

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 2017, 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 2017, 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 consistent 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.

In 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, or 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.

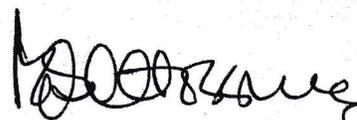
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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:2112270596AS624668

Bangladesh Road Transport Corporation (BRTC)

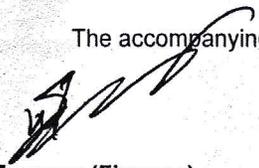
Truck Division

Statement of Financial Position

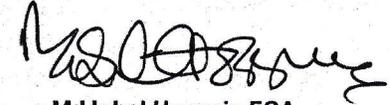
As at June 30, 2017

Particulars	Notes	Amount in Taka	
		30.06.2017	30.06.2016
CAPITAL & LIABILITIES:			
Government Grants	6.00	324,759,305	324,759,305
Donation from UNROB	7.00	27,129,114	27,129,114
UNDP/ILO AID:			
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
		<u>56,448,734</u>	<u>56,448,734</u>
Long term Government Loan	9.00	114,692,000	114,692,000
CURRENT LIABILITIES :			
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	146,322,231	140,587,631
Creditors for Goods Supplies & others Finance	13.00	698,958,765	480,824,115
		<u>848,865,258</u>	<u>624,996,008</u>
TOTAL CAPITAL & LIABILITIES		<u>1,371,894,411</u>	<u>1,148,025,161</u>
ASSETS & PROPERTIES:			
Fixed Assets less Accumulated Depreciation (Sch. A/1)	14.00	135,820,431	139,544,107
CURRENT ASSETS:			
Inter Division current account (Bus Division)	15.00	49,044,697	49,044,697
Advance, Deposit & Prepayment	16.00	165,020,226	145,800,777
Stock & Stores (Unit)	17.00	12,516,846	14,163,090
Sundry Debtors	18.00	116,679,420	122,525,333
Cash & Bank Balance	19.00	20,731,664	11,539,730
		<u>363,992,854</u>	<u>343,073,627</u>
Profit & Loss Appropriation Accounts		<u>872,081,126</u>	<u>665,407,426</u>
TOTAL ASSETS & PROPERTIES		<u>1,371,894,411</u>	<u>1,148,025,161</u>

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)

Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

Dated: Dhaka

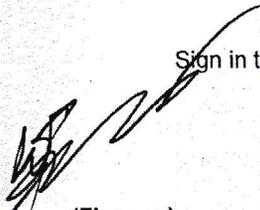
May 31, 2021



Bangladesh Road Transport Corporation (BRTC)
Truck Division
Statement of Profit & Loss and Other Comprehensive Income
For the year ended June 30, 2017

Particulars	Notes	Amount in Taka	
		30.06.2017	30.06.2016
A Operating Revenue	20.00	246,530,708	202,204,211
B Operating Expenditure			
Maintenance Expenses	21.00	36,296,026	37,875,714
Operating Expenses	22.00	157,007,595	131,299,379
Terminal Expenses	23.00	47,911,242	28,640,244
Depreciation on Truck	Annex- A	2,367,517	2,847,039
		243,582,380	200,662,376
C Gross Profit & Loss (A-B)		(207,286,354)	(162,786,662)
D Non Operating Income	24.00	357,295	786,663
E Income from Training Institute	25.00	53,490,308	26,330,508
F Operating Profit & Loss (C+D+E)		(153,438,751)	(135,669,491)
G Administrative & General Expenses			
Training Institute Expenses	26.00	46,144,189	24,239,435
Depreciation Other than Trucks	Annex-A	1,356,160	1,457,577
Interest on Govt. Loan	Annex- B	5,734,600	5,734,600
		53,234,949	31,431,612
H Net Profit / (Loss) (F- G)		(206,673,700)	(167,101,103)

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


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 Accountant

Bangladesh Road Transport Corporation (BRTC)
Truck Division
Profit & Loss Appropriation Account
For the year ended June 30, 2017

Particulars	Amount in Taka	
	30.06.2017	30.06.2016
A. Opening Balance (Loss)	665,407,426	498,306,323
B. Netloss for the year	206,673,700	167,101,103
Total (A+B)	872,081,126	665,407,426
Prior year adjustment		-
Balance transfer to Balance Sheet	872,081,126	665,407,426

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

General Manager (Finance)

Accounts Officer (Finance)

Md Iqbal Hossain FCA
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Chartered Accountants

Dated: Dhaka
May 31, 2021



Bangladesh Road Transport Corporation (BRTC)

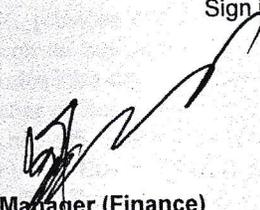
Truck Division

Statement of Operating Surplus

For the year ended June 30, 2017

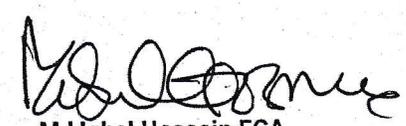
Particulars	Notes	Amount in Taka	
		30.06.2017	30.06.2016
A Income			
Operating Revenue	20.00	246,530,708	202,204,211
Misc. Income	24.00	357,295	786,663
Income from Training Fee	25.00	53,490,308	26,330,508
		300,378,311	229,321,382
B Expenditure			
Maintenance Expenses	21.00	36,296,026	37,875,714
Operating Expenses	22.00	157,007,595	131,299,379
Terminal Expenses	23.00	47,911,242	28,640,244
Training Institute Expenses	26.00	46,144,189	24,239,435
		287,359,052	222,054,772
C Operating Surplus (A-B)		13,019,259	7,266,610

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


General Manager (Finance)


Accounts Officer (Finance)

Dated: Dhaka
May 31, 2021


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