

Titas Gas Transmission and Distribution Company Limited
Statement of Financial Position (Un-audited)
As at 31 December 2022

Particulars	Notes	AMOUNT IN TAKA	
		31.12.2022	30.06.2022
Assets		64,172,475,523	62,669,970,154
Non-current assets			
Property, plant & equipment (at cost less Depreciation)		9,398,630,928	9,775,175,373
Capital work in progress		7,299,187,908	6,904,110,074
Investments	2	35,102,869,267	33,112,869,267
Inter-company loan		9,672,597,775	9,984,736,325
Loan to employees		2,699,189,645	2,893,079,115
Current assets		133,476,712,412	124,195,879,706
Inventories		2,101,472,434	2,087,753,691
Trade receivables less provision for bad and doubtful debt		61,662,185,156	59,310,158,648
Advances, deposits and prepayments		49,443,832,064	47,141,697,729
Group current accounts		237,112,703	196,343,054
Other current assets		1,830,125,737	1,568,424,034
Cash and cash equivalents		18,201,984,317	13,891,502,549
Total assets		197,649,187,934	186,865,849,859
Equity & Liabilities			
Shareholders' equity		73,629,536,351	73,364,710,667
Share capital		9,892,218,310	9,892,218,310
Share money deposit		2,584,727,955	2,579,773,606
Reserve fund		810,136,693	810,136,693
Revenue reserve		60,342,453,392	60,082,582,058
Non-current liabilities		35,516,298,054	33,936,686,304
Long term loans (net of current maturity)		3,912,087,142	3,900,718,196
Deferred tax liability		825,632,053	855,465,930
Retirement benefit obligations		3,312,343,817	2,970,374,126
Leave pay		97,849,913	107,657,765
Customers' security deposits		27,368,385,129	26,102,470,287
Current liabilities		88,503,353,530	79,564,452,888
Current portion of long term loans		111,111,043	127,818,260
Trade payables	4	51,258,721,307	42,889,972,364
Group current accounts		583,322,453	780,823,789
Workers' profit participation fund and WF payable		82,177,182	99,117,157
Provision for income tax	5	32,354,582,826	32,012,475,658
Unclaimed Dividend	6	12,666,887	12,841,395
Liability for expenses		4,100,771,832	3,641,404,265
Total liabilities		124,019,651,584	113,501,139,192
Total equity & liabilities		197,649,187,934	186,865,849,859
Net assets value per share (NAV)	12	74.43	74.16

(Signature)
25.01.23.
(Md. Lutful Hyder Masum)
Company Secretary

(Signature)
(Arpana Islam)
Director (Finance)

(Signature)
25/1/23
(Engr. Md. Haronur Rashid Mullah)
Managing Director

(Signature)
25.01.23
(Mr. Saidur Rahman)
Director

(Signature)
25/01/2023
(Dr. Md. Khairuzzaman Mozumder)
Chairman

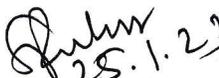
Titas Gas Transmission and Distribution Company Limited
Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
For the Period July- December 2022

Particulars	Notes	AMOUNT IN TAKA			
		July-22 to Dec-22	July-21 to Dec-21	Oct-22 to Dec-22	Oct-21 to Dec-21
Revenue	7	98,423,142,648	90,317,759,183	48,638,828,262	46,711,177,500
Less: Cost of sales	8	95,374,161,645	86,900,834,863	46,762,847,157	44,921,706,740
Gross profit		3,048,981,004	3,416,924,320	1,875,981,106	1,789,470,760
Less: Operating expenses		2,788,046,547	2,610,946,716	1,392,219,841	1,305,570,993
General administrative expenses		2,729,937,906	2,554,853,952	1,360,868,221	1,277,618,832
Transmission & Distribution expenses		58,108,641	56,092,763	31,351,620	27,952,161
Add: Other operating income		71,417,633	46,135,130	62,281,986	33,007,643
Gross operating profit for the year		332,352,090	852,112,735	546,043,251	516,907,410
Less: Finance cost		4,830,675	5,873,029	2,374,057	2,936,514
Net operating profit for the year		327,521,414	846,239,706	543,669,193	513,970,896
Add: Non-operating income		1,316,022,224	1,119,914,044	674,898,537	578,686,194
Investment income		921,776,775	722,250,480	465,085,405	390,130,230
Financial income		394,245,449	397,663,564	209,813,132	188,555,964
Profit before WPPF and WF		1,643,543,638	1,966,153,750	1,218,567,730	1,092,657,089
Less: Provision for contribution to WPPF & WF		82,177,182	98,307,688	60,928,387	54,632,854
Profit before income tax		1,561,366,456	1,867,846,063	1,157,639,344	1,038,024,235
Less: Income tax expenses		312,273,291	441,173,992	231,527,868	318,379,412
Current tax	9	342,107,168	463,138,781	245,518,481	331,438,544
Deferred tax	3	(29,833,877)	(21,964,789)	(13,990,613)	(13,059,132)
Net profit after income tax		1,249,093,165	1,426,672,070	926,111,476	719,644,823
Earning Per Share (EPS)	10	1.26	1.44	0.93	0.73


25.01.23,
(Md. Lutful Hyder Masum)
Company Secretary


(Arpana Islam)
Director (Finance)


(Engr. Md. Haronur Rashid Mullah)
Managing Director


(Mr. Saidur Rahman)
Director


25/02/2023
(Dr. Md. Khairuzzaman Mozumder)
Chairman

Titas Gas Transmission and Distribution Company Limited
Statement of Changes in Equity (Un-audited)

For the Period July 2022 - December 2022

Particulars	Share Capital	Share Money Deposit	Reserve Fund	Revenue Reserve	Total Equity
Balance as on July 01, 2022	9,892,218,310	2,579,773,606	810,136,692	60,082,582,059	73,364,710,669
Net profit after tax for the year				1,249,093,165	1,249,093,165
Cash Dividend for the year 2021-22 @ 10%				(989,221,831)	(989,221,831)
Share money deposit transferred from long term loan	-	4,954,349	-		4,954,349
Balance as on December 31, 2022	<u>9892218310</u>	<u>2584727956</u>	<u>810136692</u>	<u>60342453394</u>	<u>73629536353</u>

For the Period July 2021 - December 2021

Particulars	Share Capital	Share Money Deposit	Reserve Fund	Retained Earnings	Total Equity
Balance as on July 01, 2021	9,892,218,310	2,057,918,478	809,637,893	59,023,447,260	71,783,221,941
Net profit after tax for the year	-	-	-	1,426,672,070	1,426,672,070
Cash Dividend for the year 2	-	-	-	(2,176,288,028)	(2,176,288,028)
Balance as on December 31, 2021	<u>9892218310</u>	<u>2057918478</u>	<u>809637893</u>	<u>58273831303</u>	<u>71033605984</u>

25.01.23
(Md. Lutful Hyder Masum)
Company Secretary

Arpana
(Arpana Islam)
Director (Finance)

Hashim
(Engr. Md. Haronur Rashid Mullah)
Managing Director

25.01.23
(Mr. Saidur Rahman)
Director

Mozumder
(Dr. Md. Khairuzzaman Mozumder)
Chairman

Titas Gas Transmission and Distribution Company Limited

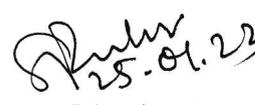
Statement of Cash Flows (Un-audited)
For the Period July 2022- December 2022

PARTICULARS	Notes	AMOUNT IN TAKA	
		Jul'22 to Dec'22	July-21 to Dec-21
A. Cash flows from operating activities			
Receipts from Revenue		95,528,050,657	87,044,314,603
Interest received		1,272,161,098	1,562,691,652
Other Income received		52,111,209	2,380,185
Payment against gas purchase		(87,005,412,702)	(81,283,407,733)
Payment for salary & other cost		(1,928,165,271)	(1,112,217,822)
Payment for WPPF		(99,117,157)	(151,100,432)
Interest paid		(4,830,675)	(5,873,029)
Income tax paid		(2,337,118,621)	(2,122,798,859)
Advance, Deposits & Prepayments		(100,505,700)	(33,949,801)
Other Creditors		746,647,854	294,718,343
Net cash from operating activities		6,123,820,692	4,194,757,107
B. Cash flows from investing activities			
Fixed deposit		(1,705,000,000)	(123,650,000)
Security received from customers		1,275,027,781	1,581,969,823
Loan re-payment made by GTCL		312,138,550	440,693,750
Other current assets		(660,501,292)	(267,381,723)
Acquisition of fixed assets		(366,434,303)	(218,276,832)
Acquisition of stores		(152,405,824)	(204,870,665)
Employees' loan		15,116,219	7,295,792
Gratuity fund		(1,589,780)	(7,950,783)
Leave pay		(39,827,304)	(43,026,740)
Pension fund		346,980,348	(287,728,841)
Provident fund		(36,769,550)	(53,101,703)
Net cash used in investing activities		(1,013,265,154)	856,472,078
C. Cash flows from financing activities			
Share money received		4,954,349	-
Loan received		11368946.4	-
Re-payment of long-term loan		-16707217	(43,394,691)
Dividend paid		(799,689,850)	(1,764,942,834)
Net cash used in financing activities		(800,073,771)	(1,808,337,525)
D. Net increase/decrease in cash & cash equivalents (A+B+C)		4,310,481,767	3,242,891,660
E. Unrealised foreign exchange gain/ (loss)			
F. Cash & cash equivalents at beginning of the year		13,891,502,549	22,461,960,938
G. Cash & cash equivalents at end of the period (D+E)		18,201,984,316	25,704,852,598
Net Operating Cash Flow Per Share (Taka)	11	6.19	4.24


25.01.23
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25/1/2023
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Managing Director


25.01.23
(Mr. Saidur Rahman)
Director


25/01/2023
(Dr. Md. Khairuzzaman Mozumder)
Chairman

Titans Gas Transmission and Distribution Company Limited
Notes to the Financial Statements
For the period July'2022 to December'2022

1 Background and Introduction

Titans 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 (BOGMC) commonly named 'Petrobangla'. Subsequently, the Company's Board was vested with full autonomy and exercise all financial powers as per Company's act 1994 as stated vide the government gazette notification No. বিজ্ঞপত্র (প্রসং-২)/গ্যাস-২/২০০২ (Ask-2)/787 dated 5 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. Currently, Petrobangla holds 75% of the Company' paid up share capital.

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 within its franchise areas viz. greater Dhaka & Mymensingh districts. After construction of the 58 miles long original 14" diameter gas transmission pipeline from Brahmanbaria to Demra the Company started its commercial activities in April 1968 supplying gas to Siddhirganj Power Station which was its first gas consumer. Thereafter, the Company constructed different distribution lines in phases towards Dhaka City area, Ghorashal and Ashuganj for supplying gas to the customers in all categories. Till the liberation of the country in 1971 TGTDCCL had been able to supply gas to two power stations, one fertilizer factory and about 2000 customers in other categories.

The Company since its inception has been developing its activities day by day and at present it has a gas pipeline network of about 13,320.39 km and a total connection of gas customer is 28,77,604 including 8 power stations of PDB, 39 private power stations and 3 fertilizer factories in the bulk category.

2 Investments

Break up of long term investment are against:

	31.12.2022	30.06.2022
	Taka	Taka
Customers' security deposit	26,810,000,000	25,340,000,000
Accumulated Depreciation	5,000,000,000	5,000,000,000
General provident fund	999,480,187	994,480,187
Pension fund	2,290,333,930	1,775,333,930
Investment in share (ICB Islamic Bank)	3,055,150	3,055,150
	35,102,869,267	33,112,869,267

3 Deferred tax liability

	30.12.2022	30.06.2022
	Taka	Taka
Opening Balance	855,465,929	970,452,305
Addition during the year	(29,833,877)	(114,986,376)
	825,632,052	855,465,929

31.12.2022
Taka

	Carrying Amount	Tax Base	Taxable Temporary Difference
	Taka	Taka	Taka
Property, plant and equipment	7,803,748,872	3,675,588,612	4,128,160,260
Applicable rate			20%
Deferred tax liability as on 31.12.2022			825,632,052
Deferred tax liability as on 30.06.2022			855,465,929
Deferred tax Expense/(Income) for the year ended 31.12.2022			(29,833,877)

	31.12.2022	30.06.2022
	Taka	Taka
4 Trade payables		
Liabilities for gas production charge	11,531,547,721	6,398,106,829
Liabilities for transmission charges	908,860,243	1,121,762,252
Liability for Price Deficit Fund (PDF)	314,331,075	314,331,076
Liability for BAPEX margin	12,175,242	12,175,242
Deficit Wellhead Margin Fund for BAPEX (DWMFB)	12,240,587	12,240,586
Gas Development Fund (GDF)	2,458,569,107	2,510,186,802
Support for Shortfall	111,829,261	111,829,261
Liabilities for net charges for LNG	10,537,029,260	10,233,820,072
Liabilities for R-LNG Operational Charge (RPGCL)	28,566,724	24,098,975
Liabilities for VAT (GDF)	15,403	121,006,182
Liabilities for VAT	3,899,040,159	4,090,778,591
Provision for gas purchases liability	18,226,127,492	15,364,902,686
Energy Security Fund (ESF)	2,965,066,732	2,534,256,456
BERC Research Fund (BERCRF)	253,322,302	40,477,355
	51,258,721,307	42,889,972,364

Gas price for the end users of different categories is determined and fixed by BERC (Bangladesh Energy Regulatory Commission) with its order declared and gazetted times to times latest by order # 2022/09 dated 04/06/2022. This end user price, other than the charges for distribution of gas, is allocated among various component as mentioned above namely cost for gas production (well head margin), cost for transmission, Charges for VAT, Charges for various funds raised for future developments/contingencies etc. treated as trade payable.

The Company collects the total end user price from its customers against gas supplied and reimburses the amount for other component of the gas price to the related party namely Petrobangla, BGFCL, BAPEX, GTCL keeping with itself the distribution margin only, which is the Company's basic income.

	31.12.2022	30.06.2022
	Taka	Taka
5 Provision for income tax		
Opening balance	32,012,475,657	31,209,135,986
Add: Addition during the year	342,107,168	803,339,671
	32,354,582,825	32,012,475,657

6 Unclaimed Dividend		
Opening balance	12,841,395	143,602,277
Add: Addition during the Period	-	6,463,957
	12,841,395	150,066,234
Less: Payment during the period	174,508	-
Less: Transferred to Capital Market Stabilization Fund(CMSF)	-	137,224,839
	12,666,887	12,841,395

As per Directive from Bangladesh Securities & Exchange Commission Directive No. BSEC/CMRRCD/ 2021-386/03, Dated : 14 January 2021, Section No-(vii) Year-Wise Summary of Dividend Schedule upto FY 2022-23 as on 31.12.2022 is given below :

Sl	Dividend Year	Unpaid Dividend as on 31.12.2022
		Taka
1	2018-2019	6,001,736
2	2019-2020	6,665,151
Total		12,666,887

		Amount In Taka	
		Jul'22-Dec'22	Jul'21-Dec'21
7	Sales Revenue		
	Gas Sales Revenue	(Note-7.1) 94,396,972,463	86,706,036,107
	Operational Income	(Note-7.2) 4,026,170,186	3,611,723,077
		98,423,142,648	90,317,759,183
7.1	Gas Sales Revenue		
	Power (PDB)	4,463,459,236	3,011,188,839
	Power (Private)	8,634,131,426	10,058,868,755
	Fertilizer	527,812,896	597,885,241
	Industrial	23,865,934,873	21,806,823,355
	Captive Power	28,400,603,285	25,718,193,824
	Feed Gas for CNG	11,266,178,725	9,494,419,418
	Domestic	14,813,054,060	983,678,582
	Domestic (Metered)	1,421,783,008	14,161,217,241
	Commercial	1,004,014,952	873,760,850
		94,396,972,463	86,706,036,107
7.2	Operational Income		
	Meter rent	346,883,084	232982018.3
	Higher Heating charge	932,090,114	967406723.3
	Connection & reconnection charges	2,917,450	10770214
	Late payment penalties	1,305,705,702	992250620.9
	Gas Sales (Domestic) for illegal use	910,137	62885773
	Gas connection commission fees	-	123777
	Penalties for Illegal use by customers	105,040	11246687
	Profit from sale of stores	64,690,682	41891145.1
	Gas transmission Income**	82,015,875	44772872
	Demand Charge*	1,290,852,102	1247393246
		4,026,170,186	3,611,723,077
8	Cost of Sales		
	Gas production cost	15,245,686,274	13,873,819,014
	Gas Transmission Charge	2,992,431,018	3,070,236,512
	Gas Development Charge	3,556,486,042	3,548,168,041
	Energy security fund (ESF) charge	3,627,952,180	3,921,751,353
	BERC Research Fund Charges (BERCRF)	219,427,780	-
	Petrobangla Charge(BOGMC)	-	455,616,727
	LNG Operational Charge-RPGCL	10,536,831	72,491,209
	LNG Charge-BOGMC(PB)	61,224,145,994	53,514,811,298
	VAT for Gas Purchase	8,497,495,526	8,073,954,998
	VAT for Gas Development Fund.	-	369,985,710
		95,374,161,645	86,900,834,863
9	Computation of taxable income and tax Payable (Current Tax)		
			Amount In Taka
			Jul'22-Dec'22
	Net profit before Tax (as per accounts)		1,561,366,456
	Add: Provision for Bad & Doubtful debts		-
	Total Taxable Income		1,561,366,456
	Add: Depreciation as per Accounts		508,952,440
	Less: Depreciation as per IT Schedule		359,783,055
	Total Taxable Income		1,710,535,841
	Tax Payable (Current Tax)@20%		342,107,168

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

Particulars	July'22 to Dec'22	
	%	Tk.
Profit before tax		1,561,366,456
Applicable tax	0.20	312,273,291

		Amount In Taka	
		Jul'22-Dec'22	Jul'21-Dec'21
Provision for Bad & Doubtful debts	-		-
Depreciation as per Accounts	0.07		101,790,488
Depreciation as per IT Schedule	(0.05)		(71,956,611)
Effective current tax	0.22		342,107,168
Effective deferred tax	(0.02)		(29,833,877)
Income Tax expenses	0.20		312,273,291

10 **Earning per share**

		Amount In Taka	
		Jul'22-Dec'22	Jul'21-Dec'21
Net Profit attributable to the ordinary shareholders		1,249,093,165	1,426,672,070
Number of ordinary shares outstanding		989,221,831	989,221,831
Earning per share		<u>1.26</u>	<u>1.44</u>

From June-2022 Bangladesh Energy Regulatory Commission re-fixed Company's distribution margin through BEREC order # 2022/09 from 0.25 to 0.13 per cubic meter. On the other side 'Company's contribution to Pension Fund is increase as per board decision as a results significant deviation in EPS.

11 **Net operating cash flow per share (NOCFPS)**

		Amount In Taka	
		Jul'22-Dec'22	Jul'21-Dec'21
Net operating cash flows		6,123,820,692	4,194,757,107
Number of ordinary shares outstanding		989,221,831	989,221,831
		<u>6.19</u>	<u>4.24</u>

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

12 **Net Asset Value (NAV) Per Share**

		Amount In Taka	
		31.12.2022	30.06.2022
Net Assets (Total Assets- Liabilities)		73,629,536,351	73,364,710,667
Number of ordinary shares outstanding		989,221,831	989,221,831
		<u>74.43</u>	<u>74.16</u>

13 **Reconciliation of net profit with cash flows from operating activities:**

		Amount In Taka	
		Jul'22-Dec'22	Jul'21-Dec'21
Net Profit Before Tax		<u>1,561,366,456</u>	<u>1,867,846,063</u>

Adjustments for:

Adjustment for WPPF	82,177,182	98,307,688
Depreciation	508,952,440	502,168,136
Bad Debt	-	61,244,613
Foreign exchange loss	3,937,422	-
Interest Payment Adjustment	(34,457)	(5,873,029)
Income Tax Adjustment	(2,841,118,621)	(2,122,798,859)
Investment Income	68,990,685	465,200,770

Changes in:

Decrease/(Increase) in Inventories	(13,718,743)	(32,955,406)
Decrease/(Increase) in Accounts receivable	(2,455,792,440)	(3,251,056,999)
Decrease/(Increase) in Advance, deposit & prepayments	538,984,286	281,239,815
Decrease/(Increase) in Other Current Asset	(238,270,986)	432,949,361
(Decrease)/Increase in Group Current Account	(261,701,703)	(68,194,535)
Increase in Trade and Other Payable	8,368,748,944	5,719,963,885
Increase in Liability for Expenses	801,300,228	246,715,605
Net Cashflows from operating activities	<u>6,123,820,692</u>	<u>4,194,757,107</u>

14 **Related party disclosure**

i) Related party transactions

During the year, the company carried out a number of transactions with related parties 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 during the year	Outstanding as on 30.12.2022 Receivable/ (Payable)	Outstanding as on 30.06.2022 Receivable/ (Payable)
Petrobangla	Controlling Authority		(7,856)	(26,294)	(18,438)
BAPEX	Inter-company	Gas Purchase	(233)	(447)	(214)
BGFCL	Inter-company	Gas Purchase	(471)	(1,066)	(595)
RPGLCL	Inter-company	Gas Purchase	(5)	(29)	(24)
GTCL	Inter-company	Gas Transmission	213	(909)	(1,122)
BAPEX	Inter-company	Inter-company loan	(33)	813	845
GTCL	Inter-company	Inter-company loan	(280)	8,860	9,140
Total			(8,663)	(19,071)	(10,408)

ii) Particulars of Directors of Titas Gas Transmission and Distribution Company Limited

Name of Directors	BOD of TGTDCCL	Entities where they have interests
Dr. Md. Khairuzzaman Mozumder	Chairman	Secretary, Energy & Mineral Resources Division
Mr. Zanendra Nath Sarker	Director	Chairman, Petrobangla
Mr. Saidur Rahman	Director	Chairman, BCIC
Mr. Md. Mahbubur Rahman	Director	Chairman, BPDB
Monira Begum	Director	Joint Secretary, Prime Minister's Office
Dr. Nasima Akhter	Director	Joint Secretary, Finance Division
Eng. Md. Haronur Rashid Mullah	Managing Director	Titas Gas T & D Co.Ltd
Eng. Mohammad Mynul Islam	Independent Director	N/A
Mr. Saifuddin Ahmed Bhuiyan	Independent Director	N/A

15 **Disclosure as per Schedule XI, Part II, Para 4 of the Companies Act 1994**

Managing Director remuneration and benefit	<u>1,170,438</u>	<u>1,080,905</u>
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