual improvement in all fields of our business with the help of skilled & dedicated workforce.



## Environment

Western Marine Shipyard Limited is also ISO 14001:2004 certified for safe working environment. Health and safety are considered as an essential part of the company's performance to success. Thus keeping this in mind, we comply with the health and safety standards according to the OHSAS 18001:2007. This has made Western Marine Shipyard Limited the only Integrated Management System (IMS) complying shipyard in Bangladesh.



# Recognition



## Awarded National Export Trophy (Gold)

In 20 November 2013 Western Marine Shipyard received a gold trophy from the Hon'ble Prime Minister Sheikh Hasina for one of the highest contribution in national export of Bangladesh for the year 2010-2011. The Managing Director of Western Marine Shipyard Ltd. Mr. Md. Sakhawat Hossain received the trophy on behalf of the company.



For contribution in National Export

# Recognition



## Western Marine Received President Award for Industrial Development -2014

In 30 March 2016 Western Marine has received a President Award 2014 from Hon'ble President Mr. Md. Abdul Hamid for securing 1st place as a successful enterprise in the category of Hitech Industry among twelve private entities selected under 5 categories of private industries for industrial establishment, increased productivity, job creation, and enhancement of national revenue. The Managing Director of Western Marine Shipyard Limited Mr. Md. Sakhawat Hossain received the President Award for Industrial Development on behalf of the company.



## For Industrial Development in Bangladesh

# Recognition



**Work Boat World awarded Best Large Patrol Boat Builder 2017,**

Model of the Large Patrol Boat handed over to the Honourable Finance Minister










54 M, 35 knot OPV built for KENYA



www.wms.com.bd

## MARITIME SECURITY

# DORIA



**MULTINATIONAL EFFORT TO PROTECT KENYAN FISHING GROUNDS**

Companies from three countries have come together to construct Doria, the most capable offshore patrol boat yet to enter the service of the Kenyan Ministry of Fisheries.

The 54.7-metre vessel was designed by French defence naval architects Systeme Maritime, built in Bangladesh by Western Marine Shipyard and fitted out with European equipment from suppliers such as DECOR and MTC.

Here in operation, Doria will be used to patrol the Kenyan Exclusive Economic Zone, keeping an eye on illegal fishing and unauthorised attempts to access licensed national resources as well as responding to national disasters that hit along the coast and islands.

Given her operation profile, ease of crewing with the maximum high speed dash, hence decided for design Doria with a "combined diesel and gas" (COGAG) propulsion system that features two propellers for normal cruising and a variable-pitch propeller for speed bursts.

The Kenyan defence construction plans programme are considered to build 100-400 5000-1700 gross tonnes, with maximum 1,800kW at 2,000rpm, and offer a cruising speed of 28 knots, these being greater than the fastest required. This system is the largest hydroprop application to date.

Kenya Marine has designed a vessel and an outcrop is called for, an 8000 200-4000 kW diesel, producing 3,000kW at 2,000rpm, in pressure up and down, drawing out water from an MTI motor. Close speeds at 2000 or 30 knots are automatic and will ensure that illegal fishing vessels are caught before they can flee into international waters.

The whole vessel was developed from a clean sheet with the hull developed round off a design with dimensions from that has specific advantage to conventional vessel hulls, with the result of this type, to ensure optimum the seakeeping and stability a thorough conceptual review with parametric studies was carried.

The vessel was designed to be just under 8000t, making it the largest possible vessel avoiding the onerous and costly 80,000 regulations applicable to larger vessels. It is then a very cost effective platform for its capabilities and speed that is compliant with applicable IMO regulations. Keeping the weight to below 8000 tonnes for cost control was a difficult challenge that was achieved using high-tensile steel for the structure.

A hullform is located over the aft deck and is capable of handling a maximum of up to five tonnes gross weight allowing for an extra complement of 20 crew and equipment as well as a number of provisions and related services.

Kenya Marine has designed a vessel and an outcrop is called for, an 8000 200-4000 kW diesel, producing 3,000kW at 2,000rpm, in pressure up and down, drawing out water from an MTI motor. Close speeds at 2000 or 30 knots are automatic and will ensure that illegal fishing vessels are caught before they can flee into international waters.

The vessel has advanced machinery and control systems on board. These comprise two air starters with two generating 1200kw each and a Diesel generator, 100kW. During normal operations Doria will consume 2.4 tonnes/day of fuel giving her a typical range of 3,000nm.

Kenya Marine has designed a vessel and an outcrop is called for, an 8000 200-4000 kW diesel, producing 3,000kW at 2,000rpm, in pressure up and down, drawing out water from an MTI motor. Close speeds at 2000 or 30 knots are automatic and will ensure that illegal fishing vessels are caught before they can flee into international waters.

Doria	
SPECIFICATIONS	
Type of vessel	Offshore patrol vessel
Classification	Kenya Marine Shipyard
Length overall	54.7 metres
Beam	10.5 metres
Depth	4.5 metres
Displacement	7,500 tonnes
Max speed	35 knots
Range	3,000 nm
Fuel consumption	2.4 tonnes/day
Power	3,000 kW

26 November 2017 | WORKBOAT WORLD

# Recognition



For contribution in  
Maritime Sector



# Our Progress

## 2000

Establishment. Concentrated on domestic shipbuilding & ship repair.

## 2000-2006

Built 52 vessels for inland & coastal use.

## 2007

Expanded yard facility.

A large volume of manpower recruited including marine engineers, mechanical engineers, electrical engineers, naval architects and other professionals.

Went into new building for the international market.

## 2008

Laid Keels for building 12X5200 DWT MPC ships for German owner, Grona Shipping.

Obtained recognition from Bangladesh Board of Investment as a 100% export oriented industry.

## 2009

Laid keel for building one Oily Waste Collection Vessels for LAMOR Corp AB, Finland.

Transformed from Private Limited to Public Limited Company.

## 2010

Increased Paid-up Capital from BDT 5,355,600 to BDT 405,519,000.

Increased Paid-up Capital from BDT 405,519,000 to BDT 645,519,000.

Delivered first export ship to LAMOR Corp AB, Finland.

Received another foreign order from Karachi Port Trust, Pakistan for building 2 X Passenger Ships.

Established a PHCC in collaboration with MOHFW & GIZ to provide health care service to yard workforce & local community as a part of company's CSR responsibility.

Formed joint venture with renowned dredger builder IHC, Holland for building dredgers for Asian market.

Created history by delivering the largest export ships to German buyer Grona shipping (2 X 5200DWT MPC ship).

## 2011

Laid keel for building one Double-ended Car Ferry for Hundested-Rorvig, Faergefart, Denmark.

Delivered the first locally made RORO ferry to Bangladesh government.

Formed JV with Fishers Shipyard as Western Fishers Shipyard Ltd to build fishing trawlers for Asian market.

## 2012

Delivered 2 X passengers ships to Karachi Port Trust, Pakistan.

Completion of highest worth shipbuilding project executed in the Bangladesh, exported of 8 ships in pairs, (8 X 5200 DWT MPC) ships.

The organization got recognized as the only IMS certified company in Bangladesh for having complied ISO9001, ISO14001 & OHSAS18001.

2013

Exported one 50m Double-ended Car Ferry to Denmark for Hundested-Rorvig, Faerfart A/S.

Signed contract with JGH Marine A/S, Denmark for building one Catamaran Passenger Ship for Tanzanian Government.

Signed contract with New Zealand Ministry of Foreign Affairs & Trade for building one Intl. SOLAS Passenger Ship.

2014

Laid keel for building one Intl. SOLAS Passenger Ship for New Zealand Ministry of Foreign Affairs & Trade.

Laid keel for building one Offshore Patrol Vessel for Kenyan Government.

Exported one Catamaran Passenger Ship to Tanzania.

Increasing paid up capital from BDT. 645,519,000 to BDT. 1,095,519,000 by offering 45,000,000 Ordinary Shares in to General Public.

Listed with Dhaka Stock Exchange Limited & Chittagong Stock Exchange Limited and started trading of shares from November 02, 2014.

After public issue did first AGM with general shareholder and approve 15% dividend.

2015

Contract signed with Jindal group, to build 6 bulk carrier for India and laid keel.

Successfully completed 300 pax vessel and delivered to Tanzania

Successfully completed Solas Passenger Vessel and delivered to Newzeland.

Successfully completed 9 nos. fishing trawler and delivered.

Successfully completed ro-ro ferry & pontoon and delivered to BIWTC.

Successfully completed 2 passenger vessels and delivered to BIWTC.

2016

Contract signed to build tag boat and 10 barges and Car Ferry for Uganda.

Contract signed to build Landing craft for UAE.

Contract signed to build two new passenger ships for BiWTC.

Contract signed to build barges for OSJI.

Successfully completed 7 container vessels and 1 delivered.

2017

Contract signed to build a purseiner fishing vessel for Norway.

Contract signed to build a tug boat for Payra Port Authority.

Contract signed to build a tug boat for Chittagong Port Authority.

Contract signed to build 20 bulk carrier for ESL.

Successfully completed and delivered Offshore Petrol Vessel to Kenya.

Successfully completed and delivered two 8000 DWT Cargo Ships to India.

Successfully completed and delivered Landing Craft to UAE.

Successfully completed and delivered one Tug to CPA.

Successfully completed and delivered two inland container vessels.



Western Marine  
Shipyard Ltd.

# Transmittal Letter

The  
Shareholders  
Bangladesh Securities and Exchange Commissions  
Registrar of Joint Stock Companies & Firms  
Dhaka Stock Exchange Ltd.  
Chittagong Stock Exchange Ltd.

**Sub: Annual Report for the year ended June 30, 2017.**

**Dear Sir(s)**

We are pleased to enclose a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position as at June 30, 2017, Statement of Comprehensive income, Changes in Equity and Statement of Cash Flows for the year ended June 30, 2017 along with notes thereon and all related Consolidated Financial Statements for your information, record and necessary measures.

Yours Sincerely,



**(Shahadat Hosen FCA, FCMA)**

Company Secretary

Dated: 3.12.2017

**Registered Office**

H.B.F.C. Building (4th Floor)  
1/d Agrabad C/A  
Chittagong-4100  
Bangladesh.

**Corporate Office**

Amin Future Park (7th Floor)  
1440/A Strand Road, Chittagong, Bangladesh.  
Tel: (+880) 31-2530035-7, 2513056  
Fax: (+880) 31-2530038  
Email: wms@wms.com.bd

**Shipyard**

Kolagaon, No.4  
Kolagaon Union  
Patiya, Chittagong, Bangladesh.  
(On the north side of Sikalbaha Power Plant)  
Tel: (+880) 44380004369, 4438004370

www.wms.com.bd

# Notice of the 17th Annual General Meeting



Western Marine  
Shipyard Ltd.

Notice is hereby given that the 17th ANNUAL GENERAL MEETING of the Shareholders of Western Marine Shipyard Limited will be held on Saturday, the 30th December, 2017 at 11.30 pm at Chittagong Boat Club Convention Hall to transact the following business:

## AGENDA

1. To receive, consider and adopt the Annual Audited Financial Statements of the Company for the year ended June 30, 2017 together with reports of the Auditors and Directors thereon.
2. To elect/re-elect the Director(s) of the company.
3. To declare 3% cash dividend and 12% Stock Dividend for all shareholders.
4. To appoint Auditors for the year 2017-2018 and to fix their remuneration.

By order of the Board,



**(Shahadat Hosen FCA, FCMA)**

Company Secretary

Dated: 3.12.2017

## NOTES:

- The Shareholders whose names will appear in the Share Register of the Company or in the Depository Register on the record date, i. e. 5th December 2017, will be entitled to attend at the Annual General Meeting and to receive the dividend.
- A member entitled to attend and vote at the General Meeting may appoint a Proxy to attend and vote in his/her stead. The Proxy Form, duly stamped must be deposited at the Registered Office of the Company not later than 48 hours before the time fixed for the meeting.
- Admission to the meeting room will be strictly on production of the attendance slip sent with the Notice as well as verification of signature of Member(s) and/or Proxy-holder(s).
- No gift or benefit in cash or kind shall be paid to the holders of equity securities in terms of Clause(c) of the Notification No. SEC/ SRMI/2000-953/1950 dated 24 October 2000 for attending the AGM of the Company.

### Registered Office

H.B.F.C. Building (4th Floor)  
1/d Agrabad C/A  
Chittagong-4100  
Bangladesh.

### Corporate Office

Amin Future Park (7th Floor)  
1440/A Strand Road, Chittagong, Bangladesh.  
Tel: (+880) 31-2530035-7, 2513056  
Fax: (+880) 31-2530038  
Email: wms@wms.com.bd

### Shipyard

Kolagaon, No.4  
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Patiya, Chittagong, Bangladesh.  
(On the north side of Sikalbaha Power Plant)  
Tel: (+880) 44380004369, 4438004370

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# Board of Directors



## MD SAIFUL ISLAM

Chairman, Western Marine Shipyard Limited

Mr. Saiful Islam is one of the most renowned industrialists in Bangladesh with 29 years of business experience. Apart from being a leader in the shipbuilding sector of Bangladesh he is also known for his patron in the sector of Bangladesh's leather goods manufacturing & export. As a major exporter in Bangladesh, every year he is recognized as a CIP (Commercially Important Person) by Bangladesh Ministry of Commerce. He has also received National Export trophy from the Prime Minister of Bangladesh for his export contribution in Bangladesh. Business sources of Mr. Islam extend from Asia to Europe having joint venture with world renowned German brand for leather goods "Picard". His rich business links in Europe enables him to explore for better business opportunities in various sectors. Academically he holds Mariner Certificate from UK.

### Recognition

- CIP (Commercially Important Person) status by Bangladesh Government
- President, Leather Goods & Footwear Manufacturer and Exporter Association of Bangladesh (LFMEAB)
- Vice President, Association of Export Oriented Shipbuilding Industry of Bangladesh
- Council Member, Metropolitan Chamber of Commerce & Industry, Bangladesh
- Chief Adviser & Former President, Bangladesh German Chamber of Commerce & Industry
- Chairman, Design and Technology Center (DTC)



## MD SAKHAWAT HOSSAIN

Managing Director & Director, Western Marine Shipyard Ltd.

Mr. Sakhawat Hossain graduated from Bangladesh Marine Academy in 1981 and served as Mariner till 1993. Later he acquired Class-1 Marine Engineering Certificate from UK. He started business in 1994 through marine business. He has proven to be a business leader through his management at Western Marine Shipyard Ltd since 2000. Under his leadership the entity got huge international recognition from export of ocean-going vessels to Europe & other parts of the world. The Government of Bangladesh recognized him as a Commercially Important Person for his contribution in the economy. He has been a former elected Council Member of IMarEST, UK and he is the first Bangladeshi to be awarded the IMarEST President's Commendation for his outstanding contribution in the Bangladesh Maritime Sector.

### Recognition

- CIP (Commercially Important Person) status by Bangladesh Government
- Member, IMarEST, UK
- Former Chairman, IMarEST, Bangladesh branch
- Founder Chairperson & Present Director, International Business Forum of Bangladesh (IBFB), Chittagong Chapter
- Founder Director, Chittagong Metropolitan Chamber of Commerce & Industries
- President of Chittagong Chapter and Life Member, Old Rajshahi Cadets' Association
- General Secretary, Association of Export Oriented Shipbuilding Industries of Bangladesh (AEOSIB)
- Former General Secretary, Association of Marine Engineers, Bangladesh
- Member, Chittagong Club Ltd./Shaheen Golf Club Ltd./Chittagong Boat Club Ltd.

**CAPT. SOHAIL HASAN**

Director, Western Marine Shipyard Limited

Capt. Sohail Hasan is a Master Mariner, UK. Since 1990 he is widely engaged in ship ownership, ship chartering and ship management business. He is considered a pioneer in the shipping industry having vast knowledge in shipping and business connections all over the world. Being the Chairman of Western Marine Services Ltd. & Director of Western Marine Shipyard Ltd., his business diversifies in newbuilding and ship repairing.

**Recognition**

- Founder President & Council Member, Bangladesh Business Chamber of Singapore
- Life Member, Singapore Bangladesh Society

**MOHAMMED ABDUL MOBIN**

Director, Western Marine Shipyard Limited

Mr. Mobin started his career as a Mariner in 1988 & served on-board in numerous foreign oceangoing vessels for 18 years. he is a Class-1 Marine Engineer Certified from Singapore. He started shore job as a surveyor from 2006 for Maritime Administration of St. Vincent & Grenadines and Panama. He is also a Non-Exclusive class Surveyor/Auditor for INSB since 2007. He got introduced as a business person upon his involvement in Western Marine Services in 2005.

**Recognition**

- Non-exclusive surveyor & Auditor for International Naval Surveys Bureau (I.N.S.B), Greece
- Member, Institute of Marine Engineering Science and Technology (IMarEST), UK
- Incorporated Engineer, Engineering Council, UK
- General Secretary, Institute of Marine Engineers (IMarEST)- UK, Bangladesh Branch
- Director, Bangladesh-Myanmar Chamber of Commerce & Industry
- Director, International Business Forum of Bangladesh (IBFB), Chittagong Chapter
- Member, Chittagong Chamber of Commerce & Industry
- Member, Chittagong Metropolitan Chamber of Commerce & Industry
- Member, Chittagong Club Ltd / Shaheen Golf Club Ltd / Chittagong Boat Club Ltd / Comilla Club Ltd

**CAPT. ABM FAZLE RABBI**

Director, Western Marine Shipyard Limited

Capt. ABM Fazle Rabbi is a resourceful and determined Master Mariner from Singapore with proven professional skills. He was born in the year 1971 in Chittagong and completed both MSS and BSS (Hons) in Public Administration from University of Chittagong. He has also completed Advance Diploma in Maritime Transportation from Singapore Polytechnic. Mr. Rabbi has 13 years experience of serving on board in several Ocean-going Vessels since 1993.

**Recognition**

- Life Member, Bangladesh Mercant Marine Officers' Association
- Member, Chittagong Boat Club
- Member, Chittagong Chamber of Commerce & Industry

**ABU MD. FAZLE RASHID**

Director, Western Marine Shipyard Limited

Mr. Abu Md Fazle Rashid is a Marine Engineer who graduated from Bangladesh Marine Academy in 1981. Later he acquired Class 2 Certificate of Competency (Motorship) in 1986 and Class 1 Certificate of Competency (Motorships) in 1990 from UK. He has 17 years of sailing experience as a seafarer. He has served in various ocean going vessels of Bangladesh Shipping Corporation in different capacities from Cadet Engineer to Chief Engineer. He joined Western Marine Services Limited in 1997 & at present he holds the position of Managing Director in Western Marine Services.

**Recognition**

- Incorporated Engineer, Institute of Marine Engineering, Science and Technology, (IMarEST,UK)
- Incorporated Engineer (IEng) with Engineering Council, UK
- Executive Committee Member, IMarEST Bangladesh Branch
- Member, Bangladesh Merchant Marine Officer's Association
- Treasurer, Bangladesh Merchant Marine Officers' Benevolent Fund
- Member, Chittagong Chamber of Commerce & Industry
- Member, International Business Forum of Bangladesh (IBFB), Ctg Chapter
- Life Member, OLD Rajshahi Cadet's Association
- Member, Chittagong Club Ltd / Shaheen Golf Club Ltd / Chittagong Boat Club Ltd / Comilla Club Ltd

**ARIFUR RAHMAN KHAN**

Director, Western Marine Shipyard Limited

Mr. Arifur Rahman Khan is a pass-out of Bangladesh Marine Academy in 1984. He attained Marine Engineering Class 2 Certificate of Competency (Motorship) from UK in 1989 and Class 1 Certificate of Competency (Motorships) from UK in 1993. He has also completed various professional trainings from reputed institutes. Mr. Khan is considered an ingenious mind in the shipbuilding industry of Bangladesh having the technical know-how of such industry. He has professional experience of more than 34 years from serving offshore & shore in many reputed shipping companies at highest capacity.

**Recognition**

- Member, Institute of Marine Engineering Science and Technology (IMarEST), UK
- Life Member, Chittagong Club Ltd
- Life Member, Diabetic Association of Chittagong
- Member, Chittagong Boat Club Ltd

**MONZUR MORSHED CHOWDHURY**

Director, Western Marine Shipyard Limited

Mr. Monzur Morshed Chowdhury is a very prominent and well known person in the business arena of Chittagong. His expertise on stock business for marine spares enables in making deals for high level marine and industrial procurement. He is also highly involved with foreign trade for exporting reconditioned marine spares to different parts of the world. He is a Post Graduate from University of Chittagong.

**Recognition**

- Director, International Business Forum of Bangladesh (IBFB), Chittagong Chapter
- Member, Chittagong Chamber of Commerce & Industry
- Member, Chittagong Metropolitan Chamber of Commerce & Industry
- Member, Chittagong Club Ltd
- Member, Shaheen Golf Club Ltd
- Member, Chittagong Boat Club Ltd

**SHAH ALAM**

Director, Western Marine Shipyard Limited

Mr. Shah Alam is involved in different lines of business activities, such as, Shipping, Shipbuilding & Real Estate Business. He is a Business Graduate from University of Chittagong. He has established himself as an icon in the business sector of the country being one of the proud owners of the family business Ruhul Amin & Brothers Group (RAB Group), which is a renowned Stevedore in Chittagong Port & one of the top Clearing & Forwarding Agent in the port city of Chittagong. He has received New Millennium Awards in Paris for quality of Nice Food Products and International President's Award from the International Association of Lions Club in 2009-2010.

**Recognition**

- 1st Vice District Governor, International Lions Club, Chittagong
- President, Mohamadan Sporting Club, Chittagong
- Member, Chittagong Club Limited, Chittagong
- Member, Chittagong Boat Club Limited, Chittagong
- Member, Chittagong Institute Limited, Chittagong
- Life Member, Bhatiary Golf and Country Club
- Life Member, Bangladesh Lions Foundation
- Life Member, Maa O Shishu Hospital, Chittagong

**MD. SAEEDUL ISLAM**

Director, Western Marine Shipyard Limited

Mr. Saeedul Islam is a reputable industrialist in Dhaka, who is well known in the sector of leather goods manufacturing. He holds a Masters Degree in Business Studies, from USA. Being involved in shipbuilding he is also connected with several foreign contacts in Europe for business development purpose of Western Marine Shipyard Ltd.

**AKM REZAUR RAHMAN**

Director, Western Marine Shipyard Limited

Mr. AKM Rezaur Rahman is an M.Com from University of Dhaka. He is a renowned businessman having more than 16 years of experience in the maritime sector & foreign trading. He is also an Executive Director of Banga Dredgers Limited, the leading dredging company in Bangladesh.

**WALI-UL-MARROOF MATIN**

Independent Director, Western Marine Shipyard Limited

Mr. Wali-ul-Marroof Matin has been the Managing Director and CEO of Chittagong Stock Exchange. He has an MSc in Accounting and Management Science from Southampton University, UK, a BSS in Economics from the University of Dhaka, and a PGD in Managerial Control and Management Information System from the Maastricht School of Management, the Netherlands. Mr. Matin initiated the formation of the South Asian Federation of Exchanges, SAFE, and became the first Secretary General of the Federation. He also worked internationally as a consultant for capital market development in Africa. He has special interest on shipbuilding industry.

**CAPTAIN ANAM CHOWDHURY**

Independent Director, Western Marine Shipyard Limited

Captain Mohammed Anam Chowdhury is known as an advisor to Bangladesh Ship Breakers Association since 1993. He is a renowned consultant for ship recycling facility. He achieved Master Mariner certificate from UK in 1986. Having 15 years of seamen experience he has also worked ashore in Shipping industries since 1991. He has been Port Captain with M/S METALINK, USA. He is President of Society of Master Mariners of Bangladesh; Member of MEPC (Marine Environment Protection Committee) & Member Executive Committee of The Nautical Institute of Bangladesh a branch of Nautical Institute of the United Kingdom.

**ENGR. MOSTAFIZUR RAHMAN**

Independent Director, Western Marine Shipyard Limited

Mr. Mostafizur Rahman is a renowned architect in Dhaka. He graduated with a BSc in Civil Engineer from BUET in 1984. He has served a civil engineer in Zeen Limited in Dhaka from 1984 to 1987. Following this, he worked for DESIGN INNOVATIONS as a Structural Engineer.

He then founded ARCHITEKTON in 1989, which a renowned architectural and design firm in Bangladesh. Currently he is serving as the Chairman of this company. Some of Major projects under Mr. Mostafizur's leadership include Universal Medical College & Hospital in Dhaka, CCDB HOPE CENTER in Gazipur, CARGO VILLAGE at Zia International Airport, 14 stories 2 level basement BOQ apartment building of Bangladesh Army at Dhaka Cantonment and many more.

Lastly, Mr. Mostafizur is keen follower of golf and plays on a regular basis. He is also the Founder Member of Cadet College Club.



## Executive Committee

TOP ROW FROM LEFT

### Capt. Sohail Hassan

Master Mariner, UK  
EC Chairman

### Md. Sakhawat Hossain

Class-1 Marine Engineer, UK  
Managing Director

### Mohammed Abdul Mobin

Class-1 Marine Engineer, Singapore  
Deputy Managing Director

### Capt. ABM Fazle Rabbi

Master Mariner, Singapore  
Director- Operation

### Md. Sabbab Hossain

Naval Architect, UK  
Director- Business Development

### Jamal Uddin

B.Com, CA. (Inter)  
Chief Financial Officer

### Shahadat Hosen

FCA, FCMA  
Company Secretary

### Kazi Salimul Kibria

M.Com, University of Chittagong  
Sr. GM (Finance & Accounts)

### Abul Mansur

M.Com, CA. (CC)  
DGM (Finance & Accounts)

### Tapas Kumar Das

M.Com, CA. (CC)  
Head of Internal Audit & Income Tax

# Photo Gallery



15th & 16th AGM of WMSL held on 12 Oct 2017



CSR- SEIP for shipbuilding sector, Welding training at ESDO Thakurgan.



CSR contribution to ORCA Homes, Chittagong by Western Marine



CSR with Mr. Abdur Rouf Talukder, EPD of SEIP project



Delivery of Kandari-12, Tugboat for Chittagong Port Authority on 13 Aug 2017 (c)

# Photo Gallery



2 X 8000 DWT Cargo Ships, JSW Raigad & JSW Pratapgad- a pair of lady ready to sail Indian Ocean



Goodwill visit by KSS from Faro Island in Europe on 14 Nov 2017



Goodwill visit to shipyard by NDC professional on 08 Oct 2017



Handing-over of Landing Craft to UAE buyer on November 2017



Keel Laying of 20 Container ships for Evergreen Shipping Ltd. on 23 Apr 2017



Keel Laying of a 40 Ton Tugboat for Chittagong Port Authority 25 Sep 2017



Norwegian Ambassador attending a WMSHL press conference

# Photo Gallery



Handing Over of JSW Raigad & Pratapgad to Indian Buyer JSW on 23 Oct 2017



Representing Bangladesh South Asia Technical Committee Meeting of DNV GL at Mumbai on 17 Nov 2017

# Photo Gallery



Keel laying of a Fishing Vessel for Norway on 05 Sep 2017



Launching of an Offshore Patrol Vessel for Kenyan Govt on 04 May 2017



Principal Secretary PMO Dr. Kamal Reza at Kolkata Boi Mela on 15 Nov 2017



Western Marine Shipyard signed another agreement for building 01 unit of Tug Boat for CPA on 22 June 2017



WMSL employees with Managing Director after receiving President's Award (2)

# Photo Gallery



Shipyard visit by Honourable Finance Minister A.M A. Muhith on 13 Aug 2017



WMSHL signed deal to build 20 inland cargo ships for a private enterprise

# Corporate Social Responsibility

A Primary Health Care Centre (PHCC) has been developed in the shipyard jointly with German Development Cooperation (GIZ) & Ministry of Health & Family Welfare (MOHFW) as a public private partnership (PPP) to provide free of charge health care service to 4,000 yard personnel & 26,000 people of the local community in Kolagaon, Patiya, where the shipyard is located.

**PHCC Services:**

- Hearing test
- Lungs function test
- Routine physical check-up



# Press & Media

The Daily Star



Landing craft tank "Ajman Trans" being handed over to Al Rashid Shipping Ltd of the United Arab Emirates by Western Marine Shipyard in Chittagong yesterday.

## Western Marine builds ship for UAE buyer

OUR CORRESPONDENT, D.

Bangladesh's leading shipbuilder Western Marine Shipyard yesterday handed over a landing craft tank to Al Rashid Shipping Ltd of the United Arab Emirates.

The deal was signed in 2015 and the craft took around Tk 30 crore to build in compliance with Bureau Veritas. It will be used on routes

along the Mediterranean Sea for trading and loading goods offshore.

Named "Ajman Trans" the vessel is 63.45 metres in length and capable of carrying low draft and moving across shallow water. Western Marine's Deputy Managing Director, Md. Sakawat Hossain said, though the industry was making good operational profits, the high interest rates and short repayment periods on infrastructural investment were taking a toll on net profits.

two more for Bangladesh Army. The construction is a milestone in the country's emerging shipbuilding industry, he said.

Managing Director Md. Sakawat Hossain said, though the industry was making good operational profits, the high interest rates and short repayment periods on infrastructural investment were taking a toll on net profits.

Financial Express

### Western Marine holds EGM

Our Correspondent

CHITTAGONG Jul 2: The 5th extra-ordinary general meeting (EGM) of Western Marine Shipyard Ltd, leading ship building company of Bangladesh, was held today (Sunday) at Chittagong Boat Club in the city.

The EGM was attended by a large number of the shareholders, a statement said.

Presided over by Capt Sohail Hasan, director of the company, the meeting was attended by managing director Md. Sakawat Hossain, directors Arifur Rahman Khan, Capt ABM Fazle Rabbi, Abu Md Fazle Rashid, Mohammad Abdul Mobin, chief financial officer Jamal Uddin and company secretary Shahadat Hosen.

The shareholders appointed Ahmed Zakir and Co, chartered accountants, as the auditors for the year 2014-15. pankajdesai@rediffmail.com



The 5th extra-ordinary general meeting (EGM) of Western Marine Shipyard was held Sunday.

daily sun



Finance Minister AMA Muhith inaugurates an offshore patrol vessel 'Doria' built by Western Marine Shipyard (WMSL) at a function in Chittagong on Sunday.

# প্রথম আলো

## কেনিয়ায় রপ্তানির জন্য জাহাজ নির্মাণ করল ওয়েস্টার্ন মেরিন

নিজস্ব প্রতিবেদক, চট্টগ্রাম

কেনিয়ায় রপ্তানির জন্য একটি বিশেষায়িত জাহাজের নির্মাণকাজ শেষ করেছে চট্টগ্রামের ওয়েস্টার্ন মেরিন শিপইয়ার্ড। প্রায় ২০ মিলিয়ন বা ১৬৪ কোটি টাকা রপ্তানিমূল্যের ছোট আকারের এই জাহাজ গতকাল বৃহস্পতিবার দুপুরে কর্ণফুলীর পানিতে ভাসানো হয়েছে। আগামী জুনে জাহাজটি রপ্তানি করা হবে।

জাহাজটি পানিতে ভাসানো উপলক্ষে গতকাল চট্টগ্রামের পটিয়ার কোলাপাও এলাকায় কর্ণফুলী নদীর পাড়ে শিপইয়ার্ডে অনুষ্ঠানের আয়োজন করা হয়। অনুষ্ঠানে নৌ মন্ত্রণালয়ের সচিব অশোক মাহবুব রায়, চট্টগ্রামের নেভাল এরিয়ার কমান্ডার রিয়ার অ্যাডমিরাল এম আশরাফুল হক, কেনিয়ার মৎস্য মন্ত্রণালয়ের প্রতিনিধি উইলি ব্রেট ও মিচেনিয়াপাত টিবা, ডেনমার্কের রাষ্ট্রদূত মাইকেল হেমনিচি উইনথার, ওয়েস্টার্ন মেরিন

শিপইয়ার্ডের ব্যবস্থাপনা পরিচালক সাখাওয়াত হোসেন প্রমুখ উপস্থিত ছিলেন।

ওয়েস্টার্ন মেরিন শিপইয়ার্ড থেকে জাহাজটি কিনবে ডেনমার্কের জেজিএইচ মেরিন এ/এস কোম্পানি। এরপর ডেনমার্কের কোম্পানিটি কেনিয়ার মৎস্য মন্ত্রণালয়ের কাছে জাহাজটি হস্তান্তর করবে। জাহাজটি কেনিয়ার সমুদ্র এলাকায় মাছ ধরার উল্লারের নিরাপত্তা তদারকিসহ সমুদ্রসম্পদ রক্ষার কাজে ব্যবহৃত হবে। এই জাহাজে রয়েছে হেলিকপ্টার নামানোর ব্যবস্থা। আবার জাহাজ থেকে জলদস্যুদের বহনকারী বা নিরাপত্তা বিয়কারী জলযান নিয়ন্ত্রণ করার প্রযুক্তিও বসানো হচ্ছে।

'অফশোর পেট্রোল ভেসেল' হিসেবে পরিচিত বিশেষায়িত এই জাহাজ যথায় চলবে ৩৫ নটিক্যাল মাইল (৬৫ কিলোমিটার) গতিতে। জাহাজটির দৈর্ঘ্য প্রায় ৫৪ মিটার। প্রস্থ সাড়ে আট মিটার। জাহাজটি নির্মাণের সময় মান তদারক করেছি আন্তর্জাতিক মান নিয়ন্ত্রণকারী সংস্থা 'ক্লাস বি ভি'। গতকাল অনুষ্ঠানে মান নিয়ন্ত্রণকারী সংস্থার প্রতিনিধি হারনুর রশীদ জাহাজ নির্মাণকারী প্রতিষ্ঠান ওয়েস্টার্ন মেরিন ও কেনিয়ার মৎস্য মন্ত্রণালয়ের প্রতিনিধির কাছে সনদ তুলে দেন।

### READY FLAT

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## daily sun

## Investment witnessing uptrend: Muhith

STAFF CORRESPONDENT

CHITTAGONG: Finance Minister Abul Maaul Muhith said the country has been witnessing sufficient uptrend in percentage of investment.

The minister said this while talking to journalists after attending the 'Yard Delivery Ceremony' of an offshore patrol vessel built by the Western Marine Shipyard Limited (WMSL) in the port city on Sunday.

The handing over ceremony was organised onboard the 'Western Cruise' of the WMSL on the river Karnaphuli.

The Finance Minister termed the shipbuilding industry as important sector and said it has been playing role in economic development of the country.

Replying to a question, Muhith said the government has been providing the industry with different incentives including bonded warehouse facility, which is very important for export industry.

"The cash subsidy we are giving to them will continue. But, it will take time for the industries to come back after availing the facilities," he added.

Regarding a question about investment in the country, Muhith said it is not an easy thing to explain.

"We have no plan for separate fund for the industry at this moment. We are en-

couraging all including the banks while the interest rate also reduced remarkably by now," said also Muhith.

"We should continue the support to the industry," he added.

At the handing over ceremony the minister also said that in the past, Bangladesh was famous for textile and shipbuilding industries. These are two strong pillars of growth in the 21 century. Mentionable, WMSL built the first offshore patrol vessel 'Doria' in Bangladesh for Kenya.

The vessel has an overall length of 54.70 metre and it is one kind of rocket ship, which can be operated at a maximum speed of 35 knots.

The vessel built under the supervision of international classification society 'Class BV' will be operated in the route of Indian Ocean of East Africa.

The agreement for the vessel was signed between JGH Marine and the Kenyan government in 2012.

Bangladesh Navy Commander of Chittagong Naval Area Rear Admiral M Abu Ashraf, Chittagong Customs Commissioner AFM Abdullah Khan, WMSL Chairman Saiful Islam, Managing Director Md Sakawat Hossain, Deputy Managing Director Abdul Mobin and officials of Bank Asia were present on the occasion.



# Press & Media

daily sun



Chittagong Port Authority (CPA) Chairman Rear Admiral M Khaled Iqbal and other guests at a keel-laying ceremony of a tug boat for the CPA at Western Marine Shipyard on Monday.

33 SS Khaled Road, Kazir Deswi, Chittagong, Bangladesh. Phone : 88-031-2867271. Fax:

## Western Marine hands over largest 'Made-in-Bangladesh' ship

Our Correspondent

CHITTAGONG, Mar 30: Western Marine Shipyard (WMS) Limited has successfully built and handed over the country's largest ship - MV JSW Pratapgad, the first of its ten 8,000 dead weight ton (DWT) capacity mini bulk carriers, to its Indian buyer.

According to the company officials, this is the largest vessel built so far in Bangladesh - thereby recording a milestone in the country's emerging shipbuilding industry.

The programme was marked by an emotion-packed ceremony in Chittagong the previous day when the guests and Indian buyer alike expressed deep satisfaction over the progress of building the ships and their overall construction quality.

WMS director (technical) Mohammad Mobin said that Western Marine made a history by making the biggest vessel ever in the country to be exported to India.

He also expressed gratitude to all shipyard personnel, business partners and journalists whose contribution, according to him, made the project successful.

WMS director Sohail Hasan said the vessel has an overall length of 122.25 meters (401 feet) and will be in operation in the Indian Sea routes and has been manufactured in compliance with the Indian Register of Shipping (IRS), a classification society.

Western Marine is JSW signed a deal with JSW Pratapgad Port Ltd, India, for building 10 units of Mini Bulk Carriers. JSW Pratapgad is one of those that has been delivered.

The ceremony was attended by the owner of the vessel,

officials of Western Marine Shipyard and a host of other guests.

JSW Infrastructure's Head of Finance Devki Nandan hoped to place yet another order for Western Marine to build four more vessels - apparently expressing his satisfaction over the progress of ship-building and quality of construction.

WMS director (technical) Mohammad Mobin said that Western Marine made a history by making the biggest vessel ever in the country to be exported to India.

He also expressed gratitude to all shipyard personnel, business partners and journalists whose contribution, according to him, made the project successful.

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Officials from two companies seen during the largest ever country-made ship's handover ceremony.

recent years as a major firm for export diversification side by side the country's booming ready-made garment (RMG) industry. Within a short span of time, he said, the ship-building industry has made a good reputation in the global market through export of quality products at many corners of the world.

A total of 25 ships were exported during the last five years which has brought an inward remittance of more than USD 150 million and of those Western Marine alone exported 13 vessels, he said.

Leaving behind the downturn in global ship-building industry over the period of last four-five years, Bangladesh's ship-building industry is once again growing as expected, he said, adding that despite such promising results the ship-building industry of Bangladesh is facing financial challenges.

According to him, the ship building is a capital-intensive industry and as such Bangladesh has to face some challenges.

structure development are facing huge challenges. For sustainability of the country's ship-building industry, the government should introduce a long-term interest subsidy scheme, he said.

He also said the industry will turn around once again if three-four per cent interest rate of bank loan for the period of 20 years can be introduced for investment in infrastructure development.

For instance, he referred, China, Korea and Indian ship-builders are receiving low interest loan, special subsidy and export facilities from their respective governments.

China, Korea and Japan are providing long term loan for a period of 25 years and in India, 20 per cent of subsidy for the period of 50 years is being provided, he mentioned.

There is a demand for 600 more ships of medium size in future in the Indian Sea Route and this market could be captured if our government extends necessary support to the growing industry, he observed.

## The Daily Star

# Western Marine builds two ships for Indian firm

**STAFF CORRESPONDENT, CG**

The shipbuilding sector of Bangladesh has an immense opportunity to work with India as the neighbouring country is set to expand water-based cargo movement targeting huge growth in infrastructure development.

India's central government has given importance to building a model ship in the transport of cargo from road to rail and rail to water, said BNSC Sharma, chief operating officer and joint managing director of JSW Infrastructure, a concern of India Group.

"We are now planning to use the largest ship possible for the river and coastal routes," he said, adding that India is investing about \$45 billion annually for river entry in waterways enough for transporting cargo.

Sharma's comments came on Monday in the handover ceremony of two bulk vessels made by Bangladesh's leading ship builder Western Marine Shipyard for JSW Jaigarh Port Ltd, the first step-water gateway port in Maharashtra.



These two red coloured bulk carriers, JSW Pratapgad and JSW Rajgad, were handed over to Jaigarh Port Ltd of India at a ceremony at Hotel Agrabad of Chittagong on Monday. The builder, Western Marine Shipyard, says these are the largest vessels made in Bangladesh and the first ones to be exported to India.

## দৈনিক পূর্বকোণ

কিল লেইংয়ের মাধ্যমে নির্মাণ কাজের উদ্বোধন  
২৫০ কোটি টাকায় ২০টি জাহাজ  
নির্মাণ করছে ওয়েস্টার্ন মেরিন

ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের জন্য আড়াইশ কোটি টাকা ব্যয়ে ২০টি টন ধারণ ক্ষমতার ২০টি ক্যারো অরডারের নির্মাণ কাজের উদ্বোধন করা হয়েছে। ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের কিল লেইং (জাহাজ নির্মাণের সূচনা পর্বের অনুষ্ঠান) উদ্বোধনের মাধ্যমে বাংলাদেশ সুপার জাহাজ নির্মাণ কাজ শুরু হয়।

কুলাঙ্গার জাহাজ নির্মাণের উদ্দেশ্যে গঠিত হল ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের ব্যবস্থাপনা পরিচালক মো. মজিবুল হক, অস. আমর হোসেন পরিচালক (টেকনিক্যাল), ইঞ্জিনিয়ার শাহিদুল আলম, অস. আমর হোসেন পরিচালক (আইসিএম), মো. রশেদুল আলম, ইউনিয়ন ব্যাংকের চেয়ারম্যান সাহিদুল আলম এবং সৈয়দ মোহাম্মদ হামিদ আলম মাইক্রোফোন।

অনুষ্ঠানে ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের ব্যবস্থাপনা পরিচালক মো. মজিবুল হক ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের নির্মাণ কাজের উদ্বোধন করে বলেন, ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের নির্মাণ কাজের উদ্বোধন করা হয়েছে। ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের নির্মাণ কাজের উদ্বোধন করা হয়েছে।

ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের নির্মাণ কাজের উদ্বোধন করা হয়েছে। ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের নির্মাণ কাজের উদ্বোধন করা হয়েছে।



কিল লেইংয়ের মাধ্যমে ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের জন্য ২০টি ক্যারো অরডারের নির্মাণ কাজের উদ্বোধন করছেন আমর হোসেন পরিচালক।

## ব্যবার বিজ্ঞ



২৫০ কোটি টাকায় ২০টি জাহাজ নির্মাণের উদ্বোধন করা হয়েছে ওয়েস্টার্ন মেরিন শিপিং লিমিটেডের নির্মাণ কাজের উদ্বোধন করা হয়েছে।

## WMS to build fishing vessel for Norway

Business Correspondent

Western Marine Shipyard Ltd (WMSL), the leading ship builder in Bangladesh, laid the keel for building a fishing vessel for a Norwegian company on Tuesday under an agreement in force last year.

Deputy Head of Mission at Royal Norwegian Embassy in Bangladesh, Truls Jørgen Espenæs and the Owner of the Norwegian company H. Østerveit AS, Knut Einar Østerveit were present at the keel laying ceremony at the Quay on Tuesday.

WMSL is building the fishing vessel with 23 meters in length and 17 meters width and a main engine with the capacity of 6000 horsepower.

The 23 million vessel with 200 DWT is being built under the supervision of a Norwegian company.

WMSL is building the fishing vessel with 23 meters in length and 17 meters width and a main engine with the capacity of 6000 horsepower.



Senior officials of Western Marine Shipyard Ltd, Norwegian Embassy in Bangladesh and Norwegian company H. Østerveit AS, Norway pose at the keel laying ceremony for 8th vessel of the WMSL shipyard in Chittagong on Tuesday.

WMSL is building the fishing vessel with 23 meters in length and 17 meters width and a main engine with the capacity of 6000 horsepower.

The 23 million vessel with 200 DWT is being built under the supervision of a Norwegian company.

WMSL is building the fishing vessel with 23 meters in length and 17 meters width and a main engine with the capacity of 6000 horsepower.

# Press & Media

নয়া দিগন্ত

## ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন



ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

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dailyobserver



Offshore Petrol Vessel 'Doria' (on the back ground) is being launched at an impressive ceremony at the Yard of Western Marine Shipyard in Chittagong on Thursday.

## আলাউতি বাংলাদেশ



ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

## ওয়েস্টার্ন মেরিন শিপইয়ার্ডে নির্মিত জাহাজ হস্তান্তর

ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

## দৈনিক পূর্বকোণ



নরওয়ের এইচ ওয়েস্টার্ডাল এএস এর সাথে সম্পাদিত চুক্তির আওতায় নির্মিতব্য ফিশিং ভেসেল নির্মাণের কিল লেয়িং অনুষ্ঠান

## নরওয়ের ফিশিং ভেসেল তৈরিতে কিল লেয়িং ওয়েস্টার্ন মেরিনের

ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

## প্রথম আলো

## ওয়েস্টার্ন মেরিন শিপইয়ার্ডে ২০টি জাহাজের নির্মাণকাজের উদ্বোধন

ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

ওয়েস্টার্ন মেরিনে নরওয়ের জন্য ভেসেল নির্মাণের কিল লেয়িং সম্পন্ন হয়েছে।

# Message from the Chairman

**Respected Shareholders, Ladies and Gentleman,  
Assalamualaikum.**

I would like to thank all our shareholders for joining us in our 17<sup>th</sup> Annual General Meeting.

It is my honour and privilege to interact with you as the Chairman of Western Marine Shipyard Limited.

Ours is a journey that transcends the narrow confines of shipbuilding and marine engineering. Rather, it is an enriching experience of nation building. By bridging distances and bringing the world closer, we help create a global connect. With a passion for excellence, we at Western Marine Shipyard aim at providing our customers the very best of - Quality, Price and Delivery.

**We believe in creating long-term shareholder value** through an ongoing process of value addition and innovation. We believe in building, sustaining and strengthening relationships with all our stakeholders by adhering to the best corporate practices.

**The shipbuilding industry is going through multiple changes** from different dimensions – changing regulatory and environmental standards as well as technological disruptions and the industry is also witnessing increased competition.

From our Company's point of view Western Marine Shipyard Limited has posted an excellent performance from exporting 15 nos. of different vessels to our foreign buyers in Africa, India & UAE. Subsequently we have also made a remarkable performance in the domestic segment which has been a major concern us. **We have witnessed a drastic rise in domestic demand** for various types of ships, mainly utility vessels for government use like

tugs, inland container vessels & passenger ships. And we have been successful in securing majority of this market share by signing newbuilding orders with Chittagong Port, Payra Port, BIWTC & Defense Sector of Bangladesh. Further this year our biggest achievement was securing newbuilding order of 20 units of inland cargo ships for a private entrepreneur Evergreen Shipping Limited which will make a big contribution in commodity business of Bangladesh.

Western Marine Shipyard is racing ahead with completion of infrastructure upgradation projects. The shipyard has already invested over Tk. 615 Crore and further over Tk. 500 Core will be invested in next few years. New Investment facilities will be completed within 2018 and the yard is gearing up for the construction of higher capacity vessels and all actions required in this regard is well on track.

I am grateful to all our shareholders, financial partners, regulatory bodies, the Government of Bangladesh & all the wishers of Western Marine Shipyard for your belief toward us & staying behind us to witness this glorious moment of today. And I can assure you Western Marine Shipyard will mark even bigger success in days ahead and we shall make you proud of this.

Thanking you.

Best wishes,



**Md. Saiful Islam**  
Chairman



# চেয়ারম্যানের বাণী

সম্মানিত শেয়ারহোল্ডারবৃন্দ, ভদ্র মহিলা ও ভদ্র মহোদয়গন

আসসালামু আলাইকুম।

আমি আমাদের শেয়ার হোল্ডারবৃন্দকে ১৭ তম বার্ষিক সাধারণ সভায় স্বাগত জানাচ্ছি।

ওয়েস্টার্ন মেরিন শিপইয়ার্ড লি: এর চেয়ারম্যান হিসেবে আপনাদের সামনে আসতে পেরে সম্মানিত বোধ করছি।

আমাদের জাহাজ নির্মাণ ও সামুদ্রিক প্রকৌশল একটি সীমিত পথ অতিক্রম করা নয় বরং এটি একটি জাতির সমৃদ্ধি হওয়ার অভিজ্ঞতা। আধুনিক প্রতিযোগিতা মূলক বিশ্বে দূরত্বকে কমিয়ে পৃথিবীকে কাছে আনার মাধ্যমে আমরা বিশ্বব্যাপী সংযোগ সহজ করতে সাহায্য করছি। ওয়েস্টার্ন মেরিন শিপইয়ার্ড লি: গ্রাহকদের সবচেয়ে সেরা জাহাজ, ন্যায্য মূল্যে এবং সঠিক সময়ে ডেলিভারি দেয়ার বিষয়ে বদ্ধ পরিকর।

আমরা উদ্ভাবন ও প্রতিনিয়ত মূল্য সংযোজন এর মাধ্যমে শেয়ার হোল্ডার বৃন্দের দীর্ঘমেয়াদী প্রবৃদ্ধিতে বিশ্বাস করি। সেরা কর্পোরেট চর্চা করে আমাদের সকল স্টেক হোল্ডারের সাথে সম্পর্ক স্থাপন, বজায় রাখা এবং শক্তিশালী করনে বিশ্বাস করি।

জাহাজ নির্মাণ শিল্প বিভিন্ন মাত্রা থেকে একাধিক পরিবর্তনের মাধ্যমে চলছে। নিয়ন্ত্রক সংস্থা ও পরিবেশগত মানের পরিবর্তন এবং প্রযুক্তিগত উন্নয়নের কারণে এই শিল্পে প্রতিযোগিতা প্রতিনিয়ত বৃদ্ধি পাচ্ছে।

আমাদের কোম্পানীর দৃষ্টিকোণ থেকে আমরা বলতে পারি, বিগত বৎসরে ওয়েস্টার্ন মেরিন শিপইয়ার্ড লি: আফ্রিকা মহাদেশ, ভারত ও সংযুক্ত আরব আমিরাতে জাহাজ রপ্তানী করে চমৎকার দৃষ্টান্ত স্থাপন করেছে। পরবর্তীতে দেশীয় ক্রেতাদের জন্য ও জাহাজ তৈরি করে আমরা আমাদের মানকে আরো উপরে নিয়েছি যেটি ছিল সবসময় আমাদের জন্য আত্মহের বিষয়। সম্প্রতি আমরা লক্ষ করেছি আমাদের দেশীয় জাহাজের চাহিদা বৃদ্ধি পেয়েছে বিশেষ করে বাংলাদেশ সরকারের জন্য প্রয়োজনীয় টাগ বোট, অভ্যন্তরীণ প্যাসেঞ্জার জাহাজ ও

কন্টেইনার জাহাজ। চট্টগ্রাম বন্দর কর্তৃপক্ষ, পায়রা বন্দর কর্তৃপক্ষ, বি আই ডবিউ টি সি ও প্রতিরক্ষা দপ্তরের জন্য নতুন জাহাজ নির্মাণের অর্ডার স্বাক্ষর করে আমরা এই বাজারের সংখ্যাগরিষ্ঠতা অর্জনে সফলতা অর্জন করেছি। এছাড়া ও এই বৎসরে আমাদের সর্ববৃহৎ অর্জনটি হচ্ছে একটি বেসরকারী উদ্যোক্তা এভারগ্রীন শিপিং লিমিটেড এর জন্য ২০ টি নতুন জাহাজ নির্মাণের কার্যাদেশ পেয়েছি যা বাংলাদেশের পন্য বানিজ্যে অনেক বড় অবদান রাখবে।

ওয়েস্টার্ন মেরিন শীপ ইয়ার্ড লি: উহার অবকাঠামো উন্নয়নের প্রকল্প হাতে নিয়েছে। কোম্পানী ইতিমধ্যে ৬১৫ কোটি টাকা বিনিয়োগ করেছে এবং পরবর্তী কয়েক বৎসর আরো ৫০০ কোটি টাকা বিনিয়োগের পরিকল্পনা নিয়েছে। ২০১৮ সালের মধ্যে নতুন বিনিয়োগ সম্পূর্ণ হবে বলে আশা করা যাচ্ছে। যার মাধ্যমে কোম্পানী বিশেষ ধরনের জাহাজ নির্মাণের যোগ্যতা অর্জন করবে।

আমাদের সকল শেয়ার হোল্ডার, আর্থিক অংশীদার, নিয়ন্ত্রক সংস্থা, বাংলাদেশ সরকার এবং সকল শুভাকাঙ্ক্ষির প্রতি কৃতজ্ঞ, আমাদের প্রতি বিশ্বাস রাখার জন্য এবং আজকের এই মহিমান্বিত মুহুর্তে পাশে থাকার জন্য। আমি আপনাদেরকে আশ্বস্ত করতে পারি, ওয়েস্টার্ন মেরিন শিপইয়ার্ড লি: ভবিষ্যতে আরো বড় সাফল্যকে আলিঙ্গন করবে যার গর্বিত অংশীদার হবেন আপনারা।

আপনাদেরকে অসংখ্য ধন্যবাদ।

ধন্যবাদান্তে-



মোঃ সাইফুল ইসলাম  
চেয়ারম্যান



## Message from the Managing Director

**Respected Shareholders, Ladies and Gentleman,  
Assalamualaikum.**

My greetings to all of our shareholders for the Year 2016-2017. May the year bring all the cheers and happiness! I would like to take this opportunity to share our performance so far in FY 2016-2017 and the tasks ahead for us, to make it more eventful and memorable. Western Marine Shipyard Limited continues in its onward march with steadfast commitment and relentless pursuit of excellence, amidst constantly evolving market scenario, with more and more competitive yards in the global market, nibbling the business pie.

It is indeed a matter of remarkable pride, that post registering impressive work orders in FY 14-15, FY 15-16 has been very rewarding. The yard is on the cusp of exciting growth prospects, going forward. Western Marine's **'focus on execution'** with resultant reduced **'build periods'**, **'timely deliveries'** at **'Fixed cost'**, coupled with Quality construction, lesser liabilities and sensitivity towards customer requirements are some of the key differentiators, that make Western Marine Shipyard a **'Preferred Shipyard'** to its clients. In the last one year, Western Marine Shipyard has delivered one OPV of 35 knots speed to the Kenyan dept of Fisheries, one 25 Ton Tug Boat handed over to Chittagong Port Authority and two Inland Container Vessels for serving to the Pangaon Inland Container Terminal.

The company has achieved excellent all round results on financial front in FY 16-17, Our revenue increased 6% compared to the last year, and so our gross profit increased by 10% due to slow growth of cost of shipbuilding by 4% as a result Operating profit increased by 10%, net profit before tax increase by 5% and finally profit after tax increased by 6% from the last year due to cost saving and constantly increasing efficiency in cost of built & operating

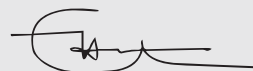
expenses through an effective management measures at each echelon of operation.

Focusing on corporate social responsibility, the yard is emphasizing on increased Indigenization & women empowerment, local outsourcing & skill enhancement in Bangladesh. Increased emphasis is being given to the development and implementation of new governance policies and training of our employees to prepare them for the challenges of the future.

We look forward to 2017-2018 as a year in which Western Marine will continue to set new benchmarks, incorporating the latest technologies and expanding its capabilities to meet the needs of the nation's defense sector. We are confident of clocking over 25 % growth in turnover along with a corresponding increase in our bottom line, on the strength of reduced **'build periods'** and higher productivity. The positive momentum on the back of new strategies will yield very positive results in years to come. Our best is yet to come.

While concluding, I offer my gratitude to all the Employees, Workers, Officials, Directors, Shareholders, Stakeholders, Government Agencies, Bank & Financial Institutions, Customers, Consumers, Contractors, Suppliers BSEC, DSE, CSE, CDBL, Joint Stock Companies and Firms, Bank, Auditors, NBR, Customs & VAT and other Service Agencies for performing their respective roles in their best manner which combinedly contributed to the outstanding results for the benefit of all of us and the Nation.

Thanking You,



**Md. Sakhawat Hossain**  
Managing Director



## ব্যবস্থাপনা পরিচালকের প্রতিবেদন

সম্মানিত শেয়ারহোল্ডারবৃন্দ, ভদ্র মহিলা ও ভদ্র মহোদয়গন,  
আসসালামু আলাইকুম।

আমার ২০১৬-২০১৭ বছরের শূভেচ্ছা গ্রহন করুন। আশাকরি এ বছর আপনাদের জন্য অনেক সুখ ও সমৃদ্ধি বয়ে আনবে। আমি অত্যন্ত আনন্দের সাথে ২০১৬-২০১৭ সালের ফলাফল, এবং আমাদের আসন্ন কার্যাবলী সমূহকে স্বরণীয় করে রাখতে আপনাদের সামনে উপস্থাপন করছি। ওয়েস্টার্ন মেরিন শীপইয়ার্ড লি. এর অবিচল প্রতিশ্রুতি ও নিরন্তর শ্রেষ্ঠত্বের সাধনার সাথে প্রতিনিয়ত পরিবর্তনশীল বিশ্বের এই প্রতিযোগিতা মূলক জাহাজ নির্মাণ শিল্পের বাজারে উল্লেখজনক অবস্থান তৈরী করে ক্রমশ সামনের দিকে এগিয়ে যাচ্ছে।

এটি আমাদের জন্য গৌরবের যে, এ বছর আমরা ২০১৪-২০১৫ ও ২০১৫-২০১৬ সালের প্রাপ্ত কার্যাদেশের কাজ সমূহ এগিয়ে নিতে সক্ষম হয়েছি। ওয়েস্টার্ন মেরিন শীপইয়ার্ডের উন্নয়নের সকল সম্ভাবনা বিদ্যমান রয়েছে যা এর ধারাবাহিকতায় এগিয়ে যাচ্ছে। এই কোম্পানী পূর্বের স্থায়ী খরচকে স্থির রেখে, কার্য সম্পাদনকে সর্বাদিক গুরুত্ব দিয়ে, নির্মাণ সময়কে কমিয়ে এনে, সঠিক সময়ে জাহাজ হস্তান্তর করে, গুণগত মান বজায় রেখে এবং ক্রেতার প্রয়োজনীয়তা ও সংবেদনশীলতার প্রতি খেয়াল রাখার মাধ্যমে ওয়েস্টার্ন মেরিন শীপইয়ার্ডকে ‘অগ্রাধিকার ও যুগোপযোগী শীপইয়ার্ড’ হিসাবে বিশ্ববাজারে তুলে ধরেছেন। বিগত বৎসরে কোম্পানী ৩৫ নটিক্যাল মাইল গতিতে চলতে সক্ষম একটি অফসোর পেট্রোল ভেসেল নির্মাণ করে কেনিয়ার মৎস অধিদপ্তরকে হস্তান্তর করেন। এছাড়া ও একটি ২৫ টন BP টাগ বোট চট্টগ্রাম বন্দর কর্তৃপক্ষকে এবং দুইটি কনটেইনার জাহাজ পানগাঁও অভ্যন্তরীণ কনটেইনার টারমিনালে ব্যবহারের জন্য হস্তান্তর করা হয়।

এখন আমি আমাদের ২০১৬-২০১৭ আর্থিক তথ্যের বিবরণ আপনাদের নিকট হালনাগাদ করতে চাই। আমাদের বিক্রয় প্রবৃদ্ধি গত বছরের তুলনায় ৬% বৃদ্ধি পেয়েছে ফলশ্রুতিতে বিগত বছরে মোট মুনাফা ১০% বৃদ্ধি পেয়েছিল, অপরপক্ষে জাহাজ নির্মাণের খরচ ৪% বৃদ্ধি পেয়েছিল, ফলশ্রুতিতে অপারেটিং মুনাফা বৃদ্ধি পেয়েছে ১০%, করপূর্ববর্তী মোট মুনাফা বৃদ্ধি পেয়েছে ৫% এবং করপূর্ববর্তী মুনাফা বৃদ্ধি পেয়েছে ৬%, যা সম্ভব হয়েছে আমাদের জাহাজ নির্মাণের প্রতিটি ধাপে খরচ বাঁচানোর পদ্ধতি অবলম্বন সহ নির্মাণ এবং অপারেটিং খরচ অত্যন্ত দক্ষতার সাথে পরিচালনা

করার মাধ্যমে।

কোম্পানী কর্পোরেট সামাজিক দায়বদ্ধতাকে মাথায় রেখে শীপইয়ার্ডের নারী পুরুষ এর বৈষম্য কমিয়ে নারী ক্ষমতায়ন নিশ্চিত করে এবং স্থানীয় সুবিধা সমূহকে প্রধান্য দেয়ার মাধ্যমে প্রতিষ্ঠানের উন্নয়নে জোর দিয়েছে।

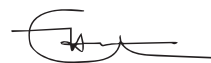
তাছাড়া ভবিষ্যতের চ্যালেঞ্জের মোকাবেলার নিমিত্তে আমাদের কর্মচারীদের প্রস্তুত করার জন্য তাদেরকে প্রশিক্ষণ দেয়া এবং নীতি সমূহকে যুগোপযোগী করার দিকে কোম্পানী জোর দিচ্ছে।

আশা করছি কোম্পানীর ২০১৭-২০১৮ আর্থিক বৎসরে চমৎকার ফলাফল অর্জন করে নতুন বেষণমার্ক স্থাপন করবে, যা আধুনিক প্রযুক্তি ব্যবহার করে, ইয়ার্ডের সক্ষমতাকে বৃদ্ধি করে দেশের প্রতিরক্ষা সেक्टरের চাহিদা মেটাতে সক্ষম হবে। নির্মাণ সময় কমিয়ে, উৎপাদনশীলতা বৃদ্ধি করে, ২৫% বিক্রয় প্রবৃদ্ধি হবে আমরা আশা করছি। একইভাবে আমরা আশাবাদী আমাদের মুনাফার প্রবৃদ্ধি ও একই হারে হবে। আমরা আরো আশাবাদী যে নতুন কৌশলগুলো গ্রহণের ইতিবাচক মনোবলের কারণে আগামী বৎসর গুলোতে ইতিবাচক ফল দিবে। আমাদের সেবা সময় সামনে অপেক্ষমান।

আমি আমাদের সকল শ্রমিক, কর্মকর্তা, কর্মচারী, পরিচালকবৃন্দ, সম্মানিত শেয়ারহোল্ডারবৃন্দ, সহযোগী প্রতিষ্ঠান সমূহের সবাইকে এবং বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ লিমিটেড, চট্টগ্রাম স্টক এক্সচেঞ্জ লিমিটেড, সেন্ট্রাল ডিপোজিটরি বাংলাদেশ লিমিটেড, জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস, ব্যাংক, নিরীক্ষক, জাতীয় রাজস্ব বোর্ড, কাস্টমস ও ভ্যাট ইত্যাদি প্রতিষ্ঠান সমূহের সবাইকে আমাদের আন্তরিক কৃতজ্ঞতা জানাচ্ছি। আমাদের এই চমৎকার ফলাফলের অংশীদার আপনারা, ই, যাহা সকলের তথা সমগ্র জাতির জন্য কল্যাণ বয়ে আনবে।

আপনাদের ঐকান্তিক সহযোগিতা ও সহমর্মিতার জন্য সবিনয় কৃতজ্ঞতা প্রকাশ করছি।

ধন্যবাদান্তে,



মোঃ সাখাওয়াত হোসেন  
ব্যবস্থাপনা পরিচালক



# Directors' Report



**Dear Members,**

**Assalamu Alaikum and Good Morning.**

On behalf of the Board of Director and the Management I welcome you all to the 17<sup>th</sup> Annual General Meeting (AGM) of the Western Marine Shipyard Limited (WMSHL). It is my privilege to place before you the operating result, Directors' Report together with the Annual Financial Statement of the company for the year ended 30 June, 2017 along with the report of the auditors thereon for your valued consideration, approval and adoption. The report is generated in compliance with the Companies Act 1994 and Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/2006/158/143/Admin/44, Dated August 07, 2012.

## **Independent Directors:**

Three distinguished Independent Directors Engr. Mustafizur Rahman, Mr. Capt. Anam Chowdhury, Mr. Waliul Maroof Matin continuing as an Independent Director and they have been performing their duties and responsibility efficiently for the greater interest of the company and all investors. WMSHL is really benefited for their whole hearted services.

## **Chairman and CEO:**

Chairman and CEO of the Company are different individuals. Chairman is elected from among the Directors, named Mr. Md. Saiful Islam and CEO is appointed by the board, named Md. Sakhawat Hossain. The board of Directors are clearly defined their respective roles and responsibilities in the Company.

## **The Directors report to Shareholders in:**

### **Industry outlook and possible future developments in the industry:**

Shipbuilding is considered to be a thrust sector in the economy of Bangladesh. The shipbuilding industry is



involved in the construction and modification of ships and these operations are carried out in specialized facilities called shipyards. The industry builds ships for commercial as well as military purposes. The shipbuilding market is segmented on the basis of ship type: Bulkers, Tankers, Containers, Landing Craft, Passenger vessels, Fishing ship, Off shore petrol vessels, LPG & LNG and other special type vessels. Shipbuilding industry is mostly dominated by Asian players, such as South Korea, China and Japan. Traditional large shipbuilders in the region, such as Korea, China, and Japan, as well as Southeast Asia, are enhancing their offshore capabilities and providing a single marine solution for both shipbuilding and offshore. Nearly 90 percent of the ships are made by China, Korea and Japan according to World Shipbuilding Statistics.

The industry has changed supply bases to low cost destinations in the last century. New countries have gained prominence, especially during boom periods. Vessels with less complexity are moving to newer destinations given the relative ease in their manufacture and relatively lower levels of customer loyalty in their purchase. The drivers for such shift in shipbuilding bases are capacity constraints in leading countries and lower shipbuilding costs in the emerging nations. The lower cost comes from inherent economic advantages (e.g. cheap labor) and enabling Government support which could result in a reduction of shipbuilder's cost (e.g. direct/indirect subsidy) or the ship buyer's cost (e.g. export buyers credit). Countries such as Vietnam and India with inherent economic advantages are well placed to emerge as new players and grab a fair share of the shipbuilding pie.

In Bangladesh now there is a lot of development work is going on. To carry out this development work country needs many ships and barges. Shipbuilding of Bangladesh has more scope to support the development work of the country.

### **Segment-wise or product-wise performance:**

Western Marine Shipyard Limited basically engaged with building Export-oriented ocean going shipbuilding. WMSL build different types of Ships such as Bulk carrier, Container, Tanker, Passenger, Petrol Vassal, Fishing Trawler etc. Product wise performance along with previous year's comparison is tabulated below:

SL NO.	Name of the Project	% of stage of Work completion for the period 2016-2017	% of stage of Work completion for the period 2015-2016
1	Offshore Patrol Vessel-OPV Project	15%	35%
2	JSW-1,2,3,4	14%	66%
3	Container Vessels - 7 nos	0%	3%
4	Tug boat	10%	90%
5	Gambia tug boat & Uganda ferry	20%	80%
6	UAE Landing craft	45%	50%
7	OSJI	25%	75%
8	Passenger Vessels-2nd lot	46%	30%
9	PPT	52%	-
10	NFT	43%	-
11	ESL	46%	-

### Risks and Concerns:

Every investment is associated with risks. Among those risks some can be averted, others are beyond control. The Board of Directors and Management of the Company are regularly monitoring, assessing and identifying the possible risks and threats to profitability and sustainable growth. Therefore, Investors should take the risk factors into consideration before making any investment decision. This managing risk has been described under corporate governance chapter and the notes to the Financial Statements as well.

### Discussion on Cost of Goods Sold, Gross Profit margin and Net Profit Margin:

Shipbuilding business in the world has ups and downs year by year. Due to that margin of the company faces ups and down year to year. However Cost of Goods Sold, Gross Profit margin and Net Profit Margin of the company over last five years is given below:

Particulars	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Cost of Goods Sold	1,995,792,869	1,919,811,035	1,810,573,253	1,929,837,159	1,826,234,635
Gross Profit Margin	982,751,460	894,164,683	741,278,617	64,824,286	614,868,545
Net Profit Margin	317,682,949	298,962,534	175,417,963	149,739,649	134,889,330

### Disclosure of continuity of any Extra-Ordinary gain or loss:

During the year under review there is no any extra ordinary gain or loss in the business.

### Basis for related party transactions:

The company has made related party transaction only for business. Details of the related party transactions have enclosed in the Notes to the accounts.

### Utilization of proceeds from public Issues, rights issues and/or through any others instruments:

The Company utilized all its fund IPO proceeds. There is no unutilized fund as on closing date of period.

### Significant various between Quarterly Annual Financial Statement:

No Significant variations have between Quarterly and financial result of the Company during the year under report, throughout the year Company was able to maintain a judicious performance both in operation and Financial perspectives

### Directors Declaration as to Financial Statement:

A) The financial Statement together with the notes thereon have drawn up in conformity with the Companies Act 1994 and Securities and Exchanges rules 1987. These Statements presents fairly the Company's statements of affairs, the result of its operation ,cash flow statement and changes in equity.

B) Proper books of accounts of the Company have been maintained.

C) Appropriate Accounting policies have been consistently applied in preparation of the financial statement and that the accounting estimates are based on reasonable and prudent judgment.

D) The International Accounting Standards as applicable in Bangladesh have been followed in preparation of the financial statement.

F) Internal Control System is sound in design and has been effectively implemented and monitored.

G) No significant deviations in operating result compared to last year

H) The summarized key financial performance of the Company of the last five preceding years is annexed.

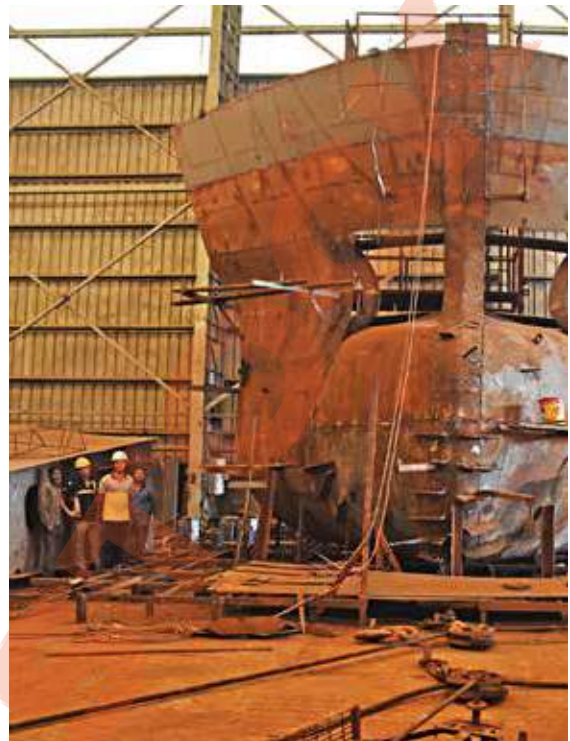
I) The related party transaction has been disclosed in preparation of the Financial Statement (Note 29)

### System of Internal Control:

The Company maintains a sound internal control system which gives reasonable assurance against any material misstatement of loss. The internal control framework is regularly reviewed by the audit committee in each meeting which is reported to the board of directors. Furthermore, the Company Executive Committee also reviews the internal control and risk management process on a quarterly basis. The Company has established a separate Internal Audit Department to ensure internal control and compliance are in place .So the system of internal control is sound in design and has been effectively implemented and monitored.

### Ability to continue as a Going Concern:

While approving the financial statement, the Directors have made appropriate enquires and analyzed significant operating and indicative financial which enable them to understand the ability of the Company to continue its operation for a foreseeable future. The Directors are convinced and have a reasonable expectation that the company has adequate resources, adequate financial support and legal instruction to continue its operation and finance without interruption. Therefore, the Company adopted the going concern basis in preparing these financial statements.



**Operating Results:**

Year	Taka	Taka
Particulars	2016-2017	2015-2016
Revenue	2,978,544,328	2,813,975,718
Cost of Shipbuilding	(1,995,792,869)	(1,919,811,035)
<b>Gross Profit</b>	<b>982,751,460</b>	<b>894,164,683</b>
Operating Expenses		
Administrative Expenses	(41,106,672)	(40,156,189)
Selling and Marketing Expenses	(2,268,690)	(2,539,156)
<b>Operating Profit</b>	<b>939,376,097</b>	<b>851,469,338</b>
Financial Income	83,065,498	90,579,756
Financial Expenses	(667,363,725)	(604,251,076)
Net Financial Charge	(584,298,227)	(513,671,321)
<b>Net Profit before Tax</b>	<b>355,077,871</b>	<b>337,798,017</b>
Contribution to WPPF	(17,753,894)	(16,889,901)
<b>Taxation Provision</b>		
Current	(16,023,113)	(12,384,074)
Deferred	(3,617,915)	(9,561,509)
	<b>(19,641,028)</b>	<b>(21,945,582)</b>
<b>Profit for the period</b>	<b>317,682,949</b>	<b>298,962,534</b>
Other Comprehensive Income	-	
<b>Total Comprehensive Income</b>	<b>317,682,949</b>	<b>298,962,534</b>

**(a) Key operating and Financial data for last 5 years:**

The Key Operating and Financial data as required herein attached in Annexure C:

**(b) Contribution to national exchequer:**

During the year the company has contributed BDT 7.52 Million and the last year it was BDT 37 Million to the National Exchequer as Income Tax.

**(c) Appropriations of Net Profits:**

The Directors are pleased to present the financial results for year 2016-2017 and recommend the following appropriations:

During the year 2016-2017, net profit after tax of the company was amounting to Tk. 31.77 crore as compared to Tk. 29.90 crore in the year 2015-2016. However, the company required adequate funds for its expanded slipways and as well as for future growth. Keeping these in views Director would like to report the company financial results for the year that ended on 30<sup>th</sup> June 2017 with the recommendations for appropriation as follows.

Particulars	Amount in Crore Taka	
	2016-2017	2015-2016
Net Profit for the year ended 30th June.	31.77	29.90
Profit brought forward	150.37	119.94
Profit available for appropriation	182.14	149.84
Appropriations:		
Adjustment for Revaluation reserve	0.53	0.53
Stock Dividend	27.96	
Transfer to Retained Earning	154.70	150.37

### Dividend:

The company follows fund need based dividend policy . It considers a fair return to the shareholders while ensuring that the profit retained are invested in the business for expansion, growth and higher profitability. Due to the good performance of the company in the year 2016-2017. The management feels that a fair return should be given to the shareholders from the earnings. Therefore cash dividend of 3% and Stock dividend of 12%, i.e. 12 shares for each 100 shares recommended.

### Board, Board Meetings and Attendance:

There are fourteen Directors of the Board including three Independent Director in the year 2016-2017 and the following information about board meeting attendance:

Directors Name	Meetings held	Attended
Mr. Md. Saiful Islam	4	4
Mr. Md. Sakhawat Hossain	4	4
Capt. Sohail Hasan	4	4
Mr. Mohammed Abdul Mobin	4	4
Capt. ABM Fazle Rabbi	4	4
Mr. Abu Md. Fazle Rashid	4	4
Mr. Arifur Rahman Khan	4	4
Mr. Monzur Morshed Chy	4	3
Mr. Shah Alam	4	3
Mr. Md. Saeedul Islam	4	3
Mr. A.K.M. Rezaur Rahman	4	3
Mr. Waliul Maroof Matin	4	3
Capt. Anam Chowdhury	4	4
Mr. Mostafizur Rahman	4	3

### Pattern of Shareholders:

The Pattern of Shareholding shall be reported to disclose the aggregate numbers of shares in note 9 of the Financial Statement.

### Directors' Retirement and Re-appointment:

As per the Articles of Association of the company director Mr. Arifur Rahman Khan, Mr. Monzur Morshed Chowdhury, Capt. ABM Fazle Rabbi, Mr. M Shah Alam shall retire in the 17<sup>th</sup> Annual General Meeting by rotation and being eligible, offer themselves for re-election. Disclosure of information of the Directors who seek re-appointment in the upcoming AGM is drawn in Annexure D:

### CEO, CFO, HIA and CS:

The company appointed a CEO and Managing Director Mr. Md. Sakhawat Hossain , Chief Financial Officer (CFO) Mr. Jamal Uddin Ahmed, Head of Internal Audit Mr. Tapas Kumar Das and Company Secretary (CS) Mr. Shahadat Hosen FCA, FCMA. The board clearly defined respective rules, responsibility and duties of each individual.

### Attendance of CFO and CS in the Board Meeting:

CFO and CS was invited and attended in each Board Meeting. They contributed significantly their views and opinion to the meetings based on their expertise.

### Audit Committee:

The Audit committee as a sub-committee of Board has been constituted in the year of 2014 with the Independent Director as Chairman and two other Directors as member. The Company Secretary acts as Secretary to the committee. Role of the audit committee as per provision of the BSEC regulation have been duly adopted by the Board. A detail of the activities of the Audit Committee has been provided in "The Role & Activities of the Audit Committee". The audit committee meeting held 5 times this year and the committee members' attendance record is disclosed below:

Name	Status	Meeting	Attended
Engr. Mostafizur Rahman	Chairman	05	05
Mr. Arifur Rahman Khan	Member	05	05
Mr. Monzur Morshed Chowdhury	Member	05	05



No casual vacancy in the Audit Committee during the year. The Company's CFO and Head of Internal Audit were invited to audit committee meeting at the discretion of the committee. All other condition was followed by the company for the purpose of Audit Committee.

### **Financial Statements certified by CEO and CFO:**

The CEO and CFO certified the Financial Statements after review to the Board and they believed that these statements does not contain any materially untrue statement or omit any material fact or contain statements that might be misleading. Their statement of certification is enumerated in the Annual Report.

Other disclosures and Declarations:

The full financial statements are presented in another section of the annual report along with the full notes of disclosures. The CEO & CFO are further pleased to present you the following disclosures and declaration:

- 1) The company got permission for IPO in the year of 2014.
- 2) From inception the financial results of the company have continued to grow as reflected in the yearly financial statements of the company.
- 3) During the year the company did not paid any Board meeting attendance fees.
- 4) All Significant deviations from the previous year in operating results of the Company have been highlighted and reasons thereof have been explained.
- 5) The Director's profile has been included in the Annual report as per BSEC guidelines.



### Compliance Report on Corporate Governance Guidelines:

As part of its corporate policy company has always endeavored to maintain high standards of compliance in corporate governance. The company's corporate governance charter, outlined in the corporate governance charter, governs the way the company will be operated and managed and the process in place to ensure high standards of transparency, accountability and integrity.

### Compliance Report in Annexure:



We are pleased to confirm that the company has complied with all necessary guidelines in accordance with the requirement of BSEC Notification No SEC,CMRRCD/2006-158/134/Admin/44 dated 7<sup>th</sup> August 2012. The Corporate Governance Compliance Report for 2016-2017 is attached in Annual Report along with the certificate of Compliance required under the said guidelines.

The company obtained a certificate from Rahman Mostafa Alam & Co., Chartered Accountants, regarding compliance of conditions of corporate governance guidelines of the Commission, which is enclosed in the Annual Report.

## Employee Benefits

Apart from the salaries and wages paid to the employees, the company offers other benefits as well. This includes Bonus, Transport facilities and WPPF etc. WMSHL provisioned WPPF fund accordingly in the said year.

### Appointment of Statutory Auditor:

As per the Companies Act., on 12<sup>th</sup> October 2017 in 16<sup>th</sup> Annual General Meeting (AGM) M/S Ahmed Zakir & Co., Chartered Accountants, Chittagong appointed as Auditor of the company for the year 2016-2017.

### Acknowledgement:

The Board of Directors would like to express their sincere appreciation to all employees of the company who exemplified the WMSHL spirit of putting the patient and customer first. All of them worked vigorously within the constraints to provide appropriate service, ensure product quality, and without pride & prejudice.

The board also recognizes the contributions received from banks & financial institutions, insurance companies, National Board of Revenue (NBR), Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE), CDBL, various government authorities, suppliers, vendor, contractor, customers, end users, different medias and lastly the individual and agencies who have helped us accomplish what we are today. We are honor bound to continue to uphold this trust that we hold so dear to our heart.

With the support of every one of you and other stakeholders, we excitedly expect even better result in the days coming ahead.

On behalf of the Board,



**Md. Sakhawat Hossain**  
Managing Director

# পরিচালক মন্ডলীর প্রতিবেদন



## সম্মানিত শেয়ারহোল্ডারবৃন্দ আসসালামু আলাইকুম এবং শুভ সকাল ।

আমি পরিচালনা পর্ষদের পক্ষে ওয়েস্টার্ন মেরিন শীপইয়ার্ডের ১৭তম বার্ষিক সাধারণ সভায় আপনাদের সবাইকে স্বাগত জানাচ্ছি। এতদসঙ্গে ৩০ জুন ২০১৭ সালে সমাপ্ত অর্থবছরের কোম্পানীর নিরীক্ষিত আর্থিক প্রতিবেদন (Auditor's Report & Financial Statement) আপনাদের সদয় অবগতি, সম্মতি এবং অনুমোদনের জন্য প্রকাশ করতে পেরে আমি আনন্দিত। প্রতিবেদন সমূহ কোম্পানী আইন ১৯৯৪ এবং বাংলাদেশ সিকিউরিটি এন্ড এক্সচেঞ্জ কমিশন এর প্রজ্ঞাপন নং-এসইসি/সিএমআরআরসিডি/২০০৬/১৫৮/১৪৩/এডমিন/৪৪, তারিখ ০৭ আগস্ট ২০১২ অনুযায়ী তৈরী করা হয়েছে।

### স্বতন্ত্র পরিচালক

ইঞ্জিনিয়ার মোস্তাফিজুর রহমান, জনাব ক্যাপ্টেন আনাম চৌধুরী ও জনাব ওয়ালিউল মারুফ মতিন এই তিনজন স্বাধীন পরিচালক তাদের দায়িত্ব এবং কর্তব্য দক্ষতার সাথে পালন করছেন। উনাদের আন্তরিক সহযোগিতার কারণে কোম্পানী বিবিধভাবে উপকৃত হচ্ছে।

### চেয়ারম্যান ও প্রধান কার্যনির্বাহী :

কোম্পানীর চেয়ারম্যান ও প্রধান কার্যনির্বাহী দুইজন ভিন্ন ভিন্ন ব্যক্তিত্ব। পরিচালকদের মধ্যে থেকে জনাব মোঃ সাইফুল ইসলাম কে চেয়ারম্যান ও জনাব মোঃ সাখাওয়াত হোসেন কে প্রধান কার্যনির্বাহী নির্বাচিত করা হয়েছে। তাদের দায়িত্ব ও কর্তব্য প্রতিষ্ঠানের পরিচালনা পর্ষদ কর্তৃক নির্ধারণ করা হয়েছে।

### শেয়ারহোল্ডারবৃন্দের প্রতি পরিচালকদের প্রতিবেদন :

### শিল্পে ভবিষ্যত উন্নয়নের প্রত্যাশা এবং সম্ভাবনা :

জাহাজ নির্মাণ শিল্পকে দেশের অর্থনীতির অগ্রাধিকার সেক্টর হিসেবে বিবেচনা করা হয়। জাহাজ নির্মাণ শিল্প জাহাজ নির্মাণ ও জাহাজ



মেরামতের সাথে সংশ্লিষ্ট এবং সকল কার্যক্রম শিপইয়ার্ড এর বিশেষায়িত স্থানে সম্পন্ন করা হয়। এই শিপইয়ার্ডে বাণিজ্যিক, সামরিক ও বিভিন্ন প্রকার জাহাজ নির্মাণ করা হয়ে থাকে। এই জাহাজ নির্মাণের বাজার প্রধানত বিভিন্ন ধরনের জাহাজের ভিত্তিতে হয়ে থাকে যেমন: বাল্ক ক্যারিয়ার, ট্যাংকার, কন্টেইনার, এলপিগি ও এলএনজি এবং অন্যান্য বিশেষায়িত জাহাজ নির্মাণ দ্বারা ভাগ করা যায়। এ শিল্প মূলত এশিয়া মহাদেশের দক্ষিণ কোরিয়া, চীন ও জাপান দ্বারা নিয়ন্ত্রিত হয়। প্রাচীন ধ্যান ধারণা থেকে বেরিয়ে এসে দক্ষিণ কোরিয়া, চীন, জাপান সহ দক্ষিণ পূর্ব এশিয়ার বৃহৎ জাহাজ নির্মাণ শিল্প প্রতিষ্ঠানগুলো নিজেদের সমুদ্রতীরের সক্ষমতা বাড়ানো সহ একই স্থানে জাহাজ নির্মাণের সব সমস্যার সমাধান করেন। বৈশ্বিক জাহাজ নির্মাণ শিল্পের তথ্য অনুযায়ী বিশ্বে ৯০ ভাগ জাহাজ নির্মাণ করা হয় চীন, কোরিয়া ও জাপানে।

গত দশক থেকে বিশ্বের জাহাজ নির্মাণ শিল্প কম খরচে জাহাজ নির্মাণে ঝুঁকছে। নতুন দেশ সমূহ এ শিল্পে সুনাম অর্জন করছে। জাহাজ নির্মাণে এ ধরনের পরিবর্তন নির্ভর করছে মূলত জাহাজ নির্মাণে সেরা দেশগুলোর সক্ষমতার সীমাবদ্ধতা এবং উদীয়মান দেশ সমূহের কম খরচে জাহাজ নির্মাণের প্রবণতার উপর। স্বল্প খরচে জাহাজ নির্মাণের বিষয়টি নির্ভর করে একটি দেশের অর্থনৈতিক সুযোগ সুবিধা (যেমন: সস্তা শ্রমিক এবং সরকারের পৃষ্ঠপোষকতা ও এর পক্ষদের বিভিন্ন সুবিধা প্রদানের নীতির উপর যাতে করে জাহাজ নির্মাণের সার্বিক খরচ হ্রাস পায় (যেমন : প্রত্যক্ষ ও পরোক্ষ ভর্তুকি সুবিধা) অথবা কাঁচামালের আমদানী খরচ হ্রাসের মাধ্যমে।

অন্যান্য দেশ সমূহ যেমন: ভিয়েতনাম ও ভারত তাদের অর্থনৈতিক সুবিধাকে পুজি করে ইতিমধ্যে উদীয়মান শক্তিতে পরিণত হয়েছে এবং বিশ্বে জাহাজ নির্মাণের একটি বড় অংশ তারা দখল করেছে।

#### পণ্য ও এর প্রকৃতি অনুযায়ী ফলাফল :

ওয়েস্টার্ন মেরিন শিপইয়ার্ড মূলত রপ্তানীমুখী জাহাজ নির্মাণ করে থাকে। ওয়েস্টার্ন মেরিন বিভিন্ন ধরনের জাহাজ নির্মাণ করে থাকে যেমন : বাল্ক ক্যারিয়ার, কন্টেইনার, ট্যাংকার, প্যাসেঞ্জার ভেসেল, পেট্রোল ভেসেল, ফিসিং ট্রলার ইত্যাদি। পণ্যের প্রকারভেদ অনুযায়ী বিগত বছর সমূহের তুলনামূলক কমক্ষমতার চিত্র নিম্নরূপ :

প্রকল্পের নাম	২০১৬-২০১৭ বছরে সম্পন্নকৃত কাজের পরিমাণ	২০১৫-২০১৬ বছরে সম্পন্নকৃত কাজের পরিমাণ
অফসোর পেট্রোল ভেসেল ( OPV)	১৫%	৩৫%
জে এস ডব্লিউ ১,২,৩,৪	১৪%	৬৬%
কন্টেইনার ভেসেল ৭টি	০%	৩%
টাগ বোট	১০%	৯০%
গাম্বিয়া টাগ বোট এবং উগান্ডা ফেরী	২০%	৮০%
দুবাই লেডিং ক্রাফট	৪৫%	৫০%
ও এস জে আই	২৫%	৭৫%
প্যাসেঞ্জার ভেসেল ২টি	৪৬%	৩০%
পায়রা বন্দর টাগ ১ টি	৫২%	-
নরওয়ে ফিসিং ট্রলার	৪৩%	-
ইএসএল ২০ টি	৪৬%	-

#### ঝুঁকি এবং উদ্বেগ :

প্রত্যেকটি বিনিয়োগই ঝুঁকিপূর্ণ। তাদের মধ্যে কিছু ঝুঁকি নিয়ন্ত্রণ করা যায় এবং কিছু ঝুঁকি নিয়ন্ত্রণ করা যায় না। কোম্পানীর পরিচালনা ও কার্যনিবাহী পর্ষদ কোম্পানীর মুনাফা ও স্থিতিশীল সমৃদ্ধির অন্তরায় হবে এমন সম্ভাব্য সকল ঝুঁকি সমূহকে প্রতিনিয়ত পর্যবেক্ষণ করছেন। তাই বিনিয়োগকারীদেরও উচিত এ সকল ঝুঁকি সমূহকে বিবেচনা করে বিনিয়োগ করা। ঝুঁকি পরিচালনা সংক্রান্ত তথ্য কর্পোরেট গভর্নেন্স অধ্যয়ন এবং আর্থিক প্রতিবেদনে বিশেষ দৃষ্টব্য হিসেবে বর্ণনা করা হয়েছে।

#### বিক্রিত পণ্যের ব্যয়, মোট মুনাফা এবং নীট মুনাফার বিষয়ে আলোচনা :

বিশ্বব্যাপী জাহাজ নির্মাণের বাজার প্রতিবছর উঠা নামা করে। এ কারণে কোম্পানীর মুনাফার পরিমাণ ও এর সাথে প্রতিবছর উঠা নামা করে। তথাপি বিগত পাঁচ বছরের কোম্পানীর বিক্রিত পণ্যের ব্যয়, মোট মুনাফা এবং নীট মুনাফার পরিমাণ নিচে দেওয়া হল।

বিবরণ	২০১৬-২০১৭	২০১৫-২০১৬	২০১৪-২০১৫	২০১৩-২০১৪	২০১২-২০১৩
বিক্রিত পণ্যের ব্যয়	১,৯৯৫,৭৯২,৮৬৯	১,৯১৯,৮১১,০৩৫	১,৮১০,৫৭৩,২৫৩	১,৯২৯,৮৩৭,১৫৯	১,৮২৬,২৩৪,৬৩৫
মোট মুনাফার পরিমাণ	৯৮২,৭৫১,৪৬০	৮৯৪,১৬৪,৬৮৩	৭৪১,২৭৮,৬১৭	৬৪,৮২৪,২৮৬	৬১৪,৮৬৮,৫৪৫
নীট মুনাফার পরিমাণ	৩১৭,৬৮২,৯৪৯	২৯৮,৯৬২,৫৩৪	১৭৫,৪১৭,৯৬৩	১৪৯,৭৩৯,৬৪৯	১৩৪,৮৮৯,৩৩০

#### অস্বাভাবিক ক্ষতি/মুনাফা :

পর্যালোচনাকৃত বছরে ব্যবসায় অস্বাভাবিক ক্ষতি বা মুনাফা করেনি।

#### সংশ্লিষ্ট পার্টি লেনদেনের ভিত্তি :

কোম্পানী সংশ্লিষ্ট পার্টির লেনদেন শুধুমাত্র ব্যবসার প্রয়োজনে করে থাকে। সংশ্লিষ্ট পার্টির লেনদেনের বিবরণ আর্থিক বিবরণীর নোট এ সংযুক্ত করা হয়েছে।

#### গণ প্রস্তাব এবং অন্যান্য উৎস হতে বিক্রয়লব্ধ অর্থের ব্যবহার:

কোম্পানী IPO হতে বিক্রয়লব্ধ সব তহবিলের সূষ্ঠ ব্যবহার করেছে। এই বছরের শেষ তারিখে এ সংক্রান্ত কোন তহবিল অবশিষ্ট নেই।

#### ত্রৈমাসিক ও বাৎসরিক আর্থিক বিবরণীর উলেখজনক বৈসাদৃশ্য :

আলোচ্য বছরের আর্থিক বিবরণীতে ত্রৈমাসিক এবং বাৎসরিক ফলাফলে উলেখজনক বৈসাদৃশ্য নেই। সারা বৎসরেই কোম্পানী তার

পরিচালনাগত ও আর্থিক উভয় দৃষ্টিকোণ থেকে উলেখযোগ্য ফলাফল বজায় রাখতে সক্ষম হয়েছে।

#### আর্থিক প্রতিবেদনের উপর পরিচালকগণের ঘোষণা :

ক. কোম্পানী আইন ১৯৯৪ এবং বাংলাদেশ সিকিউরিটি এক্সচেঞ্জ নীতিমালা ১৯৮৭ অনুযায়ী আর্থিক প্রতিবেদন সমূহ ও তদস্থিত বিভিন্ন নোট তৈরী করা হয়েছে। এই আর্থিক প্রতিবেদন সমূহ অত্যন্ত পরিশীলিত ও যথাযথভাবে Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows & Statement of Changes in Equity ইত্যাদি উপস্থাপন করা হয়েছে।

খ. কোম্পানী হিসাবের বই সমূহ যথাযথভাবে প্রস্তুত ও সংরক্ষণ করা হয়েছে।

গ. কোম্পানীর আর্থিক প্রতিবেদন প্রস্তুতকালে একাউন্টিং নীতিমালা যথাযথভাবে অনুসরণ ও প্রয়োগ করা হয়েছে এবং যুক্তিসঙ্গত, সতর্কতা ও সুবিবেচনার সাথে আনুমানিক (Estimates) ব্যয় নির্ধারণ করা হয়েছে।

ঘ. আর্থিক প্রতিবেদন তৈরী করার সময় বাংলাদেশে গৃহীত আন্তর্জাতিক একাউন্টিং স্ট্যান্ডার্ড (IAS) অনুসরণ করা হয়েছে।

ঙ. অভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা (Internal Control System) ত্রুটিহীনভাবে বিন্ধু (Design) করা হয়েছে এবং কার্যকর ভাবে তদারক করা হয়েছে।

চ. ওয়েস্টার্ন মেরিন শীপইয়ার্ড লিমিটেড একটি গতিশীল ও দক্ষ প্রতিষ্ঠান হিসাবে সমৃদ্ধির পথে এগিয়ে চলেছে।

ছ. অপারেটিং রেজাল্ট অনুধাবনে গত বছরের সাথে তুলনামূলকভাবে কোন উলেখযোগ্য অসংগতি প্রতীয়মান হয় নাই।

জ. সংক্ষেপে, কোম্পানীর গত ৫ বৎসরের মূল আর্থিক কার্যক্রম (Key Financial Performance) প্রতিবেদন সংযোজন করা হয়েছে (সংযুক্তি-C)।

ঝ. Related Party লেনদেন আর্থিক বিবরণীতে সংযুক্ত করা হয়েছে। (নোট # ২৯)

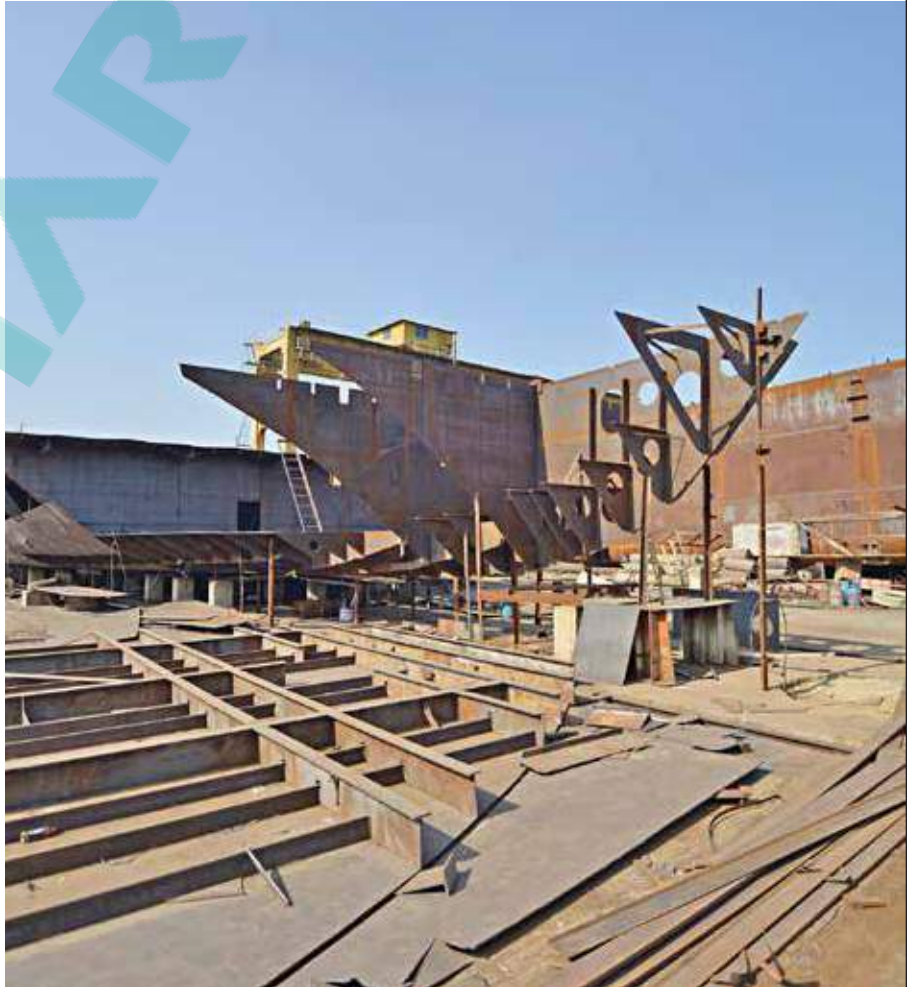
#### অভ্যন্তরীণ নিয়ন্ত্রণের পদ্ধতি :

কোম্পানী অভ্যন্তরীণ নিয়ন্ত্রণের ক্ষেত্রে যথাযথ পদ্ধতি অনুসরণ করে থাকে যা কোম্পানীর ব্যবস্থাপনায় আর্থিক স্বচ্ছতা এবং অপব্যয় হ্রাস নিশ্চিত করে।

অভ্যন্তরীণ নিয়ন্ত্রণের নীতিমালা সমূহ অডিট কমিটির প্রত্যেকটি বৈঠকে পর্যালোচনা করা হয় যা পরিচালনা পর্যদে যথাযথভাবে দাখিল করা হয়। তাছাড়াও অভ্যন্তরীণ নিয়ন্ত্রণ এবং ঝুঁকি পরিচালনার প্রক্রিয়া সমূহ কোম্পানীর এক্সিকিউটিভ কমিটি প্রতি তিন মাস অন্তর অন্তর পর্যালোচনা করে থাকেন। কোম্পানী একটি আলাদা অভ্যন্তরীণ নিয়ন্ত্রণ বিভাগ স্থাপন করেছে যাতে করে অভ্যন্তরীণ নিয়ন্ত্রণ এবং এর যথাযথ অনুসরণ নিশ্চিত করা যায়। সুতরাং অভ্যন্তরীণ নিয়ন্ত্রণের ক্ষেত্রে সঠিক পদ্ধতি সঠিক ভাবে তৈরী পূর্বক এর ফলপ্রসূ বাস্তবায়ন এবং যথাযথ তদারকি করা হয়।

#### চলমান প্রতিষ্ঠান হিসাবে যাত্রা অব্যাহত রাখার ক্ষমতা :

আর্থিক বিবরণী অনুমোদন দেয়ার ক্ষেত্রে, পরিচালকগণ কার্যক্রম ও আর্থিক বিষয়সমূহ জিজ্ঞাসা ও বিশেষণের মাধ্যমে নিশ্চিতকরণ সহ কোম্পানী ভবিষ্যৎ কর্মপন্থা নির্ধারণে গুরুত্ব দিয়ে থাকেন। পরিচালকগণ সন্তুষ্ট এবং তারা যৌক্তিকতার সাথে আশা করেন যে, বামেলাহীন ভাবে কোম্পানীর কার্যসমূহ পরিচালনার জন্য এর পর্যাপ্ত সম্পদ ও যথাযথ আইনি নির্দেশনা রয়েছে। তাই আর্থিক প্রতিবেদন তৈরীর ক্ষেত্রে চলমান প্রতিষ্ঠান হিসাবে যাত্রা অব্যাহত রাখার ক্ষমতা আছে বলে ধরে নেয়া হয়েছে।



সাল	২০১৬-২০১৭	২০১৫-২০১৬
বিবরণ	টাকা	টাকা
বিক্রয়	২,৯৭৮,৫৪৪,৩২৮	২,৮১৩,৯৭৫,৭১৮
বিক্রিত পণ্যের ব্যয়	(১,৯৯৫,৭৯২,৮৬৯)	(১,৯১৯,৮১১,০৩৫)
মোট মুনাফা	৯৮২,৭৫১,৪৬০	৮৯৪,১৬৪,৬৮৩
পরিচালন খরচ		
প্রশাসনিক খরচ	(৪১,১০৬,৬৭২)	(৪০,১৫৬,১৮৯)
বিক্রয় খরচ	(২,২৬৮,৬৯০)	(২,৫৩৯,১৫৬)
পরিচালন মুনাফা	৯৩৯,৩৭৬,০৯৭	৮৫১,৪৬৯,৩৩৮
সুদ ও অন্যান্য আয়	৮৩,০৬৫,৪৯৮	৯০,৫৭৯,৭৫৬
আর্থিক খরচ	(৬৬৭,৩৬৩,৭২৫)	(৬০৪,২৫১,০৭৬)
নীট আর্থিক খরচ	(৫৮৪,২৯৮,২২৭)	(৫১৩,৬৭১,৩২১)
কর ও সঞ্চিতি পূর্ব মুনাফা	৩৫৫,০৭৭,৮৭১	৩৩৭,৭৯৮,০১৭
শ্রমিক লভ্যাংশ তহবিলে দান	(১৭,৭৫৩,৮৯৪)	(১৬,৮৮৯,৯০১)
কর সঞ্চিতি		
চলমান	(১৬,০২৩,১১৩)	(১২,৩৮৪,০৭৪)
বিলম্বিত	(৩,৬১৭,৯১৫)	(৯,৫৬১,৫০৯)
	(১৯,৬৪১,০২৮)	(২১,৯৪৫,৫৮২)
কর ও সঞ্চিতি পরবর্তী মুনাফা	৩১৭,৬৮২,৯৪৯	২৯৮,৯৬২,৫৩৪
	-	
কর ও সঞ্চিতি পরবর্তী মুনাফা	৩১৭,৬৮২,৯৪৯	২৯৮,৯৬২,৫৩৪

অপারেটিং ফলাফল :

বিগত ৫ বছরের উলেখজনক অপারেটিং এবং আর্থিক উপাত্ত :

প্রয়োজনীয় অপারেটিং ও আর্থিক উপাত্ত Annexure-C তে সংযুক্ত করা হল।

জাতীয় খাতে অবদান :

উলেখিত বছরে কোম্পানী ৭৫.২০ লক্ষ টাকা এবং বিগত বছরে ৩ কোটি ৭০ লক্ষ টাকা আয়কর দিয়ে জাতীয় খাতে অবদান রেখেছে।

### নীট মুনাফার অর্থায়ন :

পরিচালনা পর্ষদ আনন্দের সাথে ২০১৬-২০১৭ আর্থিক বছরের কোম্পানীর আর্থিক ফলাফল উপস্থাপন করেছেন এবং নিম্নে উলিখিত অর্থায়নের সুপারিশ করেছেনঃ

২০১৬-২০১৭ অর্থবছরে কর পরবর্তী নীট লাভের পরিমাণ ৩১.৭৭ কোটি টাকা যা ২০১৫-২০১৬ সালে ছিল ২৯.৯০ কোটি টাকা। তথাপি স্পিওয়ের প্রসার ও ভবিষ্যত সমৃদ্ধির লক্ষ্যে কোম্পানীর পর্যাপ্ত তহবিলের প্রয়োজন হয়। উপরোলেখিত বিষয়কে সামনে রেখে অর্থায়নের লক্ষ্যে পরিচালকবৃন্দ ৩০ জুন ২০১৭ সালে সমাপ্ত অর্থবছরের আর্থিক ফলাফলের চিত্র নিম্নরূপে প্রস্তাব করেছেন:

কোটি টাকায়

বিবরণ	২০১৬-২০১৭	২০১৫-২০১৬
৩০ জুনে সমাপ্ত অর্থবছরের মোট লাভ	৩১.৭৭	২৯.৯০
পূর্ববর্তী বছরের লাভ স্থানান্তর	১৫০.৩৭	১১৯.৯৪
অর্থায়নের জন্য সর্বমোট লাভ	১৮২.১৪	১৪৯.৮৪
সঞ্চিতি:		
সঞ্চিতির পূর্ণমূল্যায়নের সমন্বয়	০.৫৩	০.৫৩
স্টক ডিভিডেন্ট	২৭.৯৬	
অর্জিত আয়ের হস্তান্তর	১৫৪.৭০	১৫০.৩৭

### লভ্যাংশ ঘোষণা :

কোম্পানী তহবিলের প্রয়োজনীয়তা অনুসারে লভ্যাংশ বন্টনের নীতি অনুসরণ করে। শেয়ারহোল্ডারদেরকে তাদের ন্যায্য রিটার্ন দেয়ার সুবিবেচনা করার সাথে সাথে পূর্ববর্তী বছরের মুনাফা কোম্পানীর ব্যবসা সম্প্রসারণ ও মুনাফা প্রবৃদ্ধির কাজে লাগানো হয়। ২০১৬-২০১৭ অর্থবছরের ভালো পারফরমেন্স এর ফলে কোম্পানী তার অর্জিত আয় থেকে শেয়ারহোল্ডারদের যথাযথ লভ্যাংশ প্রদান করার ব্যাপারে বদ্ধপরিকর। তাই শেয়ারহোল্ডারদের অনুমোদন সাপেক্ষে ৩% হারে নগদ এবং ১২% হারে স্টক লভ্যাংশ অর্থাৎ প্রতি ১০০টি শেয়ারের বিপরীতে ১২টি শেয়ার স্টক লভ্যাংশের সুপারিশ করছে।

### পর্ষদ, পর্ষদের সভা ও উপস্থিতির বিবরণ :

২০১৬-২০১৭ অর্থবছরে তিনজন স্বতন্ত্র পরিচালক সহ সর্বমোট ১৪ জন পরিচালক রয়েছেন এবং সভার উপস্থিতির তথ্য নিম্নে দেয়া হলঃ

পরিচালকের নাম	সভার সংখ্যা	উপস্থিতি
জনাব মোঃ সাইফুল ইসলাম	৪	৪
জনাব মোঃ সাখাওয়াত হোসেন	৪	৪
ক্যাপ্টেন সোহেল হাসান	৪	৪
জনাব মোহাম্মদ আবদুল মবিন	৪	৪
ক্যাপ্টেন এবিএম ফজলে রাবিব	৪	৪
জনাব আবু মোঃ ফজলে রশিদ	৪	৪
জনাব আরিফুর রহমান খান	৪	৪
জনাব মনজুর মোরশেদ চৌধুরী	৪	৩
জনাব শাহ আলম	৪	৩
জনাব মোঃ সাইদুল ইসলাম	৪	৩
জনাব একেএম রেজাউর রহমান	৪	৩
জনাব ওয়ালিউল মারুফ মতিন	৪	৩
ক্যাপ্টেন আনাম চৌধুরী	৪	৪
জনাব মোস্তাফিজুর রহমান	৪	৩

### শেয়ার ধারণের তথ্য :

শেয়ারহোল্ডারগণের শেয়ার ধারণের তথ্য আর্থিক প্রতিবেদনের নোট ৯ এ উল্লেখ করা হয়েছে।

### পরিচালকদের অবসর গ্রহণ ও পুনঃ নিয়োগঃ

জনাব আরিফুর রহমান খান, জনাব মঞ্জুর মোরশেদ চৌধুরী, এ বিএম ফজলে রাবি, জনাব,মো: শাহ আলম, পরিচালকবৃন্দ ১৭তম বার্ষিক সাধারণ সভায় অবসর গ্রহণ করবেন এবং পরিচালক হিসেবে তারা পুনঃনির্বাচিত হওয়ার যোগ্য। উপরোলেখিত পরিচালকবৃন্দের সংক্ষিপ্ত জীবন বৃত্তান্ত এবং অন্যান্য তথ্য সংযুক্তি-D তে উল্লেখ করা হল।

### সিইও, সিএফও, হেড অফ ইন্টারনাল অডিট এবং কোম্পানী সেক্রেটারী :

কোম্পানী জনাব মোঃ সাখাওয়াত হোসেনকে সিইও এবং ব্যবস্থাপনা পরিচালক, জনাব জামাল উদ্দিন কে সিএফও, জনাব তাপশ কুমার দাশ কে হেড অফ ইন্টারনাল অডিট এবং জনাব সাহাদাত হোসেন এফসিএ, এফসিএমএ কে কোম্পানী সেক্রেটারী পদে নিয়োগ প্রদান করেন। পরিচালনা পর্ষদ তাদের প্রত্যেকের নিজ নিজ দায়িত্ব, কর্তব্য এবং নিয়ম কানুন নির্ধারণ করে দিয়েছেন।

### পর্ষদের সভার সিএফও এবং সিএস এর উপস্থিতি :

প্রত্যেকটি পর্ষদ সভায় সিএফও ও সিএস কে আমন্ত্রন জানানো হয়েছে এবং তারা যথাযথ ভাবে অংশগ্রহণ করেছেন। তারা তাদের নিজ নিজ অভিজ্ঞতার আলোকে মতামত প্রদান করে উলেখজনক ভূমিকা পালন করেছেন।



### অডিট কমিটি:

২০১৪ সালে পর্ষদের উপ কমিটি হিসাবে অডিট কমিটি গঠন করা হয় সেখানে একজন স্বতন্ত্র পরিচালককে এর চেয়ারম্যান এবং দুইজন পরিচালককে এর সদস্য করা হয়। কোম্পানী সেক্রেটারী উক্ত কমিটির সেক্রেটারী হিসেবে দায়িত্ব প্রাপ্ত হন। অডিট কমিটির ভূমিকা বিএসইসি এর প্রবিধান অনুযায়ী পর্ষদ কর্তৃক যথাযথ ভাবে গৃহিত হয়। অডিট কমিটির বিস্তারিত কার্যক্রম “অডিট কমিটির ভূমিকা ও কার্যক্রম” অধ্যায়ে আলোকপাত করা হয়েছে। এই বছর ৫ বার অডিট কমিটির সভা অনুষ্ঠিত হয় এবং সদস্যদের উপস্থিতি নিম্নে প্রকাশ করা হল।

নাম	পদ	সভা	উপস্থিত
ইঞ্জিনিয়ার মোস্তাফিজুর রহমান	চেয়ারম্যান	০৫	০৫
জনাব আরিফুর রহমান খান	সদস্য	০৫	০৫
জনাব মনজুর মোর্শেদ চৌধুরী	সদস্য	০৫	০৫

এই বছর অডিট কমিটিতে নৈমিত্তিক কোন পদ খালি হয় নাই। কমিটির সভায় সিএফও এবং হেড অফ ইন্টারনাল অডিটকে আমন্ত্রণ জানানো হয়েছিল। অডিট কমিটির সকল শর্ত কোম্পানী কর্তৃক পালন করা হয়েছে।

### সিইও এবং সিএফও কর্তৃক আর্থিক প্রতিবেদন প্রত্যয়িত :

সিইও এবং সিএফও কর্তৃক আর্থিক প্রতিবেদন পর্ষদে পর্যালোচনা করে প্রত্যয়িত করেছেন। উক্ত আর্থিক প্রতিবেদনে কোন অসত্য তথ্য কিংবা বিভ্রান্তিকর তথ্য নেই বলে তারা বিশ্বাস করেন। তাদের প্রত্যয়িত ঘোষণাপত্র এই প্রতিবেদনে সন্নিবেশিত হলো।

### অন্যান্য প্রসঙ্গ এবং ঘোষণা :

পূর্ণ আর্থিক প্রতিবেদন সহ অন্যান্য প্রাসঙ্গিক নোট সহকারে এই বাৎসরিক প্রতিবেদনে অপর একটি অধ্যায়ে উপস্থাপন করা হয়েছে। সিইও এবং সিএফও আনন্দের সাথে নিম্নে উলিখিত ঘোষণা প্রকাশ করেছেন :





- ১। কোম্পানী ২০১৪ সালে আইপিও ইস্যুর অনুমতি পায়।
- ২। প্রথম থেকেই কোম্পানীর আর্থিক ফলাফল ক্রমবর্ধমান যা বাৎসরিক আর্থিক প্রতিবেদনে প্রতিফলিত হয়েছে।
- ৩। সংশ্লিষ্ট বছরে কোম্পানীর পর্যদের সভায় উপস্থিতির ফি প্রদান করা হয়নি।
- ৪। গত বৎসরের তুলনায় এই বৎসরের কার্যক্রমের বিচ্যুতি সমূহ এবং কারণ সমূহের ব্যাখ্যা করা হয়েছে।
- ৫। পরিচালকগণের বৃত্তান্ত বিএসইসি এর নির্দেশনা অনুযায়ী সংযুক্ত করা হয়েছে।

#### কর্পোরেট গভর্নেন্স নির্দেশনার কমপায়েন্স প্রতিবেদন :

কর্পোরেট গভর্নেন্স পলিসির নির্দেশনা অনুযায়ী কোম্পানী উচ্চমান সম্পন্ন কমপায়েন্স বজায় রাখার চেষ্টা করেছে। কোম্পানীর কার্যক্রম এবং পরিচালনায় উন্নতমানের স্বচ্ছতা, সাধুতা, এবং জবাবদিহিতা নিশ্চিতকল্পে কোম্পানীর সুনির্দিষ্ট কর্পোরেট গভর্নেন্স এর নির্দেশনা যথাযথ ভাবে পালন করা হয়েছে।

#### কমপায়েন্স প্রতিবেদন এর সংযুক্তি :

আমরা আনন্দের সাথে জানাচ্ছি যে, কোম্পানী বিএসইসি এর নোটিফিকেশন নং- SEC/CMRRCD/2006-158/134/Admin/44, Dated : 07/08/2012 এর নির্দেশনা সমূহ প্রতিপালন নিশ্চিত করেছে। এতদসংঙ্গে ২০১৬-২০১৭ সালের কমপায়েন্স প্রতিবেদন, বার্ষিক প্রতিবেদনের নির্দেশনা অনুযায়ী কমপায়েন্সের স্ট্যাটাস রিপোর্ট সংযুক্ত করা হয়েছে। চার্টার্ড একাউন্টেন্টস রহমান মোস্তফা আলম এন্ড কোম্পানী এর কাছ

থেকে কমপায়েন্স স্ট্যাটাস নিরীক্ষা রিপোর্ট অর্জন করেছেন যা সংযুক্তি-B তে সংযুক্ত করা হল।

#### কর্মীদের সুযোগ সুবিধা :

বেতন ও ভাতার সুবিধা ছাড়াও কোম্পানী তার কর্মীদের অন্যান্য সুযোগ সুবিধা যেমন : বোনাস, পরিবহন ব্যবস্থা এবং কর্মীদের মুনাফা তহবিলে অংশগ্রহণের সুযোগ দেয়া হয়। ওয়েস্টার্ন মেরিন শীপইয়ার্ড লিমিটেড উলেখ্য বছরে কর্মীদের মুনাফায় অংশগ্রহণের তহবিল যথাযথভাবে সঞ্চিতি করেছেন।

#### নিরীক্ষক নিয়োগ :

কোম্পানী আইন অনুযায়ী ২০১৭ সালের ১২ই অক্টোবর, ওয়েস্টার্ন মেরিন শীপইয়ার্ডের ১৬ তম এজিএম এ মেসার্স আহমেদ জাকির এন্ড কোঃ কে ২০১৬-২০১৭ সালের জন্য নিরীক্ষক হিসাবে নিয়োগ দেয়া হয়।

#### কৃতজ্ঞতা প্রকাশ :

সম্মানিত পরিচালকবৃন্দ, সকল ক্রেতা সাধারণ, ব্যাংকার, সরবরাহকারী, সরকারী প্রতিষ্ঠান, নিয়ন্ত্রণ সংস্থাসহ যারা এই কোম্পানীর সাথে বিভিন্ন ভাবে সম্পৃক্ত রয়েছেন আপনাদের সকলের প্রতি কৃতজ্ঞতা জ্ঞাপন করছি। পরিচালনা পর্ষদ সকল ব্যাংক ও আর্থিক প্রতিষ্ঠান, ইন্স্যুরেন্স কোঃ সমূহ, এনবিআর, বিএসইসি, ডিএসই, সিএসই, সিডিবিএল, আরজেএসসি সহ সকল সরকারী প্রতিষ্ঠান, টিভি মিডিয়া এবং সম্মানিত শেয়ারহোল্ডারবৃন্দের কাছে কৃতজ্ঞতা জ্ঞাপন করছি। আমাদের প্রতি আপনাদের আস্থা আমাদের আরো এগিয়ে যেতে সাহায্য করেছে। আমরা আশা করি বিগত দিনের মত আগামী দিন গুলোতেও আপনারা আমাদের পাশে থেকে সহায়তা করবেন।

আলাহ হাফিজ।



পরিচালক মন্ডলীর পক্ষে-  
মোঃ সাখাওয়াত হোসেন  
ব্যবস্থাপনা পরিচালক

নোট : উক্ত ইংরেজী পাঠ ও বাংলা পাঠের মধ্যে বিরোধের ক্ষেত্রে ইংরেজী পাঠ প্রাধান্য পাবে।

## Annexure: A

## REPORT OF THE STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Status of compliance with the conditions imposed by the Commission's Notification No SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 and as amended by Notification No SEC/CMRRCD/2006/-158/147/Admin/48 dated 21 July 2013 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 7)

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.1	The number of the board members of the company shall not be less than 5 (five) and more than 20 (twenty):	✓		
1.2 (i)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors.	✓		
1.2 (ii) a)	For the purpose of this clause "independent director" means a director (a)who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	✓		
1.2 (ii) b)	b) Who is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company:	✓		
1.2 (ii) c)	c) who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies;	✓		
1.2 (ii) d)	d) who is not a member, director or officer of any stock exchange;	✓		
1.2 (ii) e)	e) who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	✓		
1.2 (ii) f)	f) who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of any statutory audit firm;	✓		
1.2 (ii) g)	g) who shall not be an independent director in more than 3 (three) listed companies;	✓		
1.2 (ii) h)	h) who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	✓		
1.2 (ii) i)	i) Who has not been convicted for a criminal offence involving moral turpitude	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.2 (iii)	(iii) the independent director(s) shall be nominated by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).			Two ID appointed by board meeting & will approve by next AGM
1.2 (iv)	(iv) The post of independent director(s) cannot remain vacant for more than 90 (ninety) days.	✓		
1.2 (v)	(v) The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	✓		
1.2 (vi)	(vi) the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	✓		
1.3 (i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓		
1.3 (ii)	(ii) The person should be a Business Leader/Corporate Leader/Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The Independent director must have at least 12 (twelve) years of corporate management/professional experiences.	✓		
1.3 (iii)	(iii) In special cases the above qualifications may be relaxed subject to prior approval of the Commission.			N/A
1.4	The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals.	✓		
1.5 (i)	The directors of the companies shall include the following additional statements in the Directors' Report prepared under section 184 of the Companies Act, 1994:-(i) Industry outlook and possible future developments in the industry.	✓		
1.5 (ii)	(ii) Segment-wise or product-wise performance.	✓		
1.5 (iii)	(iii) Risks and concerns.	✓		
1.5 (iv)	(iv) A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓		
1.5 (v)	(v) Discussion on continuity of any Extra-Ordinary gain or loss.	✓		
1.5 (vi)	(vi) Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report.	✓		
1.5 (vii)	(vii) Utilization of proceeds from public issues, rights issues and/or through any others instruments.			N/A
1.5 (viii)	(viii) An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.			N/A

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5 (ix)	(ix) If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.			N/A
1.5 (x)	(x) Remuneration to directors including independent directors.	✓		
1.5 (xi)	(xi) The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	✓		
1.5 (xii)	(xii) Proper books of account of the issuer company have been maintained.	✓		
1.5 (xiii)	(xiii) Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	✓		
1.5 (xiv)	(xiv) International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	✓		
1.5 (xv)	(xv) The system of internal control is sound in design and has been effectively implemented and monitored.	✓		
1.5 (xvi)	(xvi) There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	✓		
1.5 (xvii)	(xvii) Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	✓		
1.5 (xviii)	(xviii) Key operating and financial data of at least preceding 5 (five) years shall be summarized.	✓		
1.5 (xix)	(xix) If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.			N/A
1.5 (xx)	(xx) The number of Board meetings held during the year and attendance by each director shall be disclosed.	✓		
1.5 (xxi) a)	(xxi) The pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:- (a) Parent/Subsidiary/Associated Companies and other related parties (name wise details);	✓		
1.5 (xxi) b)	b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5 (xxi) c)	c) Executives;	✓		
1.5 (xxi) d)	d) Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	✓		
1.5 (xxii) a)	In case of the appointment/re-appointment of a director the company shall disclose the following information to the shareholders:- a) a brief resume of the director;	✓		
1.5 (xxii) b)	b) nature of his/her expertise in specific functional areas;	✓		
1.5 (xxii) c)	c) Names of companies in which the person also holds the directorship and the membership of committees of the board.	✓		
2.1	The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS).	✓		
2.2	The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	✓		
3 (i)	(i) The company shall have an Audit Committee as a sub-committee of the Board of Directors.	✓		
3 (ii)	(ii) The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓		
3 (iii)	(iii) The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	✓		
3.1 (i)	(i) The Audit Committee shall be composed of at least 3 (three) members.	✓		
3.1 (ii)	(ii) The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	✓		
3.1 (iii)	(iii) All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	✓		
3.1 (iv)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.			N/A
3.1 (v)	(v) The company secretary shall act as the secretary of the Committee.	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3.1 (vi)	(vi) The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	✓		
3.2 (i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	✓		
3.2 (ii)	(ii) Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).	✓		
3.3 (i)	Role of audit committee shall include the following: - (i) Oversee the financial reporting process.	✓		
3.3 (ii)	(ii) Monitor choice of accounting policies and principles.	✓		
3.3 (iii)	(iii) Monitor Internal Control Risk management process.	✓		
3.3 (iv)	(iv) Oversee hiring and performance of external auditors.	✓		
3.3 (v)	(v) Review along with the management, the annual financial statements before submission to the board for approval.	✓		
3.3 (vi)	(vi) Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	✓		
3.3 (vii)	(vii) Review the adequacy of internal audit function.	✓		
3.3 (viii)	(viii) Review statement of significant related party transactions submitted by the management.	✓		
3.3 (ix)	(ix) Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors.	✓		
3.3 (x)	(x) When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.	✓		
3.4.1 (i)	(i) The Audit Committee shall report on its activities to the Board of Directors.	✓		
3.4.1 (ii) a)	(ii) The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:- a) report on conflicts of interests;	✓		
3.4.1 (ii) b)	b) suspected or presumed fraud or irregularity or material defect in the internal control system;	✓		
3.4.1 (ii) c)	c) suspected infringement of laws, including securities related laws, rules and regulations;	✓		
3.4.1 (ii) d)	d) Any other matter which shall be disclosed to the Board of Directors immediately.	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3.4.2	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	✓		
3.5	Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	✓		
4 (i)	The issuer company should not engage its external/statutory auditors to perform the following services of the company; namely:- (i) Appraisal or valuation services or fairness opinions.	✓		
4 (ii)	(ii) Financial information systems design and implementation.	✓		
4 (iii)	(iii) Book-keeping or other services related to the accounting records or financial statements.	✓		
4 (iv)	(iv) Broker-dealer services.	✓		
4 (v)	(v) Actuarial services.	✓		
4 (vi)	(vi) Internal audit services.	✓		
4 (vii)	(vii) Any other service that the Audit Committee determines.	✓		
4 (viii)	(viii) No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	✓		
5 (i)	(i) Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.			N/A
5 (ii)	(ii) At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.			N/A
5 (iii)	(iii) The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.			N/A
5 (iv)	(iv) The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.			N/A

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5 (v)	(v) The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.			N/A
6 (i) a)	The CEO and CFO shall certify to the Board that:-(i) They have reviewed financial statements for the year and that to the best of their knowledge and belief: a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓		
6 (i) b)	b) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	✓		
6 (ii)	(ii) There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	✓		
7 (i)	(i) The company shall obtain a certificate from a Professional Accountant/Secretary (Chartered Accountant/Cost & Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	✓		
7 (ii)	(ii) The directors of the company shall state, in accordance with the <b>Annexure</b> attached, in the directors' report whether the company has complied with these conditions.	✓		

## Annexure: B



**Rahman Mostafa Alam & Co.**  
Chartered Accountants



**Certificate on compliance of conditions of corporate governance  
guidelines to the shareholders of**

**Western Marine Shipyard Ltd.**

We have examined the compliance of conditions of corporate governance guidelines of the Bangladesh Securities and Exchange Commission (BSEC) by **Western Marine Shipyard Ltd.** (the Company) for the year ended on **30 June 2017** as Stipulated in clause 7(i) of the BSEC notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 and as amended by notification No. SEC/CMRRCD/2006-158/147/Admin/48 dated 21 July 2013 of Bangladesh Securities and Exchange Commission.

The compliance of conditions of corporate governance guidelines as stated in the aforesaid notification and reporting of the status of compliance is the responsibility of the management of **Western Marine Shipyard Ltd.** Our examinations for issuing this certification was limited to the checking of procedure and implementation thereof, adopted by **Western Marine Shipyard Ltd.** for ensuring the compliance of conditions of corporate governance and correct reporting of compliance status on the attached statement on the basis of evidence gathered and representation received.

To the best of our information and according to the explanations given to us, we certify that, as reported on the attached status of compliance statement, **Western Marine Shipyard Ltd.** has complied with the conditions of corporate governance stipulated in the above mentioned BSEC notification dated 07 August 2012 and as amended by the notification dated 21 July 2013.

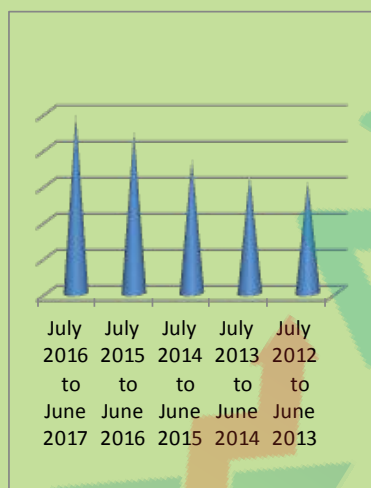
Chittagong, 25 November 2017

*Rahman Mostafa Alam & Co.*  
**Rahman Mostafa Alam & Co.**  
Chartered Accountants

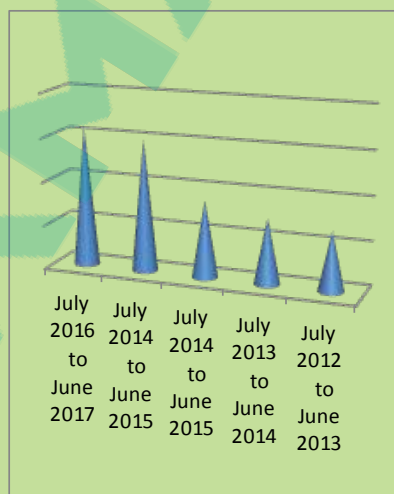
## Annexure: C

Summary of Key financial performance of the company for last 5 years:

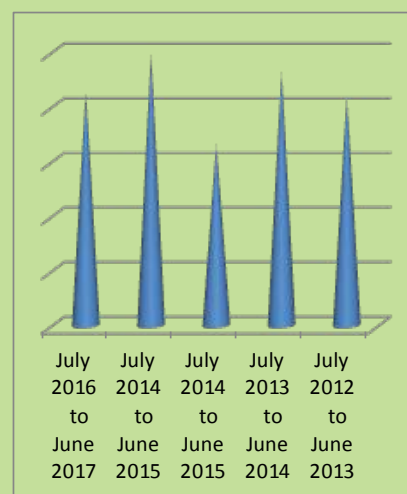
Financial Results		July 2016 - June 2017	July 2015 - June 2016	July 2014 - June 2015	July 2013 - June 2014	July 2012 - June 2013
Revenue	TK	2,978,544,328	2,813,975,718	2,551,851,870	2,578,080,015	2,441,103,180
Gross Profit	TK	982,751,460	894,164,683	741,278,617	648,242,856	614,868,545
	%	32.99	31.78	29.05	25.14	25.19
Earning before interest & TAX (EBIT)	TK	939,376,097	851,469,338	682,864,063	598,446,502	569,790,647
	%	31.54	30.26	26.76	23.21	23.34
Net Profit after Tax & CWPPWF	TK	317,682,949	298,962,534	175,417,963	149,739,649	134,889,330
	%	10.67	10.62	6.87	5.81	5.53
Earning per Share (EPS)	TK	2.14	2.48	1.65	2.32	2.09
<b>Financial Position:</b>						
Current Ratio		2.32	4.92	4.69	3.31	3.31
Net Asset Value per share with Asset Revaluation	TK	34.24	39.55	37.07	42.59	40.27
Net Asset Value per share without Asset	TK	29.61	33.80	31.28	31.70	29.21
Operating Cash Flow Per Sha	TK	2.80	0.93	1.88	0.87	0.16
Paid up Capital	TK	<b>1,484,647,340</b>	<b>1,205,070,900</b>	<b>1,205,070,900</b>	<b>645,519,000</b>	<b>645,519,000</b>



Gross Profit



Net Profit after tax &amp; CWPPWF



Earning Per Share (EPS)

## Annexure: D

# Brief resume of Directors who seeks re-appointment:

## Arifur Rahman Khan

Mr. Arifur Rahman Khan is a pass-out of Bangladesh Marine Academy in 1984. He attained Marine Engineering Class 2 Certificate of Competency (Motorship) from UK in 1989 and Class 1 Certificate of Competency (Motorships) from UK in 1993. He has also completed various professional trainings from reputed institutes. Mr. Khan is considered an ingenious mind in the shipbuilding industry of Bangladesh having the technical know-how of such industry. He has professional experience of more than 34 years from serving offshore & shore in many reputed shipping companies at highest capacity.

## Monzur Morshed Chowdhury

Mr. Monzur Morshed Chowdhury is a very prominent and well known person in the business arena of Chittagong. His expertise on stock business for marine spares enables in making deals for high level marine and industrial procurement. He is also highly involved with foreign trade for exporting reconditioned marine spares to different parts of the world. He is a Post Graduate from University of Chittagong.

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### **Capt. ABM Fazle Rabbi**

Capt. ABM Fazle Rabbi is a resourceful and determined Master Mariner from Singapore with proven professional skills. He was born in the year 1971 in Chittagong and completed both MSS and BSS (Hons) in Public Administration from University of Chittagong. He has also completed Advance Diploma in Maritime Transportation from Singapore Polytechnic. Mr. Rabbi has 13 years experience of serving on board in several Ocean-going Vessels since 1993.

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### **Shah Alam**

Mr. Shah Alam is involved in different lines of business activities, such as, Shipping, Shipbuilding & Real Estate Business. He is a Business Graduate from University of Chittagong. He has established himself as an icon in the business sector of the country being one of the proud owners of the family business Ruhul Amin & Brothers Group (RAB Group), which is a renowned Stevedore in Chittagong Port & one of the top Clearing & Forwarding Agent in the port city of Chittagong. He has received New Millennium Awards in Paris for quality of Nice Food Products and International President's Award from the International Association of Lions Club in 2009-2010.

## Annexure: E



Western Marine  
Shipyard Ltd.

November 13, 2017

**The Board of Director's  
Western Marine Shipyard Limited**

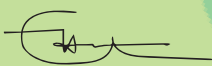
**Subject: MD and CFO's Declaration to the Board.**

Dear Sir(s),

Compliance with the condition no.06 imposed by Bangladesh Securities & Exchange Commission's Notification No.SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities & Exchange Ordinance, 1969, we do hereby certify to the Board that:

- i. We have reviewed the Financial Statements of the Company for the year ended on 30 June, 2017 and that to the best of our knowledge and belief,
  - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading,
  - b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- ii. There are, to the best of knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or violation of the company's code of contacts.

Sincerely,



**Md. Sakhawat Hossain**  
Managing Director



**Jamal Uddin**  
Chief Financial Officer

**Registered Office**

H.B.F.C. Building (4th Floor)  
1/d Agrabad C/A  
Chittagong-4100  
Bangladesh.

**Corporate Office**

Amin Future Park (7th Floor)  
1440/A Strand Road, Chittagong, Bangladesh.  
Tel: (+880) 31-2530035-7, 2513056  
Fax: (+880) 31-2530038  
Email: wms@wms.com.bd

**Shipyard**

Kolagaon, No.4  
Kolagaon Union  
Patiya, Chittagong, Bangladesh.  
(On the north side of Sikalbaha Power Plant)  
Tel: (+880) 44380004369, 4438004370

www.wms.com.bd

# Audit Committee Report:

The Audit Committee of Western Marine Shipyard limited, as one of its prime board sub –committee, assists the Board in discharging its governance responsibilities. A brief of the Audit Committee and its roles, responsibilities and functions are as follows:

## **Compositing and Meeting:**

The Audit Committee of Western Marine Shipyard Limited of 01 (One) Independent Directors and 02 (two) Directors, All Members possess adequate qualifications as determined in the Corporate governance Guidelines Promulgated by the Bangladesh Securities and Exchange Commission (BSEC).The Committee Includes:

1. Engr. Mustafizur Rahman
2. Mr. Arifur Rahman Khan
3. Mr. Monzur Morshed Chowdhury

The Independent Directors Engr. Mustafizur Rahman acts as Chairpersons of the Company. As per regulatory guidelines, the Company Secretary Mr. Shahadat Hosen FCA, FCMA acts as secretary to the committee. The Audit Committee, accordingly, performs in coherence and ensures compliance with the Corporate Governance Guidelines promulgated by the BSEC.

A total of 05 (Five) meetings were held during 2016-2017. Chairman and Managing Director attended in meeting few times as invitee. A record of the Members attendance at Audit committee meeting during 2016-2017 is set out on Directors Report. Permanent invitees to the meetings were the chief Executive Officer, Chief Financial Officer, Head of Internal Audit and Company Secretary. Relevant heads of divisions and other members of the management and internal Audit team also attended the meeting on occasions as required.

## **Major Responsibilities of the Audit Committee:**

The purpose, authority, composition, duties and responsibilities of the Audit Committee are delineated in its Charter. Some of the major responsibilities of the Audit Committee are as follows:

- A. Review the annual, half yearly and quarterly financial statements and other financial result, and upon its satisfaction of the review, recommend the same to the Board for approval.
- B. Review the adequacy and effectiveness of financial reporting process, internal control system, risk management auditing matters, and the Company's processes for monitoring compliance with laws and regulations and the code of conduct.
- C. Recommend appointment, termination and determination of audit fees for statutory auditor's considering the scope of work, and oversee and evaluate the works performed by statutory auditors. Review permitted non-audit services performed by statutory auditors.

- D. Exercise its oversight of the work of Western Marine Shipyard Limited Internal audit, review the effectiveness of internal audit functions including performance, structure, adequacy of resources, and complementation with professional standards, Examine audit findings and material weakness and monitor implementation of audit action plans.

#### Major Activities of the Audit Committee during the reporting period

- A. Reviewed and recommended the quarterly and annual Financial Statements for the year ended 30 June 2017.
- B. Approved the Internal Audit Plan, monitored the progress and effected revision when necessary.
- C. Monitored the status of implementation of audit action plans and provided guidance to ensure timely completion of action plans.
- D. Reviewed and recommended related party transactions.
- E. Reviewed compliance of Code of Conduct of the Company.
- F. Reviewed Management Letter issued by the External Auditors.
- G. Reviewed and received report on the matters as per requirement from the Bangladesh Securities and Exchange Commission (BSEC)
- H. Reviewed other matter and incident of Significance as Audit Committee Charter.

For and behalf of the Audit Committee of  
Western Marine Shipyard Limited.

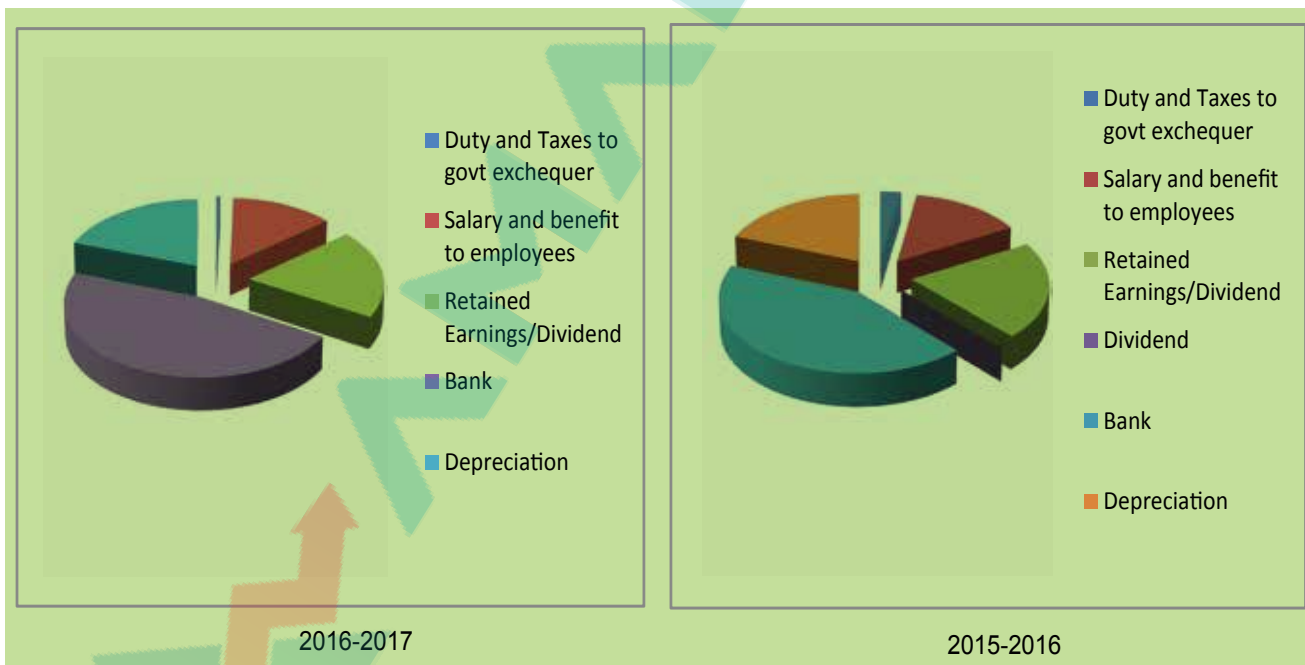


**Engr. Mostafizur Rahman**  
Chairperson Audit Committee  
15th November 2017.

## Value Added Statement

For the year ended 30th June 2017

	2016-2017		2015-2016	
	Amount	%	Amount	%
<b>Value added:</b>				
Turnover	2,978,544,328		2,904,555,474	
Less: Brought in Material & services	1,556,451,798		1,491,073,499	
	<b>1,422,092,531</b>	<b>100.00</b>	<b>1,413,481,974</b>	<b>100.00</b>
<b>Applications:</b>				
Duty and Taxes to govt exchequer	7,520,000	0.53	37,000,000	2.62
Salary and benefit to employees	189,247,172	13.31	201,764,998	14.27
Retained Earnings/Dividend	279,576,440	19.66	298,962,534	21.15
Bank	666,508,961	46.87	604,251,076	42.75
Depreciation	279,239,957	19.64	271,503,366	19.21
	<b>1,422,092,530</b>	<b>100.00</b>	<b>1,413,481,974</b>	<b>100.00</b>





# Auditor's Report & Financial Statements 2016-2017

**Morison KSi**

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T: +44(0)20 7838 4005 E: info@morisonksi.com  
Web: www.morisonksi.com

**AHMED ZAKER & CO.**  
**Chartered Accountants**

(A Member Firm of Morison KSi)  
Green City Edge (Level-10)  
89, Kakrail Dhaka -1000, Bangladesh

**Since-1979**  
Corporate Head Office :  
Telephone : +880-2-8300504-8  
Fax : +880-2-8300509  
E-mail : azcbangladesh@gmail.com  
Web : www.ahmed-zaker.com

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS  
OF  
WESTERN MARINE SHIPYARD LIMITED.**

We have audited the accompanying financial statements of **Western Marine Shipyard Limited**, which comprise the Statement of Financial Position as at 30 June, 2017 and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and notes to the accounts for the period then ended, and a summary of significant accounting policies and other explanatory notes.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), Bangladesh Accounting Standards (BAS) as adopted by the ICAB, the Companies Act 1994, the securities and exchange commission rules 1987, and other applicable laws and regulations. This responsibility includes; designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud and error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan to perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks assessment, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion:**

In our opinion, the Financial Position prepared in accordance with Bangladesh Accounting Standard (BAS), Bangladesh Financial Reporting Standards (BFRS) as adopted by ICAB give a true and fair view of the state of the company's affairs as at 30 June, 2017 and comply with the Companies Act 1994, the Securities Exchange Commission Rules 1987 and other applicable laws and regulations. Further to our opinion in the above paragraph, we state that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) In our opinion, proper books of account as required by law have been kept by **Western Marine Shipyard Limited** so far as it appeared from our examination of those books;
- (iii) The Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income and other notes with by the report are in agreement with the books of accounts and returns;
- (iv) The expenditure incurred was for the purpose of the Company's business.

  
**Ahmed Zaker & Co.**  
Chartered Accountants

**Chittagong**  
16 November 2017

**CHITTAGONG OFFICE :** 74, Sk. Mujib Road (3rd Floor) Agrabad C/A, Chittagong. Tel: +880-31-2516041, Cell: 01819385193, Email: arupschy@yahoo.com  
**UTTARA OFFICE :** Plot no-15 (Ground Floor), Road no-17, Sector-4, Uttara, Dhaka-1230, Tel: 0155603600-11, Email: sultan.ahmed.fca@gmail.com

**WESTERN MARINE SHIPYARD LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2017**

Particulars		2017 Taka	2016 Taka
<b>ASSETS</b>			
	<b>Note(s)</b>		
<b>NON CURRENT ASSETS:</b>		<b>8,196,621,829</b>	<b>7,288,052,149</b>
Property, Plant & Equipment - net	3	7,617,388,054	6,694,086,103
Investment	4	8,877,000	8,877,000
Due to/from affiliated companies	2.19, 11	570,356,775	585,089,046
<b>CURRENT ASSETS:</b>		<b>8,050,834,051</b>	<b>7,559,820,671</b>
Trade & Other Receivable	5	3,108,075,847	3,175,592,466
Inventories	6	2,003,722,825	1,797,426,920
Advances, Deposits and Prepayments	7	2,381,761,290	1,740,777,895
Cash and Cash Equivalents	8	557,274,089	846,023,390
<b>TOTAL ASSETS</b>	<b>Taka</b>	<b>16,247,455,880</b>	<b>14,847,872,820</b>
<b>SHAREHOLDERS' EQUITY &amp; LIABILITIES</b>			
<b>SHAREHOLDERS' EQUITY</b>		<b>5,083,527,050</b>	<b>4,765,844,100</b>
Share Capital	9.2	1,484,647,340	1,205,070,900
Share Premium	9.5	1,365,000,000	1,365,000,000
Revaluation Reserve	2.5, 3	686,872,270	692,134,832
Retained Earnings		1,547,007,440	1,503,638,369
<b>LIABILITIES</b>			
<b>NON CURRENT LIABILITIES:</b>		<b>7,687,298,054</b>	<b>6,625,070,002</b>
Term Loan - Non current portion	10	7,641,594,401	6,582,984,263
Deferred Tax Liability	2.12.2, 12	45,703,653	42,085,739
<b>CURRENT LIABILITIES:</b>		<b>3,476,630,776</b>	<b>3,456,958,718</b>
Term Loan - Current portion	10	1,493,532,896	1,588,624,689
Reserve & Provisions	13	188,879,034	171,817,724
Short Term Loan	14	1,680,855,777	1,577,314,579
Trade & Other Payable	15	113,363,068	119,201,727
<b>TOTAL SHAREHOLDERS' EQUITY &amp; LIABILITIES</b>	<b>Taka</b>	<b>16,247,455,880</b>	<b>14,847,872,820</b>
<b>Net Assets Value Per Share With Assets Revaluation</b>	24	<b>34.24</b>	<b>39.55</b>
<b>Net Assets Value Per Share With Assets Revaluation (Restated)</b>			<b>32.10</b>
<b>Net Assets Value Per Share Without Assets Revaluation</b>	24	<b>29.61</b>	<b>33.80</b>
<b>Net Assets Value Per Share Without Assets Revaluation (Restated)</b>			<b>27.44</b>

These financial statements should be read in conjunction with the annexed notes


  
**CHIEF FINANCIAL OFFICER**

  
**DIRECTOR**

  
**MANAGING DIRECTOR**

Signed in terms of our separate report of even date annexed

Dated: 16th November 2016  
**Chittagong,**

  
**Ahmed Zaker & Co.**  
**CHARTERED ACCOUNTANTS**

**WESTERN MARINE SHIPYARD LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2017**

Particulars	<u>Note(s)</u>	2017 Taka	2016 Taka
Revenue	16	2,978,544,328	2,813,975,718
Cost of Shipbuilding	17	(1,995,792,869)	(1,919,811,035)
<b>Gross Profit</b>		<b>982,751,460</b>	<b>894,164,683</b>
Operating Expenses			
Administrative Expenses	18	(41,106,672)	(40,156,189)
Selling and Marketing Expenses	19	(2,268,690)	(2,539,156)
<b>Operating Profit</b>		<b>939,376,097</b>	<b>851,469,338</b>
Non Operating Income	20	83,065,498	90,579,756
Financial Expenses	21	(667,363,725)	(604,251,076)
<b>Net Financial Charge</b>		<b>(584,298,227)</b>	<b>(513,671,321)</b>
<b>Profit before Tax Expenses</b>		<b>355,077,871</b>	<b>337,798,017</b>
Contribution to Workers' Profit Participation & Welfare Fund	13.3	(17,753,894)	(16,889,901)
<b>Provision for Taxation</b>			
Current	2.12.1, 13.2	(16,023,113)	(12,384,074)
Deferred	2.12.2, 12	(3,617,915)	(9,561,509)
Income Tax	2.12, 22	<b>(19,641,028)</b>	<b>(21,945,582)</b>
<b>Profit for the period</b>		<b>317,682,949</b>	<b>298,962,534</b>
<b>Other Comprehensive Income</b>		-	-
<b>Total Comprehensive Income for the period</b>		<b>317,682,949</b>	<b>298,962,534</b>
<b>Earning per share (Basic)</b>	2.16.02, 23	<b>2.14</b>	<b>2.48</b>
<b>Earning per share (Restated)</b>			<b>2.01</b>
<b>Total number of outstanding shares as on Reporting Date</b>		<b>148,464,734</b>	<b>120,507,090</b>
<b>Weighted average no. of shares outstanding</b>		<b>148,464,734</b>	<b>120,507,090</b>

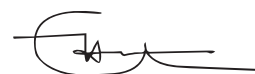
These financial statements should be read in conjunction with the annexed notes



**CHIEF FINANCIAL OFFICER**



**DIRECTOR**



**MANAGING DIRECTOR**

Signed in terms of our separate report of even date annexed

Dated: 16th November 2016  
Chittagong,



**Ahmed Zaker & Co.**  
**CHARTERED ACCOUNTANTS**

**WESTERN MARINE SHIPYARD LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	<u>Note(s)</u>	<b>2017</b> Taka	<b>2016</b> Taka
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Collections from Customers	5, 15 & 16	3,046,060,947	2,793,964,447
Payment to Suppliers & Others	3,6,7,13.2,15,17,18 & 19	(2,629,761,928)	(2,682,339,507)
<b>Cash Inflow / (Outflow) from Operating Activities</b>		<b>416,299,019</b>	<b>111,624,939</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Addition of Property, Plant & Equipment	3	(1,202,541,908)	(951,359,598)
<b>Cash Inflow / (Outflow) from Investing Activities</b>		<b>(1,202,541,908)</b>	<b>(951,359,598)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Loan-Current & Non Current	10	963,518,345	1,504,091,386
Related Parties Account	11	14,732,271	24,241,640
Bank OD-Short Term Loan	14	103,541,199	(211,705,962)
Financial Charges-Net	20 & 21	(584,298,227)	(513,671,321)
<b>Cash Inflow / (Outflow) from Financing Activities</b>		<b>497,493,588</b>	<b>802,955,743</b>
<b>Net Increase/ (Decrease) in Cash &amp; Cash Equivalents</b>	<b>Taka</b>	<b>(288,749,301)</b>	<b>(36,778,916)</b>
Cash and Cash Equivalents at the beginning of the year	8	<b>846,023,390</b>	<b>882,802,306</b>
Cash and Cash Equivalents at the end of the year	8	<b>557,274,089</b>	<b>846,023,390</b>
<b>Operating Cash Inflow / (Outflow) Per Share</b>	25	<b>2.80</b>	<b>0.93</b>

These financial statements should be read in conjunction with the annexed notes

  
**CHIEF FINANCIAL OFFICER**

  
**DIRECTOR**

  
**MANAGING DIRECTOR**



**WESTERN MARINE SHIPYARD LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2017**

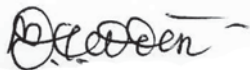
Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total Equity
Balance as on 01 July 2016	1,205,070,900	1,365,000,000	692,134,832	1,503,638,369	4,765,844,100
Dividend (Stock)	279,576,440	-	-	(279,576,440)	-
Adjustment for depreciation charge on revaluation reserve	-	-	(5,262,562)	5,262,562	-
Net Profit after tax transferred from Statement of Profit or loss and other Comprehensive Income	-	-	-	317,682,949	317,682,949
<b>Balance as on 30 June 2017</b>	<b>1,484,647,340</b>	<b>1,365,000,000</b>	<b>686,872,270</b>	<b>1,547,007,440</b>	<b>5,083,527,050</b>

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total Equity
Balance as on 01 July 2015	1,205,070,900	1,365,000,000	697,397,394	1,199,413,272	4,466,881,566
Adjustment for depreciation charge on revaluation reserve	-	-	(5,262,562)	5,262,562	-
Net Profit after tax transferred from Statement of Profit or loss and other Comprehensive Income	-	-	-	298,962,534	298,962,534
<b>Balance as on 30 June 2016</b>	<b>1,205,070,900</b>	<b>1,365,000,000</b>	<b>692,134,832</b>	<b>1,503,638,369</b>	<b>4,765,844,100</b>

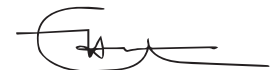
These financial statements should be read in conjunction with the annexed notes



CHIEF FINANCIAL OFFICER



DIRECTOR



MANAGING DIRECTOR



## WESTERN MARINE SHIPYARD LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

#### 1 THE COMPANY & IT'S OPERATIONS

The Company was incorporated in Bangladesh on 11 July 2000 as a Private Limited Company located its registered office at 1/D, HBFC Building (4<sup>th</sup> Floor), Agrabad C/A, Chittagong and the principal activities of the Company are to establish, build, erect, construct shipyard, dockyard, slipway, workshop on its own land, purchase or otherwise undertake ownership/ management of shipyard, dockyard, slipway, workshop etc. in order to carry on the business of shipbuilding and repairing. From the very inception to till 30 June 2007 the Company was engaged in the activities of shipbuilding, repairing and heavy engineering. Thereafter the management took a decision to continue engaged as export-oriented Ship Building Industry and accordingly got permission & registration with Board of Investment (BOI) as export-oriented industry vide Memo No. BOI/Ctg/Dockyard/640/06/386 of BOI, Bangladesh dated 12 Mar 2008.

The Company was converted into Public Limited Company on 10 September 2009 duly getting approval from the Registrar of Joint Stock Companies & Firms.

#### 2 SUMMARY OF SIGNIFICANT ACCOUNTING AND VALUATION POLICIES

##### 2.1 Basis of preparation and presentation of the financial statements

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987 and BAS adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), as Bangladesh Accounting Standard (BAS) & Bangladesh Financial Reporting Standard (BFRS). The Board of Directors is responsible for preparing and presenting the financial statement including adequate disclosures, which approved and authorized for issue of these financial statements. The Statement of Financial Position and Statement of Comprehensive Income have been prepared according to BAS 1 "Presentation of Financial Statements" based on accrual basis of accounting following going concern assumption and Statement of Cash flows according to BAS 7 "Statement of Cash Flows".

##### 2.2 Accounting convention and assumption

The financial statements are prepared under the historical cost convention method ; except for, the revaluation of Property, Plant & Equipment which are valued at revaluation basis as on 31 December 2009.

##### 2.3 Principal accounting policies

The specific accounting policies have been selected and applied by the Company's management for significant transactions and events that have a material effect on the framework for the Preparation and Presentation of Financial Statements. Financial Statements have been prepared and presented in compliance with BAS 1 "Presentation of Financial Statements". The previous year's figures were prepared according to the same accounting principles.

## 2.4 Application of Standards

The following BAS and BFRS are applied to the financial statements for the year under review:

BAS 1	Presentation of Financial Statements
BAS 2	Inventories
BAS 7	Statement of Cash Flows
BAS 8	Accounting policies, changes in accounting estimates and errors
BAS 10	Events after the Reporting Period
BAS 11	Construction Contracts
BAS 12	Income Taxes
BAS 16	Property, Plant & Equipment
BAS 19	Employee Benefits
BAS 21	The effects of changes in foreign exchange rates
BAS 23	Borrowing Costs
BAS 24	Related Party Disclosures
BAS 28	Investments in Associates
BAS 33	Earnings Per Share
BAS 36	Impairment of Assets
BAS 34	Interim Financial Reporting
BAS 37	Provisions, Contingent Liabilities and Contingent Assets
BAS 39	Financial Instruments: Recognition & Measurement
BFRS 5	Non-current Assets Held for Sale and Discontinued Operations
BFRS 7	Financial Instruments: Disclosures
BFRS 9	Financial Instruments
BFRS 13	Fair Value Measurement
BFRS 15	Revenue from Contracts with Customers

## 2.5 Property, Plant & Equipment

### i) Cost

Property, Plant & Equipment are accounted for according to BAS 16 "Property, Plant and Equipment" at historical cost less cumulative depreciation and the capital work-in-progress (when arises) is stated at cost except for the revaluation portion of Property, Plant and Equipment as on 31 December 2009. All assets are depreciated/amortized according to the straight-line method. The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and it is recognized as other comprehensive income/(loss).

### ii) Revaluation

The Company's assets were revalued by M/S. S.F Ahmed & Co., Chartered Accountants, with assistance from the professional valuers, as on 31 December 2009 and such revaluation was approved by the Company's Board. Effect of revaluation of the asset was given in the accounts and depreciation have been charged consistently every year on straight-line method at an annual rate. The revaluation surplus (net off depreciation) is reflected in financial statements as Revaluation Reserve (Note 3.1.b) and depreciation are charge out in the revenue accounts.

## 2.6 Depreciation of the fixed assets

Consistently, Depreciation is charged using straight-line method. Current rates of depreciation are shown below whereby the cost less estimated salvage value or revaluation of an asset is written off over its anticipated service life. No depreciation is charged to Land & Land Development.

Sl. No.	Category of Assets	Rate (%)
1	Plant, Machinery & Equipments	7-8
2	Building Constructions	5-6
3	Office Building	5-6
4	Furniture & Fixture	8-10
5	Electric Installation	7-8
6	Mobile, Telephone & Computer	8-10
7	Office Equipments	12-15
8	Motor Vehicles	8-10

## 2.7 Valuation of Inventories

Inventories are stated at the lower of cost or net estimated realizable value in compliance with the requirements of para 25 of BAS 2.

<u>Category</u>	<u>Basis of valuation</u>
Materials, Stores & Spares	: Moving average (weighted) cost.
Stock-in-trade	: Cost value i.e. cost so far incurred.
Work-in-progress	: Average cost of materials
Materials-in-transit	: Cost value i.e. cost so far incurred

No provision is considered for slow moving and obsolete stocks since all items were considered moving and good.

## 2.8 Cash and cash equivalents

According to BAS 7 "Statement of Cash Flows" cash comprises cash in hand and bank deposit and cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. BAS 1 "Presentation of Financial Statements" provides that cash and cash equivalent are not restricted in use. . Considering the provision of BAS 7 and BAS 1, Cash and cash equivalents include cash in hand, cash at banks in taka accounts & foreign currency accounts, margin with banks and deposit with non-banking financial institutions.

## 2.9 Foreign currency transaction

Foreign currency transactions are recorded at the applicable rates of exchange ruling at the transaction date in accordance with BAS 21 the effects of changes in Foreign Exchange rates. Foreign currency transactions are translated at the exchange rate ruling on the date of transaction.

## 2.10 Payable and Accrued expenses

### 2.10.1 Trade and Other Payable

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Company, whether or not billed by the suppliers/ service providers.

## 2.10.2 Provisions

The preparation of financial statements is in conformity with Bangladesh Accounting Standards (BAS) 37 “Provisions, Contingent Liabilities and Contingent Assets” requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities during the period and at the date of financial statements.

In accordance with the guidelines as prescribed by BAS 37 provisions were recognized in the following situation:

- When the company has a present obligation as a result of past events;
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimates can be made of the amount of the obligation.

We have shown the provisions in the statement of financial position at an appropriate level with regard to an adequate provision for risks and uncertainties. An amount recorded as a provision represents the best estimate of the probable expenditure required to fulfill the current obligation on the reporting date.

Other provisions are valued in accordance with BAS 37 “Provisions, Contingent Liabilities and Contingent Assets” comprise all realizable risks from uncertain liabilities and anticipated losses from pending transactions.

## 2.11 Employees Benefits

### Employee’s Provident Fund & Gratuity Fund:

The formation of employee’s provident & gratuity fund are under process.

### Workers’ Profit Participation & Welfare Fund:

Appropriate provision has been made for worker’s profit participation fund and worker’s welfare fund as per provision of Bangladesh Labor Act-2006

## 2.12 Taxation

### 2.12.1 Income Tax Expenses Provision - note 13.2 & 22

Applicable tax rate has been applied on ‘estimated’ taxable profit as a listed “Public Limited Company” as per SRO no 132-law/2013-Income tax ordinance, 1984(Ord. No. XXXVI of 1984) dated 28/05/2013.

### 2.12.2 Deferred Tax Liability - note 12 & 22

Provision is made at the ruling income tax rate applied on the amount of taxable temporary difference as per BAS 12 “Income Taxes”.

### 2.13 Contingent liabilities and commitments

Contingent liabilities are current or possible obligations, arising from past events and whose existence is due to the occurrence or non-occurrence of one more uncertain future events, which are not within the control of the company, In accordance with BAS 37 “Provisions, Contingent Liabilities and Contingent Assets” are disclosed in note – 26 of the financial statements.

### 2.14 Revenue

Revenue is recognized in accordance with BAS 11 “Construction Contracts” using percentage (%) of completion method. As per Para 23 of BAS 11, Contract revenue for fixed price contract is recognized only when;

The outcome of the construction contracts can be estimated reliably when all the following conditions are satisfied:

- Total contract revenue can be measured reliably.
- It is probable that the economic benefit associated with the contract will flow to the entity.
- Both the contract cost to complete the contract and the stage of contract completion at the end of reporting period can be measured reliably.
- Contract cost attributable to the contract can be clearly identified and measured reliably so that actual contract cost can be compared with prior estimates.
- Export incentive for vessel already delivered has been considered as revenue vide Bangladesh Bank circular ref. FE Cerculer-17 dated September 20, 2010.

The percentage of completion of work has been determined as certified by engineer of relevant field.

### 2.15 Statement of cash flows

Statement of cash flows is prepared principally in accordance with BAS 7 “Statement of Cash Flows” and the cash flows from operating activities have been presented under direct method.

### 2.16 Earnings per share

The Company calculates Basic Earnings per Share (EPS) in accordance with BAS 33 “Earnings per Share” which has been shown on the face of Statement of Profit of loss and other Comprehensive Income and the computation of EPS is stated in note - 23 of the financial statements.

#### 2.16.01 Basic Earnings

The Company calculates earnings for the year attributable to the owners of the company. As there no preference dividend, minority interest or extraordinary items, the net profit after tax for the period has been considered as fully attributable to the owners of the company.

#### 2.16.02 Basic Earnings per Share

This has been calculated by dividing the earnings after tax expenses attributable to the owners of the company by calculating the weighted average number of ordinary share outstanding during the year.

### 2.16.03 Diluted Earnings per Share

No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year under review.

### 2.17 Expenses

Full amount of Cost of Shipbuilding, Administrative expenses, Selling & Marketing expenses and financial expenses has been charged during the period against revenue.

### 2.18 Due to/from affiliated companies - note 11

The Company's Board of Directors in their meeting held on 15.7.14 decided that in case of related parties transactions, Company shall impose 10% interest on daily balance with the related parties account with effect from July 2016 – as stated in note -20 of the financial statement.

### 2.19 Reserve for warranty

As per shipbuilding contract between Western Marine Shipyard Ltd. with its buyers there is an Article: warranty of quality where Western Marine Shipyard Limited undertakes to repair if any defects occurs from the date of delivery for certain period of time and in this respect the buyer is entitled to withhold a portion of the contract price as security for claim for any defective for a certain period which is mentioned in Article of the contract. During the period no provision has been made since current provision is sufficient to cover the warranty.

### 2.20 Impairment

#### 2.20.1 Financial Assets

Financial assets are not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence 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 flows of the asset that can be estimated reliably.

#### 2.20.2 Non-Financial Assets

The carrying amounts of the company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the recoverable amount of the asset is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

### 2.21 Approval of the Financial Statements

These Financial statements were authorized for issue by the Board of Directors of the Company on 11<sup>th</sup> November 2017.

### 2.22 Reporting Period

The financial period of the Company covers from 01 July 2016 to 30 June 2017.

## 3 PROPERTY, PLANT &amp; EQUIPMENT, NET

Amount in Taka

Operating fixed assets at cost less depreciation - note 3.1  
Capital work in progress - note 3.3

	30-Jun-17	30-Jun-16
Operating fixed assets at cost less depreciation - note 3.1	3,975,937,102	3,966,845,935
Capital work in progress - note 3.3	3,641,450,952	2,727,240,168
<b>Taka</b>	<b>7,617,388,054</b>	<b>6,694,086,103</b>

## 3.1 Operating Fixed Assets at Cost less Depreciation

i) Cost - 01 Jan 2010 to 30 June 2017

Particulars	At Cost - note 2.5				Rate (%)	Depreciation- note 2.6			Written Down Value at 30 June 2017
	On 1 July 2016	Addition during the period	Deletion during the period	At 30 June 2017		On 1 July 2016	Charged during the period	At 30 June 2017	
Land & Land Development **	787,593,359	82,579,498	-	870,172,858	-	-	-	-	870,172,858
Plant, Machinery & Equipment	2,082,904,086	183,102,767	-	2,266,006,853	7-8	534,996,152	169,950,514	704,946,666	1,561,060,187
Factory Building & Other Constructions	760,329,056	14,020,579	-	774,349,635	5-6	375,538,787	38,717,482	414,256,268	360,093,367
Office Building & Other Constructions	60,467,688	6,539,781	-	67,007,469	5-6	34,769,186	3,350,373	38,119,560	28,887,909
Furniture & Fixture	38,254,372	1,679,010	-	39,933,382	8-10	16,178,046	3,194,671	19,372,717	20,560,665
Electric Installation	24,425,837	-	-	24,425,837	7-8	3,663,876	1,831,938	5,495,813	18,930,024
Mobile, Telephone & Computer	9,978,057	358,026	-	10,336,083	8-10	4,886,719	1,033,608	5,920,328	4,415,755
Office Equipments	11,480,037	51,462	-	11,531,499	12-15	6,541,688	1,383,780	7,925,468	3,606,031
Motor Vehicles	43,559,496	-	-	43,559,496	8-10	26,941,765	4,355,950	31,297,715	12,261,771
<b>Total</b>	<b>3,818,991,988</b>	<b>288,331,123</b>	<b>-</b>	<b>4,107,323,112</b>		<b>1,003,516,219</b>	<b>223,818,315</b>	<b>1,227,334,534</b>	<b>2,879,988,578</b>

ii) Cost &amp; Revaluation up to 31 December 2009

a. Cost

Particulars	At Cost - note 2.5				Rate (%)	Depreciation- note 2.6			Written Down Value at 30 June 2017
	On 1 July 2016	Addition during the period	Deletion during the period	At 30 June 2017		On 1 July 2016	Charged during the period	At 30 June 2017	
Land & Land Development **	320,198,612	-	-	320,198,612	-	-	-	-	320,198,612
Plant, Machinery & Equipment	573,849,822	-	-	573,849,822	7-8	445,265,113	43,038,737	488,303,850	85,545,972
Building Constructions	189,195,703	-	-	189,195,703	5-6	186,936,351	2,259,351.80	189,195,703	-
Furniture & Fixture	1,964,851	-	-	1,964,851	8-10	1,550,812	157,188	1,708,000	256,851
Electric Installation	34,583,488	-	-	34,583,488	7-8	30,843,606	2,593,762	33,437,368	1,146,120
Mobile, Telephone & Computer	4,541,092	-	-	4,541,092	8-10	3,884,522	454,109	4,338,631	202,461
Office Equipments	4,438,540	-	-	4,438,540	12-15	4,438,540	-	4,438,540	-
Motor Vehicles	16,559,321	-	-	16,559,321	8-10	13,177,152	1,655,932	14,833,084	1,726,237
<b>Total</b>	<b>1,145,331,429</b>	<b>-</b>	<b>-</b>	<b>1,145,331,429</b>		<b>686,096,095</b>	<b>50,159,079</b>	<b>736,255,175</b>	<b>409,076,254</b>

b. Revaluation

Particulars	At Cost - note 2.5				Rate (%)	Depreciation- note 2.6			Written Down Value at 30 June 2017
	On 1 July 2016	Addition during the period	Deletion during the period	At 30 June 2017		On 1 July 2016	Charged during the period	At 30 June 2017	
Land & Land Development	676,112,088	-	-	676,112,088	-	-	-	-	676,112,088
Plant, Machinery & Equipment	40,922,664	-	-	40,922,664	7-8	31,273,684	3,069,200	34,342,884	6,579,780
Building Constructions	38,671,183	-	-	38,671,183	5-6	32,870,506	1,933,559	34,804,065	3,867,118
Furniture & Fixture	304,268	-	-	304,268	8-10	212,987	30,427	243,414	60,854
Electric Installation	1,848,381	-	-	1,848,381	7-8	1,591,086	138,629	1,729,715	118,666
Motor Vehicles	907,479	-	-	907,479	8-10	682,966	90,748	773,714	133,765
<b>Total</b>	<b>758,766,063</b>	<b>-</b>	<b>-</b>	<b>758,766,063</b>		<b>66,631,230</b>	<b>5,262,562</b>	<b>71,893,793</b>	<b>686,872,270</b>

<b>As on 30 June 2017 Total</b>	<b>5,723,089,480</b>	<b>288,331,123</b>	<b>-</b>	<b>6,011,420,604</b>		<b>1,756,243,544</b>	<b>279,239,957</b>	<b>2,035,483,501</b>	<b>3,975,937,102</b>
<b>As on 30 June 2016 Total</b>	<b>5,188,051,675</b>	<b>535,037,805</b>	<b>-</b>	<b>5,723,089,480</b>		<b>1,484,740,179</b>	<b>271,503,366</b>	<b>1,756,243,544</b>	<b>3,966,845,935</b>

## 3.2 Depreciation allocated to:

Cost of Shipbuilding - note 17  
Administrative expenses - note 18

Amount in Taka	
30-Jun-17	30-Jun-16
275,442,294	267,810,920
3,797,663	3,692,446
<b>279,239,957</b>	<b>271,503,366</b>

\*\*\* 3207.235 Decimal Land is mortgaged with various financial institution for receiving loan .

\*\*\* This transfer of revaluation was made in accordance with paragraph 39 of BAS-16 as the said amount of revaluation surplus has been accumulated in equity under the heading of revaluation surplus.

**3.3 CAPITAL WORK-IN-PROGRESS - note 3**

	Amount in Taka	
	30-Jun-17	30-Jun-16
Opening Balance	2,727,240,168	2,310,918,375
Addition made during the year	914,210,784	642,685,339
	<b>3,641,450,952</b>	<b>2,953,603,714</b>
Capitalized during the year	-	(226,363,547)
<b>Closing Balance</b>	<b>3,641,450,952</b>	<b>2,727,240,168</b>

**The make-up of Closing Balance:****Building Constructions**

Slip Way	2,546,307,433	1,873,620,541
Pedestal	86,402,420	79,654,977
Shipyard Shed	217,423,526	198,346,002
Gantry crane	620,688,759	411,549,778
Shipyard New Office Building	170,628,814	164,068,870
	<b>Tk 3,641,450,952</b>	<b>2,727,240,168</b>
	<b>Taka 3,641,450,952</b>	<b>2,727,240,168</b>

#### 4 INVESTMENT

Stella Shipping Limited, Bangladesh - note 4.1  
 IHC WMSHL Limited - note 4.2  
 Western Fishers Shipyard Limited - note 4.3

	Amount in Taka	
	30-Jun-17	30-Jun-16
	357,000	357,000
	1,020,000	1,020,000
	7,500,000	7,500,000
<b>Taka</b>	<b>8,877,000</b>	<b>8,877,000</b>

Disclosure as required under BAS 24

##### 4.1 Stella Shipping Limited, Bangladesh

Stella Shipping Limited, a Private Company limited by shares situated at HBFC Building (4th floor) Agrabad Commercial Area, Chittagong, Bangladesh was registered with the Registrar of Joint Stock Companies on 23.04.2009. The main activities of the company is to carry on business on Ship-owing, Ship management, Ship Chartering, Ship breaking etc. Total authorized Share Capital of the Company is Tk. 700,000,000 (Seventy Crore) {7,000,000 shares @ Tk 100 each} and Paid up Capital is Tk 2,550,000 {25,500 shares @ Tk 100 each} only, of which Company owns 3,570 shares of Tk.100 each which amounts to Tk 357,000. No dividend has been received from the company as yet but there is no indication of any decline in share value from the Financial Statements of the Company.

##### 4.2 IHC WMSHL Limited

IHC WMSHL Limited, a private company limited by shares situated at HBFC Building (4th floor) Agrabad C/A, Chittagong, Bangladesh was registered with the Registrar of Joint Stock Companies on 18 August, 2010. The main activity of the company is to carry on business on Ship/Dredger manufacturing. Total Authorized Capital of the Company is Tk. 1,000,000,000 (Hundred Crore) {1,000,000 shares @ Tk 1,000 each} and Paid up Capital is Tk 6,800,000 {6,800 shares @ Tk 1,000 each} only, of which Company owns 1020 shares of Tk.1,000 each which amounts to Tk 1,020,000. No dividend has been received from the company as yet but there is no indication of any decline in share value from the Financial Statements of the Company.

##### 4.3 Western Fishers Shipyard Limited

Western Fishers Shipyard Limited, a private company limited by shares situated at Issanagar, Azimpara, Karnaphuli, Chittagong, Bangladesh was registered with the Registrar of Joint Stock Companies on 30 December, 2010. The main activity of the company is to carry on business of Ship Building (ocean going & inland), barges, tug, fishing trawler etc. slipway, dockyard, ship repairing, ship owing, ship chartering, ship management etc. Total Authorized Capital of the Company is Tk. 1,000,000,000 (Hundred Crore) {10,000,000 shares @ Tk 100 each} and Paid up Capital is Tk 50,000,000 {500,000 shares @ Tk 100 each} only, of which Company owns 75,000 shares of Tk.100 each which amounts to Tk 7,500,000. No dividend has been received from the company as yet but there is no indication of any decline in share value from the Financial Statements of the Company.

**5 TRADE & OTHER RECEIVABLE**

Trade Receivable - note 5.1

Taka

Amount in Taka	
30-Jun-17	30-Jun-16
3,108,075,847	3,175,592,466
<b>3,108,075,847</b>	<b>3,175,592,466</b>

**5.1 Trade Receivable - note 5**

Opening Balance

Addition during the year

Realized during the year

Closing Balance

Tk

3,175,592,466	3,155,581,195
2,978,544,328	2,813,975,718
6,154,136,794	5,969,556,913
(3,046,060,947)	(2,793,964,447)
<b>3,108,075,847</b>	<b>3,175,592,466</b>

**5.2 Receivable for more than 6 months old and considered good.**

Tk

<b>1,086,703,157</b>	<b>2,450,462,299</b>
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**Details of receivables (in accordance with Projects)**

JSW 1,2,3,4

Offshore Patrol Vessels

Container vessels

Tug boat

Gambia tug boat &amp; Uganda ferry

UAE Landing craft

OSJI

Passenger Vessels- lot 2

PPT

NFT

ESL

490,922,483	654,067,848
309,556,226	621,460,665
286,224,449	1,174,933,787
90,935,000	140,298,500
5,491,795	121,541,839
12,388,215	9,864,611
45,400,000	250,153,475
488,524,430	203,271,742
127,307,315	-
341,945,936	-
909,380,000	-
<b>3,108,075,847</b>	<b>3,175,592,466</b>

**Additional disclosure in line with schedule 11 part 1 of the companies Act, 1994**

Receivables outstanding for a period exceeding six month

Other Debts less Provision

Debts considered good as fully secured other than personal guarantee

Receivables considered good as no secured other than personal guarantee

Receivables considered doubtful or bad

Receivables by the company under the same management

1,086,703,157	2,450,462,299
-	-
-	-
3,108,075,847	3,175,592,466
-	-
-	-

\* Revenue is recognized in accordance with BAS 11 "Construction Contract" using percentage of completion method (Note-2.14). Revenue recognition is not matched with realization against revenue. The amount against revenue is realized under achieved & fulfillment of agreed condition of contracts. Generally significant amount of contract value is received after delivery of the vessel but revenue is recognized before delivery. In result an amount of Tk. 1,086,703,157 is showing receivable more than 6 months old which is considered good.

**6 INVENTORIES**

Materials, Stores & Spares - note 6.1, 6.1.1 & 2.7  
Material-in-Transit

		Amount in Taka	
		30-Jun-17	30-Jun-16
		1,959,097,435	1,691,463,070
		44,625,390	105,963,850
	<b>Tk</b>	<b>2,003,722,825</b>	<b>1,797,426,920</b>
		1,691,463,070	1,754,048,502
		1,689,157,608	1,301,732,836
		3,380,620,678	3,055,781,338
		(1,421,523,243)	(1,364,318,268)
	<b>Tk</b>	<b>1,959,097,435</b>	<b>Tk 1,691,463,070</b>

**6.1 Materials, Stores & Spares - note 6**

Opening Balance  
Import & purchased during the year

Consumption during the year - note 17

Closing Balance

**6.1.1 Item wise break-up of Materials, Stores & Spares**

SL	Name of the Item	30-Jun-17		30-Jun-16	
		Unit	Taka	Unit	Taka
1	Loose Tools	26,830 Pcs.	46,564,350	25,780 Pcs.	44,869,834
2	Hardware Items	19,130 Pcs.	38,025,639	18,687 Pcs.	36,057,810
3	Stationery Items	-	9,867,548	-	9,573,629
4	Oil	21,567 Litre	1,375,869	20,578 Litre	1,214,102
5	Accommodation System	12 Set	26,895,434	9 Set	23,585,619
6	Paint Items	15,637 Litre	4,263,890	14,392 Litre	3,426,860
7	Communication & Navigation Equipments	20 Set	100,356,382	18 Set	96,761,482
8	Electrical Cable	17,267 Metre	21,163,861	17,267 Metre	20,362,981
9	Main Engine & Spares	17 Case	297,798,316	16 Case	280,280,768
10	Valves & Other Parts	-	21,063,629	-	29,053,947
11	Pipe & Fittings	18,683 Metre	90,563,281	16,894 Metre	80,536,927
12	Safety Equipments	20 Set	60,538,672	19 Set	50,431,834
13	Deck Machinery	3 Pck	124,563,868	1 Pck	71,862,492
14	Lashing Materials	-	30,568,937	-	29,387,623
15	Galley & Laundry Equipments	13 Unit	23,862,467	11 Unit	16,792,347
16	Anode, Rudder & ICCP Systems	5 Set	26,346,272	3 Set	18,645,786
17	M.S. Plate	7,568 Ton	458,387,765	8,457 Ton	498,768,298
18	Bulb Flat	283 Ton	3,862,490	260 Ton	3,086,739
19	Angle Bar	869 Ton	62,539,463	228 Ton	59,754,638
20	Propeller & Propulsion	22 Set	247,914,606	16 Set	194,730,219
21	Hatch Cover	25 Set	98,648,627	15 Set	53,861,980
22	Anchor Chain	12 Set	14,536,567	9 Set	11,087,532
23	Water Tight Doors	50 Set	33,355,970	15 Set	9,630,891
24	Electronic Items	-	56,938,647	-	27,028,433
25	Generators	24 Pcs.	28,645,935	20 Pcs.	16,610,439
26	Folded Boom Crane	15 Set	30,448,950	2 Set	4,059,860
	<b>Total Taka</b>		<b>1,959,097,435</b>	<b>Total Taka</b>	<b>1,691,463,070</b>

		Amount in Taka	
		30-Jun-17	30-Jun-16
<b>7 ADVANCES, DEPOSITS AND PREPAYMENTS</b>			
Prepayments - note 7.1		2,317,041	4,387,280
Deposits - note 7.2		40,583,954	57,840,936
Advances - note 7.3		2,338,860,295	1,678,549,679
	<b>Tk</b>	<b>2,381,761,290</b>	<b>1,740,777,895</b>
<b>7.1 Prepayments - note 7</b>			
Insurance Premium		2,317,041	4,387,280
	<b>Tk</b>	<b>2,317,041</b>	<b>4,387,280</b>
<b>7.2 Deposits - note 7</b>			
Adv. Against Guest House Rent		1,504,000	1,804,000
Deposit with PDB		507,600	507,600
Security Deposit with CDBL		500,000	500,000
Security Deposit -Ansar		137,166	137,166
Security Deposit - CPA (for steel pantoon jetty)		170,625	170,625
Retention money by Buyer		37,089,563	53,817,353
Advance against Hired Land - Shipyard		675,000	675,000
Advance against office rent		-	229,192
	<b>Tk</b>	<b>40,583,954</b>	<b>57,840,936</b>
<b>7.3 Advances - note 7</b>			
Advance Tax		132,794,833	115,794,990
Against Import & Supplies		987,624,390	840,618,859
Staff Advance against Local Purchase		103,765,310	74,489,767
		<b>1,091,389,700</b>	<b>915,108,626</b>
Against Land Purchase		76,860,428	71,938,580
Against Local Purchase		1,035,183,201	573,295,733
Against Land Rental		265,000	265,000
Against Salary		2,367,133	2,146,750
		<b>1,114,675,762</b>	<b>647,646,063</b>
	<b>Tk</b>	<b>2,338,860,295</b>	<b>1,678,549,679</b>
<b>Additional disclosure in line with schedule 11 part 1 of the Companies Act, 1994</b>			
Advance outstanding for a period exceeding six months	<b>Tk</b>	1,168,515,128	987,312,206
Advance considered good	<b>Tk</b>	2,338,860,295	1,678,549,679
Advance to Directors & Officers	<b>Tk</b>	2,367,133	2,146,750
Advance to Directors & officers of the common management company	<b>Tk</b>		
<b>7.4</b> These include dues realizable/adjustable after one year next from the reporting date	<b>Tk</b>	<b>40,583,954</b>	<b>57,840,936</b>
<b>7.5</b> Advances include aggregate amount due by the officers of the Company	<b>Tk</b>	<b>2,367,133</b>	<b>2,146,750</b>
<b>7.6</b> The maximum aggregate amount due by the officers of the Company at the end of any month during the period	<b>Tk</b>	<b>2,480,500</b>	<b>817,250</b>

**8 CASH AND CASH EQUIVALENTS**

	Amount in Taka	
	30-Jun-17	30-Jun-16
Balances with Scheduled Banks		
Taka Accounts - note 8.1	418,356,758	729,091,765
Foreign Currency Accounts - note 8.2	57,645,237	1,094,497
	476,001,995	730,186,263
Margin with Banks - note 8.3	21,340,750	27,907,861
Cash in Hand - note 8.4	132,322	323,981
Deposit with Non Banking Financial Institution - note 8.5	59,799,022	87,605,285
<b>Taka</b>	<b>557,274,089</b>	<b>846,023,390</b>

**8.1 Taka Accounts - note 8**

Dutch- Bangle Bank Limited	-	1,256
Premier Bank Limited	16,288	16,288
National Bank Limited	2,107	29,254,788
Mutual Trust Bank Limited	30,611,913	30,942,221
United Commercial Bank Limited	33,813	35,113
IFIC Bank Limited	21,301,605	59,493,152
Bank Asia Limited	211,093,927	493,594,924
BRAC Bank Limited	8,000,768	17,740,466
Southeast Bank Limited	3,260	24,928
Islamic Bank Bangladesh Limited	19,902	32,012
AB Bank Limited	224,207	152,765
Eastern Bank Limited	53,999	209
City Bank Limited	47,794	789
One Bank Limited	84,298,905	80,311,935
Prime Bank Limited	515,752	280,609
Mercantile Bank Limited	25,515	27,045
Sonali Bank Limited	5,055,285	4,780,875
Janata Bank Limited	1,698,820	26,592
Pubali Bank Limited	11,002	16,212
Dhaka Bank Limited	85,214	76,240
Agrani Bank Limited	71,204	131,354
Basic Bank	271,743	6,895
Modhumoti Bank	389,092	6,789,449
Meghna Bank Limited	17,015,677	4,580,603
South Bangla Agriculture Bank	114,061	115,711
Union Bank Limited	7,125	8,275
NRB Global Bank Limited	833,245	541,177
NRB Commercial Bank Limited	8,103	9,253
NRB Bank Limited	2,700	3,275
Trust Bank Ltd.	410,024	85,479
Rupali Bank Ltd	2,700	3,850
Midland Bank Limited	482	1,057
NCC Bank Limited	1,025	6,970
First Security Islami Bank Ltd	36,129,501	-
<b>Tk</b>	<b>418,356,758</b>	<b>729,091,765</b>

		<b>Amount in Taka</b>	
		<b>30-Jun-17</b>	<b>30-Jun-16</b>
<b>8.2 Foreign Currency Accounts - note 8</b>			
	BRAC Bank Limited	38,976	38,976
	Southeast Bank Limited	912,756	975,596
	One Bank Limited	79,926	79,926
	Bank Asia Limited	56,613,579	-
	<b>Tk</b>	<b>57,645,237</b>	<b>1,094,497</b>
<b>8.3 Margin With Banks - note 8</b>			
	BRAC Bank Limited (APG)	10,000	10,000
	Bank Asia Limited (ISSA)	15,230,750	15,230,750
	One Bank Limited	6,100,000	7,472,225
	IFIC Bank Limited	-	3,039,075
	Other Banks ( for Stella Project)	-	2,155,811
	<b>Tk</b>	<b>21,340,750</b>	<b>27,907,861</b>
<b>8.4 Cash in Hand - note 8</b>		<b>132,322</b>	<b>323,981</b>
<b>8.5 Deposit with Non Banking Financial Institutions - note 8</b>			
	Islamic Finance & Investment Limited	-	14,810
	Union Capital Ltd.	22,185,613	27,316,920
	National Finance	-	5,000,000
	MIDAS Financing Ltd.	10,740,999	30,273,555
	Premier Leasing & Finance Ltd.	15,000,000	15,000,000
	Reliance Finance Ltd.	11,872,410	10,000,000
	<b>Tk</b>	<b>59,799,022</b>	<b>87,605,285</b>
	<b>Taka</b>	<b>557,274,089</b>	<b>846,023,390</b>

Period of all deposits is three months with auto renewal unless otherwise instructed.

**9 SHARE CAPITAL****9.1 Authorized****300,000,000 Nos.** Ordinary Shares of Tk 10 each

		Amount in Taka	
		30-Jun-17	30-Jun-16
Taka		<b>3,000,000,000</b>	<b>3,000,000,000</b>

The Company has increased its Authorized Capital from existing Tk. 1,000,000,000 to Tk. 3,000,000,000 duly passing special resolution in 4th Extra Ordinary General Meeting held on 31.07.11 and due submission made in the office of the Registrar of Joint Stock Companies.

**9.2 Issued, subscribed and paid-up****Paid-up in cash note - 9.3****148,464,734 nos.** Ordinary Shares of Tk 10 each

Taka	<b>1,484,647,340</b>	<b>1,205,070,900</b>
<b>Break up</b>		
Share issued in cash sponsors/Promoters (6,45,51,900 share @ Tk.10 each)	645,519,000	
Share issued in cash through IPO from General public (45,000,000 share @ Tk.10 each)	450,000,000	
Bonus Share issued during the year in 14 th AGM (10,955,190 share @ Tk.10 each)	109,551,900	
Bonus Share issued during the year in 15 th and 16th AGM held on 12.10.2017 ( 27,957,644 share @ Tk.10 each)	279,576,440	
	<b>1,484,647,340</b>	

5. % of paid-up capital held by:

**A. Sponsor/promoters and directors: 37.31% B. Govt.: 0.00 % C. Institute: 15.23 % D. Foreign: 0.00 % E. Public: 47.46 %**

The Company increased its paid up capital by Tk 1,63,400 issuing 1,634 shares @ Tk 100 on 15.07.2009 & Tk. 400,000,000 issuing 4,00,00,000 shares @ Tk. 10 each on 14.01.2010 in cash. Both the issues were approved by the Securities and Exchange Commission. The Company converted its per share value to Tk 10 from Tk 100 on 26 July 2009 by passing a special resolution in Extra-Ordinary General Meeting and company has also issued 4,50,00,000 shares to general public through IPO and 1,09,55,190 no bonus shares issued by 14 th AGM. later 27,957,644 in stock dividend issued by approving in 15 and 16 AGM held on 12.10.2017

**9.3 Position of shares holding - note 9.2**

Shareholders	30-Jun-17 In %	30-Jun-16 In %
Chairman		
Mr. Md. Saiful Islam	11.89	11.89
Managing Director		
Mr. Md. Sakhawat Hossain	4.52	4.52
Directors		
Capt. Mr. Sohail Hasan	2.98	2.98
Mr. Md. Saeedul Islam	2.70	2.70
Mr. Arifur Rahman Khan	2.54	2.54
Mr. Abu Md. Fazle Rashid	2.24	2.24
Mr. Monzur Morshed Chy	2.24	2.24
Mr. Shah Alam	2.21	2.21
Mr. Md. Abdul Mobin	2.00	2.00
Capt. Mr. ABM Fazle Rabbi	2.00	2.00
Mr. A.K.M. Rezaur Rahman	2.00	2.00
	20.90	20.90
Total Shares of Directors	37.31	37.31
Others :		
Western Marine Services Limited	2.37	2.37
Other Individuals	60.32	60.32
	62.69	62.69
	<b>100.00</b>	<b>100.00</b>

9.4 The distribution schedule showing the number of shareholders and their shareholding percentage as on 30 June 2017 is as follows:

<b>Range of the holdings</b>	<b>30-Jun-17</b>		<b>30-Jun-16</b>	
	<b>No. of Shareholders</b>	<b>% of holdings</b>	<b>No. of Shareholders</b>	<b>% of holdings</b>
Less than 500 Shares	24,404	77.93	33,650	3.37
501 Shares to 5,000 Shares	5,162	16.48	7,328	11.05
5,001 Shares to 10,000 Shares	771	2.46	1,018	6.15
10,001 Shares to 20,000 Shares	465	1.48	526	6.22
20,001 Shares to 30,000 Shares	194	0.62	201	4.18
30,001 Shares to 40,000 Shares	65	0.21	73	2.11
40,001 Shares to 50,000 Shares	61	0.19	64	2.45
50,001 Shares to 100,000 Shares	86	0.27	83	5.00
100,001 Shares to 1,000,000 Shares	90	0.29	84	15.94
Over 1,000,000 Shares	19	0.06	15	43.53
<b>Taka</b>	<b>31,317</b>	<b>100.00</b>	<b>43,042</b>	<b>100.00</b>

#### 9.5 Share Premium Account

	<b>30-Jun-17</b>	<b>30-Jun-16</b>
<b>Taka</b>	<b>1,365,000,000</b>	<b>1,365,000,000</b>

The Company has received premium by amounting Tk. 240,000,000 against issuing of 24,000,000 shares @ Tk.10 as premium on 02.10.2010 duly getting approval from Securities and Exchange Commission. The Company has also received premium by amounting Tk. 1,125,000,000 against issuing of 45,000,000 shares @ Tk. 25 as premium on 12.06.2014 duly getting approval from Security and Exchange Commission.

#### 10 TERM LOAN

##### Loan from Banks & Financial Institutions

	<b>'Amount in Taka</b>	
	<b>30-Jun-17</b>	<b>30-Jun-16</b>
Loan - Current portion (Due within one year)	1,493,532,896	1,588,624,689
Loan - Non Current Portion (Due after more than one year)	7,641,594,401	6,582,984,263
<b>Taka</b>	<b>9,135,127,297</b>	<b>8,171,608,952</b>

Term loan from Banks and Financial Institutions is backed by collateral security of land and equipment with Directors' personal guarantee repayable by 33 to 60 monthly installments at rate of interest chargeable from 9.00 % to 15.00 %.

##### Break up of Term Loan:

	<b>'Amount in Taka</b>	
	<b>30-Jun-17</b>	<b>30-Jun-16</b>
a) Southeast Bank Limited		
Due within one year	-	18,320,526
Due after more than one year	-	-
<b>Tk</b>	<b>-</b>	<b>18,320,526</b>
b) Bank Asia Limited		
Due within one year	224,800,000	551,839,665
Due after more than one year	1,398,398,812	621,883,027
<b>Tk</b>	<b>1,623,198,812</b>	<b>1,173,722,692</b>
c) Pubali Bank Ltd		
Due within one year	30,000,000	-
Due after more than one year	20,522,124	57,452,465
<b>Tk</b>	<b>50,522,124</b>	<b>57,452,465</b>

		'Amount in Taka	
		30-Jun-17	30-Jun-16
d)	Mutual Trust Bank Limited		
	Due within one year	20,000,000	-
	Due after more than one year	812,313,991	746,625,112
	<b>Tk</b>	<b>832,313,991</b>	<b>746,625,112</b>
e)	BRAC Bank Ltd.		
	Due within one year	28,800,000	-
	Due after more than one year	14,586,506	53,129,903
	<b>Tk</b>	<b>43,386,506</b>	<b>53,129,903</b>
f)	One Bank Limited		
	Due within one year	364,479,564	387,117,496
	Due after more than one year	-	-
	<b>Tk</b>	<b>364,479,564</b>	<b>387,117,496</b>
g)	IFIC Bank Ltd.		
	Due within one year	64,063,218	160,200,254
	Due after more than one year	-	68,566,616
	<b>Tk</b>	<b>64,063,218</b>	<b>228,766,870</b>
h)	Dhaka Bank Ltd.		
	Due within one year	46,112,720	44,728,841
	Due after more than one year	-	-
	<b>Tk</b>	<b>46,112,720</b>	<b>44,728,841</b>
i)	NCC Bank Ltd.		
	Due within one year	59,200,000	258,657,303
	Due after more than one year	160,696,315	-
	<b>Tk</b>	<b>219,896,315</b>	<b>258,657,303</b>
j)	National Bank Ltd.		
	Due within one year	282,400,000	-
	Due after more than one year	3,530,710,457	3,371,635,417
	<b>Tk</b>	<b>3,813,110,457</b>	<b>3,371,635,417</b>
k)	Sonali Bank Ltd.		
	Due within one year	237,600,000	-
	Due after more than one year	837,690,403	900,265,195
	<b>Tk</b>	<b>1,075,290,403</b>	<b>900,265,195</b>
l)	Islamic Finance & Investment Ltd.		
	Due within one year	5,553,365	6,727,453
	Due after more than one year	21,263,647	22,126,317
	<b>Tk</b>	<b>26,817,012</b>	<b>28,853,770</b>
m)	Reliance Finance Ltd.		
	Due within one year	34,677,144	26,320,344
	Due after more than one year	104,765,352	92,352,570
	<b>Tk</b>	<b>139,442,496</b>	<b>118,672,914</b>
n)	Midas Financing Ltd.		
	Due within one year	32,000,000	53,854,080
	Due after more than one year	205,281,216	187,912,682
	<b>Tk</b>	<b>237,281,216</b>	<b>241,766,762</b>
o)	National Housing Finance & Investment Ltd.		
	Due within one year	3,382,800	3,382,800
	Due after more than one year	8,944,494	9,049,130
	<b>Tk</b>	<b>12,327,294</b>	<b>12,431,930</b>

		'Amount in Taka	
		30-Jun-17	30-Jun-16
p)	Union Capital Ltd.		
	Due within one year	13,200,000	9,600,000
	Due after more than one year	218,271,254	199,542,695
	<b>Tk</b>	<b>231,471,254</b>	<b>209,142,695</b>
q)	Premier Leasing & Finance Ltd.		
	Due within one year	27,000,000	51,047,340
	Due after more than one year	173,450,509	133,907,267
	<b>Tk</b>	<b>200,450,509</b>	<b>184,954,607</b>
r)	Uttara Finance And Investment Ltd.		
	Due within one year	15,296,472	15,296,472
	Due after more than one year	53,366,614	48,203,528
	<b>Tk</b>	<b>68,663,086</b>	<b>63,500,000</b>
s)	National Finance Ltd.		
	Due within one year	4,967,613	1,532,115
	Due after more than one year	81,332,707	70,332,339
	<b>Tk</b>	<b>86,300,320</b>	<b>71,864,454</b>
	<b>Taka</b>	<b>9,135,127,297</b>	<b>8,171,608,952</b>

## 11 Due to/from affiliated companies - note 2.19 & 29

### 11.1 Due (to)/from affiliated companies

		'Amount in Taka	
		30-Jun-17	30-Jun-16
	Western Marine Services Limited - note 11.1.1 & 29	32,671,111	30,277,877
	New Western Marine Shipbuilders Limited - note 11.1.2 & 29	265,991,265	283,464,044
	Western Fishers Shipyard Limited - note 11.1.4 & 29	15,284,527	13,847,027
	IHC-WMSHL Limited - note 11.1.5 & 29	256,409,873	257,500,098
	<b>Taka</b>	<b>570,356,775</b>	<b>585,089,046</b>

The make up

#### 11.1.1 Western Marine Services Limited - note 11.1

Opening balance	30,277,877	35,645,976
Received during the year	(1,550,000)	(10,055,000)
Interest during the period	3,243,234	4,686,901
Paid during the year	700,000	-
<b>Closing balance</b>	<b>32,671,111</b>	<b>30,277,877</b>

#### 11.1.2 New Western Marine Shipbuilders Limited - note 11.1

Opening balance	283,464,044	315,560,858
Received during the year	(51,472,884)	(62,387,150)
Interest during the period	29,227,221	30,290,336
Paid during the year	4,772,884	-
<b>Closing balance</b>	<b>265,991,265</b>	<b>283,464,044</b>

**11.1.3 Western Fishers Shipyard Limited - note 11.1**

	Amount in Taka	
	30-Jun-17	30-Jun-16
Opening balance	13,847,027	12,997,083
Received during the year	-	(300,000)
Interest during the period	1,437,500	1,149,944
Paid during the year	-	-
<b>Closing balance</b>	<b>15,284,527</b>	<b>13,847,027</b>

**11.1.4 IHC-WMShL Limited - note 11.1**

Opening balance	257,500,098	245,126,769
Received during the year	(29,232,000)	(10,737,000)
Interest during the period	26,731,830	23,110,329
Paid during the year	1,409,945	-
<b>Closing balance</b>	<b>256,409,873</b>	<b>257,500,098</b>

\*\*\* As per decision of Board of Directors in a meeting held on 15.7.2014, it was decided to treat the finance provided to or from the related parties as short term loan & charge interest @ 10.00% on daily balance with effect from July 2014.

**12 DEFERRED TAX ASSET/LIABILITY - note 2.12.2**

	Amount in Taka	
	30-Jun-17	30-Jun-16
Opening Balance	(42,085,739)	(32,524,230)
Less : Adjustment on opening balance for asset deletion	-	-
	(42,085,739)	(32,524,230)
(Adjustment)/Provision made during the year	(3,617,915)	(9,561,509)
Closing Balance	<b>(45,703,653)</b>	<b>(42,085,739)</b>

		Amount in Taka	
		30-Jun-17	30-Jun-16
	<b>Carrying</b>	<b>Tax Base</b>	<b>Taxable/</b>
<b>As on 30 June 2017:</b>			
Property, Plant and Equipment (Except Land)	3,289,064,832	2,374,991,764	914,073,068
Applicable Tax Rate			5%
Deferred Tax Liability			45,703,653
<b>As on 30 June 2016:</b>			
Property, Plant and Equipment (Except Land)	3,274,711,103	2,432,996,333	841,714,771
Applicable Tax Rate			5%
Deferred Tax Liability			42,085,738

**13 RESERVE & PROVISIONS**

Reserve for Warranty - note 2.20 & 13.1	46,966,421	56,162,117
Provision for Income Tax Expenses - note 2.12.1 & 13.2	95,633,293	87,130,180
Provision for Workers' profit participation & welfare fund - note 13.3	46,279,321	28,525,427
<b>Taka</b>	<b>188,879,034</b>	<b>171,817,724</b>

	Amount in Taka	
	30-Jun-17	30-Jun-16
<b>13.1 Reserve for Warranty - note 2.20 &amp; 13</b>		
Opening Balance	56,162,117	64,677,704
Provision made during the year - note 17	-	-
	56,162,117	64,677,704
Paid/Adjustment during the year	(9,195,696)	(8,515,587)
Closing Balance	<b>Tk 46,966,421</b>	<b>56,162,117</b>
<b>13.2 Provision for Current Income Tax Expenses - note 2.12.1 &amp; 13</b>		
Opening Balance	87,130,180	111,746,106
Provision made during the year	16,023,113	12,384,074
	103,153,293	124,130,180
Paid/Adjustment during the year	(7,520,000)	(37,000,000)
Closing Balance	<b>Tk 95,633,293</b>	<b>87,130,180</b>
<b>13.3 Provision for Contribution to workers' profit participation &amp; welfare fund - note 13</b>		
Provision for prior years	28,525,427	11,635,526
Provision made during the year	17,753,894	16,889,901
	46,279,321	28,525,427
Paid during the period		-
Closing Balance	<b>Tk 46,279,321</b>	<b>28,525,427</b>
<b>14 BANK OD/CC - SHORT TERM LOAN</b>		
Brac Bank Limited	7,100,454	23,083,948
Bank Asia Ltd	227,813,324	203,151,534
One Bank Ltd.	56,012,889	54,373,371
National Bank Ltd.	1,172,876,119	1,089,632,568
IFIC Bank Limited	217,052,991	207,073,157
	<b>Tk 1,680,855,777</b>	<b>1,577,314,579</b>
<b>15 TRADE AND OTHER PAYABLE</b>		
Trade Payable - note 15.1	97,685,039	101,671,697
Other Payable - note 15.2	15,678,030	17,530,030
	<b>Tk 113,363,068</b>	<b>119,201,727</b>
<b>15.1 Trade Payable - note 15</b>		
For import, supplies & others	97,685,039	101,671,697
For advance against job	-	-
	<b>Tk 97,685,039</b>	<b>101,671,697</b>
<b>15.2 Other Payable - note 15</b>		
Liabilities for Expenses	1,214,761	614,748
Remuneration & Salary	14,088,269	16,065,269
Audit fee - note 27	375,000	250,000
Liabilities against payable dividend	-	600,013
	<b>Tk 15,678,030</b>	<b>17,530,030</b>

**16 REVENUE**

		<b>Amount in Taka</b>	
		<b>30-Jun-17</b>	<b>30-Jun-16</b>
Net Revenue		2,978,544,328	2,813,975,718
	<b>Taka</b>	<b>2,978,544,328</b>	<b>2,813,975,718</b>
The make-up	<b>Name of Projects</b>		
PPT		192,400,000	-
	<b>Tk</b>	<b>192,400,000</b>	-
NFT		627,800,000	-
	<b>Tk</b>	<b>627,800,000</b>	-
OPV Project		228,000,000	532,000,000
	<b>Tk</b>	<b>228,000,000</b>	<b>532,000,000</b>
ESL		1,135,280,000	-
	<b>Tk</b>	<b>1,135,280,000</b>	-
JSW 1 & 2		280,000,000	1,320,000,000
	<b>Tk</b>	<b>280,000,000</b>	<b>1,320,000,000</b>
Container Vessel		-	70,000,001
	<b>Tk</b>	-	<b>70,000,001</b>
Tug boat		16,454,500	148,090,500
		<b>16,454,500</b>	<b>148,090,500</b>
Gambia tug boat & Uganda ferry		60,720,000	242,880,000
		<b>60,720,000</b>	<b>242,880,000</b>
UAE Landing craft		42,822,000	47,580,000
		<b>42,822,000</b>	<b>47,580,000</b>
OSJI		83,384,491	250,153,475
		<b>83,384,491</b>	<b>250,153,475</b>
Passenger Vessels-3		311,683,338	203,271,742
		<b>311,683,338</b>	<b>203,271,742</b>
	<b>Taka</b>	<b>2,978,544,328</b>	<b>2,813,975,718</b>

\*\* Export incentive included with revenue.

**17 COST OF SHIPBUILDING**

	Amount in Taka	
	30-Jun-17	30-Jun-16
Materials, Store & Spares - note 6	1,421,523,243	1,364,318,268
Salaries, Wages and Bonus	161,220,448	158,286,996
Depreciation - note 3.2	275,442,294	267,810,920
Fabrication/Sand Blasting Charges	17,716,412	17,760,654
Pipe Fabrication & Fitting Works	15,983,332	15,149,465
Equipment Charges	21,053,380	19,199,429
Erection Works	10,015,719	9,057,128
Canteen Expenses	12,619,686	11,825,145
Vessel Accommodation Works	12,664,504	11,249,419
Repair and Maintenance	10,544,359	10,740,470
Capital equipment running expenses - fuel etc.	2,564,110	2,229,375
Cleaning & Painting Works	976,502	1,147,084
Insurance Premium	2,650,395	2,574,097
Vessel Commissioning Expenses	4,958,292	5,235,599
Electricity	6,337,999	5,204,301
Transportation Charges	2,256,466	2,056,048
Testing & Inspection Charges	103,427	87,672
Security Guard Charges	4,448,454	4,260,018
Rental Expenses	3,044,301	2,834,263
Bending / Piping Charges	2,299,285	1,969,967
Staff Safety & Compliance Charges	756,270	781,483
Stationery	701,370	676,438
Coating & Painting Works	1,025,885	974,372
Vessel Equipment Installation Exp.	1,734,402	1,696,846
Fender & Other Works	719,557	782,256
Keel Laying	484,585	387,758
Dredging Charges	290,998	109,942
Tours & Travels	187,650	53,058
Mobile, Telephone and Internet	203,794	199,971
Slipway and Steel Structure Charges paid to CPA	137,169	475,449
Water Expenses	20,120	10,500
Training expenses	91,220	30,927
Rent, Rates and Taxes	29,416	13,400
Medical expenses	105,333	59,292
Printing	111,860	81,104
Conveyance	80,938	64,866
Stamp, Postage & Courier	71,050	59,860
Worker's Compensation	71,402	50,000
Gift and Donation	110,470	27,500
Galvanizing Charges	151,743	101,681
Software Expenses	14,350	12,091
Survey Fee	255,130	153,208
Newspaper, Book & Periodicals	15,550	12,715
<b>Taka</b>	<b>1,995,792,869</b>	<b>1,919,811,035</b>

**Project wise break-up**

	Amount in Taka	
	30-Jun-17	30-Jun-16
JSW 1,2,3 4	198,599,038	945,532,432
Offshore patrol vessel	139,854,217	350,211,556
Tug boat	10,962,754	103,610,894
Gambia tug boat & Uganda ferry	40,454,491	169,929,967
UAE Landing craft	28,530,010	33,289,146
OSJI	55,554,631	180,518,824
Passenger Vessels-2nd lot	216,686,560	136,718,217
PPT	130,650,951	-
NFT	397,978,180	-
ESL	776,522,036	-
<b>Taka</b>	<b>1,995,792,869</b>	<b>1,919,811,035</b>

**18 ADMINISTRATIVE EXPENSES**

	Amount in Taka	
	30-Jun-17	30-Jun-16
Salaries, Remuneration & Allowances	28,026,724	26,588,101
Depreciation - note 3.2	3,797,663	3,692,446
Vehicle Running Expenses	1,265,469	1,279,451
Tours & Travels	949,705	1,352,990
Electricity	771,278	741,298
Water Charges	45,430	40,482
Gift and Donation	287,749	458,447
Stationery	1,079,774	1,172,462
Registration Filing Expenses	292,966	311,112
Telephone, Mobile & Internet	786,996	842,772
Office Maintenance	797,810	894,202
Professional Charges	248,000	121,062
Rates & Taxes	212,700	203,750
Guest House Rent & Expenses	110,968	65,844
Software Expenses	36,250	46,886
Credit Rating Charges	100,000	171,210
Subscription	54,950	40,150
Conveyance	399,369	350,825
Recruitment & Training Expenses	32,000	15,000
Medical Expenses	64,733	28,658
Printing	112,600	89,739
Stamp, Postage & Courier	165,017	198,743
Audit fee- note 27 & 15.2	125,000	125,000
CSR Activities Expenses	51,252	26,345
Newspaper, Book & Periodicals	16,790	15,863
Meeting Expenses	35,781	39,613
CDBL Charges	103,130	106,363
Listing Fee	1,136,568	1,137,375
<b>Taka</b>	<b>41,106,672</b>	<b>40,156,189</b>

	Amount in Taka	
	30-Jun-17	30-Jun-16
<b>19 SELLING AND MARKETING EXPENSES</b>		
Vessel Delivery Expenses	716,000	688,830
Market Promotional Expenses	942,483	1,146,000
Vessel Launching Expenses	357,500	283,000
Advertisement	252,707	421,326
<b>Taka</b>	<b>2,268,690</b>	<b>2,539,156</b>
<b>20 FINANCIAL INCOME</b>		
Interest from New Western Marine Shipbuilders Limited	29,227,221	30,290,336
Interest from Western Fishers Shipyard Limited	1,437,500	1,149,944
Interest from IHC-WMShL Limited	26,731,830	23,110,329
Western Marine Services	3,243,234	4,686,901
Interest Income from financial institutions	21,747,298	30,629,926
Income from other sources	678,416	712,320
<b>Taka</b>	<b>83,065,498</b>	<b>90,579,756</b>

\*\*\* As per decision of Board of Directors in a meeting held on 15.7.2014, it was decided to treat the finance provided to or from the related parties as short term loan & charge interest @ 10.00% on daily balance with effect from July 2014.

	Amount in Taka	
	30-Jun-17	30-Jun-16
<b>21 FINANCIAL EXPENSES</b>		
Loan Interest & Bank Charges	635,669,188	574,634,616
Bank Guarantee Commission &	30,260,611	28,130,807
Foreign Currency Fluctuation Loss/(Gain) - note 2.9	854,764	661,491
Loan Processing Charges	579,162	824,163
<b>Taka</b>	<b>667,363,725</b>	<b>604,251,076</b>

Foreign Currency fluctuation loss/ (gain) adjustment due to applicable exchange rate difference between the date of transaction and reporting date relating to Foreign Currency Account.

	Amount in Taka	
	30-Jun-17	30-Jun-16
<b>22 INCOME TAX</b>		
Current Income Tax - note 13.2	16,023,113	12,384,074
Deferred Tax - note 12	3,617,915	9,561,509
<b>Taka</b>	<b>19,641,028</b>	<b>21,945,582</b>

	Amount in Taka	
	30-Jun-17	30-Jun-16
<b>23 EARNINGS PER SHARE (EPS)- BASIC- note 2.16</b>		
(a) Earnings attributable to the ordinary shareholders	317,682,949	298,962,534
(b) Number of ordinary shares during the year	<b>148,464,734</b>	<b>120,507,090</b>
(c) Weighted average no. of shares outstanding	<b>148,464,734</b>	120,507,090
<b>Earnings per share</b>	<b>2.14</b>	<b>2.48</b>
<b>Earning per share (Restated)</b>		<b>2.01</b>

**24 NET ASSETS VALUE PER SHARE**

The composition of Net Assets Value per share is given below :

- i) Net Assets Value during the year with Revaluation Reserve.
- ii) Net Assets Value during the year without Revaluation Reserve.
- ii) Number of Ordinary shares at the close of business

Net Assets Value Per Share With Assets Revaluation  
 Net Assets Value Per Share With Assets Revaluation (Restated)  
 Net Assets Value Per Share Without Assets Revaluation  
 Net Assets Value Per Share Without Assets Revaluation (Restated)

Amount in Taka	
30-Jun-17	30-Jun-16
5,083,527,050	4,765,844,100
<b>4,396,654,780</b>	<b>4,073,709,269</b>
<b>148,464,734</b>	<b>120,507,090</b>
<b>34.24</b>	<b>39.55</b>
	<b>32.10</b>
<b>29.61</b>	<b>33.80</b>
	<b>27.44</b>

**25 VALUE PER SHARE ON THE BASIS OF CASH FLOWS FROM OPERATING ACTIVITIES**

The composition of Operating Cash Inflow/(Outflow) value per share is given below :

- i) Operating Cash Inflow/(Outflow) during the year
- ii) Number of Ordinary shares at the close of business

**Operating cash outflow per share**

**Taka**

Amount in Taka	
30-Jun-17	30-Jun-16
416,299,019	111,624,939
<b>148,464,734</b>	<b>120,507,090</b>
<b>2.80</b>	<b>0.93</b>

**26 CONTINGENT LIABILITIES AND COMMITMENTS- note 2.13**

- a. As on reporting date, there were 15 nos. outstanding Letter of Credit amounting to Tk. 55,873,333.00
- b. There is no such material financial or purchase commitments outstanding at the reporting date.
- c. There is no capital expenditure commitment at the reporting date.
- d. As on reporting date, an amount of Tk. 2,999,039,251.00 was issued as bank guarantee against the installments proceeds receipt from NFT, OPV, JSW, UAE Landing craft project.

**27 AUDITORS' REMUNERATION - note 15.2 & 18**

Audit Fee

**Taka**

Amount in Taka	
30-Jun-17	30-Jun-16
125,000	125,000
<b>125,000</b>	<b>125,000</b>

Audit fee represents auditors' remuneration only which is fixed up by the shareholders in 16th Annual General Meeting held on 12th October 2017

## 28 DISCLOSURE AS PER BAS 11: CONSTRUCTION CONTRACT

## a) Contract Revenue:

SL NO.	Name of the Project	Value in BDT	Revenue Recognized up to 30.06.16	Revenue Recognized for the period 2016-2017	Revenue Recognized up to 30.06.17
1	Offshore Patrol Vessel-OPV Project	1,520,000,000	1,205,515,728	228,000,000	1,433,515,728
2	JSW-1,2,3,4	2,000,000,000	1,520,762,261	280,000,000	1,800,762,261
3	Container Vessels - 7 nos	2,683,246,637	2,683,246,637	-	2,683,246,637
4	Tug boat	164,545,000	148,090,500	16,454,500	164,545,000
5	Gambia tug boat & Uganda ferry	303,600,000	242,880,000	60,720,000	303,600,000
6	UAE Landing craft	95,160,000	47,580,000	42,822,000	90,402,000
7	OSJI	333,537,966	250,153,475	83,384,491	333,537,966
8	Passenger Vessels-2nd lot	677,572,473	203,271,742	311,683,338	514,955,079
9	PPT	370,000,000		192,400,000	192,400,000
10	NFT	1,460,000,000		627,800,000	627,800,000
11	ESL	2,468,000,000		1,135,280,000	1,135,280,000
<b>Total</b>		<b>12,075,662,076</b>	<b>6,301,500,343</b>	<b>2,978,544,328</b>	<b>9,280,044,671</b>

## b) % of stage of Work completion:

SL NO.	Name of the Project	% of stage of Work completion up to 30.06.16	% of stage of Work completion for the period 2016-2017	% of stage of Work completion up to 30.06.17
1	Offshore Patrol Vessel-OPV Project	79%	15%	94%
2	JSW-1,2,3,4	76%	14%	90%
3	Container Vessels - 7 nos	100%	0%	100%
4	Tug boat	90%	10%	100%
5	Gambia tug boat & Uganda ferry	80%	20%	100%
6	UAE Landing craft	50%	45%	95%
7	OSJI	75%	25%	100%
8	Passenger Vessels-2nd lot	30%	46%	76%
9	PPT	0%	52%	52%
10	NFT	0%	43%	43%
11	ESL	0%	46%	46%

## c) Cost incurred for Work completion as % of completion:

SL NO.	Name of the Project	Cost up to 30.06.16	Cost incurred for the period	Cost up to 30.06.17
1	Offshore Patrol Vessel-OPV Project	842,690,071	140,722,873	983,412,944
2	JSW 1,2,3,4	1,043,502,316	199,665,809	1,243,168,125
3	Container Vessels	1,926,085,311	-	1,926,085,311
4	Tug boat	101,033,486	11,025,444	112,058,930
5	Gambia tug boat & Uganda ferry	165,702,817	40,685,828	206,388,646
6	UAE Landing craft	32,461,051	28,693,158	61,154,209
7	OSJI	176,165,084	55,872,317	232,037,401
8	Passenger Vessels-2nd lot	133,180,420	208,845,434	342,025,853
9	PPT	-	128,918,863	128,918,863
10	NFT	-	400,661,446	400,661,446
11	ESL	-	780,701,698	780,701,698
<b>Total</b>		<b>4,420,820,556</b>	<b>1,995,792,869</b>	<b>6,416,613,424</b>

**29 DUE TO/ FROM AFFILIATED COMPANIES - note 11 & 2.19**

The Company carried out a number of transactions with related parties in the normal course of business on arms length basis:

Sl. No.	Name of the Parties	Relationship	Nature of Business	Volume of Transaction (Net) Taka	Closing Balance (Taka)
1	Western Marine Services Limited	Shareholder	Financial Transactions	2,393,234	32,671,111
2	New Western Marine Shipbuilders Limited	Related Party	Financial Transactions	(17,472,779)	265,991,265
3	Western Fishers Shipyard Limited	Related Party	Financial Transactions	1,437,500	15,284,527
4	IHC-WMSHL Limited	Related Party	Financial Transactions	(1,090,225)	256,409,873

**30 EMPLOYEES**

	Number of Employees	
	30-Jun-17	30-Jun-16
Directors	14	14
Officers	130	132
Staffs & Workers	859	823
	<b>1,003</b>	<b>969</b>

**31 CAPACITY & PRODUCTION**

	30-Jun-17 MT	30-Jun-16 MT
Capacity Per Year	120,000	120,000
Installed Capacity	95,000	95,000
Actual Buildup	84,500	49,600

**32 EVENTS AFTER THE REPORTING PERIOD**

No material events had occurred from end of reporting period to the date of issue of Financial Statements which could materially affect the values stated in the Financial Statements.

**33 GENERAL**

33.1 Figures appearing in these accounts have been rounded off to the nearest taka.

33.2 Previous year's phrases & amounts have been re-arranged, wherever considered necessary, to conform to the presentation for the year under review.

These financial statements should be read in conjunction with the annexed notes

  
**CHIEF FINANCIAL OFFICER**

  
**DIRECTOR**

  
**MANAGING DIRECTOR**



# Our Products



JSW Raigad, a 8000 DWT Bulk Carrier for Jindal Group, India



EMSWAVE, one of the 08 sisters ships of 5200DWT each for German buyer operating in Europe



Kandari-10, a 60 Ton BP Tug for Chittagong Port



Mataliki, an Intl. SOLAS Passenger Ship for New Zealand



Car Ferry for Uganda National Roads Authority



MV Harbour-1, an Inland Container Ship for Pangaon ICT



MV Isla Bartolome, a 3900DWT Heavy Lift Multi Purpose Ship for Ecuadorian Navy



MV Modhumoti, a 700 Pax passenger ship built for BIWTC



Doria, Offshore Patrol Vessel for Kenyan Department of Fisheries



Ajman Trans, Landing Craft Exported to UAE



MV Dar Es Salaam operating in Tanzania



FB AFZAALTA, a 200 pax Passenger Ship delivered to Karachi Port Trust, Pakistan.



BAY CLEANER-2, an Oily Waste Collection Vessel Procured by LAMOR Corp. AB, Finland.



ISEFJORD, a 50m length double ended car ferry sailing in Denmark



## WESTERN MARINE SHIPYARD LIMITED

**Registered Office:** H.B.F.C. Building (4th Floor), 1/D Agrabad C/A, Chittagong-4100, Bangladesh.

**Corporate Office:** Amin Future Park (7th Floor), 1440/A Strand Road, Chittagong, Bangladesh.

### Proxy Form

I/We .....  
of .....

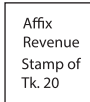
being a member of WESTERN MARINE SHIPYARD LIMITED, do hereby appoint Mr./Ms./Miss. ....

of ..... as my/our proxy

to attend and vote in my/our behalf at the 17th Annual General Meeting (AGM) of the Company to be held on 30th December 2017 at 11.30 am at Chittagong Boat Club, Air Port Road, East Patenga, Chittagong and at any adjournment thereof.

As witness my/our hand this ..... day of ..... 2017.

.....  
(Signature of Proxy)



.....  
Signature of Shareholder

BO ID No. 

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

No. of Shares held: .....

Note: The proxy form, duly filled and stamped must be deposited at the Registered Office of the Company, not later than 48 (Forty Eight) hours before the time fixed for the meeting.

.....  
(Authorised Signature)  
WESTERN MARINE SHIPYARD LIMITED

.....  
(Signature Verified)



## WESTERN MARINE SHIPYARD LIMITED

**Registered Office:** H.B.F.C. Building (4th Floor), 1/D Agrabad C/A, Chittagong-4100, Bangladesh.

**Corporate Office:** Amin Future Park (7th Floor), 1440/A Strand Road, Chittagong, Bangladesh.

### Attendance Slip

I/We do hereby record my/our attendance at the 17th Annual General Meeting (AGM) of the Company to be held on 30th December 2017 at 11.30 am at Chittagong Boat Club, Air Port Road, East Patenga, Chittagong.

Name of the Shareholder/Proxy: .....

BO ID No. 

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

.....  
Signature of Shareholder (s)

Note: Please present this attendance slip at the registration desk on the day of the meeting.

WMS<sub>h</sub>LOCK

WMS<sub>h</sub>LOCK



WMS





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2. Samiul Wares

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**Registered Office**

H.B.F.C. Building (4th Floor)  
1/d Agrabad C/A  
Chittagong-4100  
Bangladesh.

**Corporate Office**

Amin Future Park (7th Floor)  
1440/A Strand Road, Chittagong, Bangladesh.  
Tel: (+880) 31-2530035-7, 2513056  
Fax: (+880) 31-2530038  
Email: wms@wms.com.bd

**Shipyards**

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Kolagaon Union  
Patiya, Chittagong, Bangladesh.  
(On the north side of Sikalbaha Power Plant)  
Tel: (+880) 44380004369, 4438004370