Navana CNG Limited

First Quarter Report

Dear Shareholders,

We are pleased to forward herewith the 1st Quarter un-audited financial statements which consist of Consolidated statement of financial position as at September 30, 2025, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows along with consolidated notes to the financial statements for the 1st quarter ended on that date .

Managing Director

Dated: Dhaka

November 13, 2025

Navana CNG Limited and its subsidiaries

Consolidated Statement of Financial Position (Un-audited)

As at September 30, 2025

Particulars	**Notes**	**30/09/2025 BD Taka**	**30/06/2025 BD Taka**
Assets			
Non-Current Assets			
Property, plant & equipment	**9**	5,044,885,080	5,107,269,656
Intangible Assets	**10**	16,941,293	17,375,684
Right of Use Assets		1,614,944	1,937,932
Capital Work-in-progress	**11**	997,956,212	997,956,212
Long-term security deposit		60,088,425	60,088,425
Deferred tax assets	**12**	698,170,804	674,232,466
Investment in shares		4,356,814	3,441,581
Total Non-Current Assets		**6,824,013,572**	**6,862,301,956**
Current Assets			
Inventories	**14**	3,497,089,033	3,467,926,778
Accounts receivable		2,832,708,686	2,673,450,076
Other Receivables		194,363,458	194,363,458
Current account with Group companies		254,163,372	285,463,372
Advances, deposits & pre-payments		2,128,995,757	1,953,087,042
Cash & bank balances	**15**	210,759,580	202,433,316
Total Current Assets		**9,118,079,886**	**8,776,724,042**
Total Assets		**15,942,093,458**	**15,639,025,998**
Equity and liabilities			
Capital and reserves			
Share capital		755,527,720	755,527,720
Tax holiday reserve		216,004,824	216,004,824
Fair Value reserve		3,826,632	3,002,922
Retained Earnings		1,352,191,537	1,351,406,567
Equity attributable to the owners of Company		**2,327,550,713**	**2,325,942,033**
Non-controlling interest		(9,003)	(9,182)
Total Equity		**2,327,541,710**	**2,325,932,851**
Non-current Liabilities			
Long term Loan- net of current maturity	**16**	9,510,640,093	9,275,646,388
Lease Liability		1,757,994	2,083,841
Security Retention Money		32,262,237	42,112,237
Loan from others		50,000,000	50,000,000
Total Non-Current Liabilities		**9,594,660,324**	**9,369,842,466**
Current Liabilities			
Long Term Loan- Current maturity	**16**	1,454,052,176	1,411,972,978
Short-term loans	**17**	1,880,699,605	1,819,553,433
Provision for income tax	**18**	545,403,417	527,208,065
Unclaimed Dividend Account	**19**	42,414,216	42,449,798
Payables and accruals	**20**	97,322,010	142,066,407
Total Current Liabilities		**4,019,891,424**	**3,943,250,681**
Total Liabilities		**13,614,551,748**	**13,313,093,147**
Total Equity and Liabilities		**15,942,093,458**	**15,639,025,998**
Consolidated Net Assets Value Per Share (NAVPS)	**21**	**30.81**	**30.79**

Khaleda Islam

Managing Director **Director** **Director** **Chief Financial Officer** **Company Secretary**

Navana CNG Limited and its subsidiaries

Consolidated Statement of Profit or loss and other Comprehensive Income (Un-audited)

For the 1st Quarter ended September 30, 2025

Particulars		July ' 2025 to September' 2025 BD Taka	July ' 2024 to September' 2024 BD Taka
Revenue (Net)		1,199,018,716	1,081,784,766
Less: Cost of sales		961,170,799	854,116,025
Gross profit		**237,847,917**	**227,668,741**
Less: Administrative & Selling expenses		72,915,560	79,418,264
Less: Interest expenses		170,907,343	161,357,682
Operating profit/ (Loss)		**(5,974,986)**	**(13,107,205)**
Add: Other income		2,885,165	1,800,606
Profit/(Loss) before contribution to WPPF		**(3,089,821)**	**(11,306,599)**
Less : Contribution to WPPF		1,959,539	1,472,947
Net profit/(Loss) before tax		**(5,049,360)**	**(12,779,546)**
Less: Income tax expenses		**(5,834,509)**	**(14,376,385)**
Current tax	13	18,195,352	12,505,652
Deferred tax expenses / (Income)	12.01	(24,029,861)	(26,882,037)
Net profit after tax		**785,149**	**1,596,839**
Revaluation Gain /Loss on investment in share		915,233	(176,302)
Deferred tax adjustment		(91,523)	17,630
		823,710	(158,672)
Total comprehensive income for the period		**1,608,859**	**1,438,167**
Attributable to:			
Equity holders of the Company		784,970	1,596,728
Non-controlling interests		179	111
Total		**785,149**	**1,596,839**
Number of shares		**75,552,772**	**75,552,772**
Consolidated Earnings per share	22	**0.01**	**0.02**

Khaleda Islam

Managing Director	**Director**	**Director**	**Chief Financial Officer**	**Company sectretary**

Navana CNG Limited and its subsidiaries
Consolidated Statement of Cash Flows (Un-audited)
For the 1st Quarter ended September 30, 2025

		July ' 2025 to September' 2025	July ' 2024 to September' 2024
		BD Taka	BD Taka
Cash flows from operating activities			
Cash Receipts from customers		1,039,760,105	887,838,230
Cash Receipts from Other income		2,885,165	1,800,606
Payments for materials, services and expenses		(1,014,360,667)	(939,933,851)
Cash generated from operations		**28,284,603**	**(50,295,015)**
Income tax paid		(4,257,316)	(4,113,440)
Net cash generated by operating activities	**24**	**24,027,287**	**(54,408,455)**
Cash flows from investing activities			
Acquisition of property, plant and equipment		(551,065)	(673,722)
Capital work in Progress		-	(9,596,325)
Other receiveables		-	404,287
Net cash used in investing activities		**(551,065)**	**(9,865,760)**
Cash flows from financing activities			
Debt & Interest paid		(2,850,000)	(161,357,682)
Net Loan increased/ decreased		-	250,572,402
Security Retention money		(9,850,000)	(22,569,001)
Net paid to Group Companies		31,300,000	11,100,000
Dividend paid		(33,749,958)	(898,509)
Net cash used in financing activities		**(15,149,958)**	**76,847,210**
Net changes in cash and cash equivalents		**8,326,264**	**12,572,995**
Cash and cash equivalents at the beginning of period		**202,433,316**	**192,874,684**
Cash and cash equivalents at the end of period		**210,759,580**	**205,447,679**
Consolidated Net operating cash flows per share	**23**	**0.32**	**(0.72)**

Khaleda Islam

Managing Director | **Director** | **Director** | **Chief Financial Officer** | **Company Secretary**

Navana CNG Limited and its subsidiaries

Consolidated Statement of Changes in Equity (Un-audited)

For the 1st quarter ended September 30, 2025

	Share capital	Tax holiday reserve	Fair Value Reserve	Retained earnings	Attributable to owners of the Company	Non-controlling interests	Total
	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Balance at July 01, 2024	**755,527,720**	**216,004,824**	**3,405,844**	**1,387,592,940**	**2,362,531,328**	**(10,386)**	**2,362,520,942**
Net profit for the period	-	-	-	1,596,728	1,596,728	111	1,596,839
Fair Value Reserve			(158,672)		(158,672)	-	(158,672)
Balance at September 30, 2024	**755,527,720**	**216,004,824**	**3,247,172**	**1,389,189,668**	**2,363,969,384**	**(10,275)**	**2,363,959,109**
Balance at July 01,2025	**755,527,720**	**216,004,824**	**3,002,922**	**1,351,406,567**	**2,325,942,033**	**(9,182)**	**2,325,932,851**
Net profit for the period	-	-	-	784,970	784,970	179	785,149
Fair Value Reserve			823,710		823,710	-	823,710
Balance at September 30,2025	**755,527,720**	**216,004,824**	**3,826,632**	**1,352,191,537**	**2,327,550,713**	**(9,003)**	**2,327,541,710**

Khaleda Islam

Managing Director	**Director**	**Director**	**Chief Financial Officer**	**Company Secretary**

Navana CNG Limited and its subsidiaries
Selected Explanatory Consolidated Notes to the financial statements
For the period ended on September 30, 2025

1. Corporate information

1.1 Reporting Entity

Navana CNG Limited (the Company) was incorporated as a Private Limited company in Bangladesh on April 19, 2004, vide registration no. C52512(2807)/2004 and converted into a public company on March 08, 2009. The registered office and principal place of business of Navana CNG Limited are located at 125/A Motijheel C/A, Islam Chamber (4th floor), Dhaka-1000.

The Company is listed on the Dhaka Stock Exchange Limited and the Chittagong Stock Exchange Limited. Its principal activities are converting petrol- and diesel-driven vehicles to Compressed Natural Gas (CNG)-driven vehicles, operating CNG Refueling stations, and providing related services.

1.2 Subsidiaries

Navana Engineering Limited

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

The company's principal activities are the manufacture of polymer, plastic, PVC, and Polyethylene pipes, tubes, conduits, and fittings for household, industrial, and commercial use. The company began commercial operations on March 1, 2011.

Navana Welding Electrode Limited

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

The company's principal activities are the production of welding electrode rods, welding and cutting equipment, cutting rods, and welding and cutting consumables. The company began commercial operations on January 1, 2013.

Navana LPG Limited

Navana LPGL Limited is a Private Limited company that was incorporated Vide # C-125694 dated September 13, 2015, with the Registrar of Joint Stock Companies & Firms, Dhaka, Bangladesh, under the Companies Act 1994, as a subsidiary with 99.99% shareholding owned by Navana NCNG Limited. The company started its commercial production in November 2017.

The main objective is to carry on the business of import, export, indenting, and marketing of all types of gases LPG, LNG, LPG, Propane, Oxygen, nitrogen, acetylene, nitrous, Oxide, Medical & commercial Oxygen, and conversion from petrol, diesel, Octane to CNG, LPG light, heavy vehicles along with all types of gas cylinder refueling station and workshop for manufacturing of or repairing all kinds of equipment related with gas convert plant and also manufacturing of cylinder automotive, domestic, commercial and industrial use.

2. Reporting

This quarterly financial report has been prepared in accordance with the provisions of the Securities and Exchange Rule, 1987, as well as the provisions of the International Accounting Standards (IASs) & International Financial Reporting Standards (IFRSs).

3. Accounting policies and methods of Computation

Accounting policies and methods of computations followed in preparing this financial statement are consistent with the International Accounting Standards (IASs) & International Financial Reporting Standards (IFRSs).

4. Earnings per share (EPS)

Earnings per share have been calculated based on the number of shares outstanding for the period ended September 30, 2025, and distributable profit to ordinary equity holders for the same period.

5. The reason for the Significant deviation between the quarterly periods of the company :

Revenue:

Navana CNG and its subsidiaries saw a significant rise in total sales revenue, with 62.81% coming from the LPG business alone. This strong performance comes despite severe external challenges, including ongoing conflicts between Russia and Ukraine and Israel and Palestine, as well as political turmoil prevailing in the country, all of which disrupted the energy sector. These geopolitical tensions and local political crises are driving oil and gas prices to record highs, causing supply chain disruptions and material shortages for some of our subsidiaries. Additionally, the dollar crisis has worsened the situation, forcing the company to depend on locally sourced LPG, which is scarce and offers lower margins. While our team has successfully increased sales, rising costs are clearly affecting gross profit margins.

Net Operating Cash Flows:

The report shows an increase in net operating cash flows, rising from (0.72) to 0.32. Although current political instability posed challenges for revenue collection, the organization demonstrated resilience in its operations. Despite these difficulties, net operating cash flows are up year over year, underscoring the strength of revenue-generating activities even during tough times. This progress reflects the team's dedication and flexibility, positioning the organization for continued growth.

Earnings per Share (EPS):

A combination of challenges, especially material shortages in key subsidiaries, has exerted downward pressure on the company's gross profit. Furthermore, the group's ventures have been steered toward less profitable paths due to these supply and economic constraints. As a result, consolidated EPS has fallen significantly compared to the previous period, reflecting external economic pressures and the strategic adjustments necessary to navigate this tough environment. Nonetheless, the team remains dedicated to stabilizing and gradually improving profitability as market conditions evolve.

6. General

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

6.2 The previous period's figures, whenever considered necessary, have been re-arranged to conform to this period's presentation.

7. Business Environment Update Amid Russia-Ukraine and Israel-Palestine War and Political Crises in August 2025 in Bangladesh.

The petrochemical industry faces a turbulent environment due to ongoing geopolitical conflicts and economic challenges. The Russia-Ukraine war and the Israel-Palestine conflict have significantly disrupted global oil and gas supply chains, driving up raw material costs and creating severe bottlenecks in sourcing essential petrochemical inputs. For our group of companies, which relies on imported resources, this has strained supply lines, increased input prices, and tightened profit margins. Additionally, the dollar crisis in Bangladesh has intensified currency volatility, making import financing more costly and complex.

Local political instability in Bangladesh worsened these issues in August 2025, disrupting logistics, delaying distribution schedules, and decreasing consumer purchasing power. These difficulties are putting pressure on our revenue collection and cash flow, as local sourcing has become essential despite lower profit margins. Despite the challenging environment, our group remains focused on strategic adjustments to maintain resilience, maximize local sourcing where possible, and achieve operational efficiencies to protect profitability.

8. Foreign Currency gain / (loss)

There is no foreign currency in cash and cash equivalents. Hence, the company did not show any effect on foreign currency exchange rates on cash and cash equivalents as a separate line item.

Navana CNG Limited and its subsidiaries

Consolidated notes to the Financial Statements

For the 1st quarter ended September 30, 2025

			30/09/2025	30/06/2025
			BD Taka	**BD Taka**
09.	**Property, plant & equipment, net**			
	Land and land develop.		1,343,575,269	1,343,575,269
	Building & Shed		591,839,136	607,014,498
	Plant & Machinery		1,556,738,820	1,581,663,643
	Cylinder		1,337,307,618	1,354,235,562
	Tools & equipment		67,669,390	69,239,893
	Furniture & fixtures		14,108,309	14,467,419
	Electrical equipment		12,585,422	12,908,124
	Office equipment		4,449,821	4,563,918
	Vehicles		116,611,297	119,601,330
			5,044,885,080	**5,107,269,656**
10.	**Intengible Assets**			
	Software Systems		16,941,293	17,375,684
			16,941,293	**17,375,684**
11.	**Capital Work-in-progress**			
	Opening Balance		997,956,212	1,012,219,443
	Add : during the period		-	-
			997,956,212	1,012,219,443
	Less: Transfer to Property, plant and equipment		-	14,263,231
	Closing Balance		**997,956,212**	**997,956,212**
12	**Deferred tax (Assets)/ Liabilities**			
	Deferred tax for temporary difference	12.01	(687,023,485)	(662,993,624)
	Deferred tax on Unrealized Gain/ loss	12.02	425,181	333,658
	Deferred tax for gratuity provision	12.03	(11,572,500)	(11,572,500)
			(698,170,804)	**(674,232,466)**
12.01	**Deferred tax for temporary difference**			
	Accounting base WDV		5,061,826,371	5,124,645,340
	Tax base WDV		6,953,727,936	6,964,536,299
	Taxable temporary difference		(1,891,901,565)	(1,839,890,960)
	Less: Unabsorbed Depreciation		(418,170,694)	(410,608,081)
	Less: Unabsorbed Loss		(134,694,353)	(134,694,353)
			(2,444,766,611)	(2,385,193,394)
	Tax rate @ 22.5% & 27.5% respectively		-	-
	Deferred tax (Assets) / liabilities		**(679,210,971)**	**(662,993,624)**
	Add: Unused Tax credit		(7,812,515)	-
	Deferred tax (Assets) / liabilities		**(687,023,485)**	**(662,993,624)**
	Opening balance		(662,993,624)	(587,217,604)
	Deferred tax expenses /(income) for temporary difference		(24,029,861)	(75,776,020)
	Deferred tax expenses /(income) for gratuity (12.03)		-	-
	Total Deferred Tax Expense/(Income) for the period		**(24,029,861)**	**(75,776,020)**
12.02	**Deferred tax on Unrealized Gain**			
	Opening Balance		333,658	378,427
	For the period		91,523	(44,769)
			425,181	**333,658**

		30/09/2025 BD Taka	30/06/2025 BD Taka
12.03	**Deferred Tax for Gratuity Provision**		
	Closing Provision	46,200,000	46,200,000
	Applicable Tax rate @ 22.5% & 27.5% respectively	-	-
	Closing deferred tax for gratuity provision	**(11,572,500)**	**(11,572,500)**
	Less: Opening deferred tax for gratuity provision	(11,572,500)	(11,572,500)
	Deferred tax expense/(income) for the period	-	-

		30/09/2025 BD Taka	30/06/2025 BD Taka
13	**Consolidated Current tax expense**		
A.	**Income tax on Regular Rate**		
	Consolidated Profit /(Loss) before Tax	(5,049,360)	(8,181,186)
	Add: Consolidated Adjustment for admisible and inadmisible expeses	44,240,145	117,626,444
	Consolidated taxable profit/(Loss)	**39,190,785**	**109,445,258**
	Consolidated tax expenses based on applicable tax rate as per ITO 1984	**10,382,838**	**30,988,653**
B.	**Minimum Tax**	7,812,515	29,339,432
	Total Consolidated Current tax	**18,195,352**	**60,328,085**

		30/09/2025 BD Taka	30/06/2025 BD Taka
14.	**Inventories**		
	Raw materials	1,071,179,421	1,061,007,288
	Work in process	211,174,875	233,178,844
	Finished Goods	1,869,423,455	1,838,094,006
	Spare Parts	28,777,263	29,375,598
	Stock in transit	316,534,019	306,271,042
		3,497,089,033	**3,467,926,778**

		30/09/2025 BD Taka	30/06/2025 BD Taka
15.	**Cash & bank balances**		
	Cash in Hand	7,644,934	6,071,310
	Cash at banks :		
	Fixed deposit receipt (FDR)	157,729,187	155,565,544
	Cash at Bank	45,385,459	40,796,462
		210,759,580	**202,433,316**

		30/09/2025 BD Taka	30/06/2025 BD Taka
16.	**Long term loan**		
	City Bank PLC, Gulshan Avenue Br.	4,686,365,402	4,563,473,515
	Shahjalal Islami Bank PLC, Gulshan Br.	3,071,736,843	3,018,297,901
	One Bank PLC, Gulshan Br.	2,776,005,606	2,678,796,530
	Standard Bank PLC, Principal Br.	105,466,892	101,933,894
	Dues to Director (Mr. Shafiul Islam, Chairman)	325,117,526	325,117,526
		10,964,692,269	**10,687,619,366**
	Less: Long Term Loan- Current maturity	1,454,052,176	1,411,972,978
	Long Term Loan- net of current maturity	**9,510,640,093**	**9,275,646,388**

Long term loan from City Bank Limited & Shahjalal Islami Bank limited, Gulshan Branch taken for Navana LPG project and One Bank Limited , Gulshan Branch and Mutual trust Bank, for Navana Engineering Limited .

Dues to Director is un-secured and Interest free loan from Mr. Shafiul Islam, Chairman of the Company.

		30/09/2025	30/06/2025
		BD Taka	BD Taka
17.	**Short-term loans**		
	Shahjalal Islami Bank PLC	56,902,061	59,627,084
	One Bank PLC	370,822,368	356,255,478
	City Bank PLC	1,195,017,210	1,145,712,905
	Janata Bank PLC	257,957,966	257,957,966
		1,880,699,605	**1,819,553,433**
18.	**Provision for income tax**		
	Opening Balance	527,208,065	466,879,980
	Add : during the period	18,195,352	60,328,085
		545,403,417	527,208,065
	Less: Paid in advance	-	-
	Closing balance	**545,403,417**	**527,208,065**
19.	**Unclaimed Dividend**		
	Unclaimed for less than 3 Year's	5,255,461	5,256,401
	Unclaimed for more than 3 Year's	37,158,755	37,193,397
		42,414,216	**42,449,798**
20.	**Payables and accruals**		
	Accounts payable	8,393,157	8,380,803
	Liabilities for Expenses	57,508,707	68,491,682
	Workers profit participation fund	22,910,655	20,951,116
	Sundry payables	5,455,433	7,474,372
	Dividend payables	2,286,556	36,000,932
	Provision for doubtful debt	767,502	767,502
		97,322,010	**142,066,407**
21.	**Net assets value per share (NAVPS)**		
	Net assets value	2,327,550,713	2,325,942,033
	Number of ordinary shares used to compute NAVPS	75,552,772	75,552,772
	Net assets value per share	**30.81**	**30.79**

		July 01, 2025 to September 30, 2025	July 01, 2024 to September 30, 2024
		BD Taka	BD Taka
22.	**Earnings per share (EPS)**		
	Profit attributable to ordinary shareholders	785,149	1,596,839
	Number of ordinary shares used to compute earnings per share	75,552,772	75,552,772
	Earnings per share	**0.01**	**0.02**

July 01, 2025 to September 30, 2025	July 01, 2024 to September 30, 2024

	BD Taka	BD Taka

23. Net operating cash flows per share (NOCFPS)

Net operating cash flows	24,027,287	(54,408,455)
Number of ordinary shares used to compute NOCFPS	75,552,772	75,552,772
Net operating cash flows per share	**0.32**	**(0.72)**

24. Reconciliation of cash flows from operating activities under indirect method:

Net profit/Loss before interest & income tax during the year	167,817,521	150,051,083
Adjustment to recocile net income to net cash provided by operating activities:		
Interest on Lease	46,754	80,628
Payment for lease liability	(372,600)	(432,960)
Depreciation expenses	63,693,021	86,374,064
Income tax paid	(4,257,316)	(4,113,440)
Changes in current assets and liabilities:		
(Decrease)/ increase in inventories	(29,162,255)	11,274,697
Decrease/ (increase) in advance, Deposit and prepayments	(1,489,666)	(83,985,087)
Decrease/ (increase) in Accounts receivable	(159,258,610)	(193,946,535)
(Decrease)/ increase in payables & accruals	(12,989,562)	(19,710,903)
Net cash flow from operating activities	**24,027,287**	**(54,408,455)**

Total cash flow from operating activities- Indirect Method*	24,027,287	(54,408,455)
Total cash flow from operating activities- Direct Method*	24,027,287	(54,408,455)
Difference	-	-

* Details in the statement of cash flows