

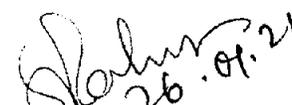
Titas Gas Transmission and Distribution Company Limited
Statement of Financial Position (un-audited)
As on 31 December 2020

Particulars	Notes	AMOUNT IN TAKA	
		31.12.2020	30.06.2020
Assets			
Non-current assets		53,160,024,097	58,738,552,101
Property, plant & equipment (at cost less Depreciation)		10,139,043,956	10,466,986,084
Capital work in progress		4,483,393,511	4,472,865,231
Investments	2	23,809,935,919	28,644,322,628
Inter-company loan		11,696,544,750	11,937,240,500
Loan to employees		3,031,105,961	3,217,137,658
Current assets		122,229,137,958	121,857,457,008
Inventories		1,862,528,137	1,848,970,963
Trade receivables less provision for bad and doubtful debt		59,089,196,558	58,673,609,817
Advances, deposits and prepayments		41,136,805,584	38,585,985,166
Group current accounts		342,841,148	401,321,282
Other current assets		1,610,267,006	2,452,210,667
Cash and cash equivalents		18,187,499,524	19,895,359,114
Total assets		175,389,162,055	180,596,009,109
Equity & Liabilities			
Shareholders' equity		69,463,109,951	70,621,664,476
Share capital		9,892,218,310	9,892,218,310
Share money deposit		1,784,948,408	1,784,948,408
Reserve fund		808,827,343	808,827,343
Revenue reserve		56,977,115,890	58,135,670,415
Non-current liabilities		28,332,939,383	27,105,613,285
Long term loans (net of current maturity)		2,903,990,031	2,903,990,031
Deferred tax liability		1,100,410,215	1,112,618,020
Retirement benefit obligations		2,208,258,862	2,036,695,309
Leave pay		179,157,149	193,120,115
Customers' security deposits		21,941,123,126	20,859,189,810
Current liabilities		77,593,112,722	82,868,731,349
Current portion of long term loans		43,370,416	86,740,830
Trade payables	3	41,368,715,415	49,602,281,434
Group current accounts		639,676,370	643,596,745
Workers' profit participation fund and WF payable		99,837,102	266,713,626
Provision for income tax	4	30,673,361,437	30,177,670,929
Liability for expenses		4,768,151,980	2,091,727,785
Total liabilities		105,926,052,104	109,974,344,634
Total equity & liabilities		175,389,162,055	180,596,009,109
Net assets value per share (NAV)	5	70.22	71.39


26/01/21
(Md. Eaqub Khan)
Company Secretary


26/01/21
(A.S.M Ziaul Hoque)
Director (Finance)


26.1.2021
(Ali Iqbal Md. Nurullah)
Managing Director


26.01.21
(Md. Saidur Rahman)
Independent Director


26.01.2021
(Md. Anisur Rahmah)
Chairman

Titas Gas Transmission and Distribution Company Limited
Statement of Profit or Loss and Other Comprehensive Income (un-audited)
For the Period July - December 2020

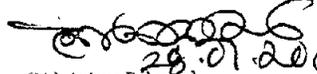
Particulars	Notes	AMOUNT IN TAKA			
		Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Revenue	6	87,793,317,690	89,061,753,921	45,266,669,585	44,174,840,530
Less: Cost of sales	7	84,721,162,373	86,794,616,301	43,816,440,362	43,182,405,693
Gross profit		3,072,155,317	2,267,137,620	1,450,229,223	992,434,837
Less: Operating expenses		2,317,771,027	2,410,830,138	1,093,245,332	1,154,407,632
General administrative expenses		2,273,114,637	2,325,794,085	1,068,584,256	1,116,530,513
Transmission & Distribution expenses		44,656,390	85,036,053	24,661,077	37,877,119
Add: Other operating income		96,367,412	177,026,662	70,950,485	164,722,934
Gross operating profit for the period		850,751,702	33,334,144	427,934,375	2,750,139
Less: Finance cost		7,472,783	9,157,724	3,725,513	4,578,862
Net operating profit for the period		843,278,919	24,176,420	424,208,862	(1,828,723)
Add: Non-operating income		1,153,463,133	2,304,569,114	623,053,236	1,338,735,502
Investment income		787,250,000	1,968,611,421	425,499,200	1,182,378,955
Financial income		366,213,133	335,957,693	197,554,036	156,356,547
Profit before WPPF and WF		1,996,742,052	2,328,745,534	1,047,262,098	1,336,906,779
Less: Provision for contribution to WPPF & WF		99,837,103	116,437,277	52,363,105	66,845,339
Profit before income tax		1,896,904,949	2,212,308,257	994,898,993	1,270,061,440
Less: Income tax expenses		483,482,703	608,109,818	246,971,958	379,748,086
Current tax	8	495,690,509	627,509,762	246,582,739	391,948,058
Deferred tax	9	(12,207,806)	(19,399,944)	389,219	(12,199,972)
Net profit after income tax		1,413,422,247	1,604,198,439	747,927,035	890,313,354
Earning Per Share (EPS)	10	1.43	1.62	0.76	0.90


 26.01.2021
 (Md. Eaqub Khan)
 Company Secretary


 26/01/21
 (A.S.M Ziaul Hoque)
 Director (Finance)


 26.01.2021
 (Ali Iqbal Md. Nurullah)
 Managing Director


 26.01.21
 (Md. Saidur Rahman)
 Independent Director


 28.01.2021
 (Md. Anisur Rahman)
 Chairman

Titas Gas Transmission and Distribution Company Limited
Statement of Changes In Equity (un-audited)
For the Period July - December 2020

(Amount in Taka)

Particulars	Share Capital	Share Money Deposit	Reserve Fund	Revenue Reserve	Total Equity
Balance as on July 01, 2020	9,892,218,310	1,784,948,408	808,827,343	58,135,670,409	70,621,664,470
Net profit after tax for the period	-	-	-	1,413,422,247	1,413,422,247
Cash Dividend for the year 2019-20 @ 26%	-	-	-	(2,571,976,766)	(2,571,976,766)
Balance as on 31 December 2020	9,892,218,310	1,784,948,408	808,827,343	56,977,115,890	69,463,109,951

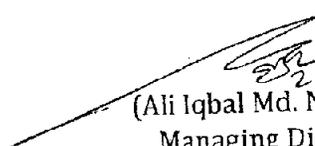
For the Period July - December 2019

(Amount in Taka)

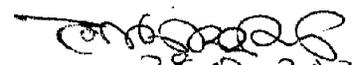
Particulars	Share Capital	Share Money Deposit	Reserve Fund	Revenue Reserve	Total Equity
Balance as on July 01, 2019	9,892,218,310	1,512,137,270	809,575,543	57,109,583,673	69,323,514,796
Net profit after tax for the period	-	-	-	1,604,198,439	1,604,198,439
Cash Dividend for the year 2018-19 @ 26%	-	-	-	(2,571,976,766)	(2,571,976,766)
Share money deposit transferred from long term loan	-	170,692,340	-	-	170,692,340
Balance as on 30 December 2019	9,892,218,310	1,682,829,610	809,575,543	56,141,805,346	68,526,428,809


(Md. Eaqub Khan)
Company Secretary


26/12/21
(A.S.M Ziaul Hoque)
Director (Finance)


26.12.21
(Ali Iqbal Md. Nurullah)
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26.01.21
(Md. Saidur Rahman)
Independent Director

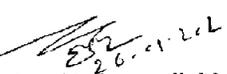

28.12.21
(Md. Anisur Rahman)
Chairman

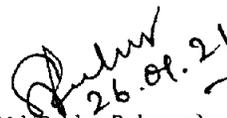
Titas Gas Transmission and Distribution Company Limited
Statement of Cash Flows (un-audited)
For the Period July - December 2020

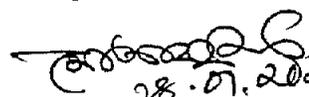
PARTICULARS	Notes	AMOUNT IN TAKA	
		31-Dec-20	31-Dec-19
A. Cash flows from operating activities			
Receipts from Revenue		87,138,625,321	77,552,887,020
Interest received		1,912,782,794	1,746,098,916
Other Income received		301,934,231	48,677,884
Payment against gas purchase		(92,954,728,394)	(76,421,738,856)
Payment for salary & other cost		(1,182,613,859)	(1,266,880,413)
Payment for WPPF		(266,713,626)	(112,521,598)
Inter Company a/c's		(4,210,228)	(23,991,214)
Interest paid		(7,472,783)	(9,157,724)
Income tax paid		(2,136,721,375)	(2,054,300,540)
Advance, Deposits & Prepayments		(507,789,543)	(8,676,414)
Other Creditors		325,512,382	224,622,577
Net cash from operating activities		(7,381,395,080)	(324,980,362)
B. Cash flows from investing activities			
Fixed deposit		4,834,372,520	1,306,307,500
Security received from customers		1,104,980,586	1,280,656,728
Loan re-payment made by BAPEX		65,000,000	-
Loan to GTCL		-	(1,365,200,000)
Loan re-payment made by GTCL		175,695,750	87,847,875
Other current assets		(172,795,130)	(110,830,990)
Acquisition of fixed assets		(149,659,896)	(433,347,259)
Acquisition of stores		(43,476,719)	(20,969,436)
Employees' loan		3,735,751	(474,221,031)
Gratuity fund		-	(93,960)
Leave pay		(43,038,131)	-
Pension fund		(37,149,703)	(68,888,087)
Provident fund		(15,214,091)	41,526,370
Net cash used in investing activities		5,722,450,937	242,787,710
C. Cash flows from financing activities			
Share money deposit received		-	170,692,340
Loan received		-	256,038,510
Payment of long-term loan		(43,370,416)	(43,200,491)
Dividend paid		(5,545,031)	(736,380)
Net cash used in financing activities		(48,915,447)	382,793,980
D. Net increase/decrease in cash & cash equivalents (A+B+C)		(1,707,859,590)	300,601,327
E. Unrealised foreign exchange gain/ (loss)			
F. Cash & cash equivalents at beginning of the year		19,895,359,114	12,907,783,528
G. Cash & cash equivalents at end of the period (D+E)		18,187,499,524	13,208,384,856
Net Operating Cash Flow Per Share (Taka)	10	(7.46)	(0.33)


 26.01.2021
 (Md. Eaquab Khan)
 Company Secretary


 26/01/21
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 Director (Finance)


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 (Ali Iqbal Md. Nurullah)
 Managing Director


 26.01.21
 (Md. Saidur Rahman)
 Independent Director


 28.01.2021
 (Md. Anisur Rahman)

Titas Gas Transmission and Distribution Company Limited
Notes to the Financial Statements
For the Period July - December 2020

1 Background and Introduction

Titas Gas Transmission and Distribution Company Limited (hereinafter referred to as "TGTDCCL or the Company") was established in the year 1964. After liberation of the country the Company was nationalized under the Presidential Order No. 27/1972 and its overall activities has been placed under the supervision and control of Bangladesh Oil, Gas & Mineral Corporation (Petrobangla). Subsequently, the Company's Board was vested with full autonomy and exercises of all financial powers as per Company's Act 1994 as stated vide the government gazette notification No. 787 dated 05 November 2002. The Company has been listed with Dhaka Stock Exchange (DSE) on 09 June 2008 and with Chittagong Stock Exchange (CSE) on 19 June 2008 under the direct listing rules of Securities & Exchange Commission offloading 25% of its shares in the stock markets. Petrobangla holds rest 75% shares of the Company.

The aim and objective of the Company is to distribute the the natural gas, transmitted in its gas distribution network, to the consumers in power, fertilizer, industrial, commercial, captive power, feed gas for CNG, and domestic categories under its franchise area viz. greater Dhaka & Mymensingh districts.

2 Investments

Break up of long term investment are against:

	31.12.2020	30.06.2020
Customers' security deposit	21,808,376,002	20,857,748,521
Depreciation	-	6,090,000,000
General provident fund	959,480,187	919,481,687
Pension fund	1,040,333,930	775,346,620
Investment in share (ICB Islamic Bank)	1,745,800	1,745,800
	23,809,935,919	28,644,322,628

Tk.483.43 Crore of the investment had to encash during the period due to make regular quick payment against trade payables specially for 'Net Charge for LNG' as of the directions of the regulatory body.

3 Trade payables

	31.12.2020	30.06.2020
Against Gas Production Charge	7,870,208,608	12,828,066,428
Against Transmission charge	1,598,918,637	2,897,497,499
Against Price Deficit Fund (PDF)	325,499,449	325,499,450
Against BAPEX margin	12,175,242	12,175,242
Against Deficit Wellhead Margin Fund for BAPEX (DWMFB)	12,240,587	12,240,586
Against Gas Development Fund (GDF)	1,894,613,211	3,125,060,785
Against Support for Shortfall	111,829,261	111,829,261
Against Net Charge for LNG	17,379,327,627	14,280,010,870
Against LNG Operational Charge-RPGCL	133,086,697	93,716,077
Against VAT (GDF)	2,639,440,177	354,316,846
Against VAT	302,096,675	7,654,170,501
Provision for dispute of gas purchases volume	7,452,192,001	4,910,557,130
Against Energy Security Fund (ESF)	1,637,087,244	2,997,140,759
	41,368,715,415	49,602,281,434

4 Provision for Income Tax

	31.12.2020	30.06.2020
Opening Balance	30,177,670,929	28,669,406,438
Addition During the Period	495,690,509	1,508,264,490
	30,673,361,437	30,177,670,929

5 Net Asset Value (NAV) Per Share

	Jul'20- Dec'20	Jul'19- Jun'20
Net Assets (Total Assets - Liabilities)	69,463,109,951	70,621,664,476
Number of ordinary shares outstanding	989,221,831	989,221,831
	70.22	71.39

6 Revenue		Jul'20- Dec'20	Jul'19- Dec'19
Gas Sales Revenue	Note-6.1	84,406,263,854	86,452,924,113
Operational Income	Note-6.2	3,387,053,837	2,608,829,808
		87,793,317,690	89,061,753,921
6.1 Gas Sales Revenue		Jul'20- Dec'20	Jul'19- Dec'19
Power (PDB)		3,442,637,115	4,936,839,747
Power (Private)		9,913,991,009	8,412,828,257
Fertilizer		791,864,008	289,015,311
Industrial		21,097,079,255	20,224,736,535
Captive Power		24,466,521,145	24,536,222,417
Feed Gas for CNG		8,758,172,208	11,340,984,434
Domestic		15,039,604,459	15,523,437,828
Commercial		896,394,656	1,188,859,584
		84,406,263,854	86,452,924,113
6.2 Operational Income		Jul'20- Dec'20	Jul'19- Dec'19
Meter rent		202,396,626	116,878,297
Demand Charge		1,192,560,788	1,146,650,979
Higher Heating Value		729,586,505	444,074,218
Connection & reconnection fee		3,474,534	1,872,647
Late payment penalties		1,121,531,425	717,173,461
Gas Sales (Domestic) for Illegal use		2,184,000	992,585
Gas connection commission fees		98,824	209,542
Penalty for Illegal use by customer		681,699	1,706,686
Profit from sale of stores		32,831,585	13,609,471
Gas transmission Income		101,707,851	165,661,923
		3,387,053,837	2,608,829,808
7 Cost of Sales		Jul'20- Dec'20	Jul'19- Dec'19
Gas Production Charge		13,025,368,544	13,685,495,451
Gas Transmission Charge*		2,935,699,178	2,996,357,793
Gas Development Fund (GDF) Charge		3,333,336,562	3,414,215,533
Energy Security Fund (ESF) Charge		3,684,291,436	3,868,307,231
Petrobangla Charge - BOGMC		436,466,534	448,787,307
LNG Operational Charge - RPGLC		39,370,620	35,438,968
Net Charge for LNG - BOGMC		50,229,633,866	52,895,394,063
VAT on end user price		8,123,124,445	9,450,619,955
VAT (GDF) on end user price		372,236,317	433,058,415
Cost for dispute of gas purchases volume**		2,541,634,871	-
		84,721,162,373	86,794,616,301

*Transmission charge income from the gas transmitted through company's own transmission pipeline to Bakhraabad Gas Distribution Company Limited (BGDCL) and Jalalabad Gas Transmission & Distribution System Limited (JGTDSL) is shown under operational income rather adjusting from Company's transmission charge cost as previously done.

**A provision of 3% on the total cost of sales is made for future conservatism as a dispute arises in determining the volume of gas transmitted to TGTDC distribution network through the transmission lines of GTCL (Gas Transmission Company Limited) since GTCL had not been making proper metering and count of supply at all the points of gas

8 **Computation of total taxable income and tax liability For the quarter ended 31 Dec 2020**

Net profit before Tax (as per accounts)	1,896,904,949
Add: Provision for Bad & Doubtful debts	-
	<u>1,896,904,949</u>
Add: Depreciation as per Accounts	512,834,661
Less: Depreciation as per IT Schedule	426,977,576
Total Taxable Income	<u>1,982,762,035</u>
Tax Payable (Current Tax)@ 25%	<u>495,690,509</u>

As per the Paragraph 81(c) of IAS 12 "Income Taxes", reconciliation of effective tax rate is:

	31/Dec/2020	
	%	Taka
Profit before tax		1,896,904,949
Applicable tax	25.00%	474,226,237
Provision for Bad & Doubtful debts	0.00%	-
Depreciation as per Accounts	6.76%	128,208,665
Depreciation as per IT Schedule	-5.63%	(106,744,394)
Effective current tax	26.13%	495,690,509
Effective deferred tax	-0.64%	(12,207,806)
Income tax expenses	25.49%	<u>483,482,703</u>

9 **Deferred tax liability**

	31.12.2020	30.06.2020
Opening Balance	1,112,618,020	1,172,854,085
Addition during the year	(12,207,806)	(60,236,065)
	<u>1,100,410,214</u>	<u>1,112,618,020</u>

	31.12.2020	
	Carrying Amount	Tax Base
Property, Plant and Equipment	8,544,161,900	4,142,521,044
Applicable rate		25%
Deferred tax liability as on 31 Dec 2020		<u>4,401,640,856</u>
		<u>1,100,410,214</u>
Deferred tax liability as on 31 Dec 2020		1,100,410,214
Deferred tax liability as on 30 June 2020		1,112,618,020
Deferred tax Expenses/(Income) for the period ended 31 Dec 2020		<u>(12,207,806)</u>

	30.06.2020	
	Carrying Amount	Tax Base
Property, Plant and Equipment	8,837,222,528	4,386,750,448
Applicable rate		25%
Deferred tax liability as on 30 June 2020		<u>4,450,472,080</u>
		<u>1,112,618,020</u>
Deferred tax liability as on 30 June 2020		1,112,618,020
Deferred tax liability as on 30 June 2019		1,172,854,085
Deferred tax Expenses/(Income) for the year ended 30 June 2020		<u>(60,236,065)</u>

10 Earning per share	Jul'20- Dec'20	Jul'19- Dec'19
Net Profit attributable to the ordinary shareholders	1,413,422,247	1,604,198,439
Number of ordinary shares outstanding	989,221,831	989,221,831
	1.43	1.62

11 Net operating cash flow per share (NOCFPS)	Jul'20- Dec'20	Jul'19- Dec'19
Net operating cash flows	(7,381,395,080)	(324,980,362)
Number of ordinary shares outstanding	989,221,831	989,221,831
	(7.46)	(0.33)

The significant change in NOCFPS is basically due to the relative payments against purchase liability in respect of the collection against gas sales was very much higher than that of the previous year.

12 Reconciliation of net profit with cash flows from operating activities	Jul'20- Dec'20	Jul'19- Dec'19
Net Profit Before Tax	1,896,904,949	2,212,308,257
Adjustments for:		
Adjustment for WPPF	99,837,103	(112,521,598)
Depreciation	512,834,661	508,771,126
Bad Debt	-	220,131,012
Foreign Exchange loss		
Interest Payment adjustment	16,627,536	-
Income Tax Adjustment	(2,136,721,375)	(2,054,300,540)
Investment Income	(930,829,320)	(558,470,198)
Changes in:		
Decrease/(Increase) in Inventories	(13,557,174)	(94,567,806)
Decrease/(Increase) in Trade receivable	937,183,085	(11,142,641,247)
Decrease/(Increase) in Advance, deposit & prepayments	(414,099,043)	28,750,453
Decrease/(Increase) in Other Current Asset	841,943,661	155,873,269
(Decrease)/Increase in Group Current Account	(62,400,509)	53,358,060
(Decrease)/Increase in Trade and Other Payable	(8,233,566,019)	10,153,331,021
(Decrease)/Increase Liability for Expenses	104,447,430	304,997,828
Net cash flow from operating activities	(7,381,395,080)	(324,980,362)

13 Related party disclosure

i) Related party transactions

During the period, the company carried out a number of transactions with related parties in the normal course of business. The name of the related parties and nature of these transactions have been set out in accordance with the provisions of IAS 24: Related Party Disclosure.

(Amount in Million Taka)

Name of Parties	Relationship	Nature of transaction	Net transaction Jul'20-Dec'20	Outstanding as on 31.12.2020 Receivable/ (Payable)	Outstanding as on 30.06.2020 Receivable/ (Payable)
Petrobangla	Contrlling/ holding Authority	Cost of sales, Inter Company	3,557	(28,111)	(31,668)
Bapex	Sister Concern	Cost of sales, Inter Company	237	(207)	(444)
BGFCL	Sister Concern	Cost of sales, Inter Company	656	(788)	(1,444)
RPGCL	Sister Concern	Cost of sales, Inter Company	(39)	(133)	(94)
GTCL	Sister Concern	Cost of sales, Inter Company	1,298	(1,599)	(2,897)
Bapex	Sister Concern	Inter Company Loan	(66)	1,073	1,138
GTCL	Sister Concern	Inter Company Loan	(176)	10,624	10,800
Total			5,467	(19,142)	(24,609)

This is to mention that, natural gas distribution is a part of the country's total natural gas network activities by the government of the country, and it is a chain activity. All the companies within this natural gas network chain is owned by the government and are to transact each other against gas transmission, distribution etc, to carry the natural gas from fields to the end users.

ii) Particulars of Directors of Titas Gas Transmission and Distribution Company Limited as at 31 December 2020

Name of Directors	BOD of TGTDC	Entities where they have interests
Mr. Md. Anisur Rahman	Chairman	Senior Secretary, Energy & Mineral Resources Division
Mr. Tofazzel Hossain Miah	Director	Secretary, Prime Minister's Office
Mr. Md. Mustafizur Rahman	Director	Chairman, BCIC
Mr. A B M Abdul Fattah	Director	Chairman, Petrobangla
Mr. Md. Belayet Hossain	Director	Chairman, BPDB
Mr. Md. Saidur Rahman	Independent Director	Additional Secretary, Finance division
Eng. Mohammad Mynul Islam	Director	N/A
Mr. Saifuddin Ahmed Bhuiyan	Independent Director	N/A
Mr. Ali Iqbal Md. Nurullah	Managing Director	Titas Gas T & D Co. Ltd. Dhaka