

**INTRACO REFUELING STATION LTD.**

House#40, Block#J, Pragati Sarani  
Baridhara, Dhaka-1212, Bangladesh

**AUDITOR'S REPORT &  
FINANCIAL STATEMENTS**

As at and for the year ended June 30, 2019

**MAHFEL HUQ & CO.  
CHARTERED ACCOUNTANTS**

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An independent member firm of AGN International

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## **Independent Auditor's Report to the Shareholders of INTRACO REFUELING STATION LTD.**

### **Report on the Financial Statements**

#### **Opinion**

We have audited the financial statements of **INTRACO REFUELING STATION LTD.** which comprise the statement of financial position as at 30 June 2019, 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 notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company and the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Emphasis of Matter-Utilization of IPO Fund**

We draw attention to note # 34 of the financial statements, which describes the utilization of IPO proceeds up to 30 June 2019 as certified by independent auditor, Shiraz Khan Basak & Co, Chartered Accountants. Our opinion is not modified in respect of this matter.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.





SI	Risk	Our response to the risk
1.	<p><b>Carrying value of investments in subsidiary by the Company</b></p> <p>Refer to note #07 to the financial statements. The company has invested in equity shares of its subsidiaries M HYE &amp; CO. CNG Refueling Station Ltd, East End Automobiles Ltd, Nessa &amp; Sons Ltd, Absar &amp; Elias Enterprise Ltd, and Good CNG Refueling Station Ltd. As at 30<sup>th</sup> June, 2019 the carrying value of the investment is BDT 104.89 million.</p> <p>At the time of audit of our separate financial statements of the company, we have considered the recoverable value of the company's investment in the subsidiaries M HYE &amp; CO. CNG Refueling Station Ltd, East End Automobiles Ltd, Nessa &amp; Sons Ltd, Absar &amp; Elias Enterprise Ltd, and Good CNG Refueling Station Ltd.</p> <p>Management has conducted impairment assessment and calculated recoverable value of its subsidiaries M HYE &amp; CO. CNG Refueling Station Ltd, East End Automobiles Ltd, Nessa &amp; Sons Ltd, Absar &amp; Elias Enterprise Ltd, and Good CNG Refueling Station Ltd. in accordance with IAS-36.</p>	<p>We have reviewed management's analysis of impairment assessment and recoverable value of subsidiary in accordance with IAS-36.</p> <p>In particular, our discussions with management were focused on the continued appropriateness of the value in use model, the key assumptions used in the model, the reasonably possible alternative assumptions, particularly where they had the most impact on the value in use calculation.</p> <p>We also checked the mathematical accuracy of the model, recalculated discount rate used within the model, inputs used in the determination of assumptions within the model were challenged and corroborating information was obtained in reference to third party sources.</p>
2.	<p><b>Measurement of deferred tax liability</b></p> <p>Refer to note #15 to the financial statements. Company reported net deferred tax liability totaling BDT 26.53 million as at 30 June, 2019.</p> <p>Significant judgment is required in relation to deferred tax liability as their recoverability is dependent on forecasts of future profitability over a number of years.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of deferred tax liability and the assumptions used in estimating the Company's future taxable income.</p> <p>We also assessed the completeness and accuracy of the data used for the estimations of future taxable income.</p> <p>We also assessed the appropriateness of presentation of disclosures against IAS 12 Income Tax.</p>





### **Other Information**

Management is responsible for the other information. The other information comprises the information including Director's report included in the annual report but does not include in the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements and Internal Controls**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the Management to ensure effective internal audit, internal control and risk management functions of the Company.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:





- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences





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of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- 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 law have been kept by the Company so far as it appeared from our examination of these books;
- c) the statement of financial position and statements of profit or loss and other 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.

Dhaka,  
Dated: 27 October, 2019

  
Md. Abu Kaiser, FCA  
Mahfel Huq & Co.  
Chartered Accountants

**Estd. 1974**





**INTRACO REFUELING STATION LTD.**

**Statement of Financial Position**

As at June 30, 2019

Particulars	Notes	Amount in Taka	
		30-Jun-2019	30-Jun-2018
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	4.00	431,780,376	388,158,704
Stock of Machineries	5.00	89,620,000	89,620,000
Capital Work-In-Progress	6.00	41,949,510	20,641,015
<b>Total Non-Current Assets</b>		<b>563,349,886</b>	<b>498,419,719</b>
Investment in Share	7.00	104,889,244	104,889,244
<b>CURRENT ASSETS</b>			
Inventories	8.00	15,614,027	13,392,479
Trade Receivables	9.00	624,950	443,065
Dividend Receivable	10.00	26,626,645	47,336,845
Advances, Deposits & Pre-payments	11.00	89,891,625	37,020,262
Cash & Cash Equivalents	12.00	253,574,132	292,232,065
<b>Total Current Assets</b>		<b>386,331,379</b>	<b>390,424,715</b>
<b>Total Assets</b>		<b>1,054,570,509</b>	<b>993,733,678</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share Capital	13.00	787,500,000	750,000,000
Retained Earnings	14.00	101,888,316	101,609,904
<b>Total Equity</b>		<b>889,388,316</b>	<b>851,609,904</b>
<b>NON-CURRENT LIABILITIES</b>			
Deferred Tax Liability	15.00	26,534,161	21,082,130
Long term Borrowings -Net of Current Portion	16.00	32,521,620	32,148,585
		<b>59,055,781</b>	<b>53,230,715</b>
<b>CURRENT LIABILITIES</b>			
Current portion of Long term Loan	16.00	21,504,492	22,429,203
Trade and other payables	17.00	20,588,119	23,450,720
Dividend Payable	18.00	474,882	-
Liabilities for expenses	19.00	5,713,206	3,526,921
Workers Profit Participation fund	20.00	6,127,570	5,917,809
Provision for Tax	21.00	51,718,142	33,568,406
<b>Total Current Liabilities</b>		<b>106,126,411</b>	<b>88,893,059</b>
<b>Total Liabilities</b>		<b>165,182,192</b>	<b>142,123,774</b>
<b>Total Equity and Liabilities</b>		<b>1,054,570,509</b>	<b>993,733,678</b>
Net Asset Value (NAV) Per Share	22.00	11.29	11.35

The accounting policies and explanatory notes form an integral part of the Financial Statements.

Director  
  
Company Secretary

Director

Managing Director  
  
Chief Financial Officer

This is the statement of financial position referred to in our report of even date annexed.

Dhaka  
Dated: 27 October, 2019



Mahfel Huq & Co.  
Chartered Accountants





**INTRACO REFUELING STATION LTD.**  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the year ended June 30, 2019

Sl.	Particulars	Notes	Amount in Taka	
			30-Jun-2019	30-Jun-2018
A	Sales Revenue	23.00	369,528,195	393,349,063
B	Less: Cost of Sales	24.00	299,020,167	329,728,727
C	Gross Profit (A-B)		70,508,028	63,620,336
D	Administrative & Selling Expenses	25.00	20,289,723	22,838,964
E	Financial Expenses	26.00	5,901,310	7,975,041
F	Profit from Operation (C-D-E)		44,316,995	32,806,332
G	Other Income	27.00	59,507,194	91,467,672
H	Net Profit before tax F+G)		103,824,189	124,274,004
I	Workers Profit Participation Fund (WPPF)		4,944,009	5,917,810
J	Net Profit After WPPF (H-I)		98,880,180	118,356,194
K	Income Tax Expenses		23,601,768	18,592,706
	Current Tax	21.00	18,149,736	20,384,321
	Deferred Tax Expense		5,452,031	(1,791,615)
L	Net Profit After Tax (J-K)		75,278,412	99,763,488
M	Other Comprehensive Income		-	-
N	Total Comprehensive Income (L+M)		75,278,412	99,763,488
O	Basic Earnings Per Share (EPS)	28.00	0.96	1.82

The accounting policies and explanatory notes form an integral part of the Financial Statements.

Director  
  
Company Secretary

Director

Managing Director  
  
Chief Financial Officer

This is the statement of Profit or Loss & other comprehensive income referred to in our report of even date annexed.

Dhaka  
Dated: 27 October, 2019



Mahfel Huq & Co.  
Chartered Accountants





**INTRACO REFUELING STATION LTD**  
**Statement of Changes in Equity**  
**For the year ended June 30, 2019**

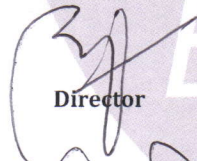

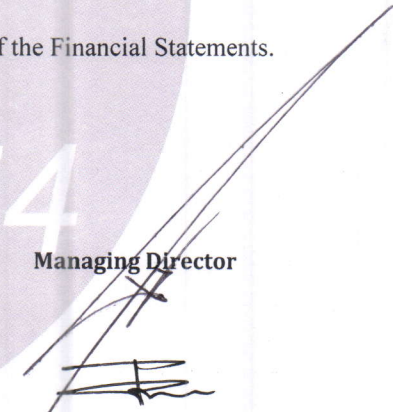


Particulars	Ordinary Share Capital	Retained Earnings	Total
Balance as on : July 01, 2018	750,000,000	101,609,904	851,609,904
5% Cash Dividend	-	(37,500,000)	(37,500,000)
5% Stock Dividend	37,500,000	(37,500,000)	-
Net Profit for the year	-	75,278,412	75,278,412
Balance as on: June 30, 2019	<b>787,500,000</b>	<b>101,888,316</b>	<b>889,388,316</b>

**INTRACO REFUELING STATION LTD**  
**Statement of Changes in Equity**  
**For the year ended June 30, 2018**

Particulars	Ordinary Share Capital	Retained Earnings	Total
Balance as on : July 01, 2017	450,000,000	22,250,166	472,250,166
New Share Issues	300,000,000	-	300,000,000
Cost of Equity (IPO expenses)	-	(20,403,750)	(20,403,750)
Net Profit for the year	-	99,763,488	99,763,488
Balance as on: June 30, 2018	<b>750,000,000</b>	<b>101,609,904</b>	<b>851,609,904</b>

The accounting policies and explanatory notes form an integral part of the Financial Statements.

*Estd. 1974*

 Director
  Director
  Managing Director  
 Company Secretary
  Chief Financial Officer

Dhaka  
Dated: 27 October, 2019







## INTRACO REFUELING STATION LTD.

Statement of Cash Flows  
For the year ended June 30, 2019

Particulars	Notes	Amount in Taka	
		30-Jun-2019	30-Jun-2018
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Cash received from customers		374,999,163	400,378,012
Receipts from other income		12,380,549	2,247,941
Cash Payments to suppliers		(277,757,405)	(302,997,858)
Cash Payments to employees		(23,316,804)	(18,599,541)
Cash Payments to others		(16,606,559)	(27,157,590)
<b>Cash generated from operation</b>		<b>69,698,944</b>	<b>53,870,963</b>
Cash payments for financial expenses		(3,586,324)	(7,975,041)
Paid for Income Tax		(11,037,181)	(10,985,149)
<b>Net cash generated by operating activities</b>	29	<b>55,075,439</b>	<b>34,910,773</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Acquisition of Property, Plant & Equipment		(28,802,358)	(25,730,123)
Receive from subsidiary company against spare parts		24,097,551	18,359,945
Paid for spare parts purchase		(34,983,110)	(26,726,505)
Paid for L/C Margin (Capital Machinerics)		(41,834,182)	-
Paid for Capital work-in-Progress		(42,471,325)	(21,153,465)
<b>Net cash used in investing activities</b>		<b>(123,993,424)</b>	<b>(55,250,148)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Paid long term loan		(551,676)	(16,853,959)
Paid for cost of equity		-	(20,403,750)
Paid cash dividend		(37,025,118)	-
Received from share Issues		-	300,000,000
Received of Cash Dividend		67,836,845	41,882,886
<b>Net cash provided by financing activities</b>		<b>30,260,051</b>	<b>304,625,177</b>
<b>D. Net Increase/(Decrease) in cash &amp; cash equivalents (A+B+C)</b>		<b>(38,657,934)</b>	<b>284,285,802</b>
<b>E. Cash &amp; cash equivalents at the beginning of the Year</b>		<b>292,232,065</b>	<b>7,946,264</b>
<b>F. Cash &amp; cash equivalents at the end of the Year (D+E)</b>		<b>253,574,132</b>	<b>292,232,065</b>
<b>G Net Operating Cash Flows Per Share</b>	30	<b>0.70</b>	<b>0.64</b>

The accounting policies and explanatory notes form an integral part of the Financial Statements.

Director  
  
Company Secretary

Director



Managing Director  
  
Chief Financial Officer

Dhaka  
Dated: 27 October, 2019



**INTRACO REFUELING STATION LTD**  
**Accounting Policies and Explanatory Notes**  
**For the year ended June 30, 2019**

**1.00 Corporate History of the Reporting Entity**

Intraco Refueling Station Ltd. (The Company) was incorporated in Bangladesh as a Private Limited Company vide Registration No. C-66298(3790)/07 dated 27th March, 2007. The Company had been converted into a public Limited Company on 28th June 2015 under the Companies Act, 1994.

The company raised Tk. 300,000,000 divided into 30,000,000 ordinary shares of Tk. 10 each through IPO on April 17, 2018. The shares of the company were listed with both Dhaka Stock Exchange on April 26, 2018 and Chittagong Stock Exchange on May 06, 2018. The trading of shares of the company was started from May 17, 2018 in both the Stock Exchanges.

The registered office and principal place of business of the company have changed and is newly located at INTRACO CENTER, House # 40, Block # J, Pragati Sarani, Baridhara, Dhaka-1212.

**2.00 Corporate Business**

The company is involved in the construction and operation of CNG Refueling Station all over the Bangladesh. Besides this, the company has taken the initiative to establish a LPG Storage and Distribution Plant in Gazaria, Munshiganj, to considering its potentiality and identifying the opportunity to serve the nation.

**3.00 Basis of preparation and significant accounting policies**

**3.01 Basis of Measurement of Elements of Financial Statements**

The financial statements of the company have been prepared on going concern assumption under historical cost convention on accrual basis and in accordance with the International Accounting Standards(IASs)-1" Presentation of Financial Statements", International Financial Reporting Standards(IFRSs), the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws & regulations.

The following International Accounting Standards were applied for the preparation of the financial statements for the year.

IAS-1	Presentation of Financial Statements
IAS-2	Inventories
IAS-7	Statement of Cash Flows
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS-10	Events after the Reporting Period
IAS-12	Income Taxes
IAS-16	Property, Plant & Equipment
IAS-19	Employee Benefits
IAS-23	Borrowing Costs
IAS-24	Related Party Disclosures
IAS-27	Separate Financial Statements
IAS-32	Financial Statements: Presentation
IAS-33	Earnings per Share
IAS-36	Impairment of Assets
IAS-37	Provisions, Contingent Liabilities and Contingent Assets.
IAS-39	Financial Instruments: Recognition and Measurement
IFRS-7	Financial Instruments: Disclosures
IFRS-8	Operating Segments
IFRS-9	Fair Value Measurement
IFRS-15	Revenue from Contracts with Customers

**3.02 Going Concern Basis**

The company has adequate resources to continue its operation for the foreseeable future. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business. As such, the directors intended to adopt the going concern basis in preparing the financial statements.



### 3.03 Structure, Content and Presentation of Financial Statements

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the guidelines provided by IAS 1: Presentation of Financial Statements financial statements comprises:

- i) Statement of financial position as at June 30, 2019
- ii) Statement of Profit or Loss and other comprehensive income for the year ended June 30, 2019
- iii) Statement of Changes in Equity for the year ended June 30, 2019
- iv) Statement of Cash flows for the year ended June 30, 2019
- v) Notes comprising a summary of significant accounting policies and other explanatory information to the financial Statements for the year ended June 30, 2019

### 3.04 Reporting year

The financial statements cover twelve months from July 01, 2018 to June 30, 2019.

### 3.05 Revenue Recognition

As per IFRS-15: "Revenue from Contracts form Customers", Revenue is recognised only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing , orally or in accordance with other customary business practices) and are committed to perform their respective obligations ;
- (b) The entity can identify each party's rights regarding the goods or services to be transferred ;
- (c) The entity can identify the payment terms for the goods or services to be transferred
- (d) The contract has commercial substance (i.e. the risk , timing or amount of the entity's future cash flows is expected to change as a result of the contract ); and
- (e) It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

### 3.06 Borrowing Costs

Financial Expenses (Borrowing Costs) incurred during the year was recognized as revenue expenses in accordance with IAS-23 " Borrowing Costs".

### 3.07 Property, Plant and Equipment

#### Initial Recognition and measurement

Property, plant and equipment are capitalized at cost of acquisition and subsequently stated at cost or revaluation less accumulated depreciation in compliance with the requirements of IAS 16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and un-allocated expenditures etc. Expenses on recurring nature for normal wear tear is charged to revenue.

#### Depreciation on Fixed Assets

Depreciation is provided to amortize the value of the assets after commissioning, over the year of their expected useful life, in accordance with the provisions of IAS 16: Property, Plant and Equipment. Depreciation charged of an asset when the assets are available for use. Depreciation is charged on all fixed assets on reducing balance method. The Rate of depreciation for this year as below:





Particulars	30-Jun-2019	30-Jun-2018
Land	-	-
Land Development	5%	5%
Vehicle	10%	10%
Furniture & fixture	10%	10%
Office Equipment	10%	10%
Building & Other Construction	5%	5%
Plant & Machineries	5%	5%
Backup Storage (With Vehicle)	5%	5%
Generator	10%	10%
Gas Line Installation	10%	10%
Computer	10%	10%
Online UPS	10%	10%
Invertor	10%	10%
Electrical Installation	10%	10%
Fire Extinguisher	10%	10%

#### Retirement and Disposals:

An asset is derecognized on disposal or when no future economic benefits are expected from its use. Gain or loss arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the assets and is recognized as gain or loss from disposal of asset in the statement of comprehensive income.

#### Impairment:

##### I) Financial Assets

Accounts receivable and others receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default of delinquency by a debtor, indicates that a debtor of issuer will enter bankruptcy etc. During the year no impaired loss occurred to recognize in the Financial Statements.

##### II) Non-Financial assets

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

#### 3.08 Cash and Cash Equivalent

Cash and cash equivalents comprise cash in-hand, demand deposits and short term bank deposits that are readily convertible to a known amount of cash, and that are not subject to significant risk of change in value.





### 3.09 Events after the reporting period

Events after the reporting period that provide additional information about the Company's position at the reporting date 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.

### 3.10 Statement of Cash Flows

The Statement of Cash Flows has been prepared in accordance with International Accounting Standards IAS 7 Statement of Cash Flows and cash flow from the operating activities have been presented under direct method considering the provision of IAS 7 which provides that entities are encouraged to report cash flow from operating activities using the Direct Method.

### 3.11 Related Party Disclosures

The company carried out a number transactions with related parties. The information as required by IAS 24 Related Party Disclosures has been disclosed in a separate note to the financial statements.

### 3.12 Earnings per Share

The company calculates Earnings per Share (EPS) in accordance with the requirement of IAS – 33: “Earnings per Share”, which has been shown on the face of the Statement of Profit or Loss and other Comprehensive Income.

#### Basic earnings

This represents earnings for the year ended June 30, 2019 attributable to the ordinary shareholders.

#### Basic earnings per share

This has been calculated dividing the basic earnings by the weighted average number of shares outstanding for the year.

#### Diluted earnings per share

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares. However, dilution of EPS is not applicable for these financial statements as there was no potential dilutive ordinary shares during the year ended 30 June 2019.

### 3.13 Employee Benefit Plan:

The Company maintains defined benefit plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set in the respective deeds.

The Company has accounted for and disclosed employee benefits in compliance with the provisions of IAS-19: Employee Benefits.

The cost of employee benefit is charged off as revenue expenditure in the year to which the The company's employee benefits include the following:

#### Short Term Employee Benefits

Short -term employee benefits include salaries, bonuses etc. obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

#### Workers Profit Participation Fund (WPPF)

The company has created a fund for workers " Workers profit participation Fund (WPPF)" as per Labor Act by 5% of profit after charging such expenses and the fund has been registered according to provision of Labor Act, 2006 as amended in 2013.

### 3.14 Provisions Contingent Liabilities and Contingent Assets

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

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



### 3.15 Income Tax

#### **Current Tax**

A provision for Tax has been made during the year applying the rate as per Income Tax Ordinance 1984.

#### **Deferred Tax**

The company accounts for deferred tax as per International Accounting Standard (IAS) 12 "Income Taxes". Deferred Tax is recognized using the balance sheet method for all temporary timing differences arising between the tax base of assets and liabilities and their carrying value for financial reporting purpose. Tax rate prevailing at the balance sheet date is used to determine deferred tax.

### 3.16 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset to one entity and a financial liability or equity instrument to another entity as per IAS-39 "Financial Instruments' Recognition and Measurement."

#### **Financial Assets**

Financial assets of the company include cash and cash equivalents, equity instrument to another entity, Trade receivables and other receivables. The company initially recognize a financial asset in its statement of financial position when, and only when, the company becomes a party to the contractual provision of the instrument. The company derecognize a financial asset when, and only when; the contractual rights to the cash flows from the financial asset expire or transfer the contractual rights to receive the cash flows of the financial asset.

#### **Financial Liabilities:**

The company initially recognize a financial liability in its statement of financial position when, and only when, the company becomes a party to the contractual provision of the instrument. The company derecognize a financial liability from its statement of financial position when, and only when, it is extinguished, that is when the obligation specified in the contract is discharged or cancelled or expires.

### 3.17 Comparative Information & Restatement Thereof

Comparative information has been disclosed in the respect of previous year for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statement.

Previous year's figures has been rearranged when ever consider necessary to ensure comparability with the current year's presentation as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

### 3.18 Segment Reporting:

As required by IFRS-8 "Operating Segments", if an entity operates business activities that may earn revenues or incur expenses, whose operating results are regularly reviewed by the chief operating decision maker and for which discrete financial information is available. The company consider the operation on aggregate basis and manage the operations as a single operating segment. Hence it is felt that such segment reporting is not required to be disclosed.

### 3.19 Risk factors and management's perception about the risks:

#### a) Industry Risks:

Industry risk is related with the factors affecting the company such as raw material, labor, demand of the product, government policy to the sector, competitor's rivalry.

#### **Management perception:**

Intraco Refueling Station Ltd is aware of the above facts. Industry risk is inherent in any kind of business. At the moment industry is favoring for operating CNG business because presently the demand of CNG is increasing day by day.





**b) Market risks:**

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

Management perception:

Market risk is dealt with efficiently by the experienced management.

**c) Operational risks:**

Operational risks refer to the possibility of plant shut down due to disruption in supply of gas, technological failure, natural calamities, human errors and other unforeseen events. Such incidences may lead to non operation, large overhauling costs and financial losses.

Management perception:

Management take preventive measures to deal with operational risks efficiently and effectively. All the machineries used by the Intraco Refueling Station Ltd to conduct the day to day operation is brand new in nature. So potential of machinery and technical failure at the time of operation is very minimal. Beside, the company made agreement with Titas Gas Transmission Co. Ltd and Bakhrabad Gas distribution Co. Ltd which is expected to ensure availability of gas supply for uninterrupted operation.

**d) Liquidity risks:**

The risk that a company may be unable to meet short term financial demands. This usually occurs due to the inability to convert its current assets to cash without a loss of capital or income. Liquidity is a common phenomenon of the business.

Management perception:

Intraco Refueling Stations Ltd. has been dealing with its working capital in efficient way.

**3.20 Authorisation for issue**

The financial statements were authorized for issue by the Board of Directors of the company on 27 October 2019.



		Amount in Taka	
		30-Jun-2019	30-Jun-2018
<b>4.00</b>	<b>Property, Plant and Equipment Tk. 431,780,376</b>		
	This represents the written down value of assets as at 30-06-2019 at historical cost.		
	This has been arrived at as under:		
	Land	171,746,700	171,746,700
	Land Development	21,430,525	12,955,423
	Vehicle	12,622,437	14,024,930
	Furniture & fixture	5,925,606	4,429,324
	Office Equipment	4,639,721	1,562,209
	Building & Other Construction	70,196,621	51,742,167
	Plant & Machineries	94,664,214	91,256,756
	Backup Storage	12,714,363	12,468,588
	Generator	8,030,439	6,728,273
	Gas Line Installation	8,153,244	4,961,385
	Computer	2,070,201	1,024,488
	Online UPS	8,059,136	6,126,870
	Invertor	3,873,280	2,488,309
	Electrical Installation	6,954,461	6,229,659
	Fire Extinguisher	699,429	413,624
		<b>431,780,376</b>	<b>388,158,704</b>

All the above buildings have been constructed and machinery have been erected on Leased Land taken from Private Land Lord.

**4.01 Movement of Property, Plant & Equipment**

This has been arrived at as under:

A. Cost:

Opening Balance	498,038,668	434,878,473
Add: Addition during the period	58,161,161	63,160,195
	<u>556,199,829</u>	<u>498,038,668</u>

B. Accumulated Depreciation

Opening Balance	109,879,964	97,346,400
Add: Depreciation Charged during the period	14,539,489	12,533,564
	<u>124,419,453</u>	<u>109,879,964</u>

(A-B) Written down Value

	<b>431,780,376</b>	<b>388,158,704</b>
--	--------------------	--------------------

Details are shown in **Annexure-A**

**5.00 Stock of Machineries: Tk. 89,620,000**

The break-up of the amount is given below:

Stock of Machineries # Note # 5.01	89,620,000	89,620,000
<b>Closing Stock of Machineries</b>	<b>89,620,000</b>	<b>89,620,000</b>

**5.01** Details of Machineries:

a) Compressor GEO-C-150HP 4 Stage Motor Driven SL No # SC08058-1 to 3	53,517,900	53,517,900
b) Compressor GEO-C-150HP 4 Stage Motor Driven SL No # SC08069-2, SCO7052-1	36,102,100	36,102,100
	<u>89,620,000</u>	<u>89,620,000</u>





**6.00 Capital Work-in-Progress: Tk. 41,949,510**

The break-up of the amount is given below:

**a) Building & Other Construction:**

Opening Balance  
 Add: Addition during the year  
 Total  
 Less: Capitalized this year  
 Balance

**b) Cylinder:**

Opening Balance  
 Add: Addition during the year (2702 Pcs)  
 Total  
 Less: Capitalized this period  
 Balance

**Total Capital Work-in-Progress (a+b)**

Amount in Taka	
30-Jun-2019	30-Jun-2018

20,641,015	30,079,462
31,672,165	21,153,465
52,313,180	51,232,927
21,162,830	30,591,912
<b>31,150,350</b>	<b>20,641,015</b>

-	-
10,799,160	-
10,799,160	-
-	-
<b>10,799,160</b>	<b>-</b>
<b>41,949,510</b>	<b>20,641,015</b>

**7.00 Investment In Share: Tk. 104,889,244**

The break-up of the amount is given below:

Good CNG Refueling Station Ltd  
 M Hye & Co CNG Refueling Station Ltd  
 Nessa & Sons Ltd  
 Absar & Elias Enterprise Ltd  
 East End Automobiles Ltd

8,285,000	8,285,000
26,017,144	26,017,144
23,950,000	23,950,000
21,054,000	21,054,000
25,583,100	25,583,100
<b>104,889,244</b>	<b>104,889,244</b>

**8.00 Inventories : Tk. 15,614,027**

The break-up of the amount is given below:

**(a) Opening Stock:**

Consumable items  
 Capitalized Items

**(b) Purchase during the period:**

Consumable items  
 Capitalized Items

**(c) Total (a+b)**

(d) Spares consumption this year

(e) Capitalized this year

(f) Issue to Subsidiary company:

Consumable items  
 Capitalized Items

**Closing Stock (c-d-e-f)**

Consumable items  
 Capitalized Items

<b>13,392,479</b>	<b>11,023,248</b>
8,032,676	7,191,845
5,359,803	3,831,403
<b>46,156,000</b>	<b>44,069,265</b>
11,172,890	17,342,760
34,983,110	26,726,505
<b>59,548,479</b>	<b>55,092,513</b>
3,833,950	4,374,530
8,195,973	6,838,160
31,904,529	30,487,344
7,806,978	12,127,399
24,097,551	18,359,945
<b>15,614,027</b>	<b>13,392,479</b>
7,564,638	8,032,676
8,049,389	5,359,803

These have been valued as per IAS: Inventories. The above stock valued and certified by the management.

**9.00 Trade Receivables : Tk. 624,950**

This consists of the following:

Trade Receivables:

Check Point Bangladesh Ltd  
 Arbab Poli Pac Limited  
 Abanti Colour  
 Unesco  
 Total

209,339	253,366
198,143	143,849
-	45,850
217,468	-
<b>624,950</b>	<b>443,065</b>



**9.01 Ageing of Accounts Receivable**

Less Than 6 Months  
More Than 6 Months

Amount in Taka	
30-Jun-2019	30-Jun-2018
624,950	443,065
-	-
<b>624,950</b>	<b>443,065</b>

The classification of receivables as required by the Schedule XI of the Companies Act, 1994 are given below:

Receivables considered good in respect of which the company is fully secured.
Receivables considered good in respect of which the company holds no security other than the debtor personal security.
Receivables considered doubtful or bad.
Debts due to by directors or other officers of the company
Receivables due by common management.
The maximum amount of receivable due by any director or other officer of the company.

-	-
624,950	443,065
-	-
-	-
-	-
-	-
<b>624,950</b>	<b>443,065</b>

**10.00 Dividend Receivable: Tk. 26,626,645**

The break-up of the amount is given below:

Good CNG Refueling Station Ltd.  
Nessa & Sons Ltd.  
M Hye & Co CNG Refueling Station Ltd.  
Absar & Elias Enterprise Ltd  
East End Automobiles Ltd  
**Total**

3,799,500	6,628,000
4,685,000	10,777,500
7,008,570	13,008,570
7,737,800	10,527,000
3,395,775	6,395,775
<b>26,626,645</b>	<b>47,336,845</b>

**11.00 Advances, Deposits & Pre-payments: Tk. 89,891,625**

The break-up of the amount is given below:

Advances for AIT # Notes # 11.01  
Deposits # Notes # 11.02  
L/c Margin for capital machinery

30,721,187	19,684,006
17,336,256	17,336,256
41,834,182	-
<b>89,891,625</b>	<b>37,020,262</b>

**11.01 Advances:**

This has been arrived as follows:

Opening Balance of AIT  
Add: AIT Paid During the year  
Total  
Less: AIT adjusted with assesment  
Closing Balance of AIT

19,684,006	10,932,360
11,037,181	8,751,645
30,721,187	19,684,006
-	-
<b>30,721,187</b>	<b>19,684,006</b>

**11.02 Deposit:**

This has been arrived as follows:

Bank Guarantee Margin  
Security deposit to Titas Gas Transmission Co. Ltd  
Security deposit to Bakhrabad Gas distribution Co. Ltd  
**Total**

8,386,359	8,386,359
3,278,710	3,278,710
5,671,187	5,671,187
<b>17,336,256</b>	<b>17,336,256</b>





**12.00 Cash & Cash Equivalents: Tk. 253,574,132**

The break-up of the amount is given below:

Cash in hand	# Notes # 12.01
Cash at bank	# Notes # 12.02
FDR with Al-Arafa Islami Bank Ltd	
<b>Total</b>	

Amount in Taka	
30-Jun-2019	30-Jun-2018

5,951,183	4,004,160
42,529,946	288,227,905
205,093,003	-
<b>253,574,132</b>	<b>292,232,065</b>

**12.01 Cash in Hand : Tk. 5,951,183****Station Name**

Chandpur Station
Amizuddin Station
Haratali Station
Petty cash in head office

1,621,931	660,072
1,351,140	971,804
1,446,185	789,947
1,531,927	1,582,337
<b>5,951,183</b>	<b>4,004,160</b>

Cash in hand has been certified by the management of the company.

**12.02 Cash at Bank : Tk. 42,529,946**

The break-up of the amount is given below:

**Bank Name**

Dutch Bangla Bank Ltd. A/c # 1790
Dutch Bangla Bank Ltd. A/c # 315
Dutch Bangla Bank Ltd. A/c # 57
Dhaka Bank Ltd. A/c # STD-312
Pubali Bank Ltd. A/c # 160
Social Islami Bank Ltd. A/c # 02032
Shahajalal Islami Bank Ltd, A/c # 482
Prime Bank Ltd. A/c # 2788
Sonali Bank Ltd. A/c # 598
Brac Bank Ltd -BDT A/c # 5088001
Brac Bank Ltd EUR A/c # 5088004 EUR 96.44
Brac Bank Ltd GBP A/c # 5088003
Brac Bank Ltd USD A/c # 5088002 USD 2721.87
Agrani Bank Ltd A/c # 139542
Agrani Bank Ltd A/c # 650329
Al-arafa Islami Bank Ltd , A/c # 6235
Social Islami Bank Ltd. A/c # 00161
<b>Total</b>

34,712	1,299,686
421,240	99,816
226,039	1,109,792
1,152,832	286,131
29,329	172,577
647,527	153,488
22,050	900
40,026	6,406
9,690	224,990
38,882,684	281,574,880
9,844	75,015
-	20,002
225,099	3,199,799
78,714	4,425
164,020	-
2,288	-
583,853	-
<b>42,529,946</b>	<b>288,227,905</b>

All the above Bank Balance has been reconciled and agreed with the Bank Statement.

**13.00 Share Capital : Tk. 787,500,000****Authorised Capital :**

100,000,000 ordinary shares of tk. 10/- each

<b>1,000,000,000</b>	<b>1,000,000,000</b>
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**Issued, Subscribed, Called-up & Paid-up Capital :**

78,750,000 ordinary shares of tk. 10/- each

<b>787,500,000</b>	<b>750,000,000</b>
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The company increased it paid up share capital from Tk. 750,000,000 to 787,500,000 by issuing 37,50,000 shares @ Tk 10 each through bonus share.

The Below data shows as per RT-14 on 30 June 2019

Particular's	% of Holdings	Jun-19	Jun-18
		No. of Shares	No. of Shares
Directors & Sponsors	30.47%	23,994,390	22,881,800
General Public	50.19%	39,524,110	25,924,563
Institutions	19.34%	15,231,500	26,193,637
	<b>100.00%</b>	<b>78,750,000</b>	<b>75,000,000</b>



Share holding range in number of Shares
1 - 500
501 - 1000
1001 - 10000
10001 - 20000
20001 - 50000
50001 - 100000
100001 - 1000000
1000001 - 5000000
5000001 - 10000000
10000001 and Above
<b>Total</b>

% of Holdings
0.73%
1.89%
15.80%
7.72%
8.93%
5.89%
12.75%
24.60%
7.26%
14.43%
<b>100.00%</b>

Amount in Taka	
30-Jun-2019	30-Jun-2018

No. of Share Holders June 30, 2019	No. of Shares June 30, 2019
2,774	573,441
2,202	1,485,263
3,438	12,442,359
427	6,079,803
235	7,035,682
65	4,635,802
42	10,042,284
9	19,372,706
1	5,716,935
1	11,365,725
<b>9,194</b>	<b>78,750,000</b>

#### 14.00 Retained Earnings : Tk. 101,888,316

Balance brought forward  
 5% Cash Dividend (75000000\*5%)  
 5% Stock (75000000\*5%)  
 Profit for the period  
 Cost of Equity (IPO expenses)  
**Balance carried forward**

101,609,904	22,250,166
(37,500,000)	-
(37,500,000)	-
75,278,412	99,763,488
-	(20,403,750)
<b>101,888,316</b>	<b>101,609,904</b>

#### 15.00 Deferred Tax Liability: Tk. 26,534,161

The break-up of the amount is given below:

Opening Balance  
 Current period Provision # Note # 15.01  
**Total**

21,082,130	22,873,745
5,452,031	(1,791,615)
<b>26,534,161</b>	<b>21,082,130</b>

#### 15.01 Deferred Tax Calculation:

Carrying Value  
 Written Down Value (Tax)  
**Temporary Difference**  
 Income Tax rate  
 Deferred Tax Liability (B/S)  
 Deferred Tax Liability (Opening)  
 Deferred Tax Liability (I/S)

431,780,376	388,158,704
325,643,730	303,830,184
<b>106,136,646</b>	<b>84,328,520</b>
25%	25%
26,534,161	21,082,130
21,082,130	22,873,745
5,452,031	(1,791,615)

#### 16.00 Long Term Borrowings- Net of current portion: Tk. 32,521,620

The break-up of the amount is given below:

Shahajalal Islami Bank Ltd A/c # 0045  
 Less: Interest Payable  
**Total**

56,341,098	54,577,788
(2,314,986)	-
<b>54,026,112</b>	<b>54,577,788</b>

**Less: Current Portion of long term loan:**

Shahajalal Islami Bank Ltd A/c # 0045

21,504,492	22,429,203
<b>21,504,492</b>	<b>22,429,203</b>

**Net Amount**

<b>32,521,620</b>	<b>32,148,585</b>
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This represents the present outstanding balance of the above term loan. The above loan is secured by personal guarantee of the director of the company and the pari passu sharing agreement between bank and the company's fixed and floating assets. The interest rate of this loan is varying from 13%-17%.



**17.00 Trade and other payables Tk. 20,588,119**

The break-up of the amount is given below:

Gas Bill (CMS) Payable  
 Gas Bill (Captive) Payable  
 IPO subscription Payable (EUR 96.44+USD 2721.87.00)

**Total**

Amount in Taka	
30-Jun-2019	30-Jun-2018

20,041,203	19,840,511
311,973	340,894
234,943	3,269,315
<b>20,588,119</b>	<b>23,450,720</b>

**18.00 Dividend Payable Tk. 474,882**

The break-up of the amount is given below:

Opening Balance  
 Dividend during the year

-	-
474,882	-
<b>474,882</b>	<b>-</b>

**19.00 Liabilities for expenses: Tk. 5,713,206**

The break-up of the amount is given below:

Salary & Wages  
 Telephone & Mobile bill  
 Electricity Bill  
 Audit fees  
 CNG Station Rent  
 Vacant land rent  
 Loan interest Payable  
 Sharing revenue against Land Rent to Land lord.

**Total**

1,520,313	1,667,427
54,225	87,450
942,683	963,549
172,500	172,500
90,750	90,750
20,000	40,000
2,314,986	-
597,749	505,245
<b>5,713,206</b>	<b>3,526,921</b>

**20.00 Workers Profit Participation Fund: Tk. 6,127,570**

The break-up of the amount is given below:

Opening Balance  
 Current year Provision  
 Less: Payment during the year

**Total**

5,917,809	1,732,872
4,944,009	5,917,810
(4,734,248)	(1,732,872)
<b>6,127,570</b>	<b>5,917,809</b>

**21.00 Provision for Tax: Tk. 51,718,142**

The break-up of the amount is given below:

Opening Balance  
 Less: AIT paid for assessment year 2015-2016  
 Less: AIT paid for assessment year 2016-2017  
 Current year Provision

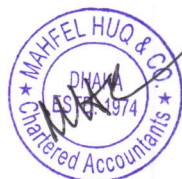
**Total**

33,568,406	15,417,589
-	(1,390,998)
-	(842,506)
18,149,736	20,384,321
<b>51,718,142</b>	<b>33,568,406</b>

**22.00 Net Asset Value (NAV) Per Share:**

Total Asset  
 Less: Total Liability  
**Net Asset**  
 No. of ordinary share  
 Net Asset Value per share

1,054,570,509	993,733,678
165,182,192	142,123,774
<b>889,388,316</b>	<b>851,609,904</b>
<b>78,750,000</b>	<b>75,000,000</b>
11.29	11.35



**23.00 Sales Revenue: Tk. 369,528,195**

Sales Revenue	375,181,048	400,276,713
Less: Sharing revenue	5,652,853	6,927,650
	<b>369,528,195</b>	<b>393,349,063</b>

As per agreement Sharing revenue has paid on gross receipts to Land lord against Land rent during the year.

**24.00 Cost of Sales: Tk. 299,020,167**

The break-up of the amount is given below:

Gas Bill (Compressor )	254,972,389	283,126,659
Gas Bill (Captive/Engine )	4,070,574	4,852,507
Spare parts consumption	3,833,950	4,374,530
Maintenance & Lubricants Expenses	2,358,489	2,871,552
Electricity Bill	9,038,439	12,020,941
Station Rent	1,089,000	1,039,500
Salary & Wages	11,484,414	11,075,104
Depreciation	12,172,912	10,367,934
<b>Total</b>	<b>299,020,167</b>	<b>329,728,727</b>

**25.00 Administrative & Selling Expenses: Tk. 20,289,723**

The break-up of the amount is given below:

Salary & Allowance	6,338,546	5,656,417
Travelling & Conveyance	788,299	607,942
Travelling overseas	1,135,174	977,388
Printing & Stationery	927,135	1,377,031
Entertainment	469,679	524,207
Telephone & Mobile expense	739,389	1,047,921
Water bill	5,715	9,155
Bank Charge & Commission	250,248	308,222
Foreign currency exchange loss	-	7,905
Office Rent	2,400,000	2,400,000
Vacant Land Rent	240,000	240,000
Electricity bill	184,272	336,658
Wasa bill	21,831	27,203
Postage & Courier	231,310	150,710
Gas & Fuel expenses-vehicle	311,721	759,707
Vehicle maintenance	34,028	174,540
Fees & Professional charges	39,635	33,610
Insurance Premium Station	-	698,625
Insurance Premium Vehicle	205,420	192,450
Employees welfare expense	51,100	98,780
Internet expense	186,160	154,000
Registration & Renewals	500,426	255,604
Food bill	504,000	472,250
Overtime bill	57,381	76,180
Audit fees with VAT	172,500	172,500
VAT on office rent	360,000	360,000
VAT on vacant land rent	36,000	36,000
AGM Expenses	443,000	-
Board Meeting Fees	75,000	-
Advertisement expenses	49,935	-
Listing Fees (Annual)	877,223	-
Donation Expenses	-	3,000,000
Other Expenses	288,018	518,327
Depreciation	2,366,578	2,165,631
<b>Total</b>	<b>20,289,723</b>	<b>22,838,964</b>





**26.00 Financial Expenses: Tk. 5,901,310**

The break-up of the amount is given below:  
Shahajalal Islami Bank Ltd.

5,901,310	7,975,041
<u>5,901,310</u>	<u>7,975,041</u>

**27.00 Other Income: Tk. 59,507,194**

The break-up of the amount is given below:

Bank Interest received	12,380,549	2,247,941
Dividend Income	-	41,882,886
Interim Dividend income 2018-2019 Note # 27.01	47,126,645	47,336,845
	<u>59,507,194</u>	<u>91,467,672</u>

**27.01 Interim Dividend income from subsidiaries :**

	2017-2018	2018-2019
Good CNG Refueling Station Ltd.	6,628,000	5,799,500
Nessa & Sons Ltd.	10,777,500	7,185,000
M Hye & Co CNG Refueling Station Ltd.	13,008,570	13,008,570
Absar & Elias Enterprise Ltd.	10,527,000	14,737,800
East End Automobiles Ltd.	6,395,775	6,395,775
	<b>47,336,845</b>	<b>47,126,645</b>

**28.00 Basic Earnings Per Share:**

The composition of earning per shares (EPS) is given below:

Profit after tax	75,278,412	99,763,488
Average number of ordinary shares outstanding during the period	78,750,000	54,914,384
Earnings per share	<b>0.96</b>	<b>1.82</b>

**28.01 Calculation of Average Number of Shares:**

Allotment of Shares up to June 30, 2019				
45,000,000	X	365	365	
		365	365	
		45,000,000	45,000,000	
Allotment of shares on 17 April 2018		365	75	
30,000,000	X	365	365	
		30,000,000	6,164,384	
Stock dividend as on 23 December 2018		-	-	
3,750,000	X	3,750,000	3,750,000	
		-	-	
		<b>78,750,000</b>	<b>54,914,384</b>	

**Total Weighted Average Number of Shares**



**29.00 Reconciliation of net profit with cash flows from operating activities**

Net Profit/(Loss) after WPPF & before Tax	98,880,180	118,410,956
Add: Depreciation	14,539,489	12,533,565
Add: Spare parts	3,833,950	4,374,530
Less: Non Operating Income	(47,126,645)	(89,219,731)
(Increase)/Decrease in prepayments	-	(16,984,184)
(Increase)/Decrease in Receivable	(181,885)	101,299
(Increase)/Decrease in Inventory	(3,365,912)	(5,215,361)
Increase/(Decrease) in payable	(2,862,602)	6,128,662
Increase/(Decrease) in Liabilities for Expenses	2,396,045	4,781,037
AIT at source	(11,037,181)	-
	<b>55,075,439</b>	<b>34,910,773</b>

**30.00 Net operating cash flows per Shares ( NOCFPS):**

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	55,075,439	34,910,773
Number of Shares outstanding during the period	78,750,000	54,914,384
Net Operating Cash Flows per Share (NOCFPS)	<b>0.70</b>	<b>0.64</b>

**31.00 Related parties Transactions:**

As per IAS 24 Related Party Disclosures, Parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party is making financial and operating decision.

The name of the related parties and nature of these transactions have been set out in accordance with the provisions of IAS 24. During the year, the company carried out transactions with following related parties:

Name of the parties	Relationship	Nature of business	Transaction value	
Good CNG Refueling Station Ltd.	Common Shareholder	Sales of spare parts	5,616,618	3,764,469
		Dividend Receivable	3,799,500	6,628,000
		Dividend Received	8,976,800	5,799,500
Nessa & Sons Ltd.	Common Shareholder	Sales of spare parts	6,390,586	6,393,930
		Dividend Receivable	4,685,000	10,777,500
		Dividend Received	13,844,725	9,580,000
M Hye & Co CNG Refueling Station Ltd.	Common Shareholder	Sales of spare parts	6,734,605	8,399,940
		Dividend Receivable	7,008,570	13,008,570
		Dividend Received	19,693,200	10,406,856
Absar & Elias enterprises Ltd.	Common Shareholder	Sales of spare parts	7,577,580	6,478,335
		Dividend Receivable	7,737,800	10,527,000
		Dividend Received	15,421,600	8,421,600



East End Automobiles Ltd.	Common Shareholder	Sales of spare parts	5,585,140	5,450,670
		Dividend Receivable	3,395,775	6,395,775
		Dividend Received	9,732,375	7,674,930
Mohammed Riyadh Ali	Shareholder & Director	Board meeting fees	15,000	-
H M Hakim Ali	Shareholder & Director	Board meeting fees	15,000	-
Hoda Ali Selim Ahmed Mohamed	Shareholder & Director	Board meeting fees	15,000	-
Shaiful Alam Chowdhury	Shareholder & Director	Board meeting fees	15,000	-
S. M Monir Ahmed	Independent Director (Resigned)	Board meeting fees	5,000	-
Mazher Ali Masud	Independent Director (New)	Board meeting fees	10,000	-

**32.00 Number of employees and range of salary:**

The company has 148 full time employess as of June 30, 2019. Details are as follows:

Particulars		
Salary range Below Tk 3000	-	-
Salary range Above Tk 3000	148	148

**33.00 Disclosure as per requirement of para 4, part II, schedule XI of the Companies Act, 1994:**

a) Managerial Remuneration paid or payable during the financial year to the directors, including managing director, a managing agent or manager.	Nil	Nil
b) Expenses reimbursed to the managing agent;	Nil	Nil
c) Commission or other remuneration payable separately to a managing agent or his associate;	Nil	Nil
d) Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company.;	Nil	Nil
e) The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial year.	Nil	Nil
f) Any other perquisites or benefits in cash or in kind stating, approximate money value where practicable;	Nil	Nil
g) Other allowances and commission including guarantee commission.	Nil	Nil
h) Pensions etc.	Nil	Nil
(i) Pensions	Nil	Nil
(ii) Gratuities	Nil	Nil
(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil	Nil
(iv) Compensation for loss of office	Nil	Nil
(v) Consideration in connection with retirement from office.	Nil	Nil

### 34.00 Utilization of IPO Fund

Utilization position of IPO proceeds up to 30 June 2019 was as under;

Purpose as per prospectus	Amount as per prospectus	Utilized during the year	Total unutilized
IPO Expenses	20,400,000	20,400,000	-
Construction of Factory Shed , Store Room & Official Building	12,554,000	15,000	12,539,000
Substation, Electric work & Generator	7,151,200	-	7,151,200
LPG Satellite Plant	97,489,800	41,893,207	55,596,593
Cylinder, Road Tanker, Mover, Weighting Bridge & Truck	157,405,000	6,344,160	151,060,840
Freight & Other Charges	5,000,000	-	5,000,000
<b>Total</b>	<b>300,000,000</b>	<b>68,652,367</b>	<b>231,347,633</b>

The company raised Tk. 300,000,000 divided into 3,000,000 ordinary shares of Tk. 10 each through IPO on May 17, 2018. The company utilized Tk. 68,652,367 for the purpose of IPO expenses, capital machineries up to June 30, 2019 as certified by independent auditor, Shiraz Khan Basak & Co, Chartered Accountants.

### 35.00 Significant Deviation:

During the year sales and net profit after tax decreased in comparison with previous year ended on 30 June 2018. In the current year Earnings per share (EPS) is decreased due to interim dividend received from subsidiary companies decreased and the weighted number of ordinary shares increase from 51,164,384 to 78,750,000 . NOCFPS has increased as per normal business operating activities.

### 36.00 Events after the reporting period

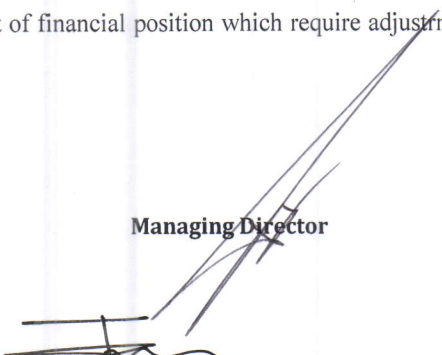
The Board of Directors in its 84th meeting held on 27 October, 2019 have recommended stock dividend @10% per share of Taka 10 each for the year ended 30 June 2019. The dividend is subject to final approval by the shareholders at the forthcoming annual general meeting of the Company.


There are no other events identified after the date of the statement of financial position which require adjustment or disclosure in the accompanying financial statements.

  
Director

  
Company Secretary

  
Director

  
Managing Director

  
Chief Financial Officer





**INTRACO REFUELING STATION LTD**  
**Schedule of Property, Plant & Equipment**  
**As at June 30, 2019**

Particulars	Cost			Rate of Dep.	Depreciation			Written down value as on 30-Jun-19
	Balance as on 01-Jul-18	Addition during the year	Balance as on 30-Jun-19		Balance as on 01-Jul-18	Charged during the year	Balance as on 30-Jun-19	
Land	171,746,700	-	171,746,700		-	-	171,746,700	
Land Development	13,329,633	9,365,953	22,695,586	5%	890,850	1,265,061	21,430,525	
Vehicle	18,578,387	-	18,578,387	10%	1,402,493	5,955,950	12,622,437	
Furniture & fixture	5,465,764	2,035,433	7,501,197	10%	539,151	1,575,591	5,925,606	
Office Equipment	2,039,596	3,354,233	5,393,829	10%	276,721	754,108	4,639,721	
Building & Other Construction	59,385,349	21,162,830	80,548,179	5%	2,708,376	10,351,558	70,196,621	
Plant & Machineries	173,661,353	8,195,973	181,857,326	5%	4,788,516	87,193,112	94,664,214	
Backup Storage (With Vehicle)	13,819,225	881,040	14,700,265	5%	635,265	1,985,902	12,714,363	
Generator	9,280,759	2,056,565	11,337,324	10%	754,399	3,306,885	8,030,439	
Gas Line Installation	6,881,384	3,893,725	10,775,109	10%	701,866	2,621,865	8,153,244	
Computer	1,705,875	1,193,925	2,899,800	10%	148,212	829,599	2,070,201	
Online UPS	7,400,000	2,611,625	10,011,625	10%	679,359	1,952,489	8,059,136	
Inverter	2,900,000	1,654,750	4,554,750	10%	269,779	681,470	3,873,280	
Electrical Installation	11,092,451	1,402,695	12,495,146	10%	677,894	5,540,685	6,954,461	
Fire Extinguisher	752,192	352,414	1,104,606	10%	66,608	405,177	699,429	
<b>Balance as at June 30, 2019</b>	<b>498,038,668</b>	<b>58,161,161</b>	<b>556,199,829</b>		<b>14,539,489</b>	<b>124,419,453</b>	<b>431,780,376</b>	
<b>Balance as at June 30, 2018</b>	<b>434,878,473</b>	<b>63,160,195</b>	<b>498,038,668</b>		<b>12,533,564</b>	<b>109,879,964</b>	<b>388,158,704</b>	



**Intraco Refueling Station Ltd**  
**For the year ended 30 June, 2019**  
**Quantity-wise information of Inventories is as follows:**

Name Of Spare Parts :	Closing (Capital) Pcs.	Closing (Consumption) Pcs.	Closing (Capital) Amount	Closing (Consumption) Amount	Annexure-B
					Total Closing Stock (Amount)
1 <sup>st</sup> Stage Suction Valve	-	1	-	99,750	99,750
2 <sup>nd</sup> Stage Suction Valve	-	1	-	87,250	87,250
1 <sup>st</sup> Stage Valve Cover "O" Ring	-	1	-	3,220	3,220
2 <sup>nd</sup> Stage Valve Cover "O" Ring	-	6	-	15,420	15,420
3 <sup>rd</sup> Stage Valve Cover "O" Ring	-	11	-	24,530	24,530
4 <sup>th</sup> Stage Valve Cover "O" Ring	-	3	-	6,420	6,420
1 <sup>st</sup> Stage Valve Seat Gasket	-	10	-	32,400	32,400
2 <sup>nd</sup> Stage Valve Seat Gasket	-	4	-	11,120	11,120
3 <sup>rd</sup> Stage Valve Seat Gasket	-	14	-	36,960	36,960
4 <sup>th</sup> Stage Valve Seat Gasket	-	12	-	29,640	29,640
Cylinder Liner	-	2	-	81,340	81,340
Cylinder Liner "O" Ring	-	13	-	46,280	46,280
Cylinder Head Gasket (Front)	-	15	-	122,250	122,250
Cylinder Head Gasket (Rear)	-	16	-	130,400	130,400
1 <sup>st</sup> Stage Piston Ring	-	10	-	309,800	309,800
1 <sup>st</sup> Stage Rider Ring	-	7	-	351,190	351,190
2 <sup>nd</sup> Piston Ring (Single)	-	6	-	123,900	123,900
2 <sup>nd</sup> Piston Ring (Double)	-	8	-	203,440	203,440
3 <sup>rd</sup> Stage Piston Ring	-	7	-	111,860	111,860
3 <sup>rd</sup> Stage Rider Ring	-	3	-	77,340	77,340
4 <sup>th</sup> Stage Piston Ring	-	11	-	554,950	554,950
4 <sup>th</sup> Stage Rider Ring	-	9	-	322,920	322,920
Intake Valve	-	3	-	84,510	84,510
Exhaust Valve	-	5	-	140,850	140,850
Valve Steam Seal	-	35	-	188,650	188,650
Valve Guide	-	9	-	48,510	48,510
Half Seat Gasket	-	1	-	95,470	95,470
4 <sup>th</sup> Cylinder Liner	-	1	-	105,960	105,960
Oil Scraper	-	1	-	95,460	95,460
Coupling Nut & Bolt	-	28	-	304,360	304,360
Pressure Transmitter	-	1	-	98,620	98,620
Temperature Transmitter	-	1	-	98,350	98,350
4 <sup>th</sup> Cylinder Liner	-	3	-	307,170	307,170
Check Valve Service Kit	-	2	-	60,940	60,940
4 <sup>th</sup> Stage Rider Ring (Diff.)	-	1	-	12,440	12,440
Piston (Diff.)	-	1	-	47,910	47,910



1 <sup>st</sup> Stage Valve "O" Ring-(Diff.)	-	1	-	4,830	4,830
2 <sup>nd</sup> Stage Valve "O" Ring-(Diff.)	-	1	-	4,250	4,250
3 <sup>rd</sup> Stage Valve "O" Ring-(Diff.)	-	1	-	3,690	3,690
4 <sup>th</sup> Stage Valve "O" Ring-(Diff.)	-	1	-	3,145	3,145
5 <sup>th</sup> Stage Valve "O" Ring-(Diff.)	-	2	-	5,130	5,130
1 <sup>st</sup> Stage Suction Valve Holder	1	-	50,475	-	50,475
"O" Ring For Exhaust Manifold	109	-	392,303	-	392,303
Crank Shaft (Engine)	1	-	870,470	-	870,470
Wood Ward Speed Controller	1	-	375,890	-	375,890
Governor Controller	1	-	110,245	-	110,245
Solenoid Block	1	-	350,875	-	350,875
Mother Board	-	1	-	175,945	175,945
Display Board	-	1	-	91,665	91,665
Solenoid Valve Rebuilt Kit	-	1	-	85,325	85,325
Cam Shaft	1	-	159,295	-	159,295
Check Valve For Compressor (1/2 Inch)	-	1	-	55,870	55,870
Check Valve For Compressor (3/4 Inch)	-	1	-	55,870	55,870
Oil Distributor For Compressor (350HP)	1	-	168,310	-	168,310
1st Stage Piston Rod	1	-	275,980	-	275,980
Piston Ring (Top)	-	4	-	28,600	28,600
Piston Ring (2nd)	-	5	-	35,750	35,750
Piston Ring (Oil)	-	6	-	42,900	42,900
CPU-95	1	-	699,765	-	699,765
Gear Pump Coupling Assembly	1	-	136,445	-	136,445
High Tension Lead/ Electric cable, 06nos = 1set for 150hp	-	5	-	150,700	150,700
Spark plug, 6nos = 1set	-	44	-	165,000	165,000
Gas Regulator (Small) for 150hp, 65521207001	-	1	-	94,250	94,250
Electric starter , Doosan part for 150hp for engine	-	2	-	510,960	510,960
Breakway Valve "O" Ring	-	53	-	32,210	32,210
Nozzle Head "O" Ring	-	219	-	26,282	26,282
Safety Valve "O" Ring (15.5mm)	-	46	-	66,540	66,540
Push Rod	21	19	83,370	75,430	158,800
Safety Valve "O" Ring (6.3mm)	-	40	-	23,120	23,120
Safety Valve "O" Ring (30.5mm)	2	33	6,681	99,858	106,539
Blow Down Regulator	-	1	-	99,850	99,850
Pressure Gauge 5500psi	-	1	-	86,720	86,720
Spring For Dispenser	24	32	30,137	40,992	71,129
Grease	2	14	6,645	56,770	63,415
Breakway Valve	-	1	-	84,160	84,160
Quick Coupler	-	1	-	32,140	32,140
High Pressure Pipe (Feet.)	979	-	1,555,908	-	1,555,908
Coupling Rubber Ball	-	3	-	46,380	46,380
Air Filter	-	11	-	93,170	93,170
Lube Oil Filter	-	6	-	28,140	28,140

Oil Filter	-	3	-	46,290	46,290
Final Filter Element 4C	-	2	-	57,100	57,100
Final Filter Element 10 C	-	2	-	57,100	57,100
Seperator Filter	-	4	-	88,600	88,600
Gland Packing Case Assembly (350HP)	1	-	279,540	-	279,540
Gland Packing Assembly (350HP)	1	-	121,650	-	121,650
Micro Motion (Big)	2	-	1,011,300	-	1,011,300
Touch Pad	-	1	-	65,230	65,230
Touch Card	-	1	-	60,170	60,170
Lip Seal (Small)	1	12	8,570	102,840	111,410
Lip Seal (Big)	1	11	11,470	126,170	137,640
Distributor Block With Magnet 1st & 3rd	1	-	198,760	-	198,760
Distributor Block With Magnet 2nd, 4th & 5th	1	-	198,760	-	198,760
Connecting Rod (350 HP)	3	-	946,350	-	946,350
Octen (Ltr.)	-	111	-	66,142	66,142
Halai Sheet Gasket (Feet.)	1	57	194	17,774	17,968
<b>Total</b>	<b>1,158</b>	<b>1,025</b>	<b>8,049,389</b>	<b>7,564,638</b>	<b>15,614,027</b>

