

Bangladesh Shipping Corporation
Statement of Financial Position
As at 30th June, 2016

| Particulars | Notes | Amount In Taka | |
|---|-----------|-----------------------|-----------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| Assets : | | | |
| Non Current Assets : | | | |
| Property, Plant & Equipment | 03 | 4,058,016,361 | 4,318,535,037 |
| Capital Work-In-Progress | 04 | 630,355,414 | 461,513,938 |
| | | 4,688,371,775 | 4,780,048,975 |
| Current Assets : | | | |
| Inventories, Spares and Bunker | 05 | 66,273,194 | 118,435,368 |
| Trade Debtors | 06 | 595,645,506 | 744,451,802 |
| Advances, Deposits & Pre-payments | 07 | 33,830,356 | 36,923,273 |
| Other Receivables | 08 | 464,067,598 | 522,871,210 |
| Cash and Cash Equivalents | 09 | 3,714,356,148 | 3,492,871,312 |
| Non Current Assets held for sale and Discontinued operation | 03.01 | 338,088,938 | 594,546,821 |
| Advance Income Taxes | | 120,390,243 | 93,326,630 |
| Total Current Assets | | 5,332,651,982 | 5,603,426,416 |
| Total Assets | | 10,021,023,756 | 10,383,475,391 |
| Equity and Liabilities | | | |
| Shareholders' Equity : | | | |
| Share Capital | 10.01 | 1,361,920,000 | 1,361,920,000 |
| Share Premium | 10.02 | 4,647,680,000 | 4,647,680,000 |
| Capital Reserve | 11 | 293,790,825 | 293,790,825 |
| Revaluation Reserve | | 4,076,100,142 | 4,470,456,724 |
| Retained Earnings /(Loss) | | (2,072,428,442) | (2,563,617,894) |
| Total Shareholders' Equity | | 8,307,062,525 | 8,210,229,655 |
| Non-Current Liabilities : | | | |
| Long Term Loans | 12 | 727,351,704 | 734,666,056 |
| Deferred Liability- Gratuity | 13 | 352,439,794 | 309,660,648 |
| Deferred Liability- Income Tax | 14 | 47,427,067 | 39,126,516 |
| Total Non-current Liabilities | | 1,127,218,565 | 1,083,453,220 |
| Current Liabilities | | | |
| Creditors and Accruals | 15 | 77,560,313 | 319,096,405 |
| Interest on Long Term Loans | 16 | 444,075,573 | 447,611,433 |
| Short Term Loan | 17 | - | 283,153,623 |
| Income Tax Provision | 18 | 65,102,476 | 39,926,751 |
| Dividend Payable | | 4,304 | 4,304 |
| Total Current Liabilities | | 586,742,666 | 1,089,792,516 |
| Total Liabilities | | 1,713,961,231 | 2,173,245,736 |
| Total Equity and Liabilities | | 10,021,023,755 | 10,383,475,391 |
| Net Asset Value (NAV) Per Share | 30 | 610 | 603 |

These financial statements should be read in conjunction with the annexed notes and were approved by the Board of Directors on , 2017 and were signed on it's behalf by:

Managing Director

Executive Director (Finance)

Signed in terms of our annexed report of even date.

Rahman Mostafa Alam & Co.
Chartered Accountants

Khan Wahab Shafique Rahman & Co.
Chartered Accountants

Dated: 28th December, 2016
Chittagong.

Bangladesh Shipping Corporation
Statement of Profit or Loss & Other Comprehensive Income
For the year ended 30th June, 2016

| Particulars | Notes | Amount In Taka | |
|--|-------|---------------------------------|---------------------------------|
| | | 01 July 2015 to 30 June 2016 | 01 July 2014 to 30 June 2015 |
| Operating Income : | | | |
| Freight Earning | 19 | 476,257,166 | 615,922,612 |
| Other Operating Income | 20 | 220,909,312 | 226,985,770 |
| | | 697,166,478 | 842,908,382 |
| Less : Operating Expenses: | | | |
| Fleet Expenses - Direct | 21 | 705,510,400 | 956,465,084 |
| Fleet Expenses - Indirect | 22 | 16,539,213 | 25,860,277 |
| Depreciation | 3.02 | 9,400,080 | 10,705,893 |
| | | 731,449,693 | 993,031,254 |
| Operating Profit /(Loss) | | (34,283,215) | (150,122,872) |
| | | | |
| Administrative Expenses | 23 | 346,819,420 | 229,989,027 |
| Other Non - Operating Expense (Interest on loan) | 24 | 9,139,739 | 9,139,739 |
| | | (390,242,374) | (389,251,638) |
| Non-operating Income | 25 | 465,427,317 | 447,691,404 |
| Income generate from non current asset held for sale | 26 | 25,517,956 | - |
| Profit/(loss) before tax | | 100,702,900 | 58,439,766 |
| Provision for Income Tax | | (25,175,725) | (14,609,942) |
| Provision for Deferred Tax | 26 | (8,300,551) | 9,508,670 |
| Net Profit after tax | | 67,226,623 | 53,338,494 |
| | | | |
| Earning Per Share (EPS) - Basic | 29 | 4.94 | 3.92 |

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Managing Director

Executive Director (Finance)

Signed in terms of our annexed report of even date.

Rahman Mostafa Alam & Co.
Chartered Accountants

Khan Wahab Shafique Rahman & Co.
Chartered Accountants

Dated: 28th December, 2016
Chittagong.

Bangladesh Shipping Corporation
Statement of Changes in Equity
As at 30th June, 2016

| Particulars | Amount In Taka | | | | | |
|--|----------------------|----------------------|----------------------|--------------------|------------------------|----------------------|
| | Share Capital | Share Premium | Revaluation Reserve | Capital Reserve | Retained Earnings | Total Equity |
| Balance as at July 01, 2015 | 1,361,920,000 | 4,647,680,000 | 4,470,456,724 | 293,790,825 | (2,563,617,894) | 8,210,229,655 |
| Net Profit for the year | - | - | - | - | 67,226,623 | 67,226,623 |
| Prior years adjustment | - | - | - | - | 29,606,247 | 29,606,247 |
| Revaluation reserve transferred to Retained Earnings | | | (394,356,582) | | 394,356,582 | - |
| Dividend paid (2014-15) | - | - | - | - | - | - |
| Balance as at June 30, 2016 | 1,361,920,000 | 4,647,680,000 | 4,076,100,142 | 293,790,825 | (2,072,428,442) | 8,307,062,525 |
| Balance as at July 01, 2014 | 1,361,920,000 | 4,647,680,000 | 4,470,456,724 | 293,790,825 | (2,342,429,009) | 8,431,418,540 |
| Net Profit for the year | - | - | - | - | 53,338,494 | 53,338,494 |
| Prior years adjustment | - | - | - | - | (209,282,379) | (209,282,379) |
| Dividend paid (2013-14) | - | - | - | - | (65,245,000) | (65,245,000) |
| Balance as at June 30, 2015 | 1,361,920,000 | 4,647,680,000 | 4,470,456,724 | 293,790,825 | (2,563,617,894) | 8,210,229,655 |

These financial statements should be read in conjunction with the annexed notes and were approved by the Board of Directors on2017 and were signed on its behalf by:

Managing Director

Executive Director (Finance)

Signed in terms of our annexed report of even date.

Dated: 28th December, 2016
Chittagong.

Bangladesh Shipping Corporation
Statement of Cash Flows (Direct Method)
For the year ended 30th June, 2016

| Particulars | Amount In Taka | |
|---|---------------------------------|---------------------------------|
| | 01 July 2015 to 30 June 2016 | 01 July 2014 to 30 June 2015 |
| Cash flows from operating activities: | | |
| Cash Received from Customers' and Others | 1,140,043,856 | 1,821,329,619 |
| Cash Paid to Suppliers and Employees | (1,280,474,945) | (1,383,493,197) |
| Cash Generated from Operation | (140,431,089) | 437,836,422 |
| Tax paid | - | - |
| Prior Year Adjustment | 34,395,698 | (209,282,379) |
| Net cash provided from/ (used in) operating activities | (106,035,391) | 228,554,043 |
| Cash flows from investments activities: | | |
| Sale of Property, Plant & Equipment | 502,719,802 | 65,280 |
| Purchase of Property, Plant & Equipment | (168,841,476) | (334,537,711) |
| Net cash provided from/(used in) investing activities | 333,878,326 | (334,472,431) |
| Cash flows from financing activities: | | |
| Long term loan Increase/(decrease) | (7,314,352) | (5,289,191) |
| Short term loan Increase/(decrease) | - | - |
| Dividend Paid | (63,865) | (65,245,000) |
| Net cash provided from/(used in) financing activities | (7,378,217) | (70,534,191) |
| Net Increase/Decrease in Cash and Cash Equivalents | 220,464,718 | (176,452,579) |
| Cash and Cash Equivalents at Beginning of the year | 3,492,871,312 | 3,669,323,891 |
| Cash and Cash Equivalents at End of the year | 3,713,336,030 | 3,492,871,312 |

These financial statements should be read in conjunction with the annexed notes and were approved by the Board of Directors on2017 and were signed on it's behalf by:

Managing Director

Executive Director (Finance)

Dated: 28th December, 2016
Chittagong.

(309,275,834.67)

(135.32)

(1,020,118)

3,714,356,148

| | | Amount In Taka | |
|----------------|---|--------------------|--------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| 4.00 | Capital Work -in -Progress: | | |
| | Building at Dhaka | 4.01 561,402,964 | 393,441,600 |
| | Marine Workshop Project | 4.02 68,583,350 | 68,072,338 |
| | Installation of Electrical Sub Station | 369,100 | - |
| | | 630,355,414 | 461,513,938 |
| 4.01 | Building at Dhaka: | | |
| | Opening Balance | 393,441,600 | 63,115,554 |
| | Add: During the year | 167,961,364 | 330,326,046 |
| | Less: Adjustment | - | - |
| | | 561,402,964 | 393,441,600 |
| 4.02 | Marine Workshop Project: | | |
| | Opening Balance | 68,072,338 | 66,038,677 |
| | Add: During the year | 511,012 | 2,033,661 |
| | Less: Adjustment | - | - |
| | | 68,583,350 | 68,072,338 |
| 5.00 | Stores and Spares: | | |
| | Deck and Engine, Electric, Sallon Stores | 22,649,000 | 48,353,000 |
| | Spares | 6,200,000 | 20,125,000 |
| | Stock of Marine Workshop | 12,632,185 | 13,393,488 |
| | Stock of Stationary | 132,024 | 397,378 |
| | Victualling Stores | - | 4,791 |
| | Bunker fuel-stores | 20,071,890 | 26,997,311 |
| | Lube oil | 4,588,095 | 9,164,400 |
| | | 66,273,194 | 118,435,368 |
| 6.00 | Trade Debtors: | | |
| | Sundry debtors C/A | 595,462,527 | 753,763,122 |
| | Less: Provision for bad debt | - | 9,494,299 |
| | | 595,462,527 | 744,268,823 |
| | Add: Freight receivable | 182,979 | 182,979 |
| | | 595,645,506 | 744,451,802 |
| 7.00 | Advances, Deposits & Pre-payments: | | |
| | Advances | 7.01 21,626,921 | 16,723,845 |
| | Deposits | 7.02 12,203,435 | 20,199,428 |
| | | 33,830,356 | 36,923,273 |
| 7.01 | Advances : | | |
| | Employees | 7.01.01 10,317,426 | 13,814,144 |
| | Other Advances | 7.01.02 11,309,495 | 2,909,701 |
| | | 21,626,921 | 16,723,845 |
| 7.01.01 | Employees : | | |
| | Officers & Staff (Shore) | 9,053,998 | 11,158,114 |
| | Officers & Staff (Afloat) | 753,726 | 508,927 |
| | Crew Advance | 159,304 | 1,794,080 |
| | House Building Loan | 350,398 | 353,023 |
| | | 10,317,426 | 13,814,144 |

| | | Amount In Taka | |
|---|-------------------------|------------------------|------------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| 7.01.02 Other Advances: | | | |
| Masters' Control Account | | 2,626,202 | 2,630,415 |
| Advance to Supplier | | 8,625,674 | - |
| Advance Income Tax (Employee) | | 57,619 | 279,286 |
| | | 11,309,495 | 2,909,701 |
| 7.02 Deposits: | | | |
| Guarantee Margins | | - | 7,975,993 |
| Franking Machine Deposits | | 320,408 | 320,408 |
| Security Deposits | | 11,883,027 | 11,903,027 |
| | | 12,203,435 | 20,199,428 |
| 8.00 Other Receivables : | | | |
| Agents C/ A | | 324,092,492 | 324,092,492 |
| Insurance Claims | 8.01 | 7,414,860 | 6,518,879 |
| Rent Receivable | | 2,452,318 | - |
| Interest Receivable | | 130,107,928 | 192,259,839 |
| | | 464,067,598 | 522,871,210 |
| 8.01 Insurance Claims- not yet admitted: | | | |
| Medical | | 1,257,454 | 800,000 |
| Hull | | 6,157,406 | 5,718,879 |
| | | 7,414,860 | 6,518,879 |
| 9.00 Cash and Cash Equivalents : | | | |
| Cash at Bank: | | | |
| Fixed Term Deposit | 9.01 | 3,359,767,209 | 2,949,767,209 |
| Short Term Deposit (Local Currency) | 9.02 | 331,092,597 | 344,375,226 |
| Current Account (Local Currency) | 9.03 | 16,865,973 | 182,090,786 |
| Other Deposit | 9.04 | 2,558,936 | 2,165,327 |
| Current Account (Foreign Currency) | 9.05 | 3,704,079 | 14,113,248 |
| Cash in Hand | 9.06 | 367,355 | 359,516 |
| | | 3,714,356,148 | 3,492,871,312 |
| 9.01 Fixed Term Deposit : | | | |
| AB Bank Ltd. | EPZ Branch | - | 50,000,000 |
| AB Bank Ltd. | Pahartoli Branch | - | 30,000,000 |
| AB Bank Ltd. | Andarkilla Branch | 20,000,000 | - |
| AB Bank Ltd. | Dewanhat Branch | 100,000,000 | - |
| Agrani Bank Ltd. | Port Branch | 410,000,000 | 210,000,000 |
| Agrani Bank Ltd. | Kulna Branch | 950,000 | 950,000 |
| Basic Bank Ltd | Jubilee Road Branch | 243,067,209 | 371,317,209 |
| EXIM Bank Ltd. | Agrabad Branch | - | 30,000,000 |
| EXIM Bank Ltd. | Agrabad Branch | - | 25,000,000 |
| First Security Islami Bank Ltd, | probortak | 300,000,000 | 300,000,000 |
| First Security Islami Bank Ltd, | Agrabad Branch | 30,000,000 | 70,000,000 |
| First Security Islami Bank Ltd, | kadomtali | 423,250,000 | 90,000,000 |
| First Security Islami Bank Ltd, | Halishahar | 70,000,000 | - |
| First Security Islami Bank Ltd, | Sadarghat | 30,000,000 | - |
| Janata Bank Ltd. | Asadgonj Branch | 310,000,000 | 110,000,000 |
| Janata Bank Ltd. | City Corporation Branch | 100,000,000 | 100,000,000 |
| Janata Bank Ltd. | Laldighi East Branch | 400,000,000 | 900,000,000 |
| Janata Bank Ltd. | Dewanhat Branch | 10,000,000 | 10,000,000 |
| NRB Global Bank Ltd. | Jubilee Road Branch | 60,000,000 | - |

| | | Amount In Taka | |
|-------------------------|--------------------|----------------------|----------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| Premier Bank Ltd. | EPZ Branch | 70,000,000 | - |
| Rupali Bank Ltd. | Agrabad Branch | 352,500,000 | 602,500,000 |
| Social Islami Bank Ltd. | Hathazari Branch | 10,000,000 | - |
| Sonali Bank Ltd. | Agrabad Branch | 50,000,000 | 50,000,000 |
| Union Bank Ltd. | DT Road Branch | 300,000,000 | - |
| Union Bank Ltd. | Dewan Bazar Branch | 70,000,000 | - |
| | | 3,359,767,209 | 2,949,767,209 |

9.02 Short Term Deposit :

| | | |
|--|--------------------|--------------------|
| Agrani Bank Ltd., Khulna Branch, A/c : 36000416 | 20,043 | 19,255 |
| Agrani Bank Ltd., Port Branch A/c: 36000032 | 6,273,516 | 18,543,307 |
| Eastern Bank Ltd, Khulna Branch A/c: 0200002165233 | 8,911 | 9,913 |
| Eastern Bank Ltd., Agrabad Branch A/c: 11040000499 | 487,399 | 487,399 |
| HSBC Bank Ltd. Agrabad Branch, A/c: 004-091633-067 | 3,186,863 | 347,737 |
| Janata Bank Ltd., Khulna Branch, A/c : 270320000261 | 10,308 | 11,135 |
| Janata Bank Ltd., Port Corporate Branch, A/c: 004000236 | 381,754 | 6,530,704 |
| Janata Bank Ltd., Port Corporate Branch, A/c: 269 | 134,723 | 269,587 |
| Janata Bank Ltd., Port Corporate Branch, A/c: 004000349 | 130,399 | 132,049 |
| Pubali Bank Ltd., Khulna Branch, A/c: 0886102000116 | 1,727 | 2,131 |
| Pubali Bank Ltd., Agrabad Branch; A/c 0332102000044 | 746,827 | 3,042 |
| Rupali Bank Ltd., BSC M/W; A/c 01 | 4,962,282 | 3,649,530 |
| Rupali Bank Ltd. A/c: 240000202 | 91,267 | 91,267 |
| Sonali Bank Ltd., Dhaka Branch; A/c: 36000369 | 56,022 | 53,904 |
| Sonali Bank Ltd., Agrabad Corp. Branch; A/c: 801136000195 | 2,262,454 | 1,775,945 |
| Standard Chartered Bank, Agrabad Branch; A/C : 02247525101 | 435,509 | 545,729 |
| Standard Chartered Bank, Agrabad Branch; A/C: 02570057401 | 1,079 | 1,079 |
| Trust Bank RPO Accounts, Dilkusha Branch. | 311,901,513 | 311,901,513 |
| | 331,092,597 | 344,375,226 |

9.03 Current Account :

| | | |
|--|-------------------|--------------------|
| Agrani Bank Ltd., Khulna Branch; A/c: 200104000133 | 13,612 | 14,760 |
| Agrani Bank Ltd., Port Corporate Branch, A/c: 33000027 | 1,967,951 | - |
| Eastern Bank Ltd., Khulna Branch, A/c: 2001060000637 | 28,455 | 29,180 |
| Eastern Bank Ltd., Agrabad Branch; A/c: CD: 11060005899 | 563 | 563 |
| HSBC Bank Ltd., Agrabad Branch; A/c: 004-091633-011 | 7,283,074 | 178,714,114 |
| Janata Bank Ltd., Khulna Branch, A/c: 270110020242 | 2,432,022 | 31,808 |
| Janata Bank Ltd., Port Corporation Branch; A/C: 001102426 | 84,662 | 84,662 |
| Janata Bank Ltd., Port Corporate Branch, A/C: 001010824 | 50,756 | 51,906 |
| Janata Bank Ltd., Port Corporation Branch; A/C No.001010835 | 982,196 | |
| Janata Bank Ltd., Port Corporation Branch; A/c: 11153 | 125,807 | 125,807 |
| Pubali Bank Ltd., BSC M/W; A/c: 332-901-34085 | 3,022 | 3,022 |
| Pubali Bank Ltd., Khulna Branch, A/c: 0886901015934 | 134,344 | 134,804 |
| Pubali Bank Ltd., Agrabad Branch, A/c: 0332901016937 | 37,921 | |
| Rupali Bank Ltd., BSC M/W, A/c: 499 | 2,313,638 | 2,120,553 |
| Sonali Bank Ltd., Dhaka Branch, A/c: 200001645 | 182,918 | 182,918 |
| Sonali Bank Ltd., Dhaka Branch, A/c: 33002731 | 1,054,129 | 531,136 |
| Standard Chartered Bank Ltd., Agrabad Branch, A/c: 01247525101 | 170,901 | 65,553 |
| | 16,865,973 | 182,090,786 |

9.04 Other Deposits :

| | | |
|--------------------------------|------------------|------------------|
| Custom Port Revolving Deposits | 597,321 | 203,712 |
| Port Deposits "Khulna " | 1,961,615 | 1,961,615 |
| | 2,558,936 | 2,165,327 |

| | | Amount In Taka | |
|---|---------------------|----------------------|----------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| 9.05 Foreign Currency (Current Accounts) : | | | |
| HSBC Singapore | | 1,828,187 | 12,209,343 |
| F/C A/C No-260361076-178 | | | |
| Rupali Bank, Karachi, Pakistan | | 123,466 | 125,113 |
| F/C A/C No-1-2-20311-715-11034 | | | |
| Sonali Bank Ltd, Calcutta, India | | 56,453 | 54,539 |
| F/C A/C No-120 | | | |
| HSBC Singapore | | 1,361,883 | 1,368,690 |
| F/C A/C No-041-420415-003 | | | |
| HSBC Singapore (Feeder) | | 334,089 | 355,563 |
| F/C A/C No-041-420415-002 | | | |
| | | 3,704,079 | 14,113,248 |
| 9.06 Cash In Hand : | | | |
| Chittagong | | 40,575 | 58,483 |
| Dhaka | | 2,386 | 17,158 |
| Khulna | | 26,491 | 40,673 |
| BSC M/WS | | 92,654 | 33,368 |
| Other: | | | |
| Imprest Account | | 141,101 | 152,256 |
| Imprest Adhesive Stamps | | 64,148 | 57,578 |
| | | 367,355 | 359,516 |
| 10.00 Share Capital : | | | |
| Authorised : | | | |
| 4,00,00,000 Ordinary Shares of Tk 100 each | | 4,000,000,000 | 4,000,000,000 |
| 10.01 Issued, Subscribed and Paid - up Capital: | | | |
| 1,36,19,200 Ordinary Shares of Tk.100 each, fully paid up in cash | | 1,361,920,000 | 1,361,920,000 |
| Shareholders Position: | | | |
| Particular | % of Holding | | |
| Govt. Share | 52.10 | 709,495,000 | 709,495,000 |
| Public Share | 47.90 | 652,425,000 | 652,425,000 |
| | 100% | 1,361,920,000 | 1,361,920,000 |
| Public Share includes Banking companies, Sadharan Bima Corporation, ICB, ICB Unit Fund, ICB Mutual Fund and general public. | | | |
| 10.02 Share Premium: | | 4,647,680,000 | 4,647,680,000 |
| 11.00 Capital Reserve: | | | |
| Danish - Grant | | 215,043,478 | 215,043,478 |
| Adjusted in year, 1982-83 | | 97,050,240 | 97,050,240 |
| Valuation of donated and impounded Vessels, Vac-u-vators and spares | | 29,398,902 | 29,398,902 |
| Excess of assets over liabilities of Bangladesh | | 10,835,211 | 10,835,211 |
| Valuation of stores received at the time of delivery of vessels | | 5,512,616 | 5,512,616 |
| Excess of assets over liabilities at BSC's formation | | 4,415,906 | 4,415,906 |
| Workshop on incorporation of the same in the books of the Corporation. | | 100,395 | 100,395 |
| Profit /(Loss) on sale of fixed assets | | (86,488,461) | (86,488,461) |
| Penalty for late delivery | | 17,922,538 | 17,922,538 |
| | | 293,790,825 | 293,790,825 |

Capital Reserve has been carrying forward since 1999-2000.

| | | Amount In Taka | |
|--------------|--|--------------------|--------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| 12.00 | Long Term Loans: | | |
| | Existing Loans: | | |
| 12.01 | Overseas Economic Co-operation Fund, Japan | 536,003,698 | 536,003,698 |
| 12.02 | Sonali Bank A/C B. Shikha | 8,553,221 | 15,867,573 |
| 12.03 | BD Govt. loan | 103,200,000 | 103,200,000 |
| 12.04 | Govt Loan- Marine W/S Modernization | 79,594,785 | 79,594,785 |
| | | 727,351,704 | 734,666,056 |
| 12.01 | Overseas Economic Co-operation Fund and BD Govt. loan were shown since long time. To buy 04 (four) vessels for Bangladesh Shipping Corporation (BSC) fleet, a loan agreement of amount 09 (nine) billion yen equivalent to BDT. 60.07 crore was signed on 20/04/1979 between the Govt. of Bangladesh and OECF Special yen (Japan). This loan's payback period was 30 (Thirty) years including 10 years grace period with 60 (Sixty) half yearly installment and interest rate was 2.75%. As per a Govt. order of dated 22/06/1997 the amount of BDT. 6,46,55,302 had been converted into "SHARES".The rest of the payable loan amount is BDT. 53,60,44,698 only . BSC paid to the Govt. a total amount of BDT. 15,52,29,688.36 only as interest payment of the said loan. Japan Govt. exempted the total amount of loan and interest to the Govt. of Bangladesh vide a memo no. ERD/JAP-3/Miscellaneous/12/93-601; dated 13/09/1990 of Ministry of Finance. BSC submitted an application to the Govt. to consider full exemption from the said loan. According to that application the Govt. rescheduled the loan a total amount of BDT. 60.07 crore with interest rate 2.75% vide an office order Ref: Finance /FD/MC/BS/94/49; dated 09/09/1995 of Ministry of Finance. Finally in the 204th Board meeting of BSC Board of Directors it was approved that the rest of the payable loan amount of BDT Tk. 53,60,03,698 only shall be | | |
| 12.03 | The loan amounting to Tk. 103,200,000 received from Bangladesh Govt. for payment of retirement benefits of 140 employees retired under Self-Retirement Scheme undertaken by management in 2002. The loan is repayable after 1 year grace period with interest at 5%. The balance has been remained unpaid since 2002. | | |
| 12.04 | The loan taken from Bangladesh Government for the purpose of Modernization of BSC Marine Workshop as on 15.04.2012. Total loan amount is tk.79,594,785 .The loan period is 15 year's including 2 year grace period and interest rate is 5%. Per annum. | | |
| 13.00 | Deferred liability - Gratuity: | | |
| | Opening Balance | 309,660,648 | 319,017,940 |
| | Less : Paid during the year | 66,227,087 | 30,521,852 |
| | | 243,433,561 | 288,496,088 |
| | Add : Provision made during the year | 109,006,233 | 21,164,560 |
| | Closing Balance | 352,439,794 | 309,660,648 |
| 14.00 | Deferred liability - Income Tax: | | |
| | Opening Balance | 39,126,516 | 48,635,186 |
| | Add: provision made during the year | 8,300,551 | 9,508,670 |
| | Closing Balance | 47,427,067 | 39,126,516 |
| 15.00 | Creditors and Accruals: | | |
| | Other Finance | 31,355,363 | 52,930,923 |
| | Owners C/A | - | 205,286,290 |
| | Income Tax- Contractors and Suppliers | 5,304,336 | 813,879 |
| | Loan from GOB - Demurrage payment A/c BPC | 15,419,742 | 32,200,000 |
| | Security Deposits Received | 20,288,074 | 20,515,074 |
| | VAT Account | 1,382,587 | 2,088,565 |
| | Provision for Expenses | 3,810,211 | 5,261,674 |
| | | 77,560,313 | 319,096,405 |
| 15.01 | Provision for Expense | | |
| | Salary & Allowance - Afloat | 2,770,803 | 5,011,876 |
| | Leave Salary & Allowance - Afloat | 268,301 | - |
| | Audit Fee | 200,000 | 80,000 |
| | Telephone | 57,621 | - |
| | Electricity & Water | 256,841 | 169,798 |
| | VAT & TDS | 232,645 | |
| | Internet & Website | 24,000 | |
| | | 3,810,211 | 5,261,674 |

| | | Amount In Taka | |
|--------------|--|--------------------|--------------------|
| | | 30th June, 2016 | 30th June, 2015 |
| 16.00 | Interest on Long Term Loans: | | |
| | Agrani Bank Limited | 19,973,202 | 19,973,202 |
| | Bangladesh Government | 78,432,000 | 73,272,000 |
| | Janata Bank Limited | | 4,673,130 |
| | Sonali Bank Limited | 694,344 | 8,696,813 |
| | The Overseas Economic Co-operation Fund, Japan | 319,826,404 | 319,826,404 |
| | Marine Workshop modernization | 25,149,623 | 21,169,884 |
| | | 444,075,573 | 447,611,433 |
| 17.00 | Short Term Loan (Bank overdraft): | | |
| | Agrani Bank A/C No. 793 | - | 28,200,140 |
| | Janata Bank A/C No.001010835 | - | 5,999,605 |
| | Pubali Bank A/c No.937 | | 248,953,878 |
| | | - | 283,153,623 |
| 18.00 | Income Tax Payable: | | |
| | Opening Balance | 39,926,751 | 25,316,809 |
| | Less: Adjustment during the year | - | - |
| | | 39,926,751 | 25,316,809 |
| | Add: Provision made during the year | 25,175,725 | 14,609,942 |
| | | 65,102,476 | 39,926,751 |
| 19.00 | Freight Earning : | | |
| | Own Vessels : | | |
| | Lighterage | 476,044,481 | 511,086,576 |
| | Liner | - | 70,743,621 |
| | Feeder Service | 212,685 | 34,092,415 |
| | | 476,257,166 | 615,922,612 |
| 20.00 | Other Operating Income: | | |
| | Address Commission | 107,476,668 | 123,153,158 |
| | Service Charges | 113,432,644 | 103,832,612 |
| | | 220,909,312 | 226,985,770 |
| 21.00 | Fleet Expenses (Direct): | | |
| | Afloat Salary and Allowances | 145,884,509 | 143,169,369 |
| | Fuel, Oil and Water | 311,495,134 | 425,949,873 |
| | Insurance | 56,768,920 | 112,853,274 |
| | Agency commission and brokerage | - | 17,371,069 |
| | Deck and Engine Expenses | 36,744,788 | 33,757,263 |
| | Despatch/Demurrage | 15,966,348 | 3,731,735 |
| | Fleet communication | - | 118,359 |
| | Freight taxation | - | 3,758,139 |
| | Hatch Cleaning Exp. | - | 36,064 |
| | General Expenses | 1,818,457 | 6,816,888 |
| | Port, Canal and Custom dues | 4,593,176 | 50,566,758 |
| | Spares | 29,951,334 | 52,987,837 |
| | Stevedoring Expenses | 3,562,567 | 13,309,024 |
| | Vessel Repairs & Survey-Fees | 74,369,939 | 48,471,378 |
| | Victualling expenses | 24,355,229 | 43,568,054 |
| | | 705,510,400 | 956,465,084 |

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Deffered TAX
Page-26 in the below

| Amount In Taka | |
|---------------------------------|---------------------------------|
| 01 July 2015 to 30 June 2016 | 01 July 2014 to 30 June 2015 |

27.00 Prior year Adjustment:

| | | |
|--------------------------------------|---------------------|--------------------|
| Bunker, Repair, Deck & Engine Stores | - | 200,647,173 |
| Long Term Loan | 3,980,179 | - |
| Fluctuation Gain | (23,660,495) | - |
| Rent Rates receipts | (1,185,531) | - |
| Demurrage expenses | (16,780,258) | - |
| Interest Receivable | - | (1,800,478) |
| Audit Fee | - | 7,500 |
| Afloat Personal C/A | - | 1,642,873 |
| Bond Money | - | (39,590,463) |
| Guarantee Margin | 7,975,993 | 4,673,884 |
| Master C/A | - | 43,700,474 |
| Retained Earning | 63,865 | 1,416 |
| | (29,606,247) | 209,282,379 |

28.00 Auditor's Remuneration - Para 6 of schedule XI, Part II- note 24:

| | | |
|--|----------------|---------------|
| Statutory Audit Fee - Rahman Mostafa Alam & Co. | 60,000 | 40,000 |
| Statutory Audit Fee - Khan Wahab Shafique Rahman & Co. | 60,000 | 40,000 |
| | 120,000 | 80,000 |

29.00 Earning Per Share (EPS) :

| | | |
|---------------------------|-------------|-------------|
| Net Profit after Tax | 67,226,623 | 53,338,494 |
| Number of Ordinary Shares | 13,619,200 | 13,619,200 |
| Earning Per Share | 4.94 | 3.92 |

30.00 Net Asset Value (NAV) Per Share :

| | | |
|---------------------------------|----------------------|----------------------|
| Total Assets | 10,021,023,756 | 10,383,475,391 |
| Less: Total Liabilities | 1,713,961,231 | 2,173,245,736 |
| Net Assets Value(NAV) | 8,307,062,526 | 8,210,229,655 |
| Number of Ordinary Shares | 13,619,200 | 13,619,200 |
| Net Asset Value (NAV) Per Share | 610 | 603 |

31.00 Contingent Liability:

A loan of BSC to Agrani Bank Ltd. Total TK.19,973,202 where was chargeable interest of principal loan. As per decision on the meeting B.S.C already paid Tk. 4,000,000 to Agrani Bank Ltd. and applied to Agrani Bank Ltd. authority to remove the cost of maintenance of this fund and re-schedule the rest of the money for two years which was under consideration.

32.00 Operation Segment (BFRS- 8):

| Particulars | Address Commission & Service Charge | Own Vessels | Gain on sale of old vessels, fluctuation gain, Building Rent, & others | Interest On FDR | TOTAL |
|--------------------------------|-------------------------------------|----------------------|--|-----------------|---------------------|
| Operating Income | 220,909,312 | 501,775,122 | | | 722,684,434 |
| Less: Operating Expense | | 735,119,728 | | | 735,119,728 |
| Operating Income/(Loss) | 220,909,312 | (233,344,606) | | | (12,435,294) |
| Non-Operating Income | | | 169,751,414 | 300,492,400 | 470,243,814 |
| Less: Common Fixed Cost | | | | | 296,866,811 |
| Net Income/(Loss) | | | | | 160,941,709 |

33.00 Related Party Transaction:

During the financial year under review, the company carried out a number of transaction with related party in the normal course of business. The related parties are:

| Name of Party/Company | Nature of Relation | Relationship | Taka |
|----------------------------------|-----------------------|------------------|-------------|
| Meghna Petroleum Limited | Bunker Supply | Supplier | 282,612,172 |
| Bangladesh Petroleum Corporation | Carrying Crude Oil | Service Receiver | 646,193,447 |
| Ministry of Housing | Building Construction | Deposit Work | 167,961,364 |
| Chittagong Customs | Light Dues | Stakeholders | 600,000 |
| BSC Marine Workshop | Vessels Repair | Sister Concern | 109,826,197 |
| Sadharon Bima Corp. | Insurance & Claim | Service Provider | 23,157,564 |
| Chittagong Dry Dock | Vessels Repair | Service Provider | 49,491,289 |
| Bureau Veritas | Vessels Survey | Service Provider | 9,548,354 |

34.00 Event after the Statements of Financial Position date:

(a) The Board of Directors in their Meeting held on..... 2017 have recommended @cash Dividend for the year ended 30th June,2016 subject to approval of the shareholders in the Annual General Meeting scheduled to be held onThe Financial Statements for the year ended 30th June,2016 do not include the effect of the dividend which will be accounted for in the period when the shareholders right to receive the payment is established.

(b) The board of Directors in their meeting held on 27th April 2016 have recommended @ 10% cash dividend for the year ended June 30, 2015 which have been approved by the shareholders in General meeting held on 23rd July 2016. As the approval was after the date of Statement of Financial Position (30/06/2016), no effect for the said dividend was made in the financial statements.

35.00 Account Receivable

| Particular | 30.06.2016 | 30.06.2015 |
|------------------|-------------|-------------|
| Trade Receivable | 856,139,806 | 744,451,802 |
| Other Receivable | 464,067,598 | 522,871,210 |

36.00 Aging of Accounts Receivable

| Particulars | Upto six month | Over six month but less than 1 year | over 1 year but less than 2 years | over 2 years | total as on 30.06.2016 |
|------------------|----------------|-------------------------------------|-----------------------------------|--------------|------------------------|
| Trade Receivable | 715,578 | 620,246,889 | - | 235,177,340 | 856,139,806 |
| Other Receivable | 130,107,928 | 9,867,178 | - | 324,092,492 | 464,067,598 |

26 DERERRED TAX LIABILITIES/(ASSETS)

| Particulars | Depreciation as per book | Depreciation as per Tax Base | Total | Gratuity Provision | Gratuity payment | Total | Taxable/ (Deductible) temporary difference |
|---|--------------------------|------------------------------|-------------|--------------------|------------------|-------------|--|
| | <u>TAKA</u> | <u>TAKA</u> | <u>TAKA</u> | <u>TAKA</u> | <u>TAKA</u> | <u>TAKA</u> | <u>TAKA</u> |
| As at 30 June,2016 | | | | | | | |
| Property, Plant & Equipment | 14,256,756 | 23,833,696 | (9,576,940) | 109,006,233 | 66,227,087 | 42,779,146 | 33,202,206 |
| Deferred Tax Liability (Tax Rate- 25%) | | | | | | | <u>(8,300,551)</u> |

3.00 Property, Plant & Equipment.

| Particular | C - O - S - T | | | D - E - P - R - E - C - I - A - T - I - O - N | | | | | W.D.V. as at 30.06.2016 | |
|----------------------------|--------------------------------|--------------------------------|-------------------------------|---|--------------|--------------------------------|----------------------------------|------------------------------|-------------------------------|--------------------------------|
| | Balance as on 01.07.2015 | Addition during the year | Adjustment during the year | Balance as on 30.06.2016 | Rates (%) | Balance as on 01.07.2015 | Adjustment during the year | Charge during the year | | Balance as on 30.06.2016 |
| Land | 3,830,850,000 | - | - | 3,830,850,000 | - | - | - | - | - | 3,830,850,000 |
| Building (Head office) | 249,382,168 | - | - | 249,382,168 | 2.50 | 70,647,971 | - | 4,468,355 | 75,116,325 | 174,265,843 |
| Building (Marine Workshop) | 66,813,810 | - | - | 66,813,810 | 15 | 48,018,875 | - | 2,819,240 | 50,838,115 | 15,975,695 |
| Motor Vehicle | 28,541,521 | - | - | 28,541,521 | 20 | 16,208,779 | - | 2,466,548 | 18,675,327 | 9,866,194 |
| Office Machine & Equipment | 5,674,007 | 337,839 | - | 6,011,846 | 10 | 1,278,432 | - | 473,341 | 1,751,773 | 4,260,073 |
| Furniture & Fixture | 2,169,663 | 143,200 | - | 2,312,863 | 10 | 517,037 | - | 179,583 | 696,620 | 1,616,243 |
| Workshop Machine | 101,730,560 | - | - | 101,730,560 | 15 | 86,207,078 | - | 2,328,522 | 88,535,600 | 13,194,960 |
| Electric Installation | 34,671,230 | - | - | 34,671,230 | 20 | 28,968,090 | - | 1,140,628 | 30,108,718 | 4,562,512 |
| Vacuvator | 5,220,000 | - | - | 5,220,000 | 10 | 1,414,620 | - | 380,538 | 1,795,158 | 3,424,842 |
| As on 30 June, 2016 | 4,325,052,959 | 481,039 | - | 4,325,533,998 | | 253,260,882 | - | 14,256,756 | 267,517,637 | 4,058,016,361 |
| As on 30 June, 2015 | 4,626,647,778 | 2,178,003 | 102,000 | 4,628,723,781 | | 433,185,909 | 139,240,098 | 16,242,933 | 310,188,745 | 4,318,535,037 |

03.01 Non Current Assets held for sale and Discontinued Operation :

| Particular | Original Cost | Accumulated Depreciation | W.D.V. as at 30.06.2016 |
|---------------------|--------------------|-----------------------------|-------------------------------|
| MV Banglar Shourabh | 143,777,562 | 27,317,737 | 116,459,825 |
| MV Banglar Jyoti | 159,893,260 | 29,610,125 | 130,283,135 |
| MV Banglar Shikha | 112,592,323 | 21,246,345 | 91,345,978 |
| Total | 416,263,145 | 78,174,207 | 338,088,938 |

Allocation of Depreciation:

3.02 Depreciation Expenses (Direct/Operating)

| | | |
|---------------------------|------------------|-------------------|
| Vacuvator-(10%) | 380,538 | 422,820 |
| 65% of other Shore Assets | 9,019,542 | 10,283,073 |
| | 9,400,080 | 10,705,893 |

3.03 Depreciation Expenses (Indirect/Administrative)

| | | |
|---------------------------|------------------|------------------|
| 35% of other Shore Assets | 4,856,676 | 5,537,040 |
| | 4,856,676 | 5,537,040 |