

**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



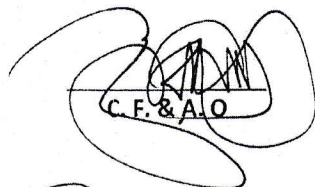
KHAN WAHAB SHAFIQUE RAHMAN & CO  
Chartered Accountants

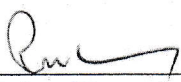


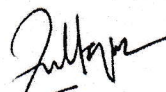
THE CHITTAGONG PORT AUTHORITY  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2018

Particulars	Notes	30-06-2018 Taka	30-06-2017 Taka
<b>Sources of Funds</b>			
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
<b>Equity and Funds</b>		<b>126,571,255,535</b>	<b>113,373,599,639</b>
Provision Account	6	48,960,649,560	45,646,337,183
Long Term Loan (ADB/BAN 2147)	25	581,123,752	629,831,572
		<b>176,113,028,847</b>	<b>159,649,768,394</b>
<b>Application of Funds</b>			
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
		<b>81,169,418,200</b>	<b>65,102,884,135</b>
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
<b>Current Assets</b>			
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
		<b>15,129,783,802</b>	<b>13,734,725,040</b>
<b>Less: Current Liabilities</b>			
Creditors and Accruals	17	32,969,948,179	23,369,822,432
Bank Overdraft (Current Account with Sonali Bank)		-	149,969,721
		<b>32,969,948,179</b>	<b>23,519,792,153</b>
<b>Net Current Assets</b>		<b>(17,840,164,377)</b>	<b>(9,785,067,113)</b>
<b>Capital Employed</b>		<b>176,113,028,847</b>	<b>159,649,768,394</b>

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

  
C.F. & A.O.

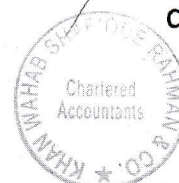
  
Member (Finance)  
Auditors' Report is Annexed

  
Chairman

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



Khan Wahab Shafique Rahman & Co.  
Chartered Accountants

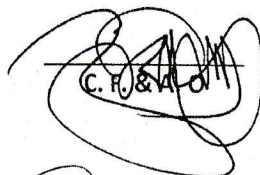


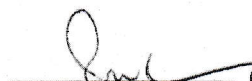


THE CHITTAGONG PORT AUTHORITY  
STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2018

Particulars	Notes	30-06-2018 Taka	30-06-2017 Taka
<b>Income</b>			
Dues and Charges :	18		
On Vessels		3,684,325,905	3,231,247,542
On Cargo		22,161,322,607	20,046,272,121
		<b>25,845,648,512</b>	<b>23,277,519,663</b>
Miscellaneous Income	19	320,047,412	232,078,546
Rent on Land		249,381,323	400,062,310
		569,428,735	632,140,856
		<b>26,415,077,247</b>	<b>23,909,660,519</b>
<b>Expenditure</b>			
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		<b>12,509,879,255</b>	<b>10,384,239,327</b>
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		<b>12,712,360,178</b>	<b>10,551,103,082</b>
Less: Provision for Corporate Tax		4,250,000,000	4,250,000,000
Net Surplus After Provision For Tax		<b>8,462,360,178</b>	<b>6,301,103,082</b>
Add: Un-appropriated Surplus Brought Forward		7,967,672,227	4,849,451,502
Prior Years' adjustment	24	185,360,414	817,117,643
		<b>8,153,032,641</b>	<b>5,666,569,145</b>
Net Surplus Available For Appropriation		<b>16,615,392,819</b>	<b>11,967,672,227</b>
<b>Appropriations</b>			
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
		<b>16,615,392,819</b>	<b>11,967,672,227</b>

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

  
C. P. & A. O.

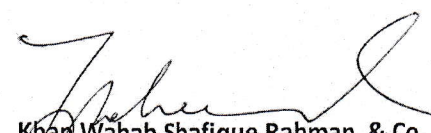
  
Member (Finance)

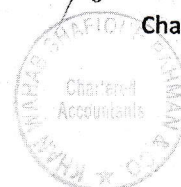
  
Chairman

Signed in terms of our report of even date

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

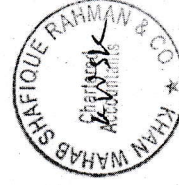
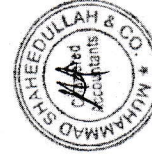


  
Khan Wahab Shafique Rahman & Co.  
Chartered Accountants



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
<b>Balance as on 01.07.2017</b>	<b>46,600,921,228</b>	<b>177,224,112</b>	<b>46,319,221,493</b>	<b>12,308,560,579</b>	<b>7,967,672,227</b>	<b>113,373,599,639</b>
Interest earned during the year 2017-18	151,122,892	8,281,768	2,164,519,584	1,102,892,370	-	3,426,816,614
Prior years' adjustments made during the year 2017-18	-	-	-	-	185,360,414	185,360,414
Net surplus during the year after tax and before appropriation	-	-	-	-	8,462,360,178	8,462,360,178
Appropriation of net surplus during the year	3,000,000,000	-	3,000,000,000	-	(6,000,000,000)	-
Transferred from Depreciation provision account	1,123,118,690	-	-	-	-	1,123,118,690
Payment made to unfit Labour of DWMB	-	-	-	-	-	-
Payment of principal of Govt. Loan (ADB/CPTFP)	-	(48,707,820)	-	-	-	(48,707,820)
Capitalization of Loan	48,707,820	-	-	-	-	48,707,820
<b>Equity and fund as on 30.06.18</b>	<b>50,923,870,630</b>	<b>136,798,060</b>	<b>51,483,741,077</b>	<b>13,411,452,949</b>	<b>10,615,392,819</b>	<b>126,571,255,535</b>





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

Particulars	30-06-2018 Taka	30-06-2017 Taka
<b>A. Cash flow from Operating Activities</b>		
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)
<b>Net Cash Flow from Operating Activities</b>	<b>10,820,034,038</b>	<b>12,103,834,759</b>
<b>B Cash flow from Investing Activities</b>		
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)
<b>Net Cash used in Investing Activities</b>	<b>(10,176,993,155)</b>	<b>(12,428,547,730)</b>
<b>C Cash Flow from Financing Activities</b>		
Payment to Dock workers from acquired capital	-	(94,184)
Payment of Principal of foreign Loan	(48,707,820)	(48,707,820)
<b>Net Cash used from Financing Activities</b>	<b>(48,707,820)</b>	<b>(48,802,004)</b>
<b>D Net Cash Inflow/(Outflow) for the year (A+B+C)</b>	<b>594,333,063</b>	<b>(373,514,975)</b>
<b>E Opening Cash &amp; Bank Balance</b>	<b>541,085,194</b>	<b>914,600,169</b>
<b>F Closing Cash &amp; Bank Balances (D+E)</b>	<b>1,135,418,257</b>	<b>541,085,194</b>

