মালেক সিদ্দিকী ওয়ালী, চার্টার্ড একাউনটেন্টস
৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

Malek Siddiqui Wali
CHARTERED ACCOUNTANTS
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AUDITORS' REPORT

To the Shareholders of

Bangladesh Autocars Limited

We have audited the accompanying Statement of Financial Position of **Bangladesh Autocars Limited** , as at June 30, 2017 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory notes

Management's Responsibility for the Financial Statements:

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), the Companies Act, 1994, Bangladesh Securities & Exchange Commission Rules 1987 and other applicable laws and regulation and for such internal control as management determines, which is necessary to enable the preparation of financial statements that are free from material misstatement, where due to fraud or error.

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 and perform the audit to obtain reasonable assurance where 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 of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor consider internal control relevant to the entity's preparation and fair presentation 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 evaluation 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 statements prepared in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), gives a true and fair view of the state of the company's affairs as at June 30, 2017 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act, 1994, relevant schedule of Bangladesh Securities & Exchange Commission Rules 1987 and other applicable laws and regulations

We also report that:

a) 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 ;

b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of those books ;

c) The Company's Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income dealt with by the report are in agreement with the books of accounts ;

d) The expenditures incurred and payments made were for the purpose of the company operations.

Dated: Dhaka
26 October, 2017

Malek Siddiqui Wali
Chartered Accountants

Annexure-A

Bangladesh Autocars Limited
Property, Plant & Equipment
as on 30 June 2017

Particulars	Cost				Depreciation			Written Down Value (Taka) as on 30.06.2017
	As on 01.07.2016	Addition / Adjustment	As on 30.06.2017	Rate	As on 01.07.2016	Charged during the year	As on 30.06.2017	
(Unit - 2)								
Office equipments	6,495,134		6,495,134	10%	3,720,104	277,503	3,997,607	2,497,527
Furniture and fixtures	2,903,438		2,903,438	6%	1,181,755	103,301	1,285,056	1,618,382
Gas line installation	3,377,613		3,377,613	10%	2,052,295	132,532	2,184,827	1,192,786
Electric equipment	7,605,591		7,605,591	20%	5,625,934	395,931	6,021,865	1,583,726
Plant and machinery	11,453,247		11,453,247	8%	3,844,016	608,738	4,452,754	7,000,493
	31,835,023	-	31,835,023		16,424,104	1,518,006	17,942,110	13,892,913
(Unit - 2) - Lease Assets								
Plant and machinery	29,756,972		29,756,972	8%	12,447,669	1,384,744	13,832,413	15,924,559
	61,591,995	-	61,591,995		28,871,773	2,902,750	31,774,523	29,817,472
(Unit - 3)								
Plant and machinery	4,346,194	-	4,346,194	10%	4,088,422	25,777	4,114,199	231,995
Transport and vehicles	1,699,680	-	1,699,680	10%	1,428,243	27,144	1,455,387	244,293
Office equipments	3,436,040		3,436,040	10%	2,428,519	100,752	2,529,271	906,769
Furniture and fixtures	3,096,975		3,096,975	6%	1,630,789	87,971	1,718,760	1,378,215
Plant and machinery - Lease Assets	29,756,972		29,756,972	8%	12,447,669	1,384,744	13,832,413	15,924,559
	42,335,861	-	42,335,861		22,023,642	1,626,388	23,650,030	18,685,831
Total as on 30.06.2017	**103,927,856**	**-**	**103,927,856**		**50,895,415**	**4,529,138**	**55,424,553**	**48,503,303**
Total as on 30.06.2016	**103,790,226**	**137,630**	**103,927,856**		**45,914,510**	**4,980,904**	**50,895,415**	**53,032,441**

				2017	**2016**
Allocation of depreciation :		Unit - 2	Unit - 3	Total	Total
Administrative expenses	-	457,719	304,948	762,667	211,200
Factory overhead	-	2,445,031	1,321,440	3,766,471	4,769,704
Total	-	2,902,750	1,626,388	4,529,138	4,980,904

Bangladesh Autocars Limited
Statement of Cash Flows
For the year ended on 30 June 2017

	For the year ended June 30, 2017	Restated * For the year ended June 30, 2016
	Taka	**Taka**
Cash Flows From Operating Activities:		
Collection from sale and other income	101,309,786	91,315,547
Payments against purchases, supplies, employees & others	(86,893,999)	(78,476,916)
Finance cost paid	(3,262,389)	(2,277,488)
Tax paid	(953,725)	(809,848)
Net cash generated/(used) in operation	10,199,673	9,751,295
Cash Flows From Investment Activities:		
Acquisition of Property, Plant & Equipment		(137,630)
Net cash generated/(used) in investing activity	**-**	**(137,630)**
Cash flows From Financing Activities:		
Bank Overdraft	(774,898)	4,169,732
Loans & advance received/(Repaid)	(8,865,856)	(13,235,314)
Net cash generated/(used) financing activity	**(9,640,754)**	**(9,065,582)**
Net Cash Inflow / (Outflow) for the period	558,919	548,083
Cash & Bank balance at opening	2,175,684	1,627,601
Cash & Bank balance at closing	**2,734,603**	**2,175,684**
Net operating cash flow per share (NOCFPS)	2.72	2.68

* Note: The details of prior year adjustment is presented in note # 19.

The financial statements were approved by the Board of Directors as on 26 October 2017 and were signed on its behalf by:

Sd/	Sd/	Sd/
Director	**Managing Director**	**Chairman**

Signed in terms of our separate report the annexed date even.

Sd/
Malek Siddiqui Wali
Chartered Accountants

Dated: Dhaka
26 October,2017

Bangladesh Autocars Limited
Statement of Changes in Equity
For the year ended 30 June 2017

Particulars	Share capital	General reserve	Tax holiday reserve	Retained earning	Total
Balance (01.07.2016)	36,407,890	9,944,188	6,583,979	(45,785,897)	7,150,160
Net profit/(loss) for this year	-	-	-	3,549,935	3,549,935
Bonus Share(2015-2016)	1,092,230			(1,092,230)	-
Balance (30.06.2017)	37,500,120	9,944,188	6,583,979	(43,328,192)	10,700,095

Bangladesh Autocars Limited
Statement of Changes in Equity
For the year ended 30 June 2016

				Restated*	
Particulars	Share capital	General reserve	Tax holiday reserve	Retained earning	Total
Balance (01.07.2015)	36,407,890	9,944,188	6,583,979	(30,782,122)	22,153,935
Prior year adjustment: (Note-19)		-	-	(15,775,668)	(15,775,668)
Restated Opening Balance	**36,407,890**	**9,944,188**	**6,583,979**	**(46,557,790)**	**6,378,267**
Prior year adjustment				(48,038)	(48,038)
Net profit/(loss) for this year	-	-	-	819,931	819,931
Balance (30.06.2016)	**36,407,890**	**9,944,188**	**6,583,979**	**(45,785,897)**	**7,150,160**

*Note: The details of prior year adjustment is presented in note # 19.
The accounting policies and other explanatory notes form an integral part of these financial statements.

The financial statements were approved by the Board of Directors as on 26 October 2017 and were signed on its behalf by:

Sd/	Sd/	Sd/
Director	**Managing Director**	**Chairman**

Signed as per our separate report of even date annexed

Sd/
Malek Siddiqui Wali
Chartered Accountants

Dated: Dhaka
26 October,2017

Bangladesh Autocars Limited

Statement of Profit or Loss and Other Comprehensive Income
For the year ended on 30 June 2017

Particulars	Notes	Unit - 2	Unit - 3	For the year ended 30 June, 2017 Taka	Restated* For the year ended 30 June, 2016 Taka
Sales Revenue	14	90,646,965	10,765,329	101,412,294	89,313,905
Cost of goods sold	15	(81,724,356)	(7,704,875)	(89,429,231)	(80,768,931)
Gross Profit		8,922,609	3,060,454	11,983,063	8,544,974
Administrative expenses	16	2,870,349	1,109,162	3,979,511	4,200,903
Financial expenses	17	2,531,707	730,682	3,262,389	3,028,252
		5,402,056	1,839,844	7,241,900	7,229,155
Net Profit / (Loss) before WPPF and Tax		3,520,553	1,220,611	4,741,163	1,315,819
Provision for WPPF		(167,645)	(58,124)	(225,770)	(62,658)
Net Profit/(Loss) before Tax		3,352,907	1,162,486	4,515,393	1,253,161
Income Tax Expenses:					
Current Tax Provision		(838,227)	(290,622)	(1,128,848)	(486,976)
Deferred Tax		(171,251)	334,642	163,391	53,746
Net Profit/(Loss) after Tax		**2,343,429**	**1,206,507**	**3,549,935**	**819,931**
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		**2,343,429**	**1,206,507**	**3,549,935**	**819,931**
Basic EPS				0.95	0.22

*The details of restatement were presented in Note # 19

The accounting policies and other explanatory notes form an integral part of these financial statements.

The financial statements were approved by the Board of Directors as on 26 October 2017 and were signed on its behalf by:

Sd/	Sd/	Sd/
Director	**Managing Director**	**Chairman**

Signed as per our separate report of even date annexed.

Sd/
Malek Siddiqui Wali
Chartered Accountants

Dated :Dhaka
26 October,2017

Bangladesh Autocars Limited

Statement of Financial Position
AS on 30 June 2017

Particulars	Note	Unit - 2	Unit - 3	As at 30 June, 2017 Taka	Restated* As at 30 June, 2016 Taka
ASSETS:					
Non-Current Assets:					
Property, Plant & Equipment	2	29,817,472	18,685,831	48,503,303	53,032,441
		29,817,472	18,685,831	48,503,303	53,032,441
Current Assets:					
Inventories	3	4,412,934	3,704,621	8,117,555	5,336,124
Trade debtors	4	605,467	-	605,467	457,959
Advance, deposits and pre-payments	5	2,407,194	9,929,372	12,336,566	12,992,337
Cash and Cash equivalents	6	2,528,069	206,534	2,734,603	2,175,684
		9,953,664	13,840,527	23,794,191	20,962,104
Total Asset		**39,771,136**	**32,526,358**	**72,297,494**	**73,994,545**
Equity and Liabilities:					
Equity:					
Share capital	11	4,851,562	32,648,558	37,500,120	36,407,890
General reserve		-	9,944,188	9,944,188	9,944,188
Tax holiday reserve		5,230,968	1,353,011	6,583,979	6,583,979
Retained earning		3,313,815	(46,642,006)	(43,328,192)	(45,785,897)
		13,396,345	(2,696,249)	10,700,095	7,150,160
Non-Current Liabilities:					
Long Term Loan	12	3,245,450	701,000	3,946,450	7,019,198
Deferred Tax	18	3,477,513	4,221,600	7,699,113	7,862,504
Temporary Loan	13	-	10,157,761	10,157,761	10,157,761
		6,722,963	15,080,361	21,803,324	25,039,463
Current Liabilities:					
Liabilities for expenses	7	10,445,495	501,389	10,946,884	7,492,094
Bank Overdraft		-	6,782,970	6,782,970	7,557,868
Others liabilities	8	3,596,989	1,533,555	5,130,545	4,694,398
Finance Lease- Current maturity	9	5,958,917	4,876,397	10,835,314	16,628,422
Provision for income tax	10	3,058,160	3,040,202	6,098,361	5,432,140
		23,059,561	16,734,513	39,794,074	41,804,922
Inter Unit balance		(3,407,733)	3,407,733		
Total Equity and Liabilities		**39,771,136**	**32,526,358**	**72,297,494**	**73,994,545**
Net Assets Value (NAV) per share				2.85	1.96

*The details of restatement were presented in Note # 19

The accounting policies and other explanatory notes form an integral part of these financial statements.

The financial statements were approved by the Board of Directors as on 26 October 2017 and were signed on its behalf by:

Sd/	Sd/-	Sd/-
Director	**Managing Director**	**Chairman**

Signed as per our separate report of even date annexed.

Sd/-

Dated :Dhaka
26 October,2017

Malek Siddiqui Wali
Chartered Accountants

AMAR STOCK

Bangladesh Autocars Limited
Notes to the financial statements
For the year ended on 30 June 2017

1.0 Significant accounting policies and other material information:

1.1 Legal form of Enterprise:

The Bangladesh Autocars Ltd. was incorporated on 01 August, 1979 in Bangladesh as a Public Limited Company under the Companies Act, 1913 (subsequently replaced in 1994) and its shares are listed in the Dhaka Stock Exchange Ltd.

1.2 Nature of Business Activities:

The Company was engaged in producing Three Wheelers Auto Tempo (two strokes) under technical collaboration with Piaggio & C s.p.a. (manufacturer of world famous Vespa Brand). The company had to stop production of Three Wheelers Auto Tempo (two strokes) since 1999 due to imposition of ban in producing such vehicles in Bangladesh by the Government. Now, the company has been only carrying out the business of CNG Conversion and CNG Refueling of Vehicles.

1.3 Basis of Accounting:

These accounts have been prepared on going concern basis under generally accepted accounting principles based on Bangladesh Financial Reporting Standard (BFRS) and relative interpretation concern there to.

1.4 Responsibility for preparation and presentation of financial Statement:

The Board of Director is responsible for the preparation and presentation of financial Statements in compliance with the Companies Act 1994, the Securities and Exchange Rules 1987, Listing Regulation of Dhaka Stock Exchange Limited (DSE), International Accounting Standard (IAS), International Financial Reporting Standard (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), being Bangladesh Accounting Standard (BAS) and Bangladesh Financial Reporting Standard (BFRS).

1.5 Risk and uncertainties for use of estimates in preparation of financial statement:

The preparation of financial statements in conformity with the Bangladesh Accounting Standard requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities on the date of financial statements and revenues and expenses. Actual results could differ from those estimates which are used for certain items, such as, long term contracts, depreciation, taxes, reserves, contingencies etc.

1.6 Components of the Financial Statements:

According to the Bangladesh Accounting Standard (BAS) 1 “Presentation of Financial Statement” the complete set of Financial Statement includes the following components:

i. Statement of Financial Position as at 30 June 2017.
ii. Statement of Profit or Loss and Other Comprehensive Income for the year end 30 June 2017.
iii. Statement of Cash Flows for the year ended 30 June 2017.
iv. Statement of Changes in Equity for the ended 30 June 2017.
v. Accounting policies and Explanatory notes.

1.7 Comparative information:

Comparative information has been disclosed in respect of the year 2015- 2016 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current periods financial statements.
Figures of the year 2015- 2016 have been rearranged/restated whenever considered necessary to ensure comparability with the current period.

1.8 Reporting currency and precision:

The figures in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

1.9 Foreign Currency:

Foreign currencies are translated into Bangladesh Taka currency at the rates prevailing on the date of transaction and the balances in hand at the close of business at the rate prevailing on the cut-off date.

1.10 Statement of Cash Flows:

The cash flow statement has been presented under direct method following the provisions of respective BAS.

1.11 Recognition of Property, Plant and Equipment and Depreciation:

Property, Plant and Equipment are stated at cost less accumulated depreciation in accordance with respective BAS. Cost represents cost of acquisition of construction and include purchases price and other directly attributable costs for bringing the assets to working conditions for its intended use, but do not include any capitalized borrowing cost. No depreciation was charged on land and land development.

Expenditure for major replacements, renewals and betterment are capitalized. Depreciation has been charged on assets, where applicable, at the rates varying from 6% to 20% applying reducing balance method excepting the additions from the date of its operation which is allocated to Factory Overhead and Administrative Expenses proportionately.

Impairment losses/gains of assets are not provided, as these have been performing as per intended use of such assets assessed by the management. The annual depreciation rates are applied on principal category of assets as below:

Item	Rate of Depreciation	Item	Rate of Depreciation
Plant and Machinery	8% and 10%	Transport and Vehicles	10%
Office Equipments	10%	Furniture and Fixtures	6%
Electrical Equipment	20%		

1.12 Lease:

The company's policy is to account for lease payment in accordance the requirement of BAS 17 Lease. The operating lease rental payment charged to the Profit or Loss statement when they arise. No asset is recognized in the financial statements asset acquired under operating lease.

Asset acquired under finance lease agreement is included in non current asset of the financial statement and depreciated over the economic life of asset. Present value of minimum lease payment is recognized as finance lease liability at the inception of the lease. Financial expense is charged to the Profit or Loss statement at the lesor's interest rate charged to this finance lease agreement.

1.13 Inventories:
Inventories are valued at lower of average cost and net realizable value on 30 June 2017.

1.14 Trade Debtors and Advance, Deposits and Prepayments:
These are recognized at original invoice amount, but remain unsecured. The amounts are considered good and collectible/adjustable.

1.15 Loan to/from Inter Units:

These are recognized as inter unit transaction within the company.

1.16 Cash and Cash Equivalents:

Cash in hand, bank current accounts, other bank deposits have been considered as cash and cash equivalents in accordance with the provisions of respective BAS.

1.17 Liabilities for Expenses:

These are recognized for the amounts to be paid in the future for goods and services received whether or not billed.

1.18 Other Liabilities:

These are recognized for the amounts to be paid or refunded in future for keeping security deposit, finance expenses and others.

1.19 Revenue Recognition:

The company recognizes revenue when risk of ownership has been transferred to the buyer, which satisfied all the condition for the revenue recognition as provided in the respective BAS.

1.20 Current Tax:

Tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income, because it excludes items of income or expenses that are taxable or deductible in other years and it further excluded items that are never taxable or deductible. Current tax is usually applicable at the rate applicable for public limited company in accordance with the provisions of ITO 1984.

1.21 Deferred Tax Assets/Liabilities:

The entity is suppose to recognize the deferred tax on the differences between the carrying amount of assets and liabilities in the financial statements and the corresponding carrying amount at tax bases.

1.22 Transaction with related parties:

The company has been operating CNG plant unit-2 and unit-3 and paid Tk. 240,000 as rent to Mr. Mohammad Murad against uses his premises at 110 Tejgaon Dhaka. There has been no other transaction with related parties in the normal course of business during the year.

1.23 Earning Per Share:

Basic EPS

The Company presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted EPS

Diluted EPS is only be calculated where the company has commitment to issue ordinary share at future date at reporting date. No such commitment is hold by the company at reporting date.

2.0 **Property, Plant & Equipment:**

The details are given in Annexure – 1. This is arrived at as under:

		30 June 2017	**30 June 2016**
	Cost:		
	Opening balance (01.07.2016)	103,927,856	103,790,226
Add:	Cost incurred during the year	000	137,630
		103,927,856	103,927,856
	Less: Accumulated Depreciation		
	Opeing balance (01.07.2016)	50,895,415	45,914,511
	Add: Charged during the year	4,529,138	4,980,904
	Closing balance (30.06.2017)	55,424,553	50,895,415
	Written down value as on 30.06.2017	**48,503,303**	**53,032,441**

3.0 Inventories:

Particulars	Unit-1	Unit-2	Unit-3	30 June, 2017	30 June, 2016
Spare parts and Raw Materials	0	4,412,934	3,704,621	8,117,555	5,336,124

Inventories are valued at average cost price and net realizable value whichever is less. Physical Inventory of UNIT – 2 and 3 was carried out at the cut-off date of year end by the inventory verification team and found in order.

4.0 Trade Debtors:

Details are shown in Note 4.1. This is arrived at as below:

Particulars		30 June, 2017	30 June, 2016
	Opening balance	457,959	2,235,601
Add:	Addition during the year	6,702,419	5,320,939
		7,160,378	**7,556,540**
Less:	Received/Adjusted during the year	6,554,911	7,098,581
Closing balance		**605,467**	**457,959**

It is relevant to note that the balances remain unsecured, but cosidered good.

AMAR STOCK

		Unit-2	Unit-3	For the year ended 30 June, 2017 Taka	For the year ended 30 June, 2016 Taka
4.1	**Trade debtors**				
SL	Name				
	DPDCL	31,497	-	31,497	31,497
	P.W.D	97,585	-	97,585	78,013
	RTV	13,859	-	13,859	13,859
	Best Clean	31,270	-	31,270	31,270
	Continental Insurance Co. Ltd.	9,079		9,079	8,497
	European Union	56,751		56,751	28,207
	Karnafuli Gas Dis. Company Limited	35,153		35,153	35,920
	GDS Chemical	68,988	-	68,988	82,268
	Kuliarchar group	-		-	24,568
	Mr. Lutfor Rahman (Bay Leasing)	78,535		78,535	31,341
	Berger Paints	164,221	-	164,221	92,519
	Uniqlo	18,529	-	18,529	-
	Total	605,467	-	605,467	457,959
4.2	**Maturity Analysis**				
	Within 30 Days			343,642	179,460
	More than 30 Days			97,585	92,519
	Within 60 to 90 days			78,535	78,013
	More than 90 Days			85,705	107,967
				605,467	**457,959**

The directors of the company assessed that the above balance good and collectable in due time.

There is no security is maintained other than personal security.

5.	**Advance, deposits and pre-payments :**				
	Advances :				
	Advance against VAT	-	2,886,988	2,886,988	2,886,988
	Advance against income tax	1,122,257	6,693,059	7,815,316	7,324,218
	Advance against Letter of Credit	-	-	-	883,010
	Advance against capital expenditure	183,631	-	183,631	183,631
	Advance against security bill	79,457		79,457	-
	Advance against salary		-	-	41,700
	Advance against raw materials purchase		102,325	102,325	403,941
	Deposit :				
	Security deposit - CDBL	50,000	50,000	100,000	100,000
	Security deposit – T&T	-	11,000	11,000	11,000
	Security deposit- Titas Gas	354,173	-	354,173	354,173
	Deposit with PDB	-	1,000	1,000	1,000
	Deposit for demand note - ISD line	-	85,000	85,000	85,000
	Bank guarnatee margin - Titas Gas	517,676	-	517,676	517,676
	Security Money for office rent	100,000	100,000	200,000	200,000
		2,407,194	9,929,372	12,336,566	12,992,337
	Maturity Analysis				
	Adjustable/realisable within 12 Months			1,068,849	1,068,849
	Adjustable/realisable after 12 Months			11,267,717	11,923,488
				12,336,566	**12,992,337**

				For the year ended 30 June, 2017	For the year ended 30 June, 2016
		Unit-2	Unit-3	Taka	Taka

i. Deposits are lying with the statutory authorities being security.

ii. No amount was due by the Directors and other officers of the company or by any associated undertaking.

iii. Advance against VAT and Income Tax represents amount paid at the time of import of 3-wheeler vehicles for UNIT - 1 . Refund was claimed from the respective authorities vide letter dated 28.11.2007 and 22.07.2008 which is yet to be settled.

06. Cash and bank balances :

Cash in hand	-	91,264	64,923	156,187	187,912
Cash at bank :					
Pubali Bank Limited-1531	-	2,381,974	-	2,381,974	1,783,787
Agrani Bank - A/c CD – 33001870		46,015	-	46,015	47,390
Mutual Trust Bank Limited - A/c No. -9190			17,726	17,726	17,726
Prime Bank Limited - A/c-14378		-	17,935	17,935	17,935
United Commercial Bank Limited A/C-637		-	62,546	62,546	63,846
Al-Falah Islami Bank Ltd A/c- 200891-201		-	42,512	42,512	42,512
Southeast Bank Ltd. CD A/C - 30355		-	892	892	2,042
Southeast Bank Ltd., Gulshan br.13532		702	-	702	3,270
Shahjalal Islami Bank Ltd. CD A/C - 1911		8,114	-	8,114	9,264
	-	2,528,069	206,534	2,734,603	2,175,684

i. Physical cash in hand was certified by the management and bank balances were reconciled and found in order.

ii. Some bank balances of UNIT - 1 have been carried forward since long which is write off and some a/c transfer to unite-3. Annx-2 as per Management Meeting Decision.

07. Liabilities for expenses :

Salaries and allowances	-	78,953	26,318	105,270	118,640
Telephone and mobile bill	-	2,139	713	2,852	3,071
CNG gas bill	-	8,941,327	-	8,941,327	5,629,425
Electricity bill		218,186	72,729	290,915	137,006
Generator gas bill	-	1,021,547	340,516	1,362,063	1,245,952
Audit fees		86,250	28,750	115,000	115,000
DSE listing fees	-	37,500	12,500	50,000	50,000
Office rent	-	-	-	-	193,000
Security Bill		59,593	19,864	79,457	-
	-	10,445,495	501,389	10,946,884	7,492,094

i. Liabilities for expenses represents the amount payable in respect of various outstanding expenses as on 30 June 2017

ii. No current liabilities are due for more than12 months.

iii. In the opinion of the Directors, no liabilities in the Statement of Financial Position at a value equal to the amount which are payable on the Statement of Financial Position.

				For the year ended 30 June, 2017	For the year ended 30 June, 2016
		Unit-2	Unit-3	Taka	Taka
08. Other Payable :					
		-		-	
Unclaimed dividend		1,644,375	472,251	2,116,626	1,951,249
Jumana bridge levy		-	192,909	192,909	192,909
Development levy		-	240,169	240,169	240,169
Income tax deduction		-	194,253	194,253	194,253
TDS - payable		-	9,930	9,930	9,930
WPPF	-	1,292,887	424,043	1,716,931	1,491,161
Security for trade Debtors	-	659,727	-	659,727	614,727
	-	3,596,989	1,533,555	5,130,545	4,694,398

i. Jumana bridge levy and development levy represents the amount deducted from dividend from 1987 - 88 to 1990 - 91 and one portion deposited into Government Treasury and other porsion not deposited on due time.

ii. Income tax deduction represents the amount deducted @ 10% from dividend of 1990 - 91 and the amount was yet to deposite to Government Treasury on due time.

iii. Security for trade debtors represents amount taken from customer being securty against credit sale of CNG gas.

09. Finance Lease Liability- current portion				
Current Maturity of lease finance (1750)	4,876,397	4,876,397	9,752,794	12,934,900
Current Maturity of lease finance (2297)	1,082,520	-	1,082,520	-
Lease installment payable (1750)			-	3,693,522
-	5,958,917	4,876,397	10,835,314	16,628,422

10. Provision for income tax :		
Opening balance	5,432,140	5,123,853
Less: Adjustment/paid during the year	(462,627)	(178,689)
Add: Addition during the year	1,128,848	486,976
	6,098,361	5,432,140

11. Share capital :		
Authorised: 10,000,000 ordinary shares of taka 10 each	100,000,000	100,000,000
Issued, subscribed and paid-up		
3,7500,120 shares of Tk. 10 each	37,500,120	36,407,890
	37,500,120	36,407,890
Composition of share holding as on 30.06.2017		
Sponsors and Dircetor	38.25%	41.99%
Investment corporation of Bangladesh	7.46%	7.27%
ICB capital management	0.19%	0.19%
Public shareholders	54.10%	50.55%
	100.00%	100.00%

Face value of share has been converted into Tk 10 from Tk 100 on 04 December 2011 as per SEC order no SEC/CMRRCD/2009-193/109 dated 15.09.2011.

Category-wise shareholding in number and percentage is as follows:

Holdings	Total holding	Percentage
Less than and equal 50 shares	120,667	3.32%
51 shares to 100 shares	53,136	1.45%
101 shares to 500 shares	221,018	6.08%
501 shares to 1000 shares	150,342	4.13%
1001 shares to 10000 shares	609,806	16.74%
10001 shares to 20000 shares	268,932	7.39%
20001 shares to 30000 shares	69,513	1.90%
Over 30000 shares	2,256,598	58.99%
	3,750,012	**100.00%**

			For the year ended 30 June, 2017	For the year ended 30 June, 2016
	Unit-2	Unit-3	Taka	Taka
12. Long term loan : (Non- Current Maturity)				
Customs Debenture:	-	701,000	701,000	701,000
Lease Finance(1750) 12.01	-	-	-	6,318,198
Lease Finance(2297)12.02	3,245,450	-	3,245,450	-
Non-Current maturity	3,245,450	701,000	3,946,450	7,019,198
12.1 Lease Finance(1750)				
Opening balance			22,946,620	31,993,816
Prior year Adjustment (19.00)			-	3,437,354
Restated balance			**22,946,620**	**35,431,170**
Add. Interest for the year			2,129,394	2,131,740
Ad Unrecognized delinquent charge			-	450,350
Less. Paid during the year			(15,323,220)	(15,066,640)
Closing Balance			9,752,794	22,946,620
Maturity analysis of above loan:				
Installment due for the year				3,693,522
Current (Fall due within one year)			9,752,794	12,934,900
Non-Current (Fall due after one year)			-	6,318,198
			9,752,794	22,946,620
12.2 Lease Finance(2297)				
Opening balance			-	-
Addition during the year			4,900,000	-
Balance			4,900,000	-
Add: Interest for the year			339,664	-
Less: Paid during the year			(911,694)	-
Balance			4,327,970	-
Maturity analysis of above loan:				
Installment due for the year			-	-
Current (Fall due within one year)			1,082,520	-
Non-Current (Fall due after one year)			3,245,450	-
			4,327,970	-

i. Custom debenture was issued for custom duty of imported machinery of UNIT - 1.

ii. Lease Finance was taken for CNG machinery and generator spare parts.

13. Temporary loan :

Outstanding balance		10,157,761	10,157,761	10,157,761
Balance	-	10,157,761	10,157,761	10,157,761
Current maturity	-	-	-	-
Non-Current maturity	-	10,157,761	10,157,761	10,157,761

Long term loan description:	**Temporary Loan**	**Finance Lease 1750**	**Finance Lease 2297**
Name of the loan holder	Mr. Giuliano Vallini	Bay Leasing and Investment Ltd.	
Payment Term	N/A	Monthly Installment	Monthly Installment
Rate of Interest	N/A	12.50%	12.50%
Installment size	N/A	1,276,935	130,242
Mortgage	N/A	Directors' personal property	Directors' personal property
Total and outstandind installme	N/A	Total 60 and Outstanding 8	Total 48 and Outstanding 41

This represents the interest free temporary loan taken against repayment of BSRS loan.

			For the year ended 30 June, 2017	For the year ended 30 June, 2016
	Unit-2	Unit-3	Taka	Taka
14. Sales Revenue				
Sale of goods and services	90,646,965	10,765,329	101,412,294	89,313,905
Sales represent the sale of CNG refueling station and CNG materials and services.				
15. Cost of goods sold :				
Opening stock	350,153	4,985,971	5,336,124	6,479,000
Purchase - import and local	5,511,090	1,698,650	7,209,740	1,024,522
	5,861,243	6,684,621	12,545,864	7,503,522
Factory overhead (Note 15.1)	80,276,047	4,724,875	85,000,922	78,601,533
	86,137,290	11,409,496	97,546,786	86,105,055
Closing stock	(4,412,934)	(3,704,621)	(8,117,555)	(5,336,124)
Total	81,724,356	7,704,875	89,429,231	80,768,931
15.1 Factory overhead				
Wages and salaries	1,548,501	516,168	2,064,668	2,146,385
Bonus to workers	129,876	43,292	173,168	168,048
Electric bill	202,500	67,500	270,000	1,068,046
Diesel Mobile,Oil fuel, and lubricants	7,087	2,363	9,450	286,600
Repairs and maintenance	932,692	5,180	937,872	422,251
Gas bill (CNG)	70,841,430	-	70,841,430	63,653,167
Gas bill (generator)	4,168,931	2,768,932	6,937,863	6,086,832
Depreciation	2,445,031	1,321,440	3,766,471	4,769,704
Labour charge	-			500
	80,276,047	4,724,875	85,000,922	78,601,533
16. Administrative and selling expenses				
Salary and allowances	516,195	172,066	688,260	715,462
Bonus	43,291	14,431	57,722	56,016
Traveling and conveyance	11,147	3,716	14,863	24,900
Entertainment	3,716	1,239	4,954	5,994
Internet line Exp	54,000	18,000	72,000	72,000
Telephone, mobile and fax charges	15,892	5,297	21,189	24,961
Stamp, postage and telegram	6,460	2,153	8,613	9,166
Legal fees and expenses	13,125	4,375	17,500	19,000
Office expenses	13,405	4,468	17,873	14,241
Insurance	247,313	82,438	329,751	330,426
Tiffin bill for workers	30,537	10,179	40,716	146,990
Advertisement	59,194	19,732	78,926	37,400
Printing	10,840	3,613	14,453	25,806
Stationery	6,304	2,102	8,406	31,708
CDBL annual fees	24,203	8,068	32,271	25,482
CDBL line Charge	63,375	21,125	84,500	71,500
License renewal fees	31,143	10,381	41,524	267,538
Annual general meeting expenses	15,150	5,050	20,200	22,500
Medical expenses	2,060	687	2,746	1,712
Security bill	726,575	242,192	968,766	662,400
Cleaning charge	2,250	750	3,000	3,640
Listing fees - DSE	75,400	25,133	100,533	55,000
Paper bill	3,296	1,099	4,395	5,890
DCC Membership fees	-	-	-	19,700
BAPLC Annual fees	11,250	3,750	15,000	-

		Unit-2	Unit-3	For the year ended 30 June, 2017 Taka	For the year ended 30 June, 2016 Taka
Documentation charge		33,937	11,313	45,250	
Miscellaneous expenses		3,326	1,109	4,434	8,926
Electricity expenses		67,500	22,500	90,000	267,012
Fire frighting expenses		6,000	2,000	8,000	7,000
Compliance Audit Fees		22,500	7,500	30,000	6,900
Audit fees (Note 16.1)		86,250	28,750	115,000	115,000
Offiice rent		207,000	69,000	276,000	261,600
Bank guarantee commission		-	-		673,833
Depreciation		457,719	304,948	762,667	211,200
		2,870,349	1,109,162	3,979,512	4,200,903
16.1 Auditors remunaration		86,250	28,750	115,000	115,000
		86,250	28,750	115,000	115,000

17. Financial expenses

Lease rental interest(1750)	-	1,597,046	532,349	2,129,394	2,582,091
Lease rental interest(2297)		339,664	-	339,664	-
Bank overdraft interest	-	471,505	157,169	628,674	336,732
LTR interest		97,828	32,610	130,438	
L/C Charge		10,160	3,386	13,546	20,005
Bank charges	-	15,505	5,168	20,673	89,424
	-	2,531,707	730,682	3,262,389	3,028,252

18 Defferred Tax

The company previously did not recognize the deferred tax and going to recognize in the current year under BAS-12 .The opening balance of the last year financial statement has been restated.Deferred Tax upto 30 June 2015 has been adjusted through Equity. This statement is as follows:

	DT. At 30 June 2015	DT. At 30 June 2017	DT. At 30 June 2016
Property,Plan & Equipment at Tax base	26,210,714	17,706,849	21,582,425
Property,Plan & Equipment at Tax accounting base	57,875,714	48,503,303	53,032,441
	(31,665,000)	(30,796,454)	(31,450,016)
Tax Rate	25%	25%	25%
Deferred Tax	7,916,250	7,699,113	7,862,504
Deferred tax income/ (expenses during the year		163,391	53,746

19. Restated Statement

The prior periods financial statements of the Company contained some materials errors.In order to correct those material prior periods errors retrospectively, the financial statements are now restated in accordance with Para 42 of BAS 8, Accounting Policies, changes in Accounting estimates and errors. The errors up to June 30, 2015 are corrected by respecting of opening balance of retained earnings and related asset and liability of comparative (2016) financial statements. The restatements of opening balance of comparative statements are as follows:

Delinquent charge Bay leasing Investment Corporation Ltd. (19.01)	3,437,354
Deferred Tax (19.02)	7,916,250
Written off (19.03)	4,422,064
Total	**15,775,668**

19.1 The interest charge on Bay Leasing and Investment Ltd. loan were not correctly recognized by the company resulting the interest charged in previous financial statements were understatement. The under charge of these interest up to June 30, 2015 is now adjusted with opening retained earnings and lease liability of comparative financial statements.

		For the year ended 30 June, 2017	For the year ended 30 June, 2016
Unit-2	Unit-3	Taka	Taka

19.2 The financial statements of the Company were not recognized deferred tax on temporary difference between Accounting based net asset and Tax based net asset. The deferred tax up to June 30, 2015 was recognized by restating the opening balance of retained earnings and deferred tax liability of comparative financial statements. Details are as follows:

Net at accounting based 30.06.2015	**57,875,714**
Net at tax based 30.06.2015	**26,210,714**
Temporary difference	**31,665,000**
Tax Rate	**25%**
	7,916,250

19.3 The Company wrongly recognized preliminary expense, deferred revenue expenditure; un allocated expenditure as intensive as set which is specially prohibited in accordance with Para 69(a) of BAS 38, Intangible Asset. Moreover the financial statements contain some balance which is not permitted by BAS/BFRS to carry forward or recognized in financial statements. So the financial statements are now corrected in this respect. The details of balances are as follows:

Particulars	**Last Year**	**Write off**
Assets:	Balance	Amount
Preliminary Exps (Unit-1)	694,753	694,753
Deffered Revenue Exps(Unit-1)	4,539,604	4,539,604
Un-allocated expenditure (Unit-2)	302,565	302,565
Un-allocated expenditure (Unit-3)	129,373	129,373
Advance for dies and gigs mfg	46,000	46,000
Advance to Bangladesh oxygen ltd.	9,519	9,519
Security Deposit BGIC	100,000	100,000
Security Deposit BOC	14,000	14,000
Total	**5,835,814**	**5,835,814**
Liabilities:		
Earnest Money	1,413,750	1,413,750
Total	1,413,750	1,413,750
Net Assets		**4,422,064**

19.04 Restatement of profit for the year 2016

Accounting profit before restatement		1,477,085
Deferred Tax income for the 2016		53,746
Interest on Bayleasing Loan:		
Interest	300,414	
Delinquent charge	450,350	(750,764)
		780,067
Decreased WPPF as result of decreased profit		39,864
		819,931

20. Director's remuneration

The directors of the company is considered key management empolyees and they have not paid any benefit in terms of remuneration or fees for his/her services rendered to the company during the year.

		For the year ended 30 June, 2017	For the year ended 30 June, 2016
Unit-2	Unit-3	Taka	Taka

21. Contingent Liability disclosure

The company does not hold any claim that meets definition of contingent liability in accordance with BAS 37 Provision, Contingent Liability and Contingent Asset exists at reporting date.

22. Related Party disclosure

The company, in normal course of business, carried out following of transaction with other entities that fall within the definition of related party contained in BAS 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates, other than Loan from Mr. Giuliano Vallini which is interest free, on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balances with them as at 30 June 2016 were as follows:

Name	Nature of Relationship	Nature of Transaction	Transaction			
			Debit	Credit		
Mr. Mohammed Murad	Chairmar	Rent	276,000	276,000	-	-
Mr. Giuliano Vallini	Investor	Loan	-	-	10,157,761	10,157,761
			276,000	276,000	10,157,761	10,157,761

23. Earning Per Share (EPS)

Basic EPS				
Earning for the year			3,549,935	819,931
Weighted Average No. of share outstanding at year end			3,750,012	3,750,012
Earning Per Share			0.95	0.22
Restated EPS for 2016	Restated Earnings		819,931	0.22
	No. of share		3,750,012	
Restated NAV per Share	Restated net asset		7,150,160	1.91
	No. of share		3,750,012	

24 Employees minimum pay

Employees earn over or equal Tk. 3,500 but less than 5,000	-	
Employees earn over or equal Tk. 5,000	21	
	21	**-**

25 Operating Segment

25.1 These financial statements have been prepared on the basis of three reportable segment until 2016. During the year, the Board of Directors have decided to close down the Unit 1 as there has no commercial operation since 2016 and any asset and related liability has been transfer to Unit 3.

25.2 All non current assets of the Company as at June 30, 2017 are located in Bangladesh.

26 Event after reporting period

		For the year ended 30 June, 2017	For the year ended 30 June, 2016
Unit-2	Unit-3	Taka	Taka

The Board of Directors of the company has approved the financial statements were approved as on 26.10.2017 and recommended cash nil and 3% stock dividend for the financial year June 30, 2017. Except the fact stated above, no circumstances have arisen that to be disclosed as note or adjusted in the financial statements.

27 Compliance of Securities and Exchange Rule - 1987

i. All shares have been fully called up and paid up.
ii. The company did not issue preference shares.
iii. No expenses was paid as royalty and salaries to technical experts etc. in foreign currencies as per para - 8 (KHA) of part - 11 .
iv. No brokerage was paid against sales during the year under audit.
v. No amount was payable being contingent liabilities of the Company as on 30.06.2017.
vi. 4 (Four) Nos. Board Meeting were held during the year under audit.
vii Auditors are paid only statutory audit fee approved by the sharesholders in the last AGM.
vii The company did not earn any foreign currency during the year.
ix. There are no non - resident shareholders of the company and hence no amount is required to be remitted
x. There is no claim against the company which is being acknowledged as debt.
xi. No amount was expended by the company for compensating any member of the board for special services