

**Bangladesh Industrial Technical Assistance Center
Special purpose financial statements for
submission to the ministry of industries
As at and for the year ended 30 June 2022**

Hoda Vasi Chowdhury & Co

Chartered Accountants

PRACTITIONER'S COMPILATION REPORT

To Management of Bangladesh Industrial Technical Assistance Center (BITAC)

We have compiled the accompanying financial statements of Bangladesh Industrial Technical Assistance Center (BITAC) based on information you have provided. These financial statements comprise the statement of financial position of Bangladesh Industrial Technical Assistance Center (BITAC) as at June 30 2022, the statement of financial performance, statement of receipts and payments for the period from 1 July 2021 to 30 June 2022, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements on the basis of accounting described in note 2.1 to the financial statements. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the basis of accounting described in note 2.1.

As stated in note 2.1, the financial statements are prepared and presented in accordance with International Public Sector Accounting Standard (IPSAS), excluding property, plant and equipment, which is revalued in the financial statements rather than being carried at historical cost. The financial statements are prepared for the purpose described in note 2.2 to the financial statements. Accordingly, these financial statements may not be suitable for other purposes.

Dhaka, 12 June 2024

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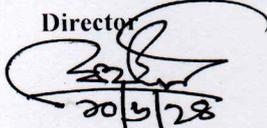
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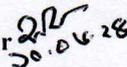


**Bangladesh Industrial Technical Assistance Center
Statement of Financial Position (Balance Sheet)
As at 30 June 2022**

Particulars	Notes	Taka	Taka
		30 June 2022	30 June 2021
Assets			
Non-current assets			
Property, plant and equipment	4.0	2,458,866,125	2,549,033,726
Total non-current assets		2,458,866,125	2,549,033,726
Current assets			
Inventories	5.0	52,086,330	39,822,892
Cash and cash equivalents	6.0	48,354,147	22,050,486
Total current assets		100,440,477	61,873,379
Total assets		2,559,306,600	2,610,907,105
Fund and liabilities			
Fund			
General fund	18.0	2,559,106,600	2,610,907,105
Other liabilities	7.0	200,000	-
Total fund and liabilities		2,559,306,600	2,610,907,105

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

Director

 ২০/৬/২২
 প্রকৌশলী মোঃ মুহসিন
 পরিচালক (প্রশাসন ও অর্থ)
 বাংলাদেশ শিল্প কারিগরি সহায়তা কেন্দ্র (বিটাক)
 ১১৬ (খ), ডেজলাও শিল্প এলাকা, ঢাকা।

Chief Accounts Officer

 ২০.০৬.২২
 মোঃ আরিফুল হাসান
 হিসাব রক্ষণ কর্মকর্তা
 বাংলাদেশ শিল্প কারিগরি সহায়তা কেন্দ্র (বিটাক)
 ডেজলাও শিল্প এলাকা, ঢাকা-১২০৮

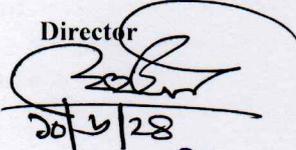


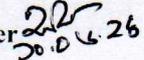
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Bangladesh Industrial Technical Assistance Center Statement of Income and Expenditure For the year ended 30 June 2022

Particulars	Notes	Taka	Taka
		30 June 2022	30 June 2021
Income			
Direct income			
Sale and service income	8.0	224,889,761	179,521,200
Training income	9.0	26,871,355	6,478,800
Government grant	10.0	623,600,000	591,810,000
Total direct income		875,361,115	777,810,000
Indirect income			
Other income	11.0	4,766,378	9,358,272
Total indirect income		4,766,378	9,358,272
Total income		880,127,493	787,168,272
Expense			
Cost of services	13.1	197,516,246	207,104,860
Administrative expenses	12.0	251,773,834	333,674,405
Pension and retirement benefit	14.0	317,500,000	213,582,559
Research expense	15.0	4,621,672	2,238,081
Other expense	16.0	45,413,948	1,896,751
Depreciation expenses	17.0	115,102,299	-
Total expense		931,927,998	758,496,656
Surplus/(deficit) of income over expenditure		(51,800,505)	28,671,616

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

Director

 ২০/৬/২৪
 প্রকৌশলী মোঃ মুহসিন
 পরিচালক (হাসান ও অর্থ)
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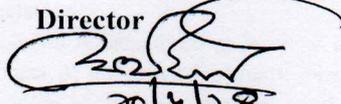
Chief Accounts Officer 
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 হিসাব রক্ষণ কর্মকর্তা
 শিল্প কারিগরি সহায়তা কেন্দ্র (বিটাক)
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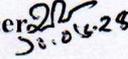

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Bangladesh Industrial Technical Assistance Center Statement of Receipts and Payments For the year ended 30 June 2022

Particulars	Notes	Taka	Taka
		30 June 2022	30 June 2021
Opening balance:			
Cash in hand		249,209	129,519
Cash at bank		21,801,277	67,920,149
		22,050,486	68,049,669
Revenue receipts			
Sales and service income	8.0	224,889,761	179,521,200
Training income	9.0	26,871,355	6,478,800
Government grant	10.0	623,600,000	591,810,000
Other receipts	11.0	4,766,378	-
Total revenue receipts		880,127,493	777,810,000
Total receipt		902,177,979	845,859,669
Capital expenditures:			
Engineering and other equipment		14,533,002	53,859,864
Motor vehicle		5,000,936	-
Information technology equipment		4,548,486	3,640,331
Other capital expense		852,274	7,812,334
Total capital expenditure		24,934,698	65,312,528
Revenue expenditures:			
Administrative expense	12.0	251,573,834	333,674,405
Cost of inventory purchased	13.0	209,779,683	207,104,860
Pension and retirement benefits	14.0	317,500,000	213,582,559
Research expenses	15.0	4,621,672	2,238,081
Other expenses	16.0	45,413,948	1,896,751
Total revenue expenditure		828,889,136	758,496,656
Total payment		853,823,834	823,809,185
Closing balance			
Cash in hand:	6.1	335,929	249,209
Cash at bank:	6.2	48,018,218	21,801,277
		48,354,147	22,050,486
		902,177,979	845,859,669

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

Director

 প্রকৌশলী মোঃ মুহসিন
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Chief Accounts Officer 



মোঃ আরিফুল হাসান
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 গাঁও শিল্প এলাকা, ঢাকা-১২০৮

**Bangladesh Industrial Technical Assistance Center
Notes to the financial statements
For the year ended 30 June 2022**

1.0 Company profile

Bangladesh Industrial Technical Assistance Centre (hereinafter referred to as "BITAC") is the successor to Pakistan Industrial Technical Centre (PITAC). It was renamed BITAC after the independence of Bangladesh. BITAC was established in 1962 by merging two other productivity oriented public sector organizations namely IRDC & PIPS. With the establishment of BITAC practice oriented activities for productivity promotion and improvement of productivity were created through its laboratory and workshops support. The main objective of BITAC is therefore, promotion of the national economy through development of product, process and skilled manpower. BITAC has five centers in Bangladesh at Dhaka, Chittagong, Chandpur, Khulna and Bogra.

2.0 Basis of preparation

2.1 Basis of accounting

The basis of accounting is modified cash basis as per International Public Sector Accounting Standard (IPSAS). All transaction are in cash receipt and payment basis and property, plant, equipment on the basis of current fair value as at 30 June 2022.

2.2 Purpose of financial statements

These financial statements are prepared for the specific purpose of submission to the Ministry of Industry, the Government of the peoples Republic of Bangladesh.

2.3 Basis of measurement

Due to uncertainties involved in collection of various types of income consistent with prior years, all the transactions are recorded on cash basis except for property, plant and equipment.

2.4 Functional and presentational currency

These financial statements are prepared in Bangladesh Taka, which is BITAC's functional currency. All financial information presented in Taka and has been rounded off to the nearest integer.

2.5 Use of estimates and judgments

The preparation of financial statements in conformity with International Public Sector Accounting Standard (IPSAS) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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 year in which the estimate is revised and in any future year affected. As cash basis of accounting is followed only area requiring estimate and judgement is related to the property, plant and equipment and depreciation.

2.6 Reporting period

These financial statements cover the period of twelve months from 01 July 2021 to 30 June 2022.

3.0 Significant accounting policies

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

3.1 Property plant and equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation. As per IAS 16 : Property, Plant and Equipment, the cost of an asset has been calculated at its purchase price and any directly attributable costs associated with for bringing the asset to its working condition for its intended use.

Subsequent costs

The cost of replacing part(s) of an item of property, plant and equipment is recognized in the carrying amount of that item if it is probable future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The cost of items for day-to-day servicing of property, plant and equipment are expensed when incurred.

Depreciation

Depreciation is recognised in profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. For addition to property, plant and equipment, depreciation is charged from the month of capitalisation and no depreciation is charged in the month of disposal.

The rates at which property, plant and equipment are depreciated for current and comparative years are as follows:

Category of assets	Rate of depreciation
Building	5%
Machinery	10%-50%
Office equipment	10%
Furnitures and fittings	10%
Motor vehicles	20%-50%

3.2 Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and cash at bank which were held and readily available for use of the BITAC without any restriction.

3.3 Inventories

Inventory consists of spare parts and raw materials that are basically used for production and training purposes. All inventories are valued at cost price as at 30 June 2022.

3.4 Events after the Reporting Period

Events after the Reporting Period that provide additional information about the BITAC's position at the statement of financial position date are reflected in the financial statements. Events after the Reporting Period that are not adjusting events are disclosed in the notes when material.

3.5 Government Grant

The Government Grant is approved by the Ministry of Finance (MOF) for the operating expenditure of BITAC. BITAC prepare their projected expenditure for the upcoming three years through Medium Term Budgetary Framework (MTBF) and send it to the Ministry of Industry (MOI) for their approval. Afterwards, the Ministry of Industry (MOI) scrutinized the projected expenditure and recommend an amount to the Ministry of Finance (MOF) for the operating expenditure of BITAC. The Ministry of Finance (MOF) credit the amount to the BITAC authorized bank account as they think appropriate.

3.6 Sale and service income

BITAC is a technical assistance center so they made many tools like nut, bolt, connector, gear setup, spare parts & also other tools according to the requirement of their clients. Income from project is advance income for services.

3.7 Training income

SEPA-Extension of BITAC, Self-Employment & Poverty Alleviation through hands-on-technical training highlighting women- Phase-2, SEIP- Skills for Employment Investment Programme. These programme is open for all, by those training people become skilled and productive in this sector. Relation to these training BITAC generates revenue for their institute. BITAC also offered hostel facility for students of BITAC and also for the other people.

3.8 Other income

Other income are recognized on a cash basis income from disposal of assets and from other sources.

3.9 General fund

General fund amount represents the total assets amount except the accumulated deprecation reserved. This fund represent total net worth of the business.

3.10 Pension fund

BITAC maintain a separate pension fund reserve for the employees. Pension fund is the accumulation from the portion surplus amount of the year.

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Taka	Taka
30 June 2022	30 June 2021

4.0 Property, plant and equipment

Cost

Land	1,480,210,000	1,480,210,000
Buildings	449,295,521	439,015,261
Machinery	567,817,425	564,662,925
Furniture and fittings	15,943,430	13,286,120
Office equipment	15,083,612	11,241,920
Vehicle	45,618,436	40,617,500
Total	2,573,968,424	2,549,033,726
Less: Accumulated depreciation	115,102,299	-
Written down value	2,458,866,125	2,549,033,726

A detailed assets schedule is given in Annexure A

5.0 Inventories

Dhaka	37,621,809	33,309,619
Chittagong	10,752,106	1,772,109
Chandpur	1,463,542	447,478
Khulna	153,989	2,198,812
Bogura	2,094,884	2,094,874
Total	52,086,330	39,822,892

Inventory consists of spare parts and raw materials those are basically used for production and training purposes. All inventories are valued at cost price as at 30 June 2022.

6.0 Cash and cash equivalents

Cash in hand (Note 6.1)	335,929	249,209
Cash at banks (Note 6.2)	48,018,218	21,801,277
Total	48,354,147	22,050,486

6.1 Cash in hand

Cash in hand Dhaka	310,635	169,575
Cash in hand Chittagong	510	581
Cash in hand Khulna	24,373	33,836
Cash in hand Bogura	411	45,217
Total	335,929	249,209

6.2 Cash at banks

Soanli Bank saving A/C Dhaka (0667)	10,766,008	2,019,832
Soanli Bank saving A/C Chittagong (4841)	23,694,880	10,345,428
Soanli Bank saving A/C Chandpur (1871)	1,675,139	1,109,427
Soanli Bank saving A/C Khulna (5356)	1,142,785	3,964,782
Soanli Bank saving A/C Bogura (4189)	1,117,405	708,400
Soanli Bank Tools & Technology Institute (7097)	3,353,589	-
Soanli Bank current A/C Dhaka (0606)	2,955,082	993,987
Soanli Bank current A/C Chittagong (0811)	1,538,935	854,658
Soanli Bank current A/C Chandpur (1834)	54,613	645,862
Soanli Bank current A/C khulna (2276)	1,511,165	265,442
Soanli Bank current A/C Bogura (8552)	206,617	893,459
Soanli Bank Tools & Technology Institute (0561)	2,000	-
Total	48,018,218	21,801,277

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Taka	Taka
30 June 2022	30 June 2021

7.0 Liabilities for expenses

Professional service fee

200,000	-
200,000	-

An amount of Tk. 400,000 is payable to the consultant for the preparation of the financial statements as at 30 June 2022 and 30 June 2023.

8.0 Sale and service income

Sale of spare parts (Note 8.1)

Income from project (Note 8.2)

Total

208,483,633	170,883,754
16,406,128	8,637,446
224,889,761	179,521,200

8.1 Sale of spare parts

Dhaka

Chittagong

Chandpur

Khulna

Bogura

Tools & Technology Institute

Total

62,548,701	46,831,419
77,093,567	56,332,289
25,206,750	22,689,788
15,292,687	22,212,339
26,463,216	22,817,919
1,878,712	-
208,483,633	170,883,754

8.2 Income from project (Advance)

Dhaka

Chittagong

Tools & Technology Institute

Total

7,877,579	7,198,883
3,736,799	1,438,564
4,791,750	-
16,406,128	8,637,446

BITAC is Technical Assistance Center so they made many tools like nut, bolt, connector, gear setup, spare parts & also other tools according to the requirement of their clients. Income from project is advance income required for services. As per the cash basis of accounting this is recognized as income upon receipt.

9.0 Training Income

Training: General (Note 9.1)

SEPA (Note 9.2)

Hostel (Note 9.3)

SEIP (Note 9.4)

Total Training Income

5,984,221	3,159,030
15,370,790	2,075,200
1,798,044	160,570
3,718,300	1,084,000
26,871,355	6,478,800

9.1 General

Dhaka

Chittagong

Chandpur

Khulna

Bogura

Tools & Technology Institute

Total

3,460,931	1,941,130
1,264,040	639,300
46,000	18,000
757,300	312,500
360,200	248,100
95,750	-
5,984,221	3,159,030

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	Taka 30 June 2022	Taka 30 June 2021
9.2 SEPA		
Dhaka	9,438,050	1,896,100
Chittagong	2,574,390	-
Chandpur	-	172,500
Khulna	1,881,950	6,600
Bogura	1,021,150	-
Tools & Technology Institute	455,250	-
Total	15,370,790	2,075,200
9.3 Hostel		
Dhaka	-	-
Chittagong	173,700	123,270
Chandpur	525,600	-
Khulna	835,100	37,300
Bogura	183,600	-
Tools & Technology Institute	80,044	-
Total	1,798,044	160,570
9.4 SEIP		
Dhaka	1,090,600	-
Chittagong	394,200	342,000
Chandpur	108,000	-
Khulna	330,000	384,000
Bogura	124,000	358,000
Tools & Technology Institute	1,671,500	-
Total	3,718,300	1,084,000

SEPA-Extension of BITAC, Self-Employment & Poverty Alleviation through hands-on-technical training highlighting women- Phase-2, SEIP- Skills for Employment Investment Programme. These programme is open for all, by those training people become skilled and productive in this sector. Relation to these training BITAC generates revenue for their institute. BITAC also offered hostel facility for students of BITAC and also for the other people.

10.0 Government Grant

Grant form government

Dhaka	552,115,200	449,787,314
Chittagong	33,536,000	55,571,814
Chandpur	12,248,800	18,864,492
Khulna	13,700,000	33,795,378
Bogura	12,000,000	33,791,002
Tools & Technology Institute	-	-
Total	623,600,000	591,810,000

BITAC receives funds from Ministry of Finance of Bangladesh government for salaries & allowances of BITAC employees and utility expenses. Government grant is shown as direct income in the Statement of Income and Expenditure.

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Taka	Taka
30 June 2022	30 June 2021

11.0 Other income

Income from other sources

Dhaka

Chandpur

Khulna

Bogura

Tools & Technology Institute

Total

406,197	1,094,363
3,044,560	5,899,588
172,354	2,076,389
159,800	287,932
983,467	-
4,766,378	9,358,272

Other income include interest income from FDR, disposal of assets and sale of old used stationery.

12.0 Administrative expense

Salary (Officer) (Note 12.1)

Salary (staff) (Note 12.2)

Assistance allowance (Note 12.3)

Total admin expense as per receipt and payment

Add: Professional fee

Total admin expense as per income and expense

46,375,661	53,499,163
84,847,999	119,982,363
120,350,174	160,192,879
251,573,834	333,674,405
200,000	-
251,773,834	333,674,405

12.1 Salary (Officer)

Dhaka

Chittagong

Chandpur

Khulna

Bogura

Total

29,334,054	32,385,053
6,073,258	8,999,736
4,236,124	4,266,909
3,018,320	3,848,800
3,713,905	3,998,664
46,375,661	53,499,163

12.2 Salary (staff)

Dhaka

Chittagong

Chandpur

Khulna

Bogura

Total

45,910,811	66,098,801
15,154,459	23,997,600
6,615,241	9,987,381
8,495,119	9,898,795
8,672,368	9,999,786
84,847,999	119,982,363

12.3 Assistance allowance

Dhaka

Chittagong

Chandpur

Khulna

Bogura

Total

72,030,289	99,301,376
19,147,562	26,694,335
8,820,649	11,571,777
10,785,916	11,974,046
9,565,759	10,651,346
120,350,174	160,192,879

Administrative expenses include salary of officer, salary of office staff and their allowance. As at June 2022 BITAC have total 476 number of employees over all center of BITAC. The total number of Officer were 121 and Staff were 355.

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	Taka 30 June 2022	Taka 30 June 2021
13.0 Cost of inventory purchase		
Dhaka	91,111,023	117,398,642
Chittagong	62,748,581	46,414,990
Chandpur	20,458,984	18,268,626
Khulna	11,768,501	11,865,329
Bogura	17,091,710	13,157,273
Tools & Technology Institute	6,600,884	-
Total	209,779,683	207,104,860
13.1 Cost of services		
Opening inventory	39,822,892	-
(+) Cost of inventory purchase (Note 13.0)	209,779,683	207,104,860
	249,602,575	207,104,860
(-) Closing inventory	(52,086,330)	-
Total	197,516,246	207,104,860
14.0 Pension and retirement benefit		
Dhaka	144,500,000	213,582,559
Other center	173,000,000	-
Total	317,500,000	213,582,559

Tk.173,000,000 is transferred from the surplus amount to the pension and retirement benefit fund.

15.0 Research Expense		
Dhaka	4,052,731	1,066,951
Chittagong	-	560,000
Khulna	321,392	-
Bogura	247,549	611,130
Total	4,621,672	2,238,081

Research expenses are those incurred during the period for the development of quality, durability, efficiency & effectiveness of new types of the products BITAC is supposed to be made. Expenses also occurred for hiring two researchers assigned to evaluate the probability of the new types of product.

16.0 Other expense		
Dhaka	43,843,375	1,896,751
Chittagong	1,216,250	-
Chandpur	117,125	-
Khulna	16,578	-
Bogura	220,620	-
Total	45,413,948	1,896,751

Other expense was occurred for the purpose payment of stationery, electricity bill, internet bill, entertainment, festival programme.

Hoda Vasi Chowdhury & Co

Taka	Taka
30 June 2022	30 June 2021

17.0 Depreciation expenses

Depreciation charged during the year

Total

115,102,299	-
115,102,299	-

18.0 General fund

Opening balance

Excess /(deficit) of income over expenditure

Closing balance

2,610,907,105	2,582,235,489
(51,800,505)	28,671,616
2,559,106,600	2,610,907,105

Bangladesh Industrial Technical Assistance Center
Summary of Property, Plant and Equipment for the year ended 30 June 2022

Particulars	Cost				Rate	Accumulated depreciation			WDV as on 30 June 2022
	Opening balance	Addition during the year	Disposal during the year	Closing balance		Beginning balance	Depreciation charged during the year	Disposal during the year	
Land	1,480,210,000	-	-	1,480,210,000	-	-	-	-	1,480,210,000
Building	439,015,261	10,280,260	-	449,295,521	5%	22,463,271	-	22,463,271	426,832,250
Machinery	564,662,925	3,154,500	-	567,817,425	10%-50%	80,202,542	-	80,202,542	487,614,883
Furniture and fittings	13,286,120	2,657,310	-	15,943,430	10%	1,354,021	-	1,354,021	14,589,409
Office equipment	11,241,920	3,841,692	-	15,083,612	10%	1,409,778	-	1,409,778	13,673,834
Vehicle	40,617,500	5,000,936	-	45,618,436	20%-50%	9,672,687	-	9,672,687	35,945,749
Total	2,549,033,726	24,934,698	-	2,573,968,424		115,102,299	-	115,102,299	2,458,866,125