

Annual Report 2016



FOR A CLEAN ALTERNATIVE



Company Information

Board of Directors

Shafiul Islam Chairman Saiful Islam Director & CEO Khaleda Islam Director

Sajedul Islam Director Farhana Islam Director M. Obaidur Rahman,FCA Independent Director

Ekramul Haq,FCA Independent Director

Company Secretary

Tareg Enamur Rahim

Chief Financial Officer Kazi Ehsanul Hug,FCA

Head of Internal Audit

Muhammad Abidur Rahman, ACA

Audit Committee

M. Obaidur Rahman,FCA (Independent Director) - Chairman

Sajedul Islam (Director) - Member

Ekramul Haq,FCA (Independent Director) - Member

Registered Office

125/A, Motijheel C/A, Dhaka, Bangladesh

Website: www.navanacng.com e-mail: share@navanacng.com

Legal Advisor

Abdur Razzaque & Associates Barristers & Advocates Suite # 5/1, City Heart (4th Floor), 67, Naya Paltan Dhaka, Bangladesh

Auditors

Malek Siddiqui Wali Chartered Accountants 9-G, Motijheel C/A, (2nd floor) Dhaka, Bangladesh

Main CNG Conversion Center

205-207, Tejgaon I/A, Dhaka

Factory of subsidiary companies:

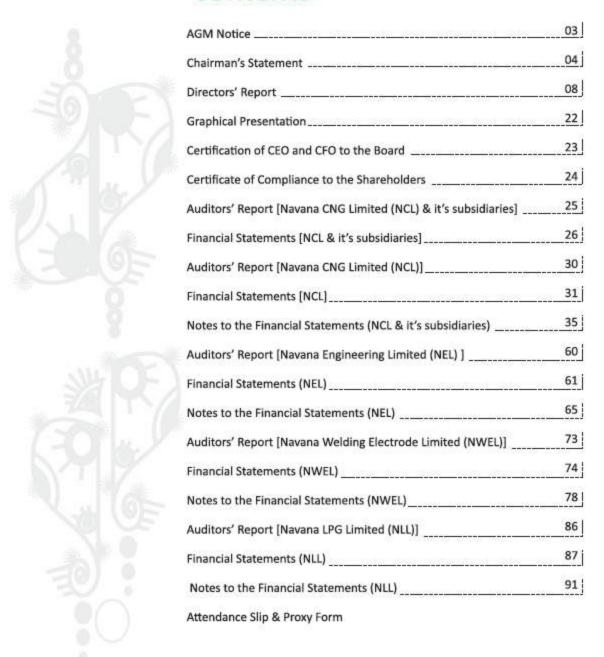
- (i) Navana Engineering Limited, Kaliganj, Gazipur
- (ii) Navana Welding Electrode Limited Mirzapur, Gazipur

Main Bankers

Mutual Trust Bank Limited The City Bank Limited Dutch Bangla Bank Limited One Bank Limited Shahjalal Islami Bank Limited











NAVANA CNG LIMITED

125/A, Motijheel C/A, Dhaka, Bangladesh

Notice of the 12th annual general meeting

Notice is hereby given that the 12th Annual General Meeting (AGM) of the shareholders of the Company shall be held on 08 November 2016 at 10:30AM at Spectra Convention Center, House # 19, Road # 7, Gulshan-1, Dhaka to transact the following businesses: -

- To receive, consider and adopt the audited financial statements for the period ended 30 June 2016 together with auditors' and directors' reports thereon.
- 2. To declare dividend.
- 3. To re-elect directors.
- 4. To approve appointment/re-appointment of Independent Directors.
- 5. To appoint auditors and fix their remuneration.
- 6. Any other business with the permission of the Chair.

By order of the Board

Dated: Dhaka 19 September 2016 Sd/-(Tareq Enamur Rahim) Company Secretary

Notes

- a. The AGM will consider audited financial statements of the Company for the period ended 30 June 2016 on combined financial statements of 15 months from 01 April 2015 to 30 June 2016 (as per provision of Section 9 of the Finance Act, 2015).
- b. The shareholders whose names will appear in the Share Register of the Company and/or Depository Register of CDBL as on record date, i.e., 10 October 2016 will be entitled to attend the AGM and receive dividend.
- c. Attendance to the AGM will be on production of the Attendance Slip.
- d. The Proxy Form affixed with requisite revenue stamp of Tk.20/- must be deposited at the Company's Registered Office at least 48 hours prior to the AGM.
- The Annual Report-2016 along with Attendance Slip and the Proxy Form will be available in the Company's website
 www.navanacng.com.

সম্মানিত পেয়ারহোন্ডারবৃন্দের সদয় অবগতির জন্য জানানো যাচ্ছে যে, Bangladesh Securities and Exchange Commission এর বিধি-নিষেধ থাকায় আসনু বার্ষিক সাধারণ সভায় কোন প্রকার উপহার/আপ্যায়নের ব্যবস্থা থাকবে না।



চেয়ারম্যানের বিবৃতি

প্রিয় শেয়ারহোন্ডারবৃন্দ, আস্সালামু আলাইকুম।

আমি আপনাদের সবাইকে কোম্পানীর ১২তম বার্ষিক সাধারন সভায় স্বাগত জানাচ্ছি এবং গত ১৫ মাসের কোম্পানীর কার্যক্রমের উপর অর্থাৎ এপ্রিল ২০১৫ হতে জ্বন ২০১৬ পর্যন্ত একটি সংক্ষিপ্ত বিবরনী। তলে ধরছি।

আমি আনন্দের সাথে জানাছিং যে, 'নাভানা সি.এন.জি. লিমিটেড' দীর্ঘকাল যাবং দেশের সি.এন.জি. সেষ্টরে অর্থনী ভূমিকা পালন করে আসছে। আপনারা জেনে খুশি হবেন যে, কোম্পানীর সারা দেশের মার্কেট শেয়ার গত বছরের তুলনায় ৩% বৃদ্ধি পেয়েছে এবং পাশাপাশি গত বছরের তুলনায় বিক্রয়ে ১৯% প্রবৃদ্ধিও অর্জন করতে সক্ষম হয়েছে। এ ছাড়াও, কোম্পানীর 'সিলিভার রি-টেস্টিং' ব্যবসাও বৃদ্ধি পাছে, যার কারণস্বরূপ বলা যায় যে পুরাতন এবং মেয়াদ উগ্রীর্ন যানবাহনের সিলিভারগুলো কোম্পানীর 'রি-টেস্টিং ওয়ার্কশপে' অধিকতর পরিমানে পরীক্ষার জন্য আসঙে।

এখন আমি সাবসিভিয়ারী কোম্পানী 'নাভানা ইঞ্জিনিয়ারিং লিমিটেড' এর কার্যক্রম সম্বন্ধে আপনাদের অবগত করতে চাই যে, কোম্পানীর বিক্রয় গত বছরের তুলনায় প্রায় থিঙন বৃদ্ধি পেয়েছে। এখানে আরো উল্লেখ্য যে, কালীগঞ্জ, গাজীপুরে কোম্পানীর চলমান BMRE প্রজেইটি শীঘ্রই পূর্ন উৎপাদনে যাবে বলে আশা করছি। বর্তমান বাজারে আমাদের কোম্পানীর উৎপাদিত প্লাষ্টিক দ্রব্যাদির ক্রমবর্জমান চাহিদার প্রেক্ষিতে কোম্পানীর উৎপাদন ক্ষমতা বৃদ্ধি করার কাজ পুরোদ্যমে চলছে।

কোম্পানীর অপর সাবসিডিয়ারী – 'নাভানা ওয়েন্ডিং ইলেকট্রোড লিমিটেড' প্রসঙ্গে আমি জানাতে চাই যে কোম্পানিটি বিগত জানুয়ারী ২০১৩ সালে বানিজ্যিক উৎপাদন শুরু করে। এর পর থেকেই 'ওয়েন্ডিং ইলেকট্রোড' পণ্যটি দেশীয় বাজারে বাজারজাত করা হয় এবং পন্যটির চাহিদা উত্তরোত্তর বৃদ্ধি পাচেছ । এরই ধারাবাহিকতায় গত বছরের তুলনায় 'ওয়েন্ডিং ইলেকট্রোড' এর বিক্রয়ও প্রায় ১৫% বৃদ্ধি পেয়েছে।



A view of Board of Directors at the \$1° AGM



চেয়ারম্যানের বিবৃতি

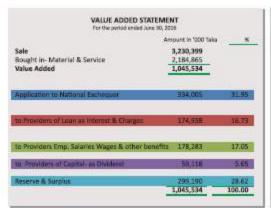
আমি আরও জানাতে চাই যে কোম্পানীর পূর্বের ঘোষনা অনুযায়ী 'নাভানা সি.এন,জি. পিমিটেড' এর আরো একটি পূর্নমালিকানাধীন সাবসিভিয়ারী কোম্পানী 'নাভানা এল,পি.জি. লিমিটেড গত ১৩ সেপ্টেম্বর ২০১৫ তারিখে গঠন ও নিবন্ধন করা হয়েছে। বর্তমানে 'নাভানা সি.এন.জি. পিমিটেড' এর 'এল.পি.জি.ইউনিট' টির সর্বপ্রকার কাজ পূর্ণোদ্যমে চলছে এবং প্রয়োজনীয় অনুমোদন ও প্রক্রিয়া সম্পন্ন করার পর নাভানা এল.পি.জি. ইউনিটটির সকল সম্পদ ও দায় 'নাভানা এল.পি.জি. পিমিটেড' গ্রহন করিবে।

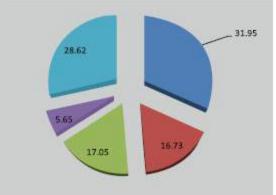
এখানে আরো একটি বিষয় উল্লেখ করা প্রয়োজন যে, এ বছরে ১২তম বার্ষিক সাধারণ সভায়, শেয়ারহোন্ডারগন ১৫ মাসের হিসাব (এপ্রিল ২০১৫ - জুন ২০১৬) বিবেচনা ও অনুমোদন করবেন, কারণ ফিন্যান্দ এ্যান্ট, ২০১৫ অনুমায়ী কোম্পানীর অর্থ-বছর ৩০ জুন এ সমাপ্ত করা হয়েছে।

পরিশেষে, আমি কোম্পানীর সাথে সংশ্রিষ্ট সকলকে আন্তরিক ধন্যবাদ ও কৃতজ্ঞতা জ্ঞাপন করছি।

খা:/-(শকিউল ইসলাম) চেয়ারমান

Value Added (%) Graph







Chairman's statement

Dear Shareholders,

Assalamu Alaikum,

I am pleased to welcome you all at the 12th Annual General Meeting and place before you a summarized statement of the activities of the Company from 1st April 2015 to 30th June 2016 for a period of 15 months.

I have the pleasure to inform you that Navana CNG Limited has been operating it's business as the market leader in the CNG sector of the country since long. You will be pleased to know that the company's market share in the country has increased by 3% compared to last year. On the other hand, your Company has been able to achieve a sales growth of more than 19% compared to last year.

Further, I would like to inform you that the Cylinder re-testing business of the Company is growing rapidly as because the old and 'date-expired' cylinders are coming to our re-testing workshops in increasing numbers.

Now, I would like to enlighten you about the activities of the subsidiary Company 'Navana Engineering Limited'. The performance of the Company has been very pleasing as because its sales rose to almost double compared to last year. As regards our BMRE project at Kaliganj, Gazipur, it is expected to go into full-scale production soon. In order to meet the present market demand of plastic products, the production capacity is likely to be increased than existing product line. We have successfully introduced 'Navana Water Pumps' and other household products into the local market during the last year.





Chairman's statement

As regards the other subsidiary Company 'Navana Welding Electrode Limited', which started its commercial production from January 2013, has been able to introduce its product 'Welding Electrode' throughout the country and received good customer response. The sales of the Company has also increased by almost 15% compared to last year.

Further, I also take the opportunity to inform you that another new fully owned subsidiary Company under the name & style of 'Navana LPG Limited' has been formed and incorporated on 13 September 2015. Presently, all kinds of works of Navana CNG Limited (LPG Unit) is going on in full swing and Navana LPG Limited is expected to takeover the assets and liabilities of Navana CNG Limited (LPG Unit) in due course after completion of all required formalities.

It is important to mention here that the 12th Annual General Meeting will consider and adopt the aforesaid 15 months period financial statements in order to comply with Finance Act, 2015, for streamlining uniform income year ending on 30 June 2016.

Before conclusion, I do hereby express my sincere thanks and gratitude to all concerned associated with the Company.

Sd/-(Shafiul Islar Chairman









Directors' report to the shareholders

Dear Shareholders

Assalamu Alaikum.

I, on behalf of the Board of Directors, have the pleasure to place herewith the Directors' Report and the Auditors' Report alongwith the Audited Financial Statements of the Company for the period from 01 April 2015 to 30 June 2016 comprising 15 months.

PERFORMANCE:

REVENUE EARNINGS

As you are aware that the Company at present is running 19 CNG re-fueling stations, 10 CNG conversion workshops and a modern service center in different strategic locations of the country. The total sales of 15 months period from CNG refueling stations, CNG conversion workshops, servicing workshops and spare parts stood at Tk. 208.76 crore.

'Navana Engineering Limited' the subsidiary company earned during the period of 12 months (April 2015 to March 2016) at Tk. 60.63 crore against Tk. 29.61 crore of last year which is Tk. 31.02 crore higher. Further, an amount of Tk. 17.06 crore has been contributed to sales from additional 3 months period (April 2016 to June 2016) and thus total sales stood at Tk. 77.69 crore for 15 months period.

The sales of the other subsidiary company 'Navana Welding Electrode Limited' during the 12 months period (April 2015 to March 2016) stood at Tk. 28.65 crore compared to Tk. 24.85 crore of last year. Further, a sales amount of Tk. 7.94 crore has been added to Company's turn-over from further 3 months period (April 2016 to June 2016) and thereby the total sales stood at Tk. 36.59 crore for 15 months period.

FUTURE PROSPECT

The Board of Directors has plan to set sales target at more than Tk. 190 crore for Navana CNG Limited for the next financial year, consisting of Tk. 130 crore from CNG Re-fueling Stations, Tk. 30 crore from CNG Conversion Workshop including service and spare sales revenue and Tk. 30 crore from vehicle workshops & service revenues.

In addition to above, the Company have plan to earn Tk. 100 crore as revenue from Navana Engineering Limited and Tk. 40 crore from Navana Welding Electrode Limited, totaling Tk. 140 crore. Thus total sales target for Navana CNG Limited alongwith its two fully owned subsidiary companies will be Tk. 330 crore.

Financial Result and Appropriation of Profit:

amount in taka

Particulars	2016 (15 Months)	2015 (12 Months)
Retained Earnings Brought Forward	970,072,556	798,438,986
Add: Total Comprehensive for the period/year	280,389,698	230,581,399
Profit available for appropriation	1,250,462,254	1,029,020,385
Recommended for appropriations:	1.5	
Cash Dividend @ 2016 15% 15%	59,118,248	58,947,827
Un appropriated profit carried forward	1,191,344,006	970,072,556
Total	1,250,462,254	1,029,020,385

Segment-wise or product-wise performance

The company is operating its business with its homogeneous products/services in a single economic and geographical segment within the territory of Bangladesh. However, segment report prepared and mentioned in notes 27 of the financial statements considering CNG re-fueling stations and CNG Conversion Workshop as two different segments.

Industry outlook and possible future developments in the industry

The two subsidiary companies e.g. Navana Engineering Limited and Navana Welding Electrode Limited is already showing better future prospect. The 3rd subsidiary Company, Navana LPG Limited has already been formed and is expected to takeover the assets and liabilities of Navana CNG Limited (LPG Unit) in due course after completion of all required formalities.

Risks and concerns

The conversion to CNG helped achieving the government's dual objectives of lowering air-pollution and improving the country's balance of payments. The prime raw-materials of the Company's business in CNG are presently in short supply. Exploration of new gas field can only improve the situation.



The risk and concern of the CNG business solely depends on the government's policy e.g. increase of CNG price, high tariff on CNG cylinder and kits etc. The government suspended permission for setting up any new CNG re-fueling station, low gas pressure in CNG re-fueling stations etc.

A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin

Particulars	June 30, 2016 (15 Months)	March 31, 2015 (15 Months)	
Cost of goods sold	2,228,086,285 (68.98%)	1,338,182,134 (68.60%)	
Gross profit	1,002,313,154 (31.02%)	612,487,506 (31.40%)	
Net profit for the year	281,119,577 (8.70%)	230,581,397 (11.82%)	

Discussion on continuity of any Extra-Ordinary gain or loss

There is no significant extra-ordinary gain or loss during the financial year.

Related party transactions

During the year, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of transactions and total transaction value have been set out in accordance with the provisions of 'BAS 24: Related Party Disclosure' disclosed in the note 29 and note 29(a) of the notes to the financial statements.

DIRECTORS

In terms of Article 127 of the Articles of Association of the Company, Mr. Shafiul Islam and Mrs. Khaleda Islam, Directors retire by rotation from the Board in the 12th Annual General Meeting. Being eligible under Article 128 of the Articles of Association of the Company, the retiring Directors have offered themselves for re-election.

Disclosure of information of the directors who are willing to be re-elected:

Mr. Shafiul Islam

A Bachelor of Science, Mr. Shafful Islam joined the Islam Group, a reputed business conglomerate in Bangladesh in 1968 and started his career with automobile business as well as in the construction, real estate business. In the early years, he gained valuable experience by being involved in the management of the Group's diverse business operations. He played a major role in establishing "Navana" as the Toyota brand car trading company in Bangladesh, and finally set up Aftab Automobiles Ltd. He was also responsible for the construction company named Bengal Development Corporation (BDC) where he was directly responsible for the construction work of BDC in the Middle East and from 1981, he was also taking care of Eastern Housing Limited, then the largest real estate development company in Bangladesh. In 1996, the then Chairman of Islam Group, he separated from Islam Group with Navana Ltd. and Aftab Automobiles Ltd. and formed Navana Group.

Mr. Shafful Islam is the Chairman of Navana Group, consisting of companies involved amongst others in vehicles assembling, trading; real estate; construction; CNG conversion and CNG stations; electronics; petroleum and renewable energy.

He has a very good relationship with all business key persons of the country.

Names of companies in which Mr. Shafiul Islam also holds the directorship:

Navana Limited, Aftab Automobiles Limited, Navana Real Estate Limited, Navana Construction Ltd., Navana Foods Ltd., Navana Building Products Ltd., Navana Interlinks Ltd., Navana Electronics Ltd., Navana Batteries Ltd., Navana Furniture Ltd., Navana Engineering Ltd., Navana Welding Electrode Limited, Navana Plastic Products Ltd. Navana Power Generation Ltd., Navana Toyota Service Center Ltd., Essential Industries Ltd., Eastern Printing Press Ltd., Orion Complex Ltd., Kenhill Paper Mills Ltd., Biponon Ltd., Navana Computers & Tech Ltd., Road Linkers Ltd., Navana Taxi Cab Co. Ltd., Navana Power Co. Ltd., Navana Feed Mills Ltd., Navana Software Ltd., Navana Plantation Ltd., Navana Lyorits Ltd., Navana Cas Co. Ltd., Navana Renewable Energy Ltd., Navana Fabrics Ltd., Navana Gas Co. Ltd., Navana Paints Ltd., Navana Equities Ltd., Navana Electrical and Energy Saving Products Ltd., Navana Properties Ltd., and Navana LPG Ltd.

Mrs. Khaleda Islam

Mrs. Khaleda Islam is the wife of Mr. Shafiul Islam, Chairman of the Navana Group. She has experienced in business for more than 37 years. She traveled many countries of the world.

At present, Mrs. Khaleda Islam is a Director of Navana Group, involved, amongst others, in vehicles assembling, trading; real estate; construction; CNG conversion and CNG stations; electronics; petroleum and renewable energy.



Names of companies in which Mrs. Khaleda Islam also holds the directorship:

Navana Limited, Aftab Automobiles Limited, Navana Real Estate Limited, Navana Construction Ltd., Navana Foods Ltd., Navana Electronics Ltd., Navana Toyota Service Center Ltd., Navana Engineering Ltd., Navana Welding Electrode Limited Navana Interlinks Ltd., Eastern Printing Press Ltd., Biponon Ltd., Navana Computers & Tech Ltd., Road Linkers Ltd., Navana Taxi Cab Co. Ltd., Navana Plastic Products Ltd., Navana Power Generation Ltd., Navana Power Co. Ltd., Navana Feed Mills Ltd., Navana Software Ltd., Navana Plantation Ltd., Navana Exports Ltd., Navana Logistics Ltd., Navana Renewable Energy Ltd., Navana Gas Co. Ltd., Navana Building Products Ltd., Navana Electrical and Energy Saving Products Ltd., Navana Properties Ltd., and Navana LPG Ltd.

Membership in committees of the Board of other Companies - None.

Remuneration to Directors including Independent Directors

The Director of the Company including Independent Director are paid individually a some of Tk. 5,000/- (Five thousand) only as Board meeting fee.

BOARD MEETINGS

In accordance with directives of the regulatory authorities, the Board supervise, study and review the activities of the Company and make businesses decisions, etc. During the period ten Board meetings were held.

Name of Directors	Number of Board Meeting attended
Mr. Shafiul Islam	10
Mr. Saiful Islam	6
Mrs. Khaleda Islam	5
Mr. Sajedul Islam	9
Ms. Farhana Islam	5
Mr. Syed Masud Hasan (Independent Director)	7
Mr. M. Obaidur Rahman (Independent Director)	1
Mr. Ekramul Haq (Independent Director)	7

Note: Mr. M. Obaidur Rahman, Independent Director was appointed on 30.04.2016

Information Regarding Subsidiary Companies:

i) Navana Engineering Limited

Company earned an amount of Tk. 27.07 crore during the period of 12 months (April 2015 to March 2016) and Tk. 7.78 crore for 3 months period (April 2016 to June 2016) from the sales of HDPE duct. Further from PVC Pipe earned an amount of Tk. 24.74 crore during the period of 12 months (April 2015 to March 2016) and 7.57 crore for 3 months period (April 2016 to June 2016) from the sales of PVC Pipe. In addition, an amount of Tk. 8.82 crore during the period of 12 months (April 2015 to March 2016) and Tk. 1.71 crore for 3 months period (April 2016 to June 2016) has been added by selling of HDPE coil, UPVC fittings, PPR pipe & fittings to the Company's turnover.

The operating results for the period ended June 30, 2016 as follows:

amount in taka

	2016 (15 Months)	2015 (12 Months)
Turnover	776,911,682	29,60,84,262
Gross Profit	485,371,751	11,31,42,601
Net Profit After Tax	81,894,145	5,15,65,475
Earnings Per Share (EPS)	8.74	6.52
Net Assets Value Per Share (NAVPS)	34.72	26.93



ii) Navana Welding Electrode Limited

Navana Welding Electrode Limited already have an R & D Lab which is consistently engaged in quality control development and manufacturing of around 20 types of electrode for construction, light engineering & ship building industries.

During the 12 months period (April 2015 to March 2016) Tk. 28.65 crore and Tk. 7.94 crore for 3 months period (April 2016 to June 2016) by seiling welding electrodes.

The operating results for the period ended June 30, 2016 as follows:

amount in taka

	2016 (15 Months)	2015 (12 Months)
Turnover	365,903,721	24,85,04,872
Gross Profit	269,508,554	6,42,33,142
Net Profit After Tax	22,271,219	1,76,76,748
Earnings Per Share (EPS)	2.23	1.77
Net Assets Value Per Share (NAVPS)	14.58	12,35

DIVIDEND

The Board of Directors of your Company has recommended cash dividend ⊚ 15% for the period ended June 30, 2016 on combined financial statements of 15 months (April 2015 to June 2016) for the general shareholders of the Company excluding the sponsors who have surrendered their portion of dividend (subject to approval in the 12th Annual General Meeting to be held on November 08, 2016). The sponsor shareholders surrendered their portion of dividend for better growth of the Company.

The general shareholders whose names will appear in the share register of the Company and/or Depository Register of CDBL as on Record Date, i.e., October 10, 2016 will be entitled to the dividend.

REPORT OF THE AUDIT COMMITTEE

The Audit committee consists of the following members:

Mr. M. Obaidur Rahman, FCA Independent Director : Chairman
Mr. Sajedul Islam Director : Member
Mr. Ekramul Haq, FCA Independent Director : Member

Scope of work of Audit Committee

The Committee is authorised to investigate any matter within its terms of reference, access all documents and information of the company, seek information from any director or employee of the Navana CNG Limited and its subsidiaries Company and co-opt any resources (including external professional assistance) it sees fit in order to fulfill its duties. However, the Committee has no executive function and its primary objective is to review and challenge, rather than assume responsibility for any matters within its limit. The Committee presents a summary of its activities to shareholders and other interested parties by means of this report, and the committee Chairman attends all general meetings of the Company's shareholders to answer any questions on the committee's activities.

Navana CNG Limited



Review of financial statements by the Audit Committee

Audit Committee reviewed the annual financial statements for the period ended June 30, 2016 and placed its recommendation to the Board of Directors.

External Audit

Malek Siddiqui Wali, Chartered Accountants firm registered in Bangladesh acted as the external auditors to the company throughout the year. The external auditors are not engaged on any of the following services of the Company; namely:

- · Appraisal or valuation services or fairness opinions;
- · Financial information systems design and implementation;
- · Book-keeping or other services related to the accounting records or financial statements;
- · Broker-dealer services;
- · Actuarial services:
- · Internal audit services; and
- . Any other services that the Audit Committee determines.

Independence of External Auditor

As a policy, the Committee would not allow the external auditors to perform any work that they may subsequently need to audit, or which might otherwise create a conflict of interests. The Committee also monitors the balance between audit and non-audit related functions to ensure that auditors independence can be shown to be maintained. The Chief Financial Officer is permitted to engage the external auditors on matters that do not create such conflicts.

The Audit Committee appraised the expertise, resources, independence and objectivity of external auditor and also reviewed their effectiveness as external auditors before reaching the recommendation to the Board that their re-election should be proposed to shareholders.

Resolutions of the Audit Committee meeting:

The Committee met 4 (four) times during the period ended on June 30, 2016 to carry out the following tasks:

- . The Audit Committee reviewed the financial statements for the peiod ended June 30, 2016;
- Reviewed and discussed the Management Letter, by external auditor Malek Siddiqui Wali for the year ended 30 June, 2016 on combined financial statements the annual audit on financial statements of Navana CNG Limited;
- Reviewed various reports of Internal Control & Compliance on operational, financial procedures and activities of subsidiary Companies;
- · Reviewed the Quarterly Reports of the Company.

Based on the review and above discussions, the Audit Committee is of the view that the internal control and compliance procedures are adequate to present a true and fair view of the activities and financial status of the company and to ensure that its assets are safeguarded properly.



REPORT FROM THE AUDIT COMMITTEE

19 September 2016

The Board of Directors Navana CNG Limited House#16/B, Road #93 Gulshan-2, Dhaka

Audit Committee Report

The financial statements of the Company initialed by the auditors for the period ended 30 June 2016 on combined financial statements of 15 months from 01 April 2015 to 30 June 2016 (for compliance of Section 9 of the Finance Act, 2015, regarding uniform income year) has been reviewed by the Committee. Further, the Committee discussed the procedure and task of the internal audit, financial report preparation and the external auditors' observations in their reports on the financial statements. The Committee found adequate arrangement to present a true and fair view of the financial status of the Company; and did not find any material deviation, discrepancies or any adverse finding/observation in the areas of reporting.

The Committee also reviewed the financial statements of the subsidiary Companies i.e. Navana Engineering Limited and Navana Welding Electrode Limited for the period ended 30 June 2016; and Navana LPG Limited for the period ended 30 June 2016 and also found adequate arrangement to present a true and fair view of the financial status of the Companies.

Sd/-

(M. Obaidur Rahman,FCA) Chairman Audit Committee Navana CNG Limited

Appointment of Auditors

Malek Siddiqui Wall, Chartered Accountants was appointed as the statutory auditor of the Company at the 11th annual general meeting held on September 16, 2015. As per terms of their appointment, they retire at this meeting and have expressed their willingness to be re-appointed as statutory auditors of the company for the year ending June 30, 2017.

CORPORATE & FINANCIAL REPORTING:

The Company is determined to ensure good governance by complying with all the applicable rules and regulations of Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission. It has complied with all the requirements of Corporate Governance and the Directors are pleased to confirm the following:

- a) The financial statements together with the notes thereon have been drawn up in conformity with the Companies Act, 1994 and Securities and Exchange Rules 1987 and other related applicable laws etc.. These statements present fairly the Company's state of affairs, the result of its operations, cash flow and changes in equity.
- b) Proper books of accounts of the Company have been maintained.
- c) Appropriate Accounting Policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- d) The International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements.
- e) The systems of internal control are sound and have been effectively implemented and monitored.
- f) There are no significant doubts upon the Company's ability to continue as a going concern.
- g) There are no significant deviations in operating result of the business of the company compared to last year.
- h) The key operating and financial data for the last five years is annexed.



Pattern of Shareholding

Namewise details	No. of Shares held
Parent/Subsidiary/Associated Companies and other related parties	
Aftab Automobiles Limited	105,404
Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouse and minor children:	
Mr. Shafiul Islam-Chairman	17,203,878
Mr. Saiful Islam- Vice-Chairman & CEO	3,426,429
Mrs. Khaleda Islam-Director	3,568,644
Mr. Sajedul Islam- Director	3,401,792
Ms. Farhana Islam- Director	1,447,842
Chief Financial Officer, Company Secretary and Head of Internal Audit and their spouse and minor children:	
Executives	Nil
Shareholders holding ten percent (10%) or more voting interest in the Company:	Nil
Mr. Shafiul Islam	17,203,878



View: Working pergress at Mavara LPG United, Monga



The Key Operating and Financial Data

Annexture-1

The summarized key operating financial data of five years is annexed (Consolidated):

Table: Financial Highlights

(Taka in million)

Particulars	2016 (15 Months)	2015	2014	2013	2012
Turnover (net)	3,230	1,951	1,606	1,538	1,449
Gross profit	1,002	612	525	527	522
Operating Profit	400	299	300	299	309
Net profit after tax	281	230	226	231	248
Earning per share	4.18	3.54	3.46	3.41	5.09
Net cash operating activities	(2.02)	1.82	4.03	0.64	5.32

Table: Summary Balance Sheet

(Taka in million)

Particulars	2016 (15 Months)	2015	2014	2013	2012
Authorized capital	1500	1500	1500	1500	1500
Paid-up capital	685	685	685	571	497
Reserve and surplus	1,467	1,240	1099	974	860
Shareholders' Equity	2,152	1,925	1785	1544	1357
Debentures		250	*	-	10
lease finance liabilities	2	2	2.	0	9
Deferred tax liabilities	88	73	68	55	41
Non-current liabilities	1,345	323	68	199	50
Current Liabilities	934	1,115	951	973	361
Fixed Assets	1,201	1,100	929	830	692
Other Non-current Assets	1,249	730	525	522	45
Total Non-current Assets	2,450	1,830	1492	1352	738
Current Assets	1,981	1,677	1456	1221	1029
Book value per share	30.57	28.09	28.14	27.04	27.32
Dividend per share	15%	15%	15%	20%	25%
Numbers of shareholders	21,435	24,483	28580	28332	27252

Table: Ratios

Profitability Ratios	2016 (15 Months)	2015	2014	2013	2012
Debt to Equity Ratio	51%	43%	36%	43%	23%
Current Ratio	2.12	1.50	1.53	1.25	2.85
Gross profit / Sales (%)	31.02%	31.37%	32.69%	34.27%	36.02%
Operating profit / Sales (%)	12.38%	15.84%	19.24%	26.20%	21.33%
Profit after tax / Sales (%)	8.70%	11.79%	14.07%	15.02%	17.12%
Return on Asset (%)	5.34%	6.56%	7.67%	8.98%	14.04%
Return on Equity (%)	13.06%	11.95%	12.66%	14.96%	18.28%



Annexture-2 Corporate Governance Compliance Report

Status of compliance with the conditions imposed by the Commission's Notification No.SEC/CMRRCD/2006-158/134/Admin/44 dated D7 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition	Title	Complian	ce Status	Remarks
No.	Title	Complied	Not Complied	(if any)
1	Board of Directors:			
1.1	Board's Size	1		
1.2	Independent Directors:			
1.2 (i)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors.	1		
1.2 (ii) a)	"Independent director" means a director- a) who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	1		
1.2 (ii) b)	who is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her familymembers also should not hold above mentioned shares in the company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members.	1		
1.2 (ii) c)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/ associated companies;	1		
1.2 (ii) d)	who is not a member, director or officer of any stock exchange;	1		
1.2 (ii) e)	who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	1		
1.2 (ii) f)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of any statutory audit firm;	1		
1.2 (ii) g)	who shall not be an independent director in more than 3 (three) listed companies;	1		
1.2 (ii) h)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	1		
1.2 (ii) i)	who has not been convicted for a criminal offence involving moral turpitude.	1		
1.2 (iii)	the independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	1		
1.2 (iv)	the post of independent director(s) can not remain vacant for more than 90 (ninety) days.	1		
1.2 (v)	the Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	1		



Condition	Winter	Title Compliance Status Re	Remarks	
No.	little	Complied	Nat Complied	(if any)
1.2 (vi)	the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	>		
1.3	Qualification of Independent Director :			
1.3 (i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	>		
1.3 (ii)	The person should be a Business Leader/Corporate Leader/ Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences.	>		
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.			Not applicable
1.4	Chairman of the Board & Chief Executive Officer (CEO)			
	The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	7		
1.5	The Director's Report to shareholders	*		
1.5 (i)	Additional statements in the Directors' Report prepared under section 184 of the Companies Act, 1994:- Industry outlook and possible future developments in the industry.	1		
1.5 (ii)	Segment-wise or product-wise performance.	1		
1.5 (iii)	Risks and concerns.			
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	1		
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss.	1		
1.5 (vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report.	1		
1.5 (vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.			Not applicab
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.			Not applicab
1.5 (ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.			Not applicab
1.5 (x)	Remuneration to directors including independent directors.	1		
1.5 (xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	1		
1.5 (xii)	Proper books of account of the issuer company have been maintained.	1		
1.5 (xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	1		



Condition		Compliance Status R				Remarks
No.	Title	Complied	Not Complied	(if any)		
1.5 (xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been	7	Compilea	Vicent		
1.5 (xv)	adequately disclosed. The system of internal control is sound in design and has been effectively implemented and monitored.	1		*		
1.5 (xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	1				
1.5 (xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	1				
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	1				
1.5 (xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.			Not applicab (becaring dylends regu		
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	1				
1.5 (xxi)	The pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:-	1				
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details);	1		S.		
1.5 (xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	1				
1.5 (xxi) c)	Executives;	/				
1.5 (xxi) d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details). Explanation: For the purpose of this clause, the expression "executive" means top 5 (five) salaried employees of the company other than the Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer and Head of Internal Audit	1				
1.5 (xxii)	In case of the appointment/ re-appointment of a director the company shall disclose the following information to the shareholders:-	1				
1.5 (xxii) a)	a brief resume of the director;	/				
1.5 (xxii) b)	nature of his/her expertise in specific functional areas;	/				
1.5 (xxii) c)	names of companies in which the person also holds the directorship and the membership of committees of the board.	1				
2	Chief Financial Officer(CFO), Head of Internal Audit and Company Secretary					
2.1	The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	1				
2.2	The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	1				



Condition No.	Tial	Compliance Status		Remarks
	Title	Complied	Not Complied	(if any)
3	Audit Committee			
3 (i)	The company shall have an Audit Committee as a sub-committee	1		
6.00	of the Board of Directors.			
3 (ii)	The Audit Committee shall assist the Board of Directors in	1		
00000	ensuring that the financial statements reflect true and fair	-70		
	view of the state of affairs of the company and in ensuring a			
	good monitoring system within the business.			
3 (iii)	The Audit Committee shall be responsible to the Board of	1		
	Directors. The duties of the Audit Committee shall be clearly			
	set forth in writing.			
3.1	Constitution of the Audit Committee			
3.1 (i)	The Audit Committee shall be composed of at least 3 (three)	1		
	members.	200		
3.1 (ii)	The Board of Directors shall appoint members of the Audit	1		
	Committee who shall be directors of the company and shall	52.		
	include at least 1 (one) independent director.			
3.1 (iii)	All members of the audit committee should be "financially	1		
	literate" and at least 1(one) member shall have accounting or	3.1		
	related financial management experience.			
3.1 (iv)	Filling of casual vacancy in the Audit Committee.	1		
3.1 (v)	The company secretary shall act as the secretary of the	1		
	Committee.			
3.1 (vi)	The quorum of the Audit Committee meeting shall not	1		
	constitute without at least 1(one) independent director.			
3.2	Chairman of the Audit Committee	- 1		
3.2 (i)	The Board of Directors shall select 1 (one) member of the	1		
	Audit Committee to be Chairman of the Audit Committee,	100		
	who shall be an independent director.			
3.2 (ii)	Chairman of the audit committee shall remain present in the	1	T.	
	Annual General Meeting (AGM)	- 30		
3.3	Role of the Audit Committee			
3.3 (i)	Oversee the financial reporting process.	1		
3.3 (ii)	Monitor choice of accounting policies and principles.	1		
3.3 (iii)	Monitor Internal Control Risk management process.	1		
3.3 (iv)	Oversee hiring and performance of external auditors.	1		
3.3 (v)	Review along with the management, the annual financial	1		
	statements before submission to the board for approval.	- 1		
3.3 (vi)	Review along with the management, the quarterly and half yearly	1		
	financial statements before submission to the board for approval.	***		
3.3 (vii)	Review the adequacy of internal audit function.	1		
3.3 (viii)	Review statement of significant related party transactions	1		
	submitted by the management.			
3.3 (ix)	Review Management Letters/ Letter of Internal Control	1		
***	weakness issued by statutory auditors.			
3.3 (x)	When money is raised through Initial Public Offering (IPO)/	1		
	Repeat Public Offering (RPO)/Rights Issue the company shall			
	disclose to the Audit Committee about the uses/applications			
	of funds by major category (capital expenditure, sales and			
	marketing expenses, working capital, etc), on a quarterly			
	basis, as a part of their quarterly declaration of financial			
	results. Further, on an annual basis, the company shall			
	prepare a statement of funds utilized for the purposes other			
	than those stated in the offer document/prospectus.			



Condition No.	7 TO THE RESERVE TO T	Compliance Status		Remarks
	Title	Complied	Not Complied	(if any)
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors			
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors.	1		
3.4.1 (ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:-			
3.4.1 (ii) a)	report on conflicts of interests;	/	1	
3.4.1 (ii) b)	suspected or presumed fraud or irregularity or material	,	+	
	defect in the internal control system;	•		
3.4.1 (ii) c)	suspected infringement of laws, including securities related laws, rules and regulations;	1		
3.4.1 (ii) d)	any other matter which shall be disclosed to the Board of Directors immediately.	1		
3,4.2	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification 9 has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	>		
3.5	Report on activities carried out by the Audit Committee, Including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	1		
4	External/Statutory Auditors	8	9 9	
4 (i)	Appraisal or valuation services or fairness opinions.	/		
4 (ii)	Financial information systems design and implementation.	/	7	
4 (iii)	Book-keeping or other services related to the accounting records or financial statements.	1		
4 (iv)	Broker-dealer services.	1		
4 (v)	Actuarial services.	7		
4 (vi)	Internal audit services.		-	
4 (vii)	Any other service that the Audit Committee determines.	· /		
4 (viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	7		
5	Subsidiary Company	8		
5 (i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	1		
5 (ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	1		
S (iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	1		
5 (iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	1		



Condition		Complian	Remarks	
No.	Title	Complied	Not Complied	(if any)
5 (v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	\ \		
6	Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
6 (i) a)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	1		
6 (i) b)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	1		
6 (ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent illegal or violation of the company's code of conduct.	1		
7	Reporting and Compliance of Corporate Governance		0 0	
7 (i)	The company shall obtain a certificate from a Professional Accountant/ Secretary (Chartered Accountant/Cost & Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	1		
7 (ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	1		

On behalf of the Board of Directors

Sd/-(Shafiul Islam) Chairman

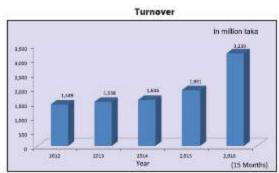




Graphical Presentation

value in million taka















Certification of Chief Executive Officer and Chief Financial Officer to the Board

September 18, 2016

The Board of Directors Navana CNG Limited House#16/B, Road#93 Gulshan-2, Dhaka

Subject : Certification of Chief Executive Officer (CEO) and Chief Financial Officer (CFO) to the Board.

In compliance with condition no. 6 of the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/2006-158/134/Admin/44, dated August 07, 2012, we, the undersigned Chief Executive Officer (CEO) and Chief Financial Officer (CFO) respectively of Navana CNG Limited do hereby certify that we have reviewed the financial statements of the Company for the year ended June 30, 2016 of and to the best of our knowledge and belief:

- (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- (b) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- (c) no transactions entered into by the company during the period which are fraudulent, Illegal or violation of the company's code of conduct.

Sd/-Kazi Ehsanul Huq FCA Chief Financial Officer (CFO) Sd/-Saiful Islam Chief Executive Officer (CEO) Navana CNG Limited



ATIK KHALED CHOWDHURY

Chartered Accountants

Hasan Court (1st Floor) 23/1 Motijheel C/A, Dhaka, Bangladesh

Certificate of Compliance of Conditions of Corporate Governance Guidelines to the Shareholders of Navana CNG Limited

We have examined the compliance of conditions of corporate governance guidelines of the Bangladesh Securities and Exchange Commission (BSEC) by Navana CNG Limited for the year ended on June 30, 2016 as stipulated in clause 7(i) of the BSEC notification no BSEC/CMRRCD/2006-158/134/Admin/44, dated 07 August 2012.

The Compliance of conditions of corporate governance guidelines as stated in the aforesaid notification and reporting of the status of compliance is the responsibility of the management of Navana CNG Limited. Our examination for issuing this certification was limited to the checking of procedure and implementations thereof, adopted by Navana CNG Limited for ensuring the compliance of conditions of Corporate Governance and correct reporting of compliance status on the attached statement on the basis of evidence gathered and representation received.

To the best of our information and according to the explanations given to us, we certify that, as reported on the attached status of compliance statement, Navana CNG Limited has complied with condition of corporate governance stipulated in the above mentioned BSEC notification dated August 07, 2012.

Dated : Dhaka September 18, 2016 Sd/-Atik Khaled Chowdhury Chartered Accountants



Independent Auditors' Report to the shareholders of Navana CNG Limited and its Subsidiaries

We have audited the accompanying Financial Statements of Navana CNG Limited and its subsidiaries, which comprise the Consolidated Statement of Financial Position as at June 30, 2016, and the Consolidated Statement of profit or loss and other comprehensive income, Consolidated statement of changes in equity and Consolidated statement of cash flows for the year/period then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements:

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines, which is necessary to enable the preparation of financial statements that are free from material misstatement, where due to fraud or error.

Auditor's Responsibility:

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

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

Opinion

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as of June 30, 2016 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

We also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose
 of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) The Company's Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of accounts;
- d) The expenditures incurred and payments made were for the purpose of the company's business

Dated : Dhaka September 19, 2016 Sd/-Malek Siddiqui Wali Chartered Accountants



Consolidated Statement of Financial Position

As at June 30, 2016	Notes	As at March 31, 2016	As at June 30, 2016	As at March 31, 2015
	89	BD Taka	BD Taka	BD Taka
Assets				
Non-current assets				
Property, plant & equipment	3(a)	1,192,069,564	1,201,150,228	1,100,141,358
Intangible Assets	3(b)	3,526,822	3,438,652	1.0
Capital Work-in-progress	4(a)	962,599,648	1,197,189,342	691,583,363
Long-term security deposit	6	47,756,880	47,756,880	37,940,300
Total Non-current assets		2,205,952,914	2,449,535,102	1,829,665,021
Current assets				
Inventories	7(a)	827,353,100	846,284,069	688,329,849
Accounts receivable	8(a)	240,930,281	334,345,611	182,727,320
Other Receivables			250,223,744	
Advances, deposits & pre-payments	9(a)	178,162,538	206,823,764	147,395,698
Investment in shares	10(a)	17,586,524	18,105,513	12,123,490
Cash & bank balances	11(a)	305,738,084	325,137,417	646,758,383
Total Current assets		1,569,770,527	1,980,920,118	1,677,334,740
Total assets		3,775,723,441	4,430,455,220	3,506,999,761
Equity and liabilities				
Capital and reserves				
Share capital	12	685,285,920	685,285,920	685,285,920
Tax holiday reserve		216,004,824	216,004,824	210,543,141
Retained earnings	13(a)	1,193,296,705	1,250,462,254	1,029,020,384
Equity attributable to owners of Company		2,094,587,449	2,151,752,998	1,924,849,445
Non-controlling interest		269	282	185
Total equity		2,094,587,718	2,151,753,280	1,924,849,630
Non-current liabilities				
Deferred tax liabilities		86,124,848	88,169,584	73,203,947
Debenture loan		100 100 00 00 00 00 00 00 00 00 00 00 00		250,000,000
Long Term loan	14(a)	905,270,645	1,256,543,459	144,112,526
Total Non-current liabilities		991,395,493	1,344,713,043	467,316,473
Current liabilities				
Short-term loans	15(a)	348,995,745	586,385,386	920,595,226
Provision for income tax	16(a)	100,372,139	114,932,255	62,145,246
payables to sister Concern	115000 CT	70,000,000	70,000,000	200 200 100 100 200 200 200 200 200 200
Payables and accruals	17(a)	170,372,346	162,671,256	132,093,186
Total Current liabilities	0.756*03.54	689,740,230	933,988,897	1,114,833,658
Total liabilities		1,681,135,723	2,278,701,940	1,582,150,131
Total equity and liabilities		3,775,723,441	4,430,455,220	3,506,999,761
Consolidated Net assets value per share	25(a)	30.57	31.40	28.09

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

 Sd/ Sd/ Sd/

 Chairman
 Director
 Company Secretary

Signed in terms of our separate report of even date.

Sd/-

Dated : Dhaka September 19, 2016 Malek Siddiqui Wali Chartered Accountants



Consolidated Statement of Profit or Loss and other Comprehensive Income For the period from April 01, 2015 to June 30, 2016

	Notes	For the Year ended March, 2016	For the Period from April 2006 to June 2006	For the Period from April 2015 to June 2016	For the Period from April 2015 to June 2015	For the Year ended March 2015
		BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Revenues	18(a)	2,571,722,689	658,676,751	3,230,399,440	625,632,685	1,950,669,640
Less: Cost of sales	19(a)	1,774,430,734	453,655,551	2,228,086,285	417,553,085	1,338,182,134
Gross profit		797,291,955	205,021,200	1,002,313,154	208,079,600	612,487,506
Less: Administrative & selling expenses	20(a)	337,182,032	90,262,052	427,444,084	80,502,496	233,576,803
Less: Interest expenses	21(a)	143,342,844	31,595,407	174,938,251	40,686,102	79,121,518
Operating profit		316,767,079	83,163,741	399,930,820	86,891,002	299,789,185
Add: Other income	22(a)	11,560,214	1,445,052	13,005,266	6,944,584	29,855,238
Profit before contribution to WPPF		328,327,293	84,608,793	412,936,086	93,835,586	329,644,423
Less: Contribution to WPPF		15,634,633	4,029,281	19,663,914	4,468,361	15,697,354
Net profit before tax holiday rese	rve	312,692,660	80,579,512	393,272,171	89,367,225	313,947,069
Less: Tax holiday reserve		5,461,683		5,461,683	379,448	12,544,908
Net profit after tax holiday reserv	e	307,230,977	80,579,512	387,810,489	88,987,777	301,402,161
Less: Income tax expenses	23(a)	82,675,894	24,015,018	106,690,912	33,330,921	71,386,954
Net profit after tax		224,555,083	56,564,494	281,119,577	55,656,856	230,015,207
Revaluation Gain/Loss on investment in sha	ire	(1,565,765)	518,989	(1,046,776)	5,114,170	566,225
Add/Less :Deferred tax adjustmen	t	234,865	82,079	316,944	7.	000000000
		(1,330,900)	601,068	(729,832)	5,114,170	566,225
Total comprehensive income for the pe	riod	223,224,183	57,165,562	280,389,745	60,771,026	230,581,432
Profit attributable to:						
Equity holders of the Company		223,224,149	57,165,549	280,389,698	56,036,301	230,581,397
Non-controlling interests		34	13	47	1.82	35
		223,224,183	57,165,562	280,389,745	56,036,303	230,581,432
Number of shares		68,528,592	68,528,592	68,528,592	68,528,592	68,528,592
Consolidated Earnings per share	24(a)	3.36	0.83	4.18	0.82	3.54

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-Sd/-Sd/-Chairman Director Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka

Malek Siddigui Wali Chartered Accountants September 19, 2016

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Sd/-



Consolidated Statement of Cash Flows For the period from April 01, 2015 to June 30, 2016

	For the Year ended March, 2016 BD Taka	For the Period from April 2016 to Ame 2016 BD Taka	For the Period from April 2015 to June 2016 BD Taka	For the Period from April 2015 to June 2015 BD Taka	For the Year ended March 2015 BD Taka
Cash flows from operating activities					
Receipts from customers	2,513,519,728	565,261,422	3,078,781,150	586,167,850	1,924,100,804
Receipts of other income	11,560,214	1,445,052	13,005,266	6,944,584	29,855,238
Payments for materials, services and expenses	(2,159,451,247)	(826,538,650)	(2,985,989,897)	(548,453,171)	(1,651,479,402)
Cash generated from operations	365,628,695	(259,832,176)	105,796,519	44,659,263	302,476,640
Interest paid	(143,342,844)	(31,595,407)	(174,938,251)	(40,686,102)	(79,121,518)
Income tax paid	(54,661,611)	(14,337,068)	(68,998,679)	(14,164,987)	(98,314,027)
Net cash generated by operating activities	167,624,240	(305,764,651)	(138,140,411)	(10,191,826)	125,041,095
Cash flows from investing activities					
Acquisition of property, plant and equipment	(89,042,285)	(28,908,777)	(117,951,062)	(62,149,586)	(34,771,060)
Capital Work-in-progress	(360,312,956)	(234,589,694)	(594,902,650)	(193,735,747)	(375,327,003)
Investment in shares	(7,014,299)		(7,014,299)	(4,969,848)	(2,993,776)
Long-term security deposits	(9,816,580)		(9,816,580)	346,430	
Net cash used in investing activities	(466,186,120)	(263,498,471)	(729,684,591)	(260,508,751)	(413,091,839)
Cash flows from financing activities					
Debenture Loan	(250,000,000)	52	(250,000,000)	20	250,000,000
Non controlling interest	50	39	50	60	200000000000000000000000000000000000000
Received from sister concern	70,000,000	Will was a state of the second	70,000,000	vonoven di	
Short term loan	(571,599,481)	237,389,641	(334,209,840)	13,815,381	176,772,696
Dividend paid	(52,017,107)	14000 United States	(52,017,107)		(98,543,388)
Long Term Loan	761,158,119	351,272,814	1,112,430,933		
Net cash Provided in financing activities	(42,458,419)	588,662,455	546,204,036	13,815,381	328,229,308
Net changes in cash and cash equivalents	(341,020,299)	19,399,333	(321,620,966)	(256,885,196)	40,178,564
Cash and cash equivalents at the beginning of year/period	646,758,383	305,738,084	646,758,383	646,758,383	606,579,820
Cash and cash equivalents at the end of year/period	305,738,084	325,137,417	325,137,417	389,873,187	646,758,383
Consolidated Net operating cash flows per share 26(a) 2.45	(4.46)	(2.02)	(0.15)	1,82

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/- Sd/- Sd/-

Chairman Director Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka Sd/Malek Siddiqui Wali
September 19, 2016 Chartered Accountants



Consolidated Statement of Changes in Equity
For the period from April 01, 2015 to June 30, 2016

Particular	Share Capital	Tax Holiday Reserve	Retained Earnings	Attributable to owners of the Company	Non Controlling interests	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Balance at April 1,2014	685,285,920	197,998,233	901,231,874	1,784,516,027	150	1,784,516,177
Net profit for the year	2010-100-2010-100-000 2010-100-000-000-000-000-000-000-000-000	5-80 (Sept.)	230,581,397	230,581,397	35	230,581,432
Tax holiday reserve	20	12,544,908	was not be a self-	12,544,908	20	12,544,908
Dividend	**	(14:57-28:00:00 E	(102,792,888)	(102,792,888)	63	(102,792,888)
Balance at March 31, 2015	685,285,920	210,543,141	1,029,020,383	1,924,849,444	185	1,924,849,629
Balance at April 1,2015	685,285,920	210,543,141	1,029,020,383	1,924,849,444	185	1,924,849,629
Net profit for the period	*	U.	280,389,698	280,389,698	97	280,389,795
lax holiday reserve	20	5,461,683		5,461,683	7.1	5,461,683
Dividend			(58,947,827)	(58,947,827)	- 6	(58,947,827)
Balance at June 30, 2016	685,285,920	216,004,824	1,250,462,254	2,151,752,998	282	2,151,753,280

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/- Sd/- Sd/-

Chairman Director Company Secretary

Signed in terms of our separate report of even date.

Sd/-

Dated : Dhaka Malek Siddiqui Wali September 19, 2016 Chartered Accountants



Independent Auditors' Report to the shareholders of Navana CNG Limited

We have audited the accompanying Financial Statements of Navana CNG Limited, which comprise the Statement of Financial Position as at June 30, 2016, and the Statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year/period then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines, which is necessary to enable the preparation of financial statements that are free from material misstatement, where due to fraud or error.

Auditor's Responsibility:

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

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

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

Opinion

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standard (BAS)/Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as of June 30, 2016 and of the results of its operations and its cash flows for the period then ended and comply with the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

We also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- In our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examination of those books;
- The Company's Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of accounts;
- d) The expenditures incurred and payments made were for the purpose of the company's business.

Dated : Dhaka September 19, 2016 Sd/-Malek Siddiqui Wali Chartered Accountants



As at

Sd/-

Navana CNG Limited

Statement of Financial Position As at June 30, 2016

Particulars	Notes	As at March 31, 2016	As at June 30, 2016	As at March 31, 2015
Assets:		BD Taka	BD Taka	BD Taka
Non-current assets				
Property, plant & equipment	3	648,582,920	651,105,847	639,420,541
Capital Work-in-progress	4	582,207,524	769,297,218	236,894,568
Investment in subsidiaries	5	432,118,469	458,656,112	362,866,755
Long-term security deposit	6	47,756,880	47,756,880	37,940,300
Total Non-current assets	450	1,710,665,793	1,926,816,057	1,277,122,164
Current assets				
Inventories	7	540,250,290	523,749,987	442,422,648
Accounts receivable	8	98,010,587	110,298,184	86,660,128
Advances, deposits & pre-payments	9	90,899,679	109,525,891	96,112,649
Inter-company receivable		132,974,343	132,974,343	
Investment in shares	10	5,346,810	5,332,708	6,609,204
Cash & Cash equivalent	11	241,382,588	216,717,887	410,200,508
Total Current assets		1,108,864,297	1,098,599,000	1,042,005,137
Total assets		2,819,530,090	3,025,415,057	2,319,127,301
Equity and liabilities:				
Capital and reserves				
Share capital	12	685,285,920	685,285,920	685,285,920
Tax holiday reserve		180,618,848	180,618,848	180,618,848
Retained earnings	13	1,193,296,637	1,250,468,266	1,029,020,349
Total Capital & Reserve		2,059,201,405	2,116,373,034	1,894,925,117
Non Current Liabilities				
Deferred tax liabilities		44,264,303	44,725,177	42,135,985
Long term Loan	14	356,793,096	589,321,071	Signature State Communication
Total Non-current liabilities		401,057,399	634,046,248	42,135,985
Current liabilities				
Short-term loans	15	153,250,076	70,111,115	30,814,773
Provision for income tax	16	53,130,520	55,727,378	35,367,398
Inter Company Payable			14	197,025,657
Payables and accruals	17	152,890,690	149,157,282	118,858,371
Total Current liabilities		359,271,286	274,995,775	382,066,199
Total liabilities		760,328,685	909,042,023	424,202,184
Total equity and liabilities		2,819,530,090	3,025,415,057	2,319,127,301
Net assets value per share	25	30.05	30.88	27.65

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-Sd/-Sd/-

Chairman Director **Company Secretary**

Signed in terms of our separate report of even date.

Malek Siddiqui Wali Dated : Dhaka Chartered Accountants September 19, 2016

Navana CNG Limited



Navana CNG Limited

Statement of Profit or Loss and other comprehensive Income For the period from April 01, 2015 to June 30, 2016

	Notes	For the Year ended March, 2016 BD Taka	For the Period from April 2016 to June 2016 BD Taka	For the Period from April 2015 to June 2006 BD Talka	For the Period from April 2015 to June 2015 BD Taka	For the Year ended March 2015 BD Taka
Revenue	18	1,678,892,596	408,691,441	2,087,584,037	398,271,802	1,405,080,506
Less: Cost of sales	19	1,184,633,299	288,572,681	1,473,205,980	279,901,829	970,968,743
Gross profit		494,259,297	120,118,760	614,378,057	118,369,973	435,111,763
Less: Administration & selling expenses	20	270,352,878	65,092,825	335,445,703	37,654,046	201,506,752
Less: Interest expenses	21	17,265,213	13,155,557	30,420,770	6,274,786	43,916,165
Operating profit		206,641,206	41,870,378	248,511,584	74,441,141	189,688,846
Add: Other income	22	11,209,866	1,299,190	12,509,056	6,944,584	29,855,238
Profit before contribution to WPP	F	217,851,072	43,169,568	261,020,640	81,385,725	219,544,084
Less: Contribution to WPPF		10,373,861	2,055,694	12,429,554	3,875,511	10,454,480
Profit before tax		207,477,211	41,113,874	248,591,086	77,510,214	209,089,604
Less: Income tax expenses	23	51,419,467	10,467,887	61,887,354	25,105,342	48,316,618
Net profit for the year		156,057,744	30,645,987	186,703,731	52,404,872	160,772,985
Add: Other comprehensive incom Revaluation Gain/loss on investment in shall		(1,276,894)	(14,102)	(1,290,996)	150,684	(535,164)
Add /Less : Deferred tax adjustmen		191,534	2,115	193,649	150,004	1555,20-1
rising a cost of control can authorize	****	(1,085,360)	(11,987)	(1,097,347)	150,684	(535,164)
Share of Profit from subsidiaries		68,251,730	26,537,629	94,789,360	3,631,430	70,343,541
Total comprehensive income for the year/	period	223,224,115	57,171,629	280,395,744	56,186,986	230,581,362
Earnings per share (Operating)	24	2.28	0.45	2.72	0.76	2.35

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

 Sd/ Sd/ Sd/

 Chairman
 Director
 Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka September 19, 2016 Sd/-Malek Siddiqui Wali Chartered Accountants

Malek Siddiqui Wali CHARTERED ACCOUNTANTS

Navana CNG Limited

Statement of Cash Flows

For the period from April 01, 2015 to June 30, 2016

	For the Year ended March, 2016 BD Taka	For the Period from April 2016 to June 2016 BD Talka	For the Period from April 2015 to June 2016 BD Taku	For the Period from April 2015 to June 2015 BD Talka	For the Year ended March 2015 BD Taka
Cash flows from operating activities					
Receipts from customers	1,667,542,137	396,403,844	2,063,945,981	368,588,029	1,423,942,430
Receipts of other income	11,209,866	1,299,190	12,509,056	6,944,584	29,855,238
Payments for materials, services and expenses	(1,486,894,781)	(351,410,748)	(1,838,305,529)	(370,303,828)	(1,133,683,238)
Cash generated from operations	191,857,222	46,292,286	238,149,508	5,228,785	320,114,430
Interest paid	(17,265,213)	(13,155,557)	(30,420,770)	(6,274,786)	(43,916,165)
Income tax paid	(31,528,027)	(7,410,155)	(38,938,182)	(5,660,424)	(85,507,111)
Net cash provided by operating activities	143,063,982	25,726,574	168,790,556	(6,706,425)	190,691,154
Cash flows from investing activities					
Acquisition of property, plant and equipment	(52,963,708)	(12,690,595)	(65,654,303)	(7,076,927)	(20,910,561)
Capital Working Progress	(345,312,956)	(187,089,694)	(532,402,650)	(128,877,721)	(51,605,038)
Realization of/(Payments for) long-term security deposits	(9,816,580)	(U.S. 100 (S.	(9,816,580)	346,430	
Investment in subsidiaries	(999,950)		(999,950)		
Net cash used in investing activities	(409,093,194)	(199,780,289)	(608,873,483)	(135,608,218)	(72,515,599)
Cash flows from financing activities					
Paid to Subsidiaries	(330,000,000)	70	(330,000,000)	07	
Term loan	356,793,096	232,527,975	589,321,071		-
Short-term loan	122,435,303	(83,138,961)	39,296,342	45,928,353	(16,256,105)
Dividend paid	(52,017,107)	74-1457CX 3400000	(52,017,107)		(98,543,388)
Net cash used in financing activities	97,211,292	149,389,014	246,600,306	45,928,353	(114,799,493)
Net changes in cash and cash equivalents	(168,817,920)	(24,664,701)	(193,482,621)	(96,386,290)	3,376,062
Cash and cash equivalents at the beginning of year/period	410,200,508	241,382,588	410,200,508	410,200,508	406,824,446
Cash and cash equivalents at the end of year/period	241,382,588	216,717,887	216,717,887	313,814,218	410,200,508
Net operating cash flows per share 26	2.09	0.38	2.46	(0.10)	2.78

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

 Sd/ Sd/ Sd/

 Chairman
 Director
 Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka Siddiqui Wali
September 19,2016 Sd/Chartered Accountants



Navana CNG Limited

Statement of Changes in Equity

For the period from April 01, 2015 to June 30, 2016

Particulars	Share Capital BD Taka	Tax Holiday Reserve BD Taka	Retained Earnings BD Taka	Total
Balance at April 1,2014	685,285,920	180,618,848	901,231,874	1,767,136,642
Net profit for the year	- 003,003,000	200,020,010	230,581,362	230,581,362
Dividend		9	(102,792,888)	(102,792,888)
Balance at March 31, 2015	685,285,920	180,618,848	1,029,020,349	1,894,925,117
Balance at April 1,2015	685,285,920	180,618,848	1,029,020,349	1,894,925,117
Net profit for the period	0.00		280,395,744	280,395,744
Dividend	-	4	(58,947,827)	(58,947,827)
Balance at June 30, 2016	685,285,920	180,618,848	1,250,468,266	2,116,373,034

The annexed notes 1 to 33 & annexure-A & B form an integral part of these financial statements.

Sd/-Chairman Sd/-Director

Sd/-Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka

September 19,2016

Sd/-

Malek Siddiqui Wali Chartered Accountants



Notes to the Financial Statements For the period ended June 30, 2016

1. Corporate information

1.1 Reporting entity

Navana CNG Limited (the Company) was incorporated in Bangladesh as private company on April 19, 2004 vides registration no. C525/2(2807)/2004 and converted into a public company on March 08, 2009. The registered office and principal place of business of Navana CNG Limited is located at 125/A Motified C/A, Islam Chamber (4th floor), Dhaka-1000

The Company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

The principal activities of the Company is conversion of petrol and diesel driven vehicles to Compressed Natural Gas (CNG) driven vehicles, CNG Re-fueling stations and other related services.

1.2 Subsidiaries

Navana Engineering Limited

Navana Engineering Limited is a public limited company which was incorporated in 2010 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited.

The principal activities of the Company is to manufacture polymer, plastic, PVC, Poly Ethylene, pipes, tubes, conduits, fittings for house hold, industrial and commercial use. The company started its commercial operation from March 01, 2011.

Navana Welding Electrode Limited

Navana Welding Electrodes Limited is a private limited company which was incorporated in 2011 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited.

The principal activities of the Company is to produce welding electrode rod, welding and cutting equipment, cutting rod, welding and cutting consumables etc. The company started its commercial operation from January 01, 2013.

Navana LPG Limited

Navana LPG Limited is a private limited company which was incorporated in September 13, 2015 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited.

2. Significant accounting policies and basis of preparation of the financial statements

2.1 Corporate financial statements and reporting

The financial statements comprises statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flows, notes and explanatory materials covering accounting policies.

These financial statements are prepared under the historical cost convention and in accordance with the requirements of the Companies Act, 1994, the Securities and Exchanges Rules 1987 and other applicable laws, rules & regulations and the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as well as those standards, disclosures recommended by IASs and as applicable to this Company.

The Board of Directors is responsible for preparing and presenting the financial statements including adequate disclosures, which approved and authorized for issue of this financial statements.

The preparation of the financial statements in conformity with the Bangladesh Accounting Standards (BASs) requires Board of Directors to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities at the date of the reporting period. Due to the inherent uncertainty involved in making estimates, actual result reported could differ from those estimates.

2.2 Reporting period

The period of the financial statements covers from April 01, 2015 to June 30, 2016.

Navana CNG Limited



Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

2.3 Functional and presentational (reporting) currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the Company's functional currency.

2.4 Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries). Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other members of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

The consolidated financial statements comprise consolidated statement of financial position, consolidated statement of comprehensive income, consolidated statement of cash flows, consolidated statement of changes in equity and consolidated notes and explanatory materials covering accounting policies.

2.5 Principal accounting policies

The specific accounting policies selected and applied by the Company's directors for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating the format of financial statements were also taken into full consideration for fair presentation.

2.6 Significant accounting estimates and judgments

Estimates, assumptions concerning the future and judgments are made in the preparation of the financial statements. They affect the application of the Company's accounting policies, reported amounts of assets, liabilities, income and expenses, and disclosures made. They are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances.

The key assumptions concerning the future and other key sources of estimation or uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Income taxes

The Company has exposure to income taxes in Bangladesh. Significant judgment is involved in determining the Company-wide provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for expected tax issues based on estimates of additional taxes that might be due. Where the final tax outcome of these matters is different from the amounts that were initially recognized, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

The Company has enjoyed tax holiday up to April 2009 and accordingly necessary provisions has been made for Tax holiday period.



Notes to the Financial Statements

(ii) Depreciation of machinery and equipment

The costs of machinery and equipment for the manufacturing activities are depreciated on a written down value basis over the useful lives of the machinery. Management estimates the useful lives of the plant and equipment. These are common life expectancies applied in the industry. Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

2.7 Regulatory and legal compliance

The Company complied with requirement of the following regulatory and legal authorities:

The Companies Act, 1994;

The Securities and Exchange Rules, 1987;

The Securities and Exchange Ordinance, 1969;

The Income Tax Ordinance, 1984:

The Value Added Tax Act, 1991; and

The rules and regulations of Dhaka Stock Exchange Ltd., Chittagong Stock Exchange Ltd., and Central Depository Ltd.

2.8 Foreign currency

Transactions in foreign currencies are measured in the functional currency of the Company and are recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the date of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

2.9 Financial assets

Financial assets are classified as either financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, or available-for-sale financial assets, as appropriate. Financial assets are recognized on the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. When financial assets are recognized initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs. The Company determines the classification of its financial assets after initial recognition and, where allowed and appropriate, re-evaluates this designation at each financial year-end.

A financial asset is derecognized where the contractual rights to receive cash flows from the asset have expired. On de-recognition of a financial asset, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that has been recognized directly in equity is recognized in the income statement.

All Purchases and sales of financial assets are recognized or derecognized on the trade date, i.e. the date that the Company commits to purchase or sell the asset. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace concern.

2.10 Impairment of financial assets

The Company assesses at each date of statement of financial position whether there is any objective evidence that a financial asset or the group of financial assets is impaired.

When the asset becomes uncollectible, the carrying amount of impaired financial assets is reduced directly or if an amount was charged to the allowance account, the amounts charged to the allowance account are written off against the carrying value of the financial asset. To determine whether there is objective evidence that an impairment loss on financial assets has been incurred; the Company considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortized cost at the reversal date. The amount of reversal is recognized in the income statement.

Navana CNG Limited



Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

2.11 Impairment of non financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment assessment for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment losses of continuing operations are recognized in the income statement as 'impairment losses'.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses recognized for an asset other than goodwill may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Reversal of an impairment loss is recognized in the income statement. After such a reversal, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

2.12 Revenue recognition

Revenue is recognized to the extent that is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of consideration received or receivable...

(a) Petrol and diesel vehicle conversion services

Revenue on petrol and diesel vehicle conversion services is recognized, net of Vat where applicable upon the completion of the conversion of vehicles to run on either the Bi-Fuel system or the CNG Fuel System and the delivery of the converted vehicles to the vehicle owners.

(b) Sale of CNG

Revenue from sale of CNG is recognized upon the transfer of significant risk and rewards of ownership of the goods to the customer. Revenue is not recognized to the extent where there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods.

(c) Dividend

Dividend income is recognized when the Company's right to receive payment is established.

(d) Other revenues

Other revenues are recognized when services are rendered and bank interests are earned.

2.13 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Subsequent to recognition, property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses. Land has an unlimited useful life and therefore is not depreciated. Depreciation of an asset is computed on a reducing balance method over the estimated useful life of the asset as follows:



Notes to the Financial Statements

Name of Properties	Rate of depreciation
Land and land development	Nil
Buildings & Shed	10%
Plant and machinery	10%
Tools & Equipment	10%
Furniture & Fixtures	10%
Vehicles	10%

Fully depreciated assets are retained in the financial statements until they are no longer in use.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment. An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arises on de-recognition of the asset is included in the income statement in the year the asset is derecognized.

2.14 Inventories

Inventories are stated at the lower of cost and net realizable value. Costs incurred in bringing the inventories to their present location and conditions are accounted for as follows:

Raw materials: purchase costs on a weighted average basis;

Finished goods and work-in-progress; costs of direct materials and labor and a proportion of manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Provision is made if necessary, for obsolete and slow-moving item.

2.15 Cash and cash equivalents

Cash in hand and cash at banks have been considered as cash and cash equivalents for the preparation of these financial statements, which were held and available for use by Company without any restriction and there was insignificant risk of changes in value of the same.

2.16 Income taxes

(i) Current tax

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the date of statement of financial position.

(ii) Deferred tax

Deferred income tax is provided using the deferred method on temporary differences. Deferred tax assets and liabilities are recognized for all temporary differences, except:

Where the deferred tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction affects neither the accounting profit nor taxable profit or loss;

In respect of temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled by the Company and it is probable that the temporary differences will not reverse in the foreseeable future; and

Navana CNG Limited



Navana CNG Limited and its Subsidiaries

Notes to the Financial Statements

In respect of deductible temporary differences and carry-forward of unused tax credits and unused tax losses, if it is not probable that taxable profit will be available against which the deductible temporary differences and carry-forward of unused tax credits and unused tax losses can be utilized.

(iii) Value added tax

Revenues, expenses and assets are recognized net of the amount of Value Added Tax except:

Where the value added tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the value added tax is recognized as part of the cost of acquisition of the asset or as part of the expense item as applicable; and

Receivables and payables that are stated with the amount of value added tax included.

The net amount of value added tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

2.17 Provisions

Provisions are recognized when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each statement of financial position date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

2.18 Financial liabilities

Financial liabilities are recognized on the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are recognized initially at fair value, plus, in the case of financial liabilities other than derivatives, directly attributable transaction costs. Subsequent to initial recognition, all financial liabilities are measured at amortized cost using the effective interest method, except for derivatives, which are measured at fair value.

A financial liability is derecognized when the obligation under the liability is extinguished. For financial liabilities other than derivatives, gains and losses are recognized in the income statement when the liabilities are derecognized or impaired, and through the amortization process. Any gains or losses arising from changes in fair value of derivatives are recognized in the income statement. Net gains or losses on derivatives include exchange differences.

2.19 Borrowing costs

In compliance with the requirements of BAS 23 "Borrowing Costs" borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Borrowing costs are recognized as expenses in the period in which they incurred and capitalized the same that incurred before commencement of commercial operation.

2.20 Leases

Finance leases, which transfer to the Company substantially all the risks and rewards incidental to ownership of the lease item, are capitalized at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalized. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to the income statement. Contingent rents, if any, are charged as expenses in the periods in which they are incurred. Capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term.



Notes to the Financial Statements

Operating lease payments are recognized as an expense in the income statement on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lesser is recognized as a reduction of rental expense over the lease term on a straight-line basis.

2.21 Employees' benefits

Employee leave entitlement

Employee entitlements to annual leave are recognized as a liability when they accrue to employees. The estimated liability for leave is recognized for services rendered by employees up to the date of statement of financial position.

Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Company recognizes termination benefits when it is demonstrably committed to either terminate the employment of current employees according to a detailed plan without possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy. In the case of an offer made to encourage voluntary redundancy, the measurement of termination benefits is based on the number of employees expected to accept the offer.

Workers Profit Participation Fund

Provision for Workers Profit Participation Fund (WPPF) and Worker Welfare Fund (WWF) has been made @ 5% on net profit as per provision of The Bangladesh Labour Law, 2006 and payable to workers as defined in the said law.

2.22 Segment Reporting

A business segment is a distinguishable component of an entity that is engaged in providing an individual product or service or a group of related products or services and that is subject to risk and returns that are different from those of other business segment. The company has two distinguishable operating segments which are disclosed in note # 27.

A geographical segment is a distinguishable component of an entity that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that different from those of components operating in other economic environments. Since the company has operating all its activities in the same economic environment geographical segment reporting is not required.

2.23 Contingencies

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Company. Contingent liabilities and assets are not recognized on the statement of financial position of the Company.

2.24 Earnings per share

Basic earnings per share

Basic earnings per share have been calculated in accordance with BAS-33 "Earnings per Share" which has been shown on the face of the income statement. This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share

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

2.25 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. Events after the reporting period that are not adjusting events are disclosed in the notes when material.



Notes to the Financial Statements

2.26 Comparative figure

Comparative information has been disclosed in respect of the year/ period 2016 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's/ period's financial statements presentation. The financial information for the period 1 April 2015 to 30 June 2015(comparative for the period of 1 April 2016 to 30 June 2061) has not specifically been audited though the financial statements for year 1 April 2015 to 31 March 2016 as whole was audited.

2.27 Reclassification

As per the decision made by Board of directors the subordinate capital is reclassified as dues to Director.

2.28 Genera

Figures appearing in these financial statements have been rounded off to the nearest taka.

Previous year's figures whenever considered necessary have been re-arranged in order to confirm to current year presentation.

2.29 Changes In Reporting Date:

The company is used to report its financial information at 31 March each calendar year since the inception of the incorporation. The Section 9 of the Finance Act 2015 state that the tax payer companies other than bank, insurance and financial institutions shall have to follow, the uniform income year from July to June which is effective from 01 July 2016. To comply with this requirements, the company has changed its reporting date from 31 March to 30 June and prepare its financial statements as on June 2016(15 Months) on the basis of BSEC directive no. SEC/SRMIC/2011/1240/445 dated; April 27, 2016 as well as subsequent meeting minutes amongst BSEC, DSE and CSE dated; May 09, 2016.





Schedule of Property, plant and equipments

As at 30 June 2016

Annexure- A

7	Cost			Rate		Written Down						
Particulars	As at 01.04.2015	Addition during the year	As at 30.06.2016	of Depreciation	As at 01.04.2015	Charged during the year	As at 30.06.2016	Value as at 30.06.2016				
Land and land develop.	395,026,174	195,869	395,222,043	0%	- 14			395,222,043				
Plant & Machinery 77	156,278,088 12,187,8 774,418,425 114,823,7 87,677,483 37,536,8	8 Shed 155,278,088 12,137 Mathinery 774,418,425 114,823	12,137,836 114,823,746	168,413,924	168,413,924	10%	60,475,109	12,744,100	73,219,209			
						10%	315,094,582	64,806,192	379,900,774	509,341,397		
			87,677,483	87,677,483 37,530,843	37,530,843	125,208,326	125,208,326	125,208,326	125,208,326	10%	27,512,374	10,620,819
Furniture & fixtures		3,455,981	21,394,721	21,394,721	21,394,721	10%	7,214,471	1,613,259	8,827,730	12,566,992		
Electrical equipment	38,250,049	232,826	38,482,875	10%	7,478,686	3,797,672	11,276,358	27,206,517				
Office equipment	6,430,608	1,411,899	7,842,507	10%	883,982	801,234	1,685,216	6,157,291				
Vehicles	62,895,881	34,519,034	97,414,915	10%	20,012,886	8,915,888	28,928,774	58,486,141				
Total	1,538,913,448	204,308,034	1,743,221,482		438,772,030	103,299,164	542,071,254	1,201,150,228				

Annexure- B

	Cost			Rate		Depreciation		Written Down
Particulars	As at 01.04.2015	Addition during the year	As at 30.06.2016	of Depreciation	As at 01.04.2015	Charged during the year	As at 30.06.2016	Value as at 30.06.2016
Software System	-	3,776,412	3,776,412	10%	7.2	337,760	337,760	3,438,652

Navana CNG Limited

Schedule of Property, plant and equipments

As at June 3o, 2016

Annexure- A

		Cost				Written Down		
Particulars	As et 01.04.2015	Addition during the year	As at 30.06.2016	Rate of Depreciation	As at 01.04.2015	Charged during As at the year 30.06.2016		Value as at 30.06.2016
Land and land develop.	254,370,955	195,869	254,566,826	0%		1 - 1	- 44	254,566,826
Building & Shed	103,698,586	6,413,025	110,111,611	10%	49,993,095	7,146,249	57,139,344	52,972,267
Plant & Machinery	528,101,611	16,529,469	544,631,080	10%	269,350,802	33,647,071	302,997,873	241,633,207
Tools & equipment	53,515,627	18,133,636	71,649,263	10%	19,784,113	6,011,703	25,795,816	45,853,447
Furniture & fixtures	14,245,602	1,020,575	15,266,177	10%	6,511,870	1,042,284	7,554,154	7,712,023
Vehicles	48,737,593	23,361,729	72,099,322	10%	17,609,553	6,121,689	23,731,242	48,368,080
Total	1,002,669,974	65,654,303	1,068,324,277		363,249,433	53,968,996	417,218,429	651,105,847

Navana CNG Limited and its subsidiaries Notes to the Financial Statements As at As at As at For the period from April 01, 2015 to June 30, 2016 June 30, 2016 March 31, 2016 March 31, 2015 **BD Taka BD Taka BD Taka** 3 Property, plant and equipment net Land and land development 254,370,955 254,566,824 254,370,955 **Building & Shed** 52,091,877 52,972,266 53,705,491 Plant & Machinery 247,062,130 241,633,207 258,750,809 Tools & equipment 43,523,762 45,853,447 33,731,514 Furniture & fixtures 7,600,858 7,712,023 7,733,732 Vehicles 43,933,338 48,368,080 31,128,039 648,582,920 651,105,847 639,420,541 *An elaborate schedule of PPE are shown in annexure -A. 3(a) Consolidated Property, plant and equipment, net Land and land develop. 395,026,174 395,222,043 395,026,174 **Building & Shed** 94,968,692 95,194,715 95,800,979 Plant & Machinery 507,340,476 509,341,397 459,323,843 Tools & equipment 84,985,650 85,975,133 60,065,109 Furniture & fixtures 11,619,254 12,566,992 10,724,270 Electrical equipment 27,900,620 27,206,516 30,771,363 Office equipment 5,790,200 6.157,291 5,546,626 Vehicles 64,438,498 68,486,141 42,882,995 1.192,069,564 1,201,150,228 1,100,141,358 *An elaborate schedule of PPE are shown in annexure -A. 3(b) Consolidated Intengible Assets Software System ERP 3,526,822 3,438,652 3,526,822 3,438,652 *An elaborate schedule of PPE are shown in annexure -B. Capital work in progress Opening Balance 236,894,568 582,207,524 345,298,318 Add: Addition during the year/period 345,312,956 187,089,694 51,605,038 582,207,524 396,903,356 769,297,218 Less: Transfer to Property, plant and equipment 160,008,788 582,207,524 769,297,218 236,894,568 Closing balance Capital Work in progress represents land and land development, civil construction, Plant and mechineries etc for LPG project. 4(a) Capital work in progress Opening Balance 691,583,363 962,599,648 525,172,865 Add: Addition during the year/period 360,312,956 234,589,694 310,374,974 Add: Borrowing Cost 64,952,029 1,051,896,319 1,197,189,342 900,499,868 Less: Transfer to Property, plant and equipment 89,296,671 208,916,505 962,599,648 691,583,363 **Closing Balance** 1,197,189,342 Capital Work in progress represents land and land development, civil construction, Plant and mechineries etc for LPG project and land and land development, civil construction, Plant and mechineries etc for BMRE project of Navana Engineering Ltd. at Gabtoli

and Baligoan at Kalligonj.

5 Investment in subsidiaries

	432.118.469	458.656.112	362.866.755
Navana LPG Limited	999,950	999,950	
Navana Welding Electrode Ltd.	138,152,686	145,810,381	123,539,173
Navana Engineering Ltd.	292,965,833	311,845,781	239,327,582

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

	Name of Subsidiary	Total number of shares	Total number of shares held	Total number of shares held	Ownership Interest
	Navana Engineering Ltd.	10,000,000	9,999,995	9,999,995	5
	Navana Welding Electrode Ltd.	10,000,000	9,999,995	9,999,995	5
	Navana LPG Ltd.	1,000,000	999,995	999,995	5
		21,000,000	20,999,985	20,999,985	15
			As at March 31, 2016	As at June 30, 2016	As at March 31, 2015
5	Long-term security deposit		BD Taka	BD Taka	BD Taka
	PDBF		5,056	5,056	5,056
	Titas Gas T&D Co., Ltd.		31,441,963	31,441,963	31,441,963
	Pashchimanchal Gas Co.		2,650,741	2,650,741	2,650,741
	Dhaka Electricity Supply Co., Ltd.(DESCO)		150,000	150,000	150,000
	Dhaka Electricity Supply Authority (DESA)		270,000	270,000	270,000
	Jalalabad Gas Co., Ltd.		1,299,297	1,299,297	1,299,297
	Dhaka Palli Budyut Samity(PBS- 1)		257,120	257,120	257,120
	Delta life Insurance Co., Ltd		10,000	10,000	10,000
	Roads & Highway		190,350	190,350	190,350
	North South University		16,143	16,143	16,143
	Uttara Bank Limited		39,130	39,130	39,130
	Standard Bank Ltd.		745,038	745,038	745,038
	Bangladesh Telecommunication Co., Ltd (E	ITCL)	10,000	10,000	10,000
	UCEP		338,000	338,000	338,000
	Dhaka Metropolitan Police		147,331	147,331	147,331
	Mobile Com		22,000	22,000	22,000
	Road Cutting		37,106	37,106	37,106
	PDB		311,025	311,025	311,025
	Polli-Bidyut Somity-Bagerhat		4,844,800	4,844,800	-
	Mongla port authority		4,971,780	4,971,780	
			47,756,880	47,756,880	37,940,300
	Inventories				
	Stock & Stores		537,732,305	521,962,998	435,412,256
	Stock in transit		2,517,985	1,786,989	7,010,392
			540,250,290	523,749,987	442,422,648
(a)	Consolidated Inventories				
	Raw materials		617,249,355	598,480,854	521,153,885
	Work in process		26,178,454	25,429,444	13,070,732
	Finished Goods		136,553,983	169,951,051	79,847,868
	Spare Parts		6,170,386	6,067,477	5,748,919
	Fuel		184,799	412,994	325,795
	Stock in transit		41,016,123 827,353,100	45,942,249 846,284,069	68,182,650 688,329,849
			02.75007200	010,201,000	000/323/043
3	Accounts receivable Teigaon CNG Conversion Center		7,028,763	9,243,712	6,893,938
	regalori civa conversion center		7,028,703	5,245,732	0,033,338

2,904,440

9,674,493

2,193,089

3,082,121

913,534

599,301

2,865,515

9,328,307

2,193,089

3,108,071

1,302,550

657,693

Kallyanpur CNG Conversion Center

Dipnagar Diesel Conversion Center

Chittagong CNG Conversion Center

Sylhet CNG Conversion Center

Cylinder Testing Unit

Enginerring Workshop

3,870,516

8,861,964

2,189,229

3,092,432

552,002

599,301

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Notes

to the Financial Statements	As at March 31, 2016	As at June 30, 2016	As at March 31, 2015
	BD Taka	BD Taka	BD Taka
Kalurghat CNG Conversion Center	942,832	1,465,298	1,512,220
Kalurghat CRT	134,300	259,500	145,000
Uttara CNG Conversion Center	1,144,590	1,280,507	1,115,599
Bogra CNG Conversion Center	240,638	318,713	655,618
Palton CNG Conversion Center	287,582	383,482	187,682
Auto repair & services- Kally-Dhaka	11,019,378	11,448,899	9,793,776
Auto repair & services- Kalug-CTG	232,427	181,517	192,670
Denso CNG Station	4,720,921	3,402,970	1,917,973
Binimoy CNG Station	11,178,234	9,902,856	8,257,520
Sylhet CNG Station	561,293	561,332	504,726
Sylhet CNG Station-2	61,166	18,193	11,351
Station Technical Department Sylhet	0.0,000	840,600	46,721
Station Technical Department CTG	10,267,976	10,576,261	8,753,196
Station Technical Department Dhaka	14,108,449	28,054,006	16,655,764
Station Maintance Department Sylhet	14,100,445	20,034,000	5,000
Station Maintance Department -CTG	252,992	52,992	52,992
Station Maintance Department - Dhaka	1,472,823	32,332	32,332
10 THE SECTION OF SECTION SET OF THE SECTION S	2,192,792	1.221.226	
PRS Department	1000000	1,371,226	183,505
Engineering service department	494,505	419,505	(1.11.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1
Baipail CNG Station	858,337	1,084,287	646,696
Bogra CNG Station	178,798	186,552	50,011
Leguna CNG Station	604,690	574,174	1,356,248
Sitakundu CNG Station	682,503	581,382	481,059
S.H. Khan CNG Station	580,618	333,298	180,265
B.O.C CNG Station	22,200	29,977	11,059
Kwality CNG Station	644,508	1,138,860	262,194
Abdullah CNG Station	542,057	393,934	315,518
Bhoirab CNG Station	365,551	259,670	103,397
Elenga Station CNG Station	404,701	210,152	720,969
United CNG Station	209,595	314,149	173,462
Jogajog CNG Station	1,621,894	1,732,975	1,088,438
Sonarbangla CNG Station	5,586,496	4,221,980	5,219,117
	98,010,587	110,298,184	86,660,128
Consolidated Accounts receivable			
Tejgaon CNG Conversion Center	7,028,763	9,243,712	6,893,938
Kallyanpur CNG Conversion Center	2,904,440	2,865,515	3,870,516
Dipnagar Diesel Conversion Center	9,674,493	9,328,307	8,861,964
Chittagong CNG Conversion Center	2,193,089	2,193,089	2,189,229
Sylhet CNG Conversion Center	3,082,121	3,108,071	3,092,432
Cylinder Testing Unit	913,534	1,302,550	552,002
Enginerring Workshop	599,301	657,693	599,301
Kalurghat CNG Conversion Center	942,832	1,465,298	1,512,220
Kalurghat CRT	134,300	259,500	146,000
Uttara CNG Conversion Center	1,144,590	1,280,507	1,115,599
Bogra CNG Conversion Center	240,638	318,713	655,618
Palton CNG Conversion Center	287,582	383,482	187,682
Auto repair & services- Kally-Dhaka	11,019,378	11,448,899	9,793,776
1117 T 177 T 1		190000000000000000000000000000000000000	192,670
Auto repair & services- Kalurghat-CTG	232,427	181,517	
Denso CNG Station	4,720,921	3,402,970	1,917,973
Binimoy CNG Station	11,178,234	9,902,856	8,257,520
Sylhet CNG Station	561,293	561,332	504,726
Sylhet CNG Station-2	61,166	18,193	11,351

8(a)

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements As at As at As at March 31, 2016 March 31, 2015 June 30, 2016 **BD Taka BD** Taka **BD Taka** Station Technical Department Sylhet 840,600 45,721 Station Technical Department CTG 10,267,976 10,576,262 8,753,196 Station Technical Department Dhaka 14,108,449 28,054,006 16,655,764 Station Maintance Department Sylhet 5,000 Station Maintance Department -CTG 252,992 52,992 52,992 Station Maintance Department - Dhaka 1,472,823 PRS Department 2,192,792 1,371,226 Engineering service department 494,505 419,505 183,505 Baipall CNG Station 858,337 1,084,287 645,696 Bogra CNG Station 178,798 186,552 50,011 Leguna CNG Station 604,690 574.174 1,356,248 Sitakundu CNG Station 682,503 581.382 481,059 S.H. Khan CNG Station 580,618 333,298 180,265 B.O.C CNG Station 22,200 29,977 11,059 Kwality CNG Station 644,508 1,138,860 262,194 Abdullah CNG Station 542,057 393,934 315,518 Bhoirab CNG Station 365,551 259,670 103,397 Elenga Station CNG Station 404,701 210,152 720,969 United CNG Station 209,595 314,149 173,462 Jogajog CNG Station 1,621,894 1,732,975 1,088,438 Sonarbangla CNG Station 5.586,496 4,221,980 5,219,117 M/S Hamida Traders 15,472,330 24,919,907 15,106,481 Md. Kamrul Islam (AM-1060) 163,688 163,688 240,948 Shahjalal Enterprise NREL(TRN-00277) 241,829 241,829 241,228 Md.Kamal Hossain(AM)1028 20,624,388 24,094,923 15,053,755 MD.Nurul Hassain(AM)1001 1,811,470 1,915,970 13,900,893 Md. Rajib Rahgr (1002) 47,709,857 62,460,124 7,256,494 Md.Rezaul Islam(S.C.) 1009 PRS 9,925,904 8,679,508 9,760,426 Md. Zahid Hasan 1043(Tender) 5,477,026 4,380,529 311,351 Tender sales 1,946,503 7,036,756 3,674,438 Reduan Hossen (Mixer Operation) 10,998 105,300 105,300 Eng.Orbindu 97,100 Huda Sanitary 5,000 MD. Ibrahim Aman 8,198 Navana Construction Ltd. 3,437,415 1,437,415 3,642,375 Navana Elenga Station 1,282 Navana Welding Project 1,887 1,887 1,887 Navana Real State Ltd. 6,922,875 7.147.729 1,110,495 Muhammad Reaz uddin 12,417,025 42,790,318 Banosree sanitary Agent 37,500 37,500 Kallayanpur workshop 1,378 1,378 Sylhet Zone 172,765 1,040,491 576,485 Jessore Zone 2,037,273 4,141,504 2,667,218 Dhaka South zone 3,746,310 7,926,930 6,841,071 Dhaka North zone 3,207,717 7,539,842 6.835.611 Rajshahl Zone 1,212,764 1,971,149 1,952,262 Rangour Zone 1,192,591 1,611,106 874,831 Chitta, South Zone 1,570,479 7,100,464 2,815,120 Chitta, North Zone 1,882,062 4,455,163 1,993,105 Barishal Zone 1,601,358 2,846,016 1,088,140 240,930,281 334,345,611 182,727,320

Navana CNG Limited and its subsidiaries Notes to the Financial Statements As at As at As at March 31, 2016 June 30, 2016 March 31, 2015 **BD Taka BD Taka BD Taka** 9 Advances, deposits & pre-payments Advance against leasehold land 14,943,624 14,943,624 18,283,624 Advance against local procurement 45,971,755 64,597,967 53,341,935 Bank guarantee margin 23,721,413 23,721,413 18,224,203 Security deposit 1,762,887 1,762,887 1,762,887 Pre-payments 4,500,000 4,500,000 4,500,000 90,899,679 109,525,891 96,112,649 9(a) Consolidated Advances, deposits & pre-payments Advance against leasehold land 14,943,624 14,943,624 18.283.624 Advance against local procurement 46,505,156 65,550,355 56,302,758 Bank guarantee margin 28,420,446 28,339,261 21,641,459 Security deposit 1,762,887 1,762,887 1,762,887 Pre-payments 4,500,000 4,500,000 4,500,000 Advance Income Tax 48,488,354 55,415,267 25,354,770 Advance Trade Vat 37.766 Jakshon international Ltd. 251,031 251.031 251,031 Vat Current Account 3,143,927 4,544,118 4,929,539 Advance for Fixed Assets 836,713 836,713 Advance House Rent 6,687,500 7,650,000 3,340,000 Advance Tender 986,410 986,410 220,730 Earnest Money & Security Deposit 1,080,300 1.080,300 926,000 Clearing & forwarding agent 1,351,023 1,351,024 1,351,065 **Durnhill Corporation** 5,194,125 5,194,125 2,897,775 IMB International BD 5,800 1.598.550 5,800 Rose vally International 240.070 240,070 78,500 Advance to Suppliers 1,431,638 1,410,283 4,121,476 Security Deposit Bangladesh Railway 547,805 904,534 561,459 Advance against Salary 4,000 20,000 6,000 IBCS-PRIMAX Software Ltd. 11,425,000 11,425,000 147,395,698 178,162,538 206,823,764 10 Investment in shares Lafarge Surma Cement Ltd. 1,404,900 1,661,100 2,404,500 Aftab Automobiles Ltd. 3,941,910 4,204,704 3,671,608 6.609.204 5.346.810 5,332,708 Face value Number of Market value as Market value as Market value as on 30/06/16 per share share held on 31/03/16 on 31/03/15 10 Lafarge Surma Cement Ltd. 21,000 1,404,900 1,661,100 2,404,500 Aftab Automobiles Ltd. 10 75,084 3,941,910 3,671,608 4,204,704 96,084 5,346,810 5,332,708 6.609,204 10(a) Consolidated Investment in shares Face value Number of Market value as Market value as Market value as per share share held on 31/03/16 on 30/06/16 on 31/03/15 Lafarge Surma Cement Ltd. 10 21,000 1,404,900 1,661,100 2,404,500 Aftab Automobiles Ltd. 10 75,084 6,291,285 5,859,883 4,204,704 National Bank Ltd. 10 9,317 83,853 85,712 85,547 Square pharmaceuticals Ltd. 10 30,764 7,712,535 8,173,995 3,766,803 Titas Gas 10 38,105 1.668,999 1,840,471 1.059,950 Jamuna Oil 10 1,540 236,082 279,972 328,636

10

1,100

176,910

188,870

17,586,524

273,350

12,123,490

204,380

18,105,513

Padma Oil

325,137,417

646,758,383

Newson CNC Limited and its subsidiaries

Notes t	o the Financial Statements	As at March 31, 2016	As at June 30, 2016	As at March 31, 2015
		BD Taka	BD Taka	BD Taka
11	Cash & Cash equivalent			24 242 255
	Cash in hand	15,968,094	24,630,742	21,343,756
	Cash at bank : 1:	1.01	42 440 22F	224 700 070
	1 3 3 3 4 5 cm consists on the total	70,852,463	82,019,325	334,798,979
	Bank Balance	154,562,031 241,382,588	110,067,820 216,717,887	54,057,773 410,200,508
		241,302,300	210,/17,007	410,200,308
11.01	The bank balance consists of:			
	Mercantile Bank Ltd. (FDR)	62,024,860	62,792,418	91,281,957
	Mutual Trust Bank Ltd. (FDR)	4,060,394	4,398,546	3,711,100
	NCC Bank Ltd.(FDR)			59,895,058
	One Bank Ltd.(FDR)		1.50	79,778,344
	Standard Bank Ltd. (FDR)			96,571,884
	Jumana Bank Ltd. (FDR)	3,835,194	3,884,812	3,560,636
	Shahjala Islami Bank Ltd. (FDR)	932,015	10,943,549	<u>.</u>
		70,852,463	82,019,325	334,798,979
	AB Bank Ltd.	5,597,978	5,918,989	2,384,488
	Bank Alfalah Ltd.	8,013	8,013	9,163
	Al-Arafah Bank Ltd.	5,777	4,052	5,777
	Bank Asia Ltd.	386,964	386,389	388,614
	Brac Bank Ltd.	1,434,711	1,693,207	859,424
	Dhaka Bank Ltd.	7,146,052	4,005,835	1,119,189
	Dutch Bangla Bank Ltd.	16,754,373	12,204,248	7,819,253
	IFIC Bank Ltd.	2,223,649	1,034,314	1,635,390
	Jamuna Bank Ltd.	1,411,393	897,368	2,435,088
	Mutual Trust Bank Ltd.	57,627,343	37,366,043	11,034,036
	National Bank Ltd.	9,162,495	6,592,429	2,298,996
	NCC Bank Ltd.	2,350,388	2,048,380	715,386
	Prime Bank Ltd.	1,755,599	869,569	1,715,568
	Pubali Bank Ltd.	6,898,121	5,013,332	3,497,995
	Rupali Bank Ltd.	6,031,343	4,871,023	8,496,973
	Shahjalal Islami Bank Ltd.	6,290,708	6,785,400	3,455,377
	Social Investment Bank Ltd.	42,087	41,513	43,387
	Southeast Bank Ltd.	1,108,080	7,618,596	393,910
	Standard Bank Ltd.	442,804	545,135	371,577
	Standard Chartered Bank	220,025	220,026	198,419
	Uttara Bank Ltd.	11,356,831	9,877,219	5,179,763
	United Commercial Bank Ltd.	55,019	54,444	*
	City Bank Ltd.	16,252,278	1,532,446	
	Trust Bank Ltd.		479,850	
		154,562,031	110,067,820	54,057,773
11(a)	Consolidated Cash & bank balances			
	Cash in hand	22,880,343	38,549,191	26,060,919
		1.01(a)		- dandes
	FDR	81,234,881	99,033,008	334,798,979
	Bank Balance	201,622,860	187,555,218	285,898,485

Annual Report 2016

305,738,084

	ana CNG Limited and its subsidiaries to the Financial Statements	As at	As at	As at
		March 31, 2016 BD Taka	June 30, 2016 BD Taka	March 31, 2015 BD Taka
		DD Idka	DU TAKA	DD Taka
11.01(a) The bank balance consists of:			
	Mercantile Bank Ltd. (FDR)	62,024,860	62,792,418	91,281,957
	Mutual Trust Bank Ltd. (FDR)	4,060,394	4,398,546	3,711,100
	NCC Bank Ltd.(FDR)	- 65	100	59,895,058
	One Bank Ltd.(FDR)	5 - F - F - F - F - F - F - F - F - F -	10.000	79,778,344
	Standard Bank Ltd. (FDR)	6,369,930	5,434,644	96,571,884
	Jumana Bank Ltd. (FDR)	3,835,194	3,884,812	3,560,636
	Shahjala Islami Bank Ltd. (FDR)	4,944,503 81,234,881	21,522,588 99,033,008	334,798,979
		61,234,081	33,033,006	334,736,373
	AB Bank Ltd.	5,597,978	5,918,989	2,384,488
	Bank Alfalah Ltd.	8,013	8,013	9,163
	Al-Arafah Bank Ltd.	3,013,481	4,391,013	17,331
	Bank Asia Ltd.	5,406,094	5,233,603	4,634,554
	Brac Bank Ltd.	1,434,711	1,693,207	859,424
	Dhaka Bank Ltd.	7,146,052	4,005,835	1,119,189
	Dutch Bangla Bank Ltd.	34,992,312	32,550,288	41,333,654
	IFIC Bank Ltd.	2,499,148	1,308,663	1,635,390
	Jamuna Bank Ltd.	1,413,545	898,945	2,438,952
	Mutual Trust Bank Ltd.	66,468,132	49,836,268	17,156,072
	National Bank Ltd.	9,162,495	6,592,429	2,298,996
	NCC Bank Ltd.	2,350,388	2,048,380	715,386
	Prime Bank Ltd.	1,800,496	912,016	1,760,465
	Pubali Bank Ltd.	6,898,121	5,013,332	3,497,995
	Rupali Bank Ltd.	6,031,343	4,871,023	8,496,973
	Shahjalal Islami Bank Ltd.	9,060,782	24,312,242	4,137,830
	Social Investment Bank Ltd.	42,087	41,513	43,387
	Southeast Bank Ltd.	2,646,853	7,954,202	2,773,063
	Standard Bank Ltd.	2,416,116	12,193,903	10,428,335
	Standard Chartered Bank	220,025	220,026	198,419
	Uttara Bank Ltd.	11,356,831	9,877,219	5,179,763
	Mercantile Bank Ltd.	1,583,667	690,119	1,056,498
	One Bank Ltd.		3,722	21,665,786
	Trust Bank Ltd.	89,874	568,574	150,007,174
	Islami bank Bd.ltd	2,523,520	2,323,100	960,985
	Modhumoti Bank Ltd.	993,773	993,198	1,022,346
	Sonali Bank Ltd.	155,336	1,116,941	66,867
	United Commercial Bank Ltd	59,409	446,009	ww.g.
	City Bank Ltd.	16,252,278	1,532,446	
	100 100 100 100 100 100 100 100 100 100	201,622,860	187,555,218	285,898,485
12	Share capital			
	Authorized capital:	1,500,000,000	1,500,000,000	1,500,000,000
	(150,000,000 Ordinary Shares @ Tk. 10 each)	96	SE DECEMBER 1	SAME THE OVERSON

Share capital					
Authorized capital: (150,000,000 Ordinary Shares @	7 Tk. 10 each)	-	1,500,000,000	1,500,000,000	1,500,000,000
Issued, Subscribed and Paid-up (68528592 Ordinary Shares @ T	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	-	685,285,920	685,285,920	685,285,920
	Number of Shares	Face Value Per Share	Share capital on 31.03.2016	Share capital on 30.06.2016	Share capital on 31.03.2015
	8		BD Taka	BD Taka	BD Taka
Balance at beginning of year	68,528,592	10.00	685,285,920	685,285,920	685,285,920
Balance at end of year	68,528,592	10.00	685,285,920	685,285,920	685,285,920

Malek Siddiqui Wali CHARTERED ACCOUNTANTS

Notes to the Financial Statements

Shareholding position:

Class of shareholders	Number of Investors	Number of Shares hold	Shares Holding % 31.03.16	Shares Holding % 30.06.16	5hares Holding % 31.03.2015
Sponsors	9	29,230,041	42.65%	42.49%	42.65%
General public	21,179	25,731,152	37.67%	37.89%	40.25%
Institutional investors	247	13,567,399	19.68%	19.62%	17.10%
Total	21,435	68,528,592	100%	100%	100%

Classification of shareholders:

Particulars		rticulars	Number of Investors	Number of Shares	% of Shares Holding 31.03.16	% of Shares Holding 30.06.16	% of Shares Holding 31.03.2015
1	to	500	14,062	2,855,892	4.17%	3.51%	4.17%
501	to	5000	6,466	10,085,513	14.72%	13.97%	14.72%
5001	to	10000	496	3,469,451	5.06%	4.65%	5.06%
10001	to	20000	203	2,557,742	3.73%	4.37%	3.73%
20001	to	30000	71	1,733,992	2.53%	2.54%	2.53%
30001	to	40000	33	1,159,612	1.69%	1.44%	1.69%
40001	to	50000	23	833,788	1.22%	1.52%	1.22%
50001	to	100000	34	2,567,078	3.74%	3.68%	3.75%
100001	to	1000000	40	13,149,015	19.19%	19.66%	19.19%
100	0000	above	7	30,116,509	43.95%	44.66%	43.95%
	Tota	1	21,435	68,528,592	100%	100%	100%

		As at March 31, 2016	June 30, 2016	As at March 31, 2015
13	Retained earnings	BD Taka	BD Taka	BD Taka
	Opening balance	1,029,020,349	1,193,296,637	901,231,874
	Add: Total Comprehensive Income for the year/period	156,057,744	30,645,987	160,772,985
		1,185,078,093	1,223,942,624	1,062,004,860
	Share of Profit from subsidiaries	68,251,730	26,537,629	70,343,541
	Revaluation Gain on investment in share	(1,085,360)	(11,987)	(535,164)
	unrealised profit on investment in share	1,252,244,464	1,250,468,266	1,131,813,236
	Less: payment cash/Stock dividend	(58,947,827)		(102,792,888)
	Closing balance	1,193,296,637	1,250,468,266	1,029,020,349
13(a)	Consolidated Retained earnings			
	Opening balance	1,029,020,384	1,193,296,705	901,231,874
	Add: Total Comprehensive Income for the year/period	223,224,149	57,165,549	230,581,397
		1,252,244,532	1,250,462,254	1,131,813,272
	Less: payment cash/Stock dividend	(58,947,827)	-	(102,792,888)
	Closing balance	1,193,296,705	1,250,462,254	1,029,020,384
14	Long Term Loan			
	City Bank Limited, Gulshan Avenue Br.	240,793,096	450,821,071	25
	Dues to Director (Mr.Shafiul Islam, Chairman) (14.01)	116,000,000	138,500,000	20
		356,793,096	589,321,071	

Long term loan from city Bank Limited taken with monitorium period of 2-4 years, hence there is no current portion of long term loan. Dues to Directors is un-secured and Interest free loan from Mr. Shafiul Islam, Chairman.

14.01 Dues to Director (Mr. Shafiul Islam, Chairman)

Opening Balance
Add : During the period/year

116,000,000	138,500,000	
116,000,000	22,500,000	
	116,000,000	



otes to	the Financial Statements	As at March 31, 2016	As at June 30, 2016	As at March 31, 2015
14(a)	Consolidated Long Term Loan	BD Taka	BD Taka	BD Take
ra(a)	City Bank Limited, Gulshan Avenue Br.	240,793,096	450,821,071	6
	One Bank Limited, Gulshan Br.	389,360,023	460,604,862	
	Dues to Director (Mr.Shafiul Islam, Chairman)	275,117,526	345,117,526	144,112,526
	Dues to Director (Michaella Islam, Chairman)	905,270,645	1,256,543,459	144,112,526
	Long term loan from city Bank Limited taken with monitoriun	n period of 2-4 years, hence the	nere is no current portion	of long term loan.
	Dues to Directors is un-secured and Interest free loan from	n Mr. Shafiul Islam, Chairmai	n.	
15	Short-term loans			
	Shahjalal Islami Bank Ltd.	113,074,715	70,111,115	14,155,106
	Standard Bank Ltd.	18 N	8 8	16,659,66
	Pubali Bank Ltd.	40,175,361	_	
		153,250,076	70,111,115	30,814,77
15(a)	Consolidated Short-term loans			
,	Shahjalal Islami Bank Ltd.	121,668,758	112,740,443	27,235,15
	Standard Bank Ltd.	66,008,527	85,851,111	89,610,73
	One Bank Ltd.	116,076,775	383,995,270	98,747,66
	Mercantile Bank Ltd. (LTR)	5,066,324	3,798,562	28,930,58
	IFIC Bank Ltd.	-	20, 22, 22, 22	676,071,09
	Pubali Bank Ltd.	40,175,361		0,0,0,1,00
	, and series coul	348,995,745	586,385,386	920,595,22
16	Provision for income tax).		-
L		25 257 200	F3 430 F30	71 100 75
	Opening balance	35,367,398	53,130,520	71,180,26
	Add: Current tax expenses for the period	49,291,149	10,007,013	49,694,24
		84,658,547	63,137,533	120,874,50
	Less: Tax paid/adjusted in current period	(31,528,027)	(7,410,155)	(85,507,11
	Closing balance	53,130,520	55,727,378	35,367,39
16(a)	Consolidated Provision for income tax			
	Navana CNG Limited	53,130,520	55,727,378	35,367,39
	Navana Welding Electrode Limited	13,049,771	16,269,128	8,660,72
	Navana Engineering Limited	34,191,848	42,935,749	18,117,12
		100,372,139	114,932,255	62,145,24
.7	Payables and accruals			
	Account payables	23,203,235	24,174,080	14,312,20
	Liabilities for Expenses	91,527,828	85,907,818	65,276,39
	Workers profit participation fund	12,890,807	14,946,500	12,584,72
	Sundry payables	3,835,000	2,855,994	12,181,95
	Unclaim Dividend	21,433,820	21,272,890	14,503,10
		152,890,690	149,157,282	118,858,37
17(a)	Consolidated Payables and accruals			
	Navana CNG Limited	152,890,690	149,157,282	118,858,37
	Navana Engineering Limited	6,593,637	6,999,037	5,049,330
	Navana Welding Electrode Limited	10,888,019	6,509,937	8,185,48
	Navana LPG Limited	5 5 s	5,000	

Navana CNG Limited and its subsidiaries

		For the Year ended March, 2016 BD Taka	For the Period from April 2016 to June 2016 BD Taka	For the Period from April 2015 to Ame 2016 BD Taka	For the Period from April 2015 to June 2015 BD Taka	For the Year ended March 2015 BD Taka
18	Revenue-net					
	CNG conversion-net	258,851,574	50,559,540	309,411,114	78,522,134	198,121,188
	CNG sales	1,163,435,357	291,433,067	1,454,868,424	257,738,903	981,978,599
	Service revenue-net	256,605,665	66,698,834	323,304,499	62,010,765	225,980,719
		1,678,892,596	408,691,441	2,087,584,037	398,271,802	1,406,080,506
18(a)	Consolidated Revenue-net					
	CNG conversion-net	258,851,574	50,559,540	309,411,114	78,522,134	198,121,188
	CNG sales	1,163,435,357	291,433,067	1,454,868,424	257,738,903	981,978,599
	Service revenue-net	256,605,665	66,698,834	323,304,499	62,010,765	225,980,719
	HDP.PPR.up VC Pipe	606,294,521	170,617,161	776,911,682	163,005,758	296,084,262
	Welding Electrode	286,535,572	79,368,149	365,903,721	64,355,125	248,504,872
		2,571,722,689	658,676,751	3,230,399,440	625,632,685	1,950,669,640
19	Cost of sales					
	Cost of CNG conversion 19.01	171,369,822	37,247,685	208,617,507	55,495,312	112,754,128
	Cost of CNG sales 19.02	1,013,263,477	251,324,996	1,264,588,473	224,406,517	858,214,615
		1,184,633,299	288,572,681	1,473,205,980	279,901,829	970,968,743
19.01	Cost of CNG conversion					
	Opening balance of conversion materials	435,412,256	537,732,305	435,412,256	435,412,256	404,943,111
	Add : Purchase during the year/period	273,689,871	21,478,378	295,168,249	64,303,157	143,223,273
	Available for consumption	709,102,127	559,210,683	730,580,505	499,715,413	548,166,384
	Less: Closing balance of conversion materials	537,732,305	521,962,998	521,962,998	444,220,101	435,412,256
	Conversion materials consumed	171,369,822	37,247,685	208,617,507	55,495,312	112,754,128
19.02	Cost of CNG sales					
	Gas	882,324,488	221,792,686	1,104,117,174	192,527,597	744,392,212
	Electricity	81,947,284	18,395,004	100,342,288	20,677,090	75,060,757
	Land rent	3,160,000	900,000	4,060,000	380,123	2,545,000
	Station Commission	45,831,705 1,013,263,477	10,237,306 251,324,996	56,069,011 1,264,588,473	10,821,707 224,406,517	36,215,646 858,214,615
				3,20,7500,115		030,000,000
19(a)	Consolidated Cost of sales Raw materials Consumed 19.01(a)	1,750,291,693	463,049,265	2,213,340,958	404,384,084	1,308,405,114
	Add : Direct cost	3,875,177	1,068,229	4,943,406	907,391	3,523,014
	Add: Factory overhead	79,901,936	22,186,116	102,088,052	19,831,629	57,202,700
	Cost of Production	1,834,068,806	486,303,610	2,320,372,416	425,123,104	1,369,130,828
	Add: Opening WIP	23,246,496	26,178,453	23,246,496	16,061,331	6,810,397
	Committee of the commit	1,857,315,302	512,482,063	2,343,618,912	441,184,435	1,375,941,225
	Less: Closing WIP	26,178,453	25,429,444	25,429,444	21,347,236	13,070,732
	Cost of goods manufacture	1,831,136,849	487,052,619	2,318,189,468	419,837,199	1,362,870,493
	Add: opening stock of finished goods	79,847,868	136,553,983	79,847,868	79,847,868	55,159,509
		1,910,984,717	623,606,602	2,398,037,336	499,685,067	1,418,030,002
	Less: Closing stock of finished goods	136,553,983	169,951,051	169,951,051	82,131,982	79,847,868
	Cost of Goods sold	1,774,430,734	453,655,551	2,228,086,285	417,553,085	1,338,182,134
19.01(a)	Opening stock of raw materials	521,153,885	617,249,355	521,153,885	520,900,849	459,510,693
00000	Add: Purchase for the year/period	833,123,686	192,955,768	1,026,079,454	227,609,863	511,833,691
	마마스테 이 (1) 아니를 된 이 (1) 이 (1) 시간	1,013,263,477	251,324,996	1,264,588,473	224,406,517	858,214,615
	Add: Cost of CNG sales					
	Add: Cost of CNG sales	2,367,541,048	1,061,530,119	2,811,821,812	972,917,229	1,829,558,999
	Add: Cost of CNG sales Less: Closing stock of raw materials			2,811,821,812 598,480,854	972,917,229 568,533,145	1,829,558,999 521,153,885

		For the Year ended March, 2016 BD Taka	For the Period from April 2016 to June 2016 BD Taka	For the Period from April 2015 to June 2016 BD Taka	For the Period from April 2015 to June 2015 BD Taka	For the Year ended March 2015 BD Taka
)	Administration and selling expense					
	Salary & allowances	155,541,197	39,968,091	195,509,288	25,122,974	132,490,843
	Overtime allowance	7,954,446	376,333	8,330,779	183,832	1,022,492
	Vehicle maintenance	3,440,771	470,440	3,911,211	752,825	1,986,354
	Electricity bill	4,392,107	1,066,815	5,458,922	1,142,825	3,655,692
	Rental expense	3,829,200	999,300	4,828,500	247,840	3,238,186
	Telephone & mobile expense	2,932,288	512,967	3,445,255	438,206	2,329,347
	Conveyance	4,418,440	814,904	5,233,344	373,985	1,047,083
	Electrical expense	1,675,021	123,335	1,798,356	52,500	763,142
	Entertainment	5,629,585	1,137,118	6,766,703	808,068	2,451,207
	Labour charge	1,444,331	508,633	1,952,964	309906	650,203
	Board meeting attendance fee	195,000	55,000	250,000		125,000
	Medical expense	259,810	129,601	389,411	47,512	165,074
	Carrying charge	563,201	411,902	975,103	172,984	540,305
	Mineral water	663,124	185,409	848,533	141,731	473,606
	Annual general meeting expenses	320,000		320,000	3	420,000
	Misc. exps	339,489	133,588	473,077		78,962
	Newspaper & periodicals	263,960	70,731	334,691	60,888	232,112
	Office maintenance	879,985	498,496	1,378,481	456,298	187,102
	Audit fees	120,000	120,000	240,000		120,000
	Oil & lubricants	6,945,962	1,772,483	8,718,445	193,241	2,105,800
	Photocopy expense	185,830	13,490	199,320	15,550	64,088
	Postage & stamp	428,630	49,348	477,978	74,745	374,185
	Uniform & liveries	102,090	37,710	139,800	260,922	577,615
	Printing expense	2,432,409	353,450	2,785,859	231,032	1,772,001
	Stationary expense	645,770	246,149	891,919	508,992	445,690
	Registration & renewals	4,546,272	589,080	5,135,352	959,548	1,053,942
	Travelling expense	1,425,535	280,416	1,705,951	454,699	353,434
	Security guard	3,922,589	1,079,333	5,001,922	150,213	
	Bank Charge	1,189,124	187,372	1,376,496	312,395	-
	Internet Expense	733,084	269,077	1,002,161	151,129	20
	Repair maintenace	1,853,941	703,615	2,557,556	801,231	*
	Fuel & gas Expenses for mobile lory	7,278,358	1,760,972	9,039,330	578,844	
	Depreciation	43,801,329	10,167,667	53,968,996	2,649,131	42,783,287
		270,352,878	65,092,825	335,445,703	37,654,046	201,506,752
a)	Consolidated Administration and sell	ing expense				
	Salary & allowances	180,684,831	50,208,271	230,893,102	36,585,878	147,696,216
	Overtime allowance	8,395,380	569,123	8,964,503	569,745	1,330,195
	Vehicle maintenance	3,925,860	596,440	4,522,300	1,389,325	2,247,552
	Electricity bill	4,509,492	1,105,803	5,615,295	1,167,849	3,740,732
	Rental expense	4,720,200	1,222,050	5,942,250	506,824	4,056,250
	Telephone & mobile expense	4,504,480	1,068,430	5,572,910	771,999	2,755,270
	Conveyance	6,149,427	1,233,402	7,382,829	1,071,957	1,688,067
	Electrical expense	2,336,118	322,725	2,658,843	536,939	1,421,457
	Entertainment	8,049,903	1,793,678	9,843,581	1,608,424	4,144,407
	Labour charge	1,917,659	664,181	2,581,840	923,631	831,383
	Board meeting attendance fee	195,000	55,000	250,000		125,000
	Medical expense	259,810	129,601	389,411	47,512	165,074
	Carrying charge	14,170,415	6,036,802	20,207,217	4,623,306	723,676
	Mineral water	663,124	185,409	848,533	141,731	473,606
	Annual general meeting expenses	320,000		320,000	2000000	420,000
	Miscellaneous expense	339,489	133,588	473,077		78,962

Navana CNG Limited and its subsidiaries

Notes to	o the Financial Statemen	r?	For the Year ended March, 2016	For the Period from April 2016 to June 2016	For the Period from April 2015 to June 2016	For the Period from April 2015 to June 2015	For the Year ended March 2015
			BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
	Office maintenance		2,157,201	1,023,460	3,180,661	862,651	1,566,842
	Audit fees		170,000	175,000	345,000	002,002	170,000
	Oil & lubricants		8,498,912	2,482,944	10,981,856	2,444,573	2,920,382
	Photocopy expense		220,885	14,084	234,969	18,971	66,276
	Postage & stamp		601,603	142,552	744,155	301,946	468,346
	Security guard bill		4,367,589	1.154,333	5,521,922	683,037	
	Uniform & liveries		102,090	37,710	139,800	260,922	577,615
	Printing expense		3,977,298	1,080,315	5,057,613	543,312	2,937,018
	Stationary expense		1,296,066	288,550	1,584,616	1,067,103	732,990
	Registration & renewa	te	5,242,202	665,920	5,908,122	1,687,640	1,632,292
	Travelling expense		2,697,109	805,075	3,503,184	1,992,197	1,295,565
	Bank charge		1,615,819	349,941	1,965,760	376,558	253,854
	Internet bill		733,084	269,077	1,002,161	279,022	233,034
	Gas Bill		20,400	5,850	26,250	4,050	8,100
	Service Charges		67,200	16,800	84,000	22,550	61,800
	Transport Expenses		369,500	211,800	581,300	96,985	76,896
	Advertisement		2,861,165	1,387,408	4,248,573	1,209,851	70,890
					1 CONTROL OF THE OWNER.		- 6
	Repair & Maintenance		1,853,941	703,615	2,557,556	944,942	
	Fuell & gas Expenses for		7,278,358	1,760,972	9,039,330	578,844	13
	Project Launching Expo	ense	F1 FF7 031	12 267 007	63 635 636	12,591,598	10 555 201
	Depreciation		51,567,931	12,267,097	63,835,029	4,524,822	48,656,291
	Amortization		49,918 337,182,032	90,262,052	67,552 427,444,084	80,502,496	233,576,803
			337,182,032	90,262,052	427,444,084	80,302,496	233,576,803
21	Interest expenses						
	Interest on short-term	loans	17,265,213	13,155,557	30,420,770	6,274,786	43,916,165
			17,265,213	13,155,557	30,420,770	6,274,786	43,916,165
21(a)	Consolidated Interest	evpenses					
ZI(a)	Navana CNG Limited	expenses	17,265,213	13,155,557	30,420,770	6,274,786	43,916,165
	Navana Engineering Li	m/t n.d	94,965,415	17,433,227	112,398,642	25,880,739	14,962,578
	Navana Welding Electr		31,112,216	1,006,623	######################################		
	Navana Welding Electr	ode Limited	143,342,844	31,595,407	32,118,839 174,938,251	8,530,577 40,686,102	20,242,775 79,121,518
22	Other income						
	Interest income on FDI		11,084,036	1,296,513	12,380,549	6,944,584	29,847,179
	Interest income on STI) Account	6,916	2,677	9,593		8,059
	Dividend income		118,914		118,914		
			11,209,866	1,299,190	12,509,056	6,944,584	29,855,238
22(a)	Consolidated Other in	come					
	Navana CNG Limited		11,209,866	1,299,190	12,509,056	6,944,584	29,855,238
	Navana Engineering Lin	mited	57,324		57,324		
	Navana Welding Electr		293,024	145,862	438,886		
			11,560,214	1,445,052	13,005,266	6,944,584	29,855,238
23	Income to			72		8	V.S.
25	Income tax expense Current tax	23.01	40.201.140	10.007.013	59,298,162	10 377 554	49.694.247
	Deferred tax	23.01	49,291,149			19,377,554	
	Deletted rax	23.02	2,128,318 51,419,467	460,874 10,467,887	2,589,192	5,727,787	(1,377,629)
			51,419,467	10,407,667	61,887,354	25,105,341	48,316,618

Notes to the Financial Statements

		For the Year ended March, 2016 BD Taka	For the Period from April 2016 to Lune 2016 BD Taka	For the Period from April 2015 to June 2005 BD Talka	For the Period from April 2015 to June 2015 BD Talka	For the Year ende March 2015 BD Taka
22.04		DD take	BU leka	DD lake	DD IAKA	BU Taka
23.01	Current tax:		000 000	40.000.000		2 224 244
	Tax deducted at source (import stage)	12,659,555	933,220	13,592,775	3,004,400	9,021,041
	Tax deducted from FDR interest income Tax deducted by Customer	0.0000000000000000000000000000000000000	129,652	1,237,249	656,024	3,113,298
		523,684	296,015	819,699 959		309,466
	Tax deducted from STD interest income		268	- 0.40 Empt 1000	2 000 000	
	Tax paid in advance	17,000,000	6,000,000	23,000,000	2,000,000	73,000,000
	Tax deducted at source (Vehicle)	236,500	51,000	287,500	12 717 120	62,500
	Tax provision	17,763,122 49,291,149	2,596,858	20,359,980 59,298,162	13,717,130	49,694,247
						75455,74577
23.02	Deferred tax:	122212	20020011111	0.00000000	120000000	BURENO
	Taxable temporary difference	177,823,347	178,909,169	178,909,169	191,455,087	168,543,939
	Tax rate	25.00%	25.00%	25.00%	25.00%	25.009
	Deferred tax liabilities	44,455,837	44,727,292	44,727,292	47,863,772	42,135,98
	Less: Deferred tax adjustment	191,534	2,115	2,115	(<u>24</u>)	
		44,264,303	44,725,177	44,725,177	47,863,772	42,135,98
	Less : Opening balance	42,135,985	44,264,303	42,135,985	42,135,985	43,513,614
	Current deferred tax	2,128,318	460,874	2,589,192	5,727,787	(1,377,629
23(a)	Consolidated Income tax expense					
00,000	Current tax	69,754,920	21,970,270	91,725,190	23,808,189	65,691,297
	Deferred tax	12,920,974	2,044,748	14,965,722	9,522,732	5,695,657
		82,675,894	24,015,018	106,690,912	33,330,921	71,386,95
	Current tax:					
	Tax deducted at source (import stage)	35,793,139	7,860,133	43,653,272	11,476,461	21,827,957
	Tax deducted from FDR interest income	1,107,597	129,652	1,237,249	656,024	9,021,043
	Tax deducted from Customer	523,684	296,015	819,699	32,502	309,466
	Tax deducted from STD interest income	691	268	959	10,0	808
	Tax paid in advance	17,000,000	6,000,000	23,000,000	2,000,000	73,000,000
	Tax deducted at source (Vehicle)	236,500	51,000	287,500	22 10	62,500
	Tax provision	15,093,309	7,633,202	22,726,511	9,643,202	(38,530,473
		69,754,920	21,970,270	91,725,190	23,808,189	65,691,297
24	Earnings per share (EPS)					
	Profit attributable to ordinary shareholders	156,057,744	30,645,987	186,703,731	52,404,872	160,772,985
	Number of ordinary shares used to compute earnings per share	68,528,592	68,528,592	68,528,592	68,528,592	68,528,592
	Earnings per share	2.28	0.45	2.72	0.76	2.35
4.(a)	Earnings per share (EPS)		76 %		(A) (B)	
S. (1852.6)	Profit attributable to ordinary shareholders	230,016,766	56,564,494	286,581,260	56,036,301	242,560,119
	Number of ordinary shares used to compute learnings per share	68,528,592	68,528,592	68,528,592	68,528,592	68,528,592
	Earnings per share	3.36	0.83	4.18	0.82	3.5
25	Net assets value per share (NAVPS)					
15	Net assets value	2,059,201,405	*0	2,116,373,034		1,894,925,11
				THE RESERVE OF THE PARTY OF THE		

68,528,592

2,094,587,449

68,528,592

30.57

30.05

Number of ordinary shares used to compute NAVPS

Net assets value per share

25.(a) Net assets value per share (NAVPS) Net assets value

Net assets value per share

Number of ordinary shares used to compute NAVPS

68,528,592

1,924,849,630

68,528,592

27.65

28.09

68,528,592

2,151,752,998

68,528,592

31.40



Notes to the Financial Statements

		For the Year ended March, 2016	For the Period from April 2016 to June 2016	For the Period from April 2015 to June 2016	For the Period from April 2015 to June 2015	For the Year ended March 2015
		BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
26	Net operating cash flows per share (NOCFPS)					
	Net operating cash flows	143,063,982	25,726,574	168,790,556	(6,706,425)	190,691,154
	Number of ordinary shares used to compute NOCFPS	68,528,592	68,528,592	68,528,592	68,528,592	68,528,592
	Net operating cash flows per share	2.09	0.38	2.46	(0.10)	2.78
26(a)	Net operating cash flows per share (NOCFPS)					
	Net operating cash flows	167,624,240	(305,764,651)	(138,140,411)	(10,191,826)	125,041,095
	Number of ordinary shares used to compute NOCFFS	68,528,592	68,528,592	68,528,592	68,528,592	68,528,592
	Net operating cash flows per share	2.45	(4.46)	(2.02)	(0.15)	1.82

27 Segment Report- As at June 30, 2016

Particulars	Conversion Workshop	CNG Station	Total
Assets			
Non-current assets			
Property, plant & equipment	195,331,754	455,774,093	651,105,847
Capital Working process	769,297,218	100 (100 to 100 (100 (100 to 100 to 1	769,297,218
Investment in subsidiaries	458,656,112	87	458,656,112
Long-term security deposit	9,551,376	38,205,504	47,756,880
Total non-current assets	1,432,836,460	493,979,597	1,926,816,057
Current assets			
Inventories	523,749,987	Ψ.	523,749,987
Accounts receivable	44,119,274	66,178,911	110,298,184
Advances, deposits & pre-payments	90,628,088	18,897,803	109,525,89
Inter-company receivable	132,974,343	23373366	132,974,34
Investment in shares	5,332,708		5,332,70
Cash & Cash equivalent	86,687,155	130,030,732	216,717,88
Total current assets	883,491,555	215,107,446	1,098,599,00
Total assets	2,316,328,015	709,087,043	3,025,415,05
Equity and liabilities			
Capital and reserves			
Share capital	685,285,920	21	685,285,92
Tax holiday reserve	180,618,848		180,618,84
Retained earnings	250,093,653	1,000,374,612	1,250,468,26
Total equity	1,115,998,421	1,000,374,612	2,116,373,03
Non-current liabilities			
Deferred tax liabilities	17,890,071	26,835,106	44,725,17
Long term loan	589,321,071		589,321,07
Total non-current liabilities	607,211,142 -	26,835,106	634,046,24
Current liabilities			
Short-term loans	70,111,115	2	70,111,111
Provision for income tax	22,290,951	33,436,427	55,727,370
Payables and accruals	89,494,369	59,662,913	149,157,28
Total current liabilities	181,896,436	93,099,340	274,995,77
Total liabilities	789,107,577	119,934,446	909,042,02
Total equity and liabilities	1,905,105,998	1,120,309,058	3,025,415,05



Notes to the Financial Statements

Segment Report

For the period from April 01, 2015 to June 30, 2016

Particulars	Conversion Workshop	CNG Station	Total
Revenue	632,715,613	1,454,868,424	2,087,584,037
Less: Cost of sales	208,617,507	1,264,588,473	1,473,205,980
Gross profit	424,098,106	190,279,951	614,378,057
Less: Administration & selling expenses	201,267,422	134,178,281	335,445,703
Less: Interest expenses	30,420,770		30,420,770
Operating profit	192,409,914	56,101,670	248,511,584
Add: Other income	12,509,056		12,509,056
Profit before contribution to WPPF	204,918,970	56,101,670	261,020,640
Less: Contribution to WPPF		12,429,554	12,429,554
Profit before tax	204,918,970	43,672,115	248,591,086
Less: Income tax expenses	24,754,942	37,132,413	61.887.354
Net profit for the period	180,164,028	6,539,703	186,703,731
Other comprehensive income:			
Unrealised profit/ Loss on investment in share	(1,290,996)	2.00	(1,290,996)
Deferred tax adjustment	193,649		193,649
	(1,097,347)	3.00	(1,097,347)
Share of Profit from subsidiaries	37,915,744	56,873,616	94,789,360
Total comprehensive income for the period	216,982,425	63,413,318	280,395,744

28.0 Event after the Reporting Period

The Directors in the meeting held on September 19, 2016 recommended 15% cash dividend for the shareholders whose name will be appeared in the shareholders' registers at the date of book closure which is subject to shareholders' approval at the forthcoming annual general meeting to be held on November 08, 2016.

29.0 Related party disclosures

During the year, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of transactions and total transaction value have been set out in accordance with the provision with the provisions of BAS 24: Related Party Disclosure.

Name of related party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable /Payable
Navana Engineering Ltd.	Subsidiary	working capital	200,000,000	(25,962,105)
Navana Real Estate Ltd.	Sister concern	Loan	70,000,000	(70,000,000)
Navana Welding Electrode Ltd	Subsidiary	working capital	130,000,000	(107,012,238)
Navana Engineering Ltd.	Subsidiary		70,000,000	(70,000,000)

[&]quot;Except the fact stated above, no circumstances have arisen since the balance sheet date which would require adjustment or disclosure in the financial statements or notes thereto."

Navana CNG Limited and its subsidiaries

Notes to the Financial Statements

29 (a) Related party disclosures

During the year, the Company carried out a number of transactions with related parties in the normal course of business. The name of related parties, nature of transactions and total transaction value have been set out in accordance with the provision with the provisions of BAS 24: Related Party Disclosure

Name of related party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable /Payable
Term Loan	Director	Intt. free Loan	201,005,000	345,117,526
Navana Real State Ltd. Common Director		working capital	13,817,354	7,147,729
Navana Construction Ltd.	Common Director	working capital	17,323,040	1,437,415

30.0 Amount due by directors

There is no advance in the name of the directors or associates undertaking of the Company

31.0 Claims against the company

There is no known claim against the Company

32.0 Employee position of the Company

The number of employees drawing Tk. 3,000 or more per month was 1015 (2015 : 925)during the year.

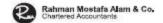
33.0 Payment / Perquisites to Directors and officers :

The aggregate amount paid / provided during the period in respect of " Directors " and " Officers " of the Company as defined in the Securities and Exchange Commission Rules 1987 are disclosed below :

Particulars	Amount
Board meeting attendance fee	250,000
Managerial remuneration	2,764,944

during the year under review:

- no compensation was allowed by the company to the Chief executive officer of the company who is also a Director.
- the rate at which Directors have drawn Board meeting attendance fees @ Tk.5,000/- per Director per meeting. The total Board meeting attendance fee incurred during the year under review was Tk. 2,50,000/- and
- iii) no amount of money was spent by the company for compensating any member of the board for special services rendered.



Independent Auditors' Report To the Shareholders of Navana Engineering Limited

We have audited the accompanying financial statements of Navana Engineering Limited (the company), which comprise the statement of financial position as at June 30, 2016, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period then ended and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 21 and Annexure-A & B.

Management's responsibility for the financial statements

Management of Navana Engineering Limited is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

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

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

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

Opinion

In our opinion the financial statements present fairly, in all material respects, give a true and fair view of the financial position of Navana Engineering Limited as at June 30, 2016, and its financial performance and its cash flows for the period then ended in accordance with Bangladesh Financial Reporting Standards (BFRS), Companies Act 1994 and comply with the other applicable laws and regulations.

We also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts returns.

Dated : Dhaka September 07, 2016 Sd/-Rahman Mostafa Alam & Co. Chartered Accountants



Navana Engineering Limited

Statement of Financial Position As at June 30, 2016

Assets	Notes	March 31, 2016	June 30, 2016	March 31, 2015
Non-current assets		BD Taka	BD Taka	BD Taka
Property, plant and equipment	3	326,801,363	336,344,555	233,513,303
Intangible Assets	4		THE RESERVE OF THE PARTY OF THE	233,313,303
Capital Work-in-progress	5	2,401,822	2,341,776 301,626,525	348,170,738
Capital Work-in- progress Investment in shares	6	276,626,525		
Total Non-current assets	0	12,239,714 618,069,424	12,772,805 653,085,661	5,514,286 587,198,327
Total Non-current assets		010,000,424	033,003,001	367,136,327
Current assets		***		
Inventories	7	220,862,997	256,769,189	170,669,848
Trade receivables	8	126,296,375	185,414,761	70,423,349
Other Receivables		41.00 \$2	250,223,744	8 8 9
Advances, deposits & prepayments	9	68,104,647	78,562,537	36,166,943
nter-company receivable		70,000,000	70,000,000	174,037,895
Cash & Cash equivalent	10	14,863,047	37,457,583	201,929,820
Fotal Current assets		500,127,066	878,427,814	653,227,855
Total assets		1,118,196,490	1,531,513,475	1,240,426,182
quity and liabilities				
Share capital	11	100,000,000	100,000,000	100,000,000
Share money deposit Navana CNG Limited		45,000,000	45,000,000	45,000,000
Fax holiday reserve	12	35,385,976	35,385,976	29,924,293
Retained earnings	13	147,965,976	166,845,933	94,327,698
quity		328,351,952	347,231,909	269,251,991
Non Current liabilities		471,011,646	568,538,294	308,190,007
Deferred tax liability	14	19,718,486	21,000,295	11,256,870
Debenture Loan		2004-0000-000	300000000000000000000000000000000000000	250,000,000
Ferm Loan	15	451,293,160	547,537,999	46,933,137
Current Habilities				
Short-term loan	16	182,085,302	469,846,381	639,817,731
ntercompany Payable		95,962,105	95,962,105	
Provision for income Tax		34,191,848	42,935,749	18,117,123
Payables & accruals		6,593,637	6,999,037	5,049,330
Total Current liabilities		318,832,892	615,743,272	662,984,184
otal Liabilities		789,844,538	1,184,281,566	971,174,191
Total Equity & Liabilities		1,118,196,490	1,531,513,475	1,240,426,182

The annexed notes 1 to 21 & annexure-A & B form an integral part of these financial statements.

 Sd/ Sd/ Sd/

 Chairman
 Director
 Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka September 07, 2016 Sd/-

Rahman Mostafa Alam & Co. Chartered Accountants



Navana Engineering Limited

Statement of Profit or loss and other comprehensive income For the period from April 01, 2015 to June 30, 2016

Particulars	Notes	April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
		BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Revenue (net)	17	606,294,521	170,617,161	776,911,682	163,005,758	296,084,262
Less: Cost of goods sold	18	378,752,187	106,619,564	485,371,751	98,998,678	182,941,661
Gross profit		227,542,334	63,997,597	291,539,931	64,007,080	113,142,601
Less: Administration & selling expenses	19	44,558,309	16,857,128	61,415,437	34,331,861	12,348,841
Less: Interest expenses		94,965,415	17,433,227	112,398,642	25,880,739	14,962,578
Operating profit		88,018,609	29,707,242	117,725,851	3,794,480	85,831,182
Add: Other income		57,324	William Control	57,324	220000000000000000000000000000000000000	50-7200 (CD00)
Profit before contribution to WPF	PF	88,075,933	29,707,242	117,783,175	3,794,480	85,831,182
Less: Contribution to WPPF		4,194,092	1,414,631	5,608,723	180,690	4,087,199
Net profit before tax holiday rese	rve	83,881,841	28,292,611	112,174,453	3,613,790	81,743,983
Less: Tax holiday reserve	20	5,461,683	-	5,461,683	379,448	12,544,908
Net profit after tax holiday reserv	re .	78,420,159	28,292,611	106,712,770	3,234,342	69,199,075
Less: Income Tax Expenses	21	24,536,341	10,025,709	34,562,050	2,040,304	17,633,599
Current tax		16,074,725	8,743,901	24,818,626	996,051	11,931,298
Deferred tax		8,461,616	1,281,808	9,743,424	1,044,253	5,702,301
Profit after Tax		53,883,818	18,266,902	72,150,721	1,194,038	51,565,476
Add : Other comprehensive incom	ne/Loss	(288,871)	533,091	244,220	4,963,486	1,101,389
Add/Less: Deferred tax adjustmer	nt	43,331	79,964	123,295		
		(245,540)	613,055	367,515	4,963,486	1,101,389
Total Comprehensive Income for	the Period	53,638,278	18,879,957	72,518,236	6,157,524	52,666,865
Earnings per share		5.93	1.83	7.76	0.16	6.41

The annexed notes 1 to 21 & annexure-A & B form an integral part of these financial statements.

 5d/ 5d/ 5d/

 Chairman
 Director
 Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka September 07, 2016 Sd/-Rahman Mostafa Alam & Co. Chartered Accountants



Navana Engineering Limited Statement of Cash Flows

For the period from April 01, 2015 to June 30, 2016

Particulars	April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
7	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Cash flows from operating activities					
Receipts from customers	550,421,495	111,498,775	661,920,270	153,494,277	265,040,690
Receipts from other income	57,324	50000000000000000000000000000000000000	57,324		20-00000000000000000000000000000000000
Payments for materials, services and expenses	(470,284,375)	(409,310,918)	(879,595,293)	(135,949,117)	(324,723,569)
	80,194,444	(297,812,143)	(217,617,699)	17,545,160	(59,682,879)
Interest paid	(94,965,415)	(17,433,227)	(112,398,642)	(25,880,739)	(14,962,578)
Income tax paid	(18,639,137)	(5,626,029)	(24,265,166)	(6,720,410)	(10,258,809)
Net cash Provided by operating activities	(33,410,108)	(320,871,399)	(354,281,507)	(15,055,989)	(84,904,266)
Cash flows from investing activities					
Payments for property, plant and equipment	(28,269,960)	(15,539,983)	(43,809,943)	(53,174,198)	(7,429,827)
Capital Work-in- progress	(15,000,000)	(25,000,000)	(40,000,000)	(64,858,026)	(275,549,182)
Investment in Shares	(7,014,299)		(7,014,299)	(4,969,848)	(2,993,776)
Net cash used in investing activities	(50,284,259)	(40,539,983)	(90,824,242)	(123,002,072)	(285,972,785)
Cash flows from financing activities					
Deventure Loan	(250,000,000)	- 81	(250,000,000)		250,000,000
Short term loan	(457,732,429)	287,761,079	(169,971,350)	(25,888,225)	161,354,132
Received from Holding & Alliance Companies	200,000,000		200,000,000	1. Accesses - Carl 35 ac	7.002 mon 2005
Term loan	404,360,023	96,244,839	500,604,862	199	*1
Net cash inflows from financing activities	(103,372,406)	384,005,918	280,633,512	(25,888,225)	411,354,132
Net changes in cash and cash equivalents	(187,066,773)	22,594,536	(164,472,237)	(163,946,286)	40,477,080
Cash and cash equivalents at the beginning of period	201,929,820	14,863,047	201,929,820	201,929,820	161,452,740
Cash and cash equivalents at the end of Period	14,863,047	37,457,583	37,457,583	37,983,534	201,929,820

5d/-Chairman Sd/-

Director

Sd/-

Company Secretary



Navana Engineering Limited Statement of Changes in Equity

For the period from April 01, 2015 to June 30, 2016

Particulars	Share capital	Share money Deposit	Tax holiday reserve	Retained Earnings	Total
Balance at April 1, 2014	45,000,000	100,000,000	17,379,385	41,660,833	204,040,218
Net profit for the Period	1.5	51		52,666,865	52,666,865
Tax holiday reserve		2	12,544,908	- 1100 POVIS VALUE (12,544,908
Transfer to Share Capital	55,000,000	(55,000,000)		•	
Balance at March 31, 2015	100,000,000	45,000,000	29,924,293	94,327,698	269,251,991
Balance at April 1, 2015	100,000,000	45,000,000	29,924,293	94,327,698	269,251,991
Net profit for the Period	- 4	2	4	72,518,236	72,518,236
Tax holiday reserve			5,461,683	** N	5,461,683
Balance at June 30, 2016	100,000,000	45,000,000	35,385,976	166,845,934	347,231,909

5d/-Chairman Sd/-Director

Company Secretary

Rahman Mostafa Alam & Co. Chartered Accountants

Navana Engineering Limited

Notes to the Financial Statements For the period April 01 to June 30, 2016

1. Corporate Information and Mode of Business

1.1 Corporate Information

Navana Engineering Limited is a public limited company which was incorporated in 2010 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited. The company started its commercial operation from March 01, 2011.

1.2 Mode of Business

The principal activities of the company are manufacturing of polymer, plastic, PVC, poly ethylene, pipes, tubes, conduits, fittings etc, and all sorts of finished products for house hold, industrial and commercial use.

2. Significant Accounting Policies and Basis of Preparation of Financial Statement

2.1 Statement of Compliance

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

2.2 Basis of Preparation

The financial statements of this company have been prepared assuming going concern basis based on the accrual basis of accounting following under the historical cost convention.

2.3 Basis of Reporting

The financial statements of this company is prepared and presented for external users in accordance with the identified financial reporting framework. Presentation has been made in compliance with the requirement of BAS 1 "Presentation of Financial Statements."

2.4 Reporting Period

The period of the financial statements covers from April 01, 2015 to June 30, 2016 consistently. These financial statements have been prepared for the period ended June 30, 2016.

2.5 Functional and Presentation Currency

Financial Statements are prepared in Bangladeshi Taka which is the functional currency.

2.6 Recognition of Property, Plant and Equipment

These are capitalized at cost of acquisition and subsequently stated at original cost minus accumulated depreciation and accumulated impairment losses, if any, in compliance with the relevant accounting standard (BAS 16). The cost of the assets is inclusive of cost paid to the vendors along with all incidental expenses to install or construct the same assets for its intended use. Expenditure incurred after the assets have been put in to operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

Depreciation

No depreciation has been charged on land development considering the unlimited useful life. In respect of all other assets, the quantum of annual depreciation charge is calculated over their estimated useful life lives using the diminishing balance method of depreciation. All the assets acquired or disposed of during the period have been depreciated for the period of its uses. The rate at which the assets are depreciated per annum depended on the nature and estimated useful life of each assets are consistently applied since inception of the Unit which are given below.

Name of the Properties	Rate of Dep. in (%)
Land & land Development	-
Building & shed	10
Plant & Machinery	10
Tools & Equipment	10
Furniture & Fixtures	10
Motor Vehicles	10

2.7 Software: Intangible Asset

Recognition and measurement intangible assets that are acquired by the company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized when all the conditions for recognition as per IAS/BAS 38 Intangible Assets are met. The cost of an intangible asset comprises its license to operate the software from the vendor Flora Limited at a price of tk 2,604,412 and any directly attributable cost of preparing the asset for its intended use.

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Rahman Mostafa Alam & Co. Chartered Accountants

Navana Engineering Limited

Notes to the Financial Statements

Amortization

Amortization is recognized in profit or loss over the estimated useful lives of intangible assets.

2.8 Inventories

In compliance with the requirements with BAS 2 "Inventories" Raw Materials and Stores are valued at the lower of average cost and the net realizable value. Stocks of finished goods are valued at cost which is determined by taking into consideration the value of raw materials and production overhead. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to present condition and includes wherever applicable appropriate overheads based on normal level of activity.

No provision has been made for slow moving & obsolete stocks during the financial Period.

2.9 Cash and Cash Equivalent

Cash and cash equivalents includes cash in hand, cash at banks, which are held and available for use by the unit without any restriction and having maturity dates of three months or less from the respective date of deposit. There is insignificant risk of change in value of same.

2.10 Liabilities for Expenses

While the provision for certain standing charges and know liabilities is made at the Statement of Financial Position date based on estimate, the difference arising there from on receipts of bills/demands and/or actual payments is adjusted in the subsequent year when such liabilities are settled.

2.11 Financial Assets and Liabilities

Financial assets and liabilities are recognized on the Statement of Financial Position date when the unit has become a party to a contractual provision of the instruments

Receivables:

Trade receivables are stated their real value and consider good. No provision has been made doubtful debts and no amount was written off as bad.

Payables:

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Unit.

2.12 Related Party Disclosure

During the period, The Company carried out a number of transactions with related parties in the normal course of Business. The name of the related parties, Nature of transaction and transaction value have been set out in accordance with the provisions of BAS 24: Related Party Disclosure

Amount in BDT

Name of related Party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable/(Payable)
Navana CNG Limited	Subsidiary	Working Capital	200,000,000	(25,962,105)
Navana Real Estate Ltd	Alliance Companies	Interest Free Loan	70,000,000	(70,000,000)
Navana Welding Electrode Ltd.	Sister Concern	Interest Free Loan	70,000,000	70,000,000
Term Loan	Loan from Chairman	Interest Free Loan	15,000,000	61,933,137
Navana Construction Itd	Common Director	Working Capital	15,323,040	3,437,415
Navana Real Estate Ltd	Common Director	Working Capital	8,012,380	6,922,875

2.13. General

- i) Figures shown in the accounts have been rounded off to the nearest Bangladeshi Taka.
- Comparative figures and account titles in the financial statements have been re-arranged/re-classified where necessary to conform to changes in presentation in the current period.

Rahman Mostafa Allam & Co. Chartered Accountants

Navana Engineering Limited

Notes to the Financial Statements

Schedule of Property, plant and equipment

As at June 30, 2016

Annexure-A

Particulars	Cost			Rate		Written Down		
	As at 01.04.2015	Addition during the period	As at 30.06.2016	of Depreciation	As at 01.04.2015	Charged during the period	As at 30.06.2016	Value as at 30.05.16
Land and land development	102,469,719		102,469,719	0%		- 1		102,469,719
Building & Shed	16,089,057	4,847,328	20,936,385	10%	3,020,900	1,934,511	4,955,411	15,980,974
Flant & Machinery	104,563,437	96,419,302	200,982,739	10%	16,433,387	17,155,171	33,588,558	167,394,181
Tools & equipment	34,161,856	19,397,207	53,559,063	10%	7,828,261	4,609,116	12,437,377	41,121,686
Furniture & fixtures	570,611	338,757	909,368	10%	82,447	93,364	175,811	733,557
Motor vehicle	3,928,000	6,825,150	10,753,150	10%	904,383	1,204,329	2,108,712	8,644,439
Total	261,782,680	127,827,744	389,610,424		28,269,378	24,995,491	53,265,869	336,344,555

Depreciation Charged to: TK

Cost of good sold Administrative & selling Expenses 19,997,193 4,999,298

24,996,491

Schedule of Intangible Assets As at June 30, 2016

Annexure-B

Particulars	5	Cost			Depreciation			Written Down
	As at 01.04.2015	Addition during the period	As at 30.06.2016	Rate of Depreciation	As at 01.04.2015	Charged during the period	As at 30.06.2016	Value as at 30.05.16
Software System	-	2,526,412	2,526,412	10%	-	184,636	184,636	2,341,776
Total	-	2,526,412	2,526,412	-	770	184,636	184,636	2,341,776

Amortization Charged to : TK

184,636

Cost of good sold 147,709 Administrative & selling Expenses 36,927



Rahman Mostafa Allam & Co. Charlered Accountants

Navana Engineering Limited

Notes to the Financial Statements June 30, 2016 March 31, 2015 March 31, 2016 **BD Taka BD Taka BD** Taka 3 Property, plant and equipment Land and land development 102,469,719 102,469,719 102,469,719 Building & Shed 15,962,483 15,980,974 13,068,157 Plant & Machinery 157,392,183 167,394,181 88,130,050 Tools & equipment 41,461,888 41,121,687 26,333,595 Furniture & fixtures 670,999 733,556 488,164 Motor vehicle 8,844,091 8,644,438 3,023,618 326,801,363 336,344,555 233,513,303 *An elaborate schedule of PPE are shown in annexure -A. Intengible Assets Software System ERP 2,401,822 2,341,776 2,401,822 2,341,776 *An elaborate schedule of PPE are shown in annexure -B. Capital work in progress Opening Balance 348,170,738 276,626,525 121,529,273 25,000,000 Addition: During the Period 15,000,000 210,597,153 Borrowing Cost 64,952,029 363,170,738 301,626,525 397,078,455 Less: Transfer to Property, Plant & equipment 86,544,213 48,907,717 Closing Balance 276,626,525 301,626,525 348,170,738 Capital Work in progress represents land and land development, civil construction, Plant and mechineries etc for BMRE project at Gabtoli and Baligoan, Kalligonj.

		12,239,714	12,772,805	5,514,286
	Padma Oil	188,870	204,380	273,350
	Jamuna Oil	236,082	279,972	328,636
	Titas Gas	1,668,999	1,840,471	1,059,950
	Square pharmaceuticals ltd.	7,712,535	8,173,995	3,766,803
	National Bank Ltd.	83,853	85,712	85,547
	Aftab Automobiles Ltd.	2,349,375	2,188,275	
6	Investment in shares			

Name of the share	Number of Share	Cost Price	Market value as on 31/03/16	Market value as on 30/06/16	Market value as on 31/03/15
Aftab Automobiles Ltd.	44,750	2,502,091	2,349,375	2,188,275	
National Bank Ltd.	9,317	222,205	83,853	85,712	85,547
Square Pharmaceuticals Ltd.	30,764	5,904,363	7,712,535	8,173,995	3,766,803
Titas Gas	38,105	2,134,819	1,668,999	1,840,471	1,059,950
Jamuna Oil	1,540	299,287	236,082	279,972	328,636
Padma Oil	1,100	361,678	188,870	204,380	273,350
	125,576	11,424,443	12,239,714	12,772,805	5,514,286

Rahman Mostafa Alam & Co. Charlered Accountants

Navana Engineering Limited

	ites to the Financial Statements		March 31, 2016	June 30, 2016	March 31, 2015
			BD Taka	BD Taka	BD Taka
7	Inventories				
	Stock in raw materials		57,303,657	51,849,980	57,600,679
	Stock In Transit		36,601,691	41,626,174	55,721,526
	Work in Progress		14,842,995	15,537,441	
	Finished goods		112,114,654	147,755,594	57,347,643
			220,862,997	256,769,189	170,669,848
8	Trade receivables				
	M/S Hamida Traders		15,472,330	24,919,907	15,106,481
	Md. Kamrul Islam (AM-1060)		163,688	163,688	240,948
	Shahjalal Enterprise NREL(TRN-00277)		241,829	241,829	241,228
	Md.Kamal Hossain(AM)1028		20,624,388	24,094,923	15,053,755
	MD.Nurul Hassain(AM)1001		1,811,470	1,915,970	13,900,893
	Md. Rajib Rahgr (1002)		47,709,857	62,460,124	7,256,494
	Md.Rezaul Islam(S.C.) 1009 PRS		9,925,904	8,679,508	9,760,426
	Md. Zahid Hasan 1043(Tender)		5,477,026	4,380,529	311,351
	Tender sales		1,946,503	7,036,756	3,674,438
	Reduan Hossen (Mixer Operation)		2,540,505	7,030,730	10,998
	Eng.Orbindu		105,300	105,300	97,100
	Huda Sanetery		103,300	203,300	5,000
	MD. Ibrahim Aman				8,198
	Navana Construction Ltd.		3,437,415	1,437,415	3,642,375
	Navana Elenga Station		3,437,413	1,437,413	1,282
	Navana Welding Project		1,887	1,887	1,887
	Navana Real State Ltd.		6,922,875	7,147,729	1,110,495
	Muhammad Reaz uddin		12,417,025	42,790,318	1,110,495
	Banosree sanitary Agent		37,500	37,500	- 8
	Kallayanpur workshop		1,378	1,378	i i
	Kanayanpun workshop		126,296,375	185,414,761	70,423,349
9	Advances, deposits & prepayments				is in
9	Advance for rent		6,300,000	7 200 000	2 800 000
	Advance for Tender		986,410	7,300,000 986,410	2,800,000 220,730
	Advance Income Tax		36,237,289	41,863,318	17,598,152
	Advance Trade Vat		30,237,269	41,003,310	37,766
	Advance Bank Guarantee		4,699,033	4,617,848	3,417,256
	Clearing & forwarding agent		1,351,023	1,351,023	1,351,023
	Dunhill Corporation		5,194,125		2,897,775
	IMB International BD		5,194,125	5,194,125 1,598,551	5,800
	Advance against local procurement		533,401	952,388	2,960,823
	Jakshon international Ltd.		2000000	48033460	0.407044704.0
	Vat Current Account		251,031	251,031	251,031
	41.7.5.5.3.3.4.5.5.1.3.4.5.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.1.5.1.5		881,465	2,782,773	4,548,087
	Rose vally International		240,070	240,070	78,500
	IBCS-PRIMAX Software Ltd.		11,425,000	11,425,000 78,562,537	36,166,943
			68,104,647	/8,302,33/	30,100,943
10	Cash & Cash Equivalent		2-7-2-7-72	23240000	
	Cash in hand		2,978,967	8,668,415	1,166,207
	Cash at Bank	10.01	11,884,080	28,789,168	200,763,613
			14,863,047	37,457,583	201,929,820

12

13

14

15

15.01

> 70

Tax holiday reserve Opining balance

Retained earnings Opening balance

Closing balance

Tax rate

Term Loan

Add: addition during the Period

Calculation of Deferred tax: Taxable temporary difference

Add/Less: Deferred tax adjustment

Deferred tax liabilities

Less: Opening balance

One Bank Limited, Guishan Br.

Balance as per Last Period

Add: during the Period

Due to Director (Mr. Shafiul Islam, Chairman)

Due to Director (Mr. Shafful Islam, Chairman)

Current deferred tax

Add: Total Comprehensive Income for the Period



100,000,000

35,385,976

35,385,976

147,965,976

18,879,957

166.845.933

59,772,372

20,920,330

21,000,295

19,718,486

1,281,808

460,604,862

86,933,137

547,537,999

61,933,137

25,000,000

86,933,137

79,964

35%

100,000,000

17,379,385

12,544,908

29,924,293

41,660,833

52,666,865

94,327,698

32,162,486

11,256,870

11,256,870

5.554.569

5,702,301

46.933.137

46,933,137

46,933,137

46,933,137

Annual Report 2016

35%

Nav	ana Engineering Limited			
Notes	s to the Financial Statements	March 31, 2016	June 30, 2016	March 31, 2015
10.01	Cash at bank	BD Taka	BD Taka	BD Taka
10.01		2 002 027	4 202 224	E 222
	Al- Arafah Islami Bank	3,003,077	4,382,334	5,777
	Islami Bank Ltd.	2,094,330	1,215,565	797,770
	Jamuna Bank Ltd	2,152	1,577	3,302
	Shahjalal islami Bank Ltd.	44,095	43,520	45,395
	Southeast Bank Ltd	1,538,773	335,606	2,379,153
	Standard Bank Limited	257,757	10,127,820	858,964
	Dutch Bangia Bank Ltd.	3,729,569	9,468,347	23,971,563
	One Bank Ltd.	-	3,722	21,665,786
	Mutual Trust Bank Ltd.	8,745	2,008,085	10,000
	Trust Bank Ltd.	87,407	86,832	150,003,557
	Modhumoti Bank Ltd.	993,773	993,198	1,022,346
	United Commercial Bank Ltd	2,195	1,620	20. 20
	Mercantile Bank Ltd.	6,160	5,470	3
	IFIC Bank Ltd.	116,047	115,472	99
		11,884,080	28,789,168	200,763,613
11	Authorized Capital:			
	50,000,000 Ordinary Shares @ Tk. 10 each	500,000,000	500,000,000	100,000,000
	Issued, Subscribed and Paid-up Capital	100,000,000	100,000,000	100,000,000
	10,000,000 Ordinary Shares @ Tk. 10 each			11.1000.000
	Navana CNG Limited	99,999,950	99,999,950	99,999,950
	Non -controlling interest (Sponsors)	50	50	50

100,000,000

29,924,293

5,461,683

35,385,976

94,327,698

53,638,278

147,965,976

56,462,335

19,761,817

19,718,486

11,256,870

8,461,616

389,360,023

61,933,137

451,293,160

46,933,137

15,000,000

61,933,137

(15.01)

This represents un-secured and Interest free loan from Mr. Shafiul Islam, Chairman.

43,331

35%

Rahman Mostafa Allam & Co. Chartered Accountants

Navana Engineering Limited

16	Short-term loan IFIC Bank Ltd. (CC loan) One Bank Ltd. (LTR AC)				BD Taka	BD Taka	BD Taka
16	IFIC Bank Ltd. (CC loan)						DD Taka
	5. TOO S. O. T. S. O. S. S. T. B. S.						469 110 002
					116 076 775	202 005 220	468,119,002
		V			116,076,775	383,995,270	98,747,661
	Standard Bank Limited (Upas	1			66,008,527 182,085,302	85,851,111 469,846,381	72,951,068 639,817,731
					182,085,302	409,040,301	639,617,731
			April, 2015 to	April, 2016 to	April, 2015 to	April, 2015 to	April, 2014 to
			March, 2016	June, 2016	June, 2016	June, 2015	March, 2015
			BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
17	Revenue (net)		DD Take	DID THING	oo ma	oo laka	DO TORO
	HDPE Coil Pipe		8,523,752	192,855	8,716,607	10,600	4,013,914
	HDPE Duct Pipe		318,404,600	91,514,265	409,918,865	150,809,005	111,592,000
	PPR Pipe Fittings		2,381,529	587,587	2,969,116	463,730	6,009,052
	PPR Pipe		48,181,479	11,344,649	59,526,128	11,654,653	36,756,262
	uP V C Pipe		291,052,518	88,957,545	380,010,063	182,720	178,697,979
	uP V C Pipe Fitting		22,875,357	3,246,682	26,122,039	8,008,362	3,429,635
	Plastic Item		5,602,032	171,592	5,773,624	16,327,552	200
	Less: VAT		(90,726,746)	(25,398,014)	(116,124,760)	(24,450,864)	(44,414,580)
			606,294,521	170,617,161	776,911,682	163,005,758	296,084,262
18	Cost of goods sold						
	Raw materials Consumed	18.01	395,482,468	128,889,442	524,371,910	92,469,571	202,685,023
	Add: Factory overhead	18.02	42,703,961	14,065,508	56,769,469	11,693,914	24,246,788
			438,186,429	142,954,950	581,141,379	104,163,485	226,931,811
	Add: Opening Work in Proces	s	10,175,764	14,842,995	10,175,764	2,990,599	
			448,362,193	157,797,945	591,317,143	107,154,084	226,931,811
	Less : Closing Work in Process Add: opening finished goods		14,842,995	15,537,441	15,537,441	6,389,452	
			433,519,198	142,260,504	575,779,702	100,764,632	226,931,811
			57,347,643	112,114,654	57,347,643	57,347,643	13,357,493
			490,866,841	254,375,158	633,127,345	158,112,275	240,289,304
	Less: Closing finished goods		112,114,654	147,755,594	147,755,594	59,113,597	57,347,643
			378,752,187	106,619,564	485,371,751	98,998,678	182,941,661
18.01	Raw materials						
	Opening stock of raw materia	als	57,600,679	57,303,657	57,600,679	57,347,643	26,476,081
	Add: Purchased during the Period		395,185,446	123,435,765	518,621,211	129,120,533	233,809,621
			452,786,125	180,739,422	576,221,890	185,468,176	260,285,702
	Less: Closing stock of raw material		57,303,657	51,849,980	51,849,980	93,998,605	57,600,679
			395,482,468	128,889,442	524,371,910	92,469,571	202,685,023
18.02	Factory overhead		(4) ·			***	
1000000	Wages & Salary		14,331,032	4,530,000	18,861,032	3,005,455	7,462,937
	Gas for Generator		256,432	8.30	256,432	124,278	18,000
	Electricity		12,588,365	4,690,039	17,278,404	4,555,022	9,915,052
	Factory Machine Repair		228,700		228,700	324,803	160,743
	Depreciation		15,199,760	4,797,433	19,997,193	3,684,356	6,690,056
	Amortization		99,672	48,036	147,708	-,,	-,550,050
			42,703,961	14,065,508	56,769,469	11,693,914	24,246,788

Navana Engineering Limited



Navana Engineering Limited Notes to the Financial Statements

1855555	o the Financial Statements	April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
		BD Taka	BD Taka	8D Taka	BD Taka	BD Taka
19	Administration and selling expense					
-	Salary & allowances	13,076,561	5,421,647	18,498,208	7,385,987	4,462,176
	Audit Fee	25,000	25,000	50,000	18 8	25,000
	Bank change	227,602	114,339	341,941	18,512	111,517
	Telephone & mobile bill	765,634	320,730	1,086,364	240,540	84,729
	Conveyance	1,090,812	103,965	1,194,777	175,994	364,399
	Electrical expense	661,097	199,390	860,487	484,439	658,315
	Entertainment	2,209,331	496,479	2,705,810	640,090	1,554,344
	Internet expenses	164,746	43,313	208,059	95,730	126,360
	Transport Expenses	369,500	211,800	581,300	96,985	76,896
	Newspaper & periodicals	14,361	1,690	16,051	1,375	10,932
	Office maintenance	783,778	168,675	952,453	406,353	798,499
	Carrying Charge	13,607,214	5,624,900	19,232,114	4,450,322	183,371
	Photocopy expense	35,055	594	35,649	3,421	2,188
		1000000 00000	80,655	216,282	223,950	(F. 10) (10) (10) (10) (10) (10) (10) (10)
	Postage & stamp	135,627	672,317	1,742,451	248,721	84,433
	Printing expense	1,070,134		7 7 6 7 7 7 7 7 7 7 7		184,867
	Stationary expense	550,621	13,255	563,876	520,720	202,201
	Registration & renewals	470,984	41,170	512,154	594,783	353,482
	Gas & Disel	828,023	251,083	1,079,106	1,731,094	504,290
	Vehicle Expense	485,089	126,000	611,089	636,500	261,198
	Travelling Expense	856,117	266,351	1,122,468	1,120,983	627,130
	Security Guard	445,000	75,000	520,000	532,824	
	Advertisement	2,861,165	1,387,408	4,248,573	1,209,851	
	Project launching expense		***		12,591,598	0.00
	Depreciation	3,799,940	1,199,358	4,999,298	921,089	1,672,514
	Amortization	24,918	12,009	36,927		
		44,558,309	16,857,128	61,415,437	34,331,861	12,348,841
20	Tax Holiday Reserve					
	Taxable Operating profit	59,581,992	, J	59,581,992		65,451,693
	25% on 11 Month operating profit	13,654,206	**	13,654,206	(#	31,362,270
	Tax Holiday Reserve 40%	5,461,683		5,461,683	379,448	12,544,908
21	Income tax Expense Current tax (21.01)	16 074 705	E 743 001	24 828 626	205 054	T 11 021 200
		16,074,725	8,743,901	24,818,625	996,051	11,931,298
	Deferred tax	8,461,616	1,281,808	9,743,424	1,044,253	5,702,301
		24,536,341	10,025,709	34,562,050	2,040,304	17,633,599
21.01	Current Tax			20000000000		
	Taxable operating profit	45,927,875	24,982,574	70,910,449		-
	75% on 11 Month operating profit	40,962,619		40,962,619	7.0	10.00
	100% on 1 Month operating profit	4,965,166	7.5	4,965,166	100	(*)
	Current Tax 35%	16,074,725	8,743,901	24,818,626	996,051	11,931,298



Independent Auditors' Report To the Shareholders of Navana Welding Electrode Limited

We have audited the accompanying financial statements of Navana Welding Electrode Limited (the company), which comprise the statement of financial position as at June 30, 2016, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period then ended and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 16 and Annexure A & B.

Management's Responsibility for the Financial Statements

Management of Navana Welding Electrode Limited is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion:

In our opinion the financial statements present fairly, in all material respects, give a true and fair view of the financial position of Navana Welding Electrode Limited as at June 30, 2016, and its financial performance and its cash flows for the period then ended in accordance with Bangladesh Financial Reporting Standards (BFRS), Companies Act 1994 and comply with the other applicable laws and regulations.

We also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts returns.

Dated : Dhaka September 07, 2016 Rahman Mostafa Alam & Co. Chartered Accountants

Navana Welding Electrode Limited

Statement of Financial Position
As at June 30, 2016



Q0.0429-0	Notes	March 31, 2016	June 30, 2016	March 31, 2015
Assets Non-current assets	8	BD Taka	BD Taka	BD Taka
Property, plant and equipment	3	216,685,280	213,699,825	227,207,514
Intangible Assets	4	1,125,000	1,096,875	227,207,514
Capital Work-in- Progress	5	103,765,599	126,265,599	106,518,057
Total Non-Current assets	ै	321,575,879	341,062,299	333,725,571
Current assets				
Inventories	6	66,239,813	65,764,893	75,237,353
Trade receivables	7	16,623,319	38,632,665	25,643,843
Intercompany Receivable		2000 A 100 A	ACCES 100 100 100 100 100 100 100 100 100 10	22,987,762
Advances, deposits & prepayments	8	19,158,212	18,735,336	15,116,064
Cash & Cash equivalent	9	48,487,449	69,958,042	34,628,055
Total current assets		150,508,793	193,090,936	173,613,077
Total assets		472,084,672	534,153,235	507,338,648
Equity and liabilities				
Equity				
Share capital	10	100,000,000	100,000,000	100,000,000
Retained earnings	11	38,152,754	45,810,452	23,539,233
Total equity		138,152,754	145,810,452	123,539,233
Non-current liabilities				
Term Loan	12	97,179,389	119,679,389	97,179,389
Deferred tax liabilities	13(b)	22,142,134	22,444,200	19,811,094
	(-)	119,321,523	142,123,589	116,990,483
Current liabilities		79		
Short-term loan	14	13,660,367	46,427,890	249,962,722
Intercompany Payable		177,012,238	177,012,238	
Provision for income tax		13,049,771	16,269,128	8,660,725
Payables & accruals		10,888,019	6,509,937	8,185,485
Total current liabilities		214,610,395	246,219,193	266,808,932
Total Liabilities		333,931,918	388,342,782	383,799,415
Total equity & liabilities		472,084,672	534,153,235	507,338,648
Net assets value per share		13.82	14.58	12.35

The annexed notes 1 to 16 & annexure-A & B form an integral part of these financial statements.

Sd/- Sd/- Sd/-

Chairman Director Company Secretary

Signed in terms of our separate report of even date.

Sd/Dated : Dhaka Rahman Mostafa Alam & Co.

September 07, 2016 Chartered Accountants

Navana Welding Electrode Limited



Statement of Profit or loss and other comprehensive income For the period from April 01, 2015 to June 30, 2016



Particulars	Notes	April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
B 10 1	C (8)	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Revenue (net)		286,535,572	79,368,149	365,903,721	64,355,125	248,504,872
Less: Cost of sales	15	211,045,248	58,463,306	269,508,554	38,652,578	184,271,730
Gross profit		75,490,324	20,904,843	96,395,167	25,702,547	64,233,142
Less: Administrative and selling expenses	16	22,270,845	8,306,004	30,576,849	8,516,590	19,721,210
Less: Interest expenses		31,112,216	1,006,623	32,118,839	8,530,577	20,242,775
Operating profit		22,107,263	11,592,216	33,699,479	8,655,380	24,269,157
Add: Other income		293,024	145,862	438,886	40	20
Profit before contribution to WPPF		22,400,287	11,738,078	34,138,365	8,655,380	24,269,157
Less: Contribution to WPPF		1,066,680	558,956	1,625,636	412,161	1,155,674
Profit before tax		21,333,607	11,179,122	32,512,729	8,243,219	23,113,483
Less: Income tax expenses		6,720,086	3,521,423	10,241,509	6,185,276	5,436,737
Current tax	13 (a)	4,389,046	3,219,357	7,608,403	3,434,585	4,065,752
Deferred tax liabilities	13 (b)	2,331,040	302,066	2,633,106	2,750,691	1,370,985
Total Comprehensive Income for the Period		14,613,521	7,657,698	22,271,219	2,057,943	17,676,746
Earnings per share		1.46	0.77	2.23	0.21	1.77

The annexed notes 1 to 16 & annexure-A & B form an integral part of these financial statements.

5d/-Sd/-Sd/-Chairman Director **Company Secretary**

Signed in terms of our separate report of even date.

Rahman Mostafa Alam & Co. Dated : Dhaka September 07, 2016 Chartered Accountants

Sd/-

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Navana Welding Electrode Limited

Statement of Cash Flows

For the period from April 01, 2015 to June 30, 2016



Pa	orticulars	April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
		BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
A.	Cash flows from operating activities					
	Receipts from customers	295,556,096	57,358,803	352,914,899	64,085,544	235,117,684
	Receipts of other income	293,024	145,862	438,886	- F	
	Payments for materials, services and expenses	(202,272,091)	(65,815,889)	(268,087,980)	(42,200,226)	(193,072,595)
		93,577,029	(8,311,224)	85,265,805	21,885,318	42,045,089
	Income tax paid	(4,494,447)	(1,300,884)	(5,795,331)	(1,784,153)	(2,548,107)
	Interest paid	(31,112,216)	(1,006,623)	(32,118,839)	(8,530,577)	(20,242,775)
	Net cash inflow by operating activities	57,970,366	(10,618,731)	47,351,635	11,570,588	19,254,207
8.	Cash flows from investing activities					
	Acquisition of property, plant and equipment	(7,808,617)	(678,199)	(8,485,816)	(1,898,461)	(6,430,672)
	Capital Work-in-progress		(22,500,000)	(22,500,000)	1/15/02/14/03/16	(48,172,783)
	Net cash used by investing activities	(7,808,617)	(23,178,199)	(30,986,816)	(1,898,461)	(54,603,455)
c.	Cash flows from financing activities					
	Received from Holding & alliance companies	200,000,000		200,000,000		1.0
	Short-term loan	(236,302,355)	32,767,523	(203,534,832)	(6,224,747)	31,674,669
	Term loan		22,500,000	22,500,000		The same and the same of
	Net cash inflows from financing activities	(36,302,355)	55,267,523	18,965,168	(6,224,747)	31,674,669
D.	Net changes in cash and cash equivalents (A+B+C)	13,859,394	21,470,593	35,329,987	3,447,380	(3,674,579)
-	and the second second second second second	2010001004	**********	September 1	27.111200	(2)01 (1013)
	Cash and cash equivalents at the beginning of Period	34,628,055	48,487,449	34,628,055	34,628,055	38,302,634
E.	Cash and cash equivalents at the end of Period	48,487,449	69,958,042	69,958,042	38,075,435	34,628,055

Sd/-Chairman Sd/-

Director

Sd/-

Company Secretary

Rahman Mostafa Allam & Co., Chartered Accountants

Navana Welding Electrode Limited

Statement of Changes in Equity For the period from April 01, 2015 to June 30, 2016

Particulars	Share capital	Retained Earnings	Total
Balance at April 1,2014	100,000,000	5,862,487	105,862,487
Net profit for the year		17,676,746	17,676,746
Balance at March 31, 2015	100,000,000	23,539,233	123,539,233
Balance at April 1,2015	100,000,000	23,539,233	123,539,233
Net profit for the period		22,271,219	22,271,219
Balance at June 30, 2016	100,000,000	45,810,452	145,810,452

Sd/-

Chairman

5d/-Director

Sd/-

Company Secretary



View: Product of Navana Engineering Ulmited

Navana Welding Electrode Limited

Notes to the Financial Statements

For the Period ended June 30, 2016

1. Corporate Information and Mode of Business

1.1 Corporate Information

Navana Welding Electrodes Limited is a private limited company which was incorporated in 2011 with Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994 as a subsidiary with 99.99% shares owned by Navana CNG Limited. The company started its commercial operation from January 01, 2013.

1.2 Mode of Business

The principal activities of the company are manufacturing of welding electrode rod, welding and cutting equipments, cutting rod, welding and cutting consumables etc. all kind of welding flux chemical, associated chemicals, welding wire rod, Industrial and all purpose commercial use.

2. Significant Accounting Policies and Basis of Preparation of Financial Statement

2.1 Statement of Compliance

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

2.2 Basis of Preparation

TThe financial statements of this company have been prepared assuming going concern basis based on the accrual basis of accounting following under the historical cost convention.

2.3 Basis of Reporting

The financial statements of this company is prepared and presented for external users in accordance with the identified financial reporting framework. Presentation has been made in compliance with the requirement of BAS 1 "Presentation of Financial Statements."

2.4 Reporting Period

The period of the financial statements covers from April 01, 2015 to June 30, 2016 consistently. These financial statements have been prepared for the period ended June 30, 2016.

2.5 Functional and Presentation Currency

The financial statements are prepared in Bangladeshi Taka which is the Functional Currency.

2.6 Recognition of Property, Plant and Equipment

These are capitalized at cost of acquisition and subsequently stated at original cost minus accumulated depreciation and accumulated impairment losses, if any, in compliance with the relevant accounting standard (BAS 16). The cost of the assets is inclusive of cost paid to the vendors along with all incidental expenses to install or construct the same assets for its intended use. Expenditure incurred after the assets have been put in to operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

Depreciation

No depreciation has been charged on land development considering the unlimited useful life. In respect of all other assets, the quantum of annual depreciation charge is calculated over their estimated useful life lives using the diminishing balance method of depreciation. All the assets acquired or disposed of during the period have been depreciated for the period of its uses. The rate at which the assets are depreciated per annum depended on the nature and estimated useful life of each assets are consistently applied since inception of the Unit which are given below.

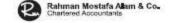
Name of the Properties	Rate of Dep. in (%)
Land & land Developments	
Building & Civil Construction	10
Plant & Machinery	10
Office Equipment	10
Tools & Equipment	10
Furniture & Fixtures	10
Electrical Equipment	10
Motor Vehicles	10

Rahman Mostafa Alam & Co.

Navana Welding Electrode Limited

Notes to the Financial Statements





Recognition and measurement Intangible assets that are acquired by the company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized when all the conditions for recognition as per IAS/BAS 38 Intangible Assets are met. The cost of an intangible asset comprises its license to operate the software from the vendor Advance ERP (BD) Limited at a price of tk 1,250,000 and any directly attributable cost of preparing the asset for its intended use

Amortization

Amortization is recognized in profit or loss over the estimated useful lives of intangible assets.

2.8 Inventories

In compliance with the requirements with BAS 2 "Inventories" Raw Materials and Stores are valued at the lower of average cost and the net realizable value. Stocks of finished goods are valued at cost which is determined by taking into consideration the value of raw materials and production overhead. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to present condition and includes wherever applicable appropriate overheads based on normal level of activity.

2.9 Cash and Cash Equivalent

Cash and cash equivalents includes cash in hand, cash at banks, which are held and available for use by the unit without any restriction and having maturity dates of three months or less from the respective date of deposit. There is insignificant risk of change in value of same.

2.10 Liabilities for Expenses

While the provision for certain standing charges and know liabilities is made at the Statement of Financial Position date based on estimate, the difference arising there from on receipts of bills/demands and/or actual payments is adjusted in the subsequent period when such liabilities are settled.

2.11 Financial Assets and Liabilities

Financial assets and liabilities are recognized on the Statement of Financial Position date when the unit has become a party to a contractual provision of the instruments

Receivables:

Trade receivables are stated their real value and consider good. No provision has been made doubtful debts and no amount was written off as bad.

Payables:

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Unit.

2.12 Related Party Disclosure

During the period, The Company carried out a number of transactions with related parties in the normal course of Business. The name of the related parties, Nature of transaction and transaction value have been set out in accordance with the provisions of BAS 24: Related Party Disclosure

Amount in BDT

Name of related Party	Relationship	Nature of Transaction	Transaction Value	Outstanding Receivable / (Payable)
Navana CNG Limited	Subsidiary	Working Capital	130,000,000	(107,012,238)
Navana Engineering Ltd.	Sister Concern	Interest free loan	70,000,000	(70,000,000)
Term Loan	Loan from Chairman	Interest Free Loan	22,500,000	119,679,389

2.13 General

- Figures shown in the accounts have been rounded off to the nearest Bangladeshi Taka.
- 2. Comparative figures and account titles in the financial statements have been re-arranged/re-classified where necessary, to conform to changes in presentation in the current period.

Annual Report 2016

Navana Welding Electrode Limited

Notes to the Financial Statements

Schedule of Property, plant and equipment

As at June 30, 2016

Annexure-A

Rahman Mostafa Alam & Co. Chartered Accountants

	Cost			Rate		Written Down		
Particulars	As at 01.04.2015	Addition during the period	As at 30.06.2016	of Depreciation	As at 01.04,2015	Charged during the period	As at 30.06.2016	Value at 30.06.16
Land and land development	38,185,500	-	38,185,500	0%		- 1	(9:	38,185,500
Building & civil construction	36,488,445	877,483	37,365,928	10%	7,461,114	3,663,339	11,124,453	26,241,475
Plant & machinery	141,753,377	1,874,975	143,628,352	10%	29,310,393	14,003,950	43,314,343	100,314,009
Office equipment	6,430,608	1,411,899	7,842,507	10%	883,982	801,235	1,685,217	6,157,290
Furniture & fittings	3,122,527	2,095,649	5,219,176	10%	620,155	477,610	1,097,765	4,121,411
Electrical equipment	38,250,049	232,826	38,482,875	10%	7,478,686	3,797,672	11,276,358	27,206,517
Vehicles	10,230,288	4,332,155	14,562,443	10%	1,498,951	1,589,869	3,088,820	11,473,623
Total	274,460,794	10,825,987	285,286,781		47,253,280	24,333,675	71,586,955	213,699,825

Depreciation Charged to :

Cost of good sold 19,466,940 Administrative & selling Expenses 4,866,735

24,333,675

TK

Schedule of Intangible Assets

As at June 30, 2016

Annexure-B

Particulars		Cost			Depreciation			Written Down
	As at 01.04.2015	Addition during the period	As at 30.06.2016	Rate of Depreciation	As at 01.04.2015	Charged during the period	As at 30.06.2016	Value as at 30.05.15
Software System		1,250,000	1,250,000	10%		153,125	153,125	1,096,875
Total	1 .	1,250,000	1,250,000		-	153,125	153,125	1,096,875

 Amortization Charged to :
 TK

 Cost of good sold
 122,500

 Administrative & selling Expenses
 30,625

 153,125

Rahman Mostafa Allam & Co... Chartered Accountants

Navana Welding Electrode Limited

Notes to the Financial Statements

		March 31, 2016	June 30, 2016	March 31, 2015
		8D Taka	BD Taka	BD Taka
3	Property, plant and equipment net			
	Land and land development	38,185,500	38,185,500	38,185,500
	Building & civil construction	26,914,333	26,241,474	29,027,331
	Plant & machinery	102,886,163	100,314,009	112,442,984
	Office equipment	5,790,200	6,157,291	5,546,626
	Furniture & fittings	3,347,396	4,121,411	2,502,373
	Electrical equipment	27,900,620	27,206,517	30,771,363
	Vehicles	11,661,069	11,473,623	8,731,337
		216,685,280	213,699,825	227,207,514
	*An elaborate schedule of PPE are shown in annexure -A.			
	Intangible Assets			
	Software System ERP	1,125,000	1,096,875	17
		1,125,000	1,096,875	
	*An elaborate schedule of PPE are shown in annexure -B.			
	Capital work in progress			
	Opening Balance	106,518,057	103,765,599	58,345,274
	Addition : During the Period	20.00	22,500,000	48,172,78
		106,518,057	126,265,599	106,518,05
	Less : Transfer to Property, Plant & equipment	2,752,458	Committee and the	17235A174570325 2.5
	Closing Balance	103,765,599	126,265,599	106,518,05
	Inventories			
	Raw materials	22,213,393	24,667,876	28,140,950
	Work-in-process	11,335,459	9,892,003	13,070,732
	Finished goods	24,439,329	22,195,457	22,500,225
	Stock in Transit	1,896,447	2,529,086	5,450,73
	Spare parts	6,170,386	6,067,477	5,748,919
	Fuel	184,799	412,994	325,795
		66,239,813	65,764,893	75,237,353
	Trade receivables			
	Sylhet Zone	172,765	1,040,491	576,485
	Jessore Zone	2,037,273	4,141,504	2,667,218
	Dhaka South zone	3,746,310	7,926,930	6,841,07
	Dhaka North zone	3,207,717	7,539,842	6,835,611
	Rajshahi Zone	1,212,764	1,971,149	1,952,26
	Rangpur Zone	1,192,591	1,611,106	874,833
	Chitta. South Zone	1,570,479	7,100,464	2,815,120
	Chitta. North Zone	1,882,062	4,455,163	1,993,105
	Barishal Zone	1,601,358	2,846,016	1,088,140
		16,623,319	38,632,665	25,643,843

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Navana Welding Electrode Limited

Notes to the Financial Statements



			March 31, 2016	June 30, 2016	March 31, 2015
			BD Taka	BD Taka	BD Taka
В	Advances, deposits & prepayments				
	Advance for Fixed Assets		836,713		836,713
	Advance Income Tax		12,251,065	13,551,949	7,756,618
	Advance to Suppliers		1,431,638	1,410,283	4,121,476
	Earnest Money & Security Deposit		1,080,300	1,080,300	926,000
	Security Deposit Bangladesh Railway		904,534	561,459	547,805
	Advance House Rent		387,500	350,000	540,000
	Vat Current Account		2,262,462	1,761,345	381,452
	Advance against Salary		4,000	20,000	6,000
	1573 E		19,158,212	18,735,336	15,116,064
9	Cash & Cash equivalent				
	Cash in hand		3,933,282	5,250,034	3,550,956
	Cash at bank :	9.01			
	FDR		10,382,418	17,013,683	
	Bank Balance		34,171,749	47,694,325	31,077,099
			48,487,449	69,958,042	34,628,055
9.01	The bank balance consists of : Shahjalal Islami Bank Ltd.		4.012.409	10 570 070	
	Standard Bank Ltd.		4,012,488	10,579,039	
	Standard Bank Lto.		6,369,930 10,382,418	6,434,644 17,013,683	
	Al-Arafah Bank Ltd.		4,627	4,627	5,777
	Dutch Bangla Bank Ltd.		14,508,370	10,877,693	9,542,838
	Jamuna Bank Ltd.		24,300,370	20,077,055	562
	Mercantile Bank Ltd.		1,577,507	684,649	1,056,498
	Prime Bank Ltd.		44,897	42,447	44,89
	Mutual Trust Bank Ltd.		8.832.044	10.462.140	6.112.03
	Tust Bank Ltd.		2,467	1,892	3,61
	Bank Asia Ltd.		5,019,130	4,847,214	4,245,940
	Shahjalal Islami Bank Ltd.		1,720,979	16,479,417	637,058
	Standard Bank Ltd.		1,715,555	1,520,948	9,197,794
	Islami Bank Ltd.		429,190	575 C C C C C C C C C C C C C C C C C C	163,219
	Sonali Bank Ltd.		155,336	1,107,535	0.0000000000000000000000000000000000000
	United commercial Bank Ltd.		C-000000000000000000000000000000000000	1,116,941	66,867
			2,195	158,877	
	IFIC Bank Limited		159,452	389,945	24 022 004
			34,171,749 44,554,167	47,694,325 64,708,008	31,077,099 31,077,099
			, 	20 9/1	.
10	Authorized Capital: 50,000,000 Ordinary Shares @ Tk, 10 each		500,000,000	500,000,000	500,000,000
	30,000,000 Ordinary Shares & rk. 10 each		300,000,000	300,000,000	300,000,000
	Issued, Subscribed and Paid-up Capital 10,000,000 Ordinary Shares @ Tk. 10 each		100,000,000	100,000,000	100,000,000
			920000000000000000000000000000000000000	7.7.7.5.7.7.7.7.7.7.7.7.7.7.7.7.7.7.7.7	**************************************
	Navana CNG Limited		99,999,950	99,999,950	99,999,950
	Non -controlling interest (Sponsors)		50	50	50
			100,000,000	100,000,000	100,000,000

Rahman Mostafa Alam & Co. Chartered Accountants

Navana Welding Electrode Limited

Notes to the Financial Statements

		March 31, 2016	June 30, 2016	March 31, 2015
11	Retained earnings	BD Taka	BD Taka	BD Taka
	Opening balance	23,539,233	38,152,754	5,862,487
	Add: Total Comprehensive Income for the Period	14,613,521	7,657,698	17,676,746
	Closing balance	38,152,754	45,810,452	23,539,233
12	Term Loan			
	Due to Director (Mr.Shafiul Islam, Chairman) (12.01)	97,179,389	119,679,389	97,179,389
12.01	Due to Director (Mr.Shafiul Islam, Chairman)			
	Opening Balance	97,179,389	97,179,389	97,179,389
	Add : During the Period		22,500,000	GAMBINA (*)
		97,179,389	119,679,389	97,179,389

This represents un-secured and Interest free loan from Mr.Shafiul Islam, chairman.

		April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
13	Calculation of Tax:	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
a)	Current Tax					
4	Profit Before Tax	21,333,607	11,179,122	32,512,729	8,243,219	23,113,484
	Add. Disallowable Depreciation	19,833,309	4,500,367	24,333,676	6,342,892	21,002,447
	Add. Disallowable Amortization	125,000	28,125	153,125	0,342,032	23,002,117
		41,291,916	15,707,614	56,999,530	14,586,111	44,115,931
	Less: Allowable Depreciation	26,733,435	5,409,308	32,142,743	4,773,012	31,208,782
	Less: Allowable Amortization	625,000	78,125	703,125	100000 0000000000000000000000000000000	000403340000
		13,933,480	10,220,181	24,153,661	9,813,099	12,907,149
	Current Tax 35%	4,876,718	3,577,063	8,453,781	3,434,585	4,517,502
	Less: Tax Rebate 10%	487,672	357,706	845,378	11 17 17 17 17 17 17 17 17 17 17 17 17 1	451,750
	Current Tax	4,389,046	3,219,357	7,608,403	3,434,585	4,065,752
ь)	Deferred tax:					
0,	Taxable temporary difference	70,292,488	71,251,429	71,251,429	64,462,243	62,892,362
	Tax rate	31.5%	31.5%	31.5%	35%	31.5%
	Deferred tax liabilities	22,142,134	22,444,200	22,444,200	22,561,785	19,811,094
	Less: Opening balance	19,811,094	22,142,134	19,811,094	19,811,094	18,440,109
	Provision for deferred tax	2,331,040	302,066	2,633,106	2,750,691	1,370,985
				March 31, 2016	June 30, 2016	March 31, 2015
				BD Taka	BD Taka	BD Taka
	Chart town I am					
14	Short-term loan			631		207 052 002
14	IFIC Bank Limited	2	12		42 620 220	207,952,092
14	IFIC Bank Umited Shahjalal Islami Bank Ltd. (LTR)	21 5	# #	8,594,043 5,066,334	42,629,328	13,080,049
14	IFIC Bank Limited	5		8,594,043 5,066,324	42,629,328 3,798,562	207,952,092 13,080,049 7,353,764 21,576,817

Annual Report 2016

Rahman Mostafa Alam & Co. Chartered Accountants

Navana Welding Electrode Limited

Notes to the Financial Statements

			April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
			BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
15	Cost of goods sold						
	Raw materials	15.01	170,175,926	45,587,142	215,763,068	32,012,684	134,751,348
	Factory overhead	15.02	37,197,975	8,120,608	45,318,583	8,137,715	32,955,912
	Direct Cost		3,875,177	1,068,229	4,943,406	907,391	3,523,014
			211,249,078	54,775,979	266,025,057	41,057,790	171,230,274
	Add: Opening Work in Pr	ocess	13,070,732	11,335,458	13,070,732	13,070,732	6,810,397
			224,319,810	66,111,437	279,095,789	54,128,522	178,040,671
	Less: Closing Work in Pro	cess	11,335,458	9,892,003	9,892,003	14,957,784	13,070,732
			212,984,352	56,219,434	269,203,786	39,170,738	164,969,939
	Add: opening stack of fir	nished goods	22,500,225	24,439,329	22,500,225	22,500,225	41,802,016
			235,484,577	80,658,763	291,704,011	61,670,963	206,771,955
	Less: Closing stock of fini	shed goods	24,439,329	22,195,457	22,195,457	23,018,385	22,500,225
			211,045,248	58,463,306	269,508,554	38,652,578	184,271,730
15.01	Raw materials						
	Opening stock of raw ma	terials	28,140,950	22,213,393	28,140,950	28,140,950	28,091,501
	Add: Purchase for the Pe	rlod	164,248,369	48,041,625	212,289,994	34,186,173	134,800,797
			192,389,319	70,255,018	240,430,944	62,327,123	152,892,298
	Less: Closing stock of raw	materials	22,213,393	24,667,876	24,667,876	30,314,439	28,140,950
			170,175,926	45,587,142	215,763,068	32,012,684	134,751,348
15.02	Factory overhead						
	Salary & Wages		6,551,677	1,757,109	8,308,786	1,553,636	5,820,038
	Festival Bonus		816,910	1261214122	816,910		749,242
	Q.C Test		476,917	23,260	500,177	2,000	23,805
	Cleaning & Washing Exp		6,380	1,580	7,960	650	12,500
	Carrying charge		42,388	14,000	56,388	54,302	254,534
	Conveyance		73,045	11,940	84,985	16,070	53,816
	Daily Allowance		250,078	1977	250,078	36,000	78,677
	Dress & Uniform		7,600	4,600	12,200	3,200	3,700
	Earn leave Allowance		285,990	2482	285,990	389000	223,058
	Electrical Expenses		607,337	35,141	642,478	28,770	212,445
	Entertainment exp		829,681	177,891	1,007,572	179,620	919,564
	Fuel Exp		3,890,365	963,306	4,853,571	1,458,801	2,721,156
	Internet exp		101,599	27,150	128,749	24,150	95,550
	Labour Charge		227,655	68,860	296,515	49,495	116,350
	Medical Exp		4,371	4,130	8,501	1,487	9,399
	Oil & Lubricant exp		534,324	115,683	650,007	46,150	340,200
	Paper & Periodical		6,450	960	7,410	1,940	5,350
	Stationary		87,388	15,414	102,802	21,336	75,945
	Spare Parts		1,793,708	140,348	1,934,056	211,853	988,101
	Repair Maintenance		1,820,659	280,092	2,100,751	24,900	1,000,981
	Insurance Expense		-	200,000	240070	77,220	62,370
	Telephone & Mobile Bill		100.815	25.360	126,175	26,029	98,582
	Electricity bill		2,189,700	683,544	2,873,244	350,494	1,659,552
	Security guard		526,291	147,446	673,737	151,202	629,039
	Depreciation		15,866,647	3,600,294	19,466,941	3,818,410	16,801,958
	Amortization		100,000	22,500	122,500	3,310,-10	10,002,000
	a market was easied (37,197,975	8,120,608	45,318,583	8,137,715	32,955,912
				-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		-112	

Rahman Mostafa Alam & Co. Chartered Accountants

Navana Welding Electrode Limited

Notes to the Financial Statements

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		April, 2015 to March, 2016	April, 2016 to June, 2016	April, 2015 to June, 2016	April, 2015 to June, 2015	April, 2014 to March, 2015
		BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
5	Administration and selling expense					
	Salary & Allowance	11,170,470	4,818,533	15,989,003	3,481,213	10,025,999
	Festival Bonus	896,603		896,603	595,704	717,198
	Conveyance	640,175	314,533	954,708	521,978	276,585
	Daily Allowance	440,934	192,790	633,724	385,913	307,703
	Electricity bill	117,385	38,988	156,373	25,024	85,040
	Entertainment	210,987	160,081	371,068	160,266	138,856
	Gas Bill	20,400	5,850	26,250	4,050	8,100
	Internet bill	174,236	50,520	224,756	32,163	78,332
	Labour expenses	473,328	155,548	628,876	613,725	181,180
	Telephone & Mobile Bill	467,576	140,900	608,476	93,253	136,502
	News Paper bill	14,252	3,990	18,242	3,540	11,645
	Office Rent	891,000	222,750	1,113,750	258,984	818,064
	Repair and Maintenance	493,438	356,289	849,727	143,711	581,241
	Fuel Expenses	724,927	459,378	1,184,305	520,238	310,292
	Postage & Courier	37,346	12,549	49,895	3,251	9,728
	Printing	474,755	54,548	529,303	63,559	980,150
	Stationery	99,675	29,146	128,821	37,391	85,099
	Registration & Renewal Exp	224,946	35,670	260,616	133,309	224,868
	Service Charges	67,200	16,800	84,000	22,550	61,800
	TA/DA Allowances	415,457	259,308	674,765	416,515	315,001
	Audit Fee	25,000	25,000	50,000	1.092223	25,000
	Bank Charges	199,093	47,135	246,228	45,651	142,337
	Depreciation	3,966,662	900,073	4,866,735	954,602	4,200,490
	Amortization	25,000	5,625	30,625		100 IN IN
		22,270,845	8,306,004	30,576,849	8,516,590	19,721,210



View Factory visit of by Honorable Chairman



Independent Auditors' Report To the Shareholders of Navana LPG Limited

We have audited the accompanying financial statements of Navana LPG Limited ('the company'), which comprise the statement of financial position as at June 30, 2016 and the statement of profit or loss and other comprehensive income, Statement of changes in equity and statement of cash flows for the period then ended and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 5.

Management's responsibility for the financial statements

Management of Navana LPG Limited is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Navana LPG Limited as at June 30, 2016, and its financial performance and its cash flows for the period then ended in accordance with Bangladesh Financial Reporting Standards (BFRS), Companies Act 1994 and comply with the other applicable laws and regulations.

We also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- the statement of Financial Position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts;

Dated : Dhaka August 24, 2016 Sd/-Rahman Mostafa Alam & Co. Chartered Accountants

Navana LPG Limited

Statement of Financial Position As at June 30, 2016



	March 31, 2016	June 30, 2016
	BD Taka	BD Taka
Assets :		
Non- current assets		822
Current assets	•	1000
Cash & Bank Balances	1,005,000	1,003,905
Total current assets	1,005,000	1,003,905
Equity & Liabilities :		
Equity		
Share Capital	1,000,000	1,000,000
Retained earnings	<u> </u>	(6,095)
Total Equity	1,000,000	993,905
Current liabilities		
Loan from Director	5,000	5,000
Total Current liabilities	5,000	5,000
Non-current Liabilities		
Liabilities for Expenses	- E	5,000
Total Non-current Liabilities	-	5,000

Sd/-Chairman 5d/-Director

Signed in terms of our separate report of even date.

Dated: Dhaka

August 24, 2016

Sd/-

Company Secretary

Sd/-

Rahman Mostafa Alam & Co.

Chartered Accountants

Navana LPG Limited

Statement of Profit or loss and other comprehensive income For the Period ended June 30, 2016



Pariculars	March 31, 2016	June 30, 2016
	BD Taka	BD Taka
Revenue	9	*
Less: Cost of goods sold	14	2
Gross profit	97 LT	
Less: Adminintration & selling expenses		6,095
Less: Interest expenses		
Operating profit		(6,095)
Add: other income		2010 _ 10
Profit before tax	AS 02 10	(6,095)
Less: Income Tax Expenses	<u>. 19 </u>	2
Profit after Tax		(6,095)

 Sd/ Sd/

 Chairman
 Director

 Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka August 24, 2016 Sd/-Rahman Mostafa Alam & Co. Chartered Accountants

Navana LPG Limited

Statement of Cash Flows

For the period ended June 30, 2016



Pariculars	March 31, 2016	June 30, 2016
900000100 / Section 12	BD Taka	BD Taka
Cash flows from operating activities		
Receipts from customers		
Other Received		
Payments for materials, services and expenses		(1,095)
	4	(1,095)
nterest paid		
ncome tax paid		
Net cash Provided by operating activities		(1,095)
Cash flows from investing activities		
Payments for property, plant and equipment	120	¥
Capital Work-in- progress		
nvestment in Shares		
let cash used in investing activities	*	3
Cash flows from financing activities		
hare capital	1,000,000	1.2
Proceeds from Director loan	5,000	*
Net cash inflows from financing activities	1,005,000	-
let changes in cash and cash equivalents	1,005,000	(1,095)
ash and cash equivalents at the beginning of period	· · · · · · · · · · · · · · · · · · ·	1,005,000
ash and cash equivalents at the end of period	1,005,000	1,003,905

Sd/-Chairman 5d/-

Director

Sd/-

Company Secretary

Chairman

Rahman Mostafa Alam & Co. Chartered Accountants

Company Secretary

Navana LPG Limited

Statement of Changes in Equity For the period ended June 30, 2016

Particulars	Share capital	Retained Earnings	Total
Addtion during the year	1,000,000		1,000,000
Net profit/(loss) for the period			
Balance at March 31, 2016	1,000,000		1,000,000
Balance at April 1, 2016	1,000,000	*	1,000,000
Net profit/ Loss for the peiod	#3	(6,095)	(6,095)
Balance at June 30, 2016	1,000,000	(6,095)	993,905

Director

Rahman Mostafa Allam & Co., Chartered Accountants

Navana LPG Limited

Note to the accounts As at June 30, 2016

1. Legal status

Navana LPG Limited is a private limited company which was incorporated in 13 September 2015 Vide Registration number C-125694 of Joint Stock Companies & Firms, Dhaka, Bangladesh under the Companies Act 1994.

2. principal activities of the company

The company main objective to carry on the business of import, export, indenting and Marketing of all types of gases also LPG, LNG, CNG, propone, butane, oxygen, nitrogen, acetylene, nitrous, oxide, Medical and commercial oxygen and other allied gases.

3. Capital

Authorized Capital: 30,000,000 Shares @ Tk 10 each		300,000,000
Issued, Subscribed and paid-up Capital		10, 00,000
100,000 shares of Tk 10 each		
Navana CNG Limited	Tk.	999,950
Mr. Shafiul Islam @ tk. 10 each	Tk.	10
Mrs. Khaleda Islam@ tk. 10 each	Tk	10
Mr. Saiful Islam@ tk. 10 each	Tk.	10
Mr. Sajedul Islam@ tk. 10 each	Tk.	10
Ms. Farhana Islam @ tk. 10 each	Tk.	10
		10,00,000

^{4.} The Company has not started it's business till June 30, 2016.

5. General

Figures shown in the accounts have been rounded off to the nearest Taka.



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Navana CNG Limited

125/A, Motijheel C/A, Dhaka-1000

Proxy Form

I/We	
of	being being
a member of Navana CNG Limited do hereby appoint Mr. / Ms.	
of	
as my/our proxy to attend and vote for me/us and on my/our behalf at the 12th Annual General I	Meeting of the Company to be held on 08 November 2016 at
10:30 a.m. at Spectra Convention Center, House # 19, Road # 7, Guishan-1, Dhaka and at any adjoun	nment thereof.
	Revenue Stamp
	Taka 20.00
Name of Shareholder	Name of Provi
Hallic of Sharesholds	Name of Proxy
No. of Shares held	
	Signature of Proxy
B.O. A/C No.	Date
Signature of Shareholder	
Note: A member entitled to attend and vote at the Annual General Meeting may appoint a proxy	
stamped must be deposited at the Registered Office of the Company atleast 48 hours before the me	eting.
Navana CNG Li	mitad
inavaria Civi Li	iiiiteu
Attendance Slip	
I/We hereby record my/our presence at the 12th Annual General Meeting to be held on	08 November 2016 at 10:30 a.m. at Spectra Convention
Center, House # 19, Road # 7, Gulshan-1, Dhaka.	
	Name of Proxy
Name of Shareholder	
No. of Shares held	Signature of Proxy
	Date
B.O. A/C No.	
Signature of Shareholder	
N.B. Please present this slip at the Registration Desk. Signature must match with your recorder	d signature.

সম্মানিত শেয়ারহোজারবৃন্দের সদয় অবগতির জন্য জানানো যাছে যে, Bangladesh Securities and Exchange Commission এর বিধি-নিবেধ থাকার আসন্ত্র বার্ষিক সাধারণ সভায় কোন প্রকার উপহার/আপ্যায়নের ব্যবস্থা থাকবে না।

Navana CNG Limited

Registered Office:

Islam Chamber 125/A, Motijheel C/A, Dhaka, Bangladesh www.navanacng.com