

PRIVATE & CONFIDENTIAL

**Bangladesh Road Transport Corporation (BRTC)-Truck I
Independent Auditors' Report
And
Financial Statements
FOR The Year June 30, 2025**



Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

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**Bangladesh Road Transport Corporation (BRTC)-Truck Division
Independent Auditors' Report)
And
Financial Statements
FOR The Year June 30, 2025**



Independent Auditor's Report

To

Bangladesh Road Transport Corporation (BRTC) - Truck Division

Report on The Audit of The Individual Financial Statements

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 2025, along with Statement of Changes Equity, 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 2025, 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.

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 return sand
- the expenditures incurred and payments made were for the purpose of the Corporation's business for the year.

Date: 25 FEB 2020
Dhaka

Md Iqbal Hossain, FCA
Senior Partner
Enrolment No.: 0596
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Bangladesh Road Transport Corporation (BRTC)
Truck Division
Statement of Financial Position
As at June 30, 2025

Particulars	Notes	Amount in Taka	
		30.06.2025	30.06.2024
EQUITY & LIABILITIES:			
EQUITY			
Government Grants	6.00	324,759,305	324,759,305
Donation from UNROB	7.00	27,129,114	27,129,114
Retained Earnings		(1,067,670,565)	(1,290,184,383)
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>(659,333,412)</u>	<u>(881,847,230)</u>
NON-CURRENT LIABILITIES :			
Long term Loan			
Government Loan	9.00	114,692,000	114,692,000
LOC-2 (Truck 500)		1,157,250,000	1,157,250,000
		<u>1,271,942,000</u>	<u>1,271,942,000</u>
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	461,416,995	417,276,229
Creditors for Goods Supplies & others Finance	13.00	348,640,650	530,421,637
		<u>813,641,906</u>	<u>951,282,127</u>
TOTAL EQUITY & LIABILITIES		<u>1,426,250,494</u>	<u>1,341,376,897</u>
ASSETS & PROPERTIES:			
Fixed Assets less Accumulated Depreciation (Annexure A)	14.00	<u>385,041,976</u>	<u>447,745,760</u>
CURRENT ASSETS:			
Inter Division current account (Bus Division)	15.00	49,044,697	49,044,697
Advance, Deposit & Prepayment	16.00	28,557,690	7,083,536
Stock & Stores (Unit)	17.00	56,868,372	42,421,029
Sundry Debtors	18.00	862,882,314	762,182,204
Cash & Bank Balance	19.00	43,855,445	32,899,670
		<u>1,041,208,518</u>	<u>893,631,137</u>
TOTAL ASSETS & PROPERTIES		<u>1,426,250,494</u>	<u>1,341,376,897</u>

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



General Manager(Finance)



Deputy General Manager(Finance)



Accounts Officer (Finance)



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

Dhaka



Bangladesh Road Transport Corporation (BRTC)
Truck Division
Statement of Profit & Loss and Other Comprehensive Income
For the year ended June 30, 2025

Particulars	Notes	Amount in Taka	
		30.06.2025	30.06.2024
A Operating Revenue	20.00	1,966,362,000	1,791,629,573
B Operating Expenditure			
Maintenance Expenses	21.00	278,038,240	230,562,931
Operating Expenses	22.00	1,039,248,869	949,909,064
Terminal Expenses	23.00	298,344,587	410,901,043
Training Institute Expenses	26.00	182,826,282	119,115,103
Depreciation on Truck	Annex- A	64,281,482	79,864,618
		1,862,739,460	1,790,352,759
C Gross Profit & Loss (A-B)		103,622,540	1,276,814
D Non Operating Income	24.00	1,867,316	1,842,926
E Income from Training Institute	25.00	167,802,787	111,229,916
F Operating Profit & Loss (C+D+E)		273,292,643	114,349,655
G Administrative & General Expenses			
Training Institute Expenses	27.00	5,839,097	5,216,864
Depreciation Other than Trucks	Annex-A	798,963	850,558
Interest on Govt. Loan	Annex- B	44,140,765	44,140,765
		50,778,825	50,208,187
H Net Profit / (Loss) (F- G)		222,513,818	64,141,468

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



General Manager(Finance)



Deputy General Manager(Finance)



Accounts Officer (Finance)

Dhaka



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



Bangladesh Road Transport Corporation (BRTC)
Statement of Changes Equity (Truck Division)
For the year ended June 30, 2025

Particulars	[Amount in Taka]					
	Government Grants	Donation from UNROB	Aid against machinery of training institute	Unutilized money of options	Retained Earnings	Total Equity
Balance as on 01.07.2024	324,759,305	27,129,114	48,974,000	7,474,734	(1,290,184,383)	(881,847,230)
Excess of Expenditure over Income	-	-	-	-	222,513,818	222,513,818
Balance as on 30.06.2025	324,759,305	27,129,114	48,974,000	7,474,734	(1,067,670,565)	(659,333,412)
Balance as on 01.07.2023	324,759,305	27,129,114	48,974,000	7,474,734	(1,354,325,851)	(945,988,697)
Excess of Expenditure over Income	-	-	-	-	64,141,468	64,141,468
Balance as on 30.06.2024	324,759,305	27,129,114	48,974,000	7,474,734	(1,290,184,383)	(881,847,230)

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



General Manager (Finance)



Deputy General Manager (Finance)



Accounts Officer (Finance)



Md Iqbal Hossain FCA

Partner, Enrolment no: 596 (ICAB)

Zoha Zaman Kabir Rashid & CO.

Chartered Accountants



Bangladesh Road Transport Corporation (BRTC)
Statement of Cash Flows (Truck Division)
For the year Ended 30 June, 2025

Particulars	Amount in Taka	
	2024-25	2023-24
A. Cash Flows From Operating Activities:		
Net Profit / (Loss) For The Year	222,513,818	64,141,468
Add: Depreciation	65,080,444	80,715,176
Operating Surplus Before Changes In Working Capital:	287,594,262	144,856,644
Decrease / (Increase) in Stock & Stores	(14,447,343)	(27,797,023)
Decrease / (Increase) in Advances, Deposit & Pre-Payments	(21,474,154)	46,595,878
Decrease / (Increase) in Sundry Debtors	(100,700,110)	160,715,325
Decrease / (Increase) in Inter Division current account (Bus Division)	-	-
Increase / (Decrease) in Interest payable to Govt.	44,140,766	44,140,765
Increase / (Decrease) in Creditors for Goods Supply & Other Finance	(181,780,987)	-
Increase / (Decrease) in Creditors for Goods Supply (Unit)	-	(366,025,505)
(ii) Changes in Working Capital	(274,261,828)	(142,370,559)
Net Cash Flows From Operating Activities	13,332,435	2,486,085
B. Cash Flows From Investing Activities		
Acquisition of Property, Plant and Equipment	(2,376,660)	(3,209,857)
Decrease / (Increase) in Investment in FDR	-	-
Net Cash Used In Investing Activities	(2,376,660)	(3,209,857)
C. Cash Flows From Financing Activities		
Increase / (Decrease) in LONG TERM LOAN	-	-
Increase / (Decrease) in LONG TERM LOAN (Interest Bearing)	-	-
Increase / (Decrease) in UNSECURED LOAN (HO)	-	-
Net Cash Flows From Financing Activities	-	-
Increase/(Decrease) In Cash And Cash Equivalents (A+B+C)	10,955,775	(723,772)
Opening Cash and Cash Equivalents	32,899,670	33,623,442
Closing Cash And Cash Equivalents	43,855,445	32,899,670



General Manager(Finance)

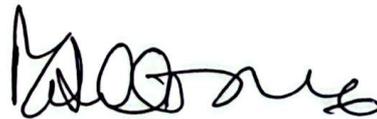


Deputy General Manager(Finance)



Accounts Officer (Finance)

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



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



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

**Notes comprising a summary of significant accounting policies and other explanatory
For the year ended June 30, 2025**

1.00 Background:

Bangladesh Road Transport Corporation (BRTC) is a state-owned transport corporation of Bangladesh. The Bangladesh Road Transport Corporation (BRTC) established under the Bangladesh Road Transport Corporation Ordinance No 7 of 1961 (ORD VII of 1961), Dated February 4, 1961.

1.01 Address of the Registered & Head Office and depot:

The registered office is situated in its own premises BRTC Building, 21, RAJUK Avenue, Motijheel, Dhaka-1000.

BRTC has 25 Bus depot in different intercity including Dhaka city. Motijheel, Joarsahara, Kallyanpur, Mirpur, Mohammadpur, Jatrabari, Gabtoli, Gazipur, Narayangonj, Narsgindi Comilla, Sonapur, Chittagong, Sylhet, Tongipara, Bogura, Pabna, Rangpur, Khulna, Barishal, Dinajpur and Mymensingh. The two main truck depots are located at Dhaka and Chittagong.

BRTC's main driver training institute is located in Joydevpur, Gazipur District, about forty kilometres north of Dhaka. It also has several other training institutes located in Chittagong, Bogra, Khulna, and Jhenaidah. Through these institutes, BRTC provides training in basic car operation and repair.

1.02 Nature of Corporation Activities

BRTC provides cargo transport services. It operates inter-district Truck services through its truck depots in all city. It also operates intra-city bus services in many major cities of the country.

For transportation of cargo, BRTC operates a fleet of 488 trucks. About twenty percent of the government food transport uses BRTC's trucks.

1.03 Vision & Mission of BRTC

- To build safe and modern state road transport system;
- To Increase passenger transport facilities; Adding modern vehicles to the depot fleet.
- Adding modern vehicles to the depot fleet;
- To create skilled manpower in the transport sector;
- To build reliable transport system and play a role in the socio-economic development of the country.

2.00 Summary of Significant Accounting & Valuation Principles:

2.01 Basis of Preparation & Presentation of the Financial Statements

The financial statements have been prepared and the disclosures of information were made in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) and practice in Bangladesh, in compliance with the Bangladesh Road Transport Corporation Ordinance 1961. International Accounting Standards (IAS) & International Financial Reporting Standard (IFRS) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB). The Statement of Financial Position and Statement of Comprehensive Income have been prepared according to IAS-1 "Presentation of Financial Statements" based on accrual basis of accounting following going concern assumption under generally accepted accounting principles and practices in Bangladesh.

2.02 Accounting Convention & Assumption:

The financial statements are prepared under the historical cost convention.



2.03 Principal Accounting Policies:

The specific accounting policies have been selected and applied by the Corporations management for significant transactions and events that have a material effect within the framework for preparation and presentation of the financial statements. Financial statements have been prepared and presented in compliance with IAS-1 "Presentation of Financial Statements". The previous year's figures were formulated according to the same accounting principles. Compared to the previous year, there were no significant changes in the accounting and valuation policies affecting the financial position and performance of the Company. However, changes made to the presentation are explained in the note for each respective item. Accounting and valuation methods are disclosed for reasons of clarity. The Corporation's classified the expenses using the function of expenses method as per IAS-1.

2.04 Critical Accounting Estimates, Assumptions & Judgments:

The preparation of the financial statements is in conformity with IAS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Corporation's accounting policies.

2.05 Going Concern:

The Corporation has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the Corporation provides sufficient fund to meet the present requirements of existing business.

3.00 Fixed Assets and Depreciation:

No depreciation is charged on land, Consistently, depreciation is provided on diminishing balance method based on written down value at which the asset is carried in the books of account. Depreciation continues to be provided until such time as the written down value is reduced to Taka one. Each item of PPE is depreciated when it is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognized.

The depreciation/amortization rate(s) are as follows:

Category of Fixed Assets	Rate %
Building & Shelter	5%
Office Equipment	5%
Furniture & Fixture	6%
Machine & Equipment	10%
Computer & Printer HO	15%
Fan & Clock	20%
Truck	20%
Tools & Garages	20%
Training Car & Truck	20%
Servicing Lamp	20%
Bus conversion CNG	20%
Yard	10%

3.01 Retirements and Disposals:

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized as gain and loss from disposal of asset under other income in the Statement of Profit or Loss and Other Comprehensive Income.



3.02 Impairment of Assets:

All assets have been reviewed according to IAS-36 and it was confirmed that no such assets have been impaired during the year and for this reason no provision has been made for impairment of assets.

4.00 Inventories

Inventories are carried at the lower of cost and net realizable value as prescribed by IAS2: inventories. Cost is determined using weighted average method. The cost of inventories comprises of all costs of purchase, costs of conversion and other costs incurred in the normal course of business in bringing the inventories to their present location and condition. Costs of conversion include all direct costs excluding interest expense. Net realizable value is based on estimated selling price less any further cost expected to be incurred to make the sale.

4.01 Cash & Cash Equivalents:

Cash & cash equivalents include cash in hand, cash at banks, term deposits which are available for use by the Company without any restrictions. There is an insignificant risk of change in value of the same.

5.00 Scope of Audit:

We conducted our audit in accordance with International Standard on Auditing (ISA), which are consistent in all material respects with Bangladesh Accounting Standard and International Accounting Standard/ International Financial Reporting Standard IAS/ IFRS as adopted in Bangladesh. Those standard require that, we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examine on a test basis evidence supporting the amounts and disclosures in the financial statements.

5.01 Comparative:

Financial statements are presented as IAS-1 "Presentation of Financial Statements" and Comparative information has been disclosed in respect of the previous year for all numerical information in the current financial statement

5.02 Reporting Period:

The financial statements cover twelve months from 01 July, 2024 to 30 June, 2025.

5.03 Events after the Balance Sheet Date

All material events occurring after the Balance Sheet date are adjusted where considered necessary.

5.04 Post Balance Sheet Events

No material events occurring after the Balance Sheet date came to our notice, which would materially affect the amounts or disclosures in these financial statements.

5.05 General:

The figures in the financial statements represent Bangladeshi currency taka, which has been rounded off to the nearest taka.

Comparative information has been shown in respect of the year 2025 and 2024 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Figures of the year 2024 have been rearranged whenever considered necessary to ensure comparability with the current year 2025.

