

**Independent Auditor's Report  
To**

**Bangladesh Road Transport Corporation (BRTC) - Truck Division**

**Opinion**

We have audited the financial statements of Bangladesh Road Transport Corporation (BRTC)- Truck Division, which comprise the statement of Financial Position as at 30 June 2019, along with profit & Loss Appropriation Account, statement of Profit & Loss and Other Comprehensive Income, and Statement of Operating Surplus for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Bangladesh Road Transport Corporation (BRTC)- Truck Division as at 30 June 2019, and of its financial performance for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable laws and regulations.

**Basis for Opinion**

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

**Other Information**

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

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

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

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

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

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtained an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Concluded on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we concluded that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions were based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluated the overall presentation, structure and content of the Corporation's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

**Report on Other Legal and Regulatory Requirements**

We also report that:

- we have obtained all the material 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 Corporation's so far as it appeared from our examination of these books;
- the statement of financial position and statement of income and expenditure together with the annexed notes dealt with by the report are in agreement with the books of accounts and returns and
- the expenditures incurred and payments made were for the purpose of the Corporation's business for the year.

Dated, Dhaka  
May 31, 2021



**Md. Iqbal Hossain FCA**  
Partner, Enrolment No.:596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants  
DVC: 2112270596AS459409

## Bangladesh Road Transport Corporation (BRTC)

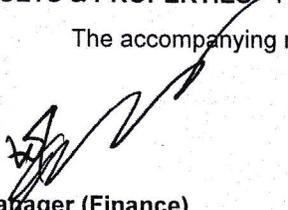
## Truck Division

## Statement of Financial Position

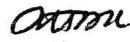
As at June 30, 2019

Particulars	Notes	Amount in Taka	
		30.06.2019	30.06.2018
<b>CAPITAL &amp; LIABILITIES:</b>			
Government Grants	6.00	324,759,305	324,759,305
Donation from UNROB	7.00	27,129,114	27,129,114
<b>UNDP/ILO AID:</b>			
Aid against machinery of training institute	8.00	48,974,000	48,974,000
Unutilized money of options	8.00	7,474,734	7,474,734
		<b>56,448,734</b>	<b>56,448,734</b>
<b>LONG TERM LOAN</b>			
Government Loan	9.00	114,692,000	114,692,000
LOC-2 (Truck 500)		1,157,250,000	-
		<b>1,271,942,000</b>	<b>114,692,000</b>
<b>CURRENT LIABILITIES :</b>			
Loan from CPF (Bus Division)	10.00	3,483,867	3,483,867
BRTC Indemnity Fund	11.00	100,394	100,394
Interest payable on Govt. Loan	12.00	196,322,532	152,056,831
Creditors for Goods Supplies & others Finance	13.00	1,355,656,379	856,264,307
		<b>1,555,563,173</b>	<b>1,011,905,399</b>
<b>TOTAL CAPITAL &amp; LIABILITIES</b>		<b>3,235,842,326</b>	<b>1,534,934,552</b>
<b>ASSETS &amp; PROPERTIES:</b>			
Fixed Assets less Accumulated Depreciation (Annexure A)	14.00	1,055,533,269	132,577,257
<b>CURRENT ASSETS:</b>			
Inter Division current account (Bus Division)	15.00	49,044,697	49,044,697
Advance, Deposit & Prepayment	16.00	147,508,768	174,738,276
Stock & Stores (Unit)	17.00	14,784,054	11,813,912
Sundry Debtors	18.00	7,695,626	113,559,989
Cash & Bank Balance	19.00	353,661,425	15,767,351
		<b>572,694,570</b>	<b>364,924,225</b>
<b>Profit &amp; Loss Appropriation Accounts</b>		<b>1,607,614,486</b>	<b>1,104,311,683</b>
<b>TOTAL ASSETS &amp; PROPERTIES</b>		<b>3,235,842,326</b>	<b>1,601,813,165</b>

The accompanying notes from an integral part of these financial statements.



General Manager (Finance)



Accounts Officer (Finance)

Dated: Dhaka  
May 31, 2021



Md Iqbal Hossain FCA  
Partner, Enrolment no: 596 (ICAB)  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants

**Bangladesh Road Transport Corporation (BRTC)**  
**Truck Division**  
**Statement of Profit & Loss and Other Comprehensive Income**  
**For the year ended June 30, 2019**

Particulars	Notes	Amount in Taka	
		30.06.2019	30.06.2018
<b>A Operating Revenue</b>	21.00	335,202,278	254,073,749
<b>B Operating Expenditure</b>			
Maintenance Expenses	22.00	28,511,492	38,598,663
Operating Expenses	23.00	203,519,582	175,046,366
Terminal Expenses	24.00	31,792,291	55,664,834
Depreciation on Truck	Annex- A	233,114,347	1,979,291
		<b>496,937,712</b>	<b>271,289,154</b>
<b>C Gross Profit &amp; Loss ( A-B )</b>		<b>(468,426,220)</b>	<b>(232,690,491)</b>
<b>D Non Operating Income</b>	25.00	1,214,242	1,074,294
<b>E Income from Training Institute</b>	26.00	55,235,199	56,410,496
<b>F Operating Profit &amp; Loss ( C+D+E )</b>		<b>(411,976,779)</b>	<b>(175,205,701)</b>
<b>G Administrative &amp; General Expenses</b>			
Training Institute Expenses	28.00	45,880,683	50,026,373
Depreciation Other than Trucks	Annex-A	1,179,640	1,263,883
Interest on Govt. Loan	Annex- B	44,265,701	5,734,600
		<b>91,326,024</b>	<b>57,024,856</b>
<b>H Net Profit / (Loss) ( F- G )</b>		<b>(503,302,803)</b>	<b>(232,230,556)</b>

The accompanying notes from an integral part of these financial statements.

  
General Manager (Finance)

  
Accounts Officer (Finance)

  
Md Iqbal Hossain FCA  
Partner, Enrolment no: 596 (ICAB)

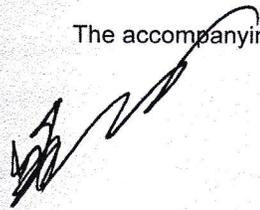
Dated: Dhaka  
May 31, 2021.

Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants

**Bangladesh Road Transport Corporation (BRTC)**  
**Truck Division**  
**Profit & Loss Appropriation Account**  
**For the year ended June 30, 2019**

Particulars	Amount in Taka	
	30.06.2019	30.06.2018
A. Opening Balance (Loss)	1,104,311,683	872,081,126
B. Net loss for the year	503,302,803	232,230,556
<b>Total (A+B)</b>	<b>1,607,614,486</b>	<b>1,104,311,683</b>
Prior year adjustment	-	-
<b>Balance transfer to Balance Sheet</b>	<b>1,607,614,486</b>	<b>1,104,311,683</b>

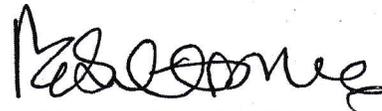
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Accounts Officer (Finance)



Md Iqbal Hossain FCA

Partner, Enrolment no: 596 (ICAB)

Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

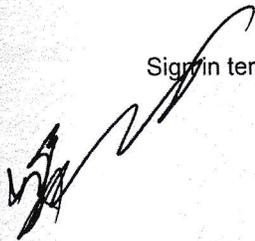
Dated: Dhaka

May 31, 2021

Bangladesh Road Transport Corporation (BRTC)  
Truck Division  
Statement of Operating Surplus  
For the year ended June 30, 2019

Particulars	Notes	Amount in Taka	
		30.06.2019	30.06.2018
<b>A Income</b>			
Operating Revenue	20.00	335,202,278.0000	254,073,749.0000
Misc. Income	24.00	1,214,242.0000	1,074,294.0000
Income from Training Fee	25.00	55,235,199.0000	56,410,496.0000
		<b>391,651,719</b>	<b>311,558,539</b>
<b>B Expenditure</b>			
Maintenance Expenses	21.00	28,511,492.0000	38,598,663.0000
Operating Expenses	22.00	203,519,582.0000	175,046,366.0000
Terminal Expenses	23.00	31,792,290.5000	55,664,834.0000
Training Institute Expenses	26.00	45,880,683.0000	50,026,373.0000
		<b>309,704,048</b>	<b>319,336,236</b>
<b>C Operating Surplus (A-B)</b>		<b>81,947,672</b>	<b>(7,777,697)</b>

Sign in term of our separate report of even date annex.



General Manager (Finance)



Accounts Officer (Finance)



Md Iqbal Hossain FCA  
Partner, Enrolment no: 596 (ICAB)

Zoha Zaman Kabir Rashid & Co.  
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Dated: Dhaka  
May 31, 2021