



শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS



INDEPENDENT MEMBER OF
ABACUS
WORLDWIDE

PRIVATE & CONFIDENTIAL

**KARNAPHULI GAS DISTRIBUTION
COMPANY LIMITED**

**REPORT & ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020.**

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CHARTERED ACCOUNTANTS

Partners:

Md. Shafiqul Islam, FCA
Sampad Kumar Basak, FCA
Md. Enayet Ullah, FCA
Sarwar Mahmood, FCA
Sheikh Zahidul Islam, MBA, FCA

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Ref. No-SB-CTG-1-28/1310/2020

Dated: November 1, 2020

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of **Karnaphuli Gas Distribution Company Limited** ("the Company"), which comprise the Statement of Financial Position as at 30th June, 2020 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 Notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the **Basis for Qualified Opinion** section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 30th June, 2020 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Company Act 1994.

Basis for Qualified Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), together with ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

- i. Impairment analysis for Property, Plant and Equipment to be done by management as per paragraph 9 of IAS 36 has not been completed as of balance sheet date as such no impairment has been recognized in the financial statements.
- ii. Valuations of Fixed Assets were done in the year 2010 at the time of taking over from Bakhrabad Gas Systems Ltd. As per IAS 16: paragraph 34 fixed assets ought to be revalued at fair price with-in 3 or 5 years. But the company failed to comply with such regulation.
- iii. Party wise balance of Trade Receivable was not provided to us. During the discussion meeting held on 7th October 2020 we requested the General Manager (Accounts) to provide detailed list of parties with full address. We were provided 23 parties as available to us, to confirm their balance. Replies from those parties are yet to be received.



INDEPENDENT MEMBER OF
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- iv. The company has recognized gratuity (funded) in the financial statements which falls under the category of "Defined benefits plan" of IAS 19, Employee Benefits. We were not provided with any calculation done by management or actuary with regard to adequacy of the fund as of balance sheet, as such; any short or excess provision cannot be ascertained and incorporated in the financial statements. Moreover, the defined benefit plans have not been measured and accounted for in accordance with para 57 of IAS 19.
- v. The company has recognized Property, Plant and Equipment in the financial statement at its cost value instead of written down value and the accumulated depreciation were transferred to Depreciation Fund. As per IAS 16: paragraph 29 the company is supposed to follow Cost Model (paragraph 30) or Revaluation Model (paragraph 31) in presenting Property, Plant and Equipment. But the company has failed to comply para 30 of IAS 16.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key Audit Matter (KAM)	How our Audit Addressed the Key Audit Matter
<i>Appropriateness of Revenue Recognition and Disclosures on the Impact of the Initial Application of IFRS 15</i>	
<p>Revenue of BDT 33,921,904,308 is recognized in the statement of profit or loss and other comprehensive income for the year ended 30 June 2020 by the company. This material item is subject to considerable inherent risk due to the complexity of the system necessary for proper recognition, measurement, and recording considering the application of the new standard on revenue recognition, International Financial Reporting Standard 15 "Revenue from Contracts with Customers". Therefore, there is a risk of revenue being misstated as a result of faulty estimations over discounts, incentives, rebates and exchange rates.</p> <p>There is also a risk that revenue may be overstated due to fraud through manipulation of the invoices, discounts, incentives and rebates recognized resulting from the pressure local management may feel to achieve performance targets.</p>	<p>In light of the fact that the high degree of complexity and estimates and assumptions give rise to an increased risk of accounting misstatements, we assessed the Company's processes and controls for recognizing revenue as part of our audit. Furthermore, in order to mitigate the inherent risk in this audit area, our audit approach included testing of the controls and substantive audit procedures, including:</p> <p>Assessing the environment of the measurement as well as other relevant systems supporting the accounting of revenue.</p> <p>Assessing controls for systems and procedures supporting revenue recognition.</p> <p>Assessing the invoicing and measurement system up to entries in the general ledger.</p> <p>Examining customer invoices and receipts of payment on a test basis in accordance with contract.</p> <p>Testing the revenue recognition in line with contract and reporting standard.</p> <p>Furthermore, we assessed the accounting effects of new business and price models. We assured ourselves of the appropriateness of the systems, Processes, and Controls in place and that the estimates and assumptions made by management are sufficiently documented and</p>



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	substantiated to ensure that revenue is properly recognized.
See note # 2.20 and 29.00 to the financial statements.	
Valuation of Inventory	
<p>The company had inventory of BDT 694,843,497 as at 30th June, 2020, held in distribution centers, warehouses and numerous branches.</p> <p>Inventories are carried at the lower of cost and net realizable value. As a result, the Directors apply judgment in determining the appropriate values for slow-moving or obsolete items.</p>	<p>We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:</p> <p>Evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of distribution centers, warehouses and branches;</p> <p>Attending inventory counts and reconciling the count results to the inventory listings to test the completeness of data;</p> <p>Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete;</p> <p>Challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory lines to assess whether provisions for slow-moving/obsolete inventories are valid and complete.</p>
See note # 2.17.01 and 7.00 to the financial statements	
Recognition and measurement of deferred taxes	
<p>The company recognizes deferred taxes relating to property, plant and equipment and provision for bad and doubtful debt which are very complex in nature</p> <p>As such accounting for deferred taxes involves management judgment in developing estimates of tax exposures and contingencies in order to assess the adequacy of tax provision. Hence, we consider this to be a significant key audit matter</p>	<p>Our audit procedures in this area included, among others:</p> <p>Assessed the design implementation and operating effectiveness of key controls in respect of the company's process of recognition of deferred taxes.</p> <p>Assessed the accuracy and completeness of deferred tax; and</p> <p>Evaluating the adequacy of the financial statement disclosure, including disclosure of assumptions, judgments and sensitiveness.</p>
See note # 2.21.02 and 18.00, 47.00 to the financial statements	
Property, plant and equipment	
<p>The company has large amount and number of Property, plant and equipment items. Due to technological</p>	<p>Our audit procedures in this area included, among others:</p> <p>Assessing the consistency of methodologies used for</p>



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may exist. Management has concluded that there is no impairment in respect of all assets. This conclusion required significant management judgment. Hence, we considered this to be a significant key audit matter.	depreciating the assets. Checking, on sample basis, the accuracy and relevance of the accounting of Property, plant and equipment by management; and For selected samples, performing physical observation to assess management's determination on whether the equipment is obsolete, and testing the assumptions used in estimating recoverable amount, such as estimated useful life and replacement cost.
See note # 2.13 and 4.00 to the financial statements	

Other Matters

Financial statements of the company for the year ended June 30, 2019 have been audited by **MRH DEY & CO. (Chartered Accountants)** who have given a unqualified opinion for that year.

Other Information included in the Company's 2020 Annual Report

Other information consists of the information included in the Company's 2020 Annual Report other than the financial statements and our auditor's report thereon. Management is responsible for the other information. The Annual Report is expected to be made available to us after the date of issue of this auditor's Report.

Our opinion on the financial statements does not cover the other information and we do not and will 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 on the other information obtained prior to the date of the auditor's report, we conclude that 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 Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Company Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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 Audit of 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 judgment 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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 financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.



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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 auditor's 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 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 Company Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a) we have obtained all the information and explanation 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 account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the 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; and
- d) The expenditure incurred was for the purposes of the company business.

Place, Chattogram
November 01, 2020


SHAFIQ BASAK & CO.
Chartered Accountants
Signed by:
S. K. Basak, FCA
Partner



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KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

(A Company of Petrobangla)
Statement of Financial Position
As at June 30, 2020

<u>ASSETS</u>	Notes	TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
NON-CURRENT ASSETS:			
Property, plant and equipment	4.00	4,253,537,674	4,030,912,873
Capital Work-in-progress	5.00	285,673,727	253,713,671
Loans to employees- Non-current portion	6.00	520,175,845	394,327,277
		5,059,387,246	4,678,953,821
CURRENT ASSETS:			
Loans to employees-Current portion	6.00	52,979,496	64,875,528
Inventories of stores and other materials	7.00	694,843,497	519,131,972
Advances, deposits and prepayments	8.00	47,436,506	52,393,469
Other current assets and investment	9.00	7,355,751,752	6,678,460,893
Trade receivable	10.00	7,611,041,239	6,039,165,336
Investment in FDR	11.00	8,945,153,924	12,501,631,250
Cash and bank balances	12.00	3,945,488,260	1,941,843,891
Deposited for energy security fund	13.00	-	2,000
		28,652,694,674	27,797,504,338
TOTAL ASSETS		33,712,081,920	32,476,458,159
<u>SHAREHOLDERS' EQUITY & LIABILITIES</u>			
EQUITY:			
Share capital	14.00	700	700
Retained earnings	15.00	16,929,525,697	15,491,912,455
		16,929,526,397	15,491,913,155
NON-CURRENT LIABILITIES:			
Customers' security deposits	16.00	4,105,067,201	3,717,142,932
Contractors' security deposits	17.00	11,620,000	11,620,000
Deferred tax liabilities	18.00	29,399,417	(104,550,353)
		4,146,086,618	3,624,212,579
CURRENT LIABILITIES:			
Accruals & provisions	19.00	1,005,544,782	1,086,328,364
Depreciation fund	20.00	1,443,104,207	1,188,376,674
Current account with BGDCL	21.00	(396,048,517)	(395,856,493)
Inter-company current account	22.00	56,511,741	239,858,042
Other payable	23.00	2,360,149,148	3,005,575,821
Income tax payable	24.00	(229,016,809)	33,145,136
		4,240,244,552	5,157,427,544
Liabilities for Gas Supplied:			
Liabilities for gas purchase	25.00	6,352,067,505	5,885,436,756
Liabilities for transmission charges	26.00	305,740,259	478,943,619
Liabilities for petrobangla margin	27.00	1,136,929,362	1,316,139,960
Liabilities for energy security fund	28.00	601,487,227	522,384,546
		8,396,224,353	8,202,904,881
Total current liabilities		12,636,468,905	13,360,332,426
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		33,712,081,920	32,476,458,159

The annexed notes 1 to 47 form an integral part of these Financial Statements.

COMPANY'S SECRETARY

As per our annexed report of same date.


(SHAFIQ BASAK & CO.)
CHARTERED ACCOUNTANTS

MANAGING DIRECTOR



DIRECTOR

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KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

(A Company of Petrobangla)

Statement of Profit or Loss and Other Comprehensive Income

For the year ended June 30, 2020

	Notes	TAKA 30.06.2020	TAKA 30.06.2019
Sales Revenue	29.00	33,921,904,308	28,319,453,524
Other Operating Income	30.00	720,029,722	122,757,753
Total Revenue		34,641,934,030	28,442,211,277
Cost of sales:			
Gas purchase (LNG, IOC Net & NG Including VAT)	31.00	24,961,544,669	16,406,750,616
Contribution for BAPEX margin	32.00	-	4,040,308
Deficit Fund for BAPEX wellhead margin	33.00	-	4,588,461
Transmission charge - inter-company	34.00	1,365,862,346	1,207,154,783
Price deficit fund margin	35.00	-	80,863,842
Gas development fund	36.00	1,145,710,344	1,348,332,354
Energy security fund	37.00	1,266,428,142	1,753,633,673
Support for Shortfall	38.00	-	673,601,599
RPGCL Operational Charge	39.00	157,514,709	441,268,967
Petrobangla charge	40.00	178,851,678	147,842,787
		29,075,911,888	22,068,077,389
Gross profit		5,566,022,142	6,374,133,888
Operating expenses	41.00	1,048,772,498	1,111,886,998
Depreciation expenses	42.00	176,494,088	145,969,170
Petrobangla's service charge	43.00	(48,409,000)	60,000,000
Bad and doubtful debts expense	44.00	(418,481,969)	134,341,371
		758,375,617	1,452,197,889
Operating profit		4,807,646,525	4,921,936,000
Other Non-operational Income	45.00	337,471,719	180,855,753
Financial Gain	46.00	808,678,540	878,924,304
		1,146,150,259	1,059,780,057
Net profit before contribution to Beneficiaries' profit participation fund		5,953,796,784	5,981,716,057
Less: Contribution to Beneficiaries' profit participation fund		297,689,839	299,085,803
Profit before tax		5,656,106,945	5,682,630,254
Less: Income tax expense			
Current tax expense	47.00	1,899,184,785	2,075,266,307
Deferred tax (income) / expense	47.00	133,949,770	(44,120,412)
		2,033,134,555	2,031,145,895
Net profit after tax for the year		3,622,972,390	3,651,484,359
Add: Other comprehensive income		-	-
Total comprehensive income for the year		3,622,972,390	3,651,484,359

The annexed notes 1 to 47 form an integral part of these Financial Statements.

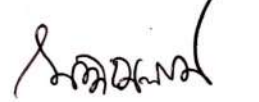


COMPANY'S SECRETARY

As per our annexed report of same date.



MANAGING DIRECTOR



DIRECTOR


(SHAFIQ BASAK & CO.)
CHARTERED ACCOUNTANTS



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KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

(A Company of Petrobangla)
 Statement of Changes in Equity
 For the year ended June 30, 2020

	Share Capital	Depreciation Fund	Retained Earnings	Total Equity
Balance as at 01. 07. 2019 (Restated)	700	-	15,491,912,455	15,491,913,155
Net profit after tax for the year	-	-	3,622,972,390	3,622,972,390
Transfer to Petrobangla against KAFCO additional bill	-	-	(710,149,148)	(710,149,148)
Dividend paid for the year	-	-	(1,475,210,000)	(1,475,210,000)
Balance as at 30. 06. 2020	700	-	16,929,525,697	16,929,526,396

For the year ended June 30, 2019

	Share Capital	Depreciation Fund	Retained Earnings	Total Equity
Balance as at 01. 07. 2018	700	905,031,461	12,933,850,110	13,838,882,271
Net profit after tax for the year	-	-	3,651,484,359	3,651,484,359
Add: Prior Year Adjustment-Correction of error	-	-	1,972,015	1,972,015
Transferred to depreciation fund	-	145,969,070	(145,969,070)	-
Transfer to Petrobangla against KAFCO additional bill	-	-	(660,425,490)	(660,425,490)
Dividend paid for the year	-	-	(1,340,000,000)	(1,340,000,000)
Balance as at 30. 06. 2019	700	1,051,000,531	14,440,911,924	15,491,913,155
Restatement (Transfer to retained earnings)	-	(1,051,000,531)	1,051,000,531	-
Restated Balance as at 30.06.2019	700	-	15,491,912,455	15,491,913,155



COMPANY'S SECRETARY

As per our annexed report of same date.



MANAGING DIRECTOR



DIRECTOR


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KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

(A Company of Petrobangla)

Statement of Cash Flows

For the year ended June 30, 2020

	TAKA 30.06.2020	TAKA 30.06.2019
A. Cash flows from Operating Activities:		
Receipts from Customers and others	33,407,529,846	27,987,014,086
Paid to Suppliers against Purchase of Gas and others	(32,218,210,902)	(26,310,905,309)
Income tax paid	(2,161,346,730)	(2,143,652,111)
Net cash (used)/from Operating Activities	(972,027,787)	(467,543,334)
B. Cash flows from Investing Activities :		
Capital Expenditure	(302,199,980)	(375,853,348)
Investment in FDR	3,556,477,326	370,566,835
Deposit For Energy Security Fund	2,000	1,314,618,215
Net cash provided/(used) by investing activities	3,254,279,346	1,309,331,702
C. Cash flows from Financing Activities :		
Customers' security deposits	387,924,269	380,621,118
Contractors' security deposits	-	(75,000)
Financial income	808,678,540	-
Interim dividend paid	(1,475,210,000)	(1,340,000,000)
Net cash provided/(used) by financing activities	(278,607,191)	(959,453,882)
D. Net Increase/(decrease) in Cash & Cash Equivalent (A+B+C)	2,003,644,368	(117,665,514)
E. Opening Cash and Cash Equivalents	1,941,843,891	2,059,509,405
F. Closing Cash and Cash Equivalents (D+E)	3,945,488,259	1,941,843,891



COMPANY'S SECRETARY

As per our annexed report of same date.



MANAGING DIRECTOR



DIRECTOR


(SHAFIQ BASAK & CO.)
CHARTERED ACCOUNTANTS



KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

(A Company of Petrobangla)

Reports on the Financial Statements Based on International Financial Reporting Standards (IFRSs)
For the year ended June 30, 2020

1.00 THE REPORTING ENTITY:

1.01 Formation and Legal Status:

Karnaphuli Gas Distribution Company Limited was incorporated in Bangladesh vide dated February 08, 2010 as public limited company with limited liability by shares under the Companies Act, 1994 vide registration No. CH-7509/10.

1.02 Address of Registered Office & Principal Place of Business:

The Registered office of the Company is situated at 137/A, CDA Avenue, Sholashahar, Chattogram, Bangladesh. The address of operational head quarter is also at 137/A, CDA Avenue, Sholashahar, Chattogram, Bangladesh.

1.03 Nature of Business:

The principal business of the company is to buy natural gas and sell gas to CNG feed gas, power generating companies, fertilizer producer company, tea estate, industrial, commercial and domestic customers located in Chattogram and Chattogram Hill Tracts Region.

1.04 Business Infrastructures:

The gas distribution network and ancillary facilities were set up for Gas Supply to Chattogram and Chattogram Hill Tracts region at the initiative of the Govt. of Bangladesh in order to ensure industrial growth, generation of employment and overall improvement of the quality of socio-economic life of the people in the Chattogram and Chattogram Hill Tracts region of Bangladesh.

2.00 BASIS OF PREPARATION, PRESENTATION & DISCLOSURE OF FINANCIAL STATEMENTS:

2.01 Accounting Convention and Assumption:

The financial statements except cash flows statement are prepared under the historical cost convention using accrual basis of accounting.

2.02 Statement of Compliance:

The financial statements have been prepared on going concern IASs following accrual concept of accounting except for cash flow statements and specifically mentioned in otherwise in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.03 Other regulatory compliance:

The Company is required to comply with the following major laws and regulations in addition to the Companies Act 1994:

- The Income Tax Ordinance 1984
- The Income Tax Rules 1984
- The Value Added Tax Act 1991
- The Value Added Tax Rules 1991
- The Custom Act 1969
- Bangladesh Labour Law 2006

2.04 Presentation of Financial Statements:

The presentation of these financial statements are in accordance with the guidelines provided by IAS 1 "Presentation of financial statements" that comprises:

- (a) a statement of financial position at June 30, 2020
- (b) a statement of profit or loss and other comprehensive income for the year ended June 30, 2020
- (c) a statement of changes in equity for the year ended June 30, 2020
- (d) a statement of cash flows for the year ended June 30, 2020
- (e) notes, comprising a summary of significant accounting policies and explanatory information



2.05 Use of estimates and judgments :

The preparation of financial statements requires the use of certain accounting estimates. It also requires management to exercise judgment in the process of applying the accounting policies. The management applies best possible judgment where requires in the preparation of financial statements. Changes in facts and circumstances may result in revised estimates, and actual results could differ from the estimates.

Significant estimates made by management in the preparation of these financial statements include assumptions used for depreciation, allowance for receivables and provisions for employees benefits.

2.06 Going Concern:

The financial statements for the year under review have been prepared under the going concern IASs, as the management of the company believes that the company will continue in operation for foreseeable future and it has adequate resources to do so. The current credit facilities and resources of the company provide sufficient fund to meet the present requirements of its existing businesses and operations.

2.07 Functional and Presentation Currency:

These financial statements are presented in Bangladesh Taka which is the company's functional currency.

2.08 Foreign Currency Conversion:

Foreign currencies have been converted into Bangladesh Taka currency at the ruling rate prevalent on the transaction date.

2.09 Applicable Accounting Standards:

The financial statements have been prepared in compliance with requirement of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as applicable in Bangladesh. The following IASs and IFRSs are applied to preparation of the financial statements for the year under report:

Accounting Standards

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-12	Income Taxes
IAS-16	Property, Plant and Equipment
IAS-19	Employee Benefits
IAS-21	The Effects of Changes in Foreign Exchange Rate
IAS-23	Borrowing Costs
IAS-24	Related Party Disclosures
IAS-36	Impairment of Assets
IAS-37	Provisions, Contingent Liabilities and Contingent Assets
IAS-38	Intangible Assets
IFRS-7	Financial Instruments: Disclosures
IFRS-9	Financial Instruments
IFRS-13	Fair Value Measurement
IFRS-15	Revenue from Contract with Customers
IFRS-16	Leases

2.10 Reporting Period:

This accounting period of the company covers financial year from July 1, to June 30 and followed consistently.

2.11 Comparative Information:

Comparative information has been disclosed for all numerical information in the financial statements and also with narrative and descriptive information where it is relevant for understanding of the current period's financial statements. The last years figures and phrases were rearranged, restated and re-classified to confirm with current year presentation and rectification of error where are required.



2.12 Financial Structures :

The financial structure of the company comprises:
 Equity, all of which are effectively owned by Petrobangla on behalf of the Government of Bangladesh.

2.13 Non-current Assets:

Recognition of property, plant and equipment

2.13.01 Initial recognition

Items of property, plant and equipment are stated at historical cost and accumulated depreciation transfer to Depreciation Fund

2.13.02 Subsequent Cost

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the income statement during the financial period in which they incurred.

2.13.03 Freehold assets

Freehold land is stated at historical cost and other fixed assets are also stated at historical cost. Historical cost includes its purchase price and any directly attributed cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and (a) the cost of site preparation; (b) initial delivery and handling costs; (c) installation costs; (d) professional fees such as for architects and engineers.

2.13.04 Leasehold assets

Leasehold land is stated at historical cost.

2.13.05 Depreciation

In respect of all fixed assets other than leasehold and freehold land, depreciation is provided on straight line method at the rates sufficient to allocate historical cost over their expected useful lives. Depreciation is charged on addition from the date of service of acquisition/addition upto the date of disposal. The annual depreciation rates applicable to different category of assets are as follows :

<u>Category of Assets</u>	<u>Rate</u>
Office Extension or Improvement	10%
Workshop Equipment	15%
Cathodic Protection Works	5%
Transmission and Distribution Plant	5%
CMS Plant	10%
Telecom and Computer Equipment	15%
Office and Electrical Equipment	15%
Vehicle	20%
Furniture & Fixtures	10%
Warehouse & Godown	5%
Others civil construction	2.50%
Line Pipe Equipment	5%
Distribution Line	5%
Transmission Line	3.33%
Freehold concrete and brick structure	2.50%
Leasehold Land	1.01%
Land	0%
Protection Plant	10%
Software	10%

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to Income Statement.



2.14 Leases:

The company has not applied IFRS 16 using the modified retrospective approach and therefore the comparative information has been restated and continues to be reported under IAS 17 and IFRIC 4.

2.14.01 As a lessee

The company treated all rent as a cancelable short-term leases and leases of low-value assets. Currently the Company has short-term lease or lease of low value assets. The Company will not recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company will recognize the lease payments associated with these leases as an expense on a straight-line basis over the lease term as applicable.

2.14.02 As a lessor

There is no such lease for which the company is a lessor.

2.15 Capital work-in-progress :

These expenditures will be capitalized and recognized as items of Property, plant and equipment when they will be ready for intended use. No depreciation is charged on capital work in progress as it is not yet available for use.

2.16 Impairment:

Financial Assets

Financial assets are impaired if objective evidence indicates that a loss event has occurred after initial recognition of the assets and that the loss event had a negative effect on the estimated future cash flows of that assets that can be estimated reliably.

Financial assets not classified as at fair value through profit or loss, including an interest in an equity accounted investee, are assessed at each reporting date to determine whether there is objective evidence of impairment.

Objective evidence that financial assets are impaired includes:

- default or delinquency by a debtor
- restructuring of an amount due to the company on terms that the company would not consider otherwise
- indications that a debtor or issuer will enter bankruptcy
- adverse changes in the payment status of borrowers or issuers
- the disappearance of an active market for a security, or
- observable data indicating that there is a measurable decrease in expected cash flows from a group of financial assets

For an investment in an equity security, objective evidence of impairment includes a significant or prolonged decline in its fair value below its cost.

2.17 Current assets :

2.17.01 Inventories

Inventories are valued at average historical cost less provision for deterioration and obsolescence. Goods in transit are valued at incurred cost.

2.17.02 Accounts receivable

Accounts receivables are valued at their realizable value being the face value of the receivables less provision for bad debt made at the rate of 3% on aggregate receivable other than bulk customers as per Management Practice.

2.17.03 Cash and bank balance

Cash and bank balances comprises Cash in hand, Imprest Fund and deposits held at call with banks which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

For collection of sale proceeds 115 (One hundred and Fifteen) SND accounts are being maintained for catering four natures of receipts i.e. one for Industry including CNG, Power, Fertilizer & Captive Power, one for Commercial, one for Domestic and the remaining one for Security Deposits.



2.18 Advances :

All Advances are substantiated by appropriate subsidiary ledgers which are maintained properly.

2.19 Employees' Benefit :

The company maintains both defined contribution plan and defined benefit plan for its eligible permanent employees.

- (i) A defined contribution plan is a post-employment benefit plan under which the company pays fixed contributions into a separate fund and will have no legal or constructive obligation to pay further amount. The company maintains the Recognized Provident Fund for all permanent employees at which the company contribute @ 8.33% and employees @ 10% of Basic salary. The Employees' Provident Fund was obtained recognition from Income Tax Authority on 18 August 2011 which was effective from 08 February 2010 and is considered as defined contribution plan as it meets the recognition criteria specified for this purpose in IAS-19.
- (ii) The Company operates a Recognized Gratuity Fund and a Welfare Fund managed by an Independent Board of Trustees for the benefit of employees.
- (iii) The company also recognizes a provision for Workers' Profit Participation and Welfare Funds @ 5% of net profit before tax in accordance with the provision of Section 234 (Kha), Chapter 15 of Bangladesh Labour Law 2006.

2.20 Revenue:

In compliance with the requirements of International Financial Reporting Standards "IFRS 15: Revenue from Contracts with Customers" revenue from sale of goods (Gas) is measured at the fair value of the consideration received or receivable, net of return or trade discount or volume rebates and recognized when the significant risk and rewards relating the ownership of goods have been transferred to the buyer as well as recovery of the consideration is probable and amount the revenue can be measured reliably. Specific policies regarding the recognition of revenue are as below:

2.20.01 Revenue from Gas sales :

- (i) Bangladesh Energy Regulatory Commission on behalf of the Government of Bangladesh sets sales prices for gas. Sales are valued on an accrued IAS basis, except in respect of penalties for late payment by customer. Sales are stated net of Government levies and taxes on sales and margin for other stakeholders.
- (ii) Other operating revenues earned from gas distribution business in the form of Late payment & Meter rent are also treated as Operating Income.

2.20.02 Non-operating income :

Revenue received from other sources such as enlistment and renewal fee, forfeiture a/c, liquidated damage, profit on sale of stores, sale of tender document, connection & Reconnection charges, Commissioning fees, penalties, service charges are shown as Non-operating Income.

2.21 Taxation :

2.21.01 Current Tax :

Provision for Income Tax on profits has been determined as per tax regulations IASs on tax rates currently in force. Since tax is assessed by applying Section 82 BB, using tax rate enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of the previous periods.

2.21.02 Deferred Tax:

Deferred Tax liabilities are the amount of income taxes payable in the future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax IASs. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the balance sheet date. The impact of changes on the account in the deferred tax assets and liabilities has also been recognized in the profit and loss account as per IAS-12 "Income Taxes".



2.22 Compliance with Local Laws:

The financial statements have been prepared in compliance with requirements of the Companies Act 1994 and other relevant laws and rules.

2.23 Related Party disclosure :

During the period, the company entered into a number of transactions with related parties in the normal course of business on arm's length basis. The names of the related parties and nature of these transactions have been set out below in accordance with the provisions of International Accounting Standard IAS 24: Related Party Disclosures.

SL. No.	Name of the Party	Relation	Nature of transaction	Balance as on 30 June, 2020
1.	PETROBANGLA	Entities under Common control	Parent Company	8,070,911,868.00
2.	BAPEX	DO	Gas Purchase	14,250,171.00
3.	BGFCL	DO	Gas Purchase	4,592,161.00
4.	SGFL	DO	Gas Purchase	729,898.00
5.	GTCL	DO	Transmitting Gas	305,740,261.00

2.24 Events after Reporting Date :

As per IAS-10 "Events after reporting period" events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

- (i) those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and
- (ii) those that are indicative of conditions that arose after the reporting period (Non-adjusting events after the reporting period).

2.25 Cash Flow Statement :

Statement of Cash Flows is prepared principally in accordance with IAS 7: Cash Flow Statement and the cash flow operating activities have been presented under direct method.

3.00 FINANCIAL RISK MANAGEMENT POLICIES:

The management of the company has the overall responsibility for the establishment and oversight of the company's risk management framework. Financial risk management policies require establishing standard procedures to identify and analyze the main risks to which the company is exposed and continually deploying and managing risk management systems designed to eliminate or reduce the probability that risk will arise and to limit their impact.

The company is exposed to credit risk, liquidity risk and market risk.

3.01 Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its obligations, and arises principally from the company's receivables from customers and investment securities.

3.02 Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial assets or liabilities. The company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking company's reputations.

3.03 Market risk

Market risk is the risks that changes in the market prices, such as foreign exchange rates, interest rates and equity prices will affect the company's income or the value of its holdings of instruments. The objective of market risk management is to manage and control risk exposures within acceptable parameters, while optimizing the return.



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4.00 Property, Plant and Equipment :

Cost :

Opening balance

Add : Addition during the year

Less: Deletion/sale during the year

Total (A)

Accumulated depreciation :

Opening balance

Add : Charged during the year

Total accumulated depreciation

Less: Transfer to depreciation fund

Total restated accumulated depreciation (B)

Restated Closing balance (A-B)

TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
4,030,912,873	3,894,841,751
269,566,189	194,675,773
4,300,479,062	4,089,517,524
46,941,388	58,604,651
4,253,537,674	4,030,912,873
1,051,000,531	905,031,461
176,494,088	145,969,070
1,227,494,619	1,051,000,531
1,227,494,619	1,051,000,531
-	-
4,253,537,674	4,030,912,873

A schedule of property, plant, & equipment has been given in Annexure- "A".

5.00 Capital Work-in-Progress :

Opening Balance

Add: Addition during the year

Transferred to Property, Plant & Equipment.

253,713,671	184,466,710
31,968,568	77,728,562
285,682,239	262,195,272
8,512	8,481,601
285,673,727	253,713,671

Details of capital work-in-progress:

Particulars	Balance at 01.07.2019	Expenditure incurred during the year	Transferred to Fixed Assets (PPE)	Balance at 30.06.2020
Digital map	152,450,187	-	-	152,450,187
Cost & store	1,881,105	-	-	1,881,105
Prepaid meter project	43,129,466	-	8,512	43,120,954
Other civil construction	56,252,913	5,907,410	-	62,160,323
Software	-	26,061,158	-	26,061,158
Total	253,713,671	31,968,568	8,512	285,673,727

Property, plant and equipment under construction/ acquisition is accounted for and measured at cost as capital work-in-progress until construction/ acquisition is completed and it is ready for use.

6.00 Loan to Employees :

Opening balance

Add: Paid during the year

Less: Adjusted during the year

Closing balance

Break-up:

Current Portion

Non-Current Portion

459,202,805	250,964,488
174,520,546	255,320,726
633,723,351	506,285,214
60,568,010	47,082,409
573,155,341	459,202,805
52,979,496	64,875,528
520,175,845	394,327,277
573,155,341	459,202,805

The above loans were given to the eligible employees of the company for the purchase of land & house building, motor cycle and computer under the approved policies.



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	TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
7.00 Inventories of Stores & Other Materials :		
Stores & Spares (Note- 7.01)	676,177,841	515,051,590
L/C Goods in Transit (Note- 7.02)	18,665,656	4,080,382
	694,843,497	519,131,972
7.01 Stores & Spares		
Opening balance	515,051,590	435,285,766
Add: Paid during the year	463,073,452	276,181,443
	978,125,042	711,467,209
Less: Adjusted during the year	301,947,201	196,415,619
Closing balance	676,177,841	515,051,590
7.02 L/C Goods in Transit		
Opening balance	4,080,382	4,049,776
Add: Paid during the year	77,328,866	113,166,684
	81,409,248	117,216,460
Less: Adjusted during the year	62,743,592	113,136,078
Closing balance	18,665,656	4,080,382
8.00 Advances, Deposits and Prepayments :		
Advance (Note-8.01)	46,835,475	51,792,438
Deposits (Note-8.02)	601,031	601,031
	47,436,506	52,393,469
8.01 Advance:		
Advance against Legal expense	-	128,184
Advance to BPI	4,706,669	4,797,585
Advance to Employee/ Advance against expenses	19,079,159	24,862,652
Advance to Contractors' & Suppliers'	26,492,350	24,135,750
Advance to NBR	115,696	115,696
Advance against Employee's Income Tax	(3,558,399)	(2,247,429)
	46,835,475	51,792,438
8.02 Deposit:		
BTCL	17,000	17,000
RPGCL	25,000	25,000
Bangladesh Auto Cars Ltd.	90,000	90,000
Port Authority	1,800	1,800
Rangstel	3,000	3,000
BOL	52,500	52,500
Power Development Board	311,731	311,731
Trust Filling & SKS CNG Station	100,000	100,000
	601,031	601,031
9.00 Other Current Assets & Investment :		
Other Current Assets (Note-9.01)	258,414,898	375,380,893
Investment In Project (Note-9.02)	7,097,336,854	6,303,080,000
	7,355,751,752	6,678,460,893
9.01 Other Current Assets :		
Accrued Interest on Bank Deposit	246,708,101	364,843,922
Current Account With Fouzdarhat Branch	-	(200,593)
Other Debtors (Recoverable)	11,706,797	10,737,564
	258,414,898	375,380,893



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	TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
9.02 Investment In Project :		
Mirsarai Economic Zone	2,957,336,854	3,203,080,000
GTCL (Anowara-Fouzdarhat Pipe Line)	1,350,000,000	1,050,000,000
GTCL (Zero Point)	740,000,000	200,000,000
GTCL (Moheshkhali-Fouzdarhat Pipe Line)	2,050,000,000	1,850,000,000
	7,097,336,854	6,303,080,000
10.00 Trade Receivable :		
Receivable from customers (Note-10.01)	7,772,897,013	6,619,503,078
Less: Provision for Bad and doubtful debts (Note-10.02)	161,855,774	580,337,743
	7,611,041,239	6,039,165,336
10.01 Receivable from Customers :		
Bulk Customers	2,373,209,182	2,136,946,980
Non-Bulk Customers (Note-10.01)	5,399,687,831	4,482,556,098
	7,772,897,013	6,619,503,078
10.01.01 Non-Bulk Customers :		
Category of Customers :		
Compact Natural Gas (CNG)	1,053,274,568	1,160,879,077
Captive Power	1,413,532,140	952,572,277
Industrial	1,210,954,938	1,018,232,239
Commercial	182,877,546	152,382,617
Tea garden	756,140	551,435
Domestic	1,538,292,499	1,197,938,453
	5,399,687,831	4,482,556,098
10.02 Provision for Bad and Doubtful Debts :		
Opening Balance	580,337,743	445,995,922
Add: Provision for Bad and Doubtful Debts	27,513,952	134,476,683
	607,851,695	580,472,605
Less: Prior year Adjustment	445,995,921	-
Written off during the year	-	134,862
	161,855,774	580,337,743
11.00 Investment in FDR :		
Own Fund (Note-11.01)	3,554,759,345	7,586,022,037
Customers Security Deposit (Note-11.02)	4,095,184,700	3,728,388,934
Depreciation Fund (11.03)	1,295,209,879	1,187,220,279
	8,945,153,924	12,501,631,250
11.01 FDR of Own Fund :		
Government Banks:		
Agrani Bank Ltd.	545,838,388	1,534,368,146
Bangladesh Krishi Bank Ltd.	814,194,604	2,682,996,763
Basic Bank Ltd.	770,182,562	706,329,356
Janata Bank Ltd.	484,695,237	1,499,847,401
Sonali Bank Ltd.	-	26,878,471
Rupali Bank Ltd.	320,539,973	285,122,447
Bangladesh Development Bank Ltd. (BDBL)	148,054,232	139,895,354
Investment Corporation of Bangladesh (ICB)	67,464,226	63,759,307
Sub-Total	3,150,969,223	6,939,197,244



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Non-Government Banks:		
Dhaka Bank Ltd.	21,461,000	41,808,000
EXIM Bank Ltd.	54,743,180	55,156,312
First Security Islami Bank Ltd.	-	27,523,291
IFIC Bank Ltd.	-	17,176,000
Jamuna Bank Ltd.	119,644,052	110,415,075
Trust Bank Ltd.	50,000,000	12,796,113
One Bank	-	6,903,500
National Bank	17,969,055	13,142,277
Eastern Bank	109,009,641	2,711,250
Prime Bank	-	6,525,000
Uttara Bank	-	22,666,784
AB Bank Ltd	-	48,772,626
NRB Global	-	92,234,598
Standard Bank	-	21,795,000
SBAC Bank Ltd.	-	11,547,450
UCBL	-	118,626,992
Brac Bank	10,963,194	10,434,525
Al-Arafa Islami Bank Ltd.	-	4,700,000
Social Islami Bank Ltd.	20,000,000	21,890,000
Sub-Total	403,790,122	646,824,792
Grand Total	3,554,759,345	7,586,022,037
11.02 Customers Security Deposit :		
Government Banks:		
Agrani Bank Ltd.	589,205,321	590,000,000
Bangladesh Krishi Bank Ltd.	1,356,108,916	350,000,000
Basic Bank Ltd.	675,038,852	670,000,000
Janata Bank Ltd.	477,137,068	480,000,000
Rupali Bank Ltd.	139,839,639	150,000,000
Sonali Bank Ltd.	-	358,388,934
Sub-Total	3,237,329,796	2,598,388,934
Non-Government Banks:		
UCBL	160,111,635	50,000,000
Prime Bank Ltd.	114,194,800	100,000,000
IFIC Bank Ltd.	54,263,000	150,000,000
One Bank	34,645,290	80,000,000
EBL	-	120,000,000
Al-Arafah Islami Bank Ltd.	135,083,833	120,000,000
AB Bank Ltd.	42,418,000	170,000,000
Brac Bank Ltd.	-	85,000,000
NRB Global	10,855,000	10,000,000
EXIM Bank Ltd.	13,228,241	30,000,000
First Security Islami Bank Ltd.	32,550,500	50,000,000
Shahjalal Islami Bank Ltd.	73,588,000	50,000,000
Mutual Trust Bank Ltd.	-	50,000,000
Bank Asia Ltd.	32,148,000	30,000,000
Community Bank Ltd.	100,000,000	-
Social Islami Bank Ltd.	23,958,605	-
NBL	30,810,000	35,000,000
Sub-Total	857,854,904	1,130,000,000
Grand Total	4,095,184,700	3,728,388,934



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11.03 Depreciation Fund:

Government Banks:

Agrani Bank Ltd.
Bangladesh Krishi Bank Ltd.
Janata Bank Ltd.
Sonali Bank Ltd.

Sub-Total

Non-Government Banks:

UCBL
Brac Bank
One Bank
Mutual Trust Bank Ltd.
NRB Bank
AB Bank Ltd
Social Islami Bank Ltd.
Meghna Bank Ltd.
Exim Bank Ltd.
IFIC Bank Ltd.
Dhaka Bank Ltd.
EPF

Sub-Total

Grand Total

The above picture shows investment in:

Government Banks

Non-Government Banks

TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
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243,030,867	325,352,849
351,021,819	332,095,657
21,158,000	20,000,000
343,926,251	326,422,773
959,136,937	1,003,871,279

48,706,339	21,729,000
10,742,500	10,000,000
54,263,000	50,000,000
10,830,000	10,000,000
53,375,000	50,000,000
-	20,000,000
50,000,000	-
20,000,000	-
28,156,103	-
20,000,000	-
20,000,000	-
20,000,000	21,620,000
336,072,942	183,349,000

1,295,209,879	1,187,220,279
----------------------	----------------------

82%	84%
-----	-----

18%	16%
-----	-----

100%	100%
-------------	-------------

12.00 Cash and Bank Balances:

Cash in hand (certified by Internal Auditor)
Imprest Fund (certified by Internal Auditor)
Cash at Bank (Note-12.01)
Customers Security Deposit A/C (Note-12.02)
Outstation Collection A/C (Annexure-B)

98	56
145,000	145,000
224,501,610	39,726,638
17,927,900	55,042,097
3,702,913,652	1,846,930,100
3,945,488,260	1,941,843,891

12.01 Cash at Bank :

UCBL, Dhaka A/C - CD 18779
Basic Bank Limited A/C- CD 2901
Bangladesh Krishi Bank A/C- CD 853
Bangladesh Krishi Bank A/C- SND 34
Basic Bank Limited A/C- SND 679
Basic Bank Limited A/C- SND 733
Basic Bank Limited A/C- SND 749
Janata Bank Limited. A/C-CD 18
Janata Bank Limited. A/C-SND 20

1,104,342	956,072
29,787	2,781,415
1,172,310	4,639
2,820,691	431,931
3,359,408	1,431,547
1,363,783	1,178,360
202,037,609	20,885,098
655,590	169,310
11,958,090	11,888,265
224,501,610	39,726,638

12.02 Customers Security Deposit A/C :

Basic Bank Limited A/C- SND 728
NCC Bank Limited A/C-SND 34
Bank Asia Ltd. A/C-SND 43
Bangladesh Krishi Bank A/C- SND 37

9,105,225	46,426,320
574,377	564,175
8,238,496	8,040,636
9,802	10,966
17,927,900	55,042,097



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	TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
13.00 Deposited for Energy Security Fund :		
Sonali Bank Limited A/C-SND-99	-	2,000
	-	2,000
14.00 Share Capital :		
a) Authorized	3,000,000,000	3,000,000,000
300,000,000 ordinary shares of Tk. 10 each		
b) Issued, Subscribed & Paid-up	700	700
70 Ordinary shares of Tk. 10 each fully paid-up in cash.		
15.00 Retained Earnings :		
Opening Balance (Restated)	15,491,912,455	12,933,850,110
Add: Net Profit for the year	3,622,972,390	3,651,484,359
	19,114,884,845	16,585,334,469
Add: Prior Year Adjustment-Correction of error	-	1,972,015
Less: Transfer to depreciation fund	-	145,969,070
Less: Payable to Petrobangla against KAFCO additional bill	710,149,148	660,425,490
Less: Dividend paid (Petrobangla)	1,475,210,000	1,340,000,000
Closing Balance	16,929,525,697	14,440,911,924
Add: Restatement (Transfer from depreciation fund)	-	1,051,000,531
Restated Balance as at 30.06.2019	-	15,491,912,455
16.00 Customers' Security Deposits :		
Opening balance	3,717,142,932	3,336,521,815
Add: Received during the year	410,622,193	437,072,192
	4,127,765,125	3,773,594,006
Less : Refund during the year	22,697,924	56,451,074
	4,105,067,201	3,717,142,932
<p>This amount represents deposits by the customers as security against as gas connection required under gas supply contracts are shown as long term liabilities. Such deposits are not repayable till gas supply to the customers continues. However as disclosed to note-11.02 of the financial statement, total sum of Taka 409,51,84,700 have been invested in FDR with government and non-government banks.</p>		
17.00 Contractors' Security Deposits :		
Opening balance	11,620,000	11,695,000
Add: Received during the year	-	-
	11,620,000	11,695,000
Less : Refund during the year	-	75,000
Closing balance	11,620,000	11,620,000
<p>This amount represents deposits by the contractors as security for enlistment as contractor which is repayable .</p>		
18.00 Deferred tax liabilities/(Assets) :		
Opening balance	(104,550,353)	(60,429,941)
Add: Deferred tax expenses/ (income) during the year	133,949,770	(44,120,412)
Closing balance	29,399,417	(104,550,353)
18.01 Re-stated Opening Balance :		
Un-adjusted Opening Balance	-	(58,457,926)
Prior Year Adjustment-Correction of error	-	(1,972,015)
	-	(60,429,941)



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Reconciliation of Deferred tax liabilities/(assets)		
	Carrying Value	Tax base
		Taxable Temporary difference
(a) As at June 30, 2020		
Property, plant and equipment	1,496,899,702	1,244,584,185
Provision for bad and doubtful debt	161,855,774	-
Total		90,459,744
Deferred tax liability (Tax Rate - 32.5%)		29,399,417
(b) As at June 30, 2019		
Property, plant and equipment	1,450,642,610	1,169,020,162
Provision for bad and doubtful debt	580,337,743	-
Total		281,622,448
Deferred tax liability (Tax Rate - 35%)		(580,337,743)
		(298,715,295)
		(104,550,353)
19.00 Accruals & provision :		
Provision for Incentive Bonus	32,895,531	31,961,364
Provision for Petrobangla Service Charge (Note- 19.01)	-	182,621,000
Liabilities for Service	377,038,120	333,860,373
Liabilities for Goods	89,129,613	27,755,132
Liabilities for Audit Fee	172,500	172,500
Beneficiaries' Profit Participation Fund (Note-19.02)	302,004,131	302,444,218
Other Current Liabilities (Note-19.03)	200,109,133	203,763,707
Payroll Deduction(Note-19.04)	4,195,754	3,750,071
	1,005,544,782	1,086,328,364
19.01 Provision for Petrobangla Service Charge :		
Opening balance	182,621,000	122,621,000
Add: Provision made during the year	-	60,000,000
	182,621,000	182,621,000
Less : Adjustment during the year	182,621,000	-
	-	182,621,000
19.02 Beneficiaries' Profit Participation Fund :		
Opening Balance	302,444,218	275,629,796
Add: Provision made during the year	297,689,839	299,085,803
Add: Recover against Final Settlement	955,877	3,358,415
	601,089,934	578,074,014
Less: Transferred to the fund	299,085,803	275,629,796
	302,004,131	302,444,218
Beneficiaries' Profit Participation Fund has been determined as per Bangladesh Labor (Amended) Act' 2014 on the basis of current year's net profit as defined in clause 3 of section 119 of the Companies Act, 1994.		
19.03 Other Current Liabilities :		
Advance from Roads & Highway	51,169,607	51,169,607
Security & Earnest Money-Suppliers	11,383,517	10,654,439
Advance from CDA	22,513,542	22,513,542
Advance from BSCIC	9,065,310	9,065,310
VAT Deduction from Contractor/Suppliers Bill	6,295,231	3,605,046
Tax Deduction from Contractor/Suppliers Bill	21,987,186	304,108
Payable to Contractor	227,511	227,511
Account Payable control A/C (store)	77,639,017	106,395,281
Payable to CUET	(171,788)	(171,788)
Revenue Stamp A/C	-	650
	200,109,133	203,763,707



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19.04 Payroll Deduction :		
Interest on Furniture Loan	76,791	61,039
Payable to Employee	4,031,885	3,991,596
Shramik Karmachary Sangsad Subs	3,676	2,336
Subs of Officers Welfare Asso.	56,675	59,175
SPE Subs of Officers Welfare Asso	32,800	30,600
Welfare Fund	388,749	293,105
SPCL Welfare fund Subs	14,337	14,307
Pension Fund-TGTDCL	69,903	69,903
Provident Fund-BGFCL	122,824	122,824
Provident Fund-JGTDSL	66,243	66,243
Welfare Fund-JGTDSL	4,816	4,816
Provident Fund-Patrobangla	(982)	(982)
Provident Fund-SGCL	(753,547)	(1,351,951)
Provident Fund-SGFCL	276	276
Provident Fund-MGMCL	81,308	-
Current Account With TITAS	-	386,784
	4,195,754	3,750,071
20.00 Depreciation Fund :		
Opening Balance	1,188,376,674	989,436,288
Add: Depreciation during the year	176,494,088	145,969,070
Add: Interest on FDR	78,233,445	52,971,316
	1,443,104,207	1,188,376,674
The above mentioned depreciation fund represent a reserve created for fixed assets replacement purpose by transferring an required amount out of accumulated net profit earned during the period as per formal Board resolution.		
21.00 Current Account with BGDCL :		
Payable Under Vendor Agreement	(422,999,415)	(422,999,415)
Other Current Account	26,950,898	27,142,922
	(396,048,517)	(395,856,493)
22.00 Inter-Company Current Account :		
Current Account with Samuthang	279,591	279,591
Current Account with TITAS	8,052,831	8,052,831
Current Account with GTCL	45,257,216	43,429,850
Current Account with BAPEX.	(179,023)	(164,733)
Current Account with Sundorban Gas Co.	(204,297)	185,255,104
Current Account with Jalalabad	3,305,423	3,005,399
	56,511,741	239,858,042
23.00 Other Payable-Petrobangla :		
Opening balance	3,005,575,821	2,773,782,121
Add: Provided for the year	710,149,148	660,425,490
	3,715,724,969	3,434,207,611
Less : Settled during the year	1,355,575,821	428,631,790
	2,360,149,148	3,005,575,821



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	TAKA 30.06.2020	TAKA 30.06.2019 (Restated)
24.00 Income Tax Payable/ (Receivable) :		
Opening Balance	33,145,136	101,530,940
Add: Current Tax Expenses:		
Provided during the year	1,851,910,347	1,988,920,589
Previous years under provision	47,274,438	86,345,718
	1,899,184,785	2,075,266,307
Less: Payment during the year:		
Paid for prior year (FY 2018-2019, U/S-74)	80,419,574	1,497,876,659
Advance income tax paid	2,080,927,156	645,775,452
	2,161,346,730	2,143,652,111
	(229,016,809)	33,145,136
25.00 Liabilities for Gas Purchase :		
Opening balance	5,885,436,756	2,568,741,035
Add: Purchase during the year (Note-31)	24,961,544,669	16,405,750,616
Adjustment	-	3,917,982
	30,846,981,426	18,979,409,633
Less : Paid during the year	24,494,913,921	13,093,972,877
	6,352,067,505	5,885,436,756
It represents outstanding amount payable to (BAPEX, BGFCL, SGFL and Petrobangla) against their margin and Govt. margin on total gas purchase quantity.		
26.00 Liabilities for Transmission Charges :		
Opening balance	478,943,619	79,997,985
Add : Provided for the year (Note-34)	1,365,862,346	1,207,154,783
	1,844,805,964	1,287,152,768
Less : Settled during the year	1,539,065,705	808,209,149
	305,740,259	478,943,619
27.00 Liabilities for Petrobangla Margin :		
Opening balance	1,316,139,960	1,462,230,763
Add : Provided for the year	1,482,076,731	2,700,538,317
	2,798,216,691	4,162,769,080
Less : Settled during the year	1,661,287,329	2,846,629,120
	1,136,929,362	1,316,139,960
28.00 Liabilities for Energy Security Fund:		
Opening balance	522,384,546	1,960,013,916
Add: Provided for the year (Note-37)	1,266,428,142	1,753,633,673
Add: Interest on Deposit	3,219,085	-
	1,792,031,773	3,713,647,589
Less : Settled during the year	1,190,544,546	3,191,263,043
	601,487,227	522,384,546



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29.00 Sales Revenue (Gas Sales) :

	Quantity in MMCM		Amount in Taka	
	2019-2020	2018-2019	2019-2020	2018-2019
Feed Gas for CNG	123.55	149.01	4,325,419,569	4,780,711,940
Power	1,131.63	880.02	5,035,764,730	2,780,870,069
Captive Power	471.81	455.73	6,522,861,059	4,651,539,332
Fertilizer	543.69	633.12	5,918,305,813	5,541,605,260
Industry	439.84	454.38	4,715,082,685	4,236,445,514
Commercial	31.17	36.52	717,801,002	678,517,371
Tea Estate	0.59	0.54	6,343,673	4,463,822
Domestic	530.18	616.79	6,680,325,777	5,645,300,216
	3,272.46	3,226.11	33,921,904,308	28,319,453,524

30.00 Other Operating Income :

Meter Rent	100,276,646	56,078,293
Surcharge for late Payment	136,586,946	66,679,460
Demand Charges	482,615,730	-
Penalties (Card Replacement)	550,400.00	-
	720,029,722	122,757,753

31.00 Gas purchase (LNG, IOC Net & NG Including VAT)

Category of Supplies	Volume in MMCM		Amount in Taka	
	2019-2020	2018-2019	2019-2020	2018-2019
Feed Gas for CNG	122.26	145.80	3,834,103,521	3,828,732,915
Power	1,120.32	868.09	3,708,170,778	1,902,749,912
Captive Power	466.30	447.50	5,469,121,411	3,056,312,372
Fertilizer	537.24	624.21	1,778,226,045	1,067,122,042
Industrial	435.45	446.39	3,876,712,692	2,481,235,026
Commercial	30.89	35.81	628,334,568	459,010,113
Tea Estate	0.58	0.52	5,262,686	2,680,681
Domestic	524.47	604.91	5,661,612,968	4,050,176,523
RPGCL Operational Charge	-	-	-	(441,268,967)
	3,237.51	3173.22	24,961,544,669	16,406,750,616

32.00 Contribution for BAPEX Margin :

Categories	Volume in MMCM		Amount in Taka	
	2019-2020	2018-2019	2019-2020	2018-2019
CNG	-	5.53	-	607,937
Power	-	14.37	-	689,832
Captive Power	-	15.46	-	741,926
Fertilizer	-	15.57	-	-
Industrial	-	16.94	-	813,211
Commercial	-	1.36	-	65,397
Tea Estate	-	0.04	-	1,762
Domestic	-	23.34	-	1,120,241
	-	92.60	-	4,040,308

It represents contribution for BAPEX on national gas purchase.



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33.00 Deficit Fund for BAPEX Wellhead Margin :

<u>Categories</u>	<u>Volume in MMCM</u>		<u>Amount in Taka</u>	
	<u>2019-2020</u>	<u>2018-2019</u>	<u>2019-2020</u>	<u>2018-2019</u>
CNG	-	5.53	-	1,105,340
Power	-	14.37	-	574,860
Captive Power	-	15.46	-	618,271
Fertilizer	-	15.57	-	622,814
Industrial	-	16.94	-	677,676
Commercial	-	1.36	-	54,498
Tea Estate	-	0.04	-	1,468
Domestic	-	23.34	-	933,532
		92.60		4,588,461

It represents amount for deficit fund on national gas purchase.

34.00 Transmission charge :

<u>Name of the Gas Transmission Company Limited</u>	<u>Volume in MMCM</u>		<u>Amount in Taka</u>	
	<u>2019-2020</u>	<u>2018-2019</u>	<u>2019-2020</u>	<u>2018-2019</u>
Bakhrabad Gas Field	72.63	306.28	30,760,037	112,672,071
Srikail Gas Field	-	3.63	-	787,914
Kailastila Gas Field	-	68.33	-	22,325,409
R-LNG	3,150.29	2,333.13	1,334,149,585	953,841,733
Bibiyana Gas Field	2.25	170.86	952,724	57,570,951
Bangura Gas Field	-	7.98	-	1,356,275
Jalalabad Gas Field	-	275.26	-	58,600,430
	3,225.18	3165.47	1,365,862,346	1,207,154,783

It represents transmission charges are paid to Gas Transmission Company Limited (GTCL) for use of their Transmission Line.

35.00 Price deficit fund margin (PDF) :

Price Deficit Fund (PDF) has been created to cover the possible deficit in payment of gas bills in foreign exchange against cost of gas purchase from International Oil Companies (IOC). It represents PDF margin on National Gas purchase. Details are shown below:

<u>Volume in MMCM</u>		<u>Amount in Taka</u>	
<u>2019-2020</u>	<u>2018-2019</u>	<u>2019-2020</u>	<u>2018-2019</u>
-	92.60	-	80,863,842

36.00 Gas Development Fund :

In Gas Tariff approved by Govt. on the basis of recommendation of BEREC, Tariff for Gas Development Fund has been introduced with effect from October 2009 for creation of fund for under taking intensive performance/activities for Gas Exploration and Production activities. Details are given below:

<u>Categories</u>	<u>Volume in MMCM</u>		<u>Amount in Taka</u>	
	<u>2019-2020</u>	<u>2018-2019</u>	<u>2019-2020</u>	<u>2018-2019</u>
CNG	122.12	147.63	162,851,510	397,146,801
Power	1,119.19	871.98	189,814,351	141,074,997
Captive Power	465.81	452.55	245,856,378	150,198,057
Fertilizer	536.72	628.76	91,028,113	160,106,911
Industrial	434.98	451.96	177,383,300	208,670,566
Commercial	30.86	36.26	27,045,380	32,936,545
Tea Estate	0.58	0.53	236,827	222,561
Domestic	523.95	612.61	251,494,485	257,975,915
	3,234.21	3,202.27	1,145,710,344	1,348,332,354



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37.00 Energy security fund :

Categories

CNG
Power
Captive Power
Fertilizer
Industrial
Commercial
Tea Estate
Domestic

Volume in MMCM		Amount in Taka	
2019-2020	2018-2019	2019-2020	2018-2019
122.12	145.68	180,070,905	164,442,058
1,119.19	867.26	209,847,823	55,543,553
465.81	447.10	271,802,191	626,728,679
536.72	623.59	100,635,443	18,136,198
434.98	445.99	195,956,785	325,315,787
30.86	35.78	29,899,570	51,484,436
0.58	0.52	261,625	391,104
523.95	604.39	277,953,801	511,591,858
3,234.21	3,170.30	1,266,428,142	1,753,633,673

In Gas tariff approved by Govt. on the basis of recommendation of BERC, Tariff for Value of gas as a product has been introduced with effect from 1st September 2015 for creation of fund as Energy Security Fund.

38.00 Support for Shortfall :

For purchase from IOC
For purchase from NG (BAPEX & SGFCL)
For purchase from NG (BAKRABAD)

Volume in MMCM		Amount in Taka	
2019-2020	2018-2019	2019-2020	2018-2019
-	-	-	400,132,103
-	-	-	185,417,272
-	-	-	88,052,224
-	-	-	673,601,599

39.00 RPGCL Operational Charge :

Volume in MMCM		Amount in Taka	
2019-2020	2018-2019	2019-2020	2018-2019
3,150.29	-	157,514,709	441,268,967

40.00 Petrobangla Charge :

Volume in MMCM		Amount in Taka	
2019-2020	2018-2019	2019-2020	2018-2019
3,234.21	-	178,851,678	147,842,787

41.00 Operating Expenses :

Employees' Cost (Note-41.01)
Repairs & Maintenance (Note-41.02)
Administrative Expenses (Note-41.03)
Public Relation (Note-41.04)

TAKA	TAKA
30.06.2020	30.06.2019
618,356,633	622,322,269
57,702,429	39,702,745
367,934,021	444,924,963
4,779,415	4,937,022
1,048,772,498	1,111,886,998



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	TAKA 30.06.2020	TAKA 30.06.2019
41.01 Employees' Cost :		
Basic Salary (Officers)	152,909,749	136,579,846
Basic Salary (Staff)	59,770,747	57,216,597
Honorarium	25,619,935	33,807,284
Over Time (Staff)	44,191,729	47,644,990
Education Allowance	2,420,299	3,255,732
Incentive Bonus	31,368,620	32,056,646
Festival Bonus	32,278,900	32,785,510
Bangla Nababarsha	3,242,053	3,143,568
Conveyance Allowance	320,282	353,981
Gas Allowance	5,971,211	4,835,021
Hardship Allowance (Staff)	191,184	215,001
Lunch Subsidy/Meal Allowance	5,382,589	5,602,164
Medical Allowance	8,583,067	9,004,333
Washing Allowance	844,480	876,670
House Rent Allowance	78,164,291	76,573,569
Company Contribution to Pension Fund	288,169	268,888
CPF Company's Cont. (Off. & Staff)	15,009,452	18,139,272
Group Insurance (Officer & Staff)	8,807,565	7,430,298
Gratuity (Officer & Staff)	73,342,427	81,366,676
Liveries and Uniforms	15,644,855	13,734,028
Employees Tea Expenses (Officer/Staff)		904,270
Welfare Expenses	17,500,000	15,000,000
Leave Encashment	20,387,389	25,571,702
LFA	15,432,110	15,593,180
Officers Entertainment		150,560
CBA Election & Other expenses	300	47,544
Charge allowance Officer	685,230	164,939
	618,356,633	622,322,269

41.02 Repairs & Maintenance :

R & M (General) :

Office Building
Office Machinery and Equipment

R & M (Vehicle) :

Petrol, Oil, Lubricant and CNG
Spare Parts Replace, Painting, CNG

R & M (Operational) :

Transmission/ Dist Line
TBS, DRS, CMS
Plant & Machinery

1,731,032	12,101,552
7,044,726	1,053,553
8,775,758	13,155,105
7,913,897	8,144,907
2,520,928	3,087,084
10,434,825	11,231,992
838,162	14,493,348
-	15,225
37,653,684	807,075
38,491,846	15,315,648
57,702,429	39,702,745



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	TAKA 30.06.2020	TAKA 30.06.2019
41.03 Administrative Expenses :		
Entertainment Allowance	242,414	188,752
Domestic Aid	240,976	294,165
Wages of Casual Labor	85,756,955	61,217,854
Celebration Expenses	274,076	557,142
Employees Welfare Expenses	10,746,944	5,290,685
Training Expenses (Local)	1,644,759	1,859,827
Training Expenses (Foreign)	8,355,891	24,409,433
Recruitment, Promotion and Meeting Expenses	858,736	3,486,356
Legal Expenses	3,328,438	3,496,764
Consultancy Fee	1,429,000	166,656
Entertainment Expenses	916,196	1,497,443
Electricity Expenses	8,118,128	5,958,133
Water and Sewerage	1,341,299	1,713,428
Telephone and Fax	5,393,547	5,365,788
Audit Fee	457,050	373,899
Postage	353,770	21,597
Officer's Traveling	5,026,200	7,450,622
Staffs Traveling	78,530	62,270
Transport Fare	2,384,555	2,806,261
Transport Expenses	-	112,884
Office, Guest House and Godown Rent	14,381,305	14,800,269
Guest House and Soft Furnishing Expenses	353,392	673,575
Bank Charges	10,501,183	8,847,021
Cookeries and Cutleries	7,790	5,233
Electric and Other Material (Consumable)	924,561	325,196
Land & Land Development Tax	9,526,015	13,349,624
Rates & Taxes	20,688,845	9,373,974
Vehicle Tax & License	889,601	2,014,708
Printing and Stationery	2,648,853	3,086,072
Book, Magazine and Paper Expenses	366,839	1,154,604
Insurance Expenses	7,361,451	5,526,390
Board Meeting Expenses	5,022,836	1,292,189
Store Handling Expenses	2,209,435	2,155,174
Safety & Security Exp.	2,833,510	3,586,975
Feasibility Study (LNG Terminal)	148,296,000	248,604,000
Donation (CSR/School) Expenses	4,974,941	3,800,000
	367,934,021	444,924,963
41.04 Public Relation :		
Advertisements & Publications	4,779,415	4,937,022
	4,779,415	4,937,022
42.00 Depreciation (Note-04) :	176,494,088	145,969,070
43.00 Petrobangla's Service Charge :	(48,409,000)	60,000,000
44.00 Bad debt expense (Note-10.02) :	(418,481,969)	134,341,821



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45.00 Other Non-operational Income :

	TAKA 30.06.2020	TAKA 30.06.2019
Transport Income	144,778	239,755
Profit from Sales of Vehicles	360,000	-
Profit from Sales of Store	296,309,450	129,672,958
Profit from Sales of Paper & Magazine	14,240	17,488
Sales of tender Schedule	210,000	674,300
Condenset Sale	(522,450)	-
Enlistment & Renewal Fees	248,020	2,094,300
Forfeiture A/C (Security money)	-	1,320,435
Demurrage from Suppliers	414,212	360,408
Recovered Against Maintaining of Residential Building	-	7,200
Accommodation Rent	63,950	23,250
Other Rental Income	226,300	269,500
Penalty Income	35,982,637	45,037,964
Liquidated Damage	2,481,257	-
Interest on Motor Cycle Loan	129,656	198,302
Interest on LP/HB Loan	1,321,249	483,554
Application Fee	24,500	24,500
Notice Fee	63,920	431,840
	337,471,719	180,855,753

46.00 Financial Gain :

Interest on bank deposit (SND A/C)	163,519,091	108,906,264
Interest on FDR	645,159,449	770,018,040
	808,678,540	878,924,304

47.00 Income Tax Expenses :

Current tax : (Note-24)		
Current year	1,851,910,347	1,988,920,589
Prior years (under-provision)	47,274,438	86,345,718
	1,899,184,785	2,075,266,307
Deferred tax (Income)/expense (Note-19)	133,949,770	(44,120,412)
	2,033,134,555	2,031,145,895

48.00 Contingencies :

Claim from Income Tax Office

The concerned income tax department of the company issued a demand notice for Taka 875,385 in relation to assessment year 2013-2014. The Taxes Appellate Tribunal has issued its final order keeping the said liability intact and against which the management intends to file a writ petition before honorable High Court Division of Bangladesh Supreme court.

49.00 Capital expenditure commitment :

Authorized and Contracted for but not provided-pending execution	5,254,820,000	3,676,920,000
	5,254,820,000	3,676,920,000

50.00 Claim against the company not acknowledged as debt :

There is no claim against the company acknowledged as debt.

51.00 General :

(a) Figures have been rounded off to the nearest Taka.

(b) Previous year's figures have been re-arranged, whenever necessary.

COMPANY'S SECRETARY

MANAGING DIRECTOR



DIRECTOR

KARNAPHULI GAS DISTRIBUTION COMPANY LIMITED

(A Company of Petrobangla)

Schedule of Property, Plant and Equipment

For the year ended June 30, 2020

Sl. No.	Particulars	C O S T				Rate %	D E P R E C I A T I O N				W.D.V As at 30.06.2020
		Balance As at 30.06.2019	Addition during the year	Disposal/ Adjustment	Balance As at 30.06.2020		Acc. Dep. At 30.06.2019	Charge during the year	Adjustment	Acc. Dep. At 30.06.2020	
1	Office Extension or Improvement	153,109,260	589,164	-	153,698,424	10	87,407,003	15,352,894	-	102,759,897	50,938,527
2	Workshop Equipment	386,380	-	-	386,380	15	297,522	57,957	-	355,479	30,901
3	Cathodic Protection Works	6,377,556	-	-	6,377,556	5	2,317,496	318,878	-	2,636,374	3,741,182
4	Transmission and Distribution Plant	417,101,418	-	-	417,101,418	5	75,181,726	20,855,071	-	96,036,797	321,064,621
5	Customer Metering Station (CMS) Plant	118,593,968	45,891,993	40,108,041	124,377,920	10	99,195,970	13,882,548	2,094,910	110,983,608	13,394,312
6	Telecom and Computer Equipment	7,058,258	-	-	7,058,258	15	7,474,202	(415,945)	-	7,058,257	1
7	Office and Electrical Equipment	51,876,593	4,039,317,000	47,000	55,868,910	15	52,325,992	(332,623)	6,528	51,986,841	3,882,069
8	Vehicle	235,768,992	68,343,200	-	304,112,192	20	230,758,567	55,567,288	-	286,325,856	17,786,337
9	Furniture & Fixtures	21,241,991	342,237	119,720	21,464,508	10	10,682,369	2,133,115	10,000	12,805,484	8,659,024
10	Warehouse & Godown	7,006,387	-	-	7,006,387	5	2,444,393	350,319	-	2,794,713	4,211,674
11	Others civil construction	45,675,557	-	-	45,675,557	2.5	6,853,395	1,141,889	-	7,995,284	37,680,273
12	Line Pipe Equipment	67,637,054	1,555,691	4,003,182	65,189,563	5	14,366,369	3,401,551	99,805	17,668,114	47,521,449
13	Distribution Line	1,038,309,778	148,804,587	2,663,445	1,184,450,920	5	376,856,030	54,884,018	7,023	431,733,025	752,717,895
14	Transmission Line	226,360,450	-	-	226,360,450	3.33	63,647,070	7,537,803	-	71,184,873	155,175,577
15	Freehold concrete and brick structure	87,319,942	-	-	87,319,942	2.5	19,646,987	2,182,999	-	21,829,986	65,489,956
16	Leasehold Land	16,862,899	-	-	16,862,899	1.01	1,532,837	170,315	-	1,703,152	15,159,747
17	Land	1,513,983,606	-	-	1,513,983,606	0	-	-	-	-	1,513,983,606
18	Protection Plant	21,047	-	-	21,047	10	12,602	2,105	-	14,707	6,340
19	Software	16,221,737	-	-	16,221,737	10	-	1,622,174	-	1,622,174	14,599,563
	Total as at June 30, 2020	4,030,912,873	269,566,189	46,941,388	4,253,537,674		1,051,000,531	178,712,355	2,218,267	1,227,494,619	3,026,043,055
	Total as at June 30, 2019	3,894,841,751	194,675,773	58,604,651	4,030,912,873		905,031,461	148,421,150	2,452,080	1,051,000,531	2,979,912,342



Amount in Taka	
2019-2020	2018-2019
176,494,088	145,929,070
1,76,494,088	145,969,070

Depreciation Charge:
Charges on assets procured by KGDCL

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Karnaphuli Gas Distribution Company Limited
Schedule of Customer Deposit Account
As at June 30, 2020

Annexure-B

INDUSTRIAL:

SL No.	Name of the Bank	Branch Name	A/C NO.	2019-2020 Amount in TK.	2018-2019 Amount in TK.
1	Janata Bank Ltd.	Dewan Hat Cor. Br.	004000362	4,746,503	4,362,525
2	Basic Bank Ltd.	Sholoshahar	2416-01-0000690	794,060,492	274,969,599
3	Basic Bank Ltd.	Jubilee Road	1316-01-0000483		7,614
4	Bank Asia Ltd.	Bank Asia Bhaban, Agrabad	08136000028		3,919,194
5	IFIC Bank Ltd.	Shah Amanat Market	2042-337816-041	5,955	6,746
6	AB Bank Ltd.	Agrabad	4101-770549-430	1,210	2,776
7	National Bank Ltd.	Jubilee Road	36001261		1,077
8	Dutch-Bangla Bank Ltd.	CDA Avenue	01291200000764		4
9	Eastern Bank Ltd.	Agrabad	0011220687423		4,321
10	Uttara Bank Ltd.	Laldighi	016614100004156	147,696	52,764,759
11	ONE Bank Ltd.	O.R Nizam Road/CDA	0345300935003		3,197

ON-LINE SYSTEM

12	Mutual Trust Bank Ltd	Oxygen More Branch	0053-0320000456	204,110,343	158,117,171
13	Southeast Bank Ltd.	Oxygen More Branch	13500000003	160,290,019	197,727,995
14	United Commercial Bank Ltd.	MURADPUR, CTG	0761301000000278	143,560,217	171,671,242
15	BANK ASIA LTD	AGRABAD, CTG	08136000052	329,062,617	273,595,974
16	BASIC BANK LTD	HOLOSHAHAR, CTG	2416-01-0001106	413,239,250	84,669,126
17	STANDARD BANK LTD	BAHADDARHAT BRANCH	03036000115	57,888,145	4,157,339
18	EXIM BANK LTD	CDA AVENUE BRANCH	02613100332558	64,668,457	15,772,661
19	BANGLADESH KRISHI BANK (BKB)	SHOLASHAHAR, CHATTOGRAM	2931-0320000459	7,762,502	-
20	ONE BANK LTD.	CDA AVENUE BRANCH	0343000000537	21,883,820	42,642,629
21	MERCANTILE BANK LTD	AGRABAD BRANCH, CHATTOGRAM	110413125105341	20,813,538	4,692,553
22	NCC BANK LTD	HALISHAHAR BRANCH	0030-0315000098	4,489,941	23,220,844
23	AGRANI BANK LTD	KHULSHI BRANCH, CHATTOGRAM	0200012485549	111,896	53,185
24	DHAKA BANK LTD	NEW MARKET BRANCH, CHATTOGRAM	0251500000865	10,039,593	17,313,146
25	RUPALI BANK LTD	BIBIRHAT, CHATTOGRAM	5082024000024	16	31
26	SOCIAL ISLAMI BANK LTD.	NOGUMAIR HAT, CHATTOGRAM	1531360000224	56,215,140	
27	EASTERN BANK LTD.	AGRABAD, CHATTOGRAM	11221130674	5,565,815	
28	NATIONAL BANK LTD.	EAST NASIRABAD, CHATTOGRAM	1122003651231	491,303	
	(a) Sub Total:			2,299,154,468	1,329,675,708

COMMERCIAL

29	Agrani Bank Ltd.	Agr. Commercial Area	436100348		207,477
30	Agrani Bank Ltd.	Steel Mill Branch	310436000079 (8)		454
31	Agrani Bank Ltd.	Colonelhat Branch	36000057 (014-29)	2	885
32	NCC Bank Ltd.	Halishahar	0315000025		8,805,022
33	NCC Bank Ltd.	Phartali (Chaumohoni), RAUJAN	325000091	-	587
34	Basic Bank Ltd.	Sholoshahar	0000712	711,816	4,349,254
35	Basic Bank Ltd.	Khatungonj	0000568		1
36	The City Bank Ltd.	Chawkbazar	3101178549001	248	248
37	Dutch-Bangla Bank Ltd.	CDA Avenue	129-1200000-752		1,588
38	AB Bank Ltd.	Sitakund	4109-323106-430	4,970	6,004



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SL No.	Name of the Bank	Branch Name	A/C NO.	2019-2020 Amount in TK.	2018-2019 Amount in TK.
ON-LINE SYSTEM					
39	Southeast Bank Ltd.	Oxygen More Branch	13500000004	3,924,347	3,511,476
40	United Commercial Bank Ltd.	MURADPUR, CTG	761301000000298	16,952,692	19,988,893
41	BANK ASIA LTD	AGRABAD, CTG	8136000053	11,727,974	6,583,860
42	BASIC BNAK LTD	SHOLOSHAHAH, CTG	2416-01-0001111	33,191,068	12,269,538
43	MUTUL TRUST BANK LTD	OXYGEN MORE, CTG	0053-0320000465	3,187,578	2,840,953
44	STANDARD BANK LTD	BAHADDARHAT BRANCH	03036000116	2,768,454	829,368
45	EXIM BANK LTD	CDA AVENUE BRANCH	02613100332591	716,559	160,564
46	BANGLADESH KRISHI BANK (BKB)	SHOLASHAHAR, CHATTOGRAM	2931-0320000468	2,986,212	747,063
47	ONE BANK LTD.	CDA AVENUE BRANCH	0343000000548	3,156,451	1,436,188
48	MERCANTILE BANK LTD	AGRABAD BRANCH, CHATTOGRAM	110413125105589	601,656	461,460
49	NCC BANK LTD	HALISHAHAR BRANCH	0030-0315000105	1,505,839	754,109
50	AGRANI BANK LTD	KHULSHI BRANCH, CHATTOGRAM	0200012485686	3,794,392	2,693,124
51	DHAKA BANK LTD	NEW MARKET BRANCH, CHATTOGRAM	0251500000876	958,732	1,411,685
52	RUPALI BANK LTD	BIBIRHAT, CHATTOGRAM	5082024000025	1,034,880	240,865
53	SOCIAL ISLAMI BANK LTD.	NOGUMAIR HAT, CHATTOGRAM	1531360000235	1,861,400	
54	EASTERN BANK LTD.	AGRABAD, CHATTOGRAM	11221130685	53,916	
55	NATIONAL BANK LTD.	EAST NASIRABAD, CHATTOGRAM	1122003651236	1,602,129	
	(b) Sub Total: (COMMERCIAL)			90,741,315	67,300,667

Domestic

56	AB Bank Ltd.	Sitakund	4109-323106-430	1,411	1,411
57	Agrani Bank Ltd.	Ishakhali	7643/566236000012	1,416	1,416
58	Agrani Bank Ltd.	Khulshi	24000017	(580)	(580)
59	Agrani Bank Ltd.	Artillary Centre Branch	24000012		690
60	Agrani Bank Ltd.	Laldighi	536000975		48
61	Agrani Bank Ltd.	Colonelhat Branch	36000049	22,500	22,500
62	Agrani Bank Ltd.	SK. Mujib Road	36000073		3,710
63	Agrani Bank Ltd.	AGRABAD Commercial Area	36100331/178169		52,425
64	Sonali Bank Ltd.	UREA Fertilizer Ltd. Br.	083335000084		574
65	Bangladesh Krishi Bank Ltd.	Najumian Hat	0320000040		46
66	Bangladesh Krishi Bank Ltd.	Pather hat	0320000067 (63)		7,552
67	Bangladesh Krishi Bank Ltd.	Rawzan	182		6,584
68	Bangladesh Krishi Bank Ltd.	Kamal bazar	0320000087 (83)		36,018
69	Bangladesh Krishi Bank Ltd.	Mirsorai	0320000219	1,535	1,535
70	BASIC Bank Ltd.	Sholoshahar	2416-01-0000707	9,819,105	6,395,632
71	BASIC Bank Ltd.	Pahther hat	6010-01-0000027	29,878	29,878
72	BASIC Bank Ltd.	Khatungonj	416-01-0000552		1
73	NCC Bank Ltd.	Halishahar	0315000016	16,880,306	29,025,523
74	NCC Bank Ltd.	O.R Nizam Road	0008-0320001558		8,293
75	NCC Bank Ltd.	Pahartali Chowmoni, Raujan	0101-0325000082	3,260	3,260
76	NCC Bank Ltd.	Madunaghat	0032-315000014		593
77	First Security Bank Ltd.	Probortok Moor	1310000170-9	690	9,062
78	First Security Bank Ltd.	Dovasibazar	124 13100000653		1,560
79	Bank Asia Ltd.	Andarkilla	03036000270		2,229
80	Bank Asia Ltd.	Bank Asia Bhaban, Agrabad	08136000026		19,866
81	ONE Bank Ltd.	Agrabad	0035066970002		12,049
82	United Commercial Bank Ltd.	Muradpur	1000000165		0
83	Dhaka Bank Ltd.	Gahira	00261500000213		63,579



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SL No.	Name of the Bank	Branch Name	A/C NO.	2019-2020 Amount in TK.	2018-2019 Amount in TK.
ON-LINE SYSTEM					
84	Southeast Bank Ltd.	Oxygen More Branch	13500000002	101,294,040	51,100,602
85	Mutual Trust Bank Ltd.	Oxygen More Branch	0053-0320000447	84,603,711	34,048,973
86	United Commercial Bank Ltd.	Muradpur	7613000000289	310,196,798	107,637,344
87	Bank Asia Ltd.	Bank Asia Bhaban, Agrabad	08136000051/50	169,123,558	58,162,943
88	BASIC BNAK LTD	SHOLOSHAHAR, CTG	2416-01-0001099/83	118,831,903	40,225,846
FY. 2018-19					
89	STANDARD BANK LTD	BAHADDARHAT BRANCH	03036000114	31,936,654	3,822,024
90	EXIM BANK LTD	CDA AVENUE BRANCH	02613100332566	7,388,223	1,755,372
91	BANGLADESH KRISHI BANK (BKB)	SHOLASHAHAR, CHATTOGRAM	2931-0320000440	35,031,702	479,676
92	ONE BANK LTD.	CDA AVENUE BRANCH	0343000000526	30,841,415	8,635,126
93	MERCANTILE BANK LTD	AGRABAD BRANCH, CHATTOGRAM	110413125105667	25,679,024	5,581,926
94	NCC BANK LTD	HALISHAHAR BRANCH	0030-0315000114	47,306,974	14,191,685
95	AGRANI BANK LTD	KHULSHI BRANCH, CHATTOGRAM	0200012484858	91,526,808	36,809,561
96	DHAKA BANK LTD	NEW MARKET BRANCH, CHATTOGRAM	0251500000854	8,421,002	2,103,463
97	RUPALI BANK LTD	BIBIRHAT, CHATTOGRAM	5082024000023	24,638,704	887,266
98	SOCIAL ISLAMI BANK LTD.	NOGUMAIR HAT, CHATTOGRAM	1531360000202	38,036,080	
99	EASTERN BANK LTD.	AGRABAD, CHATTOGRAM	11221130663	1,654,545	
100	NATIONAL BANK LTD.	EAST NASIRABAD, CHATTOGRAM	1122003651200	15,058,476	
MOBILE BANK ACCOUNT					
101	MFS (SURECASH) RUPALI BANK LTD.	BIBIRHAT, CHATTOGRAM	5082024000020	570,545	18,228,141
102	GRAMEEN PHONE (GP)		kgdcl	13,323,365	635,110
(c) SubTotal:				1,182,223,048	420,010,513
Domestic GOVT. ACCOUNT					
103	United Commercial Bank Ltd.	Muradpur	761301000000267	985	14,040
(d) SubTotal:				985	14,040
Grammen Phone					
104	Grammen Phone	Sholoshahar			
(e) SubTotal:				-	-
PREPAID GAS SALES ACCOUNT					
105	Basic Bank Ltd.	Sholoshahar, Chattogram	2416-01-0001083	52,077,925	6,182,584
106	Agrani Bank Ltd.	Khulshi, Chattogram	0200012220895	21,635,059	2,688,695
107	Agrani Bank Ltd.	Pressclub, Chattogram	0200012216757	27,199,682	5,322,920
108	Agrani Bank Ltd.	Kapashgola, Chattogram	02000122115952	1,886,200	1,339,000
109	Agrani Bank Ltd.	Industrial Area, Chattogram	0200012420799	5,140,915	2,963,945
110	Agrani Bank Ltd.	Artillary Centre Br. Chattogram	020001230581	1,327,443	767,955
111	Agrani Bank Ltd.	SK. Mujib Road	0200012226207	1,462,809	802,009
112	Agrani Bank Ltd.	Chattesari road, Chattogram	0200012223615	326,555	619,425
113	United Commercial Bank Ltd.	Bhaddarhat, Chattogram	301000000187	6,802,853	717,425
114	United Commercial Bank Ltd.	Andarkilla, Chattogram	0521301000000043	1,108,971	901,145
(f) SubTotal:				118,968,412	22,305,104
CFP					
115	Bangladesh Krishi Bank Ltd.	Sholoshahar	0320000351	11,825,424	7,624,068
(g) SubTotal:				11,825,424	7,624,068
Grand Total: (a+b+c+d+e+f+g)				3,702,913,652	1,846,930,100



