

**Titas Gas Transmission and Distribution Company Limited**

**Statement of Financial Position (un-audited)**

As on 30 September 2020

Particulars	Notes	AMOUNT IN TAKA	
		30.09.2020	30.06.2020
<b>Assets</b>			
<b>Non-current assets</b>		<b>50,806,123,105</b>	<b>58,738,552,101</b>
Property, plant & equipment (at cost less Depreciation)		10,248,847,468	10,466,986,084
Capital work in progress		4,507,004,942	4,472,865,231
Investments	2	21,104,950,109	28,644,322,628
Inter-company loan		11,816,892,625	11,937,240,500
Loan to employees		3,128,427,961	3,217,137,658
<b>Current assets</b>		<b>121,044,336,290</b>	<b>121,857,457,008</b>
Inventories		1,897,327,945	1,848,970,963
Trade receivables less provision for bad and doubtful debt		60,877,100,641	58,673,609,817
Advances, deposits and prepayments		40,064,707,256	38,585,985,166
Group current accounts		484,588,135	401,321,282
Other current assets		2,157,090,196	2,452,210,667
Cash and cash equivalents		15,563,522,117	19,895,359,114
<b>Total assets</b>		<b>171,850,459,394</b>	<b>180,596,009,109</b>
<b>Equity &amp; Liabilities</b>			
<b>Shareholders' equity</b>		<b>71,287,159,682</b>	<b>70,621,664,476</b>
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		58,801,165,621	58,135,670,415
<b>Non-current liabilities</b>		<b>27,608,423,899</b>	<b>27,105,613,285</b>
Long term loans (net of current maturity)		2,903,990,031	2,903,990,031
Deferred tax liability		1,100,020,996	1,112,618,020
Retirement benefit obligations		2,076,045,556	2,036,695,309
Leave pay		187,367,299	193,120,115
Customers' security deposits		21,341,000,017	20,859,189,810
<b>Current liabilities</b>		<b>72,954,875,814</b>	<b>82,868,731,348</b>
Current portion of long term loans		65,055,624	86,740,830
Trade payables	3	39,713,779,694	49,602,281,434
Group current accounts		639,792,854	643,596,745
Workers' profit participation fund and WF payable		239,399,189	266,713,626
Provision for income tax	4	30,426,778,698	30,177,670,929
Liability for expenses		1,870,069,754	2,091,727,784
<b>Total liabilities</b>		<b>100,563,299,712</b>	<b>109,974,344,634</b>
<b>Total equity &amp; liabilities</b>		<b>171,850,459,394</b>	<b>180,596,009,109</b>
<b>Net assets value per share (NAV)</b>	5	<b>72.06</b>	<b>71.39</b>

  
10.11.2020  
(Mahmudur Rab)  
Company Secretary

  
10/11/2020  
(A.S.M Ziaul Hoque)  
Director (Finance)

  
10/11/2020  
(Ali Mohd. Al Mamun)  
Managing Director

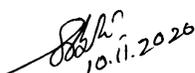
  
10/11/2020  
(Md. Saidur Rahman)  
Independent Director

  
10/11/2020  
(Md. Anisur Rahman)  
Chairman

**Titas Gas Transmission and Distribution Company Limited**  
**Statement of Profit or Loss and Other Comprehensive Income (un-audited)**

For the quarter ended 30 September 2020

Particulars	Notes	AMOUNT IN TAKA	
		Jul'20 - Sep'20	Jul'19 - Sep'19
Revenue	6	42,526,648,105	44,524,973,369
Less: Cost of sales	7	40,904,722,011	43,531,269,736
<b>Gross profit</b>		<b>1,621,926,094</b>	<b>993,703,633</b>
Less: Operating expenses		1,224,525,695	1,256,422,506
General administrative expenses		1,204,530,381	1,209,263,572
Transmission & Distribution expenses		19,995,314	47,158,934
Add: Other operating income		25,416,927	293,302,878
<b>Gross operating profit for the year</b>		<b>422,817,327</b>	<b>30,584,005</b>
Less: Finance cost		3,747,270	4,578,862
<b>Net operating profit for the year</b>		<b>419,070,057</b>	<b>26,005,143</b>
Add: Non-operating income		530,409,897	965,833,612
Investment income		361,750,800	786,232,466
Financial income		168,659,097	179,601,146
<b>Profit before WPPF and WF</b>		<b>949,479,954</b>	<b>991,838,755</b>
Less: Provision for contribution to WPPF & WF		47,473,998	49,591,938
<b>Profit before income tax</b>		<b>902,005,956</b>	<b>942,246,817</b>
Less: Income tax expenses		236,510,744	228,361,732
Current tax		249,107,769	235,561,704
Deferred tax	8	(12,597,025)	(7,499,972)
<b>Net profit after income tax</b>		<b>665,495,212</b>	<b>713,885,085</b>
<b>Earning Per Share (EPS)</b>	9	<b>0.67</b>	<b>0.72</b>

  
 10.11.2020  
 (Mahmudur Rab)  
 Company Secretary

  
 10/11/20  
 (A.S.M Ziaul Hoque)  
 Director (Finance)

  
 10/11/2020  
 (Ali Mohd. Al Mamun)  
 Managing Director

  
 10/11/2020  
 (Md. Saidur Rahman)  
 Independent Director

  
 10/11/2020  
 (Md. Anisur Rahman)  
 Chairman

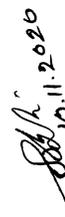
**Titas Gas Transmission and Distribution Company Limited**  
**Statement of Changes In Equity (un-audited)**

For the quarter ended 30 September 2020

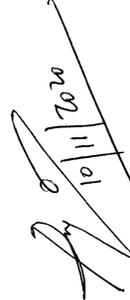
Particulars	Share Capital	Share Money Deposit	Reserve Fund	Revenue Reserve	Total Equity
Balance as on July 01, 2020	9,892,218,310	1,784,948,408	808,827,343	58,135,670,409	70,621,664,470
Net profit after tax for the period	-	-	-	665,495,212	665,495,212
<b>Balance as on 30 September 2020</b>	<b>9,892,218,310</b>	<b>1,784,948,408</b>	<b>808,827,343</b>	<b>58,801,165,621</b>	<b>71,287,159,682</b>

For the period July-September 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	809,575,541	57,109,583,673	69,323,514,794
Net profit after tax for the period	-	-	-	713,885,085	713,885,085
<b>Balance as on 30 September 2019</b>	<b>9,892,218,310</b>	<b>1,512,137,270</b>	<b>809,575,541</b>	<b>57,823,468,758</b>	<b>70,037,399,879</b>

  
 (Mahmudur Rab)  
 Company Secretary

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

  
 (Ali Mohd. Al Mamun)  
 Managing Director

  
 (Md. Saidur Rahman)  
 Independent Director

  
 (Md. Anisur Rahman)  
 Chairman

**Titas Gas Transmission and Distribution Company Limited**  
**Statement of Cash Flows (un-audited)**  
**For the quarter ended 30 September 2020**

PARTICULARS	Notes	AMOUNT IN TAKA	
		30/Sep/2020	30/Sep/2019
<b>A. Cash flows from operating activities</b>			
Receipts from Revenue		40,064,086,745	40,153,374,225
Interest received		952,564,434	464,289,659
Other Income received		943,571	9,550,907
Payment against gas purchase		(50,964,635,292)	(39,154,274,040)
Payment for salary & other cost		(657,400,211)	(495,258,986)
Payment for WPPF		(74,788,435)	-
Inter Company a/c's		(4,459,792)	2,341,698
Interest paid		(3,274,049)	(4,578,862)
Income tax paid		(1,014,806,559)	(1,003,940,625)
Advance, Deposits & Prepayments		(525,291,645)	20,491,924
Other Creditors		80,084,407	165,027,883
<b>Net cash from operating activities</b>		<b>(12,146,976,826)</b>	<b>157,023,783</b>
<b>B. Cash flows from investing activities</b>			
Fixed deposit		7,539,372,520	(30,000,000)
Security received from customers		491,341,405	561,974,165
Loan re-payment made by BAPEX		32,500,000	-
Loan to GTCL		-	(800,000,000)
Loan re-payment made by GTCL		87,847,875	87,847,875
Other current assets		(122,280,907)	-
Acquisition of fixed assets		(72,418,426)	(29,185,123)
Acquisition of stores		(37,031,816)	(10,420,198)
Employees' loan		(241,705)	(446,231,478)
Leave pay		(20,346,726)	(12,746,061)
Pension fund		(38,211,512)	(32,648,433)
Provident fund		(19,302,628)	-
<b>Net cash used in investing activities</b>		<b>7,841,228,080</b>	<b>(711,409,253)</b>
<b>C. Cash flows from financing activities</b>			
Re-payment of long-term loan		(21,685,208)	(21,600,245)
Dividend paid		(4,403,043)	(576,991)
<b>Net cash used in financing activities</b>		<b>(26,088,251)</b>	<b>(22,177,236)</b>
<b>D. Net increase/decrease in cash &amp; cash equivalents (A+B+C)</b>		<b>(4,331,836,997)</b>	<b>(576,562,706)</b>
<b>E. Unrealised foreign exchange gain/ (loss)</b>			
<b>F. Cash &amp; cash equivalents at beginning of the year</b>		19,895,359,114	12,907,783,528
<b>G. Cash &amp; cash equivalents at end of the period (D+E)</b>		<b>15,563,522,117</b>	<b>12,331,220,823</b>

Net Operating Cash Flow Per Share (Taka)

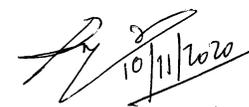
10

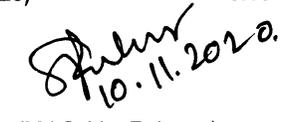
(12.28)

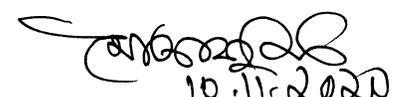
0.16

  
 Mahmudur Rab  
 Company Secretary

  
 A.S.M Ziaul Hoque  
 Director (Finance)

  
 Ali Mohd. Al Mamun  
 Managing Director

  
 Md. Saidur Rahman  
 Independent Director

  
 Md. Anisur Rahman  
 Chairman

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

	30.09.2020	30.06.2019
<b>Break up of long term investment are against:</b>		
Customers' security deposit	19,293,376,002	20,857,748,521
Depreciation	-	6,090,000,000
General provident fund	869,481,687	919,481,687
Pension fund	485,012,690	320,012,690
ICB Unit Certificate	455,333,930	455,333,930
Investment in share (ICB Islamic Bank)	1,745,800	1,745,800
	<b>21,104,950,109</b>	<b>28,644,322,628</b>

A net of Tk. 753.93 Crore of the investment was to encashed during the period due to make quick payment of trade payables specially for 'Net Charge for LNG' as of the directions of the regulatory body, though the collection against receivables was slower due to COVID-19 pandemic.

**3 Trade payables**

	30.09.2020	30.06.2019
Against Gas Production Charge	7,499,354,178	12,828,066,428
Against Transmission charge	1,829,434,297	2,897,497,499
Against Price Deficit Fund (PDF)	325,499,449	325,499,449
Against BAPEX margin	12,175,242	12,175,242
Against Deficit Wellhead Margin Fund for BAPEX (DWMFB)	12,240,587	12,240,587
Against Gas Development Fund (GDF)	1,779,506,083	3,125,060,785
Against Support for Shortfall	111,829,261	111,829,261
Against Net Charge for LNG	16,299,296,716	14,280,010,871
Against LNG Operational Charge-RPGCL	112,748,878	93,716,077
Against VAT (GDF)	3,792,740,012	7,654,170,501
Against VAT	291,383,134	354,316,847
Provision for dispute of gas purchases volume**	6,137,698,790	4,910,557,130
Against Energy Security Fund (ESF)	1,509,873,068	2,997,140,760
	<b>39,713,779,694</b>	<b>49,602,281,436</b>

**4 Provision for Income Tax**

	30.09.2020	30.06.2019
Opening Balance	30,177,670,929	28,669,406,438
Addition During the Period	249,107,769	1,508,264,490
	<b>30,426,778,698</b>	<b>30,177,670,929</b>

5 Net Asset Value (NAV) Per Share		Jul.20- Sep.20	Jul.19- Sep.19
Net Assets (Total Assets - Liabilities)		71,287,159,682	70,621,664,476
Number of ordinary shares outstanding		989,221,831	989,221,831
		<b>72.06</b>	<b>71.39</b>
6 Revenue		Jul.20- Sep.20	Jul.19- Sep.19
Gas Sales Revenue	Note-6.1	40,812,711,241	43,265,836,183
Operational Income	Note-6.2	1,713,936,864	1,259,137,186
		<b>42,526,648,105</b>	<b>44,524,973,369</b>
6.1 Gas Sales Revenue		Jul.20- Sep.20	Jul.19- Sep.19
Power (PDB)		1,326,006,228	2,566,509,601
Power (Private)		4,838,081,596	4,938,009,818
Fertilizer		359,811,020	360,499,953
Industrial		9,612,338,489	9,487,322,854
Captive Power		12,133,729,831	11,637,501,439
Feed Gas for CNG		4,436,681,072	5,773,655,290
Domestic		7,650,205,702	7,923,628,741
Commercial		455,857,304	578,708,487
		<b>40,812,711,241</b>	<b>43,265,836,183</b>
6.2 Operational Income		Jul.20- Sep.20	Jul.19- Sep.19
Meter rent		86,976,340	60,825,496
Demand Charge		592,606,482	570,061,827
Higher Heating Value		367,264,906	222,337,109
Connection & reconnection fee		1,683,864	817,860
Late payment penalties		594,791,279	318,426,207
Gas Sales (Domestic) for Illegal use		2,181,201	820,860
Gas connection commission fees		60,000	61,000
Penalty for Illegal use by customer		823,748	730,621
Profit from sale of stores		9,331,062	335,155
Gas transmission Income*		58,217,983	84,721,051
		<b>1,713,936,864</b>	<b>1,259,137,186</b>
7 Cost of Sales		Jul.20- Sep.20	Jul.19- Sep.19
Gas Production Charge		6,284,813,909	6,989,679,627
Gas Transmission Charge*		1,435,716,158	1,495,241,363
Gas Development Fund (GDF) Charge		1,609,114,717	1,788,525,007
Energy Security Fund (ESF) Charge		1,778,538,630	1,976,883,957
Petrobangla Charge - BOGMC		213,688,882	233,488,498
LNG Operational Charge - RPGLC		19,032,801	19,658,847
Net Charge for LNG - BOGMC		24,211,078,467	26,181,031,617
VAT on end user price		3,944,831,171	4,846,760,820
VAT (GDF) on end user price		180,765,616	-
Cost for dispute of gas purchases volume**		1,227,141,660	-
		<b>40,904,722,011</b>	<b>43,531,269,736</b>

\*Transmission charge income from the gas transmitted through company's own transmission pipeline to Bakhrabad 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 Titas 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 transmitted.

8 Deferred tax expenses (Income):

	Accounted for	Tax Base	Taxable Temporary Difference
Applicable depreciation	256,417,331	206,029,231	(50,388,100)
			0.25
<b>Deferred tax expenses (income) as on 30 September 2020</b>			<b>(12,597,025)</b>

9 Earning per share

	Jul.20- Sep.20	Jul.19- Sep.19
Net Profit attributable to the ordinary shareholders	664,747,012	713,885,085
Number of ordinary shares outstanding	989,221,831	989,221,831
	<b>0.67</b>	<b>0.72</b>

10 Net operating cash flow per share (NOCFPS)

	Jul.20- Sep.20	Jul.19- Sep.19
Net operating cash flows	(12,146,976,826)	157,023,783
Number of ordinary shares outstanding	989,221,831	989,221,831
	<b>(12.28)</b>	<b>0.16</b>

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

11 Reconciliation of net profit with cash flows from operating activities

	Jul.20- Sep.20	Jul.19- Sep.19
Net Profit Before Tax	902,005,956	942,246,817
<u>Adjustments for:</u>		
Adjustment for WPPF	47,473,998	49,591,938
Depreciation	256,417,331	244,385,563
Bad Debt	44,037,022	22,631,650
Interest Payment adjustment	(3,747,270)	-
Income Tax Adjustment	(1,014,806,559)	(1,003,940,625)
Investment Income	(475,239,267)	(786,232,466)
<u>Changes in:</u>		
Decrease/ (Increase) in Inventories	(48,356,981)	100,266,265
Decrease/ (Increase) in Trade receivable	(1,655,269,186)	(4,400,645,759)
Decrease/ (Increase) in Advance, deposit & prepayments	(463,915,531)	16,370,601
Decrease/ (Increase) in Other Current Asset	295,120,471	614,501,056
(Decrease)/ Increase in Group Current Account	79,462,962	61,742,759
(Decrease)/ Increase in Trade and Other Payable	(9,888,501,740)	4,571,682,496
(Decrease)/ Increase Liability for Expenses	(221,658,030)	(275,576,513)
<b>Net cash flow from operating activities</b>	<b>(12,146,976,826)</b>	<b>157,023,782</b>

12 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-Sep'20	Outstanding as on 30.09.2020 Receivable/(Payable)	Outstanding as on 30.06.2020 Receivable/(Payable)
Petrobangla	Controlling/ holding Authority	Cost of sales, Inter Company	5,342	(26,326)	(31,668)

Bapex	Sister Concern	Cost of sales, Inter Company	206	(238)	(444)
BGFCL	Sister Concern	Cost of sales, Inter Company	594	(850)	(1,444)
RPGCL	Sister Concern	Cost of sales, Inter Company	(19)	(113)	(94)
GTCL	Sister Concern	Cost of sales, Inter Company	1,068	(1,829)	(2,897)
Bapex	Sister Concern	Inter Company Loan	(33)	1,105	1,138
GTCL	Sister Concern	Inter Company Loan	(88)	10,712	10,800
<b>Total</b>			<b>7,070</b>	<b>(17,539)</b>	<b>(24,609)</b>

ii) Particulars of Directors of Titas Gas Transmission and Distribution Company Limited as at 30 September 2020

Name of Directors	BOD of TGTDC	Entities where they have interests
Mr. Md. Anisur Rahman	Chairman	Senior Secretary, Energy & Mineral Resources Division
Mr. Md. Saidur Rahman	Independent Director	Joint Secretary (Admin), Finance division
Mr. Tofazzel Hossain Miah	Director	Private Secretary-1 to Hon'ble Prime Minister
Mr. Md. Mustafizur Rahman	Director	Chairman, BCIC.
Mr. A B M Abdul Fattah	Director	Chairman, Petrobangla
Mr. Md. Belayet Hossain	Director	Chairman, BPDB
Eng. Mohammad Mynul Islam	Director	N/A
Mr. Saifuddin Ahmed Bhuiyan	Independent Director	N/A
Mr. Ali Mohd. Al Mamun	Managing Director	Titas Gas T & D Co.Ltd.Dhaka