

**Hoda Vasi  
Chowdhury & Co**

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To  
The Managing Director  
SUMMIT ALLIANCE PORT LIMITED  
Katghar, South-Patenga  
Chattogram-4204

Auditor's Report  
&  
Consolidated Audited Financial Statements  
of  
**SUMMIT ALLIANCE PORT LIMITED**  
For the year ended 30 June 2019

# Hoda Vasi Chowdhury & Co

## Chartered Accountants

### INDEPENDENT AUDITORS' REPORT

To the Shareholders of Summit Alliance Port Limited

### Report on the Audit of the Consolidated and Separate Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements of **Summit Alliance Port Limited** its subsidiaries ("the Group") as well the separate financial statements of Summit Alliance Port Limited ("the Company") which comprise the consolidated and separate statement of financial position as at **30 June 2019**, and the consolidated and separate statement of profit or loss and other comprehensive income, consolidated and separate statement of changes in equity and consolidated and separate statement of cash flows for the year then ended, and notes to the consolidated and separate financial statements including a summary of significant accounting policies.

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

#### Basis for Opinion

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

#### Key Audit Matters

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

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<b>Revenue Recognition</b>	
<b>Refer to note 3.8 and 27</b>	
<b>1</b>	<b>The Key Audit Matter</b>
	<p>Revenue of TK.1,388,711,844.00 is recognized in the income statement of Summit Alliance Port Limited for the year ended 30 June 2019. We identified revenue recognition as a key audit matter because revenue is one of the key performance indicator of the company and therefore there is an inherent risk of manipulation of the timing of recognition of revenue by management to meet specific targets or expectations.</p>
	<p><b>How our audit addressed the key audit matters</b></p> <p>In light of the fact that the high degree of complexity we assessed the Company's processes and controls for recognizing revenue as part of our audit. Furthermore, in order to mitigate the inherent risk in this audit area, our audit approach included testing of the controls and the substantive audit procedure, including:</p> <ul style="list-style-type: none"> <li>➤ We evaluated the Company's accounting policies pertaining to revenue recognition and assessed compliance with the politics in terms of IFRS 15 – Revenue from Contracts with Customers.</li> <li>➤ We identified and tested controls related to revenue recognition and our audit procedure focused on assessing the invoicing and measurement systems up to entries in the general ledger. Examining customer invoices and receipts of payment on a sample basis.</li> <li>➤ We conducted substantive testing of revenue recorded over the year using sampling techniques, by examining the relevant supporting documents including sales invoices and challans. In addition, we confirmed certain customers' receivable balances at the reporting date, selected on a sample basis by considering the amounts outstanding with those customers.</li> <li>➤ Furthermore, we tested the sales transactions recognized shortly before and after the reporting date, including the sales returns recorded after that date, to examine whether sales transactions were recorded in the correct recording periods.</li> </ul> <p style="text-align: right;"><i>Abulhasan</i></p>

Revaluation of land		
Refer to note 14.00		
2	The Key Audit Matter	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> <li>➤ The Board of Directors of the company appointed “SHAFIQ BASAK &amp; CO. Chartered Accountants” as independent external valuer to conduct the valuation of “Land” of the Company as at 30 June 2019.</li> <li>➤ The valuation has been conducted using fair market value method as this is most commonly and appropriate for valuation of such class of assets. After having completed all the tasks, fair market value of lands owned by the company as at 30 June 2019 has been estimated TK.7,135,065,726.00 resulting in net revaluation surplus of TK.2,434,752,963.00</li> <li>➤ Due to the high level of judgments involved in estimating the fair value of land and significant carrying amount of the asset and liabilities associated with revaluation of land, we considered this to be a key audit matter.</li> </ul>	<ul style="list-style-type: none"> <li>➤ Our audit procedure in this area included among others.</li> <li>➤ Assessment and discussion of management process for the valuation exercise and appointment of the external valuer. We also assessed the competence, independence and integrity of the external valuers.</li> <li>➤ Assessing the methodologies used and the appropriateness of the key assumptions used in valuation based on our knowledge of the industry.</li> <li>➤ Checking on a sample basis, the accuracy and relevance of the input data used and</li> <li>➤ Reviewing the disclosures included in the notes to the consolidated and the separate financial statements.</li> </ul>
Property Plant and Equipment		
Refer to note 4		
3	The Key Audit Matter	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> <li>➤ The company has a large number of property, plant and equipment items. Due to latest improved technology and time obsolescence the impairment may exists.</li> <li>➤ Management has concluded that there is no impairment in respect all assets. This conclusion required significant management judgment. Hence we considered this to be key audit matter.</li> </ul>	<ul style="list-style-type: none"> <li>➤ Our audit procedure in this area included, among others;</li> <li>➤ Assessing the consistency of methodologies use for depreciating the assets;</li> <li>➤ Checking on a sample basis, the accuracy and relevance of the accounting of PPE by management; and</li> <li>➤ For selected samples, performing physical observation to assess management’s determination on whether the equipment is obsolete, and testing the assumptions used in estimating recoverable amount, such as estimated useful life and replacement cost.</li> <li>➤ Examine management’s periodic review of property, plant and equipment for determination of impairment and obsolescence.</li> </ul>

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Assessment of litigations and related disclosures of contingent liabilities		
Refer to note 3.15 and 38		
4	The Key Audit Matter	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> <li>➤ As at 30 June 2019 the company has exposures towards litigations relating to various matters as set out in the aforesaid notes.</li> <li>➤ Significant management judgment is required to assess such matters to determine the probability of occurrence of material outflow of economic resources and whether a provision should be recognized or a disclosure should be made. The management judgment is also supported with legal advice in certain cases as considered appropriate.</li> <li>➤ As the ultimate outcome of the matters are uncertain and the positions taken by the management are based on the application of their best judgment related legal advice including those relating to interpretation of laws/ regulations it is considered to be a key audit matter.</li> </ul>	<p>Our audit procedure in this area included, among others;</p> <ul style="list-style-type: none"> <li>➤ We understood assessed and tested the design and operating effectiveness of key controls surrounding assessment of litigations relating to the relevant laws and regulations.</li> <li>➤ We discussed with management the recent developments and the status of the material litigations which were reviewed and noted by the audit committee.</li> <li>➤ We performed our assessment on a test basis on the underlying calculations supporting the contingent liabilities / other significant litigations made in the consolidated and separate financial statements;</li> <li>➤ We used our own experts to gain an understating and to evaluate the disputed VAT matters;</li> <li>➤ We evaluated management's assessment by understating precedents set in similar cases and assessed reliability of the management's past estimates/ judgments.</li> </ul> <p style="text-align: right;"><i>Sherlock</i></p>

Related Party Transaction												
Refer to note 35												
5	The Key Audit Matter	How our audit addressed the key audit matters										
	<p>We identified the accuracy and completeness of discloser of related party transactions as set out in the respective notes to the consolidated and separate financial statements as a key audit matter due business transactions with related parties during the year ended 30 June 2019.</p>	<p>Our audit procedure in relation to the accuracy and completeness of discloser of related parties included:</p> <ul style="list-style-type: none"> <li>➤ Obtaining and understanding of the company's process and procedures in respect of identifying related parties; approval and recording of related party transactions including how management determines all transactions balances with related party are determined at arm's lengths entered into in the normal course of business and further fully disclosed in the consolidated and separate financial statement.</li> <li>➤ We tested, on a sample basis related party transactions with the underlying contracts and other documents and for appropriate authorization and approval of such transactions</li> <li>➤ We read minutes of shareholder meetings, board meetings minutes of meetings of those charged with governance in connection with transaction with related party affected during the year.</li> <li>➤ Evaluating the completeness of the disclosures through review of statutory information, books and records and other documents obtained during the course of our audit.</li> </ul>										
Subsidiary Company												
Refer to note 1.01												
6	The Key Audit Matter	How our audit addressed the key audit matters										
	<p>The following are company's subsidiary incorporated in this financial statements which we have not audited.</p> <table border="0"> <thead> <tr> <th><u>Company Name</u></th> <th><u>Statutory Auditor</u></th> </tr> </thead> <tbody> <tr> <td>a) Cemcor Limited</td> <td>Basu Banerjee Nath &amp; Co.</td> </tr> <tr> <td>b) Container Transportation Services Limited (CTSL)</td> <td>DO</td> </tr> <tr> <td>c) Summit Alliance Port East Gateway (India) Private Limited</td> <td>Samantary &amp; Co. (India)</td> </tr> <tr> <td>d) Summit Alliance Port Pte. Limited (SAPPL)</td> <td>Unaudited</td> </tr> </tbody> </table>	<u>Company Name</u>	<u>Statutory Auditor</u>	a) Cemcor Limited	Basu Banerjee Nath & Co.	b) Container Transportation Services Limited (CTSL)	DO	c) Summit Alliance Port East Gateway (India) Private Limited	Samantary & Co. (India)	d) Summit Alliance Port Pte. Limited (SAPPL)	Unaudited	<p>a) We have adopted financial statements of the subsidiary companies noted under SL. a) to c) duly audited by the Auditors of respective companies &amp; we have accepted those audited accounts.</p> <p>b) We have adopted the unaudited financial statements of Summit Alliance Port Pte. Limited located at Singapore noted under d) for consolidation purpose.</p>
<u>Company Name</u>	<u>Statutory Auditor</u>											
a) Cemcor Limited	Basu Banerjee Nath & Co.											
b) Container Transportation Services Limited (CTSL)	DO											
c) Summit Alliance Port East Gateway (India) Private Limited	Samantary & Co. (India)											
d) Summit Alliance Port Pte. Limited (SAPPL)	Unaudited											

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### **Information Other than the Financial Statements and Auditors' Report Thereon**

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

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

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

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

### **Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements**

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

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

- ❖ Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

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The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- ❖ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Groups' and the Company's internal control.
- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ❖ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern.
- ❖ If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and the Company to cease to continue as going concern.
- ❖ Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ❖ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and the Company to express an opinion on the consolidated and separate financial statements. We are responsible for the direction, supervision and performance of the Group's and Company's audit. We remain solely responsible for our audit opinion.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of consolidated and separate financial statements of the current period and are therefore the key audit matters. We described these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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**Report on Other Legal and Regulatory Requirements**

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

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

Chattogram, 29 OCT 2019

*Hoda Vasi Chowdhury & Co*  
Hoda Vasi Chowdhury & Co  
Chartered Accountants  
*Hoda Vasi*

**SUMMIT ALLIANCE PORT LIMITED**  
**Consolidated and Separate Statement of Financial Position**  
**As at 30 June 2019**

Note(s)	As at 30 June 2019		As at 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
<b>Assets:</b>				
<b>Non Current Assets</b>	<b>11,429,446,071</b>	<b>11,551,921,928</b>	<b>8,646,140,906</b>	<b>8,767,154,685</b>
<b>Tangible Assets:</b>				
Property, Plant and Equipment	4.00 11,428,412,994	11,361,464,337	8,645,140,931	8,576,787,635
<b>Intangible Assets:</b>	<b>1,033,077</b>	<b>-</b>	<b>999,975</b>	<b>-</b>
Goodwill	40.00 999,975	-	999,975	-
Preliminary Expenses	33,102	-	-	-
<b>Investment:</b>				
Investment in subsidiaries	5.00 -	190,457,591	-	190,367,050
<b>Current assets</b>	<b>959,358,134</b>	<b>1,000,198,799</b>	<b>934,608,416</b>	<b>984,982,250</b>
Inventories	6.00 5,439,005	5,088,005	8,042,927	5,760,539
Accounts receivable	7.00 228,482,782	219,223,517	232,627,247	232,627,247
Other receivable	8.00 456,820,326	454,094,769	453,661,120	452,932,122
Intercompany account: Receivable	9.00 -	81,083,967	-	59,883,256
Advances, deposits & prepayments	10.00 231,356,128	217,233,673	209,673,068	205,231,797
Financial assets available for sale	11.00 12,754,498	12,754,498	15,985,292	15,985,292
Cash & cash equivalents	12.00 24,505,395	10,720,370	14,618,762	12,561,998
<b>Total assets:</b>	<b>12,388,804,205</b>	<b>12,552,120,727</b>	<b>9,580,749,322</b>	<b>9,752,136,935</b>
<b>Equity and liabilities:</b>				
<b>Shareholders' equity</b>	<b>7,813,844,832</b>	<b>7,841,486,089</b>	<b>5,514,890,359</b>	<b>5,541,677,637</b>
<b>Issued, subscribed and paid up- Capital</b>	<b>7,812,971,580</b>	<b>7,841,486,089</b>	<b>5,514,849,479</b>	<b>5,541,677,637</b>
Share premium	41.00 171,762,330	171,762,330	171,762,330	171,762,330
Revaluation surplus	14.00 5,320,724,072	5,320,724,072	2,892,512,401	2,892,512,401
Financial assets- Fair value reserve	15.00 (38,625,479)	(38,625,479)	(36,381,339)	(36,381,339)
Retained earnings	16.00 126,200,367	154,714,876	254,045,797	280,873,954
Non-controlling interest	16.02 873,252	-	40,880	-
<b>Non current liabilities</b>	<b>2,605,506,890</b>	<b>2,603,415,888</b>	<b>2,451,709,420</b>	<b>2,445,843,766</b>
Liability for gratuity	17.00 87,092,280	87,092,280	71,576,770	71,576,770
Deferred tax liability	18.00 197,345,389	197,345,389	170,157,595	170,157,595
Long term loan	19.00 2,321,069,221	2,318,978,219	2,209,975,055	2,204,109,401
<b>Current liabilities and provisions:</b>	<b>1,969,452,483</b>	<b>2,107,218,750</b>	<b>1,614,149,542</b>	<b>1,764,615,531</b>
Short term loan and overdraft	20.00 1,597,850,097	1,591,694,097	1,176,242,574	1,170,086,574
Accounts payable	21.00 23,253,931	21,480,942	26,753,854	26,753,854
Un-claimed dividend	22.00 140,632,196	140,632,196	148,324,859	148,324,859
Income tax payable	23.00 5,546,649	4,425,895	3,599,731	3,136,510
Intercompany account -Cemcor Ltd	24.00 -	174,795,625	-	174,830,125
Beneficiaries' profit participation fund	25.00 11,957,965	11,888,255	11,228,981	11,228,981
Other payables	26.00 190,211,646	162,301,739	247,999,543	230,254,628
<b>Total shareholders equity and liabilities</b>	<b>12,388,804,205</b>	<b>12,552,120,727</b>	<b>9,580,749,322</b>	<b>9,752,136,935</b>
Net asset value (NAV) per share	36.02 34.99	35.12	24.70	24.82
Restated Net Asset Value (NAV) per share				
Contingent liabilities	38.00 104,158,825	104,158,825	104,158,825	104,158,825

These financial statements should be read in conjunction with the annexed notes  
and were approved by the Board of Directors on **27 October 2019**  
and were signed on its behalf by:

  
Company Secretary

  
Director

  
Managing Director

Chattogram,

**29 OCT 2019**

*Hoda Vasi Chowdhury*  
Hoda Vasi Chowdhury & Co  
Chartered Accountants  
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**SUMMIT ALLIANCE PORT LTD**  
**Consolidated and Separate Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 30 June 2019**

Note(s)	July 2018 to June 2019		July 2017 to June 2018		
	Consolidated	Separate	Consolidated	Separate	
	Amount in BDT		Amount in BDT		
<b>Revenue</b>	27.00	1,459,525,516	1,388,711,844	1,386,994,792	1,344,515,716
Operating expenses	28.00	(713,457,388)	(660,850,272)	(665,486,606)	(632,508,336)
<b>Gross Profit</b>		<b>746,068,129</b>	<b>727,861,572</b>	<b>721,508,187</b>	<b>712,007,381</b>
General and administrative expenses	29.00	(143,665,668)	(136,967,026)	(139,598,354)	(125,288,426)
Advertisement & sales promotion expenses	30.00	(2,402,928)	(1,189,850)	(132,303)	(132,303)
<b>Operating profit</b>		<b>599,999,533</b>	<b>589,704,696</b>	<b>581,777,530</b>	<b>586,586,652</b>
Other income	31.00	10,914,608	10,914,608	3,568,228	3,068,368
Profit/(Loss) on sale of Financial Assets		-	-	(208,173)	(208,173)
Finance expenses	32.00	(302,359,153)	(295,232,252)	(239,664,451)	(232,986,297)
Loss from other operation	33.00	(67,625,709)	(67,625,709)	(132,807,763)	(132,807,763)
<b>Profit before BPPF</b>		<b>240,929,279</b>	<b>237,761,342</b>	<b>212,665,371</b>	<b>223,652,788</b>
Beneficiaries' profit participation fund	25.00	(11,957,777)	(11,888,067)	(11,182,639)	(11,182,639)
<b>Profit before income tax</b>		<b>228,971,502</b>	<b>225,873,275</b>	<b>201,482,732</b>	<b>212,470,148</b>
Current income tax	23.00	(52,631,021)	(51,285,412)	(44,801,032)	(44,337,811)
Deferred tax	18.00	(28,633,090)	(28,633,090)	(19,247,882)	(19,247,882)
<b>Profit after income tax</b>		<b>147,707,392</b>	<b>145,954,773</b>	<b>137,433,818</b>	<b>148,884,455</b>
<b>Other comprehensive income:</b>					
Net change in fair value of financial assets available-for-sale	11.00	(3,230,794)	(3,230,794)	(9,808,487)	(9,808,487)
Exchange gain/(Loss) on foreign business operation		(525,436)	(525,436)	-	-
<b>Total comprehensive income</b>		<b>143,951,161</b>	<b>142,198,543</b>	<b>127,625,331</b>	<b>139,075,968</b>
<b>Profit attributable to:</b>					
Equity holders of the company		147,698,782	145,954,773	137,425,215	148,884,455
Non-controlling interest	16.07	8,609	-	8,603	-
<b>Profit after income tax</b>		<b>147,707,392</b>	<b>145,954,773</b>	<b>137,433,818</b>	<b>148,884,455</b>
<b>Earnings Per Share (EPS)</b>	36.01	<b>0.66</b>	<b>0.65</b>	<b>0.62</b>	<b>0.67</b>


These financial statements should be read in conjunction with the annexed notes  
and were approved by the Board of Directors on **27 October 2019**  
and were signed on its behalf by:

  
Company Secretary

  
Director

  
Managing Director

Chattogram, **29 OCT 2019**

*Hoda Vasi chry & Co*  
Hoda Vasi Chowdhury & Co  
Chartered Accountants  



**SUMMIT ALLIANCE PORT LIMITED**  
Statement of Changes in Equity  
As at 30 June 2019

Particulars	Amounts in BDT					
	Share capital	Share premium	Revaluation surplus	Financial assets fair value reserve	Retained earnings	Total
<b>Balance as on 01 July 2018</b>	2,232,910,290	171,762,330	2,892,512,401	(36,381,339)	280,873,954	5,541,677,637
Profit after tax for the year	-	-	-	-	145,954,774	145,954,774
Cash Dividend @ 12.5% for 2017-18	-	-	-	-	(279,113,786)	(279,113,786)
Surplus on revaluation during the year	-	-	2,434,752,963	-	6,999,934	2,434,752,963
Depreciation on revaluation surplus	-	-	(6,999,934)	-	-	-
Provision for Deferred Tax Liability	-	-	458,642	986,654	-	1,445,296
Net Changes in fair value of financial assets as on 30.6.2019	-	-	-	(3,230,794)	-	(3,230,794)
<b>Balance as on 30 June 2019</b>	<b>2,232,910,290</b>	<b>171,762,330</b>	<b>5,320,724,072</b>	<b>(38,625,479)</b>	<b>154,714,876</b>	<b>7,841,486,089</b>
<b>Balance as on 01 July 2017</b>	2,232,910,290	171,762,330	2,895,863,376	(38,441,697)	339,697,851	5,601,792,150
Profit after tax for the year	-	-	-	-	148,884,456	148,884,456
Financial Assets Fair value reserve	-	-	-	-	(334,936,544)	(334,936,544)
Depreciation on revaluation surplus	-	-	(3,942,323)	-	3,942,323	-
Cost of Sold-Financial Assets	-	-	-	11,044,172	-	11,044,172
Adjustment for cost of right shares	-	-	-	(646,600)	-	(646,600)
Adjustment for transfer of Retained Earnings-SAPPL	-	-	-	-	3,977,424	3,977,424
Adjustment for Deferred Tax Liability	-	-	-	-	119,308,445	119,308,445
Provision for Deferred Tax Liability	-	-	591,348	1,471,273	-	2,062,621
Net changes in fair value of assets on 30.6.2018	-	-	-	(9,808,487)	-	(9,808,487)
<b>Balance as on 30 June 2018</b>	<b>2,232,910,290</b>	<b>171,762,330</b>	<b>2,892,512,401</b>	<b>(36,381,339)</b>	<b>280,873,955</b>	<b>5,541,677,637</b>

These financial statements should be read in conjunction with the annexed notes and were approved by the Board of Directors on **27 Oct 2019** and were signed on its behalf by:

  
Company Secretary

  
Director

  
Managing Director

  
Hoda Vasi Chowdhury & Co  
Chartered Accountants

Chattoogram, 29 OCT 2019

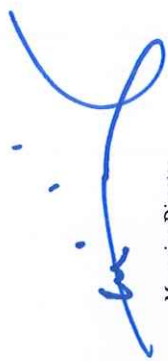
**SUMMIT ALLIANCE PORT LIMITED**  
Consolidated Statement of Changes in Equity  
As at 30 June 2019

Particulars	Amounts in BDT						
	Share capital	Share premium	Revaluation surplus	Retained earnings	Financial assets- Fair value reserve	Non-controlling interest	Total
<b>Company position as on 30 June 2019</b>	<b>2,232,910,290</b>	<b>171,762,330</b>	<b>5,320,724,072</b>	<b>154,714,876</b>	<b>(38,625,479)</b>	<b>-</b>	<b>7,841,486,089</b>
Non-controlling interest in Wahid Spinning Mills Ltd	-	-	-	-	-	100	100
Non-controlling interest in Cemcor Ltd	-	-	-	-	-	400	400
Non-controlling interest in Container Transportation Services Ltd.	-	-	-	-	-	29,980	29,980
Non-controlling interest in SAPEGIPL	-	-	-	-	-	842,772	842,772
(Loss) in SAPPL- Singapore	-	-	-	(19,194,025)	-	-	(19,194,025)
Profit in SAPEGIPL	-	-	-	2,283,437	-	-	2,283,437
Majority interest in profit in CTSL	-	-	-	988,032	-	-	988,032
Excess payment over face value of Cemcor Ltd.'s share	-	-	-	(12,591,953)	-	-	(12,591,953)
<b>Balance as on 30 June 2019</b>	<b>2,232,910,290</b>	<b>171,762,330</b>	<b>5,320,724,072</b>	<b>126,200,367</b>	<b>(38,625,479)</b>	<b>873,252</b>	<b>7,813,844,832</b>
<b>Company position as on 30 June 2018</b>	<b>2,232,910,290</b>	<b>171,762,330</b>	<b>2,892,512,401</b>	<b>280,873,955</b>	<b>(36,381,339)</b>	<b>-</b>	<b>5,541,677,637</b>
Non-controlling interest in Wahid Spinning Mills Ltd.	-	-	-	-	-	100	100
Non-controlling interest in Cemcor Ltd.	-	-	-	-	-	400	400
Non-controlling interest in Container Transportation Services Ltd.	-	-	-	-	-	40,380	40,380
Loss in SAPPL-Singapore	-	-	-	(16,288,330)	-	-	(16,288,330)
Majority interest in profit in CTSL	-	-	-	2,017,623	-	-	2,017,623
Excess payment over face value of Cemcor Ltd.'s Share	-	-	-	(12,557,450)	-	-	(12,557,450)
<b>Balance as on 30 June 2018</b>	<b>2,232,910,290</b>	<b>171,762,330</b>	<b>2,892,512,401</b>	<b>254,045,798</b>	<b>(36,381,339)</b>	<b>40,880</b>	<b>5,514,890,359</b>

These financial statements should be read in conjunction with the annexed notes and were approved by the Board of Directors on **27 October 2019** and were signed on its behalf by:

  
Company Secretary

  
Director

  
Managing Director

Chartogram, 29 OCT 2019

  
Hoda Vasi Chowdhury & Co  
Chartered Accountants

**SUMMIT ALLIANCE PORT LIMITED**  
**Consolidated and Separate Statement of Cash Flows**  
**For the year ended 30 June 2019**

	01 July 2018 to 30 June 2019		01 July 2017 to 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amounts in BDT		Amounts in BDT	
<b>A. Cash flow from operating activities</b>				
Cash received from customers and others	1,547,294,241	1,482,984,096	1,282,907,995	1,240,428,919
Cash paid to suppliers and employees	(928,019,827)	(885,698,988)	(790,508,763)	(762,655,119)
Dividend income	282,878	282,878	283,432	283,432
Other income	9,873,236	9,873,236	2,753,277	2,753,277
Income tax paid	(51,566,142)	(49,996,027)	(44,229,348)	(43,870,921)
Financial expenses	(302,359,154)	(295,232,253)	(212,878,558)	(206,160,533)
<b>Net cash generated from operating activities</b>	<b>275,505,232</b>	<b>262,212,942</b>	<b>238,328,035</b>	<b>230,779,055</b>
<b>B. Cash flow from investment activities:</b>				
Acquisition of property, plant and equipment	(499,107,265)	(481,425,896)	(542,020,777)	(521,632,066)
Sale proceeds of asset discard	1,520,000	1,520,000	1,370,000	1,370,000
Advance, deposits and prepayments	(12,355,335)	(12,001,877)	(23,648,033)	(22,926,804)
Sale of financial assets	-	-	10,189,400	10,189,400
Investment in subsidiaries	(90,541)	(90,541)	-	-
<b>Net cash used in investment activities</b>	<b>(510,033,141)</b>	<b>(491,998,314)</b>	<b>(554,109,410)</b>	<b>(532,999,470)</b>
<b>C. Cash flow from financing activities:</b>				
Bridge loan	(188,565,932)	(188,565,932)	(214,609,354)	(214,609,354)
Short term loan	611,152,826	611,152,826	(223,283)	6,896,317
Long term loan	109,162,439	113,889,447	796,622,728	801,233,262
Inter company transaction-Cemcor Ltd	-	-	-	127,990
Inter company transaction-SAPPL - Singapore	-	(2,524,164)	-	(2,531,646)
Inter Company Transaction-SAPEGIL-India	-	(13,982,638)	-	-
Inter company transaction-CTSL	-	(4,693,909)	(6,029)	(24,329,024)
Dividend paid	(286,806,450)	(286,806,450)	(361,880,495)	(361,880,495)
<b>Net cash generated from financing activities</b>	<b>244,942,884</b>	<b>228,469,180</b>	<b>219,903,567</b>	<b>204,907,050</b>
Increase/(decrease) in cash and cash equivalents	10,414,975	(1,316,192)	(95,877,808)	(97,313,365)
Cash and cash equivalents at the beginning of the year	14,615,856	12,561,998	110,496,570	109,875,363
Un-realised gain/Loss on foreign currency transaction	(525,436)	(525,436)	-	-
<b>Cash and cash equivalents at the end of the year</b>	<b>24,505,395</b>	<b>10,720,370</b>	<b>14,618,762</b>	<b>12,561,998</b>
<b>Net operating cash flow per share-(Note-36.03)</b>	<b>1.23</b>	<b>1.17</b>	<b>1.07</b>	<b>1.03</b>


These financial statements should be read in conjunction with the annexed notes  
and were approved by the Board of Directors on **27 October 2019**  
and were signed on its behalf by:

  
Company Secretary

  
Director

  
Managing Director

Chattogram, **29 OCT 2019**

Hoda Vasi Chowdhury & Co  
Chartered Accountants  


# SUMMIT ALLIANCE PORT LIMITED

## Notes to the Financial Statements

For year ended on 30 June 2019

### 1.00 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 our sprite to expand horizon of business activities, have plan to diversify in related services such as Chartering of Ships & Barges and Freight Forwarding. Financial Statements of the Company for the initial period ended on 30 September 2017 and that of subsequent period from October 2017 to 30th June 2018 was audited by CSI & Co. PAC, Singapore. Audit for the current year under report is in process. Hence unaudited financial statement for the transactions of year ended on 30th June 2019 as reflected in the consolidated Statements of Summit Alliance Port Limited, have been considered for consolidation purpose.



**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%. Financial Statements of the Company as on 30 June 2019 was audited by Samantaray & Co. Chartered Accountants, India. Transactions for the year ended on 30th June 2019, as reflected in the consolidated Statements of Summit Alliance Port Limited.

**1.02 Nature of business:**

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:

<b>Title of IASs/IFRSs,</b>	<b>Compliance Status</b>
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 economics	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 replaced 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 **October 27, 2019**.

#### **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 year 2017-18 for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

#### 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. During the year, 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.

Name of the assets	Rates (%)
Construction- 1st class	2.5
Construction other than 1st class	10
Container handling equipment	10
Electrical equipment	20
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	<u>11%</u>
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 A:S:/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:

##### Current tax:

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

##### 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.

#### 3.12.01 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.

### 3.13 "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 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.

**3.13.01 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.

**3.14 Earnings per share:**

**i. Basic EPS**

Basic earnings 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.

**3.14.01 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.





### 3.14.02 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:

Years	Cash dividend	Stock dividend
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

### 3.15 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.

### 3.16 General:

To facilitate comparison, certain relevant balances pertaining to the previous financial year have been rearranged whenever considered necessary to conform with current financial year's presentation.



4.00 Property, plant and equipment

Particulars	River Terminal (RT):							Amounts in BDT	
	Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Vessel	Total	Total
Cost as on 01.7.2018	750,062,569	1,380,981,929	156,480,716	533,520,020	9,152,517	6,500,283	-	2,836,698,034	
Addition during the year	-	34,595,002	1,441,789	-	61,824	1,066,016	-	37,164,631	
Disposal/transferred during the year	-	-	-	-	-	-	-	-	
<b>Total cost</b>	<b>750,062,569</b>	<b>1,415,576,931</b>	<b>157,922,505</b>	<b>533,520,020</b>	<b>9,214,341</b>	<b>7,566,299</b>	<b>-</b>	<b>2,873,862,665</b>	
<b>Revaluation surplus as on 01.07.18</b>									
Revaluation surplus during the year	2,038,737,431	-	-	-	-	-	-	2,038,737,431	
<b>Total revaluation surplus as on 30.6.2019</b>	<b>2,038,737,431</b>							<b>2,038,737,431</b>	
<b>Gross Block as on 30.06.19</b>	<b>2,788,800,000</b>	<b>1,415,576,931</b>	<b>157,922,505</b>	<b>533,520,020</b>	<b>9,214,341</b>	<b>7,566,299</b>	<b>-</b>	<b>4,912,600,096</b>	
Rate of depreciation		2.50%	20%	10%	15%	20%	20%		
<b>Accumulated depreciation as on 01.7.2018</b>		<b>5,178,269</b>	<b>31,296,143</b>	<b>26,117,935</b>	<b>1,372,878</b>	<b>1,300,057</b>	<b>-</b>	<b>65,265,282</b>	
<b>Depreciation during the year:</b>									
On cost	-	5,048,812	25,036,915	25,370,104	1,166,946	1,040,045	-	57,662,822	
On revaluation surplus	-	-	-	-	-	-	-	-	
<b>Total depreciation</b>		<b>5,048,812</b>	<b>25,036,915</b>	<b>25,370,104</b>	<b>1,166,946</b>	<b>1,040,045</b>	<b>-</b>	<b>57,662,822</b>	
<b>Accumulated depreciation as on 30.06.2019</b>		<b>10,227,081</b>	<b>56,333,058</b>	<b>51,488,039</b>	<b>2,539,823</b>	<b>2,340,102</b>	<b>-</b>	<b>122,928,104</b>	
<b>WDV as on 30 June 2019</b>	<b>2,788,800,000</b>	<b>1,405,349,850</b>	<b>101,589,447</b>	<b>482,031,981</b>	<b>6,674,518</b>	<b>5,226,197</b>	<b>-</b>	<b>4,789,671,992</b>	



Particulars	Amounts in BDT								Total
	Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Motor vehicles		
<b>Cost as on 01.7.2018</b>	56,738,028	406,228,011	29,502,092	155,149,531	13,827,574	18,762,177	9,089,486		689,296,699
Additions during the year	-	8,034,227	6,772,047	1,358,112	275,502	216,828	61,600		16,718,316
Disposal/transferred during the year	-	-	-	-	-	-	-	-	-
<b>Total cost</b>	<b>56,738,028</b>	<b>414,262,238</b>	<b>36,274,139</b>	<b>156,507,643</b>	<b>14,102,876</b>	<b>18,979,005</b>	<b>9,151,086</b>		<b>706,015,015</b>
<b>Revaluation as on 01.07.18</b>	1,390,410,792	139,900,103	379,743	41,566,772	-	844,000	1,185,036		1,574,286,446
Revaluation surplus during the year	153,324,000	-	-	-	-	-	-		153,324,000
<b>Total revaluation as on 30.6.2019</b>	<b>1,543,734,792</b>	<b>139,900,103</b>	<b>379,743</b>	<b>41,566,772</b>	<b>-</b>	<b>844,000</b>	<b>1,185,036</b>		<b>1,727,610,446</b>
<b>Gross block as on 30.6.2019</b>	<b>1,600,472,820</b>	<b>554,162,341</b>	<b>36,653,882</b>	<b>198,074,415</b>	<b>14,102,876</b>	<b>19,823,005</b>	<b>10,336,122</b>		<b>2,433,625,461</b>
Rate of depreciation (%)		2.50%	20%	10%	15%	20%	20%		
<b>Accumulated depreciation as on 01.7.2018:</b>									
On cost	-	72,953,056	21,515,801	103,374,804	8,073,754	13,915,915	9,151,086		228,984,416
On revaluation surplus	-	53,093,283	306,266	26,203,511	-	780,900	905,451		81,289,411
<b>Total</b>		<b>126,046,339</b>	<b>21,822,067</b>	<b>129,578,315</b>	<b>8,073,754</b>	<b>14,696,815</b>	<b>10,056,537</b>		<b>310,273,827</b>
<b>Depreciation during the year:</b>									
On cost	-	993,161	1,597,258	5,177,473	863,043	969,253	-		9,600,187
On revaluation surplus	-	2,696,169	14,695	1,536,326	-	12,620	55,917		4,315,728
<b>Total</b>		<b>3,689,330</b>	<b>1,611,954</b>	<b>6,713,799</b>	<b>863,043</b>	<b>981,873</b>	<b>55,917</b>		<b>13,915,915</b>
<b>Written down value (WDV) as on 30.6.2019:</b>									
At cost	56,738,028	340,316,021	13,161,080	47,955,367	5,166,079	4,093,838	-		467,430,412
Revaluation surplus	1,543,734,792	84,110,651	58,781	13,826,935	-	50,480	223,668		1,642,005,307
<b>Net block as on 30.6.2019</b>	<b>1,600,472,820</b>	<b>424,426,671</b>	<b>13,219,861</b>	<b>61,782,301</b>	<b>5,166,079</b>	<b>4,144,318</b>	<b>223,668</b>		<b>2,109,435,719</b>

**Depreciation charged to Statement of Profit or Loss and Other Comprehensive Income :**

	Amounts in BDT	
	On cost	On revaluation surplus
Operating expenses	7,767,892	4,247,191
Administrative expenses	1,832,295	68,537
<b>Total</b>	<b>9,600,187</b>	<b>4,315,728</b>



## SAPL DEPOT:

Amounts in BDT

Particulars	Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Motor vehicles	Total
<b>Cost as on 01.7.2018</b>	884,036,751	1,182,025,924	56,117,223	424,673,196	20,319,762	28,375,060	50,555,411	2,646,103,327
Additions during the year	24,900,758	339,642,832	(935,233)	53,046,932	2,860,003	4,109,987	3,917,671	427,542,930
Disposal / transferred during the year	-	-	-	-	-	-	(2,535,200)	(2,535,200)
<b>Total cost</b>	<b>908,937,509</b>	<b>1,521,668,756</b>	<b>55,181,990</b>	<b>477,720,128</b>	<b>23,179,765</b>	<b>32,485,047</b>	<b>51,937,882</b>	<b>3,071,111,076</b>
Revaluation surplus as 01.7.2018	1,592,300,345	(76,857,250)	-	37,627,046	-	-	1,490,513	1,554,560,654
Revaluation surplus during the year	242,691,532	-	-	-	-	-	-	242,691,532
<b>Total revaluation</b>	<b>1,834,991,877</b>	<b>(76,857,250)</b>	<b>-</b>	<b>37,627,046</b>	<b>-</b>	<b>-</b>	<b>1,490,513</b>	<b>1,797,252,186</b>
<b>Gross block as on 30.6.2019</b>	<b>2,743,929,386</b>	<b>1,444,811,506</b>	<b>55,181,990</b>	<b>515,347,174</b>	<b>23,179,765</b>	<b>32,485,047</b>	<b>53,428,395</b>	<b>4,868,363,262</b>
Rate of depreciation (%)	-	2.50%	20%	10%	15%	20%	20%	-
<b>Accumulated depreciation as on 01.7.2018:</b>								
On cost	-	85,506,021	27,708,416	159,255,464	11,130,647	14,751,201	19,298,766	317,650,516
On revaluation surplus	-	9,949,570	-	19,406,162	-	-	1,063,670	30,419,402
<b>Total</b>	<b>-</b>	<b>95,455,591</b>	<b>27,708,416</b>	<b>178,661,626</b>	<b>11,130,647</b>	<b>14,751,201</b>	<b>20,362,436</b>	<b>348,069,917</b>
<b>Disposal/deletion during the year:</b>								
On cost	-	-	-	-	-	-	1,773,694	1,773,694
On revaluation surplus	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,773,694</b>	<b>1,773,694</b>
<b>Depreciation during the year:</b>								
On cost	-	14,448,204	5,681,761	26,541,773	1,378,367	2,724,772	6,251,329	57,026,207
On revaluation surplus	-	776,749	-	1,822,088	-	-	85,369	2,684,207
<b>Total</b>	<b>-</b>	<b>15,224,954</b>	<b>5,681,761</b>	<b>28,363,862</b>	<b>1,378,367</b>	<b>2,724,772</b>	<b>6,336,698</b>	<b>59,710,413</b>
<b>Written Down Value as on 30.6.2019:</b>								
At cost	908,937,509	1,421,714,531	21,791,813	291,922,890	10,670,750	15,009,074	33,231,881	2,703,278,448
Revaluation surplus	1,834,991,877	(87,583,569)	-	16,398,796	-	-	341,475	1,764,148,578
<b>Net Block as on 30.6.2019</b>	<b>2,743,929,386</b>	<b>1,334,130,961</b>	<b>21,791,813</b>	<b>308,321,686</b>	<b>10,670,750</b>	<b>15,009,074</b>	<b>33,573,356</b>	<b>4,467,427,026</b>



Depreciation charged to Statement of Profit or Loss and Other Comprehensive Income :

	Amounts in BDT	
	On cost	Total
Operating expenses	46,671,739	49,270,577
Administrative expenses	10,354,468	10,439,837
<b>Total</b>	<b>57,026,207</b>	<b>59,710,413</b>

SAPPL:

Particulars	Amounts in BDT						
	Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Motor vehicles
<b>Cost as on 01.7.2018</b>	-	-	-	-	946,988	-	946,988
Additions during the year	-	-	-	-	946,988	-	946,988
<b>Total cost</b>	-	-	-	-	946,988	-	946,988
Rate of Depreciation	-	3%	20%	10%	15%	20%	20%
<b>Accumulated depreciation as on 01.7.2018</b>	-	-	-	-	280,984	-	280,984
Depreciation during the year	-	-	-	-	199,930	-	199,930
<b>Total Depreciation as on 30 June 2019</b>	-	-	-	-	480,914	-	480,914
<b>WDV as on 30 June 2019</b>	-	-	-	-	466,074	-	466,074

SAPEGIPL:

Particulars	Amounts in BDT						
	Land	Building and other construction	Electrical equipment	Plant and Machinery	Furniture and fixtures	Office equipment	Motor vehicles
<b>Cost as on 01.7.2018</b>	-	-	-	-	48,920	55,783	55,783
Additions during the year	-	-	74,672	4,000,438	48,920	211,196	1,136,894
<b>Total cost</b>	-	-	74,672	4,000,438	48,920	266,979	1,136,894
Rate of Depreciation	-	3%	20%	10%	15%	20%	20%
<b>Accumulated depreciation as on 01.7.2018</b>	-	-	-	-	2,323	1,016	1,016
Depreciation during the year	-	-	2,956	105,512	2,323	55,241	29,995
<b>Total Depreciation as on 30 June 2019</b>	-	-	2,956	105,512	2,323	56,257	29,995
<b>WDV as on 30 June 2019</b>	-	-	71,716	3,894,926	46,597	210,721	1,106,899
							5,530,859



Property, plant and equipment		Amounts in BDT							
Separate - SAPL Only ( OCL,SAPL and RT )		Land	Building and other construction	Electrical equipment	Container handling equipment	Furniture and fixtures	Office equipment	Motor vehicles and Vessel	Total
Cost as on 01.7.2018-Off-Dock		940,774,779	1,588,253,934	85,619,315	579,822,727	34,147,136	47,137,237	59,644,897	3,335,400,026
Cost as on 01.7.2018-RT		750,062,569	1,380,981,929	156,480,716	533,520,020	9,152,517	6,500,283	-	2,836,698,034
Additions during the year-Off Dock		24,900,758	347,677,059	5,836,814	54,405,044	3,135,505	4,326,815	3,979,271	444,261,266
Deletion during the year		-	-	-	-	-	-	(2,535,200)	(2,535,200)
Addition during the year-RT		-	34,595,002	1,441,789	-	61,824	1,066,016	-	37,164,631
Sale of Assets of RT during the year		-	-	-	-	-	-	-	-
Disposal /transferred during the year		-	-	-	-	-	-	-	-
<b>Total cost</b>		<b>1,715,738,106</b>	<b>3,351,507,925</b>	<b>249,378,634</b>	<b>1,167,747,791</b>	<b>46,496,982</b>	<b>59,030,351</b>	<b>61,088,968</b>	<b>6,650,988,756</b>
Revaluation surplus as on 01.07.2018-OCL & SAPL		2,982,711,137	63,042,853	379,743	79,193,818	-	844,000	2,675,549	3,128,847,100
Revaluation surplus as on 01.07.2018 RT		-	-	-	-	-	-	-	-
<b>Total as on 01.07.2018</b>		<b>2,982,711,137</b>	<b>63,042,853</b>	<b>379,743</b>	<b>79,193,818</b>	<b>-</b>	<b>844,000</b>	<b>2,675,549</b>	<b>3,128,847,100</b>
Revaluation surplus during the year:		396,015,532	-	-	-	-	-	-	396,015,532
OCL & SAPL		2,038,737,431	-	-	-	-	-	-	2,038,737,431
<b>Total revaluation surplus as on 30.6.2019</b>		<b>5,417,464,100</b>	<b>63,042,853</b>	<b>379,743</b>	<b>79,193,818</b>	<b>-</b>	<b>844,000</b>	<b>2,675,549</b>	<b>5,563,600,063</b>
<b>Gross block as on 30.6.2019</b>		<b>7,133,202,206</b>	<b>3,414,550,778</b>	<b>249,758,377</b>	<b>1,246,941,609</b>	<b>46,496,982</b>	<b>59,874,351</b>	<b>63,764,517</b>	<b>12,214,588,819</b>
Rate of depreciation (%)		-	2.50%	20%	10%	15%	20%	20%	-
<b>Accumulated depreciation as on 01.7.2018:</b>		-	158,459,077	49,224,217	262,630,268	19,204,402	28,755,747	28,909,720	547,183,431
On cost-Off-Dock		-	5,178,269	31,296,143	26,117,935	1,372,878	1,300,057	-	65,265,281
On cost-RT		-	63,042,853	306,266	45,609,673	-	780,900	1,969,121	111,708,813
On revaluation surplus		-	<b>226,680,199</b>	<b>80,826,626</b>	<b>334,357,876</b>	<b>20,577,279</b>	<b>30,836,703</b>	<b>30,878,841</b>	<b>724,157,525</b>
<b>Total</b>		<b>-</b>	<b>226,680,199</b>	<b>80,826,626</b>	<b>334,357,876</b>	<b>20,577,279</b>	<b>30,836,703</b>	<b>30,878,841</b>	<b>724,157,525</b>



Depreciation during the year:								
On cost-Off-dock	-	15,441,365	7,279,020	31,719,246	2,241,410	3,694,024	6,251,329	66,626,394
On cost-RT	-	5,048,812	25,036,915	25,370,104	1,166,945,93	1,040,045,27	-	57,662,822
On revaluation surplus	-	3,472,919	14,695	3,358,415	-	12,620	141,286	6,999,934
<b>Total</b>	-	<b>23,963,096</b>	<b>32,330,630</b>	<b>60,447,765</b>	<b>3,408,356</b>	<b>4,746,690</b>	<b>6,392,615</b>	<b>131,289,150</b>

Accumulated Depreciation written off during the year:								
On cost	-	-	-	-	-	88,631	2,233,562	2,322,193
On revaluation surplus	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	<b>88,631</b>	<b>2,233,562</b>	<b>2,322,193</b>

Written down value as on 30.6.2019								
At cost- Off-dock	965,675,537	1,762,030,551	34,952,892	339,878,257	15,836,829	19,102,912	28,161,481	3,165,638,460
At cost- RT	750,062,569	1,405,349,850	101,589,447	482,031,981	6,674,518	5,226,197	-	2,750,934,562
Revaluation surplus	5,417,464,100	(3,472,919)	58,781	30,225,731	-	50,480	565,142	5,444,891,316
<b>Net block as on 30.6.2019</b>	<b>7,133,202,206</b>	<b>3,163,907,483</b>	<b>136,601,121</b>	<b>852,135,968</b>	<b>22,511,347</b>	<b>24,379,589</b>	<b>28,726,623</b>	<b>11,361,464,337</b>
<b>Net block as on 30.6.2018</b>	<b>4,673,548,485</b>	<b>2,805,598,517</b>	<b>161,653,148</b>	<b>858,178,690</b>	<b>22,722,374</b>	<b>23,644,817</b>	<b>31,441,604</b>	<b>8,576,787,635</b>

Depreciation charged to Statement of Profit or Loss and Other Comprehensive Income :

Amounts in BDT					
On cost	OCL and SAPL		RT		Grand Total
	On revaluation surplus	Total	On Cost		
54,439,631	6,846,029	61,285,659	55,455,831		116,741,490
12,186,763	153,906	12,340,669	2,206,991		14,547,660
<b>66,626,394</b>	<b>6,999,934</b>	<b>73,626,328</b>	<b>57,662,822</b>		<b>131,289,150</b>

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 and Vessel	
<b>Cost as on 01.7.2018</b>								
SAPL	1,690,837,348	2,969,235,863	242,100,031	1,113,342,747	43,299,653	53,637,520	59,644,897	6,172,098,059
SAPPL	-	-	-	92,602,266	43,587	78,900	-	946,988
CTSL	-	-	-	-	-	-	-	92,724,753
<b>Total</b>	<b>1,690,837,348</b>	<b>2,969,235,863</b>	<b>242,100,031</b>	<b>1,205,945,013</b>	<b>44,290,228</b>	<b>53,716,420</b>	<b>59,644,897</b>	<b>6,265,769,800</b>
Additions during the year-SAPL	24,900,758	382,272,061	7,278,603	54,405,044	3,197,329	5,392,831	1,444,071	478,890,697
Additions during the year-SAPPL	-	-	-	-	-	-	-	-
Additions during the year-CTSL	-	-	-	238,000	-	-	-	238,000
Additions during the year-SAP/EG/PI,	-	-	74,672	4,000,438	48,920	266,979	1,136,894	5,527,903
Transferred from RTP	-	-	-	-	-	-	-	-
Sale of Assets of RT during the year	-	-	-	-	-	-	-	-
Disposal / transferred during the year-SAPL	-	-	-	-	-	-	-	-
<b>Total cost</b>	<b>1,715,738,106</b>	<b>3,351,507,925</b>	<b>249,453,306</b>	<b>1,264,588,495</b>	<b>47,536,477</b>	<b>59,376,230</b>	<b>62,225,862</b>	<b>6,750,426,400</b>
Revaluation surplus as on 01.07.18-SAPL	2,982,711,137	63,042,853	379,743	79,193,818	-	844,000	2,675,549	3,128,847,100
Revaluation surplus as on 01.07.18-RT	-	-	-	-	-	-	-	-
Add: Revaluation surplus during the year	2,434,752,963	-	-	-	-	-	-	-
<b>Total revaluation surplus as on 30.6.2019</b>	<b>5,417,464,100</b>	<b>63,042,853</b>	<b>379,743</b>	<b>79,193,818</b>	<b>-</b>	<b>844,000</b>	<b>2,675,549</b>	<b>5,563,600,063</b>
<b>Gross block as on 30.6.2019</b>	<b>7,133,202,206</b>	<b>3,414,550,778</b>	<b>249,833,049</b>	<b>1,343,782,313</b>	<b>47,536,477</b>	<b>60,220,230</b>	<b>64,901,411</b>	<b>12,314,026,463</b>
Rate of depreciation (%)	-	2.50%	20%	10%	15%	20%	20%	-
<b>Accumulated depreciation as on 01.7.2018:</b>								
<b>On cost</b>								
SAPL	-	163,637,346	80,520,360	288,748,203	20,577,279	30,055,803	28,909,720	612,448,712
SAPPL	-	-	-	24,997,897	280,984	29,959	-	280,984
CTSL	-	-	-	45,609,673	9,544	780,900	-	25,037,400
On revaluation surplus-SAPL	-	226,680,199	80,826,626	359,355,773	20,867,807	30,866,662	30,878,841	111,708,813
<b>Total</b>	<b>-</b>	<b>226,680,199</b>	<b>80,826,626</b>	<b>359,355,773</b>	<b>20,867,807</b>	<b>30,866,662</b>	<b>30,878,841</b>	<b>749,475,909</b>





**Depreciation during the year:**

On cost	20,490,177	32,315,934	57,089,350	3,408,356	4,754,070	6,251,329	124,289,216
SAPL	-	-	-	199,930	-	-	199,930
SAPPL	-	-	-	3,404	9,788	-	6,773,629
CTSL	-	-	6,760,437	2,323	56,257	29,995	197,044
SAPEGIPL	-	2,956	105,512	-	12,620	141,286	6,999,934
On revaluation surplus-SAPL	-	14,695	3,358,415	-	-	-	-
<b>Total</b>	<b>23,963,096</b>	<b>32,333,585</b>	<b>67,313,714</b>	<b>3,614,013</b>	<b>4,812,735</b>	<b>6,422,610</b>	<b>138,459,753</b>

**Accumulated depreciation written off during the year:**

On cost	-	-	-	-	88,631	2,233,562	2,322,193
On revaluation surplus	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>88,631</b>	<b>2,233,562</b>	<b>2,322,193</b>

**Written Down Value as on 30.6.2019**

At cost-SAPL	1,715,738,106	3,167,380,401	821,910,237	22,511,347	24,240,478	25,927,919	5,914,250,828
At cost-SAPPL	-	-	-	466,074	-	-	466,074
At cost-CTSL	-	-	61,081,932	30,639	39,153	-	61,151,724
At cost-SAPEGIPL	-	71,716	3,894,926	46,597	210,721	1,106,899	5,330,859
Revaluation surplus-SAPL	5,417,464,100	(3,472,919)	30,223,731	-	139,111	2,798,704	5,447,213,509
<b>Net block as on 30.6.2019</b>	<b>7,133,202,206</b>	<b>3,163,907,483</b>	<b>136,672,837</b>	<b>23,054,656</b>	<b>24,629,463</b>	<b>29,833,522</b>	<b>11,428,412,994</b>

**Net block as on 30.6.2018**

	4,673,548,485	2,805,598,517	161,653,148	23,422,359	23,693,759	31,441,604	8,645,140,931
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**Depreciation Charged to Statement of Profit or Loss and Other Comprehensive Income :**

	Amounts in BDT	
	On Cost	On Revaluation surplus
Operating expenses	116,655,899	6,846,029
Administrative expenses	14,606,877	153,906
<b>Total</b>	<b>131,262,775</b>	<b>6,999,934</b>



As at 30 June 2019		As at 30 June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

**5.00 Investment in subsidiaries:**

Investment in CTSL.(Note-5.01)	-	1,980,000	-	1,980,000
Investment in Cemcor Ltd. (Note-5.02)	-	188,387,050	-	188,387,050
Investment in SAPPL (Note-5.03)	-	62	-	-
Investment in SAPEGIPL. (5.04)	-	90,479	-	-
	-	<b>190,457,591</b>	-	<b>190,367,050</b>

**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 Cemcor Ltd.:**

Cemcor Limited is a subsidiary of Summit Alliance Port Limited (SAPL). Its total number of shares is 1,758,300 @ Tk.100/- each. SAPL owns 99.9997% of its total paid up shares.

**5.03 Investment in Summit Alliance Port Pte Ltd.:**

Summit Alliance Port Pte Ltd is a foreign subsidiary of Summit Alliance Port Limited (SAPL).It is registered in Singapore. Its total number of shares is 1 @ SGD.1/- each. SAPL owns 100% of its paid up shares.

**5.04 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	2,516,732	2,165,732	5,452,954	3,170,566
Hydraulic oil	588,898	588,898	175,563	175,563
Stock of electrical goods	468,676	468,676	714,410	714,410
Stock of tyre	1,864,699	1,864,699	1,700,000	1,700,000
	<b>5,439,005</b>	<b>5,088,005</b>	<b>8,042,927</b>	<b>5,760,539</b>

**7.00 Accounts receivable:**

<b>Opening balance</b>	<b>232,627,247</b>	<b>232,627,247</b>	<b>182,640,631</b>	<b>182,640,631</b>
Add- Service provided during the year	1,459,525,516	1,388,711,844	8,576,787,635	8,576,787,635
<b>Total</b>	<b>1,692,152,763</b>	<b>1,621,339,091</b>	<b>8,759,428,266</b>	<b>8,759,428,266</b>
Less- Collection/Adjustment during the year	1,463,669,981	1,402,115,574	8,526,801,019	8,526,801,019
<b>Closing balance</b>	<b>228,482,782</b>	<b>219,223,517</b>	<b>232,627,247</b>	<b>232,627,247</b>

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



As at 30 June 2019		As at 30 June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

7.01 Accounts receivable:

Air Alliance Ltd.	285,949	285,949	4,274,369	4,274,369
APL Bangladesh Pvt. Ltd.	3,313,878	3,313,878	4,813,851	4,813,851
APM Global Logistics Ltd.	26,436,930	26,436,930	42,649,996	42,649,996
ASL Shipping Ltd.	1,185,715	1,185,715	1,612,994	1,612,994
Bangla Trident Ltd.	15,862,260	15,862,260	18,136,806	18,136,806
BIRDS Bangladesh Agencies Ltd.	-	-	5,681	5,681
BIL Logistics Ltd	1,383,310	1,383,310	-	-
BS Cargo Agency	4,942,526	4,942,526	2,440,140	2,440,140
CMA CGM ( BD ) Shipping Ltd.	23,866,903	23,866,903	8,307,206	8,307,206
Columbia Enterprise Ltd.	448,497	448,497	384,825	384,825
Continental Traders BD Ltd.	3,633,023	3,633,023	7,321,324	7,321,324
Cosco BD Ltd.	3,856,699	3,856,699	2,140,070	2,140,070
DSV Air & Sea Ltd.	1,313,613	1,313,613	925,602	925,602
Everbest Shipping Agencies Ltd.	1,823,485	1,823,485	2,804,603	2,804,603
Expeditors Ltd	1,408,318	1,408,318	306,699	306,699
Expo Freight Ltd.	6,743,792	6,743,792	9,221,131	9,221,131
Freight Options Ltd	1,876,320	1,876,320	-	-
GBX Logistics Ltd.	6,673,082	6,673,082	4,045,429	4,045,429
GP Shipping Lines Ltd.	992,165	992,165	869,986	869,986
Hanjin Shipping BD Ltd.	3,006,345	3,006,345	3,006,345	3,006,345
JBS Associates	669,104	669,104	896,583	896,583
K-Line Bangladesh Ltd.	-	-	2,998,809	2,998,809
Kuehne + Nagel Ltd.	14,316,583	14,316,583	15,868,442	15,868,442
Maersk Bangladesh Ltd.	32,175,172	32,175,172	39,631,191	39,631,191
Marco Shipping Lines Ltd.	15,237,620	15,237,620	7,849,124	7,849,124
MB Steam Ship Solution	1,492,538	1,492,538	2,248,125	2,248,125
NYK Line BD Ltd.	-	-	17,641	17,641
Ocean International Ltd.	2,985,045	2,985,045	2,344,270	2,344,270
One Network Ltd.	11,626,838	11,626,838	8,596,999	8,596,999
PIL BD Ltd.	1,973,038	1,973,038	2,370,760	2,370,760
Transmarine Logistics Ltd.	2,092,317	2,092,317	1,567,842	1,567,842
Trident Shipping Ltd.	3,199,040	3,199,040	-	-
Apollo Ispat Ltd	2,705,400	2,705,400	-	-
Kamal Yarn Limited	1,124,807	1,124,807	-	-
Ispahani Summit Alliance Terminals Limited	2,368,529	-	-	-
Others	27,463,941	20,573,205	34,970,405	34,970,405
	<b>228,482,782</b>	<b>219,223,517</b>	<b>232,627,247</b>	<b>232,627,247</b>

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



As at 30 June 2019		As at 30 June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

7.02 Aging of accounts receivable:

	As on 30 June 2019	Upto 3 months	3 to 6 months	Above 6 months
Air Alliance Ltd.	285,949	285,949	-	-
APL Bangladesh Pvt. Ltd.	3,313,878	1,070,503	-	2,243,375
APM Global Logistics Ltd.	26,436,930	26,436,930	-	-
ASL Shipping Ltd.	1,185,715	1,185,715	-	-
Bangla Trident Ltd.	15,862,260	15,862,260	-	-
BIL Logistics Ltd	1,383,310	1,383,310	-	-
BS Cargo Agency	4,942,526	4,942,526	-	-
CMA CGM ( BD ) Shipping Ltd.	23,866,903	16,115,176	7,531,305	220,422
Columbia Enterprise Ltd.	448,497	353,764	94,733	-
Continental Traders BD Ltd.	3,633,023	3,633,023	-	-
Cosco BD Ltd.	3,856,699	3,445,699	-	411,000
DSV Air & Sea Ltd.	1,313,613	902,613	-	411,000
Everbest Shipping Agencies Ltd.	1,823,485	1,647,535	-	175,950
Expeditors Ltd	1,408,318	1,408,318	-	-
Expo Freight Ltd.	6,743,792	6,743,792	-	-
Freight Options Ltd	1,876,320	1,876,320	-	-
GBX Logistics Ltd.	6,673,082	6,673,082	-	-
GP Shipping Lines Ltd.	992,165	919,278	-	72,887
Hanjin Shipping BD Ltd.	3,006,345	0	-	3,006,345
JBS Associates	669,104	669,104	-	-
Kuehne + Nagel Ltd.	14,316,583	14,316,583	-	-
Maersk Bangladesh Ltd.	32,175,172	32,035,172	-	140,000
Marco Shipping Lines Ltd.	15,237,620	15,023,720	-	213,900
MB Steam Ship Solution	1,492,538	1,263,113	-	229,425
Ocean International Ltd.	2,985,045	2,925,475	-	59,570
One Network Ltd.	11,626,838	11,626,838	-	-
PII, BD Ltd.	1,973,038	1,973,038	-	-
Transmarine Logistics Ltd.	2,092,317	2,092,317	-	-
Trident Shipping Ltd.	3,199,040	3,199,040	-	-
Apollo Ispat Ltd	2,705,400	-	-	2,705,400
Kamal Yarn Limited	1,124,807	1,124,807	-	-
Others	20,573,205	18,980,000	-	1,593,205
	<b>219,223,517</b>	<b>200,115,000</b>	<b>7,626,038</b>	<b>11,482,479</b>



	As at 30 June 2019		As at 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
<b>8.00 Other receivables:</b>				
Ispahani Summit Alliance Terminal Ltd	9,581,629	9,581,629	8,231,890	8,231,890
Receivable from Crystal Logistics Ltd.	441,609,478	441,609,478	442,180,228	442,180,228
Others	5,629,219	2,903,662	3,249,001	2,520,003
	<b>456,820,326</b>	<b>454,094,769</b>	<b>453,661,120</b>	<b>452,932,122</b>
<b>9.00 Intercompany account: Receivable</b>				
Container Transportation Services Limited	-	62,045,519	-	57,351,610
Summit Alliance Port East Gateway India Pvt Ltd.	-	13,982,638	-	-
Summit Alliance Port Pte Limited-Singapore	-	5,055,810	-	2,531,646
	-	<b>81,083,967</b>	-	<b>59,883,256</b>
<b>10.00 Advances, deposits &amp; prepayments:</b>				
<b>Advances:</b>				
Against expenses- Off-dock (Note-10.01)	74,888,374	74,501,677	56,102,298	55,726,241
Against expenses- RT Project (Note-10.02)	3,819,167	3,819,167	13,606,528	13,606,528
Against salary	8,286,838	8,286,838	2,885,304	2,885,304
For car loan facility	938,250	938,250	1,051,067	1,051,067
For land purchase (Note-10.03)	34,073,391	34,073,391	32,467,351	32,467,351
For Software Development	-	-	-	-
For VAT (appeal and tribunal)	9,728,990	9,728,990	9,728,990	9,728,990
For Warehouse and building civil works construction	-	-	15,000,000	15,000,000
Income tax deducted at source by clients	35,938,548	34,676,974	25,126,476	23,864,902
	<b>167,673,558</b>	<b>166,025,287</b>	<b>155,968,014</b>	<b>154,330,383</b>
<b>Deposits:</b>				
Margin against bank guarantee (for leased vessel CPA)	12,871,598	12,871,598	11,112,000	11,112,000
Margin against bank guarantee (for foreign loan)	18,177,553	18,177,553	17,182,748	17,182,748
Miscellaneous deposits	1,681,799	152,000	810,006	152,000
LC margin deposit	-	-	533,209	533,209
Security deposit for bond license and Others	10,274,220	8,514,220	8,748,497	7,148,497
Security deposit for LG	52,580	52,580	50,000	50,000
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	2,821,610	2,821,610	2,821,610	2,821,610
Security deposit with T&T & Ranks Telecom	329,867	329,867	329,867	329,867
Security deposit for Warehouse-Gazipur	-	-	1,200,000	1,200,000
Security deposit to BEPZA for Economical Zone in	-	-	2,700,000	2,700,000
VAT current account	3,209,166	3,209,166	2,407,829	2,407,829
	<b>52,883,104</b>	<b>49,593,305</b>	<b>51,360,477</b>	<b>49,102,471</b>
<b>Prepayments:</b>				
Pre-paid insurance	1,220,843	492,390	1,432,936	887,301
Pre-paid office rent	25,020	25,020	355,284	355,284
Pre-operative Expenses	8,455,932	-	-	-
Pre-paid renewal of license	1,097,671	1,097,671	556,357	556,357
	<b>10,799,466</b>	<b>1,615,081</b>	<b>2,344,577</b>	<b>1,798,942</b>
<b>Total</b>	<b>231,356,128</b>	<b>217,233,673</b>	<b>209,673,068</b>	<b>205,231,796</b>



As at 30 June 2019		As at 30 June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

**10.01 Against expenses-off-dock:**

Advance for Labour Expenses

Energy Pac Engineering- For Substation Supply

For APL Logistics employee salary and Others

For APM Global employee salary

For software development

Gray scale for construction works

Panna Lal Mazumder for construction works

Delta Engineers Ltd

Hazarat Khoaj Khizir Enterprise-for Construction works

Golden Bricks Ltd-for Construction works

Abdul Jalil Chowdhury-for Construction works

Kamal and Sons-for Construction works

FJ Enterprise for Construction Works

For diesel purchase and others

For IOU against expenses

For Kuehne & Nagel employee salary

Deferred Expenses-IDCOL

Neiamul Karim-Dhaka Office Petty Cash

Patenga Electronics

Project Link Services

Naaf Marine Services

Sea land Enterprise

Others

	-	-	-	-
	5,479,000	5,479,000	-	-
	558,744	558,744	574,343	574,343
	98,224	98,224	73,250	73,250
	4,526,120	4,526,120	2,935,920	2,935,920
	211,169	211,169	1,222,212	1,222,212
	968,000	968,000	1,500,400	1,500,400
	1,300,000	1,300,000	1,900,000	1,900,000
	-	-	1,733,398	1,733,398
	-	-	1,180,000	1,180,000
	-	-	1,220,000	1,220,000
	15,058,947	15,058,947	15,558,932	15,558,932
	-	-	12,395,626	12,395,626
	1,859,542	1,859,542	1,860,706	1,860,706
	2,624,215	2,237,518	1,536,539	1,160,482
	820,444	820,444	295,425	295,425
	25,407,766	25,407,766	-	-
	364,200	364,200	-	-
	6,233,350	6,233,350	7,083,346	7,083,346
	720,001	720,001	375,000	375,000
	419,225	419,225	900,000	900,000
	-	-	-	-
	8,239,427	8,239,427	3,757,201	3,757,201
	<b>74,888,374</b>	<b>74,501,677</b>	<b>56,102,298</b>	<b>55,726,241</b>

**10.02 Against expenses-RT Project:**

Bangladesh Centre for Advance Studies for

Advance for RT Expenses

Beehive Engineers Ltd

Mother Shipping Ltd for VSL hire

HI Tech Construction Ltd-For Construction Works

Dev Consultants Ltd

FMC Dock Yard-For Vessel Dry Docking

	-	-	1,200,000	1,200,000
	719,204	719,204	698,702	698,702
	-	-	7,000,000	7,000,000
	-	-	-	-
	3,099,963	3,099,963	2,895,326	2,895,326
	-	-	1,412,500	1,412,500
	-	-	400,000	400,000
	<b>3,819,167</b>	<b>3,819,167</b>	<b>13,606,528</b>	<b>13,606,528</b>

**10.03 Advance for land purchase:**

Details of advance for land purchase is stated below:

Mr. Akbar Ali

Mr. Abdur Rahim

Mr. Abul Bashar

Mr. Faiz Ahmed

Mr. Mofizur Rahman

Mr. Yusuf and others

Mr. Mahmud Islam-Sumon

Mr. Mamunur Rashid for land registration

	16,470,000	16,470,000	16,470,000	16,470,000
	2,150,000	2,150,000	2,150,000	2,150,000
	1,064,500	1,064,500	1,064,500	1,064,500
	1,000,000	1,000,000	1,000,000	1,000,000
	8,067,400	8,067,400	8,067,400	8,067,400
	914,960	914,960	1,414,960	1,414,960
	2,883,533	2,883,533	1,250,000	1,250,000
	1,522,998	1,522,998	1,050,491	1,050,491
	<b>34,073,391</b>	<b>34,073,391</b>	<b>32,467,351</b>	<b>32,467,351</b>



11.00 Financial assets available for sale and its fair value:

Particulars	Amounts in BDT							
	Investments in shares (cost)	Investment in shares (number) on 30 June 2019	Investment in shares (cost) on 30 June 2019	Cost of Sold financial assets	Market price of investment on 30 June 2019	Fair value of investment on 30 June 2019	Fair value of investment on 30 June 2018	Change in fair value on 30 June 2018 since 30 June 2018
Beximco Limited	6,453,197	72,304	6,453,197	-	22.40	1,619,610	1,804,184	(184,574)
Exim Bank Limited	2,053,440	62,008	2,053,440	-	11.30	700,690	737,895	(37,205)
IFIC Bank Limited	3,531,787	153,528	3,531,787	-	10.40	1,596,691	1,740,903	(144,212)
People Leasing Limited	30,999,945	617,216	30,999,945	-	4.10	2,530,586	6,110,439	(3,579,853)
PHP First Mutual Fund	5,000	701	5,000	-	4.80	3,130	4,129	(999)
Power Grid Limited	2,274,401	25,300	-	-	58.80	1,487,640	1,194,160	293,480
S Alam Cold Roll Mills Limited	3,378,038	44,000	3,378,038	-	28.70	1,262,800	1,377,200	(114,400)
United Finance Limited	9,049,794	170,102	9,049,791	-	18.80	3,197,918	2,874,724	323,194
United Insurance Limited	764,610	6,439	764,605	-	55.20	355,433	141,658	213,775
	<b>58,510,212</b>	<b>1,151,598</b>	<b>56,235,803</b>	<b>-</b>		<b>12,754,498</b>	<b>15,985,292</b>	<b>(3,230,794)</b>



	As at 30 June 2019		As at 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
<b>12.00 Cash and cash equivalents:</b>				
Cash in hand	1,732,623	1,549,030	4,385,506	4,374,354
Cash at bank (Note - 12.01)	22,772,772	9,171,340	10,233,256	8,187,644
	<b>24,505,395</b>	<b>10,720,370</b>	<b>14,618,762</b>	<b>12,561,998</b>

**12.01 Cash at bank:**

DBS Bank Ltd	175,710	-	290,594	-
HSBC Bangladesh	-	-	-	-
Dutch Bangla Bank Ltd	4,013,897	2,020,261	3,769,201	2,198,464
Islami Bank	-	-	-	-
Eastern Bank Ltd	54,035	54,035	816,204	816,204
IFIC Bank Limited	745,392	745,392	150,301	150,301
Jamuna Bank Ltd	6,699,007	1,713,865	2,206,546	2,206,546
Mutual Trust Bank Limited	59,749	59,749	60,899	60,899
One Bank Ltd	30,000	-	-	-
NCC Bank Ltd	8,369	8,369	5,652	5,652
Premier Bank Ltd.	43,313	-	184,281	-
Sonali Bank Limited	13,259	13,259	13,259	13,259
Southeast Bank Ltd	813	813	813	813
Standard Bank Ltd	608,599	608,599	594,043	594,043
Standard Chartered Bank	508,987	508,987	374,612	374,612
Trust Bank Ltd	21,638	21,638	21,638	21,638
United Commercial Bank Ltd	3,414,296	3,414,296	-	-
Uttara Bank Ltd	2,077	2,077	1,745,213	1,745,213
Punjab National Bank	6,373,631	-	-	-
	<b>22,772,772</b>	<b>9,171,340</b>	<b>10,233,256</b>	<b>8,187,644</b>





13.00 Share Capital:

As at 30 June 2019	As at 30 June 2018
Amount in BDT	

**Authorised Capital:**

300,000,000 Ordinary shares of Tk 10 each

3,000,000,000      3,000,000,000

**Issued, Subscribed and Paid-Up Capital:**

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

2,232,910,290      2,232,910,290

**Shareholding position was as follows:**

Name of the shareholders	Percentage of shareholdings		Face Value of shares	
	30.06.2019	30.06.2018	30.06.2019	30.06.2018
			Tk.	Tk.
Mr. Muhammed Aziz Khan	7.0333	7.0333	157,046,640	157,046,640
Mrs. Anjuman Aziz Khan	5.1795	5.1795	115,654,160	115,654,160
Mr. Syed Ali Jowher Rizvi	5.4819	5.1550	122,406,680	115,106,680
Ms. Ayesha Aziz Khan	3.6817	3.6817	82,209,250	82,209,250
Ms. Azeza Aziz Khan	3.6817	3.6817	82,209,250	82,209,250
Mr. Syed Yasser Haider Rizvi	1.1878	1.1878	26,523,550	26,523,550
Mr. Syed Nasser Haider Rizvi	1.1878	1.1878	26,523,550	26,523,550
Alliance Holdings Limited	23.4803	23.4803	524,293,150	524,293,150
Summit Holdings Limited	8.0797	8.0797	180,412,670	180,412,670
General Shareholders	41.0063	41.3332	915,631,390	922,931,390
	<b>100.0000</b>	<b>100.0000</b>	<b>2,232,910,290</b>	<b>2,232,910,290</b>

**Clarification of Shareholders by Holding:**

Holdings	30.06.2019		30.06.2018	
	Number of shareholders	Number of Shares	Number of shareholders	Number of Shares
Less than 500 shares	7,994	1,429,726	8,916	1,602,510
500 to 5,000 shares	7,265	13,311,556	8,217	15,046,443
5,001 to 10,000 shares	998	7,363,622	1,113	8,195,420
10,001 to 20,000 shares	564	8,045,125	633	9,098,576
20,001 to 30,000 shares	171	4,235,562	179	4,493,055
30,001 to 40,000 shares	80	2,771,070	69	2,376,925
40,001 to 50,000 shares	58	2,623,393	65	2,948,496
50,001 to 100,000 shares	91	6,573,514	93	6,861,948
100,001 to 1,000,000 shares	84	24,730,109	73	22,063,588
1,000,001 to above	20	152,207,352	19	150,604,068
	<b>17,325</b>	<b>223,291,029</b>	<b>19,377</b>	<b>223,291,029</b>



	As at 30 June 2019		As at 30th June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
<b>14.00 Revaluation surplus (Annexure-1)</b>				
Opening balance	2,892,512,401	2,892,512,401	2,895,863,376	2,895,863,376
Surplus on revaluation during the year	2,434,752,963	2,434,752,963	-	-
Deferred tax (provision) / write back on revaluation surplus	458,642	458,642	591,348	591,348
Depreciation for the year on revaluation surplus (Note-4.00)	(6,999,934)	(6,999,934)	(3,942,323)	(3,942,323)
<b>Closing balance</b>	<b>5,320,724,072</b>	<b>5,320,724,072</b>	<b>2,892,512,401</b>	<b>2,892,512,401</b>
The company carried out revaluation as on 30 June 2019 and the revaluation work done by M/s. Shafiq Basak & Co., Chartered Accountants, against which there is an upward revaluation of tk.2,434,752,963 (Details revaluation report attached in 'Annexure-1'). The company also performed revaluation of land and other fixed assets during the year 2008, 2011 & 2014 respectively against which the revaluation surplus comes to Tk.2,892,512,401 after making necessary adjustment with the surplus and loss balances of last revaluation.				
<b>15.00 Financial assets: Fair value reserve</b>				
Opening balance	36,381,339	36,381,339	38,441,697	38,441,697
Net negative change in fair value of financial assets	3,230,794	3,230,794	9,808,487	9,808,487
Add: Cost of sold financial assets	-	-	(11,044,172)	(11,044,172)
Add: Adjustment for Cost of Right Share	-	-	646,600	646,600
Provision for deferred tax for the year ( Note-18)	(986,654)	(986,654)	(1,471,273)	(1,471,273)
<b>Closing balance</b>	<b>38,625,479</b>	<b>38,625,479</b>	<b>36,381,339</b>	<b>36,381,339</b>
<b>16.00 Retained Earnings ( Note: 16.01)</b>	<b>126,200,367</b>	<b>154,714,876</b>	<b>254,045,797</b>	<b>280,873,954</b>
<b>16.01 Retained earnings-Off Dock</b>				
Opening balance	254,045,797	280,873,954	328,306,358	339,697,851
Adjustment for transfer of Retained Earnings	-	-	-	3,977,424
Net profit after tax for the year	146,969,582	145,954,774	137,433,818	148,884,455
Share of (profit)/loss of minority in CTSL (Note:16.04)	(8,609)	-	(8,603)	-
Share of (profit)/loss of minority in SAPEGIPL (Note:16.05)	(810,651)	-	-	-
Cash dividend @ 12.50% -2017-2018	(279,113,786)	(279,113,786)	(334,936,544)	(334,936,544)
Depreciation on revaluation surplus (Note -4.00)	6,999,934	6,999,934	3,942,323	3,942,323
Adjustment for prior year expenses-CTSL	(1,881,899)	-	119,308,445	119,308,445
	126,200,368	154,714,876	254,045,797	280,873,954
<b>16.02 Non-controlling interest</b>				
In Walid Spinning Mills Ltd	100	-	100	-
In Cemcor Ltd	400	-	400	-
In Container Transportation Services Ltd (Note-16.04)	29,980	-	40,380	-
In Summit Alliance Port East Gateway India Pvt Ltd (Note-16.05)	842,772	-	-	-
	873,252	-	40,880	-
<b>16.03 Non-controlling interest of CTSL</b>				
Share capital-1% of Tk.20,00,000	20,000	-	20,000	-
Share of retained earnings as on 30.06.2018 (Note-16.05)-1%	1,371	-	11,777	-
Share of current year's profit-CTSL (Note-16.07)	8,609	-	8,603	-
	29,980	-	40,380	-
<b>16.04 Non-controlling interest of SAPEGIPL</b>				
Share capital-26.20% of Tk.122,600	32,121	-	-	-
Share of current period's profit-CTSL (Note-16.06)-26.20%	810,651	-	-	-
	842,772	-	-	-
<b>16.05 Majority Interest of Retained Earnings in CTSL</b>				
Total retained earnings of CTSL as on 01.07.2018	137,096	-	1,177,735	-
Less: Share of retained earnings of majority -99%	135,725	-	1,165,958	-
<b>Share of retained earnings of 30.06.2019</b>	<b>1,371</b>	<b>-</b>	<b>11,777</b>	<b>-</b>
<b>16.06 Non-controlling interest in current profit in SAPEGIPL</b>				
Total profit of SAPEGIPL for the year	3,094,087	-	-	-
Less: Majority portion-73.80%	2,283,437	-	-	-
<b>Non-controlling interest in current profit</b>	<b>810,651</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>16.07 Non-controlling interest in current year's profit in CTSL</b>				
Total profit of CTSL for the year	860,916	-	860,268	-
Less: Majority portion-99%	852,307	-	851,665	-
<b>Non-controlling interest in current profit</b>	<b>8,609</b>	<b>-</b>	<b>8,603</b>	<b>-</b>



As at 30 June 2019		As at 30th June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

**17.00 Liability for gratuity**

Opening balance	71,576,770	71,576,770	61,734,710	61,734,710
Add: provision for the year	24,363,455	24,363,455	10,541,370	10,541,370
	95,942,225	95,942,225	72,276,080	72,276,080
Less: Paid during the year	8,849,945	8,849,945	699,310	699,310
Closing balance	87,092,280	87,092,280	71,576,770	71,576,770

**18.00 Deferred tax liability**

Opening balance	170,157,595	170,157,595	272,280,780	272,280,780
Add: provision for deferred tax liability for tax base depreciation (Noted-18.01)	28,633,090	28,633,090	19,247,882	19,247,882
Provision for Deferred Tax on Positive Change in Fair Value	(986,654)	(986,654)	(1,471,273)	(1,471,273)
Provision /(realization) made on revaluation surplus	(458,642)	(458,642)	(591,348)	(591,348)
Deferred tax on land transferred to retained earnings	-	-	(119,308,445)	(119,308,445)
	197,345,389	197,345,389	170,157,595	170,157,595

**18.01 Provision for deferred tax liability for tax based depreciation**

As at 30 June 2019			
Carrying Value		Temporary Difference	
Accounting base Tk.	Tax base Tk.	Taxable/ (Deductible) Tk.	
Property, plant and equipment (Except Land)	4,200,834,915	3,318,246,381	882,588,534
Gratuity provision	87,092,280	-	87,092,280
	4,113,742,635	3,318,246,381	795,496,254

Deferred tax liability @ 25% as at 30 June 2019 **198,874,064**

**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
	198,874,063



As at 30 June 2019		As at 30th June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

#### 19.00 Long term loan

##### Local:

Jamuna Bank Ltd- Term loan  
Eastern Bank Ltd- Term loan  
IDCOL-Local

7,049,445	-	12,021,654	-
1,087,500,000	1,087,500,000	1,190,837,597	1,190,837,597
1,282,500,000	1,282,500,000	608,727,501	608,727,501
<b>2,377,049,445</b>	<b>2,370,000,000</b>	<b>1,811,586,752</b>	<b>1,799,565,098</b>

##### Foreign/Local:

FMO  
Director Loan-SAPEGIPL

-	-	456,545,455	456,545,455
1,197,557	-	-	-
<b>1,197,557</b>	<b>-</b>	<b>456,545,455</b>	<b>456,545,455</b>

##### Bridge Loan:

Alliance Holdings Ltd

103,523,674	103,523,674	292,089,606	292,089,606
<b>103,523,674</b>	<b>103,523,674</b>	<b>292,089,606</b>	<b>292,089,606</b>

##### Total long term loan (local and foreign)

Less: current portion (Note:20.03)

Total

2,481,770,676	2,473,523,674	2,560,221,813	2,548,200,159
160,701,455	154,545,455	350,246,758	344,090,758
<b>2,321,069,221</b>	<b>2,318,978,219</b>	<b>2,209,975,055</b>	<b>2,204,109,401</b>

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

- The term loan received from Eastern Bank for 7 years to pay off the bridge loan and time loan from Dutch Bangla Bank.
- Bridge loan**  
Bridge Loan has been re-scheduled from short term loan to long term loan. The loan was obtained from two major sponsors to continue uninterrupted works of River Terminal including payment for land purchased at a mutually agreed interest of 13.00% per annum on outstanding balance. Loan from one sponsor already repaid.
- The term loan received from IDCOL for a term of 12 years. Installment of principal will start from 3rd quarter of 2020.

#### 20.00 Short term loan and overdraft:

SOD (secured overdraft) Note: 20.01

Time Loan (note: 20.02)

300,454,191	300,454,191	300,857,725	300,857,725
1,136,694,451	1,136,694,451	525,138,091	525,138,091
<b>1,437,148,642</b>	<b>1,437,148,642</b>	<b>825,995,816</b>	<b>825,995,816</b>

Add: Current portion of long term loan ( Note: 20.03 )

160,701,455	154,545,455	350,246,758	344,090,758
<b>1,597,850,097</b>	<b>1,591,694,097</b>	<b>1,176,242,574</b>	<b>1,170,086,574</b>

#### 20.01 SOD (secured overdraft)

Jamuna Bank Ltd  
Eastern Bank Ltd

280,363,364	280,363,364	300,857,725	300,857,725
20,090,827	20,090,827	-	-
<b>300,454,191</b>	<b>300,454,191</b>	<b>300,857,725</b>	<b>300,857,725</b>

#### 20.02 Time loan

Jamuna Bank Ltd  
Dutch Bangla Bank Ltd  
NCC Bank Ltd  
HDFCL

41,653,771	41,653,771	525,138,091	525,138,091
500,000,000	500,000,000	-	-
245,040,680	245,040,680	-	-
350,000,000	350,000,000	-	-
<b>1,136,694,451</b>	<b>1,136,694,451</b>	<b>525,138,091</b>	<b>525,138,091</b>



	As at 30 June 2019		As at 30th June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
<b>20.03 Current portion of long term loan</b>				
Term loan from Jamuna Bank Ltd	6,156,000	-	6,156,000	-
Term loan from Eastern Bank Ltd	96,250,000	96,250,000	80,000,000	80,000,000
Local Loan-IDCOL	58,295,455	58,295,455	150,908,940	150,908,940
Foreign Loan-FMO	-	-	113,181,818	113,181,818
	<b>160,701,455</b>	<b>154,545,455</b>	<b>350,246,758</b>	<b>344,090,758</b>
<b>21.00 Accounts payable</b>				
Bhai Bhai Construction	-	-	1,078,600	1,078,600
Chittagong Port Authority	3,089,806	3,089,806	10,370,212	10,370,212
Falcon Security Ltd	507,060	507,060	500,979	500,979
Grenadier Security and Management	461,108	461,108	572,094	572,094
Kamal and Sons	192,858	192,858	83,336	83,336
Naaf Marine	1,895,749	1,895,749	5,662,889	5,662,889
Sinthea Traders	-	-	1,360,427	1,360,427
FJ Enterprise	1,174,716	1,174,716	-	-
The Simco Refrigeration	1,015,142	1,015,142	1,152,458	1,152,458
Hazrat Khoaz Khizir	933,050	933,050	-	-
Ocean Securities	390,982	390,982	-	-
Shristi Event and Promotions	567,638	-	-	-
Aheli Management Services	404,467	-	-	-
Others	12,621,355	11,820,471	5,972,859	5,972,859
	<b>23,253,931</b>	<b>21,480,942</b>	<b>26,753,854</b>	<b>26,753,854</b>
<b>22.00 Unclaimed dividend</b>				
For-2017-2018	52,905,798	52,905,798	-	-
For-2016-2017	20,772,583	20,772,583	81,211,026	81,211,026
For 2014	10,575,215	10,575,215	10,604,923	10,604,923
For 2013	17,395,418	17,395,418	17,475,924	17,475,924
Before 2013	38,983,182	38,983,182	39,032,987	39,032,987
Total	<b>140,632,196</b>	<b>140,632,196</b>	<b>148,324,859</b>	<b>148,324,859</b>
<b>23.00 Income tax payable</b>				
Opening balance	3,599,732	3,136,510	3,028,047	2,669,620
Add: Provision for the year (Note - 23.01)	52,631,021	51,285,412	44,801,032	44,337,811
	-	-	-	-
Less Paid during the year	50,684,104	49,996,027	44,229,348	43,870,921
Closing balance	<b>5,546,649</b>	<b>4,425,895</b>	<b>3,599,731</b>	<b>3,136,510</b>
<b>23.01 Taxable Profit for the year</b>				
Business Income for the year	200,322,037	194,283,617	176,131,686	175,308,056
Add: Dividend on investment	282,878	282,878	283,432	283,432
Add: Interest on FDR/STD	2,442,849	2,442,849	2,082,469	2,082,469
Add: Misc income	8,188,881	8,188,881	1,202,327	702,467
	<b>211,236,645</b>	<b>205,198,225</b>	<b>179,699,914</b>	<b>178,376,424</b>
<b>Provision for income tax:</b>				
On Business income	49,916,513	48,570,904	44,115,284	43,827,014
On Dividend income	56,576	56,576	56,686	56,686
On Interest on FDR/STD	610,712	610,712	208,247	208,247
On Misc income	2,047,220	2,047,220	420,814	245,863
Total	<b>52,631,021</b>	<b>51,285,412</b>	<b>44,801,032</b>	<b>44,337,811</b>



23.02 Computation of Total Tax liability for the year 2018-19:

	Income Year 2018-2019	
<b>Income from Business:</b>		
Net Profit before tax as per accounts		251,758,345
<b>Less: Other Income for separate consideration</b>		
Dividend Income		282,878
Interest on FDR/STD		2,442,849
Misc. Income		8,188,881
		<u>240,843,737</u>
Add: Depreciation as per accounts		124,289,216
		365,132,953
Less: Depreciation as per taxation		<u>186,479,818</u>
		<b>178,653,135</b>
<b>Add: Inadmissible Expenses</b>		
Entertainment as per accounts	2,549,680	
Donation and Gift	100,000	
Subscription to BICDA and Others	1,356,734	
Provision of Un-recognised Gratuity	24,365,455	28,371,869
		<u>207,025,004</u>
<b>Less: Admissible Expenses</b>		
Payment of Gratuity	8,849,945	
Subscription to BICDA	1,341,762	
		10,191,707
		<u>196,833,297</u>
Less: Allowable Entertainment Expenses		
on 1st 10,00,000 @ 4%	40,000	
On Rest @ 2%	3,916,666	
	<u>3,956,666</u>	
Actual Entertainment Exp	<u>2,549,680</u>	
Lower of Allowable and Actual Exp		<u>2,549,680</u>
<b>Total Business Income:</b>		<b>194,283,617</b>
Dividend Income		282,878
Interest on FDR/STD		2,442,849
Misc. Income		8,188,881
<b>Total Income for tax liability</b>		<b>205,198,225</b>
<b>*Computation of Tax Liability:</b>		
Tax @ 25% on total Business Income		48,570,904
Tax @ 20% on Dividend Income		56,576
Tax @ 25% on Interest on FDR/STD		610,712.32
Tax @ 25% on Misc Income		2,047,220.16
<b>Total tax provision for the period</b>		<u><b>51,285,412</b></u>



As at 30 June 2019		As at 30th June 2018	
Consolidated	Separate	Consolidated	Separate
Amount in BDT		Amount in BDT	

**24.00 Intercompany account: Payable/(receivable)**

a) Cencor & Walid Spinning Mills				
Balance as on 30-09-2015 after adjustment of cost of land and structures purchased	-	174,795,625	-	174,830,125

**25.00 Beneficiaries' profit participation fund (5%)**

Opening balance	11,228,981	11,228,981	18,955,885	18,955,885
Add: Payable for the period	11,957,777	11,888,067	11,182,639	11,182,639
Less: Paid during the period	11,228,793	11,228,793	18,909,543	18,909,543
<b>Closing balance</b>	<b>11,957,965</b>	<b>11,888,255</b>	<b>11,228,981</b>	<b>11,228,981</b>

**26.00 Other payables**

Advance from Bangla Trident Ltd	643,295	643,295	24,677,769	24,677,769
Advance from Expo Freight Ltd	29,196,827	29,196,827	35,989,471	35,989,471
AIT deduction at source-party & staff	17,502,172	17,366,718	13,616,596	13,458,990
To C&F Agent against customs clearance for import of Prime Mo	-	-	-	-
Dividend tax payable	25,311,848	25,311,848	30,876,503	30,876,503
Festival bonus payable	-	-	-	-
Fractional share against right issue	49,032	49,032	49,032	49,032
Loan from beneficiaries profit participation fund	19,696,974	19,696,974	17,964,702	17,964,702
Miscellaneous payable	22,502,740	4,520,801	16,498,320	1,127,032
Provident fund trustee A/C .	3,142,655	3,142,655	3,615,430	3,615,430
Provision for expenses	38,070,777	37,163,714	39,962,203	39,587,586
Refund payable-IPO & right share	3,588,066	3,588,066	3,588,066	3,588,066
Salary and holiday and Bonus payable	9,666,829	6,408,277	23,815,085	22,014,636
Security deposit- for construction works- Others	5,584,430	-	2,563,196	2,563,196
Unclaimed Salary, Bonus and Leave Allowance	901,772	859,303	624,303	583,348
VAT account	14,354,229	14,354,229	34,158,868	34,158,868
	<b>190,211,646</b>	<b>162,301,739</b>	<b>247,999,543</b>	<b>230,254,628</b>



## 27.00 Revenue

**Import income:**

	01 July 2018 to 30 June 2019		01 July 2017 to 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
Cargo handling- Import	135,168,538	135,168,538	145,394,239	145,394,239
Exit entry fee- Import	1,097,371	1,097,371	1,114,050	1,114,050
Ground rent-Import	57,357,220	57,357,220	76,933,579	76,933,579
License measurement charges- Import	40,780	40,780	134,164	134,164
Movement- Import	6,458,907	6,458,907	7,564,495	7,564,495
Survey charges	4,500,020	4,500,020	4,700,355	4,700,355
Weighment bridge charges	5,510,163	5,510,163	4,709,183	4,709,183
<b>Sub-total</b>	<b>210,132,999</b>	<b>210,132,999</b>	<b>240,550,065</b>	<b>240,550,065</b>

**Export income:**

Laden container stuffing & transportation	355,685,260	355,685,260	316,255,604	316,255,604
Entry and exit charges	300	300	24,350	24,350
Labour charges	278,617,415	278,617,415	257,213,741	257,213,741
Laden holding, doc. & palletize cargo charges	6,675,491	6,675,491	5,178,522	5,178,522
Laden lift on off	-	-	409,479	409,479
Reefer plug electricity charges	7,516,913	7,516,913	11,672,397	11,672,397
Stand-by-labour	158,896,255	158,896,255	136,880,240	136,880,240
VGM Weighing Charges	68,132,849	68,132,849	66,397,185	66,397,185
<b>Sub-total</b>	<b>875,524,482</b>	<b>875,524,482</b>	<b>794,031,518</b>	<b>794,031,518</b>

**ICD income:**

Documentation-empty container	16,282,533	16,282,533	23,951,847	23,951,847
Entry and exit charges	144,645	144,645	301,250	301,250
Ground rent-empty container	199,761,977	199,761,977	202,411,686	202,411,686
Lift on/off-empty container	22,025,521	22,025,521	30,048,303	30,048,303
Transportation-empty container	64,839,687	64,839,687	53,221,047	53,221,047
<b>Sub-total</b>	<b>303,054,363</b>	<b>303,054,363</b>	<b>309,934,133</b>	<b>309,934,133</b>

**Container haulage revenue-CTSL:**

Container Haulage Charges	44,603,030	-	42,479,076	-
<b>Sub-total</b>	<b>44,603,030</b>	<b>-</b>	<b>42,479,076</b>	<b>-</b>

**Terminal Charges-SAPEGIPL**

Berthing Occupency	186,352	-	-	-
Fuel Bunkering Charges	39,906	-	-	-
Handling Charges	3,488,757	-	-	-
Mooring/Berthing Assistance Charges	1,540,469	-	-	-
Parking/Entry Fees	578,611	-	-	-
Terminal Charges (Loading & Unloading)	14,529,726	-	-	-
Yard Rent/Storage Rent	5,846,821	-	-	-
	<b>26,210,642</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue</b>	<b>1,459,525,515</b>	<b>1,388,711,844</b>	<b>1,386,994,792</b>	<b>1,344,515,716</b>





	01 July 2018 to 30 June 2019		01 July 2017 to 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
<b>28.00 Operating expenses</b>				
Cargo handling labour charges	74,923,523	74,923,523	72,643,576	72,643,576
Container entrance fee - Ctg. port	4,701,327	4,701,327	4,534,220	4,534,220
Container transportation-expenses	192,204,115	191,942,935	201,708,932	201,708,932
Customs documentation-expenses	1,207,700	1,207,700	1,216,500	1,216,500
Depreciation	68,242,124	61,285,659	46,656,872	39,145,275
Electricity Expenses	31,548,301	27,204,194	28,404,530	28,404,530
Water Expenses	1,849,100	1,849,100	1,957,700	1,957,700
Employer's contribution to PF	7,928,433	7,928,433	7,035,821	7,035,821
Festival bonus	20,429,571	18,706,052	14,374,556	13,758,850
Fuel consumption	59,189,676	44,563,080	62,358,963	48,428,872
Gratuity expenses	21,423,465	21,423,465	8,778,600	8,778,600
Holiday and night allowances	11,910,153	11,910,153	10,609,421	10,492,424
Insurance premium	3,687,143	2,817,900	2,469,414	2,080,054
Leave encashment	1,626,575	1,475,901	1,803,717	1,803,717
Maintenance of electrical installation	3,555,760	3,555,760	3,652,938	3,652,938
Renewal fee	2,502,387	1,137,689	2,650,792	1,358,334
Repair and maintenance including yard	18,822,870	16,293,952	18,918,705	17,481,029
Salary and allowances	164,327,657	147,538,932	154,765,859	147,263,974
Security charges	19,885,702	19,885,702	20,096,970	20,096,970
Uniform expenses	219,115	206,615	355,690	355,690
Vehicle tracking charge	437,495	292,200	492,830	310,330
Preliminary Expenses write-off	2,835,195	-	-	-
<b>Total</b>	<b>713,457,388</b>	<b>660,850,272</b>	<b>665,486,606</b>	<b>632,508,336</b>

**29.00 General & administrative expenses**

Audit fee	1,418,058	782,000	1,510,225	822,250
Bank charges	1,404,222	1,343,996	777,681	704,587
Board meeting attendance fees	602,000	602,000	593,400	593,400
Communication expenses	873,791	866,873	622,200	622,200
Conveyance	1,840,849	1,799,282	1,981,246	1,910,894
Depreciation	12,553,792	12,340,669	11,592,351	11,295,287
Directors' remuneration (Note 29.01)	38,999,160	38,190,000	30,804,000	30,804,000
Donation and gift	116,743	100,000	110,537	100,537
Employer's contribution to PF	2,609,279	2,609,279	1,850,083	1,850,083
Entertainment	3,030,221	2,549,680	2,957,053	2,757,593
Festival bonus	6,571,746	6,571,746	7,445,517	7,445,517
General expenses	2,406,737	2,038,700	3,000,194	2,906,610
Holiday and night allowances	396,296	396,296	360,782	360,782
HR development cost	100,530	100,530	104,300	104,300
Leave encashment	360,601	360,601	333,809	333,809
Listing and other fee	1,402,992	1,200,000	1,920,548	1,306,000
Medical expenses	145,806	132,704	607,057	595,275
Meeting expenses including AGM	1,622,500	1,622,500	495,335	495,335
Newspaper, books and periodicals	74,227	74,227	103,966	103,966
Office rent	12,527,191	10,287,271	8,791,840	6,533,162
Professional fee	4,574,855	4,223,606	2,587,443	2,587,443
Postage	30,306	29,718	198,852	198,512
Printing & stationery	2,647,785	2,588,860	2,665,147	2,550,231
Quality certification - C-TPAT	223,022	223,022	251,888	251,888
Rent revenue and taxes	6,399,024	6,393,816	11,311,110	11,311,110
Salary and allowances	30,572,572	30,572,572	36,577,232	29,118,632
Subscription to BICDA & club	1,356,734	1,356,734	1,292,302	1,292,302
Telephone & cell phone	2,187,988	2,119,295	2,101,593	2,040,337
Traveling expenses	2,449,986	1,778,593	2,321,766	606,469
Vehicle running expenses	4,166,655	3,712,456	4,328,897	3,685,915
<b>Total</b>	<b>143,665,668</b>	<b>136,967,026</b>	<b>139,598,354</b>	<b>125,288,426</b>



	01 July 2018 to 30 June 2019		01 July 2017 to 30 June 2018	
	Consolidated	Separate	Consolidated	Separate
<b>29.01 Directors' remuneration</b>				
<b>Name of Directors</b>				
Mr. Muhammed Aziz Khan	5,400,000	5,400,000	5,400,000	5,400,000
Mr. SAJ Rizvi	6,600,000	6,600,000	6,600,000	6,600,000
Mr. Syed Yasser Haider Rizvi	10,080,000	10,080,000	2,040,000	2,040,000
Mr. Syed Fazlul Haque	3,870,000	3,870,000	4,980,000	4,980,000
Mr. Syed Nasser Haider Rizvi	6,120,000	6,120,000	5,892,000	5,892,000
Ms. Azeeza Aziz Khan	6,120,000	6,120,000	5,892,000	5,892,000
Mr. Ashok Chakrabarti	809,160	-	-	-
<b>Total</b>	<b>38,999,160</b>	<b>38,190,000</b>	<b>30,804,000</b>	<b>30,804,000</b>
<b>30.00 Advertisement and sales promotion expenses</b>				
Advertisement and sales promotion	2,402,928	1,189,850	132,303	132,303
<b>Total</b>	<b>2,402,928</b>	<b>1,189,850</b>	<b>132,303</b>	<b>132,303</b>
<b>31.00 Other income</b>				
Miscellaneous income (Note 31.01)	9,873,236	9,873,236	3,253,137	2,753,277
Dividend on investment (Note 31.02)	282,878	282,878	283,432	283,432
Profit on assets discard (Note 31.03)	758,494	758,494	31,659	31,659
<b>Total</b>	<b>10,914,608</b>	<b>10,914,608</b>	<b>3,568,228</b>	<b>3,068,368</b>
<b>31.01 Miscellaneous income</b>				
Interest on FDR	2,237,563	2,237,563	1,927,051	1,927,051
Interest on STD	205,286	205,286	155,418	155,418
Miscellaneous received	7,430,387	7,430,387	1,170,668	670,808
<b>Total</b>	<b>9,873,236</b>	<b>9,873,236</b>	<b>3,253,137</b>	<b>2,753,277</b>
<b>31.02 Dividend on investment</b>				
Exim Bank Ltd	77,510	77,510	37,214	37,214
Power Grid Limited	34,408	34,408	28,315	28,315
S Alam Cold Roll Mills Limited	-	-	17,600	17,600
IFIC Bank Limited	12	12	-	-
United Finance Limited	143,376	143,376	81,005	81,005
Beximco Limited	27,572	27,572	-	-
United Insurance Co Limited	-	-	7,083	7,083
Summit Power Limited	-	-	112,215	112,215
<b>Total</b>	<b>282,878</b>	<b>282,878</b>	<b>283,432</b>	<b>283,432</b>
<b>31.03 Profit on assets discard</b>				
Cost of the assets	2,535,200	2,535,200	4,568,405	4,568,405
Less: accumulated depreciation	1,773,694	1,773,694	3,230,064	3,230,064
<b>WDV of the assets (a)</b>	<b>761,506</b>	<b>761,506</b>	<b>1,338,341</b>	<b>1,338,341</b>
Sales proceeds(b)	1,520,000	1,520,000	1,370,000	1,370,000
<b>Profit / (Loss) on asset discard (b-a)</b>	<b>758,494</b>	<b>758,494</b>	<b>31,659</b>	<b>31,659</b>
<b>32.00 Finance expenses</b>				
<b>Interest on/charged on:</b>				
Bank overdraft	29,693,484	29,693,484	25,569,094	25,569,094
Term loan	89,090,244	89,090,244	59,365,594	59,365,594
Time loan and lease finance	52,555,852	51,441,721	40,372,574	37,845,363
Foreign loan interest-FMO & IDCOL	15,125,856	15,125,856	29,651,400	29,651,400
Local loan interest-IDCOL	76,727,595	76,727,595	39,680,886	39,680,886
AHL (Sponsor)	36,869,643	36,869,643	34,507,406	34,507,406
SHL (Sponsor)	-	-	8,659,105	8,659,105
Beneficiaries profit participation fund	2,296,479	2,296,479	1,858,392	1,858,392
Interest on CTSL Loan	-	(6,012,770)	-	(4,150,943)
<b>Total</b>	<b>302,359,153</b>	<b>295,232,252</b>	<b>239,664,451</b>	<b>232,986,297</b>



33.00 Loss from other operation

Revenue:

Export cargo handling

On chasis delivery service:

Terminal service charge

2018-2019			2017-2018
01 July 18 to 31 Dec 18	01 Jan 19 to 30 June 19	01 July 18 to 30 June 19	01 July 17 to 30 June 18
Amount in BDT			
River Terminal (RT)			
Trial operation	Commercial operation	Total	Total

3,180,615	6,118,644	9,299,259	1,187,755
<b>3,180,615</b>	<b>6,118,644</b>	<b>9,299,259</b>	<b>1,187,755</b>

CFS service:

Labour charges

Laden container stuffing & transportation

Stand-by-labour charges

VGM Charge- CFS Cargo

755,947	2,143,310	2,899,257	536,321
3,827,349	6,111,867	9,939,216	918,800
927,575	1,881,228	2,808,803	424,518
361,000	1,189,000	1,550,000	235,000
<b>5,871,871</b>	<b>11,325,405</b>	<b>17,197,276</b>	<b>2,114,639</b>

Import/Project cargo:

Ground rent

Handling charge

-	-	-	379,257
4,353,485	1,043,802	5,397,287	4,744,182
<b>4,353,485</b>	<b>1,043,802</b>	<b>5,397,287</b>	<b>5,123,439</b>

Empty services:

Documentation- Empty

Ground rent- Empty

Lift on/off- Empty

Transportation & others- Empty

Service Charges for OTC

118,340	216,220	334,560	41,520
2,684,900	1,326,100	4,011,000	495,400
187,500	281,400	468,900	48,600
1,013,238	1,470,180	2,483,418	446,956
31,500	935,450	966,950	-
<b>4,035,478</b>	<b>4,229,350</b>	<b>8,264,828</b>	<b>1,032,476</b>

Total revenue:

Less: Operating expenses (Note-33.01)

Net profit/(loss) from operation

Profit from MV SAPL-1 (Note-33.02)

Net profit/(loss) from RT and Vessel Operation

17,441,449	22,717,201	40,158,650	9,458,309
64,793,425	61,549,111	126,342,536	142,266,072
<b>(47,351,976)</b>	<b>(38,831,910)</b>	<b>(86,183,886)</b>	<b>(132,807,763)</b>
5,611,336	12,946,841	18,558,177	-
<b>(41,740,640)</b>	<b>(25,885,069)</b>	<b>(67,625,709)</b>	<b>(132,807,763)</b>



2018-2019			2017-2018
01 July 18 to 31 Dec 18	01 Jan 19 to 30 June 19	01 July 18 to 30 June 19	01 July 17 to 30 June 18
Amount in BDT			
River Terminal (RT)			
Trial operation	Commercial operation	Total	Total

**33.01 Operating expenses- RT**

Bank charges	9,679	6,667	16,346	62,531
Barge transportation expenses	-	-	-	1,629,893
Business promotion & development	40,000	53,000	93,000	65,000
Communication expenses	92,500	78,500	171,000	132,652
Consultancy/professional fee	2,847,205	805,160	3,652,365	11,133,678
Conveyance	147,425	124,237	271,662	266,954
Depreciation	28,831,411	28,831,411	57,662,822	65,265,281
Donation & gift	94,520	256,950	351,470	525,050
Entertainment	542,384	704,495	1,246,879	727,029
Employers Contribution to PF	455,800	229,450	685,250	581,944
Fuel consumption	1,676,150	2,335,411	4,011,561	1,920,400
Festival Bonus	1,395,434	1,371,169	2,766,603	2512370
Gas & electricity	1,595,671	1,565,401	3,161,072	2,595,579
General expenses	1,719,632	657,929	2,377,561	6,701,384
Gratuity expenses	977,670	1,964,320	2,941,990	1,762,770
Holiday and night allowance	222,401	608,317	830,718	491,492
Insurance premium	944,969	625,538	1,570,507	2,073,965
Labour export exp	1,457,243	1,524,981	2,982,224	1,481,794
Leave encashment	409,952	409,952	819,904	895,585
Medical expense	11,392	9,223	20,615	14,091
Mobile expenses	14,269	29,295	43,564	67,139
Newspaper & books	3,120	5,890	9,010	24,010
Postage	4,395	10,905	15,300	29,720
Renewal fee	770,677	418,302	1,188,979	1,038,754
Rent, revenue & taxes	159,591	-	159,591	385,067
Repair & maintenance	1,795,701	641,714	2,437,415	3,358,808
Repair & Maintenance-Others		-	-	-
Repair and maintenance- Electric	295,599	301,702	597,301	2,019,866
Salary & allowance	14,540,392	13,776,505	28,316,897	25,844,090
Ansers Salary	2,146,280	2,145,020	4,291,300	3,974,100
Stationery	81,134	181,388	262,522	205,278
Training expense	25,000	5,000	30,000	26,105
Travelling expense	319,003	86,276	405,279	1,076,518
Vehicle maintenance	1,161,426	1,758,003	2,919,429	3,326,625
Vehicle tracking expenses	5,400	27,000	32,400	50,550
	<b>64,793,425</b>	<b>61,549,111</b>	<b>126,342,536</b>	<b>142,266,072</b>



2018-2019			2017-2018
01 July 18 to 31 Dec 18	01 Jan 19 to 30 June 19	01 July 18 to 30 June 19	01 July 17 to 30 June 18
Amount in BDT			
River Terminal (RT)			
Trial operation	Commercial operation	Total	Total

33.02 Profit from MV SAPL-1

Revenue:

Vessel Freight and Stevedoring Charges  
Total:

17,958,808	23,913,711	41,872,519	-
17,958,808	23,913,711	41,872,519	-

Operating Expenses:

Crew Salary & Allowances  
Bonus  
Provision supply  
Fresh Water  
Berthing and un-berthing/BIWTA Pilot Money and Others  
Fuel Expenses  
Survey-RINA Bangladesh/Marine care  
Repair- Vessel  
Insurance Premium (P&I,Hull)  
Stevedore Charges-Saif Power Tech  
Rent for Vessel  
General Expenses  
Total:

1,252,419	1,834,150	3,086,569	-
93,659	131,039	224,698	-
127,000	470,700	597,700	-
36,050	77,000	113,050	-
60,800	1,431,833	1,492,633	-
6,371,250	2,508,280	8,879,530	-
358,676	7,400	366,076	-
896,679	697,230	1,593,909	-
2,610,162	2,812,602	5,422,764	-
455,277	301,836	757,113	-
-	600,000	600,000	-
85,500	94,800	180,300	-
12,347,472	10,966,870	23,314,342	-

Net Profit/(Loss) from MV SAPL-1 and LVO

5,611,336	12,946,841	18,558,177	-
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34.00 Reconciliation of Net Profit with cash flow from operating activities

As on 30th June,2019

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

Reference Note- 5 (b)

Note(s)	01 July 2018 to 30 June 2019	01 July 2017 to 30 June 2018
	Amounts in BDT	
Net profit before tax	225,873,276	212,470,148
Adjustments to reconcile net income with cash flows from operating activities:		
Depreciation	4.00 131,289,150	115,705,843
Financial expenses	32.00 295,232,252	232,986,297
Loss on sale of financial assets	-	208,173
Other income	31.00 (10,914,608)	(3,068,368)
(Increase)/Decrease in inventory	6.00 672,534	(2,677,956)
(Increase)/Decrease in accounts receivable	7.00 13,403,730	(49,986,616)
(Increase)/Decrease in other receivable	8.00 (1,162,647)	(65,686,118)
Increase/(Decrease) in liability for gratuity	17.00 15,515,510	9,842,060
Increase/(Decrease) in accounts payable	21.00 (5,272,912)	13,715,546
Increase/(Decrease) in beneficiaries profit participation fund	25.00 659,274	(7,726,904)
Increase/(Decrease) in other payable	26.00 (67,952,889)	21,991,693
	371,469,395	265,303,652
<b>Cash generated from operations</b>	<b>597,342,671</b>	<b>477,773,800</b>
Dividend income	31.02 282,878	283,432
Income tax paid	23.00 (49,996,027)	(43,870,921)
Financial expenses (Cash)	32.00 (295,232,253)	(206,160,533)
Other income (Cash)	31.00 9,815,673	2,753,277
<b>Net cash generated from operations</b>	<b>262,212,942</b>	<b>230,779,055</b>



**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 year		Closing balance	
	30.06.2019	30.06.2018	30.06.2019	30.06.2018

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	Amounts in BDT	
			Transaction during the year	Closing balance
Mr.Muhammed Aziz Khan	Chairman	Remuneration	5,400,000	-
Mr.SAJ Rizvi	MD	Remuneration	6,600,000	-
Mr. Syed Yasser Haider Rizvi	Addl. MD	Remuneration	10,080,000	-
Mr. Syed Fazlul Haque	Director	Remuneration	3,870,000	-
Mr. Syed Nasser Haider Rizvi	Director	Remuneration	6,120,000	-
Ms.Azceza Aziz Khan	Director	Remuneration	6,120,000	-

**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	
	30.06.2019	30.06.2018	30.06.2019	30.06.2018

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 year	Closing balance
Cemcor Limited (payable)	Subsidiary	For purchase of land and other assets	34,500	174,795,625
Alliance Holdings Ltd (payable)	Sponsor	Bridge loan	(188,565,932)	103,523,674
Container Transportation Services Ltd. (receivable)	Subsidiary	Advance for service received	4,693,909	62,045,519
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.	2,524,226	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):**

	Consolidated	Separate	Consolidated	Separate
	As at 30 June 2019	As at 30 June 2019	As at 30 June 2018	As at 30 June 2018
	Amounts in BDT			
Earning Per Share(EPS)	36.01 0.66	0.65	0.62	0.67
Net Assets Value (NAV) per share	36.02 34.99	35.12	24.70	24.82
Net Operating Cash Flow Per Share (NOCFPS)	36.03 1.23	1.17	1.07	1.03

**36.01 Basic earnings per share**

The computation of EPS is given below:

a) Profit attributable to equity holders		147,698,782	145,954,773	137,425,215	148,884,455
b) Number of Shares outstanding	nos	223,291,029	223,291,029	223,291,029	223,291,029
<b>Earnings per share (EPS) (a÷b)</b>		<b>0.66</b>	<b>0.65</b>	<b>0.62</b>	<b>0.67</b>

During the year consolidated profit after income tax of the company has been increased compared to last year. 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:

a) Net Asset Value		7,812,971,580	7,841,486,089	5,514,849,479	5,541,677,637
b) Number of shares outstanding	nos	223,291,029	223,291,029	223,291,029	223,291,029
<b>Net Asset Value (NAV) per share (a÷b)</b>		<b>34.99</b>	<b>35.12</b>	<b>24.70</b>	<b>24.82</b>

During the year under audit, the company conducted a revaluation of land by M/s. Shafiq Basak & Co., Chartered Accountants, resulting in a revaluation surplus of Tk.2,434,752,963. As a result Net Asset Value (NAV) per share has been increased significantly compared to last year.

**36.03 Net Operating Cash Flow Per Share (NOCFPS)**

The computation of NOCFPS is given below:

a) Net Operating Cash Flow		275,505,232	262,212,942	238,328,035	230,779,055
b) Number of shares outstanding	nos	223,291,029	223,291,029	223,291,029	223,291,029
<b>Net Operating Cash Flow Per Share (NOCFPS) (a÷b)</b>		<b>1.23</b>	<b>1.17</b>	<b>1.07</b>	<b>1.03</b>

During the year collection from customer is comparatively higher than the last year. As a result the Net Operating Cash Flow Per Share (NOCFPS) has been increased.





### 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

	As at 30.6.2019		As at 30.6.2018	
	Consolidated	Separate	Consolidated	Separate
	Amount in BDT		Amount in BDT	
	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
	<b>104,158,825</b>	<b>104,158,825</b>	<b>104,158,825</b>	<b>104,158,825</b>

### 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
	<b>999,975</b>

### 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/R1-103/2015/32, 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



**42.00 General**

All the 947 regular employees of the Company as on 30 June 2019 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**

Company Secretary

Director

Managing Director



# ANNEXURE-1

শফিক বসাক এন্ড কোং  
SHAFIQ BASAK & CO.

CHATTOGRAM OFFICE :  
National House (1st Floor)  
109, Agrabad Commercial Area  
Chattogram-4100, Bangladesh.  
Phone : +880-31-711561  
Fax : +880-31-723680  
Email : basak\_sbc@yahoo.com

CHARTERED ACCOUNTANTS

Partners :  
Md. Shafiqul Islam, FCA  
Sampad Kumar Basak, FCA  
Md. Enayet Ullah, FCA  
Sarwar Mahmood, FCA

DHAKA OFFICE :  
Shatabdi Centre (6th Floor)  
292, Inner Circular Road,  
Fakirapool, Motijheel, Dhaka.  
Phone : +880-2-7192098  
Tel/Fax : +880-2-7194870  
E-mail : shafiq\_basak@yahoo.com

Ref.No-SB-27/100702-A/2019

Dated: October 20, 2019

To,  
The Managing Director  
Summit Alliance Port Limited  
The Alliance Building, 63 Pragati Sarani, Baridhara,  
Dhaka - 1212, Bangladesh.

Sub: Report on Valuation of Property (Land) of Summit Alliance Port Limited as at June 30, 2019

Dear Sir,

Kindly refer to your letter dated: 13.06.2019 appointing us for valuation of property (Land) of Summit Alliance Port Limited. We have accordingly carried out the valuation work taking cut-off date as at June 30, 2019 and have the pleasure to submit herewith our report in original for your kind perusal and necessary consideration.

Finally, we would like to express our sincere thanks to you and the management of Summit Alliance Port Limited for the co-operation extended to us during the survey work.

Thanking you and assuring our best of services.

Yours Faithfully

For SHAFIQ BASAK & CO.

*S.K. Basak*  
(Sampad Kumar Basak, FCA)  
Partner



REPORT ON VALUATION OF PROPERTY (LAND)

OF

SUMMIT ALLIANCE PORT LIMITED

Corporate Office: The Alliance Building, 63 Pragati Sarani, Baridhara, Dhaka-1212

Registered Office: Katghar, North Patenga, and Chattogram-4204.

AS AT JUNE 30, 2019

01. SHAFIQ BASAK & CO., CHARTERED ACCOUNTANTS: THE VALUER

Shafiq Basak & Co. is one of the leading firms of Chartered Accountants and business advisors in Bangladesh. Having established in 1993, the firm has over 26 years of professional relationship with different leading business house in Bangladesh and abroad.

We are at present 4 partners firm with many years accumulated experience in processing diverse expertise in the fields of Assurance and Advisory Service, Taxation, Corporate law, Corporate Finance, Forensic Accounting, Management Consultancy and valuation.

Status of the Firm - Partnership Firm  
Date/Year of Establishment - 2<sup>nd</sup> day of May, 1993

As recognition of service the firm is enlisted with Bangladesh Bank under "A" category, Bangladesh Securities and Exchange Commission and Bureau of NGO affairs.

Shafiq Basak & Co. has 3 (three) offices in Bangladesh. These are located in Dhaka: Motijheel & Gulshan and another is in Agrabad the port city of Chattogram.

02. WORK COMMENCEMENT:

Immediately after award of contract, we have mobilized resources, provided orientation training and deputed its experts and supporting professionals for execution of the assignment. All the resource personnel deputed for this assignment were adequately briefed about the work methodology to be adopted and distribution of responsibilities to be adhered to.



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**SHAFIQ BASAK & CO.**  
CHARTERED ACCOUNTANTS

**Team Composition and Task Assignment:**

Considering the importance and volume of work, a team consisting of members with different professional background and experience was formed. Specific tasks were assigned to each members of the team. The team consisted of the following professionals:

SI No	Name	Qualification	Experience in Year	Assigned Position
01	Sampad Kumar Basak, FCA	B. Com (Hon's), M. Com, FCA	29	Team Leader
02	Mr. Md. Shafiqul Islam, FCA	B. Com (Hon's), M. Com, FCA	30	Financial Consultant
03	Engr. Sunil Chandra Das	M.Sc. Engineer (Civil)	35	Consultant
04	Rajib Sarkar	MBS, CA (CC), ITP	6	Supervisor
05	A.K.M. Faizul Alim	BBA	3	Valuation Assistant
06	Md. Faysal Ahamed	BBA, MBA	2.5	Valuation Assistant
07	Shaibal Deb Nath	BBA, MBA	2	Valuation Assistant
08	Ishtiak Ahmmad Khan	BBA, MBA	1	Valuation Assistant

**For Summit Alliance Port Limited**

SI No	Name Of The Personnel	Assigned Position
01	MR. Ratan Kumar Nath, FCMA	General Manager (F & A)
02	Engr. Anisur Rahman	Sr. Manager (MDD)
03	Mamnur Rashid Bhuiyan	Assistant Manager- Estate
04	MD. Sakhwat Hossain	Deputy Manager, Corporate Affairs
05	Mohammad Ruhul Amin	Assit. Manager – Admin & Procurement



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03. IDENTIFICATION OF THE CLIENT- SUMMIT ALLIANCE PORT LIMITED:

“Summit Alliance Port Limited.” Summit Alliance Port Limited (SAPL) was initially incorporated as a private company under the Companies Act, 1994 on December 06, 2003 and converted to a Public Limited Company on March 06, 2008. The Company's registered office is located at Katghar, South Patenga, Chattogram – 4204 and Corporate Office at The Alliance Building, 63 Pragati Sarani, Baridhara, Dhaka - 1212. In 2012 SAPL acquired Ocean Containers Limited, the pioneer in private sector Off-Dock in Bangladesh, by amalgamation and the synergy thus achieved has further strengthen capability both in terms of capacity and quality of service thereby giving them significant competitive edge over others.

SAPL is now the largest performer of the industry and handling around 22% of the Country's export containers.

Besides, establishment of the company's River Terminal, the first of its kind in the country's private sector, on 15 acres of Company's freehold land on the bank of river Dholeswary in Muktarpur under Munshiganj district is complete. The River Terminal, being similar in certain respects to the Off-Dock establishment, have the bonded warehouse facilities with required handling equipment for Container Freight Station to handle export and import cargos as well as for storage of empty containers.



Summit Alliance Port Limited has *four* subsidiary companies as under:

- i) Cemcor Limited
- ii) Container Transportation Services Limited
- iii) Summit Alliance Port Pte. Limited
- iv) Summit Alliance Port East Gateway (India) Private Limited

04. MANAGEMENT OF THE COMPANY:

The management team of the company comprises of the followings:

Sl No	Name	Assigned Position
01	Mr. Muhammed Aziz Khan	Chairman
02	Mr. Jowher Rizvi	Managing Director
03	Mr. Syed Yasser Haider Rizvi	Additional Managing Director
04	Mr. Syed Nasser Haider Rizvi	Deputy Managing Director
05	Mrs. Anjuman Aziz Khan	Director
06	Mr. Latif Khan	Director
07	Ms. Ayesha Aziz Khan	Director
08	Mr. Faisal Karim Khan	Director
09	Ms. Azeeza Aziz Khan	Director
10	Mr. Syed Fazlul Haque, FCA	Director
11	Captain Asif Mahmood	Director
12	Captain Kamrul Islam Mazumder	Director
13	Mr. Abdul-Muyeed chowdhury	Director



**05. PURPOSE OF VALUATION SURVEY:**

The management of the company decided to revalue its assets for the purpose of justification of book value of Property (land) possessed by itself as on 30 June 2019. The need for revaluation arose from the fact that the values of Property (land) of the company as stated in the books of account of the company were based on their acquisition costs, but this book values are far below their respective replacement costs or market values. The management appointed us to determine the revaluation of the aforesaid Property (land) in accordance with International Financial Reporting Standards (IFRS), International Valuation Standards (IVSs) as adopted in Bangladesh & complying the guideline stipulated in BSEC notification no: SEC/CMRRCD/2009-193/150/Admin/51 dated 18<sup>th</sup> August 2013.

**06. IDENTIFICATION OF THE ASSET TO BE VALUED:**

**06.01 LOCATION OF THE PROJECT:**

- i) Land of SAPL Depot, South Patenga, Chattogram. Geographical coordinate of the site is 22.247°N, 91.791°E.
- ii) Land of SAPL (OCL) Depot, North Patenga, Chattogram. Geographical coordinate of the site is 22.257°N, 91.789°E.
- iii) Land of SAPL Sangu, Gohira, Chattogram. Geographical coordinate of the site is 22°08'09.8"N, 91°50'31.5"E.
- iv) Land of SAPL Depot, West Mukterpur, Munshigonj. Geographical coordinate of the site is 23.574°N, 90.512°E.

**06.02 IMPORTANCE OF THE LOCALITY:**

i)	Land of SAPL Depot, South Patenga, Chattogram	The area has modern facilities VIZ. Communication, Water, Gas & Electricity etc. The plot has easy access by road and the value of the land enhanced very much recently because of Embankment link road from port to Fouzdarhat Dhaka-Chattogram national highway.
ii)	Land of SAPL (OCL) Depot, North Patenga, Chattogram	The area has modern facilities VIZ. Communication, Water, Gas & Electricity etc. The plot has easy access by road and the value of the land enhanced very much recently because of Embankment link road from port to Fouzdarhat Dhaka-Chattogram national highway.
iii)	Land of SAPL Sangu, Gohira, Chattogram	The area didn't have any modern facilities. It is situated on the bank of Sangu river. The plot has easy access by road and the value of the land enhanced very much recently because of proposed Karanphuli Tunnel linked with Anowara.
iv)	Land of SAPL Depot, West Mukterpur, Munshigonj	The area has modern facilities VIZ. Communication, Water, Gas & Electricity etc. The plot has easy access by road and water communication trough river Doleswari.





**06.03 PARAMETER (CHOUHODDI) OF LAND:**

i) Land of SAPL Depot, South Patenga, Chattogram.

The land is demarcated by boundary wall in four sides bounded by as follows:

East Side	: Nazirpara Road
West Side	: Char Para Road
North Side	: Private Land & Nazirpara Mosque
South Side	: Private Land

ii) Land of SAPL (OCL) Depot, North Patenga, Chattogram.

The land is demarcated by wall in four sides bounded by as follows:

East Side	: 60'-0" wide Katghar Sea Beach Road
West Side	: Canal & others land
North Side	: 6'-0" wide By Lane & others Land.
South Side	: 6'-0" wide By Lane & Eastern Logistic Ltd.

iii) Land of SAPL Sangu, Gohira, Chattogram.

The land is demarcated by distance pillars only:

East Side	: Vacant land
West Side	: Sangu River
North Side	: Vacant land
South Side	: Vacant land

iv) Land of SAPL Depot, West Mukterpur, Munshigonj.

The land is divided into two blocks. demarcated by boundary walls and fences in four sides & bounded by as follows:

Terminal(1,409.00 decimal)		Truck/Covered Van Stand ( 1,372.50 decimal)	
East Side	: Ideal Textile Mills Ltd.	East Side	: Road
West Side	: Property of Nur Mohammed Madbor	West Side	: Ideal Textile Mills Ltd.
North Side	: 16'-00" Wide Road	North Side	: Road
South Side	: Dhaleshwari River	South Side	: Dhaleshwari River



6.04 CATEGORIES OF PROPERTIES:

- i) Land

07. BASIS OF VALUE:

**Market value:** In accordance with International Valuation Standards (IVSs) Market value is the estimated amount for which an asset or liability should exchange on the valuation date between a willing buyer and a willing seller in an arm's length transaction, after proper marketing and where the parties had each acted knowledgeably, prudently and without compulsion.

- a) "the estimated amount" refers to a price expressed in terms of money payable for the asset in an arm's length market transaction.
- b) "an asset should exchange" refers to the fact that the value of an asset is an estimated amount rather than a predetermined amount or actual sale price.
- c) "on the valuation date" requires that the value is time-specific as of a given date.
- d) "between a willing buyer" refers to one who is motivated, but not compelled to buy.
- e) "and a willing seller" refers to one who is motivated to sell the asset at market terms for the best price attainable in the open market after proper marketing, whatever the price may be.
- f) "in an arm's length transaction" is one between parties who do not have a particular or special relationship, e.g. parent and subsidiary companies or landlord and tenant, that may make the price level uncharacteristic of the market or inflated because of an element of special value.
- g) "after proper marketing" means the asset would be exposed to the market in the most appropriate manner to effect its disposal at the best price reasonably attainable from the market.
- h) "where the parties had each acted knowledgeably, prudently" presumes that both the willing buyer and the willing seller are reasonably informed about the nature and characteristics of the asset, its actual and potential uses and the state of the market as of the valuation date.
- i) "without compulsion" means that each party is motivated to undertake the transaction, but neither is forced or unduly coerced to complete it.

The definition of market value is similar to the definition of fair value stated in IAS 16: Property, plant & equipment.



Under IAS 16, an entity can adopt either historical cost model or revaluation model of valuing its property plant & equipments. Under the historical cost model, Property plant & equipments are recorded in the balance sheet (statement of financial position) at their original cost price and depreciated over their expected useful economic lives.

However, a company can also choose the revaluation model. Under the revaluation model, a company 'must revalue all assets within a class of assets at a time.

These rules of IAS 16 have been duly followed while revaluing the property (land) of the company.

Revaluation model" leads to the fair value of the property, plant & equipments.

We have valued the property(land)at market/fair value keeping in consideration of all the relevant factors and other price determinates and information taken from local land brokers/real estate agents, local land office and dwellers as well as resident of the adjacent area.

The land acquired within 01-07-2017 to 30-06-2019 and non mutated lands also been valued at cost price complying the requirement of BSEC notification no SEC/CMRRCD/2009-193/150/Admin/51 dated. 18.08.2013

08. **VALUATION DATE:**

The market value of the subject property is determined, considering 30 June 2019 as valuation date.

09. **EXTENT OF INVESTIGATION:**

The most important issues stressed upon for the valuation are:-

- a) Verification of existence and conditions of property (land) by physical inspection.
- b) Reviewing land deeds, mutation copies, CS and SA Pareha, location maps, last tax receipt etc. for land valuation.
- c) Determination of replacement/market value of property (land).

10. **NATURE AND SOURCE OF THE INFORMATION RELIED UPON:**

For the valuation of properties we proceeded:

- a) Discussing land owners, officials of the land registrar's office, land developers and individuals on a random sampling basis in order to know present market value of land of the company.
- b) Examining the prospect of business of the company, market demand of land and density of population as part of the valuation work.



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- c) To reassess the value of properties on the basis of actual condition as found during the course of our verification.

In carrying out the assignment the International Valuation Standards (IVS) have been followed maintaining the fundamental principles of Ethical conduct namely integrity, objectivity, competence, confidentiality and professional behavior regarding the valuation and complying the requirement of BSEC notification dated: August 18, 2013.

11. **ASSUMPTIONS:**

It is very difficult to determine the basis of valuation of land in an area, as there is no such uniformity in prices of land. It has been observed on many occasions that the plot lying side by side and having equal facilities may fetch different price without any apparent and convincing reasons.

To evaluate the current value of land, we applied the 'Sales Comparison Approach' - this is an appraisal technique in which the market value estimate is predicated upon prices paid in actual market transactions and current listings. It is a process of correlation and analyses of recently sold properties of similar type, size and purpose in the adjacent location. Adjustments were made to reflect and account for differences between the subject and the comparable sales utilized. This approach derives its validity from the principle of substitution which holds that a prudent investor will not pay more for a property than the cost of acquiring a similarly desirable property. Therefore, the Direct Sales Comparison Approach can produce a reliable indicator of value. We also discussed with relevant authorities, brokers & other parties knowledgeable in the local real estate market.

12. **FAIRNESS OPINION:**

We express our fairness opinion confirming that the valuation has been undertaken in accordance with the International Valuation Standards (IVS) and that we have verified the ownership, possession and use of the assets are due to the company. We also confirm that we have maintained the fundamental principles & ethical conduct namely Integrity, objectivity, competence, confidentiality and professional behavior regarding the valuation and have taken all possible steps to avoid possible threats to compliance of these principles.

We have estimated the value of Land depending on the prevailing trend of market price of Land at TK. 713,50,65,726.00 (Seven Hundred Thirteen Crore Fifty Lac Sixty Five Thousand Seven Hundred Twenty Six Only) which has shown as Summary of Revalued Assets.



This is made-up as follows:

➤ Valuation Summary

Sl. No.	Particular	Annexure	Area in Decimal	Taka
i)	SAPL Depot at South Patenga, Chattogram, acquired before two years of revaluation cut of date	A1	3,180.94	2,549,439,000.00
	SAPL Depot at South Patenga, Chattogram, acquired within two years of revaluation cut of date	A2	137.22	70,497,106.00
	Total		3,318.16	2,619,936,106.00.00
ii)	SAPL (OCL) Depot at North Patenga, Chattogram, acquired before two years of revaluation cut of date	A3	1,454.79	1,600,472,820.00
	Total		1,454.79	1,600,472,820.00
iii)	Land of SAPL Sangu, Gohira, Chattogram, acquired before two years of revaluation cut of date	A4	4,565.49	97,979,932.00
	Land of SAPL Sangu, Gohira, Chattogram, acquired within two years of revaluation cut of date	A5	1,814.95	27,876,868.00
	Total		6,380.44	125,856,800.00
iv)	SAPL Depot at West Mukterpur, Munshigonj, acquired before two years of revaluation cut of date	A6	2,781.50	2,788,800,000.00
	Total		2,781.50	2,788,800,000.00
(a) Sub Total ( i+ii+iii+iv )			13,934.89	7,135,065,726.00

- The total land area of the company under this valuation assignment is 13,934.89 decimals. Out of total measured land area, mutation Process completed for 11,221.32 decimals & 2,713.57 decimals land found as non-mutated.
- The valuation of mutated land done by us. and land acquired within 01-07-2017 to 30-06-2019 & non mutated lands also been valued at cost.



**Limitations of the report:**

- i. Cost of individual deeds up to 31.12.2014 could not be ascertained individually with the copy of audited accounts provided to us, as consolidated posting were given in the ledger as submitted to authenticate the cost of acquisition.
- ii. It was not the purview of this exercise to ascertain whether the assets have any encumbrances or not.
- iii. Mutation records for 11,221.32 decimals only were made available to us.
- iv. It appears from the books of account that the land were purchased in Anowara Thana, South & North Potenga of Chattogram district at cost which were less than that of deed value ie. Mouza rate fixed by the Government at the time of registration of land. Thus cost was less than that of deed value.

**12. METHODOLOGY ADOPTED:**

The valuation report has been prepared after Physical Inspection of Properties and has verified the ownership, possession and use of assets are due to the company on current market price. We report without "Prejudice".

This report is authorized and dated the 20<sup>th</sup> day of October 2019.

Finally we gratefully acknowledge the help, assistance and co-operation of the concerned departments and officers of the 'SUMMIT ALLIANCE PORT LIMITED' corporate office at The Alliance Building, 63 Pragati Sarani, Baridhara, Dhaka-1212 for satisfactory, completion of our assignment.

For SHAFIQ BASAK & CO.

*S.K. Basak*  
(Sampad Kumar Basak, FCA)  
Partner



**SUMMIT ALLIANCE PORT LIMITED**  
**SUMMARY OF REVALUED ASSETS (LAND)**  
**AS ON JUNE 30, 2019.**

SL	Particular	Area In Decimal	ANNEXURE	Cost As ledger As on 30-06-2019	Revaluation As per Ledger As on 30-06-2019	Total value of Land as per Ledger As on 30-06-2019	Market Value as per Valuation as per 30-06-2019	Increase of Land value as per valuation as on 30-06-2019
1	SAPL ( East- West)- South Potenga	3,318.16	A1, A2	824,677,799.00	1,592,300,345.00	2,416,978,144.00	2,619,936,106.00	202,957,962.00
2	SAPL(OCL)- North Potenga	1,454.79	A3	56,738,028.00	1,390,410,792.00	1,447,148,820.00	1,600,472,820.00	153,324,000.00
3	SAPL(Sangu)	6,380.44	A4, A5	86,123,230.00	-	86,123,230.00	125,856,800.00	39,733,570.00
4	SAPL(IWCT)- West Mukterput, Munshigonj	2,781.50	A6	750,062,569.00	-	750,062,569.00	2,788,800,000.00	2,038,737,431.00
	<b>TOTAL</b>	<b>13,934.89</b>		<b>1,717,601,626.00</b>	<b>2,982,711,137.00</b>	<b>4,700,312,763.00</b>	<b>7,135,065,726.00</b>	<b>2,434,752,963.00</b>

