

**Auditors' Report**  
**On the Financial Statements**  
**of**  
**Shahjibazar Power Company Limited**  
**For the year ended June 30, 2015.**

# Howladar Yunus & Co.

Gulshan Office

**Howladar Yunus & Co.**

House - 14 (4<sup>th</sup> floor)  
Road - 16A, Gulshan -1  
Dhaka - 1212  
Bangladesh

T +88 (0)2 9883863

F +88 (0)2 9552989

[www.howladaryunus.com](http://www.howladaryunus.com)

## **Independent Auditor's Report to the Shareholders of Shahjibazar Power Company Limited**

We have audited the accompanying separate financial statements of Shahjibazar Power Company Limited ("the Company") as well as the consolidated financial statements of Shahjibazar Power Company Limited and its subsidiary ("the Group") which comprises the consolidated and separate statement of financial position as at June 30, 2015, and the Statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Consolidated Financial Statements**

Management is responsible for the preparation of these consolidated financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994 and the Bangladesh Securities and Exchange Rules 1987, and for such internal control as management determines is necessary to enable the preparation of these consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Chartered Accountants  
Correspondent firm of Grant Thornton International Ltd

*H4C*

# Howladar Yunus & Co.

## Opinion

In our opinion, the separate financial statements of the company and the consolidated financial statements of the Group give a true and fair view of the financial position of the Company as well as of the Group as at June 30, 2015 and of their financial performances and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS).

## Emphasis of matter

Without qualifying our opinion, we draw attention to the following matters:

The auditor of Petromax Refinery Limited, subsidiary company of Shahjibazar Power Company Limited, emphasized the following matters in their audit report for the year then ended 30 June 2015:

1. Note # 9 to the financial statements where management explains, the circumstances and current status of receivable from BPC due to reduction in the petroleum price by Government.

2. Note # 27.1 to the financial statements where management explains, the details of Business promotion expenses.

The above two notes are stated and consolidated in the consolidated financial statements in note 10a and 28a respectively.

## Other matter:

The financial statements of the Petromax Refinery Limited, subsidiary company of Shahjibazar Power Company Limited, for the year then ended 30 June 2015 were audited by another firm of Chartered accountants, who through their report dated October 21, 2015 expressed an unqualified opinion on those statements.

## Report on Other Legal and Regulatory Requirements:

In accordance with the Companies Act 1994 and the Bangladesh Securities and Exchange Rules 1987, We also report that

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- c) the separate and the consolidated statement of financial position and statement of profit or loss and other comprehensive income of the Company dealt with by the report are in agreement with the books of accounts; and
- d) the expenditure incurred and payments made were for the purpose of the company's business.

  
Chartered Accountants

Dated: October 28, 2015  
Dhaka

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2015**

	Notes	June 30, 2015 Taka	June 30, 2014 Taka
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>6,666,085,325</b>	<b>6,836,447,741</b>
Property, Plant and Equipment	4a	6,400,681,600	6,665,124,158
Biological Assets	5a	-	801,726
Intangible Assets	5b	191,962	107,300
Investment Accounted for using Equity Method	6a	95,888,003	72,007,031
Capital Work In progress	7a	67,919,695	-
Other Investments	8a	101,404,065	98,407,526
<b>Current Assets</b>		<b>3,840,511,387</b>	<b>4,275,808,552</b>
Inventories	9a	907,674,381	1,125,663,025
Accounts Receivables	10a	1,056,867,366	1,028,886,444
Other Receivables	11a	2,044,863	1,720,365
Advance, Deposits and Prepayments	12a	876,422,951	596,837,319
Cash and Cash Equivalents	13a	680,258,853	1,093,426,399
Goods in Transit	14a	317,242,973	429,275,000
<b>TOTAL ASSETS</b>		<b>10,506,596,713</b>	<b>11,112,256,292</b>
<b>SHARE HOLDERS' EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>4,073,740,808</b>	<b>3,214,152,921</b>
Share Capital	15.00	1,331,379,000	1,141,180,000
Share Premium	16.00	914,920,000	724,720,000
Share Money Deposit	16a	-	99,333,400
Tax Holiday Reserve	16b	344,788,265	82,397,956
Retained Earnings	17a	1,482,653,543	1,166,521,565
<b>Non-controlling interests</b>		<b>174,119,916</b>	<b>1,900,319</b>
<b>Total equity</b>		<b>4,247,860,724</b>	<b>3,216,053,240</b>
<b>Non-Current Liabilities</b>		<b>1,350,408,166</b>	<b>2,609,313,244</b>
Long Term Loan- Net of Current Maturity	18a	1,179,103,794	1,823,748,941
Loan from other than Bank	18b	159,675,475	336,799,384
Deferred L/C Liabilities	19a	11,628,897	448,764,919
<b>Current Liabilities</b>		<b>4,908,327,823</b>	<b>5,286,889,808</b>
Short Term Loan	20a	1,941,704,945	812,142,594
IPO Application Amount	21a	6,224,318	335,957,637
Long Term Loan - Current Maturity	22a	1,145,519,408	994,495,704
Sundry Creditors	23a	88,177,446	50,352,418
Liabilities for Expenses	24a	18,338,004	12,648,041
Unclaimed Dividend	24b	6,460,989	171,177,000
Trade Payable	25a	155,891,496	319,720,362
L/C Liabilities	25b	1,546,011,216	2,590,396,052
<b>Total liabilities</b>		<b>6,258,735,989</b>	<b>7,896,203,052</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>10,506,596,713</b>	<b>11,112,256,292</b>

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

Signed as per annexed report on even date.

  
Chartered Accountants

Dated: October 28, 2015  
Dhaka

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2015**

	Notes	June 30, 2015 Taka	June 30, 2014 Taka
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>4,155,303,793</b>	<b>3,489,616,840</b>
Property, Plant and Equipment	4.00	3,058,011,725	3,219,515,518
Biological Assets	5.00	-	353,365
Investment Accounted for Using Equity Method	6.00	95,888,003	72,007,031
Investment in Subsidiary	7.00	900,000,000	99,333,400
Other Investments	8.00	101,404,065	98,407,526
<b>Current Assets</b>		<b>1,159,008,688</b>	<b>2,347,865,332</b>
Inventories	9.00	108,985,944	128,064,872
Accounts Receivables	10.00	273,220,924	393,626,962
Other Receivables	11.00	2,044,863	1,720,365
Advance, Deposits and Prepayments	12.00	572,457,385	1,470,485,846
Cash and Cash Equivalent	13.00	175,966,632	353,967,287
Goods In Transit	14.00	26,332,940	-
<b>TOTAL ASSETS</b>		<b>5,314,312,482</b>	<b>5,837,482,171</b>
<b>SHARE HOLDERS' EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>3,233,922,451</b>	<b>2,930,976,936</b>
Share Capital	15.00	1,331,379,000	1,141,180,000
Share Premium	16.00	914,920,000	724,720,000
Retained Earnings	17.00	987,623,451	1,065,076,936
<b>Non-Current Liabilities</b>		<b>757,440,099</b>	<b>1,405,543,397</b>
Long Term Loan- Net of Current Maturity	18.00	745,811,202	956,778,478
Deferred L/C Liabilities	19.00	11,628,897	448,764,919
<b>Current Liabilities</b>		<b>1,322,949,933</b>	<b>1,500,961,838</b>
Short Term Loan	20.00	485,876,427	207,130,332
IPO Application Amount	21.00	6,224,318	335,957,637
Long Term Loan - Current Maturity	22.00	649,170,872	523,440,000
Sundry Creditors	23.00	50,867,032	50,130,496
Liabilities for Expenses	24.00	5,873,133	3,784,466
Unclaimed Dividend	24b	6,460,989	171,177,000
Trade Payable	25.00	118,477,161	209,341,907
<b>Total Liabilities</b>		<b>2,080,390,032</b>	<b>2,906,505,235</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>5,314,312,482</b>	<b>5,837,482,171</b>

The annexed notes 1 to 41 form an integral part of these Financial Statements.

  
Chairman

 Director

  
Managing Director

Signed as per annexed report on even date.

  
Chartered Accountants

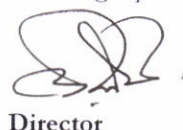
Dated: October 28, 2015  
Dhaka

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	Notes	2014 - 2015 Taka	2013 - 2014 Taka
Revenue	26a	9,182,109,019	5,055,725,129
Cost of Sales	27a	7,527,721,229	3,901,712,993
<b>Gross Profit</b>		<b>1,654,387,790</b>	<b>1,154,012,136</b>
<b>Operating Expenses:</b>			
General and Administrative Expenses	28a	120,265,275	158,101,913
Financial Expenses	29a	443,027,960	501,075,374
<b>Operating Profit</b>		<b>1,091,094,555</b>	<b>494,834,849</b>
Non-Operating Income	30a	27,322,296	45,482,381
<b>Net Profit before Tax and WPPF</b>		<b>1,118,416,851</b>	<b>540,317,230</b>
Workers' Profit Participation Fund	31a	53,257,946	12,164,528
<b>Net Profit before Tax</b>		<b>1,065,158,905</b>	<b>528,152,702</b>
Share of Profit From Associate	32a	77,780,972	23,007,031
<b>Income Tax Expenses:</b>	33a	<b>111,137,393</b>	<b>78,867,258</b>
Current Tax		111,137,393	78,867,258
Deferred Tax		-	-
<b>Net profit after Tax</b>		<b>1,031,802,484</b>	<b>472,292,475</b>
<b>Other Comprehensive Income</b>		-	-
<b>Total Comprehensive Income</b>		<b>1,031,802,484</b>	<b>472,292,475</b>
<b>Profit Attributable to:</b>			
Equity holders' of the parent		958,916,287	470,919,313
Non Controlling Interest		72,886,197	1,373,162
		<b>1,031,802,484</b>	<b>472,292,475</b>
<b>Total Comprehensive Income Attributable to:</b>			
Equity holders' of the parent		958,916,287	470,919,313
Non Controlling Interest		72,886,197	1,373,162
		<b>1,031,802,484</b>	<b>472,292,475</b>
<b>Earnings Per Share (EPS)</b>	34a	<b>7.20</b>	<b>3.91</b>

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

Signed as per annexed report on even date.

  
Chartered Accountants

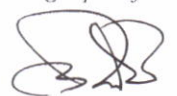
Dated: October 28, 2015  
Dhaka

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	Notes	2014 - 2015 Taka	2013 -2014 Taka
Revenue from Sales	26.00	1,539,459,033	1,432,197,494
Cost of Sales	27.00	950,921,576	810,632,550
<b>Gross Profit</b>		<b>588,537,457</b>	<b>621,564,944</b>
<b>Operating Expenses:</b>			
General and Administrative Expenses	28.00	69,898,186	85,859,081
Financial Expenses	29.00	194,289,983	246,595,591
<b>Operating Profit</b>		<b>324,349,288</b>	<b>289,110,272</b>
Non-Operating Income	30.00	26,576,915	45,066,517
<b>Net Profit before Tax and WPPF</b>		<b>350,926,203</b>	<b>334,176,789</b>
Less: Workers' Profit Participation Fund	31.00	16,710,772	12,164,528
<b>Net Profit before Tax</b>		<b>334,215,431</b>	<b>322,012,261</b>
Share of Profit From Associate	32.00	77,780,972	23,007,031
<b>Income Tax Expenses:</b>	33.00	<b>109,055,889</b>	<b>78,721,706</b>
Current Tax		109,055,889	78,721,706
Deferred Tax		-	-
<b>Net profit after Tax</b>		<b>302,940,514</b>	<b>266,297,586</b>
<b>Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>302,940,514</b>	<b>266,297,586</b>
<b>Earnings Per Share (EPS)</b>	34.00	<b>2.28</b>	<b>2.21</b>

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

Signed as per annexed report on even date.

  
Chartered Accountants

Dated: October 28, 2015  
Dhaka

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	2014 - 2015 Taka	2013 - 2014 Taka
<b>A CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipt from customers	9,153,803,599	4,406,364,441
Cash paid to suppliers, employees	(8,022,304,075)	(1,660,695,572)
Cash Paid for operational Expenses	(394,160,945)	(416,178,586)
Cash received from Other Activities	23,222,296	45,482,381
Cash paid for Workers Profit Participation Fund	(12,164,528)	-
Income Tax Paid	(101,119,635)	-
Cash payment for Financial Expenses	(443,027,960)	(501,075,374)
<b>Net Cash flows from operating activities</b>	<b>204,248,754</b>	<b>1,873,897,290</b>
<b>B CASH FLOWS IN INVESTING ACTIVITIES</b>		
Acquisition of property plant and equipment	(243,679,080)	(455,793,449)
Capital Working-In-Progress	(67,919,695)	-
Disposal of Fixed Assets	4,100,000	-
Dividend received from Associate	53,900,000	-
Goods in Transit	112,032,027	-
Biological Assets	-	(172,130)
Intangible Assets	(84,662)	(107,300)
Assets in Transit	-	-
Investment in Subsidiary and FDR	(2,996,539)	10,251,550
<b>Net cash used in investing activities</b>	<b>(144,647,948)</b>	<b>(445,821,329)</b>
<b>C CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank Loan (Short Term )	1,129,562,351	(174,589,914)
IPO Application Amount	(329,733,319)	335,957,637
Payment of Deferred L/C Liabilities	(437,136,022)	-
Payment of Dividend	(164,716,011)	-
Loan from Subsidiaries	-	23,537,472
Loan Other Than Bank and Financial Institutes	(177,123,909)	-
Bank Loan (Long Term )	(493,621,443)	(550,080,262)
<b>Net cash used in financing activities</b>	<b>(472,768,352)</b>	<b>(365,175,067)</b>
<b>D Net Cash for the year (A+B+C)</b>	<b>(413,167,546)</b>	<b>1,062,900,894</b>
<b>E Opening cash and bank balance</b>	<b>1,093,426,399</b>	<b>30,525,505</b>
<b>F Closing cash and cash equivalents (D+E)</b>	<b>680,258,853</b>	<b>1,093,426,399</b>

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	2014 - 2015 Taka	2013 - 2014 Taka
<b>A CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipt from customers	1,659,540,573	1,418,096,288
Cash paid to suppliers, employees	(774,409,994)	(622,156,508)
Cash Paid for operational Expenses	(72,236,286)	(266,816,911)
Cash received from Other Activities	22,476,915	45,066,517
Cash paid for Workers Profit Participation Fund	(12,164,528)	-
Income Tax Paid	(99,038,131)	-
Cash Paid for Financial Expenses	(194,289,983)	(246,595,591)
<b>Net Cash flows from operating activities</b>	<b>529,878,567</b>	<b>327,593,795</b>
<b>B CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property plant and equipment	(105,194,442)	(92,040,665)
Disposal of Fixed Assets	4,100,000	-
Dividend received from Associate	53,900,000	-
Loan and Advance (Subsidiary and Associate)	106,720,360	-
Goods in Transit	(26,332,940)	-
Investment in Subsidiary and FDR	(2,996,539)	10,251,550
<b>Net cash flow from investing activities</b>	<b>30,196,439</b>	<b>(81,789,115)</b>
<b>C CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank Loan (Short Term)	278,746,095	93,727,950
IPO Application Amount	(329,733,319)	335,957,637
Payment of Deferred L/C Liabilities	(437,136,022)	-
Payment of Dividend	(164,716,011)	-
Bank Loan (Long Term)	(85,236,404)	(330,526,174)
<b>Net cash used financing activities</b>	<b>(738,075,661)</b>	<b>99,159,413</b>
<b>D Net Cash inflow/(outflow) for the year (A+B+C)</b>	<b>(178,000,655)</b>	<b>344,964,093</b>
<b>E Opening cash and bank balance</b>	<b>353,967,287</b>	<b>9,003,194</b>
<b>F Closing cash and bank balance (D+E)</b>	<b>175,966,632</b>	<b>353,967,287</b>

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2015**


Particulars	Attributable to share holders' equity						Non Controlling Interests	Total Equity
	Share Capital	Tax Holiday Reserve	Share money deposit	Share Premium	Retained Earning	Total		
Balance as at July 01, 2014	1,141,180,000	82,397,956	99,333,400	724,720,000	1,166,521,564	3,214,152,921	1,900,319	3,216,053,240
Net profit (After Tax) for the period	-	-	-	-	958,916,287	958,916,287	72,886,197	1,031,802,484
Share Issued through IPO	126,800,000	-	-	-	-	126,800,000	-	126,800,000
Bonus share Issue/stock dividend	63,399,000	-	-	-	(63,399,000)	-	-	-
Adjustment this Year	-	-	(99,333,400)	-	-	(99,333,400)	99,333,400	-
IPO share issue Premium	-	-	-	190,200,000	-	190,200,000	-	190,200,000
Tax Holiday Reserve (Parent Portion)	-	262,390,309	-	-	(262,390,309)	-	-	-
Cash Dividend	-	-	-	-	(316,995,000)	(316,995,000)	-	(316,995,000)
Balance as at June 30, 2015	1,331,379,000	344,788,265	0	914,920,000	1,482,653,543	4,073,740,808	174,119,916	4,247,860,724

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2014**

Particulars	Attributable to share holders' equity						Non Controlling Interests	Total Equity
	Share Capital	Tax Holiday Reserve	Share money deposit	Share Premium	Retained Earning	Total		
Balance as at July 01, 2013	1,141,180,000	-	99,333,400	724,720,000	949,177,207	2,914,410,607	527,157	2,914,937,764
Net profit / (Loss) for the year	-	-	-	-	470,919,313	470,919,313	1,373,162	472,292,475
Tax Holiday Reserve	-	82,397,956	-	-	(82,397,956)	-	-	-
Cash Dividend- 15%	-	-	-	-	(171,177,000)	(171,177,000)	-	(171,177,000)
Balance as at June 30, 2014	1,141,180,000	82,397,956	99,333,400	724,720,000	1,166,521,564	3,214,152,921	1,900,319	3,216,053,240

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2015**

Particulars	Share Capital	Share Premium	Retained Earning	Total Equity
Balance as at July 01 , 2014	1,141,180,000	724,720,000	1,065,076,936	2,930,976,936
IPO Share Allotment	126,800,000	190,200,000		317,000,000
Net profit (after tax) for the period	-	-	302,940,514	302,940,514
Bonus share issue/Stock Dividend-5%	63,399,000	-	(63,399,000)	-
Cash Dividend- 25%			(316,995,000)	(316,995,000)
Balance as at June 30, 2015	1,331,379,000	914,920,000	987,623,451	3,233,922,451

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2014**

Particulars	Share Capital	Share Premium	Retained Earning	Total Equity
Balance as at July 01, 2013	1,141,180,000	724,720,000	969,956,350	2,835,856,350
Net profit (after tax) for the period	-	-	266,297,586	266,297,586
Cash Dividend -15 %	-		(171,177,000)	(171,177,000)
Balance as at June 30, 2014	1,141,180,000	724,720,000	1,065,076,936	2,930,976,936

*The annexed notes 1 to 41 form an integral part of these Financial Statements.*

  
Chairman

  
Director

  
Managing Director

## **SHAHJIBAZAR POWER COMPANY LIMITED**

### **Notes to the Financial Statements**

**As on and for the year ended June 30, 2015**

## **SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION**

### **1. Status of the Reporting Entity**

#### **1.1. Corporate History:**

The Shahjibazar Power Company Limited is a Public Limited Company listed with Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) in the Stock Exchange registered under The Companies Act 1994. The Company was incorporated in Bangladesh on 4<sup>th</sup> November, 2007 vide registration no C-68888(1400)/07. The registered office of the company is located at Youth Tower, 822/2 Rokeya Sarani, Dhaka – 1216 and the plant is located at Fatepur, Madhobpur, Hobigonj, Bangladesh.

#### **1.2. Nature of business**

The principal activity of this company is to set up power plants for generation and supply of electricity. The agreement for supply of power with Bangladesh Power Development Board (BPDB) held on 14th February, 2008. The company has 86 MW power plants and started commercial production on 10th February, 2009. The company supplies its generated electricity to Bangladesh Power Development Board (BPDB).

The company has a 90% owned subsidiary company namely Petromax Refinery Limited. The principal activity of this company is production and supply of petroleum products like liquid petroleum gas, special boiling point solvent, mineral turpentine, high speed diesel, octane, kerosene and fuel gas to Bangladesh Petroleum Corporation. The company has started its commercial operation on 25 October, 2013.

The company also has an Associates Company namely “Midland Power Co. Ltd” (51 MW Gas based power Plant) and holding 49% shares. This company has started its commercial operation on 7 December, 2013.

The management of the company will continue its operational existence for the foreseeable future on the basis of improved profitability and continued support its bankers, equipment vendors and other contractors, suppliers.

#### **1.3. Description of Subsidiary**

Petromax Refinery Limited is a public Company limited by shares and registered under The Companies Act 1994. The Company was incorporated in Bangladesh on 14th May, 2009 vide registration no. C – 58744 and not listed with any Stock Exchange in Bangladesh. The Company went into commercial operation on October 25, 2013.

The registered office of the company is located at 822/2 Rokeya Sarani, Dhaka – 1216 and the factory is located at 15, Mongla Port Industrial Area, Mongla, Bagerhat, Bangladesh.

The principal activity of this company is production and supply of petroleum products like liquid petroleum gas, special boiling point solvent, mineral turpentine, high speed diesel, octane, kerosene, and fuel gas to Bangladesh Petroleum Corporation.

#### **1.4. Description of Associate**

Midland Power Co. Ltd. (hereinafter referred to as "the Company") was incorporated on 27 November 2011 as a private company limited by shares under the Companies Act, 1994. The registered office of the Company is located in Dhaka and the plant is located at Ashuganj, Brahmanbaria.

The principal activity of the Company is to set up 51 MW Gas Fired Power Generating Plant for the generation and supply of electricity. An agreement has been signed for supply of electricity with Bangladesh Power Development Board (BPDB) on 11 April 2012 for a period of 15 years with a provision of further renewal. The Company has started its commercial operation on 7 December 2013.

## **2. Basis of Preparation:**

### **2.1. Statement of Compliance**

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

### **2.2. Application of Standards**

The following BASs and BFRSs are applicable for the financial statement for the year under review

BAS 1	Presentation of Financial Statements
BAS 2	Inventories
BAS 7	Statement of Cash Flows
BAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
BAS 10	Events after the Reporting Period
BAS 12	Income Taxes
BAS 16	Property, Plant and Equipment
BAS 18	Revenue
BAS 19	Employee Benefits
BAS 21	The Effects of Changes in Foreign Exchange Rates
BAS 23	Borrowing Costs
BAS 24	Related Party Disclosures
BAS 27	Consolidated and Separate Financial Statements
BAS 28	Investment in Associates
BAS 32	Financial Instrument: Presentation
BAS 33	Earnings Per Share
BAS 36	Impairment of Assets
BAS 37	Provisions, Contingent Liabilities and Contingent Assets
BAS 38	Intangible Assets
BAS 39	Financial Instrument: Recognition and measurement
BAS 41	Agriculture

### **2.3. Date of authorization**

The consolidated financial statements as well as separate financial statements were authorized by the Board of Directors on October 28, 2015 for publication.

#### **2.4. Measurement bases used in Preparing the Financial Statements**

The elements of financial statements have been measured on "Historical Cost" basis, which is one of the most commonly adopted base provided in "the framework for the preparation and presentation of financial statements" issued by the International Accounting Standard Committee (IASC).

#### **2.5. Use of estimates and judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from estimates.

#### **2.6. Accounting Convention and Basis**

These Financial Statements have been prepared under the Historical Cost Convention and Going Concern basis in accordance with applicable International Accounting Standards in Bangladesh which does not vary from the requirements of the Companies Act 1994, and other laws and rules applicable in Bangladesh.

#### **2.7. Functional and presentational currency and level of precision**

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise.

#### **2.8. Reporting period**

The financial period of the company covers one year from 1 July to 30 June and followed consistently.

#### **2.9. Components of the Financial Statements**

According to the International Accounting Standard (IAS) 1 as adopted by ICAB as BAS 1 "Presentation of Financial Statements" the complete set of financial statements includes the following components:

- i) Statement of Financial Position
- ii) Statement of Profit or Loss and other comprehensive Income
- iii) Statement of Changes in Equity
- iv) Statement of Cash Flows
- v) Notes to the Financial Statements

### **3. Principal Accounting Policies:**

The accounting policies set out below have been applied in preparations of these financial statements

#### **3.1. Basis of consolidation**

##### **3.1.1. Subsidiary**

Subsidiaries are entities controlled by Shahjibazar Power Co. Ltd. Control exists when Shahjibazar Power Co. Ltd. has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. The financial statements of subsidiaries have been included in the consolidated financial statements from the date that control commences until the date that it ceases. The accounting policies of subsidiaries have been changed when necessary to align them with the policies adopted by Shahjibazar Power Co. Ltd.

##### **3.1.2. Subsidiary**

Intra-group balances and transactions and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing the consolidated financial statements.

Unrealized gains arising from transactions with associates are eliminated against the investment to the extent of Shahjibazar Power Co. Ltd. interest in the investee. Unrealized losses, if any, are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

### **3.2. Property, Plant and Equipment**

#### **3.2.1. Recognition and Measurement**

Items of Property, Plant and Equipment (PPE) are initially measured at cost. After initial recognition, an item of PPE is carried at cost less accumulated depreciation and impairment losses in compliance with the requirements of BAS-16: Property, Plant and Equipment.

#### **3.2.2. Disposal of Fixed Assets**

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the income statement, which is determined with reference to the net book value of the assets and net sales proceeds.

#### **3.2.3. Depreciation on Fixed Assets**

Depreciation is recognized in the profit and loss account on a straight line basis over the estimated useful life of property, plant and equipment in accordance with the provisions of BAS 16: Property, Plant and Equipment.

Plant and machinery are depreciated from the month on which the asset comes into use or being capitalized. Other items of property, plant and equipment continue to be depreciated for a full year of capitalization respective of the date on which the asset comes into use or being capitalized.

Land is not depreciated. Depreciation on other assets is calculated using straight line method to allocate their cost or revalued amounts to their residual values over their estimated lives, as follows:

Building and Construction	5 to 10 %
Plant and Machinery	6 to 15%
Water Treatment Plant	15%
Mechanical & Electrical Equipment	10%
Computer & Computer Equip.	20%
Motor Vehicles	20%
Office Equipment	15%
Furniture and Fixture	10%

#### **3.2.4. Subsequent Costs**

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the profit and loss account as incurred.

#### **3.2.5. Capitalization of Borrowing Cost**

Borrowing cost relating to acquisition of fixed assets is capitalized as per Bangladesh Accounting Standard (BAS) - 23, Borrowing costs at the weighted average cost of

borrowings. However, capitalization of borrowing costs is ceased when acquisition of relevant asset is completed.

### **3.2.6. Impairment of Assets**

Impairment of assets are carried out if carrying value is less than the value of using the asset or net realizable value of the assets whichever is lower.

### **3.3. Inventories**

Inventories in hand as at 30<sup>th</sup> June, 2015 have been valued at lower of cost and net realizable value in accordance with BAS -2 "Inventories" after making due allowance for any obsolete or slow moving items.

### **3.4. Accounts Receivables**

Accounts Receivables are consider good and realizable. Accounts Receivables are stated at the original invoice value.

### **3.5. Advance, Deposits and Prepayments**

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads such as PPE or inventory etc.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to profit and loss account.

### **3.6. Cash and Cash Equivalents**

Cash and cash equivalents include cash in hand and with banks on current and deposit accounts which are held and available for use by the company without any restriction.

### **3.7. Other Current Assets**

Other current assets have a value on realization in the ordinary course of the company's business which is at least equal to the amount at which they are stated in the balance sheet.

### **3.8. Other Corporate Debt, Accounts Payable, Trade and Other Liabilities**

Liabilities are carried at the anticipated settlement amount in respect of goods and services received, whether or not billed by the supplier.

### **3.9. Taxation**

Provision is not required for current income tax on the company's profits as the company has received exemption from all such taxes from the Government of Bangladesh under the private sector power generation policy of Bangladesh (SRO No. 188 of ITO 1984 dated 1 July, 2009) for a period of 15 years from the date of start of its commercial operation.

### **3.10. Deferred Tax**

As the Tax Deducted at Sources (TDS) from the revenue is full and final discharge of tax liability under section 52N of the Income Tax Ordinance 1984 applicable for rental Power Company, there is no effect regarding deferred taxation to increase or decrease the current tax liability.

### **3.11. Provisions**

A provision is recognized on the balance sheet date if, as a result of past events, the company has a presents legal or constructive obligation that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation.

### **3.12. Revenue Recognition**

Invoice are made by survey of meter reading in every month and recognized in the income statement after satisfying all the condition for revenue recognition as provided in BAS 18 "Revenue".

### **3.13. Foreign Exchange:**

Foreign currencies are converted into Bangladesh Taka at the rates ruling on the date of transaction and the balance at bank at the close of the business, at the rate prevailing on the Balance Sheet date in accordance with IAS 21 "The effects of Changes in Foreign Currency Rates."

### **3.14. Finance Income and Expenses**

Finance income comprises interest income on funds invested. Interest income is recognized on accrual basis.

Finance expenses comprise interest expenses on loan, overdraft and bank charges. All borrowing costs are recognized in the profit and loss account using effective interest method except to the extent that they are capitalized during constructions period of the plants in accordance with BAS-23 Borrowing cost.

### **3.15. Earnings Per Share (EPS)**

The Company calculates Earning per Share (EPS) in accordance with BAS 33: Earning per Share, which has been shown on the face of Statement of Comprehensive Income account, and the computation of EPS is stated in **Note 34**.

#### **Basic earnings**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

#### **Basic earnings per share**

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

#### **Weighted average number of ordinary shares outstanding during the year**

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time-weighting factor. The time weighting factor is the numbers of days the specific shares are outstanding as a proportion of the total number of days in the year.

#### **Diluted earnings per share**

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

### **3.16. Cash flows statement**

Cash Flow Statement is prepared in accordance with BAS 7 "Cash Flow Statement". The cash flow from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 18(b) of BAS-7 which provides that "Enterprises are encouraged to report Cash Flow from Operating Activities using the Direct Method".

**3.16. Workers Profit Participation Fund (WPPF)**

During 2013-2014 the company has been producing worker profit participation fund for its employees in accordance with provisions of Bangladesh Labor Act 2006 as amended in 2013.

**3.17. Responsibility for Preparation and Presentation of Financial Statements:**

The Management is responsible for the preparation and presentation of Financial Statements under section 183 of the Companies Act, 1994 and as per the Provision of "The Framework for the preparation and presentation of Financial Statements" issued by the International Accounting Standard Board (IASB) as adopted by the Institute of The Chartered Accountants of Bangladesh (ICAB).

**3.18. Risk and uncertainties for the use of estimates in preparing financial statements**

Preparation of Financial Statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumption that effect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statement and revenues and expenses during the period reported. Actual result could differ from those estimates. Estimates are used for accounting of certain items such as depreciation and amortization, taxes, reserves and contingencies.

**3.19 Related Party Transactions**

During the year the Company carried out a number of transactions with related parties in the normal course of business and on an arm's length basis. The name of related parties, nature of transactions, their total value and closing balance have been set out in accordance with the provisions of BAS 24.

**3.20. Comparative Amounts**

Certain comparative amounts have been re-classified & rearranged for the better presentation.

	June 30, 2015 Taka	June 30, 2014 Taka
<b>4.00 Property, Plant and Equipment:</b>		
<b>Cost:</b>		
Cost at 30 June, 2014	4,442,108,423	3,957,268,968
Addition during the year	105,194,442	503,652,750
Disposal during the year	(4,700,000)	(18,813,295)
Cost at 30 June, 2015	4,542,602,865	4,442,108,423
<b>Accumulated Depreciation:</b>		
At 30 June, 2014	1,222,592,906	982,156,774
Charged during the year	266,698,234	247,049,427
Adjustment during the year	(4,700,000)	(6,613,295)
At 30 June, 2015	1,484,591,140	1,222,592,906
<b>Carrying Value at 30 June, 2015</b>	<b>3,058,011,725</b>	<b>3,219,515,518</b>
<b>LEASEHOLD/FREEHOLD STATUS (at carrying value)</b>		
Land, Building, Plant & Machinery, Furniture fixtures & Others		
Leasehold	-	-
Freehold	3,058,011,725	3,219,515,518
	<b>3,058,011,725</b>	<b>3,219,515,518</b>
<b>For details breakup please refer to Annexure - A</b>		
<b>4a Consolidated Property, Plant and Equipment:</b>		
Shahjibazar Power Company Limited	3,058,011,725	3,219,515,518
Petromax Refinery Limited	3,342,669,875	3,445,608,640
	<b>6,400,681,600</b>	<b>6,665,124,158</b>
<b>5.00 Biological Assets:</b>		
Tree Plantation	-	353,365
	<b>-</b>	<b>353,365</b>
An impairment test has been carried out by the management and it seems that biological assets are destroyed by cyclone. So management decided to impair full amount of biological asset.		
<b>5a Consolidated Biological Assets:</b>		
Shahjibazar Power Company Limited	-	353,365
Petromax Refinery Limited	-	448,361
	<b>-</b>	<b>801,726</b>
An impairment test has been carried out by the management and it seems that biological assets are destroyed by cyclone. So management decided to impair full amount of biological asset for both Shahjibazar Power Company Limited and Petromax Refinery Limited		
<b>5b Consolidated Intangible Assets:</b>		
Shahjibazar Power Company Limited	-	-
Petromax Refinery Limited	191,962	107,300
	<b>191,962</b>	<b>107,300</b>
<b>6.00 Investment Accounted for Using Equity Method</b>		
Initial Investment in Midland Power Co. Ltd.	49,000,000	49,000,000
Share of Post Acquisition Change in Net Asset 6.01	46,888,003	23,007,031
	<b>95,888,003</b>	<b>72,007,031</b>

	June 30, 2015 Taka	June 30, 2014 Taka
<b>6.01 Share of Post Acquisition Change in Net Asset</b>		
Share of net profit for the year 2014	23,007,031	23,007,031
Share of net profit for the year 2015	77,780,972	-
Interim dividend declared and paid	(53,900,000)	-
	<u>46,888,003</u>	<u>23,007,031</u>

Midland Power Company Limited is 49% owned associate company of Shahjibazar Power Company Limited. The investee Company has declared and paid interim cash dividend @ 110%.

**6a Consolidated Investment Accounted for Using Equity Method**

Shahjibazar Power Co. Ltd.	95,888,003	72,007,031
Petromax Refinery Limited	-	-
	<u>95,888,003</u>	<u>72,007,031</u>

**7.00 Investment In Subsidiary**

Petromax Refinery Limited	900,000,000	99,333,400
	<u>900,000,000</u>	<u>99,333,400</u>

Petromax Refinery Limited is 90% owned subsidiary company of Shahjibazar Power Co. Ltd.

**7a Consolidated Capital Work in Progress:**

Shahjibazar Power Co. Ltd.	-	-
Petromax Refinery Limited	67,919,695	-
	<u>67,919,695</u>	<u>-</u>

**8.00 Other Investments**

Investment In FDR/MTDR	8.01	101,404,065	98,407,526
		<u>101,404,065</u>	<u>98,407,526</u>

**8.01 Investment in MTDR/FDR:**

MTDR to Islami Bank Bangladesh Limited	94,824,815	92,476,096
MTDR to Islamic Finance & Investments Limited	6,579,250	5,931,430
	<u>101,404,065</u>	<u>98,407,526</u>

**Lien Status:**

Under Lien (against Short Term Loan)	94,824,815	92,476,096
Free from Lien	6,579,250	5,931,430
	<u>101,404,065</u>	<u>98,407,526</u>

**8a Consolidated Other Investment**

Shahjibazar Power Company Limited	101,404,065	98,407,526
Petromax Refinery Limited	-	-
	<u>101,404,065</u>	<u>98,407,526</u>

**9.00 Inventories:**

Items	Balance as at 1st July, 2014	Purchase during the year	Consumption during the year	Balance as at June 30, 2015
Oil & Lubricant	2,132,375	72,117,760	71,003,158	3,246,977
Spare parts and others	125,932,497	16,699,492	36,893,022	105,738,967
<b>Total</b>	<b>128,064,872</b>	<b>88,817,252</b>	<b>107,896,180</b>	<b>108,985,944</b>

Inventories in hand have been valued at lower of cost and net realizable value.

June 30, 2015  
Taka

June 30, 2014  
Taka

Quantity wise disclosure of inventory:

Items	Measurement Unit	Quantity	Value
Oil & Lubricant	Dram	46	2,753,442
	Liter	10	8,299
	Can	282	485,236
Spare parts & Others	Pieces	54403	98,413,551
	Packet	137	1,047,323
	Set	66	877,674
	Roll	1	900
	Rim	2	740
	Rft	20722	3,285,004
	Pair	161	389,916
	Book	258	23,598
	Box	33	1,504,176
	Kg	23	75,550
	Lbs	1	1,650
	Mtr	105	118,885
<b>Total</b>		<b>76250</b>	<b>108,985,944</b>

9a Consolidated Inventories:

Shahjibazar Power Company Limited	108,985,944	128,064,872
Petromax Refinery Limited	798,688,437	997,598,153
	<b>907,674,381</b>	<b>1,125,663,025</b>

10.00 Accounts Receivables

Bangladesh Power Development Board (BPDB)	<b>273,220,924</b>	<b>393,626,962</b>
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Ageing Status of Accounts Receivables

Less than six months	273,220,924	393,626,962
More than six months	-	-
	<b>273,220,924</b>	<b>393,626,962</b>

10a Consolidated Accounts Receivables:

Shahjibazar Power Company Limited	273,220,924	393,626,962
Petromax Refinery Limited	783,646,442	635,259,482
	<b>1,056,867,366</b>	<b>1,028,886,444</b>

Out of total receivable of Petromax Refinery Limited an amount of Taka : 24,59,98,869.03 is under the process of settlement with BPC. Since government of Bangladesh has published a gazette reducing the petroleum price with effect from November 1, 2014 dated back on March 5, 2015 and accordingly, against this gazette the company filed a writ petition through Honorable High Court dated on March 16, 2015, therefore considering the old rate total receivable of the company was reported.

11.00 Other Receivables

Interest on FDR-IFIL	319,811	320,665
Interest on FDR-IBBL	1,725,052	1,399,700
	<b>2,044,863</b>	<b>1,720,365</b>

		June 30, 2015 Taka	June 30, 2014 Taka
<b>11a Consolidated Other Receivables:</b>			
Shahjibazar Power Company Limited		2,044,863	1,720,365
Petromax Refinery Limited		-	-
		<u>2,044,863</u>	<u>1,720,365</u>
<b>12.00 Advance, Deposits and Prepayments:</b>			
Advance	12.01	504,967,753	1,421,206,899
Deposits	12.02	32,373,524	45,955,475
Prepayments	12.03	35,116,108	3,323,472
		<u>572,457,385</u>	<u>1,470,485,846</u>
<b>12.01 Advances:</b>			
<i>Advance to Subsidiary:</i>			
Petromax Refinery Limited		-	946,838,041
The company was invested to its subsidiary Company for capital expenditure requirement. On July 24, 2014 80,066,660 shares of Tk. 10 per share totaling Tk. 800,666,600 have been allotted by Petromax Refinery Limited against the said investments. Rest of the advance has been repaid accordingly.			
<i>Advance to Associate:</i>			
Midland Power Co. Ltd.		498,811,492	459,360,411
SPCL has advanced to MPCL as Share Money Deposit of Tk. 498,811,492 to meet up Capital Expenditure of MPCL. Out of which Tk. 490,000,000 will be converted into paid up capital in near future and rest of the amount will be repaid to SPCL.			
<i>Advance Income Tax:</i>			
Opening Balance		8,060,830	48,000,000
Actual Expenses Incurred against share premium		-	(21,741,600)
Adjusted with Non-Operating Income Tax Payable		(4,004,943)	(18,197,570)
		<u>4,055,887</u>	<u>8,060,830</u>
<i>Advance to Others :</i>			
AAA Consultant & Financial Advisors Ltd.		-	1,000,000
Saudia Electric Co.		-	31,792
United Corporate Advisory Services Ltd.		-	2,000,000
Jackson International Ltd.		-	156,000
Linde Bangladesh Limited		250,000	-
MJL Bangladesh Limited		-	-
Energypac Engineering Ltd.		747,500	-
Multitech International		60,000	-
		<u>1,057,500</u>	<u>3,187,792</u>
<i>Advance to Staffs:</i>			
Mr. Shariful Islam		518,796	145,750
Mr. Bhulon Bhowmik		34,333	142,663
Mr. Tarekul Islam		45,732	-
Mr. Yasin Ahmed		-	1,601,323
Mr. Nizam Uddin		-	1,350,000
Mr. Jamal Mia Iqbal		319,183	369,183
Mr. Redwanul Bari		-	21,540
Others		124,830	129,366
		<u>1,042,874</u>	<u>3,759,825</u>
<b>Total Advances :</b>		<u>504,967,753</u>	<u>1,421,206,899</u>

	June 30, 2015 Taka	June 30, 2014 Taka
<b>12.02 Deposits :</b>		
Central Depository Bangladesh Ltd.(CDBL)	500,000	500,000
Power Development Board ( Hobigonj)	72,660	72,660
Bank Guarantee margin - IBBL	23,642,499	23,642,499
Letter of credit margin - IBBL	8,158,365	21,740,316
Total Deposits :	<u>32,373,524</u>	<u>45,955,475</u>

<b>12.03 Pre-Payments:</b>		
Pre-paid Insurance	3,671,407	3,323,472
Pre-paid Legal & professional fees	7,160,400	-
Pre-paid Anser & VDP's payment	-	-
Pre-paid Interest-Bai Murabaha FC bills	7,090,137	-
Pre-paid Interest-Bai Murabaha TR Loan	7,660,744	-
Pre-paid BG Commission	9,533,420	-
Total Prepayments :	<u>35,116,108</u>	<u>3,323,472</u>

Islami Bank Bangladesh Limited has issued Bank Guarantee on behalf of SPCL favoring Bangladesh Power Development Board (BPDB) & Jalalabad Gas Transmission and Distribution Company Limited (JGTDC) regarding Plant Operation & ensuring the bill payment. The Bank has kept a Margin of said Guarantee which will be continue up to 2023.

#### Ageing Status of Advance, Deposits & Prepayments

Less than six months	37,216,482	10,271,089
More than six months	535,240,903	1,460,214,757
	<u>572,457,385</u>	<u>1,470,485,846</u>

#### 12a Consolidated Advance, Deposits and Prepayments:

Shahjibazar Power Company Limited	572,457,385	1,470,485,846
Petromax Refinery Limited	494,884,125	73,189,514
Less : Loan from Petromax Refinery Limited	(190,918,559)	(946,838,041)
	<u>876,422,951</u>	<u>596,837,319</u>

#### 13.00 Cash and Cash Equivalent

<b>Cash in Hand</b>	<b>71,477</b>	<b>2,087</b>
<b>Cash at Bank:</b>	<b>175,895,155</b>	<b>353,965,200</b>
CD Account with Bank Asia Limited # 6128	0.20	537
CD Account with Bank Asia Limited, IPO-USD	95,860	25,536,488
CD Account with Bank Asia Limited, IPO-GBP	40,875	757,561
CD Account with Bank Asia Limited, IPO-EURO	828	317,758
STD Account with Bank Asia Limited, IPO-Taka	13,499,023	326,092,873
CD Accounts with Exim Bank Limited # 14088	183	183
CD Account with Islami Bank Bangladesh Ltd# 9396	94,866,598	373,050
CD Account with Islami Bank Bangladesh Ltd# 1250	2,692,555	821,770
CD A/C with Standard Chartered Bank # 53917701	8,050	9,200
STD A/C with Exim Bank Limited # 85345	3	294
SND Account with Islami Bank Bangladesh Ltd# 49	64,691,180	55,486
	<u>175,966,632</u>	<u>353,967,287</u>

	June 30, 2015 Taka	June 30, 2014 Taka
<b>13a Consolidated Cash and Cash Equivalent</b>		
Shahjibazar Power Company Limited	175,966,632	353,967,287
Petromax Refinery Limited	504,292,221	739,459,112
	<u>680,258,853</u>	<u>1,093,426,399</u>
<b>14.00 Goods In Transit :</b>		
Parts of Plant & Machinery	26,332,940	-
	<u>26,332,940</u>	<u>-</u>
<b>14a Consolidated Goods in Transit</b>		
Shahjibazar Power Company Limited	26,332,940	-
Petromax Refinery Limited	290,910,033	429,275,000
	<u>317,242,973</u>	<u>429,275,000</u>
<b>15.00 Share Capital:</b>		
<b>Authorized :</b>		
500,000,000 shares @ Tk.10.00 each	<u>5,000,000,000</u>	<u>5,000,000,000</u>
<b>Issued, Subscribed and paid -up:</b>		
133,137,900 shares @ Tk.10.00 each fully paid in Cash	<u>1,331,379,000</u>	<u>1,141,180,000</u>
The Company submitted the Return of Allotment to the Registrar of Joint Stock Companies on July 06, 2014 for allotment of 12,680,000 shares of Tk. 10 each amounting to Tk. 126,800,000 which was approved by RJSC on September 22, 2014.		

**Movement of Share Capital:**

Opening Balance	1,141,180,000	1,141,180,000
Add: Share Issue through IPO	126,800,000	-
Add: Bonus Share issued ( 5%)	63,399,000	-
	<u>1,331,379,000</u>	<u>1,141,180,000</u>

Shareholding position was as follows:

Name of Shareholders	% of Shareholding 30-Jun-15	% of Shareholding 30-Jun-14
Mr. Rezakul Haider	10.60%	11.78%
Mr. Feroz Alam	9.84%	10.94%
Mr. Anis Salahuddin Ahmad	9.84%	10.94%
Mr. A.K.M.Badiul Alam	7.57%	8.41%
Md. Samsuzzaman	11.36%	12.62%
Ms. Shahida Alam	3.79%	4.21%
Md. Akbor Haider	3.79%	4.21%
Mr. Faridul Alam	3.79%	4.21%
Mr. Rezina Alam	3.79%	4.21%
Mr. Faisal Alam	3.79%	4.21%
Mr. Asgor Haider	3.79%	4.21%
Ms. Israt Azim Ahmad	3.79%	4.21%
General Public	24.29%	15.88%
	<u>100%</u>	<u>100%</u>

June 30, 2015  
Taka

June 30, 2014  
Taka

**Classification of Shareholders by holding:**

Class by number of shares	Number of Shareholders		Percentage of Shareholding	Percentage of Shareholding
	30-Jun-15	30-Jun-14	30-Jun-15	30-Jun-14
Less than 500 Shares	5,710	-	60.96%	0%
501 to 5,000 shares	2913	5	31.10%	2%
5,001 to 10,000 shares	312	24	3.33%	11%
10,001 to 20,000 Shares	185	85	1.98%	38%
20,001 to 30,000 Shares	90	9	0.96%	4%
30,001 to 40,000 Shares	26	20	0.28%	9%
40,001 to 50,000 Shares	29	12	0.31%	5%
50,001 to 100,000 Shares	47	20	0.50%	9%
100,001 to 1,000,000 Shares	39	32	0.42%	14%
Over 1,000,000 Shares	16	14	0.17%	6%
	<b>9367</b>	<b>221</b>	<b>100%</b>	<b>100%</b>

**Name of the Directors and their Shareholding position:**

Name of the Directors	No. of Shareholding	No. of Shareholding
	As at June 30, 2015	As at June 30, 2014
Mr. Rezakul Haider	14,112,000	13,440,000
Mr. Feroz Alam	13,104,000	12,480,000
Mr. Anis Salahuddin Ahmad	13,104,000	12,480,000
Mr. A.K.M.Badiul Alam	10,080,000	9,600,000
Md. Samsuzzaman	15,120,000	14,400,000
<b>Total :</b>	<b>65,520,000</b>	<b>62,400,000</b>

**16.00 Share Premium**

Opening Balance	724,720,000	724,720,000
Addition during this period (12,680,000 shares @ Tk. 15.00 each)	190,200,000	-
	<b>914,920,000</b>	<b>724,720,000</b>

The Company submitted the Return of Allotment to the Registrar of Joint Stock Companies on July 06, 2014 for allotment of 12,680,000 shares of Tk. 10 each at a premium of Tk. 15 each amounting to Tk. 190,200,000 which was approved by RJSC on September 22, 2014.

**16a Consolidated Share Money Deposit**

Shahjibazar Power Company Limited	-	-
Petromax Refinery Limited	-	99,333,400
	<b>-</b>	<b>99,333,400</b>

**16b Consolidated Tax Holiday Reserve**

Shahjibazar Power Company Limited	-	-
Petromax Refinery Limited	344,788,265	82,397,956
	<b>344,788,265</b>	<b>82,397,956</b>

**17.00 Retained Earning**

Opening Balance of Retained Earning	1,065,076,936	969,956,350
Add: Net profit for this year	302,940,514	266,297,586
Less: 15% Cash Dividend	(316,995,000)	(171,177,000)
Less: Bonus Share issue	(63,399,000)	-
	<b>987,623,451</b>	<b>1,065,076,936</b>

	June 30, 2015 Taka	June 30, 2014 Taka
<b>17a Consolidated Retained Earning</b>		
Shahjibazar Power Company Limited	987,623,451	1,065,076,936
Petromax Refinery Limited	495,030,092	101,444,629
	<u>1,482,653,543</u>	<u>1,166,521,565</u>
<b>18.00 Long Term Loan - Net of Current Maturity:</b>		
Islami Bank Bangladesh Limited	745,811,202	956,778,478
	<u>745,811,202</u>	<u>956,778,478</u>
<b>Name of the facility:</b>	HPSM (Project)	
<b>Purpose of Loan:</b>	To import equipment/accessories for the existing power plant.	
<b>Rate of interest:</b>	12.50%	
<b>Mode of Repayment:</b>	Monthly installment	
<b>Security:</b>	Proportionate ownership of the proposed machinery of the project to be procured valued Tk. 234.37 million shall be retained in the Bank's name by creating hypothecation till full adjustment of Bank's dues.	
<b>Collaterals:</b>	Registered Mortgage/further charge with registered irrevocable power of attorney from the mortgagors in Bank's favor including the clause "Bank can sell the property as per section-12 of Artho Rin Adalot Ain-2003 without the intervention of court in case of default to pay bank's dues within due date by the client"	
	432.00 decimal project land and building (Total area: 62,360 sft), 199.00 decimal project land and building (Total area: 24,200 sft) & Machineries and vehicles as per Balance sheet.	
<b>Name of facility</b>	Working Capital	
<b>Purpose of Loan:</b>	To procure spare parts, lube oil etc. for the existing power plant	
<b>Rate of interest:</b>	12.50%	
<b>Mode of Repayment:</b>	Deal to deal basis as per bank's standard norms	
<b>Security:</b>	Proportionate ownership of the proposed machinery of the project to be procured valued Tk. 234.37 million shall be retained in the Bank's name by creating hypothecation till full adjustment of Bank's dues.	
<b>Collaterals:</b>	Registered Mortgage/further charge with registered irrevocable power of attorney from the mortgagors in Bank's favor including the clause "Bank can sell the property as per section-12 of Artho Rin Adalot Ain-2003 without the intervention of court in case of default to pay bank's dues within due date by the client"	
	432.00 decimal project land and building (Total area: 62,360 sft), 199.00 decimal project land and building (Total area: 24,200 sft) & Machineries and vehicles as per Balance sheet.	
<b>18a Consolidated Long Term Loan- Net of Current Maturity</b>		
Shahjibazar Power Company Limited	745,811,202	956,778,478
Petromax Refinery Limited	433,292,592	866,970,463
	<u>1,179,103,794</u>	<u>1,823,748,941</u>
<b>18b Consolidated Loan from other than Bank</b>		
Shahjibazar Power Company Limited	-	-
Petromax Refinery Limited	159,675,475	1,283,637,425
Less: Shahjibazar Power Co. Ltd.	-	(946,838,041)
	<u>159,675,475</u>	<u>336,799,384</u>

	June 30, 2015 Taka	June 30, 2014 Taka
<b>19.00 Deferred L/C Liabilities</b>		
Liabilities for Deferred LC (L/C No: 1008621502007400 Dated:25.05.2015 Islami Bank Bangladesh Ltd. Local Office, Dhaka.)	11,628,897	448,764,919
	<u>11,628,897</u>	<u>448,764,919</u>
<b>19a Consolidated Deferred/LC Liabilities</b>		
Shahjibazar Power Company Limited	11,628,897	448,764,919
Petromax Refinery Limited	-	-
	<u>11,628,897</u>	<u>448,764,919</u>
<b>20.00 Short Term Loan:</b>		
QTDR - Islami Bank Bangladesh Ltd.	59,892,460	75,868,150
Bai Murabaha FC Bills-IBBL	52,967,387	-
Bai Murabaha TR-IBBL	125,692,777	62,550,316
Comfit Composite Knite Ltd.	56,340,866	56,211,866
Youth Fashion Ltd.	18,594	12,500,000
Youth Garments Ltd (C&F).	45,784	-
Petromax Refinery Ltd.	190,918,559	-
	<u>485,876,427</u>	<u>207,130,332</u>
a. The above Short term Loan of QTDR taken from Islami Bank Bangladesh Limited, Local Office and has no profit bearing. This loans are fully secured to IBBL against lien of MTDR .		
b. Short term loan from Comfit Composite Knit Ltd. and Petromax Refinery Ltd. were taken at zero profit margin basis. This loan was taken due to overcome the short time deficiencies. Repayment will be made on availability of cash with in one year.		
<b>20a Consolidated Short Term Loan</b>		
Shahjibazar Power Company Limited	485,876,427	207,130,332
Petromax Refinery Limited	1,646,747,077	605,012,262
Less: Intercompany Loan	(190,918,559)	-
	<u>1,941,704,945</u>	<u>812,142,594</u>
<b>21.00 IPO Application Amount:</b>	<u>6,224,318</u>	<u>335,957,637</u>
This amount represents the balance amount of IPO proceeds collected through applications from general public. The company submitted the Return of Allotment to the Registrar of Joint Stock Companies on July 06, 2014 for allotment of 126,80,000 shares of Tk. 10 per share which was approved by RJSC on September 22, 2014. On that day an amount of Tk. 19,02,00,000 was also credited to Share Premium Account. The balance amount are the refund amount of the un-successful applicant of IPO.		
<b>21a Consolidated IPO Application Amount</b>		
Shahjibazar Power Company Limited	6,224,318	335,957,637
Petromax Refinery Limited	-	-
	<u>6,224,318</u>	<u>335,957,637</u>
<b>22.00 Long Term Loan- Current Maturity:</b>		
Islami Bank Bangladesh Limited	649,170,872	523,440,000
	<u>649,170,872</u>	<u>523,440,000</u>

This represents the current portion of Long Term Loan payable with in one year from the Financial Position date.

	June 30, 2015 Taka	June 30, 2014 Taka
<b>22a Consolidated Long Term Loan- Current Maturity</b>		
Shahjibazar Power Company Limited	649,170,872	523,440,000
Petromax Refinery Limited	496,348,536	471,055,704
	<b>1,145,519,408</b>	<b>994,495,704</b>
<b>23.00 Sundry Creditors:</b>		
ABB Limited	1,623,871	-
Adroit Environment Consultants Ltd.	40,000	40,000
Square Pharmaceuticals Ltd.	10,200	10,200
Dhaka Insurance Ltd.	72,113	72,113
Global Insurance Ltd.	18,377	18,377
Aamra Networks Ltd	21,000	84,000
Dhaka.com	12,508	14,668
Watashi Security Ltd.	-	9,000
A.R Automobile	-	245,100
Alpana Tyre Corporation	159,120	236,954
Tofazzal Book House	-	34,000
BITS Ltd.	10,699	96,150
Galaxy Corporation	-	202,000
Patuakhali Nursery	-	43,000
Perfect Auto Care Ltd.	-	60,348
Star Advertisers Ltd.	-	750
Amicus Curiae	93,750	15,000
Federal Insurance Co. Ltd.	-	69,684
H.K.International	-	108,000
Orient Energy Systems Ltd. Bangladesh	1,319,382	1,319,382
Rainbow Software Ltd.	-	5,000
Rupali Insurance Co. Ltd.	219,836	219,836
Somoy Express Limited	-	17,800
A. Hossain Associates	3,300	-
Barrister Mahmud Jabbar Khan	26,250	-
BDJobs	9,405	-
M/S Nahar Enterprise	182,280	-
Navana Toyota 3S center	16,018	-
Rifat Automobile	9,900	-
TDS & VAT Payable	30,830	-
Provision for WPPF	30,349,773	25,803,529
Payable for Current Tax	<b>23.01 16,638,420</b>	<b>21,405,605</b>
	<b>50,867,032</b>	<b>50,130,496</b>
<b>23.01 Payable for Current Tax</b>		
Sales Tax at Source	92,356,660	21,405,605
Previous year Income Tax Payable	21,405,605	5,536,432
Tax on non-operating income	5,919,229	78,721,706
	<b>119,681,494</b>	<b>105,663,743</b>
Tax paid during the year	<b>(99,038,131)</b>	<b>(3,112,143)</b>
	<b>20,643,363</b>	<b>102,551,600</b>
Adjustment of Non-Oper. tax with AIT on Share premium	<b>(4,004,943)</b>	<b>(81,145,995)</b>
	<b>16,638,420</b>	<b>21,405,605</b>

	June 30, 2015 Taka	June 30, 2014 Taka
<b>23a Consolidated Sundry Creditors</b>		
Shahjibazar Power Company Limited	50,867,032	50,130,496
Petromax Refinery Limited	37,310,413	221,922
	<u>88,177,446</u>	<u>50,352,418</u>
<b>24.00 Liabilities for Expenses:</b>		
Salary & Allowance	3,124,165	2,824,466
Festival Bonus	1,693,968	-
Directors Remuneration	300,000	300,000
Audit Fees	660,000	660,000
Office Rent	50,000	-
Car Maintenance	45,000	-
	<u>5,873,133</u>	<u>3,784,466</u>
<b>24a Consolidated Liabilities for Expenses</b>		
Shahjibazar Power Company Limited	5,873,133	3,784,466
Petromax Refinery Limited	12,464,871	8,863,575
	<u>18,338,004</u>	<u>12,648,041</u>
<b>24b Unclaimed Dividend</b>		
Cash Divided	6,460,989	171,177,000
	<u>6,460,989</u>	<u>171,177,000</u>
<b>25.00 Trade Payable:</b>		
Jalalabad Gas Transmission and Distribution Systems Ltd.	111,458,407	200,432,154
Clarke Energy Bangladesh Ltd.	-	5,617,750
SYS Computers	14,900	102,100
Orient Energy Systems Ltd.	65,200	193,000
Nahar Enterprise	-	65,200
DETA Computers	-	7,500
Mahir Enterprise	-	27,408
Manik Electric	-	33,593
Mamun Light House	-	26,700
MJL Bangladesh Limited	6,223,360	-
Pacific Chemitrade Co.	229,500	60,000
M.S.International	-	300,000
Aqua Care Trading	75,000	365,000
ABB Limited	-	2,093,760
Others Parties	-	17,742
Anwara Trade International	6,700	-
A to Z Computers	30,650	-
Berger Paints Bangladesh Ltd.	281,444	-
Sohan Business Centre	2,000	-
S.S. Trade Link	90,000	-
	<u>118,477,161</u>	<u>209,341,907</u>
<b>25a Consolidated Trade Payable</b>		
Shahjibazar Power Company Limited	118,477,161	209,341,907
Petromax Refinery Limited	37,414,334	110,378,455
	<u>155,891,496</u>	<u>319,720,362</u>
<b>25b Consolidated L/C Liabilities</b>		
Shahjibazar Power Company Limited	-	-
Petromax Refinery Limited	1,546,011,216	2,590,396,052
	<u>1,546,011,216</u>	<u>2,590,396,052</u>

	2014 - 2015 Taka	2013 - 2014 Taka
<b>26.00 Revenue :</b>		
Sales	1,539,459,033	1,432,197,494
	<u>1,539,459,033</u>	<u>1,432,197,494</u>
<b>26a Consolidated Revenue</b>		
Shahjibazar Power Company Limited	1,539,459,033	1,432,197,494
Petromax Refinery Limited	7,642,649,986	3,623,527,635
	<u>9,182,109,019</u>	<u>5,055,725,129</u>
<b>27.00 Cost of Sales:</b>		
Opening Stock	128,064,872	130,994,934
Gas Consumption	497,138,124	465,765,470
Lube & Other Oil Expenses	72,117,760	39,540,170
Salary & Allowance	29,985,194	22,781,972
Overtime	298,634	359,090
Festival Bonus	4,212,076	2,996,760
Chemical Purchase	640,000	715,000
Grease/Spare Parts/Helium Gas	17,194,592	1,521,188
Plant & Machinery maintenance	46,679,278	29,287,513
Fuel for Car & Maintenance	1,226,672	1,693,747
Diesel for Generator	230,452	187,040
Depreciation	262,119,866	242,854,538
Closing stock	(108,985,944)	(128,064,872)
	<u>950,921,576</u>	<u>810,632,550</u>
<b>27a Consolidated Cost of Sales</b>		
Shahjibazar Power Company Limited	950,921,576	810,632,550
Petromax Refinery Limited	6,576,799,653	3,091,080,443
	<u>7,527,721,229</u>	<u>3,901,712,993</u>
<b>28.00 General &amp; Administrative Expenses</b>		
Salary & Allowance	7,496,298	10,960,185
Festival Bonus	1,053,019	-
AGM related expenses	628,450	319,342
Audit Fee	760,000	690,000
Advertisement & Publicity	1,321,410	-
Business Development Expenses	154,380	10,186,660
BG Commission	1,519,869	3,439,640
Board Meeting Fees	120,000	-
Accidental Loss of Machineries	-	2,200,000
Compliance Expenses	393,688	107,607
Computer Cartize & Accessories	542,613	792,820
Credit Rating Fees	430,000	20,686
Cleaning Charges	42,039	52,933
Carrying Inward	672,080	765,475
Capital Raising Expenses/IPO Expenses	15,492,947	9,481,222
Corporate Governance Fees	100,000	-

		2014 - 2015 Taka	2013 - 2014 Taka
CDBL related expenses		20,000	-
Donation & Subscription		2,213,000	1,555,500
Electricity bill		542,718	573,643
Entertainment		827,820	921,489
Fuel for Car		928,984	786,576
Gardening		155,093	135,443
Gift & Compliments		80,700	53,812
Insurance Premium		5,368,194	1,872,806
Internet Services		560,562	569,422
Legal & Professional Fees		6,895,864	4,255,990
LP Gas Purchase		273,650	337,890
Labor Charges		53,290	85,400
LD Charges		4,267,839	-
Listing Fees		516,996	-
Directors Remuneration	28.01	3,600,000	3,600,000
Tax Expense		-	21,788,950
Office Maintenance		176,832	105,457
Office Rent		300,000	300,000
Postage & Courier		117,016	42,295
Printing & Stationary		819,266	288,986
Registration & Renewals		1,197,505	897,039
Security & Protection		1,937,439	2,275,492
Telephone bill		210,142	226,865
Tiffin & Fooding		539,350	655,692
Tool Tax		10,355	48,263
Traveling & Conveyances		373,319	245,249
Tour Expenses		-	666,771
Training & Workshop		10,925	-
Vehicle's Rent & Maintenance		892,801	358,592
Write off of advance		1,350,000	-
Impairment of Biological Assets		353,365	-
Depreciation Expenses		4,578,368	4,194,889
		<b>69,898,186</b>	<b>85,859,081</b>

**28.01 Discloser as per requirement of Schedule XI, Part II, Para 4**

Name	Designation	Remuneration-2015	Remuneration-2014
Feroz Alam	Managing Director	3,600,000	3,600,000
<b>Total</b>		<b>3,600,000</b>	<b>3,600,000</b>

Note: Other directors are not entitled to receive remuneration and other facilities for their directorship.

**28a Consolidated General & Administrative Expenses**

Shahjibazar Power Company Limited	69,898,186	85,859,081
Petromax Refinery Limited	50,367,089	72,242,832
	<b>120,265,275</b>	<b>158,101,913</b>

	2014 - 2015 Taka	2013 - 2014 Taka
<b>29.00 Financial Expenses</b>		
Interest on Loan - Islami Bank Bangladesh Limited	189,423,438	233,483,298
Bank Charges & Commission	4,866,545	3,096,470
Interest on Loan - Islamic Finance & Investments Limited	-	3,623,503
Bank commission for IPO fund collection	-	6,392,320
	<b>194,289,983</b>	<b>246,595,591</b>
<b>29a Consolidated Financial Expenses</b>		
Shahjibazar Power Company Limited	194,289,983	246,595,591
Petromax Refinery Limited	248,737,977	254,479,783
	<b>443,027,960</b>	<b>501,075,374</b>
<b>30.00 Non-operating Income</b>		
Income from Interest - Bank Asia Ltd.	1,637,716	25,710,053
Income from Interest - Exim Bank Ltd.	4	34
Income from Interest - Islami Bank Ltd.	193,230	-
Interest from FDR - Islami Bank BD Ltd.	2,674,489	6,418,571
Interest from FDR - Islami Finance & Investment Ltd.	1,052,671	711,899
Wastage Sale	10,802,860	12,225,960
Foreign Exchange Gain	6,567,992	-
Foreign Exchange Loss	(452,048)	-
Gain on sale of vehicle	4,100,000	-
	<b>26,576,915</b>	<b>45,066,517</b>
<b>30a Consolidated Non-operating Income</b>		
Shahjibazar Power Company Limited	26,576,915	45,066,517
Petromax Refinery Limited	745,381	415,864
	<b>27,322,296</b>	<b>45,482,381</b>
<b>31.00 Workers' Profit Participant Funds:</b>		
WPPF is based on net profit before tax @ 5%	16,710,772	12,164,528
	<b>16,710,772</b>	<b>12,164,528</b>
<b>31a Consolidated Workers' Profit Participant Funds:</b>		
Shahjibazar Power Company Limited	16,710,772	12,164,528
Petromax Refinery Limited	36,547,174	-
	<b>53,257,946</b>	<b>12,164,528</b>
In accordance with Bangladesh Labor Act 2006 as amended in 2013, the company has made a provision for Workers Profit Participation Fund @ 5% of Profit Before Tax.		
<b>32.00 Share of Profit from Associate:</b>		
Net Profit of Associate company	158,736,677	46,953,125
Percentage of share holding	49%	49%
Share of profit from Associate	<b>77,780,972</b>	<b>23,007,031</b>

	2014 - 2015 Taka	2013 - 2014 Taka
<b>32a Share of Profit from Associate:</b>		
Shahjibazar Power Company Limited	77,780,972	23,007,031
Petromax Refinery Limited	-	-
	<b>77,780,972</b>	<b>23,007,031</b>
<b>33.00 Current Tax</b>		
Sales Tax (Deducted at Source)	92,356,660	62,948,425
Tax on Non-Operating Income @ 25%	5,619,229	15,773,281
Tax on Dividend @ 20%	10,780,000	-
Tax on Capital Gain @ 15%	300,000	-
	<b>109,055,889</b>	<b>78,721,706</b>
<b>33a Consolidated Current Tax</b>		
Shahjibazar Power Company Limited	109,055,889	78,721,706
Petromax Refinery Limited	2,081,504	145,552
	<b>111,137,393</b>	<b>78,867,258</b>
<b>34.00 Basic Earning Per Share (EPS)</b>		
Net Profit after tax	302,940,514	266,297,586
Number of share	133,137,900	120,457,900
Earnings Per Share	<b>2.28</b>	<b>2.21</b>
<b>34a Consolidated Basic Earning Per Share (EPS)</b>		
Net Profit after tax	958,916,287	470,919,313
Number of share	133,137,900	120,457,900
Earnings Per Share	<b>7.20</b>	<b>3.91</b>
<b>35.00 Capacity and Utilization:</b>		
License Capacity (Unit - Kw)	753,360,000	753,360,000
Actual Utilized (Unit - Kw)	593,039,904	543,261,043
Capacity Utilize (Unit - Kw)	<b>79%</b>	<b>72%</b>

During the period license capacity and Actual capacity considered for 12 (Twelve) months.

**36.00 Contingent Liabilities:**

The Company has also Contingent Liabilities of an amount Tk. 31,87,69,225/- which was issued by Shahjibazar Power Company Limited infavour of BPDB, Commissioner of Customs, Chittagong and Jalalabad Gas Transmission & Distribution Systems Ltd.. These contingent liabilities created due to released of capital goods from customs authority, guarantee of power sell and gas bill List of contingent liabilities are as follows:

B.G Issued	Beneficiary Name	B.G No	Guarantee Value
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/51	1,897,479
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/57	839,273
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/60	127,431
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/58	648,848
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/61	509,724
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/71	4,247,697
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/75	118,935
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/80	1,136,259
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/81	4,247,696
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/82	4,183,981

		2014 - 2015 Taka	2013 - 2014 Taka
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/85	95,572
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/86	1,018,152
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/87	4,183,981
Islami Bank Bangladesh Ltd.	Jalalabad Gas Transm. & Dist. Co. Ltd.	BG/08/91	139,816,591
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/94	4,041,046
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/97	4,041,046
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/98	826,644
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/100	8,082,049
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/101	9,135,058
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/105	8,750,934
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/107	45,875
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/109	8,664,228
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/08/110	420,564
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/09/02	35,043
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/09/03	8,407,253
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/09/10	10,619
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/09/13	467,247
Islami Bank Bangladesh Ltd.	Commissioner of Customs, Ctg.	BG/09/16	20,389
Islami Bank Bangladesh Ltd.	Bangladesh Power Development Board	BG/09/25	91,500,000
Islami Bank Bangladesh Ltd.	Jalalabad Gas Transm. & Dist. Co. Ltd.	Gas Purchase	11,249,611
<b>Grand Total =</b>			<b>318,769,225</b>

**37.00 Capital Expenditure commitment:**

- No capital expenditure contracted or incurred provided for as at 30th June, 2015.
- There was no material capital expenditure authorized by the Board or contracted for as at 30th June, 2015.

**38.00 Claim Acknowledgement:**

There was no claim against the Company not acknowledged as debt as on June 30, 2015.

**39.00 Restatement**

The Company has labeled the restated comparative information with the previous year. In our view, this is necessary to highlight the fact that the comparative information is not same as the informative previously presented in the prior year's financial statement.

**40.00 Events After the Reporting Period :**

Subsequent to the date of statement of financial position, the Board of Directors recommended the 31% dividend, out of that 28% cash and 3% stock dividend. The payment is subject to the approval of the shareholders in the Annual General Meeting to be held on February 08, 2016.

The proposed dividend is not recognized at the statement of financial position in accordance with Para 11 of BAS 10 Events After the Reporting Period.

**41.00 Number of Employees:**

Total number of employees is 124 in comparison to 114 in previous year. There is no employees in the company who is entitled to get annual salary below TK. 36,000.

  
Chairman

  
Director

  
Managing Director

## Annexure- B

During the year under review, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of these transactions and their value have been set out below in accordance with the provision of BAS 24 "Related Party Disclosure".

Name of the Related Party	Nature of Relationship	Nature of Transaction	Balance as at July 01, 2014	Addition during the year	Adjustment during the year	Balance as at June 30, 2015
Comfit Composite Knit Ltd.	Common Directorship	Short Term Loan	56,211,866	129,000	-	56,340,866
Petromax Refinery Limited	Parent - Subsidiary	Advance	946,838,041	-	946,838,041	-
		Short Term Loan	-	190,918,559	-	190,918,559
Youth Fashion Limited	Common Directorship	Short Term Loan	12,500,000	-	12,481,406	18,594
Youth Garments Limited	Common Directorship	Short Term Loan	-	45,784	-	45,784
Midland Power Co. Ltd.	Associate Company	Advance	459,360,411	39,451,081	-	498,811,492
Islamic Finance & Inv. Ltd.	Common Directorship	MTDR	5,931,430	647,820	-	6,579,250
Feroz Alam	Managing Director	Remuneration	300,000	3,600,000	3,600,000	300,000
		Office Rent	25,000	300,000	275,000	50,000

**Financial risk management**

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The company has exposure to the following risks from its use of financial instruments.

- Credit risk
- Liquidity risk
- Market risk

***Credit risk***

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. It mainly comprises of accounts/trade receivables, advances to suppliers and trade deposits. The Company's maximum exposure to credit risk at the reporting date is accounts receivables which is also secured by agreement with Bangladesh Power Development Board (BPDB) and Bangladesh Petroleum Corporation (BPC).

**a) Exposure to credit risk**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	<u>2015</u> <u>Taka</u>	<u>2014</u> <u>Taka</u>
Accounts receivable	1,056,867,366	1,028,886,444

**b) Ageing of receivables**

Accounts receivable were aged as below:

Less than six months	1,056,866,591	1,028,885,661
More than six months	775	783
	<u>1,056,867,366</u>	<u>1,028,886,444</u>

**c) Impairment losses**

The accounts receivables are secured by agreement with Bangladesh Power Development Board (BPDB) and Bangladesh Petroleum Corporation (BPC). According to the company, recognition of any impairment losses were not necessary as they were fully collectible. Subsequent to year end the collectibles were realised duly.

***Market risk***

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

**a) Currency risk/foreign exchange rate risk**

The company is not exposed to any significant currency risk or foreign currency risk related to its operation as most of its transactions are carried out with local parties.

**b) Interest rate risk**

At the reporting date the interest rate profile of the Company's interest-bearing financial instruments were as follows:

	<u>2015</u> <u>Taka</u>	<u>2014</u> <u>Taka</u>
<b>Fixed rate instruments</b>		
Financial assets	101,404,065	98,407,526
Financial liabilities	4,266,328,147	3,630,387,239
<b>Variable rate instruments</b>		
Financial assets	-	-
Financial liabilities	-	-

### **Liquidity risk**

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (cash and cash equivalents) 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 damage to the company's reputation.

The contractual maturities of financial liabilities of the Group are as follows

Particulars	Carrying amount	Cash flows	Up to 1 year	Above 1 Year
As at 30 June 2015	Taka	Taka	Taka	Taka
Short Term interest bearing loans	1,941,704,945	1,941,704,945	1,941,704,945	-
Long Term interest bearing loans	2,324,623,202	2,324,623,202	1,145,519,408	1,179,103,794
Long Term non-interest bearing loans	159,675,475	159,675,475	-	159,675,475
Trade creditors/Payable	155,891,496	155,891,496	155,891,496	-
Sundry creditors	88,177,446	88,177,446	88,177,446	-
L/C Liabilities	1,557,640,113	1,557,640,113	1,546,011,216	11,628,897
Other liabilities	31,023,312	31,023,312	31,023,312	-
	<u>6,258,735,989</u>	<u>6,258,735,989</u>	<u>4,908,327,823</u>	<u>1,350,408,166</u>
As at 30 June 2014				
Short Term interest bearing loans	812,142,594	812,142,594	812,142,594	-
Long Term interest bearing loans	2,818,244,645	2,818,244,645	994,495,704	1,823,748,941
Long Term non-interest bearing loans	336,799,384	336,799,384	-	336,799,384
Trade creditors/Payable	319,720,362	319,720,362	319,720,362	-
Sundry creditors	50,352,418	50,352,418	50,352,418	-
L/C Liabilities	3,039,160,971	3,039,160,971	2,590,396,052	448,764,919
Other liabilities	519,782,678	519,782,678	519,782,678	-
	<u>7,896,203,052</u>	<u>7,896,203,052</u>	<u>5,286,889,808</u>	<u>2,609,313,244</u>

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**CONSOLIDATED SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT**  
**FOR THE YEAR ENDED JUNE 30, 2015**

SL	Particulars	Cost				Depreciation					Written Down Value as on 30.06.2015
		Balance as on 01.07.2014	Addition during this Year	Disposal during the Year	Balance as on 30.06.15	Rate %	Balance as on 01.07.2014	Adjustment during the year	Charged During the Year	Balance as on 30.06.2015	
1	Land & Land Development	192,037,397	1,873,010	-	193,910,407	0.0%	-	-	-	-	193,910,407
2	Building & Construction	783,040,083	5,718,053	-	788,758,136	7.0%	145,626,965	-	53,352,401	198,979,366	589,778,770
3	Plant & Machineries	6,703,343,895	126,022,243	6,815,718	6,822,550,420	6.0%	1,149,798,617	-	396,494,059	1,546,292,676	5,276,257,744
4	Mechanical & Electrical Goods	1,072,263	-	-	1,072,263	10.0%	372,629	-	107,226	479,855	592,408
5	Office/factory Equipment	8,172,053	1,457,689	-	9,629,742	15.0%	1,652,205	-	1,264,040	2,916,245	6,713,497
6	Computer & Computer Equipments	2,825,490	668,906	-	3,494,396	20.0%	1,491,994	-	575,053	2,067,047	1,427,349
7	Water Treatment Plant	4,504,205	688,440	-	5,192,645	15.0%	1,146,325	-	688,103	1,834,428	3,358,217
8	Furniture & Fixture	8,124,167	2,574,154	-	10,698,321	10.0%	2,208,683	-	1,129,607	3,338,290	7,360,031
9	Vehicles	24,926,717	7,719,500	4,700,000	27,946,217	20.0%	13,756,761	4,700,000	5,547,926	14,604,687	13,341,530
10	Electric Installation	33,719,520	219,106	-	33,938,626	15.0%	2,181,547	-	4,487,310	6,668,857	27,269,769
11	Fire Extinguisher/Equipments	560,910	-	-	560,910	15.0%	31,373	-	75,074	106,447	454,463
12	Lab Equipments	1,164,431	1,462,270	-	2,626,701	15.0%	39,389	-	261,859	301,248	2,325,453
13	Safety Shoes	198,825	-	198,825	-	15.0%	4,378	4,378	-	-	-
14	Refrigerator	28,300	-	-	28,300	15.0%	2,123	-	3,712	5,835	22,465
15	Air Conditioner	2,518,140	2,441,900	-	4,960,040	15.0%	74,493	-	542,954	617,447	4,342,593
16	Fork LIFT	1,750,000	-	-	1,750,000	15.0%	131,250	-	229,493	360,743	1,389,257
17	Jetty	9,047,777	-	-	9,047,777	15.0%	246,204	-	1,247,812	1,494,016	7,553,761
18	Crockeries	218,900	-	218,900	-	15.0%	11,676	11,676	-	-	-
19	Cylindrical Vertical Steel Tank	104,569,605	1,100,000	-	105,669,606	15.0%	7,833,725	-	13,755,637	21,589,362	84,080,244
20	Generator	19,670,278	630,000	-	20,300,278	15.0%	1,462,791	-	2,649,552	4,112,343	16,187,936
21	Ship	90,000,000	97,196,247	-	187,196,247	20.0%	-	-	25,048,497	25,048,497	162,147,750
22	Solar Power System	560,000	-	-	560,000	15.0%	42,000	-	73,438	115,438	444,562
23	Telephone Installation	886,812	723,279	-	1,610,091	15.0%	2,398	-	143,414	145,812	1,464,279
24	Water Line Installation	326,395	-	-	326,395	15.0%	24,480	-	42,803	67,283	259,112
	<b>June 30-2015</b>	<b>7,993,266,162</b>	<b>250,494,798</b>	<b>11,933,443</b>	<b>8,231,827,518</b>		<b>1,328,142,005</b>	<b>4,716,054</b>	<b>507,719,966</b>	<b>1,831,145,918</b>	<b>6,400,681,600</b>
	<b>June 30-2014</b>	<b>7,144,673,923</b>	<b>867,405,534</b>	<b>18,813,295</b>	<b>7,993,266,162</b>		<b>982,156,774</b>	<b>6,613,295</b>	<b>352,598,526</b>	<b>1,328,142,005</b>	<b>6,665,124,158</b>

**SHAHJIBAZAR POWER COMPANY LIMITED**  
**SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT**  
**FOR THE YEAR ENDED JUNE 30, 2015**

Annexure - A

SL No.	Particulars	Cost				Depreciation					Written Down Value as on 30.06.2015
		Balance as on 01.07.14	Addition during this period	Disposal/ Impairment during the period	Balance as on 30.06.15	Rate %	Balance as on 01.07.14	Adjustment during the year	Charged During the Year	Balance as on 30.06.2015	
01	Land & Land Development	149,587,065	-	-	149,587,065	0.0%	-	-	-	-	149,587,065
02	Building & Construction	374,855,803	-	-	374,855,803	7.0%	132,382,067	-	26,239,906	158,621,973	216,233,830
03	Plant & Machineries	3,891,723,227	102,424,922	-	3,994,148,149	6.0%	1,071,240,804	-	235,597,234	1,306,838,038	2,687,310,111
04	Mechanical & Electrical Goods	1,072,263	-	-	1,072,263	10.0%	372,629	-	107,226	479,856	592,407
05	Office Equipments	3,003,875	74,020	-	3,077,895	15.0%	1,369,537	-	455,060	1,824,598	1,253,298
06	Computer & Computer Equipments	1,864,970	437,500	-	2,302,470	20.0%	1,438,097	-	430,961	1,869,058	433,412
07	Water Treatment Plant	1,170,000	-	-	1,170,000	15.0%	901,750	-	175,500	1,077,250	92,750
08	Furniture & Fixture	3,949,300	140,000	-	4,089,300	10.0%	1,969,840	-	398,263	2,368,103	1,721,197
09	Vehicles	14,881,920	2,118,000	4,700,000	12,299,920	20.0%	12,918,181	4,700,000	3,294,084	11,512,265	787,655
	<b>June 30-2015</b>	<b>4,442,108,423</b>	<b>105,194,442</b>	<b>4,700,000</b>	<b>4,542,602,865</b>		<b>1,222,592,906</b>	<b>4,700,000</b>	<b>266,698,234</b>	<b>1,484,591,140</b>	<b>3,058,011,725</b>
	<b>June 30-2014</b>	<b>3,957,268,968</b>	<b>503,652,750</b>	<b>18,813,295</b>	<b>4,442,108,423</b>		<b>982,156,774</b>	<b>6,613,295</b>	<b>247,049,427</b>	<b>1,222,592,906</b>	<b>3,219,515,518</b>

**Allocation Current Year Depreciation:**

**Cost of Goods Sold Portion:**

	Taka
Building & Construction	26,239,906
Plant & Machineries	235,597,234
Mechanical & Electrical Goods	107,226
Water Treatment Plant	175,500
<b>Total</b>	<b>262,119,866</b>

Note: 27

**General & Amin. Portion:**

Office Equipments	455,060
Computer & Computer Equipments	430,961
Furniture & Fixture	398,263
Vehicles	3,294,084
<b>Total</b>	<b>4,578,368</b>
<b>Grand Total :</b>	<b>266,698,234</b>

Note: 28