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 Financial Statements of **Bangladesh Autocars Limited** which comprise the Statement of Financial Position as at June 30, 2018 and the Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity and 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 and other applicable laws and regulations 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), give a true and fair view of the state of the company's affairs as of June 30, 2018 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994 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 & 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's business.

Dated: Dhaka
September 30, 2018

Malek Siddiqui Wali
Chartered Accountants

Bangladesh Autocars Limited

Statement of Financial Position
AS on 30 June 2018

Particulars	Note	Unit - 2	Unit - 3	As at 30 June, 2018 Taka	As at 30 June, 2017 Taka
ASSETS:					
Non-Current Assets:					
Property, Plant & Equipment	2	27,200,588	17,190,868	44,391,456	48,503,303
		27,200,588	17,190,868	44,391,456	48,503,303
Current Assets:					
Inventories	3	4,035,162	3,849,621	7,884,783	8,117,555
Trade debtors	4	430,017	-	430,017	605,467
Advance, deposits and pre-payments	5	3,580,811	10,428,426	14,009,237	12,336,566
Cash and Cash equivalents	6	2,137,647	301,656	2,439,303	2,734,603
		10,183,637	14,579,703	24,763,340	23,794,191
Total Asset		**37,384,225**	**31,770,571**	**69,154,796**	**72,297,494**
Equity and Liabilities:					
Equity:					
Share capital	11	4,997,108	33,628,012	38,625,120	37,500,120
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		6,147,833	(44,710,886)	(38,563,053)	(43,328,192)
		16,375,909	214,325	16,590,234	10,700,095
Non-Current Liabilities:					
Long Term Loan	12	2,019,585	701,000	2,720,585	3,946,450
Deferred Tax	18	3,551,026	3,908,912	7,459,939	7,699,113
Temporary Loan	13	-	10,157,761	10,157,761	10,157,761
		5,570,611	14,767,673	20,338,285	21,803,324
Current Liabilities:					
Liabilities for expenses	7	7,458,707	409,083	7,867,790	10,946,884
Bank Overdraft	9	-	9,232,330	9,232,330	6,782,970
Others liabilities	8	4,276,824	1,641,450	5,918,275	5,130,545
Finance Lease- Current maturity	12.1	1,225,865	-	1,225,865	10,835,314
Provision for income tax	10	4,402,337	3,579,679	7,982,017	6,098,361
		17,363,734	14,862,543	32,226,276	39,794,074
Inter Unit Balance		(1,926,030)	1,926,030		
Total Equity and Liabilities		**37,384,225**	**31,770,571**	**69,154,796**	**72,297,494**
Net Assets Value (NAV) per share				**4.30**	**2.85**

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 26th September 2018 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
30 September,2018

Bangladesh Autocars Limited

Statement of Profit or Loss and Other Comprehensive Income
For the year ended on 30 June 2018

Particulars	Notes	Unit - 2	Unit - 3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
Sales Revenue	14	92,995,680	16,225,516	109,221,196	101,412,294
Cost of goods sold	15	(83,196,263)	(12,641,797)	(95,838,059)	(89,429,231)
Gross Profit		9,799,417	3,583,719	13,383,137	11,983,063
Administrative expenses	16	(2,806,590)	(1,028,943)	(3,835,533)	(3,979,511)
Financial expenses	17	(1,347,282)	(288,972)	(1,636,254)	(3,262,389)
Net Profit / (Loss) before WPPF and Tax		5,645,544	2,265,805	7,911,350	4,741,163
Provision for WPPF		(268,835)	(107,895)	(376,731)	(225,770)
Net Profit/(Loss) before Tax		5,376,709	2,157,909	7,534,619	4,515,393
Income Tax Expenses:					
Current Tax Provision		(1,344,177.2)	(539,477.4)	(1,883,656)	(1,128,848)
Deferred Tax		(73,513)	312,688	239,176	163,391
Net Profit/(Loss) after Tax		**3,959,018**	**1,931,120**	**5,890,139**	**3,549,935**
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		**3,959,018**	**1,931,120**	**5,890,139**	**3,549,935**
Basic EPS				1.52	0.95

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 26th September 2018 and were signed on its behalf by:

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

Signed as per our separate report of even date annexed.

Dated :Dhaka
30 September,2018

Malek Siddiqui Wali
Chartered Accountants

AMARSTOCK

Bangladesh Autocars Limited
Statement of Changes in Equity
For the year ended 30 June 2018

Particulars	Share capital	General reserve	Tax holiday reserve	Retained earning	Total
Balance (01.07.2017)	37,500,120	9,944,188	6,583,979	(43,328,192)	10,700,095
Net profit/(loss) for this year	-	-	-	5,890,139	5,890,139
Bonus Share	1,125,000			(1,125,000)	-
Balance (30.06.2018)	**38,625,120**	**9,944,188**	**6,583,979**	**(38,563,053)**	**16,590,234**

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	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**

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 26th September 2018 and were signed on its behalf by:

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

Signed as per our separate report of even date annexed

Dated: Dhaka
30 September,2018

Malek Siddiqui Wali
Chartered Accountants

Bangladesh Autocars Limited
Statement of Cash Flows
For the year ended on 30 June 2018

	For the year ended June 30, 2018	For the year ended June 30, 2017
	Taka	**Taka**
Cash Flows From Operating Activities:		
Collection from sale and other income	109,351,646	101,309,786
Payments against purchases, supplies, employees & others	(98,701,121)	(86,893,999)
Finance cost paid	(1,636,254)	(3,262,389)
Tax paid	(923,617)	(953,725)
Net cash generated/(used) in operation	8,090,654	10,199,673
Cash Flows From Investment Activities:		
Acquisition of Property, Plant & Equipment		
Net cash generated/(used) in investing activity	**-**	**-**
Cash flows From Financing Activities:		
Bank Overdraft	2,449,360	(774,898)
Loans & advance received/(Repaid)	(10,835,314)	(8,865,856)
Net cash generated/(used) financing activity	**(8,385,954)**	**(9,640,754)**
Net Cash Inflow / (Outflow) for the period	(295,300)	558,919
Cash & Bank balance at opening	2,734,603	2,175,684
Cash & Bank balance at closing	**2,439,303**	**2,734,603**
Net operating cash flow per share (NOCFPS)	2.09	2.72

The financial statements were approved by the Board of Directors as on 26th September 2018 and were signed on its behalf by:

Director Managing Director Chairman

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

Dated: Dhaka
30 September,2018

Malek Siddiqui Wali
Chartered Accountants

AMAR STOCK

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 2018.
ii. Statement of Profit or Loss and Other Comprehensive Income for the year end 30 June 2018.
iii. Statement of Cash Flows for the year ended 30 June 2018.
iv. Statement of Changes in Equity for the ended 30 June 2018.
v. Accounting policies and Explanatory notes.

1.7 Comparative information:

Comparative information has been disclosed in respect of the year 2017- 2018 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 2017- 2018 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 2018.

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:

Revenue is shown net off return in ward, discount and VAT. Sales revenue is recognized as per IAS 18 “Revenue” on accrual basis as and when significant risk and reward relating to the sold goods passes to buyer and it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable in the normal course of business.

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 2018	30 June 2017
	Cost:		
	Opening balance (01.07.2017)	103,927,856	103,927,856
Add:	Addition during the year	-	-
		103,927,856	103,927,856
Less:	Accumulated Depreciation		
	Opeing balance (01.07.2017)	55,424,552	50,895,415
	Add: Charged during the year	4,111,847	4,529,138
	Closing balance (30.06.2018)	59,536,399	55,424,553
	Written down value as on 30.06.2018	**44,391,456**	**48,503,303**

		Unit-2	Unit-3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
3.0	**Inventory:**				
	Spare parts and Raw Materials(3.1)	4,035,162	3,849,621	7,884,783	8,117,555

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 reporting date of year end by the inventory verification team and found in order.

3.1	**Inventory: (Unit-2)**	**Qty**	**Amount**
	Gas Generator Spare parts	239	1,200,345
	Others Spare parts	1036	2834817
		1,275	**4,035,162**
	Inventory: (Unit-3)	411	3849621
	Total	**1,686**	**7,884,783**

4.0 Trade Debtors:

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

Opening balance	605,467	2,235,601
Add: Addition during the year	6,384,900	5,320,939
	6,990,367	**7,556,540**
Less: Received/Adjusted during the year	6,560,350	7,098,581
	430,017	**457,959**

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

4.1 Trade debtors

DPDCL	31,497	-	31,497	31,497
P.W.D	47,128	-	47,128	97,585
RTV	13,859	-	13,859	13,859
Best Clean	31,270	-	31,270	31,270
Continental Insurance Co. Ltd.	14,433		14,433	9,079
European Union	-		-	56,751
Karnafuli Gas Dis. Company Limited	96,515		96,515	35,153
GDS Chemical	68,716	-	68,716	68,988
Mr. Lutfor Rahman (Bay Leasing)	60,855		60,855	78,535
Berger Paints	52,488	-	52,488	164,221
Uniqlo	13,256	-	13,256	18,529
Total	430,017	-	430,017	605,467

4.2 **Maturity Analysis**

Within 30 Days	230,975	343,642
More than 30 Days	47,128	97,585
Within 60 to 90 days	60,855	78,535
More than 90 Days	91,059	85,705
	430,017	**605,467**

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.

		Unit-2	Unit-3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
5.	**Advance, deposits and pre-payments :**				
	Advances :				
	Advance against VAT (5.01)	-	1,264,436	1,264,436	2,886,988
	Advance against income tax	2,045,874	6,693,059	8,738,933	7,815,316
	Advance against capital expenditure	183,631	-	183,631	183,631
	Advance against security bill	79,457		79,457	79,457
	Advance against Salary	250,000	91,000	341,000	
	Advance against raw materials purchase		2,132,931	2,132,931	102,325
	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
		3,580,811	10,428,426	14,009,237	12,336,566

5.01	Advance against VAT	2,886,988	
	Adjustment for VAT during the year	(1,622,552)	
		1,264,436	
	Maturity Analysis		
	Adjustable/realisable within 12 Months	1,025,942	1,068,849
	Adjustable/realisable after 12 Months	12,983,295	11,267,717
		14,009,237	**12,336,566**

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	331,862	154,215	486,077	156,187
	Cash at bank :				
	Pubali Bank Limited-1531	1,696,390	-	1,696,390	2,381,974
	Agrani Bank - A/c CD – 33001870	44,940	-	44,940	46,015
	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	62,546
	Al-Falah Islami Bank Ltd A/c- 200891-201	-	42,512	42,512	42,512
	Southeast Bank Ltd. CD A/C - 30355	-	6,722	6,722	892
	Southeast Bank Ltd., Gulshan br.13532	57,491	-	57,491	702
	Shahjalal Islami Bank Ltd. CD A/C - 1911	6,964	-	6,964	8,114
		2,137,647	301,656	2,439,303	2,734,603

i. Physical cash in hand was counted and bank balances were reconciled at the year end and found in order.

			For the year ended 30 June, 2018	For the year ended 30 June, 2017
	Unit-2	Unit-3	Taka	Taka
07. Liabilities for expenses :				
Salaries and allowances	156,179	52,060	208,238	105,270
Telephone and mobile bill	1,304	435	1,738	2,852
CNG gas bill	6,231,459	-	6,231,459	8,941,327
Electricity bill	1,663	554	2,217	290,915
Generator gas bill	825,168	275,056	1,100,224	1,362,063
Audit fees	86,250	28,750	115,000	115,000
DSE listing fees	37,500	12,500	50,000	50,000
Security Bill	119,186	39,729	158,914	79,457
	7,458,707	409,083	7,867,790	10,946,884

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.

08. Other Payable :				
Unclaimed dividend	2,100,375	472,251	2,572,626	2,116,626
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	1,561,722	531,938	2,093,661	1,716,931
Security for trade Debtors	614,727	-	614,727	659,727
	4,276,824	1,641,450	5,918,275	5,130,545

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. Bank Overdraft				
Balance outstanding at the year end	-	9,232,330	9,232,330	6,782,970
	-	9,232,330	9,232,330	6,782,970

Brief terms & conditions for the above loan:

Name of lender	Southeast Bank Ltd.
Sanction facility	1 crore
Mode of facility	Overdraft
Rate of Interest	9%
Repayment term	Based on fund availability
Security	Personal guarantee of Directors

10. Provision for income tax :				
Opening balance	3,058,160	3040202	6,098,361	5,432,140
Less: Adjustment/paid during the year	-	-	-	(462,627)
Add: Addition during the year	1,344,177	539,477	1,883,656	1,128,848
	4,402,337	3,579,679	7,982,017	6,098,361

	Unit-2	Unit-3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
11. Share capital :				
Authorised: 10,000,000 ordinary shares of taka 10 each			100,000,000	100,000,000
Issued, subscribed and paid-up				
3,862,512 shares of Tk. 10 each			38,625,120	37,500,120
			38,625,120	37,500,120
Composition of share holding as on 30.06.2018				
Sponsors and Dircetor			38.25%	38.25%
Investment corporation of Bangladesh			7.46%	7.46%
ICB capital management			0.19%	0.19%
Public shareholders			54.10%	54.10%
			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	139,823	3.62%
51 shares to 100 shares	71,456	1.85%
101 shares to 500 shares	234,841	6.08%
501 shares to 1000 shares	166,861	4.32%
1001 shares to 10000 shares	646,585	16.74%
10001 shares to 20000 shares	285,440	7.39%
20001 shares to 30000 shares	73,388	1.90%
Over 30000 shares	2,244,118	58.10%
	3,862,512	**100.00%**

12. Long term loan : (Non- Current Maturity)				
Customs Debenture:	-	701,000	701,000	701,000
Lease Finance (Note: 12.02)	-	-	-	-
Lease Finance (Note: 12.03)	2,019,585	-	2,019,585	3,245,450
	2,019,585	701,000	2,720,585	3,946,450

12.1 Maturity analysis

Current Maturity (within 1 year)	1,225,865	-	1,225,865
Non-Current Maturity (within 2 to 5 year)		2,019,585	2,019,585
	1,225,865	2,019,585	3,245,450

12.2 Lease Finance(1750)

Opening balance	9,752,794	22,946,620
Prior year Adjustment	-	-
Restated balance	**9,752,794**	**22,946,620**
Add. Interest for the year	462,686	2,129,394
Unrecognized delinquent charge	-	-
Less. Paid during the year	(10,215,480)	(15,323,220)
Closing Balance	-	9,752,794

			For the year ended 30 June, 2018	For the year ended 30 June, 2017
	Unit-2	Unit-3	Taka	Taka
Maturity analysis of above loan:				
Current Maturity (within 1 year)				9,752,794
Non-Current Maturity (within 2 to 5 year)			-	-
			-	9,752,794

12.3 Lease Finance(2297)

Opening balance	-	-
Addition during the year	4,327,970	4,900,000
Balance	4,327,970	4,900,000
Add: Interest for the year	480,368	339,664
Less: Paid during the year	(1,562,904)	(911,694)
Balance	3,245,450	4,327,970
Maturity analysis of above loan:		
Current Maturity (within 1 year)	1,225,865	1,082,520
Non-Current Maturity (within 2 to 5 year)	2,019,585	3,245,450
	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.

iii. Breif terms & conditions for the long term loan (applicable for note 12 & 13) :

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

Brief terms & conditions for the long term loan (applicable for note 12 & 13) :

Long term loan description:		**Finance Lease 1750**	**Finance Lease 2297**
Name of the loan holder	Mr. Giuliano Val		Bay Leasing & Investment Ltd.
Payment Term	N/A		Monthly installment
Rate of Interest	N/A	Fully adjusted	12.50%
Installment size	N/A		130,242
Security			Directors personal property
Total and outstandind installme	N/A		Total 48 and Outstanding 29

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

14. Sales Revenue

Sale of goods and services	92,995,680	16,225,516	109,221,196	101,412,294

Sales represent the sale of CNG refueling station and CNG materials and services.

15. Cost of goods sold :

Opening stock	4,412,934	3,704,621	8,117,555	5,336,124
Purchase - import and local	-	7,729,118	7,729,118	7,209,740
Gas bill (CNG)	74,753,621	-	74,753,621	70,841,430
	79,166,555	11,433,739	90,600,294	83,387,294
Factory overhead (Note 15.1)	8,064,870	5,057,679	13,122,548	14,159,492
	87,231,425	16,491,418	103,722,842	97,546,786
Closing stock	(4,035,162)	(3,849,621)	(7,884,783)	(8,117,555)
Total	83,196,263	12,641,797	95,838,059	89,429,231

		Unit-2	Unit-3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
15.1	**Factory overhead**				
	Wages and salaries	1,535,786	511,929	2,047,715	2,064,668
	Bonus to workers	125,648	41,883	167,530	173,168
	Electric bill	23,517	7,839	31,356	270,000
	Diesel Mobile,Oil fuel, and lubricants	8,250	2,750	11,000	9,450
	Repairs and maintenance	37,136	12,379	49,514	937,872
	Gas bill (generator)	4,110,180	3,210,180	7,320,360	6,937,863
	Depreciation	2,224,354	1,270,719	3,495,073	3,766,471
		8,064,870	5,057,679	13,122,548	14,159,492

***** Gas bill on CNG sales has been recognized as purchase. Accordingly last year`s presentation has been changed . Neither profit nor EPS were effected due to changes of this presentation.

16.	**Administrative and selling expenses**				
	Salary and allowances	511,920	170,652	682,572	688,260
	Bonus	41,883.75	13,961	55,845	57,722
	Traveling and conveyance	18,528	6,176	24,704	14,863
	Entertainment	4,210	1,403	5,613	4,954
	Internet line Exp	54,000	18,000	72,000	72,000
	Telephone, mobile and fax charges	19,624	6,541	26,165	21,189
	Stamp, postage and telegram	3,710	1,237	4,946	8,613
	Legal fees and expenses	13,875	4,625	18,500	17,500
	Office expenses	11,437	3,812	15,249	17,873
	Insurance	247,313	82,438	329,751	329,751
	Tiffin bill for workers	29,550	9,850	39,400	40,716
	Advertisement	19,010.25	6,337	25,347	78,926
	Printing	19,500	6,500	26,000	14,453
	Stationery	4,611.75	1,537	6,149	8,406
	CDBL annual fees	23,250	7,750	31,000	32,271
	CDBL line Charge	58,500	19,500	78,000	84,500
	License renewal fees	45,881	15,294	61,175	41,524
	Annual general meeting expenses	10,163	3,388	13,550	20,200
	Medical expenses	944	315	1,259	2,746
	Security bill	715,113	238,371	953,484	968,766
	Cleaning charge	2,250	750	3,000	3,000
	Listing fees - DSE	75,422	25,141	100,563	100,533
	Paper bill	4,106	1,369	5,475	4,395
	DCC Membership fees	7,388	2,463	9,850	-
	BAPLC Annual fees	11,250	3,750	15,000	15,000
	Documentation charge				45,250
	Miscellaneous expenses	1,958	653	2,610	4,434
	Electricity expenses	7,839	2,613	10,452	90,000
	Fire frighting expenses	5,250	1,750	7,000	8,000
	Compliance Audit Fees	22,500	7,500	30,000	30,000
	Audit fees (Note 16.1)	86,250	28,750	115,000	115,000
	Offiice rent	207,000	69,000	276,000	276,000
	Bank guarantee commission	129,825	43,275	173,100	
	Depreciation	392,530	224,244	616,774	762,667
		2,806,590	1,028,943	3,835,533	3,979,512
16.1	**Auditttors remunaration**	86,250	28,750	115,000	115,000
		86,250	28,750	115,000	115,000

	Unit-2	Unit-3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
17. Financial expenses				
Lease rental interest(1750)	347,015	115,672	462,687	2,129,394
Lease rental interest(2297)	480,369	-	480,369	339,664
Bank overdraft interest	497,280	165,761	663,041	628,674
LTR interest				130,438
L/C Charge	-			13,546
Bank charges	22,618	7,539	30,157	20,673
	1,347,282	288,972	1,636,254	3,262,389

18 Defferred Tax

Property,Plant & Equipment at Tax base	14,551,701	17,706,849
Property,Plant & Equipment at Tax accounting base	44,391,456	48,503,303
	(29,839,755)	(30,796,454)
Tax Rate	25%	25%
Deferred Tax	7,459,939	7,699,113
Deferred tax income/ (expenses during the year	239,176	163,391

19. 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.

20. 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 2018 were as follows:

Name	Nature of Relationship	Nature of Transaction	Transaction			
			Debit	Credit		
Mr. Mohammed Murad	Chairman	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

21. Earning Per Share (EPS)

Basic EPS		
Earning for the year	5,890,139	3,549,935
Weighted Average No. of share outstanding at year end	3,862,512	3,750,012
Earning Per Share	1.52	0.95

i. The company`s sales were increase during the year as well as cost minimising strategy helps the company to boost the company`s profit. Moreover, due to effect of deduction of loan liability, the finance cost of company for the year was reduced resulting profit was increased.

	Unit-2	Unit-3	For the year ended 30 June, 2018 Taka	For the year ended 30 June, 2017 Taka
22 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	**-**

23 Remunaration from Directores & Executives

	2017-2018		2016-2017	
	Directors	**Executives**	**Directors**	**Executives**
Remuneration	-	-	-	-
House rent	-	-	-	-
Utilities	-	-	-	-
Bonus	-	-	-	-
Conveyance	-	-	-	-
Medical	-	-	-	-
Leave encashment	-	-	-	-
	-	-	**-**	**-**
Number of person	5	-	**5**	**-**

23.1 No meeting fee has been paid to the directors during the year.

23.2 The directors are considered executive.

24 Operating Segment

24.1 All non current assets of the Company as at June 30, 2018 are located in Bangladesh.

25 Event after reporting period

The Board of Directors of the company has approved the financial statements as on 26.09.2018 and recommended cash 3% and 12% stock dividend for the financial year June 30, 2018. Except the fact stated above, no circumstances have arisen that to be disclosed as note or adjusted in the financial statements.

26 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 30.06.2018.
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 being
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

Bangladesh Autocars Limited
Property, Plant & Equipment
as on 30 June 2018

Annexure-A

Particulars	Cost			Rate	Depreciation			Written Down Value (Taka) as on 30.06.2018
	As on 01.07.2017	Addition / Adjustment	As on 30.06.2018		As on 01.07.2017	Charged during the year	As on 30.06.2018	
(Unit - 2)								
Office equipments	6,495,134		6,495,134	10%	3,997,607	249,753	4,247,360	2,247,774
Furniture and fixtures	2,903,438		2,903,438	6%	1,285,056	97,103	1,382,159	1,521,279
Gas line installation	3,377,613		3,377,613	10%	2,184,827	119,279	2,304,106	1,073,507
Electric equipment	7,605,591		7,605,591	20%	6,021,865	316,745	6,338,610	1,266,981
Plant and machinery	11,453,247		11,453,247	8%	4,452,754	560,039	5,012,793	6,440,454
	31,835,023	-	31,835,023		17,942,109	1,342,919	19,285,028	12,549,994
Lease Assets								
Plant and machinery	29,756,972		29,756,972	8%	13,832,413	1,273,965	15,106,378	14,650,594
	61,591,995	-	61,591,995		31,774,522	2,616,884	34,391,406	27,200,588
(Unit - 3)								
Plant and machinery	4,346,194	-	4,346,194	10%	4,114,199	23,200	4,137,399	208,796
Transport and vehicles	1,699,680	-	1,699,680	10%	1,455,387	24,429	1,479,816	219,864
Office equipments	3,436,040		3,436,040	10%	2,529,271	90,677	2,619,948	816,092
Furniture and fixtures	3,096,975		3,096,975	6%	1,718,760	82,693	1,801,453	1,295,522
Plant and machinery - Lease Assets	29,756,972		29,756,972	8%	13,832,413	1,273,965	15,106,378	14,650,594
	42,335,861	-	42,335,861		23,650,030	1,494,963	25,144,993	17,190,868
Total as on 30.06.2018	**103,927,856**	**-**	**103,927,856**		**55,424,552**	**4,111,847**	**59,536,399**	**44,391,456**
Total as on 30.06.2017	**103,927,856**	**-**	**103,927,856**		**50,895,415**	**4,529,138**	**55,424,553**	**48,503,303**

				2018	**2017**
Allocation of depreciation :		Unit - 2	Unit - 3	Total	Total
Administrative expenses	-	392,530	224,244	616,774	762,667
Factory overhead	-	2,224,354	1,270,719	3,495,073	3,766,471
Total	-	2,616,884	1,494,963	4,111,847	4,529,138

BANGLADESH AUTOCARS LIMITED

FORM OF PROXY

I/we.....
Of.....
Being a shareholder of Bangladesh Autocars Limited here by appointed Mr/Mrs./Miss …… another member of the Company as my/our proxy to attend and vote for me/us and on my/our behalf at the 39th Annual General Meeting of the Company to be held on 29th November, 2018 at 11.00am and at any adjournment of the meeting or any poll that may be taken in consequence thereof.

As witness my/our hand this ……. Day …… of ……2018.

Signature of Proxy …….

Signature of Shareholder ……

Shareholder's Folio/ BO No ……

Affix Revenue Stamp Tk.10/-

NOTES :

A member entitled to attend a General Meeting is entitled to appoint a proxy to attend and vote instead of him.

No person shall act as a proxy (except for a corporation) unless he is entitled to be present and vote in his own right.

The instrument appointing a proxy should be signed by the member or by his attorney duly authorized in writing.

If the member is a Corporation its common seal (if any) should be affixed to the instrument.

The instrument appointing a proxy, together with the Power of Attorney (if any) under which it is signed or a naturally certified copy thereof, should be deposited at the Head Office not less than 48 hours before the time of holding the meeting.

BANGLADESH AUTOCARS LIMITED

SHAREHOLDER'S ATTENDANCE SLIP

I hereby record my presence at the 36th Annual General Meeting of Bangladesh Autocars Limited on 29th November, 2018 at 11.00 am.

Name of Shareholder ……..

BO ID ……

Shareholder's Folio ……Signature ……

Name of Proxy (in block letters) ……

Signature of Proxy…….

Shareholders attending the meeting in person or by proxy are requested to complete the attendance slip and hand it over at the registration counter on the day of the meeting.

AMARSTOCK