

**Navana CNG Limited**  
**2nd Quarter( Half yearly ) Report**

Dear Shareholders,

We are pleased to forward herewith the 2nd Quarter ( Half yearly ) un-audited financial statements which consist of Consolidated statement of financial position as at December 31,2016, 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 2nd Quarter ended on that date .

Sd/-  
**Chairman**

Dated: Dhaka  
January 29,2017

Navana CNG Limited and its subsidiaries  
**Consolidated Statement of Financial Position (Un-audited)**  
**As at December 31, 2016**

	Note	31/12/16 BD Taka	30/06/16 BD Taka
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant & equipment, net	2	1,213,154,726	1,201,150,228
Intangible Assets	3	3,266,719	3,438,652
Capital Work-in-progress	4	1,961,472,384	1,197,189,342
Long-term security deposit		47,756,880	47,756,880
<b>Total non-current assets</b>		<b>3,225,650,709</b>	<b>2,449,535,102</b>
<b>Current assets</b>			
Inventories		967,506,427	846,284,069
Accounts receivable		279,524,621	334,345,611
Other Receivables		247,503,424	250,223,744
Advances, deposits & pre-payments		213,780,579	206,823,764
Investment in shares		19,417,786	18,105,513
Cash & bank balances	5	394,382,709	325,137,417
<b>Total current assets</b>		<b>2,122,115,546</b>	<b>1,980,920,118</b>
<b>Total assets</b>		<b>5,347,766,255</b>	<b>4,430,455,220</b>
<b>Equity and liabilities</b>			
<b>Capital and reserves</b>			
Share capital		685,285,920	685,285,920
Tax holiday reserve	6	216,004,824	216,004,824
Retained Earnings		1,285,881,311	1,250,462,254
<b>Equity attributable to the owners of Company</b>		<b>2,187,172,055</b>	<b>2,151,752,998</b>
Non-controlling interest		295	282
<b>Total equity</b>		<b>2,187,172,350</b>	<b>2,151,753,280</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	7	92,029,503	88,169,584
Long term Loan	8	1,964,581,702	1,256,543,459
<b>Total non-current liabilities</b>		<b>2,056,611,205</b>	<b>1,344,713,043</b>
<b>Current liabilities</b>			
Short-term loans	9	737,151,840	586,385,386
Provision for income tax	10	123,466,215	114,932,255
Payable to sister concern		70,000,000	70,000,000
Payables and accruals	11	173,364,645	162,671,256
<b>Total current liabilities</b>		<b>1,103,982,700</b>	<b>933,988,897</b>
<b>Total liabilities</b>		<b>3,160,593,905</b>	<b>2,278,701,940</b>
<b>Total equity and liabilities</b>		<b>5,347,766,255</b>	<b>4,430,455,220</b>
<b>Consolidated Net Assets Value Per Share ( NAVPS )</b>		<b>31.92</b>	<b>31.40</b>

Sd/-  
**Chairman**

Sd/-  
**Chief Executive Officer**

Sd/-  
**Director**

Sd/-  
**Chief Financial Officer**

Sd/-  
**Company Secretary**

Navana CNG Limited and its subsidiaries  
**Consolidated Statement of Profit or loss and other Comprehensive Income (Un-audited)**  
For the 2nd Quarter ended December 31, 2016

Particulars	July ' 2016 to	July' 2015 to	October ' 2016 to	October ' 2015 to
	December' 2016	December' 2015	December' 2016	December' 2015
	BD Taka	BD Taka	BD Taka	BD Taka
<b>Revenues</b>	<b>1,151,292,036</b>	<b>1,254,451,762</b>	573,169,644	698,698,833
Less: Cost of sales	770,704,777	828,169,800	386,825,254	464,838,730
<b>Gross profit</b>	<b>380,587,259</b>	<b>426,281,962</b>	<b>186,344,390</b>	<b>233,860,103</b>
Less: Administration & selling expenses	207,102,512	231,263,204	121,001,654	145,367,055
Less: Interest expenses	41,201,475	64,138,929	9,111,530	26,936,029
<b>Operating profit</b>	<b>132,283,272</b>	<b>130,879,829</b>	<b>56,231,206</b>	<b>61,557,019</b>
Add: Other income	2,566,895	3,925,744	1,518,942	1,483,862
<b>Profit before contribution to WPPF</b>	<b>134,850,167</b>	<b>134,805,573</b>	<b>57,750,148</b>	<b>63,040,881</b>
Less : Contribution to WPPF	6,421,436	6,419,313	2,750,007	3,001,946
<b>Net profit before tax holiday reserve</b>	<b>128,428,731</b>	<b>128,386,260</b>	<b>55,000,141</b>	<b>60,038,935</b>
Less : Tax holiday reserve	-	5,251,610	-	441,980
<b>Net profit after tax holiday reserve</b>	<b>128,428,731</b>	<b>123,134,650</b>	<b>55,000,141</b>	<b>59,596,955</b>
<b>Less: Income tax expenses</b>	<b>35,006,846</b>	<b>23,212,171</b>	<b>14,779,024</b>	<b>6,319,036</b>
Current tax	31,343,768	21,791,807	12,769,701	1,763,726
Deferred tax expenses	3,663,078	1,420,364	2,009,323	4,555,310
<b>Net profit after tax</b>	<b>93,421,885</b>	<b>99,922,479</b>	<b>40,221,118</b>	<b>53,277,919</b>
Investment Valuation surplus	1,312,273	(189,902)	971,366	3,953,772
Less: Deferred tax adjustment	196,841	-	145,705	-
	1,115,432	(189,902)	825,661	3,953,772
<b>Total comprehensive income for the period</b>	<b>94,537,317</b>	<b>99,732,577</b>	<b>41,046,779</b>	<b>57,231,691</b>
<b>Number of shares</b>	<b>68,528,592</b>	<b>68,528,592</b>	<b>68,528,592</b>	<b>68,528,592</b>
<b>Consolidated Earnings per share</b>	<b>1.36</b>	<b>1.53</b>	<b>0.59</b>	<b>0.78</b>

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Navana CNG Limited and its subsidiaries  
**Consolidated Statement of Cash Flows (Un-audited)**  
For the 2nd quarter ended December 31, 2016

	<b>July ' 2016 to December' 2016</b>	<b>July' 2015 to December' 2015</b>
	<b>BD Taka</b>	<b>BD Taka</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	1,206,113,025	1,184,816,335
Receipts from Other income	2,566,895	3,925,744
<b>Payments for materials, services and expenses</b>	<b>(1,067,596,813)</b>	<b>(1,137,287,451)</b>
Cash generated from operations	<b>141,083,107</b>	<b>51,454,628</b>
Income tax paid	(22,809,808)	(21,280,638)
<b>Net cash generated by operating activities</b>	<b>118,273,299</b>	<b>30,173,990</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(55,053,589)	(94,440,613)
Capital work in Progress	(705,506,000)	(36,577,159)
Advance for Land and Machinery	-	(205,220,441)
Long-term security deposits	-	(5,318,210)
<b>Net cash used in investing activities</b>	<b>(760,559,589)</b>	<b>(341,556,423)</b>
<b>Cash flows from financing activities</b>		
Bank Interest	(41,201,475)	(46,158,462)
Long Term Loan	649,261,201	471,423,453
Short-term loans	150,766,454	109,015,539
Dividend paid	(47,294,598)	(51,521,747)
Debenture Loan	-	(250,000,000)
<b>Net cash used in financing activities</b>	<b>711,531,582</b>	<b>232,758,783</b>
<b>Net changes in cash and cash equivalents</b>	<b>69,245,292</b>	<b>(78,623,650)</b>
<b>Cash and cash equivalents at the beginning of period</b>	<b>325,137,417</b>	<b>389,873,187</b>
<b>Cash and cash equivalents at the end of period</b>	<b>394,382,709</b>	<b>311,249,537</b>
<b>Consolidated Net operating cash flows per share</b>	<b>1.73</b>	<b>0.44</b>

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Navana CNG Limited and its subsidiaries  
**Consolidated Statement of Changes in Equity (Un-audited)**  
For the 2nd Quarter ended December 31, 2016

	Share capital BD Taka	Tax holiday reserve BD Taka	Retained earnings BD Taka	Attributable to owners of the Company BD Taka	Non- controlling interests BD Taka	Total BD Taka
<b>Balance as at July 01,2015</b>	<b>685,285,920</b>	<b>210,922,589</b>	<b>1,089,791,410</b>	<b>1,985,999,919</b>	<b>187</b>	<b>1,986,000,106</b>
Net profit for the period	-	-	99,732,578	99,732,578	26	99,732,604
Adj. for change in share holding of sub.			111	111	(111)	-
Tax Holiday reserve	-	5,251,610	-	5,251,610	-	5,251,610
Dividend	-	-	(51,521,747)	(51,521,747)	-	(51,521,747)
<b>Balance as at December 31,2015</b>	<b>685,285,920</b>	<b>216,174,199</b>	<b>1,138,002,352</b>	<b>2,039,462,471</b>	<b>102</b>	<b>2,039,462,572</b>
<b>Balance as at July 01,2016</b>	<b>685,285,920</b>	<b>216,004,824</b>	<b>1,250,462,254</b>	<b>2,151,752,998</b>	<b>282</b>	<b>2,151,753,280</b>
Net profit for the period	-	-	94,537,305	94,537,305	13	94,537,317
Dividend			(59,118,248)	(59,118,248)	-	(59,118,248)
<b>Balance as at December 31,2016</b>	<b>685,285,920</b>	<b>216,004,824</b>	<b>1,285,881,311</b>	<b>2,187,172,055</b>	<b>295</b>	<b>2,187,172,350</b>

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Navana CNG Limited and its subsidiaries  
**Consolidated notes to the Financial Statements**  
For the 2nd Quarter ended December 31,2016

**1. Corporate information**

Navana CNG Limited was incorporated in on April 19, 2004 and 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. The company has three fully owned subsidiary companies of which **Navana Engineering Limited & Navana Welding Electrode Limited** are in operation and **Navana LPG Limited** incorporated in 2015 but yet to start it's commercial production.

	<b>31/12/16</b>	<b>30/06/16</b>
	<b>BD Taka</b>	<b>BD Taka</b>
<b>2. Property, plant &amp; equipment, net</b>		
Land and land develop.	395,222,043	395,222,043
Building & Shed	102,426,890	95,194,715
Plant & Machinery	503,009,988	509,341,397
Tools & equipment	86,021,372	86,975,133
Furniture & fixtures	12,896,435	12,566,992
Electrical equipment	25,929,326	27,206,517
Office equipment	6,083,858	6,157,291
Vehicles	81,564,814	68,486,141
	<b>1,213,154,726</b>	<b>1,201,150,228</b>
<b>3. Intangible Assets</b>		
Software System ERP	<b>3,266,719</b>	<b>3,438,652</b>
	<b>3,266,719</b>	<b>3,438,652</b>
<b>4. Capital Work-in-progress</b>		
Opening Balance	1,197,189,342	691,583,363
Addition for the period	764,283,042	594,902,650
Less: Transfer to Property, plant and equipment	-	89,296,671
<b>Closing balance</b>	<b>1,961,472,384</b>	<b>1,197,189,342</b>
<b>5. Cash &amp; bank balances</b>		
Cash in Hand	43,638,536	38,549,191
Cash at Bank	350,744,173	286,588,226
	<b>394,382,709</b>	<b>325,137,417</b>
<b>6. Tax holiday reserve</b>		
Opening Balance	216,004,824	210,543,141
Addition for the period	-	5,461,683
<b>Closing balance</b>	<b>216,004,824</b>	<b>216,004,824</b>

	<b>31/12/16</b>	<b>30/06/16</b>
	<b>BD Taka</b>	<b>BD Taka</b>
<b>7. Deferred tax liabilities</b>		
Opening balance	88,169,584	73,203,947
Add. : Provision for the period	3,859,919	14,965,637
<b>Closing balance</b>	<b>92,029,503</b>	<b>88,169,584</b>
<b>8. Long term loan</b>		
City Bank Limited, Gulshan Avenue Br.	985,472,103	450,821,071
One Bank Limited, Gulshan Br.	633,992,073	460,604,862
Dues to Director (Mr. Shafiul Islam , Chairman)	345,117,526	345,117,526
	<b>1,964,581,702</b>	<b>1,256,543,459</b>
<p>Long term loan from City Bank Limited taken for Navana LPG Limited. There is no current portion of long term loan.</p> <p>Dues to Directors is un-secured and Interest free loan from Mr. Shafiul Islam, Chairman.</p>		
<b>9. Short-term loans</b>		
Shahjalal Islami Bank Ltd.	58,182,499	112,740,443
Standard Bank Ltd.	20,000,296	85,851,111
One Bank Ltd.	653,634,113	383,995,270
Mercantile Bank Ltd. (LTR)	5,334,932	3,798,562
	<b>737,151,840</b>	<b>586,385,386</b>
<b>10. Provision for income tax</b>		
Opening Balance	114,932,255	62,145,246
Addition for the period	31,343,768	91,725,191
	146,276,023	153,870,437
Less: Paid in Advance	22,809,808	38,938,182
<b>Closing balance</b>	<b>123,466,215</b>	<b>114,932,255</b>
<b>11. Payables and accruals</b>		
Account payables	27,208,098	24,174,080
Liabilities for Expenses	101,349,139	89,149,371
Workers profit participation fund	21,367,937	14,946,500
Sundry payables	2,238,199	13,128,415
Unclaimed Dividend	21,201,272	21,272,890
	<b>173,364,645</b>	<b>162,671,256</b>