

"পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। জেনে ও বুঝে বিনিয়োগ করুন"

"Investment in capital market involves certain degree of risks. The investors are required to read the prospectus and risk factors carefully, assess their own financial conditions and risk-taking ability before making their investment decisions."

"পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। বিনিয়োগকারীগণ প্রসপেক্টাস পড়ে এবং ঝুঁকির বিষয়গুলি সতর্কতার সাথে অনুধাবন করে নিজ নিজ আর্থিক অবস্থা ও ঝুঁকিগ্রহণ করার সক্ষমতা বিবেচনা করে বিনিয়োগ সিদ্ধান্ত গ্রহণ করবেন।"

Prospectus of Bangla Trac Rental Services PLC.



Manager to the Issue



Qualified Investor Offer (QIO) for BDT 85,000,000

Offer Price: BDT 10.00 each

Total Size of Fund to be Raised: BDT 85,000,000

Names of the Underwriters:

EBL Investments Limited

LankaBangla Investments Limited

ISSUE DATE OF THE PROSPECTUS:

Opening and Closing Date of Subscription

Opening Date of Subscription:

Closing Date of Subscription:

(a) Preliminary Information and Declaration

(i) Name(s), address(s), telephone number(s), web address(s), e- mail(s), FAX number(s) and contact persons of the issuer, issue manager(s), underwriter(s), auditors, credit rating company and valuer, where applicable:

Name and Address	Contact Person	Telephone Number, FAX Number, E- Mail, Web Address
Bangla Trac Rental Services PLC. Registered Address: House # 68, Road # 11, Block - H, Banani, Dhaka-1213	Mr. Mohammad Imran Hossain Company Secretary	Tel: +880255041951-7 Fax: +880255041997 Email: info@banglacatrental.com Web: www.banglacatrental.com
ISSUE MANAGER		
NDB Capital Limited 57 & 57/A, UDAY Tower, 6 th Floor, Gulshan Avenue, Dhaka-1212	Mr. Kazi Farhan Zahir Managing Director & Chief Executive Officer	Phone: +88 02 222 288 979 E-mail: farhan@ndbcapital.com Web: www.ndbcapital.com
UNDERWRITER(S)		
LankaBangla Investments Limited Assurance Nazir Tower (Level-08), 65/B, Kemal Ataturk Avenue, Banani, Dhaka - 1213	Mr. Iftekhar Alam Chief Executive Officer	Phone: +88 02 550 348 533-5 E-mail: info@lankabangla-investments.com Web: www.lankabangla-investments.com
EBL Investments Limited Bangladesh Shipping Corporation Tower, 2-3 RAJUK Avenue (4th Floor), Motijheel C/A, Dhaka-1000	Mr. Omar Faroque Riyad Head of Operations	Phone: +880-2-47111096 E-mail: riyad@eblinvestments.com Web: www.eblinvestments.com
AUDITOR		
Kazi Zahir Khan & Co., Chartered Accountants Head Office: Hometown Apartments (Flat-C, Level-15), 87 New Eskaton Road, Dhaka-1000. Branch Office: Sultana Tower 2 No. Kalabagan, Mirpur Road, Dhanmondi, Dhaka-1205	Mohammed Alamgir Kabir, FCA, FLMI, ARA Partner	Tel: 02-41032557 Mobile: +08801914142507 e-mail: alamgir.kabir@yahoo.com Web: www.kzkc.com

Declaration:

(ii) "If you have any query about this document. You may consult the issuer, issue manager and underwriter."

(iii) "CONSENT OF THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION HAS BEEN OBTAINED TO THE ISSUE/OFFER OF THESE SECURITIES UNDER THE SECURITIES AND EXCHANGE ORDINANCE, 1969, AND THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION (QUALIFIED INVESTOR OFFER BY SMALL CAPITAL COMPANY) RULES, 2022. IT MUST BE DISTINCTLY UNDERSTOOD THAT IN GIVING THIS CONSENT THE COMMISSION DOES NOT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL SOUNDNESS OF THE ISSUER COMPANY, ANY OF ITS PROJECTS OR THE ISSUE PRICE OF ITS SECURITIES OR FOR THE CORRECTNESS OF ANY OF THE STATEMENTS MADE OR OPINION EXPRESSED WITH REGARD TO THEM. SUCH RESPONSIBILITY LIES WITH THE ISSUER, ITS DIRECTORS, CHIEF EXECUTIVE OFFICER, MANAGING DIRECTOR, CHIEF FINANCIAL OFFICER, COMPANY SECRETARY, ISSUE MANAGER, ISSUE MANAGER'S CHIEF EXECUTIVE OFFICER, UNDERWRITERS, AUDITOR(S) AND/OR VALUER (IF ANY)."

(iv) 'Risks in relation to the First Issue'

"This being the first issue of the issuer, there has been no formal market for the securities of the issuer. The face value of the securities is BDT 10.00 (BDT Ten), and the issue price is BDT 10.00 (BDT Ten), i.e. of the face value. The issue price as determined should not be taken to be indicative of the market price of the securities after listing. No assurance can be given regarding an active or sustained trading of the securities or the price after listing."

(v) 'General Risk'

"Investment in securities involves a degree of risk and investors should not invest any funds in this offer unless they can afford to take the risk of losing their investment. Investors are advised to read the risk factors carefully before making an investment decision in this offer. For making an investment decision, investors must rely on their own examination of the issuer and the offer including the risks involved. Given the emerging nature of small capital companies, there may be a higher investment risk attached to the securities being offered. The securities to be traded on the Small Capital (SME) Platform may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be an active market for trading of such securities. The securities have not been recommended by the Bangladesh Securities and Exchange Commission (BSEC) nor does BSEC guarantee the accuracy or adequacy of this document. Specific attention of investors is invited to the statement of 'risk factors' given on page number(s) 10-12"

(vi) 'Bangla Trac Rental Services PLC. 's Absolute Responsibility'

"The issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this prospectus contains all material information with regard to the issuer and the issue, that the information contained in the prospectus is true, fair and correct in all material aspects and are not misleading in any respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which make this document as a whole or any of such information or the expression of any such opinions or intentions misleading in any material respect."

(b) AVAILIBILITY OF PROSPECTUS

(i) Website addresses and e-mail addresses and names of contact persons of the institutions where the prospectus is available in soft form;

Issuer	Contact Person	Website and E-mail Address
Bangla Trac Rental Services PLC.	Mohammad Imran Hossain Company Secretary	Web: www.banglacatrental.com Email: imran.hossain@banglacatrental.com
Issue Manager	Contact Person	Website and E-mail Address
NDB Capital Limited	Kazi Farhan Zahir Managing Director & CEO	Website: www.ndbcapital.com E-mail Address: farhan@ndbcapital.com
Stock Exchange(s)	Contact Person	Website and E-mail Address
Dhaka Stock Exchange LTD.	Mr. Mohammed Mahfuzur Rahman Assistant General Manager & Head of Index Management, Data Services and Publication Department	Web: www.dsebd.org Email: imdsp@dse.com.bd
Chittagong Stock Exchange LTD.	Mr. Mohammad Habib Ullah Deputy Manager	Web: www.cse.com.bd Email: habib.ullah@cse.com.bd

Prospectus would also be available on the website of the Bangladesh Securities and Exchange Commission (BSEC) (www.sec.gov.bd) and at the library room of the BSEC for reading and studying upon approval.

(ii) Definitions and Acronyms or elaboration.

ACRONYMS/ELABORATIONS		
A		
AGM	:	Annual General Meeting
Allotment	:	Letter of Allotment of Shares
“Articles” or “Articles of Association” or “AoA”	:	The Articles of Association of Bangla Trac Rental Services PLC.
B		
BB	:	Bangladesh Bank
BDT	:	Bangladeshi Taka
BIDA	:	Bangladesh Investment Development Authority
BMRE	:	Balancing, Modernization, Rehabilitation & Expansion
BO Account	:	Beneficial Owners Account
BSEC	:	Bangladesh Securities and Exchange Commission
BTRSL	:	Bangla Trac Rental Services PLC.
BOD	:	Board of Directors
C		
CDBL	:	Central Depository Bangladesh Limited
CIB	:	Credit Information Bureau
CFO	:	Chief Financial Officer
Commission	:	Bangladesh Securities and Exchange Commission
Company	:	Bangla Trac Rental Services PLC.
Companies Act	:	Companies Act, 1994
Corporate Office	:	Head Office of the Company
CSE	:	Chittagong Stock Exchange Limited
D		
DCT	:	Deputy Commissioner of Taxes
DSE	:	Dhaka Stock Exchange Limited
E		
E -mail	:	Electronic Mail
EPS	:	Earnings Per Share

EIs	:	Eligible Investors
EGM	:	Extraordinary General Meeting
F		
FC Account	:	Foreign Currency Account
FCA	:	Fellow Chartered Accountants
FDR	:	Fixed Deposit Receipt
FY	:	Financial Year
G		
GBP	:	Great Britain Pound
GDP	:	Gross Domestic Product
GP	:	General Public
H		
HSIA	:	Hazrat Shahjalal International Airport
I		
Issue	:	Qualified Investor Offer (QIO)
Issuer	:	Bangla Trac Rental Services PLC.
Issue Manager	:	NDB Capital Limited
IFRS	:	International Financial Reporting Standards
IAS	:	International Accounting Standards
L		
L/C	:	Letter of Credit
M		
MD	:	Managing Director
MOA or Memorandum of Association	:	The Memorandum of Association of Bangla Trac Rental Services PLC.
N		
NBFI	:	Non-Bank Financial Institution
NAV	:	Net Asset Value
NBR	:	National Board of Revenue
NDB	:	NDB Capital Limited
NRB	:	Non-Resident Bangladeshi
NOC	:	No Objection Certificate
O		
Our Company	:	Bangla Trac Rental Services PLC.

Offer Price	:	Price of the share of Bangla Trac Rental Services PLC. being offered
P		
P/E	:	Price to Earnings Ratio
Q		
QIO	:	Qualified Investor Offer
R		
RJSC	:	Registrar of Joint Stock Companies and Firms
Rules	:	Bangladesh Securities and Exchange Commission (Qualified Investor Offer by Small Capital Companies) Rules, 2022
S		
Sponsors	:	The sponsor shareholders of Bangla Trac Rental Services PLC.
Securities	:	Shares of Bangla Trac Rental Services PLC.
Securities Market	:	The Share Market of Bangladesh
SME	:	Small & Medium Enterprise
STD A/C	:	Short Term Deposit Account
Subscription	:	Application Money
T		
The Company / Issuer	:	Bangla Trac Rental Services PLC.
TIN	:	Tax Identification Number
Tk.	:	Bangladeshi Taka
U		
UK Pound	:	United Kingdom Pound
USD	:	United States Dollar
V		
VAT	:	Value Added Tax
W		
WDV	:	Written Down Value
WPPF	:	Workers' Profit Participation Fund
Y		
Y -o-Y	:	Year on Year

SUMMARY OF THE ISSUE

Qualified Investor Offer of Bangla Trac Rental Services PLC.

Bangla Trac Rental Services PLC. was incorporated as a Private Limited Company on March 27, 2012 and subsequently converted into a Public Limited Company under Companies Act 1994 on September 01, 2022 with the registrar of Joint Stock Companies and Firms, Dhaka.

Bangla Trac Rental Services PLC. provides equipment on rent to numerous conglomerates across the nation to both private projects and government projects. The company also provides Rental Power solutions in the form of rental generators. Their rental generator sets have been designed and engineered for easier transportation, faster installation, and simpler maintenance.

Bangla Trac Rental Services PLC. provides a wide variety of equipment solutions to its customers at different price points. Their rental fleet includes well-maintained Diesel Generator, Gas Generator, Construction & Industrial Equipment such as Excavators, Wheel Loaders, Bulldozers, Forklifts, Hydraulic Drilling Rig, Crawler Cranes, Rough Terrain Cranes, Low Bed Trailers, and more. They offer both short-term and long-term rentals of equipment. With their technical expertise, excellent support and service, exemplary standards, and nationwide network, they provide outstanding services to their stakeholders. The following are some ways in which their Rental Store differentiates itself as a rental equipment solutions provider: both new and CAT Certified used machines in their rental fleet, a rent-to-purchase option, fuel-efficient equipment with minimal downtime, 24/7 service, trained operators to maximize productivity, and work tools for versatile use.

A few of their notable projects and customers include, for Equipment Rental: Padma Bridge Project, Taxi-Way at Dhaka Airport, Dhaka Chittagong 4-Lane Highway, Kuril Flyover, Dhaka-Mymensingh Highway, the Mongla-Ghasiakhali River Channel, BD Army (20 ECB and 26 ECB), Sylhet City Corporation, PRAN RFL Group, Adani Port and Special Economic Zone, Abdul Monem LTD., CHONGQING International, China Harbour Engineering Co. LTD., Mir Akter Hossain LTD., and CEEC Tianjin Electric Power, and for Power Rental: BEXIMCO LTD., COATS Bangladesh LTD., Incepta Pharmaceuticals LTD., Akij Bakers LTD., Square Fashions LTD., Coca-Cola Bangladesh Beverages, Unilever Bangladesh, Bangladesh Cricket Board (Asia Cup, T20 World Cup), DTG Fair, National Board of Revenue (Income Tax & VAT Fair), Payra Power Plant, Bangabandhu Sheikh Mujib Shilpa Nagar (Mirsarai, Chattogram), Padma Railway Bridge, Jamuna Railway Bridge Construction Project, and Matarbari Power Plant.



Features of the Issue:

Offer Price	BDT 10.00
Number of Shares To be offered	8,500,000
Total Issue Size	BDT 85,000,000
Issue Manager	NDB Capital Limited
Underwriter(s)	1) EBL Investments Limited 2) LankaBangla Investments Limited
Purpose of Raising Fund	1) To expand the existing business 2) To meet QIO Expenses
Date of Implementation	Within 24 months from receiving QIO fund

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(a) The address and telephone number of the company, the issue manager, the underwriters, the auditor, and the stock exchange(s).

Issuer		
Name	Address	Contact Details
Bangla Trac Rental Services PLC.	Registered Address: House # 68, Road # 11, Block # H, Banani, Dhaka – 1213	Tel: +880255041951-7 Fax: +880255041997
Issue Manager(s)		
Name	Address	Contact Details
NDB Capital Limited	UDAY TOWER, 6th Floor (South-West Side) 57 & 57/A, Gulshan Avenue, Circle-1, Dhaka-1212, Bangladesh	Tel: +88029888626 Fax: +88029888906
Underwriter (s)		
Name	Address	Contact Details
EBL Investments Limited	Bangladesh Shipping Corporation Tower, 2-3 RAJUK Avenue (4th Floor), Motijheel C/A, Dhaka-1000	Tel: +88 02 47111096, 47111867, 47112659, Ext: 100
LankaBangla Investments Limited	Assurance Nazir Tower (Level-08), 65/B, Kemal Ataturk Avenue, Banani, Dhaka - 1213	Tel: +88 02 550 34 853-5 Fax: +88 02 550 34 856
Auditor		
Name	Address	Contact Details
Kazi Zahir Khan & Co., Chartered Accountants	Head Office: Home Town Apartments (Flat-C, Level-15), 87 New Eskaton Road, Dhaka-1000. Branch Office: Sultana Tower 2 No. Kalabagan, Mirpur Road, Dhanmondi, Dhaka-1205	Tel: 02-41032557 Mobile: +08801914142507 e-mail: alamgir.kabir@yahoo.com
Stock Exchange(s)		
Name	Address	Contact Details
Dhaka Stock Exchange Limited	9/F Motijheel C/A, Dhaka-1000	Tel: 02-9564601 Fax: 02-9564601
Chittagong Stock Exchange Limited	CSE Building, 1080, Sk. Mujib Road Agrabad, Chittagong, Bangladesh	Tel: +880 2333314632-3 Fax: +880 2333314101

SECTION - I

**Risk Factors and Management's Perception about the
Risks**

According to the management of Bangla Trac Rental Services PLC. (BTRSL), the company is subject to the following micro and macro-economic risks-

(a) Interest Rate Risk-

Interest Rate Risk is related to the fluctuations in the prevailing interest rate in the market which result in an increased cost of debt for a company. Various macro-economic conditions including but not limited to- contractionary monetary policy, austerity in governments budget, availability and growth of private sector credit can lead to volatility in the interest rate in the country. An increase in interest rate can adversely impact the financial performance of the company due to higher financial expenses and decrease the profit of the company and subsequent profit distribution to shareholders.

Management perception:

The management of BTRSL always strives to prudently manage its finances to maintain an ideal capital structure so that the cost of capital and the debt portion of the cost of capital remains stable. The company has relatively low interest- bearing debt in its balance sheet and thus any undue shock from interest rate risk is mitigated.

(b) Exchange Rate Risk-

Exchange Rate Risk is defined as the risk of loss that the company bears when the transaction is denominated in a currency other than the money in which the company operates. It is a risk that occurs due to a change in the relative values of currencies.

Management perception:

BTRSL is exposed to minimal exchange rate risk as the company acquires its machinery from the local market in Bangladeshi Taka (BDT) and earns its rental proceeds in the same currency.

(c) Industry Risk-

The chance that a set of factors particular to an industry group drags down the industry's overall performance. It may arise from the competitive nature of the industry or the lack there of barriers to entry and other factors.

Management perception:

Due to the nature of the business, it's very difficult for a new entrant to suddenly capture market share from BTRSL in both power and machine rental segments. High capital intensity, existing brand value of Caterpillar Inc., competitive pricing of its products and superior service quality help BTRSL to minimize industry risk.

(d) Market Risk-

Market risk is the risk that any change in the market such as demand of the product, foreign exchange rates fluctuation, prices of the product, increase of competition, a squeeze of business through the cancellation of work order, shifting of the buyer to another market will affect the company's business. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

Management perception:

The veteran management team of BTRSL maintains the dynamics of the market prudently and thus any sudden and undue risk related to the market is unlikely.

(e) Potential or existing government regulations-

The Company operates under Companies Act, Taxation policy adopted by NBR, Bangladesh Securities and Exchange Commission (BSEC)'s Rules and Rules adopted by other regulatory bodies. Any abrupt changes in the policies formed by those bodies will impact the business of The Company adversely.

Management perception:

The economy of Bangladesh has been developing over the decades because of business-friendly Rules and Regulations adopted by the various regulatory bodies of the country. Unless any adverse policies are taken, which may materially affect the industry, the business of The Company will not be affected. The government emphasizes the growth of the local industry to meet the local need. our government is encouraging industry with investment-friendly policy measures.

(f) Potential or existing changes in global or national policies-

Changes in the existing global or national policies can have either positive or negative impacts for the company. Any scarcity or price hike, global or national policy change, potential geopolitical conflicts may hamper profitability.

Management perception:

Geopolitical risk remains as one of the pressing issues to the companies related to export/import of materials outside/inside the country. BTRSL is dependent upon import of Machineries from Caterpillar Inc. USA and thus continuously monitors the geopolitical conditions of the world for smooth operation. It also maintains liaison with various government entities for its day-to-day operation. Consequently, any sudden and damaging

changes in global/national policies will be mitigated through the existing risk mitigation policy of the company.

(g) History of Non-Operation, if any-

Initially, this business was operated under Bangla Trac LTD. The company, Bangla Trac Rental Services PLC. was incorporated on March 27, 2012 but was yet to commence its commercial operation under this name. This business continued its operation under Bangla Trac LTD. till the beginning of 2019. As the demand increased, this unit was spun off to Bangla Trac Rental Services PLC. in February of 2019 to utilize the potential growth opportunity.

(h) Operational Risk-

Operational risk is the possibility of suffering a financial setback due to internal procedures, personnel, and system failures or uncontrollable outside factors. Due to a lack of internal controls and compliance within the bank, operational risk can also result from mistakes and fraud.

Management Perception:

The internal operational risk management process at BTRSL explains how the company controls its operational risk by identifying, assessing, monitoring, controlling, and mitigating the risk, addressing operational risk events, and putting in place any additional procedures necessary to comply with regulatory requirements. Different levels of management within the company are given the duty of operational risk management. Information systems are used to create suitable, frequent management reporting as well as to track the discovery and evaluation of operational risks.

(i) Risk Relating to Secondary Trading of Securities-

The Secondary Market offers many opportunities for investing. However, secondary market exhibits a higher risk than the loans that would be seen in the Primary Market. The earnings and return expectations, the risk components of the secondary market largely correspond to those of IPO. A secondary market can have liquidity risks. The liquidity risk recedes if a sufficiently solvent issuer guarantees repayment of the invested capital at any time. Due to the short maturity, the liquidity sensitivity of these instruments is lower than that of bank deposit.

Management Perception:

The management of the company understand the thread of liquidity crisis and thus maintains an optimum capital structure with ample liquid assets to smoothly conduct the day-to-day operation and avoid any sort of risks raised which may occur during trading in secondary market of the company.

SECTION-II

<h3>Use of Proceeds</h3>

- a) The prospectus shall show how the net proceeds of the offering shall be used, indicating the amount to be used for each purpose:

Bangla Trac Rental Services PLC. (BTRSL) will raise capital from the qualified investors through Qualified Investor Offer (QIO). Details of the particulars including the subsequent utilization of the QIO proceeds are given below-

Source of fund:

Particulars	Amount
Number of Shares to be Issued under QIO	8,500,000
Issue Price	BDT 10
Total Amount to be Raised through QIO	BDT 85,000,000

Utilization of Proceeds from Qualified Investor Offer (QIO)

Particulars	Amount in BDT
Business Expansion	81,624,414
QIO Expenses	3,375,586
Total	85,000,000

Breakdown of use of net QIO proceeds:

1. Business Expansion

SL.	Particulars	Amount in BDT
1	Purchase of Capital Machineries	81,624,414
Total		81,624,414

(i) Purchase of Capital Machineries

				Amount in BDT
SL.	Particulars	Quantity	Unit Price	Total Price
1	Caterpillar Brand New Hydraulic Excavator	4	11,042,391	44,169,564
2	Caterpillar Brand New Generator with Accessories	4	9,363,713	37,454,850
Total				81,624,414

2. Estimated QIO Expense:

Sl.	Type of Fees	Description of the Fees	Amount BDT
A	Issue Management Fees		345,000.00
	Issue Manager's Fees	Maximum of BDT 500,000	300,000.00
	Vat against Issue Manager's Fees	15% of Issue Management Fees	45,000.00
B	Bangladesh Securities and Exchange Commission Fees		135,000.00
	Application Fees	At Actual	50,000.00
	BSEC Consent Fees	0.10% of QIO Amount	85,000.00
C	Fees Related to Listing with the Stock Exchange(s)		522,132.00
	Dhaka Stock Exchange (DSE)		261,066.00
	Prospectus Scrutiny Fee for DSE	At Actual	25,000.00
	Initial Listing Fee for DSE	Up to BDT 10 crore of paid-up capital @ 0.10% and above BDT 10 crore of paid-up capital @ 0.05%	192,555.00
	Annual Listing Fee for DSE	Up to BDT 10 crore of paid-up capital @ 0.025% and above BDT 10 crore of paid-up capital @ 0.01%	43,511.00
	Chittagong Stock Exchange (CSE)		261,066.00
	Prospectus Scrutiny Fee for CSE	At Actual	25,000.00
	Initial Listing Fee for CSE	Up to BDT 10 crore of paid-up capital @ 0.10% and above BDT 10 crore of paid-up capital @ 0.05%	192,555.00
	Annual Listing Fee for CSE	Up to BDT 10 crore of paid-up capital @ 0.025% and above BDT 10 crore of paid-up capital @ 0.01%	43,511.00
	D	Underwriting Commission	
Underwriting Commission		0.5% on the underwritten amount	106,250.00
Vat against Underwriting Commission		15% on the underwriting commission	15,937.50
E	CDBL Fees and Expenses		651,266.50
	Security Deposit	At Actual	500,000.00
	Documentation Fee	At Actual	2,500.00
	Annual Fee	At Actual	100,000.00
	Connection Fee (BDT 500 Per Month, 12 Month)	At Actual	6,000.00
	QIO Fee	@.015% of issue size+.015% of Pre-QIO paid up capital	42,766.50
F	Post QIO Expenses		600,000.00
	Post Issue Management Fee	Estimated: To be paid at Actual	400,000.00
	Subscription Related Expenses	Estimated: To be paid at Actual	200,000.00
G	Prospectus Publication & Others		600,000.00
	Publication of Prospectus	Estimated: To be paid at Actual	200,000.00
H	Miscellaneous Expenses	Estimated: To be paid at Actual	400,000.00
Total		A+B+C+D+E+F+G+H	3,375,586.00

(b) The prospectus shall also include a schedule mentioning the stages of implementation and utilization of funds received through public offering, mentioning about the approximate date of completion of the project and the projected date of full commercial operation. The schedule shall be signed by the chief executive officer and the chief financial officer of the issuer:

Particulars	Progress made so far	Approximate date of Completion	Projected date of full commercial operation
Business Expansion	The company will start the work after receipt of QIO fund.	Within 24 months after receiving QIO fund.	Within 24 months after receiving QIO fund.

Sd/-
Mr. Tarique Ekramul Haque
 Chairman

Sd/-
Mr. Md. Zainal Abedin
 Managing Director

Sd/-
Mr. Abdullah Al Kafy
 Chief Financial Officer

(c) If there are contracts covering any of the activities of the issuer for which the proceeds of sale of securities are to be used, such as contracts for the purchase of land or contracts for the construction of buildings, the issuer shall disclose the terms of such contracts, and copies of the contracts shall be enclosed as annexure to the prospectus:

There is no such contract yet to be engaged by the company.

Terms of contract:

As per Annexure-E (B)(05)(C) of the Bangladesh Securities and Exchange Commission (Qualified Investor Offer by Small Capital Companies) Rules 2022 there is no contract covering any of the activities of the issuer company for which the proceeds of sale of securities from QIO is to be used.

Sd/-
Mr. Tarique Ekramul Haque
 Chairman

Sd/-
Mr. Md. Zainal Abedin
 Managing Director

Sd/-
Mr. Abdullah Al Kafy
 Chief Financial Officer

SECTION-III

Description of Business

(a) The date on which the issuer company was incorporated, commenced operation and the nature of the business which it is engaged in along with its subsidiary:

Date of Incorporation	27-Mar-2012
Date of Commercial Operation	27-Feb-2019
Nature of Business	<p>Bangla Trac Rental Services PLC. provides a wide variety of equipment solutions to its customers at different price points. Their rental fleet includes well-maintained Diesel Generator, Gas Generator, Construction & Industrial Equipment such as Excavators, Wheel Loaders, Bulldozers, Forklifts, Hydraulic Drilling Rig, Crawler Cranes, Rough Terrain Cranes, Low Bed Trailers, and more. They offer both short-term and long-term rentals of equipment. With their technical expertise, excellent support and service, exemplary standards, and nationwide network, they provide outstanding services to their stakeholders. The following are some ways in which their Rental Store differentiates itself as a rental equipment solutions provider: both new and CAT Certified used machines in their rental fleet, a rent-to-purchase option, fuel-efficient equipment with minimal downtime, 24/7 service, trained operators to maximize productivity, and work tools for versatile use.</p>
Subsidiary Company	The company has no subsidiary company

(b) The prospectus shall contain the information in respect of its business operation, for example:

(i) The principal products or services of the company and the markets for such products or services-

Services Provided by Bangla Trac Rental Services PLC.

The Rental Store

Bangla Trac Rental Services PLC. brings the strength of Caterpillar brand, the global leader in heavy equipment and industrial power solutions coupled with diverse and unrivaled products, supports, and customer services. We pledge to offer reliable and effective power solutions to safeguard our customers' investment/s. Our 24/7 service availability makes sure that our customers are attended round the clock. We, at Bangla Trac Rental Services PLC., deliver a consistently expedient customer experience by offering unsurpassed support service and a diverse range of CAT products, work tools and equipment. We have the most modern tools and highly trained service personnel to back all the Caterpillar products in our inventory. To attend customer need with higher efficacy, we have two main divisions namely, the Rental Power Solutions and the Rental Machine Solutions.



Machine Rental

At our Rental Store, customers are offered a wider range of Machine Rental solutions - new, used, and rent-to-use options, at different price points to choose from. Our machine rental fleet encompasses new and well-maintained used equipment like Excavators, Wheel Loaders, Bulldozers, Forklifts, Drilling Rig, Cranes, Trailers and many more. We offer both short-and long-term rentals of new and used machines. Our technical expertise, round-the-clock support and service, exemplary standards and nationwide network allow us to give unsurpassed services to our stakeholders.



Power Rental

We are the leading Power Rental solutions provider in the country and have been providing our esteemed patrons with reliable power in the most productive and cost-effective way. We harbor a large fleet of generators ranging from 200KVA to 1,300KVA with a total fleet capacity of more than 20MW. This allows us to meet the demands of any magnitude in the right way. The rental generator sets that we provide have been designed and engineered for easier transportation, faster installation, and simpler maintenance. Designed to work alone or in redundancy, these generators are guaranteed to meet customers' ultimate power need with maximum efficacy. Additionally, our Caterpillar generators have been maintained and serviced to the highest standard using original CAT parts and highly experienced engineers to guarantee the CAT quality.

Industry Wide Exposure

During its long presence, Bangla Trac Rental Services PLC. has acquired significant specialization in Power and Machine Rental. As one of the leading providers in Power Generation and Infrastructure Development Industry, Bangla Trac Rental Services PLC. has been contributing to the growth of the following industrial sector of Bangladesh.

- Textiles & RMG Industry
- Pharmaceutical Industry
- Steel Re-Rolling Industry
- Agro-Processing Industry
- Food and Beverage Industry
- Chemical Industry
- Construction Industry

Past Revenue Trend:

Amount in BDT

Revenue	2018-19	2019-20	2020-21	2021-22	2022-23
	137,925,157	266,806,814	312,083,666	293,271,972	277,621,054

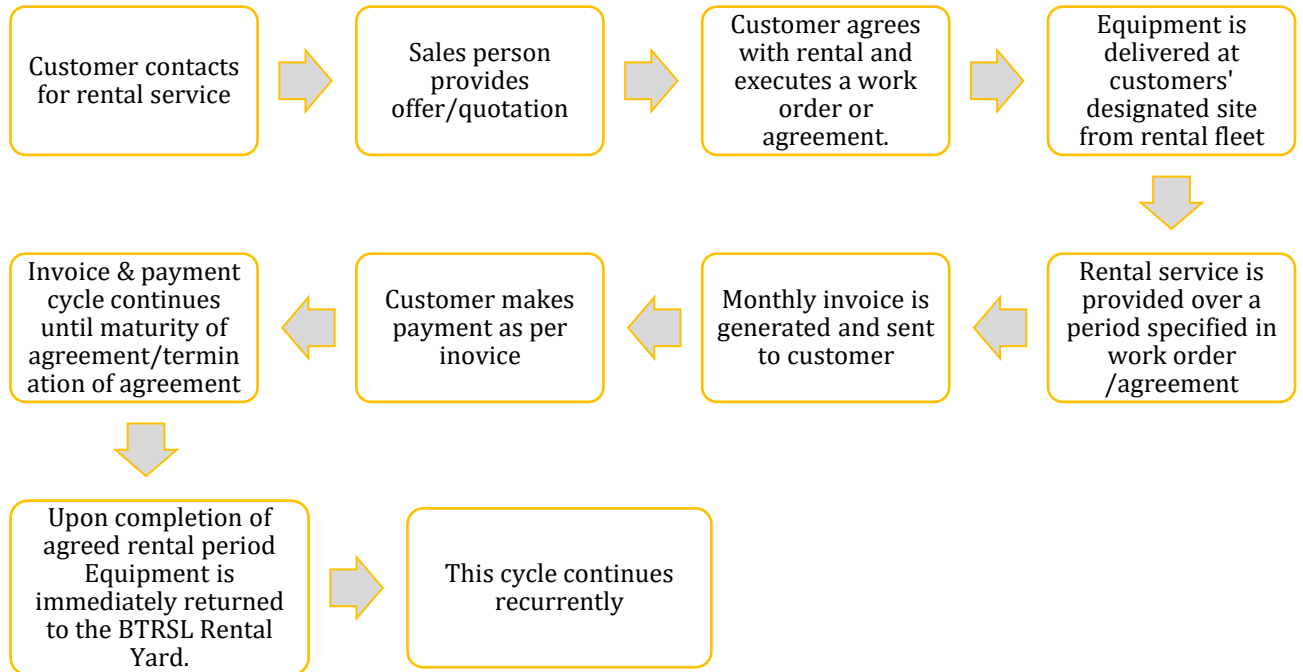
(ii) If the company has more than one product or service, the relative contribution to sales and income of each product or service that accounts for more than 10% of the company's total revenues:

SL	Product/Service Name	Relative Contribution to Sales (As of 30 June 2023)
1	Revenue From Engine	62.91%
2	Revenue From Machine	20.22%
3	Used Equipment	13.32%
4	Other Revenue	3.55%

(iii) Names of associates, subsidiary/related holding company and their core areas of business:

Not applicable.

(iv) How the products or services are distributed



(v) Competitive conditions in the business:

The heavy machinery industry in Bangladesh has experienced remarkable expansion in the past decade, primarily driven by the government's initiatives to industrialize the country and the completion of mega projects such as the Padma Bridge, Karnaphuli Tunnels, HSIA Terminal 3, and Dhaka Metro Rail. While the industry heavily relies on imports due to the challenges of local manufacturing, local conglomerates such as Bangla Trac, Energypac, and Runner have strategically partnered with globally renowned heavy machinery manufacturers to offer competitive pricing on both new and older machines to local companies.

The heavy machinery industry has witnessed exponential growth, with its value increasing from BDT 1 billion in 2001 to BDT 20 billion last year. This growth clearly indicates the abundance of opportunities available for all stakeholders involved. Among the market players, Bangla Trac Rental Services PLC. has emerged as the market leader, thanks to its affiliation with Bangla Trac Limited, the sole authorized dealer of Caterpillar Inc. USA in the country. Bangla Trac's superior machinery quality and attractive renting services offered through Bangla Trac Rental Services PLC. has taken the company to a whole new league in terms of Machine & Power Rental services in the country. BTRSL has a wide variety of heavy machineries and more than 20MW power rental capacity. None of its competitors has enough capacity, brand value, strong supply chain and service quality in either machine or power rental to significantly impact the market share of BTRSL.

(vi) Sources and availability of raw materials and the names of the principal suppliers

Since the business nature of the company is not manufacturing in nature, there is no issue of usage of raw materials. However, the company procures a significant amount spare parts for the purpose of maintenance and service of caterpillar branded equipment. Bangla Trac Limited, as an exclusive dealer of Caterpillar products, procurement of spare parts is made by the previously mentioned company.

(vii) Sources of, and requirement for, power, gas and water; or any other utilities

Utilities	Requirement	Sources
Electricity	N/A	The company has REB connection of 250 KVA.
Gas	N/A	N/A
Water	N/A	Water is drawn by own deep Tube well and stored in storage tank (6,000-liter capacity) for regular usage.

(viii) Names of the customers who purchase 10% or more of the company's products /services:

Amount in BDT		
Name	Total revenue (30 June 2023)	Percentage
Bangladesh Export Import Co. LTD.	40,440,000	12.78%

(ix) Description of any contract which the company has with its principal suppliers or customers showing the total amount and quantity of transaction for which the contract is made and the duration of the contract:

The Company has no material contract with any supplier or customers.

(x) Description of any material patents, trademarks, licenses, or royalty agreements:

The Company does not have any material patents, licenses, or royalty agreements. It has several regulatory licenses and certificate to continue its operation.

(xi) Number of total employees and number of full-time employees:

The Company currently employs 114 people overall. 17 of those are executives and officers. Remaining employees are supervisors, operators, technicians, and helpers of rental machines and generators. All officers and executives are full-time and permanent employees, and the remaining employees are on a contractual basis.

It should be noted that no employees were paid less than Tk. 9,000.00 (Nine thousand) per month.

(xii) Production or service rendering capacity and current utilization, where applicable:

Not applicable.

SECTION-IV

Description of Property

The written down value of property, plant & equipment's owned by the company as per audited accounts as on 31 January 2023 are stated below:

Amount in BDT

SL	Particulars	Written down value as on 30 th June 2023
1	Land & Land Developments	68,105,027
2	Building and Construction	1,669,701
3	Generator & Machine	535,134,870
4	Other Machineries & Tools	231,709
5	Office Equipment	17,819
6	IT Equipment	159,668
Total		605,318,794

(a) Location of the principal plants and other property of the company and the condition thereof:

All the assets are in good working condition. The above-mentioned assets are located at the following address:

Particulars	Location & Area	Condition of the Property
Land & Land Developments	Mathbari, Bortultek Mouza, P.O: Ulukhola, Upazila: Kaliganj, District: Gazipur	Good condition
Building	Rental Yard, Baro Quater, DT road Pahartali, Chattogram	Good condition
Generator & Machine	Mathbari, Ketun Mouza, P.O: Ulukhola, Upazila: Kaliganj, District: Gazipur	Working in good condition
Other Machineries & Tools	Mathbari, Ketun Mouza, P.O: Ulukhola, Upazila: Kaliganj, District: Gazipur	Working in good condition
Office Equipment	House # 68, Road # 11, Block - H, Banani, Dhaka-1213	Working in good condition
IT Equipment	House # 68, Road # 11, Block - H, Banani, Dhaka-1213	Working in good condition

(b) Whether the property is owned by the company or taken on lease

All the above-mentioned assets are owned by the company.

(c) If the property is owned by the company, whether there is a mortgage or other type of lien on the property, with name of the mortgagor.

The company's land and other assets are unencumbered by any mortgages. However, Islamic Finance & Investment Ltd., one of the lenders, has established a charge on the company's fixed and floating assets, which has been duly recorded with the RJSC. Additionally, the same lender has placed a hypothecation on twelve units of equipment, valued at BDT 8,45,99,203.

(d) If the property is taken on lease, the expiration date of the lease with name of the lessor;

The company does not have any property taken on lease.

SECTION-V

Plan of Operation and Discussion of Financial Condition

- (i) If the issuer has not started its commercial operation, the company's plan of operations for the period which would be required to start commercial operation which shall, among others, include:

Not applicable for Bangla Trac Rental Services PLC. as the company has already started its operation.

- (ii) If the issuer had been in operation, the issuer's revenue and results from operation, financial position and changes in financial position and cash flows for the last five years or from commercial operation, which is shorter, shall be furnished in tabular form which shall, among others, include the following information:

Statement of Financial Position

Statement of Financial Position	Amount in BDT				
	2019	2020	2021	2022	2023
ASSETS					
Non-Current Assets					
Property, Plant and Equipment (PPE)	930,868,336	793,430,515	687,502,006	727,279,257	605,318,794
Total Non-Current Assets	930,868,336	793,430,515	687,502,006	727,279,257	605,318,794
Current Assets					
Inventories	47,254,028	40,889,383	83,045,431	115,302,242	114,839,603
Accounts Receivable	109,703,146	144,491,337	232,057,502	198,337,469	190,777,732
Inter-company Loan	0	56,852,490	56,852,490	56,920,164	67,674
Advances, Deposits & Pre-payment	2,361,727	4,074,221	10,488,039	22,563,328	34,286,309
Financial Assets	0	0	0	25,000,000	25,000,000
Cash & Cash equivalents	5,045,134	1,674,664	3,518,212	1,959,859	1,324,713
Total Current Assets	164,364,035	247,982,095	385,961,674	420,083,062	366,296,031
Total Assets	1,095,232,371	1,041,412,610	1,073,463,680	1,147,362,319	971,614,825
Shareholder's Equity					
Share Capital	100,000	100,000	200,100,000	200,110,000	200,110,000
share money deposit			200,000,000		
Retained Earnings	19,944,316	52,915,422	21,999,757	45,427,971	88,464,333
Total Shareholder's Equity	20,044,316	53,015,422	422,099,757	245,537,971	288,574,333
Non-Current Liabilities					
Long Term Loan	0	90,509,264	101,093,634	132,891,056	61,381,660
Deferred Tax Liabilities			64,866,700	71,314,895	59,816,428
Shareholder's Loan				200,000,000	200,000,000
Other Non-Current Liabilities	975,249,947	812,852,725	319,469,825	226,958,786	159,795,228
Total Non-Current Liabilities	975,249,947	903,361,989	485,430,159	631,164,737	480,993,316
Current Liabilities					
Account Payable	73,991,293	50,804,858	20,967,491	24,845,204	29,103,298
Inter-company Loan	7,362,889	0	10,725,440	104,879,260	34,428,906
Long Term Loan-Current Maturity	0	0	46,806,011	73,092,937	62,243,758
Short Term Loan			5,000,000		
Advance Received From Customers	2,564,055	4,348,907	35,341,523	11,308,789	6,471,716
Liabilities & Provisions	16,019,871	29,881,434	47,093,299	56,533,421	69,799,498
Total Current Liabilities	99,938,108	85,035,199	165,933,764	270,659,611	202,047,176
Total Liabilities	1,075,188,055	988,397,188	651,363,923	901,824,348	683,040,492
Total Equity & Liabilities	1,095,232,371	1,041,412,610	1,073,463,680	1,147,362,319	971,614,825

Statement of Profit & Loss

Amount in BDT

Statement of Profit & Loss	2019	2020	2021	2022	2023
Revenue	137,925,157	266,806,814	312,083,666	293,271,972	277,621,054
Cost of Sales	-94,578,782	-182,789,803	-222,067,945	-215,701,000	-191,897,647
Gross Profit/(Loss)	43,346,375	84,017,011	90,015,721	77,570,972	85,723,407
Operating Expenses					
Administrative Expenses	-9,205,386	-28,012,745	-19,650,605	-23,793,829	-18,515,087
Selling & Distribution expenses	-194,659	-1,573,742	-907,193	-1,108,010	-1,479,723
	-9,400,045	-29,586,487	-20,557,798	-24,901,839	-19,994,810
Operating Profit/(Loss)	33,946,330	54,430,524	69,457,923	52,669,133	65,728,597
Non Operating Income/(Loss)	-3,262,767	1,687,759	0	254,375	1,875,000
Financial Expenses	0	-7,272,200	-20,956,444	-17,693,111	-20,178,190
	-3,262,767	-5,584,441	-20,956,444	-17,438,736	-18,303,190
Net Profit/(Loss) Before Contribution to WPPF	30,683,563	48,846,083	48,501,479	35,230,397	47,425,407
Contribution to WPPF	0		0	-1,761,520	-2,371,271
Profit Before Tax	30,683,563	48,846,083	48,501,479	33,468,877	45,054,136
Income Tax Expenses	-10,739,247	-15,874,977	-14,550,444	-3,592,468	-13,516,241
Deferred Tax Income/(Expenses)	0	0	-2,246,558	-6,448,195	11,498,467
	-10,739,247	-15,874,977	-16,797,002	-10,040,663	-2,017,774
Net Profit/(Loss) After Tax	19,944,316	32,971,106	31,704,477	23,428,214	43,036,362

Statement of Cashflows

Amount in BDT

Statement of Cash Flows	2019	2020	2021	2022	2023
Cash flow from operating activities [A]					
Cash received from revenue and others	34,119,403	231,401,095	323,598,380	303,213,646	282,218,718
Cash paid to employees and others	-30,169,112	-124,264,117	-180,593,392	-225,779,477	-154,917,813
Cash available from operations	3,950,291	107,136,978	143,004,988	77,434,169	127,300,905
Finance cost paid	0	-7,272,200	-20,956,444	-15,539,553	-21,886,658
Income tax paid	0	-297,368	-5,264,432	-8,322,555	-7,591,627
Net Cash flow from operating activities	3,950,291	99,567,410	116,784,112	53,572,062	97,822,620
Cash flow from investing activities [B]					
Acquisition of non current asset	-15,933,780	-12,786,923	-50,796,966	-177,310,909	-2,501,327
Proceed from sale of non-current asset/Financial Assets	9,566,668	45,952,380	0	-25,000,000	0
Net cash provided by/(used in) investing activities	-6,367,112	33,165,457	-50,796,966	-202,310,909	-2,501,327
Cash flow from financing activities [C]					
Receipt/(refund) of long term loan	7,361,955	-136,103,337	-264,143,598	147,170,494	-95,956,439
Issued share capital	0	0	200,000,000	10,000	0
Net cash provided by/(used in) financing activities	7,361,955	-136,103,337	-64,143,598	147,180,494	-95,956,439
Net cash inflow/(outflow) [D=A+B+C]	4,945,134	-3,370,470	1,843,548	-1,558,353	-635,146
Opening cash & cash equivalents [E]	100,000	5,045,134	1,674,664	3,518,212	1,959,859
Closing cash & cash equivalents [F=D+E]	5,045,134	1,674,664	3,518,212	1,959,859	1,324,713

(a) Internal and External Source of Cash

Amount in BDT

Internal Source of Cash					
Particulars	2018-19	2019-20	2020-21	2021-22	2022-23
Share Capital	100,000	100,000	200,100,000	200,110,000	200,110,000
Retained Earnings	19,944,316	52,915,422	21,999,757	45,427,971	88,464,333
Sub-Total	20,044,316	53,015,422	222,099,757	245,537,971	288,574,333

Amount in BDT

External Source of Cash					
Particulars	2018-19	2019-20	2020-21	2021-22	2022-23
Long Term Loan	-	90,509,264	101,093,634	132,891,056	61,381,660
Long Term Loan (Current Portion)	-	-	46,806,011	73,092,937	62,243,758
Short Term Loan	-	-	5,000,000	-	-
Share Money Deposit	-	-	200,000,000	-	-
Sub-Total	-	90,509,264	352,899,645	205,983,993	123,625,418
Grand Total	20,044,316	143,524,686	574,999,402	451,521,964	412,199,751

(b) Any material commitments for capital expenditure and expected sources of funds for such expenditure:

The Company has made no commitment to purchasing any assets.

(c) Causes for any material changes from period to period in revenues, cost of goods sold, other operating expenses and net income:

The Company's revenue and other income as well as operating expenses and net income have continued to change due to increasing business volume and increase in capacity utilization.

Amount in BDT					
Particulars of Profit & Loss					
Particulars	2018-19	2019-20	2020-21	2021-22	2022-23
Sales Revenue	137,925,157	266,806,814	312,083,666	293,271,972	277,621,054
Cost of Sales	-94,578,782	-182,789,803	-222,067,945	-215,701,000	-191,897,647
Operating Expenses	-9,400,045	-29,586,487	-20,557,798	-24,901,839	-19,994,810
Net Profit/ (Loss) after Income Tax	19,944,316	32,971,106	31,704,477	23,428,214	43,036,362

Causes for material changes from period to period:

- **Sales Revenue**

2019: The company started its operations in February 2019. Since the company only operated for four months, all the financial numbers including Revenue only reflect operation for the mentioned period.

30 June 2020: The company completed its first full year of operation and performed relatively well (71% growth in Sales Revenue) considering pandemic induced shutdown in the fourth quarter of 2020 and consequent economic slowdown in the country.

30 June 2021: The company recorded 11.99% YoY topline growth. Sales growth moderated due to pandemic induced lockdown and subsequent halt in government mega projects.

30 June 2022: BTRSL experienced lower revenues compared to the previous year mainly due to factors relating to slowdown of economic activity due to global economic uncertainty and sharp depreciation of BDT against the dollar.

30 June 2023: Revenue collection declined marginally YoY due to global political and economic turmoil, sharp depreciation of BDT and rising interest rate.

- **Cost of Sales**

The cost of sales is directly aligned with the revenues. Strong brand value, strategic pricing, and a persistent customer base have helped BTRSL to maintain more than 25% Gross Margin over the years.

- **Operating Expenses**

The company has incurred business administrative and selling distribution expenses during the last five years, which is regular and relevant with sales and operation.

- **Net Profit/(Loss) after tax**

The company generated increasing net profits from its inception in 2019 till 2020. It experienced a slight drop in 2021 but witnessed a significant drop in net profits in 2022 because of the following reasons:

1. The company experienced higher financial expenses in both 2021 and 2022 due to higher interest expenses.
2. Slowdown of global economic activity and consequently lower activity of governmental mega projects has slowed top line growth and subsequently decreased net profit growth.

(d) Any seasonal aspects of the issuer's business:

The issuer's business experiences a seasonal impact. During the summer, utilization of rental fleet increases resulting in a growth in revenue while during the rainy season, utilization of machines decreases resulting in a momentary decline in revenue.

(e) Any known trends, events or uncertainties that may have material effect on the issuer's future business:

There are no known trends, events or uncertainties that may have a material effect on the issuer's future business.

(f) Any change in the assets of the company used to pay off any liabilities:

None of the assets of the company was used to pay off any liabilities of the company.

(g) Any loan taken from or given to any related party or connected person of the issuer with details of the same:

Amount in BDT

Name of the company	Nature of Transaction	Closing Balance
Bangla Trac Limited	Loan Taken	(234,428,906)
Bangla Trac Manufacturing Limited	Loan Provided	67,674
	Total	(234,361,232)

(h) Any future contractual liabilities the issuer may enter within next one year, and the impact, if any, on the financial fundamentals of the issuer:

The company does not have any contractual liabilities which will be exercised within the next year.

(i) The estimated amount, where applicable, of future capital expenditure:

A detail of future capital expenditure for the upcoming years is given in the “use of proceeds” section of this prospectus.

(j) Any VAT, income tax, customs duty or other tax liability, which is yet to be paid, including any contingent liabilities stating why the same was not paid prior to the issuance of the prospectus:

Bangla Trac Rental Services PLC.

Tax liabilities as per tax return

								Amount in BDT
Income Year	Assessment Year	Net Profit before Tax as per audited FS	Net profit as per tax computation	Gross Tax Liabilities	AIT/TDS adjusted	Unabsorbed Tax Loss	Net Tax Liabilities	Remarks
2018-19	2019-20	33,946,330	(116,594,128)	807,974	20,000	(40,807,945)	(40,019,971)	Submitted U.S 83 (Normal) and assessment is under process.
2019-20	2020-21	48,846,083	7,625,011	2,478,129	1,180,161	(40,019,971)	(38,722,003)	
2020-21	2021-22	48,501,479	28,769,591	8,630,877	5,893,343	(38,722,003)	(35,984,469)	
2021-22	2022-23	33,468,877	19,692,764	5,907,829	7,071,526	(35,984,469)	(37,148,166)	Submitted U/S 82BB

There is no VAT liability pending/outstanding of the issuer.

(k) Details of any operating lease the company has entered into during the five years preceding the issuance of the prospectus, clearly indicating terms of the lease and how the company proposes to liquidate such lease:

Not applicable.

(l) Any financial commitment, including lease commitment, the company had entered into during the past five years, giving details as to how the liquidation was or is to be in effect;

No such commitment

(m) Details of all personnel related schemes for which the company has to make provision for in future years:

Name	Details
Provident Fund	All confirmed employees of Bangla Trac Rental Services PLC. will be eligible for Provident Fund After successfully completion of 2 (two) years continuous service, an employee will be eligible for Provident Fund both individuals and company contributions with accumulated interests. Provident Fund will be payable at the time of separation or retirement of the employees. Anyone under contractual service will not be eligible for Provident Fund. If any contractual employee becomes permanent, he/she will be eligible for PF from the date of his/her joining as permanent employee. Fund is accumulated with contribution by both employees and employer at the equal rate
Gratuity Fund	All permanent employees of Bangla Trac Rental Services PLC. will be eligible for Gratuity. After successfully completion of 6 (six) months, an employee will be eligible for Gratuity based on the basic up to 10 years of service for completion of each calendar year. On completion of 10 years of service, gratuity will be 1.5 times of basic as per law of the land.
Workers' profit participation and welfare fund	The Company provides 5% of its net profit before tax after charging such expense as Workers' Profit Participation and Welfare Fund in accordance with "The Bangladesh Labor Act-2006 (Amendment- 2013).

(n) Breakdown of all expenses related to the public issue:

Sl.	Type of Fees	Description of the Fees	Amount BDT
A	Issue Management Fees		345,000.00
	Issue Manager's Fees	Maximum of BDT 500,000	300,000.00
	Vat against Issue Manager's Fees	15% of Issue Management Fees	45,000.00
B	Bangladesh Securities and Exchange Commission Fees		135,000.00
	Application Fees	At Actual	50,000.00
	BSEC Consent Fees	0.10% of QIO Amount	85,000.00
C	Fees Related to Listing with the Stock Exchange(s)		522,132.00
	Dhaka Stock Exchange (DSE)		261,066.00
	Prospectus Scrutiny Fee for DSE	At Actual	25,000.00
	Initial Listing Fee for DSE	Up to BDT 10 crore of paid-up capital @ 0.10% and above BDT 10 crore of paid-up capital @ 0.05%	192,555.00
	Annual Listing Fee for DSE	Up to BDT 10 crore of paid-up capital @ 0.025% and above BDT 10 crore of paid-up capital @ 0.01%	43,511.00
	Chittagong Stock Exchange (CSE)		261,066.00
	Prospectus Scrutiny Fee for CSE	At Actual	25,000.00
	Initial Listing Fee for CSE	Up to BDT 10 crore of paid-up capital @ 0.10% and above BDT 10 crore of paid-up capital @ 0.05%	192,555.00
	Annual Listing Fee for CSE	Up to BDT 10 crore of paid-up capital @ 0.025% and above BDT 10 crore of paid-up capital @ 0.01%	43,511.00
	D	Underwriting Commission	
Underwriting Commission		0.5% on the underwritten amount	106,250.00
Vat against Underwriting Commission		15% on the underwriting commission	15,937.50
E	CDBL Fees and Expenses		651,266.50
	Security Deposit	At Actual	500,000.00
	Documentation Fee	At Actual	2,500.00
	Annual Fee	At Actual	100,000.00
	Connection Fee (BDT 500 Per Month, 12 Month)	At Actual	6,000.00
	QIO Fee	@.015% of issue size+.015% of Pre-QIO paid up capital	42,766.50
F	Post QIO Expenses		600,000.00
	Post Issue Management Fee	Estimated: To be paid at Actual	400,000.00
	Subscription Related Expenses	Estimated: To be paid at Actual	200,000.00
G	Prospectus Publication & Others		600,000.00
	Publication of Prospectus	Estimated: To be paid at Actual	200,000.00
H	Miscellaneous Expenses	Estimated: To be paid at Actual	400,000.00
Total		A+B+C+D+E+F+G+H	3,375,586.00

(o) If the issuer has revalued any of its assets, the name, qualification and experiences of the valuer and the reason for the revaluation, showing the value of the assets prior to the revaluation separately for each asset revalued in a manner which shall facilitate comparison between the historical value and the amount after revaluation and giving a summary of the valuation report along with basis of pricing and certificates required under the revaluation guideline of the Commission:

Bangla Trac Rental Services PLC. has not revalued its assets since the commencement of its operation.

(p) Where the issuer is a holding or subsidiary company, full disclosure about the transactions, including its nature and amount, between the issuer and its subsidiary or holding company, including transactions which had taken place within the last five years of the issuance of the prospectus or since the date of incorporation of the issuer, whichever is later, clearly indicating whether the issuer is a debtor or a creditor:

Details of Transaction with the holding company, Bangla Trac Limited (BTL)

Nature of Transaction	2018-19	2019-20	2020-21	2021-22	2022-23
Opening Balance: Loan from/(to) BTL	-	7,362,889	-167,575,936	10,725,440	304,879,260
Loan Taken	69,989,090	41,454,552	312,434,693	319,553,820	56,951,146
Loan Paid	62,626,201	216,393,377	134,133,317	25,400,000	127,401,500
Closing balance of Loan from/(to)	7,362,889	-167,575,936	10,725,440	304,879,260	234,428,906
Opening Balance of Payables with BTL	-	1,022,445,205	991,171,824	275,593,306	134,560,315
Payables against Purchase	1,043,207,205	48,373,484	104,176,579	167,462,107	36,396,873
Payments against Payables	20,762,000	79,646,865	819,755,097	308,495,098	110,187,534
Closing Balance of Payables with BTL	1,022,445,205	991,171,824	275,593,306	134,560,315	60,769,654
Net Position with BTL: Payable / (Receivable)	1,029,808,094	823,595,888	286,318,746	439,439,575	295,198,560

(q) Where the issuer is a banking company, insurance company, non-banking financial institution or any other company which is regulated and licensed by another primary regulator, a declaration by the board of directors shall be included in the prospectus stating that all requirements of the relevant laws and regulatory requirements of its primary regulator have been adhered to by the issuer:

Not applicable for BTRSL.

(r) Financial Information of Group Companies: following information for the last three years based on the audited financial statements, in respect of all the group companies of the issuer, wherever applicable, along with significant notes of auditors:

Amount in BDT millions

Particulars	Name of the Group Companies											
	Bangla Trac Limited			B-Trac Technologies Limited			Bangla Trac Communications LTD.			Bangla Trac Holdings Limited		
(1) Date of Incorporation	October 2, 2004			January 6, 2014			November 18, 2007			November 30, 2021		
(2) Nature of Business	Trading, Indenting, Service Provider and authorized Dealer of Caterpillar INC USA in Bangladesh.			Distributor of Dell, HP & Acer commercial products in Bangladesh and authorized reseller partner of Cisco, Oracle & Microsoft products.			The principal activity of the Company is to provide International Gateway (IGW) services.			To make investment in the shares, debentures, bonds or any other securities of any industries, trade, commerce and/or services.		
	30-Jun-22	30-Jun-21	30-Jun-20	30-Jun-22	30-Jun-21	30-Jun-20	30-Jun-22	30-Jun-21	30-Jun-20	30-Jun-22	30-Jun-21	30-Jun-20
(3) Equity Capital	100.20	100.00	100.00	201.00	201.00	201.00	89.20	89.20	89.20	50.00	-	-
(4) Reserves	4,242.64	3,996.54	3,702.94	372.12	255.21	78.60	1,328.41	1,295.60	1,282.25	-0.18	-	-
(5) Sales	5,011.28	4,996.07	4,314.59	2,295.29	2,950.93	1,471.00	887.23	789.12	1,092.83	0.00	-	-
(6) Profit after Tax	442.46	470.36	335.46	116.90	176.61	64.77	32.98	12.82	16.68	-0.18	-	-
(7) Earnings Per Share (EPS) and Diluted EPS	441.57	470.36	335.46	58.16	87.86	32.22	36.97	14.38	18.70	-0.04	-	-
(8) Net Asset Value (NAV)	-	-	-	-	-	-	-	-	-	-	-	-
	4,334.18	4,096.54	3,802.94	285.13	226.97	139.10	1,589.25	1,552.47	1,537.50	9.96	-	-

<p>(9) The related business transactions within the group and their significance on the financial performance of the issuer</p>	<p>Bangla Trac Limited is a supplier of Caterpillar brand products to Bangla Trac Rental Services PLC.</p>	<p>There is no business transactions with this concern and the issuer and has no significance on the financial performance of the issuer.</p>	<p>There are few transactions with this concern and the issuer but has no significance on the financial performance of the issuer.</p>	<p>There is no business transactions with this concern and the issuer and has no significance on the financial performance of the issuer.</p>
<p>(10) Sales or purchase between group companies or subsidiaries or associate companies when such sales or purchases exceed in value in the aggregate ten percent of the total sales or purchases of the issuer and also material items of income or expenditure arising out of such transactions</p>		<p>There is no sales or purchase to/from this concern by the issuer.</p>	<p>There is no sales or purchase to/from this concern by the issuer.</p>	<p>There is no sales or purchase to/from this concern by the issuer.</p>

- (s) Where the issuer is a banking company, insurance company, non-banking financial institution or any other company which is regulated and licensed by another primary regulator, a declaration by the board of directors shall be included in the prospectus stating that all requirements of the relevant laws and regulatory requirements of its primary regulator have been adhered to by the issuer:**

Not Applicable.

- (t) A report from the auditors regarding any allotment of shares to any person for any consideration otherwise than cash along with relationship of that person with the issuer and rationale of issue price of the shares:**

Not Applicable

- (u) Any material information, which is likely to have an impact on the offering or change the terms and conditions under which the offer has been made to the qualified investor offer:**

There is no material information which is likely to have an impact on the offering or change the terms and conditions under which the offer has been made to the qualified investor offer.

- (v) Defaults or rescheduling of borrowings with financial institutions or banks, conversion of loans into equity along with reasons thereof, lock out, strikes and reasons for the same etc:**

There is no history of defaults or rescheduling of borrowings with financial institutions or banks, conversion of loan into equity, lockout, strikes.

SECTION-VI

Directors and Officers

(a) Name, age, qualification, experience and position of each of the directors of the company and any person nominated to be a director, showing the period for which, the nomination has been made and the name of the organization which has nominated him;

Name	Father's Name	Age	Residential Address	Educational Qualification	Experience	Position
Mr. Tarique Ekramul Haque	Late Mohammad Aminul Haque	46 years	House No. CEN(F)- 13, Road No. 104, Gulshan Model Town, Dhaka- 1212,	MSc. in Accounting & Finance	22 years	Chairman
Mr. Md. Zainal Abedin	Md. Hassan Ali	58 years	House - Azimpur Party House; P.O: New market-1205, Dhaka,	BSc. Engineer	35 years	Managing Director
Ms. Nazma Haque	Late Md. Azizul Haque	71 years	House No. CEN(F)- 13, Road No. 104, Gulshan Model Town, Dhaka- 1212	BSS in Economics	18 years	Director
Mr. Iqbal Husain (Nominee of Bangla Trac Limited)	Late Delawar Husain	48 years	House No.57/A, East Rajabazar, Tejgaon, Dhaka-1215	MBA	20 years	Director
Mr. Md. Akhter Shahid	Mofiz Uddin Ahammad	65 years	House- 46, Road-07, Block- F, Banani, Dhaka-1213	BA	30 years	Independent Director

(b) In the case of a director, the date on which he first became a director and the date on which his current term of office shall expire;

Name	Position	Date of Becoming Director For The First Time	Date of Expiration of Current Term
Mr. Tarique Ekramul Haque	Chairman	27.03.2012	N/A
Mr. Md. Zainal Abedin	Managing Director	27.10.2022	26.10.2027
Ms. Nazma Haque	Director	28.10.2021	N/A
Mr. Iqbal Husain (Nominee of Bangla Trac Limited)	Director	27.10.2022	N/A
Mr. Md. Akhter Shahid	Independent Director	27.10.2022	26.10.2025

(c) If any director is also a director of another company or owner or partner of any other concern, the names of such organizations;

Directorship with Other Companies				
SL No.	Name	Designation in Bangla Trac Rental Services PLC.	Name of Companies	Position
01.	Mr. Tarique Ekramul Haque	Chairman	Bangla Trac LTD.	Managing Director
			Bangla Trac Communication Ltd.	Managing Director
			Bangla Trac Engineering Ltd.	Managing Director
			Bangla Trac Miaki Vas Ltd.	Managing Director
			Bangla Trac Miaki Green Power Ltd.	Managing Director
			Tiffin Box Ltd.	Managing Director
			Bangla Trac Power Ltd.	Director
			Bangla Trac oil & gas Ltd.	Managing Director
			B-Trac FMCG Ltd.	Managing Director
			B-Trac Solutions Ltd.	Managing Director
			Asian Gate Ltd.	Director
			Acorn Ltd.	Director
			Bangla Cat Ltd.	Managing Director
			Bangla Trac Rental Services PLC.	Chairman
			B-Trac Technologies Ltd.	Managing Director
			Banglattrac Holdings Limited	Managing Director
			Acorn Infrastructure Services Ltd.	Managing Director
			Acorn Infrastructure Services unit-2 Ltd.	Managing Director
			Acorn Infrastructure Services unit-3 Ltd.	Managing Director
			Bangla Trac Power unit-1 Ltd.	Managing Director
			Bangla Trac Power unit-2 Ltd.	Managing Director
			Prime Islami Life Insurance Limited	Director
PFI Securities Limited	Director			
Prime Islami Securities Limited	Director			
Bangla Trac Manufacturing Limited	Managing Director			
Bangla Trac Machinery Limited	Managing Director			
02.	Mr. Md. Zainal Abedin	Managing Director	Not Applicable	N/A
03.	Ms. Nazma Haque	Director	Bangla Trac Ltd.	Chairman
			Banglattrac Holdings Limited	Chairman
			Asian Gate Ltd.	Managing Director
			Acorn Ltd.	Managing Director
			B-Trac Technologies Ltd.	Director
B-Trac Solutions Ltd.	Director			

			Bangla Trac Engineering Ltd.	Director
			CH4 Energy Limited	Director
			Prime Bank Limited	Director
			Prime Insurance Limited	Director
			Prime Finance Assets Mgt. co. Ltd.	Director
			Bangla Trac Manufacturing Limited	Chairman
			Bangla Trac Machinery Limited	Chairman
04.	Mr. Iqbal Husain (Nominee of Bangla Trac Limited)	Director	Not Applicable	N/A
05.	Mr. Md. Akhter Shahid	Independent Director	Evince Textiles Limited	Director
			Argon Denims Limited	Director
			Argon Spinning Limited	Director
			Evitex Fashions Limited	Director

(d) Any family relationship among directors and top five officers;

SL No.	Name	Relationship with	Relationship
01.	Mr. Tarique Ekramul Haque	Mr. Md. Zainal Abedin	No Relationship
		Ms. Nazma Haque	Son of Ms. Nazma Haque
		Mr. Iqbal Husain	No Relationship
		Mr. Md. Akhter Shahid	No Relationship
02.	Mr. Md. Zainal Abedin	Mr. Tarique Ekramul Haque	No Relationship
		Ms. Nazma Haque	No Relationship
		Mr. Iqbal Husain	No Relationship
		Mr. Md. Akhter Shahid	No Relationship
03.	Ms. Nazma Haque	Mr. Md. Zainal Abedin	No Relationship
		Mr. Tarique Ekramul Haque	Mother of Mr. Tarique Ekramul Haque
		Mr. Iqbal Husain	No Relationship
		Mr. Md. Akhter Shahid	No Relationship
04.	Mr. Iqbal Husain (Nominee of Bangla Trac Limited)	Mr. Tarique Ekramul Haque	No Relationship
		Mr. Md. Zainal Abedin	No Relationship
		Ms. Nazma Haque	No Relationship
		Mr. Md. Akhter Shahid	No Relationship
05.	Mr. Md. Akhter Shahid	Mr. Tarique Ekramul Haque	No Relationship
		Mr. Md. Zainal Abedin	No Relationship
		Ms. Nazma Haque	No Relationship
		Mr. Iqbal Husain	No Relationship

(e) Short biodata of each director:

Mr. Tarique Ekramul Haque

Chairman

Mr. Tarique Ekramul Haque, the Chairman of the company, brings a vast entrepreneurial and leadership experience to Bangla Trac Rental Services PLC. . He has over 22 years of experience in Banking, Telecommunications, Power Solutions, and International Business.

Mr. Tarique Started his carrier with Goldman Sachs International, UK as a Financial Analyst in 2001. He also served as a director of Prime Bank Limited. He currently has directorship in Bangla Trac Limited (Sole Dealer of Caterpillar Inc. in Bangladesh), Bangla Trac Communications Limited (IGW Operator), and Acorn Infrastructure Services Limited (Power Plant), B-Trac Technologies LTD. (Dell & HP dealership), Tiffin Box LTD. (Franchisee of Burger King), and several other companies. Mr. Tarique worked in Finance, Business Operations, Marketing, and Portfolio Management during his diverse business career.

He completed MSc. in Accounting & Finance from the London School of Economics (LSE), UK in 2003.

Mr. Md. Zainal Abedin

Managing Director

Mr. Md. Zainal Abedin, Managing Director of Bangla Trac Rental Services PLC., is a prominent businessperson in Bangladesh. He has over 35 years of experience in Engineering, Telecommunication, Education, Power, and Service Industry. Previously, he worked for Rajshahi University of Engineering & Technology (RUET), Bangladesh Power Development Board (BPDB), Bangladesh Telecommunications Company Limited (BTCL), Teletalk Bangladesh Limited, and Bangla Trac Communications Ltd.

Before starting his professional career, he graduated in Electrical & Electronic Engineering from Bangladesh University of Engineering and Technology (BUET) in 1987.

Ms. Nazma Haque

Director

Ms. Nazma Haque, Director of Bangla Trac Rental Services PLC., is a prominent businessperson in Bangladesh. She graduated in Economics from the University of Dhaka. She has a long experience in Financial Management, Business Administration, and Portfolio Management during her diverse business career. She is experienced in the sector of Engineering, Telecommunication, Power, and Service Industry. Currently, she is also a Director and Vice Chairman of Prime Bank Limited. She is also a former director of Prime Insurance Company Limited.

In addition to her active involvement in business, Ms. Nazma Haque is an enthusiastic social worker, and she is actively engaged in various Social and Welfare programs especially in

Rajshahi. She is one of the founders of Bangla Trac Cricket academy located in Rajshahi which trains financially challenged youth in Rajshahi for free of cost.

Mr. Iqbal Husain

Director (Representing Bangla Trac Limited)

Mr. Iqbal Husain joined Bangla Trac Rental Services PLC. as a nominee director representing Bangla Trac Limited. Mr. Husain is a business leader with global experience across diverse industries. He has demonstrated repeated success in establishing and transforming medium to large-scale business operations. He has over 20 years of experience in leading strategic planning, supply chain management, stakeholder relationship management, business transformation, and business operations management. His experience spreads across Retail and CPG, Pharmaceutical, Oil & Gas, Textiles, Utilities, Construction, and Transportation industries.

Mr. Iqbal Husain is currently serving as the Chief Executive Officer (CEO) of Bangla Trac Limited. Prior to joining Bangla Trac Limited, Mr. Husain served as Operations Consultant in PricewaterhouseCoopers (PwC), Toronto, Canada. He also worked as Business Development Manager in IKEA Group (Canada, India, Bangladesh), Head of Supply Chain & Construction Services in RANCON Engineering, Plant Logistics Manager in Sanofi and Supply Chain Manager in Novartis / Sandoz.

Apart from several local & international professional training programs, Mr. Husain has obtained MBA from IBA, University of Dhaka and B.Sc in Mechanical Engineering from Bangladesh University of Engineering & Technology (BUET).

Mr. Md. Akhter Shahid

Independent Director

Mr. Md. Akhter Shahid is a seasoned business professional with experience in the area of Corporate Governance, International Business, and Textile & Garments sector. He has over 30 years of experience in various functions and industries. He currently holds directorship in Argon Denims Limited (listed company), Evince Textiles Limited, Argon Spinning Limited, and Evitex Fashions Limited. He joined Bangla Trac Rental Services PLC. in October 2022 as an Independent Director. Mr. Md. Akhter Shahid completed his bachelor's degree in 1983.

(f) Neither the company nor any of its directors of the issuer is loan defaulter in terms of the CIB report of the Bangladesh Bank:

Neither the company nor any of its directors or shareholders who hold 5% or more shares in the paid-up capital of the issuer is loan defaulter in terms of CIB report of Bangladesh Bank.

However, one of its directors, Mr. Tarique Ekramul Haque, sought and availed a stay order against the CIB reporting of Bangladesh Bank. This stay order is valid till 03-12-2023.

(g) Name with position, educational qualification, date of joining in the company, last five years' experience of the Chief Executive Officer, Chief Financial Officer, Company Secretary, Advisers, Consultants, Additional and Deputy Managing Directors and All Departmental Heads

SL	Name	Designation	Qualification	Experience	Date of Joining
01	Mr. Tarique Ekramul Haque	Chairman	MSc. in Accounting & Finance	22 years	27.03.2012
02	Mr. Md. Zainal Abedin	Managing Director	BSc. Engineer	35 years	27.10.2022
03	Ms. Nazma Haque	Director	BSS in Economics	18 years	28.10.2021
04	Mr. Iqbal Husain (Nominee of Bangla Trac Limited)	Director	MBA	20 years	27.10.2022
05	Mr. Md. Akhter Shahid	Independent Director	BA	30 years	27.10.2022
06	Mr. Abdullah Al Kafy	Chief Financial Officer	Master of Professional Accounting & pursuing CA Final Level	15 years	02.01.2019
07	Mr. Mohammad Imran Hossain	Company Secretary & Compliance Officer	Master's in accounting & Pursuing CA Professional Level	14 years	01.04.2019
08	Qazi Shariful Haider	Head of Accounts	Master of Professional Accounting & pursuing CA Professional Level	6 years	07.11.2019
09	Md. Saiful Islam	Manager, Finance & Accounts	Master of Business Administration & CIMA Adv. Dip. MA	11 years	10.10.2019
10	Sadeque Ehteshum Chowdhury	Manager & Head of Operations	Master of Business Administration	12 years	04.02.2019
11	Tahmid Zaman Khan	Assistant Manager & Head of Machine Rental	BSc. In Mechanical Engineering	7 years	09.01.2021
12	Noor-A-Tasnim	Senior Engineer & Head of EP Rental	BSc. In Electrical and Electronic Engineering	5 years	23.05.2019
13	Md. Jekrullah	Senior Engineer & Head of Asset Management	BSc. In Mechanical Engineering	6 years	28.07.2019
14	Mong Kyaw - U	Assistant Manager & Rental Yard In-Charge	Diploma in Electrical Solutions	20 years	17.10.2019

SECTION-VII

Involvement of Directors and Officers in Certain Legal Proceedings:

(a) Any bankruptcy petition filed by or against any company of which any officer or director of the issuer company filing the prospectus was a director, officer or partner at the time of the bankruptcy:

No such bankruptcy petition filed by or against the issuer.

(b) Any conviction of director, officer in a criminal proceeding or any criminal proceeding pending against him:

No such conviction of director, officer in a criminal proceeding or any criminal proceeding pending against him.

(c) Any order, judgment or decree of any court of competent jurisdiction against any director, officer permanently or temporarily enjoining, barring, suspending or otherwise limiting the involvement of any director or officer in any type of business, securities or banking activities:

No such order, judgement, or decree of any court of competent jurisdiction against any director.

(d) Any order of the Bangladesh Securities and Exchange Commission, or other regulatory authority or foreign financial regulatory authority, suspending or otherwise limiting the involvement of any director or officer director in any type of business, securities or banking activities:

No such order.

SECTION-VIII

Certain Relationships and Related Transactions

The prospectus shall contain a description of any transaction during the last two years, or any proposed transactions, between the issuer and any of the following persons, giving the name of the persons involved in the transaction, their relationship with the issuer, the nature of their interest in the transaction and the amount of such interest, namely-

- (a) Any director or executive officer of the issuer;
- (b) Any director or officer;
- (c) Any person owning 5% or more of the outstanding shares of the issuer;
- (d) Any member of the immediate family (including spouse, parents, brothers, sisters, children, and in-laws) of any of the above persons;

The company does not have any transaction with persons as mentioned in above.

- (e) Any transaction or arrangement entered into by the issuer or its subsidiary for a person who is currently a director or in any way connected with a director of either the issuer company or any of its subsidiaries/holding company or associate concerns, or who was a director or connected in any way with a director at any time during the last three years prior to the issuance of the prospectus;

Details of Transaction with the holding company, Bangla Trac Limited (BTL)

Amount in BDT

Nature of Transaction	30-Jun-2023	30-Jun-2022	30-Jun-2021
Purchase	36,396,873.00	167,462,107.00	104,176,597.00
Loan Taken	56,951,146.00	319,530,921.00	312,434,693.00
Loan Paid	127,401,500.00	25,400,000.00	134,133,317.00
Share Money Received/(Transferred)	-	(200,000,000.00)	200,000,000.00

- (f) Any loans either taken or given from or to any director or any person connected with the director, clearly specifying details of such loan in the prospectus, and if any loan has been taken from any such person who did not have any stake in the issuer, its holding company or its associate concerns prior to such loan, rate of interest applicable, date of loan taken, date of maturity of loan:

Bangla Trac Limited has given a no-interest bearing loan to the issuer (BTRSL) which has an outstanding balance of BDT 34,428,906 as on 30 June, 2023.

(g) Any director holding any position, apart from being a director in the issuer company, in any company, society, trust, organization, or proprietorship or partnership firm;

Directorship with Other Companies				
SL No.	Name	Designation in Bangla Trac Rental Services PLC.	Name of Companies	Position
01.	Mr. Tarique Ekramul Haque	Chairman	Bangla Trac Ltd.	Managing Director
			Bangla Trac Communication Ltd.	Managing Director
			Bangla Trac Engineering Ltd.	Managing Director
			Bangla Trac Miaki Vas Ltd.	Managing Director
			Bangla Trac Miaki Green Power Ltd.	Managing Director
			Tiffin Box Ltd.	Managing Director
			Bangla Trac Power Ltd.	Director
			Bangla Trac oil & gas Ltd.	Managing Director
			B-Trac FMCG Ltd.	Managing Director
			B-Trac Solutions Ltd.	Managing Director
			Asian Gate Ltd.	Director
			Acorn Ltd.	Director
			Bangla Cat Ltd.	Managing Director
			Bangla Trac Rental Services PLC.	Chairman
			B-Trac Technologies Ltd.	Managing Director
			Banglatrac Holdings Limited	Managing Director
			Acorn Infrastructure Services Ltd.	Managing Director
			Acorn Infrastructure Services unit-2 Ltd.	Managing Director
			Acorn Infrastructure Services unit-3 Ltd.	Managing Director
			Bangla Trac Power unit-1 Ltd.	Managing Director
			Bangla Trac Power unit-2 Ltd.	Managing Director
Prime Islami Life Insurance Limited	Director			
PFI Securities Limited	Director			
Prime Islami Securities Limited	Director			
Bangla Trac Manufacturing Limited	Managing Director			
Bangla Trac Machinery Limited	Managing Director			
02.	Mr. Md. Zainal Abedin	Managing Director	Not Applicable	N/A
03.	Ms. Nazma Haque	Director	Bangla Trac Ltd.	Chairman
			Banglatrac Holdings Limited	Chairman
			Asian Gate Ltd.	Managing Director
			Acorn Ltd.	Managing Director

			B-Trac Technologies Ltd.	Director
			B-Trac Solutions Ltd.	Director
			Bangla Trac Engineering Ltd.	Director
			CH4 Energy Limited	Director
			Prime Bank Limited	Director
			Prime Insurance Limited	Director
			Prime Finance Assets Mgt. co. Ltd.	Director
			Bangla Trac Manufacturing Limited	Chairman
			Bangla Trac Machinery Limited	Chairman
04.	Mr. Iqbal Husain (Nominee of Bangla Trac Limited)	Director	Not Applicable	N/A
05.	Mr. Md. Akhter Shahid	Independent Director	Evince Textiles Limited	Director
			Argon Denims Limited	Director
			Argon Spinning Limited	Director
			Evitex Fashions Limited	Director

(h) All interests and facilities enjoyed by a director, whether pecuniary or non-pecuniary.

There is no interest and facilities enjoyed by directors.

SECTION-IX

Executive Compensation

- (a) The total amount of remuneration or salary or perquisites paid to the top five salaried officers of the issuer in the last accounting year and the name and designation of each such officer:

Amount in BDT

SL No.	Name	Designation	For the period ended 30 June 2023
01	Mr. Abdullah Al Kafy	Chief Financial Officer	1,782,000
02	Mr. Mohammad Imran Hossain	Company Secretary & Compliance Officer	674,929
03	Sadeque Ehtheshum Chowdhury	Manager & Head of Operations	1,540,762
04	Tahmid Zaman Khan	Assistant Manager & Head of Machine Rental	1,139,820
05	Mong Kyaw - U	Assistant Manager & Rental Yard In-Charge	1,084,643

- (b) Aggregate amount of remuneration paid to all directors and officers as a group during the last accounting year:

Amount in BDT

SL No.	Designation	Nature of Transaction	For the period ended 30-Jun-2023
01	Chairman	Remuneration & Board Meeting Fee	-
02	Managing Director	Remuneration & Board Meeting Fee	-
03	Director	Remuneration & Board Meeting Fee	-
04	Officers and staffs (Admin & Selling)	Salary and Allowance	11,634,717
05	Operators, Supervisor, and Other Staffs	Salary and Wages	28,375,843

- (c) The amount of remuneration paid to any director who was not an officer during the last accounting year:

No such remuneration paid to any director.

(d) Any contract with any director or officer providing for the payment of future compensation:

There is no such contract between the Company and any of the directors or officers regarding any future compensation to be made to them.

(e) If the issuer intends to substantially increase the remuneration paid to its directors and officers in the current year, appropriate information regarding thereto:

The Company has no plan for substantially increasing remuneration to its directors and/or officers except for those that are paid as annual increment to their salaries

SECTION-X

Options granted to Directors, Officers, and Employees

Bangla Trac Rental Services PLC. did not grant any options to its directors, officers and/or any other employees for the purpose of issuing shares.

SECTION-XI

**Transaction with the Directors and Subscribers to the
Memorandum**

(a) The names of the directors and subscribers to the memorandum, the nature and amount of anything of value received by the issuer during the last five years or to be received by each of the above persons, directly or indirectly, from the issuer and the nature and amount of any assets, services or other consideration received or to be received by the issuer shall be stated in the prospectus;

(i) Remuneration, Bonus and Board Meeting Fee: Not applicable.

(ii) Machinery: Not applicable.

(iii) Share Money Deposit

Name	Nature of Transaction	30-Jun-2018		30-Jun-2019		30-Jun-2020		30-Jun-2021		30-Jun-2022		30-Jun-2023
		Total Amount	Accrued	Total Amount	Accrued	Total Amount	Accrued	Total Amount	Accrued	Total Amount	Accrued	
Bangla Trac Limited	Share Money Deposit received	-	-	-	-	-	-	20 Crore	Nil	-	-	Nil
Bangla Trac Limited	Transfer to loan from Share Money Deposit	-	-	-	-	-	-	-	-	20 Crore	Nil	Nil

(b) If any assets were acquired or are to be acquired from the aforesaid persons, the amount paid for such assets and the method used to determine the price shall be mentioned in the prospectus, and if the assets were acquired by the said persons within two years prior to their transfer to the issuer, the cost thereof paid to the subscribers to the memorandum shall also have to be shown therein:

Bangla Trac Rental Services PLC. acquired the following assets from Bangla Trac Limited during periods as mentioned herein:

Amount in BDT

Acquisition Period	Asset Names	QTY	Cost of acquisition	Method used to determine the price
30-Jun-19	Diesel Generator	22	370,101,832	Book value plus applicable VAT
30-Jun-19	Gas Generator	1	18,740,240	Book value plus applicable VAT
30-Jun-19	Excavator	10	383,741,698	Book value plus applicable VAT
30-Jun-19	Bulldozer	2	12,644,441	Book value plus applicable VAT
30-Jun-19	Crawler Crane	1	29,854,607	Book value plus applicable VAT
30-Jun-19	Forklift	2	3,892,104	Book value plus applicable VAT
30-Jun-19	Rotary Drilling Rig	1	53,036,000	Book value plus applicable VAT
30-Jun-19	Rough Terrain Crane	2	42,858,136	Book value plus applicable VAT
30-Jun-19	Soil Compactor	1	4,356,045	Book value plus applicable VAT
30-Jun-19	Wheel Dozer	1	8,302,069	Book value plus applicable VAT
30-Jun-19	Wheel Loader	6	30,830,295	Book value plus applicable VAT
30-Jun-19	Dump Truck	1	12,585,413	Book value plus applicable VAT
30-Jun-19	Generator Attachment	5	17,950,204	Book value plus applicable VAT
30-Jun-19	Overhauling	3	1,934,232	Book value plus applicable VAT
30-Jun-20	Generator Attachment		243,500	Cost plus applicable VAT
30-Jun-20	Overhauling	24	12,543,423	Cost plus applicable VAT
30-Jun-21	Excavator	1	6,300,000	Cost plus applicable VAT
30-Jun-21	Generator Attachment		14,400	Cost plus applicable VAT
30-Jun-21	Overhauling	46	44,482,566	Cost plus applicable VAT
30-Jun-22	Excavator	3	101,582,034	Cost plus applicable VAT
30-Jun-22	Generator Attachment	1	117,817	Cost plus applicable VAT
30-Jun-22	Overhauling	9	5,810,956	Cost plus applicable VAT
30-Jun-23	Overhauling	3	2,093,489	Cost plus applicable VAT
Total			1,164,015,501	

SECTION-XII

Tangible assets per share

The prospectus shall show the net tangible asset backing per unit of the securities being offered at the date of the latest statement of financial position contained or referred to in the prospectus.

Tangible Assets Per Share

Assets (In BDT)	As on 30 June, 2023
Total Tangible Assets	971,614,825
No of Shares	20,011,000
Tangible Assets Per Share	48.55

SECTION- XIII

Ownership of the Company's Securities

(a) The prospectus shall disclose, in tabular form, the name and address of any person who owns, beneficially or of record, 5% or more of the securities of the issuer, indicating the number of securities owned, whether they are owned beneficially or of record, and the percentage of the securities represented by such ownership:

Name	Position	Address	BO ID No.	Number of Shares	Pre QIO-of Securities (%)
Tarique Ekramul Haque	Chairman	House No. CEN(F)- 13, Road No. 104, Gulshan Model Town, Dhaka-1212,	1201740006101746	1,715,229	8.571%
Md. Zainal Abedin	Managing Director	House - Azimpur Party House; P.O: New market-1205, Dhaka,	1204480062952779	571,743	2.857%
Nazma Haque	Director	House No. CEN(F)- 13, Road No. 104, Gulshan Model Town, Dhaka-1212	1201740000049316	1,715,229	8.571%
Bangla Trac Limited	Director	House # 68, Road # 11 Block - H, Banani, Dhaka-1213	1202650075940305	16,001,799	79.965%
BanglaTrac Holdings Ltd.	Shareholder	House # 68, Road # 11 Block - H, Banani, Dhaka-1213	1202650075940321	5,000	0.025%
Bangla Trac Communications Limited	Shareholder	House # 68, Road # 11 Block - H, Banani, Dhaka-1213	1202650075940348	1,000	0.005%
B-Trac Technologies Limited	Shareholder	House # 68, Road # 11 Block - H, Banani, Dhaka-1213	1202650075940364	1,000	0.005%
Total				20,011,000	100.00%

(b) There shall also be a table in the prospectus showing the number of shares of the issuer's securities owned by each director, each of the top ten salaried officers, and all other officers as a group, indicating the percentage of outstanding shares represented by the shares owned:

Name	Position	Address	BO ID No.	Number of Shares	Pre QIO-of Securities (%)
Tarique Ekramul Haque	Chairman	House No. CEN(F)- 13, Road No. 104, Gulshan Model Town, Dhaka- 1212,	1201740006101746	1,715,229	8.571%
Md. Zainal Abedin	Managing Director	House - Azimpur Party House; P.O: New market- 1205, Dhaka,	1204480062952779	571,743	2.857%
Nazma Haque	Director	House No. CEN(F)- 13, Road No. 104, Gulshan Model Town, Dhaka- 1212	1201740000049316	1,715,229	8.571%
Bangla Trac Limited	Director	House # 68, Road # 11, Block - H, Banani, Dhaka- 1213	1202650075940305	16,001,799	79.965%

****No such share is held by top ten salaried officers, and all other officers as a group.**

(c) Provisions for lock-in as per these Rules:

All issued ordinary shares of the issuer at the time of according to consent to QIO shall be subject to a lock-in period from the date of issuance of prospectus or commercial operation, whichever comes later, in the following manner:

(a) ordinary shares held by sponsors, directors or shareholders who hold 10% (ten percent) or more, for 2 (two) years;

(b) ordinary shares held by alternative investment funds or by foreign investors or by others for 1 (one) year:

(d) Statement of securities to be locked in for each shareholder along with BO account number, lock-in period and number of securities to be locked-in:

SL No.	Name of Shareholder	Position	BO ID	Number of Shares	Lock-in Period (Year)
01	Mr. Tarique Ekramul Haque	Chairman	1201740006101746	1,715,229	2 Years
02	Mr. Md. Zainal Abedin	Managing Director	1204480062952779	571,743	2 Years
03	Ms. Nazma Haque	Director	1201740000049316	1,715,229	2 Years
04	Bangla Trac Limited	Director	1202650075940305	16,001,799	2 Years
05	BanglaTrac Holdings Ltd.	Shareholder	1202650075940321	5,000	1 Year
06	Bangla Trac Communications Limited	Shareholder	1202650075940348	1,000	1 Year
07	B-Trac Technologies Limited	Shareholder	1202650075940364	1,000	1 Year

SECTION-XIV

Determination of Offering Price

(a) If ordinary shares are being offered, the factors to be considered in determining the offering price shall be set forth in the prospectus;

The issue is offered at par.

(b) If the issue price of the ordinary share is higher than the par value thereof, justification of the premium shall be stated with reference to all of the followings:

(i) Net asset value per share at historical or current costs;

(ii) Earning-based-value per share calculated based on weighted average of net profit after tax for immediately preceding five years or such shorter period during which the issuer was in commercial operation.

(iii) projected earnings-based- value per share calculated on the basis of weighted average of projected net profit after tax for the immediate next three accounting years as per the issuer's own assessment duly certified by the auditor of the issuer;

The issue is offered at par.

SECTION- XV

Description of Securities Outstanding or Being Offered

All types of securities outstanding or being offered with the date or proposed date of such issue and to whom those are offered, number of securities and issue or offer price along with the following information:

(a) Dividend, voting and preemption rights:

The Share Capital of the company is divided into Ordinary Shares, carrying equal rights to vote and receive a dividend in terms of the relevant provisions of the Companies Act 1994 and the Articles of Association of the company. All Shareholders shall have the usual voting rights in person or by proxy in connection with, among others, the election of Directors & Auditors and other usual agenda of General Meeting – Ordinary or Extra-ordinary. On a show of hand, every shareholder presents in person and every duly authorized representative of a shareholder present at a General Meeting shall have one vote and, on a poll, every shareholder present or by proxy shall have one vote for every share held by him or her.

In case of any additional issue of shares for raising further capital, the existing shareholders shall be entitled to Right Issue of shares in terms of the guidelines issued by the BSEC from time to time.

(b) Conversion and liquidation rights:

In terms of provisions of the Companies Act 1994, Articles of Association of the Company and other relevant rules in force, the shares of the Company are freely transferable. The Company shall not charge any fee for registering the transfer of shares. No transfer shall be made to a firm, an infant or person of unsound mind.

(c) Dividend policy:

The profit of the Company, subject to any special right relating thereto created or authorized to be created by the Memorandum and subject to the provisions of the Articles of Association, shall be divisible among the members in proportion to the amount of capital paid-up on the shares held by them respectively.

The dividend shall be recommended by the Board of Directors time to time for distributing the accumulated profit.

No dividend shall be payable except out of the profits of the Company or any other undistributed profits. The dividend shall not carry interest as against the Company.

The Directors may from time to time pay the members such interim dividend as in their judgment the financial position of the Company may justify.

A transfer of shares shall not pass the right to any dividend declared thereon before the registration of transfer.

No limitation in payment of the dividend is stipulated in any debt instrument or otherwise.

(d) Other rights of the securities holders:

In terms of the provisions of the Companies Act 1994, Articles of Association of the Company and other relevant rules in force, the shares of the Company are transferable. The Company shall not charge any fee, other than Government duties for registering transfer of shares. No transfer shall be made to a minor or person of unsound mind.

The Directors shall present the financial statements as required under the law & International Accounting Standard. Financial statements will be prepared in accordance with the International Accounting Standards consistently applied throughout the subsequent periods and present with the objective of providing maximum disclosure as per law and International Accounting Standard to the shareholders regarding the financial and operational position of the company. The shareholders shall have the right to receive all periodical statements and reports, audited as well as unaudited, published by the company from time to time.

The shareholder holding a minimum of 10% shares of paid-up capital of the company shall have the right to requisition extra ordinary General Meeting of the company as provided for the section 84 of the Companies Act 1994.

CHAPTER-XVI

<h2>Financial Statements</h2>

(a) The financial statements prepared and audited in adherence to the provisions of the Securities and Exchange Rules, 2020:

Bangla Trac Rental Services PLC.
Independent Auditor's Report and Financial Statements
As at and for the year ended 30 June 2023



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**Independent Auditor's Report
To the Shareholders of Bangla Trac Rental Services PLC.
Report on the Audit of the Financial Statements**

Opinion

We have audited the financial statements of **Bangla Trac Rental Services PLC.** which comprise the Statement of Financial Position as at 30 June 2023, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying Financial Statements present fairly, in all material respects, the financial position of the company as at 30 June 2023, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable laws and regulations.

Basis for Opinion

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

Emphasis of Matter

- i. The amount referred to Note No. 15 in the financial statements will be considered to align with the Financial Reporting Council's (FRC) gazette notification no. 146/FRC/Adm./Gazette/2020/01 dated 11 February 2020, with the legal opinion from the company drawn in Note No.3,14.
- ii. We further refer Note-3.9 of the financial statements where Contributory Provident Fund (CPF), Gratuity and Workers Profit Participation Fund (WPPF) has no trustee board and yet not approved by the concerned authority. However, provision has been made as per relevant laws.

Other information

Management is responsible for the other information. The other information comprises all of the information included in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditors' report.

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

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

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Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the current period. These matters were addressed in the context of our audit of

the financial statement as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Description of Key Audit Matters	Our response to Key Audit Matters
Valuation of Property, Plant and Equipment (PPE) <p>The carrying value of the Property, plant and equipment (PPE) was Taka 605,318,794 as of 30 June 2023.</p> <p>The valuation of Property, plant and equipment (PPE) was identified as a key audit matters due to the significance of this balance to the Financial Statements.</p> <p>Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes (after deducting trade discount and rebates) and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.</p> <p>The cost of replacing or upgrading any part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the replacement or upgradation will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of profit or loss and other comprehensive income as incurred.</p>	<p>Our audit included the following procedure.</p> <p>We have tested the design and operating effectiveness of key controls over Property, plant and equipment (PPE). Our audit procedures included, among others, considering the impairment risk of the assets. Followings are our audit procedures on the carrying value and impairment risk of PPE:</p> <ul style="list-style-type: none">• Reviewing basis of recognition, measurement and valuation of assets;• Review of procedures of assets acquisition, depreciation and disposal;• Checking ownership of the major assets;• Performing due verification on sample basis;• Evaluating the item's assumptions to identify if there is any requirement of recognition of impairment;• Checking fixed asset register of the company, performing test check of depreciation calculation, checking fixed assets schedule and books of accounts maintained by the company; and• Finally, assessing the appropriateness and presentation of disclosures in line with relevant accounting standards. <p>Our testing did not identify any issues with regard to PPE and related depreciation other than the issues mentioned in this report.</p>
Long-term and Short-term loan ("Loans") <p>At the reporting date, the position of Long-Term Loan and Long Term Loan-Current Maturity remained amounting to Taka 61,381,660 and Taka 62,243,758 for the Company. In other words, approximately 13% of total liabilities for the Company are represented by short-term loans.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the loans.</p> <p>Our audit procedures included, among others, the followings:</p> <ul style="list-style-type: none">• Obtained loan statements and facility offer letters to review terms, debt covenants, interest rates and

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Description of Key Audit Matters	Our response to Key Audit Matters
<p>Evidently, the Company is using loans to operate the business and also, to acquire non-current assets. Therefore, it has been considered as key audit area.</p>	<p>other conditions associated with the loans.</p> <ul style="list-style-type: none">• Obtained external confirmation of the bank to ensure accuracy of the figures reported.• Checked interest calculation on test basis.• Checked whether there is any overdue payments and penal interests.• Checked the adjustments or repayments of loans through bank statements as per repayment schedule. <p>Our testing did not identify any issues with regard to Short-term loan ("Loans") other than the issues mentioned in this report.</p>
<p>Revenue Recognition</p> <p>At year end, the Company reported total revenue of Taka 316,324,212.</p> <p>Revenue is recognized when the performance obligation is satisfied by transferring goods or services to a customer, either at a point in time or over time.</p> <p>Goods or services are "transferred" when the customer obtains control of it. Furthermore, revenue is measured at net of trade discounts, markdown adjustment, returns and allowances.</p> <p>It is a matter of concern that revenue may be misstated due to recognition of sales transaction before performance obligation being satisfied.</p>	<p>Our audit procedures in relation to the revenue recognition comprises the followings:</p> <ul style="list-style-type: none">• Observing and evaluating whether proper segregation of duties put in place;• Preparing workflow of sales process for different business unit.• Obtaining month wise breakdown of sales per business unit.• Months were selected on random basis and GL obtained to select transactions for substantive testing.• Comparing prices and terms on samples of sales invoices to the price list.• Checking invoice raised at the year end and delivery of goods with acknowledgement of customer to ensure that cut off principle has been properly applied.• Assessing revenue recognition accounting policies by comparison with IFRS 15.• Testing the effectiveness of the controls over the calculation of discounts.• Assessing manual journals made to revenue to identify unusual or irregular items; and• Finally, assessing the appropriateness and presentation of disclosures against relevant accounting standards. <p>Our testing did not identify any issues with regard to Revenue Recognition other than the issues mentioned in this report.</p>
<p>Valuation of Inventory</p> <p>The company had inventory amount to Taka</p>	<p>We challenged the appropriateness of managements</p>





Description of Key Audit Matters	Our response to Key Audit Matters
<p>114,839,603 on 30 June 2023, held in warehouses and across multiple product lines. Inventories are carried at the cost value. Therefore, it has been considered as key audit area.</p>	<p>assumption applied in calculating the value of the inventory provisions by:</p> <ul style="list-style-type: none">Evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of warehouses.Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories.Challenging the appropriateness of management's judgement regarding valuation of inventories. <p>Our testing did not identify any issues with regard to valuation of inventory other than the issues mentioned in this report.</p>
<p>Accounts Receivable and Accounts Payable</p> <p>The company reported Trade Receivable and Trade Payable amount to Taka 190,777,732 and Taka 29,103,298 respectively on 30 June 2023.</p> <p>Therefore, it has been considered as key audit area.</p>	<p>We challenged the appropriateness of managements assumption applied in calculating the value of the Accounts Receivable and Accounts Payable provisions by:</p> <ul style="list-style-type: none">Evaluating the design and implementation of key Accounts Receivable and Accounts Payable controls of the company.We have sent balance confirmation letter.Management complies the alternative procedure to confirm the balance of accounts receivable and accounts payable <p>Our testing did not identify any issues with regard to accounts receivable and accounts payable other than the issues mentioned in this report.</p>
<p>Measurement of Deferred Tax</p> <p>The company recognizes deferred taxes relating to property, plant and equipment, investment in quoted share, employee benefits, shipping unit etc. which are very complex in nature.</p> <p>As such accounting for deferred taxes involves management judgement in developing estimates of tax exposures and contingencies in order to assess the adequacy of tax provision. Hence, we considered this to be a key audit matter.</p>	<p>Our audit procedures in this area included, among others, the following:</p> <ul style="list-style-type: none">Assessed the design, implementation and operating effectiveness of key controls in respect of the Company and the process of recognition of deferred taxes.Assessed the accuracy and completeness of deferred tax, andEvaluating the adequacy of the financial statement's disclosures, including disclosures of assumptions, judgments and sensitivities.





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We have nothing to report on going concern

We are required to report if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of the financial statements. We have nothing to report in this respect.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) 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.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with International Standards on Auditing (ISAs), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our

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auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on other Legal and Regulatory Requirements:

In accordance with the Companies Act, 1994 and relevant notifications issues by, 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, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;
- c) The Financial Statements of the company together with the annexed notes dealt with by the report are in agreement with the books of account and returns.

Place : Dhaka

Date :

DVC :

26/10/2023

2310261483AS692972

Mohammed Alamgir Kabir, FCA
Enrollment No : 1483
Partner
Kazi Zahir Khan & Co.
Chartered Accountants

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Bangla Trac Rental Services PLC.
Statement of Financial Position
As at 30 June 2023

Particulars	Note	Amount in Taka	
		30-Jun-23	30-Jun-22
Assets			
Non-Current Assets			
Property, Plant and Equipment	4.00	605,318,794	727,279,257
		<u>605,318,794</u>	<u>727,279,257</u>
Current Assets			
Inventories	5.00	114,839,603	115,302,242
Accounts Receivable	6.00	190,777,732	198,337,469
Inter-Company Loan	7.00	67,674	56,920,164
Advances, Deposits & Pre-payment	8.00	34,286,309	22,563,328
Financial Assets	9.00	25,000,000	25,000,000
Cash & Cash equivalents	10.00	1,324,713	1,959,859
		<u>366,296,031</u>	<u>420,083,062</u>
Total Assets		<u>971,614,825</u>	<u>1,147,362,319</u>
Shareholder's Equity & Liabilities			
Shareholder's Equity			
Share Capital	11.00	200,110,000	200,110,000
Retained Earnings	12.00	88,464,333	45,427,971
		<u>288,574,333</u>	<u>245,537,971</u>
Non-Current Liabilities			
Long Term Loan	13.00	61,381,660	132,891,056
Deferred Tax Liabilities	14.00	59,816,428	71,314,895
Shareholder's Loan	15.00	200,000,000	200,000,000
Other Non-Current liabilities	16.00	159,795,228	226,958,786
		<u>480,993,316</u>	<u>631,164,737</u>
Current Liabilities			
Account Payable	17.00	29,103,298	24,845,204
Inter-Company Loan	18.00	34,428,906	104,879,260
Long Term Loan-Current Maturity	19.00	62,243,758	73,092,937
Advance Received From Customers	20.00	6,471,716	11,308,789
Liabilities & Provisions	21.00	69,799,498	56,533,421
		<u>202,047,176</u>	<u>270,659,611</u>
Total Equity & Liabilities		<u>971,614,825</u>	<u>1,147,362,319</u>
Net Asset Value (NAV) Per Share	22.00	<u>17.41</u>	<u>15.83</u>

The annexed notes 1-34 are an integral part of this statement of financial position.

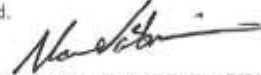

Company Secretary


Chief Financial Officer


Managing Director


Chairman

Signed in terms of our separate report of even date annexed.


Mohammed Alamgir Kabir, FCA
Enrollment No : 1483
Partner
Kazi Zahir Khan & Co.
Chartered Accountants

Place: Dhaka
Date: 26/10/2023
DVC: 2310261483A5692972

Bangla Trac Rental Services PLC.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2023


Particulars	Note	Amount in Taka	
		2022-2023	2021-2022
Gross Revenue		316,324,212	334,071,794
Value Added Tax(VAT)		(38,703,158)	(40,799,823)
Net Revenue	23.00	277,621,054	293,271,972
Cost of Sales	24.00	(191,897,647)	(215,701,000)
Gross Profit/ (Loss) during the year		85,723,407	77,570,972
Operating Expenses			
Administrative Expenses	25.00	(18,515,087)	(23,793,829)
Selling & Distribution expenses	26.00	(1,479,723)	(1,108,010)
		(19,994,810)	(24,901,839)
Operating Profit/ (Loss) during the year		65,728,597	52,669,133
Non Operating Income	27.00	1,875,000	254,375
Financial Expenses	28.00	(20,178,190)	(17,693,111)
		(18,303,190)	(17,438,736)
Profit Before contribution to WPPF		47,425,407	35,230,397
Contribution to WPPF	21.02	(2,371,271)	(1,761,520)
Profit/ (Loss) Before Tax		45,054,136	33,468,877
Income Tax Expenses	29.00	(13,516,241)	(3,592,468)
Deferred Tax Income/(Expenses)	30.00	11,498,467	(6,448,195)
		(2,017,774)	(10,040,663)
Net Profit/ (Loss) after Tax		43,036,362	23,428,214
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		43,036,362	23,428,214
Basic Earnings Per Share (Per Value Tk. 10)	32.00	2.15	1.17

The annexed notes 1-34 are an integral part of this statement of financial position.



Company Secretary


Chief Financial Officer


Managing Director


Chairman

Signed in terms of our separate report of even date annexed.


Mohammed Alamgir Kabir, FCA
Enrollment No : 1483
Partner
Kazi Zahir Khan & Co.
Chartered Accountants

Place: Dhaka
Place: Dhaka
DVC:

26/10/2023
2310261483AS692972

Bangla Trac Rental Services PLC.
Statement of Changes in Equity
For the year ended 30 June 2023

Particulars	Amount in Taka			
	Share Capital	Share Money Deposit	Retained Earnings	Total Equity
Balance as at 01 July 2022	200,110,000	-	45,427,971	245,537,971
Net Profit During the year	-	-	43,036,362	43,036,362
Dividend During the year	-	-	-	-
Balance as at 30 June 2023	200,110,000	-	88,464,333	288,574,333

Statement of Changes in Equity
For the year ended 30 June 2022

Particulars	Amount in Taka			
	Share Capital	Share Money Deposit	Retained Earnings	Total Equity
Balance as at 01 July 2021	200,100,000	200,000,000	21,999,757	422,099,757
Addition/(Adjustment) During the year	10,000	(200,000,000)	-	(199,990,000)
Net Profit During the year	-	-	23,428,214	23,428,214
Dividend During the year	-	-	-	-
Balance as at 30 June 2022	200,110,000	-	45,427,971	245,537,971

The annexed notes 1-34 are an integral part of this statement of financial position.


Company Secretary


Chief Financial Officer


Managing Director


Chairman

Signed in terms of our separate report of even date annexed.

Bangla Trac Rental Services PLC.
Statement of Cash Flows
For the year ended 30 June 2023

Particulars	Note	Amount in Taka	
		30-Jun-23	30-Jun-22
Cash flow from operating activities [A]			
Cash received from revenue and others		282,218,718	303,213,646
Cash paid to employees and others		(154,917,813)	(225,779,477)
Cash Available from Operations		127,300,905	77,434,169
Finance Cost Paid		(21,886,658)	(15,539,553)
Income tax Paid		(7,591,627)	(8,322,555)
Net Cash Flows from operating activities		97,822,620	53,572,062
Cash flows from investing activities[B]			
Acquisition of non current asset		(2,501,327)	(177,310,909)
Financial Assets		-	(25,000,000)
Net cash provided by/(used in) investing activities		(2,501,327)	(202,310,909)
Cash Flow from financing activities[C]			
Receipt/(refund) of Long term Loan		(95,956,439)	147,170,494
Issued Share Capital		-	10,000
Net Cah provided by/(used in) financing activities		(95,956,439)	147,180,494
Net cash inflow/(outflow)[A+B+C=D]		(635,146)	(1,558,353)
Opening cash & cash equivalents[E]		1,959,859	3,518,212
Closing cash & cash equivalents [D+E=F]		1,324,713	1,959,859
Net Operating Cash Flow Per Share(NOCFPS)	31.00	4.89	2.68

The annexed notes 1-34 are an integral part of this statement of financial position.


Company Secretary


Chief Financial Officer


Managing Director


Chairman

Signed in terms of our separate report of even date annexed.

Bangla Trac Rental Services PLC.
Accounting Policies and Explanatory Notes
As at and for the year ended 30 June 2023

Significant accounting policies and other material information

1.00 Company Information

Legal Form of the Enterprise:

Bangla Trac Rental Services PLC. is a Public Limited Company registered under the Companies Act, 1994. The Company was incorporated in Bangladesh on March 27, 2012 bearing registration number C-100369/12. And started its commercial operation from February 2019.

The company has converted from Private to Public limited company through Approval of the shareholders at Extra Ordinary General Meeting (EGM) which was held on 1st September 2022 and observance of required formalities as per laws.

Nature of Business Activities:

The Principal activities of the company are to carry on the business to rent all sorts of machinery and equipment's, sale of Used Equipment, engineering, construction, development, technical, transport, support service, maintenance etc. and any other lawful business in Bangladesh and abroad.

Address of Registered Office:

The registered office & business address of the Company is located at House – 68, Road – 11, Block - H, Banani, Dhaka-1213.

2.00 Reporting Period

The financial report of the Company cover one year from 01 July to 30 June each year and is followed consistently.

2.01 Functional and Presentation Currency

These financial statements are presented in Bangladesh Taka (Taka/Tk./BDT), which is both functional currency and presentation currency of the Company.

2.02 Level of Precision

The figures in the financial statements have been rounded off to the nearest Taka.

2.03 Components of Financial Statements

The financial statements include the following components as per IAS 1 "Presentation of Financial

- i. Statement of financial position;
- ii. Statement of profit or loss and other comprehensive income;
- iii. Statement of changes in equity;
- iv. Statement of cash flows &
- v. Accounting policies and explanatory notes.

2.04 Comparative Information

Comparative information has been disclosed in respect of the year 2021-22 for all numerical information of the statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows; and also the narrative and descriptive information when it is relevant for understanding of the current period's financial statements. Comparatives of previous year's figures rearranged where applicable.

2.05 Consistency of Presentation

The presentation and classification of all items in the financial statements have been retained from one period to another period unless where it is apparent that another presentation or classification would be more appropriate having regard to the criteria for the selection and application of accounting policies or changes is required by another IFRSs.

2.06 Statement of Compliance

The financial statements have been prepared and the disclosures of information are made in accordance with the requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable laws in Bangladesh and International Financial Reporting Standards (IFRSs) as far as applicable for the Company. IFRSs comprise of:

- International Financial Reporting Standards (IFRSs)
- International Accounting Standards (IASs)

2.07 Authorization for Issue

These financial statements have been authorized for issued by the Board of Directors of the Company on 26 October 2023.

2.08 Accounting Assumptions

Accrual Basis of Accounting

The financial statements have been prepared, except statement of cash flows, under accrual basis of accounting in accordance with applicable IFRSs which do not vary from the requirements of the Companies Act, 1994 and other laws and rules as applicable in Bangladesh.

Going Concern

The financial statements are prepared on a going concern basis. As per Management's assessment, there is no material uncertainty relating to events or conditions which may cast doubt upon the Company's ability to continue as a going concern.

2.09 Basis of Measurement

The financial statements have been prepared under the historical cost basis except for the following material items in the statement of financial position. Non derivative financial instruments, available for sale are measured at fair value.

2.10 Use of Estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and underlying assumptions are based on past experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of revision and future periods if the revision affects both current and future periods.

In particular, the key areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, inventory valuation, accrued expenses and other payable.

2.11 Management of Capital

Capital consists of total equity attributable to the Shareholders. The Board of Directors monitors the level of capital. The Company's policy is to maintain a strong capital base so as to maintain investors, creditors and market confidence and to sustain future development of the business.

2.12 Application of standards

The following standards are applicable for the Company

IAS 1 Presentation of financial statements
IAS 2 Inventories
IAS 7 Statement of cash flows
IAS 8 Accounting policies, changes in accounting estimates and errors
IAS 10 Events after the reporting period
IAS 12 Income taxes
IAS 16 Property, plant and equipment
IAS 19 Employee benefits
IAS 23 Borrowing costs
IAS 24 Related party disclosures
IAS 33 Earnings Per Share
IAS 36 Impairment
IAS 37 Provisions, contingent liabilities and contingent assets
IAS 39 Financial Instruments: Recognition and Measurement
IFRS 7 Financial Instruments, disclosures
IFRS 8 Operating Segments
IFRS 9 Financial Instruments
IFRS 15 Revenue from Contract with Customers
IFRS 16 Leases

3.01 Inventories

Inventories are valued at lower of cost and net realizable value. Cost of inventories includes expenditure incurred in acquiring the inventories. Conversion costs and other costs incurred in bringing them to their existing location and condition. Cost of inventories is determined by using the weighted average cost formula. Where necessary, allowance is provided for damaged, obsolete and slow moving items to adjust the carrying value of inventories to the lower of cost and net realizable value. Net realizable value is based on estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

3.02 Statement of Cash Flows

The statement of cash flows has been prepared in accordance with the requirements of IAS 7: "Statement of Cash Flows". The cash generated from operating activities has been reported using the direct method. A reconciliation of Net Operating Cash Flow from operating activities under the indirect method has also been prepared.

3.03 Accounting Policies, Changes in Accounting Estimates and Errors

Accounting Policies

Accounting policies are the specific principles, bases, conventions, requirements and practices used by an entity in preparing and presenting its financial statements.

An existing accounting policy should only be changed where a new accounting policy will result in reliable and more relevant information being presented.

Any changes in accounting policy is required to be accounted for retrospectively except where it is not practicable to determine the effect in prior periods.

Accounting Estimates

The preparation of financial statements requires many estimates to be made on the basis of latest available, reliable information. The effect of a change in accounting estimates should therefore be recognized prospectively.

Prior Period Errors

A prior period error is where an error has occurred even though reliable information was available when those financial statements were authorized for issue.

IAS 8 requires retrospective restatement of financial statements to adjust prior period errors as if the prior period error had never occurred.

3.04 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.

3.05 Taxation

Current Tax:

Current tax provision is maintained at the rate of 30.00 % on business income and other non-operating income; at the rate of 15% for capital gain and at the rate of 20% on dividend income.

Deferred Tax

Deferred tax is recognized in compliance with IAS 12 "Income Taxes", providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3.06 Property, Plant and Equipment

Recognition and Measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes (after deducting trade discount and rebates) and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

Subsequent Costs

The cost of replacing or upgrading any part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the replacement or upgradation will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of profit or loss and other comprehensive income as incurred.

Depreciation

Depreciation is charged for the period on reducing balance method on property, plant & Equipment's except Land. For additions during the period, depreciation is charged for the remaining days of the period and for disposal, depreciation is charged up to the date of disposal.

The rate of depreciation varies according to the estimated useful lives of the items of property, plant and equipment. The depreciation rates for the current and comparative period are as follows:

Particulars	Rate %
Building and Construction	10%
Generator & Machine	12%
Other Machineries & Tools	12%
Office Equipment	12%-13%
IT Equipment	12%

Land is not depreciated as it deemed to have an infinite life.

Major maintenance activities

The Company incurs maintenance costs for all of its major items of property, plant and equipment. Repair and maintenance costs are charged as expenses when incurred.

Gains or Losses on Disposal

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset except generator and machine. Any gain or loss on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognized as other income / other expenses. In case of generator and machine when it is financially not feasible to continue as a rent then it transfer to inventory at book value and sale as a used equipment as per IAS 16 Para 68A.

IAS 16 Para 68A However, an entity that, in the course of its ordinary activities, routinely sells items of property, plant and equipment that it has held for rental to others shall transfer such assets to inventories at their carrying amount when they cease to be rented and become held for sale. The proceeds from the sale of such assets shall be recognized as revenue in accordance with IFRS 15 Revenue from Contracts with Customers. IFRS 5 does not apply when assets that are held for sale in the ordinary course of business are transferred to inventories.

Impairment of Assets

No fact and circumstances indicate that Company's non-current assets including property, plant & equipment may be impaired. Hence, no evaluation of recoverability of assets was performed.

3.07 Revenues

IFRS 15 establishes a comprehensive model for timeframe, measurement and criteria of revenue recognition. It replaces existing revenue recognition guidance, including IAS 18. Revenue, IAS 11 Construction Contracts and IFRIC 13 Customer Loyalty Programs. The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle, this standard establishes a five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognize revenue when (or as) the entity satisfies a performance obligation.

The Company generates revenues from sales and services. Consideration received from sales and services are initially deferred, included in other liabilities. Considering the five steps model, the Company recognizes revenue in the period when the Company satisfies the performance obligation by transferring a promised goods or services to the customer.

3.08 Financial Instruments

i. Non-Derivatives Financial Assets

The Company initially recognizes receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the date at which the Company becomes a party to the contractual provisions of the transaction.

Financial assets and liabilities are netted off and the net amount is presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realize the assets and settle the liability simultaneously.

Financial assets include Accounts Receivable, Advance, Deposits and Prepayments, Cash and Cash Equivalents.

Accounts Receivables

Accounts receivable represents the amounts due from institutional customers. Accounts receivables are stated at original invoice amount without making any provision for doubtful debts.

Advances, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or any other changes.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to the statement of profit or loss and other comprehensive income.

Cash and Cash Equivalents

Cash and cash equivalents comprise of cash in hand, cash in transit and cash at bank including fixed deposits, having maturity of three months or less, which are available for use by the Company without any restrictions. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalent. There is insignificant risk of change in value of the sale.

ii. Non-Derivative Financial Liabilities

The Company recognizes all financial liabilities on the transaction date which is the date the Company becomes a party to the contractual provisions of the instrument.

The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

Financial liabilities include accounts payable and other payables.

Accounts and Other Payables

Trade and other payables are recognized when its contractual obligations arising from past events are certain and settlement of which is expected to result in an outflow from the Company of resources embodying economic benefits.

The Company recognizes a financial liability at fair value less any directly attributable transaction costs.

3.09 Employee Benefits

Defined Contribution Plans

In accordance with IAS 19 "Employee Benefits", the Company operates a contributory provident fund for its eligible employees. The fund is funded by equal contributions of employees as well as the Company.

Defined Benefit Plans

The Company has a gratuity scheme, which covers all of its permanent employees. After successfully completion of 6 (six) months, an employee is eligible for Gratuity based on the basic up to 10 years of service for completion of each calendar year. On completion of 10 years of service, gratuity will be 1.5 times of basic as per law of the land

Workers' Profit Participation and Welfare Fund

The Company provides 5% of its profit before tax after charging such expense as Workers' Profit Participation and Welfare Fund in accordance with "The Bangladesh Labor Act- 2006 (Amendment- 2013). We considered profit before tax during calculation of WPPF.

3.10 IFRS 16 Leases

IFRS 16, Published in January 2016 replaces the previous guidance in IAS 17 Leases. Under this revised guidance, leases will be brought onto companies' balance sheets, increasing the visibility of their assets and liabilities. It further removes the classification of leases as either operating leases or finance leases treating all leases as finance leases from the perspective of the lessee, thereby eliminating the requirement for a lease classification test. The revised guidance has an increased focus on who controls the asset and may change which contracts are leases. IFRS 16 is effective for annual periods beginning on or after 1 January 2019.

For Short Term Leases (Lease term of 12 months or less) and leases of low-value assets, the company has opted to recognize a lease expenses on a straight-line basis as permitted by IFRS 16. This expense is presented within rent expenses in the Statement of Profit or Loss and Other Comprehensive Income

3.11 Earning per Share

The Company presents basic and diluted (when dilution is applicable) earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company with the weighted average number of ordinary shares outstanding during the period, adjusted for the effect of change in number of shares for bonus issue. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares. However, dilution of EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during the relevant years.

3.12 Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Management. The Management, who is responsible for allocating resources and assessing performance of the operating segments.

3.13 Provisions and contingent liabilities and assets

A provision is recognized in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the date of statement of financial position. Where the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit or loss and other comprehensive income net of any reimbursement. 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. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent liabilities and assets are not recognized in the statement of financial position of the Company.

3.14 Shareholder's loan

Initially the company taken this amount as Share money deposit. Subsequently, the said amount converted to Shareholder's loan as per accord of respective Shareholder. Accordingly the board of directors of Bangla Trac Rental Services PLC. has given consent in this respect.

In the financial statements, the company(BTRSL) had BDT 20 crore as a share money deposit from its parent company(Bangla Trac Ltd.) was reported and carried forward from 2020-2021. Later, the Board of Directors(BoD) of BTRSL decided not to allot/issue any share against the share money deposit considering the future business context and capital structure vide the Board of Directors meeting dated 02/09/2021.

After reviewing relevant information and considering the related Board of Directors meeting decision of Bangla Trac Ltd. dated 09/09/2021, the company transferred BDT 20 crore to Shareholder's loan under other non-current liabilities(Note no.16) head of the financial position from Share Money Deposit(Note no.12) during the year 2021-2022. However, the company consider the legal opinion to validate the said transactions.

As per legal opinion vide reference no. LR/LO/MI/62/2023, dated-01 October 2023, from "Hassan M. S. Azim, Barrister-at-Law, Advocate, Supreme Court of Bangladesh" refers that "There is no legal bar for Bangla Trac Rental Services PLC to continue the transaction as a 'Shareholder's loan' in the financial statements of 30 June 2023 as per the earlier decision of its Board of Directors dated 2 September 2021."

3.15 Risk and Uncertainties for Use of Estimates in Preparation of Financial Statements

Preparation of financial statements in conformity with the International Financial Reporting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as depreciation and amortization and taxes.

3.16 Responsibility for Preparation and Presentation of Financial Statements

The Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), Section 183 of the Companies Act, 1994, the Securities & Exchange Rules, 1987 and other applicable laws and regulations.

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22
4.00	Property, Plant and Equipment		
	Land & Land Developments	68,105,027	67,697,189
	Building and Construction	1,669,701	1,855,223
	Generator and Machines	535,134,870	657,260,609
	Other Machineries & Tools	231,709	264,546
	Office Equipment	17,819	20,250
	IT Equipment	159,668	181,440
		605,318,794	727,279,257
	There is no mortgage against Land & Building as on 30 June 2023		
	Details of Property, Plant, Equipment and depreciation charged thereon have been presented in annexure- A.		
	Sale of Equipment's:		
	During the year the entity sold Generator and Machineries amount of BDT 71,725,064 which had a carried amount of BDT 48,749,431 and accumulated depreciation was BDT 22,975,633. Gains or Losses on sale has been recognized in the financial statements as per para 68A of IAS 16.		
5.00	Inventories		
	Spare parts & Lube Oil	114,839,603	115,302,242
		114,839,603	115,302,242
5.01	Movement of Inventories		
	Opening Balance	115,302,242	83,045,431
	Purchase during the year	24,821,031	59,874,473
	Consumption during the year	25,283,670	27,617,662
		114,839,603	115,302,242
	Ageing of Inventories:		
	Less than 06 months	14,443,993	23,989,912
	More than 06 but less than 12 months	9,045,480	21,057,180
	More than 12 but less than 36 months	80,210,933	68,267,829
	More than 36 months	11,139,197	1,987,321
		114,839,603	115,302,242
6.00	Accounts and Others Receivable		
	Trade Receivable-Rental Engine	107,815,003	98,357,918
	Trade Receivable-Rental Machine	78,584,347	98,857,796
	Interest Receivable	2,109,375	234,375
	Other Receivable	2,269,007	887,380
		190,777,732	198,337,469
	Related party transactions details are given in note no. 33		
6.01	Ageing of Receivable		
	Less than 06 months	61,818,287	87,300,461
	More than 06 but less than 12 months	65,165,983	51,690,446
	More than 12 months	63,793,462	59,346,562
		190,777,732	198,337,469

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22

Subsequent collection amount:

As on 30 September 2023 the company has collected an amount of BDT 68,182,957 from total receivable of 30 June 2023, out of which BDT 32,163,114 was collected from more than 12 Months receivable.

6.02 Movement

Opening Balance	198,337,469	232,057,502
Revenue during the year	279,496,054	293,506,347
Collection during the year	287,055,791	327,226,380
Closing Balance	190,777,732	198,337,469

7.00 Inter-Company Loan

Acorn Infrastructure Services Ltd.	-	56,852,490
Bangla Trac Manufacturing Ltd.	67,674	67,674
	67,674	56,920,164

Related party transactions details are given in note no. 33

8.00 Advance, Deposits & Pre-payment

Advance to executive & others	6,833,738	536,614
Advance to supplier	404,716	894,113
Advance installment-term loan	3,084,117	3,084,117
Advance Income Tax	21,673,046	14,081,419
VAT Deposit	2,272,699	3,744,483
Other Advances	17,993	222,582
	34,286,309	22,563,328

Advance installment-term loan:

United Finance Limited deducted amount to Taka 2,584,117 and 500,000 as lease margin which is equivalents to the lease installment amount and the amount will be adjusted with final installment.

9.00 Financial Assets

FDR in Islamic Finance and Investment LTD.	25,000,000	25,000,000
	25,000,000	25,000,000

As per the sanction term FDR amount to Taka 25,000,000 is lien with Islamic Finance and Investment Limited against Term loan under note 13.

10.00 Cash & Cash Equivalent

Cash in hand	293,505	1,360,000
Cash at bank (Note:10.01)	1,031,208	599,859
	1,324,713	1,959,859

10.01 Cash at Bank

Name of the Bank

Prime Bank Limited(CD account- '2	429,341	475,672
Eastern Bank Limited (SND Accoun	274,529	56,951
Shahjalal Islami Bank Limited (CD .	13,622	14,657
One Bank Limited (CD Account- '1C	203,097	-
Meghna Bank Limited(CD Account	10,000	10,000
One Bank Limited (CD Account- 1061470002919)	5,000	-
Trust Bank Limited(CD Account- '00560210004818)	5,000	-
BKASH- 1501201806446003	90,619	42,579
	1,031,208	599,859

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22

11.00 Share Capital

a) Authorized Capital:			
150,000,000 ordinary shares of Tk10 each		<u>1,500,000,000</u>	<u>1,500,000,000</u>
b) Issued, Subscribed & Paid-Up Capital:			
20,011,000 ordinary shares of Tk 10 each		<u>200,110,000</u>	<u>200,110,000</u>

Details of the shareholding are as under:

Name of the Shareholders	No. of Shares		30-Jun-23	30-Jun-22
	30-Jun-23	30-Jun-22		
Bangla Trac Limited	16,001,799	19,997,000	160,017,990	199,970,000
Tarique Ekramul Haque	1,715,229	5,000	17,152,290	50,000
Bangla Trac Holdings Ltd.	5,000	5,000	50,000	50,000
Nazma Haque	1,715,229	1,000	17,152,290	10,000
Md. Zainal Abedin	571,743	1,000	5,717,430	10,000
Bangla Trac Communication Ltd.	1,000	1,000	10,000	10,000
B-Trac Technologies Limited	1,000	1,000	10,000	10,000
Total	20,011,000	20,011,000	200,110,000	200,110,000

12.00 Retained Earnings

Opening Balance	45,427,971	21,999,757
Add : Profit/(Loss) for the Year	43,036,362	23,428,214
Closing Balance	<u>88,464,333</u>	<u>45,427,971</u>

13.00 Long Term Liabilities

United Finance Limited	9,829,310	57,486,385
Islamic Finance and Investment Ltd.	51,552,350	75,404,671
	<u>61,381,660</u>	<u>132,891,056</u>

14.00 Deferred Tax Liabilities

Carrying Amount	537,213,767	659,582,068
Tax Base	(337,825,675)	(421,865,751)
Taxable Temporary Difference	199,388,092	237,716,317
Effective Tax Rate	30.00%	30.00%
Deferred Tax Liability	59,816,428	71,314,895

15.00 Shareholder's Loan

Bangla Trac Limited	200,000,000	200,000,000
	<u>200,000,000</u>	<u>200,000,000</u>

Related party transactions details are given in note no. 33

16.00 Other Non-Current liabilities

Payable Against Assets Purchase	58,287,825	134,560,315
Payable against Land Purchase	25,697,189	25,697,189
Payable to Acorn Limited	71,602,053	63,273,558
Payable against PF & GF	4,208,161	3,427,724
	<u>159,795,228</u>	<u>226,958,786</u>

Related party transactions details are given in note no. 33

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22
17.00	Accounts Payable		
	Payable to Suppliers and Others	26,621,469	24,845,204
	Payable to Bangla Trac Limited	2,481,829	-
		<u>29,103,298</u>	<u>24,845,204</u>
	Related party transactions details are given in note no. 33		
18.00	Inter-Company Loan		
	Bangla Trac Limited	34,428,906	104,879,260
		<u>34,428,906</u>	<u>104,879,260</u>
	Related party transactions details are given in note no. 33		
19.00	Long Term Loan Current Maturity		
	United Finance Limited	38,391,439	51,809,702
	Islamic Finance and Investment LTD.	23,852,319	21,283,235
		<u>62,243,758</u>	<u>73,092,937</u>
20.00	Advance Received from Customers		
	Advance Received from Customers	6,471,716	11,308,789
		<u>6,471,716</u>	<u>11,308,789</u>
21.00	Liabilities and Provisions		
	Payable to Employee	724,416	881,283
	Provision for Expenses(Note : 21.01)	6,208,914	8,833,482
	Provision for Audit fees	460,000	300,000
	Provision for WPPF (Note : 21.03)	4,132,791	1,761,520
	Income Tax Provision	58,273,377	44,757,136
		<u>69,799,498</u>	<u>56,533,421</u>
21.01	Provision for expenses		
	Provision For Expense	5,727,574	6,643,674
	Provision For Interest	481,340	2,189,808
		<u>6,208,914</u>	<u>8,833,482</u>
21.02	WPPF Provision During the Year		
	Net Profit Before Tax	47,425,407	35,230,397
	Percentage of Profit Sharing as Required by Law (Note-3.09)	5%	5%
		<u>2,371,271</u>	<u>1,761,520</u>
21.03	Provision for WPPF		
	Opening Balance	1,761,520	-
	Add : During the Year	2,371,271	1,761,520
	Closing Balance	<u>4,132,791</u>	<u>1,761,520</u>
	The policy of WPPF is under process. However, the company has made provisions for the said purpose so that once the policy is approved by the competent authority, eligible amounts can be disbursed to the relevant stakeholders.		
22.00	Net Asset Value (NAV) Per Share		
	Total Assets	971,614,825	1,147,362,319
	Less: Total Liabilities	(683,040,492)	(901,824,348)
	Add: Intangible assets/Liabilities (Deferred Tax Liabilities)	59,816,428	71,314,895
	Equity Attributable to the Owners of the Company	<u>348,390,761</u>	<u>316,852,866</u>
	Number of Ordinary Shares	20,011,000	20,010,667
	Net Asset Value (NAV) Per Share	<u>17.41</u>	<u>15.83</u>

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22
23.00	Revenue		
	Gensets Rental	198,990,180	153,594,646
	Machines Rental	63,954,948	115,697,815
	Sale of Used Equipment	42,140,000	45,737,279
	Other Revenue	11,239,085	19,042,054
		316,324,212	334,071,794
	Less : VAT	(38,703,158)	(40,799,823)
		277,621,054	293,271,972
24.00	Cost of Revenue		
	Spare parts, Lube Oil & Service Charge	25,283,670	27,617,662
	Operator wages	28,375,843	36,486,559
	Travelling- Local	1,492,672	710,228
	Security Expenses	3,763,165	3,753,860
	Carriage expenses	8,763,069	9,657,152
	Cost of Used equipment	48,749,431	53,774,069
	Depreciation	75,469,797	83,701,470
		191,897,647	215,701,000
	Sale of Used Equipment and its cost determined considering para 68A of IAS 16. For details please refer to note 3.06		
25.00	Administrative Expenses		
	Salary & Allowance	11,634,717	20,249,219
	Medical Expense	337,402	227,100
	Professional Fees & Expenses	3,034,000	582,974
	Books & Periodic	3,046	1,550
	Dress/Uniform	185,252	70,384
	Entertainment	100,509	43,507
	Postage & Courier	4,570	7,952
	Registration & Renewal	743,069	1,547,710
	Mobile & Telephone	310,189	274,540
	Repair & Maintenance	166,725	27,882
	Utilities	75,000	20,000
	Rent Expense	1,678,046	615,720
	Health & Safety	-	67,172
	Depreciation	242,562	58,119
		18,515,087	23,793,829
26.00	Selling & Distribution Expenses		
	Promotional expense	1,150,530	1,107,428
	Trade Fair	326,916	-
	Discount- Cash	2,277	582
		1,479,723	1,108,010
27.00	Non Operating Income		
	Interest on FDR	1,875,000	254,375
		1,875,000	254,375

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22
28.00	Financial Expenses		
	Interest on Long Term Loan	19,985,363	17,543,062
	Bank Charges	192,827	150,049
		20,178,190	17,693,111
29.00	Income Tax Expenses	13,516,241	3,592,468
		13,516,241	3,592,468
30.00	Deferred Tax Income/(Expenses)		
	Opening balance of deferred tax liabilities	71,314,895	64,866,700
	Closing balance of deferred tax liabilities	(59,816,428)	(71,314,895)
		11,498,467	(6,448,195)
30.01	Details calculation ref. to note no. 14 of the Financial Statement		
31.00	Net Operating Cash Flow Per Share (NOCFPS)		
	Net Cash Generated from Operating Activities	97,822,620	53,572,062
	Number of Ordinary Shares	20,011,000	20,010,667
	Net Operating Cash Flow Per Share (NOCFPS)	4.89	2.68
31.01	Reconciliation of net profit with cash flows from operating activities		
	Profit after tax	43,036,362	23,428,214
	Non-cash/ Non-operating Items :	68,948,323	98,010,199
	Depreciation	75,712,359	83,759,589
	(Profit)/Loss on sale of Fixed Assets	6,609,431	8,036,790
	Deferred Tax	(11,498,467)	6,448,195
	Income from FDR	(1,875,000)	(234,375)
	Changes in working Capital	(14,162,065)	(67,866,351)
	(Increase)/Decrease in Inventories	462,639	(32,256,811)
	(Increase)/Decrease in Accounts Receivable	9,434,737	33,954,408
	(Increase)/Decrease in Loans, Advances & Deposits	(4,131,354)	(3,752,735)
	(Increase)/Decrease in Advance Income Tax	(7,591,627)	(8,322,554)
	Increase/(Decrease) in Creditors and Other Payables	4,258,094	7,561,723
	Increase/(Decrease) Advance received from customers	(4,837,073)	(24,032,734)
	Increase/(Decrease) Other Non-Current liabilities	(67,163,558)	(95,938,763)
	Increase/(Decrease) in Accrued Expenses- Liabilities & Provi	(250,164)	5,591,368
	Increase/(Decrease) in Income Tax Payable	13,516,241	3,592,468
	Fixed Assets sold as per IAS16 Para 68A	42,140,000	45,737,279
	Net cash Generated from Operating Activities	97,822,620	53,572,062

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

Note No.	Particulars	Amount in Taka	
		30-Jun-23	30-Jun-22
32.00	Earnings Per Share (EPS)		
	Calculation of earnings per share (EPS) is as under :		
	Earnings attributable to the ordinary shareholders		
	Profit for the Year	43,036,362	23,428,214
	No. of ordinary equity shares	20,011,000	20,011,000
	Weighted average no. of equity shares outstanding (Note	20,011,000	20,010,667
	Earnings Per share (EPS) for the Year	2.15	1.17
32.01	Weighted average number of ordinary shares		
	The weighted average number of ordinary shares outstanding during the Year is the number of ordinary		
		2022-2023	2021-2022
	Outstanding shares	20,011,000	20,010,667
		20,011,000	20,010,667
32.02	Diluted Earning Per Share		
	No diluted earnings per share is required to be calculated for the Year as there was no motive for dilution		

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

33.00 Related party transactions

During the period ended 30 June 2023 the Company entered into a number of transactions with related parties. All these transactions have taken place in an arm length basis. Name of the related parties, nature of these transactions and amount thereof have been set out below in accordance with the provisions of IAS 24: Related Party Disclosures.

Name of the company	Note	Nature of transaction	Opening balance	Debit	Credit	Closing balance
Bangla Trac Limited	16.00	Payable for Fixed Assets	(134,560,315)	76,272,490	-	(58,287,825)
Bangla Trac Limited	17.00	Payable Others	-	33,915,044	(36,396,873)	(2,481,829)
Acorn Limited	16.00	Payable	(62,509,953)	-	(9,092,100)	(71,602,053)
B-Trac Engineering Limited	17.00	Payable	(885,103)	-	(325,456)	(1,210,559)
Bangla Trac Communication Limited	17.00	Payable	(763,605)	763,605	-	-
Bangla Trac Limited	18.00	Loan	(104,879,260)	127,401,500	(56,951,146)	(34,428,906)
Bangla Trac Limited	15.00	Loan	(200,000,000)	-	-	(200,000,000)
Acorn Infrastructure Services Limited	7.00	Loan	56,852,490	-	56,852,490	-
Bangla Trac Manufacturing Limited	7.00	Loan	67,674	-	-	67,674
Acorn Infrastructure Services Limited	6.00	Receivable	550,000	-	-	550,000
Bangla Trac Power (Unit-2) Limited	6.00	Receivable	8,121,250	-	-	8,121,250
Acorn Infrastructure Services LTD.-Unit-2	6.00	Receivable	26,565,566	-	-	26,565,566
Paramount Btrac Energy Limited	6.00	Receivable	5,020,000	-	-	5,020,000
Total			(406,421,256)	238,352,639	(45,913,085)	(327,686,682)

Relationship with related parties

All the above related parties are sister concern having common directors.

Transaction with Key Management Personnel

During the period up to 30 June 2023 no loans were provided to Directors. All related party transactions were made through proper banking channel.

Bangla Trac Rental Services PLC.
Notes to the Accounts
For the year ended 30 June 2023

34.00 Operating segments

A. Basis for segmentation

The Company has following two strategic divisions, which are its reportable segments. These divisions offer different services and are managed separately.

The following summary describes the operations of each reportable segment.

Reportable segments	Operations
Rental Services	Rent of all sorts of machinery and equipment's, sale of Used Equipments
Consultancy Services	Consultancy Services

These two reportable segments are the strategic business units of the company and are managed separately based on the Company's management and internal reporting structure. For each of the strategic business units, the management committee reviews internal management report on at least a monthly basis. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Company's Management Committee. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

B. Information about reportable segments

Information related to each reportable segment is set out below. Segment profit before tax is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

Reportable segments
01 July 2022 to 30 June 2023

Particulars	Rental Services	Consultancy Services	Total
Revenue	267,847,937	9,773,117	277,621,054
Cost of sales	(185,056,466)	(6,841,181)	(191,897,647)
Gross profit	82,791,471	2,931,936	85,723,407
Operating expenses			
Administrative expenses	(17,246,800)	(1,268,287)	(18,515,087)
Selling and distribution expenses	(383,443)	-	(1,479,723)
	(17,630,243)	(1,268,287)	(19,994,810)
Profit from operation	65,161,228	1,663,649	65,728,597

Reportable segments
01 July 2021 to 30 June 2022

Particulars	Rental Services	Consultancy Services	Total
Revenue	276,713,664	16,558,308	293,271,972
Cost of sales	(203,853,531)	(11,847,469)	(215,701,000)
Gross profit	72,860,133	4,710,839	77,570,972

Operating expenses			
Administrative expenses	(22,450,950)	(1,342,879)	(23,793,829)
Selling and distribution expenses	(1,108,010)	-	(1,108,010)
	<u>(23,558,960)</u>	<u>(1,342,879)</u>	<u>(24,901,839)</u>
Profit from operation	<u>49,301,173</u>	<u>3,367,960</u>	<u>52,669,133</u>

Operating segments (continued)

C. Reconciliation of information on reportable segments.

Particulars	Rental Services	Consultancy Services	Total
i. Revenues			
Total revenue for reportable segments	23.00	277621054	293271972
Revenue for other segments		-	-
Total revenue		<u>277621054</u>	<u>293271972</u>
ii. Profit before tax			
Total operating profit before tax for reportable segments		65,728,597	52,669,133
Amount not related to reported segments (iii)		(20,674,461)	(19,200,256)
Total profit before tax		<u>45,054,136</u>	<u>33,468,877</u>
iii. Amount not related to reportable segments			
Other income	27.00	1,875,000	254375
Finance costs	28.00	(20,178,190)	(17,693,111)
Contribution to Workers' Profit	21.02	(2,371,271)	(1,761,520)
		<u>(20,674,461)</u>	<u>(19,200,256)</u>

Considering the present size and operations of the Company, segmental assets and liabilities are not considered to be critical for regular review by the management.

Accordingly no disclosure is made relating to the segmental assets and liabilities.

Bangla Trac Rental Services PLC.
Schedule of property, Plant and Equipment
As at 30 June 2023

Particulars	Cost			Dep. Rate %	Depreciation				Written down value as at 30.06.2023
	Balance as at 01.07.22	Addition during the period	Disposal/ Adjustment during the period		Balance as at 30.06.2023	Charge during the period	Disposal/ Adjustment during the period	Balance as at 30.06.2023	
Land & Land Developments	67,697,189	407,838	-	0%	68,105,027	-	-	-	68,105,027
Building and Construction	1,870,813	-	-	10%	1,870,813	-	-	201,112	1,669,701
Generator and Machines	944,797,854	2,093,489	71,725,064	12%	875,166,279	22,975,633	22,975,633	340,031,409	535,134,870
Other Machineries & Tools	378,411	-	-	12%-13%	378,411	32,837	-	146,702	231,709
Office Equipment	21,100	-	-	12%	21,100	2,431	-	3,281	17,819
IT Equipment	189,000	-	-	12%	189,000	21,772	-	29,332	159,668
As at 30 June 2023	1,014,954,367	2,501,327	71,725,064		945,730,630	75,712,359	22,975,633	340,411,836	605,318,794
As at 30 June 2022	914,405,976	177,310,909	76,762,518		1,014,954,367	83,759,589	22,988,449	287,675,110	727,279,257

Particulars	Operational expenses	Administrative expenses	Total
Depreciation	75,469,797	242,562	75,712,359
Total	75,469,797	242,562	75,712,359

(b) Information as is required under section 186 of the Companies Act,1994 relating to holding company:

BTL Financial Statement as attachments.

Bangla Trac Limited
Auditor's Report and Audited Financial statements
As at & for the year ended 30 June, 2022

**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF
BANGLA TRAC LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Bangla Trac Limited** (the company) which comprise the statement of financial position as at **30 June, 2022**, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view of, in all material respects, the financial position of the Company as at **30 June, 2022**, of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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


Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, we also report the following:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) 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;
- iii) 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 account and returns.

Dhaka

Date: 27 NOV 2022


Md. Mumlook Hossain FCA
Enrollment Number: 0751
Partner
J U Ahmed & Co.
Chartered Accountants

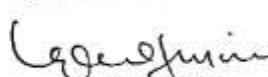
DVC: 2211300751AS8723C7

Bangla Trac Limited
Statement of Financial Position
As at 30 June, 2022

	Notes	Amount in Taka	
		30-06-2022	30-06-2021
ASSETS			
Non-current assets		6,978,936,597	7,034,379,561
Property, plant & equipment	4.00	3,678,169,659	3,722,059,344
Intangible assets	5.00	111,615,541	124,148,486
Capital work in progress	6.00	7,362,720	6,383,054
Other non current assets	7.00	3,181,788,677	3,181,788,677
Current assets		6,726,696,013	6,782,553,824
Inventories	8.00	2,806,572,722	2,902,829,377
Accounts receivable	9.00	2,698,102,649	2,497,751,686
Advances, deposits & pre-payments	10.00	877,541,109	889,852,731
Loan to sister concerns	11.00	329,952,923	252,523,958
Cash and cash equivalents	12.00	14,526,610	239,596,072
TOTAL ASSETS		13,705,632,610	13,816,933,385
EQUITY & LIABILITIES			
Shareholder's equity		4,342,839,322	4,096,539,909
Share capital	13.00	100,199,900	99,999,900
Revaluation & other reserve	14.00	2,574,411,435	2,574,411,435
Retained earnings	15.00	1,668,227,987	1,422,128,574
Non-current liabilities		3,148,856,556	3,254,968,393
Long term loan	16.00	2,472,399,421	2,607,763,889
Other long term liabilities	17.00	652,343,239	620,322,014
Deferred tax (asset)/liability	18.00	24,113,896	26,882,490
Current liabilities and provisions		6,213,936,732	6,465,425,083
Short term loan	19.00	4,120,246,876	4,128,901,136
Loan from sister-concerns	20.00	522,722,398	450,037,243
Long term loan current maturity	21.00	14,089,112	23,032,674
Accounts payable	22.00	715,792,876	1,097,916,974
Other liabilities & provisions	23.00	841,085,470	765,537,056
TOTAL EQUITY & LIABILITIES		13,705,632,610	13,816,933,385

The annexed notes form an integral part of these financial statements



 Chief Financial Officer


 Chief Executive Officer


 Managing Director


 Chairman

Dhaka
 Date: 27 NOV 2022


 Md. Mumtaz Hossain FCA
 Enrollment No: 0751
 Partner
 J U Ahmed & Co.
 Chartered Accountants

DVC: 2211300751A5872367



Bangla Trac Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June, 2022

	Notes	Amount in Taka	
		2021-2022	2020-2021
Revenues	24.00	5,011,279,813	4,996,066,425
Cost of revenues	25.00	(3,509,804,987)	(3,483,440,026)
Gross profit		1,501,474,826	1,512,626,399
Operating expenses		(490,202,001)	(481,392,132)
Administrative expenses	26.00	(475,241,075)	(464,351,953)
Selling and distribution expenses	27.00	(14,960,926)	(17,040,179)
Operating profit		1,011,272,825	1,031,234,267
Other income/(loss)	28.00	154,412,955	158,495,181
Financial charges	29.00	(672,145,546)	(665,377,353)
Profit before tax & WPPF		493,540,234	524,352,095
Provision for WPPF	23.01	(23,501,916)	(24,969,147)
Profit before tax		470,038,318	499,382,948
Current tax	30.00	(30,351,248)	(34,936,746)
Deferred tax income/(expenses)	31.00	2,768,594	5,918,092
Net profit after tax		442,455,664	470,364,294
Other comprehensive income			
Changes in fair value gain/(loss)		-	-
Total comprehensive income		442,455,664	470,364,294

The annexed notes form an integral part of these financial statements


 Chief Financial Officer


 Chief Executive Officer


 Managing Director


 Chairman

Dhaka

Date: 27 NOV 2022

DVC: 2211300751AS872367


 Md. Mumlook Hossain FCA
 Enrollment No: 0751
 Partner
 J U Ahmed & Co.
 Chartered Accountants



Bangla Trac Limited
Statement of Changes in Equity
For the year ended 30 June, 2022

Particulars	Amount in taka			
	Share capital	Revaluation reserve	Retained earnings	Total
Balance as at July 01, 2021	99,999,900	2,574,411,435	1,422,128,574	4,096,539,909
Issued share capital during the year	200,000	-	-	200,000
Less: Adjustment during the year	-	-	(196,356,251)	(196,356,251)
Profit/(Loss) made during the year	-	-	442,455,664	442,455,664
Balance as at June 30, 2022	100,199,900	2,574,411,435	1,668,227,987	4,342,839,322

Bangla Trac Limited
Statement of Changes in Equity
For the year ended June 30, 2021

Particulars	Amount in Taka			
	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2020	99,999,900	2,574,411,435	1,077,634,655	3,752,045,990
Less: Adjustment during the year	-	-	(125,870,376)	(125,870,376)
Profit/(Loss) made during the year	-	-	470,364,294	470,364,294
Balance as at June 30, 2021	99,999,900	2,574,411,435	1,422,128,574	4,096,539,909

[Signature]
 Chief Financial Officer

[Signature]
 Chief Executive Officer

[Signature]
 Managing Director

[Signature]
 Chairman

Dhaka
 Date: 27 NOV 2022



Bangla Trac Limited
Statement of Cash flows
For the year ended 30 June, 2022

	Amount in Taka	
	2021-2022	2020-2021
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers & Others	4,936,451,173	4,874,642,278
Cash Paid to Suppliers & others	(3,795,929,065)	(3,926,572,387)
Cash Available from Operations	1,140,522,108	1,048,069,891
Finance Cost Paid	(678,089,846)	(655,339,346)
Income Tax Paid	(201,669,278)	(155,637,644)
Net Cash Flows From Operating Activities	260,762,984	237,092,901
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Addition of Fixed Assets	(58,303,058)	(47,640,249)
Sales Proceed of Fixed Assets	15,277,640	229,932
Dividend Received	-	122,400,000
Investment made	-	(400,000,000)
Net Cash used in Investing Activities	(43,025,418)	(325,010,317)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Short Term Loan from Bank/Others	(339,663,785)	22,174,111
Share capital Issued during the year	200,000	-
Long Term Loan from Bank/Others	(103,343,243)	292,142,597
Net Cash (Used in)/Provided by Financing Activities	(442,807,028)	314,316,708
D. Net Cash Inflow/ (Outflow) (A+B+C)	(225,069,462)	226,399,292
E. Cash & Cash Equivalents at Beginning	239,596,072	13,196,780
Cash & Cash Equivalents at Closing (D+E)	14,526,610	239,596,072

The annexed notes form an integral part of these Financial Statements.


 Chief Financial Officer


 Chief Executive Officer


 Managing Director


 Chairman

Dhaka

Date: **27 NOV 2022**



BANGLA TRAC LIMITED
Notes to the Financial Statements
As at and for the year ended 30 June 2022

1 Reporting entity

1.1 Company profile

Bangla Trac Limited (BTL) is a private company limited by shares and registered in Bangladesh under the Companies Act, 1994 on 2 October 2004 bearing the registration number C-54436 (1122)/04.

The consolidated financial statements of the Company as at and for the year ended 30 June 2022 comprise the Company's and its subsidiaries (together referred to as the "Group" and individually as "Group entities"),

1.2 Nature of business

Bangla Trac Limited (conducting business under the name 'Bangla CAT') was appointed as a dealer for Caterpillar Engines & Equipment in Bangladesh on October 11, 2004. It is the only Authorized Dealer of Caterpillar INC USA in Bangladesh.

1.3 Address of registered office

The registered office & business address of the Company is located at House – 68, Road – 11, Block-H, Banani, Dhaka-1213.

2 Basis of preparation and presentation

2.1 Statement of compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for statement of cash flows in accordance with the International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs) and the Companies Act 1994. The title and format of these financial statements follow the requirements of IASs and IFRSs which are to some extent different from the requirement of the Companies Act 1994. However, such differences are not material and in the view of management IFRSs titles and format give better presentation to the stakeholders.

2.2 Basis of measurement

The financial statements have been prepared on historical cost basis except for inventories which are measured at lower of cost and net realizable value, and for certain assets which are stated either at revalued amount or fair market value as explained in the accompanying notes.

2.3 Reporting period

The financial statements of the company cover twelve months (12) months from July 1 to June 30 and is followed consistently.

2.4 Functional and presentational currency

These financial statements are presented in Bangladesh Taka (Taka/TK/BDT), which is both functional and presentation currency of the Company. The amounts in these financial statements have been rounded off to the nearest Taka, unless stated otherwise indicated.



2.5 Consistency of presentation

The presentation and classification of all items in the financial statements have been retained from one period to another period unless where it is apparent that another presentation or classification would be more appropriate having regard to the criteria for the selection and application of accounting policies or changes is required by another IFRS.

Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period's financial statements. To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/reclassified whenever considered necessary to confirm to current period's presentation.

2.6 Components of the financial statements

According to the International Accounting Standards (IAS) 1 "Presentation of Financial Statements", the complete set of financial statements include the following components:

- i) Statement of Financial Position
- ii) Statement of Profit or Loss and Other Comprehensive
- iii) Statement of Changes in Equity
- iv) Statement of Cash Flows
- v) Notes, comprising a summary of significant accounting policies and other explanatory information

2.7 Use of estimates and judgements

The preparation of financial statements in conformity with the International Financial Reporting Standards (IFRSs) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and disclosures of contingent assets and liabilities at the time of the preparation of the financial statements. The estimates and underlying assumptions are based on past experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

In particular, information about significant areas of estimation and judgments in applying accounting policies that have the most significant effect on the amount recognized in the financial statements are described in the following notes:

- Note 04: Property, plant and equipment
- Note 05: Intangible assets
- Note 09: Accounts receivables
- Note 11: Inventories
- Note 20: Other long-term liabilities (Employee Benefits and Bond payable)
- Note 21: Deferred tax asset
- Note 26: Other liabilities & Provision
- Note 27: Accruals and other payables

2.8 Statement of cash flows

Statement of cash flows is prepared under direct method in accordance with International Accounting Standard (IAS)-7 "Statement of cash flows".



2.9 Application of standards

The following standards are applicable for the Group.

IAS 1 Presentation of financial statements
IAS 2 Inventories
IAS 7 Statement of cash flows
IAS 8 Accounting policies, changes in accounting estimates and errors
IAS 10 Events after the reporting period
IAS 12 Income taxes
IAS 16 Property, plant and equipment
IAS 17 Leases
IAS 19 Employee benefits
IAS 21 The effects of changes in foreign exchange rates
IAS 23 Borrowing costs
IAS 24 Related party disclosures
IAS 28 Investments in associates
IAS 36 Impairment
IAS 37 Provisions, contingent liabilities and contingent assets
IAS 38 Intangible assets
IAS 39 Financial Instruments: Recognition and Measurement
IFRS 7 Financial Instruments, disclosures
IFRS 9 Financial Instruments
IFRS 10 Consolidated financial statements
IFRS 15 Revenue from Contract with Customers
IFRS 16 Leases

2.10 Accounting Assumptions

Accrual Basis of Accounting

The financial statements have been prepared, except statement of cash flows, under accrual basis of accounting in accordance with applicable IFRSs which do not vary from the requirements of the Companies Act, 1994 and other laws and rules as applicable in Bangladesh.

Going Concern

The financial statements are prepared on a going concern basis. As per Management's assessment, there is no material uncertainty relating to events or conditions which may cast doubt upon the Company's ability to continue as a going concern.

2.11 Accounting Policies, Changes in Accounting Estimates and Errors

Accounting Policies

Accounting policies are the specific principles, bases, conventions, requirements and practices used by an entity in preparing and presenting its financial statements.

An existing accounting policy should only be changed where a new accounting policy will result in reliable and more relevant information being presented.

Any changes in accounting policy is required to be accounted for retrospectively except where it is not practicable to determine the effect in prior periods.

Accounting Estimates

The preparation of financial statements requires many estimates to be made on the basis of latest available, reliable information.



The effect of a change in accounting estimates should therefore be recognized prospectively.

Prior Period Errors

A prior period error is where an error has occurred even though reliable information was available when those financial statements were authorized for issue.

IAS 8 requires retrospective restatement of financial statements to adjust prior period errors as if the prior period error had never occurred.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently.

A. Property, Plant and Equipment

Recognition and Measurement

Items of property, plant and equipment, excluding freehold land, freehold building and leasehold building are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Freehold land is measured at revalued amount. The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes (after deducting trade discount and rebates) and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

Subsequent Costs

The cost of replacing or upgrading any part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the replacement or upgradation will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of profit or loss and other comprehensive income as incurred.

Depreciation

Depreciation is charged for the period on reducing balance method on all fixed assets other than land. For additions during the period, depreciation is charged for the remaining days of the period and for disposal, depreciation is charged up to the date of disposal.

Depreciation of building, rental assets and tools are charged in cost of revenue as they are directly related with revenue generation.

The rate of depreciation varies according to the estimated useful lives of the items of property, plant and equipment. The depreciation rates for the current and comparative period are as follows:

Particulars	Rate
Building	10%
Plant and Machinery	20%
Generator & Machine (Rental)	12%
Office Equipment	20%
IT Equipment	33%
Tools- Hands	25%
Tools- Others	40%
Tools- Diagnostic	33%
Furniture & Fixture	20%



Temporary Renovation	30%
Vehicles-New	15%
Vehicles-Recondition	20%
Vehicles-Attachments	33%
Software- ERP	10%
Software- Others	30%

Major maintenance activities

The Company incurs maintenance costs for all of its major items of property, plant and equipment. Repair and maintenance costs are charged as expenses when incurred.

Gains or losses on disposal

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognized as other income or other expense.

Capital Work-in-progress

Capital work in progress consists of acquisition costs, capital components and related installation cost, until the date when the asset is ready to use for its intended purpose. In case of import of components, capital work in progress is recognized when risks and rewards associated with such assets are transferred to the Company.

Impairment

The carrying amount of the entity's property, plant and equipment are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. However, no such conditions that might be suggestive of a heightened risk of impairment of assets existed at the reporting date.

B. Intangible Assets

Recognition and Measurement

Intangible assets are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible asset is recognized when all the conditions for recognition are met as per IAS 38 "Intangible Assets". The cost of the intangible assets comprises its purchase price, import duties, non-refundable taxes and any directly attributable cost of preparing the asset for its intended use.

Subsequent Expenditure

Subsequent expenditure is capitalized only when it is probable that the future economic benefits embodied within the expenditure will flow to the Company and its cost can be measured reliably. All other expenditures are recognized in the statement of profit or loss and other comprehensive income when incurred.

Amortization

Amortization is recognized in the statement of profit or loss and other comprehensive income on reducing balance method over the estimated useful lives of intangible assets, from the date that they are available for use.

The Company has recognized intangible asset for acquisition of ERP software & other software for business use. Amortization is calculated to allocate the cost of the software using the reducing balance method over the estimated useful life. The amortization expenses is allocated between cost of revenue and administration expenses based on the number of users for the respective purpose.



C. Leases

A new Standard IFRS 16, Leases, has been made effective for the reporting period beginning on or after 1 January 2019. The new standard has introduced a single on-balance sheet lease accounting model for leases and replaces the previously adopted IAS 17: Leases. The Company has been consistently recording its underlying assets acquired under lease arrangement as Assets and the corresponding obligation as Liabilities in the financial statements. Lease payments made are apportioned between the finance expenses and the reduction of outstanding lease liability which are in compliance with IFRS 16, excepting the classification of the leased assets as "Right-of-use assets" in the Statement of Financial Position. The Company has not early adopted IFRS 16 in preparing the financial statements and intends to do so when it becomes effective for the Company. This however, has no material impact on the reported financial statements.

A finance lease is a lease that transfers substantially all the risks and rewards incidental to ownership of an asset. Title may or may not be transferred eventually. Financial leases are capitalized at the commencement of the lease term at amounts equal to the fair value of the leased property or, if lower, the present value of the minimum lease payments.

Assets under finance leases are recognized in the statement of financial position and the future lease payments are recognized as lease liability. Expenses for the period correspond to depreciation of the leased assets and interest costs for the lease finance are charged statement of profit or loss and other comprehensive income.

D. Inventories

Inventories are measured at the lower of cost and net realizable value (NRV) in compliance with the requirements of IAS 2. The cost of inventories comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost of inventories is determined by using the weighted average cost formula. Where necessary, allowance is provided for damage, obsolete and slow-moving items to adjust the carrying value of inventories to the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of the business, less the estimated costs of completion and selling expenses.

E. Revenues

IFRS 15 establishes a comprehensive model for timeframe, measurement and criteria of revenue recognition. It replaces existing revenue recognition guidance, including IAS 18 Revenue, IAS 11 Construction Contracts and IFRIC 13 Customer Loyalty Programmes.

The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle, this standard establishes a five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognize revenue when (or as) the entity satisfies a performance obligation.

The Company generates revenues from sales and services. Consideration received from sales and services are initially deferred, included in other liabilities. Considering the five steps model, the Company recognizes revenue in the period when the Company satisfies the performance obligation by transferring a promised goods or services to the customer.



F. Employee Benefits

Defined Contribution Plans

In accordance with IAS 19 'Employee Benefits', the Company operates a contributory provident fund for its eligible employees. The fund is administrated by the Board of Trustees and funded by equal contributions of employees as well as the Company. The Fund is recognized by the Notational Board of Revenue, Government of Bangladesh.

Defined Benefit Plans

The Company has a gratuity scheme, which covers all of its permanent employees. The gratuity is payable when the employees have completed minimum 7 (seven) years of service. Employees, leaving the employments after seven completed years shall receive one & half month's terminal basic salary for each completed year. Provision for gratuity for the period has been made on basis of actuaries to meet the future obligations under the scheme.

Workers' profit participation and welfare fund

Provision for workers' profit participation and welfare fund has been made @ 5% of profit as per provision of the Bangladesh Labour Act 2006 (Amended in 2013) and payable to these Funds and Bangladesh Sramik Kalyan Foundation.

G. Foreign Currency Transactions

Transactions in foreign currencies are translated to Taka at the foreign exchange rates prevailing on the date of transaction. All monetary assets and liabilities denominated in foreign currencies at reporting date are translated to Taka at the rates of exchange prevailing on that date. Resulting exchange differences arising on the settlement of monetary items or on translating monetary items are recognized in the statement of profit or loss and other comprehensive income as per IAS 21 'The Effects of Changes in Foreign Exchange Rates'.

H. Borrowing Cost

Borrowing cost that can be directly attributable to a qualifying asset is capitalized during construction period as per requirement of IAS 23 'Borrowing Costs'. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. The borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are those borrowing cost that would have been avoided if the expenditure or the qualifying asset had not been made. All other borrowing costs are recognized in statement of profit or loss and other comprehensive income in the period in which they are incurred.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest. It comprises interest expenses on borrowings.

I. Financial Instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement.

As a result of the adoption of IFRS 9, the Company has adopted consequential amendments to IAS 1 Presentation of Financial Statements, which require impairment of financial assets to be presented in a separate line item in the statement of profit or loss and Other Comprehensive Income (OCI).

IFRS 9 contains three principal classification categories for financial assets: measured at amortised cost, FVOCI (Fair Value Through OCI) and FVTPL (Fair Value Through Profit and Loss). IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale. IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities.



The adoption of IFRS 9 has not had a significant effect on the Company's accounting policies related to financial liabilities.

Trade and other receivables that were classified as loans and receivables under IAS 39 are now classified at amortised cost. No material impact to the primary financial statements has arisen on the adoption of IFRS 9 and the Company has not restated prior periods on adoption of IFRS 9.

J. Impairment

i. Non-derivative financial assets

A financial asset not classified at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that loss events had an impact on the estimated future cash flows of that asset that can be estimated reliably.

Financial assets measured at amortised cost

The Company considers evidence of impairment for financial assets measured at amortised cost at both a specific asset and collective level. An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate.

Available-for-sale financial assets

Impairment losses on available-for-sale financial assets are recognized by reclassifying the losses accumulated in the fair value reserve in equity to profit or loss. The cumulative loss that is reclassified from equity to profit or loss is the difference between the acquisition cost, net of any principle repayment and amortisation, and the current fair value, less any impairment loss recognized previously in profit or loss.

ii. Non-financial assets

The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the recoverable amount of the asset is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

K. Provisions and contingent liabilities and assets

i) Provisions

The preparation of financial statements in conformity with IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

In accordance with IAS 37, provisions are recognized in the following situations:

- (a) When the Company has a present obligation as a result of past event
- (b) When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- (c) Reliable estimates can be made of the amount of the obligation.

The provisions shown in the statement of financial position are at an appropriate level with regard to an adequate provision for risks and uncertainties. An amount recorded as a provision represents the best estimate of the probable expenditure required to fulfill the current obligation on the date of statement of financial position.



Other provisions are valued in accordance with AS 37 Provisions, Contingent Liabilities and Contingent Assets. Other provisions comprise all recognizable risks from uncertain liabilities and anticipated losses from pending transactions.

ii) Contingent liability

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognized in the statement of financial position of the Company. Moreover, contingencies arising from claims, litigations, assessments, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

iii) Contingent asset

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. The Company does not recognize contingent asset.

L. Taxation

Income tax expenses represent the sum of the tax currently payable and deferred tax. Income tax expense is recognized in the statement of profit or loss and other comprehensive income except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

i. Current tax:

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous year. Current tax provision is maintained at the rate of 30% of business income and other non-operating income; at the rate of 15% for capital gain and at the rate of 20% on dividend income.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from net profit as reported in the statement of profit or loss and other comprehensive income because it excludes items of income or expense that are taxable or deductible in other periods and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using the tax rates that have been enacted or substantively enacted till the date of statement of financial position.

ii. Deferred tax:

Deferred tax has been recognized in accordance with IAS 12. Deferred tax is provided using the liability method for temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for taxation purpose. Deferred tax is determined at the effective income tax rate prevailing at the reporting date.

a. Deferred tax assets

A deferred tax asset is recognized for unused tax losses, tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.



b. Deferred tax liabilities

Provision is made at the effective tax rate applied on the amount of temporary difference between accounting and fiscal written down value of fixed assets.

M. Related party transactions

As per IAS 24 Related party transaction, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business at an arm's length basis at commercial rates with related parties.

N. Event after the reporting period

Events after the reporting period that provide additional information about the Company's position at the reporting date are reflected in the financial statements. Material events after the reporting period that are not adjusting events are disclosed by way of note.

O. Risk Management

The Company has exposure to the following risks from its use of financial instruments:

- Credit Risks
- Liquidity Risks
- Market Risks

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital.

The Management has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

Credit Risk

Credit risk is the risk of a financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, institutional and export customers etc.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

In monitoring credit risk, debtors are grouped according to whether they are an individual or legal entity, ageing profile, maturity and existence of previous financial difficulties. Accounts and other receivables are mainly related to the Company's customers. The exposure of the Company to credit risk on accounts receivables is mainly influenced by the individual payment characteristics of the customers. Credit risk from this receivable is very minimal. Credit risk does not arise in respect any other receivables.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically, the Company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, prepared based on timeline of payment of the financial obligation and accordingly arrange for sufficient liquidity fund to make the expected payment within due date.



Market Risk

Market risk is the risk that, changes in market prices, such as foreign exchange rates and interest rates, will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

P. Responsibility for Preparation and Presentation of Financial Statements

The Board of Directors of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), Section 183 of the Companies Act, 1994 and other applicable laws and regulations.



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

	Amount in Taka	
	30-06-2022	30-06-2021
4.00 Property, plant & equipment		
Freehold property		
Land & land developments	3,142,109,782	3,142,109,782
Building	255,090,821	286,745,670
Plant and machinery	64,630,420	44,928,103
Generator & machine	19,572,589	21,523,828
Office equipment	7,808,712	14,341,390
IT equipment	28,415,487	28,967,699
Tools-hand & diagnostic	50,955,649	53,713,951
Furniture & fixture	20,213,947	18,825,898
Total	3,588,797,407	3,611,156,321
Vehicles	89,372,252	110,903,023
	3,678,169,659	3,722,059,344

The Land owned by the Company was mortgaged against the loan taken from the Shahjalal Islami Bank Ltd., Bank Asia Ltd., Southeast Bank Ltd. and Standard Chartered Bank Ltd. During the year 2012 Bangla Trac Limited revalued its Land by an Independent Valuer, named Bangladesh Survey Corporation. Effective date of that evaluation was July 03, 2012. The methodology of that valuation work was carried on the basis fair market value. Historical cost was BDT 424,337,393/-, Fair Market Value BDT 3,103,020,000/- and Revaluation Surplus, as determined by the Valuer was BDT 2,678,682,607/- . The revaluation reserve is not distributable among the shareholders until the amount is realized. Furthermore, reserves have not income tax implication as it is not realized. For further details please refer to Annexure - A.

5.00 Intangible assets		
Software - ERP	110,209,376	122,309,282
Software-others	1,406,165	1,639,204
	111,615,541	124,148,486

For further details please refer to Annexure - B.

6.00 Capital work in progress		
Building & other constructions(<i>Note No.-6.01</i>)	7,362,720	6,383,054
6.01 Movement of capital work in progress		
Balance as at July 1, 2021	6,383,054	9,975,684
Add: Cost incurred during the year	3,036,678	2,810,439
Less: Adjustment/transfer to assets	2,057,012	6,403,069
Balance as at June 30, 2022	7,362,720	6,383,054



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

	Amount in Taka	
	30-06-2022	30-06-2021
7.00 Other non-current assets		
Long term receivable/loan	1,064,938,876	864,938,876
Investment in subsidiaries (7.01)	2,116,849,801	2,316,849,801
	3,181,788,677	3,181,788,677
7.01 Investment in subsidiaries (7.01)		
Bangla Trac Power (Unit-1) Ltd.	731,649,900	731,649,900
Bangla Trac Power (Unit-2) Ltd.	573,199,901	573,199,901
Bangla Trac Rental Services Ltd.	200,000,000	400,000,000
Paramount Btrac Energy Ltd.	612,000,000	612,000,000
	2,116,849,801	2,316,849,801
8.00 Inventories		
Spare parts	1,590,559,837	1,547,523,367
Lube oil	22,301,165	9,974,530
Engine- CAT Generators	65,152,150	121,250,448
Machine- CAT/non CAT	54,387,976	122,719,436
WIP-materials	302,405,461	308,748,783
Inventory in transit	771,766,133	792,612,813
	2,806,572,722	2,902,829,377
8.01 Movement of Inventories		
Opening inventory	2,902,829,377	2,474,133,487
Add: Purchases	2,935,401,587	3,382,490,393
	5,838,230,964	5,856,623,880
Less: COGS/Issued	3,031,658,242	2,953,794,503
Closing inventory	2,806,572,722	2,902,829,377

Existence, valuation and completeness of above inventories has been confirmed and certified by management. The inventories of the Company are mortgaged against the Working Capital facilities taken from the Standard Chartered Bank Limited and Southeast Bank Limited.

9.00 Accounts receivable		
Prime product-Engine- CAT/non CAT	95,640,370	109,220,494
Prime product-Machine- CAT/non CAT	225,988,598	350,633,881
Support products-Spare parts	1,389,482,216	1,299,207,136
Support products-Service	732,259,234	649,624,751
Others	254,732,231	89,065,424
	2,698,102,649	2,497,751,686

Ageing of accounts receivable

In compliance with the requirement of paragraph 60 and 61 of IAS 1 "Presentation of Financial Statements" Accounts Receivables have been analyzed and presented as follows:



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

Particulars	Amount in Taka	
	30-06-2022	30-06-2021
Less than 06 months	1,887,517,723	1,721,475,440
More than 06 but less than 12 months	664,798,873	651,913,190
More than 12 months	145,786,053	124,363,056
	2,698,102,649	2,497,751,686
10.00 Advances, deposits & pre-payments		
Advance to supplier	71,891,760	137,291,257
Loan to executive & others	32,941,532	45,102,310
Advance against LC	155,811,651	127,116,751
Advance for land	218,293,242	218,293,242
Advance instalment-term loan	-	18,421,916
Advance income tax	306,741,872	270,513,811
Tax deducted at source	20,372,839	51,287,873
Adv VAT Customer	-	3,815,596
VAT deposit	16,988,756	5,481,767
Prepayments	43,730,635	4,166,345
Other assets	10,768,822	8,361,863
	877,541,109	889,852,731
11.00 Loan to sister concern		
Asian Gate Limited	16,559,559	23,261,515
Bangla Trac Power Limited	8,765,610	8,765,610
B.Trac Media Limited	1,940,220	1,940,220
Miaki Vas Limited	8,618,472	8,618,472
Miaki Media Limited	673,509	673,509
Miaki Green Power Limited	21,503,028	21,503,028
Bangla Trac Power (Unit-1) Limited	80,850,634	80,850,634
Bangla Trac Power (Unit-2) Limited	49,019,614	59,019,614
Tiffin Box Limited	27,828,042	27,828,042
Bangla Trac Rental Services Ltd.	104,856,361	10,725,440
B-Trac Solutions Ltd.	9,286,294	9,286,294
Thanex Internat	50,000	50,000
Thane Systems	1,580	1,580
	329,952,923	252,523,958
12.00 Cash & cash equivalent:		
Cash in hand	1,840,965	3,607,909
Cash at bank (12.01)	12,685,645	235,988,163
	14,526,610	239,596,072



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

	Amount in Taka	
	30-06-2022	30-06-2021
12.01 Cash at bank		
Short term deposit		
Mercantile Bank Limited	12,874	12,874
Bkash Account	109,742	137,634
Dutch Bangla Bank Limited	443,279	922,560
Prime Bank Limited	2,120,846	2,425,392
Bank Asia Limited	50,169	1,120,374
IFIC Bank Limited	77,764	77,764
National Bank Limited	6,697	6,697
	2,821,371	4,703,295
Current deposit		
Mercantile Bank Limited	378	2,901,988
Bank Al Falah Limited	42,247	42,247
The City Bank Limited	38,168	154,839,043
Jamuna Bank Limited	5,025,203	2,229,490
Shahjalal Islami Bank Limited	2,176,602	7,627,361
Dhaka Bank Limited	985	724
Southeast Bank Limited	713,918	101,283
Islami Bank Bangladesh Limited	1,469	1,469
United Commercial Bank Limited-Mohakhali Branch	40,804	40,804
United Commercial Bank Limited-Gulshan Branch	38,590	38,590
Premier Bank Limited	16,866	788,964
One Bank Limited	42,692	6,996,828
Basic Bank Limited	259,777	259,777
Eastern Bank Limited	235,697	4,027,915
Community Bank Limited	31,715	51,364,055
Shahjalal Islami Bank Limited -Foreign Ex.Branch	2,190	2,190
NRB Bank Limited	1,196,973	22,140
	9,864,274	231,284,868
	12,685,645	235,988,163
13.00 Share capital		
Authorized capital	200,000,000	100,000,000
2,000,000 Ordinary Shares of Tk.100 each		
Issued & paid-up capital		
1,001,999 Ordinary Shares of Tk. 100 each		
Opening paid up capital	99,999,900	99,999,900
Add: Share issued during the year	200,000	-
Closing paid up capital	100,199,900	99,999,900



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

Name of shareholders	Amount in Taka	
	30-06-2022	30-06-2021
	Number of shares	Number of shares
a. Mohammad Aminul Haque	490,100	490,100
b. Tarique Ekramul Haque	509,899	509,899
c. Nazma Haque	2,000	-
	1,001,999	999,999

14.00 Revaluation and other reserve:

Revaluation reserve (14.01)	2,574,411,435	2,574,411,435
	2,574,411,435	2,574,411,435

In the year of 2012, Bangla Trac Limited revalued its Land by an Independent Valuer, named Bangladesh Survey Corporation. Effective date of that revaluation was July 03, 2012. The methodology of that valuation work was carried on the basis fair market value. Historical cost was BDT 424,337,393/-, Fair Market Value BDT 3,103,020,000/-, and Revaluation Surplus as determined by the Valuer was BDT 2,678,682,607/-. The revaluation reserve is not distributable among the shareholders until the amount is realized. Furthermore, reserves have not income tax implication as it is not realized.

14.01 Revaluation reserve

Opening balance	2,574,411,435	2,574,411,435
Less: Reserve decrease due to disposal of assets	-	-
Closing Balance	2,574,411,435	2,574,411,435

15.00 Retained earnings

Opening balance	1,422,128,574	1,077,634,656
Less: Tax Paid (Assessment Year 2020-2021)	-	(125,870,376)
Less: Tax Paid (Assessment Year 2021-2022)	(196,356,251)	-
Add: Profit for the year	442,455,864	470,364,294
	1,668,227,987	1,422,128,574

16.00 Long term liabilities

Term loan:

United Finance Limited	5,045,851	34,783,896
Shahjalal Islami Bank Limited	321,230,384	456,064,364
Dhaka Bank Limited	16,638,107	23,166,879
One Bank Limited	346,424,302	391,251,615
NRB Bank Limited	210,213,924	249,249,336
ONE Bank Limited	355,709,592	449,629,998
Bangladesh Finance Limited	336,113,215	111,645,441
Dhaka Bank Limited	259,561,363	232,670,836
IPDC Finance Limited	404,690,000	450,000,000
	2,255,626,738	2,398,462,165

Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

	Amount in Taka	
	30-06-2022	30-06-2021
<u>Term loan under stimulus package</u>		
Dhaka Bank Limited	160,482,025	129,510,479
BRAC Bank Limited	30,958,508	41,432,125
	191,440,533	170,942,604
<u>Lease Finance</u>		
IDLC Finance Limited	10,289,155	14,988,860
United Finance Limited	4,200,082	5,629,363
Dhaka Bank Limited	10,842,913	14,839,834
Bangladesh Finance Limited	-	2,901,063
	25,332,150	38,359,120
	2,472,399,421	2,607,763,889
17.00 Other long term liabilities		
Employee Benefit Payable	545,784,333	502,931,562
Other payable	106,558,908	117,390,452
	652,343,239	620,322,014
18.00 Deferred tax (asset)/liability		
Carrying amount	647,675,418	704,098,048
Tax base	567,295,766	614,489,749
Taxable temporary difference	(80,379,652)	(89,608,299)
Effective tax rate	30.00%	30.00%
Deferred tax Assets/(Liability)	(24,113,896)	(26,882,490)
19.00 Short term loan		
<u>Secured overdraft</u>		
Standard Chartered Bank Limited	10,234,691	10,092,873
Dhaka Bank Limited	102,038,721	87,133,150
BRAC Bank Limited	98,793,229	101,205,172
ONE Bank Limited	204,958,815	204,948,271
Bank Asia Limited	81,763,293	32,701,579
Southeast Bank Limited	357,807,771	357,664,141
Shahjalal Islami Bank Limited	599,798,975	787,919,690
Premier Bank Limited	658,504,167	893,106,250
Community Bank Limited	154,005,677	104,499,363
NRB Bank Limited	51,146,692	48,344,228
<u>Loan against Trust Receipt</u>		
Standard Chartered Bank Limited	86,056,875	7,848,167
Dhaka Bank Limited	-	48,272,962
Southeast Bank Limited	117,494,170	93,320,933
Premier Bank Limited	149,050,623	55,787,490
ONE Bank Limited	8,131,074	10,119,238



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

	Amount in Taka	
	30-06-2022	30-06-2021
Bank Asia Limited	200,203,956	25,970,897
Shahjalal Islami Bank Limited	139,427,884	99,923,848
BRAC Bank Limited	-	9,317,758
Time loan		
Standard Chartered Bank Limited	14,564,160	20,000,000
Bank Asia Limited	708,844,015	705,277,469
NRB Bank Limited	31,048,097	31,461,288
Dhaka Bank limited	226,001,380	244,286,469
Revolving loan		
Standard Chartered Bank Limited	120,372,611	149,699,900
	4,120,246,876	4,128,901,136

19.01 These represent facilities for short term finances arranged from various banks/financial institutions aggregating to BDT 4,120.24 million (2021: BDT 4,128.90 million). These are secured against hypothecation over property, plant & equipment's and book debts of the Company along with the corporate & personal guarantees of the directors. These carry mark-up at the rates ranging from 9% to 12.00% per annum (2021: 8.75% to 14.00% per annum).

20.00 Loan from sister concern

Acom Infrastructure Services Ltd.	26,887,911	16,887,911
B-Trac Engineering Ltd.	273,382,998	296,112,998
Bangla Trac Communication Ltd.	27,108,329	424,489
B-Trac Technologies Ltd.	8,581,373	6,581,373
Paramount Btrac Energy Limited	73,766,301	62,846,657
Acom Infrastructure Services Unit-2 Ltd.	4,993,955	9,993,955
Bangla Trac Manufacturing Ltd.	50,811,671	-
Acom Infrastructure Services unit-3 Ltd.	57,189,860	57,189,860
	522,722,398	450,037,243

21.00 Long term loan (current maturity)

Dhaka Bank Limited(Term Loan)	4,822,305	4,510,256
Bangladesh Finance Limited (Earlier BFIC)	-	4,081,037
Dhaka Bank Limited	5,022,305	9,270,376
IDLC Finance Limited	4,244,502	5,171,006
	14,089,112	23,032,674

22.00 Accounts payable

Sundry creditors	277,147,387	337,205,523
Suppliers credit	438,645,489	760,711,451
	715,792,876	1,097,916,974



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

Amount in Taka	
30-06-2022	30-06-2021

Ageing of accounts payables

In compliance with the requirement of paragraph 60 and 61 of IAS 1 "Presentation of Financial Statements" Accounts Payable have been analyzed and presented in the following manner:

Less than 06 months	510,718,217	799,722,724
More than 06 but less than 12 months	200,779,902	289,301,123
More than 12 months	4,294,757	8,893,127
	715,792,876	1,097,916,974

23.00 Other liabilities & provisions

Provision for expenses	63,025,516	15,871,607
Income tax provision	158,948,040	126,596,792
Provision for WPPF (23.01)	23,501,916	60,919,115
Provision for Bad debt	3,137,450	3,137,450
Provision for Interest	176,503,840	182,448,140
Advance from customers	260,051,477	285,671,691
Advance invoicing	71,990	71,951
Payable to employee	21,642,414	16,393,961
Payable Others	134,202,827	72,426,349
	841,085,470	765,537,056

23.01 Provision for WPPF

Net profit before tax	493,540,234	524,352,095
Percentage of profit sharing as required by law	5%	5%
Distributable profit for WPPF	23,501,916	24,969,147



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30 , 2022

	Amount in Taka	
	2021-2022	2020-2021
24.00 Revenues		
Prime product- Generator & Machine	952,572,488	1,074,285,404
Support products- Spare parts & Lube oil	3,794,369,225	3,642,964,094
Support products- Services	264,338,100	278,816,927
	5,011,279,813	4,996,066,425
25.00 Cost of revenues		
i) Prime cost		
<u>Product cost</u>		
Prime product- Generator & machine	797,748,744	899,671,394
Support products-Spare parts & Lube oil	2,233,909,496	2,054,123,109
	3,031,658,242	2,953,794,503
<u>Service Engineers Salaries & Allowance</u>	253,791,729	233,350,751
	3,285,449,971	3,187,145,254
ii) Direct cost		
Consumables items of workshop	25,007,651	20,474,763
Service engineers allowance	37,788,029	37,275,430
Carriage inward	9,598,382	8,294,911
Insurance premium (warehouse)	9,975,273	16,127,855
Repair and maintenance	1,064,885	981,782
Direct VAT	43,047,580	104,994,546
Fuel & tools of service vehicle	14,527,443	12,525,866
Repairing expense of service vehicle	6,112,667	8,736,315
Depreciation	64,390,131	72,953,208
Amortization	12,822,945	13,930,094
	224,355,016	296,294,772
Total (i+ii)	3,509,804,987	3,483,440,026
26.00 Administrative expenses		
Salary & allowances	374,583,673	348,637,803
Director remuneration (26.01)	7,433,355	6,933,600
Security expenses	3,085,527	12,443,950
Dress/uniform	1,517,541	1,659,823
Foreign travel	12,500	12,805
Entertainment	4,779,795	3,083,883
Fuel & toll	9,347,889	7,604,008
<u>Repair and maintenance:</u>		
Building & construction	3,018,234	3,516,969
Furniture & fixture	143,980	47,290
Office equipment	4,273,976	5,027,977
Plant & machinery	2,722,562	4,258,325
Vehicles	4,305,976	5,370,401
Books & periodic	88,857	57,257
Technical service	1,046,962	1,080,711
Utilities	11,827,076	11,895,733
Rent	11,914,092	19,385,880
Postage & courier	1,979,846	2,759,864
Professional fees & expenses	1,346,874	1,246,180
Registration & renewal	6,137,193	5,514,005



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30, 2022

	Amount in Taka	
	2021-2022	2020-2021
Depreciation	24,525,725	22,885,012
Other Expenses	1,147,472	940,477
	475,241,075	464,351,953
26.01 Directors Remuneration Paid to the following directors for their full time service		
a. Mohammad Aminul Haque	1,493,355	2,133,600
b. Tarique Ekramul Haque	3,960,000	4,800,000
c. Nazma Haque	1,980,000	-
	7,433,355	6,933,600
The Directors are not paid any other amounts or any other perquisites. There is no arrangement for post employment benefit for any of the Directors.		
27.00 Selling & distribution expenses		
Tender schedule	346,315	392,559
Free sampling	14,576,184	16,200,919
Discount –Cash	38,427	446,701
	14,960,926	17,040,179
28.00 Other income/(loss)		
Interest-staff loan	478,427	864,220
Gain/loss on sales of fixed assets	3,270,419	29,798
Interest from Bank	276,179	1,452,613
Disposal income- other items	4,269,020	291,848
Discount received	85,198	15,834
Compensation realization	58,510	50,060
FC Exchange Gain/(Loss)	(11,344,876)	504,163
Dividend Income	151,756,238	153,000,000
Other Receipts	5,563,840	2,486,645
	154,412,955	158,495,181
29.00 Financial expenses		
Interest- long term loan	73,252,984	94,964,496
Interest- working capital loan	561,454,287	529,881,517
Lease expenses	4,825,548	6,623,781
Excise duty	6,836,842	6,627,328
Other Bank Charge	25,775,905	27,280,231
	672,145,546	665,377,353
30.00 Current tax		
Other income(other than Dividend)	-	1,648,554
Dividend income	30,351,248	30,600,000
Additional provision on Business Income	-	2,688,192
Current Tax Expense	30,351,248	34,936,746

During the year, current tax of Bangla Trac Ltd. is BDT 126,402,671/- net off deferred tax income after considering provision of income tax on Dividend Income. Hence, as of June 30, 2022 provision for income tax was increased to BDT 158,948,040/- exists in the Financial Statement under Note no. 21.00 "Other Liabilities & Provisions", which is adequate against current tax liability for the said year. As such, no provision for income tax was made for the Business income in the financial statements of the Company.



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30, 2022

	Amount in Taka	
	2021-2022	2020-2021
31.00 Deferred tax Income/(expenses)		
Opening balance of deferred tax Liability	(26,882,490)	(32,800,562)
Closing balance of deferred tax Liability	(24,113,896)	(26,882,490)
Deferred Tax Income/(Expense)	<u>2,768,594</u>	<u>5,918,092</u>

32.00 Related party transactions

During the year ended 30 June 2022 the Company entered into a number of transactions with related parties. All these transactions have taken place in an arm length basis. Name of the related parties, nature of these transactions and amount thereof have been set out below in accordance with the provisions of IAS 24: Related Party Disclosures.

Intercompany Loan Account:

Name of the company	Nature of	Opening	Debit	Credit	Closing balance
Asian Gate Ltd.	Loan	23,261,515	1,298,272	8,000,228	16,559,559
Miaki VAS Ltd.	Loan	8,618,472	-	-	8,618,472
Miaki Media Ltd.	Loan	673,509	-	-	673,509
Miaki Green Power Ltd.	Loan	21,503,028	-	-	21,503,028
Bangla Trac Communications Ltd.	Loan	(424,489)	318,160	27,000,000	(27,108,329)
B-Trac Power Ltd.	Loan	8,765,610	-	-	8,765,610
B-Trac Media Limited	Loan	1,940,220	-	-	1,940,220
B-Trac Technologies Ltd.	Loan	(8,581,373)	20,000,000	22,000,000	(8,581,373)
Bangla Trac Power (Unit-1) Limited	Loan	80,850,634	-	-	80,850,634
Bangla Trac Power (Unit-2) Limited	Loan	59,019,614	-	10,000,000	49,019,614
Paramount Btrac Energy Limited	Loan	(62,846,657)	10,580,356	21,500,000	(73,766,301)
Tiffin Box Limited	Loan	27,828,042	-	-	27,828,042
B-Trac Solutions Ltd.	Loan	9,286,294	-	-	9,286,294
Unit-2	Loan	(9,993,955)	65,000,000	80,000,000	(4,993,955)
Thanex International	Loan	50,000	-	-	50,000
Thane System	Loan	1,580	-	-	1,580
Bangla Trac Rental Services Ltd.	Loan	10,725,440	319,530,921	26,400,000	304,856,361
Acorn Limited	Loan	(117,380,452)	16,066,691	5,255,135	(108,558,908)
Acorn Infrastructure Services Ltd.	Loan	(16,887,911)	-	10,000,000	(26,887,911)
B-Trac Engineering Ltd.	Loan	(296,112,998)	22,730,000	-	(273,382,998)
Acorn Infrastructure Services Ltd.-Unit-3	Loan	(57,189,860)	-	-	(57,189,860)
Bangla Trac Manufacturing Ltd.	Loan	-	3,188,329	54,000,000	(50,811,671)
Total		(314,903,737)	458,730,719	243,155,383	(99,328,381)

Related Parties: Receivable

Name of the Parties	Nature of	Opening	Debit	Credit	Closing Balance
B-Trac Engineering Limited	Receivable	5,996,212	1,645,847	1,690,089	5,951,970
B-Trac Solutions Ltd.	Receivable	526,327	-	-	526,327
Bangla Trac Communications Ltd.	Receivable	255,420	186,591	-	442,011
B-Trac Technologies Ltd.	Receivable	309,751	35,002	-	344,753
Tiffin Box Limited	Receivable	4,796,202	309,508	-	5,105,710
B-Trac Power Ltd.	Receivable	85,325	-	-	85,325
Bangla Trac Power (Unit-1) Limited	Receivable	120,787,663	31,878,641	86,083,677	66,582,627
Bangla Trac Power (Unit-2) Limited	Receivable	137,451,465	22,014,389	83,455,446	76,010,388
Miaki Green Power Ltd.	Receivable	1,871,201	-	-	1,871,201
Acorn Infrastructure Services Ltd.-Unit-2	Receivable	30,464	-	-	30,464



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30, 2022

				Amount in Taka	
				2021-2022	2020-2021
Bangla Trac Rental Services Ltd.	Receivable	275,593,306	167,462,107	308,472,199	134,593,214
Acorn Infrastructure Services Ltd.	Receivable	5,858,949	-	-	5,858,949
Total		553,562,285	223,532,065	479,701,411	297,392,939

Related Parties: Payable

Name of the Parties	Nature of	Opening	Debit	Credit	Closing Balance
B-Trac Engineering Limited	Payable	35,093,268	13,454,963	14,042,929	35,681,234
Bangla Trac Communications Ltd.	Payable	4,919,436	41,233	2,393,555	7,271,758
B-Trac Technologies Ltd.	Payable	20,183,241	-	5,011,780	25,195,021
B-Trac Solution Ltd.	Payable	3,368,115	-	9,631	3,377,746
Thane System	Payable	1,890,362	34020	871,200	2,727,542
Total		65,454,422	13,530,216	22,329,095	74,253,301

Related Parties: Revenue

Name of the Parties	Nature of Transaction	2021-2022	2020-2021
B-Trac Engineering Limited	Spare Parts, Engine & Service	1,645,847	1,574,803
Bangla Trac Communications Ltd.	Spare Parts, Engine & Service	186,591	117,742
B-Trac Technologies Ltd.	Spare Parts & Service	35,002	80,299
Tiffin Box Limited	Spare Parts, Engine & Service	309,508	1,794,338
Bangla Trac Power (Unit-1) Limited	Spare Parts, Engine & Service	31,878,641	24,955,070
Bangla Trac Power (Unit-2) Limited	Spare Parts, Engine & Service	22,014,369	69,368,796
Bangla Trac Rental Services Ltd.	Spare Parts & Service	167,462,107	104,176,579
Acorn Infrastructure Services Ltd.	Spare Parts & Service	-	119,694
Total		223,532,065	202,187,323

Related Parties: Purchases

Name of the Parties	Nature of Transaction	2021-2022	2020-2021
B-Trac Engineering Limited	Spare Parts	14,042,929	49,479,810
Bangla Trac Communications Ltd.	Service	2,393,555	3,854,271
B-Trac Technologies Ltd.	IT Equipment	5,011,780	13,046,234
B-Trac Solution Ltd.	IT Equipment	9,631	-
Thane System	ITES	871,200	1,355,207
Total		22,329,095	67,735,522

Relationship with related parties

All the above related parties are sister concern having common directors.

Transaction with Key Management Personnel

During the year upto 30 June 2022 no loans were provided to Directors.

During the period ended June 30, 2019 the Company entered into a number of transactions with related parties. All these transactions have taken place in an arm length basis. Name of the related parties, nature of these transactions and amount thereof have been set out below in accordance with the provisions of IAS 24: Related Party Disclosures.

Relationship with related parties

All the above related parties are sister concern having common directors.



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30, 2022

Amount in Taka	
2021-2022	2020-2021

Transaction with Key Management Personnel

During the period upto June 30, 2019 no loans were provided to Directors.

33.00 Capital expenditure commitment

There were no capital expenditure contracted or incurred or provided for as at June 30, 2022. There were no material capital expenditure authorized by the Board or contracted for as at June 30, 2022.

34.00 Credit facility

No credit facilities were availed by the Company under any contract other than bank credit facility and trade credit, which took place in the ordinary course of business.

35.00 Financial risk management

The Company has exposure to the following risks from its use of financial instruments.

35.01 Credit risk

In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are mainly related to sales of finished goods.

The maximum exposure to credit risk is represented by the carrying amount of each Financial Asset in the Statement of Financial Position.

Exposure to Credit Risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	30-06-2022	30-06-2021
Accounts Receivable	2,698,102,849	2,497,751,886
Advance, Deposits and Pre-payments	877,541,109	889,852,731
Cash and Bank Balances	14,526,610	239,596,072
	3,590,170,368	3,627,200,489



Bangla Trac Limited
Schedule of Property, Plant and Equipments
As at June 30, 2022

Sl. No.	Particulars	Cost				Amortization			Carrying Amount As at 30.06.2022	
		Balance As on 01.07.2021	Additional Tr. during the year	Salvage (Deduction)/Adjustment	Revaluation	Balance As on 30.06.2022	Rate of Dep. (%)	Charged During the Year		Adjustment During the Year
Free Hold Property										
01	Land & Land Developments	3,142,509,782	-	-	-	3,142,509,782	0%	-	-	3,142,509,782
02	Building	709,043,092	2,771,074	(5,865,998)	-	886,444,168	10%	26,265,925	-	441,393,347
03	Plant and Machinery	105,432,984	25,198,231	-	-	130,631,215	10%	5,485,814	-	66,000,795
04	Generator & Machine	52,721,226	-	-	-	52,721,229	12%	31,197,401	-	33,148,640
05	Office Equipment	54,136,372	2,664,361	(6,015,455)	-	50,785,278	20%	3,371,864	-	43,188,686
06	IT Equipment	139,534,000	7,847,319	(2,243,027)	-	145,138,292	20%	10,560,665	(4,424,101)	118,222,835
07	Tools-Hand	165,891,824	11,371,833	(51,712)	-	177,192,093	25%	11,380,829	(49,323)	135,048,132
08	Tools-Diagnostic	88,739,794	895,030	-	-	89,634,824	20%	3,587,142	-	80,075,103
09	Furniture & Fixture	77,047,830	5,529,969	(64,545)	-	83,443,256	20%	5,077,462	-	63,229,339
	Total	4,525,738,912	56,968,262	(14,244,749)	-	4,568,462,424		68,555,850	(4,473,424)	979,665,027
10	Vehicles-New	282,218,810	-	(14,769,376)	-	267,449,434	15%	11,843,501	(12,533,426)	173,840,138
11	Vehicles-Recondition	76,282,555	65,159	-	-	76,347,714	20%	6,593,019	-	62,075,670
12	Vehicles-Attachments	8,446,871	-	-	-	8,446,871	33%	823,476	-	5,154,877
	Total	346,948,236	65,318	(14,769,376)	-	339,244,837		19,259,996	(12,533,424)	241,470,585
June 30, 2022		4,871,285,948	57,033,392	(29,014,059)	-	4,899,305,271	-	88,815,856	(17,006,846)	1,221,135,612
June 30, 2021		4,822,730,267	50,121,153	(1,466,032)	-	4,871,385,388	-	95,839,220	(1,365,928)	1,149,226,694

Charged to:	
Cost of revenues	20.00
Administrative expenses	20.00
Total	88,015,856



Banglaja Trac Limited
Schedule of Intangible Assets
As at June 30, 2022

Sl. No.	Particulars	Cost				Rate of Dep. (%)	Amortization			Amounts -B	
		Balance As on 01.07.2021	Addition/Tr. during the year	Sited Deposit/Adjustment	Revaluation		Balance As on 30.06.2022	Charged During the Year	Adjustment During the Year	Balance As on 30.06.2022	Carrying Amount As at 30.06.2022
1	Software-ERP	365,550,882	296,000	-	-	10%	243,759,580	12,690,956	-	256,450,536	110,209,376
2	Software-Others	6,389,817	296,000	-	-	30%	5,363,613	725,039	-	6,088,652	7,406,195
	June 30, 2022	371,940,699	592,000	-	-		249,123,193	12,416,000	-	261,539,193	117,615,571
	June 30, 2021	371,348,553	1,111,126	-	-		234,381,099	13,639,064	-	248,020,163	124,148,486
		Charged to:									
		Cost of materials						Notes		30-06-2022	
		Administrative expenses								12,822,945	
		Total								12,822,945	
										13,930,094	



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30, 2022

36.00 Liquidity Risk

As at June 30, 2022

Particulars	Carrying Amount	Interest rate	Contractual cash flows	Within 6 months or less	Within 6-12 months	Within 2 -6 years
Short Term Loan	4,120,246,876		4,120,246,876		4,120,246,876	
Accounts Payable	715,792,876		715,792,876			
Other Liabilities & Provision	841,085,470		841,085,470			
Other Long Term Liabilities	652,343,239		652,343,239			
	6,329,468,461		6,329,468,461			

As at June 30, 2021

Particulars	Carrying Amount	Interest rate	Contractual cash flows	Within 6 months or less	Within 6-12 months	Within 2 -6 years
Short Term Loan	4,128,901,136		4,128,901,136		4,128,901,136	
Accounts Payable	1,097,916,974		1,097,916,974			
Other Liabilities & Provision	765,537,056		765,537,056			
Other Long Term Liabilities	620,322,014		620,322,014			
	6,612,677,180		6,612,677,180			



Bangla Trac Limited
Accounting Policies and Explanatory Notes
As at and for the year ended June 30, 2022

37.00 Market Risk

Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. The Company is not significantly exposed to fluctuation in interest rates as it has fixed interest bearing financial liabilities as at reporting date.

Accounting classification and fair values

Fair value of financial assets and liabilities together with carrying amount shown in the statement of financial position are as follows:

	30.06.2022	
	Carrying amount	Fair Value
Receivables and cash		
Accounts receivables	2,698,102,649	2,698,102,649
Cash and bank balances	14,526,610	14,526,610
Liabilities carried at amortized costs		
Term loan-non current portion	2,255,626,738	2,255,626,738
Finance lease obligation (Net of current portion)	25,332,150	25,332,150
Deferred liability for employee benefits	23,501,916	23,501,916
Accounts payable	715,792,876	715,792,876
Other liabilities and provision	841,085,470	841,085,470

	30.06.2021	
	Carrying amount	Fair Value
Receivables and cash		
Accounts receivables	2,497,751,686	2,497,751,686
Cash and bank balances	239,596,072	239,596,072
Liabilities carried at amortized costs:		
Term loan-non current portion	2,398,462,165	2,398,462,165
Finance lease obligation (Net of current portion)	38,359,120	38,359,120
Deferred liability for employee benefits	60,919,115	60,919,115
Accounts payable	1,097,916,974	1,097,916,974
Other liabilities and provision	765,537,056	765,537,056



36.00 Events after the Reporting Period

No amount of money was spent by the Company for compensating any member of the Board for special service rendered.

There was no claim against the Company not acknowledged as debt on June 30, 2022.

There was no Bank Guarantee issued by the Company on behalf of the Directors.

There was no credit facilities available to the Company under any contract, not availed of as on June 30, 2022.

There was no expenses incurred in foreign exchange on account of Royalty, Professional & Advisory Fee, Interest and Brokerage & Commission etc.

There were no expenses on account of Miscellaneous/General Expenses.

The financial statements were authorized for issue by Board of Director who has the power to amend the financial statements after issue. There is no other significant event that has occurred between the Balance sheet date and the date when the financial statements were authorized for issue by the Board of Directors of the Company.


Chief Financial Officer


Chief Executive Officer


Managing Director


Chairman

Dhaka

Date: 27 NOV 2022



(c) Selected ratios as specified in Annexure-D:

Ratios						
	Formula	2019	2020	2021	2022	2023
Liquidity Ratios						
Current Ratio	(Current Asset/Current Liability)	1.64	2.92	2.33	1.55	1.81
Quick Ratio	(Current Asset-Inventory/Current Liability)	1.17	2.44	1.83	1.13	1.24
Operating Efficiency Ratios						
Accounts Receivables Turnover Ratio	(Net Revenue/Average Receivables)	1.26	2.10	1.66	1.36	1.43
Inventory Turnover Ratio	(Cost of Goods Sold/Average Inventory)	2.00	4.15	3.58	2.17	1.67
Asset Turnover Ratio	(Net Revenue / Average Total Assets)	0.13	0.25	0.30	0.26	0.26
Profitability Ratios						
Gross Margin	(Gross Profit/Revenue)	31.43%	31.49%	28.84%	26.45%	30.88%
Operating Profit Margin	(Operating Profit/Revenue)	24.61%	20.40%	22.26%	17.96%	23.68%
Net Profit Margin	(Net Profit/Revenue)	14.46%	12.36%	10.16%	7.99%	15.50%
Return on Assets	(Net Profit/Total Assets)	1.82%	3.17%	2.95%	2.04%	4.43%
Return on Equity	(Net Profit/Shareholders' Equity)	99.50%	62.19%	7.51%	9.54%	14.91%
Earnings per Share	(Net Profit/Weighted Average Number of Shares)	19,944.32	32,971.11	1.58	1.17	2.15
EBITDA Margin	(EBITDA/Revenue)	56.83%	61.02%	52.46%	46.52%	50.95%
Solvency ratios						
Debt to Total Assets	(Total Debt/Total Assets)	0.01	0.09	0.15	0.27	0.16
Debt to Equity	(Total Debt/Total Shareholders' Equity)	0.37	1.71	0.39	1.27	0.55
Times Interest Earned Ratio	(Operating Profit/Net Interest Expense)	-	7.48	3.31	3.39	3.00
Debt Service Coverage Ratio	(EBITDA/Total Debt Service)	-	1.66	0.89	0.26	0.37
Cashflow Ratios						
Net Operating Cashflow per Share (NOCFPS)	(Net Operating Cash Flow/Weighted Average Number of Share)	3950.29	99567.41	5.84	2.68	4.89
NOCFPS to EPS ratio	(Net Operating Cash Flow per Share/EPS)	0.20	3.02	3.68	2.29	2.27

(d) The issuer shall include comparative income statements and balance sheet and aforementioned ratios for immediately preceding five accounting years of the issuer in the prospectus. If the company has been in existence for less than five years, the above-mentioned inclusion and submission will have to be made for the period of existence of the company.

There is no other listed companies in Dhaka Stock Exchange with similar line of business