Annual Report 2017



Navana CNG Limited

LETTER OF TRANSMITTAL

To
Hon'ble Shareholders
Regulatory Authorities and concerned

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

Dear Sir(s),

We are pleased to enclose a copy of Annual Report together with the audited financial statements for the year ended June 30, 2017 for your kind information.

Sincerely yours

Sd/-
Tareq Enamur Rahim
Company Secretary

Company Information

Board of Directors

Shafiul Islam - Chairman

Saiful Islam - Director & CEO

Khaleda Islam - Director

Sajedul Islam - Director

Farhana Islam - Director

M. Obaidur Rahman, FCA - Independent Director
Ekramul Haq, FCA - Independent Director

Tareq Enamur Rahim - Company Secretary

Md. Zahidul Haque ACA - Chief Financial Officer
Muhammad Abidur Rahman ACA - Head of Internal Audit

Audit Committee

M. Obaidur Rahman, FCA - Chairman
Sajedul Islam - Member
Ekramul Haq, FCA - Member

Auditors

Malek Siddiqui Wali
Chartered Accountants
9-G, Motijheel C/A, (2nd Floor)
Dhaka, Bangladesh

Legal Advisor

Abdur Razzaque & Associates
Barristers & Advocates
Suite # 5/1, City Heart (4th Floor),
67, Naya Paltan,
Dhaka, Bangladesh

Bankers

Mutual Trust Bank Limited
The City Bank Limited
Dutch Bangla Bank Limited
One Bank Limited
Shahjalal Islami Bank Limited

Subsidiary Company's and Factory Locations:

Navana Engineering Limited

Dipnagar, Mirpur, Dhaka, Bangladesh
Kaliganj, Gazipur, Bangladesh

Navana Welding Electrode Limted

Mirzapur, Gazipur, Bangladesh

Navana LPG Limited

Mongla, Bagerhat, Bangladesh

Head Office

214/D, Tejgaon I/A, Dhaka, Bangladesh
Website : www.navanacng.com
e-mail : share@navanacng.com

Corporate Office

205-207, Tejgaon I/A, Dhaka, Bangladesh

Registered Office

125/A, Motijheel C/A,
Dhaka, Bangladesh

Main CNG Conversion Center

205-207, Tejgaon I/A, Dhaka, Bangladesh

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NAVANA CNG LIMITED

125/A, Motijheel C/A, Dhaka, Bangladesh

Notice of the 13th annual general meeting

Notice is hereby given that the 13th Annual General Meeting (AGM) of the shareholders of the Company shall be held on 11 December 2017 at 11:30 AM at International Convention City Bashundhara, [PUSHPOGUSCHO, Hall-02], Kuril Bishwa Road, Purbachal Express Highway, Dhaka to transact the following businesses: -

A. Ordinary Business :

1. To receive, consider and adopt the audited financial statements for the year ended 30 June 2017 together with auditors' and directors' reports thereon.
2. To declare dividend.
3. To re-elect directors.
4. To appoint auditors and fix their remuneration.

B. Special Business :

Item – 1 :

To consider transfer of assets and liabilities of LPG Unit of Navana CNG Limited to its subsidiary Navana LPG Limited.

Item – 2 :

To consider inclusion of new sub-clauses in the objective clause of the Memorandum of Association of the Company; subject to confirmation by the Hon'ble High Court Division of the Supreme Court of Bangladesh. The following new sub-clauses numbered as "26(a)", "26(b)", "26(c)" and "26(d)" be and are hereby inserted after the existing sub-clause number "26" of the object clause of the Memorandum of Association of the Company:

"26(a) To mortgage and/or to create charge on the property(s) and assets of the Company as security for loan(s) and/or any credit facility(s) to be given to the Company and/or to any associate Company(s) and/or sister concern(s) and/or third party(s) and also to stand surety and to give guarantee securing liability(s) of such associate Company(s) and/or sister concern(s) and/or third party(s).

26(b) To issue corporate guarantee and/or other security to any third party on behalf of any of its associate Company(s) and/or sister concern(s) for the performance of any contract and/or obligation of the company in relation to the payment of any loan, debenture, stock, bonds, obligation on securities issued by or in favor of the company, and to guarantee the payment of return of such investment or of any dividend on any shares of the company and/or also to issue corporate guarantee to any third party so that the third party may obtain loan from the financial institutions.

26(c) To enter into any joint venture, collaboration, amalgamation, partnership or arrangements in the nature of joint venture, partnership or other agreement of like nature with any person or persons, firm or company in Bangladesh and / or foreign countries engaged or interested in or about, become incase or interested in the carrying on or conduct of the business of the company.

26(d) To furnish guarantee for any sister concern(s), associate company(s) and/or third party(s) and to mortgage the property or assets of the Company to secure loan to be given to any such third party(s), sister concern(s) and/or associate company(s).

C. Any other business with the permission of ther Chair:

By order of the Board

Sd/-
(Tareq Enamur Rahim)
Company Secretary

Dated: Dhaka
19 October 2017

Notes

a. The shareholders whose names will appear in the Share Register of the Company and/or Depository Register of CDBL as on record date, i.e. 13 November, 2017 will be entitled to attend the AGM and receive dividend.

b. Attendance to the AGM will be on production of the Attendance Slip.

c. The Proxy Form affixed with requisite revenue stamp of Tk.20/- must be deposited at the Company's Registered Office at least 48 hours prior to the AGM.

d. Shareholders are requested to update their respective BO ID with 12 Digit Taxpayer's Identification Number (e-TIN) and address through Depository Participant (DP) by 13 November 2017 (Record Date) failing which Income Tax at source will be deducted from cash dividend @ 15% instead of 10%

e. The Annual Report-2017 alongwith Attendance Slip and the Proxy Form will be also available in the Company's website www.navanacng.com.

f. The Notice of the 13th AGM of the Company alongwith new sub-clauses for inclusion in the Memorandum of Association of the Company can also be available in the Company's website www.navanacng.com

m¤§wbZ †kqvi‡nvìvie‡›`i m`q AeMwZi Rb¨ Rvbv‡bv hv‡”Q †h, **Bangladesh Securities and Exchange Commission** Gi wewa-wb‡la _vKvq Avmb ewlK mvaviY mfvq †Kvb cKvi Dcnvi/Avc¨vq‡bi e¨e¯v _vK‡e bv|

†Pqvig¨v‡bi weewZ

প্রিয় শেয়ারহোল্ডারবৃন্দ,
আস্সালামু আলাইকুম।

আমি পরিচালনা পর্ষদ এর পক্ষ হতে সকল সন্মানিত শেয়ারহোল্ডারগণকে তাদের অব্যাহত সমর্থন জানাবার জন্য কৃতজ্ঞতা জ্ঞাপন করছি এবং একইসাথে কোম্পানীর ৩০শে জুন ২০১৭ তারিখে সমাপ্ত অর্থ বছরের কার্যক্রমের উপর একটি সংক্ষিপ্ত চিত্র উপস্থাপন করছি।

আমি পূর্বেই আপনাদের অবগত করেছিলাম যে, দেশে প্রাকৃতিক গ্যাসের মজুদ ক্রমান্বয়ে কমে যাওয়ার কারণে সি.এন.জি.-র ব্যাবসাও কমে আসছে। এছাড়াও, অন্যান্য কারণের মধ্যে সরকার কতৃক সি.এন.জি রেশনিং এবং প্রাকৃতিক গ্যাস ব্যবহারে নিরুৎসাহিত করার কারণ ও রয়েছে। এরই ধারাবাহিকতায় আমাদের সি.এন.জি কনভারশন ওয়ার্কশপ এর ব্যবসার উপরেও একটি বিরূপ প্রভাব পরেছে। ফলশ্রুতিতে, কোম্পানী তার সি.এন.জি ব্যবসায় প্রত্যাশিত মুনাফা অর্জনে সক্ষম হয় নাই। যা হোক, আমি আনন্দের সাথে আপনাদেরকে অবগত করতে চাই যে, যদিও আলোচ্য বছরে সি.এন.জি বিক্রয় হ্রাস পায় তবুও কোম্পানীর সাবসিডিয়ারী -'নাভানা ইঞ্জিনিয়ারিং লিমিটেড' এর উৎপাদন ও বিক্রয় উলেখযোগ্য মাত্রায় বৃদ্ধি পেয়েছে; যার ফলে 'নাভানা সি.এন.জি. লিমিটেড' এর সার্বিক প্রবৃদ্ধি হ্রাস পায় নাই। এছাড়াও, অপর সাবসিডিয়ারী কোম্পানী -'নাভানা ওয়েল্ডিং ইলেক্ট্রোড লিমিটেড'ও প্রবৃদ্ধি বৃদ্ধিতে একটি সহায়ক ভূমিকা পালন করে। উলেখ্য যে, গাজীপুর এর কালীগঞ্জে অবস্থিত -'নাভানা ইঞ্জিনিয়ারিং লিমিটেড' এর BMRE কার্যক্রম সম্পন্ন হয়েছে এবং পূর্ণ উৎপাদন শুরু করেছে। আশা করা যায় যে, 'নাভানা ইঞ্জিনিয়ারিং লিমিটেড' আগামী বছরগুলোতে কোম্পানীর বিক্রয় বৃদ্ধিতে আরো উল্লেখযোগ্য অবদান রাখবে।

'নাভানা সি.এন.জি লিমিটেড' এর নতুন সাবসিডিয়ারী -'নাভানা এল.পি.জি লিমিটেড' সম্পর্কে আমি উল্লেখ করতে চাই যে, কোম্পানীটির সকল অবকাঠামোগত কার্যক্রম সম্পন্ন হয়েছে এবং শীঘ্রই বাণিজ্যিক উৎপাদনে যাবে বলে আশা করা যায়। এখানে একটি বিষয়ে উলেখ করা প্রয়োজন যে, আপনাদের পরিচালনা পর্ষদ পূর্বেই আপনাদেরকে অবগত করেছিল যে, 'নাভানা সি.এন.জি লিমিটেড' এর এল.পি.জি ইউনিটটির সম্পদ ও দায় তার সাবসিডিয়ারী কোম্পানী -'নাভানা এল.পি.জি লিমিটেড' অধিগ্রহন করার সিদ্ধান্ত নিয়েছে এবং বিষয়টি আসন্ন ১৩তম বার্ষিক সাধারন সভায় Special Business হিসাবে আপনাদের সদয় অনুমোদনের জন্য অপেক্ষমান। আশা করা যায়, কোম্পানীটির উৎপাদন শুরু হলে প্রত্যাশিত মুনাফা অর্জন করে বিক্রয় খাতে একটি উলেখযোগ্য অবদান রাখবে।

আমি কোম্পানীর শেয়ারহোল্ডারবৃন্দ, গ্রাহক, রেগুলেটরী কতৃপক্ষ, পৃষ্ঠপোষক, শুভাকাঙ্খীদের অব্যাহত সমর্থন ও তাদের সহযোগীতার জন্য আন্তরিক ধন্যবাদ জানাচ্ছি। আশা করি, আগামীতেও তাদের সহযোগীতা অব্যাহত থাকবে।

স্বা:/-
(শফিউল ইসলাম)
সভাপতি

Message from the Chairman

Dear Shareholders,
Assalamu Alaikum,

I, on behalf of the Board of Directors, would like to express my gratitude and greetings to all the respected stakeholders for the continuous support and would also like to take the opportunity to enlighten briefly hereunder the performance of the Company in the year ended June 30, 2017.

As informed you earlier, the overall CNG business of the country is squeezing up due to declining reserve of natural gas followed by CNG rationing and discouraging policy of the Government. This has also an unfavourable impact on the sales of our CNG Conversion Workshops. Due to such situation, the CNG business could not achieve its desired target. However, I am pleased to inform you that although there was a decline in CNG sales, but the overall growth (consolidated) of the Company did not decline due to substantial increase of production and sales in its subsidiary – Navana Engineering Limited (NEL) followed by further support from it's another subsidiary – Navana Welding Electrode Limited (NWEL). It is important to mention here that the BMRE program of Navana Engineering Limited at Kaliganj, Gazipur has been completed and already gone into full-scale production. It is expected that Navana Engineering Limited will yield desired profit and continue to contribute substantially to the Company's revenue in the coming years.

As regards Navana LPG Limited (another subsidiary company of Navana CNG Limited), I have the pleasure to inform you that the total infrastructural works has been completed and expected to go into commercial production soon. It is important to mention here that the Board of Directors have already informed you earlier of its decision that the assets & liabilities of Navana LPG Unit of Navana CNG Limited shall be taken over by it's subsidiary Navana LPG Limited and that the matter is awaiting for your approval as special business in this 13th annual general meeting. With the commissioning of production of Navana LPG Limited, it is expected that it shall contribute a remarkable profit to the turnover of the Company.

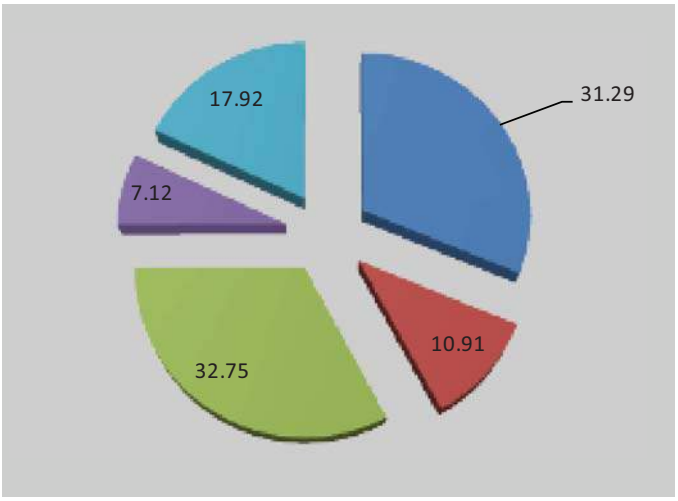
I would like to express deep appreciation to the shareholders, customers, regulatory bodies, patrons and well wishers for their continuous support and co-operation extended to the Company. I expect ever greater support from them in the years to come.

Sd/-
(Shafiul Islam)
Chairman

VALUE ADDED STATEMENT
For the period ended June 30, 2016

	Amount in '000 Taka	%
Sale	**2,596,523**	
Bought in- Material & Service	1,766,717	
Value Added	**778,745**	
Application to National Exchequer	259,672	31.29
to Providers of Loan as Interest & Charges	90,526	10.91
to Providers Emp. Salaries Wages & other benefits	271,768	32.75
to Providers of Capital- as Dividend	59,118	7.12
Reserve & Surplus	148,732	17.92
	829,816	**100.00**

Value Added (%) Graph



Snapshots of
12th Annual General Meeting













Directors' report to the shareholders

Dear Shareholders
Assalamu Alaikum,

The Board of Directors of Navana CNG Limited is pleased to place herewith the Directors' Report and the Auditors' Report alongwith the audited financial statements of the Company for the year ended June 30, 2017.

PERFORMANCE:

REVENUE EARNINGS

As you aware that the Company at present running 19 CNG re-fueling stations, 10 CNG conversion workshops and a modern service center owned by the Company are in operation in different strategic locations of the country. The total sales of the year from CNG refueling stations, CNG conversion workshops, servicing workshops and spare parts stood at Tk. 159 crore.

'Navana Engineering Limited' the subsidiary Company earned during the year stood at Tk. 70.51 crore against Tk. 61.39 crore of last year which is Tk. 9.12 crore higher.

The earning of the subsidiary Company 'Navana Welding Electrode Limited' during the year sales stood at Tk. 29.90 crore compared to Tk. 30.15 crore of last year.

Financial Result and Appropriation of Profit:

amount in taka

Particulars	2017
Retained Earnings Brought Forward	1,250,462,254
Add: Total Comprehensive for the year	207,849,838
Profit available for appropriation	**1,458,312,092**
Proposed Cash Dividend	59,118,248
Net unappropriate profit	1,399,193,844
Total	**1,458,312,092**

Segment-wise or product-wise performance

The company is operating its business with its homogeneous products/services in a single economic and geographical segment within the territory of Bangladesh. However, segment report prepared and mentioned in notes 27 of the financial statements considering CNG re-fueling stations and CNG Conversion Workshop as two different segments.

Industry outlook and possible future developments in the industry

Your Board of Directors already has taken diversified business to get more financial benefit to the shareholders of the Company. Among two subsidiaries Company we are seeing the better prospect of Navana Engineering Limited and Navana Welding Electrode Limited. The 3rd subsidiary Company, Navana LPG Limited has already formed and expected to go into commercial production by end 2017.

Risks and concerns

The Conversion to CNG helped achieving the government's dual objectives of lowering air-pollution and improving the country's balance of payments. The prime raw-materials of the Company's business in CNG are presently in short supply. Exploration of new gas field can only improve the situation. The risk and concern of the CNG business solely depends on the government's policy e.g. increase of CNG price, high tariff on CNG cylinder and kits etc. The government suspended permission for setting up any new CNG re-fueling station, low gas pressure in CNG re-fueling stations etc.

A discussion on consolidated Cost of Goods sold, Gross Profit Margin and Net Profit Margin

Particulars	June 30, 2017	June 30, 2016
Cost of Sales	1,817,778,656	1,810,533,200
Gross Profit	778,744,127	794,233,555
Net Profit for the year	207,849,884	225,462,721

Discussion on continuity of any Extra-Ordinary gain or loss
There is no significant extra-ordinary gain or loss during the financial year.

Related party transactions
During the year, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of transactions and total transaction value have been set out in accordance with the provisions of 'BAS 24: Related Party Disclosure' disclosed in the note 29 and note 29 (a) of the notes to the financial statements.

Variance within the Financial Year
There was no event of significant variance between quarterly financial performances during the year under review.

Fairness of Financial Statements
The financial statements fairly present the Company's state of affairs, the results of its operations, cash flow and changes in equity. In compliance with the requirement of the Bangladesh Securities and Exchange Commission (BSEC) notification dated August 7, 2012 Managing Director and Chief Financial Officer have given the declaration about the fairness of the financial statements which is shown on page 23 of the report.

Books of Accounts
Proper books of accounts of the Company were maintained.

Accounting Policies
Appropriate accounting policies have been consistently applied in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.

Application of BAS and BFRS
Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) have been followed in preparation of the financial statements and any deviation there-from has been adequately disclosed.

Internal Control
The systems of internal controls were sound and were implemented and monitored effectively.

Going Concern
There are no significant doubts about the Company's ability to continue as a going concern.
The Board of Directors has reviewed the Company's business plan and is satisfied that the Company has adequate resources to continue its operations in the foreseeable future. Accordingly, the financial statements are prepared on the going concern basis.

Recommendations for Re-election
In terms of Article 127 of the Articles of Association of the Company, Mr. Sajedul Islam and Ms. Farhana Islam, Directors retire by rotation from the Board in the 13th Annual General Meeting. Being eligible under Article 128 of the Articles of Association of the Company, the retiring Directors have offered themselves for re-election.

BOARD MEETINGS ATTENDANCE
In accordance with directives of the regulatory authorities, the Board supervise, study and review the activities of the Company and make businesses decisions, etc. During the year the Board of Directors met sixteen(16) times.

Board meeting attendance during the year June 30, 2017

Name of Directors	Number of Board Meeting attended
Mr. Shafiul Islam	16
Mrs. Khaleda Islam	8
Mr. Saiful Islam	14
Mr. Sajedul Islam	5
Ms. Farhana Islam	4
Mr. M. Obaidur Rahman (Independent Director)	6
Mr. Ekramul Haq (Independent Director)	5

Information Regarding Subsidiary Companies:

i) Navana Engineering Limited

Company's revenue of Tk. 11 crore during the year from the sales of HDPE duct. Further from PVC Pipe Tk. 53.48 crore during the year from the sales of PVC Pipe. In addition, an amount of Tk. 5.16 crore during the year has been added by selling of HDPE coil, UPVC fittings, PPR pipe & fittings to the Company's turnover.

The operating results for the year ended June 30, 2017 as follows:

amount in taka

	2017	2016
Turnover	705,159,466	613,905,924
Gross Profit	248,004,584	227,532,851
Net Profit After Tax	74,215,973	70,956,682
Earnings Per Share (EPS)	7.42	7.60
Net Assets Value Per Share (NAVPS)	42.37	34.72

Navana Engineering Limited started its full-scale production at Kaligong, Gazipur. Market demand of products of Navana Engineering Limited is increasing rapidly. Navana Engineering Limited will yield desired profit and contribute substantially.

ii) Navana Welding Electrode Limited

The Company is working already have an R & D Lab and now it is manufacturing and selling around 20 types of electrode for construction, light engineering & ship building industries.

During the year Tk. 29.90 crore by selling welding electrodes.

The operating results for the year ended June 30, 2017 as follows:

amount in taka

	2017	2016
Turnover	299,082,740	301,548,596
Gross Profit	68,818,948	70,692,620
Net Profit After Tax	20,879,279	20,213,276
Earnings Per Share (EPS)	2.09	2.02
Net Assets Value Per Share (NAVPS)	16.67	14.58

iii) Navana LPG Limited

As regards, Navan LPG Limited it is expected to go into commercial production soon. The Board of Directors have already informed you earlier of its decision that the assets & liabilities of Navana LPG Unit of Navana CNG Limited shall be taken over by it's subsidiary Navana LPG Limited. With the commissioning of production of Navana LPG Limited, it is expected that it shall contribute a remarkable profit to the turnover of the Company.

FUTURE PROSPECT

The Board of Directors have plan to fix-up a sales target of Tk. 170 crore for Navana CNG Limited for the next financial year, consisting of Tk. 120 crore from CNG Re-fueling Stations, Tk. 25 crore from CNG Conversion Workshop and Tk. 25 crore from vehicle workshops & service revenues.

In addition to above, the Company have plan to earn Tk. 150 crore as revenue from Navana Engineering Limited and Tk. 40 crore from Navana Welding Electrode Limited, totaling Tk. 190 crore. Thus total sales target for Navana CNG Limited alongwith its two fully owned subsidiary companies will be Tk. 360 crore.

DIVIDEND

The Board of Directors of your Company has recommended cash dividend @ 15% for the year ended June 30, 2017 for the shareholders of the Company excluding the sponsor shareholders who have surrendered their portion of dividend. The sponsor shareholders surrendered their portion of dividend for utilizing the fund in LPG business and better growth of the Company.

The general shareholders whose names will appear in the share register of the Company and/or Depository Register of CDBL as on Record Date, i.e., November 13, 2017 will be entitled to the dividend subject to approval in the Annual General Meeting of the Company scheduled to be held on December 11, 2017.

APPOINTMENT OF AUDITORS

The existing auditors of the Company Malek Siddiqui Wali Charderterd Accountants, has completed their audit for the year ended on June 30, 2017. Being eligible they have expressed their willingness to be re-appointd as statutory auditors of the Company for the year ending on June 30, 2018.

Pattern of Shareholding

	Namewise details	No. of Shares held
a)	Parent/Subsidiary/Associated Companies and other related parties	
	Aftab Automobiles Limited	105,404
b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouse and minor children:	
	Mr. Shafiul Islam-Chairman	17,203,878
	Mr. Saiful Islam- Director & CEO	3,426,429
	Mrs. Khaleda Islam-Director	3,568,644
	Mr. Sajedul Islam- Director	3,401,792
	Ms. Farhana Islam- Director	1,447,842
	Mr. M. Obaidur Rahman- Independent Director	Nil
	Mr. Ekramul Haq- Independent Director	Nil
	Chief Financial Officer, Company Secretary and Head of Internal Audit and their spouse and minor children:	Nil
c)	Executives	Nil
d)	Shareholders holding ten percent (10%) or more voting interest in the Company:	
	Mr. Shafiul Islam	17,203,878

Conclusion

The Company wishes to express its sincere appreciation to all employees of Navana CNG Limited for their contribution and at the same time, thank all the stakeholders for their continued support and confidence.

On behalf of the Board of Directors

Sd/-
(Saiful Islam)
Chief Executive Officer

The Key Operating and Financial Data

Annexture-1

The summarized key operating financial data of five years is annexed (Consolidated):

Table: Financial Highlights (Taka in million)

Particulars	2017	2016	2015	2014	2013
Turnover (net)	2,597	2,605	1,951	1,606	1,538
Gross profit	779	794	612	525	527
Operating Profit	304	313	299	300	299
Net profit after tax	208	225	230	226	231
Earning Per Share	3.03	3.36	3.54	3.46	3.41
Net cash operating activities	1.43	0.09	1.82	4.03	0.64

Table: Summary Balance Sheet (Taka in million)

Particulars	2017	2016	2015	2014	2013
Authorized capital	1,500	1,500	1,500	1,500	1,500
Paid-up capital	685	685	685	685	571
Reserve and surplus	1,618	1,467	1,240	1,099	974
Shareholders' Equity	2,304	2,152	1,925	1,785	1,544
Debentures	-	-	250	-	-
Deferred tax liabilities	103	88	73	68	55
Non-current liabilities	3,170	1,345	323	68	199
Current Liabilities	2,170	934	1,115	951	973
Fixed Assets	1,733	1,201	1,100	929	830
Other Non-current Assets	3,528	1,266	730	525	522
Total Non-current Assets	5,262	2,467	1,830	1,492	1,352
Current Assets	2,382	1,962	1,677	1,456	1,221
Book value per share	33.62	31.40	28.09	28.14	27.04
Dividend per share	15%	15%	15%	15%	20%
Numbers of shareholders	14,454	21,435	24,483	28,580	28,332

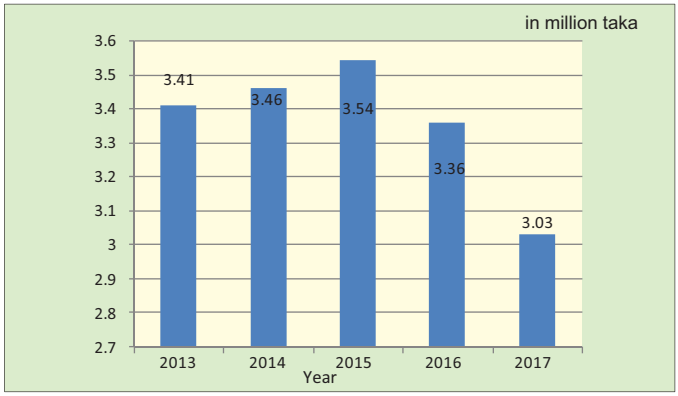
Table: Ratios

Profitability Ratios	2017	2016	2015	2014	2013
Debt to Equity Ratio	57%	36.87%	43%	36%	43%
Current Ratio	1.10	2.12	1.50	1.53	1.25
Gross profit / Sales (%)	29.99	30.49	31.37%	32.69%	34.27%
Operating profit / Sales (%)	11.71	12.02	15.84%	19.24%	26.20%
Profit after tax / Sales (%)	8.00	8.66	11.79%	14.07%	15.02%
Return on Asset (%)	2.72%	5.09%	6.56%	7.67%	8.98%
Return on Equity (%)	9.02	10.48	11.95%	12.66%	14.96%

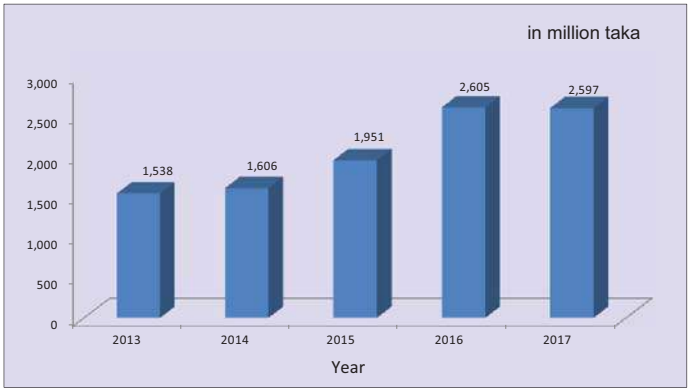
Graphical Presentation

value in million taka

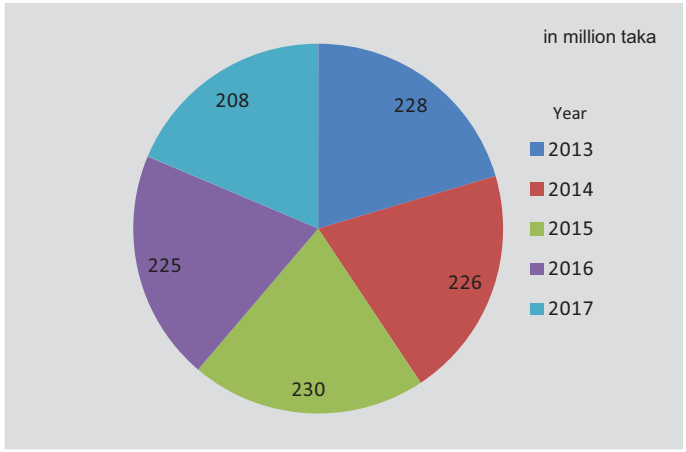
Earning Per Share



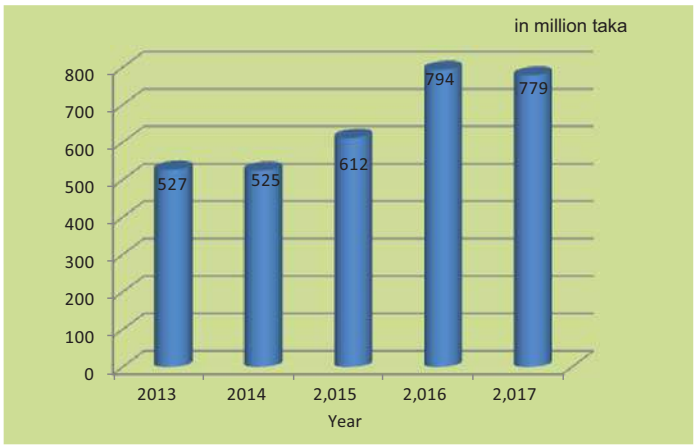
Turnover



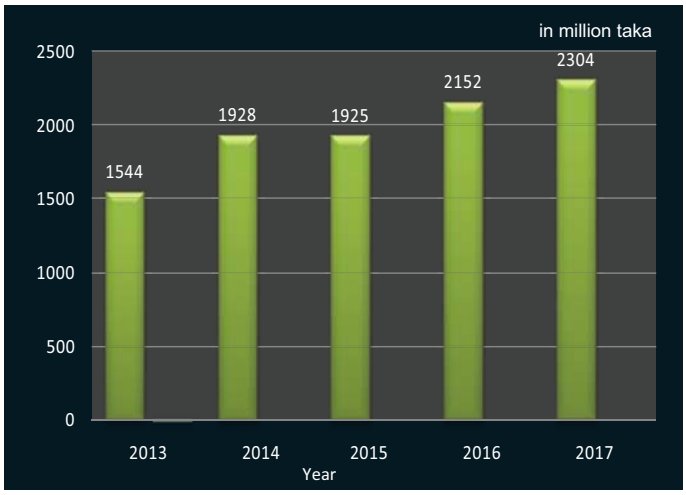
Net Profit After Tax



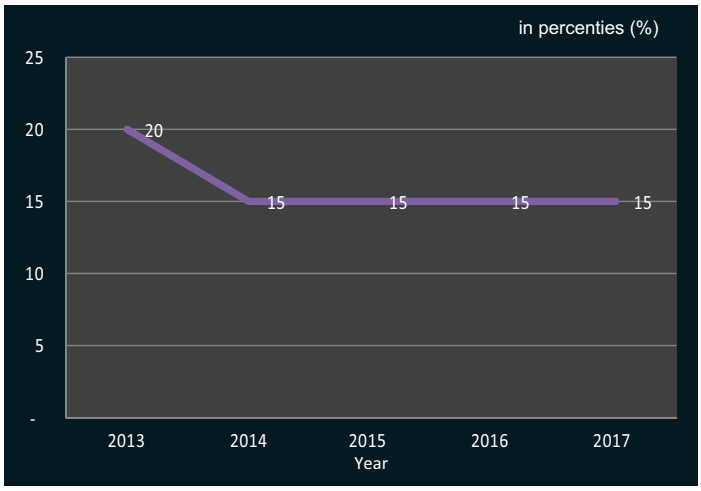
Gross Profit



Shareholders Equity



Dividend (Cash & Stock)



Corporate Governance Compliance

CORPORATE & FINANCIAL REPORTING:

The Company is determined to ensure good governance by complying with all the applicable rules and regulations of Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission. It has complied with all the requirements of Corporate Governance and the Directors are pleased to confirm the following:

a) The financial statements together with the notes thereon have been drawn up in conformity with the Companies Act, 1994 and Securities and Exchange Rules 1987 and other related applicable laws etc.. These statements present fairly the Company's state of affairs, the result of its operations, cash flow 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 statements 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 statements.
e) The systems of internal control are sound and have been effectively implemented and monitored.
f) There are no significant doubts upon the Company's ability to continue as a going concern.
g) There are no significant deviations in operating result of the business of the company compared to last year.
h)The key operating and financial data for the last five years is annexed.

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

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1	Board of Directors:			
1.1	Board's Size (Number of Directors – minimum 5 and maximum 20)	✓		
1.2	Independent Directors:			
1.2 (i)	At least one fifth of Directors should be Independent Directors;	✓		
1.2.(ii)	"Independent Director" means a director-	✓		
1.2 (ii) a)	Independent Director does not hold any share or holds less than 1% shares of the total paid-up capital;	✓		
1.2 (ii) b)	Non connectivity with the Company's sponsor or director or shareholder who holds one percent or more shares on the basis of family relationship;	✓		
1.2 (ii) c)	Does not have any other relationship, whether pecuniary or otherwise, with the Company or its subsidiary/ associated companies;	✓		
1.2 (ii) d)	Not a member, director or officer of any member of stock exchange;	✓		
1.2 (ii) e)	Not a shareholder, Director or officer of any member of stock exchange or an intermediary of the capital market;	✓		
1.2 (ii) f)	Not is or was a partner or an executive during the preceding 3 (three) years of the company's statutory audit firm;	✓		
1.2 (ii) g)	Shall not be an Independent Director in more than 3 listed companies;	✓		
1.2 (ii) h)	Not convicted by court of competent jurisdiction for defaulting any loan payment to a bank / non bank financial institution;	✓		
1.2 (ii) i)	Non convicted for a criminal offence involving moral turpitude;	✓		
1.2 (iii)	Appointment of Independent Director shall be by board of Directors and subsequently approved by shareholders in the Annual General Meeting;	✓		
1.2 (iv)	The post of Independent Director(s) cannot remain vacant for more than 90 (ninety) days.	✓		
1.2 (v)	Code of conduct for all Board members and compliance matter;	✓		
1.2 (vi)	Tenure of office of an Independent Director for a period of 3 (three) years, may be extended for 1 (one) term only.	✓		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1.3	Qualification of Independent Director :			
1.3 (i)	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)	Should be a Business /Corporate Leader/Bureaucrat/University Teacher with Economics or Business Studies or Law background/ Professionals like Chartered Accountants, Cost & Management Accountants and Chartered Secretaries. Must have at least 12 (twelve) years of corporate management/ professional experiences;	✓		
1.3 (iii)	Relaxation of qualifications of Independent Directors subject to prior approval of the Commission;			Not applicable
1.4	Chairman of the Board & Chief Executive Officer (CEO) Chairman to the Board and the Chief Executive Officer shall be different individual with clearly defined respective roles and responsibilities;	✓		
1.5	The Director's Report to shareholders:			
1.5 (i)	Industry outlook and possible future developments in the industry;	✓		
1.5 (ii)	Segment-wise or product-wise performance;	✓		
1.5 (iii)	Risks and concerns;	✓		
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin;	✓		
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss;	✓		
1.5 (vi)	Disclosure on related party transactions;	✓		
1.5 (vii)	Utilization from public issues, rights issues and/or through any others instruments;			Not applicable
1.5 (viii)	Explanation if the financial results deteriorate after going for IPO, RPO, Rights Offer, Direct Listing, etc;			Not applicable
1.5 (ix)	Significant variance between Quarterly Financial Performance and Annual Financial Statements and explanation thereon;			Not applicable
1.5 (x)	Remuneration to Directors including Independent Directors;	✓		
1.5 (xi)	Fairness of Financial Statements;	✓		
1.5 (xii)	Maintenance of proper books of account;	✓		
1.5 (xiii)	Application of appropriate accounting policies and estimates;	✓		
1.5 (xiv)	Application of International Accounting Standards (IAS)/ Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS)/ Bangladesh Financial Reporting Standards (BFRS),	✓		
1.5 (xv)	Efficiency of Internal control system;	✓		
1.5 (xvi)	Going concerns (ability to continue as going concern);	✓		
1.5 (xvii)	Deviations in operating results (highlighting significant deviations from last year in operating result);	✓		
1.5 (xviii)	Key operating and financial data (summarized financial data at least preceding five years);	✓		
1.5 (xix)	Reason for non declaration of dividend ;			Not applicable
1.5 (xx)	Number of Board meetings (number of Board Meetings held and attendance by each Director;	✓		
1.5 (xxi)	The pattern of shareholding:	✓		
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details);	✓		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1.5 (xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	✓		
1.5 (xxi) c)	Executives;	✓		
1.5 (xxi) d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details);	✓		
1.5 (xxii)	In case of the appointment/ re-appointment of a director the company shall disclose the following information to the shareholders:-			
1.5 (xxii) a)	Brief resume of the Director;	✓		
1.5(xxii) b)	Nature of his/her expertise in specific functional areas;	✓		
1.5 (xxii) c)	Names of companies in which the person also holds the directorship and the membership of committees of the board;	✓		
2.	Chief Financial Officer(CFO), Head of Internal Audit (HIA) and Company Secretary (CS)			
2.1	Appoint of CFO, HIA and CS. The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the HIA and the CS.	✓		
2.2	Presence of the CFO and CS in the Board Meeting;	✓		
3.	Audit Committee			
3 (i)	Should have an Audit Committee as a sub-committee of the Board of Directors;	✓		
3 (ii)	Assisting Board of Directors in ensuring true and fair presentation of financial statements and also to monitor systems;	✓		
3 (iii)	Reporting and duties of the Audit Committee;	✓		
3.1 (i)	The Audit Committee shall be composed of at least 3 (three) members.	✓		
3.1	Constitution of the Audit Committee			
3.1 (i)	Composition of Audit Committee (should be composed at least 3 [three] members.)	✓		
3.1 (ii)	Audit Committee Members Appointment (members should appointed by the Board with at least one Independent Director);	✓		
3.1 (iii)	Financially literacy of committee members (members should be financially literate;	✓		
3.1 (iv)	Terms of Service of Audit Committee (Board to ensure continuity of minimum prescribed number of members);	✓		
3.1 (v)	Secretary of the committee;	✓		
3.1 (vi)	Quorum of the Audit Committee meeting (at least one Independent Director must present);	✓		
3.2	Chairman of the Audit Committee			
3.2 (i)	Chairman of Audit Committee(Board to select Chairman from audit committee who shall be an Independent Director);	✓		
3.2 (ii)	Presence of Chairman of the audit committee Annual General Meeting;	✓		
3.3	Role of the Audit Committee			
3.3 (i)	Oversee the financial reporting process;	✓		
3.3 (ii)	Monitor choice of accounting policies and principles;	✓		
3.3 (iii)	Monitor Internal Control Risk management process;	✓		
3.3 (iv)	Oversee hiring and performance of external auditors;	✓		
3.3 (v)	Review of annual financial statements before submission to the board;	✓		
3.3 (vi)	Review of quarterly and half yearly financial statements before submission to the board;	✓		
3.3 (vii)	Review the adequacy of internal audit function;	✓		
3.3 (viii)	Review statement of significant related party transactions submitted by the management;	✓		
3.3 (ix)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors;	✓		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
3.3 (x)	Declaration to Audit Committee by the Company regards utilization of IPO/RPO, Right issue money	✓		
3.4	Reporting of the Audit Committee:			
3.4.1	Reporting to the Board of Directors;			
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors.	✓		
3.4.1 (ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:-	✓		
3.4.1 (ii) a)	Report on conflicts of interests;	✓		
3.4.1 (ii) b)	Report on defect in the internal control system to the Board of Directors;	✓		
3.4.1 (ii) c)	Suspected infringement of laws to the Board of Directors;	✓		
3.4.1 (ii) d)	Any other matter (out of the above a-c).	✓		
3.4.2	Reporting to the Authorities- BSEC (if any material impact on the financial condition & results of operation, unreasonably ignored by the management).	✓		
3.5	Reporting to the shareholders (disclosure of the activities of the audit committee in the annual report).	✓		
4.	External/Statutory Auditors			
4 (i)	Appraisal or valuation services (none by the external/statutory auditor);	✓		
4 (ii)	Financial information system (none by the external/statutory auditor);	✓		
4 (iii)	Book-keeping or other services (none by the external/statutory auditor);	✓		
4 (iv)	Broker-dealer services; (none by the external/statutory auditor);	✓		
4 (v)	Actuarial services (none by the external/ statutory auditor);	✓		
4 (vi)	Internal audit services (none by the external/ statutory auditor);	✓		
4 (vii)	Any other services (none by the external/ statutory auditor);	✓		
4 (viii)	Not to possess any share of the company (none by the external/ statutory auditor);	✓		
5.	Subsidiary Company:			
5 (i)	Composition of the Board of Directors of the subsidiary Company;	✓		
5 (ii)	Presence of Independent Director of holding company in the	✓		
	Board of subsidiary company;	✓		
5 (iii)	Review the Board meeting minutes of subsidiary company in the	✓		
	Board meeting of the holding company;	✓		
5 (iv)	Reflection in the holding company's Board meeting minutes about review of the affairs of subsidiary company;	✓		
5 (v)	Review the financial statements of subsidiary company, in particular the investments made by the subsidiary company.	✓		
6.	Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO):			
6 (i) a)	Financial statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓		
6 (i) b)	Financial 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)	No transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	✓		
7.	Reporting and Compliance of Corporate Governance:			
7 (i)	Certification on compliance of condition of Corporate Governance Guidelines of BSEC and reporting to the shareholders;	✓		
7 (ii)	Directors' report should state about the compliance with the conditions of the Corporate Governance Guideline of the Commission.	✓		

ATIK KHALED CHOWDHURY
Chartered Accountants

Hasan Court (1st Floor)
23/1 Motijheel C/A,
Dhaka, Bangladesh

Certificate of Compliance of Conditions of Corporate Governance Guidelines to the Shareholders of Navana CNG Limited

We have examined the compliance of conditions of corporate governance guidelines of the Bangladesh Securities and Exchange Commission (BSEC) by Navana CNG Limited for the year ended on June 30, 2017 as stipulated in clause 7(i) of the BSEC notification no BSEC/CMRRCD/2006-158/134/Admin/44, dated 07 August 2012.

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 Navana CNG Limited. Our examination for issuing this certification was limited to the checking of procedure and implementations thereof, adopted by Navana CNG Limited 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, Navana CNG Limited has complied with condition of corporate governance stipulated in the above mentioned BSEC notification dated August 07, 2012.

Dated : Dhaka
October 16, 2017

Sd/-
Atik Khaled Chowdhury
Chartered Accountants

AUDIT COMMITTEE

The Audit Committee is a sub-committee of the Board. The Committee comprises three Directors including two Independent Directors. The Audit committee consists of the following members:

Mr. M. Obaidur Rahman FCA, Independent Director	: Chairman
Mr. Sajedul Islam, Director	: Member
Mr. Ekramul Haq FCA, Independent Director	: Member

Scope of work of Audit Committee

Audit Committee works as a sub-committee of the Board of Directors. The Committee shall assist the Board of Directors to ensure that the financial statements reflect true and fair view of the state of affairs of the Company and ensure a good monitoring system within the business and they will be responsible to the Board of Directors. The Chairman of the Audit Committee shall remain present in the Annual General Meeting.

Internal Audit

- Audit Committee will observe the functions of internal audit department and its structure and confirm that no barrier/limitation make hindrance against the work of the internal audit department.
- Audit Committee will examine the capabilities and effectiveness of internal audit department.
- Audit Committee will observe the management's function regarding the implementation/elimination of the recommendations /errors/irregularities etc. found by the internal audit department.
- Audit Committee will submit their recommendation to the Board of Directors regarding the change of any accounting principle if they think necessary.

External Audit

- Audit Committee will examine the audit report and audit procedure of the external auditor of the company.
- Audit Committee will examine the implementation/elimination of the recommendation/observation/irregularities as provided by the external auditor in their report by the management properly.
- Audit Committee will submit their recommend to the Board of Directors regarding appointment of external auditor of the company.
- Implementation/existence of practice of acts, rules and regulations
- Audit Committee will examine the implementation/existence of practice of the acts, rules and regulation enforced by the Regulatory Authority like BSEC and other organizations and also adopted by the Board of Directors of the company on regular basis.

Review of financial statements by the Audit Committee

Audit Committee reviewed the annual financial statements for the year ended June 30, 2017 and placed its recommendation to the Board of Directors.

Role of Audit Committee

Role of audit committee shall include the following :

- Oversea the financial reporting process.
- Monitor choice of accounting policies and principles.
- Monitor internal control risk management `process.
- Performance of external auditors.
- Review alongwith the management the annual financial statements before submission to the Board for approval.
- Review the adequacy of internal audit function etc.
- Review the quarterly and annually audited accounts.

The Audit Committee meeting:

The Committee met four times during last financial year ended June 30, 2017 to carry out the following tasks:

- The Audit Committee reviewed the financial statements for the year ended June 30, 2017;
- Reviewed and discussed the Management Letter, by external auditor Malek Siddiqui Wali, Chartered Accountants for the year ended June 30, 2017 on the annual audit on financial statements of Navana CNG Limited;
- Reviewed various reports of Internal Control & Compliance Department on operational, financial procedures and branch activities;
- Reviewed the Quarterly and Half-yearly Reports of the Company.

Based on the review and above discussions, the Audit Committee is of the view that the internal control and compliance procedures are adequate to present a true and fair view of the activities and financial status of the company and to ensure that its assets are safeguarded properly.

Audit Committee

October 19, 2017

The Board of Directors
Navana CNG Limited

Subject: Audit Committee Report

The Committee reviewed and discussed the procedure and task of the internal audit, financial report preparation and the external auditors' observations in their reports on the financial statements of the Company for the year ended June 30, 2017. The Committee found adequate arrangement to present a true and fair view of the financial status of the Company; and did not find any material deviation, discrepancies or any adverse finding/observation in the areas of reporting.

The Committee also reviewed the financial statements of the subsidiary Companies i.e. Navana Engineering Limited, Navana Welding Electrode Limited and Navana LPG Limited for the year ended June 30, 2017 and also found adequate arrangement to present a true and fair view of the financial status of the aforesaid Companies.

Sd/-
(M. Obaidur Rahman)
Chairman
Audit Committee

CERTIFICATION OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER TO THE BOARD

The Board of Directors
Navana CNG Limited

Dear Sirs,

Pursuant to Condition No 6 of the Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012, we do hereby certify that:

(i) We have reviewed financial statements for the year ended June 30, 2017 and that to the best of our knowledge and belief:

a) These statements do not contain any materially untrue statements 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) To the best of our knowledge and belief, no transactions entered into by the company during the period which is fraudulent, illegal of violation of the company's code conduct.

Sd/-
(Md. Zahidul Haque, ACA)
Chief Financial Officer

Sd/-
Saiful Islam
Chief Executive Officer (CEO)

Dhaka, October 19, 2017

Independent Auditors' Report to the shareholders of Navana CNG Limited and its Subsidiaries

We have audited the accompanying Financial Statements of Navana CNG Limited and its subsidiaries, which comprise the Consolidated Statement of Financial Position as at June 30, 2017, and the Consolidated Statement of profit or loss and other comprehensive income, Consolidated statement of changes in equity and Consolidated statement of cash flows for the year/period then ended, and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 33 and Schedule-A. We have also audited the attached financial statements of Navana CNG Limited which comprise the statement of financial position as at June 30, 2017 and statements of cash flows for the period/ year then ended and a summary of significant accounting policies and other explanatory notes. The financial statements of subsidiary disclosed in note 2.4 to the financial statements are audited by Rahman Mostafa Alam & Co.

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 and 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, 2017 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

Emphasis of Matter:
We draw attention to the note no 2.26 of the Financial Statements which describes that due to the effect of changes in reporting date of the company as per direction of Finance Act 2015 the comparative statements for the Financial Statements June 30, 2017 were not specifically audited. The comparative figure has been reproduced from the audited financial statements for the period April 01, 2015 to June 30, 2016.
Our opinion is not qualified in this respect.

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 financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account and returns; and
d) the expenditure incurred was for the purposes of the company's business.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited and its Subsidiaries

Consolidated Statement of Financial Position

As at June 30, 2017

	Notes	June 30, 2017 BD Taka	June 30, 2016 BD Taka
Assets			
Non-current assets			
Property, plant & equipment	3(a)	1,733,473,061	1,201,150,228
Intangible Assets	3(b)	3,094,787	3,438,652
Capital Work-in-progress	4(a)	3,455,262,078	1,197,189,342
Long-term security deposit	6	48,020,364	47,756,880
Investment in shares	7(a)	21,784,512	18,105,513
Total Non-current assets		**5,261,634,802**	**2,467,640,615**
Current assets			
Inventories	8(a)	1,237,714,938	846,284,069
Accounts receivable	9(a)	331,117,517	334,345,611
Others Receivable		46,703,616	250,223,744
Advance against land		15,000,000	-
Advances, deposits & pre-payments	10(a)	429,248,236	206,823,764
Cash & bank balances	11(a)	321,836,046	325,137,417
Total Current assets		**2,381,620,353**	**1,962,814,605**
Total assets		**7,643,255,155**	**4,430,455,220**
Equity and liabilities			
Capital and reserves			
Share capital	12	685,285,920	685,285,920
Tax holiday reserve		216,004,824	216,004,824
AFS Reserve		3,127,149	-
Retained earnings	13(a)	1,399,193,844	1,250,462,254
Equity attributable to owners of Company		**2,303,611,737**	**2,151,752,998**
Non-controlling interest		328	282
Total equity		**2,303,612,065**	**2,151,753,280**
Non-current liabilities		**3,169,664,652**	**1,344,713,043**
Deferred tax liabilities		102,658,878	88,169,584
Long Term Loan- net of current maturity	14(a)	3,067,005,774	1,256,543,459
Total Non-current liabilities		**3,169,664,652**	**1,344,713,043**
Current liabilities			
Long Term Loan- Current portion	14(a)	133,743,267	-
Short-term loans	15(a)	1,127,704,273	586,385,386
Provision for income tax	16(a)	142,142,984	114,932,255
Current account with Aftab Automobiles limited		120,000,230	-
Payables to sister concern		70,000,000	70,000,000
Security Retention Money		85,977,451	-
Inter company payable		307,493,060	-
Payables and accruals	17(a)	182,917,174	162,671,256
Total Current liabilities		**2,169,978,438**	**933,988,897**
Total liabilities		**5,339,643,091**	**2,278,701,940**
Total equity and liabilities		**7,643,255,155**	**4,430,455,220**
Net assets value per share	**25(a)**	**33.62**	**31.40**

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited and its Subsidiaries

Consolidated Statement of Profit or Loss and other Comprehensive Income
For the year ended June 30, 2017

Particulars	Notes	June 30, 2017	June 30, 2016
		BD Taka	BD Taka
Revenues	**18(a)**	2,596,522,783	2,604,766,755
Less: Cost of sales	19(a)	1,817,778,656	1,810,533,200
Gross profit		**778,744,127**	**794,233,555**
Less: Administrative & selling expenses	20(a)	384,039,990	346,941,588
Less: Interest expenses	21(a)	90,526,055	134,252,149
Operating profit		**304,178,082**	**313,039,818**
Add: Other income	22(a)	5,467,202	6,060,682
Profit before contribution to WPPF		**309,645,284**	**319,100,500**
Less: Contribution to WPPF		14,747,744	15,195,553
Net profit before tax holiday reserve		**294,897,540**	**303,904,947**
Less: Tax holiday reserve		-	5,082,235
Net profit after tax holiday reserve		**294,897,540**	**298,822,712**
Less: Income tax expenses	**23(a)**	**87,047,656**	**73,359,991**
Current tax		73,110,162	67,917,001
Deferred tax		13,937,494	5,442,990
Net profit after tax		**207,849,884**	**225,462,721**
Revaluation Gain on investment in share		3,678,999	(6,160,946)
Less : Deferred tax adjustment		(551,850)	316,944
		3,127,149	(5,844,002)
Total comprehensive income for the year		**210,977,033**	**219,618,719**
Profit attributable to:			
Equity holders of the Company		210,976,987	219,618,674
Non-controlling interests		46	45
		210,977,033	**219,618,719**
Number of shares		**68,528,592**	**68,528,592**
Earnings per share	**24(a)**	**3.03**	**3.36**

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited and its Subsidiaries

Consolidated Statement of Cash Flows
For the year ended June 30, 2017

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
Cash flows from operating activities			
Receipts from customers		2,599,750,877	2,492,613,300
Receipts of other income		5,467,202	6,060,682
Payments for materials,services and expenses		(2,415,048,319)	(2,437,536,726)
Cash generated from operations		**190,169,760**	**61,137,256**
Income tax paid		(92,410,490)	(54,833,692)
Net cash generated by operating activities		**97,759,270**	**6,303,564**
Cash flows from investing activities			
Acquisition of property, plant and equipment		(355,659,148)	(55,801,476)
Capital Work-in-progress		(2,532,198,461)	(401,166,903)
LC margin for machinery		(8,658,686)	-
Security deposit to LP Gas Ltd		(1,200,000)	-
Advance against land		(15,000,000)	-
Investment in shares		-	(2,044,451)
Long-term security deposits		(263,484)	(10,163,010)
Net cash used in investing activities		**(2,912,979,778)**	**(469,175,840)**
Cash flows from financing activities			
Deventure Loan		-	(250,000,000)
Non Controlling interest		-	50
Received from sister concern		-	70,000,000
Bank Interest paid		(90,526,055)	(134,252,149)
Received from Aftab Automobiles limited		120,000,230	-
Intercompany transaction		299,125,193	-
Short term loan		541,318,887	(348,025,221)
Security Retention money		52,600,000	-
Dividend paid		(54,804,700)	(52,017,107)
Long Term Loan		1,944,205,582	1,112,430,933
Net cash Provided in financing activities		**2,811,919,137**	**398,136,506**
Net changes in cash and cash equivalents		**(3,301,371)**	**(64,735,770)**
Cash and cash equivalents at the beginning of the year		325,137,417	389,873,187
Cash and cash equivalents at the end of the year		**321,836,046**	**325,137,417**
Net operating cash flows per share	**26(a)**	**1.43**	**0.09**

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited and its Subsidiaries

Consolidated Statement of Changes in Equity

For the year ended June 30, 2017

Particulars	Share capital	Tax holiday Reserve	AFS Reserve	Retained Earnings	Attributable to owners of the Company	Non-Controlling interests	Total
Balance at July 01, 2015	**685,285,920**	**210,922,589**		**1,089,791,407**	**1,985,999,916**	**187**	**1,986,000,103**
Net profit for the year	-	-		219,618,674	219,618,674	95	219,618,769
Tax holiday reserve	-	5,082,235		-	5,082,235		5,082,235
Dividend	-	-		(58,947,827)	(58,947,827)	-	(58,947,827)
Balance at June 30, 2016	**685,285,920**	**216,004,824**		**1,250,462,254**	**2,151,752,998**	**282**	**2,151,753,280**
Balance at July 01, 2016	**685,285,920**	**216,004,824**	**-**	**1,250,462,254**	**2,151,752,998**	**282**	**2,151,753,280**
AFS Reserve			3,127,149	-	3,127,149		3,127,149
Net profit for the year	-	-		207,849,838	207,849,838	46	207,849,884
Dividend	-			(59,118,248)	(59,118,248)	-	(59,118,248)
Balance at June 30, 2017	**685,285,920**	**216,004,824**	**3,127,149**	**1,399,193,844**	**2,303,611,737**	**328**	**2,303,612,065**

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Independent Auditors' Report to the shareholders of Navana CNG Limited

We have audited the accompanying Financial Statements of Navana CNG Limited, which comprise the Statement of Financial Position as at June 30, 2017, and the Statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year/period then ended, and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 33 and Schedule-A.

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 and 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, 2017 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

Emphasis of Matter:
We draw attention to the note no 2.26 of the Financial Statements which describes that due to the effect of changes in reporting date of the company as per direction of Finance Act 2015 the comparative statements for the Financial Statements June 30, 2017 were not specifically audited. The comparative figure has been reproduced from the audited financial statements for the period April 01, 2015 to June 30, 2016.
Our opinion is not qualified in this respect.

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 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 19, 2016

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited

Statement of Financial Position
As at June 30, 2017

	Notes	June 30, 2017	June 30, 2016
		BD Taka	BD Taka
Assets			
Non-current assets			
Property, plant & equipment	3	863,953,757	651,105,847
Capital Work-in-progress	4	2,607,082,557	769,297,218
Investment in subsidiaries	5	556,044,378	458,656,112
Long-term security deposit	6	48,020,364	47,756,880
Investment in shares	7	6,313,986	5,332,708
Total Non-current assets		**4,081,415,042**	**1,932,148,765**
Current assets			
Inventories	8	603,526,677	523,749,987
Accounts receivable	9	123,554,313	110,298,184
Advances, deposits & pre-payments	10	210,266,867	109,525,891
Other receivables		3,006,208	-
Inter-company receivable		158,384,343	132,974,343
Cash & Cash equivalent	11	164,541,524	216,717,887
Total Current assets		**1,263,279,932**	**1,093,266,292**
Total assets		**5,344,694,974**	**3,025,415,057**
Equity and liabilities:			
Capital and reserves			
Share capital	12	685,285,920	685,285,920
Tax holiday reserve		180,618,848	180,618,848
AFS Reserve		834,086	-
Retained earnings	13	1,401,550,207	1,250,468,266
Total Capital & Reserve		**2,268,289,061**	**2,116,373,034**
Non Current Liabilities			
Deferred tax liabilities		47,553,594	44,725,177
Long term Loan	14	2,322,766,063	589,321,071
Total Non-current liabilities		**2,370,319,657**	**634,046,248**
Current liabilities			
Short-term loans	15	158,461,417	70,111,115
Provision for income tax	16	44,753,531	55,727,378
Inter Company Payable		299,125,193	-
Security Retention Money		33,377,451	-
Payables and accruals	17	170,368,664	149,157,282
Total Current liabilities		**706,086,256**	**274,995,775**
Total liabilities		**3,076,405,913**	**909,042,023**
Total equity and liabilities		**5,344,694,974**	**3,025,415,057**
Net assets value per share	**25**	**33.10**	**30.88**

The annexed notes 1 to 33 & annexure-A form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Dated : Dhaka
October 19, 2017

Navana CNG Limited

Statement of Profit or Loss and other comprehensive Income
For the year ended June 30, 2017

Particulars	Notes	June 30, 2017	June 30, 2016
		BD Taka	BD Taka
Revenue	**18**	1,592,280,577	1,689,312,235
Less: Cost of sales	19	1,130,359,982	1,193,304,151
Gross profit		**461,920,595**	**496,008,084**
Less: Administration & selling expenses	20	300,929,688	297,791,657
Less: Interest expenses	21	6,807,364	24,145,984
Operating profit		**154,183,543**	**174,070,443**
Add: Other income	22	3,756,178	5,564,472
Profit before contribution to WPPF		**157,939,721**	**179,634,915**
Less: Contribution to WPPF		7,520,939	8,554,043
Profit before tax		**150,418,782**	**171,080,872**
Less: Income tax expenses	**23**	**37,606,810**	**36,782,013**
Current tax		34,925,586	39,920,608
Deferred tax		2,681,224	(3,138,595)
Net profit for the year		**112,811,972**	**134,298,859**
Add: Other comprehensive income:			
Revaluation Gain/loss on investment in share		981,278	(1,441,680)
Less: Deferred tax adjustment	23	(147,192)	193,649
		834,086	(1,248,031)
Share of Profit from subsidiaries		97,388,217	91,157,930
Total comprehensive income for the year		**211,034,275**	**224,208,758**
Earnings per share (Operating)	**24**	**1.65**	**1.96**

The annexed notes 1 to 33 & annexure-A form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Dated : Dhaka
October 19, 2017

Navana CNG Limited

Statement of Cash Flows
For the year ended June 30, 2017

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
Cash flows from operating activities			
Receipts from customers		1,579,024,448	1,695,357,952
Receipts of other income		3,756,178	5,564,472
Payments for materials,services and expenses		(1,531,411,942)	(1,468,001,701)
Cash generated from operations		**51,368,684**	**232,920,723**
Income tax paid		(45,899,433)	(33,277,758)
Net cash provided by operating activities		**5,469,251**	**199,642,965**
Cash flows from investing activities			
Acquisition of property, plant and equipment		(253,495,214)	(58,577,376)
Capital Working Progress		(1,837,785,339)	(403,524,929)
Payments for long-term security deposits		(263,484)	(10,163,010)
Investment in LPG		-	(999,950)
Net cash used in investing activities		**(2,091,544,037)**	**(473,265,265)**
Cash flows from financing activities			
Loan to Subsidiaries		(25,410,000)	(330,000,000)
Interest paid		(6,807,364)	(24,145,984)
Term loan (paid)/received		1,733,444,992	589,321,071
Short-term loan (paid)/received		88,350,302	(6,632,011)
Dividend paid		(54,804,700)	(52,017,107)
Inter company transaction		299,125,193	
Net cash used in financing activities		**2,033,898,423**	**176,525,969**
Net changes in cash and cash equivalents		(52,176,363)	(97,096,331)
Cash and cash equivalents at the beginning of the year		216,717,887	313,814,218
Cash and cash equivalents at the end of the year		**164,541,524**	**216,717,887**
Net operating cash flows per share	**26**	**0.08**	**2.91**

The annexed notes 1 to 33 & annexure-A form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited

Statement of Changes in Equity
For the year ended June 30, 2017

Particulars	Share Capital	Tax Holiday Reserve	AFS Reserve	Retained Earnings	Total
	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Balance at July 01, 2015	**685,285,920**	**180,618,848**	**-**	**1,085,207,335**	**1,951,112,103**
Net profit for the year	-	-	-	224,208,758	224,208,758
Dividend	-	-	-	(58,947,827)	(58,947,827)
Balance at June 30, 2016	**685,285,920**	**180,618,848**	**-**	**1,250,468,266**	**2,116,373,034**
Balance at July 01, 2016	**685,285,920**	**180,618,848**	**-**	**1,250,468,266**	**2,116,373,034**
AFS Reserve		-	834,086	-	834,086
Net profit for the year	-	-	-	210,200,189	210,200,189
Dividend	-	-	-	(59,118,248)	(59,118,248)
Balance at June 30, 2017	**685,285,920**	**180,618,848**	**834,086**	**1,401,550,207**	**2,268,289,061**

The annexed notes 1 to 33 & annexure-A form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in term of our separate report of even date.

Dated : Dhaka
October 19, 2017

Sd/-
Malek Siddiqui Wali
Chartered Accountants

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements
For the period ended June 30, 2017

1. Corporate information

1.1 Reporting entity

Navana CNG Limited (the Company) was incorporated in Bangladesh as private company on April 19, 2004 vides registration no. C525/2(2807)/2004 and converted into a public company on March 08, 2009. The registered office and principal place of business of Navana CNG Limited is located at 125/A Motijheel C/A, Islam Chamber (4th floor), Dhaka-1000

The Company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

The principal activities of the Company is conversion of petrol and diesel driven vehicles to Compressed Natural Gas (CNG) driven vehicles, CNG Re-fueling stations and other related services.

1.2 Subsidiaries

Navana Engineering Limited

Navana Engineering Limited is a public limited company which was incorporated in 2010 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited.

The principal activities of the Company is to manufacture polymer, plastic, PVC, Poly Ethylene, pipes, tubes, conduits, fittings for house hold, industrial and commercial use. The company started its commercial operation from March 01, 2011.

Navana Welding Electrode Limited

Navana Welding Electrodes Limited is a private limited company which was incorporated in 2011 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited.

The principal activities of the Company is to produce welding electrode rod, welding and cutting equipment, cutting rod, welding and cutting consumables etc. The company started its commercial operation from January 01, 2013.

Navana LPG Limited

Navana LPG Limited is a private limited company which was incorporated in September 13, 2015 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited.

2. Significant accounting policies and basis of preparation of the financial statements

2.1 Corporate financial statements and reporting

The financial statements comprises statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flows, notes and explanatory materials covering accounting policies.

These financial statements are prepared under the historical cost convention and in accordance with the requirements of the Companies Act, 1994, the Securities and Exchanges Rules 1987 and other applicable laws, rules & regulations and the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as well as those standards, disclosures recommended by IASs and as applicable to this Company.

The Board of Directors is responsible for preparing and presenting the financial statements including adequate disclosures, which approved and authorized for issue of this financial statements.

The preparation of the financial statements in conformity with the Bangladesh Accounting Standards (BASs) requires Board of Directors to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities at the date of the reporting period. Due to the inherent uncertainty involved in making estimates, actual result reported could differ from those estimates.

2.2 Reporting period

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

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

2.3 Functional and presentational (reporting) currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the Company's functional currency.

2.4 Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries). Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other members of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

The consolidated financial statements comprise consolidated statement of financial position, consolidated statement of comprehensive income, consolidated statement of cash flows, consolidated statement of changes in equity and consolidated notes and explanatory materials covering accounting policies.

2.5 Principal accounting policies

The specific accounting policies selected and applied by the Company's directors for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating the format of financial statements were also taken into full consideration for fair presentation.

2.6 Significant accounting estimates and judgments

Estimates, assumptions concerning the future and judgments are made in the preparation of the financial statements. They affect the application of the Company's accounting policies, reported amounts of assets, liabilities, income and expenses, and disclosures made. They are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances.

The key assumptions concerning the future and other key sources of estimation or uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Income taxes

The Company has exposure to income taxes in Bangladesh. Significant judgment is involved in determining the Company-wide provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for expected tax issues based on estimates of additional taxes that might be due. Where the final tax outcome of these matters is different from the amounts that were initially recognized, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

The Company has enjoyed tax holiday up to April 2009 and accordingly necessary provisions has been made for Tax holiday period.

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

(ii) Depreciation of machinery and equipment

The costs of machinery and equipment for the manufacturing activities are depreciated on a written down value basis over the useful lives of the machinery. Management estimates the useful lives of the plant and equipment. These are common life expectancies applied in the industry. Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

2.7 Regulatory and legal compliance

The Company complied with requirement of the following regulatory and legal authorities:
The Companies Act, 1994;
The Securities and Exchange Rules, 1987;
The Securities and Exchange Ordinance, 1969;
The Income Tax Ordinance, 1984;
The Value Added Tax Act, 1991; and
The rules and regulations of Dhaka Stock Exchange Ltd., Chittagong Stock Exchange Ltd., and Central Depository Ltd.

2.8 Foreign currency

Transactions in foreign currencies are measured in the functional currency of the Company and are recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the date of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

2.9 Financial assets

Financial assets are classified as either financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, or available-for-sale financial assets, as appropriate. Financial assets are recognized on the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. When financial assets are recognized initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs. The Company determines the classification of its financial assets after initial recognition and, where allowed and appropriate, re-evaluates this designation at each financial year-end.

A financial asset is derecognized where the contractual rights to receive cash flows from the asset have expired. On de-recognition of a financial asset, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that has been recognized directly in equity is recognized in the income statement.

All Purchases and sales of financial assets are recognized or derecognized on the trade date, i.e. the date that the Company commits to purchase or sell the asset. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace concern.

2.10 Impairment of financial assets

The Company assesses at each date of statement of financial position whether there is any objective evidence that a financial asset or the group of financial assets is impaired.

When the asset becomes uncollectible, the carrying amount of impaired financial assets is reduced directly or if an amount was charged to the allowance account, the amounts charged to the allowance account are written off against the carrying value of the financial asset. To determine whether there is objective evidence that an impairment loss on financial assets has been incurred; the Company considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortized cost at the reversal date. The amount of reversal is recognized in the income statement.

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

2.11 Impairment of non financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment assessment for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment losses of continuing operations are recognized in the income statement as 'impairment losses'.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses recognized for an asset other than goodwill may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Reversal of an impairment loss is recognized in the income statement. After such a reversal, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

2.12 Revenue recognition

Revenue is recognized to the extent that 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 consideration received or receivable.

(a) Petrol and diesel vehicle conversion services

Revenue on petrol and diesel vehicle conversion services is recognized, net of Vat where applicable upon the completion of the conversion of vehicles to run on either the Bi-Fuel system or the CNG Fuel System and the delivery of the converted vehicles to the vehicle owners.

(b) Sale of CNG

Revenue from sale of CNG is recognized upon the transfer of significant risk and rewards of ownership of the goods to the customer. Revenue is not recognized to the extent where there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods.

(c) Dividend

Dividend income is recognized when the Company's right to receive payment is established.

(d) Other revenues

Other revenues are recognizedwhen services are rendered and bank interests areearned.

2.13 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Subsequent to recognition, property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses. Land has an unlimited useful life and therefore is not depreciated. Depreciation of an asset is computed on a reducing balance method over the estimated useful life of the asset as follows:

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

Name of Properties	Rate of depreciation
Land and land development	Nil
Buildings & Shed	10%
Plant and machinery	10%
Tools & Equipment	10%
Furniture & Fixtures	10%
Vehicles	10%

Fully depreciated assets are retained in the financial statements until they are no longer in use.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arises on de-recognition of the asset is included in the income statement in the year the asset is derecognized.

2.14 Inventories

Inventories are stated at the lower of cost and net realizable value. Costs incurred in bringing the inventories to their present location and conditions are accounted for as follows:

Raw materials: purchase costs on a weighted average basis;

Finished goods and work-in-progress: costs of direct materials and labor and a proportion of manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Provision is made if necessary, for obsolete and slow-moving item.

2.15 Cash and cash equivalents

Cash in hand and cash at banks have been considered as cash and cash equivalents for the preparation of these financial statements, which were held and available for use by Company without any restriction and there was insignificant risk of changes in value of the same.

2.16 Income taxes

(i) Current tax

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by thedate of statement of financial position.

(ii) Deferred tax

Deferred income tax is provided using the deferred method on temporary differences. Deferred tax assets and liabilities are recognized for all temporary differences, except:

Where the deferred tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction affects neither the accounting profit nor taxable profit or loss;

In respect of temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled by the Company and it is probable that the temporary differences will not reverse in the foreseeable future; and

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

In respect of deductible temporary differences and carry-forward of unused tax credits and unused tax losses, if it is not probable that taxable profit will be available against which the deductible temporary differences and carry-forward of unused tax credits and unused tax losses can be utilized.

(iii) Value added tax

Revenues, expenses and assets are recognized net of the amount of Value Added Tax except:

Where the value added tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the value added tax is recognized as part of the cost of acquisition of the asset or as part of the expense item as applicable; and

Receivables and payables that are stated with the amount of value added tax included.

The net amount of value added tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

2.17 Provisions

Provisions are recognized when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each statement of financial positiondate and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

2.18 Financial liabilities

Financial liabilities are recognized on the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are recognized initially at fair value, plus, in the case of financial liabilities other than derivatives, directly attributable transaction costs. Subsequent to initial recognition, all financial liabilities are measured at amortized cost using the effective interest method, except for derivatives, which are measured at fair value.

A financial liability is derecognized when the obligation under the liability is extinguished. For financial liabilities other than derivatives, gains and losses are recognized in the income statement when the liabilities are derecognized or impaired, and through the amortization process. Any gains or losses arising from changes in fair value of derivatives are recognized in the income statement. Net gains or losses on derivatives include exchange differences.

2.19 Borrowing costs

In compliance with the requirements of BAS 23 “Borrowing Costs” borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Borrowing costs are recognized as expenses in the period in which they incurred and capitalized the same that incurred before commencement of commercial operation.

2.20 Leases

Finance leases, which transfer to the Company substantially all the risks and rewards incidental to ownership of the leased item, are capitalized at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalized. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to the income statement. Contingent rents, if any, are charged as expenses in the periods in which they are incurred. Capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term.

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

Operating lease payments are recognized as an expense in the income statement on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lesser is recognized as a reduction of rental expense over the lease term on a straight-line basis.

2.21 Employees' benefits

Employee leave entitlement

Employee entitlements to annual leave are recognized as a liability when they accrue to employees. The estimated liability for leave is recognized for services rendered by employees up to the date of statement of financial position.

Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Company recognizes termination benefits when it is demonstrably committed to either terminate the employment of current employees according to a detailed plan without possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy. In the case of an offer made to encourage voluntary redundancy, the measurement of termination benefits is based on the number of employees expected to accept the offer.

Workers Profit Participation Fund

Provision for Workers Profit Participation Fund (WPPF) and Worker Welfare Fund (WWF) has been made @ 5% on net profit as per provision of The Bangladesh Labour Law, 2006 and payable to workers as defined in the said law.

2.22 Segment Reporting

A business segment is a distinguishable component of an entity that is engaged in providing an individual product or service or a group of related products or services and that is subject to risk and returns that are different from those of other business segment. The company has two distinguishable operating segmentswhich are disclosed in note # 27.

A geographical segment is a distinguishable component of an entity that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that different from those of components operating in other economic environments. Since the company has operating all its activities in the same economic environment geographical segment reporting is not required.

2.23 Contingencies

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Company. Contingent liabilities and assets are not recognized on the statement of financial position of the Company.

2.24 Earnings per share

Basic earnings per share

Basic earnings per share have been calculated in accordance with BAS-33 “Earnings per Share” which has been shown on the face of the income statement. This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share

No diluted earnings per share are required to be calculated for the year as there was no scope for dilution during the year under review.

2.25 Events after the reporting period

Events after the reporting period that provide additional information about the Company's position at the date of statement of financial position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

2.26 Comparative figure

Comparative information has been disclosed in respect of the year June 30, 2017 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements presentation. The financial information for the period 1 July, 2015 to 30 June, 2016) has not specifically been audited that has been produce from the financial statement for the period April 01, 2015 to June 30, 2016 (15 months)

2.27 Reclassification

As per the decision made by Board of directorsthe subordinate capital is reclassified as dues to Director.

2.28 General

Figures appearing in these financial statements have been rounded off to the nearesttaka.

Previous year's figures whenever considered necessary have been re-arranged in order to confirm to current year presentation.



Factory of Navana LPG Limited
Mongla, Bagerhat

Navana CNG Limited and its subsidiaries

Schedule of Property, plant and equipments

As at 30 June 2017

Annexure- A

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Land and land develop.	395,222,043	367,319,193	762,541,236	0%	-	-	-	762,541,236
Building & Shed	168,413,924	105,431,722	273,845,646	10%	73,219,209	21,366,972	94,586,181	179,259,465
Plant & Machinery	889,242,171	115,943,420	1,005,185,591	10%	379,900,774	62,341,661	442,242,435	562,943,156
Tools & equipment	125,208,326	12,794,834	138,003,160	10%	38,233,193	9,539,598	47,772,791	90,230,369
Furniture & fixtures	21,394,721	4,136,876	25,531,597	10%	8,827,730	1,531,868	10,359,598	15,171,999
Electrical equipment	38,482,875	133,648	38,616,523	10%	11,276,358	2,735,687	14,012,045	24,604,478
Office equipment	7,842,507	558,640	8,401,147	10%	1,685,216	706,508	2,391,724	6,009,423
Vehicles	97,414,915	31,834,407	129,249,322	10%	28,928,774	7,607,613	36,536,387	92,712,935
Total	**1,743,221,482**	**638,152,740**	**2,381,374,222**		**542,071,254**	**105,829,907**	**647,901,161**	**1,733,473,061**

Annexure- B

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Software System	3,776,412	-	3,776,412	10%	337,761	343,865	681,626	3,094,787
Total	**3,776,412**	**-**	**3,776,412**		**337,761**	**343,865**	**681,626**	**3,094,787**

Navana CNG Limited

Schedule of Property, plant and equipments

As at June 30, 2017

Annexure- A

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Land and land development	254,566,824	-	254,566,824	0%	-		-	254,566,824
Building & Shed	110,111,611	4,991,433	115,103,044	10%	57,139,344	5,469,847	62,609,191	52,493,853
Plant & Machinery	544,631,080	16,355,620	560,986,700	10%	302,997,873	24,592,656	327,590,529	233,396,171
Tools & equipment	71,649,263	4,236,775	75,886,038	10%	25,795,816	4,661,254	30,457,070	45,428,968
Furniture & fixtures	15,266,177	576,369	15,842,546	10%	7,554,154	781,529	8,335,683	7,506,863
Vehicles	72,099,322	17,035,072	89,134,394	10%	23,731,242	5,142,020	28,873,262	60,261,132
Total	**1,068,324,277**	**43,195,269**	**1,111,519,546**		**417,218,429**	**40,647,305**	**457,865,734**	**653,653,812**

Navana CNG Limited (LPG Unit)

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Land and land development		194,475,891	194,475,891	0%	-		-	194,475,891
Building & Shed		-	-	10%	-		-	-
Plant & Machinery		-	-	10%	-		-	-
Tools & equipment		2,626,375	2,626,375	10%	-		-	2,626,375
Furniture & fixtures		1,643,974	1,643,974	10%	-		-	1,643,974
Vehicles		11,553,705	11,553,705	10%	-		-	11,553,705
Total	**-**	**210,299,945**	**210,299,945**		**-**		**-**	**210,299,945**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
3	**Property, plant and equipment net**		
	Land and land development	449,042,715	254,566,824
	Building & Shed	52,493,853	52,972,266
	Plant & Machinery	233,396,171	241,633,207
	Tools & equipment	48,055,343	45,853,447
	Furniture & fixtures	9,150,837	7,712,023
	Vehicles	71,814,837	48,368,080
		863,953,757	**651,105,847**
	*An elaborate schedule of PPE are shown in annexure -A.		
3(a)	**Consolidated Property, plant and equipment, net**		
	Land and land develop.	762,541,236	395,222,043
	Building & Shed	179,259,465	95,194,715
	Plant & Machinery	562,943,156	509,341,397
	Tools & equipment	90,230,369	86,975,133
	Furniture & fixtures	15,171,999	12,566,992
	Electrical equipment	24,604,478	27,206,516
	Office equipment	6,009,423	6,157,291
	Vehicles	92,712,935	68,486,141
		1,733,473,061	**1,201,150,228**
	*An elaborate schedule of PPE are shown in annexure -A.		
3(b)	**Intangable Assets**		
	Software Syatem	3,094,787	3,438,652
		3,094,787	**3,438,652**
	*An elaborate schedule of PPE are shown in annexure -B.		
4	**Capital work in progress**		
	Opening Balance	769,297,218	365,772,289
	Add: Addition during the year	1,837,785,339	403,524,929
		2,607,082,557	**769,297,218**
	Closing balance	**2,607,082,557**	**769,297,218**

Capital Work in progress represents land and land development, civil construction, plant and machineries etc for LPG project of total value of the project estimated to Tk.400 crore (Approximate).

4(a)	**Capital work in progress**		
	Opening Balance	1,197,189,342	885,319,110
	Add: Addition during the period /year	2,532,198,461	401,166,903
		3,729,387,803	**1,286,486,013**
	Less: Transfer to Property, plant and equipment	274,125,725	89,296,671
	Closing Balance	**3,455,262,078**	**1,197,189,342**

Capital Work in progress represents land and land development , civil construction, plant and mechineries etc for LPG project and land and land development, civil construction, Plant and mechineries etc for BMRE project of Navana Engineering Ltd. at Gabtoli and Baligoan at Kalligonj.

5	**Investment in subsidiaries**		
	Navana Engineering Ltd.	388,354,779	311,845,781
	Navana Welding Electrode Ltd.	166,689,649	145,810,381
	Navana LPG Limited	999,950	999,950
		556,044,378	**458,656,112**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

Name of Subsidiary	Total number of shares	Total number of shares held	Ownership Interest
Navana Engineering Ltd.	10,000,000	9,999,995	5
Navana Welding Electrode Ltd.	10,000,000	9,999,995	5
Navana LPG Limited	1,000,000	999,995	5
	21,000,000	**20,999,985**	**15**

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
6	**Long-term security deposit**		
	PDBF	5,056	5,056
	Titas Gas T&D Co., Ltd.	31,441,963	31,441,963
	Pashchimanchal Gas Co.	2,650,741	2,650,741
	Dhaka Electricity Supply Co., Ltd.(DESCO)	150,000	150,000
	Dhaka Electricity Supply Authority (DESA)	270,000	270,000
	Jalalabad Gas Co., Ltd.	1,299,297	1,299,297
	Dhaka Palli Budyut Samity(PBS- 1)	257,120	257,120
	Delta life Insurance Co., Ltd	10,000	10,000
	Roads & Highway	190,350	190,350
	North South University	16,143	16,143
	Uttara Bank Limited	39,130	39,130
	Standard Bank Ltd.	745,038	745,038
	Bangladesh Telecommunication Co., Ltd (BTCL)	10,000	10,000
	UCEP	338,000	338,000
	Dhaka Metropolitan Police	147,331	147,331
	Mobile Com	22,000	22,000
	Road Cutting	37,106	37,106
	PDB	311,025	311,025
	Polli-Bidyut Somity-Bagerhat	5,028,094	4,844,800
	Mongla port authority	5,051,970	4,971,780
		48,020,364	**47,756,880**
7	**Investment in shares**		
	Lafarge Surma Cement Ltd.	1,320,900	1,661,100
	Aftab Automobiles Ltd.	4,993,086	3,671,608
		6,313,986	**5,332,708**

	Face value per share	Number of share held	Market value as on 30/06/17	Market value as on 30/06/16
Lafarge Surma Cement Ltd.	10	21,000	1,320,900	1,661,100
Aftab Automobiles Ltd.	10	75,084	4,993,086	3,671,608
		96,084	**6,313,986**	**5,332,708**

The above Investment in Marketable Securities that are designated as available for sale by the management. These are measured at fair Value and presented as non-current asset and unrealized gain/ (loss) from the above investment are recognized as other comprehensive income.

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

		Face value per share	Number of share held	Market value as on 30/06/17	Market value as on 30/06/16
7(a)	**Consolidated Investment in shares**				
	Lafarge Surma Cement Ltd.	10	21,000	1,320,900	1,661,100
	Aftab Automobiles Ltd.	10	119,834	7,968,961	5,859,883
	National Bank Ltd.	10	10,714	149,130	85,712
	Square pharmaceuticals Ltd.	10	33,840	9,816,984	8,173,995
	Titas Gas	10	38,105	1,928,113	1,840,471
	Jamuna Oil	10	1,540	318,934	279,972
	Padma Oil	10	1,100	281,490	204,380
			226,133	**21,784,512**	**18,105,513**

The above Investment in Marketable Securities that are designated as available for sale by the management. These are measured at fair Value and presented as non-current asset and unrealized gain/ (loss) from the above investment are recognized as other comprehensive income.

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
8	**Inventories**		
	Stock & Stores	542,054,650	521,962,998
	Stock in Cylinder raw Materials	57,836,423	-
	Stock in transit	3,635,604	1,786,989
		603,526,677	**523,749,987**
8(a)	**Consolidated Inventories**		
	Raw materials	708,385,526	598,480,854
	Work in process	64,435,702	25,429,444
	Stock in Cylinder raw Materials	57,836,423	-
	Finished Goods	377,996,399	169,951,051
	Spare Parts	7,240,900	6,067,477
	Fuel	294,500	412,994
	Stock in transit	21,525,488	45,942,249
		1,237,714,938	**846,284,069**
9	**Accounts receivable**		
	Tejgaon CNG Conversion Center	10,499,700	9,243,712
	Kallyanpur CNG Conversion Center	3,716,423	2,865,515
	Dipnagar Diesel Conversion Center	9,170,311	9,328,307
	Chittagong CNG Conversion Center	2,193,089	2,193,089
	Sylhet CNG Conversion Center	3,206,431	3,108,071
	Cylinder Testing Unit	720,003	1,302,550
	Enginerring Workshop	599,301	657,693
	Kalurghat CNG Conversion Center	1,115,360	1,465,298
	Kalurghat CRT	189,600	259,500
	Uttara CNG Conversion Center	1,567,808	1,280,507
	Bogra CNG Conversion Center	240,638	318,713
	Palton CNG Conversion Center	655,185	383,482
	Auto repair & services- Kally-Dhaka	14,194,261	11,448,899
	Auto repair & services- Kalug-CTG	274,881	181,517
	Denso CNG Station	5,117,133	3,402,970
	Binimoy CNG Station	12,083,188	9,902,856
	Sylhet CNG Station	723,067	561,332
	Sylhet CNG Station-2	26,185	18,193

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
	Station Technical Department Sylhet	1,902,613	840,600
	Station Technical Department CTG	11,404,362	10,576,261
	Station Technical Department Dhaka	31,764,802	28,054,006
	Station Maintance Department -CTG	81,358	52,992
	PRS Department	1,948,382	1,371,226
	Engineering service department	498,570	419,505
	Baipail CNG Station	879,589	1,084,287
	Bogra CNG Station	51,170	186,552
	Leguna CNG Station	352,090	574,174
	Sitakundu CNG Station	558,431	581,382
	S.H. Khan CNG Station	274,978	333,298
	B.O.C CNG Station	15,767	29,977
	Kwality CNG Station	511,900	1,138,860
	Abdullah CNG Station	611,603	393,934
	Bhoirab CNG Station	150,603	259,670
	Elenga Station CNG Station	402,152	210,152
	United CNG Station	155,952	314,149
	Jogajog CNG Station	1,666,556	1,732,975
	Sonarbangla CNG Station	4,030,871	4,221,980
		123,554,313	**110,298,184**
9(a)	**Consolidated Accounts receivable**		
	Tejgaon CNG Conversion Center	10,499,700	9,243,712
	Kallyanpur CNG Conversion Center	3,716,423	2,865,515
	Dipnagar Diesel Conversion Center	9,170,311	9,328,307
	Chittagong CNG Conversion Center	2,193,089	2,193,089
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	Enginerring Workshop	599,301	657,693
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	Kalurghat CRT	189,600	259,500
	Uttara CNG Conversion Center	1,567,808	1,280,507
	Bogra CNG Conversion Center	240,638	318,713
	Palton CNG Conversion Center	655,185	383,482
	Auto repair & services- Kally-Dhaka	14,194,261	11,448,899
	Auto repair & services- Kalurghat-CTG	274,881	181,517
	Denso CNG Station	5,117,133	3,402,970
	Binimoy CNG Station	12,083,188	9,902,856
	Sylhet CNG Station	723,067	561,332
	Sylhet CNG Station-2	26,185	18,193
	Station Technical Department Sylhet	1,902,613	840,600
	Station Technical Department CTG	11,404,362	10,576,261
	Station Technical Department Dhaka	31,764,802	28,054,006
	Station Maintance Department -CTG	81,358	52,992
	PRS Departmrnt	1,948,382	1,371,226
	Engineering service department	498,570	419,505
	Baipail CNG Station	879,589	1,084,287
	Bogra CNG Station	51,170	186,552
	Leguna CNG Station	352,090	574,174
	Sitakundu CNG Station	558,431	581,382

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
	S.H. Khan CNG Station	274,978	333,298
	B.O.C CNG Station	15,767	29,977
	Kwality CNG Station	511,900	1,138,860
	Abdullah CNG Station	611,603	393,934
	Bhoirab CNG Station	150,603	259,670
	Elenga Station CNG Station	402,152	210,152
	United CNG Station	155,952	314,149
	Jogajog CNG Station	1,666,556	1,732,975
	Sonarbangla CNG Station	4,030,871	4,221,980
	M/S Hamida Traders	5,823,946	24,919,907
	Md. Kamrul Islam	-	163,688
	Shahjalal Enterprise NREL	-	241,829
	Md.Kamal Hossain	33,204,921	24,094,923
	MD.Nurul Hassain	-	1,915,970
	Md. Rajib Rahgr	36,330,826	62,460,124
	Md.Rezaul Islam(S.C.)	9,383,692	8,679,508
	Md. Zahid Hasan (Tender)	-	4,380,529
	Tender sales	2,378,906	7,036,756
	Eng.Orbindu	-	105,300
	Navana Construction Ltd.	-	1,437,415
	Navana Welding Project	-	1,887
	Navana Real State Ltd.	10,636,411	7,147,729
	Muhammad Reaz uddin	30,231,649	42,790,318
	Banosree sanitary Agent	-	37,500
	Kallayanpur workshop	1,378	1,378
	Md. Humayon kabir	34,349,289	-
	Md. Ridwanul Arafat	1,638,325	-
	Others	4,296,313	-
	Sylhet Zone	1,410,170	1,040,491
	Jessore Zone	5,077,865	4,141,504
	Dhaka South zone	11,374,340	7,926,930
	Dhaka North zone	8,153,694	7,539,842
	Rajshahi Zone	1,789,666	1,971,149
	Rangpur Zone	1,324,889	1,611,106
	Chitta. South Zone	4,414,986	7,100,464
	Chitta. North Zone	3,702,245	4,455,163
	Barishal Zone	2,039,692	2,846,016
		331,117,517	**334,345,611**
10	**Advances, deposits & pre-payments**		
	Advance against leasehold land	18,448,724	14,943,624
	Advance against local procurement	83,603,436	64,597,967
	Bank guarantee margin	29,807,800	23,721,413
	Security deposit	54,174,186	1,762,887
	Advance to others	19,732,721	-
	Pre-payments	4,500,000	4,500,000
		210,266,867	**109,525,891**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
10(a)	**Consolidated Advances, deposits & pre-payments**			
	Advance against leasehold land		18,448,724	14,943,624
	Advance against local procurement		83,850,465	65,550,355
	Bank guarantee margin		36,280,300	28,339,261
	Security deposit		54,174,186	1,762,887
	Pre-payments		4,500,000	4,500,000
	Advance Income Tax		101,926,324	55,415,267
	Jakshon international Ltd.		251,031	251,031
	Vat Current Account		31,892,243	4,544,118
	Advance House Rent		11,071,500	7,650,000
	Advance Tender		986,410	986,410
	Earnest Money & Security Deposit		1,080,300	1,080,300
	Clearing & forwarding agent		1,351,024	1,351,024
	Dumhill Corporation		8,406,225	5,194,125
	IMB International BD		10,056,189	1,598,551
	Rose vally International		340,470	240,070
	Advance to Suppliers		21,068,454	1,410,283
	Security Deposit Bangladesh Railway		892,985	561,459
	Advance against Salary		13,000	20,000
	IBCS-PRIMAX Software Ltd.		13,067,000	11,425,000
	LC margin for machinery		8,658,686	-
	Advance to others		19,732,721	-
	Security deposit to LP Gas Ltd		1,200,000	-
			429,248,236	**206,823,764**
11	**Cash & Cash equivalent**			
	Cash in hand		25,019,002	24,630,742
	Cash at bank balances :	**11.01**		
	Fixed deposit receipt (FDR)		23,215,118	82,019,325
	Bank Balances		116,307,404	110,067,820
			164,541,524	**216,717,887**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
11.01	**The bank balances consists of:**			
	Fixed deposit receipt (FDR) :			
	Mercantile Bank Ltd. (FDR)		-	62,792,418
	Mutual Trust Bank Ltd. (FDR)		4,624,670	4,398,546
	Jumana Bank Ltd. (FDR)		4,095,082	3,884,812
	Shahjala Islami Bank Ltd. (FDR)		14,495,366	10,943,549
			23,215,118	**82,019,325**
	Bank Balances :			
	AB Bank Ltd.		9,102,231	5,918,989
	Bank Alfalah Ltd.		9,863	8,013
	Al-Arafah Bank Ltd.		5,902	4,052
	Bank Asia Ltd.		397,969	386,389
	Brac Bank Ltd.		2,981,267	1,693,207
	Dhaka Bank Ltd.		2,154,983	4,005,835
	Dutch Bangla Bank Ltd.		12,191,779	12,204,248
	IFIC Bank Ltd.		1,304,741	1,034,314
	Jamuna Bank Ltd.		635,292	897,368
	Mutual Trust Bank Ltd.		45,429,924	37,366,043
	National Bank Ltd.		6,752,219	6,592,429
	NCC Bank Ltd.		293,640	2,048,380
	Prime Bank Ltd.		866,627	869,569
	Pubali Bank Ltd.		6,297,774	5,013,332
	Rupali Bank Ltd.		4,244,683	4,871,023
	Shahjalal Islami Bank Ltd.		4,450,335	6,785,400
	Social Investment Bank Ltd.		43,212	41,513
	Southeast Bank Ltd.		1,052,976	7,618,596
	Standard Bank Ltd.		1,011,913	545,135
	Standard Chartered Bank		194,063	220,026
	Uttara Bank Ltd.		7,033,916	9,877,219
	United Commercial Bank Ltd.		1,799,402	54,444
	City Bank Ltd.		1,688,547	1,532,446
	Trust Bank Ltd.		823,293	479,850
	Mercantile Bank Ltd.		5,540,853	-
			116,307,404	**110,067,820**
			139,522,522	**192,087,145**
11(a)	**Consolidated Cash & bank balances**			
	Cash in hand		32,596,686	38,549,191
	Cash at banks :	**11.01(a)**		
	Fixed deposit receipt (FDR)		71,589,970	99,033,008
	Bank Balances		217,649,390	187,555,218
			321,836,046	**325,137,417**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

	June 30, 2017	June 30, 2016
	BD Taka	BD Taka
11.01(a) The bank balances consists of:		
Fixed deposit receipt (FDR) :		
Mercantile Bank Ltd. (FDR)	30,576,408	62,792,418
Mutual Trust Bank Ltd. (FDR)	4,624,670	4,398,546
Standard Bank Ltd. (FDR)	6,688,605	6,434,644
Jumana Bank Ltd. (FDR)	4,095,082	3,884,812
Shahjala Islami Bank Ltd. (FDR)	25,605,205	21,522,588
	71,589,970	**99,033,008**
Bank Balances :		
AB Bank Ltd.	9,102,231	5,918,989
Bank Alfalah Ltd.	9,863	8,013
Al-Arafah Bank Ltd.	109,338	4,391,013
Bank Asia Ltd.	27,600,583	5,233,603
Brac Bank Ltd.	2,981,267	1,693,207
Dhaka Bank Ltd.	2,154,983	4,005,835
Dutch Bangla Bank Ltd.	25,206,977	32,550,288
IFIC Bank Ltd.	1,575,790	1,308,663
Jamuna Bank Ltd.	675,069	898,945
Mutual Trust Bank Ltd.	51,121,891	49,836,268
National Bank Ltd.	6,752,219	6,592,429
NCC Bank Ltd.	293,640	2,048,380
Prime Bank Ltd.	907,791	912,016
Pubali Bank Ltd.	8,890,151	5,013,332
Rupali Bank Ltd.	4,244,683	4,871,023
Shahjalal Islami Bank Ltd.	40,766,557	24,312,242
Social Investment Bank Ltd.	43,212	41,513
Southeast Bank Ltd.	2,040,468	7,954,202
Standard Bank Ltd.	1,493,593	12,193,903
Standard Chartered Bank	194,063	220,026
Uttara Bank Ltd.	7,033,916	9,877,219
Mercantile Bank Ltd.	6,549,571	690,119
One Bank Ltd.	562,806	3,722
Trust Bank Ltd.	909,567	568,574
Islami bank Bd.ltd	4,342,350	2,323,100
Modhumoti Bank Ltd.	991,488	993,198
Sonali Bank Ltd.	813,405	1,116,941
United Commercial Bank Ltd	2,872,586	446,009
City Bank Ltd.	1,688,547	1,532,446
State Bank of India	5,720,785	-
	217,649,390	**187,555,218**
	289,239,360	**286,588,226**

12 Share capital

Authorized capital: (150,000,000 Ordinary Shares @ Tk. 10 each)	**1,500,000,000**	**1,500,000,000**
Issued, Subscribed and Paid-up Capital: (68,528,592 Ordinary Shares @ Tk. 10 each)	**685,285,920**	**685,285,920**

	Number of Shares	Face Value Per Share	Share capital on 30.06.2017	Share capital on 30.06.2016
			BD Taka	BD Taka
Balance at beginning of year	68,528,592	10.00	685,285,920	685,285,920
Balance at end of year	**68,528,592**	**10.00**	**685,285,920**	**685,285,920**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

Shareholding position:

Class of shareholders	Number of Investors	Number of Shares hold	Shares Holding % 30.06.17	Shares Holding % 30.06.16
Sponsors	6	29,116,427	42.49%	42.49%
General public	14,205	21,970,881	32.06%	37.89%
Institutional investors	243	17,441,284	25.45%	19.62%
Total	**14,454**	**68,528,592**	**100%**	**100%**

Classification of shareholders:

Particulars	Number of Investors	Number of Shares	% of Shares Holding 30.06.17	% of Shares Holding 30.06.16
1 to 500	9,665	1,693,537	2.47%	3.51%
501 to 5000	4,069	6,173,691	9.01%	13.97%
5001 to 10000	333	2,438,667	3.56%	4.65%
10001 to 20000	170	2,454,241	3.58%	4.37%
20001 to 30000	64	1,584,520	2.31%	2.54%
30001 to 40000	27	967,301	1.41%	1.44%
40001 to 50000	29	1,310,900	1.91%	1.52%
50001 to 100000	43	3,118,521	4.55%	3.68%
100001 to 1000000	47	11,831,266	17.27%	19.66%
1000000 above	7	36,955,948	53.93%	44.66%
Total	**14,454**	**68,528,592**	**100%**	**100%**

		June 30, 2017 BD Taka	June 30, 2016 BD Taka
13	**Retained earnings**		
	Opening balance	1,250,468,266	1,085,207,335
	Add: Total Comprehensive Income for the year	112,811,972	134,298,859
		1,363,280,238	**1,219,506,194**
	Share of Profit from subsidiaries	97,388,217	91,157,930
	Revaluation Gain on investment in share	-	(1,248,031)
	unrealised profit on investment in share	**1,460,668,455**	**1,309,416,093**
	Less: payment cash/Stock dividend	(59,118,248)	(58,947,827)
	Closing balance	**1,401,550,207**	**1,250,468,266**
13(a)	**Consolidated Retained earnings**		
	Opening balance	1,250,462,254	1,089,791,407
	Add: Total Comprehensive Income for the year	207,849,838	219,618,674
		1,458,312,092	**1,309,410,081**
		1,458,312,092	**1,309,410,081**
	Less: payment cash/Stock dividend	(59,118,248)	(58,947,827)
	Closing balance	**1,399,193,844**	**1,250,462,254**
14	**Long Term Loan**		
	City Bank Limited, Gulshan Avenue Br.	2,151,395,325	450,821,071
	Shahjalal Islami Bank Ltd.	32,870,738	-
	Due to Director (14.01)	138,500,000	138,500,000
		2,322,766,063	**589,321,071**

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
14.01	**Due to Director (Mr.Shafiul Islam, chairman)**		
	Opening Balance	138,500,000	116,000,000
	Add: during the year	-	22,500,000
		138,500,000	**138,500,000**
	This represents un-secured and Interest free loan from Mr.Shafiul Islam, chairman.		
14(a)	**Consolidated Long Term Loan**		
	City Bank Limited, Gulshan Avenue Br.	2,151,395,325	450,821,071
	Shahjalal Islami Bank Ltd.	32,870,738	-
	One Bank Limited, Gulshan Br.	671,365,452	460,604,862
	Dues to Director (Mr.SHafiul Islam, chairman)	345,117,526	345,117,526
		3,200,749,041	**1,256,543,459**
	Less: Long Term Loan- Current portion	**133,743,267**	**-**
	Long Term Loan-net of current portion	**3,067,005,774**	**1,256,543,459**
15	**Short-term loans**		
	Shahjalal Islami Bank Ltd.	158,461,417	70,111,115
		158,461,417	**70,111,115**
15(a)	**Consolidated Short-term loans**		
	Shahjalal Islami Bank Ltd.	436,192,794	112,740,443
	Standard Bank Ltd.	61,237,488	85,851,111
	One Bank Ltd.	623,681,099	383,995,270
	Mercantile Bank Ltd. (LTR)	6,592,892	3,798,562
		1,127,704,273	**586,385,386**
16	**Provision for income tax**		
	Opening balance	55,727,378	49,084,528
	Add: Current tax expenses for the year	34,925,586	39,920,608
		90,652,964	**89,005,136**
	Less: Tax paid/adjusted in current year	(45,899,433)	(33,277,758)
	Closing balance	**44,753,531**	**55,727,378**
16(a)	**Consolidated Provision for income tax**		
	Navana CNG Limited	44,753,531	55,727,378
	Navana Welding Electrode Limited	23,844,897	16,269,128
	Navana Engineering Limited	73,544,556	42,935,749
		142,142,984	**114,932,255**
17	**Payables and accruals**		
	Account payables	26,018,337	24,174,080
	Liabilities for Expenses	99,260,142	85,907,818
	Workers profit participation fund	10,510,239	14,946,500
	Sundry payables	8,993,508	2,855,994
	Unclaim Dividend	25,586,438	21,272,890
		170,368,664	**149,157,282**

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
17(a)	**Consolidated Payables and accruals**			
	Navana CNG Limited		170,368,664	149,157,282
	Navana Engineering Limited		6,760,930	6,999,037
	Navana Welding Electrode Limited		5,757,580	6,509,937
	Navana LPG Limited		30,000	5,000
			182,917,174	**162,671,256**
18	**Revenue-net**			
	CNG conversion		147,995,054	230,888,980
	CNG sales		1,226,923,427	1,197,129,521
	Service revenue		217,362,096	261,293,734
			1,592,280,577	**1,689,312,235**
18(a)	**Consolidated Revenue-net**			
	Navana CNG Limited (Note-18)		1,592,280,577	1,689,312,235
	Navana Engineering Limited		705,159,466	613,905,924
	Navana Welding Electrode Limited		299,082,740	301,548,596
			2,596,522,783	**2,604,766,755**
19	**Cost of sales**			
	Cost of CNG conversion	19.01	66,105,127	153,122,195
	Cost of CNG sales	19.02	1,064,254,855	1,040,181,956
			1,130,359,982	**1,193,304,151**
19.01	**Cost of CNG conversion**			
	Opening balance of conversion materials		521,962,998	444,220,101
	Add : Purchase during the year		86,196,779	230,865,092
	Available for consumption		**608,159,777**	**675,085,193**
	Less: Closing balance of conversion materials		542,054,650	521,962,998
	Conversion materials consumed		**66,105,127**	**153,122,195**
				-
19.02	**Cost of CNG sales**			
	Gas		943,526,293	911,589,577
	Electricity		73,709,148	79,665,198
	Land rent		3,600,000	3,679,877
	Station Commission		43,419,414	45,247,304
			1,064,254,855	**1,040,181,956**
19(a)	**Consolidated Cost of sales**			
	Raw materials Consumed	19.01(a)	1,935,584,863	1,808,956,874
	Add : Direct cost		4,663,405	4,036,015
	Add: Factory overhead		124,581,994	82,256,423
	Cost of Production		**2,064,830,262**	**1,895,249,312**
	Add: Opening WIP		25,429,444	28,532,401
			2,090,259,706	**1,923,781,713**
	Less: Closing WIP		64,435,702	25,429,444
	Cost of goods manufacture		**2,025,824,004**	**1,898,352,269**
	Add: opening stock of finished goods		169,951,051	82,131,982
			2,195,775,055	**1,980,484,251**
	Less: Closing stock of finished goods		377,996,399	169,951,051
	Cost of Goods sold		**1,817,778,656**	**1,810,533,200**
19.01(a)	**Opening stock of raw materials**		**598,480,854**	**568,533,145**
	Add: Purchase for the year		981,234,680	798,722,627
	Add: Cost of CNG sales		1,064,254,855	1,040,181,956
			2,643,970,389	**2,407,437,728**
	Less: Closing stock of raw materials		708,385,526	598,480,854
	Raw material consumed		**1,935,584,863**	**1,808,956,874**

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
20	**Administration and selling expense**		
	Salary & allowances	189,181,634	170,386,314
	Overtime allowance	5,183,390	8,146,947
	Vehicle maintenance	2,914,608	3,158,386
	Electricity bill	4,335,712	4,316,097
	Rental expense	4,254,820	4,580,660
	Telephone & mobile expense	2,104,869	3,007,049
	Conveyance	5,507,947	4,859,359
	CDBL & Annual listing fee	973,428	-
	Electrical expense	218,330	1,745,856
	Entertainment	5,519,740	5,958,635
	Labor charge	1,791,316	1,643,058
	Board meeting attendance fee	290,000	250,000
	Medical expense	171,519	341,899
	Carrying charge	359,026	802,119
	Mineral water	680,815	706,802
	Annual general meeting expenses	70,000	320,000
	Misc. exps	595,884	473,077
	Newspaper & periodicals	280,323	273,803
	Office maintenance	2,216,590	922,183
	Audit fees	200,000	240,000
	Oil & lubricants	8,963,741	8,525,204
	Photocopy expense	144,412	183,770
	Postage & stamp	259,540	403,233
	Uniform & liveries	342,104	87,560
	Printing expense	2,178,300	2,346,145
	Stationary expense	534,967	382,927
	Registration & renewals	2,876,694	4,175,804
	Travelling expense	1,135,485	1,251,252
	Security guard	3,481,066	4,851,709
	Bank Charge	953,728	1,064,101
	Internet Expense	1,081,096	851,032
	Repair & maintenace	2,505,778	1,756,325
	Fuel & gas Expenses for mobile lory	8,975,521	8,460,486
	Depreciation	40,647,305	51,319,865
		300,929,688	**297,791,657**
20(a)	**Consolidated Administration and selling expense**		
	Salary & allowances	232,335,945	191,807,224
	Overtime allowance	5,885,037	8,394,758
	Vehicle maintenance	3,613,449	3,338,761
	Electricity bill	4,491,913	4,447,446
	Rental expense	5,145,700	5,435,426
	Telephone & mobile expense	4,010,247	3,768,096
	Conveyance	7,700,366	5,510,872
	CDBL & Annual listing fee	973,428	-
	Electrical expense	650,398	1,941,529
	Entertainment	7,100,455	6,735,157
	Labor charge	1,946,864	1,658,209
	Board meeting attendance fee	410,000	250,000
	Medical expense	171,519	341,899
	Carrying charge	5,983,926	10,083,911
	Mineral water	680,815	706,802
	Annual general meeting expenses	70,000	320,000

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
	Miscellaneous expense		595,884	473,077
	Newspaper & periodicals		314,398	303,181
	Office maintenance		3,892,626	1,362,408
	Audit fees		325,000	345,000
	Oil & lubricants		10,689,975	9,386,464
	Photocopy expense		159,364	208,330
	Postage & stamp		282,143	552,266
	Security guard bill		4,242,596	4,957,584
	Uniform & liveries		342,104	87,560
	Printing expense		5,375,567	3,733,185
	Stationary expense		775,397	517,513
	Registration & renewals		3,482,062	4,406,760
	Travelling expense		2,359,671	1,610,987
	Bank charge		1,746,893	1,589,202
	Internet bill		1,081,096	1,155,954
	Gas Bill		25,650	22,200
	Service Charges		67,200	61,450
	Transport Expenses		466,005	284,315
	Advertisement		1,412,400	843,475
	Repair & Maintenance		2,505,778	2,462,341
	Fuell & gas Expenses for customer		8,975,521	8,460,486
	Depreciation		53,683,825	59,310,208
	Amortization		68,773	67,552
			384,039,990	**346,941,588**
21	**Interest expenses**			
	Interest on short-term loans		6,807,364	24,145,984
			6,807,364	**24,145,984**
21(a)	**Consolidated Interest expenses**			
	Navana CNG Limited		6,807,364	24,145,984
	Navana Engineering Limited		79,869,418	86,517,903
	Navana Welding Electrode Limited		3,849,273	23,588,262
			90,526,055	**134,252,149**
22	**Other income**			
	Interest income on FDR		3,627,592	5,435,965
	Interest income on STD Account		5,460	9,593
	Dividend income		123,126	118,914
			3,756,178	**5,564,472**
22(a)	**Consolidated Other income**			
	Navana CNG Limited		3,756,178	5,564,472
	Navana Engineering Limited		190,279	57,324
	Navana Welding Electrode Limited		1,520,745	438,886
			5,467,202	**6,060,682**
23	**Income tax expense**			
	Current tax	23.01	34,925,586	39,920,608
	Deferred tax	23.02	2,828,416	(3,138,595)
			37,754,002	**36,782,013**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
23.01	**Current tax:**	**45,899,433**	**33,277,758**
	Tax deducted at source (import stage)	6,610,475	10,588,375
	Tax deducted from FDR interest income	362,759	581,225
	Tax deducted by Customer	977,882	819,699
	Tax deducted from STD interest income	546	959
	Tax paid in advance	37,565,466	21,000,000
	Tax deducted at source (Vehicle)	357,680	287,500
	Tax deducted from Dividend	24,625	-
	Tax provision	(10,973,847)	6,642,850
		34,925,586	**39,920,608**
23.02	**Deferred tax:**		
	Taxable temporary difference	189,625,609	178,909,169
	Tax rate	25.00%	25.00%
	Provision for deferred tax liabilities	**47,406,402**	**44,727,292**
	Add/Less : Deferred tax adjustment	**147,192**	**2,115**
		47,553,594	**44,725,177**
	Opening balance	44,725,177	47,863,772
		2,828,416	**(3,138,595)**
23(a)	**Consolidated Income tax expense**		
	Current tax	73,110,162	67,917,001
	Deferred tax	13,937,494	5,442,990
		87,047,656	**73,359,991**
	Current tax:	**92,410,490**	**54,833,692**
	Tax deducted at source (import stage)	42,941,837	32,176,811
	Tax deducted from FDR interest income	514,833	581,225
	Tax deducted from Customer	7,546,951	787,197
	Tax deducted from STD interest income	546	959
	Tax paid in advance	40,921,482	21,000,000
	Tax deducted at source (Vehicle)	422,180	287,500
	Tax deducted from Dividend	62,661	-
	Tax provision	(19,300,328)	13,083,309
		73,110,162	**67,917,001**
24	**Earnings per share (EPS)**		
	Profit attributable to ordinary shareholders	112,811,972	134,298,859
	Number of ordinary shares used to compute earnings per share	68,528,592	68,528,592
	Earnings per share	**1.65**	**1.96**
24.(a)	**Earnings per share (EPS)**		
	Profit attributable to ordinary shareholders	207,849,884	230,544,959
	Number of ordinary shares used to compute earnings per share	68,528,592	68,528,592
	Earnings per share	**3.03**	**3.36**
25	**Net assets value per share (NAVPS)**		
	Net assets value	2,268,289,061	2,116,373,034
	Number of ordinary shares used to compute NAVPS	68,528,592	68,528,592
	Net assets value per share	**33.10**	**30.88**
25.(a)	**Net assets value per share (NAVPS)**		
	Net asset value	2,303,611,737	2,151,752,998
	Number of ordinary shares used to compute NAVPS	68,528,592	68,528,592
		33.62	**31.40**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
26	**Net operating cash flows per share (NOCFPS)**		
	Net operating cash flows	5,469,251	199,642,965
	Number of ordinary shares used to compute NOCFPS	68,528,592	68,528,592
	Net operating cash flows per share	**0.08**	**2.91**
26(a)	**Net operating cash flows per share (NOCFPS)**		
	Net operating cash flows	97,759,270	6,303,564
	Number of ordinary shares used to compute NOCFPS	68,528,592	68,528,592
	Net operating cash flows per share	**1.43**	**0.09**

27 Segment Report- As at June 30, 2017

Particulars	Conversion Workshop	CNG Station	LPG Unit	Total
Assets				
Non-current assets				
Property, plant & equipment	196,096,144	457,557,668	210,299,945	863,953,757
Capital Working process	-	-	2,607,082,557	2,607,082,557
Investment in subsidiaries	556,044,378		-	556,044,378
Long-term security deposit	7,588,060	30,352,240	10,080,064	48,020,364
Investment in shares	6,313,986	-		6,313,986
Total non-current assets	**766,042,567**	**487,909,908**	**2,827,462,566**	**4,081,415,042**
Current assets				
Inventories	545,690,254	-	57,836,423	603,526,677
Accounts receivable	49,421,725	74,132,588	-	123,554,313
Advances, deposits & pre-payments	91,666,905	18,897,803	99,702,159	210,266,867
Other receivables	-	-	3,006,208	3,006,208
Inter-company reeivable	158,384,343	-	-	158,384,343
Cash & Cash equialent	60,687,340	91,031,009	12,823,175	164,541,524
Total current assts	**905,850,567**	**184,061,400**	**173,367,965**	**1,263,279,932**
Total assets	**1,671,893,134**	**671,971,309**	**3,000,830,531**	**5,344,694,974**
Equity and liabilities				
Capital and reserves				
Share capital	685,285,920	-	-	685,285,920
Tax holiday reserve	180,618,848	-	-	180,618,848
AFS reserve	834,086	-	-	834,086
Inter unit Balance	(681,489,209)	-	681,489,209	-
Retained earnings	280,310,041	1,121,240,166	-	1,401,550,207
Total equity	**465,559,686**	**1,121,240,166**	**681,489,209**	**2,268,289,061**
Non-current liabilities				
Deferred tax liabilities	19,021,437	28,532,156	-	47,553,594
Long term Loan	138,500,000	-	2,184,266,063	2,322,766,063
Total non-current liabilities	**157,521,437**	**28,532,156**	**2,184,266,063**	**2,370,319,657**
Current liabilities				
Short-term loans	62,684,654	-	95,776,763	158,461,417
Provision for income tax	17,901,412	26,852,118	-	44,753,531
Security Retention Money	-	-	33,377,451	33,377,451
Inter company payable	299,125,193	-	-	299,125,193
Payables and accruals	98,668,571	65,779,048	5,921,045	170,368,664
Total current liabilities	**478,379,831**	**92,631,166**	**135,075,259**	**706,086,256**
Total liabilities	**635,901,268**	**121,163,322**	**2,319,341,322**	**3,076,405,913**
Total equity and liabilities	**1,101,460,955**	**1,242,403,488**	**3,000,830,531**	**5,344,694,974**

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

Segment Report

Particulars	Conversion Workshop	CNG Station	Total
Revenue	365,357,150	1,226,923,427	1,592,280,577
Less: Cost of sales	66,105,127	1,064,254,855	1,130,359,982
Gross profit	**299,252,023**	**162,668,572**	**461,920,595**
Less: Administration & selling expenses	180,557,813	120,371,875	300,929,688
Less: Interest expenses	6,807,364	-	6,807,364
Operating profit	**111,886,846**	**42,296,697**	**154,183,543**
Add: Other income	3,756,178	-	3,756,178
Profit before contribution to WPPF	**115,643,024**	**42,296,697**	**157,939,721**
Less: Contribution to WPPF	-	7,520,939	7,520,939
Profit before tax	**115,643,024**	**34,775,758**	**150,418,782**
Less: Income tax expenses	**15,042,724**	**22,564,086**	**37,606,810**
Current tax	13,970,234	20,955,351	34,925,586
Deferred tax	1,072,490	1,608,735	2,681,224
Net profit for the year	**100,600,300**	**12,211,672**	**112,811,972**
Other comprehensive income:			
Unrealised profit on investment in share	981,278	-	981,278
Deferred tax adjustment	147,192	-	147,192
	834,086	-	834,086
Share of Profit from subsidiaries	38,955,287	58,432,930	97,388,217
Total comprehensive income for the year	**140,536,865**	**70,644,602**	**211,034,275**

28.0 Event after the Reporting Period

The Directors in the meeting held on October19, 2017, recommended 15% cash dividend for the shareholders whose name will be appeared in the shareholders' registers at the date of book closure which is subject to shareholders' approval at the forthcoming annual general meeting to be held on December 11, 2017.

"Except the fact stated above, no circumstances have arisen since the balance sheet date which would require adjustment or disclosure in the financial statements or notes thereto."

29.0 Related party disclosures

During the year, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of transactions and total transaction value have been set out in accordance with the provision with the provisions of BAS 24: Related Party Disclosure.

Name of related party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable /Payable
Navana LPG Limited	Subsidiary	working capital	25,410,000	25,410,000
Navana Engineering Limited	Subsidiary	working capital	-	25,962,105
Navana Welding Electrode Limited	Subsidiary	working capital	-	107,012,238
Navana limited	Common Director	working capital	299,125,193	(299,125,193)

29 (a) Related party disclosures

During the year, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of transactions and total transaction value have been set out in accordance with the provision with the provisions of BAS 24: Related Party Disclosure.

Name of related party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable /Payable
Term Loan	Loan from Director	Intt. free Loan	-	345,117,526
Navana limited	Common Director	working capital	299,125,193	(299,125,193)
Navana LPG Limited	Subsidiary	working capital	8,367,867	(8,367,867)
Navana Real State Ltd.	Common Director	-	3,488,682	10,636,411
Aftab automobiles Limited	Common Director	working capital	120,000,230	(120,000,230)

30.0 Amount due by directors

There is no advance in the name of the directors or associates undertaking of the Company

31.0 Claims against the company

There is no known claim against the Company

32.0 Employee position of the Company

The number of employees drawing Tk. 3,000 or more per month was 1018 during the year.

33.0 Payment / Perquisites to Directors and officers :

The aggregate amount paid / provided during the period in respect of " Directors " and " Officers " of the Company as defined in the Securities and Exchange Commission Rules 1987 are disclosed below:

Particulars	Amount
Board meeting attendance fee	290,000
Managerial remuneration	2,776,803

during the year under review :

i) no compensation was allowed by the company to the Chief executive officer of the company who is also a Director.

ii) the rate at which Directors have drawn Board meeting attendance fees @ Tk.5,000/- per Director per meeting. The total Board meeting attendance fee incurred during the year under review was Tk. 2,90,000/- and

iii) no amount of money was spent by the company for compensating any member of the board for special services rendered.

Navana Engineering Limited

Independent Auditors' Report
To the Shareholders of
Navana Engineering Limited

We have audited the accompanying Financial Statements of Navana Engineering Limited ("the Company") which comprise the statement of financial position 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 information disclosed in note 1 to 20.

Management's responsibility for the financial statements
Management of the company is responsible for the preparation and fair presentation of these Financial Statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of Financial Statement that are free from material misstatement, whether due to fraud or error.

Auditors' 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 (BSAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditors' 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 considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the company 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 present fairly, in all material respects, give a true and fair view of the financial position of Navana Engineering Limited as at June 30, 2017 and its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs) and company Act 1994 and comply with the other applicable laws and regulations.

Other Matters
The comparative figures disclosed into the financial statements for the period from July 01, 2015 to June 30, 2016 has been compiled by the Company management from audited financial statements of two separate periods, i.e., April 01, 2015 to March 31, 2016 and April 01, 2016 to June 30, 2016.

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 purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by the law have been kept by the Company so far as it appeared from our examination of these books; and

c) the Company's Statement of Financial Position and the Statement of Profit and Loss and Other Comprehensive Income dealt with by the report are in agreement with the books of account and returns.

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Dated : Dhaka
October 11, 2017

Navana Engineering Limited

Statement of Financial Position
As at June 30, 2017

	Notes	June 30, 2017	June 30, 2016
Assets		**BD Taka**	**BD Taka**
Non-current assets			
Property, plant and equipment	3	580,219,573	336,344,555
Intangible Assets	4	2,107,599	2,341,776
Capital Work-in- progress	5	795,993,949	301,626,525
Investment in shares	6	15,470,526	12,772,805
Total Non-current assets		**1,393,791,647**	**653,085,661**
Current assets			
Inventories	7	559,780,988	256,769,189
Trade receivables	8	168,275,656	185,414,761
Others receivables		43,697,408	250,223,744
Advances, deposits & prepayments	9	186,090,991	78,562,537
Inter-company receivable		70,000,000	70,000,000
Cash & Cash equivalent	10	13,547,918	37,457,583
Total Current assets		**1,041,392,961**	**878,427,814**
Total assets		**2,435,184,608**	**1,531,513,475**
Equity and liabilities			
Share capital	11	100,000,000	100,000,000
Share money deposit		45,000,000	45,000,000
Tax holiday reserve		35,385,976	35,385,976
AFS Reserve		2,293,063	-
Retained earnings	12	241,061,906	166,845,933
Equity		**423,740,945**	**347,231,909**
Non Current liabilities		655,190,893	568,538,294
Deferred tax liability	13	30,635,571	21,000,295
Long Term Loan- Net of current portion	14	624,555,322	547,537,999
Current liabilities			
Long Term Loan- Current portion	14	133,743,267	-
Short-term loan	15	926,241,682	469,846,381
Current account with Aftab Automobiles Limited		120,000,230	-
Intercompany Payable		95,962,105	95,962,105
Provision for income Tax	16	73,544,556	42,935,749
Payables & accruals		6,760,930	6,999,037
Total Current liabilities		**1,356,252,770**	**615,743,272**
Total Liabilities		**2,011,443,663**	**1,184,281,566**
Total Equity & Liabilities		**2,435,184,608**	**1,531,513,475**
Net assets value per share		**42.37**	**34.72**

The annexed notes 1 to 20 & annexure-A & B form an integral part of these financial statements.

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 11, 2017

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana Engineering Limited

Statement of Profit or loss and other comprehensive income
For the year ended June 30, 2017

Particulars	Notes	July 01, 2016 to June 30, 2017	July 01, 2016 to June 30, 2016
		BD Taka	BD Taka
Revenue (net)	17	705,159,466	613,905,924
Less: Cost of goods sold	18	457,154,882	386,373,073
Gross profit		**248,004,584**	**227,532,851**
Less: Administrative & selling expenses	19	48,567,277	27,083,576
Less: Interest expenses		79,869,418	86,517,903
Operating profit		**119,567,889**	**113,931,372**
Add: Other income		190,279	57,324
Profit before contribution to WPPF		**119,758,168**	**113,988,696**
Less: Contribution to WPPF		5,702,770	5,428,033
Net profit before tax holiday reserve		**114,055,398**	**108,560,663**
Less: Tax holiday reserve		-	5,082,235
Net profit before tax		**114,055,398**	**103,478,428**
Less: Income Tax Expenses	**20**	**39,839,425**	**32,521,746**
Current tax	20.01	30,608,807	23,822,575
Deferred tax	13	9,230,618	8,699,171
Profit after Tax		**74,215,973**	**70,956,682**
Add : Other comprehensive income/ loss		2,697,721	(4,719,266)
Less : Deferred tax adjustment	13	(404,658)	123,295
		2,293,063	(4,595,971)
Total Comprehensive Income for the year		**76,509,036**	**66,360,711**
Earnings per share		**7.42**	**7.60**

The annexed notes 1 to 20 & annexure-A & B form an integral part of these financial statements.

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 11, 2017

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana Engineering Limited

Statement of Cash Flows
For the year ended June 30, 2017

Particulars	July 01, 2016 to June 30, 2017	July 01, 2015 to June 30, 2016
	BD Taka	BD Taka
Cash flows from operating activities		
Receipts from customers	722,298,571	508,425,993
Receipts of other income	190,279	57,324
Payments for materials,services and expenses	(632,644,792)	(743,646,176)
	89,844,058	**(235,162,859)**
Income tax paid	(41,171,526)	(17,544,756)
Net cash Provided by operating activities	**48,672,532**	**(252,707,615)**
Cash flows from investing activities		
Payments for property, plant and equipment	(85,455,778)	9,364,255
Capital Work-in- progress	(694,413,122)	24,858,026
Investment in Shares	-	(2,044,451)
Net cash used in investing activities	**(779,868,900)**	**32,177,830**
Cash flows from financing activities		
Debenture Loan	-	(250,000,000)
Interest paid	(79,869,418)	(86,517,903)
Received from Aftab Automobiles Limited	120,000,230	-
Short term loan	456,395,301	(144,083,125)
Received from Holding & Alliance companies	-	200,000,000
Term loan	210,760,590	500,604,862
Net cash inflows from financing activities	**707,286,703**	**220,003,834**
Net changes in cash and cash equivalents	**(23,909,665)**	**(525,951)**
Cash and cash equivalents at the beginning of the year	37,457,583	37,983,534
Cash and cash equivalents at the end of the year	**13,547,918**	**37,457,583**

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Navana Engineering Limited

Statement of Changes in Equity
For the year ended June 30, 2017

Particulars	Share capital	Share money Deposit	Tax holiday reserve	AFS Reserve	Retained Earnings	Total
Balance at July 01,2015	**100,000,000**	**45,000,000**	**30,303,741**	**-**	**100,485,221**	**275,788,962**
Net profit for the year	-	-	-	-	66,360,712	66,360,712
Tax holiday reserve	-	-	5,082,235	-	-	5,082,235
Balance at June 30, 2016	**100,000,000**	**45,000,000**	**35,385,976**	**-**	**166,845,933**	**347,231,909**
Balance at July 01,2016	**100,000,000**	**45,000,000**	**35,385,976**	**-**	**166,845,933**	**347,231,909**
		-	-	-	-	-
AFS Reserve				2,293,063		2,293,063
Net profit for the year	-	-	-	-	74,215,973	74,215,973
Balance at June 30, 2017	**100,000,000**	**45,000,000**	**35,385,976**	**2,293,063**	**241,061,906**	**423,740,945**

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary



Factory of Navana Engineering Limited
Kaliganj, Gazipur

Navana Engineering Limited

Notes to the Financial Statements
For the year ended June 30, 2017

1. Corporate Information and Mode of Business

1.1 Corporate Information
Navana Engineering Limited is a public limited company which was incorporated in 2010 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited. The company started its commercial operation from March 01, 2011.

1.2 Mode of Business
The principal activities of the company are manufacturing of polymer, plastic, PVC, poly ethylene, pipes, tubes, conduits, fittings etc, and all sorts of finished products for house hold, industrial and commercial use.

2. Significant Accounting Policies and Basis of Preparation of Financial Statement
2.1 Statement of Compliance
The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) and as per requirements of the Companies Act 1994, the Securities and Exchange Rules 1987, and other applicable laws and regulations.

2.2 Basis of Preparation
The financial statements of this company have been prepared assuming going concern basis based on the accrual basis of accounting following under the historical cost convention.

2.3 Basis of Reporting
The financial statements of this company is prepared and presented for external users in accordance with the identified financial reporting framework. Presentation has been made in compliance with the requirement of BAS 1 "Presentation of Financial Statements."

2.4 Reporting Period
The period of the financial statements covers from July 01, 2016 to June 30, 2017.

2.5 Functional and Presentation Currency
Financial Statements are prepared in Bangladeshi Taka which is the functional currency.

2.6 Recognition of Property, Plant and Equipment
These are capitalized at cost of acquisition and subsequently stated at original cost minus accumulated depreciation and accumulated impairment losses, if any, in compliance with the relevant accounting standard (BAS 16). The cost of the assets is inclusive of cost paid to the vendors along with all incidental expenses to install or construct the same assets for its intended use. Expenditure incurred after the assets have been put in to operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

Depreciation
No depreciation has been charged on land development considering the unlimited useful life. In respect of all other assets, the quantum of annual depreciation charge is calculated over their estimated useful life lives using the diminishing balance method of depreciation. All the assets acquired or disposed of during the period have been depreciated for the period of its uses. The rate at which the assets are depreciated per annum depended on the nature and estimated useful life of each assets are consistently applied since inception of the Unit which are given below.

Name of the Properties	Rate of Dep. in (%)
Land & land Development	--
Building & shed	10
Plant & Machinery	10
Tools & Equipment	10
Furniture & Fixtures	10
Motor Vehicles	10

2.7 Software: Intangible Asset
Recognition and measurement Intangible assets that are acquired by the company and have finite useful lives are measured at cost less any accumulated amortization and any accumulated impairment losses, if any. Intangible assets are recognized when all the conditions for recognition as per IAS/BAS 38 Intangible Assets are met. The cost of an intangible asset comprises its license to operate the software from the vendor Flora Limited at a price of Tk. 2,604,412.

Navana Engineering Limited

Notes to the Financial Statements

Amortization
Amortization is recognized in profit or loss.

2.8 Inventories
In compliance with the requirements with BAS 2 "Inventories" Raw Materials and Stores are valued at the lower of average cost and the net realizable value. Stocks of finished goods are valued at cost which is determined by taking into consideration the value of raw materials and production overhead. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to present condition and includes wherever applicable appropriate overheads based on normal level of activity.

No provision has been made for slow moving & obsolete stocks during the financial Period.

2.9 Cash and Cash Equivalent
Cash and cash equivalents includes cash in hand, cash at banks, which are held and available for use by the unit without any restriction and having maturity dates of three months or less from the respective date of deposit. There is insignificant risk of change in value of same.

2.10 Liabilities for Expenses
While the provision for certain standing charges and know liabilities is made at the Statement of Financial Position date based on estimate, the difference arising there from on receipts of bills/demands and/or actual payments is adjusted in the subsequent year when such liabilities are settled.

2.11 Financial Assets and Liabilities
Financial assets and liabilities are recognized on the Statement of Financial Position date when the unit has become a party to a contractual provision of the instruments

Receivables:
Trade receivables are stated their real value and consider good. No provision has been made doubtful debts and no amount was written off as bad.

Payables:
Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Unit.

2.12 Related Party Disclosure
During the period, The Company carried out a number of transactions with related parties in the normal course of Business. The name of the related parties, Nature of transaction and transaction value have been set out in accordance with the provisions of BAS 24: Related Party Disclosure

Amount in BDT

Name of related Party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable/(Payable)
Navana CNG Limited	Subsidiary	Working Capital		(25,962,105)
Navana Real Estate Ltd	Alliance Companies	Interest Free Loan		(70,000,000)
Navana Welding Electrode Ltd.	Sister Concern	Interest Free Loan		70,000,000
Term Loan	Loan from Chairman	Interest Free Loan		86,933,137
Navana Real Estate Ltd	Common Director	Working Capital	3,488,682	10,636,411
Board meeting fee	Director			60,000

2.13. General

i) Figures shown in the accounts have been rounded off to the nearest Bangladeshi Taka.

ii) Comparative figures and account titles in the financial statements have been re-arranged/re-classified where necessary to conform to changes in presentation in the current period.

Navana Engineering Limited

Notes to the Financial Statements

Schedule of Property, plant and equipment

As at June 30, 2017

Annexure-A

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Land and land development	102,469,719	120,027,419	222,497,138	0%	-	-	-	222,497,138
Building & Shed	20,936,385	66,314,414	87,250,799	10%	4,955,411	8,865,052	13,820,463	73,430,336
Plant & Machinery	200,982,739	90,479,296	291,462,035	10%	33,588,558	26,579,042	60,167,599	231,294,436
Tools & equipment	53,559,063	5,931,684	59,490,747	10%	12,437,377	4,878,344	17,315,722	42,175,025
Furniture & fixtures	909,368	1,811,033	2,720,401	10%	175,812	322,373	498,185	2,222,216
Motor vehicle	10,753,150	937,630	11,690,780	10%	2,108,712	981,648	3,090,359	8,600,421
Total	**389,610,424**	**285,501,476**	**675,111,900**		**53,265,869**	**41,626,458**	**94,892,327**	**580,219,573**

Depreciation Charged to :	**TK**
Cost of good sold	33,301,167
Administrative & selling Expenses	8,325,292
	41,626,458

Schedule of Intangible Assets

As at June 30, 2017

Annexure-B

Particulars	Cost			Rate of Amortization	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the period	As at 30.06.2017	
Software System	2,526,412	-	2,526,412	10%	184,636	234,178	418,813	2,107,599
Total	**2,526,412**	**-**	**2,526,412**		**184,636**	**234,178**	**418,813**	**2,107,599**

Amortization Charged to :	**TK**
Cost of good sold	187,342
Administrative & selling Expenses	46,836
	234,178



| House-hold product display centre at Navana Engineering Limited |

Navana Engineering Limited

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
3	**Property, plant and equipment**		
	Land and land development	222,497,138	102,469,719
	Building & Shed	73,430,336	15,980,974
	Plant & Machinery	231,294,436	167,394,181
	Tools & equipment	42,175,025	41,121,686
	Furniture & fixtures	2,222,216	733,556
	Motor vehicle	8,600,421	8,644,438
		580,219,573	**336,344,555**
	*An elaborate schedule of PPE are shown in annexure -A.		
4	**Intengible Assets**		
	Software System	2,107,599	2,341,776
		2,107,599	**2,341,776**
	*An elaborate schedule of Intengible Assets are shown in annexure -B.		
5	**Capital work in progress**		
	Opening Balance	301,626,525	348,170,738
	Add: Addition during the year	694,413,122	40,000,000
		996,039,647	**388,170,738**
	Less : Transfer to PPF	200,045,698	86,544,213
	Closing Balance	**795,993,949**	**301,626,525**
	Capital Work in progress represents land and land development, civil construction, Plant and mechineries etc for BMRE project at Gabtoli and Baligoan, Kalligonj.		
6	**Investment in shares**		
	Aftab Automobiles Ltd.	2,975,875	2,188,275
	National Bank Ltd.	149,130	85,712
	Square pharmaceuticals ltd.	9,816,984	8,173,995
	Titas Gas	1,928,113	1,840,471
	Jamuna Oil	318,934	279,972
	Padma Oil	281,490	204,380
		15,470,526	**12,772,805**

Name of the share	Number of Share	Cost Price	Market value as on 30/06/17	Market value as on 31/06/16
Aftab Automobiles Ltd.	44,750	2,502,091	2,975,875	2,188,275
National Bank Ltd.	10,714	222,205	149,130	85,712
Square pharmaceuticals ltd.	33,840	5,904,363	9,816,984	8,173,995
Titas Gas	38,105	2,134,819	1,928,113	1,840,471
Jamuna Oil	1,540	299,287	318,934	279,972
Padma Oil	1,100	361,678	281,490	204,380
	130,049	**11,424,443**	**15,470,526**	**12,772,805**

The above Investment in Marketable Securities that are designated as available for sale by the management. These are measured at fair value and presented as non-current asset and unrealized gain/(loss) from the above investment are recognized as other comprehensive income.

Navana Engineering Limited

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
7	**Inventories**			
	Stock in raw materials		141,289,110	51,849,980
	Stock In Transit		11,205,889	41,626,174
	Work in process		55,910,972	15,537,441
	Closing finished goods		351,375,017	147,755,594
			559,780,988	**256,769,189**
8	**Trade receivables**			
	M/S Hamida Traders		5,823,946	24,919,907
	Md. Kamrul Islam		-	163,688
	Shahjalal Enterprise		-	241,829
	Md.Kamal Hossain		33,204,921	24,094,923
	MD.Nurul Hassain		-	1,915,970
	Md. Rajib Rahgr		36,330,826	62,460,124
	Md.Rezaul Islam		9,383,692	8,679,508
	Md. Zahid Hasan		-	4,380,529
	Tender sales		2,378,906	7,036,756
	Eng.Orbindu		-	105,300
	Navana Construction Ltd.		-	1,437,415
	Navana Welding Project		-	1,887
	Navana Real State Ltd.		10,636,411	7,147,729
	Muhammad Reaz uddin		30,231,649	42,790,318
	Banosree sanitary Agent		-	37,500
	Kallayanpur workshop		1,378	1,378
	Md. Humayon kabir		34,349,289	-
	Md. Ridwanul Arafat		1,638,325	-
	Others		4,296,313	-
			168,275,656	**185,414,761**
9	**Advances, deposits & prepayments**			
	Advance for rent		10,800,000	7,300,000
	Advance for Tender		986,410	986,410
	Advance Income Tax	9.01	83,034,844	41,863,318
	Advance Bank Guarantee		6,472,500	4,617,848
	Clearing & forwarding agent		1,351,023	1,351,023
	Dunhill Corporation		8,406,225	5,194,125
	IMB International BD		10,056,189	1,598,551
	Advance against local procurement		247,029	952,388
	Jakshon international Ltd.		251,031	251,031
	Vat Current Account		30,683,799	2,782,773
	Rose vally International		340,470	240,070
	IBCS-PRIMAX Software Ltd.		13,067,000	11,425,000
	Advance against Suppliers		20,394,471	-
			186,090,991	**78,562,537**
9.01	**Advance Income Tax**			
	Opening Balance		41,863,318	24,318,562
	Add: Addition during the year		41,171,526	17,544,756
			83,034,844	**41,863,318**
	Less : Adjustment during the year		-	-
	Closing Balance		**83,034,844**	**41,863,318**
10	**Cash & Cash Equivalent**			
	Cash in hand		2,245,154	8,668,415
	Cash at Banks	10.01	11,302,764	28,789,168
			13,547,918	**37,457,583**

Navana Engineering Limited

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
10.01	**Cash at banks**		
	Al- Arafah Islami Bank	81,534	4,382,334
	Islami Bank Ltd.	3,627,490	1,215,565
	Jamuna Bank Ltd	22,927	1,577
	Shahjalal islami Bank Ltd.	392,291	43,520
	Southeast Bank Ltd	987,492	335,606
	Standard Bank Limited	8,730	10,127,820
	Dutch Bangla Bank Ltd.	1,546,081	9,468,347
	One Bank Ltd.	562,806	3,722
	Mutual Trust Bank Ltd.	285,559	2,008,085
	Trust Bank Ltd.	85,532	86,832
	Modhumoti Bank Ltd.	991,488	993,198
	United Commercial Bank Ltd	545	1,620
	Mercantile Bank ltd.	4,090	5,470
	IFIC Bank Ltd.	113,822	115,472
	Pubali Bank Ltd.	2,592,377	-
		11,302,764	**28,789,168**
11	**Authorized Capital:**		
	50,000,000 Ordinary Shares @ Tk. 10 each	**500,000,000**	**500,000,000**
	Issued, Subscribed and Paid-up Capital	100,000,000	100,000,000
	10,000,000 Ordinary Shares @ Tk. 10 each		
	Navana CNG Limited	99,999,950	99,999,950
	Non -controlling interest (Sponsors)	50	50
		100,000,000	**100,000,000**
12	**Retained earnings**		
	Opening balance	166,845,933	100,485,221
	Add: Net profit for the year	74,215,973	66,360,712
	Closing balance	**241,061,906**	**166,845,933**
13	**Calculation of Deferred tax:**		
	Taxable temporary difference	86,374,035	59,772,372
	Tax rate	35.0%	35.0%
	Deferred tax liabilities	30,230,913	20,920,331
	Add/Less : Deferred tax adjustment	404,658	79,964
		30,635,571	**21,000,295**
	Less: Opening balance	21,000,295	12,301,124
	Current deferred tax	**9,635,276**	**8,699,171**
14	**Long Term Loan-Net of current portion**		
	One Bank Limited, Gulshan Br.	671,365,452	460,604,862
	Due to Director (14.01)	86,933,137	86,933,137
		758,298,589	**547,537,999**
	Less: Long Term Loan- Current portion	133,743,267	-
	Long Term Loan-Net of current portion	**624,555,322**	**547,537,999**
14.01	**Due to Director (Mr.Shafiul Islam, chairman)**		
	Opening Balance	86,933,137	46,933,137
	Add: during the year	-	40,000,000
		86,933,137	**86,933,137**

This represents un-secured and Interest free loan from Mr.Shafiul Islam, chairman.

Navana Engineering Limited

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
15	**Short-term loan**			
	One Bank Limited, Gulshan Br.		623,681,099	383,995,270
	Standard Bank Limited ,Principal Br.		61,237,488	85,851,111
	Shahjalal Islami Bank Limited, Gulshan Br.		241,323,095	-
			926,241,682	**469,846,381**
16	**Provision for income tax**			
	Opening balance		42,935,749	19,113,174
	Add: provision during the year		30,608,807	23,822,575
			73,544,556	**42,935,749**
	Less: Tax paid/adjusted during the year		-	-
	Closing balance		**73,544,556**	**42,935,749**
17	**Revenue (net)**			
	HDPE Coil Pipe		9,354,719	8,706,007
	HDPE Duct Pipe		110,155,426	247,543,988
	PPR Pipe Fittings		2,610,154	2,505,386
	PPR Pipe		37,449,242	47,871,475
	uP V C Pipe		534,851,427	379,827,343
	uP V C Pipe Fitting		39,601,621	18,113,677
	Plastic Item		7,572,040	1,011,944
	Gas stove		9,478,256	-
	Sink		116,089	-
	Battery container		2,478,240	-
	Water pump		12,492,218	-
	Plastic Item (Exempted goods)		29,121,748	-
	Exported item (Exempted goods)		8,663,175	-
	Less: VAT		(98,784,889)	(91,673,896)
			705,159,466	**613,905,924**
18	**Cost of goods sold**			
	Raw materials Consumed	18.01	623,838,347	431,902,339
	Add: Factory overhead	18.02	77,309,489	45,075,555
			701,147,836	**476,977,894**
	Add: Opening Work in Process		15,537,441	13,574,617
			716,685,277	**490,552,511**
	Less : Closing Work in Process		55,910,972	15,537,441
			660,774,305	**475,015,070**
	Add: opening finished goods		147,755,594	59,113,597
			808,529,899	**534,128,667**
	Less: Closing finished goods		351,375,017	147,755,594
			457,154,882	**386,373,073**
18.01	**Raw materials**			
	Opening stock of raw materials		51,849,980	93,998,605
	Add: Purchased during the year		713,277,477	389,753,714
			765,127,457	**483,752,319**
	Less: Closing stock of raw material		141,289,110	51,849,980
			623,838,347	**431,902,339**

Navana Engineering Limited

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
18.02	**Factory overhead**			
	Wages & Salary		21,647,178	15,652,077
	Gas for Generator		182,000	132,154
	Electricity		21,991,802	12,723,382
	Factory Machine Repair		-	107,397
	Depreciation (Annexure-A)		33,301,167	16,312,837
	Amortization (Annexure-B)		187,342	147,708
			77,309,489	**45,075,555**
19	**Administration and selling expense**			
	Salary & allowances		21,410,353	8,612,221
	Audit Fee		50,000	50,000
	Bank charge		555,147	323,429
	Board meeting attendance fee		60,000	-
	Telephone & mobile bill		785,041	245,824
	Conveyance		861,849	218,783
	Electrical expense		432,068	195,673
	Entertainment		1,003,969	565,720
	Internet expenses		355,590	112,329
	Transport Expenses		466,005	284,315
	Newspaper & periodicals		15,000	14,676
	Office maintenance		813,957	440,225
	Carrying Charge		5,624,900	9,281,792
	Photocopy expense		14,952	24,560
	Postage & stamp		1,030	102,389
	Printing expense		3,058,375	921,296
	Stationary expense		147,835	43,156
	Registration & renewals		434,917	103,649
	Gas & Disel		513,235	197,193
	Vehicle Expense		698,841	180,375
	Travelling Expense		718,156	101,485
	Security Guard		761,530	105,875
	Advertisement		1,412,400	843,475
	Depreciation (Annexure-A)		8,325,292	4,078,209
	Amortization (Annexure-B)		46,836	36,927
			48,567,277	**27,083,576**
20	**Income tax Expense**			
	Current tax	20.01	30,608,807	23,822,575
	Deferred tax		9,635,276	8,699,171
			40,244,083	**32,521,746**
20.01	**Current tax**			
	Taxable Operating profit		87,453,735	-
	Current Tax 35%		**30,608,807**	**23,822,575**

Independent Auditors' Report
To the Shareholders of
Navana Welding Electrode Limited

We have audited the accompanying financial statements of Navana Welding Electrode Limited ("the Company") which comprise the statement of financial position 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 ended and a summary of significant accounting policies and other explanatory information disclosed in note 1 to 17.

Management's Responsibility for the Financial Statements

Management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), Companies Act 1994, and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

Auditors' 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 (BSAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditors' 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 considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the company 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 present fairly, in all material respects, give a true and fair view of the financial position of Navana Welding Electrode Limited as at June 30, 2017 and its financial performance and its cash flows for the year ended in accordance with Bangladesh Financial Reporting Standards (BFRSs), company Act 1994 and comply with the other applicable laws and regulations.

Other Matters

The comparative figures disclosed into the financial statements for the period from July 01, 2015 to June 30, 2016 has been compiled by the Company management from audited financial statements of two separate periods, i.e., April 01, 2015 to March 31, 2016 and April 01, 2016 to June 30, 2016.

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 purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by the law have been kept by the Company so far as it appeared from our examination of these books; and

c) the Company's Statement of Financial Position and the Statement of Profit and Loss and Other Comprehensive Income dealt with by the report are in agreement with the books of account and returns.

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Dated : Dhaka
October 11, 2017

Navana Welding Electrode Limited

Statement of Financial Position
As at June 30, 2017

	Notes	June 30, 2017	June 30, 2016
Assets		**BD Taka**	**BD Taka**
Non-current assets			
Property, plant and equipment	3	280,931,864	213,699,825
Intangible Assets	4	987,188	1,096,875
Capital Work-in- Progress	5	52,185,572	126,265,599
Total Non-Current assets		**334,104,624**	**341,062,299**
Current assets			
Inventories	6	74,407,273	65,764,893
Trade receivables	7	39,287,547	38,632,665
Advances, deposits & prepayments	8	23,031,692	18,735,336
Cash & Cash equivalent	9	89,623,725	69,958,042
Total current assets		**226,350,237**	**193,090,936**
Total assets		**560,454,861**	**534,153,235**
Equity and liabilities			
Equity			
Share capital	10	100,000,000	100,000,000
Retained earnings	11	66,689,731	45,810,452
Total equity		**166,689,731**	**145,810,452**
Non-current liabilities			
Term Loan	12	119,679,389	119,679,389
Deferred tax liabilities	13(2)	24,469,852	22,444,200
		144,149,241	**142,123,589**
Current liabilities			
Short-term loan	14	43,001,174	46,427,890
Intercompany Payable		177,012,238	177,012,238
Provision for income tax	17	23,844,897	16,269,128
Payables & accruals		5,757,580	6,509,937
Total current liabilities		**249,615,889**	**246,219,193**
Total Liabilities		**393,765,130**	**388,342,782**
Total equity & liabilities		**560,454,861**	**534,153,235**
Net assets value per share		**16.67**	**14.58**

The annexed notes 1 to 17 & annexure-A & B form an integral part of these financial statements.

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 11, 2017

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana Welding Electrode Limited

Statement of Profit or loss and other comprehensive income
For the year ended June 30, 2017

Perticulars	Notes	July 01, 2016 to June 30, 2017	July 01, 2015 to June 30, 2016
		BD Taka	BD Taka
Revenue (net)		**299,082,740**	**301,548,596**
Less: Cost of sales	15	230,263,792	230,855,976
Gross profit		**68,818,948**	**70,692,620**
Less: Administrative and selling expenses	16	34,485,685	22,060,259
Less: Interest expenses		3,849,273	23,588,262
Operating profit		**30,483,990**	**25,044,099**
Add: Other income		1,520,745	438,886
Profit before contribution to WPPF		**32,004,735**	**25,482,985**
Less: Contribution to WPPF		1,524,035	1,213,475
Profit before tax		**30,480,700**	**24,269,510**
Less: Income tax expenses		**9,601,421**	**4,056,234**
Current tax	13 (1)	7,575,769	4,173,819
Deferred tax	13 (2)	2,025,652	(117,585)
Total Comprehensive Income for the year		**20,879,279**	**20,213,276**
Earnings per share		**2.09**	**2.02**

The annexed notes 1 to 17 & annexure-A & B form an integral part of these financial statements.

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 11, 2017

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana Welding Electrode Limited

Statement of Cash Flows

For the year ended June 30, 2017

	Perticulars	July 01, 2016 to June 30, 2017	July 01, 2015 to June 30, 2016
		BD Taka	BD Taka
A.	**Cash flows from operating activities**		
	Receipts from customers	298,427,858	288,829,355
	Receipts of other income	1,520,745	438,886
	Payments for materials,services and expenses	(250,959,244)	(225,887,754)
		48,989,359	**63,380,487**
	Income tax paid	(5,339,531)	(4,011,178)
	Net cash Inflow by operating activities	**43,649,828**	**59,369,309**
B.	**Cash flows from investing activities**		
	Acquisition of property, plant and equipment	(16,708,156)	(6,588,355)
	Capital Work-in-progress	-	(22,500,000)
	Net cash used by investing activities	**(16,708,156)**	**(29,088,355)**
C.	**Cash flows from financing activities**		
	Received from Hoiding & alliance companies	-	200,000,000
	Interest paid	(3,849,273)	(23,588,262)
	Short-term loan	(3,426,716)	(197,310,085)
	Term loan	-	22,500,000
	Net cash inflows from financing activities	**(7,275,989)**	**1,601,653**
D.	**Net changes in cash and cash equivalents (A+B+C)**	**19,665,683**	**31,882,607**
	Cash and cash equivalents at the beginning of the year	69,958,042	38,075,435
E.	**Cash and cash equivalents at the end of the year**	**89,623,725**	**69,958,042**

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Navana Welding Electrode Limited

Statement of Changes in Equity
For the year ended June 30, 2017

Particulars	Share capital	Retained Earnings	Total
Balance at July 01,2015	**100,000,000**	**25,597,176**	**125,597,176**
Net profit for the year	-	20,213,276	20,213,276
Balance at June 30, 2016	**100,000,000**	**45,810,452**	**145,810,452**
Balance at July 01,2016	**100,000,000**	**45,810,452**	**145,810,452**
Net profit for the year	-	20,879,279	20,879,279
Balance at June 30, 2017	**100,000,000**	**66,689,731**	**166,689,731**

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary



| Factory : Navana Welding Electrode Limited |

Navana Welding Electrode Limited

Notes to the Financial Statements
For the Year ended June 30, 2017

1. Corporate Information and Mode of Business

1.1 Corporate Information

Navana Welding Electrodes Limited is a private limited company which was incorporated in 2011 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited. The company started its commercial operation from January 01, 2013.

1.2 Mode of Business

The principal activities of the company are manufacturing of welding electrode rod, welding and cutting equipments, cutting rod, welding and cutting consumables etc. all kind of welding flux chemical, associated chemicals, welding wire rod, Industrial and all purpose commercial use.

2. Significant Accounting Policies and Basis of Preparation of Financial Statement

2.1 Statement of Compliance

The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) and as per requirements of the Companies Act 1994, the Securities and Exchange Rules 1987, and other applicable laws and regulations.

2.2 Basis of Preparation

The financial statements of this company have been prepared assuming going concern basis based on the accrual basis of accounting following under the historical cost convention.

2.3 Basis of Reporting

The financial statements of this company is prepared and presented for external users in accordance with the identified financial reporting framework. Presentation has been made in compliance with the requirement of BAS 1 "Presentation of Financial Statements."

2.4 Reporting Period

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

2.5 Functional and Presentation Currency

The financial statements are prepared in Bangladeshi Taka which is the Functional Currency.

2.6 Recognition of Property, Plant and Equipment

These are capitalized at cost of acquisition and subsequently stated at original cost minus accumulated depreciation and accumulated impairment losses, if any, in compliance with the relevant accounting standard (BAS 16). The cost of the assets is inclusive of cost paid to the vendors along with all incidental expenses to install or construct the same assets for its intended use. Expenditure incurred after the assets have been put in to operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

Depreciation

No depreciation has been charged on land development considering the unlimited useful life. In respect of all other assets, the quantum of annual depreciation charge is calculated over their estimated useful life lives using the diminishing balance method of depreciation. All the assets acquired or disposed of during the period have been depreciated for the period of its uses. The rate at which the assets are depreciated per annum depended on the nature and estimated useful life of each assets are consistently applied since inception of the Unit which are given below.

Name of the Properties	Rate of Dep. in (%)
Land & land Developments	--
Building & Civil Construction	10
Plant & Machinery	10
Office Equipment	10
Tools & Equipment	10
Furniture & Fixtures	10
Electrical Equipment	10
Motor Vehicles	10

Navana Welding Electrode Limited

Notes to the Financial Statements

2.7 Intangible Asset (Software)

Recognition and measurement Intangible assets that are acquired by the company and have finite useful lives are measured at cost less any accumulated amortization and any accumulated impairment loss, if any. Intangible assets are recognized when all the conditions for recognition as per IAS/BAS 38 Intangible Assets are met. The cost of an intangible asset comprises its license to operate the software from the vendor Advance ERP (BD) Limited at a price of tk 1,250,000 and any directly attributable cost of preparing the asset for its intended use

Amortization

Amortization is recognized in profit or loss over the estimated useful lives of intangible assets.

2.8 Inventories

In compliance with the requirements with BAS 2 "Inventories" Raw Materials and Stores are valued at the lower of cost and the net realizable value. Stocks of finished goods are valued at cost which is determined by taking into consideration the value of raw materials and production overhead. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to present condition and includes wherever applicable appropriate overheads based on normal level of activity.

2.9 Cash and Cash Equivalent

Cash and cash equivalents includes cash in hand, cash at banks, which are held and available for use by the unit without any restriction and having maturity dates of three months or less from the respective date of deposit. There is insignificant risk of change in value of same.

2.10 Liabilities for Expenses

While the provision for certain standing charges and know liabilities is made at the Statement of Financial Position date based on estimate, the difference arising there from on receipts of bills/demands and/or actual payments is adjusted in the subsequent period when such liabilities are settled.

2.11 Financial Assets and Liabilities

Financial assets and liabilities are recognized on the Statement of Financial Position date when the unit has become a party to a contractual provision of the instruments

Receivables:

Trade receivables are stated their real value and consider good. No provision has been made doubtful debts and no amount was written off as bad.

Payables:

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Unit.

2.12 Related Party Disclosure

The figures have been carried forward from previous year as noted below:

Amount in BDT

Name of related Party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable / (Payable)
Navana CNG Limited	Subsidiary	Working Capital	-	(107,012,238)
Navana Engineering Ltd.	Sister Concern	Interest free loan	-	(70,000,000)
Term Loan	Loan from Chairman	Interest Free Loan	-	119,679,389
Board meeting	Director	Board meeting fee	60,000	60,000

2.13 General

1. Figures shown in the accounts have been rounded off to the nearest Bangladeshi Taka.

2. Comparative figures and account titles in the financial statements have been re-arranged/re-classified where necessary, to conform to changes in presentation in the current period.

Navana Welding Electrode Limited

Notes to the Financial Statements

Schedule of Property, plant and equipment

As at June 30, 2017

Annexure-A

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Land and land development	38,185,500	44,448,016	82,633,516	0%	-	-	-	82,633,516
Building & civil construction	37,365,928	34,125,875	71,491,803	10%	11,124,454	7,032,073	18,156,527	53,335,276
Plant & machinery	143,628,352	9,108,504	152,736,856	10%	43,314,343	11,169,964	54,484,307	98,252,549
Office equipment	7,842,507	558,640	8,401,147	10%	1,685,216	706,508	2,391,724	6,009,423
Furniture & fittings	5,219,176	105,500	5,324,676	10%	1,097,765	427,966	1,525,731	3,798,945
Electrical equipment	38,482,875	133,648	38,616,523	10%	11,276,358	2,735,687	14,012,045	24,604,478
Vehicles	14,562,443	2,308,000	16,870,443	10%	3,088,820	1,483,946	4,572,766	12,297,677
Total	**285,286,781**	**90,788,183**	**376,074,964**		**71,586,956**	**23,556,144**	**95,143,100**	**280,931,864**

Depreciation Charged to :	**TK**
Cost of good sold	18,844,915
Administrative & selling Expenses	4,711,229
	23,556,144

Schedule of Intangible Assets

As at June 30, 2017

Annexure-B

Particulars	Cost			Rate of Depreciation	Depreciation			Written Down Value as at 30.06.2017
	As at 01.07.2016	Addition during the year	As at 30.06.2017		As at 01.07.2016	Charged during the year	As at 30.06.2017	
Software system	1,250,000	-	1,250,000	10%	153,125	109,688	262,813	987,188
Total	**1,250,000**	**-**	**1,250,000**		**153,125**	**109,688**	**262,813**	**987,188**

Amortization Charged to :	**TK**
Cost of good sold	87,750
Administrative & selling Expenses	21,938
	109,688

Navana Welding Electrode Limited

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
3	**Property, plant and equipment net**		
	Land and land development	82,633,516	38,185,500
	Building & civil construction	53,335,276	26,241,474
	Plant & machinery	98,252,549	100,314,009
	Office equipment	6,009,423	6,157,291
	Furniture & fittings	3,798,945	4,121,411
	Electrical equipment	24,604,478	27,206,517
	Vehicles	12,297,677	11,473,623
		280,931,864	**213,699,825**
	*An elaborate schedule of PPE are shown in annexure -A.		
4	**Intangable Assets**		
	Software Syatem	987,188	1,096,875
		987,188	**1,096,875**
	*An elaborate schedule of intangable assets are shown in annexure -B.		
5	**Capital work in progress**		
	Opening Balance	126,265,599	106,518,057
	Add: Addition during the year	-	22,500,000
		126,265,599	**129,018,057**
	Less : Transfer to PPF	74,080,027	2,752,458
	Closing Balance	**52,185,572**	**126,265,599**
6	**Inventories**		
	Raw materials	25,041,766	24,667,876
	Work-in-process	8,524,730	9,892,003
	Finished goods	26,621,382	22,195,457
	Stock In Transit	6,683,995	2,529,086
	Spare parts	7,240,900	6,067,477
	Fuel	294,500	412,994
		74,407,273	**65,764,893**
7	**Trade receivables**		
	Sylhet Zone	1,410,170	1,040,491
	Jessore Zone	5,077,865	4,141,504
	Dhaka South zone	11,374,340	7,926,930
	Dhaka North zone	8,153,694	7,539,842
	Rajshahi Zone	1,789,666	1,971,149
	Rangpur Zone	1,324,889	1,611,106
	Chitta. South Zone	4,414,986	7,100,464
	Chitta. North Zone	3,702,245	4,455,163
	Barishal Zone	2,039,692	2,846,016
		39,287,547	**38,632,665**

Navana Welding Electrode Limited

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
8	**Advances, deposits & prepayments**			
	Advance Income Tax	8.01	18,891,480	13,551,949
	Advance to Suppliers		673,983	1,410,283
	Earnest Money & Security Deposit		1,080,300	1,080,300
	Security Deposit Bangladesh Railway		892,985	561,459
	Advance House Rent		271,500	350,000
	Vat Current Account		1,208,444	1,761,345
	Advance against Salary		13,000	20,000
			23,031,692	**18,735,336**
8.01	**Advance Income Tax**			
	Opening Balance		13,551,949	9,540,771
	Add: Addition during the year		5,339,531	4,011,178
			18,891,480	13,551,949
	Less : Adjustment during the year		-	-
	Closing Balance		**18,891,480**	**13,551,949**
9	**Cash & Cash equivalent**			
	Cash in hand		5,332,530	5,250,034
	Cash at banks :	9.01		
	Fixed Deposit Receipt (FDR)		48,374,852	17,013,683
	Bank Balances		35,916,343	47,694,325
			89,623,725	**69,958,042**
9.01	The bank balances consists of :			
	Fixed Deposit Receipt (FDR) :			
	Shahjalal Islami Bank Ltd.		11,109,839	10,579,039
	Mercentile Bank Ltd.		30,576,408	-
	Standard Bank Ltd.		6,688,605	6,434,644
			48,374,852	**17,013,683**
	Bank Balances :			
	Al-Arafah Bank Ltd.		21,902	4,627
	Dutch Bangla Bank Ltd.		11,469,117	10,877,693
	Mercantile Bank Ltd.		1,004,628	684,649
	Prime BanK Ltd.		41,164	42,447
	Mutual Trust Bank Ltd.		5,406,408	10,462,140
	Trust Bank Ltd.		742	1,892
	Bank Asia Ltd.		4,993,644	4,847,214
	Shahjalal Islami Bank Ltd.		4,010,022	16,479,417
	Standard Bank Ltd.		472,950	1,520,948
	Islami Bank Ltd.		714,860	1,107,535
	Sonali Bank Ltd.		813,405	1,116,941
	United commercial Bank Ltd.		1,072,639	389,945
	Jamuna Bank Ltd.		16,850	-
	State Bank of India		5,720,785	-
	IFIC Bank Ltd.		157,227	158,877
			35,916,343	47,694,325
			84,291,195	**64,708,008**

Navana Welding Electrode Limited

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
10	**Authorized Capital:**		
	50,000,000 Ordinary Shares @ Tk. 10 each	**500,000,000**	**500,000,000**
	Issued, Subscribed and Paid-up Capital		
	10,000,000 Ordinary Shares @ Tk. 10 each	100,000,000	100,000,000
	Navana CNG Limited	99,999,950	99,999,950
	Non -controlling interest (Sponsors)	50	50
		100,000,000	**100,000,000**
11	**Retained earnings**		
	Opening balance	45,810,452	25,597,176
	Add: Total Comprehensive Income for the year	20,879,279	20,213,276
	Closing balance	**66,689,731**	**45,810,452**
12	**Term Loan**		
	Due to Director (12.01)	**119,679,389**	**119,679,389**
12.01	**Due to Director (Mr.Shafiul Islam, chairman)**		
	Opening Balance	119,679,389	97,179,389
	Add: during the year	-	22,500,000
		119,679,389	**119,679,389**
	This represents un-secured and Interest free loan from Mr.Shafiul Islam, chairman.		
13	**Calculation of Tax:**		
13 .01	**Current Tax**		
	Profit Before Tax	30,480,700	24,269,510
	Add. Disallowable Depreciation	23,556,144	17,990,784
	Add. Disallowable Amortization	109,688	153,125
		54,146,532	**42,413,419**
	Less: Allowable Depreciation	29,823,034	27,369,731
	Less: Allowable Amortization	273,438	703,125
		24,050,060	**14,340,563**
	Current Tax 35%	8,417,521	5,019,197
	Less: Tax Rebate 10%	841,752	845,378
	Current Tax	**7,575,769**	**4,173,819**
13 .02	**Deferred tax:**		
	Taxable temporary difference	77,682,069	71,251,429
	Tax rate	31.5%	31.5%
	Deferred tax liabilities	24,469,852	22,444,200
	Less: Opening balance	22,444,200	22,561,785
	Provision for deferred tax	**2,025,652**	**(117,585)**
14	**Short-term loan**		
	Shahjalal Islami bank Ltd.	36,408,282	42,629,328
	Mercantile Bank Ltd. (LTR)	6,592,892	3,798,562
		43,001,174	**46,427,890**

Navana Welding Electrode Limited

Notes to the Financial Statements

			June 30, 2017	June 30, 2016
			BD Taka	BD Taka
15	**Cost of goods sold**			
	Raw materials	15.01	181,386,534	183,750,384
	Factory overhead	15.02	47,272,505	37,180,868
	Direct Cost		4,663,405	4,036,015
			233,322,444	**224,967,267**
	Add: Opening Work in Process		9,892,003	14,957,784
			243,214,447	**239,925,051**
	Less: Closing Work in Process		8,524,730	9,892,003
			234,689,717	**230,033,048**
	Add: opening stock of finished goods		22,195,457	23,018,385
			256,885,174	**253,051,433**
	Less: Closing stock of finished goods		26,621,382	22,195,457
			230,263,792	**230,855,976**
15.01	**Raw materials**			
	Opening stock of raw materials		24,667,876	30,314,439
	Add: Purchase for the year		181,760,424	178,103,821
			206,428,300	**208,418,260**
	Less: Closing stock of raw materials		25,041,766	24,667,876
			181,386,534	**183,750,384**
15.02	**Factory overhead**			
	Salary & Wages		10,690,747	6,755,150
	Festival Bonus		1,911,102	816,910
	Q.C Test		223,660	498,177
	Cleaning & Washing Exp		13,985	7,310
	Carrying charge		20,650	2,086
	Conveyance		98,750	68,915
	Daily Allowance		-	214,078
	Dress & Uniform		44,520	9,000
	Earn leave Allowance		350,058	285,990
	Electrical Expenses		610,112	613,708
	Entertainment exp		1,155,337	827,952
	Fuel Exp		3,687,554	3,394,870
	Internet exp		130,208	104,599
	Labour Charge		768,098	247,020
	Medical Exp		113,140	7,014
	Oil & Lubricant exp		668,022	603,857
	Paper & Periodical		7,117	5,470
	Stationery		214,846	81,466
	Spare Parts		1,840,288	1,722,203
	Repair Maintenance		2,075,307	1,998,631
	Telephone & Mobile Bill		205,036	100,146
	Electricity bill		3,250,970	2,522,750
	Security guard		260,333	522,535
	Depreciation (Annexure-A)		18,844,915	15,648,531
	Amortization (Annexure-B)		87,750	122,500
			47,272,505	**37,180,868**

Navana Welding Electrode Limited

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
16	**Administration and Selling expense**		
	Salary & Allowance	20,308,670	12,507,790
	Festival Bonus	1,435,288	300,899
	Conveyance	1,330,570	432,730
	Daily Allowance	701,647	247,811
	Electricity bill	156,201	131,349
	Entertainment	576,746	210,802
	Gas Bill	25,650	22,200
	Internet bill	165,875	192,593
	Labor expenses	155,548	15,151
	Board meeting attendance fee	60,000	-
	Telephone & Mobile Bill	598,872	515,223
	News Papers bill	19,075	14,702
	Office Rent	890,880	854,766
	Repair and Maintenance	862,079	706,016
	Fuel Expenses	1,212,999	664,067
	Postage & Courier	21,573	46,644
	Printing	138,892	465,744
	Stationery	92,595	91,430
	Registration & Renewal Exp	170,451	127,307
	Service Charges	67,200	61,450
	TA/DA Allowances	506,030	258,250
	Audit Fee	50,000	50,000
	Bank Charges	205,678	200,577
	Depreciation (Annexure-A)	4,711,229	3,912,133
	Amortization (Annexure-B)	21,938	30,625
		34,485,685	**22,060,259**
17	**Provision for income tax**		
	Opening balance	16,269,128	12,095,310
	Add: Provision during the year	7,575,769	4,173,818
		23,844,897	**16,269,128**
	Less: Tax paid/adjusted during the year	-	-
	Closing balance	**23,844,897**	**16,269,128**

Independent Auditors' Report
To the Shareholders of
Navana LPG Limited

We have audited the accompanying financial statements of Navana LPG Limited ('the Company') which comprise the statement of financial position as at June 30, 2017 and the statement of profit or loss and 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 disclosed in notes 1 to 7.

Management's responsibility for the financial statements

Management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

Auditors' 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 (BSAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditors' 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 considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the company 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, give a true and fair view of the financial position of Navana LPG Limited as at June 30, 2017 and its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs), Company Act 1994 and comply with the 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 purposes of our audit and made due verification thereof;
b) in our opinion, proper books of account as required by the law have been kept by the Company so far as it appeared from our examination of these books ; and
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 account .

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Dated : Dhaka
October 11, 2017

Navana LPG Limited

Statement of Financial Position
As at June 30, 2017

	Note	June 30, 2017	June 30, 2016
		BD Taka	BD Taka
Assets :			
Non- current assets			
Property, plant and equipment	3	8,367,867	-
Total Non-current assets		**8,367,867**	**-**
Current assets			
Advance against land		15,000,000	
Advances, deposits & prepayments	4	9,858,686	-
Cash & Bank Balances	5	54,122,879	1,003,905
Total current assets		**78,981,565**	**1,003,905**
Total assets		**87,349,432**	**1,003,905**
Equity & Liabilities :			
Equity			
Share Capital	6	1,000,000	1,000,000
Retained earnings		(63,435)	(6,095)
Total Equity		936,565	993,905
Non-current Liabilities			
Loan from Director		5,000	5,000
Total non-current Liabilities		5,000	5,000
Current liabilities			
Security Retention Money		52,600,000	-
Inter company payable	7	33,777,867	-
Payables & accruals		30,000	5,000
Total Current liabilities		**86,407,867**	**5,000**
Total equity & Liabilities		**87,349,432**	**1,003,905**

The annexed notes 1 to 7 form an integral part of these financial statements

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 11, 2017

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana LPG Limited

Statement of Profit or loss and other comprehensive income
For the year ended June 30, 2017

Pariculars	July 01, 2016 to June 30, 2017	July 01, 2015 to June 30, 2016
	BD Taka	BD Taka
Revenue	-	-
Less: Cost of goods sold	-	-
Gross profit	**-**	**-**
Less: Adminintration & selling expenses	57,340	6,095
Less: Interest expenses	-	-
Operating profit	**(57,340)**	**(6,095)**
Add: other income	-	-
Profit before tax	**(57,340)**	**(6,095)**
Less: Income Tax Expenses	-	-
Profit after Tax	**(57,340)**	**(6,095)**

The annexed notes 1 to 7 an integral part of these financial statements

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 11, 2017

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants



| Factory: Navana LPG Limited |

Navana LPG Limited

Statement of Cash Flows
For the year ended June 30, 2017

Pariculars	July 01, 2016 to June 30, 2017	July 01, 2015 to June 30, 2016
	BD Taka	BD Taka
Cash flows from operating activities		
Receipts from customers	-	-
Other Received	-	-
Payments for materials,services and expenses	(32,340)	(1,095)
	(32,340)	**(1,095)**
Interest paid	-	-
Income tax paid	-	-
Net cash Provided by operating activities	**(32,340)**	**(1,095)**
Cash flows from investing activities		
Payments for property, plant and equipment		
LC margin for machinery	(8,658,686)	-
Security deposit to LP Gas Ltd	(1,200,000)	-
Advance against land	(15,000,000)	-
Capital Work-in- progress		
Net cash used in investing activities	**(24,858,686)**	**-**
Cash flows from financing activities		
Share Capital	-	1,000,000
Inter Company Received	25,410,000	-
Proceeds from Director loan	-	5,000
Security Money received	52,600,000	-
Net cash inflows from financing activities	**78,010,000**	**1,005,000**
Net changes in cash and cash equivalents	**53,118,974**	**1,003,905**
Cash and cash equivalents at the beginning of the year	1,003,905	-
Cash and cash equivalents at the end of the year	**54,122,879**	**1,003,905**

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary

Navana LPG Limited

Statement of Changes in Equity
For the year ended June 30, 2017

Particulars	Share capital	Retained Earnings	Total
Addition during the year	1,000,000	-	1,000,000
Net profit/ Loss for the year	-	(6,095)	(6,095)
Balance at June 30, 2016	**1,000,000**	**(6,095)**	**993,905**
Balance at July 01, 2016	1,000,000	(6,095)	993,905
Net profit/ Loss for the year		(57,340)	(57,340)
Balance at June 30, 2017	**1,000,000**	**(63,435)**	**936,565**

Sd/-
Director

Sd/-
Director

Sd/-
Company Secretary



| LPG Tanker for Satelite Plant Support |

Navana LPG Limited

Notes to the Financial Statements
For the Year ended June 30, 2017

1. Legal status

Navana LPG Limited is a private limited company which was incorporated in 13 September 2015, Vide Registration number C-125694 of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act, 1994.

i. Principal activities of the company

The company main objective to carry on the business of import, export, indenting and Marketing of all types of gases also LPG, LNG, CNG, propone, butane, oxygen, nitrogen, acetylene, nitrous, oxide, Medical and commercial oxygen and other allied gases.

ii. Present operation Status

The Company has not started its business till June 30, 2017. Construction works are in progress.

iii. Functional and presentational (reporting) currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the Company's functional currency.

2. Principal accounting policies

The specific accounting policies selected and applied by the Company's directors for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating the format of financial statements were also taken into full consideration for fair presentation.

i. Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

ii. Borrowing costs

In compliance with the requirements of BAS 23 "Borrowing Costs" borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Borrowing costs are recognized as expenses in the period in which they incurred and capitalized the same that incurred before commencement of commercial operation.

iii. Contingencies

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Company. Contingent liabilities and assets are not recognized on the statement of financial position of the Company.

iv. Inventories

Inventories are stated at the lower of cost and net realizable value. Costs incurred in bringing the inventories to their present location and conditions are accounted for as follows:

Raw materials: purchase costs on a weighted average basis;

v. Cash and cash equivalents

Cash in hand and cash at banks have been considered as cash and cash equivalents for the preparation of these financial statements, which were held and available for use by Company without any restriction and there was insignificant risk of changes in value of the same.

vi. Events after the reporting period

Events after the reporting period that provide additional information about the Company's position at the date of statement of financial position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

Vii General

Figures shown in the accounts have been rounded off to the nearest Taka.

Navana LPG Limited

Notes to the Financial Statements

		June 30, 2017	June 30, 2016
		BD Taka	BD Taka
3	**Property , Plant and equipment**		
	Land land development	8,367,867	-
		8,367,867	**-**
4	**Advance, Deposit and Prepayment**		
	LC margin for machinery	8,658,686	-
	Security deposit to LP Gas Ltd	1,200,000	-
		9,858,686	**-**
5	**Cash & Bank Balances**		
	Cash in hand	-	-
	Cash at Bank		
	Bank Asia Ltd.	22,208,970	-
	Shahjalal Islami Bank Ltd.	31,913,909	1,003,905
		54,122,879	**1,003,905**
6	**Share Capital**		
	6.1 Authorized Capital	3,000,000,000	3,000,000,000
	300,000,000 Shares @ Tk 10 each		
	6.2 Issued, Subscribed and paid-up Capital	1,000,000	1,000,000
	100,000 shares of Tk 10 each		
	6.3 Breakup of share capital		
	Navana CNG Limited 99995 Shares of tk. 10 each	999,950	999,950
	Mr. Shafiul Islam 1 share of tk. 10 each	10	10
	Mrs. Khaleda Islam 1 share of tk. 10 each	10	10
	Mr. Saiful Islam 1 share of tk. 10 each	10	10
	Mr. Sajedul Islam 1 share of tk. 10 each	10	10
	Ms. Farhana Islam 1 share of tk. 10 each	10	10
		1,000,000	**1,000,000**
7	**Inter company balance**		
	Navana CNG Limited	25,410,000	-
	Navana Limited	8,367,867	-
		33,777,867	**-**

Share Capital & other Information

Authorised Capital	: Tk. 1,500,000,000
Paid-up Capital	: Tk. 685,285,920
Class of Shares	: Ordinary share of Tk. 10 each.
Stock Exchange Listing	: Listed with Dhaka and Chittagong Stock Exchange Limited.
Dividend recommended by the Board	: 15%
Market Value per share	: Highest during the year 80.40
	Lowest during the year 42.70

The Position of Shareholders

Particulars	June 30, 2017			June 30, 2017		
	Number of Investors	Number of Shares	% of Share Holdings	Number of Investors	Number of Shares	% of Share Holdings
Sponsors	6	29116427	42.49%	6	29116427	42.49%
Institutional Investors	243	17441284	25.45%	238	13445458	19.62%
General Public	14205	21970881	32.06%	20166	25966707	37.89%
Total	**14454**	**68528592**	**100.00%**	**20410**	**68528592**	**100.00%**

The Classification of Shareholders by holding

Particulars	June 30, 2017			June 30, 2017		
	Number of Investors	Number of Shares	% of Share Holdings	Number of Investors	Number of Shares	% of Share Holdings
1 to 500	9665	1693537	2.47%	13364	2403884	3.51%
501 to 5000	4069	6173691	9.01%	6177	9571531	13.97%
5001 to 10000	333	2438667	3.56%	449	3190520	4.65%
10001 to 20000	170	2454241	3.58%	210	2992739	4.37%
20001 to 30000	64	1584520	2.31%	69	1742882	2.54%
30001 to 40000	27	967301	1.41%	28	987254	1.44%
40001 to 50000	29	1310900	1.91%	23	1042968	1.52%
50001 to 100000	43	3118521	4.55%	35	2521425	3.68%
100001 to 1000000	47	11831266	17.27%	49	13471097	19.66%
Above 1000000	7	36955948	53.93%	6	30604292	44.66%
Total	**14454**	**68528592**	**100.00%**	**20410**	**68528592**	**100.00%**

NOTES

Navana CNG Limited

125/A, Motijheel C/A, Dhaka-1000

Proxy Form

I/We ----------

of ---------- being

a member of Navana CNG Limited do hereby appoint Mr. / Ms. ----------

of ----------

as my/our proxy to attend and vote for me/us and on my/our behalf at the 13th Annual General Meeting of the Company to be held on 11 December 2017 at 11:30 a.m. at International Convention City Bashundhara [PUSHPOGUSCHO, Hall-02], Kuril Bishwa Road, Purbachal Express Highway, Dhaka and at any adjournment thereof.

Revenue Stamp
Taka 20.00

Name of Shareholder ----------

No. of Shares held ----------

B.O. A/C No. | | | | | | | | | | | | | | | |

Name of Proxy ----------

Signature of Proxy

Date ----------

Signature of Shareholder ----------

Note : A member entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote in his/her behalf. The Proxy Form, duly stamped must be deposited at the Registered Office of the Company atleast 48 hours before the meeting.

Navana CNG Limited

Attendance Slip

I/We hereby record my/our presence at the 13th Annual General Meeting on 11 December 2017 at 11:30 a.m. at International Convention City Bashundhara [PUSHPOGUSCHO, Hall-02], Kuril Bishwa Road, Purbachal Express Highway, Dhaka.

Name of Proxy ----------

Signature of Proxy

Date ----------

Name of Shareholder ----------

No. of Shares held ----------

B.O. A/C No. | | | | | | | | | | | | | | | |

Signature of Shareholder ----------

N.B. Please present this slip at the Registration Desk. **Signature must match with your recorded signature.**

m¤§wbZ †kqvi‡nvìvie‡›`i m`q AeMwZi Rb¨ Rvbv‡bv hv‡”Q †h, **Bangladesh Securities and Exchange Commission** Gi wewa-wb‡la _vKvq Avmb ewlK mvaviY mfvq †Kvb cKvi Dcnvi/Avc¨vq‡bi e¨e¯v _vK‡e bv|

Scan code with a QR code reader-enable device to find out more about the company

Navana CNG Limited

FOR A CLEAN ALTERNATIVE

Registered Office :
Islam Chamber
125/A, Motijheel C/A, Dhaka, Bangladesh