

**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, 2018, 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 30 ,2019

**Navana CNG Limited and its subsidiaries**  
**Consolidated Statement of Financial Position (Un-audited)**  
**As at December 31, 2018**

	Note	31/12/18 BD Taka	30/06/18 BD Taka
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant & equipment	2	6,068,391,755	5,418,786,144
Non current assets held for transfer		194,475,891	194,475,891
Intangible Assets	3	18,936,184	19,189,021
Capital Work-in-progress	4	1,553,549,706	1,607,886,756
Long-term security deposit		48,768,392	48,768,392
Investment in shares		4,359,856	20,366,498
<b>Total non-current assets</b>		<b>7,888,481,784</b>	<b>7,309,472,702</b>
<b>Current assets</b>			
Inventories		2,171,514,811	1,905,049,152
Accounts receivable		455,093,302	427,735,605
Other Receivables		194,967,984	196,948,207
Advance against land		15,000,000	15,000,000
Advances, deposits & pre-payments		745,827,888	664,254,803
Cash & bank balances	5	366,940,895	233,614,168
<b>Total current assets</b>		<b>3,949,344,880</b>	<b>3,442,601,935</b>
<b>Total assets</b>		<b>11,837,826,664</b>	<b>10,752,074,637</b>
<b>Equity and liabilities</b>			
<b>Capital and reserves</b>			
Share capital		685,285,920	685,285,920
Tax holiday reserve		216,004,824	216,004,824
Fair Value reserve		3,355,663	7,479,640
Retained Earnings		1,487,809,976	1,513,465,471
<b>Equity attributable to the owners of Company</b>		<b>2,392,456,383</b>	<b>2,422,235,855</b>
Non-controlling interest		(3,850)	(2,945)
<b>Total equity</b>		<b>2,392,452,533</b>	<b>2,422,232,910</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities		50,679,252	108,057,251
Long term Loan- net of current maturity	6	4,023,217,858	4,033,196,192
Security Retention Money		987,934,020	708,350,882
Loan from others		61,600,000	50,000,000
<b>Total non-current liabilities</b>		<b>5,123,431,130</b>	<b>4,899,604,325</b>
<b>Current liabilities</b>			
Long Term Loan- Current maturity	6	668,215,654	605,810,654
Short-term loans	7	2,711,233,781	1,913,968,660
Provision for income tax	8	153,079,793	170,953,073
Current account with aftab Automobiles limited		60,000,230	60,000,230
Payable to sister concern		70,000,000	70,000,000
Inter company payable		244,801,736	266,905,612
Payables and accruals	9	414,611,808	342,599,173
<b>Total current liabilities</b>		<b>4,321,943,002</b>	<b>3,430,237,402</b>
<b>Total liabilities</b>		<b>9,445,374,132</b>	<b>8,329,841,727</b>
<b>Total equity and liabilities</b>		<b>11,837,826,664</b>	<b>10,752,074,637</b>
<b>Consolidated Net Assets Value Per Share ( NAVPS )</b>	10	<b>34.91</b>	<b>35.35</b>

Sd/-  
**Chairman**

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**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, 2018

Particulars	July ' 2018 to December' 2018	July ' 2017 to December' 2017	October ' 2018 to December' 2018	October ' 2017 to December' 2017
	BD Taka	BD Taka		
<b>Revenues</b>	<b>2,529,266,740</b>	<b>1,683,925,559</b>	1,326,240,099	933,415,906
Less: Cost of sales	1,914,100,409	1,136,656,943	1,003,548,541	633,965,577
<b>Gross profit</b>	<b>615,166,331</b>	<b>547,268,616</b>	<b>322,691,558</b>	<b>299,450,329</b>
Less: Administration & selling expenses	288,299,695	256,778,963	153,859,641	153,053,265
Less: Interest expenses	288,568,916	158,442,846	148,988,536	81,261,377
<b>Operating profit</b>	<b>38,297,721</b>	<b>132,046,807</b>	<b>19,843,382</b>	<b>65,135,687</b>
Add: Other income	5,443,087	1,518,291	1,398,982	1,052,356
Less: Foreign exchange loss	(199,440)	-	(199,440)	-
<b>Profit before contribution to WPPF</b>	<b>43,541,368</b>	<b>133,565,098</b>	<b>21,042,924</b>	<b>66,188,043</b>
Less : Contribution to WPPF	5,386,220	8,757,023	2,322,045	5,548,592
<b>Net profit before tax</b>	<b>38,155,148</b>	<b>124,808,075</b>	<b>18,720,879</b>	<b>60,639,451</b>
<b>Less: Income tax expenses</b>	<b>(18,422,762)</b>	<b>41,925,575</b>	<b>(10,648,807)</b>	<b>24,911,193</b>
Current tax	38,496,971	40,756,193	17,977,553	25,578,054
Deferred tax liabilities	(56,919,732)	1,169,382	(28,626,359)	(666,861)
<b>Net profit after tax</b>	<b>56,577,910</b>	<b>82,882,500</b>	<b>29,369,686</b>	<b>35,728,258</b>
Revaluation Gain /Loss on investment in share	(781,471)	762,018	(611,887)	619,845
Deferred tax adjustment	78,147	(76,202)	61,189	(61,984)
	(703,324)	685,816	(550,698)	557,861
<b>Total comprehensive income for the period</b>	<b>55,874,586</b>	<b>83,568,316</b>	<b>28,818,988</b>	<b>36,286,119</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>0.83</b>	<b>1.21</b>	<b>0.43</b>	<b>0.52</b>

Sd/-  
Chairman

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Chief Executive Officer

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Director

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Company Secretary

Navana CNG Limited and its subsidiaries  
**Consolidated Statement of Cash Flows (Un-audited)**  
For the 2nd Quarter ended December 31, 2018

	July ' 2018 to December' 2018	July ' 2017 to December' 2017
	BD Taka	BD Taka
<b>Cash flows from operating activities</b>		
Receipts from customers	2,501,909,043	1,647,230,079
Receipts from Other income	2,748,457	1,518,291
Foreign exchange loss	(199,440)	-
<b>Payments for materials, services and expenses</b>	(2,326,991,279)	(1,777,442,279)
Cash generated from operations	<b>177,466,781</b>	<b>(128,693,909)</b>
Income tax paid	(56,370,251)	(30,666,317)
<b>Net cash generated by operating activities</b>	<b>121,096,530</b>	<b>(159,360,226)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(225,565,534)	(37,795,664)
Acquisition of Intangible Assets	(707,500)	-
Capital work in Progress	(606,936,469)	(1,037,132,677)
sale proceed from investment in Shares	14,119,029	-
Other receiveables	1,980,221	-
<b>Net cash used in investing activities</b>	<b>(817,110,253)</b>	<b>(1,074,928,341)</b>
<b>Cash flows from financing activities</b>		
Bank Interest	(288,568,916)	(158,442,846)
Long Term Loan	52,426,666	595,837,249
Short-term loans	797,265,121	518,340,989
Security Retention money	279,583,138	292,364,853
Inter company receiveables	(22,103,876)	25,200,407
Loan From Others	11,600,000	-
Dividend paid	(861,683)	(50,250,510)
<b>Net cash used in financing activities</b>	<b>829,340,450</b>	<b>1,223,050,142</b>
<b>Net changes in cash and cash equivalents</b>	<b>133,326,727</b>	<b>(11,238,425)</b>
<b>Cash and cash equivalents at the beginning of period</b>	<b>233,614,168</b>	<b>321,836,046</b>
<b>Cash and cash equivalents at the end of period</b>	<b>366,940,895</b>	<b>310,597,621</b>
<b>Consolidated Net operating cash flows per share</b>	<b>12</b>	<b>(2.33)</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, 2018

	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
<b>Balance at July 01,2017</b>	<b>685,285,920</b>	<b>216,004,824</b>	<b>3,127,149</b>	<b>1,399,193,844</b>	<b>2,303,611,737</b>	<b>328</b>	<b>2,303,612,065</b>
AFS Reserve			685,816	-	685,816		685,816
Net profit for the period	-	-	-	83,568,505	83,568,505	(189)	83,568,316
Dividend	-	-	-	(59,118,248)	(59,118,248)	-	(59,118,248)
<b>Balance at December 31,2017</b>	<b>685,285,920</b>	<b>216,004,824</b>	<b>3,812,965</b>	<b>1,423,644,101</b>	<b>2,328,747,810</b>	<b>139</b>	<b>2,328,747,949</b>

  

<b>Balance at July 01,2018</b>	<b>685,285,920</b>	<b>216,004,824</b>	<b>7,479,640</b>	<b>1,513,465,471</b>	<b>2,422,235,855</b>	<b>(2,945)</b>	<b>2,422,232,910</b>
Net profit for the period	-	-	-	56,578,815	56,578,815	(905)	56,577,910
Adjustment for sale of Marketable securities	-	-	(3,420,653)	-	(3,420,653)	-	(3,420,653)
Other Comprehensive income			(703,324)		(703,324)	-	(703,324)
Dividend				(82,234,310)	(82,234,310)	-	(82,234,310)
<b>Balance at December 31,2018</b>	<b>685,285,920</b>	<b>216,004,824</b>	<b>3,355,663</b>	<b>1,487,809,976</b>	<b>2,392,456,383</b>	<b>(3,850)</b>	<b>2,392,452,533</b>

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Company Secretary

## Navana CNG Limited and its subsidiaries

### Consolidated notes to the Financial Statements

For the 2nd quarter ended December 31, 2018

#### 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. These are **Navana Engineering Limited , Navana Welding Electrode Limited and Navana LPG Limited .**

1.1 The commercial production of Navana LPG Limited has been started on November 2017.

#### 2. Property, plant & equipment, net

	31/12/18	30/06/18
	BD Taka	BD Taka
Land and land develop.	924,622,398	924,622,398
Building & Shed	1,047,696,585	1,095,540,763
Plant & Machinery	1,866,297,791	1,837,081,311
Cylinder	1,917,682,732	1,273,872,391
Tools & equipment	117,820,143	111,999,529
Furniture & fixtures	18,222,663	17,986,757
Electrical equipment	21,418,248	22,195,233
Office equipment	5,956,631	5,813,214
Vehicles	148,674,565	129,674,548
	<b>6,068,391,755</b>	<b>5,418,786,144</b>

#### 3. Intangible Assets

Software System ERP	18,936,184	19,189,021
	<b>18,936,184</b>	<b>19,189,021</b>

#### 4. Capital Work-in-progress

<b>Opening Balance</b>	1,607,886,756	3,455,262,078
Add : during the period	606,936,469	1,575,958,974
	2,214,823,225	5,031,221,052
Less: Transfer to Property, plant and equipment	661,273,519	3,423,334,296
<b>Closing balance</b>	<b>1,553,549,706</b>	<b>1,607,886,756</b>

#### 5. Cash & bank balances

Cash in Hand	46,209,278	59,187,933
Cash at banks :		
Fixed deposit receipt (FDR)	98,411,873	92,839,203
Cash at Bank	222,319,744	81,587,032
	<b>366,940,895</b>	<b>233,614,168</b>

	31/12/18	30/06/18
	BD Taka	BD Taka
<b>6. Long term loan</b>		
City Bank Limited, Gulshan Avenue Br.	2,931,046,091	2,853,692,623
Shahjalal Islami Bank Limited, Gulshan Br.	691,356,743	713,086,786
One Bank Limited, Gulshan Br.	718,848,676	747,109,911
Mutual Trust Bank Limited	25,064,476	-
Dues to Director (Mr. Shafiul Chairman)	325,117,526	325,117,526
	4,691,433,512	4,639,006,846
<b>Less: Long Term Loan- Current maturity</b>	<b>668,215,654</b>	<b>605,810,654</b>
<b>Long Term Loan- net of current maturity</b>	<b>4,023,217,858</b>	<b>4,033,196,192</b>

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 Directors is un-secured and Interest free loan from Mr. shafiul Islam, Chairman.

<b>7. Short-term loans</b>		
Shahjalal Islami Bank Ltd.	1,370,994,919	570,728,529
Standard Bank Ltd.	56,854,116	124,513,544
One Bank Ltd.	917,131,006	854,747,006
City Bank Limited	366,253,740	331,094,456
Mutual Trust Bank Limited, Principal Br.	-	32,885,125
	<b>2,711,233,781</b>	<b>1,913,968,660</b>

<b>8. Provision for income tax</b>		
Opening Balance	170,953,073	142,142,984
Add : during the period	38,496,971	83,352,901
	209,450,044	225,495,885
Less: Paid in advance	(56,370,251)	(54,542,812)
<b>Closing balance</b>	<b>153,079,793</b>	<b>170,953,073</b>

<b>9. Payables and accruals</b>		
Account payables	29,033,353	35,175,470
Liabilities for Expenses	173,549,368	187,327,118
Workers profit participation fund	27,238,543	21,852,323
Sundry payables	68,315,776	63,142,121
Provision for doubtful debt	214,461	214,461
Liabilities for Dividend	116,260,307	34,887,680
	<b>414,611,808</b>	<b>342,599,173</b>

<b>10. Net assets value per share (NAVPS)</b>		
Net assets value	2,392,456,383	2,422,235,855
Number of ordinary shares used to compute NAVPS	68,528,592	68,528,592
<b>Net assets value per share</b>	<b>34.91</b>	<b>35.35</b>

Significant difference in EPS in between Current Half yearly and previous Year's Half yearly result is due to loss in LPG operation which is incurring loss in the innitial periods.

Net operating cash flows	121,096,530	(159,360,226)
Number of ordinary shares used to compute NOCFPS	68,528,592	68,528,592
<b>Net operating cash flows per share</b>	<b>1.77</b>	<b>(2.33)</b>

Significant difference in NOCFPS in between Current Half yearly and previous Year's Half yearly is due to sale revenue of in LPG operation which is incurring loss in the initial periods.

Decrease/ (increase) in inventories	(266,465,659)
Decrease/ (increase) in advance and prepayments	(81,573,084)
(Decrease)/ increase in payables & accruals	(14,746,209)
Decrease/ (increase) in trade receivable	(27,357,697)
<b>Net cash flow from operating activities</b>	<b>121,096,530</b>