



Annual Report 2016

aftab automobiles limited

Letter of Transmittal

All Shareholders
Bangladesh Securities and Exchange Commission (BSEC)
Registrar of Joint Stock Companies & Firms (RJSC)
Dhaka Stock Exchange Limited (DSE)
Chittagong Stock Exchange Limited (CSE)

Subject: Annual Report for the period ended June 30, 2016.

Dear Sir(s):

On behalf of the Board of Directors of Aftab Automobiles Limited, the undersigned is pleased to present a copy of the Annual Report for the period ended June 30, 2016 together with the audited Financial Statements including consolidated and separate Financial Position as at June 30, 2016 statement of Profit or Loss and other Comprehensive Income, Cash Flow Statement, Statement of Changes in Equity for the period then ended and along with notes thereon for your kind perusal and record.

Thanking you,

Sincerely yours,

Sd/-

Tareq Enamur Rahim
Company Secretary

Corporate Directory

Chairman

Shafiul Islam

Managing Director

Saiful Islam

Directors

Khaleda Islam

Sajedul Islam

Farhana Islam

Independent Directors

M. Obaidur Rahman, FCA

Ekramul Haq, FCA

Company Secretary

Tareq Enamur Rahim

Audit Committee

M. Obaidur Rahman, FCA - Chairman
Independent Director

Sajedul Islam - Member
Director

Ekramul Haq, FCA - Member
Independent Director

Chief Financial Officer

Kazi Ehsanul Huq, FCA

Head of Internal Audit

Muhammad Abidur Rahman, ACA

Auditors

Malek Siddiqui Wali

Chartered Accountants

9-G, Motijheel C/A, (2nd floor)

Dhaka, Bangladesh

Legal Advisor

Abdur Razzaque & Associates

Barristers & Advocates

Suite # 5/1, City Heart (4th Floor)

67, Naya Paltan

Dhaka, Bangladesh

Main Bankers

Bank Asia Limited

Agrani Bank Limited

National Bank Limited

Dutch Bangla Bank Limited

Registered Office

125/A, Motijheel C/A,

Dhaka, Bangladesh

Website : www.aftabautomobiles.com

e-mail : info@aftabauto.com

Plant

Fouzderhat Heavy Industrial Estate

Chittagong, Bangladesh.

Coatbari, Dipnagar, Gabtoli

Mirpur, Dhaka, Bangladesh.

Contents

AGM Notice	04
Chairman's Statement	05
Directors' Report	08
Graphical Presentation	19
Audit Committee Report	20
Certification of MD and CFO to the Board	21
Certificate of Compliance to the Shareholders	22
Financial Statements (Aftab Automobiles Limited & it's subsidiary)	25
Financial Statements (Aftab Automobiles Limited)	30
Notes to the Financial Statements (Aftab Automobiles Limited & it's subsidiary)	35
Financial Statements (Navana Batteries Limited)	58
Notes to the Financial Statements (Navana Batteries Limited)	63
Attendance Slip & Proxy Form	73

**aftab automobiles limited**

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

Notice of the 36th annual general meeting

Notice is hereby given that the 36th Annual General Meeting (AGM) of the shareholders of the Company shall be held on 22 December 2016 at 11:00 AM at Spectra Convention Center, House# 19, Road# 7, Gulshan-1, Dhaka to transact the following businesses: -

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

By order of the Board

Sd/-

(Tareq Enamur Rahim)
Company SecretaryDated :
27 October 2016**Notes**

- a) The AGM will consider and adopt the audited consolidated financial statements of the Company for the period ended 30 June 2016 comprising 10 months from 01.09.2015 to 30.06.2016 (as per provision of Section 9 of the Finance Act, 2015 regarding uniform income year).
- b) The shareholders whose names will appear in the Share Register of the Company and/or Depository Register of CDBL as on record date, i.e., 28 November 2016 will be entitled to attend the AGM and receive dividend.
- c) Attendance to the AGM will be on production of the Attendance Slip.
- d) The Proxy Form affixed with requisite revenue stamp of Tk.20/- must be deposited at the Company's Registered Office at least 48 hours prior to the AGM.
- e) The Annual Report-2016 alongwith Attendance Slip and the Proxy Form will be available in the Company's website www.aftabautomobiles.com.

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

চেয়ারম্যানের বিবৃতি

শ্রিয় শেয়ারহোল্ডারবৃন্দ,
আসসালামুআলাইকুম।

আমি আপনাদের সবাইকে আফতাব অটোমোবাইলস লিমিটেড এর ৩৬তম বার্ষিক সাধারণ সভায় স্বাগত জানাচ্ছি এবং ৩০শে জুন ২০১৬ তারিখে সমাপ্ত বছরে কোম্পানীর কার্যক্রমের উপর কিছু তথ্য উপস্থাপন করছি।

আপনারা পরিচালকদের প্রতিবেদনে লক্ষ্য করে থাকবেন যে, আলোচ্য বছরে সংযোজন কারখানায় বিশেষ করে হিনো ডিজেল বাস (Model: AK1JMKA)--এর উৎপাদন পূর্ববর্তী বছরের তুলনায় ২৫% বৃদ্ধি পেয়েছে এবং এই মডেলটির চাহিদা উত্তরোত্তর বৃদ্ধিও পাচ্ছে। বর্তমানে আমরা লক্ষ্য করেছি যে একটি বিপুল সংখ্যক জনগোষ্ঠী আরামদায়ক বিলাসবহুল বাসে এমন করতে পছন্দ করে। এ সকল চাহিদাকে আমলে নিয়ে আপনাদের কোম্পানী হিনো নিউ মডেল RN8J বিলাসবহুল শীতাতপ নিয়ন্ত্রিত বাস বাজারজাত করার পরিকল্পনা হাতে নিয়েছে এবং এই নতুন মডেল বাসটির চাহিদার পরিপ্রেক্ষিতে L.C খোলা হচ্ছে। আমরা আশা করছি যে, এই নতুন মডেল হিনো বিলাসবহুল বাসটির বাজারজাতকরণের ফলে আগামী অর্থ বছরে কোম্পানীর বিক্রয়খাতে একটি উল্লেখযোগ্য অবদান রাখবে।

অন্যদিকে, কোম্পানীর বাস-বতি নির্মাণ ইউনিটিটিতে হিনো AK1JMKA এবং RM2KSK বিলাসবহুল বাসের বতি তৈরী বৃদ্ধি পাওয়ায় গত বছরের তুলনায় আলোচ্য বছরে মুনাফাও বৃদ্ধি পেয়েছে।

এবার মটর-সাইকেল ইউনিটিটির ব্যাপারে বলতে চাই যে, ইউনিটিটির কার্যক্রম আশাবিত্ত পর্যায় যেতে পারে নাই, তবে কাম্বিত মুনাফা অর্জনের জন্য প্রয়োজনীয় পদক্ষেপ নেয়া হয়েছে।

কোম্পানীর সাবসিডিয়ারী 'নানানা ব্যাটারীজ লিমিটেড' গ্রুপে আমি আপনাদেরকে অবগত করতে চাই যে, এই কোম্পানীটি তার বর্তমান অবস্থা কাটিয়ে উঠে আগামী বছরে প্রত্যাশিত মুনাফা অর্জন করতে সক্ষম হবে। আমি আপনাদের আশ্বস্ত করতে চাই যে, কোম্পানীর পরিচালনা পর্ষদ সর্বদা প্রচেষ্টা চালিয়ে যাচ্ছে যাতে করে আপনাদের বিনিয়োগ বৃদ্ধি পায় এবং সুরক্ষিত থাকে।

পরিশেষে, আমি কোম্পানীর সকল সম্মানিত শেয়ারহোল্ডারবৃন্দ, গ্রাহক, পৃষ্ঠপোষক, উদ্যোক্তা, সংশ্লিষ্ট নিয়ন্ত্রনকারী কতৃপক্ষ এবং সকল কর্মচারী ও কর্মকর্তাবৃন্দকে তাদের অব্যাহত সমর্থনের জন্য ধন্যবাদ জানাচ্ছি।

স্বাঃ/-
(শফিউল ইসলাম)
সভাপতি



View: Hon'ble Chairman's addressing at the 35th AGM of the Company



View: Company's Board of Directors at the 35th AGM



A view of hon'ble shareholders at the 35th AGM

Chairman's Statement

Dear shareholders,

Assalamualaikum

It is my privilege to welcome you all to the 36th Annual General Meeting of Aftab Automobiles Limited and would therefore like to take this opportunity to present before you a summarized position on the activities of the Company for the period ended June 30, 2016.

You may have observed from the Directors Report that during the period, production in the Assembling Plant, specially the **Hino diesel bus** of Model AK1JMKa has increased substantially by more than 25% compared to previous year and that the demand for this model is increasing day by day. Presently we have observed that a majority class of people desires to travel by luxurious bus. Taking such demand into consideration, your Company have plan to introduce Hino new model **RN8J** completely built-up (CBU) luxury air-conditioned bus. We have assessed huge demand for this new model bus from the customers and accordingly we are opening L.C as per supply orders received. We expect that introduction of this new model Hino luxurious bus will contribute substantial revenue to the Company's turnover in the next financial year.

On the other hand, the profitability of Hino Bus-body building unit has increased compared to last year due to increase of Body fabrication of Hino AK1JMKa and RM2KSK luxurious bus. As far as the Motorcycle unit is concerned, it may be mentioned here that it could not achieve its expected level but steps are being taken to earn desired profit in the coming years.

As regards the performance of the subsidiary company "Navana Batteries Limited", I would like to inform you that presently it has been able to overcome its existing position and hopefully this company will be able to earn desired profit in the coming years. I would like to assure you that the Board of Directors of your Company is always putting in its hard efforts to protect and increase your investment.

Before I conclude, I would like to thank all our valued shareholders, customers, patrons, well-wishers, regulatory authorities and all employees & staff of the Company for their continued support.

Sd/-
(Shafiqul Islam)
Chairman

Dear Shareholders,

I, take the opportunity, on behalf of the Board of Directors, to place before you the Directors Report and the Auditor's Report together with the audited financial statements of the Company for the period ended June 30, 2016.

A summarized activities of the Company for the aforesaid period is mentioned hereunder :

PERFORMANCE

Assembling Unit: This Unit has produced 436 units of vehicles which consists of 414 units of non-air conditioned Hino Diesel Bus Chassis(model AK1JMKA) and 22 units of air conditioned Hino Diesel Bus Chassis (model RM2K5K). During the period under review, Tk. 178.95 crore has been contributed to the Company's turnover against sale proceeds of 344 units of Hino Bus Chassis.

Bus Body Building Unit: This Unit has fabricated 164 units of Hino Bus body. An amount of Tk. 30.66 crore has been added to the turnover of the Company against sale proceeds of 164 units of Hino bus body fabrication.

Motorcycle Unit: This Unit has assembled 2350 units of motorcycles and contributed an amount of Tk. 27.67 crore to the Company's sales.

Consolidated Financial Result and Appropriation of Profit:

	amount in taka
	2016 (10 Months)
Retained Earnings Brought Forward	2,247,588,021
Add: Net Profit for the period (after tax)	276,763,050
Profit available for appropriation	2,524,351,071
Recommended for appropriations:	
Cash Dividend provision @ 15% for the year 2016	102,786,486
Un appropriated profit carried forward	2,421,564,585
Total	2,524,351,071

Aftab Automobiles Limited (AAL)

The operating results of AAL for the period ended June 30, 2016 are given below comparing operating results for the previous year ended August 31, 2015 as follows:

Particulars	2016 (Taka) 10 Months	2015 (Taka) 12 Months
Turnover	2,372,686,547	2,457,042,702
Gross Profit	574,015,610	560,993,555
Net Profit After Tax	212,400,135	201,390,207
Earnings Per Share (EPS)	2.22	2.10
Net Assets Value Per Share (NAVPS)	56.08	54.30

Subsidiary Company

Navana Batteries Limited

Navana Batteries Limited (NBL) is a fully owned subsidiary Company of Aftab Automobiles Limited (AAL) holding 99.95% share. The operating results of NBL for the period ended June 30, 2016 are given below comparing operating results for the previous year ended August 31, 2015 as follows:

Particulars	2016 (Taka) 10 Months	2015 (Taka) 12 Months
Turnover	678,891,057	1,002,022,503
Gross Profit	189,400,891	279,818,449
Net Profit After Tax	55,306,769	90,588,043
Earnings Per Share (EPS)	3.01	4.93
Net Assets Value Per Share (NAVPS)	35.21	32.20

directors' report to the shareholders

Product-wise performance

The company is operating its business with its vehicles and battery products within the territory of Bangladesh.

Industry outlook and possible future developments in the industry

The company is conducting its market research and feasibility study on different types of vehicles and auto parts within Bangladesh territory. We hope sales of our products will be increased in coming days.

Risks and concerns

The profitability of the Company may affected in future due to increase of essential ingredients like electricity, labour cost etc. and other factors.

A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin (Consolidated).

amount in '000' taka

Particulars	June 30, 2016 (10 Months)	August 31, 2015 (12 Months)
Revenues (Turnover)	3,051,578	3,459,065
Cost of goods sold	2,288,161	2,618,253
Gross profit	763,416	840,812
Total comprehensive income for the period/year	267,763	311,101

Discussion on continuity of any Extra-Ordinary gain or loss

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

Related party transactions

As per agreement with Toyota Tsusho Corporation, Japan, the assembled vehicles of Aftab Automobiles Limited are distributable through Navana Limited (distributor of Toyota & Hino vehicles). No other transaction has been made with any other related party.

Investments:

(a) Navana CNG Limited

Aftab Automobiles Limited is holding =1,05,404= shares of Navana CNG Limited at present. The acquisition cost of the said shares was Tk.4.37 per share. However, the market price of the shares of Navana CNG Limited is Tk. 46.20 as on June 30, 2016.

(b) Navana Real Estate Limited

Aftab Automobiles Limited is holding =60,00,000= shares of Tk. 10/- each of Navana Real Estate Limited at present. The acquisition cost of the said shares was Tk. 3.33 per share. As Navana Real Estate Limited is not listed, its market price cannot be determined. However, Navana Real Estate Limited's Earning per share (EPS) and Net asset value (NAV) as on June 30, 2015 stood at Tk. 2.23 and Tk. 47.92 per share respectively.

Next Year Plan

The Assembling Unit of the Company is expected to assemble 550 units of non air-conditioned Hino Diesel Bus Chassis in the next financial year.

The Bus Body Building Unit is expected to fabricate around 200 units of non air-conditioned and air conditioned (model AK1JMK) Hino Bus Body during the next financial year.

The new model RNBJ (CBU) air-conditioned Hino Diesel bus is expected to sell 50 units.

The Motorcycle unit is expected to assemble 2500 units of various types of Mahindra Brand motorcycles as per market demand.

Dividend

The Board of Directors of your Company has recommended cash dividend @ 15% for the general shareholders (excluding sponsor/ director) for the period ended on June 30, 2016. The sponsors and directors have surrendered their portion of dividend for utilizing the fund for better growth of the Company.

The general shareholders whose names will appear in the share register of the Company and/or Depository Register of CDBL as on Record Date i.e., November 28, 2016 will be entitled to the dividend (subject to approval in the Annual General Meeting of the Company to be held on December 22, 2016).

Election of Directors

Mr. Shafiu Islam

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

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

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

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

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

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

Mrs. Khaleda Islam

Mrs. Khaleda Islam is the wife of Mr. Shafiu Islam, Chairman of the Navana Group. She has experienced in business for more than 37 years. She traveled many countries of the world. At present, Mrs. Khaleda Islam is a Director of Navana Group, involved, amongst others, in vehicles assembling, trading; real estate; construction; CNG conversion and CNG stations; electronics; petroleum and renewable energy, enginnering, lpg etc.

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

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

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

Remuneration to directors including independent directors:

The Director of the Company including Independent Director is receiving a sum of Taka 5000/- (Five thousand) only as board meeting fee. During the year the Company paid an amount of Tk. Totaling 1,85,000/- including i.e. Net payable amount to them Tk. 1,66,500/- only.

BOARD MEETINGS:

In accordance with directives of the regulatory authorities, the Board supervise, study and review the activities of the Company and make businesses decisions, etc. During the year eight (8) Board meetings were held.

Name of Directors	No. of Board Meeting attended
Mr. Shafiul Islam	8
Mrs. Khaleida Islam	3
Mr. Saiful Islam	4
Mr. Sajedul Islam	7
Ms. Farhana Islam	3
Mr. Syed Masud Hasan (Independent Director)	1
Mr. M. Obaidur Rahman, FCA (Independent Director)	5
Mr. Ekramul Haq, FCA (Independent Director)	6

Note: Mr. M. Obaidur Rahman, Independent Director was appointed on 24.11.2015

External Audit

M/s. Malek Siddiqui Wali, a Chartered Accountant firm registered in Bangladesh acted as the external auditors of the company. The external auditors perform the following services of the Company:

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

APPOINTMENT OF AUDITORS

The existing auditors of the Company Malek Siddiqui Wali, Chartered Accountants has completed their audit for the period ended on June 30, 2016, in compliance with Finance Act, 2015. Being eligible they have expressed their willingness to be re-appointed as statutory auditors of the company for the year ending June 30, 2017.

CORPORATE & FINANCIAL REPORTING:

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

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

i) Pattern of Shareholding:

Namewise details		No. of Shares held
i. Parent/Subsidiary/Associated Companies and other related parties		
Navana CNG Limited		75,084
Navana Real Estate Limited		20
Navana Engineering Limited		44,750
ii. Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouse and minor children:		
Mr. Shaful Islam-Chairman		1,86,26,415
Mr. Saiful Islam- Managing Director		19,88,215
Mrs. Khaleda Islam-Director		26,03,467
Mr. Sajedul Islam- Director		19,88,078
Ms. Farhana Islam- Director		19,88,078
Mr. Syed Masud Hasan - Independent Director		nil
Mr. Ekramul Huq- Independent Director		nil
Chief Financial Officer, Company Secretary and Head of Internal Audit and their spouse and minor children:		nil
iii. Executives		
		nil
iv. Shareholders holding ten percent (10%) or more voting interest in the Company:		
Mr. Shaful Islam		1,86,26,415

Key operating and financial data

The summarized key operating financial data of five years is annexed (Annexure :1).

Annexure : 1

The Key Operating and Financial Data (Consolidated):

Amount in '000 Taka

Particulars	2016	2015	2014	2013	2012
Authorized capital	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Paid-up capital	957,324	957,324	957,324	854,754	683,803
Face Value Per Share	Tk.10/-	Tk.10/-	Tk.10/-	Tk.10/-	Tk.10/-
Shareholders equity	5,368,570	5,198,109	5,039,089	4,907,609	4,500,177
Fixed asset	1,265,524	1,033,688	785,500	1,087,301	974,465
Turnover (Net)	3,051,578	3,459,065	2,709,873	3,332,170	3,735,217
Gross profit	763,416	840,812	705,854	745,107	775,211
Net profit after tax	267,707	291,928	268,297	351,824	366,655
Total comprehensive income for the period/year	276,763	311,101	268,297	358,835	366,698
Other Information					
Operating cash flow per share	10.44	-8.29	-9.99	2.53	2.57
Book value per share	56.08	54.3	52.64	57.42	65.81
Earning per share	2.80	3.05	4.01	3.53	5.31
Cash dividend	15%	16%	17%	8%	0
Stock dividend	-	-	-	12%	25%
Number of shareholders	34,403	39,159	48,055	45883	42,426

Corporate Governance Compliance Report

In accordance with the requirement of the Securities and Exchange Commission, "Corporate Governance Compliance Report" is annexed (Annexure -2)

Annexure : 2

Corporate Governance Compliance Report

Status of compliance with the conditions imposed by the Commission's Notification No.SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

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

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

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

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

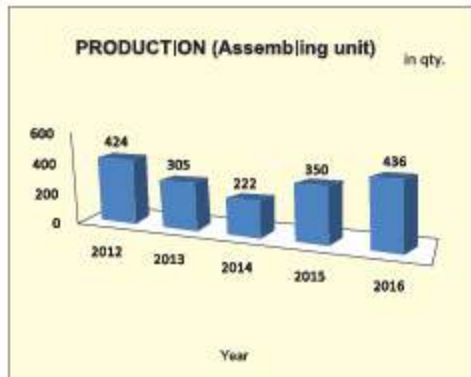
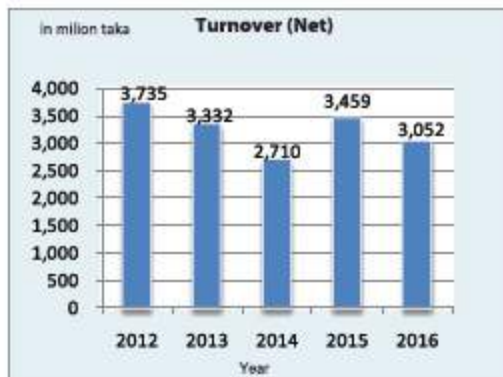
Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors			
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors.	✓		
3.4.1 (ii)	The Audit Committee shall immediately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

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

On behalf of the Board of Directors

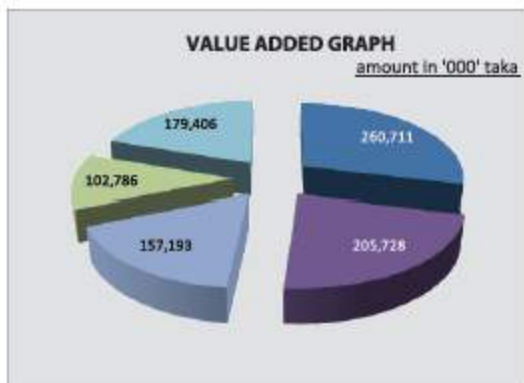
Sd/-
(Shafiqul Islam)
Chairman

Graphical Presentation



VALUE ADDED STATEMENT
For the period ended June 30, 2016

	Amount in '000' Taka
Sale / Turnover	3,051,578
Bought in- Material & Service	2,145,754
Value Added	905,824
Application to National Exchequer	260,711
to providers of Loan as Interest & Charges	205,728
to providers Emp. Salaries Wages & other benefits	157,193
to providers of Capital as Dividend	102,786
Reserve & Surplus	179,406
	905,824



Dated: October 27, 2016

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

Audit Committee Report

The Committee reviewed and discussed the procedure and task of the internal audit, financial report preparation and the external auditors' observations in their reports on the financial statements of the Company for the period ended June 30, 2016 comprising 10 months from 01.09.2015 to 30.06.2016 (for compliance of section 9 of the Finance Act, 2015, regarding uniform income year). The Committee found adequate arrangement to present a true and fair view of the financial status of the Company; and did not find any material deviation, discrepancies or any adverse finding/observation in the areas of reporting.

The Committee also reviewed the financial statements of the subsidiary Company 'Navana Batteries Limited' for the period ended June 30, 2016 comprising aforesaid 10 months and also found adequate arrangement to present a true and fair view of the financial status of the Company.

Sd/-
(M. Obaidur Rahman, FCA)
Chairman
Audit Committee
Aftab Automobiles Limited

The Audit committee consists of the following members:

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

Scope of work of Audit Committee

Audit Committee works as a sub-committee of the Board of Directors. The Committee shall assist the Board of Directors to ensure that the financial statements reflect true and fair view of the state of affairs of the Company and ensure a good monitoring system within the business and they will be responsible to the Board of Directors. The Chairman of the Audit Committee shall remain present in the Annual General Meeting.

Review of financial statements by the Audit Committee

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

Role of Audit Committee

Role of audit committee shall include the following :

- Oversee the financial reporting process.
- Monitor choice of accounting policies and principles.
- Monitor internal control risk management process.
- Performance of external auditors.
- Review alongwith the management the annual financial statements before submission to the Board for approval.
- Review the adequacy of internal audit function etc.
- Review the quarterly and annually audited accounts.

The Audit Committee meeting:

The Committee met four times during last financial period ended June 30, 2016 to carry out the following tasks:

- The Audit Committee reviewed the financial statements for the period ended June 30, 2016;
- Reviewed and discussed the Management Letter, by external auditor Malek Siddiqui Walli, Chartered Accountants for the period ended June 30, 2016 on the annual audit on financial statements of Aftab Automobiles Limited;
- Reviewed various reports of Internal Control & Compliance Department on operational, financial procedures and branch activities;
- Reviewed the Quarterly and Half-yearly Reports of the Company.

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

Certification of Managing Director and Chief Financial Officer to the Board

Board of Directors
Aftab Automobiles Limited

Dear Sirs,

Pursuant to Condition No 6 of the Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/2006-158 /134/ Admin/44 dated August 07, 2012, we do hereby certify that:

- (i) We have reviewed financial statements for the period ended June 30, 2016 and that to the best of our knowledge and belief;
 - a) These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) To the best of our knowledge and belief, no transactions entered into by the company during the period which is fraudulent, illegal or violation of the company's code conduct.

Sd/-
Saiful Islam
Managing Director

Sd/-
Kazi Ehsanul Haq, FCA
Chief Financial Officer (CFO)

Dhaka, October 25, 2016

ATIK KHALED CHOWDHURY
Chartered Accountants

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

**Certificate of Compliance of Conditions of
Corporate Governance Guidelines to the Shareholders of
Aftab Automobiles Limited**

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

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

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

Dated: Dhaka
October 23, 2016

Sd/-
Atik Khaled Chowdhury
Chartered Accountants





Model AK1J MKA (Air-Conditioned)



Model AK1J MKA (Air-Conditioned)



Model AK1J MKA (Non Air-Conditioned)

Malek Siddiqui Wali
CHARTERED ACCOUNTANTS

Partners: Md. Waliullah, FCA
Mr. Swadesh Ranjan Saha, FCA
Md. Habibur Rahman Sarker, FCA
Mr. Anjan Mallik, FCA

PHONE: OFF: +88029513471
PABX: 9576128; 9576118-9
FAX: 880-2-9516236
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9-C, MOTIJHEEL C/A,
Dhaka-1000, Bangladesh

**Auditors' Report to the Shareholders
of**

Aftab Automobiles Limited and its Subsidiary

We have audited the accompanying consolidated financial statements of Aftab Automobiles Limited (the Company), which comprise the statement of financial position as at June 30, 2016, and the consolidated statement of Profit or Loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the period/ year then ended, and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 34 and Schedule-A. We have also audited the attached financial statements of Aftab Automobiles Limited which comprise the statement of financial position as at June 30, 2016 and Profit or Loss and other comprehensive income, statements of changes in equity, statement of cash flows for the period/ year then ended and a summary of significant accounting policies and other explanatory notes. The financial statements of one subsidiary disclosed in note 2.7 to the financial statements are audited by Rahman Mostafa Alam & Co.

Management's responsibility for the financial statements

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

Auditors' responsibility

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

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

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Aftab Automobiles Limited and its subsidiary as of June 30, 2016, and its financial performance and its cash flows for the period/ year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the applicable sections of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

We also report that:

- 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;
- in our opinion, proper books of account as required by the law have been kept by the Company so far as it appeared from our examination of those books;
- the company's financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- the expenditure incurred was for the purposes of the company's business.

Dated : Dhaka
October 27, 2016

Sd/-
Malek Siddiqui wali
Chartered Accountants

Aftab Automobiles Limited and its Subsidiary
Consolidated Statement of Financial Position

As at June 30, 2016

		Amount in Taka		
	Notes	As at June 30, 2016	As at August 31, 2015	As at June 30, 2015
Assets				
Non-current assets				
Property, plant and equipment, net	3 (a)	1,265,523,890	1,033,687,585	1,029,946,257
Capital work-in-progress	4 (a)	103,416,248	266,817,407	263,180,056
Investments in shares	5 (a)	4,869,465	5,860,463	6,481,385
Investments in associate	5.3	287,534,517	274,138,325	274,138,325
Receivables -Long term	6 (a)	2,543,202,583	2,877,233,972	2,806,278,320
Total non-current assets		4,204,546,703	4,457,737,752	4,380,024,343
Current assets				
Receivables -Current	6 (a)	1,326,788,239	1,450,555,891	1,364,368,695
Stock and stores	7 (a)	1,450,628,484	1,351,371,112	1,271,077,145
Income tax deducted at source	8 (a)	662,760,537	564,368,654	550,278,050
Advances, deposits and prepayments	9 (a)	1,214,045,050	1,390,449,967	1,307,834,065
Cash and bank balances	10 (a)	932,642,477	338,955,150	385,598,354
Total current assets		5,586,864,788	5,095,700,774	4,879,156,309
Total assets		9,791,411,491	9,553,438,526	9,259,180,652
Equity and Liabilities				
Capital & reserves				
Share capital		957,324,220	957,324,220	957,324,220
Share premium		1,925,858,339	1,925,858,339	1,925,858,339
Reserves		67,338,231	67,338,231	67,338,231
Retained earnings		2,417,697,503	2,247,588,021	2,206,536,087
Equity attributable to owners of the Company		5,368,218,293	5,198,108,811	5,157,056,877
Non-controlling interests		352,108	322,001	314,962
Total equity		5,368,570,401	5,198,430,812	5,157,371,839
Non-current liabilities				
Loan and deferred liabilities (unsecured)	25	25,310,440	25,310,440	25,310,440
Long Term loan-Net of current portion	14 (a)	1,446,171,129	1,455,803,601	1,369,304,604
Deferred tax liability	23 (b)	109,208,606	102,533,672	101,919,987
Total Non-current liabilities		1,580,690,175	1,583,647,713	1,496,535,031
Current liabilities				
Long Term loan-Current portion	14 (a)	482,057,043	485,267,867	456,434,868
Short-term loan	15 (a)	1,385,165,621	1,331,375,391	1,252,269,503
Accrued and other current liabilities	16 (a)	974,928,251	954,716,743	896,569,412
Total Current liabilities		2,842,150,915	2,771,360,001	2,605,273,783
Total liabilities		4,422,841,090	4,355,007,714	4,101,808,813
Total equity and liabilities		9,791,411,491	9,553,438,526	9,259,180,652
Net assets value per share (NAVPS)		56.08	54.30	53.87

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

Sd/-
ChairmanSd/-
DirectorSd/-
Company Secretary

Aftab Automobiles Limited and its Subsidiary
Consolidated statement of Profit or Loss and other Comprehensive Income

For the period ended June 30, 2016

Particulars	Notes	Amount in Taka		
		For the period From September 01, 2015 to June 30, 2016	For the period From September 01, 2014 to August 31, 2015	For the period From September 01, 2014 to June 30, 2015
Sales revenue	17 (a)	3,051,577,604	3,459,065,205	2,965,283,647
Less : Cost of goods sold	18(a)	2,288,161,102	2,618,253,201	2,244,497,556
Gross profit		763,416,502	840,812,004	720,786,091
Operating expenses:				
Administrative expenses	19 (a)	(87,153,034)	(91,995,339)	(78,863,005)
Selling and distribution expenses	20 (a)	(89,495,001)	(100,234,546)	(85,926,064)
Financial charges	21 (a)	(205,727,744)	(233,659,819)	(200,304,880)
		(382,375,778)	(425,889,704)	(365,093,949)
Operating profit		381,040,724	414,922,300	355,692,142
Non-operating income	22 (a)	8,009,033	10,397,721	8,913,446
Profit before WPPF		389,049,757	425,320,021	364,605,588
Contribution to WPPF		(18,144,796)	(19,758,205)	(16,937,721)
Net profit before tax		370,904,960	405,561,816	347,667,867
Less : Income tax expense				
Current tax	23 (a)	(99,872,172)	(109,284,548)	(93,684,178)
Deferred tax		(3,325,885)	(4,299,019)	(3,685,334)
		(103,198,057)	(113,583,567)	(97,369,513)
Net profit After Tax		267,706,904	291,978,249	250,298,354
Other comprehensive Income for the period/year				
Share of profit from associate company	5.3	10,047,144	20,081,574	20,081,574
Revaluation Gain/(Loss) on investment in share		(990,998)	(959,176)	(338,254)
Total comprehensive Income for the period/ year		276,763,050	311,100,647	270,041,674
Consolidated earnings per share	24(a)	2.80	3.05	2.61

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

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

Signed in terms of our separate report of even date.

Signed in terms of our separate report of even date.

Dated : Dhaka
October 27, 2016

Sd/-
Malek Siddiqui wall
Chartered Accountants
Sd/-
Malek Siddiqui wall
Chartered Accountants

Aftab Automobiles Limited and its Subsidiary

Consolidated Statement of Cash Flows

For the period ended June 30, 2016

Particulars	Amount in Taka		
	For the period From September 01, 2015 to June 30, 2016	For the period From September 01, 2014 to August 31, 2015	For the period From September 01, 2014 to June 30, 2015
A. Cash flows from operating activities			
Receipts from customers	3,509,376,645	1,930,107,062	1,593,468,351
Receipts from others	8,009,033	10,397,721	10,397,721
Payments to suppliers and employees	(2,413,695,743)	(2,630,227,884)	(2,129,078,628)
Cash generated from operations	1,103,689,935	(689,723,101)	(525,212,556)
Income tax paid	(103,891,883)	(104,208,260)	(104,208,260)
Net cash generated by operating activities	999,798,053	(793,931,361)	(629,420,816)
B. Cash flows from investing activities			
Acquisition of property, plant & equipment	(31,290,206)	(126,680,997)	(126,680,997)
Payments for capital work in progress	(103,416,248)	(259,293,630)	(216,078,025)
Net cash used investing activities	(134,706,454)	(385,974,627)	(342,759,022)
C. Cash flows from financing activities			
Received/(Repayments) of bank loan	40,946,934	1,414,242,367	1,219,804,482
Bank interest paid	(205,727,744)	(233,659,819)	(200,304,880)
Dividend paid	(106,623,462)	(152,032,082)	(152,032,082)
Net cash provided in financing activities	(271,404,272)	1,028,550,466	867,467,520
D. Net changes in cash & cash equivalents for the period/ year (A+B+C)	593,687,327	(151,355,522)	(104,712,318)
E. Cash & cash equivalents at beginning of the period/year	338,955,150	490,310,672	490,310,672
F. Cash & cash equivalents at end of the period/ year (D+E)	932,642,477	338,955,150	385,598,354
Net operating cash flows per share (NOCFPS)	10.44	(8.29)	(6.57)

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 27, 2016

Sd/-
Malek Siddiqui wali
Chartered Accountants

Dated : Dhaka
October 27, 2016

Aftab Automobiles Limited and its Subsidiary
Consolidated Statement of Changes in Equity

For the period ended June 30, 2016

Amount in Taka

Particulars	Share capital	Share premium	Reserves	Retained earnings	Attributable to equity holders of the company	Non-controlling interest	Total
Balance as on September 01, 2015	957,324,220	1,925,858,339	67,338,231	2,088,568,768	5,039,089,559	272,689	5,039,362,248
Cash dividend paid	-	-	-	(152,032,082)	(152,032,082)	-	(152,032,082)
Total comprehensive income for the year	-	-	-	311,051,334	311,051,334	49,312	311,100,647
Balance as at August 31, 2015	957,324,220	1,925,858,339	67,338,231	2,247,588,021	5,198,108,812	322,001	5,198,430,813
Balance as on September 01, 2015	957,324,220	1,925,858,339	67,338,231	2,247,588,021	5,198,108,811	322,001	5,198,430,813
Cash dividend paid	-	-	-	(106,623,462)	(106,623,462)	-	(106,623,462)
Total comprehensive income for the period/year	-	-	-	276,732,943	276,732,943	30,107	276,763,050
Balance as at June 30, 2016	957,324,220	1,925,858,339	67,338,231	2,417,697,503	5,368,218,293	352,108	5,368,570,401

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

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

Signed in terms of our separate report of even date.

 Dated : Dhaka
 October 27, 2016

Sd/-
Malek Siddiqui wali
 Chartered Accountants

Malek Siddiqui Wali

CHARTERED ACCOUNTANTS

Partners: Md. Waliullah, FCA
Mr. Swadesh Ranjan Saha, FCA
Md. Habibur Rahman Sarker, FCA
Mr. Anjan Mallik, FCA

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Email: wali@satcombd.com

9-G, MOTIJHEEL C/A,

Dhaka-1000, Bangladesh

**Auditors' Report to the Shareholders
of**

Aftab Automobiles Limited

We have audited the financial statements of Aftab Automobiles Limited which comprise the statement of financial position as at June 30, 2016 and profit or loss and other comprehensive income, statement of changes in equity and statements of cash flows for the period/year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

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

Auditors' responsibility

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

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

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Aftab Automobiles Limited as of June 30, 2016 and its financial performance and its cash flows for the period/year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the applicable sections of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

We also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by the law have been kept by the Company so far as it appeared from our examination of those books;
- c) the company's financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- d) the expenditure incurred was for the purposes of the company's business.

Dated : Dhaka
October 27, 2016

Sd/-

Malek Siddiqui wali
Chartered Accountants

Aftab Automobiles Limited**Statement of Financial Position**

As at June 30, 2016

		Amount in Taka		
	Notes	As at June 30, 2016	As at August 31, 2015	As at June 30, 2015
Assets:				
Non-current assets				
Property, plant and equipment, net	3	660,255,114	575,586,994	573,700,296
Capital work-in-progress	4	-	102,799,858	108,907,883
Investments in subsidiaries and associates	5	938,882,482	871,200,625	858,939,417
Receivables -Long term	6	2,490,724,021	2,877,233,972	2,806,278,320
Total Non-current assets :		<u>4,089,861,617</u>	<u>4,426,821,449</u>	<u>4,347,825,916</u>
Current account with Navana Batteries Ltd.		<u>267,477,487</u>	<u>323,727,103</u>	<u>323,727,103</u>
Current assets				
Receivables -Current	6	889,697,814	862,021,456	810,803,015
Stock and stores	7	889,905,031	877,128,176	825,012,144
Income tax deducted at source	8	466,777,177	392,912,710	385,195,373
Advances, deposits and prepayments	9	824,132,386	1,005,708,282	945,952,447
Cash and bank balances	10	920,584,721	228,610,253	281,809,783
Total Current assets		<u>3,991,097,128</u>	<u>3,366,380,877</u>	<u>3,248,772,762</u>
Total Assets		<u>8,348,436,232</u>	<u>8,116,929,429</u>	<u>7,920,325,781</u>
Equity and Liabilities :				
Capital and Reserves				
Share capital	11	957,324,220	957,324,220	957,324,220
Share premium	12	1,925,858,339	1,925,858,339	1,925,858,339
Reserves	13	67,338,231	67,338,231	67,338,231
Retained earnings		2,417,697,503	2,247,588,021	2,206,578,360
Total Capital and Reserves		<u>5,368,218,293</u>	<u>5,198,108,811</u>	<u>5,157,099,150</u>
Non-current liabilities				
Loan and deferred liabilities (unsecured)	25	25,310,440	25,310,440	25,310,440
Long Term loan-Net of current portion	14	876,253,097	919,292,805	864,671,491
Deferred tax liability	23(b)	72,260,264	68,995,310	69,008,530
Total Non-current liabilities		<u>973,823,800</u>	<u>1,013,598,555</u>	<u>958,990,461</u>
Current liabilities				
Long Term loan-Current portion	14	292,084,366	306,430,935	288,223,830
Short term loan	15	920,718,015	885,552,377	832,935,807
Accrued and other current liabilities	16	793,591,758	713,238,752	683,076,533
Total Current liabilities		<u>2,006,394,139</u>	<u>1,905,222,064</u>	<u>1,804,236,170</u>
Total liabilities		<u>2,980,217,939</u>	<u>2,918,820,619</u>	<u>2,763,226,631</u>
Total Equity and Liabilities		<u>8,348,436,232</u>	<u>8,116,929,429</u>	<u>7,920,325,781</u>
Net assets value per share (NAVPS)		<u>56.08</u>	<u>54.30</u>	<u>53.87</u>

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

Sd/-
ChairmanSd/-
DirectorSd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 27, 2016Sd/-
Malek Siddiqui wali
Chartered Accountants

Aftab Automobiles Limited**Statement of Profit or Loss and other Comprehensive Income**

For the period ended June 30, 2016

Particulars	Notes	Amount in Taka		
		For the period From September 01, 2015 to June 30, 2016	For the period From September 01, 2014 to August 31, 2015	For the period From September 01, 2014 to June 30, 2015
Sales revenue	17	2,372,686,547	2,457,042,702	2,106,299,856
Cost of goods sold	18	1,798,670,937	1,896,049,147	1,625,388,131
Gross profit		574,015,610	560,993,555	480,911,725
Administrative expenses	19	(73,310,409)	(74,633,514)	(63,979,580)
Selling and distribution expenses	20	(46,085,548)	(40,480,016)	(34,701,493)
Financial charges	21	(159,752,681)	(172,596,114)	(147,958,019)
Operating expenses:		(279,148,638)	(287,709,643)	(246,639,092)
Operating Profit		294,866,972	273,283,912	234,272,633
Non-operating income :				
Interest Income (FDR)	22	8,009,033	8,126,393	6,966,350
Profit before contribution to WPPF		302,876,005	281,410,305	241,238,984
Contribution to WPPF		14,041,284	13,013,519	11,155,839
Net profit before tax		288,834,721	268,396,785	230,083,144
Income tax Expenses :				
Current tax	23	76,518,680	67,099,196	57,520,786
Deferred tax		(84,094)	(92,618)	(79,397)
		(76,434,586)	(67,006,578)	(57,441,389)
Net profit after tax		212,400,135	201,390,207	172,641,755
Other comprehensive income:				
Share of profit from subsidiaries		55,276,663	90,538,730	77,614,327
		267,676,797	291,928,937	250,256,082
Share of profit from associate company	5.3	10,047,144	20,081,574	20,081,574
Revaluation Gain/(Loss) on invest. in share	5.3	(990,998)	(959,176)	(338,254)
Total comprehensive income for the year		276,732,943	311,051,335	269,999,402
Earnings per share	24	2.22	2.10	1.80

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

Sd/-
ChairmanSd/-
DirectorSd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 27, 2016Sd/-
Malek Siddiqui wali
Chartered Accountants

Aftab Automobiles Limited**Statement of Cash Flows**

For the period ended June 30, 2016

Particulars	Amount in Taka		
	For the period From September 01, 2015 to June 30, 2016	For the period From September 01, 2014 to August 31, 2015	For the period From September 01, 2014 to June 30, 2015
A. Cash flows from operating activities			
Receipts from customers	2,731,520,141	1,294,926,433	1,066,357,680
Receipts as other income	8,009,033	8,126,393	8,126,393
Payments to suppliers and employees	(1,720,228,409)	(1,875,004,197)	(1,531,930,345)
Cash generated from operations	1,019,300,765	(571,951,371)	(457,446,272)
Income tax paid	(79,364,467)	(59,561,908)	(46,344,571)
Net cash generated by operating activities	939,936,298	(631,513,279)	(503,790,843)
B. Cash flows from investing activities			
acquisition of property, plant & equipment	(15,614,663)	(25,207,041)	(25,207,041)
Payments for capital work in progress	-	(157,703,930)	(131,419,942)
Net cash used investing activities	(15,614,663)	(182,910,971)	(156,626,983)
C. Cash flows from financing activities			
Receive of bank loan	(22,220,640)	941,643,602	816,198,612
Inter company payments	56,249,616	(22,108,150)	(22,108,150)
Bank interest paid	(159,752,681)	(172,596,114)	(147,958,019)
Dividend paid	(106,623,462)	(152,032,082)	(152,032,082)
Net cash used by financing activities	(232,347,167)	594,907,256	494,100,361
D. Net changes in cash & cash equivalents for the period/year (A+B+C)	691,974,468	(219,516,994)	(166,317,464)
E. Cash & cash equivalents at beginning of the period/ year	228,610,253	448,127,247	448,127,247
F. Cash & cash equivalents at end of the period/year (D+E)	920,584,721	228,610,253	281,809,783
Net operating cash flows per share (NOCFPS)	9.82	(6.60)	(5.26)

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

Sd/-
ChairmanSd/-
DirectorSd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 27, 2016Sd/-
Malek Siddiqui wali
Chartered Accountants

Aftab Automobiles Limited**Statement of Changes in Equity**

For the period ended June 30, 2016

Particulars	Amount in Taka				
	Share capital	Share premium	Reserves	Retained earnings	Total
Balance as on September 01, 2014	957,324,220	1,925,858,339	67,338,231	2,088,568,768	5,039,089,558
Cash Dividend Paid				(152,032,082)	(152,032,082)
Total comprehensive income for the year	-	-	-	311,051,335	311,051,335
Balance as at August 31, 2015	957,324,220	1,925,858,339	67,338,231	2,247,588,021	5,198,108,811
Balance as on September 01, 2015	957,324,220	1,925,858,339	67,338,231	2,247,588,021	5,198,108,811
Cash Dividend Paid	-	-	-	(106,623,463)	(106,623,463)
Total comprehensive income for the period/ year	-	-	-	276,732,944	276,732,944
Balance as at June 30, 2016	957,324,220	1,925,858,339	67,338,231	2,417,697,503	5,368,218,293

The annexed notes 1 to 34 and schedule-A form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 27/10 / 2016 and were signed on it's behalf by.

Sd/-
Chairman

Sd/-
Director

Sd/-
Company Secretary

Signed in terms of our separate report of even date.

Dated : Dhaka
October 27, 2016

Sd/-
Malek Siddiqui wali
Chartered Accountants

Aftab Automobiles Limited

Notes to the Financial Statements

As at and for the period /year ended June 30, 2016

1. Corporate Information and Mode of Business

1.1 Corporate Information

Aftab Automobiles Limited (the company), was incorporated in Bangladesh in 1967 as a Private Limited Company. In 1981 the company registered itself as a Public Limited Company which is one of the largest automobile assembling plants in the private sector. The Registered Office of the Company is located at 125/A, Motijheel Commercial Area, Dhaka-1000. The Company was listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited in the year 1987 and 1996 respectively.

1.2 Mode of Business

The principal activities of the Company throughout the period were assembling of Toyota Land Cruiser soft top / Pick-up, Land Cruiser Prado, Hino Bus, Hino Mini Bus / Truck Chassis with a production Capacity of 2400 units of vehicles in 3 shifts in Assembling Unit. The Company has recently setup a Motor Cycle Unit with a capacity of 10,000 units of Motor Cycle per year. Sales of Motor Cycle shall be start in the year 2013-2014. The Company has one subsidiary company namely Navana Batteries Ltd, that produce and market Batteries.

2. Significant Accounting Policies and basis of preparation of the financial statements

2.1 Statement of Compliance

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

2.2 Basis of Preparation

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

2.3 Basis of Reporting

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

2.4 Reporting Period

These financial statements cover one accounting Period from September 1, 2015 to June 30, 2016.

2.5 Regulatory and Legal Compliance

The company complied with the requirements of the following regulatory and legal authorities:

- i) The Companies Act, 1994;
- ii) The Securities and Exchange Rules, 1987;
- iii) The Securities and Exchange Ordinance, 1969;
- iv) The Income Tax Ordinance, 1984,
- v) The Value Added Tax (VAT), 1991,

2.6 Functional and Presentation Currency

Financial statements are prepared in Bangladeshi Taka which is the company's functional currency.

2.7 Basis of consolidation

The Company has consolidated the financial statements of Aftab Automobiles Limited and its sole subsidiary named Navana Batteries Ltd. The Consolidated financial statements prepared in accordance with BAS: 27 Consolidated and separate financial statements.

2.8 Recognition of Property, Plant and Equipment

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

On retirement or otherwise disposed off, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the Profit and Loss Account which is determined with reference to net book value of the assets and net sale proceeds.

Capital Work-in-progress represents capital works of a unit still in progress and not in a operation .Once a unit is completed it is transferred to " Property, Plant and Equipment".

No revaluation of fixed assets has been made by the Company.

Depreciation

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

<u>Name of the Assets</u>	<u>Rate of Dep. (%)</u>
Land and land development	Nil
Building	2.5
Shades	20
Plant & Machinery	10
Tools & Equipments	20
Office Equipments	10
Furniture& Fixtures	10
Transport Vehicles	20
Electric line Installation	10
Gas line Installation	10
Office decoration	10

The whole amount of depreciation has been charged off partly to cost of sales and partly as expense in consistent with practice followed in the earlier years.

2.9 Financial Instruments and Derivatives

a) Investment in Shares

Investments in Shares are valued at fair market value.

b) Investment in associates

Investment in associates has been disclosed as per BAS-28 Investment in associates.

C) Derivatives

The company is not a party to any derivative contract at the balance sheet date, such as forward exchange contract, currency swap agreement or interest rate option contract to hedge currency exposure related to import of raw materials and others or principal and interest obligations of foreign currency loans.

2.10 Inventories

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

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

2.11 Cash and Cash Equivalent

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

2.12 Taxation

Current Tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous years. The applicable tax rate for the company is 25.00 % as the company qualifies as a "publicly traded company". Provision for taxation has been made as per law.

Deferred Tax

Deferred tax is recognized liabilities in accordance with BAS 12 "Income Tax "on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that the taxable profits will be available against which deductible temporary differences, unused tax losses or unused tax credits can be utilized.

2.13 Borrowing Costs

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

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

2.14 Revenue Recognition

In compliance with the requirements of BAS 18 "Revenue", revenue is recognized to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable excluding Vat, discounts, commission, rebates, and other sales taxes where applicable.

Revenue from the sale of goods is recognized when the following conditions are satisfied:

- i) the enterprise has transferred to the buyer the significant risk and rewards of ownership of the goods;
- ii) the enterprise retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- iii) the amounts of revenue can be measured reliably;
- iv) it is probable that the economic benefits associated with the transaction will flow to the enterprise; and
- v) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.15 Provident Fund Scheme

The company operates a Contributory Provident Fund Scheme for its permanent employees. The company's contribution to the fund is charged off as revenue expenditure during the year to which the contribution relates. The fund is operated by a Board of Trustees consisting 5 (Five) members. All confirmed employees of the company are contributing 10% of their basic salary as subscription to the fund. The company also contributes equal amount of the employees' contribution. Interest earned from the investments is credited to the members account on yearly basis.

Gratuity Scheme

The company operates an unfunded gratuity scheme, provision in respect of which is made annually for the company's permanent eligible employees as per BAS-19, "Employee Benefits".

Group Term Insurance Scheme

The company has Group Term Insurance Scheme for its permanent employees and the provision for premium of the same is made annually.

2.16 Cash Flows Statement

Statement of cash flows is prepared principally in accordance with BAS 7 "Cash Flow Statements" and cash flows from operating activities have been presented under direct method as required by the Securities and Exchange Rules, 1987.

2.17 Provisions

The preparation of the financial statements in conformity with the Bangladesh Accounting Standards BAS 37 "Provision, Contingent Liabilities and Contingent Assets" requires management to make estimates and assumptions that affect of the reported amounts of revenue and expenses, assets and liabilities and the disclosure requirements for contingent assets and liabilities at the date of the financial statements.

In accordance with the guidelines as prescribed by BAS 37, provisions were recognized in the following situations:

- i) when the company has a present obligation as a result of past event;
- ii) when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- iii) reliable estimates can be made of the amount of obligation.

The provisions have been made in the accounts at an appropriate level with regard to an adequate 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 balance sheet date.

2.18 Liabilities for Expenses

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

2.19 Earning Per Share

Basic Earning Per Share

The company calculates Earning Per Share (EPS) in accordance with BAS 33. Basic earnings per share have been calculated taking a capital base of 95,732,422 Ordinary shares of Tk. 10 each as on June 30, 2016 which is shown in the face of the Statement of Profit or Loss and other comprehensive Income and the computation of EPS is stated in note # 24.

Diluted Earnings Per Share

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

2.20 Event after the Reporting Period

As per BAS-10, Events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

- i) those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and
- ii) those that are indicative of conditions that arose after the reporting period (no adjusting events after the reporting period).

These financial statements were authorized for issued by the Board of Directors on October 27, 2016. No material event had occurred after the balance sheet date of issue of these financial statements, which could affect the values stated in the financial statements.

2.21 Workers Profit Participation Fund

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

2.22 Financial Assets and Liabilities

Financial assets and liabilities are recognized on the balance sheet date when the entity has become a party to a contractual provision of the instruments.

i) Receivables

Receivables are stated their real value and consider good. No provision has been made for doubtful debts except the amount was written off as bad debt. Receivables that would mature after one from the date of Statement of Financial position has been shown as long term.

ii) Payable

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

iii) Related party disclosure

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

iv) Borrowings

Interest bearing bank loans and overdrafts are recorded at the proceeds received net of direct issue costs. Financial charges are accounted for on an accrual basis.

2.23 Comparative Figure :

Comparative information has been disclosed in respect of the period/ year 2016 for all numerical data in the financial statements and also the narrative descriptive information when it is relevant for understanding of the current period's/ year's financial statements presentation. The financial information for the year September 01, 2014 to June 30, 2015 (comparative for the period of September 01, 2015 to June 30, 2016) has not specially been audited through the financial statements for the period September 01, 2014 to August 31, 2015 as whole was audited.

2.24 Changes in Reporting Date :

The company is used to report its financial information at 30 June each calendar year since the inception of the incorporation. The Section 9 of the Finance Act 2015 state that tax payer company other than bank, insurance and financial institutions shall have to follow, the uniform income year from July to June which is effective from July 01, 2016. To comply with this requirements, the company has changed its reporting date from 31 August to 30 June and prepare its financial statements as on June 2016 (10 months) on the basis of BSEC directive no. SEC/SRMIC/2011/1240/445 dated; April 27, 2016 as well as subsequent meeting minutes amongst BSEC, DSE and CSE dated May 09, 2016.

2.25 General

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



Mahindra Guzzo



Mahindra Centuro NZ

aftab automobiles limited
notes to the financial statements



Malek Siddiqui Wali
CHARTERED ACCOUNTANTS

Schedule - A

Aftab Automobiles Limited

3. Property, plant and equipment, net

Particulars	Cost			Rate of Dep.	Depreciation			Carrying amount	
	As at 01.09.2015	Add./Adj. for the Period	As at 30.06.2016		As at 01.09.2015	Charged during the Period	Adj. during the Period	As at 30.06.2016	As at 30.06.2016
Land & Land Development	288,900,750	78,092,318	266,951,068	-	-	-	-	266,951,068	288,900,750
Building	126,781,446	7,288,551	137,050,037	2.5%	30,129,677	2,186,708	-	32,295,466	126,781,446
Shades	32,504,188	-	32,504,188	20%	6,728,400	4,297,631	-	11,016,031	32,504,188
Plant & Machinery	256,240,950	16,611,128	312,852,078	10%	121,298,010	15,409,135	-	136,707,145	256,240,950
Tools & Equipments	29,413,052	701,460	30,114,512	20%	14,936,343	2,482,431	-	17,418,774	29,413,052
Office Equipment	26,527,925	2,032,021	28,559,947	10%	7,834,225	1,658,203	-	9,492,428	26,527,925
Furniture & Fixture	16,224,241	241,848	16,466,089	10%	4,672,794	974,724	-	5,647,518	16,224,241
Transport Vehicles	52,842,803	12,411,540	65,254,343	20%	28,882,180	5,212,324	-	34,094,504	52,842,803
Electrical wire installation	1,204,113	252,865	1,456,978	10%	60,208	107,368	-	167,576	1,204,113
Office Decoration	17,383,523	780,750	18,164,273	10%	869,176	1,415,133	-	2,284,309	17,383,523
Total	750,987,994	118,414,521	909,412,515		215,411,991	33,746,399	-	249,157,999	909,412,515

Depreciation charged to :	Taka
Cost of goods sold	25,997,120
Profit & Loss Account (Admin)	3,376,640
Profit & Loss Account (Selling)	3,374,640
TOTAL	33,746,399

Schedule - A

Aftab Automobiles Limited and it's Subsidiary

3 (a). Property, plant and equipment, net

Particulars	Cost			Rate of Dep.	Depreciation			Carrying amount	
	As at 01.09.2015	Add./Adj. for the Period	As at 30.06.2016		As at 01.09.2015	Charged during the Period	Adj. during the Period	As at 30.06.2016	As at 30.06.2016
Land & Land Development	289,451,258	175,676,070	465,127,328	-	-	-	-	465,127,328	289,451,258
Building	216,215,873	16,366,968	242,578,841	2.5%	44,171,884	3,997,087	-	48,168,971	216,215,873
Shades	32,504,188	-	32,504,188	20%	6,728,400	4,297,631	-	11,016,031	32,504,188
Plant & Machinery	585,627,549	46,005,508	631,633,057	10%	217,088,867	35,014,938	-	252,103,805	585,627,549
Tools & Equipments	77,814,519	12,357,860	90,172,379	20%	44,715,945	6,825,045	-	51,540,990	77,814,519
Office Equipment	55,137,615	5,138,896	60,276,511	10%	18,171,863	3,888,531	-	22,060,394	55,137,615
Furniture & Fixture	18,314,467	6,413,536	24,728,003	10%	6,086,999	1,840,184	-	7,927,183	18,314,467
Transport Vehicles	86,210,099	21,009,467	107,219,566	20%	45,294,281	9,116,915	-	54,411,196	86,210,099
Electrical wire installation	10,751,484	688,216	11,439,700	10%	3,161,551	813,472	-	3,975,023	10,751,484
Gas line installation	11,332,299	-	11,332,299	10%	3,290,869	753,453	-	4,044,322	11,332,299
Office Decoration	10,542,649	11,530,071	22,072,720	10%	1,044,521	2,201,031	-	3,245,552	10,542,649
Total	1,431,417,989	298,107,618	1,719,525,607		287,740,406	66,771,926	-	354,512,332	1,719,525,607

Depreciation charged to :	Taka
Cost of goods sold	59,017,045
Profit & Loss Account (Admin)	6,627,131
Profit & Loss Account (Selling)	6,627,131
TOTAL	66,271,306

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
3	Property, plant and equipment, net			
	Land & Land Development	266,993,068	188,900,750	188,900,750
	Building	104,753,591	99,631,769	99,145,649
	Shades	21,488,157	25,785,788	25,659,975
	Plant & Machinery	176,144,931	174,942,940	174,089,364
	Tools & Equipments	12,695,238	14,476,709	14,406,075
	Office Equipment	19,061,729	18,688,701	18,597,525
	Furniture & Fixture	10,818,591	11,551,457	11,495,096
	Transport Vehicles	31,129,238	23,950,623	23,833,764
	Electrical line installation	1,288,804	1,143,907	1,138,326
	Office Decoration	15,881,766	16,514,349	16,433,772
		660,255,114	575,586,994	573,700,296
3 (a)	Consolidated property, plant and equipment, net			
	Land & Land Development	465,127,328	289,451,258	465,127,328
	Building	194,409,870	182,039,989	138,154,699
	Shades	21,488,157	25,785,788	19,569,479
	Plant & Machinery	381,579,181	368,558,672	279,708,390
	Tools & Equipments	39,026,369	33,598,555	25,498,784
	Office Equipment	39,726,058	36,985,753	28,069,413
	Furniture & Fixture	22,811,442	18,228,068	13,833,737
	Transport Vehicles	54,803,362	40,913,809	31,050,512
	Electrical line installation	9,440,778	9,589,932	7,278,039
	Gas line installation	8,287,977	9,041,430	6,861,768
	Office Decoration	28,823,369	19,494,329	14,794,108
		1,265,523,890	1,033,687,585	1,029,946,257
4	Capital work in progress			
	Opening balance	102,799,858	123,068,621	123,068,621
	Addition during the period/ year		157,703,930	157,703,930
		102,799,858	280,772,551	280,772,551
	Less: transfer to property, plant & equipment	102,799,858	177,972,693	171,864,668
	Closing balance	-	102,799,858	108,907,883
Capital work in progress represents Land and Land Development , civil constructions, Plant and Machinery for BMRE of Assembling Unit, Body Building Unit and Motor Cycle Unit.				
4 (a)	Consolidated capital work in progress			
	Opening balance	266,817,407	191,996,470	191,996,470
	Addition during the period/year	103,416,248	259,293,630	238,674,684
		370,233,655	451,290,100	430,671,154
	Less: Transfer to property, plant & equipment	266,817,407	184,472,693	167,491,098
	Closing balance	103,416,248	266,817,407	263,180,056
Capital work in progress represents Land and Land Development, civil constructions etc.				
5	Investments			
	Investment in subsidiaries (Note: 5.1)	646,478,500	591,201,837	578,319,707
	Investment in shares (Note: 5.2)	4,869,465	5,860,463	6,481,385
	Investment in associate (Note : 5.3)	287,534,517	274,138,325	274,138,325
		938,882,482	871,200,625	858,939,417

		Amount in Taka	
		30/06/2016	31/08/2015
			30/06/2015
5.1	Investment in subsidiary		
	Navana Batteries Limited		
	Opening Balance	591,201,837	500,663,107
	Add: Profit during the period/ year	55,276,663	90,538,730
	Closing Balance	646,478,500	591,201,837
5.2	Investment in shares		
	Opening Balance	5,860,463	6,819,639
	Revaluation Gain/(Loss) on investment in share	(990,998)	(959,176)
		4,869,465	5,860,463
	Less: Shares sale during the period/ year	-	-
	Closing Balance	4,869,465	5,860,463
5.3	Investment in associate		
	The details are stated below :		
	Share Invest of NREL at cost	20,000,000	20,000,000
	Share of equity from associate		
	Opening Balance	254,138,325	234,056,751
	Add: Share of equity from associate	13,396,192	20,081,574
	Net income after deferred tax (P L A C)	10,047,144	15,031,181
	Provision for deferred tax (note - 23.b)	3,349,048	5,050,393
	Closing Balance	267,534,517	254,138,325
	Total Investment in associate	287,534,517	274,138,325
5 (a)	Quantities details of investments in share		
	Investment in shares of Navana CNG Ltd (Note: 5 (a) 1)		
	Opening Balance	5,860,463	6,819,639
	Decrease of market value shares	(990,998)	(959,176)
	Closing Balance	4,869,465	5,860,463
5 (a) 1.	Acquisition quantity of shares of Navana CNG Ltd.at cost	461,439	461,439
	bonus share Up to 2014	105,404	105,404
	Total Share as on 30.06.2016	105,404	105,404
5 (a) 2.	Acquisition quantity of shares of Navana Real Estate Ltd.	20,000,000	20,000,000
	Less: shares sale during the year	-	-
		20,000,000	20,000,000
	Opening Balance	6,000,000	6,000,000
	Number of shares purchased	-	-
	Number of bonus shares received during the period/ year	-	-
	Total number of shares	6,000,000	6,000,000

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
6	Receivables			
	Long Term receivable	2,490,724,021	2,877,233,972	2,806,278,320
	Short Term receivable	889,697,814	862,021,457	810,803,015
		3,380,421,835	3,739,255,429	3,617,081,335
Receivables are considered good and as such ,no provision has been made in the accounts for doubtful debts. The Company holds no security other than debtors' personal security in the form of work orders.				
6(a)	Consolidated trade debtors			
	Long Term receivable	2,543,202,583	2,877,233,972	2,806,278,320
	Short Term receivable	1,326,788,239	1,450,555,891	1,364,368,695
		3,869,990,822	4,327,789,863	4,170,647,015
7	Stock and stores			
	Finished products	493,889,274	580,428,847	545,941,700
	Raw materials	230,619,284	232,365,491	218,559,108
	Work-in-process	12,701,357	24,040,833	22,612,407
	Stores and spares	14,134,354	12,457,514	11,717,330
	Goods in transit	138,560,762	27,835,491	26,181,599
		889,905,031	877,128,176	825,012,144
Value of Stock of Finished product & Raw materials inclusive of -96- units Hino bus, 90- units RM2 Hino Bus chassis, 6- units HINO 3 Ton CBU Truck and -20- units of Motor cycle.				
7 (a)	Consolidated stock and stores			
	Finished products	691,271,591	675,113,345	635,000,360
	Raw materials	483,717,804	471,546,167	443,528,466
	Work-in-process	92,694,840	95,364,595	89,698,349
	Stores and spares	14,134,354	12,457,514	11,717,330
	Goods in transit	168,809,895	96,889,491	91,132,640
		1,450,628,484	1,351,371,112	1,271,077,145
8	Income tax deducted at source			
	Opening balance	392,912,710	338,850,802	338,850,802
	Addition during the period/ year	73,864,467	54,061,908	46,344,571
		466,777,177	392,912,710	385,195,373
	Adjustment made during the period/year	-	-	-
		466,777,177	392,912,710	385,195,373
The above amount was deducted at the import point as well as from the bills in different times at delivery points.				
8 (a)	Consolidated Income tax deducted at source			
	Opening balance	564,368,654	465,660,394	465,660,394
	Addition during the period/ year	98,391,883	98,708,260	84,617,656
		662,760,537	564,368,654	550,278,050
	Adjustment made during the period/year	-	-	-
	Adjustment made for desolve subsidiaries	-	-	-
		662,760,537	564,368,654	550,278,050

		Amount in Taka	
	30/06/2016	31/08/2015	30/06/2015
9 Advances, deposits and prepayments			
Advance to suppliers	443,952,890	584,439,130	549,713,705
Advance to employees	2,939,727	16,463,768	15,485,546
Deposits for motor Cycle Unit	69,475,636	69,475,636	65,347,625
Advance to others	13,311,072	17,631,119	16,583,537
Deposits	294,453,061	317,698,629	298,822,034
	824,132,386	1,005,708,282	945,952,447
Advance paid to suppliers against work order and considered good. Advance to employees against expenses, salary releasable on production of documents and monthly salary respectively are considered good. Deposits consist of utility deposits, security money against tender and bank guarantee are considered good.			
9 (a) Consolidated advances, deposits and prepayments			
Advance to suppliers	560,162,131	716,399,355	673,833,293
Advance to employees	40,028,978	59,117,117	55,604,575
Deposits for motor Cycle Unit	69,475,636	69,475,636	65,347,625
Advance to others	125,448,867	98,395,019	92,548,715
Current Account with VAT	38,597,823	38,024,587	35,765,293
Deposits	380,331,615	409,038,253	384,734,563
	1,214,045,050	1,390,449,967	1,307,834,065
10 Cash & bank balances			
Cash in hand	22,073,257	8,559,963	8,051,359
Cash at banks	898,511,464	220,050,290	273,758,424
	920,584,721	228,610,253	281,809,783
10 (a) Consolidated cash & bank balances			
Cash in hand	26,865,874	12,117,766	11,397,769
Cash at banks	905,776,603	326,837,384	374,200,585
	932,642,477	338,955,150	385,598,354

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
11	Share capital			
	Authorized capital:			
	120,000,000 Ordinary shares of Tk. 10 each	1,200,000,000	1,200,000,000	1,200,000,000
	180,000,000 Cum. redeemable preference shares of Tk. 10 each	1,800,000,000	1,800,000,000	1,800,000,000
		3,000,000,000	3,000,000,000	3,000,000,000
	Ordinary Share capital:			
	Issued, subscribed and paid up			
	95,732,420 Ordinary shares of Tk. 10 each			
	Sponsors	291,939,445	291,939,445	291,939,445
	General Public:	665,384,775	665,384,775	665,384,775
		957,324,220	957,324,220	957,324,220

The Position of Ordinary shareholders as on June 30, 2016 was as follows :

Type of investors	No. of investors	No. of shares	Share Holding % 2016	Share Holding % 2015
Sponsors	6	27,208,098	28.42%	30.39%
Financial Institutions including ICB	337	26,199,072	27.37%	26.28%
General Public:	34,060	42,325,252	44.21%	43.33%
Total	34,403	95,732,422	100%	100%

The classification of shareholders by holding as on June 30, 2016 was as follows :

Type of investors	No. of investors	No. of shares	Total Share Holding % 16	Total Share Holding % 15
1 To 500	22390	3,503,043	3.66%	4.18%
501 To 5,000	10479	16,301,140	17.03%	19.03%
5,001 To 10,000	846	6,079,300	6.35%	6.49%
10,001 To 20,000	384	5,418,743	5.66%	5.30%
20,001 To 30,000	103	2,547,167	2.66%	2.22%
30,001 To 40,000	53	1,844,876	1.93%	1.45%
40,001 To 50,000	38	1,741,049	1.82%	1.42%
50,001 To 100,000	54	3,704,308	3.87%	3.98%
100,001 To 1,000,000	46	14,040,017	14.67%	13.12%
Above 1,000,000	10	40,552,779	42.36%	42.80%
	34403	95,732,422	100%	100%

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
12	Share premium			
	Net Premium Up to 2006	250,191,730	250,191,730	250,191,730
	Net Premium in 2010	1,675,666,609	1,675,666,609	1,675,666,609
		1,925,858,339	1,925,858,339	1,925,858,339
13	Reserves			
	Tax holiday reserve	12,338,231	12,338,231	12,338,231
	Dividend equalization fund	4,000,000	4,000,000	4,000,000
	General reserve	51,000,000	51,000,000	51,000,000
		67,338,231	67,338,231	67,338,231

		Amount in Taka		
	30/06/2016	31/08/2015	30/06/2015	
14 Long Term loan-Net of current portion				
Agrani Bank Ltd.	341,006,301	312,045,936	293,505,207	
Meghna bank Ltd.	72,178,781	162,458,396	152,805,660	
South-bangla Agricultural & commerce bank Ltd.	109,773,994	127,209,347	119,650,992	
Standard bank Ltd.	-	31,839,687	29,947,879	
Mutual trust bank Ltd.	51,849,400	74,997,061	70,540,986	
Uttara Finance & Investment Ltd.	130,576,627	198,397,331	186,609,223	
Prime bank Ltd. HP loan	44,995,583	-	-	
Midland Bank Ltd.	-	63,157,902	59,405,270	
Peoples Leasing & Financial services Ltd.	190,751,250	245,538,080	230,949,026	
Mercantile bank Ltd. Term loan	218,810,323	-	-	
One Bank Lease Loan	8,395,203	10,080,000	9,481,080	
	1,168,337,462	1,225,723,740	1,152,895,321	
less: Long Term loan-Current portion	292,084,366	306,430,935	288,223,830	
Long Term loan-Net of current portion	876,253,097	919,292,805	864,671,491	
14(a) Long Term loan-Net of current portion				
Agrani Bank Ltd.	341,006,301	312,045,936	293,505,207	
Meghna bank Ltd.	72,178,781	162,458,396	152,805,660	
South-bangla Agricultural & commerce bank Ltd.	109,773,994	127,209,347	119,650,992	
Standard bank Ltd.	-	31,839,687	29,947,879	
Mutual trust bank Ltd.	51,849,400	74,997,061	70,540,986	
Uttara Finance & Investment Ltd.	130,576,627	198,397,331	186,609,223	
Prime bank Ltd. HP loan	44,995,583	-	-	
Midland Bank Ltd.	-	63,157,902	59,405,270	
Peoples Leasing & Financial services Ltd.	190,751,250	245,538,080	230,949,026	
Mercantile bank Ltd. Term loan	218,810,323	-	-	
One Bank Lease Loan	8,395,203	10,080,000	9,481,080	
Al-Arafah Islami Bank Ltd.	35,059,444	35,059,444	32,976,329	
Trust Bank Ltd.	252,954,870	236,925,000	222,847,706	
Dutch-bangla Bank Ltd.	416,749,383	392,610,890	369,283,260	
Social Islami Bank Ltd.	52,326,698	45,825,329	43,102,541	
IDLC Finance Ltd.	1,522,315	3,223,065	3,031,561	
National finance Ltd	1,278,000	1,704,000	1,602,754	
	1,928,228,172	1,941,071,468	1,825,739,472	
less: Long Term loan-Current portion	482,057,043	485,267,867	456,434,868	
Long Term loan-Net of current portion	1,446,171,129	1,455,803,601	1,369,304,604	
15 Short-term loan				
Bank Asia Ltd.	465,514,890	466,463,146	438,747,461	
Standard Bank Ltd CC AC	40,986,098	41,736,785	39,256,924	
NRB Commercial	155,406,545	90,000,000	84,652,500	
NCC Bank Ltd CC AC	-	33,305,996	31,327,065	
Dhaka Bank Ltd.	51,476,858	102,443,324	96,356,483	
Mercantile Bank	73,334,846	9,274,802	8,723,724	
The City Bank Ltd O/D Ac	30,989,022	29,975,419	28,194,380	
Midland Bank Ltd. O/D AC	21,008,760	-	-	
Prime bank Ltd. SOD A/C	50,731,112	49,944,622	46,977,079	
One bank Ltd. SOD A/C	-	30,907,799	29,071,361	
South-bangla Agricultural & commerce bank Ltd.	31,269,884	31,500,484	29,628,830	
	920,718,015	885,552,377	832,935,807	

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
15(a) Short-term loan				
Bank Asia Ltd.	465,514,890	466,463,146	438,747,461	
Standard Bank Ltd CC AC	40,986,098	41,736,785	39,256,924	
NRB Commercial	155,406,545	90,000,000	84,652,500	
NCC Bank Ltd CC AC	-	69,643,558	65,505,570	
Dhaka Bank Ltd.	51,476,858	102,443,324	96,356,483	
Mercantile Bank	83,330,236	19,270,192	18,125,221	
The City Bank Ltd O/D AC	30,989,022	29,975,419	28,194,380	
Midland Bank Ltd. O/D AC	21,008,760	-	-	
Prime bank Ltd. SOD A/C	50,731,112	49,944,622	46,977,079	
One bank Ltd. SOD A/C	31,269,884	30,907,799	29,071,361	
South-bangla Agricultural & commerce bank ltd.	-	31,500,484	29,628,830	
Southeast Bank Ltd.	149,723,012	195,963,321	184,319,834	
National Bank Ltd. CC loan	219,746,952	199,869,921	187,994,317	
Modhumoti Bank Ltd.	82,762,054	-	-	
Shahjalal Islami bank ltd.	2,220,198	3,656,820	3,439,544	
	1,385,165,621	1,331,375,391	1,252,269,503	
16 Accrued and other current liabilities				
For goods supplied	79,205,239	32,045,454	30,141,420	
For expenses	125,113,851	79,172,478	74,468,313	
For Income tax	454,589,655	397,395,535	373,783,617	
For gratuity	39,326,140	35,326,140	33,227,179	
For Workers' P.P.F. and W.F.	40,619,570	39,476,406	37,130,850	
For other finance	21,283,454	97,608,445	104,024,927	
Unclaimed dividend	33,453,849	32,214,294	30,300,228	
	793,591,758	713,238,752	683,076,533	
16(a) Consolidated accrued and other current liabilities				
For goods supplied	82,953,221	75,793,436	71,290,043	
For expenses	145,301,004	132,839,958	124,947,050	
For Income tax	597,502,292	513,544,702	483,031,588	
For gratuity	39,326,140	35,326,140	33,227,179	
For Workers' P.P.F. and W.F.	44,723,083	47,004,558	44,211,704	
For other finance	31,668,663	117,993,654	109,561,619	
Unclaimed dividend	33,453,849	32,214,295	30,300,229	
	974,928,251	954,716,743	896,569,412	
17 Sales revenue				
Automobiles assembling unit	1,789,475,210	1,846,319,790	1,582,757,640	
Body building unit	306,560,087	283,881,796	243,357,670	
Motor Cycle unit	276,651,250	326,841,116	280,184,547	
	2,372,686,547	2,457,042,702	2,106,299,856	
The quantity of sales during the period are Hino Bus chassis -301- units, RM2 AC Bus -14- units, Hino 3Ton Truck -5- units and -2299-units of Motor cycle.				
17(a) Consolidated revenues				
Aftab automobiles Ltd.	2,372,686,547	2,457,042,702	2,106,299,856	
Navana Batteries Limited	678,891,057	1,002,022,503	858,983,791	
	3,051,577,604	3,459,065,205	2,965,283,647	

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
18	Cost of goods sold			
	Opening stock of direct raw materials	232,365,491	97,329,871	97,329,871
	Purchases of direct raw material	1,436,447,236	1,747,629,450	1,445,145,157
	Direct raw materials available for consumption	1,668,812,727	1,844,959,321	1,542,475,028
	Closing stock of direct raw materials (Note 7)	230,619,284	232,365,491	218,559,108
	Raw materials consumed	1,438,193,443	1,612,593,830	1,323,915,920
	Add : Opening WIP	24,040,833	17,960,127	17,960,127
		1,462,234,276	1,630,553,957	1,341,876,047
	Less : Closing WIP (Note-7)	12,701,357	24,040,833	22,612,407
		1,449,532,919	1,606,513,124	1,319,263,641
	Indirect materials	179,741,472	86,832,074	81,672,802
	Total consumption	1,629,274,391	1,693,345,198	1,400,936,442
	Factory overhead (Note-18.1)	82,856,973	89,242,785	76,503,377
	Cost of production	1,712,131,364	1,782,587,982	1,477,439,819
	Opening Finished products	580,428,847	693,890,012	693,890,012
		2,292,560,211	2,476,477,994	2,171,329,831
	Closing Finished products (Note-7)	493,889,274	580,428,847	545,941,700
		1,798,670,937	1,896,049,147	1,625,388,131
18.1	Factory overhead			
	Salary and allowances	17,465,801	19,960,915	17,111,495
	Wages	10,236,701	11,699,087	10,029,042
	Contribution to P.F.	1,294,941	1,479,933	1,268,673
	Overtime	3,694,503	4,222,289	3,619,557
	Bonus	2,409,760	2,754,011	2,360,876
	Leave pay	488,646	558,452	478,733
	Gratuity	1,069,618	1,222,420	1,047,920
	Liveries and Uniform	155,552	177,774	152,397
	Telephone, Fax, Mobile	381,242	435,705	373,508
	Fuel and Lubricants	3,576,010	4,086,869	3,503,468
	Travelling and Conveyance	289,311	330,640	283,441
	Entertainment	1,219,827	1,394,088	1,195,082
	Office Expenses	31,489	35,987	30,850
	Maintenance expenses	1,241,964	1,419,388	1,216,770
	Electric Expenses	5,665,258	6,474,581	5,550,335
	Duty and Allowance	12,351	14,115	12,100
	Canteen Subsidies	182,674	208,770	178,968
	Eid greeting	190,859	218,125	186,988
	Rent Rates & Taxes	3,158,190	3,609,360	3,094,124
	Insurance	1,573,953	1,798,803	1,542,024
	Welfare expenses	475,646	543,595	465,997
	Carrying & handling	117,588	134,386	115,202
	Papers & periodical	7,949	9,086	7,789
	General charges	317,345	362,680	310,907
	Repairs and maintenance (vehicle)	177,708	203,095	174,103
	Chemicals	667	762	653
	Annual picnic	215,950	246,800	211,569
	Stationary	208,353	238,117	204,126
	Depreciation	26,997,120	25,402,952	21,776,681
		82,856,973	89,242,785	76,503,377

The number of employees received annual salary and wages above Tk. 36,000 during the year are 165.

	Amount in Taka		
	30/06/2016	31/08/2015	30/06/2015
18 (a) Consolidated cost of goods sold			
Opening stock of direct raw materials	471,546,167	245,824,629	245,824,629
Purchases of direct raw material	1,970,456,991	2,488,960,734	2,081,031,106
Direct raw materials available for consumption	2,442,003,158	2,734,785,363	2,326,855,735
Closing stock of direct raw materials (Note 7.a)	483,717,804	471,546,167	443,528,466
Raw materials consumed	1,958,285,354	2,263,239,196	1,883,327,270
Add : Opening WIP	95,364,595	79,947,253	79,947,253
	2,053,649,949	2,343,186,449	1,963,274,523
Less : Closing WIP (Note-7.a)	92,694,840	95,364,595	89,698,349
	1,960,955,109	2,247,821,854	1,873,576,174
Indirect materials	184,798,460	95,999,454	82,295,532
Total consumption	2,145,753,569	2,343,821,308	1,955,871,706
Factory overhead (Note-18.a.1)	158,565,780	181,569,365	155,650,338
Cost of production	2,304,319,349	2,525,390,673	2,111,522,044
Opening Finished products	675,113,345	767,975,872	767,975,872
	2,979,432,694	3,293,366,545	2,879,497,916
Closing Finished products (Note-7.a)	691,271,591	675,113,345	635,000,360
	2,288,161,102	2,618,253,201	2,244,497,556
18 (a.1) Factory overhead			
Salary and allowances	20,938,357	24,465,853	20,973,353
Wages	15,058,580	17,954,497	15,391,493
Contribution to P.F.	2,030,659	2,434,377	2,086,870
Overtime	3,940,785	4,541,791	3,893,450
Bonus	2,442,720	2,796,770	2,397,531
Leave pay	756,618	906,092	776,747
Gratuity	1,432,159	1,692,744	1,451,105
Liveries and Uniform	560,910	703,644	603,199
Telephone,Fax, Mobile	711,072	863,593	740,315
Fuel and Lubricants	4,551,130	5,681,129	4,870,148
Travelling and Conveyance	641,864	788,007	675,519
Entertainment	1,318,264	1,521,790	1,304,554
Office Expenses	124,374	156,487	134,148
Maintenance expenses	1,824,189	2,786,698	2,388,896
Electric Expenses	30,798,765	39,080,211	33,501,511
Duty and Allowance	226,812	292,335	250,604
Canteen Subsidies	3,082,018	3,970,081	3,403,352
Eid greeting	210,516	243,625	208,848
Rent Rates & Taxes	3,158,190	3,609,360	3,094,124
Insurance	2,561,673	4,795,949	4,111,327
Gas	879,812	1,141,378	978,446
Welfare expenses	591,826	694,315	595,202
Carrying & handling	396,282	495,936	425,141
Papers & periodical	7,949	9,085	7,788
General charges	317,345	362,680	310,907
Repairs and maintenance (vehicle)	688,607	865,883	742,278
Security Exps	706,430	916,450	785,627
Chemicals	353,282	458,209	392,800
Store & Spare	18,700	24,260	20,797
Foreign Technician Remuneration	2,000,000	2,400,000	2,057,400
Annual picnic	873,733	1,100,140	943,095
Stationary	208,353	938,402	804,445
Screen Printing	539,803	596,582	511,420
Labour Charges	459,865	317,355	272,053
Laboratory Exps	244,629	-	-
Generator Maintenance	765,930	1,425,384	1,221,910
Fire Extinguisher	126,535	164,153	140,720
Depreciation	53,017,045	50,374,121	43,183,215
	158,565,780	181,569,365	155,650,338

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
19	Administrative expenses			
	Salary and allowances	27,617,884	29,986,680	25,706,081
	Wages	7,654,446	8,392,483	7,194,456
	Cont. to C.P.F.	555,321	634,652	544,055
	Bonus	3,375,334	3,644,791	3,124,497
	Overtime	2,545,861	895,046	767,277
	Welfare expenses	154,024	27,101	23,232
	Medical Expenses	700,307	55,720	47,766
	Gratuity	4,000,000	4,000,000	3,429,000
	Leave pay	1,394,756	1,133,843	971,987
	Entertainment	1,095,982	1,214,393	1,041,038
	AGM expenses	375,099	428,684	367,489
	TA and Conveyance	1,241,028	1,300,323	1,114,702
	Travelling Exp - Foreign	1,037,845	1,099,220	942,307
	Car maintenance	2,599,441	2,065,821	1,770,925
	Stationery	952,616	1,041,932	893,197
	Fees and Registration	1,610,078	3,167,656	2,715,473
	Telephone	660,604	720,873	617,969
	Electric expenses	164,514	188,016	161,177
	Rent, rates and taxes	3,172,501	3,055,622	2,619,432
	Insurance premium	205,150	234,457	200,988
	Liveries and Uniform	46,830	26,760	22,940
	Bank charges	619,774	636,920	545,999
	Bank Guarantee & Charge documents	1,783,794	2,038,622	1,747,609
	Audit fees	172,500	149,500	128,159
	Duty allowance	98,660	112,754	96,658
	Paper and periodicals	63,420	70,795	60,689
	Postage and telegram	486,453	555,946	476,585
	Night allowances	53,446	61,081	52,362
	Advertisement and Publicity	498,345	550,037	471,519
	Directors fee	185,000	175,000	150,019
	Office maintenance	373,954	427,376	366,368
	Maintenance expenses	435,362	474,724	406,957
	General Expenses	304,262	340,465	291,864
	WASA Bill	30,223	54,604	46,809
	Carrying & Handling	700,505	320,769	274,979
	Gas	101,303	115,775	99,248
	CDBL Fee	216,807	-	-
	Canteen Subsidy	284,375	325,000	278,606
	Security Exps	1,299,621	520,708	446,377
	Donation	90,000	111,000	95,155
	Promotion Exp.	505,359	772,396	662,136
	Fuel & Lubricants	472,987	330,600	283,407
	Depreciation	3,374,640	3,175,369	2,722,085
		73,310,409	74,633,514	63,979,580

The number of employees received annual salary and allowances above Tk. 36,000 during the year are 89.

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
19 (a)	Consolidated administrative expenses			
	Salary and allowances	31,170,602	33,776,246	28,954,687
	Wages	8,007,075	8,837,909	7,576,298
	Cont. to C.P.F.	555,321	634,652	544,055
	Bonus	3,806,159	4,102,574	3,516,931
	Overtime	2,545,861	895,046	767,278
	Welfare expenses	336,107	257,101	220,400
	Medical Expenses	700,307	55,720	47,766
	Gratuity	4,168,426	4,224,568	3,621,511
	Leave pay	1,394,756	1,133,843	971,987
	Entertainment	1,570,068	1,813,239	1,554,399
	AGM expenses.	375,099	428,684	367,489
	TA and Conveyance	1,364,235	1,455,953	1,248,116
	Travelling Exp - Foreign	1,393,627	2,108,866	1,807,826
	Car maintenance	3,575,205	3,898,721	3,342,178
	Stationery	1,358,861	1,467,752	1,258,231
	Fees and Registration	1,955,681	4,295,008	3,681,896
	Telephone	755,871	841,210	721,128
	Electric expenses	164,514	188,016	161,177
	Rent, rates and taxes	3,172,501	3,055,622	2,619,432
	Insurance premium	205,150	234,457	200,988
	Liveries and Uniform	46,830	26,760	22,940
	Bank charges	619,774	636,920	545,999
	Bank Guarantee & Charge documents	1,875,043	2,153,883	1,846,416
	Audit fees	230,000	207,000	177,451
	Duty allowance	98,661	112,754	96,658
	Paper and periodicals	70,193	79,351	68,024
	Postage and telegram	554,684	642,133	550,469
	Publicity	51,458	65,000	55,721
	Night allowances	53,446	61,081	52,362
	Advertisement and Publicity	498,345	550,037	471,519
	Directors fee	200,000	190,000	162,878
	Office maintenance	420,659	486,372	416,942
	Maintenance expenses	1,228,727	1,476,870	1,266,046
	General Expenses	304,262	340,465	291,864
	WASA Bill	30,223	54,604	46,809
	Carrying & Handling	1,531,937	1,370,999	1,175,289
	Gas	101,303	115,775	99,248
	CDBL Fee	216,807	-	-
	Canteen Subsidy	284,375	325,000	278,606
	Security Exps	1,299,621	520,708	446,377
	Donation	90,000	111,000	95,155
	Promotion Exp.	505,359	772,396	662,136
	ISO	485,581	504,477	432,463
	Fuel & Lubricants	472,987	330,600	283,407
	Guest House Maintenance	259,970	328,383	281,506
	Membership fee & others	420,233	530,820	455,045
	Depreciation	6,627,131	6,296,765	5,397,902
		87,153,034	91,995,339	78,863,005

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
20	Selling and distribution expenses			
	Salary & Allowance	9,054,160	9,375,006	8,036,724
	Wages	1,301,071	1,094,824	938,538
	Bonus	1,531,042	1,617,304	1,386,434
	Leave pay	196,903	240,034	205,769
	Welfare	91,486	111,526	95,606
	P/F company's Contribution	236,283	288,040	246,923
	Overtime	410,845	110,785	94,970
	Fuel & Lubricant	583,093	710,754	609,294
	Transit Insurance	189,041	220,520	189,041
	Promotional Exps	380,837	444,254	380,837
	Training Exp.	272,219	230,730	197,793
	Driving Charge	154,523	180,254	154,523
	Toll Charge	30,844	35,980	30,844
	Delivery Exps	178,471	208,190	178,471
	Rent Rates & Taxes	6,915,329	6,709,584	5,751,791
	Conveyance	234,344	273,367	234,344
	Entertainment	338,288	394,620	338,288
	Stationery	2,572	3,000	2,572
	Telephone	101,107	117,944	101,107
	Publicity Exp.	889,646	937,821	803,947
	Fees & Registration	158,876	185,332	158,876
	Maintenance	38,935	45,418	38,935
	Car Maintenance	223,920	123,920	106,230
	Postage & Telegram	99,310	115,847	99,310
	Papers & Periodicals	4,226	4,930	4,226
	Bank Charges	17,454	20,360	17,454
	Security Guard salary	150,447	175,500	150,447
	Office Maintenance	158,794	185,237	158,794
	Showroom Exps	327,779	382,361	327,779
	Transportation Charges	1,095,802	495,802	425,026
	Gift & Donation	4,818	5,620	4,818
	Bad debts	17,240,000	12,144,945	10,411,254
	Chemical & Packing exps	9,018	10,520	9,018
	Transit Insurance	89,427	104,318	89,427
	Depreciation	3,374,640	3,175,369	2,722,085
		46,085,548	40,480,016	34,701,493

The number of employees received annual salary and allowances above Tk. 36,000 during the year are 40.

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
20 (a)	Consolidated selling and distribution expenses			
	Salary & Allowance	32,832,173	38,149,878	32,703,983
	Wages	1,762,111	1,621,727	1,390,225
	Bonus	3,381,720	3,732,364	3,199,569
	Leave pay	196,903	240,034	205,769
	Welfare	374,456	463,540	397,370
	P/F company's Contribution	1,766,573	2,036,943	1,746,170
	Gratuity	1,479,888	2,266,833	1,943,243
	Overtime	1,092,259	889,544	762,562
	Fuel & Lubricant	1,503,980	1,953,644	1,674,761
	Transit Insurance	372,833	1,001,490	858,527
	Promotional Exps	501,767	675,144	578,767
	Training Exp.	272,219	230,730	197,793
	Driving Charge	154,523	180,254	154,523
	Toll Charge	30,844	35,980	30,844
	Delivery Exps	536,291	956,467	819,931
	Rent Rates & Taxes	9,894,148	11,112,826	9,526,470
	Conveyance	373,306	845,277	724,614
	Entertainment	738,051	851,492	729,942
	Stationery	258,356	736,774	631,600
	Telephone	733,694	1,708,538	1,464,644
	Publicity Exp.	992,366	1,283,031	1,099,878
	Fees & Registration	574,839	1,802,851	1,545,494
	Maintenance	219,789	533,059	456,965
	Car Maintenance	396,973	321,695	275,773
	Electrical Expenses	938,947	1,291,345	1,107,006
	Postage & Telegram	257,148	296,234	253,947
	Papers & Periodicals	23,824	27,327	23,426
	Bank Charges	20,359	23,680	20,300
	Security Guard salary	1,140,367	1,653,025	1,417,056
	Office Maintenance	203,568	236,407	202,660
	Showroom Exps	788,015	1,370,491	1,174,853
	Transportation Charges	1,216,758	1,002,062	859,018
	Utility Bill (WASA)	63,196	78,246	67,076
	Gift & Donation	235,318	587,743	503,843
	Bad debts	17,240,000	12,144,945	10,411,254
	Chemical & Packing exps	210,883	441,100	378,133
	Dealer conference Exp.	-	529,772	454,147
	Transit Insurance	89,427	104,318	89,427
	Others	-	520,970	446,602
	Depreciation	6,627,131	6,296,765	5,397,902
		89,495,001	100,234,546	85,926,064
21	Financial charges			
	Aftab Automobiles Ltd.			
	Assembling Unit	137,723,427	142,973,283	122,563,847
	Body building Unit	-	4,469,088	3,831,126
	Motor cycle Unit	22,029,254	25,153,743	21,563,046
		159,752,681	172,596,114	147,958,019
21 (a)	Consolidated financial charges			
	Aftab Automobiles Ltd.	159,752,681	172,596,114	147,958,019
	Navana Batteries Ltd.	45,975,063	61,063,705	52,346,861
		205,727,744	233,659,819	200,304,880

		Amount in Taka		
		30/06/2016	31/08/2015	30/06/2015
22	Non-operating income			
	FDR Interest	8,009,033	8,126,393	6,966,350
		8,009,033	8,126,393	6,966,350
22 (a)	Non-operating income			
	FDR Interest	8,009,033	10,397,721	8,913,446
		8,009,033	10,397,721	8,913,446
23	Income tax expense			
	Current tax	76,518,680	67,099,196	57,520,786
	Deferred tax	(84,094)	(92,618)	(79,397)
		76,434,586	67,006,578	57,441,389
23 (a)	Consolidated Income tax expense			
	Current tax			
	Aftab Automobiles Ltd.	76,518,680	67,099,196	57,520,786
	Navana Batteries Ltd	23,353,492	42,185,352	36,163,393
		99,872,172	109,284,548	93,684,179
23 (b)	Deferred tax Liability			
	Assembling ,Body unit & M.Cycle Unit	14,083,552	14,167,646	14,180,866
	Associate Company	58,176,712	54,827,664	54,827,664
	Aftab Automobiles Ltd.	72,260,264	68,995,310	69,008,530
	Navana Batteries Ltd.	36,948,342	33,538,363	32,911,457
		109,208,606	102,533,672	101,919,987
24	Earning per share (EPS)			
	Total comprehensive income	212,400,135	201,390,207	172,641,755
	Ordinary share(Paid Up capital)	95,732,422	95,732,422	95,732,422
	Earning per share (EPS)	2.22	2.10	1.80
24 (a)	Consolidated earning per share (EPS)			
The calculation of consolidated basic earning per share at June 30, 2016 was based on the consolidated profit attributable to ordinary shareholders as follows:				
	Profit attributable to the equity holders	267,676,797	291,928,937	250,256,081
	No. shares	95,732,422	95,732,422	95,732,422
	Consolidated earning per share (EPS)	2.80	3.05	2.61

- 25 Loan and deferred liabilities (Unsecured) :**
 Long- term interest free loan from sponsors is carried forward since 1982
- 26 Claims against the Company :**
 There is no known claim against the Company.
- 27 Amount Due by Directors:**
 There is no advance in the name of directors or Associates undertaking of the company.
- 28 Amount paid to Directors:**
 The Directors have issued guarantee only the meeting attendance fee during the period/year. No other benefit is given during the period.
- 29 General Nature of Credit Facilities:**
 There is no other Credit facility available to the Company other than the credit facilities shown in this account.
- 30 Contingent liability :**
 The Company has issued guarantee to the tune of Tk. 33.00 crores against sale of Aftab Assembled vehicles under lease finance of different parties.
- 31 Production Capacity :**
 The production capacity of the company is 2400 units Toyota & Hino vehicles in Assembling unit under three shifts and 336 units Hino buses in Body Building unit. Actual production for the period 436 units bus assembled in Assembling unit -178-units body fabrication in Body Building Unit.
- The production capacity of the company is 10,000 units Motorcycle in Motorcycle unit under three shifts. Actual production for the period 2350 units bike assembled in Motorcycle unit.
- 32 Related Parties Disclosure:**
 As per agreement with Toyota Tsusho Corporation, Japan, certain Vehicles of Aftab Automobiles Ltd. are distributed through Navana Ltd.(distributor of Toyota & Hino Vehicles). During the year, the company sold vehicles worth Tk. 55.00 core through Navana Ltd. All the transaction with related party made on arms length principle. No other transaction has been made with any other related party.

Name of Company	Nature of relation	Purchases		Balance
		Debit	Credit	
Navana Ltd.	Sales	550,000,000	550,000,000	-

- 33 Event after the Reporting Period**
 The Directors meeting held on October 27, 2016, recommended 15% cash dividend for the shareholders whose name will be appeared in the shareholders' registers at the date of book closure which is subject to shareholders' approval at the forthcoming annual general meeting to be held on December 22, 2016.

"Except the fact stated above, no circumstances have arisen since the Statement of Financial Position date which would require adjustment or disclosure in the financial statements or notes thereto."

34 Payment / Perquisites to Directors and officers :

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

	Directors	Officers
Board meeting attendance fee	185,000	-
Managerial remuneration	1,197,953	885,086
Gratuity	419,284	309,780
Company's contribution to P / F	119,795	88,509
Bonus	199,659	147,514
Perquisites :		
Housing	1,018,260	752,323
Transport	239,591	177,017
Medical	71,877	53,105
Entertainment	251,570	185,868
Telephone	300,000	76,130
Others	25,200	65,700
	4,028,189	2,741,031

During the period/year under review :

- No compensation was allowed by the company to the Chief executive officer of the company, who is also a Director.
- The rate at which Directors have drawn Board meeting attendance fees @ Tk.5000/- per Director per meeting. The total Board meeting attendance fee incurred during the year under review was Tk.1,85,000/- and
- No amount of money was spent by the company for compensating any member of the board for special services rendered.



AUDITORS' REPORT

TO THE SHAREHOLDERS OF NAVANA BATTERIES LIMITED

We have audited the accompanying financial statements of Navana Batteries Limited (the Company), which comprise the statement of Financial Position as at June 30, 2016, and the statement of profit or loss and other Comprehensive Income, Statement of Cash Flows and statement of changes in equity for the period/ year ended June 30, 2016 and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 19 and annexure-A.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion:

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Navana Batteries Limited** as at June 30, 2016 and its financial performance and its cash flows for the period/ year then ended in accordance with BFRS and comply with the applicable sections of the Companies Act, 1994, the Securities & Exchange Rule, 1987 and other applicable laws and regulations.

We also report that:

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

Dated : Dhaka
October 13, 2016

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana Batteries Limited
Statement of Financial Position
 As at June 30, 2016

	Notes	As at June 30, 2016	As at August 31, 2015	Amount in Taka As at June 30, 2015
Assets :				
Non-current assets :				
Property, plant and equipment, net	3	605,268,776	458,100,591	456,245,961
Capital work in progress	4	103,416,248	164,017,549	154,272,173
Long Term receivable	5	52,478,562	72,015,720	50,291,955
Total non-current assets :		761,163,586	694,133,860	660,810,089
Current assets :				
Short Term receivable	5	437,090,425	516,518,714	503,273,724
Stock and stores	6	560,723,454	474,242,936	446,065,002
Income tax deducted at source	7	195,983,360	171,455,944	165,082,677
Advance, deposits and prepayments	8	389,912,664	384,741,686	361,881,617
Cash and bank balances	9	12,057,756	110,344,897	103,788,571
Total current assets :		1,595,767,659	1,657,304,177	1,580,091,592
Total Assets		2,356,931,245	2,351,438,037	2,240,901,681
Equity and Liabilities :				
Equity attributable to equity holders				
Share capital	10	183,702,690	183,702,690	183,702,690
Retained earnings	11	463,127,917	407,821,148	394,889,706
Total Equity		646,830,607	591,523,838	578,592,396
Non current liabilities :				
Deferred Tax Liability		36,948,342	33,538,363	32,911,457
Long Term loan- Net of Current portion	12	569,918,033	536,510,796	504,633,113
Total non current liabilities :		606,866,374	570,049,159	537,544,570
Current liabilities :				
Long Term loan-Current portion	12	189,972,678	178,836,932	168,211,038
Short term loan	13	464,447,606	445,823,014	419,333,697
Inter company liabilities (Aftab Automobiles Ltd.)		267,477,487	323,727,103	323,727,103
Accrued and other current liabilities		181,336,492	241,477,990	213,492,878
Total current liabilities		1,103,234,263	1,189,865,039	1,124,764,715
Total Equity and Liabilities		2,356,931,245	2,351,438,037	2,240,901,681
Net assets value per share (NAVPS)		35.21	32.20	31.50

The annexed notes 1 to 19 & schedule-A form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Signed in terms of our separate report of even date.

Sd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Dated : Dhaka
October 13, 2016

Navana Batteries Limited**Statement of Profit or Loss and other Comprehensive Income**

For the period ended June 30, 2016

Particulars	Notes	Amount in Taka		
		For the period From September 01, 2015 to June 30, 2016	For the period From September 01, 2014 to August 31, 2015	For the period From September 01, 2014 to June 30, 2015
Revenues (Net)	14	678,891,057	1,002,022,503	858,983,791
Cost of goods sold	15	489,490,166	722,204,054	619,109,424
Gross profit		189,400,891	279,818,449	239,874,366
Operating expenses:		103,227,140	138,180,061	118,454,856
Administrative expenses	16	13,842,624	17,361,826	14,883,424
Selling and distribution expenses	17	43,409,453	59,754,530	51,224,571
Financial charges		45,975,063	61,063,705	52,346,861
Operating Profit		86,173,751	141,638,388	121,419,510
Non-operating income		-	2,271,328	1,947,096
Profit before contribution to WPPF		86,173,751	143,909,716	123,366,606
Contribution to WPPF		4,103,512	6,744,685	5,781,881
Net profit before tax		82,070,239	137,165,031	117,584,724
Provision for income tax :		26,763,470	46,576,988	39,928,124
Current tax	18	23,353,492	42,185,351	36,163,392
Deferred tax		3,409,978	4,391,637	3,764,732
Net profit after tax		55,306,769	90,588,043	77,656,600
Earning per share (EPS)	19	3.01	4.93	4.23

The annexed notes 1 to 19 & schedule-A form an integral part of these financial statements.

Sd/-
Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
October 13, 2016Sd/-
DirectorSd/-
Rahman Mostafa Alam & Co.
Chartered Accountants

Navana Batteries Limited**Statement of Cash Flows**

For the period ended June 30, 2016

Particulars	Amount in Taka		
	For the period From September 01, 2015 to June 30, 2016	For the period From September 01, 2014 to August 31, 2015	For the period From September 01, 2014 to June 30, 2015
Cash Flows from Operating Activities			
Cash Collection from Sales	777,856,504	635,180,629	527,110,671
Receipts from other Income	-	2,271,328	2,271,328
Cash Paid to Suppliers and Employees	(693,467,333)	(755,223,687)	(616,738,888)
Cash generated from operations	84,389,171	(117,771,730)	(87,356,889)
Income tax Paid	(24,527,416)	(44,646,352)	(38,273,085)
Net Cash generated from operations	59,861,755	(162,418,082)	(125,629,974)
Cash Flows from Investing Activities			
acquisition of property, plant & equipment	(15,675,543)	(101,473,956)	(101,473,956)
Payments for capital work in progress	(103,416,248)	(101,589,700)	(84,658,083)
Net Cash used in Investing Activities	(119,091,791)	(203,063,656)	(186,132,039)
Cash Flows from Financing Activities			
Proceeds from bank loan	63,167,574	472,598,765	403,605,870
Inter company transaction	(56,249,616)	22,108,150	22,108,150
Bank Interest Paid	(45,975,063)	(61,063,705)	(52,346,861)
Net Cash provided by Financing Activities	(39,057,105)	433,643,210	373,367,159
Net Changes in Cash & Cash Equivalents	(98,287,141)	68,161,472	61,605,146
Cash & Cash Equivalents at Beginning of the Period	110,344,897	42,183,425	42,183,425
Cash & Cash Equivalents at End of the Period	12,057,756	110,344,897	103,788,571
Net operating cash flows per share (NOCFPS)	3.26	(8.84)	(6.84)

Sd/-
ChairmanSd/-
Director

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

Particulars	Share capital	Retained earnings	Amount in Taka
			Total Equity
Balance as on September 01, 2014	183,702,690	317,233,106	500,935,796
Surplus for the year	-	90,588,042	90,588,042
Balance as on August 31, 2015	183,702,690	407,821,149	591,523,839
Balance as on September 01, 2015	183,702,690	407,821,149	591,523,839
Surplus for the Period	-	55,306,769	55,306,769
Balance as on June 30, 2016	183,702,690	463,127,918	646,830,608

Sd/-
Chairman

Sd/-
Director



View: Birds View at Navana Battery Plant

Navana Batteries Limited

Accounting Policies and Explanatory Notes to the Financial Statements

As at and for the period/year ended June 30, 2016

1. Corporate Information and Mode of Business

1.1 Corporate Information

The company incorporated on 21st April, 2009 vide registration # C76441/09.

1.2 Mode of Business

The principal activities of the company are manufacturing of Automotive, Industrial and Solar Batteries in the plant located at Fouzdarhat Industrial Area, Chittagong, Bangladesh.

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

2.1 Statement of Compliance

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

2.2 Basis of Preparation

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

2.3 Basis of Reporting

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

2.4 Reporting Period

These financial statements cover one accounting period from September 1, 2015 to June 30, 2016.

2.5 Functional and Presentation Currency

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

2.6 Recognition of Property, Plant and Equipment

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

Depreciation

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

<u>Name of the Assets</u>	<u>Rate of Depreciation in (%)</u>
Building	2.5
Plant & Machinery	10
Tools & Equipment	20
Office Equipment	10
Furniture & Fixtures	10
Transport Vehicles	20
Electric line Installation	10
Gas line Installation	10
Office decoration	10

2.7 Inventories

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

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

2.8 Cash and Cash Equivalent

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

2.9 Liabilities for Expenses

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

2.10 Workers Profit Participation Fund

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

2.11 Financial Assets and Liabilities

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

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

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

III) Borrowings: Interest bearing bank loans are recorded at the proceeds received net of direct issue costs.

2.12 Changes in Reporting date :

The company was presented a complete set of financial Statement in annually following BAS- 1 (Para-36) and the year ending date was August 31. But as result of changes of Income Tax Ordinance 1984, Sec-2(35) (amendment 2015-2016), the companies year ending will be the 30 day of June. For the above reason the company prepared the complete set of financial statement for the period of 10 months.

2.13 General

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

Navana Batteries Limited

notes to the financial statements

Navana Batteries Limited

3. Property, plant and equipment, net

Schedule-A

Particulars	Cost			Rate of Dep.	Depreciation				Carrying amount	
	As at 01.09.2015	Add./adj during the period	As at 30.06.2016		As at 01.09.2015	Charged during the period	Adj. during the period	As at 30.06.2016	As at 30.06.2016	As at 31.08.2015
Land & Land Development	100,550,508	97,583,752	198,134,260	-	-	-	-	-	198,134,260	100,550,508
Building	96,450,427	9,078,377	105,528,804	2.50%	14,042,207	1,830,318	-	15,872,525	89,656,279	82,408,220
Plant & Machinery	289,386,589	29,424,380	318,810,969	10%	95,770,856	27,605,863	-	123,376,719	205,434,250	193,615,733
Tools & Equipments	47,903,467	11,551,400	59,454,867	20%	28,778,622	4,342,134	-	33,120,756	26,334,111	19,123,845
Office Equipment	28,634,689	4,096,873	32,731,562	10%	10,337,635	1,729,558	-	12,067,193	20,664,369	18,297,054
Furniture & Fixture	10,090,226	6,181,708	16,271,934	10%	3,413,614	865,470	-	4,279,083	11,992,851	6,676,612
Transport Vehicles	33,367,295	10,597,927	43,965,223	20%	16,404,109	3,886,990	-	20,291,100	23,674,123	16,963,187
Electric line installation	9,547,370	431,354	9,978,724	10%	1,101,346	725,403	-	1,826,749	8,151,975	8,446,024
Gas line installation	11,332,299	11,332,299	22,664,598	10%	2,290,870	753,452	-	3,044,322	19,620,276	9,041,429
Office Decoration	3,159,124	10,747,321	13,906,445	10%	178,145	785,698	-	963,843	12,942,602	2,979,979
Total	630,419,395	179,693,092	810,112,487		172,319,404	32,524,907		204,844,311	605,268,176	458,100,591

Depreciation charged to :-
Cost of goods sold
Administrative
Selling & distribution
T O T A L

Taxes
26,019,925
3,252,491
3,252,491
32,524,907



View: Wet Charging Area at Navana Battery Plant

notes to the financial statements

		Amount in Taka		
		30.06.2016	31.08.2015	30.06.2015
4 Capital work in progress	Tk 103,416,248			
Opening balance		164,017,549	68,927,849	68,927,849
Add : Addition made during the period/ year		103,416,248	101,589,700	89,717,894
		267,433,797	170,517,549	158,645,743
Less: Transferred to Property, plant & equipment		164,017,549	6,500,000	4,373,570
Closing balance		103,416,248	164,017,549	154,272,173
Capital work-in-progress represents Land and Land Development, civil constructions etc.				
5 Receivables	Tk 489,568,987			
Short Term receivable		437,090,425	516,518,714	503,273,724
Long Term receivable		52,478,562	72,015,720	50,291,955
		489,568,987	588,534,434	553,565,679
Trade Debtors are considered good and as such no provision has been made in the accounts for doubtful debts. Company holds no security other than debtor's personal security in the form of work orders.				
6 Stock and stores	Tk 560,723,454			
Finished stock		197,382,317	94,684,498	89,058,660
Work-in-process		79,993,483	71,323,762	67,085,942
Raw materials		253,098,520	239,180,676	224,969,358
Goods in transit		30,249,135	69,054,000	64,951,042
		560,723,454	474,242,936	446,065,002
The quantity of closing stock are 12 Volts NS-370,N-1820,PNE-1527, ERP-4520,NKP-1510, IPS-1520, EV-8775, GNSP-2520, MC-4250 Automotive, Home Appliance & Solar Batteries.				
7 Income tax deducted at source	Tk 195,983,360			
Opening balance		171,455,944	126,809,592	126,809,592
Add: during the period/ year		24,527,416	44,646,352	38,273,085
		195,983,360	171,455,944	165,082,677
Less: adjustment		-	-	-
Closing balance		195,983,360	171,455,944	165,082,677
The above amount was deducted at the import point as well as from the Bills in different times at delivery point.				
8 Advance, deposits and prepayments	Tk 389,912,664			
Advance to suppliers		116,209,241	131,960,225	124,119,588
Advance to others		112,137,795	80,763,900	75,965,178
Advance to employees		37,089,251	42,653,349	40,119,029
Deposits		38,597,823	38,024,587	35,765,293
Current Account with VAT		85,878,554	91,339,625	85,912,529
		389,912,664	384,741,686	361,881,617
Advance paid to suppliers against work order and considered good. Advance to employees against expenses, salary releasable on production of documents and monthly salary respectively are considered good. Deposits consist of utility deposits, security money against tender and bank guarantee are considered good.				
9 Cash & bank balances	Tk 12,057,756			
Cash in Hand Factory		1,229,853	1,309,287	1,231,494
Cash Balance Dhaka Sales Center		4,178,288	2,026,893	1,906,462
Cash Balance CTG. Sales Center		23,042	221,623	208,455
Cash at Bank		6,626,573	106,787,094	100,442,161
		12,057,756	110,344,897	103,788,571

Navana Batteries Limited

notes to the financial statements

		Amount in Taka		
		30.06.2016	31.08.2015	30.06.2015
10	Share capital			
	Authorised :			
	50,000,000 ordinary shares of Taka 10/- each	500,000,000	500,000,000	500,000,000
		<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>
	Issued, Subscribed and Paid up capital Tk 183,702,690			
	Ordinary shares 18,370,269 shares of Taka 10 each			
	Aftab Automobiles Ltd.	183,602,690	183,602,690	183,602,690
	Non-controlling Interest (sponsors)	100,000	100,000	100,000
		<u>183,702,690</u>	<u>183,702,690</u>	<u>183,702,690</u>
11	Retained earnings Tk 463,127,918			
	Opening Balance	407,821,149	317,233,106	317,233,106
	Add : Profit for the Period/year	55,306,769	90,588,043	77,656,600
		<u>463,127,918</u>	<u>407,821,149</u>	<u>394,889,706</u>
	Less: adjustment with Deferred Tax	-	-	-
	Closing balance	<u>463,127,918</u>	<u>407,821,149</u>	<u>394,889,706</u>
12	Long Term loan-Net of current portion Tk 569,918,033			
	Al-Arafah Islami Bank Ltd.	35,059,444	35,059,444	32,976,329
	Trust Bank Ltd.	252,954,870	236,925,000	222,847,706
	Dutch-bangla Bank Ltd.	416,749,383	392,610,890	369,283,260
	Social Islami Bank Ltd.	52,326,698	45,825,329	43,102,541
	IDLC Finance	1,522,315	3,223,065	3,031,561
	National finance Ltd	1,278,000	1,704,000	1,602,754
		<u>759,890,710</u>	<u>715,347,728</u>	<u>672,844,150</u>
	less: Long Term loan-Current portion	<u>189,972,678</u>	<u>178,836,932</u>	<u>168,211,038</u>
	Long Term loan-Net of current portion	<u>569,918,033</u>	<u>536,510,796</u>	<u>504,633,113</u>
13	Short term loan Tk 464,447,606			
	NCC Bank Ltd CC AC	-	36,337,562	34,178,505
	Mercantile Bank	9,995,390	9,995,390	9,401,497
	Southeast Bank Ltd.	149,723,012	195,963,321	184,319,834
	National Bank Ltd. CC loan	219,746,952	199,869,921	187,994,317
	Modhumoti Bank Ltd.	82,762,054	-	-
	Shahjalal Islami bank ltd	2,220,198	3,656,820	3,439,544
		<u>464,447,606</u>	<u>445,823,014</u>	<u>419,333,697</u>
14	Revenue (Net) Tk 678,891,057			
		678,891,057	1,002,022,503	858,983,791
		<u>678,891,057</u>	<u>1,002,022,503</u>	<u>858,983,791</u>

The quantity of Sales during the period are 12 Volts NS-8220,N-2020,PNE-8510,ERP-11900,NKP-6500,IPS-7330, EV-18158,6NSP-12012,MC-4250 pcs. Automotive, Home Appliance & Solar Batteries.

notes to the financial statements

			Amount in Taka		
			30.06.2016	31.08.2015	30.06.2015
15	Cost of goods Sold	Tk 489,490,166			
	Raw materials consumed	15.1	520,091,911	650,645,366	538,995,722
	Indirect materials		5,056,988	9,167,380	7,858,737
	Total consumption		525,148,899	659,812,746	546,854,459
	Add : Opening WIP		71,323,762	61,987,126	61,987,126
			596,472,661	721,799,872	608,841,585
	Less : Closing WIP	6	79,993,483	71,323,762	67,085,942
			516,479,178	650,476,110	541,755,643
	Factory overhead	15.2	75,708,807	92,326,582	92,326,582
	Cost of production		592,187,985	742,802,692	634,082,224
	Finished products (opening)		94,684,498	74,085,860	74,085,860
			686,872,483	816,888,552	708,168,084
	Finished products (closing)	6	197,382,317	94,684,498	89,058,660
			489,490,166	722,204,054	619,109,424
15.1	Raw materials consumed	Tk 520,091,911			
	Opening stock		239,180,676	148,494,758	148,494,758
	Purchases	15.1.1	534,009,755	741,331,284	615,470,322
			773,190,431	889,826,042	763,965,080
	Closing stock	6	253,098,520	239,180,676	224,969,358
			520,091,911	650,645,366	538,995,722
15.1.1	Purchases	Tk 534,009,755			
	C & F price		475,667,059	651,368,916	538,350,082
	Insurance premium		3,567,503	4,279,582	3,668,672
	L/C opening charges		5,945,838	7,201,926	6,173,851
	C & F charges		15,562,730	27,568,446	23,633,050
	Custom duty		27,567,920	40,018,562	34,305,912
	Local purchase		5,698,705	10,893,852	9,338,755
			534,009,755	741,331,284	615,470,322
15.2.	Factory overhead	Tk 75,708,807			
	Salary and allowances		3,472,556	4,504,938	3,861,858
	Wages		4,821,879	6,255,410	5,362,450
	PF (Company Contribution)		735,717	954,444	818,197
	Overtime		246,283	319,502	273,893
	Bonus		32,960	42,759	36,655
	Earned Leave		267,973	347,640	298,014
	Gratuity		362,541	470,324	403,185
	Liveries & Uniform		405,358	525,870	450,802
	Telephone & Mobile		329,830	427,888	366,807
	Fuel & Lubricants for Generator		975,120	1,594,260	1,366,679
	Travelling & Conveyance		352,553	457,366	392,077
	Entertainment		98,437	127,702	109,473
	Office exp.		92,885	120,500	103,299
	Repairs & Maintenance		582,225	1,367,310	1,172,126
	Electricity Expenses		25,133,506	32,605,630	27,951,176
	Night allowance		214,461	278,220	238,504
	Canteen Subsidy		2,899,344	3,761,311	3,224,384
	Eid Gratia		19,656	25,500	21,860

Amount in Taka

	30.06.2016	31.08.2015	30.06.2015
Insurance Exp	987,720	2,997,146	2,569,303
Gas bill	879,812	1,141,378	978,446
Welfare expenses	116,180	150,720	129,205
Carrying & Handling	278,695	361,550	309,939
Car Maintenance	510,899	662,788	568,175
Security Expenses	706,430	916,450	785,627
Chemicals	352,615	457,447	392,146
Store & spares	18,700	24,260	20,797
Foreign Technician Remu.	2,000,000	2,400,000	2,057,400
Annual picnic	657,783	853,340	731,526
Screen Printing	539,803	700,285	600,319
Labour Charges	459,865	596,582	511,420
Laboratory Exps	244,629	317,356	272,053
Generator Maintenance	765,930	1,425,384	1,221,910
Fire Extinguisher	126,535	164,153	140,720
Depreciation	26,019,925	24,971,169	21,406,534
	75,708,807	92,326,582	79,146,962

The number of employees received annual salary and wages above Tk. 36,000 during the year are 120.

16 Administrative expenses	Tk 13,842,624			
Salary and allowances	3,552,718	3,789,566	3,248,605	
wages	352,629	445,426	381,841	
Bonus	430,825	457,783	392,434	
Welfare expenses	182,083	230,000	197,168	
Gratuity	168,426	224,568	192,511	
Entertainment	474,086	598,846	513,361	
TA and Conveyance	123,207	155,630	133,414	
Travelling Exp - Foreign	355,782	1,009,646	865,519	
Car maintenance	975,764	1,832,900	1,571,254	
Stationery	406,246	425,820	365,034	
Fees and Registration	345,603	1,127,352	966,423	
Telephone	95,267	120,337	103,159	
Bank Guarantee & Charge documents	91,248	115,261	98,807	
Audit fees	57,500	57,500	49,292	
Paper & periodicals	6,774	8,556	7,335	
Postage and telegram	68,231	86,187	73,884	
Publicity	51,458	65,000	55,721	
Directors fee	15,000	15,000	12,859	
Office maintenance	46,705	58,996	50,574	
Maintenance	793,366	1,002,146	859,090	
Carrying & Handling	831,432	1,050,230	900,310	
ISO Exps	485,581	504,477	432,463	
Guest House Maintenance	259,970	328,383	281,506	
Membership fee & others	420,232	530,820	455,045	
Depreciation	3,252,491	3,121,396	2,675,817	
	13,842,624	17,361,826	14,883,424	

The number of employees received annual salary and allowances above Tk. 36,000 during the year are 59.

Navana Batteries Limited

notes to the financial statements

			Amount in Taka		
			30.06.2016	31.08.2015	30.06.2015
17	Selling and distribution expenses	Tk 43,409,453			
	Salary & Allowance		23,778,013	28,774,872	24,667,259
	Wages		461,040	526,903	451,688
	Bonus		1,850,678	2,115,060	1,813,135
	Welfare		282,970	352,014	301,764
	P/F company's Contribution		1,530,290	1,748,903	1,499,247
	Gratuity		1,479,888	2,266,833	1,943,243
	Overtime		681,414	778,759	667,591
	Fuel & Lubricant		920,887	1,242,890	1,065,467
	Transit Insurance		183,792	780,970	669,487
	Promotional Exps		120,930	230,890	197,930
	Delivery Exps		357,820	748,277	641,460
	Rent Rates & Taxes		2,978,819	4,403,242	3,774,679
	Conveyance		138,962	571,910	490,270
	Entertainment		399,763	456,872	391,654
	Stationery		255,784	733,774	629,028
	Telephone		632,587	1,590,594	1,363,537
	Publicity Exp.		102,720	345,210	295,931
	Fees & Registration		415,963	1,617,519	1,386,618
	Maintenance		180,854	487,641	418,030
	Car Maintenance		173,053	197,775	169,543
	Electrical Expenses		938,947	1,291,345	1,107,006
	Postage & Telegram		157,839	180,387	154,637
	Papers & Periodicals		19,597	22,397	19,200
	Bank Charges		2,905	3,320	2,846
	Security Guard salary		989,920	1,477,525	1,266,608
	Office Maintenance		44,774	51,170	43,865
	Showroom Exps		460,236	988,130	847,074
	Transportation Charges		120,956	506,260	433,991
	Utility Bill (WASA)		63,196	78,246	67,076
	Gift & Donation		230,500	582,123	499,025
	Chemical & Packing exps		201,865	430,580	369,115
	Dealer conference Exp.		-	529,773	454,148
	Others		-	520,970	446,602
	Depreciation		3,252,491	3,121,396	2,675,817
			43,409,453	59,754,530	51,224,571

The number of employees received annual salary and allowances above Tk. 36,000 during the year are 54.

		Amount in Taka		
		30.06.2016	31.08.2015	30.06.2015
18	Income tax expenses			
	Profit before Tax	82,070,239	137,165,031	117,584,724
	Add: Accounting Depreciation	32,524,907	31,213,961	26,758,168
	Less: Tax Depreciation	(47,870,884)	(47,849,417)	(41,018,915)
	Adjusted Profit for tax calculation	66,724,262	120,529,575	103,323,977
	Tax @ 35 % (transferred to Compreh. Income statement)	23,353,492	42,185,351	36,163,392
19	Earning per share (EPS)			
	Net profit after tax	55,306,769	90,588,043	77,656,600
	Number of ordinary share	18,370,269	18,370,269	18,370,269
	Earning per share (EPS)	3.01	4.93	4.23


View: Loading & Packing Area at Navana Battery Plant

Note

[illegible]

aftab automobiles limited

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

Proxy Form

I / We _____ of _____ being a member of Aftab Automobiles Limited do hereby appoint Mr. / Ms. _____ of _____ as my/our proxy to attend and vote for me/us and on my/our behalf at the 36th Annual General Meeting of the Company to be held on the 22 December 2016 at 11:00 a.m. at Spectra Convention Center, House # 19, Road # 7, Gulshan-1, Dhaka and at any adjournment thereof.

Revenue
Stamp
Taka 20.00

Name of Shareholder _____ Name of Proxy _____
No. of Shares held _____ Signature of Proxy _____
Folio No. _____ Date _____
B.O. A/C No.

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Signature of shareholder _____

Note : A member entitled to attend and vote at the Annual General Meeting may appoint another member/ any one as a proxy to attend and vote in his/her behalf. The Proxy Form, duly stamped must be deposited at the Registered Office of the Company atleast 48 hours before the meeting.

aftab automobiles limited

Attendance Slip

I/We hereby record my/our presence at the 36th Annual General Meeting on 22 December 2016 at 11:00 a.m. at Spectra Convention Center, House # 19, Road # 7, Gulshan-1, Dhaka.

Name of Shareholder(s) _____ Name of Proxy _____
No. of Shares held _____ Signature of Proxy _____
Folio No. _____ Date _____
B.O. A/C No.

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Signature of shareholder _____

N.B. Please present this slip at the Registration Desk. Signature must match with your recorded signature.

Hon'ble Shareholders are hereby informed that due to restriction imposed by Bangladesh Securities and Exchange Commission there shall be no arrangement for any sort of gift / entertainment in the Annual General Meeting of the Company

আফতাব অটোমোবাইলস্ লিমিটেড

১২৫/এ, মতিঝিল বা/এলাকা, ঢাকা-১০০০

প্রতিনিধি পত্র

আমি/আমরা _____

ঠিকানা _____

আফতাব অটোমোবাইলস্ লিমিটেড এর সদস্য হিসাবে জনাব / জনাবা _____

ঠিকানা _____

আমার / আমাদের প্রতিনিধি হিসাবে আগামী ২২শে ডিসেম্বর ২০১৬, সকাল ১১:০০ ঘটিকায় স্পেসকট্রা কনভেনশন সেন্টার, বাড়ী # ১৯, সড়ক # ৭, গুলশান-১, ঢাকায় অনুষ্ঠিতব্য কোম্পানীর

৩৬তম বার্ষিক সাধারণ সভায় এবং মূলতঃই যেমিত সভায় আমার / আমাদের পক্ষে উপস্থিত থাকার এবং ভোট প্রদান করার জন্য নিযুক্ত করলাম।

রোহিণী
স্ট্যাম্প
৫ ২০.০০

শেয়ারহোল্ডার/শেয়ারহোল্ডারগণের নাম _____

প্রতিনিধির নাম _____

শেয়ার সংখ্যা _____

প্রতিনিধির স্বাক্ষর _____

ফলিও নং _____

তারিখ _____

বি.ও.নং

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শেয়ারহোল্ডারের স্বাক্ষর : _____

- দ্রষ্টব্য :
- অনিবার্যকারণসত্ত্বেও কোন সদস্য তার অনুপস্থিতিতে মনোনীত প্রতিনিধিকে তার পক্ষ থেকে ভোট প্রদানের জন্য শর্তেতে পারবেন।
 - প্রতিনিধিগণ সঠিকভাবে পূরন ও ষ্টাম্প সংযুক্ত করে সাধারণ সভার ৪৮ ঘণ্টা পূর্বে কোম্পানীর নির্ধারিত অফিসে জমা দিতে হবে।
 - কোম্পানীর নথিভুক্ত নমুনা স্বাক্ষর ও শেয়ারহোল্ডারদের স্বাক্ষর একই হতে হবে।

আফতাব অটোমোবাইলস্ লিমিটেড

উপস্থিতি পত্র

আমি / আমরা ২২শে ডিসেম্বর ২০১৬, সকাল ১১:০০ ঘটিকায় স্পেসকট্রা কনভেনশন সেন্টার, বাড়ী # ১৯, সড়ক # ৭, গুলশান-১, ঢাকায় কোম্পানীর ৩৬তম বার্ষিক সাধারণ সভায় আমার / আমাদের উপস্থিতি লিপিবদ্ধ করছি।

শেয়ারহোল্ডার/শেয়ারহোল্ডারগণের নাম _____

প্রতিনিধির নাম _____

শেয়ার সংখ্যা _____

প্রতিনিধির স্বাক্ষর _____

ফলিও নং _____

তারিখ _____

বি.ও.নং

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শেয়ারহোল্ডারের স্বাক্ষর : _____

অনুগ্রহ পূর্বক সভা শুরু পূর্বেই সভার নিবন্ধন কাউন্টারে উপস্থিতিপত্রটি প্রদান করবেন। কোম্পানীর নথিভুক্ত নমুনা স্বাক্ষর ও শেয়ারহোল্ডারের স্বাক্ষর একই হতে হবে।

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



aftab automobiles limited

Islam Chamber
125/A, Motijheel Commercial Area
Dhaka, Bangladesh