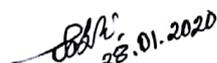
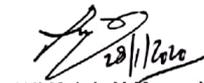


**Titas Gas Transmission and Distribution Company Limited**  
**Statement of Financial Position (Un-audited)**  
**As at 31 December 2019**

Particulars	AMOUNT IN TAKA	
	31.12.2019	30.06.2019
<b>Assets:</b>		
<b>Non-current assets</b>	<b>71,759,813,857</b>	<b>71,333,912,254</b>
Property, plant & equipment (At cost less Depreciation)	10,442,969,268	10,866,209,467
Capital work in progress	4,348,240,633	3,788,102,600
Investments	42,941,570,375	44,247,877,875
Intercompany Loan	11,055,184,125	9,777,832,000
Loan to employees	2,971,849,256	2,653,890,312
<b>Current assets</b>	<b>107,025,607,563</b>	<b>93,089,346,020</b>
Inventories	2,091,782,275	1,997,214,469
Trade & other receivables	52,859,971,148	41,717,329,901
Advances, deposits and prepayments	36,555,727,421	34,530,177,334
Group current accounts	169,264,235	222,622,295
Other current assets	2,140,477,629	1,714,218,493
Cash and cash equivalents	13,208,384,855	12,907,783,528
<b>Total assets</b>	<b>178,785,421,220</b>	<b>164,423,258,273</b>
<b>Equity &amp; Liabilities</b>		
<b>Shareholders' Equity</b>	<b>68,526,428,809</b>	<b>69,323,514,796</b>
Share capital	9,892,218,310	9,892,218,310
Share money deposit	1,682,829,610	1,512,137,270
Reserve fund	809,575,543	809,575,543
Revenue reserve	56,141,805,346	57,109,583,673
<b>Non Current Liabilities</b>	<b>25,671,099,249</b>	<b>23,915,596,089</b>
Long term loans net of current maturity	2,836,097,696	2,580,059,187
Deferred tax liability	1,153,454,142	1,172,854,085
Retirement benefit obligations	1,793,898,042	1,548,068,920
Leave pay	196,477,659	190,744,911
Customers' security deposits	19,691,171,709	18,423,868,986
<b>Current liabilities</b>	<b>84,587,893,162</b>	<b>71,184,147,389</b>
Current portion of long and other borrowings	43,200,491	86,400,981
Trade & other payable	49,641,504,800	39,488,173,779
Group current accounts	812,059,213	835,721,420
Workers' profit participation fund and WF payable	237,913,087	233,997,409
Provision for income tax	29,296,916,200	28,669,406,438
Liability for expenses	4,556,299,370	1,870,447,361
<b>TOTAL LIABILITIES</b>	<b>110,258,992,411</b>	<b>95,099,743,478</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>178,785,421,220</b>	<b>164,423,258,273</b>
<b>Net assets value per share(NAV)</b>	<b>69.27</b>	<b>70.08</b>

  
(Mahmudur Rab)  
Company Secretary

  
(A.S.M. Ziaul Hoque)  
Director (Finance)

  
(Ali Mohd. Al-Mamun)  
Managing Director

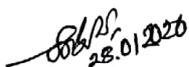
  
(M. Rafiqul Islam)  
Independent Director

  
(Md. Ansur Rahman)  
Chairman

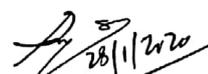
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**Titas Gas Transmission and Distribution Company Limited**  
**Statement of Profit or Loss and Other Comprehensive Income (Un-audited)**  
**For the period July - December 2019**

Particulars	AMOUNT IN TAKA			
	Jul.19-Dec.19	Jul.18-Dec.18	Oct.19- Dec.19	Oct.18- Dec.18
<b>Revenue</b>	<b>88,896,091,998</b>	<b>71,229,121,331</b>	<b>44,174,840,530</b>	<b>36,085,373,995</b>
Less: Cost of sales	86,628,954,378	67,369,026,720	43,182,405,693	34,250,902,846
<b>Gross profit</b>	<b>2,267,137,620</b>	<b>3,860,094,611</b>	<b>992,434,837</b>	<b>1,834,471,149</b>
Less: Operating expenses	<b>2,410,830,138</b>	<b>2,314,457,562</b>	<b>1,154,407,632</b>	<b>1,066,067,085</b>
General Administrative expenses	2,325,794,085	2,265,832,379	1,116,530,513	1,058,344,278
Transmission & Distribution expenses	85,036,053	48,625,183	37,877,119	7,722,807
Add: Other Operating Income	177,026,662	128,396,983	164,722,934	112,665,772
<b>Gross Operational Profit for the period</b>	<b>33,334,144</b>	<b>1,674,034,032</b>	<b>2,750,139</b>	<b>881,069,837</b>
Less: Finance cost	9,157,724	12,258,828	4,578,862	6,129,414
<b>Net Operational Profit for the period</b>	<b>24,176,420</b>	<b>1,661,775,204</b>	<b>(1,828,723)</b>	<b>874,940,423</b>
Add: Non-Operating Income	<b>2,304,569,114</b>	<b>1,313,003,554</b>	<b>1,338,735,502</b>	<b>356,936,435</b>
Investment Income	1,968,611,421	1,145,720,000	1,182,378,955	298,520,000
Financial Income	335,957,693	167,283,554	156,356,547	58,416,435
<b>Profit before WPPF and WF</b>	<b>2,328,745,534</b>	<b>2,974,778,758</b>	<b>1,336,906,779</b>	<b>1,231,876,858</b>
Less: Provision for contribution to WPPF & WF	116,437,277	148,738,938	66,845,339	61,593,843
<b>Profit before Income tax</b>	<b>2,212,308,257</b>	<b>2,826,039,820</b>	<b>1,270,061,440</b>	<b>1,170,283,015</b>
Less: Income tax expenses	<b>608,109,818</b>	<b>706,509,955</b>	<b>379,748,086</b>	<b>292,570,754</b>
Current Tax	627,509,762	706,509,955	391,948,058	292,570,754
Deferred Tax	(19,399,944)	-	(12,199,972)	-
<b>Net profit after income tax</b>	<b>1,604,198,439</b>	<b>2,119,529,865</b>	<b>890,313,354</b>	<b>877,712,261</b>
<b>Earning Per Share (EPS)</b>	<b>1.62</b>	<b>2.14</b>	<b>0.90</b>	<b>0.89</b>

  
(Mahmudur Rab)  
Company Secretary

  
(A.S.M. Ziaul Hoque)  
Director (Finance)

  
(Ali Mohd. Al-Mamun)  
Managing Director

  
(M. Rafiqul Islam)  
Independent Director

  
(Md. Anisur Rahman)  
Chairman

Titas Gas Transmission and Distribution Company Limited

Statement of Changes in Equity (Un-audited)

For the period July-December 2019

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
<b>Balance as on December 31, 2019</b>	<b>9,892,218,310</b>	<b>1,682,829,610</b>	<b>809,575,543</b>	<b>56,141,805,346</b>	<b>68,526,428,809</b>

For the period July-December 2018

Particulars	Share Capital	Share Money Deposit	Reserve Fund	Revenue Reserve	Total Equity
Balance as on July 01, 2018	9,892,218,310	919,443,816	810,136,691	54,937,977,447	66,559,776,264
Net profit after tax for the period	-	-	-	2,119,529,865	2,119,529,865
Cash Dividend for the year 2017-18 @ 25%	-	-	-	(2,473,054,578)	(2,473,054,578)
Add prior year adjustment	-	-	-	280,849	280,849
<b>Balance as on December 31, 2018</b>	<b>9,892,218,310</b>	<b>919,443,816</b>	<b>810,136,691</b>	<b>54,584,733,584</b>	<b>66,206,532,401</b>

  
(Mahmudur Rab)  
28.01.2020

Company Secretary

  
(A.S.M. Ziaul Hoque)

Director (Finance)

  
(Ali Mohd. Al-Mamun)

Managing Director

  
(M. Rafiqul Islam)

Independent Director

  
(Md. Anisur Rahman)  
28.01.2020

Chairman

**Titas Gas Transmission and Distribution Company Limited**  
**Statement of Cash Flows (Un-audited)**  
**For the period July-December 2019**

PARTICULARS	AMOUNT IN TAKA	
	Jul.19-Dec.19	Jul.18-Dec.18
<b>A. Cash flows from operating activities</b>		
Receipts from Customers	77,552,887,020	63,566,497,094
Interest received	1,746,098,916	1,331,629,743
Other Income received	48,677,884	19,518,839
Payment against gas purchase	(76,421,738,856)	(50,967,444,224)
Payment for salary & other cost	(1,266,880,413)	(1,707,139,392)
Payment for WPPF	(112,521,598)	(139,928,568)
Inter Company a/c's	(23,991,214)	(8,510,792)
Interest paid	(9,157,724)	(12,258,828)
Income tax paid	(2,054,300,540)	(1,604,557,698)
Advance, Deposits & Prepayments	(8,676,414)	(213,162,458)
Other Creditors	224,622,577	135,361,661
<b>Net cash(used in) flows from operating activities</b>	<b>(324,980,362)</b>	<b>10,400,005,377</b>
<b>B. Cash flows from investing activities</b>		
Fixed deposit	1,306,307,500	(347,429,400)
Security received from customers	1,280,656,728	1,335,157,795
Loan to GTCL	(1,365,200,000)	(332,896,360)
Loan repaid by GTCL	87,847,875	-
Other current assets	(110,830,990)	(456,647,169)
Acquisition of fixed assets	(433,347,259)	(555,639,256)
Acquisition of stores	(20,969,436)	(186,065,848)
Employees' loan	(474,221,031)	-
Gratuity fund	(93,960)	-
Leave pay	-	(32,041,542)
Pension fund	(68,888,087)	(127,712,152)
Provident fund	41,526,370	60,334,380
<b>Net cash used in investing activities</b>	<b>242,787,710</b>	<b>(642,939,552)</b>
<b>C. Cash flows from financing activities</b>		
Share money deposit received	170,692,340	-
Loan received	256,038,510	-
Payment of long-term loan	(43,200,491)	(116,425,387)
Dividend paid	(736,380)	-
<b>Net cash used in financing activities</b>	<b>382,793,980</b>	<b>(116,425,387)</b>
<b>D. Net increase/decrease in cash &amp; cash equivalents (A+B+C)</b>	<b>300,601,327</b>	<b>9,640,640,438</b>
<b>E. Cash &amp; cash equivalents at beginning of the year</b>	<b>12,907,783,528</b>	<b>6,932,182,200</b>
<b>F. Cash &amp; cash equivalents at end of the period (D+E)</b>	<b>13,208,384,855</b>	<b>16,572,822,638</b>

Net Operating Cash Flow Per Share (NOCFPS)

(0.33)

10.51

*(Signature)*  
 28.01.2020  
 (Mahmudur Rab)  
 Company Secretary

*(Signature)*  
 28/01/20  
 (A.S.M. Ziaul Hoque)  
 Director (Finance)

*(Signature)*  
 28/1/2020  
 (Ali Mohd. Al-Mamun)  
 Managing Director

*(Signature)*  
 (M. Rafiqul Islam)  
 Independent Director

*(Signature)*  
 01.2020  
 (Md. Anisur Rahman)  
 Chairman

**Titas Gas Transmission and Distribution Company Limited**  
**Notes to the Financial Statements (Un-audited)**  
**For the Period July - December 2019**

**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 exercise 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 to offload 25% of its shares in the stock markets and Petrobangla holds rest 75% shares of the Company'.

The aim and objective of the Company is to transmit natural gas from the gas fields to different areas to distribute the same to the consumers in power, fertilizer, industrial, commercial, captive power, feed gas for CNG, and domestic categories of its franchise area viz. greater Dhaka & Mymensingh districts.

**1.1 Basis of preparation**

These financial statements have been prepared on going concern basis under the historical cost convention in compliance with the International Accounting Standard (IAS) & International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

2	Provision for Income Tax	31.12.2019 Taka	30.06.2019 Taka
	Opening Balance	28,669,406,438	27,077,186,210
	Add: Addition During the Period	627,509,762	1,592,220,228
		<b>29,296,916,200</b>	<b>28,669,406,438</b>

3	Revenue	Jul.19- Dec.19 Taka	Jul.18- Dec.18 Taka
	Gas Sales Revenue	86,452,924,113	67,657,375,888
	Operational Income	2,443,167,885	3,571,745,443
		<b>88,896,091,998</b>	<b>71,229,121,331</b>

3.1	Power (PDB)	4,936,839,747	3,331,649,693
	Power (Private)	8,412,828,257	6,227,900,273
	Fertilizer	289,015,311	1,174,030,930
	Industrial	20,224,736,535	14,465,567,444
	Captive Power	24,536,222,417	16,821,181,571
	Feed Gas for CNG	11,340,984,434	11,461,296,655
	Domestic	15,523,437,828	13,276,396,935
	Commercial	1,188,859,584	899,352,387
		<b>86,452,924,113</b>	<b>67,657,375,888</b>

3.2	Operational Income	116,878,297	123,153,489
	Meter rent	-	2,129,429,993
	Minimum Charge*	1,146,650,979	-
	Demand Charge*	444,074,218	373,884,732
	Higher Heating charge**	1,872,647	4,995,502
	Connection & reconnection charges	717,173,461	932,595,637
	Late payment penalties	992,585	943,947
	Gas Sales(Domestic, Illegal)	209,542	240,785
	Gas connection commission fees	1,706,686	3,774,538
	3 Month's penalty for illegal use of domestic customer	13,609,471	2,726,820
	Profit from sale of stores	<b>2,443,167,885</b>	<b>3,571,745,443</b>

\*Demand Charge is Introduced newly In the end user price while dropping off minimum charge from gas bills from 1st July 2019 by BERC order # 2019/02 .

\*\*Higher Heating Value is shown under operational income separating from gas sales revenue as per the order of BERC.

4 Cost of Sales

	Jul.19- Dec.19 Taka	Jul.18- Dec.18 Taka
Gas purchase cost	13,685,495,451	26,844,326,310
Gas Transmission Charge	2,830,695,870	2,059,448,621
Price Deficit Charge	-	1,094,172,006
Gas Development Charge	3,414,215,533	3,693,173,578
BAPEX Margin	-	71,821,176
Deficit Wellhead Margin for BAPEX	-	65,590,046
Commodity price of gas	3,868,307,231	8,337,534,102
Support for Shortfall	-	5,577,897,957
Production Charge-BOGMC	448,787,307	237,388,533
LNG Operational Charge-RPGLC	35,438,968	858,548,041
LNG Charge-BOGMC(PB)	52,895,394,063	14,173,629,143
VAT for Gas Purchase	9,450,619,955	4,355,497,207
VAT for Gas Development Fund.	433,058,415	-
	<b>86,628,954,378</b>	<b>67,369,026,720</b>

5 Deferred tax liability

	31.12.2019 Taka	30.06.2019 Taka
Opening Balance	1,172,854,085	1,143,395,403
Addition during the period	(19,399,944)	29,458,682
	<b>1,153,454,141</b>	<b>1,172,854,085</b>

31.12.2019  
Taka

Calculation of deferred tax:

	Carrying Amount	Tax Base	Taxable Temporary Difference
Property, plant and	8,755,463,152	4,141,646,587	4,613,816,565
Applicable rate			25%
<b>Deferred tax liability as on 31 December 2019</b>			<b>1,153,454,141.25</b>
Deferred tax liability as on 31.12.2019			1,153,454,141
Deferred tax liability as on 30.06.2019			1,172,854,085
<b>Deferred tax (Income) for the year 31 Dec 2019</b>			<b>(19,399,944)</b>

Calculation of current tax:

Particulars	Taka
Net profit before Tax (as per accounts)	2,212,308,257
Add: Provision for Bad & Doubtful debts	220,131,012
	<b>2,432,439,269</b>
Add: Depreciation as per Accounts	508,771,126
Less: Depreciation as per IT Schedule	431,171,349
<b>Total Taxable Income</b>	<b>2,510,039,046</b>
Tax Payable @ 25%	627,509,762
<b>Tax Payable (Current Tax)</b>	<b>627,509,762</b>

6 Earning per share

	Jul.19- Dec.19 Taka	Jul.18- Dec.18 Taka
Net Profit attributable to the ordinary shareholders	1,604,198,439	2,119,529,865
Number of ordinary shares outstanding	989,221,831	989,221,831
	<b>1.62</b>	<b>2.14</b>

By the order # 2019/02 of BERC, the minimum charge rule against customer's gas bill had been dropped off, and a new Demand Charge was introduced which impacts in the revenue of the company adversely and results in significant deviation in EPS.

7	Net Asset Value (NAV) Per Share	31.12.2019	30.06.2019
		Taka	Taka
	Net Assets (Total Assets- Liabilities)	68,526,428,809	69,323,514,796
	Number of ordinary shares outstanding	989,221,831	989,221,831
		69.27	70.08

8	Net operating cash flow per share (NOCFPS)	Jul.19- Dec.19	Jul.18- Dec.18
		Taka	Taka
	Net operating cash flows	(324,980,362)	10,400,005,377
	Number of ordinary shares outstanding	989,221,831	989,221,831
		(0.33)	10.51

The significant change in NOCFPS is basically due to tax deducted at source and relative payment of gas purchase to collection against sales are higher than those of the same period of the previous year. A rearrangement is done in the heads under inter company's group accounts and acquisition of stores in cash flow statement for Jul.18-Dec.18 that changed the NOCFPS of that period from Tk.10.33 to Tk. 10.51.

9	Reconciliation of net profit with cash flows from operating activities	Jul.19 to Dec.19	Jul.18 to Dec.18
		Taka	Taka
	Net Profit Before Tax	2,212,308,257	2,826,039,820

**Adjustments for:**

WPPF	(112,521,598)	(139,928,568)
Depreciation	508,771,126	508,410,767
Bad Debt	220,131,012	123,945,303
Income Tax Adjustment	(2,054,300,540)	(1,604,557,698)
Investment Income	(558,470,198)	18,626,190

**Changes in:**

Inventories	(94,567,806)	(194,551,128)
Accounts receivable	(11,142,641,247)	(7,282,301,346)
Advance, deposit & prepayments	28,750,453	(364,547,340)
Group Current Account	53,358,060	(9,852,382)
Other Current Asset	155,873,269	(149,163,178)
Trade and Other Payable	10,153,331,021	16,432,803,577
Liability for Expenses	304,997,828	235,081,360

Net cash flow from operating activities	(324,980,362)	10,400,005,377
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**10 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.19- Dec.19	Outstanding as on 31.12.2019 Receivable/ Payable	Outstanding as on 30.06.2019 Receivable/ Payable
Petrobangla	Controlling Authority		(3,099)	(39,860)	(36,761)
Bapex	Inter Company	Gas Purchase	(221)	(423)	(202)
BGFCL	Inter Company	Gas Purchase	(371)	(1,227)	(856)
GTCL	Inter Company	Gas Transmission	(468)	(2,136)	(1,668)
Bapex	Inter Company	Inter Company Loan	-	1,300	1,300
GTCL	Inter Company	Inter Company Loan	1,277	9,755	8,478
Total			(2,881)	(32,591)	(29,710)

**ii) Particulars of Directors of Titas Gas Transmission and Distribution Company Limited as at 31 December 2019:**

<b>Name of Directors</b>	<b>BOD of TGTDCCL</b>	<b>Entitles where they have Interests</b>
Mr. Abu Hena Md. Rahmatul Muneem	Chairman	Secretary, Energy & Mineral Resources Division
Mr. M. Rafiqul Islam	Independent Director	Ex-Additional Secretary, Energy & Mineral Resources Division
Mr. Md. Ruhul Amin	Director	Chairman, Petrobangla
Mr. Tofazzel Hossain Miah	Director	Private Secretary-1 to Hon'ble Prime Minister
Mr. Md. Nazrul Islam	Director	Additional Secretary(PRL), Finance Division, Finance Ministry
Mr. Haiul Qualum	Director	Chairman, BCIC
Mr. Engr. Khaled Mahmood	Director	Chairman, BPDB
Mr. Ali Mohd. Al-Mamun	Managing Director (Current Charge)	N/A
Mr. Khan Moinul Islam Mustaq	Independent Director	N/A