

PRIVATE & CONFIDENTIAL

AUDITORS' REPORT

AND

AUDITED FINANCIAL STATEMENTS

OF

THE CHITTAGONG PORT AUTHORITY

FOR THE YEAR ENDED 30 JUNE , 2018

SUBMITTED BY

Muhammad Shaheedullah & Co.
Chartered Accountants

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AUDITORS' REPORT
TO THE BOARD OF
THE CHITTAGONG PORT AUTHORITY

We have audited the accompanying Financial Statements of "The Chittagong Port Authority" which comprises the Statement of Financial Position as at 30 June, 2018 and the Statement of Profit & Loss and Other Comprehensive Income, Statement of changes in Equity and Statement of Cash Flows for the year then ended and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 26 in the Financial Statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRS) and other applicable laws and regulations. This responsibility includes; designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statement that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstance.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on audit. We conducted our audit in accordance with International Standards on Auditing (ISA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

Scope

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

We report that :

- (a) we have obtained all the material information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) in our opinion, proper books of accounts as required by law have been kept by the Authority so far as it appeared from our examination of those books ; and
- (c) the Authority's Statement of Financial Position and Statement of Profit & Loss and Other Comprehensive Income dealt with by the report are in agreement with the books of account .
- (d) The expenditure incurred was for the purpose of the Authority's business .

MUHAMMAD SHAHEEDULLAH & CO
Chartered Accountants

Dated : 26 May, 2019



KHAN WAHAB SHAFIQUE RAHMAN & CO
Chartered Accountants



THE CHITTAGONG PORT AUTHORITY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2018

Particulars	Notes	30-06-2018 Taka	30-06-2017 Taka
Sources of Funds			
Capital	4	50,923,870,630	46,600,921,228
Reserve and Fund	5	65,031,992,086	58,805,006,184
Un-appropriated Surplus Transferred from SOCI		10,615,392,819	7,967,672,227
Equity and Funds			
Provision Account	6	126,571,255,535	113,373,599,639
Long Term Loan (ADB/BAN 2147)	25	48,960,649,560 581,123,752	45,646,337,183 629,831,572
		176,113,028,847	159,649,768,394
Application of Funds			
Operating Assets (At cost)	7	48,831,721,628	45,371,342,019
Capital Work-in-progress	8	32,337,696,572	19,731,542,116
		81,169,418,200	65,102,884,135
Deferred Expenditure	9	259,975,700	241,460,748
Shares of ICB Islami Bank(cost price 5,25,46,000)	10	25,747,540	28,374,840
Fixed Deposit	11	112,001,851,784	103,565,915,784
Loan to Payra Port		496,200,000	496,200,000
Current Assets			
Interest Receivable on Fixed Deposits	12	2,636,913,108	2,583,543,027
Stores	13	60,382,616	60,382,616
Debtors	14	2,625,885,031	2,311,213,130
Advances and Deposits	15	8,671,184,790	8,238,501,073
Cash and Bank Balances	16	1,135,418,257	541,085,194
		15,129,783,802	13,734,725,040
Less: Current Liabilities			
Creditors and Accruals	17	32,969,948,179	23,369,822,432
Bank Overdraft (Current Account with Sonali Bank)		-	149,969,721
		32,969,948,179	23,519,792,153
Net Current Assets		(17,840,164,377)	(9,785,067,113)
Capital Employed		176,113,028,847	159,649,768,394

The notes to the accounts from 4 to 26 an integral part of these financial statements.

C. F. & A.O

Member (Finance)

Auditors' Report is Annexed

Chairman

Muhammad Shaheedullah & Co.
Chartered Accountants
Dated: 26 May, 2019



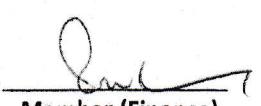
Khan Wahab Shafique Rahman & Co.
Chartered Accountants



THE CHITTAGONG PORT AUTHORITY
STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018

Particulars	Notes	30-06-2018 Taka	30-06-2017 Taka
Income			
Dues and Charges :	18		
On Vessels		3,684,325,905	3,231,247,542
On Cargo		22,161,322,607	20,046,272,121
		25,845,648,512	23,277,519,663
Miscellaneous Income	19	320,047,412	232,078,546
Rent on Land		249,381,323	400,062,310
		569,428,735	632,140,856
		26,415,077,247	23,909,660,519
Expenditure			
Operating Expenses	20	11,178,704,264	10,640,957,870
Administrative and General Expenses	21	2,726,493,728	2,884,463,322
		13,905,197,992	13,525,421,192
Net surplus from Operation		12,509,879,255	10,384,239,327
Add: Interest Income	22	173,141,738	162,762,353
Profit/ (Loss) on Sale of Operating Assets	23	29,339,185	4,101,402
		202,480,923	166,863,755
Net Surplus Before Provision For Tax		12,712,360,178	10,551,103,082
Less: Provision for Corporate Tax		4,250,000,000	4,250,000,000
Net Surplus After Provision For Tax		8,462,360,178	6,301,103,082
Add: Un-appropriated Surplus Brought Forward	24	7,967,672,227	4,849,451,502
Prior Years' adjustment		185,360,414	817,117,643
		8,153,032,641	5,666,569,145
Net Surplus Available For Appropriation		16,615,392,819	11,967,672,227
Appropriations			
Transfer to Capital Fund		3,000,000,000	2,000,000,000
Transfer to Revenue Reserve Fund		3,000,000,000	2,000,000,000
Un-appropriated surplus Transferred to SOFP		10,615,392,819	7,967,672,227
		16,615,392,819	11,967,672,227

The notes to the accounts from 4 to 26 an integral part of these financial statements.

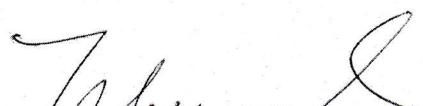

Member (Finance)


Chairman

Signed in terms of our report of even date


Muhammad Shaheedullah & Co.
Chartered Accountants
Dated: 26 May, 2019

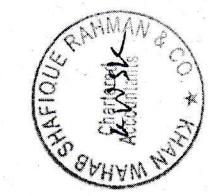



Khan Wahab Shafique Rahman & Co.
Chartered Accountants



THE CHITTAGONG PORT AUTHORITY
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED ON JUNE 30, 2018

Particulars	Capital fund Taka	Sinking fund Taka	Revenue Reserve fund Taka	Pension Fund Taka	Un-appropriated surplus Taka	Total Taka
Balance as on 01.07.2017						
Interest earned during the year 2017-18	46,600,921,228	177,224,112	46,319,221,493	12,308,560,579	7,967,672,227	113,373,599,639
Prior years' adjustments made during the year 2017-18	151,122,892	8,281,768	2,164,519,584	1,102,892,370	-	3,426,816,614
Net surplus during the year after tax and before appropriation	-	-	-	-	185,360,414	185,360,414
Appropriation of net surplus during the year	3,000,000,000	-	3,000,000,000	-	8,462,360,178	8,462,360,178
Transferred from Depreciation provision account	1,123,118,690	-	-	-	(6,000,000,000)	-
Payment made to unfit Labour of DWMB	-	(48,707,820)	-	-	-	1,123,118,690
Payment of principal of Govt. Loan (ADB/CPTFP)	-	48,707,820	-	-	-	(48,707,820)
Capitalization of Loan	50,923,870,630	136,798,060	51,483,741,077	13,411,452,949	-	48,707,820
Equity and fund as on 30.06.18						



THE CHITTAGONG PORT AUTHORITY
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED JUNE 30, 2018

Particulars	30-06-2018 Taka	30-06-2017 Taka
A. Cash flow from Operating Activities		
Cash received against dues & charges	25,530,976,611	22,768,058,804
Miscellaneous Income	320,047,412	232,078,546
Rent on Land	249,381,323	400,062,310
Interest Income	4,027,870,838	4,655,957,299
Corporate Tax paid	(3,957,621,939)	(4,078,150,105)
Payment against Expenses	(15,350,620,207)	(11,874,172,095)
Net Cash Flow from Operating Activities	10,820,034,038	12,103,834,759
B Cash flow from Investing Activities		
Acquisition of Fixed Assets	(703,022,778)	(253,614,233)
Capital Work-in-Progress	(2,174,432,293)	(2,292,483,126)
Sale of Fixed Assets	30,819,766	5,271,453
Investment (net)	(7,283,043,630)	(9,853,657,720)
Deferred Expenditure	(47,314,220)	(34,064,104)
Net Cash used in Investing Activities	(10,176,993,155)	(12,428,547,730)
C Cash Flow from Financing Activities		
Payment to Dock workers from acquired capital	-	(94,184)
Payment of Principal of foreign Loan	(48,707,820)	(48,707,820)
Net Cash used from Financing Activities	(48,707,820)	(48,802,004)
D Net Cash Inflow/(Outflow) for the year (A+B+C)	594,333,063	(373,514,975)
E Opening Cash & Bank Balance	541,085,194	914,600,169
F Closing Cash & Bank Balances (D+E)	1,135,418,257	541,085,194

