

**ATLAS BANGLADESH LIMITED**  
265-267, TONGI INDUSTRIAL AREA, TONGI, GAZIPUR  
Half Year Un-Audited Financial Statements as at 31 December 2020

Please find below the provisional & un-audited Half Year Financial Statements for the period ended 31 December 2020 as per SEC Notification No BSEC/CMRRCD/2006-158/207/Admin/80 dated June 03, 2018 & BSEC/CMRRCD/2006-158/208/Admin/81 dated June 20, 2018.

**Statement of Financial Position as at 31 December 2020 (Un-Audited)**

Particulars	(Amount in Taka)	
	31 Dec. 2020	30 June 2020
<b>ASSETS</b>		
<b>Non Current Assets (A)</b>		
Property, Plant and Equipment (At cost less depreciation)	3,831,058,085	3,802,566,860
Other Assets	-	-
<b>Total</b>	<b>3,831,058,085</b>	<b>3,802,566,860</b>
<b>CURRENT ASSETS (B)</b>		
Inventories	169,835,544	157,994,994
Trade and Other Receivables	84,726,583	79,890,939
Advance, Deposit & Prepayments	680,000,303	700,057,510
Cash & Cash Equivalents	313,522,613	366,113,604
<b>Total Current Assets</b>	<b>1,248,085,043</b>	<b>1,304,057,047</b>
<b>Total Assets (A+B)</b>	<b>5,079,143,128</b>	<b>5,106,623,907</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>SHARE HOLDERS EQUITY ( A )</b>		
Share Capital	331,271,080	331,271,080
Share Premium	158,182,500	158,182,500
General Reserve	18,000,000	18,000,000
Revaluation reserve	3,633,686,560	3,633,845,507
Capital Reserve	5,215,219	5,215,219
Retained Earnings	138,428,457	203,281,336
<b>Total Shareholders Equity</b>	<b>4,284,783,816</b>	<b>4,349,795,642</b>
<b>NON CURRENT LIABILITY (B)</b>		
Long Term Loan	2,184,296	2,184,296
Obligatory Employee Retirement Benefit (Gratuity)	95,915,220	94,920,544
Deferred Tax Liability	153,187,856	153,167,557
<b>Total Non Current Liabilities</b>	<b>261,287,372</b>	<b>250,272,397</b>
<b>CURRENT LIABILITIES ( C )</b>		
Trade and Other Payables	150,558,015	130,959,678
Unpaid Dividend	74,374,332	57,916,161
Provision for Taxation	318,139,593	317,680,029
<b>Total Current Liabilities</b>	<b>543,071,940</b>	<b>506,555,868</b>
<b>TOTAL EQUITY &amp; LIABILITIES (A+B+C)</b>	<b>5,079,143,128</b>	<b>5,106,623,907</b>
<b>Net Assets Value (NAV) (Tk.)</b>	<b>4,284,783,816</b>	<b>4,349,795,642</b>
<b>Net Assets Value (NAV) per share</b>	<b>129</b>	<b>131</b>

**Statement of Profit or Loss and other Comprehensive Income (Un-Audited) for the period ended 31 December 2020**

Particulars	(Amount in Taka)			
	For the period July 20 to December 20	Comparative period July 19 to Dec. 19	For the Period October 20 to December 20	Comparative Period October 19 to December 19
<b>Net Sales</b>	65,384,576	104,627,911	9,279,332	66,617,028
Less: Cost of Sales	(92,787,302)	(114,514,725)	(29,640,667)	(70,863,179)
<b>Gross Profit/(Loss)</b>	<b>(27,402,726)</b>	<b>(9,886,815)</b>	<b>(20,361,335)</b>	<b>(4,246,151)</b>
Less: Admin, Selling & Distribution & Financial Exp.	(31,775,150)	(29,212,883)	(16,100,081)	(15,144,279)
<b>Operating Income/(Loss)</b>	<b>(59,177,876)</b>	<b>(39,099,698)</b>	<b>(36,461,416)</b>	<b>(19,390,430)</b>
Add: Non-Operating Income	11,209,467	13,626,399	5,352,976	6,317,373
Less: Profit cont. to W.P.P.F.	-	-	-	-
<b>Net profit/(Loss) before Tax</b>	<b>(47,968,409)</b>	<b>(25,473,299)</b>	<b>(31,108,440)</b>	<b>(13,073,057)</b>
Less: Income Tax Expenses	(532,845)	(705,963)	(124,620)	(435,246)
Current	459,564	709,526	87,794	437,606
Deferred	73,281	(3,563)	36,826	(2,360)
<b>Net Profit/(Loss) after tax for the period</b>	<b>(48,501,254)</b>	<b>(26,179,262)</b>	<b>(31,233,060)</b>	<b>(13,508,303)</b>
<b>Earning per Share (EPS)</b>	<b>(1.46)</b>	<b>(0.79)</b>	<b>(0.94)</b>	<b>(0.41)</b>

**Statement of Cash Flows (Un-Audited) for the period ended 31 December 2020**

Particulars	(Amount in Taka)	
	31-Dec-20	31-Dec-19
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Collection from Turnover and other Income	79,909,392	201,711,924
Payment for Costs & Expenses	(85,993,532)	(246,257,481)
Income Tax paid and deducted at Source	(14,089,744)	(36,250,972)
<b>Net cash used by operating activities</b>	<b>(20,173,884)</b>	<b>(80,796,529)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of Fixed Assets	(32,311,725)	(591,520)
Disposal of Fixed Assets	-	-
<b>Net cash used by investing activities</b>	<b>(32,311,725)</b>	<b>(591,520)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loan Repaid	-	-
Dividend Paid	(105,382)	(60,148)
<b>Net cash used by financing activities</b>	<b>(105,382)</b>	<b>(60,148)</b>
<b>Net Cash inflows/(outflows) for the period</b>	<b>(52,590,991)</b>	<b>(81,448,197)</b>
Opening Cash and Bank Balances	366,113,604	432,456,669
<b>Closing Cash and Bank Balances</b>	<b>313,522,613</b>	<b>351,008,472</b>
<b>Net Operating Cash Flow Per Share (NOCFPS) (Tk.)</b>	<b>(0.61)</b>	<b>(2.44)</b>

**Statement of changes in Equity (Un-Audited) for the period ended 31 December 2020**

Particulars	(Amount in Taka)						
	Share Capital	Capital Reserve	General Reserve	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance at 1st July, 2020	331,271,080	5,215,219	18,000,000	158,182,500	3,633,845,507	203,281,336	4,349,795,642
Net profit/(Loss) after Tax for the period	-	-	-	-	-	(48,501,254)	(48,501,254)
Revaluation reserve transfer for dep.	-	-	-	-	(211,929)	211,929	-
Adjustment for deferred tax	-	-	-	-	52,982	-	52,982
Less/Add: Prior year's Exp./ Income	-	-	-	-	-	-	-
Bonus Share (2019-2020)	-	-	-	-	-	-	-
Cash Dividend (2019-2020)	-	-	-	-	-	(16,563,554)	(16,563,554)
<b>Balance as at 31 December 2020</b>	<b>331,271,080</b>	<b>5,215,219</b>	<b>18,000,000</b>	<b>158,182,500</b>	<b>3,633,686,560</b>	<b>138,428,457</b>	<b>4,284,783,816</b>

**Statement of changes in Equity (Un-Audited) for the comparative period ended 31 December 2019**

Particulars	(Amount in Taka)						
	Share Capital	Capital Reserve	General Reserve	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance at 1st July, 2019	331,271,080	5,215,219	18,000,000	158,182,500	3,634,544,670	263,474,926	4,410,688,395
Net profit/(Loss) after Tax for the period	-	-	-	-	-	(26,179,262)	(26,179,262)
Revaluation reserve transfer for dep.	-	-	-	-	(325,795)	325,795	0
Adjustment for deferred tax	-	-	-	-	40,725	-	40,725
Less/Add: Prior year's Exp./ Income	-	-	-	-	-	(61,822)	(61,822)
Bonus Share (2018-2019)	-	-	-	-	-	-	-
Cash Dividend (2018-2019)	-	-	-	-	-	-	-
<b>Balance as at 31 December 2019</b>	<b>331,271,080</b>	<b>5,215,219</b>	<b>18,000,000</b>	<b>158,182,500</b>	<b>3,634,259,600</b>	<b>237,559,632</b>	<b>4,364,488,035</b>

(Mohammad Mustakim Akanda)  
CFO

(Sanjay Kumar Datta)  
Company Secretary

(Engr. Abdul Malek Morol)  
Managing Director

(Akhter Hossain)  
Director

(Md. Abdul Wahad)  
Director

**ATLAS BANGLADESH LIMITED**  
Notes to the Half year un-audited & provisional Financial Statements  
For the period ended 31 December 2020

**1.00 (a) ABOUT THE COMPANY**

Atlas Bangladesh Limited was incorporated as a private Limited Company in 1966 and thereafter as per Government's decision it was converted into a public limited company in 1987. The Company assembles motor cycle and imports spare parts. It also manufactures and markets some of these parts locally. In Bangladesh, Atlas Bangladesh Limited was the sole distributor of Honda Motor Company Limited, Japan, Hero Honda Motors Limited India, HMSI India and Atlas Honda Limited, Pakistan. After separation of business relation with Hero Honda Motors Ltd. ABL engage Distribution and Technical Assistance Agreement with Chongqing Zongshen Group I/E Crop, China. The assembled Motorcycle under this agreement, ABL is marketing under the trade mark of ZONGSHEN-ATLAS. ABL also engaged a Memorandum of Understanding (MoU) on 24th May 2018, after that sign an agreement for five years on 11th February 2019 with TVS AUTO BANGLADESH LIMITED as a "Corporate Partner". Now ABL is engage in assembling and marketing TVS brand Motorcycles to the Corporate sector beside ZONGSHEN-ATLAS brand.

The shares of the Company are listed in the Dhaka Stock Exchange Limited, Bangladesh. The registered office of the Company is situated at 265-267 Tongi Industrial Area, Tongi, Gazipur.

**(b) Components of the Financial Statements:**

- (i) Statement of Financial Position
- (ii) Statement of Profit or Loss and other Comprehensive Income
- (iii) Statement of Changes in Equity
- (iv) Statement of Cash Flows
- (v) Accounting Policies and Explanatory Notes to the Financial Statements.

**2.00 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

**(a) Fundamental Accounting Concepts/ Assumption**

The Half year un-audited & provisional financial statements have been prepared under historical cost convention on accrual basis and such other convention as required by IAS-1 & IAS-34 "Interim financial reporting" and IFRS for fair presentation of financial statements.

**(b) Comparative Information:**

Comparative information have been disclosed in respect of the Half year for the year 2020-2021 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period financial statement.

**(c) Compliance with Local Laws:**

The Half year un-audited & provisional financial statements have been prepared in compliance with requirements of the Companies Act, 1994, Securities and Exchange Ordinance 1993, Securities and Exchange Rules 1987, Listing regulations of Dhaka Stock Exchange Limited (DSE) and other relevant local laws and regulations.

**(d) Reporting currency and Level of Precision:**

The figures in the financial statements have been presented in Bangladesh taka (BDT/Tk.) currency and have been rounded off to the nearest taka where it found necessary.

**(e) Reporting period:**

Half year un-audited & provisional financial statements have been prepared covering half year from 1 July 2020 to 31 December 2020.

**(f) Inventories:**

The stocks of spares and raw materials have been valued at average prices and the stock of finished goods have been valued at cost or net realizable value whichever is lower.

Work-in-process have been valued at prices which include cost of materials plus all conversion costs.

**(g) Income Tax Expenses**

**Current Tax:**

Provision for Taxation has been made during the period applying the applicable rate as per income Tax Ordinance 1984.

**Deferred Tax:**

Deferred Tax have been considered half year un-audited financial statements as per IAS 12.

**(h) Cash and cash equivalents:**

According to IAS 7 'Statement of Cash Flows' cash comprises of cash in hand, demand deposits and cash equivalents which are short term highly liquid investments that are readily convertible to cash and which are subject to an insignificant risk of changes in value. IAS 1 "Presentation of Financial Statements" provides that Cash and cash equivalents are not restricted in use. Considering the provision of IAS 7 & IAS 1, Cash in Hand & Bank Balances including FDR have been treated as Cash & cash equivalents. ABL has no foreign currency Bank Account. So, there was no unrealised gains or losses arising from changes in foreign currency exchange rates.

**(i) Employee Benefit Plan**

**(i) Short Term Employee Benefits**

Short-term employee benefits include salaries, bonuses etc.

**(ii) Post-employment benefits:**

The Company operates a contributory provident fund scheme, an unfunded gratuity scheme and a group insurance scheme for its permanent employees. Provisions have been made as per rules. The provident fund is administered by Board of Trustees. The gratuity is calculated based on 2 (two) months of last basic pay multiplied by the number of years served. Separate fund created for the gratuity. Separate pension scheme is administered by Bangladesh Steel and Engineering Corporation for Central Cadre Officer (Grad-9 & above) who are entitle for pension and the company contribute monthly 35% of basic salary of central cadre officer for this fund.

**(iii) Workers' profit participation fund and workers welfare fund:**

Allocation to workers' profit participation fund has been made at 5% on net profit before tax in terms of chapter-15 of the labor Law-2006. Of which 80% relates to Workers' Profit Participation Fund and 20% relates to Welfare Funds & workers welfare foundation Fund.

**(j) Key Management Personnel Compensation:**

i) Atlas Bangladesh limited is offloaded State own national organization and the Companies compensation packages has been provided as per the National Pay Scale approved by the Government.

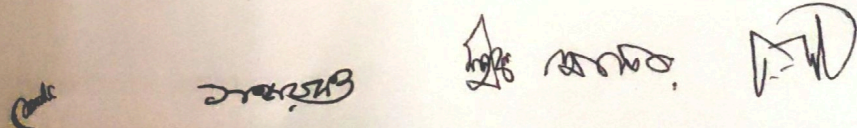
ii) no amount was spent by the company for compensating any member of the Board of Directors except Managing Director.

iii) management personnel's compensation included in the Admin, Selling & Distribution & Financial Expenses.

**(k) Disclosure regarding significant deviation in EPS and NOCFPS:**

Due to Covid-19 pandemic situation govt. sector motorcycle purchase has been suspended as per govt. order, for this reason sales and production quantity were decreased but fixed production overhead (i.e. salary) were increased from previous period, so during the period cost of sales is increase from previous period and gross profit margin is decreased from previous period. As a result negative significant deviation has occurred in EPS. Trade payable, Gratuity payable & other payable were increased for this reason positive significant deviation has occurred in NOCFPS.

**(l) There is no current portion of long-term loan.**



**3.00 PROPERTY, PLANT AND EQUIPMENT : TK. 3,831,058,085**

This is made up as follows:

**At cost (A)**

Opening balance  
Addition during the period  
Less: Adjustment during the year

AMOUNT (IN TAKA)	
31.12.2020	30.06.2020

3,935,265,478	3,933,621,792
32,311,725	3,289,702
-	(1,646,016)
<b>3,967,577,203</b>	<b>3,935,265,478</b>

**Accumulated depreciation (B)**

Opening balance  
Charge during the period  
Less: Adjustment during the year

132,698,618	131,690,705
3,820,500	2,317,453
-	(1,309,540)
<b>136,519,118</b>	<b>132,698,618</b>

Balance (A-B)

<b>3,831,058,085</b>	<b>3,802,566,860</b>
----------------------	----------------------

**4.00 INVENTORIES : TK. 169,835,544**

This is made up as follows:

Raw materials  
Work-in progress  
Finished goods  
Store & spares  
Store -in-transit

44,942,627	34,026,509
-	-
120,779,000	119,854,568
4,113,917	4,113,917
-	-
<b>169,835,544</b>	<b>157,994,994</b>

**5.00 CASH AND CASH EQUIVALENTS : TK. 313,522,613**

This is made up as follows:

Cash in hand  
Cash at bank

175,454	50,207
313,347,159	366,063,397
<b>313,522,613</b>	<b>366,113,604</b>

**6.00 DEFERRED TAX LIABILITY: TK. 153,187,856**

Calculation of Deferred Tax :

**A. Temporary difference:**

Carrying value other than land  
Tax base  
Taxable temporary difference

39,660,908	11,060,194
37,495,300	9,187,711
<b>2,165,608</b>	<b>1,872,483</b>

Income Tax rate

25% 25%

Deferred Tax Liabilities at the end of the year

<b>541,402</b>	<b>468,121</b>
----------------	----------------

Closing Deferred Tax Liabilities

541,402	468,121
---------	---------

Opening Deferred Tax Liabilities

(468,121)	(322,067)
-----------	-----------

D.Tax (income) / expenses:

73,281	146,054
--------	---------

**B. Revaluation:**

Carrying Value

Land  
Other than land

3,788,005,000	3,788,005,000
4,505,016	4,716,945

Tax rate:

Land  
Other than land

4% 4%  
25% 25%

Deferred Tax Liabilities at the end of the year:

Land  
Other than land

151,520,200	151,520,200
1,126,254	1,179,236

Closing Deferred Tax Liabilities

152,646,454	152,699,436
-------------	-------------

Opening Deferred Tax Liabilities

(152,699,436)	(152,932,491)
---------------	---------------

D.Tax (income) / expense:

(52,982)	(233,055)
----------	-----------

Deferred Tax Liabilities at the end of the year (A+B)

<b>153,187,856</b>	<b>153,167,557</b>
--------------------	--------------------

**7.00 NET ASSET VALUE (NAV) PER SHARE : TK. 129**

The break up of the above amounts is given below:

Total Assets  
Total Liabilities  
Net Assets Value  
Number of Ordinary Shares  
Net Asset Value (NAV) per Share

5,079,143,128	5,106,623,907
(794,359,312)	(756,828,265)
4,284,783,816	4,349,795,642
33,127,108	33,127,108
<b>129</b>	<b>131</b>

AMOUNT (IN TAKA)	
31.12.2020	31.12.2019

**8.00 SALES (NET) : TK. 65,384,576**

This is made up as follows:

Motor cycle  
Spare parts  
Gross sales  
Less: VAT  
Net Sales

72,688,278	118,216,886
1,094,254	1,778,190
<b>73,782,532</b>	<b>119,995,076</b>
8,397,956	15,367,165
<b>65,384,576</b>	<b>104,627,911</b>

**9.00 INCOME TAX EXPENSES (CURRENT) : TK. 459,564**

Provision for income tax has been calculated as under:

Net profit (Loss) before tax  
Tax @ 0.6% on gross receipts / 25% on net profit

(47,968,409)	(25,473,299)
<b>459,564</b>	<b>709,526</b>

*Handwritten signatures and initials at the bottom of the page.*

AMOUNT (IN TAKA)	
31.12.2020	30.06.2020

**10.00 EARNINGS PER SHARE (EPS) : TK. (1.46)**

The break up of the above amounts is given below:

Net Profit/ (Loss) for the Period	(48,501,254)	(26,179,262)
Number of Ordinary Shares	33,127,108	33,127,108
Earning Per Share (EPS)	<u>(1.46)</u>	<u>(0.79)</u>

**11.00 NET OPERATING CASH FLOW PER SHARE (NOCFPS) : TK. (0.61)**

The break up of the above amounts is given below:

Net Cash Flows from Operating Activities	(20,173,884)	(80,796,529)
Number of Ordinary Shares	33,127,108	33,127,108
Net Operating Cash Flow per Share (NOCFPS)	<u>(0.61)</u>	<u>(2.44)</u>


**12.00 RELATED PARTY DISCLOSURES:**

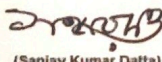
As per International Accounting Standards IAS-24: "Related Party Disclosures", parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in ordinary course of business on an arm's length basis at commercial rates with its related parties.

Particulars	Opening Balance Debit/(Credit)	Debit	Credit	Balance Debit/(Credit)
Eastern Cables Limited	(499,070)			(499,070)
National Tubes Limited	172,981			172,981
Bangladesh Blade Factory	8,241,364	1,034,974	111,645	9,164,693
Eastern Tubes Limited	1,477,612			1,477,612
Gazi Wares Ltd.	169,629			169,629
Progoti Industries Ltd.	195,331			195,331
Meher Industries Ltd.	(6,830)			(6,830)
Dacca Steel Works Ltd.	(871,993)	828,647	217,932	(261,278)
General Electric Mfg.Co.Ltd.	(20,000)			(20,000)
B.M.T.F Limited	32,332			32,332
Dockyard and E.Works Ltd.	167,974			167,974
Ispahani Marshal Limited	6,824			6,824
Omar Sons Limited	16,060			16,060
Metalex Corporation Limited	852,694			852,694
Rahim Group of Industries	(21,588)			(21,588)
Bangladesh Diesel Plant Ltd.	(4,145)			(4,145)

**13.00 RECONCILIATION OF NET (LOSS) WITH CASH FLOWS FROM OPERATING ACTIVITIES: TK. (20,173,884)**


Profit/(Loss) before Tax	(47,968,409)	(25,473,299)
Adjustment for:		
Add: Depr. on Property, Plant and Equipment	3,820,500	1,038,459
Add / (Less): (Incr.) / Decr. in Inventories	(11,840,550)	(96,202,861)
Add / (Less): (Incr.) / Decr. in Trade and Other Receivables	(4,835,644)	87,884,463
Add / (Less): (Incr.) / Decr. Adv., Deposits & Prepayment	20,057,207	(42,595,461)
Add / (Less): Incr. / (Decr.) in Trade and Other Payables/Liab./Prov.	36,516,072	29,914
<b>Cash Provided/(used) by Operations</b>	<b>(4,250,824)</b>	<b>(75,318,785)</b>
Less: Gratuity & others	(15,923,060)	(5,477,744)
<b>Net Cash Provided/(used) by Operating Activities</b>	<b>(20,173,884)</b>	<b>(80,796,529)</b>

  
(Mohammad Mustakim Akanda)  
CFO

  
(Sanjay Kumar Datta)  
Company Secretary

  
(Engr. Abdul Malek Morol)  
Managing Director

  
(Akhter Hossain)  
Director

  
(M. Abdul Wahad)  
Director