

**Independent Auditors' Report
and Audited Financial Statements
of
Coal Power Generation Company
Bangladesh Limited
As at and for the year ended 30 June 2018**

এম,জে, আবেদীন এন্ড কোং
চার্টার্ড একাউন্টেন্টস্
M.J. ABEDIN & CO
CHARTERED ACCOUNTANTS

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**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF
COAL POWER GENERATION COMPANY BANGLADESH LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of Coal Power Generation Company Bangladesh Limited which comprise the Statement of Financial Position as at 30 June 2018 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes comprising a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), 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 these 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. 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 our 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 circumstances, 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.

Other Matter

The financial statements of the company for the year ended 30 June 2017 were audited by Syful Shamsul Alam & Co. Chartered Accountants, who through their report dated 01 November 2017 expressed an unmodified opinion on those statements.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Coal Power Generation Company Bangladesh Limited as at 30 June 2018, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994 and other applicable laws and regulations.

Report on other Legal and Regulatory requirements

In accordance with the requirements of the Companies Act 1994, we 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 accounts as required by law have been kept by the company so far as it appeared from our examination of those books; and
- the company's Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income dealt with by this report are in agreement with the books of accounts.

Dated, Dhaka
26 November 2018



M. J. ABEDIN & CO.
Chartered Accountants

An independent member firm of
MOORE STEPHENS
INTERNATIONAL LIMITED



Coal Power Generation Company Bangladesh Limited
(An Enterprise of Government of the People's Republic of Bangladesh)
Statement of Financial Position
As at 30 June, 2018

	Notes	Amount in Taka	
		30-Jun-2018	30-Jun-2017
ASSETS			
Non-Current Assets		64,026,669,308	14,389,994,923
Property, Plant and Equipment	5	175,306,414	183,510,980
Capital Work in Progress	6	63,848,943,294	14,204,064,342
Security Deposit	7	2,419,600	2,419,600
Current Assets		336,696,544	925,688,540
Cash & Cash Equivalents	8	97,779,174	637,149,962
Investment	9	153,362,054	103,382,338
Advance and prepayment	10	79,685,563	184,018,732
Interest Receivable	11	4,836,390	1,137,508
Rent Receivable	12	1,033,362	-
Total Assets		64,363,365,852	15,315,683,463
EQUITY & LIABILITIES			
Equity			
Share Capital	13		
Authorized Capital			
6,000,000 Ordinary Shares @ Tk.1,000.00 each		6,000,000,000	6,000,000,000
Subscribed Capital			
164,382 Ordinary Shares @ Tk.1,000.00 each		164,382,000	164,382,000
Total Equity		37,348,672,244	8,310,322,519
Paid-Up-Capital	14	164,382,000	164,382,000
Retained Earnings	15	(1,167,850,380)	(613,413,687)
Government Equity	16	38,352,140,623	8,759,354,205
Non Current Liabilities		25,741,097,066	6,099,873,703
Loan from BPDB	17	353,715,325	353,715,325
Government Loan-ADP	18	5,843,106,987	3,637,906,987
Foreign Loan-JICA	19	19,544,274,754	2,108,251,391
Contributory Provident Fund (CPF)	20	-	-
Current Liabilities		1,273,596,542	905,487,241
Provision for Taxation	21	14,566,444	6,519,506
Provision for Gratuity	22	18,225,900	12,315,185
Provision for Resettlement Assistance	23	-	94,160,000
Bills Payable	24	31,304,174	411,131,825
Accounts Payable	25	534,379,956	109,257,355
Interest Payable on Loan	26	675,120,068	272,103,370
Total Equity & Liabilities		64,363,365,852	15,315,683,463

These financial statements should be read in conjunction with the annexed notes.

(Golam Kibria)
Managing Director

(Dr. Jamaluddin Ahmed)
Director

(Mohammed Shahid Ullah)
Executive Director (Finance)

(Md. Mizanur Rahman)
Company Secretary

As per our report of even date

Dated, Dhaka
26 November 2018


M.J. Abedin & Co.
Chartered Accountants




Coal Power Generation Company Bangladesh Limited
(An Enterprise of Government of the People's Republic of Bangladesh)
Statement of Profit & Loss and Other Comprehensive Income
For the year ended 30 June, 2018


PARTICULARS	Notes	Amount in Taka	
		30-Jun-2018	30-Jun-2017
Revenue	27	-	-
Cost of Sale	28	-	-
Gross Profit		-	-
Other Income	29	33,573,368	19,825,457
Operating Expenses		(203,938,223)	(156,710,739)
Administrative Expenses	30	(203,938,223)	(156,710,739)
Selling & Distribution Expenses	31	-	-
Profit/(Loss) from Operation		(170,364,855)	(136,885,282)
Financial Expenses	32	(403,016,699)	(133,186,520)
Net Profit/(Loss) before Income Tax		(573,381,554)	(270,071,802)
Income Tax (Current tax Expenses)	33	(11,750,679)	(6,938,910)
Net Profit/(Loss) after Income Tax		(585,132,232)	(277,010,712)

These financial statements should be read in conjunction with the annexed notes.


(Golam Kibria)
Managing Director


(Dr. Jamaluddin Ahmed)
Director


(Mohammed Shahid Ullah)
Executive Director (Finance)


(Md. Mizanur Rahman)
Company Secretary

As per our report of even date



Dated, Dhaka
26 November 2018

M.J. Abedin & Co.
Chartered Accountants

Coal Power Generation Company Bangladesh Limited

(An Enterprise of Government of the People's Republic of Bangladesh)

Statement of Changes of Equity

For the year ended 30 June, 2018

Particulars	Amount in Taka			
	Share Capital	Equity from GOB	Equity from GOB against ADP	Retained Earnings
Balance as on 01 July, 2016	10,000	164,372,673	5,817,919,553	(336,402,974)
Addition During the year	164,372,000	(24,256,034)	2,801,318,013	-
Net Profit/(Loss) during the year	-	-	-	(277,010,712)
Balance as on 30 June, 2017	164,382,000	140,116,639	8,619,237,566	(613,413,687)
Balance as on 01 July, 2017	164,382,000	140,116,639	8,619,237,566	(613,413,687)
Adjustment for Accumulated Depreciation	-	-	-	30,695,539
Addition During the year	-	130,951,373	29,461,835,045	-
Net Profit/(Loss) during the year	-	-	-	(585,132,232)
Balance as on 30 June, 2018	164,382,000	271,068,012	38,081,072,611	(1,167,850,380)
				37,348,672,244



(Golam Kibria)

Managing Director



(Dr. Jamaluddin Ahmed)

Director



(Mohammed Shahid Ullah)

Executive Director (Finance)



(Md. Mizanur Rahman)

Company Secretary

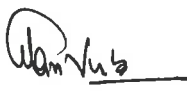


Coal Power Generation Company Bangladesh Limited
(An Enterprise of the Government of the People's Republic of Bangladesh)

Cash Flow Statement
For the period ended 30 June, 2018

Particulars	Notes	Amount in Taka	
		30-Jun-2018	30-Jun-2017
A. Cash Flows from Operating Activities			
Net Income		(585,132,232)	(277,010,712)
<u>Adjustments to reconcile Net Income to Net Cash:</u>			
Add: Non-Cash item			
Depreciation Expenses		11,025,418	22,576,314
Add/(Less):			
Increase/Decrease in Investment		(49,979,716)	(103,382,338)
Increase/Decrease in Advance and Prepayments (Excluding AIT)		130,201,084	(161,657,949)
Increase/Decrease in Advance Income Tax (AIT)		(25,867,916)	(18,457,840)
Increase/Decrease in Interest Receivables		(3,698,882)	(216,768)
Increase/Decrease in Rent Receivable		(1,033,362)	-
Increase/Decrease in Liability for Income Tax		8,046,938	1,477,043
Increase/Decrease in Liability for Gratuity		5,910,715	7,406,920
Increase/Decrease in Provision for Resettlement Assistance		(94,160,000)	94,160,000
Increase/Decrease in Bills Payable		(379,827,651)	-
Increase/decrease in Accounts Payable		425,122,601	(15,823,900)
Increase/decrease in Interest Payable		403,016,698	48,799,566
Net cash generated from operating activities		(156,376,305)	(402,129,664)
B. Cash Flows from Investing Activities			
Purchase of Property, Plant & Equipment		(2,820,852)	(4,357,052,703)
Purchase of Capital Works in Progress		(49,614,183,412)	-
Security Deposit		-	(19,600)
Net cash used in investing activities		(49,617,004,264)	(4,357,072,303)
C. Cash Flows from Financing Activities			
Equity from the Government		29,592,786,418	2,941,433,979
Loan repayment to BPDB		-	-
Government Loan-ADP		2,205,200,000	670,000,000
Foreign Loan-JICA		17,436,023,363	1,197,545,343
Net cash from financing activities		49,234,009,781	4,808,979,322
Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		(539,370,788)	49,777,355
Opening Cash and Cash Equivalent		637,149,962	587,372,607
Closing Cash and Cash Equivalent		97,779,174	637,149,962

These financial statements should be read in conjunction with the annexed notes.


(Golam Kibria)
Managing Director


(Dr. Jamaluddin Ahmed)
Director


(Mohammed Shahid Ullah)
Executive Director (Finance)


(Md. Mizanur Rahman)
Company Secretary



Coal Power Generation Company Bangladesh Limited
(An Enterprise of the Government of the People's Republic of Bangladesh)
Notes to the Financial Statements
For the year ended 30 June, 2018

1 Background of the Company

Coal Power Generation Company Bangladesh Limited is an Enterprise of the Government of the People's Republic of Bangladesh (hereinafter the 'Company') was incorporated in Bangladesh on 5th September, 2011 as a Public Limited Company with Registrar of Joint Stock Companies & Firms (RJSC) bearing Registration #C-95239/11 under the framework of the Government Power Sector Reform Policy and the provision of the Companies Act, 1994. The Government of Bangladesh owns 100% share of the Company.

1.1 Address of Registered Office

The Registered Office of the Company is situated in Bangladesh. The present address of the Head Office is at 117, Kazi Nazrul Islam Avenue, Unique Heights (Level-17), Dhaka-1217.

1.2 Objectives of Businesses of the Company

As per Memorandum of Association (MOA), the objectives for which the Company was established are all or any of the followings:

1. Establish and operate facilities for the generation, distribution and supply of electricity based mainly but not solely on coal.
2. Acquire concessions or licenses granted by or enters in to contracts with the Government of Bangladesh or local authority, company or person for the construction and maintenance of any installation for the production of electricity.
3. Acquire and develop land and build necessary infrastructure for installation of coal power station.
4. Carry on the business as consultants and contractors in setting all types of facilities for generation, distribution and supply of electrical energy.
5. Carry on any land, tenements, building easement, machinery, plant and stock-in-trade and on any such lands to erect factories, buildings, or other structures for the works and purchases of the company.
6. Acquire sale, lease or exchange lands, buildings, flats, easements in Bangladesh or elsewhere for residential, business, manufacturing or other purposes required for the company and
7. Enter into Partnerships, Joint Venture, Takeover or Amalgamate with any other Company.

2 Summary of Significant Accounting Policies and Basis of Preparation of the Financial Statements

The Company incorporated on 5th September, 2011 therefore, required manuals and guidelines for running the Company are under process of preparation. However, the main accounting policies applied in the preparation of the financial statements are as follows.

2.1 Basis of Measurement

Financial statements have been prepared on the historical cost. The preparation of financial statements in conformity with BFRS requires Management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

2.2 Use of Estimates and Judgements

The preparation of Financial Statements requires management to make judgements, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and underlying assumptions are based on past experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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

2.3 Accounting Policies, Changes in Accounting Estimates and Errors

i) Accounting Policies

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

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

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

ii) Accounting Estimates

The preparation of Financial Statements requires management to be made on the basis of latest available and reliable information.

The effect of a change in accounting estimates therefore, is recognized prospectively.

2.4 Event after Reporting Period

Event after reporting period that provide additional information about the Company's position at the date of Statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the Financial Statements. Events after reporting period that are not adjusting events are disclosed in the notes when material.

2.5 Foreign Current Transactions

Foreign currencies are converted into Bangladesh Taka at the rates and date of the corresponding withdrawal from the Loan Account as per Section 2.09 of Subsidiary Loan Agreement between Government of Bangladesh and Coal Power Generation Company Bangladesh Limited dated 28th July 2015.

2.6 Statement of Compliance

The financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), Bangladesh Accounting Standard (BAS), Companies Act, 1994 and other applicable laws and regulations.

2.7 Components of Financial Statements

The financial statements include the following components as per BAS-1: "Presentation of Financial Statements"

- i. Statement of Financial Position;
- ii. Statement of Profit or Loss and Other Comprehensive Income;
- iii. Statement of Changes in Equity;
- iv. Statement of Cash Flows;
- v. Accounting Policies and Explanatory Notes.

2.8 Consistency of Presentation

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

As required under the provision of the Bangladesh Financial Reporting Standards in the presentation of financial statements, Profit or Loss and other Comprehensive Income for the preceding year have separately reflected the results of continuing operations and discontinued operations.

For the year under review, no such disclosure is required because there was no discontinuation of business during the year and in the preceding year.

2.9 Reporting Period / Comparative Information

The financial statements of the Company are made up for the year from 01 July 2017 to 30 June 2018. Comparative information has been rearranged wherever considered necessary.

2.10 Functional and Presentation Currency

These financial Statements are presented in Bangladesh Taka (BDT) which is the Company's functional currency. Indicated figures have been rounded to the nearest Taka (BDT).

2.11 Cash Flow Statement

Cash Flow Statement has been prepared under the indirect method for the period, classified by operating, investing and financing activities as prescribed in paragraph 10 and 18 (a) of BAS 7 Cash Flow Statements.

2.12 Assets and their Valuation

2.12.1 Property, Plant & Equipment

Tangible fixed assets are accounted for according to BAS-16 : Property, Plant & Equipment at historical cost less cumulative depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of items. Subsequent costs are included in the asset's carrying amount or recognized as separate assets, as appropriate, only when it is probable that future economic benefits associated with the items flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Un-allocated Expense head during the financial period in which they are incurred. As per BAS-36 Impairment of Assets, there is no technological, market, economical or legal indication of impairment of assets.

2.12.2 Depreciation

Depreciation of all property and assets is computed using the straight line method. But no depreciation is charged on Land and Land Development. Depreciation on opening balance is charged at the full rate while on additions during the year depreciation is charged at half of the full rate. In case of disposal of fixed assets, no depreciation is charged in the year of disposal.

Particulars	On Opening (Full Rate)	On Addition (Half of the rate)
Building	3.20%	1.60%
Office Space at Eskaton	3.20%	1.60%
Plant and Machinery	3.20%	1.60%
Furniture and Fixture	3.20%	1.60%
Civil Works	3.20%	1.60%
Office Equipment	20.00%	10.00%
Vehicles	9.00%	4.50%

2.13 Cash and Cash Equivalent

Cash and Cash Equivalent comprise of cash and short-term deposit balances.

2.14 Share Capital

The Authorized Share Capital of the Company amounts to Tk.600 (Six hundred)Crore (6,000,000 No. of Ordinary Share of Tk.1000 each) and Paid-up Capital amounts to Tk.164,382,000.00 (164,382 Ordinary Shares of Tk.1000 each) issued to Government of the Peoples Republic of Bangladesh as shown in Notes 13.

2.15 Other Income

Other Income comprises of bank interest, office rent, income from auction, liquidated damage, forfeited performance security and sale of tender document.

2.16 Income Tax

Tax deducted at sources is shown as advance income tax which will be recovered/adjusted against tax liability at the time of final assessment.

2.17 Deferred Tax

No deferred tax was computed and provided as there was no temporary difference for which deferred tax needs to be provided.

2.18 Interest on Long Term Loan from BPDB

At the initial stage to meet the pre-operational day to day expenses of the corporate office, the Company has been taking long term loan from BPDB at 3% interest per annum as per Establishment Support Agreement(ESA).

2.19 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the Company. In accordance with **BAS 37: Provision, Contingent Liabilities and Contingent Assets**, there is no contingent liability or asset as on 30th June, 2018.

3 Employee Benefit Schemes

3.1 Contributory Provident Fund

The Company maintains a Contributory Provident Fund (CPF) account for all regular employees. The Trustee Board has already been constituted. This is a defined contribution scheme as per BAS 19: Employee Benefits. All permanent employees contributes 10% of their basic salary to the Provident Fund and the Company also makes equal contribution.

3.2 Gratuity Fund

The Company maintains a Gratuity Fund (GF) account for all regular employees. The Gratuity Rules at present is finalized and the Trustee Board has to be constituted. This is a defined benefit scheme as per BAS 19: Employee Benefits. The amount of gratuity shall be computed at the rate of 2.5 (two & half) month's basic pay for each completed year of service or any part thereof of minimum 180 days. The pay last drawn shall be the basis for such computation.

4 Responsibility of Preparation and Presentation of Accounts

The management of Company is responsible for the preparation and presentation of Financial Statements of Coal Power Generation Company Bangladesh Limited for the year ended 30 June, 2018.



Coal Power Generation Company Bangladesh Limited
(An Enterprise of the Government of the People's Republic of Bangladesh)
Notes to the Financial Statements
For the year ended 30 June, 2018

		Amount in Taka	
		30-Jun-2018	30-Jun-2017
5	Property, Plant and Equipment (Details in Annexure-A)		
	Opening Balance	212,383,485	210,111,629
	Addition during the year	2,820,852	2,271,856
		215,204,337	212,383,485
	Less: Accumulated Depreciation	39,897,923	28,872,504
		175,306,414	183,510,980
6	Capital Work in Progress (Details in Annexure-B)		
	A. Matarbari 2x600 MW Ultra Super Critical Coal Fired Power Project		
	Opening Balance	10,037,517,979	5,735,859,567
	Addition during the year	48,832,040,496	4,301,658,412
		58,869,558,475	10,037,517,979
	Less: Accumulated Depreciation	-	30,327,835
		58,869,558,475	10,007,190,144
	B. Land Acquisition & Protection and Feasibility Study Project of Bangladesh-Singapore 700 MW Ultra Super Critical Coal Fired Power Plant		
	Opening Balance	4,197,241,902	4,144,119,468
	Addition during the year	782,142,916	53,122,434
		4,979,384,818	4,197,241,902
	Less: Accumulated Depreciation	-	367,704
		4,979,384,818	4,196,874,198
	Total Capital Work in Progress (A+B)	63,848,943,294	14,204,064,342
7	Security Deposit		
	For Office Space - Borak Real Estate (Pvt.) Ltd.	2,100,000	2,100,000
	For Power Connection - Coxbazar PBS	19,600	19,600
	For Power Connection - DPDC	300,000	300,000
		2,419,600	2,419,600

As per office floor space purchase agreement (clause no. 9(b)), "The BUYER shall pay Borak Real Estate (Pvt.) Ltd a sum of Tk. 21,00,000/- (Taka Twenty One Lac) before taking possession of the floor space". So, the amount was paid to Borak Real Estate (Pvt.) Ltd. as Security Deposit for taking possession as per office floor space purchase agreement. Security Deposit paid to DPDC amounting to Tk. 3,00,000 and Security Deposit paid to Coxbazar PBS Tk. 19,600 for power connection.

7.1 Disclosure of Security Deposits as per Para F of Schedule XI, Part-1, The Companies Act, 1994

Security Deposit considered good in respect of which the company is fully secured.	-	-
Security Deposit considered good in respect of which the company is fully secured.	2,419,600	2,419,600
Security Deposit considered doubtful or bad.	-	-
Security Deposits due by common management	-	-
The maximum amount of Security Deposits due by any director or other officer of the Company.	-	-
	2,419,600	2,419,600



8 CASH & CASH EQUIVALENTS

A. Cash in Hand

260,178

181,611

B. Cash at Bank

Janata Bank Ltd. (SND A/C#004002728)

17,652,692

406,889,556

Janata Bank Ltd. (SND A/C#004007542)

(155,065)

-

Sonali Bank Ltd. (A/C# 0000200000259)

298,819

299,894

Bank Asia Ltd. (A/C# 08536000010)

5,000,109

15,203,148

SAFE Account with Bangladesh Bank

19,325,924

31,161,009

FDR with Exim Bank Ltd.

35,194,016

33,374,543

FDR with Bank Asia Ltd.

10,000,000

-

FDR with First Security Bank Ltd.

10,202,500

-

FDR with Janata Bank Ltd.

-

150,040,201

97,518,996

636,968,351

Total Cash & Cash Equivalents (A+B)

97,779,174

637,149,962

Cash and Cash Equivalents comprises cash in hand, cash in transit and cash at bank including fixed deposits, having maturity of three months or less, which are available for use by the Company without any restrictions.

9 Investments

153,362,054

103,382,338

The company invests its money to fixed deposit in Bank Asia Ltd. having maturity of six month or more as deemed fit for the company's benefit.

10 Advance and Prepayment

Temporary Advance (Note - 10.1)

3,804,811

1,424,638

Advance to Outside Parties (Note - 10.2)

29,087,864

148,515,827

Advance Income Tax (AIT) (Note - 10.3)

46,792,889

20,924,973

Feasibility Study for installation of wind farm in Matarbari

-

13,153,294

79,685,563

184,018,732

10.1 TEMPORARY ADVANCE

Md. Mizanur Rahman, Company Secretary

37,433

138,933

Md. Abdus Salam, DGM (HRM & Admn.)

-

165,000

Md. Abdur Rouf

3,932

-

Md. Monirul Islam, SE (Electrical)

3,492,770

464,400

Sk. Mostafa Kudrat E Khuda, SDE

-

66,800

Md. Fazlul Karim, Manager (Finance & Accounts)

95,781

180,905

Md. Alfaz Uddin

74,895

-

Yeakub Hossain

-

172,800

Chinmoy Chandra, Asstt. Engineer

100,000

123,800

Advance against salary

-

12,000

Md. Rubel Sikder, Asstt. Engineer

-

100,000

3,804,811

1,424,638

10.2 Advances to Outside Parties

District Ansar Adjutant, Cox's Bazar

863,975

863,975

G4S Secure Solutions Bangladesh Ltd.

36,000

36,000

Current Accounts-Customs

28,187,889

147,615,852

29,087,864

148,515,827

10.3 Advance Income Tax (AIT)

Opening Balance

20,924,973

2,467,133

Paid during the year (TDS)

25,867,916

20,358,142

Adjustment during the year

-

1,900,302

46,792,889

20,924,973

This represents advance income tax deducted at source from interest income of SND account, FDR and AIT on import stage. It shall be adjusted with tax liabilities later on.



10.4 Disclosure of Advances & Prepayment as per Para F of Schedule XI, Part-1, The Companies Act, 1994.

Advances & Prepayments considered good in respect of which the company is fully secured	-	-
Advances & Prepayments considered good in respect of which the company holds no security other than the debtor personal security.	75,880,752	182,594,093
Advances & Prepayments considered doubtful or bad.	-	-
Advances & Prepayments due by common management	-	-
The maximum amount of Advances & Prepayments due by any director or other officer of the Company.	3,804,811	1,424,638
	79,685,563	184,018,732

11 Interest Receivable on FDR

FDR no. 003008164, Janata Bank Ltd., A Gani Road	-	47,250
FDR no. 3010327, Janata Bank Ltd., A Gani Road	-	207,764
FDR no. 3010338, First Security Bank Ltd.,	17,854	207,765
FDR no. 8555000414 Bank Asia Ltd.	1,412,500	-
FDR no. 62655000001 Bank Asia Ltd.	41,667	-
FDR no. 00260100212007, EXIM Bank Ltd.,	470,231	394,323
FDR no. 8555000290, Bank Asia Ltd.	1,447,069	140,203
FDR no. 8555000291, Bank Asia Ltd.	1,447,069	140,203
	4,836,390	1,137,508

12 Rent Receivable

Office Space	1,033,362	-
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13 Share Capital

Authorized		
6,000,000 Ordinary Shares of Tk 1000 each	6,000,000,000	6,000,000,000
Issued & Subscribed		
164,382 Ordinary Shares of Tk.1000 each	164,382,000	164,382,000

14 Paid-Up-Capital

164,382 Ordinary Shares of Tk.1000 each fully paid-up in cash	164,382,000	164,382,000
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The Shareholding position of the Company are as under:

SL No.	Name of Shareholder	Representated by	No. of Share	Value per Share (TK)	Amount in Taka
1	Ministry of Power, Energy and Mineral Resources (GOB)	Secretary (Dev.) Power Division	164,375	1,000	164,375,000
2	Bangladesh Power Development Board	Chairman, BPDB	2	1,000	2,000
3	Government of the People's Republic of Bangladesh (GOB)	Secretary/Senior Secretary, Energy and Mineral Resources Division	1	1,000	1,000
4	Government of the People's Republic of Bangladesh (GOB)	Secretary/Senior Secretary, Finance Division	1	1,000	1,000
5	Government of the Peoples Republic of Bangladesh (GOB)	Secretary/Senior Secretary, Ministry of Shipping	1	1,000	1,000
6	Government of the People's Republic of Bangladesh (GOB)	Joint Secretary(Dev), Power Division	1	1,000	1,000
7	Office of the Member (Company Affairs), BPDB	Member (Company Affairs), BPDB	1	1,000	1,000
Total			164,382		164,382,000

15 Retained Earnings

Opening Balance	(613,413,687)	(336,402,974)
Adjustment for Accumulated Depreciation (Note 15.1)	30,695,539	-
Net Profit/ (Loss) after Tax	(585,132,232)	(277,010,712)
	<u>(1,167,850,380)</u>	<u>(613,413,687)</u>

- 15.1 This represents written-back of accumulated depreciation charged upto earlier years in respect of Capital Work in Progress.

16 Government Equity

Equity from the Government (Note - 16.1)	271,068,012	140,116,639
Equity from the Government against ADP (Note - 16.2)	38,081,072,611	8,619,237,566
	<u>38,352,140,623</u>	<u>8,759,354,205</u>

16.1 Equity from the Government

Opening Balance	140,116,639	164,372,673
Received during the year	130,951,373	140,115,966
	<u>271,068,012</u>	<u>304,488,639</u>
Less: Transferred to Paid-Up-Capital	-	164,372,000
	<u>271,068,012</u>	<u>140,116,639</u>

16.2 Equity from the Government against ADP

Opening Balance	8,619,237,566	5,817,919,553
Add: Equity through GOB received during the year	3,307,800,000	1,005,000,000
Add: Equity through JICA received during the year	26,154,035,045	1,796,318,013
	<u>38,081,072,611</u>	<u>8,619,237,566</u>

During the year, CPGCBL received Tk. 26,154,035,045 from Foreign Aid-JICA from Project Aid (PA) and Tk. 3,307,800,000 from GOB as Equity of the Government against Annual Development Program (ADP).

17 Loan from BPDB

Opening Balance	353,715,325	353,715,325
Add: Received during the year	-	-
	<u>353,715,325</u>	<u>353,715,325</u>
Less: Paid during the year	-	-
	<u>353,715,325</u>	<u>353,715,325</u>

During the year, the company did not take any loan from BPDB for the purpose of operating the activities of the Corporate Office.

Break-up of Loan from BPDB:

Preliminary Expenses - Refundable	2,725,325	2,725,325
Received as Loan	1,000,000	1,000,000
Loan adjustment: Transferred to Paid-Up-Capital	(10,000)	(10,000)
Received as Long Term Loan at 3% interest per year	350,000,000	350,000,000
	<u>353,715,325</u>	<u>353,715,325</u>

- 17.1 Preliminary Expenses Tk. 2,725,325/- paid by BPDB is refundable to them as per decision of 1st (Agenda no. 1.03) Board Meeting dated 25 September 2011.

- 17.2 As the Company is at the initial stage of installation of power plant and not yet started its commercial operation, has borrowed Tk 350,000,000/- from BPDB as long term loan at 3% interest per annum, to operate the activities of corporate office as per tripartite Establishment Support Agreement (ESA) among the Government, BPDB and the Company (CPGCBL) signed on 10 October 2013.

18 Government Loan-ADP

Opening Balance	3,637,906,987	2,967,906,987
Received during the year	2,205,200,000	670,000,000
	<u>5,843,106,987</u>	<u>3,637,906,987</u>

19 Foreign Loan-JICA

Opening Balance	2,108,251,391	910,706,048
Received during the year	17,436,023,363	1,197,545,343
	19,544,274,754	2,108,251,391

During the year, Japan International Co-operation Agency (JICA) paid to CPGCBL amounting Tk.43,590,058,408 against Annual Development Program of Matarbari 2x600 MW Ultra Super Critical Coal Fired Project of which Taka 17,436,023,363 as Foreign Loan. As per Subsidiary Loan Agreement with the GOB, 40% of total disbursement amount will be considered as Foreign Aid Loan & rest 60% will be equity of GOB.

20 Contributory Provident Fund (CPF)

Opening Balance	-	-
Contribution & Subscription for the year	7,281,560	6,242,032
	7,281,560	6,242,032
Transferred to PF Fund	7,281,560	6,242,032
	-	-

21 Provision for Taxation

Opening Balance	6,519,506	5,042,462
Provision during the year	11,750,679	6,938,910
	18,270,185	11,981,372
Payment during the year	3,703,741	5,461,866
	14,566,444	6,519,506

22 Provision for Gratuity

Opening Balance	12,315,185	4,908,265
Provision during the year	9,249,715	7,406,920
	21,564,900	12,315,185
Payment during the year	3,339,000	-
	18,225,900	12,315,185

23 Provision for Resettlement Assistance

Opening Balance	94,160,000	-
Addition during the year	-	149,160,000
	94,160,000	149,160,000
Payment during the year	94,160,000	55,000,000
	-	94,160,000

24 Bills Payable

Angelique International Ltd.	(600,349)	14,585,832
Energypac Engineering Ltd.	(824,603)	(254,296)
Energypac & Dedagency Ltd.	(197,066)	19,456,882
Karigari Paramarsha	(3,386)	-
Galaxy Mridha JV	(63,439)	-
Shawkat Ali & Sons	(1,353)	-
Mama Bhagina Timber Traders	-	(17,298)
MJCV	34,319,931	53,999,657
Techno Ventures Ltd.	(296,056)	(296,056)
Trade East West Corporation Ltd.	-	17,094,314
Confidence Power Ltd.	(448,326)	(5,915,436)
Penta Ocean Construction Ltd.	(581,180)	312,478,226
	31,304,174	411,131,825

25	Accounts Payable		
	Audit Fees	126,500	97,750
	Security Deposit-Contractors & Supplier	27,375,772	30,722,373
	VAT Payable	4,063,559	12,401,927
	Tax payable on Project Works (PA)	-	23,435,873
	Tax payable on Consultancy (PA)	-	5,234,726
	Withholding Taxes	672,004	12,066,036
	Payable to Customs House	5,891,846	6,565
	Income tax payable-Employee	26,917	-
	VAT Payable on Project Works (PA)	496,223,358	18,748,698
	VAT Payable-Consultancy (PA)	-	6,543,408
		534,379,956	109,257,355
26	Interest Payable on Loan		
	Loan-BPDB	110,999,355	100,387,896
	Matarbari - GOB	155,013,622	86,369,956
	Bangladesh-Singapore - GOB	112,734,981	54,424,725
	Wind Mapping Project - GOB	8,121	-
	JICA	296,363,989	30,920,793
		675,120,068	272,103,370
27	Revenue		
	The Company has not started its operation yet. Therefore, there is no revenue to report.		
28	Cost of Sale		
	The Company has not started its operation yet. Therefore, there is no cost of sale to report.		
29	Other Income		
	Rental income from Office Space	6,200,172	6,435,027
	Income from Auction	15,000	103,200
	Profeited Performance Security	3,962,272	-
	Income from Lease Rent	660,000	-
	Liquidated Damages	5,911,625	-
	Sale of Tender Documents	92,500	239,000
	Interest Income on SND Account & FDR	16,731,799	13,048,230
		33,573,368	19,825,457
30	Administrative Expenses (Details in Annexure-C)		
	Personnel	71,923,601	57,117,224
	Allowances-Officers & Staff	32,667,010	28,619,736
	Benefit-Officers & Staff	26,134,432	17,714,494
	Office & Administrative	61,175,101	29,338,473
	Repairs & Maintainance	12,038,079	23,920,813
		203,938,223	156,710,739
31	Selling & Distribution Expenses		
	The Company has not started its operation yet therefore there is no Selling & Distribution Expenses to report.		
32	Financial Expenses		
	Loan-BPDB	10,611,460	10,611,460
	Matarbari - GOB	68,643,666	47,343,666
	Bangladesh-Singapore - GOB	58,310,256	49,847,787
	Wind Mapping Project - GOB	8,121	-
	JICA	265,443,196	25,383,607
		403,016,699	133,186,520

33 **Income Tax**

Current tax

11,750,679	6,938,910
<u>11,750,679</u>	<u>6,938,910</u>

Current tax has been calculated at the rate of 35% on other income.

34 **General**

- a) Figures in these notes and the accompanying financial statements have been rounded off to the nearest integer.
- b) Previous year's figures have been rearranged, wherever considered necessary, to conform to current years presentation.



Coal Power Generation Company Bangladesh Limited
(An Enterprise of Government of the People's Republic of Bangladesh)
Property, Plant & Equipment
As at 30 June, 2018

Particulars	Cost				Depreciation						Written Down Value	
	Opening Balance	Addition during the year	Disposal during the year	Closing Balance	Opening Balance	Charged during the year			Total	Disposal during the year		Closing Balance
						On Opening Assets	On Addition	On Addition				
1	2	3	4	5=(2+3-4)	6	7 on col. 2	8 on col. 3	9 =(6+7+8)	10	11=(7+9-10)	12 = (5 -11)	
Office Space at Eskaton	154,145,353	-	-	154,145,353	12,331,628	4,932,651	-	17,264,280	-	17,264,280	136,881,073	
Office Furniture & Fixture	3,658,782	2,571,852	-	6,230,634	265,037	117,081	41,150	423,268	-	423,268	5,807,366	
Office Equipment	11,778,176	249,000	-	12,027,176	4,790,382	2,355,635	24,900	7,170,917	-	7,170,917	4,856,259	
Civil Works	5,139,732	-	-	5,139,732	411,178	164,471	-	575,650	-	575,650	4,564,082	
Vehicles	37,661,442	-	-	37,661,442	11,074,279	3,389,530	-	14,463,809	-	14,463,809	23,197,633	
Total	212,383,485	2,820,852	-	215,204,337	28,872,504	10,959,369	66,050	39,897,923	-	39,897,923	175,306,414	



Coal Power Generation Company Bangladesh Limited

Matarbari 2x600 MW Ultra Super Critical Coal Fired Power Project

As at 30 June, 2018

Particulars	Opening Balance	Addition during the year	Closing Balance	Transfer to Fixed Assets Expenses A/C	Closing Balance as on 30 June 2018
1	2	3	4=(2+3)	5	6 = (4 -5)
Office Space at Eskaton	276,702,037	-	276,702,037	-	276,702,037
Land Acquisition & Land Development	3,104,455,609	72,223,269	3,176,678,878	-	3,176,678,878
Furniture	1,008,264	3,655,957	4,664,221	-	4,664,221
Vehicles	11,442,260	979,000	12,421,260	-	12,421,260
Civil Works	95,785,276	148,704,452	244,489,728	-	244,489,728
Electrification of Project Area	986,182	2,085,947	3,072,129	-	3,072,129
Preparatory Work for PPP Facilities	4,435,728,906	9,368,527	4,445,097,433	-	4,445,097,433
Procurement for PPP Facilities (Pkg 1.2)	-	47,582,494,377	47,582,494,377	-	47,582,494,377
Procurement of Conductor-Pkg 4.5	58,457,674	-	58,457,674	-	58,457,674
Procurement of Conductor-Pkg 4.6	18,993,682	3,945,548	22,939,230	-	22,939,230
Procurement of Connector, Pkg 4.3	22,624,011	-	22,624,011	-	22,624,011
Procurement of D.E Meter, Pkg 4.10	4,800,000	-	4,800,000	-	4,800,000
Procurement of D. Transformer, Pkg 4.9	19,830,000	-	19,830,000	-	19,830,000
Procurement of Equipment, Pkg 4.4	6,449,975	-	6,449,975	-	6,449,975
Procurement of Equipment, Pkg 4.11	21,986,277	27,648,610	49,634,887	-	49,634,887
Procurement of SPC Pole, Pkg 4.7	54,697,182	59,825,197	114,522,379	-	114,522,379
Procurement W. Logs, Pkg 4.8	3,354,200	-	3,354,200	-	3,354,200
Procurement of PDI of Single Circuit Transformer	55,633,962	112,025,429	167,659,391	-	167,659,391
Procurement of PDSI of 132/33 KV Sub-station	107,307,616	116,915,137	224,222,752	-	224,222,752
Electricity Bill	-	691,445	691,445	-	691,445
Training & Development	-	447,524	447,524	-	447,524
Custom Duty	-	150,941,541	150,941,541	-	150,941,541
Office Equipment	-	1,671,748	1,671,748	-	1,671,748
Procurement of Equipment, Pkg 4.W-1	-	4,277,081	4,277,081	-	4,277,081
Procurement of Equipment, Pkg 4.W-2	-	13,860,000	13,860,000	-	13,860,000
Regulatory Duty	-	-	-	-	-
Supplementary Duty	-	-	-	-	-
VAT at import stage	-	-	-	-	-
Consultancy Service (Pkg 4.S-1)	-	1,401,016	1,401,016	-	1,401,016
Consultancy Services (PA)	1,727,820,781	518,878,692	2,246,699,472	-	2,246,699,472
Consultancy Services (GOB)	9,454,086	-	9,454,086	-	9,454,086
A. Total	10,037,517,979	48,832,040,496	58,869,558,476	-	58,869,558,475

Bangladesh-Singapore 700 MW Ultra Super Critical Coal Fired Power Project

As at 30 June, 2018

Particulars	Opening Balance	Addition during the year	Closing Balance	Transfer to Fixed Assets Expenses A/C	Closing Balance as on 30 June 2018
1	2	3	4=(2+3)	5	6 = (4 -5)
Land Acquisition	4,136,181,986	771,057,653	4,907,239,639	-	4,907,239,639
Civil Works	22,981,497	6,500,000	29,481,497	-	29,481,497
Consultancy Services (GOB)	38,078,419	4,585,263	42,663,683	-	42,663,683
B. Total	4,197,241,902	782,142,916	4,979,384,818	-	4,979,384,818
C. Grand Total (A+B)	14,234,759,882	49,614,183,412	63,848,943,294	-	63,848,943,294

Particulars	Amount in Taka	
	30-Jun-2018	30-Jun-2017
A. Personnel Expenses		
Basic Pay of Officer	40,753,277	35,251,674
Pay of Staff	11,940,553	8,806,351
Pay Off Allowance - Employee	1,035,600	900,270
Salary of Ansar	18,194,171	12,158,929
	71,923,601	57,117,224
B. Allowances - Officers and Staff		
House Rent Allowances	21,183,764	18,908,873
Dearness Allowances	-	-
Conveyance Allowances	321,156	249,200
Charge Allowance	20,646	-
Servant Allowances	36,137	40,974
Sweeper Allowances	36,137	40,974
Education Allowances	156,936	123,952
Entertainment Allowances	256,000	289,451
Festival Allowances	8,572,524	7,401,290
Security Guard Allowances	40,787	46,974
Gas Allowances	376,669	280,081
Transport Allowances	1,440,010	1,037,077
Water & Sewerage Allowances	226,244	200,890
	32,667,010	28,619,736
C. Benefit - Officers and Staff		
Employers Contribution to CPF	3,640,780	3,121,017
Gratuity Allowances	9,249,715	7,406,920
Medical-re-imbursement	2,610,918	2,305,635
Pension Contribution to BPDB	934,529	340,648
KPI-Bonus	4,880,202	-
Leave Encashment	4,019,051	2,838,150
Group Insurance Premium	71,761	1,086,175
Electricity Allowance of Officers	727,476	615,949
	26,134,432	17,714,494
D. Office and Administrative Expenses		
Travelling Expenses-Local	3,173,063	1,916,948
Travelling Expenses-Foreign	2,519,334	2,050,232
Foreign Workshop & Seminar Fees	150,363	-
Board Meeting Expenses	522,690	326,926
Committee Meeting Expenses	663,212	829,136
Stationery Expenses	1,749,218	1,206,585
Postage, Telephone & Telegraph	1,204,773	807,382
Mobile Expenses	26,000	36,990
Taxes, License, Insurance & Fees	1,264,786	1,315,511

Particulars	Amount in Taka	
	30-Jun-2018	30-Jun-2017
Licensing Fees	189,938	-
Audit Fees	139,150	97,750
Honorarium-Tender Evaluation Committee	542,688	634,035
Honorarium-Board of Directors	1,554,832	1,241,602
Bank Charges & Commission	227,184	154,442
Office Maintenance	238,872	197,750
Office Equipment Maintenance	56,815	59,100
Service Charges for Office Space	935,856	914,382
Entertainment	173,122	122,843
Fuel-Transport	4,857,568	2,652,808
Fuel for Generator-Project Office	813,687	150,020
Recruitment affairs expenses	4,330,789	458,897
Books & Periodical	37,299	33,678
Training & Education	1,098,518	223,644
Statutory Organization fees	6,377	90,182
Legal Expense	2,326,537	1,463,700
Consultancy Fees	141,000	701,319
Business Promotion Expenses	751,059	-
Event Management Expenses	3,982,175	-
Consultancy TUV SUD	13,153,294	-
Vehicle Rent	709,080	424,800
Speed Boat Rent	705,448	395,309
Electricity Bill	1,231,886	1,390,286
Advertising & Promotion Expenses	4,718,717	2,430,844
Project Area Expenses	2,788,105	4,993,870
Project Area Supplies	1,274,948	-
Office Rent-Project Area	-	35,000
Power & Energy Fair expenses	-	241,937
Environment Cleanance	575,000	92,000
Bank Charges (PA)	-	99,320
Service Charges for Office Space	-	-
Relief & Welfare Fund	1,000,000	500,000
Security Service Salary	489,900	255,301
AGM and EGM Expenses	851,818	784,140
Miscellaneous expenditure	-	9,804
	61,175,101	29,338,473
E. Repair and Maintenance		
Vehicle Maintenance	1,012,661	655,088
Repairs of Office Equipment		40,000
Depreciation on Assets	11,025,418	22,576,314
Repairs of Furniture		
Office Design & Decoration		649,411
	12,038,079	23,920,813
Grand Total (A+B+C+D+E)	203,938,223	156,710,739