
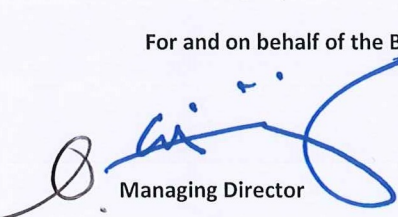

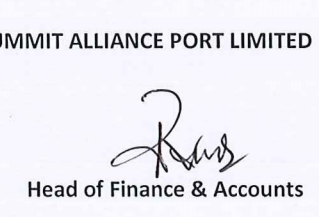



SUMMIT ALLIANCE PORT LIMITED
Un-Audited Consolidated and Separate Statement of Financial Position
As at 30 September 2020

Notes	Amount in Taka				
	As at 30 September 2020		As at 30 June 2020		
	Consolidated	Separate	Consolidated	Separate	
Assets:					
Non current assets					
Tangible assets:					
Property, plant and equipment	4.00	11,298,612,195	11,236,715,385	11,319,240,002	11,259,668,634
Capital Assets Work in Progress		8,412,217	5,426,120	7,684,651	5,246,120
Goodwill		999,975		999,975	-
Preliminary Expenses		12,413		16,551	
Investment in subsidiaries	5.00	-	190,457,591		190,457,591
		11,308,036,800	11,432,599,096	11,327,941,179	11,455,372,345
Current assets					
Inventories	6.00	8,510,236	6,700,124	8,409,527	6,419,969
Accounts receivable	7.00	265,940,015	251,462,014	309,952,107	288,909,476
Other receivable	8.00	438,925,923	436,514,898	446,041,510	440,862,043
Intercompany account: Receivable	9.00	-	81,432,365	-	88,513,714
Advances, deposits & prepayments	10.00	218,484,900	202,198,842	194,519,186	181,557,303
Financial assets available for sale	11.00	12,316,246	12,316,246	9,054,539	9,054,539
Cash & cash equivalents	12.00	25,881,773	11,324,386	30,159,976	15,029,095
		970,059,093	1,001,948,874	998,136,846	1,030,346,139
Total assets:		12,278,095,895	12,434,547,970	12,326,078,025	12,485,718,484
Equity and liabilities:					
Shareholders' equity					
Issued, subscribed and paid up- Capital	13.00	2,322,226,700	2,322,226,700	2,322,226,700	2,322,226,700
Share premium	41.00	82,445,919	82,445,919	82,445,919	82,445,919
Revaluation surplus	14.00	5,301,225,635	5,301,225,635	5,302,068,664	5,302,068,664
Financial assets- Fair value reserve	15.00	(38,383,888)	(38,383,888)	(41,788,061)	(41,788,061)
Retained earnings	16.00	267,884,467	297,284,234	190,357,379	222,884,790
		7,935,398,832	7,964,798,599	7,855,310,601	7,887,838,012
Minority interest	16.A	3,527,219		2,705,658	
		7,938,926,050	7,964,798,599	7,858,016,259	7,887,838,012
Non current liabilities					
Liability for gratuity	17.00	98,463,284	98,463,284	97,438,880	97,438,880
Deferred tax liability	18.00	198,308,660	198,353,697	190,596,427	190,597,882
Long term loan	19.00	3,185,774,980	3,184,700,023	3,234,146,393	3,233,071,436
		3,482,546,924	3,481,517,004	3,522,181,700	3,521,108,198
Current liabilities and provisions:					
Short term loan and overdraft	20.00	440,818,087	437,366,897	468,988,273	464,352,549
Accounts payable	21.00	15,101,034	9,927,445	15,549,882	12,754,916
Un-claimed dividend	22.00	154,318,293	154,318,293	188,920,577	188,920,577
Income tax payable	23.00	8,330,753	3,767,617	3,127,778	-
Intercompany account -Cemcor Ltd	24.00	-	174,756,813	-	174,766,875
Beneficiaries' profit participation fund	25.00	18,499,871	18,380,960	12,966,731	12,919,774
Other payables	26.00	219,554,881	189,714,341	256,326,825	223,057,583
		856,622,918	988,232,367	945,880,066	1,076,772,274
Total shareholders equity and liabilities		12,278,095,895	12,434,547,970	12,326,078,025	12,485,718,484
Net asset value (NAV) per share		34.19	34.30	35.18	35.33
Contingent liabilities	37.00	104,158,825	104,158,825	104,158,825	104,158,825

The annexed notes 1 to 42 form an integral part of these financial statements.

For and on behalf of the Board of Directors of SUMMIT ALLIANCE PORT LIMITED

				
Chairman	Managing Director	Director	Head of Finance & Accounts	Company Secretary

SUMMIT ALLIANCE PORT LIMITED

Un-Audited Consolidated and Separate Statements of Comprehensive Income

For the 1st quarter ended on 30 September 2020

	Notes	Amount in Taka			
		July 2020 to September 2020		July 2019 to September 2019	
		Consolidated	Separate	Consolidated	Separate
Revenue	27.00	438,918,165	405,004,903	390,990,057	355,055,742
Operating expenses	28.00	191,072,599	165,171,714	232,269,963	201,241,818
Gross Profit		247,845,566	239,833,189	158,720,094	153,813,924
General and administrative expenses	29.00	38,976,485	37,807,176	44,241,317	42,189,051
Advertisement & sales promotion expenses	30.00	-	-	54,518	15,000
Operating profit		208,869,081	202,026,013	114,424,259	111,609,873
Other income	31.00	6,864,546	6,509,447	7,194,485	6,644,590
Finance expenses	32.00	96,566,583	94,871,515	85,609,150	83,548,542
Loss from other operation	33.00	4,440,224	4,440,224	3,763,449	3,763,449
Profit before BPPF		114,726,821	109,223,722	39,773,043	38,469,370
Beneficiaries' profit participation fund	25.00	5,533,140	5,461,186	1,937,256	1,923,469
Profit before income tax		109,193,681	103,762,536	37,835,787	36,545,901
Current income tax	23.00	23,746,198	22,307,840	5,465,564	4,674,015
Deferred tax	18.00	8,608,059	8,564,477	10,595,410	10,595,410
Profit after income tax		76,839,424	72,890,218	21,774,813	21,276,476
Net change in fair value of financial assets available-for-sale	11.00	3,261,707	3,261,707	(1,476,288)	(1,476,288)
Total comprehensive income for the Period		80,101,130	76,151,925	20,298,525	19,800,188
Profit attributable to:					
Equity holders of the company		76,017,862	72,890,218	21,499,664	21,276,476
Minority interest	16.H	821,561		275,149	
Profit after income tax		76,839,424	72,890,218	21,774,813	21,276,476
Earnings per share (EPS)	35.01	0.33	0.31	0.10	0.10

The annexed notes 1 to 42 form an integral part of these financial statements.

For and on behalf of the Board of Directors of SUMMIT ALLIANCE PORT LIMITED

 Chairman
  Managing Director
  Director
  Head of Finance & Accounts
  Company Secretary

SUMMIT ALLIANCE PORT LIMITED
Un-Audited Statement of Changes in Equity
as at 30 September 2020

Separate

Particulars

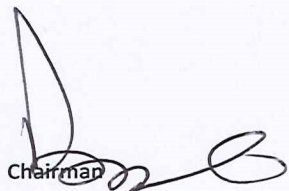
	Amounts in BDT					
	Share capital	Share premium	Revaluation surplus	Financial assets fair value reserve	Retained earnings	Total
Balance as on 01 July 2019	2,232,910,290	171,762,330	5,320,724,072	(38,625,479)	154,714,876	7,841,486,089
Profit after tax for the year	-	-	-	-	21,276,476	21,276,476
Transferred from Share Premium Account	-	(89,316,411.00)	-	-	89,316,411	-
Cash Dividend-2017-2018	-	-	-	-	(223,291,029)	(223,291,029)
Depreciation on revalued amount	-	-	(1,615,715)	-	1,615,715	-
Provision for Deferred Tax Liability	-	-	(201,908)	65,794	-	(136,114)
Net change in fair value of assets on 30.9.2018	-	-	-	(1,476,288)	-	(1,476,288)
Balance as on 30 September 2019	2,232,910,290	82,445,919	5,318,906,449	(40,035,973)	43,632,449	7,637,859,133

Balance as on 01 July 2020
 Profit after tax for the year
 Depreciation on revalued amount
 Provision for Deferred Tax Liability
 Net Changes in fair value of financial assets as on 30.6.2019
Balance as on 30 September 2020

Balance as on 01 July 2020	2,322,226,700	82,445,919	5,302,068,664	(41,788,061)	222,884,790	7,887,838,012
Profit after tax for the year	-	-	-	-	72,890,218	72,890,218
Depreciation on revalued amount	-	-	(1,509,226)	-	1,509,226	-
Provision for Deferred Tax Liability	-	-	666,197	142,466	-	808,662
Net Changes in fair value of financial assets as on 30.6.2019	-	-	-	3,261,707	-	3,261,707
Balance as on 30 September 2020	2,322,226,700	82,445,919	5,301,225,635	(38,383,888)	297,284,234	7,964,798,599

The annexed notes 1 to 42 form an integral part of these financial statements.

For and on behalf of the Board of Directors of SUMMIT ALLIANCE PORT LIMITED


 Chairman


 Managing Director


 Director


 Head of Finance & Accounts


 Company Secretary

SUMMIT ALLIANCE PORT LIMITED

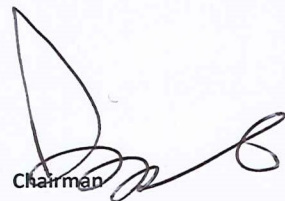
**Un-Audited Consolidated Statement of Changes in Equity
As at 30 September 2020**

Consolidated

Particulars	Amounts in BDT						
	Share capital	Share premium	Revaluation surplus	Retained earnings	Financial assets- Fair value reserve	Minority interest	Total
Company position as on 30 September 2019	2,232,910,290	82,445,919	5,318,906,449	43,632,449	(40,035,973)	-	7,637,859,134
Minority interest in Wahid Spinning Mills Ltd.	-	-	-	-	-	100	100
Minority interest in Cemcor Ltd.	-	-	-	(43,040)	-	400	(42,640)
Minority interest in Container Transportation Services Ltd.	-	-	-	-	-	31,683	31,683
Minority interest in SAPEGIPL	-	-	-	-	-	1,119,427	1,119,427
Loss in SAPPL-Singapore	-	-	-	(19,909,649)	-	-	(19,909,649)
Profit in SAPEGIPL	-	-	-	3,062,716	-	-	3,062,716
Majority interest in profit in CTSL	-	-	-	1,156,605	-	-	1,156,605
Excess payment over face value of Cemcor Ltd.'s Share	-	-	-	(12,557,450)	-	-	(12,557,450)
Balance as on 30 September 2019	2,232,910,290	82,445,919	5,318,906,449	15,341,631	(40,035,973)	1,151,610	7,610,719,924
Company position as on 30 September 2020	2,322,226,700	82,445,919	5,301,225,635	297,284,234	(38,383,888)	-	7,964,798,599
Minority interest in Wahid Spinning Mills Ltd	-	-	-	-	-	100	100
Minority interest in Cemcor Ltd	-	-	-	(73,312)	-	400	(72,912)
Minority interest in Container Transportation Services Ltd.	-	-	-	-	-	(37,745)	(37,745)
Minority Interest in SAPEGIPL	-	-	-	-	-	3,564,464	3,564,464
(Loss) in SAPPL- Singapore	-	-	-	(21,002,119)	-	-	(21,002,119)
Profit in SAPEGIPL	-	-	-	9,949,877	-	-	9,949,877
Majority interest in profit in CTSL	-	-	-	(5,716,764)	-	-	(5,716,764)
Excess payment over face value of Cemcor Ltd.'s share	-	-	-	(12,557,450)	-	-	(12,557,450)
Balance as on 30 September 2020	2,322,226,700	82,445,919	5,301,225,635	267,884,466	(38,383,888)	3,527,219	7,938,926,050

The annexed notes 1 to 42 form an integral part of these financial statements.

For and on behalf of the Board of Directors of SUMMIT ALLIANCE PORT LIMITED


Chairman


Managing Director


Director


Head of Finance & Accounts


Company Secretary

SUMMIT ALLIANCE PORT LIMITED

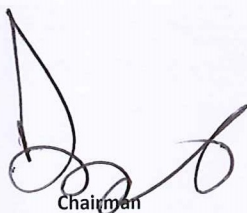
Un-Audited Consolidated Statement of Cash Flows

For the 1st quarter ended on 30 September 2020

	Amounts in BDT			
	1st July 2020 to 30th September 2020		1st July 2019 to 30th September 2019	
	Consolidated	Separate	Consolidated	Separate
A. Cash flow from operating activities				
Cash received from customers and others	501,286,360	472,713,763	423,864,326	384,687,696
Cash paid to suppliers and employees	(251,290,176)	(238,651,250)	(289,040,260)	(250,289,794)
Dividend income	-	-	24,811	24,811
Other income	6,509,447	6,509,447	6,619,779	6,619,779
Income tax paid	(18,543,223)	(18,540,223)	(4,382,782)	(4,382,282)
Financial expenses	(96,566,583)	(94,871,515)	(85,609,150)	(83,548,542)
Net cash generated from operating activities	141,395,826	127,160,223	51,476,724	53,111,668
B. Cash flow from investment activities:				
Acquisition of property, plant and equipment(Note-4)	(10,992,349)	(7,165,394)	(27,373,419)	(25,369,846)
Capital Work in Progress	(727,566)	(180,000)		
Advance, deposits and prepayments	(21,926,786)	(20,641,540)	(12,025,518)	(10,570,818)
Net cash used in investment activities	(33,646,701)	(27,986,934)	(39,398,937)	(35,940,664)
C. Cash flow from financing activities:				
Bridge loan	-	-	(76,652,844)	(76,652,844)
Short term loan	(218,465,993)	(216,398,012)	82,362,557	83,316,257
Long term loan	141,040,947	141,040,947	(20,441,879)	(20,000,000)
Inter company transaction-Cemcor Ltd	-	-	(8,625)	(8,625)
Inter company transaction-CTSLS	-	7,081,349		(161,945)
Dividend paid	(34,602,284)	(34,602,284)	(1,341,271)	(1,341,271)
Net cash generated from financing activities	(112,027,330)	(102,878,000)	(16,082,062)	(14,848,428)
Increase/(decrease) in cash and cash equivalents (A+B+C)	(4,278,205)	(3,704,710)	(4,004,275)	2,322,576
Cash and cash equivalents at the beginning of the period	30,159,977	15,029,096	24,505,395	10,720,370
Cash and cash equivalents at the end of the period	25,881,772	11,324,386	20,501,120	13,042,946
Net operating cash flow per share	0.61	0.55	0.23	0.24

The annexed notes 1 to 42 form an integral part of these financial statements.

For and on behalf of the Board of Directors of SUMMIT ALLIANCE PORT LIMITED


Chairman


Managing Director


Director


Head of Finance & Accounts


Company Secretary

SUMMIT ALLIANCE PORT LIMITED

Notes to the Financial Statements

For year ended on 30 September 2020

1 Reporting entity:

1.01 Formation and legal status

Summit Alliance Port Limited (hereinafter referred to as the "Company/SAPL"), initially incorporated as a private limited company under the Companies Act, 1994 on 06 December 2003, was converted into a Public Limited Company on 06 March 2008. The Company's Registered office is at Katghar, South Patenga, chattogram-4204 with Corporate Office at "The Alliance Building", 63 Pragati Sarani, Baridhara, Dhaka-1212 (shifted from earlier location at Summit Centre, 18 Kawran Bazar Commercial Area, Dhaka-1215). The company is listed with both the bourses of the country and trading of its shares commenced effective from 16 October 2008.

Subsequently Ocean Containers Limited (OCL) was acquired and merged with SAPL effective from 1st October 2012 pursuant to the order passed by the honourable High Court Division of the Supreme Court of Bangladesh in the Company Matter No.225 of 2012 submitted by SAPL and OCL under Section 229 read in conjunction with Section 228 of the Companies Act 1994. OCL was since dissolved and ceased to exist and its undertaking was merged and being continued under the name and title of Summit Alliance Port Limited.

Profiles of the subsidiaries of the Company are as follows:

1.01.a Cemcor Limited (Cemcor) is a private limited company incorporated in Bangladesh under the Companies Act, 1994. Cemcor, in turn acquired 100% shares of Wahid Spinning Mills Limited (WSML) from its promoters on 19 September 1999. WSML was incorporated in Bangladesh as a private limited company on 06 September 1999 under the Companies Act, 1994. SAPL acquired Cemcor on 24 August 2009 in order to build a riverine port. Initially at the initiative of SAPL, the parent company, establishment of a River Terminal was taken in hand by Cemcor on the 14 acres of contiguous land, owned by Cemcor and WSML, on the bank of river Sitolakkha in Mukterpur under Munshigonj district but subsequently the land with the structures so far built was acquired by SAPL at mutually agreed price. The two subsidiaries are non-operative.

1.01.b The Company also formed another 99% owned Subsidiary under the name of "Container Transportation Services Limited (CTSL)" for transportation of containers (empty/ladden) from/to depot. CTSL was incorporated as private limited company on 25 November 2013 under the Companies Act 1994 and started its commercial operation from July 2014.

1.01.c Summit Alliance Port Pte. Limited, Singapore: In order to maintain close liaison with different multinational clients, both existing and prospective, as well as to expand company's activities beyond Bangladesh Border, with the approval of the Board in its meeting held on 14th November 2016, the company was incorporated in Singapore with registered office at 80 Raffles Place #25-01 UOB Plaza, Singapore 048624. Besides current activities, the Company, in sprite to expand horizon of business activities, have plan to diversify in related services such as Chartering of Ships & Barges and Freight Forwarding.

1.01.d Summit Alliance Port East Gateway (India) Private Ltd : The another foreign Subsidiary Company of SAPL established on 20th November 2017. Its registered office is in Kolkata. The company has already obtained three river port from Indian Govt. through international tender. One port is already in operation at Kolkata and another two port will be delivered with in next two years at Patna. The main objective is to establish the company to make connectivity the ports of India with the SAPL, IWCT. The share of SAPL in this Company is 73.80%.

Nature of business

1.02 The principal activity of the Company/Group is to provide Off-Dock services as Inland Container Depot (ICD) with facilities for Empty Container Storage and Container Freight Station (CFS) for handling both import and export cargo.

Besides, establishment of the company's River Terminal on its 15 acres of freehold land on the bank of river Dhaleswary in Mukhterpur under Munshigonj district, the first of its kind in the country's private sector, is complete. The River Terminal being similar in certain respect to the off-dock establishment, has the bonded warehouse facilities with required handling equipment for container freight station to handle export and import cargo as well as for storage of empty containers. In addition the company provides container vessels for transportation of cargo to and from Chittagong Port. This facility shall help the exporters and importers to be competitive by transporting cargo by less costly river transportation as well as it will help ease the pressure on the already overburdened Dhaka-chattogram highway. Company started trial operation of the facilities from 28th December 2016 and commercial operation was commenced from 1st january 2019.

2.00 Basis of preparation:

2.01 Statement of compliance:

The following International Financial Reporting Standards/International Accounting Standards adopted by the ICAB, have been considered while preparing these financial statements:

<u>Title of IASs/IFRSs,</u>	<u>Compliance Status</u>
IAS 1: Presentation of Financial Statements	Complied
IAS 2: Inventory	Complied
IAS 7: Statement of Cash Flows	Complied
IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors	Complied
IAS 10: Events After the Reporting Period	Complied
IAS 12: Income Taxes	Complied

IAS 16: Property, Plant and Equipment	Complied
IAS 17: Leases	Complied
IAS 19: Employee Benefits	Complied
IAS 20: Accounting for government grants and disclosure of government assistance	Not Applicable
IAS 21: The Effects of Changes in Foreign Exchange Rates	Complied
IAS 23: Borrowing Costs	Complied
IAS 24: Related Party Disclosures	Complied
IAS 26: Accounting and reporting by retirement benefits plans	Not Applicable
IAS 27: Separate financial statements	Complied
IAS 28: Investment in associates and joint venture	Not Applicable
IAS 29: Financial reporting in hyperinflationary economies	Not Applicable
IAS 33: Earnings Per Share	Complied
IAS 34: Interim financial reporting	Complied
IAS 36: Impairment of Assets	Complied
IAS 37: Provisions, Contingent Liabilities and Contingent Assets	Complied
IAS 38: Intangible Assets	Complied
IAS 40: Investment property	Not Applicable
IAS 41: Agriculture	Not Applicable
IFRS 1: First time adoption in international financial reporting standards	Not Applicable
IFRS 2: Share-based payment	Not Applicable
IFRS 3: Business combination	Not Applicable
IFRS 4: Insurance contracts	Not Applicable
IFRS 5: Non-current assets held for sale and discontinued operations	Not Applicable
IFRS 6: Exploration for and evaluation mineral resources	Not Applicable
IFRS 7: Financial Instrument Disclosure	Complied
IFRS 8: Operating segments	Complied
IFRS 9: Financial instruments	Complied
IFRS 10: Consolidated Financial Statements	Complied
IFRS 11: Joint Arrangements	Not Applicable
IFRS 12: Disclosures of interests in other entities	Complied
IFRS 13: Fair value measurement	Complied
IFRS 14: Regulatory deferral accounts	Not Applicable
IFRS 15: Revenue from contracts with customers	Complied

Standards Adopted but not Yet Effective:

The Institute of Chartered Accountants of Bangladesh (ICAB) has adopted following new standard and amendment to standard -

IFRS - 16 Leases

IFRS 16 eliminates the earlier operating finance lease dual accounting model for leases. Instead, there is a single, financial position accounting model, similar to current finance lease accounting. Issued in January 2016, the new IFRS is replacing the existing guidance in IAS 17 Leases. IFRS 16 is effective for annual reporting periods beginning on or after 1 January 2019.

The Company is assessing the potential impact on its financial statements resulting from the application of IFRS 16 on its financial statements.

The company is also required to comply with the following major laws and regulations along with the Companies Act 1994.

- i) The Income Tax Ordinance, 1984
- ii) The Income Tax Rules, 1984
- iii) The Value added Tax Act, 1991
- iv) The Value added Tax Rules, 1991
- v) The Securities and Exchange Ordinance, 1969
- vi) The Securities and Exchange Rules, 1987
- vii) Securities and Exchange Commission Act, 1993
- viii) The Customs Act, 1969
- ix) Bangladesh Labour Law, 2006

The financial statements were authorised for issue by the Company's Board of Directors in its meeting held on 12 November, 2020.

2.02 Basis of measurement:

The financial statements have been prepared on historical cost basis, except for lands, buildings and other constructions and container handling equipment which have been valued at fair value. Financial assets and financial liabilities have been stated at "fair value".

2.03 Use of estimates and judgments:

The preparation of financial statements in conformity with IASs/IFRSs 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 these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In particular, the use of estimates and judgments have most significant effect on the amounts recognized in Notes on Property, Plant and Equipment, Prepayments, Revaluation Surplus, Provision for Gratuity and Provision for Income Tax.

The financial statements are presented in Bangladesh Taka which is the Company's functional and presentational currency.

2.04 Comparative information and general:

Comparative information has been disclosed in respect of the period from July to September 2019-20 for all numeric information in the financial statements and the narrative and descriptive information where it is relevant for understanding of the current periods's financial statements' as guided in the Listing Regulation of DSE and BSEC guidelind through SEC/CFD/Misc./233/2004/615.

2.05 Going concern:

The Company has adequate resources to continue its operations in the foreseeable future. The Directors therefore continue to adopt going concern basis in preparing the financial statements. Resources of the Company and its ready access to credit facilities ensure sufficient fund to meet the present requirements of its existing business and operations.

2.06 Level of precision:

All financial figures expressed in Bangladesh Taka have been rounded off to its nearest value/integer.

3.00 Significant accounting policies:

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.01 Basis of consolidation:

Subsidiaries are entities controlled by the parent Company and their accounts are fully consolidated.

The Accounting policies of Subsidiaries have been changed where necessary to align with the policies adopted by the Group. The financial statements of the subsidiaries have been consolidated with those of Summit Alliance Port Limited in accordance with **IFRS 10: Consolidated Financial Statements**. Intra-group balances and transactions as well as any unrealized income and expenses arising from intra-group transactions are eliminated in preparing consolidated financial statements.

3.02 Property, plant & equipment:

i. Recognition and measurement

Items of Property, Plant and Equipment (PPE) are initially measured at cost. After initial recognition, items of PPE are carried at cost less accumulated depreciation and impairment loss. Cost includes expenditures that are directly attributable to the acquisition of an item of PPE. Borrowing costs directly attributable to the construction of plants are included in the cost of those plants.

ii. 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 Profit or Loss and Other Comprehensive Income Statement as and when incurred.

iii. Revaluation

Following the current cost accounting method, Company's Land are revalued at periodical interval in compliance with IAS-16: Property, Plant & Equipment read in conjunction with BSEC Notification SEC/CMRRCD/2009-193/150/Admin, dated 18 August 2013. As on 30 June 2019 a revaluation work of land was done by independent valuer M/s. Shafiq Bashak & co. Chartered Accountants.

iv. Depreciation

Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation for an asset ceases at earlier of the date that the asset is classified as held for sale in accordance with IFRS-5 and the date that the asset is derecognized. The depreciation method used reflects the pattern in which the asset's economic benefits are consumed by the entity. After considering the useful life of assets as per IAS-16 "Property, plant and equipment", the annual depreciation have been applied equally over useful life of assets which is considered reasonable by the management.

<u>Name of the assets</u>	<u>Rates (%)</u>
Construction- 1st class	2.5
Construction other than 1st class	10
Container handling equipment	10
Furniture and fixture	15
Office equipment	20
Steel structures	2.5
Vehicle	20

Allocation of total depreciation is as follows:

Operating expenses	89%
Administrative expenses	11%
Total	<u>100%</u>

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is credited or charged to statement of profit or loss and other comprehensive income.

v. Gain or loss on disposal

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the statement of comprehensive income. No depreciation is charged on assets at the time of disposal or retirement.

3.03 Intangible asset: Goodwill

Intangible Asset has been recognized in compliance with IAS 38: Intangible Asset. The intangible asset as booked is the excess of cost of investments over value of assets acquired.

i. Recognition and measurement

Intangible assets that are acquired by the company and have finite useful lives are measured initially at cost. After initial recognition, it is carried at its cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized as per **IAS 38-Intangible Assets**.

3.04 Lease assets:

All the lease transactions are classified based on the extent to which risks and rewards incidental to ownership of the assets lie with the lessor or lessee. According to this classification, the lease transactions are identified as finance/operating lease as per the **International Accounting Standards No: 17 Leases** based on the substance of the transactions, not merely the legal form. However presently the company does not have any leased asset in its possession.

3.05 Inventories:

Inventories are valued at the lower of cost and estimated net realizable value. The cost of inventories is valued at first-in-first-out (FIFO) method and includes expenditures for acquiring the inventories and bringing them to their existing location and condition. Net realizable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and selling expenses. When inventories are used, the carrying amount of those inventories are recognized in the period in which the related revenue is recognized.

3.06 Foreign currency transactions:

Foreign currency transactions are translated into Bangladesh Taka at the rate ruling on the transaction date. All monetary assets and liabilities at the statement of financial position date are retranslated using rates prevailing on that date. In accordance with Schedule-XI of the Companies Act 1994 all differences arising on outstanding foreign currency loans are adjusted against the project/asset cost for which such foreign currency borrowing took place. This treatment is not in accordance with IAS-21: "The Effects of changes in Foreign Exchange Rates" which requires all differences arising from foreign business operations recognized in the statement of other comprehensive income.

3.07 Employee benefits :

i. Provident fund

The Company operates a contributory provident fund for all its permanent employees duly recognized by Commissioner of Taxes, Taxes Zone-2, Chattogram vide its memo AS:/5P-1/PF/Chitt-2/2008 dated December 12, 2008 to which both the employees and the employer equally contribute 10% of the basic pay each, which is invested outside the Group.

ii. Gratuity scheme

The Company also operated an unfunded Gratuity Scheme for its permanent employees, provision for which is made u/s-2 (10) of chapter - 1 of Bangladesh Labour Law 2006

The Company also operates an unfunded Gratuity Scheme for its permanent employees, provision for which is made on the basis of latest applicable basic multiplied by length of service with the Company as per the Gratuity Rule. Though no valuation was done to quantify actuarial liabilities as per the International Accounting Standard 19: **Employee Benefits**, such valuation is not likely to yield a result significantly different from the current provision.

iii. Beneficiaries' profit participation fund

In terms of amendment in the Bangladesh Labor (Amendment) Act 2013, with the approval of Board of Directors, the Company has introduced BPPF effective from 2014 and accordingly due provisions at 5% of the Net Profit before Tax is made by the company. The Company has also formed Trustee Board for the management of the fund.

3.08 Revenue from Contracts with customers:

The company has applied IFRS-15 using the cumulative effect method and therefore the comparative information has not been restated and continues to be reported under IAS-18. Under IFRS-15, revenue is measured based on the consideration specified in a contract with a customer. The company recognized revenue when it satisfies a performance obligation by transferring control over goods to a customer.

3.09 Income tax expenses:

i. Current tax:

Provision for income tax has been made in the Accounts at the ruling rate prescribed in the Income Tax Ordinance 1984.

ii. Deferred tax:

Deferred tax liabilities are the amount of income tax payable in the future periods in respect of taxable temporary differences. On the other hand 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 expenditures and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted on the Statement of Financial Reporting date the reporting date. Impact of changes on the account due to deferred tax assets and liabilities have also been recognized in the statement of profit or loss and other comprehensive income as per IAS-12: "Income Taxes".

Right to offset current tax liabilities and assets, and they relate to income tax levied by the same taxable authority on the same taxable entity.

Deferred tax on revaluation surplus of land has however not been recognized in the Financial Statements on the ground that income tax payable at source on the capital gain during registration of sale of land is generally borne by the buyer. Hence possibility of having income tax implication on land is very remote.

3.10 Provisions:

A provision is recognized on the date of Statement of Financial Position if, as a result of past events, the Company has a present legal and constructive obligation that can be estimated reliably and it is probable that an outflow of economic benefit will be required to settle the obligation.

3.11 Financial income & expenses:

Finance income comprises interest income and dividend income on funds invested. Interest income is recognized on maturity.

Finance expense comprises interest expenses on loan, overdraft and bank charges. All borrowing costs are recognized in the Statement of Comprehensive Income using effective interest method except to the extent that are directly attributable to the construction of plants which is capitalized in accordance with IAS 23: Borrowing Cost.

3.12 Financial instruments:

A financial instrument is any contract that gives rise to a financial asset of an entity and financial liability or equity instrument of another entity.

3.12.1 Financial assets:

Financial assets carried in the statement of financial position include cash and cash equivalents, trade and other receivable and deposits.

The Group initially recognises receivables and deposits on the date they are originated. All other financial assets are recognized initially on the date at which the Group becomes a party to the contractual provisions of the transaction.

The Group derecognises a financial asset when the contractual rights or probabilities of receiving cash flows from the asset expires or it transfers the right to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

3.12.2 Transactions with Related Parties:

The objective of IAS 24 "Related Party Disclosure" is to ensure that an entity's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties.

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions.

A party is related to an entity if: [IAS 24.9] directly, or indirectly through one or more intermediaries, controls, is controlled by, or is, under common control with, the entity has an interest in the entity that gives it significant influence over the entity, has joint control over the entity, the party is a member of the key management personnel of the entity or its parent, the party is a close member of the family of any individual, the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual and the party is a post-employment benefit plan for the benefit of employees of the entity.

The company transacts with related parties and recognize as per IAS 24 'Related Party Disclosures'. Related party transactions have been disclosed under Note-35

a Cash and cash equivalents:

This comprises cash in hand and at banks which are available for use of the Company without any restrictions. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand, deposits held at financial institutions and short term highly liquid investments. Bank overdrafts that are repayable on demand and form integral part of the Company's cash management are included as a component of cash and cash equivalent for the purpose of Cash Flow Statement. Cash flows from operating activities have been presented under direct method.

b Trade receivables:

Trade receivable consists of unpaid bill by the receivers of off-dock an terminal services and are initially recognized at original invoice amount. However, receivables are subsequently measured at the remaining amount less allowances for doubtful debts, discount, if any, at the period end.

c Available-for-sale of financial assets:

Available-for-sale of financial assets that are non-derivative financial assets are designed as available for sale by the Company. Subsequent to initial recognition at cost, the assets are measured at fair value and changes therein, other than impairment losses, are recognized in other comprehensive income and presented under Equity as 'Financial Assets-Fair Value Reserve'. When an investment is derecognised, the gain or loss accumulated in equity is reclassified as profit or loss.

3.12.3 Financial liabilities:

Other than debt securities and subordinated liabilities those are recognized on the date they originate, the company recognizes all other financial liabilities initially on the transaction date at which the Company becomes a party to the contractual provisions of the liability. The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

Financial liabilities include loans & borrowings, finance lease obligation, accounts payables and other payables.

3.13 Earnings per share:

i. Basic EPS

Basic earning per share is calculated by dividing the net profit/loss for the year attributable to ordinary shareholders by the applicable weighted number of ordinary shares outstanding during the period.

ii. Diluted EPS

Diluted earnings per share is calculated by dividing the net profit/loss for the year attributable to ordinary shareholders by the weighted number of ordinary shares outstanding during the period after adjustment for the effects of all dilutive potential ordinary shares. In this reporting year, there was no diluted EPS.

3.14 Events after the reporting period:

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

3.15 Dividend policy:

Company has not yet formulated any specific dividend policy but maintaining a sustainable distribution of profit through cash dividend and stock dividend for the last few years. Details of preceding years are given below:

<u>Years</u>	<u>Cash dividend</u>	<u>Stock dividend</u>
2009	20%	10%
2010	50%	25%
2011	10%	10%
2012	10%	10%
2013	15%	Nil
2014	10%	5%
2015	Nil	10%
2016-2017	15%	Nil
2017-2018	12.50%	Nil
2018-2019	6%	4%

3.16 Contingencies:

Contingencies arising from claim, litigation, assessment, fines, penalties and similar items are recorded when it is probable that a liability has been incurred and the amount can reasonably be measured. Details of contingencies as on Statement of Financial Position date are shown separately under note no. 38.00

34.00 Reconciliation of Net Profit with cash flow from operating activities

As on 30th September, 2020

(Notification No BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018)

	Notes	Amounts in BDT	
		From July to September	
		2020-2021	2019-2020
Net profit before tax		103,762,536	36,545,902
Adjustments:			
Depreciation	4.00	30,118,643	33,157,507
Financial expenses	32.00	94,871,515	83,548,542
Other income	31.00	(6,509,447)	(6,644,590)
Increase in inventory	6.00	(280,154)	(4,848,614)
Increase in accounts receivable	7.00	37,447,462	(11,291,918)
Decrease in other receivable	8.00	4,347,145	1,800,452
Increase in liability for gratuity	17.00	1,024,404	17,254
Decrease in accounts payable	21.00	(2,837,532)	(10,755,542)
Increase in beneficiaries profit participation fund	25.00	5,461,186	1,923,469
Increase in other payable	26.00	(33,343,242)	10,945,440
		130,299,979	97,852,000
Cash generated from operations		234,062,514	134,397,902
Dividend income	31.02	-	24,811
Income tax paid	23.00	(18,540,223)	(4,382,282)
Financial expenses (Cash)	32.00	(94,871,515)	(83,548,542)
Other income (Cash)	31.00	6,509,447	6,619,779
Net cash generated from operations		127,160,223	53,111,668

Note: 4
Property, plant and equipment
Separate - SAPL Only (OCL,SAPL and RT)

Particulars	Amounts in BDT							Total
	Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Motor vehicles	
Cost as on 01.7.2020-Off-Dock	966,977,229	1,956,372,179	98,469,710	643,894,665	37,580,789	53,723,238	46,835,841	3,803,853,651
Cost as on 01.7.2020-RT	750,062,569	1,425,599,752	157,922,505	533,520,020	9,214,341	7,566,299	-	2,883,885,486
Additions during the period	3,220,241	2,971,032	209,565	42,000	263,504	328,050	-	7,034,392
Addition during the period-RT	-	-	-	-	-	131,000	-	131,000
Sale of Assets of RT during the period	-	-	-	-	-	-	-	-
Disposal /transferred during the period	-	-	-	-	-	-	-	-
Total cost	1,720,260,039	3,384,942,964	256,601,780	1,177,456,684	47,058,634	61,748,587	46,835,841	6,694,904,529
Revaluation as on 01.07.2019-OCL & SAPL	3,363,048,169	63,042,853	379,743	79,193,818	-	844,000	2,675,549	3,509,184,132
Revaluation as on 01.07.2019 RT	2,038,737,431	-	-	-	-	-	-	2,038,737,431
Total revaluation as on 30.9.2020	5,401,785,600	63,042,853	379,743	79,193,818	-	844,000	2,675,549	5,547,921,563
Gross block as on 30.9.2020	7,122,045,639	3,447,985,817	256,981,523	1,256,650,502	47,058,634	62,592,587	49,511,390	12,242,826,092
Rate of depreciation (%)	-	2.50%	20%	10%	15%	20%	20%	-
Accumulated depreciation as on 01.7.2020:								
On cost-Off-Dock	-	195,762,678	63,493,815	328,337,341	23,821,337	36,181,723	31,133,510	678,730,403
On cost-RT	-	15,261,324	76,650,947	75,589,638	3,541,001	3,385,341	-	174,428,252
On revaluation	-	67,482,979	332,718	51,990,661	-	803,616	2,223,435	122,833,410
Total	-	278,506,981	140,477,480	455,917,640	27,362,338	40,370,680	33,356,945	975,992,064
Depreciation during the period:								
On cost-Off-dock	-	5,357,283	1,748,795	7,888,933	515,979	877,076	785,117	17,173,183
On cost-RT	-	1,226,728	4,063,578	5,724,130	212,750	209,048	-	11,436,234
On revaluation	-	802,171	2,351	680,079	-	2,019	22,606	1,509,226
Total	-	7,386,183	5,814,724	14,293,142	728,730	1,088,143	807,722	30,118,643
Written down value as on 30.9.2020								
At cost- Off-dock	970,197,470	1,758,223,251	33,436,665	307,710,391	13,506,977	16,992,490	14,917,215	3,114,984,458
At cost- RT	750,062,569	1,409,111,700	77,207,980	452,206,252	5,460,590	4,102,910	-	2,698,152,000
Revalued	5,401,785,600	(5,242,297)	44,674	26,523,078	-	38,365	429,508	5,423,578,927
Net block as on 30.9.2020	7,122,045,639	3,162,092,653	110,689,319	786,439,720	18,967,567	21,133,764	15,346,723	11,236,715,385
Net block as on 30.9.2019	4,673,977,495	2,845,402,667	153,400,359	843,755,474	22,076,324	23,131,712	29,843,451	8,591,587,482

Depreciation charged to Statement of Comprehensive income:

	Amounts in BDT		
	OCL and SAPL	RT	Grand Total
On cost	On revaluation	Total	On Cost
14,995,011	1,484,601	16,479,612	11,014,436
2,178,172	24,625	2,202,797	421,798
17,173,183	1,509,226	18,682,409	11,436,234
			30,118,643

Operating expenses
Administrative expenses

**Property, plant and equipment
Consolidated (SAPL, SAPPL and CTSL)**

Particulars	Amounts in BDT							Total
	Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Motor vehicles	
Cost as on 01.7.2020								
SAPL	1,717,039,798	3,381,971,931	256,392,215	1,177,414,684	46,795,130	61,289,537	46,835,841	6,687,739,137
SAPPL	-	-	-	84,529,098	946,988	-	-	946,988
CTSL	-	-	-	-	64,552	78,900	-	84,672,550
Total	1,717,039,798	3,381,971,931	256,392,215	1,261,943,782	47,806,670	61,368,437	46,835,841	6,773,358,675
Additions during the period-SAPL	3,220,241	2,971,032	209,565	42,000	263,504	459,050	-	7,165,392
Additions during the period-SAPPL	-	-	-	-	-	-	-	-
Additions during the period-CTSL	-	-	-	-	-	-	-	-
Additions during the period-SAPEGIPL	-	67,928	3,473,504	9,425,929	251,831	495,675	1,236,818	14,951,686
Sale of Assets of RT during the period	-	-	-	-	-	-	-	-
Disposal /transferred during the period-SAPL	-	-	-	-	-	-	-	-
Total cost	1,720,260,039	3,385,010,891	260,075,284	1,271,411,712	48,322,006	62,323,163	48,072,659	6,795,475,753
Revaluation as on 01.07.2019-SAPL	3,363,048,169	63,042,853	379,743	79,193,818	-	844,000	2,675,549	3,509,184,132
Revaluation as on 01.07.2019-RT	2,038,737,431	-	-	-	-	-	-	2,038,737,431
Total revaluation as on 30.9.2020	5,401,785,600	63,042,853	379,743	79,193,818	-	844,000	2,675,549	5,547,921,563
Gross block as on 30.9.2020	7,122,045,639	3,448,053,744	260,455,027	1,350,605,530	48,322,006	63,167,163	50,748,208	12,343,397,316
Rate of depreciation (%)		2.50%	20%	10%	15%	20%	20%	
Accumulated depreciation as on 01.7.2020:								
On cost- SAPL	-	211,024,002	140,144,762	403,926,979	27,362,338	39,567,064	31,133,510	853,158,655
On cost- SAPPL	-	-	-	-	672,067	-	-	672,067
On cost- CTSL	-	-	-	-	18,108	47,578	-	35,619,051
On revaluation-SAPL	-	67,482,979	332,718	51,990,661	-	803,616	2,223,435	122,833,410
Total	-	278,506,981	140,477,480	491,471,005	28,052,513	40,418,258	33,356,945	1,012,283,182
Depreciation during the period:								
On cost- SAPL	-	6,584,011	5,812,373	13,613,063	728,730	1,086,124	785,117	28,609,417
On cost- SAPPL	-	-	-	-	14,480	-	-	14,480
On cost- CTSL	-	-	-	1,224,394	1,161	1,566	-	1,227,121
On cost- SAPEGIPL	-	1,075,20	50,760	125,179,50	4,479,80	29,470,59	48,946,82	259,912
On revaluation-SAPL	-	802,171	2,351	680,079	-	2,019	22,606	1,509,226
Total	-	7,387,258	5,865,484	15,642,715	748,851	1,119,179	856,669	31,620,156
Written Down Value as on 30.9.2020								
At cost-SAPL	1,720,260,039	3,167,334,950	110,644,645	759,916,642	18,967,567	21,095,400	14,917,215	5,813,136,458
At cost-SAPPL	-	-	-	-	260,441	-	-	260,441
At cost-CTSL	-	-	-	47,751,339	45,283	29,756	-	47,826,378
At cost-SAPEGIPL	-	66,853	3,422,744	9,300,750	247,352	466,205	1,187,871	13,809,991
Revaluated-SAPL	5,401,785,600	(5,242,297)	44,674	26,523,078	-	38,365	429,508	5,423,578,927
Net block as on 30.9.2020	7,122,045,639	3,162,159,505	114,112,063	843,491,809	19,520,642	21,629,725	16,534,594	11,298,612,195
Net block as on 30.9.2019	4,673,977,495	2,845,402,667	153,400,359	909,669,733	22,146,829	23,756,853	29,843,453	8,658,197,389

Depreciation Charged to Statement of Comprehensive income:

On Cost	Off-dock & Others		Amounts in BDT		Grand Total
	On Revaluation	Total	RT	On Cost	
16,479,317	1,484,601	17,963,918	11,014,436	11,014,436	28,978,354
2,195,379	24,625	2,220,004	421,798	421,798	2,641,802
18,674,696	1,509,226	20,183,922	11,436,234	11,436,234	31,620,156

Operating expenses
Administrative expenses
Total

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

Amount in BDT			
As at 30 September 2020		As at 30 June 2020	
Consolidated	Separate	Consolidated	Separate

5.00 Investment in subsidiaries:

Investment in CTSL.(Note-5.01)	-	1,980,000	-	1,980,000
Investment in Cemcor Ltd.	-	188,387,050	-	188,387,050
Investment in SAPPL.	-	62	-	62
Investment in SAPEGIPL (5.02)	-	90,479	-	90,479
	-	190,457,591	-	190,457,591

5.01 Investment in Container Transportation Services Ltd:

Container Transportation Services Limited is a subsidiary of Summit Alliance Port Limited (SAPL). Its total number of shares is 200,000 @ Tk.10/- each. SAPL owns 99% of its total paid up shares.

5.02 Investment in SAPEGIPL:

Summit Alliance Port East Gateway (INDIA) Private Ltd (SAPEGIPL) is a subsidiary of SAPL. Its total number of Share is 10,000 @. 10.00 each. SAPL owns 73.80% of its total paid up shares.

6.00 Inventories:

Diesel & Motor oil	1,085,449	523,337	2,998,391	2,410,832
Hydraulic oil	774,619	774,619	913,776	913,776
Stock of electrical goods	675,104	675,104	652,662	652,662
Stock of tyre	5,975,063	4,727,063	3,844,698	2,442,699
	8,510,236	6,700,124	8,409,527	6,419,969

7.00 Accounts receivable:

Opening balance	309,952,107	288,909,476	228,482,782	219,223,517
Add- Service sales during the period	464,832,419	430,919,157	1,428,276,501	1,274,921,335
Total	774,784,526	719,828,633	1,656,759,283	1,494,144,852
Less- Collection/Adjustment during the period	508,844,510	468,366,619	1,346,807,176	1,205,235,376
Closing balance	265,940,015	251,462,014	309,952,107	288,909,476

NB: Details of accounts receivables and its aging is provided in Note: 7.01 and 7.02.

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

Amount in BDT			
As at 30 September 2020		As at 30 June 2020	
Consolidated	Separate	Consolidated	Separate

7.01 Accounts receivable:

Air Alliance Ltd.	464,945	464,945	829,698	829,698
APL Bangladesh Pvt. Ltd.	2,484,164	2,484,164	2,153,314	2,153,314
APM Global Logistics Ltd.	30,703,530	30,703,530	30,085,901	30,085,901
ASL Shipping Ltd.	133,855	133,855	308,733	308,733
Bangla Trident Ltd.	27,321,532	27,321,532	21,429,016	21,429,016
BIL Logistics Ltd	374,568	374,568	943,059	943,059
BS Cargo Agency	3,390,148	3,390,148	5,101,975	5,101,975
CMA CGM (BD) Shipping Ltd.	15,109,366	15,109,366	23,515,497	23,515,497
Columbia Enterprise Ltd.	1,970,306	1,970,306	1,387,623	1,387,623
Continental Traders BD Ltd.	9,018,114	9,018,114	3,817,180	3,817,180
Cosco BD Ltd.	7,001,391	7,001,391	12,336,970	12,336,970
DSV Air & Sea Ltd.	110,271	110,271	2,327,163	2,327,163
Everbest Shipping Agencies Ltd.	2,653,398	2,653,398	2,803,915	2,803,915
Expeditors Ltd	1,771,875	1,771,875	2,345,172	2,345,172
Expo Freight Ltd.	15,351,506	15,351,506	22,883,722	22,883,722
Freight Options Ltd	786,400	786,400	1,491,312	1,491,312
GBX Logistics Ltd.	4,140,719	4,140,719	14,852,824	14,852,824
GP Shipping Lines Ltd.	112,532	112,532	207,314	207,314
Hanjin Shipping BD Ltd.	3,006,345	3,006,345	3,006,345	3,006,345
JBS Associates	557,766	557,766	452,517	452,517
Kuehne + Nagel Ltd.	18,394,655	18,394,655	23,140,032	23,140,032
Maersk Bangladesh Ltd.	35,311,031	35,311,031	24,987,019	24,987,019
Marco Shipping Lines Ltd.	11,516,583	11,516,583	22,696,962	22,696,962
MB Steam Ship Solution	194,928	194,928	351,669	351,669
Ocean International Ltd.	1,300,674	1,300,674	2,487,206	2,487,206
One Network Ltd.	10,181,017	10,181,017	15,590,010	15,590,010
PIL BD Ltd.	1,806,857	1,806,857	2,724,839	2,724,839
Transmarine Logistics Ltd.	4,864,318	4,864,318	5,341,515	5,341,515
Trident Shipping Ltd.	1,705,648	1,705,648	1,303,036	1,303,036
Apollo Ispat Ltd	-	-	1,255,400	1,255,400
Kamal Yarn Limited	521,091	521,091	521,091	521,091
Badsha Group Industries	525,182	525,182		
Ispahani Summit Alliance Terminals Limited	4,554,105	-	13,572,499	-
Others	48,601,197	38,677,301	42,317,650	36,428,198
	265,940,015	251,462,014	308,568,178	289,106,227

Receivables are unsecured but considered good and represent dues from various clients against services rendered.

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

7.02 Aging of accounts receivable:

	As on 30 September 2020	Up to 3 months	3 to 6 months	Above 6 months
Air Alliance Ltd.	464,945	464,945	-	-
APL Bangladesh Pvt. Ltd.	2,484,164	475,523	70,684	1,937,957
APM Global Logistics Ltd.	30,703,530	28,937,918	961,737	803,875
ASL Shipping Ltd.	133,855	-	133,855	-
Bangla Trident Ltd.	27,321,532	26,064,669	1,256,863	-
BIL Logistics Ltd	374,568	374,568	-	-
BS Cargo Agency	3,390,148	3,187,182	202,966	-
CMA CGM (BD) Shipping Ltd.	15,109,366	14,565,280	544,085	-
Columbia Enterprise Ltd.	1,970,306	1,970,306	-	-
Continental Traders BD Ltd.	9,018,114	9,018,114	-	-
Cosco BD Ltd.	7,001,391	4,558,116	2,443,274	-
DSV Air & Sea Ltd.	110,271	110,271	-	-
Everbest Shipping Agencies Ltd.	2,653,398	2,653,398	-	-
Expeditors Ltd	1,771,875	1,771,875	-	-
Expo Freight Ltd.	15,351,506	15,351,506	-	-
Freight Options Ltd	786,400	786,400	-	-
GBX Logistics Ltd.	4,140,719	4,140,719	-	-
GP Shipping Lines Ltd.	112,532	112,532	-	-
Hanjin Shipping BD Ltd.	3,006,345	-	-	3,006,345
JBS Associates	557,766	419,762	138,004	-
Kuehne + Nagel Ltd.	18,394,655	17,583,542	-	811,113
Maersk Bangladesh Ltd.	35,311,031	35,311,031	-	-
Marco Shipping Lines Ltd.	11,516,583	7,186,901	4,329,682	-
MB Steam Ship Solution	194,928	194,928	-	-
Ocean International Ltd.	1,300,674	1,300,674	-	-
One Network Ltd.	10,181,017	10,181,017	-	-
PIL BD Ltd.	1,806,857	1,806,857	-	-
Transmarine Logistics Ltd.	4,864,318	4,864,318	-	-
Trident Shipping Ltd.	1,705,648	1,705,648	-	-
Kamal Yarn Limited	521,091	-	-	521,091
Badsha Group Industries	525,182	-	-	525,182
Others	38,677,301	25,027,501	11,639,600	2,010,200
	251,462,014	220,125,501	21,720,750	9,615,763

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Notes to the Financial Statements
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Amount in BDT			
As at 30 September 2020		As at 30 June 2020	
Consolidated	Separate	Consolidated	Separate

8.00 Other receivables:

Ispahani Summit Alliance Terminal Ltd	-	-	4,442,620	4,442,620
Receivable from Crystal Logistics Ltd.	435,883,546	435,883,546	436,033,546	436,033,546
Others	3,042,378	631,352	5,565,344	385,877
	438,925,923	436,514,898	446,041,510	440,862,043

9.00 Intercompany account: Receivable

Container Transportation Services Limited	-	62,393,917	-	69,475,266
Summit Alliance Port East Gateway India Pvt Ltd.	-	13,982,638	-	13,982,638
Summit Alliance Port Pte Limited-Singapore	-	5,055,810	-	5,055,810
	-	81,432,365	-	88,513,714

10.00 Advances, deposits & prepayments:

Advances:

Against expenses- Off-dock (Note-10.01)	71,303,759	70,055,508	53,008,603	50,623,679
Against expenses- RT Project (Note-10.02)	559,832	559,832	395,617	395,617
Against salary	5,598,658	5,506,693	6,176,831	6,098,965
For car loan facility	1,559,953	1,559,953	1,705,442	1,705,442
For land purchase (Note-10.03)	35,608,188	35,608,188	37,757,541	37,757,541
For VAT (appeal and tribunal)	9,728,990	9,728,990	9,728,990	9,728,990
Income tax deducted at source by clients	35,756,653	34,679,833	33,224,160	32,539,660
	160,116,032	157,698,996	141,997,183	138,849,894

Deposits:

Margin against bank guarantee	2,316,666	2,316,666	2,294,771	2,294,771
Margin against bank guarantee (IDCOL loan)	19,794,667	19,794,667	19,530,999	19,530,999
Miscellaneous deposits	6,243,881	254,541	2,399,995	254,541
Security deposit for bond license and Others	10,868,166	9,108,166	9,045,976	9,045,976
Security deposit for LG	57,104	57,104	56,406	56,406
Security deposit to CSR centre trust	2,500,000	2,500,000	2,500,000	2,500,000
Security deposit with Ansar VDP	564,711	564,711	564,711	564,711
Security deposit with CDBL	400,000	400,000	400,000	400,000
Security deposit with PDB & DPDC	4,080,009	3,437,610	4,693,010	3,437,610
Security deposit with T&T & Ranks Telecom	329,867	329,867	329,867	329,867
VAT current account	3,356,188	3,356,188	1,515,436	1,515,436
	50,511,260	42,119,520	43,331,171	39,930,317

Prepayments:

Pre-paid insurance	746,654	201,997	1,239,892	463,440
Pre-paid office rent	1,215,972	1,215,972	1,215,972	1,215,972
Pre-operative Expenses	4,932,626	-	5,637,288	-
Pre-paid renewal of license	962,356	962,356	1,097,680	1,097,680
	7,857,608	2,380,325	9,190,832	2,777,092
	218,484,900	202,198,842	194,519,186	181,557,303

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Notes to the Financial Statements
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Amount in BDT			
As at 30 September 2020		As at 30 June 2020	
Consolidated	Separate	Consolidated	Separate

10.01 Against expenses-off-dock:

For APL Logistics employee salary and Others	331,075	331,075	739,228	739,228
For APM Global employee salary	68,661	68,661	68,661	68,661
Gray scale for construction works	-	-	63,919	63,919
Bangladesh Building Systems	-	-	150,000	150,000
Kamal and Sons-for Construction works	11,314,774	11,314,774	10,058,947	10,058,947
For diesel purchase and others	1,761,078	1,761,078	1,134,408	1,134,408
For IOU against expenses	1,705,629	1,016,051	3,391,163	1,006,239
For Kuehne & Nagel employee salary	202,438	202,438	365,158	365,158
Deferred Loan Processing Fee-IDCOL & Others	24,041,609	23,482,936	24,060,385	24,060,385
Deferred Expenses	17,033,258	17,033,258	-	-
Dhaka Office Petty Cash	520,003	520,003	523,003	523,003
Patenga Electronics	5,170,855	5,170,855	5,383,354	5,383,354
Project Link Services	543,728	543,728	543,728	543,728
Others	8,610,651	8,610,651	6,526,649	6,526,649
	71,303,759	70,055,508	53,008,603	50,623,679

10.02 Against expenses-RT Project:

Advance for RT Expenses	559,832	559,832	395,617	395,617
	559,832	559,832	395,617	395,617

10.03 Advance for land purchase:

Details of advance for land purchase is stated below:

Mr. Akbar Ali	16,470,000	16,470,000	16,470,000	16,470,000
Mr. Abdur Rahim	2,150,000	2,150,000	2,150,000	2,150,000
Mr. Abul Bashar	-	-	1,064,500	1,064,500
Mr. Faiz Ahmed	1,000,000	1,000,000	1,000,000	1,000,000
Mr. Mofizur Rahman	8,067,400	8,067,400	8,067,400	8,067,400
Mr. Abdul Hakim	600,000	600,000	600,000	600,000
Mr. Yusuf and others	1,500,000	1,500,000	1,500,000	1,500,000
Mr. Mahmud Islam-Sumon	2,406,500	2,406,500	3,333,500	3,333,500
Mr. Mamunur Rashid for land registration	1,072,828	1,072,828	1,230,681	1,230,681
Mr. Abdur Noor/Mofizur Rahman	750,000	750,000	750,000	750,000
Mr. Abdul Aziz	699,505	699,505	699,505	699,505
Mr. Ibrahim Munshi	120,055	120,055	120,055	120,055
Advocate Opu	300,000	300,000	300,000	300,000
Mrs. Mahmuda Yesmin	201,400	201,400	201,400	201,400
Mr. Nurul Alam	180,500	180,500	180,500	180,500
Mrs. Morium Begum	60,000	60,000	60,000	60,000
Mr. Lokman	30,000	30,000	30,000	30,000
	35,608,188	35,608,188	37,757,541	37,757,541

SUMMIT ALLIANCE PORT LIMITED

Notes to the Financial Statements

As at and for the 1st quarter ended on 30 September 2020

11.00 Financial assets available for sale and its fair value:

Particulars	Amounts in BDT							Change in fair value on 30 September 2020 since 30 June 2020
	Investments in shares (cost)	Investment in shares (number) on 30 September 2020	Investment in shares (cost) on 30 September 2020	Cost of Sold financial assets	Market price of investment on 30 September 2020	Fair value of investment on 30 September 2020	Fair value of investment on 30 June 2020	
Beximco Limited	6,453,197	72,304	6,453,197	-	24.30	1,756,987	939,952	817,035
Exim Bank Limited	2,053,440	62,008	2,053,440	-	11.10	688,289	533,269	155,020
IFIC Bank Limited	3,531,787	185,768	3,531,787	-	11.30	2,099,178	1,452,368	646,810
People Leasing Limited	30,999,945	617,216	30,999,945	-	3.00	1,851,648	1,851,648	-
PHP First Mutual Fund	5,000	701	5,000	-	6.20	4,346	2,944	1,402
Power Grid Limited	2,274,401	25,300	2,274,425	-	50.40	1,275,120	1,092,960	182,160
S Alam Cold Roll Mills Limited	3,378,038	44,000	3,378,038	-	22.10	972,400	818,400	154,000
United Finance Limited	9,049,794	170,102	9,049,791	-	19.60	3,333,999	2,126,275	1,207,724
United Insurance Limited	764,610	6,822	764,605	-	49.00	334,278	236,723	97,555
	58,510,212	1,184,221	58,510,228	-		12,316,246	9,054,539	3,261,707

SUMMIT ALLIANCE PORT LIMITED

Notes to the Financial Statements

As at and for the 1st quarter ended on 30 September 2019

Amount in BDT			
As at 30 September 2019		As at 30 June 2019	
Consolidated	Separate	Consolidated	Separate

12.00 Cash and cash equivalents:

Cash in hand	3,280,444	2,849,341	2,281,323	2,228,213
Cash at bank (Note - 12.01)	22,601,329	8,475,045	27,879,126	12,801,355
Add: Translation Gain /(Loss)	-	-	(473)	(473)
	25,881,773	11,324,386	30,159,976	15,029,095

12.01 Cash at bank:

DBS Bank Ltd	32,674	-	32,674	
Dutch Bangla Bank Ltd	899,484	844,070	2,494,615	834,315
Eastern Bank Ltd	41,841	41,841	46,468	46,468
IFIC Bank Limited	648,098	648,098	479,302	479,302
Jamuna Bank Ltd	4,615,026	2,128,242	5,268,924	4,932,095
Mutual Trust Bank Limited	59,749	59,749	59,749	59,749
Agrani Bank Ltd	46,500	46,500	46,500	46,500
NCC Bank Ltd	6,249	6,249	6,249	6,249
Premier Bank Ltd.	42,968		42,968	
One Bank Ltd	55,163		55,163	
Sonali Bank Limited	312,021	312,021	18,259	18,259
Standard Bank Ltd	1,088,165	1,088,165	412,935	412,935
Standard Chartered Bank	147,183	147,183	718,168	718,168
Trust Bank Ltd	16,283	16,283	21,638	21,638
United Commercial Bank Ltd	2,072	2,072	5,203,385	5,203,385
Uttara Bank Ltd	3,134,573	3,134,573	22,292	22,292
Punjab National Bank	11,453,281	-	12,949,837	
	22,601,329	8,475,045	27,879,126	12,801,355

SUMMIT ALLIANCE PORT LIMITED

Notes to the Financial Statements as at and for the year ended on 30 September 2020

13.00 Share Capital:

Amount in Taka	
30.09.2020	30.09.2019

Authorised Capital:

300,000,000 Ordinary shares of Tk 10 each

3,000,000,000	3,000,000,000
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Issued, Subscribed and Paid-Up Capital:

223,291,029 Ordinary shares of Tk. 10 each

232,222,670 Ordinary shares of Tk. 10 each

-	2,232,910,290.00
2,322,226,700.00	-

Shareholding position was as follows:

Name of the shareholders	Percentage of shareholdings		Face Value of shares	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
Mr. Muhammed Aziz Khan	7.0333	7.0333	163,328,500	157,046,640
Mrs. Anjuman Aziz Khan	5.1795	5.1795	120,280,320	115,654,160
Mr. Syed Ali Jowher Rizvi	5.4819	5.4819	127,302,940	122,406,680
Ms. Ayesha Aziz Khan	3.6817	3.6817	85,497,620	82,209,250
Ms. Azeeza Aziz Khan	3.6817	3.6817	85,497,620	82,209,250
Mr. Syed Yasser Haider Rizvi	1.1878	1.1878	27,584,480	26,523,550
Mr. Syed Nasser Haider Rizvi	1.1878	1.1878	27,584,480	26,523,550
Alliance Holdings Limited	23.4803	23.4803	545,264,870	524,293,150
Summit Holdings Limited	8.0797	8.0797	187,629,170	180,412,670
Ms. Adeeba Aziz Khan	3.6817	3.6817	85,497,620	82,209,250
Shareholders (Other than Sponsor/Director)	37.3246	37.3246	866,759,080	833,422,140
	100.0000	100.0000	2,322,226,700	2,232,910,290

Clarification of Shareholders by Holding:

Holdings	30.09.2020		30.09.2019	
	Number of shareholders	Number of Shares	Number of shareholders	Number of Shares
Less than 500 shares	7,057	1,142,021	7,705	1,389,729
500 to 5,000 shares	6,807	11,792,451	7,184	13,213,927
5,001 to 10,000 shares	1,038	7,245,383	996	7,320,244
10,001 to 20,000 shares	633	8,782,119	602	8,641,439
20,001 to 30,000 shares	177	4,254,551	164	4,041,116
30,001 to 40,000 shares	77	2,650,547	73	2,537,217
40,001 to 50,000 shares	58	2,642,938	56	2,532,239
50,001 to 100,000 shares	98	6,900,856	90	6,613,952
100,001 to 1,000,000 shares	93	23,898,745	84	24,679,038
1,000,001 to above	23	162,913,059	20	152,322,128
	16,061	232,222,670	16,974	223,291,029

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
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	Amount in BDT			
	As at 30 September 2020		As at 30 June 2020	
	Consolidated	Separate	Consolidated	Separate
14.00 Revaluation surplus				
Opening balance	5,302,068,664	5,302,068,664	5,320,724,072	5,320,724,072
Adjustment for Sale of land	-	-	(11,931,000)	(11,931,000)
Adjustment made during the period			(3,747,500)	(3,747,500)
Provision for Deferred Tax Liability for the period/year	666,197	666,197	1,147,753	1,147,753
Depreciation for the period on revalued amount (Note-4.00)	(1,509,226)	(1,509,226)	(4,124,661)	(4,124,661)
	5,301,225,635	5,301,225,635	5,302,068,664	5,302,068,664
15.00 Financial assets: Fair value reserve				
Opening balance	41,788,061	41,788,061	38,625,479	38,625,479
Net negative change in fair value of financial assets	(3,261,707)	(3,261,707)	3,699,958	3,699,958
Provision for deferred tax for the year (Note-18)	(142,466)	(142,466)	(537,376)	(537,376)
	38,383,888	38,383,888	41,788,061	41,788,061
16.00 Retained Earnings (Note: 16.1 & 16.2)	267,884,467	297,284,234	190,357,379	222,884,790
16.01 Retained earnings-Off Dock				
Opening balance	303,559,354	336,086,766	193,215,494	221,730,001
Adjustment for transfer of Retained Earnings	-	-	-	-
Net profit after tax for the period/year	81,279,648	77,330,442	243,044,092	244,207,193
Share of (profit)/loss of non-controlling in CTSL (Note:16.04)	(9,228)		76,953	-
Share of (profit)/loss of non-controlling in SAPEGIPL (Note:16.05)	(812,333)		(1,909,359)	-
Transferred from Share Premium Accounts	-	-	89,316,411	89,316,411
Dividend-Cash-6%- 2018-2019	-		(133,974,617)	(133,974,617)
Dividend-Stock @ 4% -2018-2019	-		(89,316,410)	(89,316,410)
Adjustment for prior year expenses-CTSL	-		(1,017,397)	-
Depreciation on revaluation surplus (Note -4.00)	1,509,226	1,509,226	4,124,661	4,124,661
Translation Gain/(Loss)	-	-	(473)	(473)
	385,526,667	414,926,435	303,559,355	336,086,766
16.02 Retained earnings-River Terminal				
Balance as on 01.07.2020	(113,201,976)	(113,201,976)	(67,015,126)	(67,015,126)
Profit or Loss for the period	(4,440,224)	(4,440,224)	(46,186,850)	(46,186,850)
Balance as on 30.09.2020	(117,642,200)	(117,642,200)	(113,201,976)	(113,201,976)
16.A Non-controlling interest				
In Wahid Spinning Mills Ltd	100	-	100	-
In Cemcor Ltd	400	-	400	-
In Container Transportation Services Ltd (Note-16.B)	(37,745)	-	(46,973)	-
In Summit Alliance Port East Gateway India Pvt Ltd (Note-16.C)	3,564,464	-	2,752,131	-
	3,527,219	-	2,705,658	-
16.B Non-controlling interest of CTSL				
Share capital-1% of Tk.20,00,000	20,000	-	20,000	-
Share of retained earnings as on 30.06.2019 (Note-16.D)-1%	(66,973)	-	9,980	-
Share of current period's profit-CTSL (Note-16.G)	9,228	-	(76,953)	-
	(37,745)	-	(46,973)	-

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Amount in BDT			
As at 30 September 2020		As at 30 June 2020	
Consolidated	Separate	Consolidated	Separate

16.C Non-controlling interest of SAPEGIPL

Share capital-26.20% of Tk.122,600
Share of retained earnings as on 30.06.2019 (Note-16.E)
Share of current period's profit- (Note-16F)-26.20%

32,121	-	32,121	-
2,720,009	-	810,651	-
812,333	-	1,909,359	-
3,564,464	-	2,752,131	-

16.D Majority Interest of Retained Earnings in CTSL

Total retained earnings of CTSL as on 01.07.2019
Less: Share of retained earnings of majority -99%
Share of retained earnings of 30.09.2019 of non-controlling

(6,697,314)	-	998,012	-
(6,630,341)	-	988,032	-
(66,973)	-	9,980	-

16.E Majority Interest of Retained Earnings in SAPEGIPL

Total retained earnings of SAPEGIPL as on 01.07.2019
Less: Share of retained earnings of majority -73.80%
Share of retained earnings of 30.09.2019 of Non-controlling

10,381,715	-	7,287,629	-
7,661,706	-	5,378,270	-
2,720,009	-	1,909,359	-

16.F Non-controlling interest in current year's profit in SAPEGIPL

Total profit of SAPEGIPL for the period
Less: Majority portion-73.80%
Non-controlling portion of profit of current period

3,100,509	-	7287629	-
2,288,175	-	5377196	-
812,333	-	1,910,433	-

16.G Non-controlling interest in current year's profit in CTSL

Total profit of CTSL for the period
Less: Majority portion-99%
Non-controlling portion of profit of current period

922,805	-	(7,695,326)	-
913,577	-	(7,618,373)	-
9,228	-	(76,953)	-

16.H Non-controlling interest in current period's profit SAPEGIPL

CTSL

812,333
9,228
821,561

17.00 Liability for gratuity

Opening balance
Add: provision for the period
Total
Less: Paid/Adjustment during the period
Closing balance

97,438,880	97,438,880	87,092,280	87,092,280
2,272,824	2,272,824	22,458,915	22,458,915
99,711,704	99,711,704	109,551,195	109,551,195
1,248,420	1,248,420	12,112,315	12,112,315
98,463,284	98,463,284	97,438,880	97,438,880

18.00 Deferred tax liability

Opening balance
Add: provision for deferred tax liability for tax base depreciation (Noted-18.01)
Provision for Deferred Tax on Positive Change in Fair Value
Provision made on revaluation surplus

190,596,427	190,597,882	197,345,389	197,345,389
8,520,896	8,564,477	(5,063,834)	(5,062,379)
(142,466)	(142,466)	(537,376)	(537,376)
(666,197)	(666,197)	(1,147,752)	(1,147,752)
198,308,660	198,353,697	190,596,427	190,597,882

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

18.01 Provision for deferred tax liability for tax based depreciation

	As at 30 Sep 2020		
	Accounting base	Tax base	Temporary Diff.
Property, plant and equipment	5,813,136,458	4,905,168,525	907,967,932
Gratuity provision	98,463,284		98,463,284
	5,714,673,174	4,905,168,525	809,504,648

Deferred tax liability @ 25% as at 30 September 2019 202,376,162

Impacts have been given on the following dates

1 January 2014	98,817,565
Jan-December 2014	16,286,714
Jan-December 2015	13,204,283
30 Jan-June 2016	5,716,771
July,2016 to June 2017	16,967,758
July 2017- June 2018	19,247,882
July-2018-June-2019	28,633,090
July-2019- June-2020	(5,062,379)
July-2020- Sept-2020	8,564,477
	<u>202,376,162</u>

Amount in BDT			
As at 30 September 2020		As at 30 June 2020	
Consolidated	Separate	Consolidated	Separate

19.00 Long term loan

Jamuna Bank Ltd- Term loan	-	-	1,184,534	-
Dutch Bangla Bank Ltd	1,190,181,447	1,190,181,447	1,167,285,199	1,167,285,199
Eastern Bank Ltd- Term loan	987,999,686	987,999,686	1,017,575,000	1,017,575,000
IDCOL	1,195,931,250	1,195,931,250	1,283,748,612	1,283,748,612
Director Loan-SAPEGIPL	1,074,957	-	1,074,957	-
	3,375,187,340	3,374,112,383	3,470,868,302	3,468,608,811
Less: current portion (Note-20.03)	189,412,360	189,412,360	236,721,909	235,537,375
	<u>3,185,774,980</u>	<u>3,184,700,023</u>	<u>3,234,146,393</u>	<u>3,233,071,436</u>

19.01 The make up of the long term loan outstanding is as under:

- i) The term loan received from Eastern Bank for 7 years to pay off the bridge loan and time loan from Dutch Bangla Bank.
- ii) The term loan received from Dutch Bangla Bank for 10 years to pay off the bridge loan and all other time loan.
- iii) The term loan received from IDCOL for a term of 11 years. Installment of principal will start from 3rd quarter of 2020.

20.00 Short term loan and overdraft:

SOD (secured overdraft) Note: 20.01	177,954,721	177,954,721	78,609,866	78,609,866
Time Loan (note: 20.02)	69,999,816	69,999,816	150,205,308	150,205,308
Others	3,451,190	-	3,451,190	-
	251,405,727	247,954,537	232,266,364	228,815,174
Add: Current portion of long term loan (Note: 20.03)	189,412,360	189,412,360	236,721,909	235,537,375
	<u>440,818,087</u>	<u>437,366,897</u>	<u>468,988,273</u>	<u>464,352,549</u>

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

	Amount in BDT			
	As at 30 September 2020		As at 30 June 2020	
	Consolidated	Separate	Consolidated	Separate
20.01 SOD (secured overdraft)				
Jamuna Bank Ltd	106,071,281	106,071,281	58,164,915	58,164,915
Eastern Bank Ltd	26,872,611	26,872,611	20,444,951	20,444,951
Dutch Bangla Bank Ltd	45,010,829	45,010,829		
	177,954,721	177,954,721	78,609,866	78,609,866
20.02 Time loan				
Jamuna Bank Ltd	69,999,816	69,999,816	50,205,308	50,205,308
IPDC	-	-	100,000,000	100,000,000
	69,999,816	69,999,816	150,205,308	150,205,308
20.03 Current portion of long term loan				
Term loan from Jamuna Bank Ltd	-	-	1,184,534	-
Term loan from Eastern Bank Ltd	60,000,000	60,000,000	120,000,000	120,000,000
Term Loan from Dutch Bangla Bank Ltd	42,843,610	42,843,610	-	-
Local Loan-IDCOL	86,568,750	86,568,750	115,537,375	115,537,375
	189,412,360	189,412,360	236,721,909	235,537,375
21.00 Accounts payable				
Bhai Bhai Construction	702,450	702,450	-	-
Inland Waterways Authority of India	-	-	408,081	-
Falcon Security Ltd	714,942	714,942	706,582	706,582
Mother Shipping Limited	-	-	-	-
SF Security	548,084	548,084	-	-
Naaf Marine	1,879,249	1,879,249	2,375,537	2,375,537
Sinthea Traders	1,216,826	1,216,826	-	-
Velbil Security	354,837	354,837	289,274	289,274
Bangladesh Power Development Board	2,274,377	2,274,377	-	-
PSIS Security & Management Services Pvt. Ltd.	359,099	-	359,099	-
Hazrat Khoaz Khizir	525,425	525,425	786,925	786,925
Ocean Securities	481,841	481,841	516,855	516,855
Shristi Event and Promotions	567,638	-	567,638	-
Aheli Management Services	729,171	-	692,673	-
Kaeser Compressors (India) Pvt Ltd	1,562,414	-	-	-
Ma Durga Hardware Store	521,931	-	-	-
Others	2,662,749	1,229,414	8,847,218	8,079,743
	15,101,034	9,927,445	15,549,882	12,754,916
22.00 Unclaimed dividend				
For-2018-2019	47,493,682	47,493,682	61,610,618	61,610,618
For-2017-2018	19,716,628	19,716,628	40,116,305	40,116,305
For-2016-2017	20,306,763	20,306,763	20,365,233	20,365,233
For 2014	10,501,179	10,501,179	10,528,379	10,528,379
For 2013	17,373,679	17,373,679	17,373,679	17,373,679
Before 2013	38,926,362	38,926,362	38,926,362	38,926,362
	154,318,293	154,318,293	188,920,577	188,920,577

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

	Amount in BDT			
	As at 30 September 2020		As at 30 June 2020	
	Consolidated	Separate	Consolidated	Separate
23.00 Income tax payable				
Opening balance	3,127,778	-	5,546,649	4,425,895
Add: Provision for the period/year (Note - 23.01)	23,746,198	22,307,840	54,883,289	52,245,229
	26,873,976	22,307,840	60,429,938	56,671,124
Less Paid during the year	18,543,223	18,540,223	57,302,160	56,671,124
	8,330,753	3,767,617	3,127,778	-
23.01 Taxable Profit for the period /year				
Business Income for the year	87,872,067	82,721,913	202,447,925	199,201,621
Add: Dividend on investment	-	-	398,606	398,606
Add: Interest on FDR/STD	387,501	387,501	-	-
Add: Capital Gain on assets discard	-	-	2,830,000	2,830,000
Add: Misc income	6,477,045	6,121,946	7,762,414	7,762,414
Total	94,736,614	89,231,360	213,438,945	210,192,641
Provision for income tax:				
On Business income	22,003,429	20,680,478	52,438,465	49,800,405
On Dividend income	-	-	79,721	79,721
On Capital Gain	96,875	96,875	424,500	424,500
On Misc income	1,645,894	1,530,487	1,940,603	1,940,603
	23,746,198	22,307,840	54,883,289	52,245,229
24.00 Intercompany account: Payable/(receivable)				
a) Cemcor & Wahid Spinning Mills Balance as on 30-09-2015 after adjustment of cost of land and structures purchased	-	174,756,813	-	174,766,875
25.00 Beneficiaries' profit participation fund (5%)				
Opening balance	12,966,731	12,919,774	11,957,965	11,888,255
Add Payable for the period	5,533,139	5,461,186	12,905,431	12,905,431
Less: Paid during the period	-	-	11,896,665	11,873,912
Closing balance	18,499,871	18,380,960	12,966,731	12,919,774
26.00 Other payables				
Advance from Bangla Trident Ltd	17,143,925	17,143,925	-	-
Advance from Expo Freight Ltd	21,239,302	21,239,302	34,836,746	34,836,746
AIT deduction at source-party & staff	16,865,955	13,547,326	13,057,160	12,816,243
To C&F Agent against customs clearance for import of Prime Mover	-	-	-	-
Dividend tax payable	10,334,331	10,334,331	16,334,331	16,334,331
Festival bonus payable	-	-	-	-
Fractional share against right issue	49,032	49,032	49,032	49,032
Loan from beneficiaries profit participation fund	20,770,717	20,770,717	22,019,859	22,019,859
Miscellaneous payable	18,267,332	1,327,273	19,664,706	2,774,126
Provident fund trustee A/C .	7,340,027	7,340,027	53,841,914	53,841,914
Provision for expenses	46,399,776	44,637,585	48,989,652	44,906,067
Refund payable-IPO & right share	3,588,066	3,588,066	3,588,066	3,588,066

Salary and holiday and Bonus payable
Security deposit- for construction works- Others
Unclaimed Salary, Bonus and Leave Allowance
VAT account

1,969,009	1,126,606	5,036,211	2,238,151
7,815,978	1,380,552	6,974,903	-
1,638,347	1,096,516	1,109,950	1,005,092
46,133,084	46,133,084	30,824,295	28,647,957
219,554,881	189,714,341	256,326,825	223,057,583

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

27.00 Revenue

Amount in BDT			
July to September 2020		July to September 2019	
Consolidated	Separate	Consolidated	Separate

Import income:

Cargo handling- Import	36,918,957	36,918,957	29,864,043	29,864,043
Exit entry fee- Import	225,750	225,750	235,350	235,350
Ground rent-Import	26,366,702	26,366,702	17,247,153	17,247,153
License measurement charges- Import	-	-	32,700	32,700
Movement- Import	1,628,917	1,628,917	1,316,079	1,316,079
Survey charges	981,200	981,200	991,450	991,450
Weighment bridge charges	1,286,193	1,286,193	1,113,411	1,113,411
Sub-total	67,407,719	67,407,719	50,800,186	50,800,186

Export income:

Laden container stuffing & transportation	131,458,895	131,458,895	112,437,255	112,437,255
Labour charges	63,083,229	63,083,229	55,782,919	55,782,919
Laden holding, doc. & palletize cargo charges	2,431,928	2,431,928	1,530,358	1,530,358
Reefer plug electricity charges	1,078,625	1,078,625	1,431,210	1,431,210
Stand-by-labour	39,849,389	39,849,389	31,102,806	31,102,806
VGM Weighing Charges	22,329,022	22,329,022	17,831,750	17,831,750
Sub-total	260,231,088	260,231,088	220,116,298	220,116,298

ICD income:

Documentation-empty container	3,441,907	3,441,907	3,775,670	3,775,670
Entry and exit charges	30,408	30,408	39,199	39,199
Ground rent-empty container	50,034,200	50,034,200	56,844,150	56,844,150
Lift on/off-empty container	5,038,363	5,038,363	5,270,989	5,270,989
Transportation-empty container	18,821,218	18,821,218	18,209,250	18,209,250
Sub-total	77,366,096	77,366,096	84,139,258	84,139,258

Container haulage revenue-CTSL:

Container Haulage Charges	20,077,177	-	26,725,480	-
Sub-total	20,077,177	-	26,725,480	-

Terminal Charges-SAPEGIPL

Berthing Charges/Occupancy	-	-	79,686	-
Fuel Bunkering Charges	4,929	-	38,637	-
Handling Charges	6,176,109	-	2,807,844	-
Mooring/Berthing Assistance Charges	571,316	-	451,169	-
Parking/Entry Fees	38,558	-	84,079	-
Terminal Charges (Loading & Unloading)	5,876,511	-	3,881,555	-
Yard Rent/Storage Rent	1,168,662	-	1,865,865	-
	13,836,084	-	9,208,835	-

Total Revenue

438,918,165	405,004,903	390,990,057	355,055,742
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Service Charges for OTC merged with stuffing and transportation as it is relating to export.

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

Amount in BDT			
July to September 2020		July to September 2019	
Consolidated	Separate	Consolidated	Separate

28.00 Operating expenses

Cargo handling labour charges	23,915,307	22,793,293	26,587,143	26,587,143
Container entrance fee - Ctg. port	1,344,581	1,344,581	1,197,498	1,197,498
Container transportation-expenses	41,883,278	41,883,278	57,805,998	57,381,818
Customs documentation-expenses	315,600	315,600	315,600	315,600
Depreciation	17,963,917	16,479,612	18,993,609	17,294,588
Electricity Expenses	8,158,552	6,176,955	7,072,169	6,341,656
Water Expenses	449,760	449,760	586,800	586,800
Employer's contribution to PF	2,230,758	2,206,760	2,163,392	2,163,392
Festival bonus	4,582,406	4,317,794	4,957,818	4,744,875
Fuel consumption	20,944,476	11,556,662	24,902,593	13,153,983
Gratuity expenses	1,917,945	1,917,945	3,375,000	3,375,000
Holiday and night allowances	2,951,944	2,951,944	3,003,948	3,003,948
Insurance premium	769,199	537,405	940,795	694,815
Leave encashment	760,344	739,434	939,090	939,090
Maintenance of electrical installation	1,036,640	1,036,640	1,050,445	1,050,445
Renewal fee	716,394	393,225	609,001	557,401
Repair and maintenance including yard	8,864,134	5,508,417	9,065,871	6,773,420
Salary and allowances	43,504,385	38,206,875	58,442,299	47,290,205
Security charges	7,939,774	6,320,135	10,184,968	7,730,766
Uniform expenses	54,105	2,100	18,575	18,575
Vehicle tracking charge	60,300	33,300	40,800	40,800
Preliminary and Pre operative Expenses write-off	708,800	-	16,551	-
	191,072,599	165,171,714	232,269,963	201,241,818

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

29.00 General & administrative expenses

	Amount in BDT			
	July to September 2020		July to September 2019	
	Consolidated	Separate	Consolidated	Separate
Audit & Professional fee	1,046,407	843,588	1,690,527	1,369,155
Bank charges	125,671	118,289	119,477	108,962
Board meeting attendance fees	220,800	220,800	214,800	214,800
Communication expenses	195,816	191,010	164,754	163,553
Conveyance	948,430	662,078	425,857	413,677
Depreciation	2,219,970	2,202,797	3,040,588	2,987,882
Directors' remuneration (Note 29.01)	7,364,580	6,960,000	8,984,580	8,580,000
Donation and gift	375,503	375,503	588,272	588,272
Employer's contribution to PF	707,587	707,587	692,105	692,105
Entertainment	1,170,671	1,104,553	1,650,722	1,362,370
Festival bonus	2,267,390	2,267,390	2,300,680	2,300,680
General expenses	2,425,115	2,321,160	2,391,188	2,285,274
Holiday and night allowances	110,068	110,068	91,047	91,047
HR development cost	8,860	8,860	16,000	16,000
Leave encashment	270,012	270,012	323,443	323,443
Listing and other fee	304,025	300,000	300,000	300,000
Medical expenses	45,194	45,194	32,639	32,219
Meeting expenses including AGM	350,000	350,000	-	-
Newspaper, books and periodicals	15,838	15,838	17,790	17,790
Office rent	2,576,133	2,576,133	3,093,053	2,571,818
Postage	21,536	20,415	10,184	9,816
Printing & stationery	938,251	927,170	1,287,260	1,251,070
Rent revenue and taxes	1,108,845	1,108,845	997,820	978,474
Salary and allowances	11,645,994	11,645,994	11,740,060	11,740,060
Subscription to BICDA & club	357,089	357,089	323,669	323,669
Telephone & cell phone	571,284	549,713	603,903	582,173
Traveling expenses	48,017	48,017	344,846	126,424
Corporate Social Responsibilities	38,125	38,125	-	-
Vehicle running expenses	1,499,275	1,460,950	2,796,053	2,758,318
	38,976,485	37,807,176	44,241,317	42,189,051

29.01 Directors' remuneration

<u>Name of Directors</u>				
Mr. Muhammed Aziz Khan	1,350,000	1,350,000	1,350,000	1,350,000
Mr. SAJ Rizvi	1,650,000	1,650,000	1,650,000	1,650,000
Mr. Syed Yasser Haider Rizvi	900,000	900,000	2,520,000	2,520,000
Mr. Syed Nasser Haider Rizvi	1,530,000	1,530,000	1,530,000	1,530,000
Ms. Azeeza Aziz Khan	1,530,000	1,530,000	1,530,000	1,530,000
Mr. Ashok Chakrabarti	404,580	-	404,580	-
	7,364,580	6,960,000	8,984,580	8,580,000

SUMMIT ALLIANCE PORT LIMITED
Notes to the Financial Statements
As at and for the 1st quarter ended on 30 September 2020

Amount in BDT			
July to September 2020		July to September 2019	
Consolidated	Separate	Consolidated	Separate

30.00 Advertisement and sales promotion expenses

Advertisement and sales promotion	-	-	54,518	15,000
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31.00 Other income

Miscellaneous income (Note 31.01)	6,864,546	6,509,447	7,169,674	6,619,779
Dividend on investment (Note 31.02)	-	-	24,811	24,811
Total	6,864,546	6,509,447	7,194,485	6,644,590

31.01 Miscellaneous income

Interest on FDR	387,501	387,501	488,932	488,932
Miscellaneous received	6,477,045	6,121,946	6,680,742	6,130,847
	6,864,546	6,509,447	7,169,674	6,619,779

31.02 Dividend on investment

Exim Bank Ltd	-	-	24,803	24,803
IFIC Bank Limited	-	-	8	8
	-	-	24,811	24,811

32.00 Finance expenses

Interest on/charged on:

Bank overdraft	4,678,076	4,678,076	8,883,057	8,883,057
Term loan	58,335,934	58,335,934	27,470,833	27,470,833
Time loan and lease finance	5,208,656	5,164,455	13,730,292	13,532,871
Local loan interest-IDCOL	27,863,916	27,863,916	32,177,812	32,177,812
AHL (Sponsor)	-	-	3,347,156	3,347,156
Beneficiaries profit participation fund	480,000	480,000	-	-
Interest on CTSL Loan.	-	(1,650,867)	-	(1,863,187)
Total interest	96,566,583	94,871,515	85,609,150	83,548,542

SUMMIT ALLIANCE PORT LIMITED**Notes to the Financial Statements**

As at and for the 1st quarter ended on 30 September 2020

33.00 Loss from RT Trail/commercial operation**Revenue:****Export cargo handling**

On chasis delivery service:

Terminal service charge

110,226 4,979,316

110,226 4,979,316**CFS service:**

Labour charges

10,049 607,778

Laden container stuffing & transportation

27,600 1,085,900

Stand-by-labour charges

6,120 517,364

VGM Charge- CFS Cargo

6,000 342,000

49,769 2,553,042**Import/Project cargo:**

Ground rent

18,339,759 -

Handling charge

746,983 16,726,390

19,086,742 16,726,390**Empty services:**

Documentation- Empty

2,160 108,000

Ground rent- Empty

229,320 3,857,426

Lift on/off- Empty

23,400 135,000

Transportation & others- Empty

- -

Service Charges for OTC

- 330,625

Other Income

2,074,221 -

2,329,101 4,431,051**Total revenue:****21,575,838 28,689,799**

Less: Operating expenses (Note-33.01)

24,127,906 30,728,357

Net profit/(loss) from operation**(2,552,068) (2,038,558)**

Profit/Loss from MV SAPL-1 (Note-33.02)

(1,888,157) 5,802,007

Net profit/(loss) from RT and Vessel Operation**(4,440,224) 3,763,449**

SUMMIT ALLIANCE PORT LIMITED**Notes to the Financial Statements**

As at and for the 1st quarter ended on 30 September 2020

Amount in BDT	
2020-21	2019-20
July to Sept	July to Sept

33.01 Operating expenses- RT

Bank charges	3,468	2,476
Business promotion & development	13,300	11,924
Communication expenses	24,500	34,000
Consultancy/professional fee	334,375	471,875
Conveyance	20,418	47,029
Depreciation	11,436,234	12,875,037
Donation & gift	167,635	15,000
Entertainment	53,612	199,952
Employers Contribution to PF	248,303	250,374
Fuel consumption	286,496	2,227,937
Festival Bonus	496,544	637,554
Gas & electricity	723,170	831,036
General expenses	122,043	981,151
Gratuity expenses	354,879	354,759
Holiday and night allowance	36,397	195,109
Insurance premium	234,210	
Labour export exp	589,912	796,400
Leave encashment	70,168	1,912
Medical expense	3,287	27,900
Mobile expenses	25,046	32,670
Newspaper & books	-	1,520
Postage	860	2,925
Renewal fee	190,093	173,100
Rent, revenue & taxes	73,774	
Repair & maintenance	577,058	1,171,400
Repair and maintenance- Electric	142,500	230,000
Salary & allowance	6,019,192	6,623,920
Anser's Salary	1,064,470	1,167,450
Stationery	38,227	68,382
Travelling expense	42,708	75,345
Vehicle maintenance	735,027	1,220,220
	24,127,906	30,728,357

SUMMIT ALLIANCE PORT LIMITED**Notes to the Financial Statements**

As at and for the 1st quarter ended on 30 September 2020

Amount in BDT	
2020-21	2019-20
July to Sept	July to Sept

33.02 Profit/Loss from MV SAPL-1**Revenue:**

Vessel Freight and Stevedoring Charges	4,338,416	10,433,621
Total:	4,338,416	10,433,621

Operating Expenses:

Salary & Allowances	1,311,081	857,167
Bonus	152,878	140,309
Provision supply	180,000	180,000
Fresh Water	42,000	53,200
Berthing and un-berthing/BIWTA Pilot Money and Others	1,344,163	75,300
Fuel Expenses	812,400	2,054,100
Survey-RINA Bangladesh/Marine care	256,880	27,300
Agency Fee	270,000	-
Technical Management Fee	300,000	-
Repair and Maintenance	98,202	313,934
Insurance Premium (P&I,Hull)	882,777	750,304
Rent for Vessel	150,000	150,000
Renewal Fee	15,000	-
General Expenses	64,900	30,000
Vehicle Running and Maintenance	60,000	-
Conservancy Charges	30,092	-
Berth Hire Charges	256,200	-
Total:	6,226,573	4,631,614

Net Profit/(Loss) from MV SAPL-1	(1,888,157)	5,802,007
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35.00 Related party transactions:

The Company carried out a number of transactions with related parties in the normal course of business on 'arms length basis'. The name of these related parties, nature of transactions and their total value have been set in accordance with the provisions of IAS 24: Related party disclosures.

a) Transaction with ultimate parent

Particulars	Company			
	Transaction during the period		Closing balance	
	30.09.2020	30.06.2020	30.09.2020	30.06.2020
Payment on behalf	-	-	-	-

b) Transaction with key management personnel

In accordance with IAS-24 : Related Party Disclosures, key management personnel of the company are those persons having the authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly

The key management personnel compensation included as part of staff costs are as follows:

Name	Relationship	Nature of transaction	Transaction during the period	Closing balance
Mr.Muhammed Aziz Khan	Chairman	Remuneration	1,350,000	-
Mr.SAJ Rizvi	MD	Remuneration	1,650,000	-
Mr. Syed Yasser Haider Rizvi	Addl. MD	Remuneration	900,000	-
Mr. Syed Nasser Haider Rizvi	Director	Remuneration	1,530,000	-
Ms.Azeeza Aziz Khan	Director	Remuneration	1,530,000	-

Key management personnel and Director transactions:

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control, joint control or significant influence over the financial or operating policies of these entities. A number of these entities transacted with the company during the year. The terms and conditions of the transactions with key management personnel and their related parties were no more favourable than those available, or which might reasonably be expected to be available.

Particulars	Company			
	Transaction during the year		Closing balance	
	30.09.2020	30.06.2020	30.09.2020	30.06.2020
Loan from director	-	-	-	-
Share sale of non-power companies	-	-	-	-
Dividend to shareholders	-	-	-	-

c) Other related party transactions:

Name of related party	Relationship	Nature of transaction	Amounts in BDT	
			Transaction during the period	Closing balance
Cemcor Limited (payable)	Subsidiary	For purchase of land and other assets	(10,062)	174,756,813
Container Transportation Services Ltd. (receivable)	Subsidiary	Advance for service received	(7,081,349)	62,393,917
Summit Alliance Port Pte. Limited	Subsidiary	Remittance per FERA equivalent to US\$30,000/- to meet expenses of the Singapore office which on conversion was equal to S\$40,833.	-	5,055,810

36.00 Consolidated and Separate basic Earning Per Share (EPS) , Net Asset Value (NAV) per share and Net Operating Cash Flow Per Share (NOCFPS):

	Amounts in BDT			
	Consolidated	Separate	Consolidated	Separate
	As at 30 Sept 2020	As at 30 Sept 2020	As at 30 Sept 2019	As at 30 Sept 2019
Earning Per Share(EPS)	0.33	0.31	0.10	0.10
Net Assets Value (NAV) per share	34.19	34.30	35.18	35.33

36.01 Basic earnings per share

The computation of EPS is given below:

		Consolidated		Separate	
		As at 30 Sept 2020	As at 30 Sept 2020	As at 30 Sept 2019	As at 30 Sept 2019
a) Profit attributable to equity holders		76,017,862	72,890,218	21,499,664	21,276,476
b) Number of Shares outstanding	nos	232,222,670	232,222,670	223,291,029	223,291,029
Earnings per share (EPS) (a÷b)		0.33	0.31	0.10	0.10

During the period consolidated profit after income tax of the company has been increased compared to last year due to increase of tariff. As a result the consolidated Earnings Per Share (EPS) has been increased simultaneously.

36.02 Net Asset Value (NAV) per share

The computation of NAV is given below:

		Consolidated		Separate	
		As at 30 Sept 2020	As at 30 Sept 2020	As at 30 Sept 2019	As at 30 Sept 2019
a) Net Asset Value		7,938,926,050	7,964,798,599	7,855,310,601	7,887,838,012
b) Number of shares outstanding	nos	232,222,670	232,222,670	223,291,029	223,291,029
Net Asset Value (NAV) per share (a÷b)		34.19	34.30	35.18	35.33

36.03 Net Operating Cash Flow Per Share (NOCFPS)

The computation of NOCFPS is given below:

		Consolidated		Separate	
		As at 30 Sept 2020	As at 30 Sept 2020	As at 30 Sept 2019	As at 30 Sept 2019
a) Net Operating Cash Flow		141,395,826	127,160,223	51,476,724	53,111,668
b) Number of shares outstanding	nos	232,222,670	232,222,670	223,291,029	223,291,029
Net Operating Cash Flow Per Share (NOCFPS) (a÷b)		0.61	0.55	0.23	0.24

Increased NOCFPS due to increase of collection.

37.00 Risk management

The company continuously evaluates all risk that affect the company affairs including following Financial Risk.

1. Credit risk
2. Liquidity risk
3. Market risk

In this respect, both Audit Committee and internal audit department assist the Board by submitting periodic report.

37.01 Credit risk:

Credit risk is the risk of financial loss of the company if a client fails to meet its contractual obligation and arises principally from client and investment securities. The main clients of the company are well reputed international companies, such as, Maersk Bangladesh Limited, APM Global Logistics Ltd., APL (Bangladesh) Pvt. Ltd., APL Logistics Limited, Kuehne & Nagel Ltd, Continental Traders (Bangladesh) Ltd., Birds Bangladesh Agencies Limited, PIL (Bangladesh) Limited, NYK Line (Bangladesh) Limited, K Line (Bangladesh) Limited etc. All claims of the company are settled on regular basis as per terms of Agreement. We consider that receivables of the company are good, though unsecured and the risk of bad debts is minimum.

37.02 Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The approach of the company 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 condition, without incurring unacceptable losses or risking damage to the Company's reputation. In this connection, company exercises cash forecast based on sufficient information on regular basis and accordingly arrange for sufficient liquidity to make the expected payment within due date.

37.03 Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates and interest rates will affect the Company's income or the value of its holding of financial instruments. The objectives of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. The company considers this type of risk when evaluating risk management.

38.00 Contingent liability

Claim of VAT Authority challenged before the Higher Authority:

- i. Case No. 54/musak/aniom/2000 dated 27.07.02 challenged by writ petition before High Court vide No. 6214 of 2005
- ii. Case No. 4th/A(12)/39/musak/OCL/2002/1181 dated 09-04-06 pending before High Court against Writ No.8442 of 2006
- iii. Case No. 156/musak/aniom/05 dated 29-12-05 pending before Customs, Excise & VAT Appellate Tribunal, Dhaka
- iv. Case No.4th/A(12)/39/musak/OCL/2002/1845 dated 22-01-07 pending hearing in Appeal

		Amount in BDT			
		As at 30.9.2020		As at 30.6.2020	
		Consolidated	Separate	Consolidated	Separate
	16,768,340		16,768,340	16,768,340	16,768,340
	5,397,670		5,397,670	5,397,670	5,397,670
	19,882,591		19,882,591	19,882,591	19,882,591
	62,110,224		62,110,224	62,110,224	62,110,224
	104,158,825		104,158,825	104,158,825	104,158,825

39.00 Container handling capacity in TUES

Items	Quantity	
Empty container	8,000	(at any given time)
Export container	150,000	Per annum
Import container	40,000	Per annum

40.00 Goodwill:

The goodwill has been recognised on acquisition of shares of Wahid Spinning Mills Ltd and this has been carrying forwarded since 2010. Break-down is given below:

Details	Tk.
Cost of Investment in Wahid Spinning Mills Ltd.	4,999,875
Less: Face Value of Shares in Wahid Spinning Mills Ltd	3,999,900
	999,975

41.00 Share premium:

The Share premium was arisen from the issue of right shares as per approval letter from Bangladesh Securities and Exchange Commission vide their letter no. BSEC/CI/RI-103/2015/32, dated January 18,2016. Details are given below.

No. of Shares	Premium per share (Tk.)	Total Premium (Tk.)
34,352,466	5	171,762,330

Share Premium Transferred:

Share Premium as on 01.07.2019	171,762,330
Transferred to Retained Earnings during 2019-20	89,316,411
Share Premium as on 30.09.2020	82,445,919

42.00 General

All the 947 regular employees of the Company as on 30 Sept 2020 have been receiving annual salary in excess of Tk. 84,000/-.

43.00 Interpretation of few heads of Accounts:

43.01 Cargo handling labour charge:

All Cargo handling works have been done through daily labourer.

43.02 Container transportation expenses:

The transportation of containers have been done through company's own transport vehicles.

43.03 Maintenance of electrical installation:

It includes the payment to casual labour against regular maintenance work.

43.04 Repair & maintenance including yard, trailer and other repair works:

It includes the payment to casual and daily labourer against regular maintenance of shed, building, yard, equipment, prime mover etc.

43.05 Entertainment expenses:

It includes the payment to employees for entertainment on the basis of their presence.

43.06 General expenses:

It includes the expense for Customs officials overtime and their transportation expenses.

43.07 Vehicle running expenses.:

It includes drivers salary and allowance and maintenance of vehicles are done at depot by casual worker and their wages.

43.08 Building and other construction expenses:

It includes the payments to labourers for construction works under the supervision of Company's own employed engineers.

43.09 Procurement of necessary goods from market through procurement department:

The company has its own procurement department. All the necessary items like stationery, spare parts and other goods have been procured by them during the year

43.10 Furniture:

Company makes necessary furniture at the depot premises by daily labour and carpenter and also conduct it's repair at the same way.

For and on behalf of the Board of Directors of SUMMIT ALLIANCE PORT LIMITED