

ATLAS BANGLADESH LIMITED

265-267, TONGI INDUSTRIAL AREA, TONGI, GAZIPUR

1st Quarter Un-Audited Financial Statements as at 30 September 2022

Please find below the provisional & un-audited 1st Quarter Financial Statement for the period ended 30 September 2022 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 30 September 2022 (Un-Audited)

Particulars	Notes	Amount in Taka	
		30-Sep-22	30 June 2022
ASSETS			
Non Current Assets (A)	3.00	3,820,208,781	3,821,539,405
Property, Plant and Equipment (At cost less depreciation)			
Other Assets		3,820,208,781	3,821,539,405
Total			
CURRENT ASSETS (B)	4.00	100,176,288	103,158,532
Inventories		128,651,456	201,088,388
Trade and Other Receivables		672,545,903	687,550,951
Advance, Deposit & Prepayments	5.00	232,232,573	234,884,272
Cash & Cash Equivalents		1,133,606,218	1,206,682,143
Total Current Assets		4,953,814,999	5,028,221,548
Total Assets (A+B)			
EQUITY & LIABILITIES			
SHARE HOLDERS EQUITY (A)		331,271,080	331,271,080
Share Capital		158,182,500	158,182,500
Share Premium		18,000,000	18,000,000
General Reserve		3,633,437,360	3,633,481,916
Revaluation reserve		5,215,219	5,215,219
Capital Reserve		15,273,222	36,637,618
Retained Earnings Brought From the statement of Changes in Equity		4,161,379,381	4,182,788,333
Total Shareholders Equity			
NON CURRENT LIABILITY (B)		2,184,296	2,184,296
Long Term Loan		106,536,961	104,701,465
Obligatory Employee Retirement Benefit (Gratuity)	6.00	152,277,797	152,319,920
Deferred Tax Liability		260,999,054	259,205,681
Total Non Current Liabilities			
CURRENT LIABILITIES (C)		152,963,299	207,776,980
Trade and Other Payables		57,951,725	57,966,841
Unpaid Dividend		320,521,540	320,483,713
Provision for Taxation		531,436,564	586,227,534
Total Current Liabilities		4,953,814,999	5,028,221,548
TOTAL EQUITY & LIABILITIES (A+B+C)		4,161,379,381	4,182,788,333
Net Assets Value (NAV) (Tk.)	7.00	126	126
Net Assets Value (NAV) per share			

Statement of Profit or Loss and other Comprehensive Income (Un-Audited) For the period ended 30 September 2022

Particulars	Notes	Amount in Taka	
		For the period July 22 to Sep. 22	Comparative period July 21 to Sep. 21
Net Sales	8.00	3,848,922	73,001,668
Less: Cost of Sales		(15,720,294)	(73,936,778)
Gross Profit/(Loss)		(11,871,372)	(935,110)
Less: Admin, Selling & Distribution & Financial Exp.		(11,997,530)	(13,080,028)
Operating Income/(Loss)		(23,868,902)	(14,015,138)
Add Non-Operating Income		2,455,655	3,114,015
Less: Profit cont. to W.P.P.F.		-	-
Net profit/(Loss) before Tax		(21,413,247)	(10,901,123)
Less: Provision for Income Tax	9.00	(6,843)	(411,415)
Current	6.00	37,827	456,694
Deferred		(30,984)	(45,279)
Net Profit/(Loss) after tax for the period	10.00	(21,420,090)	(11,312,538)
Earning per Share (EPS)		(0.65)	(0.34)

Statement of Cash Flows (Un-Audited) For the period ended 30 September 2022

Particulars	Notes	Amount in Taka	
		30-Sep-22	30-Sep-21
CASH FLOW FROM OPERATING ACTIVITIES			
Collection from Turnover and others		62,222,728	81,872,636
Payment for Costs & Expenses		(64,392,188)	(73,081,194)
Income Tax paid and deducted at Source		(467,122)	(268,025)
Net cash provided/(used) by operating activities		(2,636,582)	8,523,417
CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of Fixed Assets		-	-
Disposal of Fixed Assets		-	-
Net cash used by investing activities		-	-
CASH FLOW FROM FINANCING ACTIVITIES			
Loan Repaid		(15,117)	(111,288)
Dividend Paid		(15,117)	(111,288)
Net cash used by financing activities		(2,651,699)	8,412,129
Net Cash inflows/(outflows) for the period		234,884,272	210,067,530
Opening Cash and Bank Balances		232,232,573	218,479,559
Closing Cash and Bank Balances	11.00	(0.08)	0.26
Net Operating Cash Flow Per Share (NOCFPS) (Tk.)			

Statement of changes in Equity (Un-Audited) for the period ended 30 September 2022

Particulars	Amount in Taka						
	Share Capital	Capital Reserve	General Reserve	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance at 1st July 2022	331,271,080	5,215,219	18,000,000	158,182,500	3,633,481,916	36,637,618	4,182,788,333
Net profit/(Loss) after Tax for the period	-	-	-	-	(55,694)	55,694	(21,420,090)
Revaluation reserve transfer for dep.	-	-	-	-	11,138	-	11,138
Adjustment for deferred tax	-	-	-	-	-	-	-
Less/ Add Prior year's Exp / Income	-	-	-	-	-	-	-
Bonus Share (2021-2022)	-	-	-	-	-	-	-
Cash Dividend (2021-2022)	-	-	-	-	-	-	-
Balance as at 30 September 2022	331,271,080	5,215,219	18,000,000	158,182,500	3,633,437,360	15,273,222	4,161,379,381

Statement of changes in Equity (Un-Audited) for the period ended 30 September 2021

Particulars	Amount in Taka						
	Share Capital	Capital Reserve	General Reserve	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance at 1st July 2021	331,271,080	5,215,219	18,000,000	158,182,500	3,633,643,613	84,921,615	4,231,234,027
Net profit/(Loss) after Tax for the period	-	-	-	-	(84,246)	(11,312,538)	(11,312,538)
Revaluation reserve transfer for dep.	-	-	-	-	18,955	84,246	18,955
Adjustment for deferred tax	-	-	-	-	-	-	-
Less/ Add Prior year's Exp / Income	-	-	-	-	-	-	-
Bonus Share (2020-2021)	-	-	-	-	-	-	-
Cash Dividend (2020-2021)	-	-	-	-	-	-	-
Balance as at 30 September 2021	331,271,080	5,215,219	18,000,000	158,182,500	3,633,578,322	73,693,323	4,219,940,444

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ATLAS BANGLADESH LIMITED
Notes to the 1st quarter un-audited & provisional Financial Statements
For the period ended 30 September 2022

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 1st quarter 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 1st quarter for the year 2022-2023 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 1st quarter 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:**

1st quarter un-audited & provisional financial statements have been prepared covering one quarter from 1 July 2022 to 30 September 2022.

(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 1st quarter 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.

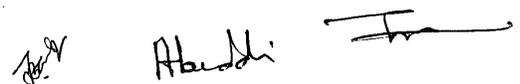
ii) no amount was spent by the company for compensating any member of the Board of Directors except Managing Director.

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

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

The government of Bangladesh, suspended (ref: Ministry of finance Order no- 07.101.020.00.001.2009 - 01, date: 03.07.2022 purchases of vehicles by the governmental, semi-governmental, autonomous and other organization. This explain the decrease in sales from previous period. Due to fixed salary & wages % cost of sales increased and gross profit margin decreased in comparison to previous period . As a result negative significant deviation has occurred in EPS and negative significant deviation has occurred in NOCFPS.

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



AMOUNT (IN TAKA)	
30.09.2022	30.06.2022

3.00 PROPERTY, PLANT AND EQUIPMENT : TK. 3,820,208,781

This is made up as follows:

At cost (A)		
Opening balance	3,968,356,737	3,968,150,137
Addition during the period	-	206,600
Less: Adjustment during the year	-	-
	<u>3,968,356,737</u>	<u>3,968,356,737</u>
Accumulated depreciation (B)		
Opening balance	146,817,332	140,380,750
Charge during the period	1,330,624	6,436,582
Less: Adjustment during the year	-	-
	<u>148,147,956</u>	<u>146,817,332</u>
Balance (A-B)	<u>3,820,208,781</u>	<u>3,821,539,405</u>

4.00 INVENTORIES : TK. 100,176,286

This is made up as follows:

Raw materials	14,546,787	14,546,787
Work-in progress	-	-
Finished goods	81,872,000	84,854,246
Store & spares	3,757,499	3,757,499
Store -in-transit	-	-
	<u>100,176,286</u>	<u>103,158,532</u>

5.00 CASH AND CASH EQUIVALENTS : TK. 232,232,573

This is made up as follows:

Cash in hand	266,214	56,466
Cash at bank	231,966,359	234,827,806
	<u>232,232,573</u>	<u>234,884,272</u>

6.00 DEFERRED TAX LIABILITY: TK. 152,277,797

Calculation of Deferred Tax :

A. Temporary difference:

Carrying value other than land (Accounting base)	29,426,374	30,688,837
Carrying value other than land (Tax base)	29,550,344	30,657,887
Taxable temporary difference	<u>(123,970)</u>	<u>30,950</u>
Income Tax rate	20.00%	20.00%
Deferred Tax Liabilities at the end of the year	<u>(24,794)</u>	<u>6,190</u>
Closing Deferred Tax Liabilities	(24,794)	6,190
Opening Deferred Tax Liabilities	(6,190)	(190,144)
D. Tax (income) / expenses:	<u>(30,984)</u>	<u>(183,954)</u>

B. Re-valuation:

Carrying Value	3,788,005,000	3,788,005,000
Land	3,911,953	3,967,647
Other than land	-	-
Tax rate:	4%	4%
Land	20.00%	20.00%
Other than land	-	-
Deferred Tax Liabilities at the end of the year:	151,520,200	151,520,200
Land	782,391	793,529
Other than land	<u>152,302,591</u>	<u>152,313,729</u>
Closing Deferred Tax Liabilities	152,302,591	152,313,729
Opening Deferred Tax Liabilities	(152,313,729)	(152,488,662)
D. Tax (income) / expense:	<u>(11,138)</u>	<u>(174,933)</u>
Deferred Tax Liabilities at the end of the year (A+B)	<u>152,277,797</u>	<u>152,319,920</u>

7.00 NET ASSET VALUE (NAV) PER SHARE : TK. 126

The break up of the above amounts is given below:

Total Assets	4,953,814,999	5,028,221,548
Total Liabilities	(792,435,618)	(845,433,215)
Net Assets Value	<u>4,161,379,381</u>	<u>4,182,788,334</u>
Number of Ordinary Shares	33,127,108	33,127,108
Net Asset Value (NAV) per Share	<u>126</u>	<u>126</u>

AMOUNT (IN TAKA)	
30.09.2022	30.09.2021

8.00 SALES (NET) : TK. 3,848,922

This is made up as follows:

Motor cycle	4,047,576	83,662,500
Spare parts	336,305	282,468
Gross sales	<u>4,383,881</u>	<u>83,944,968</u>
Less: VAT	534,959	10,943,300
Net Sales	<u>3,848,922</u>	<u>73,001,668</u>

9.00 INCOME TAX EXPENSES (CURRENT) : Tk. 37,827

Provision for income tax has been calculated as under:

Net profit/(Loss) before tax	(21,413,247)	(10,901,123)
Tax @ 0.6% on gross receipts/20.00% on net profit	<u>37,827</u>	<u>456,694</u>

10.00 EARNINGS PER SHARE (EPS) : TK. (0.65)

The break up of the above amounts is given below:

Net Profit/ (Loss) for the Period	(21,420,090)	(11,312,538)
Number of Ordinary Shares	33,127,108	33,127,108
Earning Per Share (EPS)	<u>(0.65)</u>	<u>(0.34)</u>

AMOUNT (IN TAKA)	
30.09.2022	30.09.2021

11.00 **NET OPERATING CASH FLOW PER SHARE (NOCFPS) : TK. (0.08)**

The break up of the above amounts is given below:

Net Cash Flows from Operating Activities	(2,636,582)	8,523,417
Number of Ordinary Shares	33,127,108	33,127,108
Net Operating Cash Flow per Share (NOCFPS)	(0.08)	0.26

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	Balance
Eastern Cables Limited	852,392			852,392
National Tubes Limited	174,081			174,081
Bangladesh Blade Factory	10,770,402	227,000		10,997,402
Eastern Tubes Limited	1,129,775			1,129,775
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.	871,461		108,966	980,427
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. (2,636,582)**

Profit/(Loss) before Tax	(21,413,247)	(16,859,969)
Adjustment for:		
Add: Depr. on Property, Plant and Equipment	1,330,624	1,910,250
Add / (Less): (Incr.) / Decr. in Inventories	2,982,246	(449,910)
Add / (Less): (Incr.) / Decr. in Trade and Other Receivables	72,436,932	(5,726,143)
Add / (Less): (Incr.) / Decr. Adv., Deposits & Prepayment	(4,994,952)	23,306,654
Add / (Less): Incr. / (Decr.) in Trade and Other Payables/Liab./Prov.	(54,790,970)	13,401,469
Cash Provided/(used) by Operations	(4,449,367)	15,582,351
Add: Others	1,812,785	(21,860)
Net Cash Provided/(used) by Operating Activities	(2,636,582)	15,560,491


(Md. Nazrul Islam)
CFO


(S.M. Alauddin)
Company Secretary


(Md. Touhiduzzaman)
Managing Director


(Akhter Hossain)
Director


(Mohammad Ridhwanul Haq, Ph.D)
Director

ATLAS BANGLADESH LIMITED

265-267, Tongi Industrial area
Tongi, Gazipur

1ST QUARTER UN-AUDITED FINANCIAL RESULTS For the period ended 30 September 2022

For information of all concerned that we furnished below the extract from the Un-audited & provisional financial statements of the company for the 1st Quarter ended 30 September 2022.

Financial Performance	For the period from 01 July 2022 to 30 September 2022	For the period from 01 July 2021 to 30 September 2021
Net Sales (TK)	3,848,922	73,001,668
Gross Profit/(Loss) (TK)	(11,871,372)	(935,110)
Net Profit/(Loss) after tax (TK)	(21,420,090)	(11,312,538)
Earnings per share (TK)	(0.65)	(0.34)

Cash Flow Position	For the period from 01 July 2022 to 30 September 2022	For the period from 01 July 2021 to 30 September 2021
Net Operating cash flow (NOCFPS) per share (Tk)	(0.08)	0.26

Financial Position	As at 30 Sep. 2022	As at 30 June 2022
Net assets value (NAV) (Tk)	4,161,379,381	4,182,788,333
Net assets value (NAV) per share (Tk)	126	126

Note:

The details of the published 1st quarter financial statements are available in the website of the company. The address of the website is www.atlas.gov.bd

Date: 08-11-2022

By Order of the Board

Sd /-

(S.M. Alauddin)

Company Secretary