

Saif Powertec Limited

72, Mahakhali C/A,

Rupayan Centre (8th Floor), Dhaka 1212

Saif Powertec Limited

Consolidated Financial Statements (un-audited)
for the period ended 30 September 2017

Saif Powertec Limited

Consolidated Statement of Financial Position (Un-audited)

as at 30 September 2017

		Amount in Taka			
		At 30 September 2017		At 30 June 2017	
Assets	Notes	Consolidated	The Company	Consolidated	The Company
Non-current assets					
Property, plant and equipment	4	2,670,825,612	2,540,292,246	1,897,003,418	1,765,005,743
Capital works-in-progress	5	3,691,234,210	3,684,548,337	3,896,631,511	3,893,401,434
Investment in subsidiary company	6	-	80,000,000	-	80,000,000
		6,362,059,822	6,304,840,583	5,793,634,929	5,738,407,178
Current assets					
Inventories	7	1,292,490,197	1,288,799,306	1,150,865,659	1,147,636,561
Accounts and others receivable	8	814,351,959	808,057,948	768,179,660	764,799,690
Advances, deposits and prepayments	9	1,062,480,219	1,048,023,393	882,731,788	869,505,542
Fixed deposit receipt (FDR)	10	550,751,714	550,751,714	470,939,314	470,939,314
Cash and cash equivalents	11	131,613,962	130,963,953	342,083,238	338,652,118
		3,851,688,051	3,826,596,313	3,614,799,660	3,591,533,225
Total assets		10,213,747,873	10,131,436,897	9,408,434,588	9,329,940,402
Equity and Liabilities					
Capital and reserves					
Share capital	12	2,325,906,960	2,325,906,960	2,325,906,960	2,325,906,960
Share premium	13	976,713,054	976,713,054	976,713,054	976,713,054
Revaluation reserve	14	82,059,122	82,059,122	82,059,122	82,059,122
Retained earnings	15	1,235,741,607	1,216,076,089	1,061,059,648	1,043,181,910
		4,620,420,743	4,600,755,225	4,445,738,784	4,427,861,046
Non-controlling interest	16	24,916,379	-	24,469,434	-
		4,645,337,122	4,600,755,225	4,470,208,218	4,427,861,046
Non-current liabilities					
Long term loan from banks and NBFIs	17	1,771,994,143	1,771,994,143	1,118,445,082	1,118,445,082
Deferred tax liability	19	91,833,483	77,432,399	84,907,893	71,617,813
		1,863,827,626	1,849,426,542	1,203,352,975	1,190,062,895
Current Liabilities					
Current portion of long-term loan	18	452,736,068	452,736,068	390,515,843	390,515,843
Short term loan	20	2,418,244,306	2,418,244,306	2,566,374,311	2,566,374,311
Share money refundable		5,480,985	5,480,985	8,218,855	8,218,855
Accounts payable	21	99,208,172	86,986,301	116,918,476	103,094,110
Undistributed Profit (Cash Dividend)		2,126,118	2,126,118	2,143,343	2,143,343
Accrued expenses	22	609,341,217	607,245,093	546,782,585	544,760,019
Share money deposit		9,010,000	-	7,010,000	-
Workers profit participation/Welfare fund	23	108,436,259	108,436,259	96,909,981	96,909,981
		3,704,583,125	3,681,255,130	3,734,873,395	3,712,016,462
Total shareholders' equity and liabilities		10,213,747,873	10,131,436,897	9,408,434,588	9,329,940,402
Net asset value per share of Taka 10 each		19.87	19.78	19.11	19.04
Net asset value per share without revaluation of Taka 10 each		19.51	19.43	18.76	18.68

The annexed notes form an integral part of the Statement of Financial Position.

N. Sultana
Chairman

for Saif Powertec Limited
[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer
Dated, Dhaka; 13 November 2017

[Signature]
Company Secretary



Saif Powertec Limited

Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un-audited) for the period from 1st July 2017 to 30 September 2017

Notes	Amount in Taka			
	1st July 2017 to 30 September 2017		1st July 2016 to 30 September 2016	
	Consolidated	The Company	Consolidated	The Company
Revenue				
Sales (net)	24 858,919,263	843,626,862	761,076,538	743,407,179
Cost of sales	25 (424,007,348)	(413,029,470)	(379,361,745)	(366,207,073)
Gross profit	434,911,915	430,597,392	381,714,793	377,200,106
General and administrative expenses	26 (86,030,755)	(84,894,134)	(56,239,115)	(55,845,628)
Profit from operations	348,881,161	345,703,259	325,475,679	321,354,478
Other income	12,826,978	12,563,241	7,457,288	7,021,613
Finance costs	27 (116,218,251)	(116,214,648)	(101,802,225)	(101,800,028)
Net profit before WPPF	245,489,888	242,051,852	231,130,742	226,576,063
Workers profit participation/Welfare fund	(11,526,279)	(11,526,279)	(10,789,336)	(10,789,336)
Net profit after WPPF	233,963,609	230,525,573	220,341,405	215,786,728
Income tax expenses	28 (58,834,705)	(57,631,393)	(55,540,819)	(53,946,682)
Net profit after tax	175,128,904	172,894,179	164,800,586	161,840,045
Profit attributable to ordinary shareholders				
Non controlling interest (20%)	(446,945)	-	(592,108)	-
	174,681,959	172,894,179	164,208,479	161,840,045
Basic Earnings per share	29 0.75	0.74	1.41	1.39
Re-stated Earnings per share for Right Issue	29 -	-	0.86	0.85
Appropriation of subsidiary company's net profit :				
Saif Powertec Limited (parent company) - 80%	1,787,779		2,368,433	
Non-controlling interest (minority interest) - 20%	446,945		592,108	
	2,234,723		2,960,541	

The annexed notes form an integral part of the Statement of Profit or Loss and other Comprehensive Income.

for Saif Powertec Limited

M. Sultana
Chairman

[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer
Dated, Dhaka; 13 November 2017

[Signature]
Company Secretary



Saif Powertec Limited
Consolidated Statement of Changes in Equity (Un-audited)
for the period from 1st July 2017 to 30 September 2017

Amounts in Taka

Particulars	Share capital	Share premium	Revaluation reserve	Retained earnings	Non-Controlling Interest	Total
Balance at 01 July 2016	915,711,400	418,345,180	82,059,122	710,032,817	22,085,636	2,148,234,155
Capital paid by Non-Controlling Inst.						-
Net income for the year	-	-	-	164,208,478		164,208,478
Share of profit of subsidiary company	-	-	-		592,108	592,108
Balance at 30 September 2016	915,711,400	418,345,180	82,059,122	874,241,295	22,677,744	2,313,034,741
Balance at 01 July 2017	2,325,906,960	976,713,054	82,059,122	1,061,059,648	24,469,434	4,470,208,218
Net income for the year	-	-	-	174,681,959		174,681,960
Share of profit of subsidiary company	-	-	-		446,945	446,945
Balance at 30 September 2017	2,325,906,960	976,713,054	82,059,122	1,235,741,607	24,916,378	4,645,337,122

N. Sultana
Chairman

[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer
Dated, Dhaka; 13 November 2017

[Signature]
Company Secretary



Saif Powertec Limited
Consolidated Statement of Cash Flows (Un-audited)
for the period from 1st July 2017 to 30 September 2017

	Amount in Taka			
	Period ended 30 September 2017		Period ended 30 September 2016	
	Consolidated	The Company	Consolidated	The Company
Cash flows from operating activities				
Cash receipt from customers and others	825,573,943	812,931,845	588,930,935	570,840,402
Cash paid to employees and suppliers	(644,159,154)	(630,465,064)	(608,652,506)	(597,007,443)
Cash generate from operating activities	181,414,789	182,466,781	(19,721,571)	(26,167,041)
Paid against advance income tax	(19,933,637)	(19,663,917)	(28,163,932)	(28,056,345)
Net cash provided by operating activities (A)	161,481,152	162,802,864	(47,885,503)	(54,223,386)
Cash flows from investing activities				
Purchase of property, plant and equipment	(14,680,625)	(14,680,625)	(32,893,822)	(25,837,822)
Capital works-in-progress	(728,123,338)	(724,667,542)	(183,554,021)	(183,554,021)
Fixed deposit receipt (FDR)	(79,812,400)	(79,812,400)	(53,892,567)	(53,892,567)
Net cash used in investing activities (B)	(822,616,363)	(819,160,567)	(270,340,410)	(263,284,410)
Cash flows from financing activities				
Short term loan received	385,086,386	385,086,386	294,299,163	294,299,163
Short term loan re-paid	(533,216,390)	(533,216,390)	(213,398,678)	(213,398,678)
Interest and financial expenses	(116,218,251)	(116,214,648)	(101,802,225)	(101,800,028)
Share money deposit received/(refunded)	(737,870)	(2,737,870)	-	-
Cash dividend paid	(17,225)	(17,225)	-	-
Long term loan received	768,651,414	768,651,414	381,584,273	381,584,273
Long term loan re-paid	(52,882,129)	(52,882,129)	(37,106,129)	(37,106,129)
Net cash provided by financing activities (C)	450,665,935	448,669,538	323,576,404	323,578,601
Net changes in cash and cash equivalents (A+B+C)	(210,469,276)	(207,688,165)	5,350,492	6,070,806
Opening cash and cash equivalents	342,083,238	338,652,118	56,677,885	55,601,762
Closing cash and cash equivalents	131,613,962	130,963,953	62,028,377	61,672,568
Net Operating cash flows per share	0.69	0.70	(0.41)	(0.47)

for Saif Powertec Limited


Chairman


Managing Director


Director


Chief Financial Officer
Dated, Dhaka; 13 November 2017




Company Secretary

Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

1. Reporting entity

Saif Powertec Limited (hereinafter referred to as 'the company') was incorporated on 29 December 2003 as a private limited company under Companies Act 1994. The company has since been converted into a public limited company vide a special resolution of the shareholders in their extra ordinary general meeting held on 28 June 2010. The registered office of the company is situated at 72, Mohakhali, Rupayan Centre (8th Floor), Dhaka 1212. The shares of Saif Powertec Limited is listed with DSE and CSE and traded in the regular market.

1.1 Nature of business

Principal activity of the company is to carry on business of infrastructure-support service. The company is also engaged in importing, trading, assembling and installing generators, sub-stations, electrical equipment and grid-lines, installation and erection of power plants as well as acts as a berth/ terminal operator for operation of Chittagong Container Terminal (CCT) and New Mooring Container Terminal (NCT) of Chittagong Port Authority (CPA). Recently the Company has been producing new Battery unit situated at Pubail, Gazipur, Dhaka, financed out of IPO & own fund, which were commenced from August 05, 2017.

1.2 Subsidiary company

Saif Plastic & Polymer Industries Limited, a subsidiary company of Saif Powertec Limited was incorporated on 13 November 2010 as a private limited company under Companies Act 1994 with an authorised capital of Taka 200,000,000 divided into 20,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 100,000,000. Saif Powertec Limited holds 80% shares of Saif Plastic & Polymer Industries Limited (the subsidiary). The registered office of the subsidiary is located at 72, Mohakhali, Rupayan Centre (8th Floor), Dhaka 1212. Saif Plastic & Polymer Industries Limited has started its commercial operation during the year.

Subsidiaries are entities controlled by Saif Powertec Limited (The Company). Control exists when Saif Plastic & Polymer Industries Limited has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights presently exercisable are taken into account. The financial statements of Saif Plastic & Polymer Industries Limited have been included in the consolidated financial statements from the date that control commences until the date that it ceases.

1.3 Basis of consolidation

The financial statements of the company and its subsidiary, as mentioned in note 1.2 have been consolidated in accordance with Bangladesh Financial Reporting Standards (BFRS) 10 "Consolidated Financial Statements". The accounting policies of the subsidiary have been changed when necessary to align them with the policies adopted by the group. During the period statement of financial position, statement of profit or loss and other comprehensive income, and statement of cash flow has been consolidated on the basis of un-audited financial statements.

Transactions eliminated on consolidation

The financial statements of the subsidiaries has been consolidated in accordance with Bangladesh Financial Reporting Standards (BFRS) 10 "Consolidated Financial Statements". Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, have been eliminated in preparing the consolidated financial statements. Unrealized gains arising from transactions with associates are eliminated against the investment to the extent of Saif Powertec Limited's (The Company) interest in the investee. Unrealized losses, if any, are eliminated in the same way as unrealized gains, but only to the extent there is no evidence of impairment.



Non-controlling Interest

During the year statement of financial position, statement of comprehensive income, and statement of cash flow has been consolidated on the basis of audited financial statements. Total profits of the Company and its Subsidiary are shown in the Consolidated Statement of Profit or Loss & Other Comprehensive Income with the proportion after taxation pertaining to non-controlling shareholders being deducted as "Non-controlling interest".

All Assets and Liabilities of the company and of its subsidiary are shown in the consolidated statement of financial position. The Interest of Non-controlling shareholders of the subsidiary is shown separately in the consolidated statement of financial position under the head "Non-controlling Interest".

1.4 Risk exposure

a. Interest rate risk

Interest rate risk is the risk that company faces due to unfavorable movements in the interest rates. Changes in the government's monetary policy, along with increased demand for loans/investments tend to increase the interest rates. Such rises in interest rates mostly affect companies having floating rate loans or companies investing in debt securities.

Management perception:

The company has been repaying borrowed funds on a continuous basis to reduce such interest risk.

b. Exchange Rate Risk

Exchange rate risk occurs due to changes in exchange rates. As the company imports equipment from abroad and also earns revenue in foreign currency, unfavorable volatility or currency fluctuation may affect the profitability of the company. If exchange rate is increased against local currency opportunity will be created for generating more profit.

Management perception:

Saif Powertec Limited changes the price of their services in accordance with the change in exchange rate to mitigate the affect of unfavorable volatility in exchange rate on the company's earnings.

c. Industry risks

Industry risk refers to the risk of increased competition from foreign and domestic sources leading to lower prices, revenues, profit margins, market share, etc which could have an adverse impact on the business, financial condition and results of operation.

Management perception:

The Company continuously carries out research and development (R&D) to keep pace with the customer choices and fashions. As a local company, Saif Powertec Limited has a unique understanding of the requirements of its clients and customers and as such, shall continuously position itself as the first choice to its domestic market. Many foreign companies which wish to enter the Bangladesh market will seek Saif Powertec Limited as competitor.

d. Market Risks

Market risk refers to the risk of adverse market conditions affecting the sales and profitability of the company. Mostly, the risk arises from falling demand for the product or service which would harm the performance of the company. On the other hand, strong marketing and brand management would help the company increase their customer base.

Management perception:

The needs for power, construction and infrastructure support services will continue to grow much faster in a developing country than other developed markets in the world. Strong management, timely and quality service has enabled the company to capture significant market share in the sector. And the company is continuously penetrating the market and upgrading the quality of their service to minimize the risk.



e. Technology Related Risks

Technology always plays a vital role for each and every type of business. Better technology can increase productivity and reduce costs of production. Firms are exposed to technology risks when there are better technologies available in the market than the one used by the company which may cause technological obsolescence and negative operational efficiency.

Management perception:

The Company is aware of technological changes and has adopted new technology according to its needs. Furthermore, routine and proper maintenance of the equipment carried out by the Company ensures longer service life for the existing equipment and facilities.

f. Potential or Existing Government Regulations

The company operates under Companies Act 1994 and other related regulations, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax Act 1991 and Value Added Tax Rules 1991. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

Management perception:

Since the Company operates in power, energy and infrastructure sector, the Government regulations are mostly investment-friendly. However, unless any policy change that may negatively and materially affect the industry as a whole, the business of the Company is expected not to be affected. As it is a thrust sector, it is highly unlikely that the Government will frustrate the growth of the industry with adverse policy measures.

g. Operational risks

Non-availability of materials/equipment/services may affect the smooth operational activities of the company. On the other hand, the equipment may face operational and mechanical failures due to natural disasters, unforeseen events, lack of supervision and negligence, leading to severe accidental losses, etc.

Management perception:

The company's equipment is under insurance coverage in order to get reasonable compensation for any damages. Apart from these, routine security check and proper maintenance of the equipment also reduce/eliminate the operational risk.

2. Basis of preparation

2.1 Statement of compliance

The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS) and Companies Act 1994, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax Act 1991 and Value Added Tax Rules 1991, Bangladesh Securities and Exchange Rules 1987 and other related regulations. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

2.2 Basis of measurement

The financial statements have been prepared on historical cost basis except financial assets and liabilities which are stated at "fair value".

2.3 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka, which is the Company's functional currency.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with BAS/BFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.



2.5 Reporting period

Reporting period of the Company cover for 3 (Three) months period from 01 July 2017 to 30 September 2017.

2.6 Comparative Information and Rearrangement Thereof

In accordance with the provisions of BAS-1: Presentation of Financial Statements, Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

Previous year figure has been rearranged whenever considered necessary to ensure comparability with the current year's presentation as per BAS -8 " Accounting Policies , Changes in Accounting Estimated and Errors"

2.7 Corporate Accounting Standards Practiced

The following BAS is applicable to the financial statements for the year under review:

BAS

BAS 1	:	Presentation of Financial Statements
BAS 2	:	Inventories
BAS 7	:	Statements of Cash Flows
BAS 8	:	Accounting Policies, Changes in Accounting Estimates and Errors
BAS 10	:	Events after the Reporting Period
BAS 12	:	Income Taxes
BAS 16	:	Property, Plant and Equipment
BAS 17	:	Leases
BAS 18	:	Revenue
BAS 19	:	Employee Benefits
BAS 21	:	The Effects of Changes in Foreign Exchange Rates
BAS 23	:	Borrowing Costs
BAS 24	:	Related Party Disclosures
BAS 27	:	Separate Financial Statements
BAS 32	:	Financial Instruments: Presentation
BAS 33	:	Earnings Per Share
BAS 34	:	Interim Financial Reporting
BAS 36	:	Impairment of Assets
BAS 37	:	Provisions, Contingent Liabilities and Contingent Assets
BAS 39	:	Financial Instruments: Recognition and Measurement

BFRS

BFRS 3	:	Business Combination
BFRS 7	:	Financial Instruments : Disclosure
BFRS 9	:	Financial Instruments
BFRS 10	:	Consolidated Financial Statements

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all period presented in these financial

3.1 Property, plant and equipment

3.1.1 Recognition and measurement

Property, plant and equipment are measured at cost and valuation (only land) less accumulated depreciation and impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset. It is carried at the lower of its carrying amount and fair value less cost. Any write-down is shown as an impairment loss. Cost includes expenditures that are directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.



3.1.2 Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of comprehensive income as incurred.

3.1.3 Depreciation on property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation thereon. Depreciation is charged applying diminishing balance method on all fixed assets other than land and land development. Depreciation has been charged on addition when the related asset is available for use and no depreciation has been charged when the related assets are de-recognized/disposed off. After considering the useful life of the assets as per BAS-16, the depreciation rates have been applied as under which is considered reasonable by the management:

Rates of depreciation on various classes of property, plant and equipment are as under:

<u>Category of property, plant and equipment</u>	<u>Rate (%)</u>
Furniture and fixtures	10
Building	5
Pre-fabricated building	10
Office and electrical equipment	10
Tools and equipment	10
Workshop	10
Vehicles	20
Plant and machinery	20
Others	10

3.1.4 Impairment of assets

I) Financial Assets

Accounts receivable and others receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flow of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default of delinquency by a debtor, indicates that a debtor of issuer will enter bankruptcy etc.

II) Non-Financial assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less cost to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impaired loss is recognized immediately in statement of comprehensive income unless the asset is carried at revalued amount. Any impaired loss of a revalued asset treated as a revaluation decrease. During the year no impaired loss occurred to recognize in the Financial Statements.

3.2 Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is valued at weighted average cost method and includes costs for acquiring the inventories and bringing them to their existing locations and conditions.



3.3 Provisions

A provision is recognised on the balance sheet date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is provable that an outflow of economic benefits will be required to settle the obligation.

In accordance with the guidelines as prescribed by BAS-37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations;

- a. when the company has an obligation (legal or constructive) as a result of past events;
- b. when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- c. Reliable estimates can be made of the amount of the obligation.

3.4 Capital works-in-progress

Capital-work-in-progress is stated at cost. These are expensed of a capital nature directly incurred in the construction of factory building. No depreciation is charged on the capital work in progress which is in accordance with BAS-16.

3.5 Earnings per share (EPS)

This has been calculated in compliance with the requirement of BAS-33 : Earnings per share by dividing the net earnings after Tax by the number of ordinary shares outstanding during the period.

Basic Earnings per share (Numerator /Denominator)

Earnings (Numerator)

*This represents earning for the year attributable to ordinary shareholders

No. of ordinary shares (Denominator)

This represents number of ordinary share outstanding during the year.

Diluted Earnings per share

As per the existing conditions of the loans taken by the company from various financial institutions or other contracts with various parties including employees, there is no condition related to conversion or stipulation related to share based payments for material and services supplied by them to the company. Hence, Diluted EPS of the company is same as basic EPS.

3.6 Revenue

Revenue is measured at fair value of consideration received or receivable. Revenue from sale of goods and services is recognised when the company has transferred the significant risk and rewards of ownership of goods to the buyer and revenue and costs incurred to effect the transaction can be measured reliably in compliance with the requirements of BAS-18/ IAS-18 (revenue). In case of contract, the company recognise its sales on the basis of the completion of work or on the basis of work done by the company.

3.7 Trade receivables

Trade receivables at the balance sheet date are stated at amounts which are considered realisable.

3.8 Interim Financial Statement

Interim period is a financial reporting shaoter than a full financial year. Interim financial report means a financial report containing either a complete st of financial statements (as described in BAS 1 Presentation of Financial Statements (as revised in 2007) or set of condensed financial statements (as described in this standard) for an interim period.

3.9 Finance income and expenses

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues. Finance expenses comprise interest expense on borrowings, bank charges and guarantee costs. All borrowing costs are recognised in the Statement of Profit or Loss and Comprehensive Income using the effective interest rate.



3.10 Cash and cash equivalents

It includes cash in hand and other deposits with banks which were held and available for use by the company without any restriction.

Cash flows from operating activities have been presented under direct method as per BAS-7.

3.11 Taxation

A provision for current tax @ 25% on net profit of the company has been provided during the year under

3.10 Deferred tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the financial statement date. The company has introduced Deferred Tax as per provision of BAS-12 (Income Taxes) during the year and comparative information has been re-stated accordingly.

3.12 Foreign Currency Transaction

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period, in compliance with the provision of BAS 21: The Effects of Changes in Foreign Exchange Rates, are determined as under :

- (a) Foreign currency monetary items are translated using the closing rate.
- (b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.
- (c) Non-monetary items that are measured at fair value in a foreign currency is translated using the exchange rate at the date when the fair value is determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rate different from those at which they were translated on initial recognition during the year or in previous financial statements is recognized in profit or loss in the year in which they arise.

As the import L/Cs were settled on spot payment basis, no exchange loss or gain occurred.

3.13 Employee Benefits:

The Company is operating Workers Profit Participation Fund (WPPF) according to Bangladesh Labour Law 2006 and Bangladesh labor (Amendment) Act 2013 are accounted for securing benefits to the employees in accordance with the provision of Bangladesh Accounting Standard (BAS) 19, " Employee Benefit". The company pays two festival bonuses to all employees in every year.

3.14 Related party disclosure

As per BAS 24: Related Party Disclosure, parties are considered to be related if one has the ability to control or exercise significant influence over other in making financial and operating decisions. During the year the Company made number of related parties transaction are given as annex ii/a.



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka				
At 30 September 2017		At 30 June 2017		
Consolidated	The Company	Consolidated	The Company	
4 Property, plant and equipment				
Cost:				
Opening balance	2,617,526,512	2,451,642,143	2,183,219,552	2,026,432,739
Add: Addition during the period/year	828,039,199	828,039,199	434,306,960	425,209,404
Closing balance (A)	3,445,565,711	3,279,681,342	2,617,526,512	2,451,642,143
Depreciation:				
Opening balance	720,523,094	686,636,400	570,357,414	542,654,195
Add: Charge for the period/year	54,217,004	52,752,696	150,165,680	143,982,204
Closing balance (B)	774,740,099	739,389,096	720,523,094	686,636,400
Written down value (A-B)	2,670,825,612	2,540,292,246	1,897,003,418	1,765,005,743
Details are in Annex I.				
5 Capital works-in-progress				
Opening balance	3,896,631,511	3,893,401,434	2,154,601,625	2,154,601,625
Add: Addition during the period/year	607,961,273	604,505,477	1,742,029,886	1,738,799,809
Less: Transferred during the period/year	(813,358,574)	(813,358,574)	-	-
Closing balance	3,691,234,210	3,684,548,337	3,896,631,511	3,893,401,434
This represents cost incurred for Land, Construction of Building, Machineries and other Capital expenditure out of which Tk. 952,650,067 from right issue fund.				
6 Investment in subsidiary company				
Amount in Taka 80,000,000 was invested by the company in its subsidiary, Saif Plastic and Polymer Industries Limited in 8,000,000 ordinary shares of Taka 10 each.				
7 Inventories				
Generators	91,162,478	91,162,478	92,164,810	92,164,810
Spare parts	235,547,810	235,547,810	221,055,625	221,055,625
Electric goods	205,506,871	205,506,871	226,836,541	226,836,541
Raw materials	756,582,147	756,582,147	607,579,585	607,579,585
Closing stock subsidiary company	3,690,891	-	3,229,098	-
Total	1,292,490,197	1,288,799,306	1,150,865,659	1,147,636,561
8 Accounts and others receivable				
Imported goods sales	334,965,170	334,965,170	350,114,149	350,114,149
Contract execution	256,311,587	256,311,587	197,537,311	197,537,311
Manufacturing	15,597,851	15,597,851	-	-
Shipping agent	196,625,478	196,625,478	209,977,294	209,977,294
Receivable (Subsidiary Company)	6,294,011	-	3,379,971	-
Interest Receivable	4,557,862	4,557,862	7,170,936	7,170,936
Total	814,351,959	808,057,948	768,179,661	764,799,690
Dues upto 6 months	421,752,880	418,493,211	397,487,342	395,729,757
Dues above 6 months	392,599,079	389,564,737	370,692,318	369,069,932
Total	814,351,959	808,057,948	768,179,661	764,799,690
9 Advances, deposits and prepayments				
Advances to/against				
VAT	21,942,783	18,679,004	21,244,100	18,941,181
Income tax	421,017,955	415,594,515	401,084,318	395,930,598
Salary	5,563,208	5,563,208	6,198,316	6,198,316
Office rent	8,865,380	8,865,380	8,809,000	8,809,000
Advance against work	314,380,021	314,380,021	227,363,576	227,363,576
Others	195,351,631	195,351,631	133,277,855	133,277,855
Sub-total	967,120,978	958,433,759	797,977,165	790,520,526



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Deposits and prepayments:

Bank guarantee
L/C margin
Earnest money
Security money
Sub-total
Total

Dues upto 6 months
Dues above 6 months
Total

Amount in Taka			
At 30 September 2017		At 30 June 2017	
Consolidated	The Company	Consolidated	The Company
29,416,784	29,416,784	33,081,279	33,081,279
51,612,563	45,842,956	37,343,450	31,573,843
10,200	10,200	10,200	10,200
14,319,694	14,319,694	14,319,694	14,319,694
95,359,241	89,589,634	84,754,623	78,985,016
1,062,480,219	1,048,023,393	882,731,788	869,505,542
377,924,214	372,781,921	313,450,376	308,755,059
684,556,005	675,241,472	569,281,412	560,750,483
1,062,480,219	1,048,023,393	882,731,788	869,505,542

10 Fixed Deposit Receipt (FDR):

Dhaka Bank Limited
Farmers Bank Limited
Premier Leasing & Finance Ltd
Fareast Finance and Investment Ltd.
One Bank Limited
Total

214,505,648	214,505,648	200,966,229	200,966,229
99,765,555	99,765,555	98,627,923	98,627,923
60,439,722	60,439,722	60,439,722	60,439,722
75,000,000	75,000,000	75,000,000	75,000,000
101,040,789	101,040,789	35,905,440	35,905,440
550,751,714	550,751,714	470,939,314	470,939,314

11 Cash and cash equivalents

Cash in hand
Branch Office
Factory
Dhaka Office

16,675,214	16,675,214	17,739,368	17,739,368
2,345,791	2,345,791	1,268,974	1,268,974
3,049,569	2,789,457	2,965,663	2,699,908
22,070,574	21,810,462	21,974,005	21,708,250

Bank balances with:

Bank Asia Limited
Bangladesh Commerce Bank Limited
Dhaka Bank Limited
Mercantile Bank Limited, Dhaka
One Bank Limited
Jamuna Bank Limited
AB Bank Limited
Social Islami Bank Limited
The Premier Bank Limited
Sonali Bank Limited
Eastern Bank Limited
BRAC Bank Limited
Islami Bank Bangladesh Limited
NCC Bank Limited
United Commercial Bank Limited
Southeast Bank Limited
Farmers Bank Limited
Dutch Bangla Bank Ltd
Standard Bank Limited
Dhaka Bank Limited (Rights)
Dhaka Bank Limited (IPO)
Farmers Bank Limited (IPO)

Total

19,298	17,936	19,298	17,936
610,570	610,570	-	-
10,363,137	10,355,756	6,925,640	5,870,210
128,733	128,733	130,803	130,803
11,707,142	11,707,142	4,776,849	4,776,849
20,372	20,372	520,372	520,372
33,825	33,825	151,037	151,037
-	-	-	-
192,976	192,976	-	-
9,807,032	9,807,032	9,035,584	9,035,584
-	-	11,025	11,025
207,963	207,963	208,422	208,422
8,645,526	8,645,526	97,371	97,371
12,513	12,513	7,221,762	7,221,762
204,228	-	2,097,811	-
48,398	48,398	48,742	48,742
21,351,329	21,174,403	19,169,065	19,158,303
2,012,500	2,012,500	108,949	108,949
469,800	469,800	469,800	469,800
41,232,890	41,232,890	266,640,473	266,640,473
2,393,823	2,393,823	2,394,837	2,394,837
81,333	81,333	81,393	81,393
109,543,388	109,153,491	320,109,233	316,943,868
131,613,962	130,963,953	342,083,238	338,652,118



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 June 2017	
Consolidated	The Company	Consolidated	The Company

12 Share capital

Authorised capital
500,000,000 ordinary shares of Taka 10 each

5,000,000,000	5,000,000,000	5,000,000,000	5,000,000,000
1,376,893,480	1,376,893,480	1,376,893,480	1,376,893,480
949,013,480	949,013,480	949,013,480	949,013,480
2,325,906,960	2,325,906,960	2,325,906,960	2,325,906,960

Paid-up capital
137,689,348 ordinary shares @ Tk.10 each in cash
94,901,348 ordinary shares @ Tk.10 each in Bonus
Total

Paid-up Capital has been increased to Taka 2,325,906,960 through allotment of Rights Shares (1:1R) dated April 06, 2017 according to Bangladesh Securities and Exchange Commission approval for issuance of rights shares vide letter no. BSEC/CI/RI-108/2016/27 dated January 17, 2017 and allotment of Bonus shares @ 27% dated December 18, 2016.
As of September 30, 2017 the company utilised Tk. 1,534,682,929 out of Tk. 1,744,430,220 comprising 116,295,348 right shares @ Tk.15/- (including Tk. 5/-) per share and un-utilised portion of Right Issue proceed was Tk. 209,747,291 as of September 30, 2017.

Company's shareholding position as on the dates of balance sheet were as under:

	Percentage(%)	No. of shares	Value (Taka)
12.1 <u>Shareholdings</u>	40.06	93,171,226	931,712,260
Directors and Sponsor	14.97	34,818,827	348,188,270
Institutional shareholders	44.97	104,600,642	1,046,006,420
Individual shareholders	100	232,590,695	2,325,906,950
Total			

13 Share premium

Opening balance
Add: Received during the period/year
Less: Adjusted Rights Issue Exp.
Total

Amount (Taka)	Amount (Taka)	Amount (Taka)	Amount (Taka)
976,713,054	976,713,054	418,345,180	418,345,180
-	-	581,476,740	581,476,740
-	-	(23,108,866)	(23,108,866)
976,713,054	976,713,054	976,713,054	976,713,054
82,059,122	82,059,122	82,059,122	82,059,122

14 Revaluation reserve

In 2010, land under the ownership of Saif Powertec Limited was professionally revalued by G. Kibria & Co, Chartered Accountants. at Fair market value was estimated at Taka 121,734,000 as against net book value of Taka 25,193,856 resulting in a revaluation surplus of Taka 96,540,144 which was accounted for and transferred to revaluation reserve. The company does not feel it necessary to revalue is property during the year since the value does not differ significantly from its carrying amount.

15 Retained earnings:

Opening Balance
Add: Addition this period/year
Less: Dividend @ 32% (5% Cash & 27% Stock)
Total

1,061,059,648	1,043,181,910	710,032,817	701,690,276
174,681,959	172,894,179	644,054,481	634,519,284
-	-	(293,027,650)	(293,027,650)
1,235,741,607	1,216,076,089	1,061,059,648	1,043,181,910

16 Non Controlling Interest:

This is made up as follows:

A. Subsidiary Share Capital
B. Saif Powertec Limited invest to Subsidiary Company
Percentage of holding share of Subsidiary company By SPL (B/A)
Non Controlling interest Percentage
C. Non controlling interest on Share Capital
Opening Retained earnings
D. Non controlling interest on Opening retained earnings @20% Restated
Current years profit of subsidiaries
E. Non controlling interest on current years profit of subsidiary @ 20%
Total Non controlling Interest (C+D+E)

100,000,000	100,000,000
80,000,000	80,000,000
80%	80%
20%	20%
20,000,000	20,000,000
22,347,171	10,428,177
4,469,434	2,085,635
2,234,723	11,918,994
446,945	2,383,799
24,916,379	24,469,434



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 June 2017	
Consolidated	The Company	Consolidated	The Company

17 Long term loan from Banks and NBFIs

The company has availed long-term credit facilities from the following banks:

Dhaka Bank Limited	67,318,292	67,318,292	80,250,469	80,250,469
One Bank Limited	351,846,838	351,846,838	-	-
Infrastructure Development Company Limited	306,275,227	306,275,227	305,775,193	305,775,193
Bangladesh Finance and Investment Company Limited	226,214,297	226,214,297	245,536,122	245,536,122
Hajj Finance Company Limited	116,384,877	116,384,877	120,800,084	120,800,084
Premier Leasing and Finance Limited	342,169,627	342,169,627	-	-
Fareast Finance and Investment Ltd	267,948,348	267,948,348	276,398,653	276,398,653
IPDC Finance Limited	37,730,951	37,730,951	39,463,458	39,463,458
LankaBangla Finance Ltd.	31,885,300	31,885,300	21,790,821	21,790,821
NCC Bank Limited	24,220,386	24,220,386	28,430,282	28,430,282
	1,771,994,143	1,771,994,143	1,118,445,082	1,118,445,082

17.1 Long-term loan

Dhaka Bank Limited

Opening Balance	270,834,956	270,834,956	273,844,959	273,844,959
Add: Principal this period/year	-	-	170,122,222	170,122,222
Add: Interest this period/year	6,217,323	6,217,323	65,314,676	65,314,676
Less: Payment this period/year	(25,864,353)	(25,864,353)	(238,446,901)	(238,446,901)
Sub Total (A)	251,187,926	251,187,926	270,834,956	270,834,956

One Bank Limited

Opening Balance	-	-	-	-
Add: Principal this period/year	344,278,289	344,278,289	-	-
Add: Interest this period/year	7,568,549	7,568,549	-	-
Less: Payment this period/year	-	-	-	-
Sub Total (B)	351,846,838	351,846,838	-	-

Farmers Bank Limited

Opening Balance	-	-	15,369,261	15,369,261
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	-	-	2,491,650	2,491,650
Less: Payment this period/year	-	-	(17,860,911)	(17,860,911)
Sub Total (C)	-	-	-	-

NCC Bank Limited

Opening Balance	67,750,800	67,750,800	27,524,412	27,524,412
Add: Principal this period/year	-	-	46,799,300	46,799,300
Add: Interest this period/year	1,874,645	1,874,645	4,790,088	4,790,088
Less: Payment this period/year	(11,631,000)	(11,631,000)	(11,363,000)	(11,363,000)
Sub Total (D)	57,994,445	57,994,445	67,750,800	67,750,800

Bangladesh Finance and Investment Company Limited

Opening Balance	306,110,452	306,110,452	323,999,638	323,999,638
Add: Principal this period/year	-	-	8,153,969	8,153,969
Add: Interest this period/year	11,508,095	11,508,095	77,008,784	77,008,784
Less: Payment this period/year	(25,608,660)	(25,608,660)	(103,051,939)	(103,051,939)
Sub Total (E)	292,009,887	292,009,887	306,110,452	306,110,452

Infrastructure Development Company Limited

Opening Balance	305,775,193	305,775,193	288,396,183	288,396,183
Add: Principal this period/year	-	-	35,762,571	35,762,571
Add: Interest this period/year	5,500,034	5,500,034	19,671,051	19,671,051
Less: Payment this period/year	(5,000,000)	(5,000,000)	(38,054,612)	(38,054,612)
Sub Total (F)	306,275,227	306,275,227	305,775,193	305,775,193



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 June 2017	
Consolidated	The Company	Consolidated	The Company

Premier Leasing & Finance Limited

Opening Balance	-	-	350,000,000	350,000,000
Add: Principal this period/year	410,000,000	410,000,000	-	-
Add: Interest this period/year	4,441,667	4,441,667	49,011,982	49,011,982
Less: Payment this period/year	(9,328,760)	(9,328,760)	(399,011,982)	(399,011,982)
Sub Total (G)	405,112,907	405,112,907	-	-

Fareast Finance and Investment Ltd

Opening Balance	339,530,644	339,530,644	-	-
Add: Principal this period/year	-	-	350,000,000	350,000,000
Add: Interest this period/year	11,201,009	11,201,009	39,777,494	39,777,494
Less: Payment this period/year	(17,456,180)	(17,456,180)	(50,246,850)	(50,246,850)
Sub Total (H)	333,275,473	333,275,473	339,530,644	339,530,644

IPDC Finance Limited

Opening Balance	47,680,349	47,680,349	-	-
Add: Principal this period/year	-	-	50,000,000	50,000,000
Add: Interest this period/year	1,350,584	1,350,584	2,261,272	2,261,272
Less: Payment this period/year	(2,849,035)	(2,849,035)	(4,580,923)	(4,580,923)
Sub Total (I)	46,181,898	46,181,898	47,680,349	47,680,349

Haji Finance Company Limited

Opening Balance	141,705,244	141,705,244	193,156,034	193,156,034
Add: Principal this period/year	-	-	3,526,636	3,526,636
Add: Interest this period/year	4,315,946	4,315,946	23,646,977	23,646,977
Less: Payment this period/year	(7,990,886)	(7,990,886)	(78,624,403)	(78,624,403)
Sub Total (J)	138,030,304	138,030,304	141,705,244	141,705,244

LankaBangla Finance Limited

Opening Balance	29,573,287	29,573,287	-	-
Add: Principal this period/year	14,373,125	14,373,125	30,000,000	30,000,000
Add: Interest this period/year	814,510	814,510	221,828	221,828
Less: Payment this period/year	(1,945,617)	(1,945,617)	(648,541)	(648,541)
Sub Total (K)	42,815,305	42,815,305	29,573,287	29,573,287
Total (A+B+C+D+E+F+G+H+I+J+K)	2,224,730,210	2,224,730,210	1,508,960,925	1,508,960,925
Less: Long-term loan	1,771,994,143	1,771,994,143	1,213,149,869	1,213,149,869
Transferred to current portion loan	452,736,067	452,736,067	295,811,056	295,811,056

Nature	Long term loan
Purpose	Working Capital
Tenure	1 Year to 6 Years
Repayment	25-01-22
Rate of interest	15.5% ~ 17.50%
Security	Registered mortgage of 82.00 decimal land situated at Khilgaon, Gazipur. Lien of readily saleable 4,118,834 shares. Hypothecation underlying assets, 32.43 Decimal land at Basugaon, pubail, 32.20 Decimal land at khilgaon, pubail, 122 dec. Bashugaon, Gazipur. 8.77decimals land at Gazipur Sadar, 69.80 decimal land at khilgaon, Gazipur.

18 Current portion of long-term loan

Dhaka Bank Limited	183,869,632	183,869,632	190,584,485	190,584,485
Bangladesh Finance and Investment Company Limited	65,795,590	65,795,590	60,574,330	60,574,330
NCC Bank Limited	33,774,059	33,774,059	39,320,518	39,320,518
Premier Leasing and Finance Limited	62,943,280	62,943,280	-	-
Fareast Finance and Investment Ltd	65,327,125	65,327,125	63,131,991	63,131,991
LankaBangla Finance Limited	10,930,007	10,930,007	7,782,468	7,782,468
IPDC Finance Limited	8,450,948	8,450,948	8,216,891	8,216,891
Haji Finance Company Limited	21,645,427	21,645,427	20,905,160	20,905,160
Total	452,736,068	452,736,068	390,515,843	390,515,843



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 June 2017	
Consolidated	The Company	Consolidated	The Company

19 Deferred Tax Liability:

Deferred tax liability end of the period	77,432,399	77,432,399	71,617,813	71,617,813
Deferred Tax liability (Subsidiary Com.)	14,401,084	-	13,290,080	-
Total	91,833,483	77,432,399	84,907,893	71,617,813

20 Short-term loan from Banks

Time Loan and LTR

Dhaka Bank Limited	324,152,218	324,152,218	235,115,862	235,115,862
Bangladesh Commerce Bank Limited	206,184,815	206,184,815	206,065,934	206,065,934
One Bank Limited	561,183,509	561,183,509	-	-
Farmers Bank Limited	-	-	319,607,547	319,607,547
Fareast Finance and Investment Limited	152,437,520	152,437,520	151,625,010	151,625,010
Islamic Finance and Investment Limited	56,194,164	56,194,164	63,117,052	63,117,052
The Premier Bank Limited	130,409,623	130,409,623	140,954,141	140,954,141
Premier Leasing & Finance Limited	-	-	53,334,419	53,334,419
	1,430,561,849	1,430,561,849	1,169,819,965	1,169,819,965

Bank Overdraft

Dhaka Bank Limited	429,507,367	429,507,367	432,209,369	432,209,369
NCC Bank Limited	20,434,131	20,434,131	20,046,920	20,046,920
Farmers Bank Limited	-	-	456,333,327	456,333,327
One Bank Limited	101,693,156	101,693,156	-	-
The Premier Bank Limited	436,047,803	436,047,803	487,964,730	487,964,730
	987,682,457	987,682,457	1,396,554,346	1,396,554,346
	2,418,244,306	2,418,244,306	2,566,374,311	2,566,374,311

20.01 Short-term loan

Dhaka Bank Limited

Opening Balance	235,115,862	235,115,862	251,675,144	251,675,144
Add: Principal this period/year	207,470,096	207,470,096	719,485,653	719,485,653
Add: Interest this period/year	9,757,905	9,757,905	34,398,339	34,398,339
Less: Payment this period/year	(128,191,644)	(128,191,644)	(770,443,274)	(770,443,274)
	324,152,219	324,152,219	235,115,862	235,115,862

One Bank Limited

Opening balance	-	-	-	-
Add: Principal this period/year	549,599,179	549,599,179	-	-
Add: Interest this period/year	11,584,330	11,584,330	-	-
Less: Payment this period/year	-	-	-	-
	561,183,509	561,183,509	-	-

NCC Bank Limited

Opening balance	-	-	13,066,216	13,066,216
Add: Principal this period/year	-	-	-	-
Add: Interest this period/year	-	-	384,416	384,416
Less: Payment this period/year	-	-	(13,450,632)	(13,450,632)
	-	-	-	-

Farmers Bank Limited

Opening balance	319,607,547	319,607,547	277,262,617	277,262,617
Add: Principal this period/year	-	-	124,575,029	124,575,029
Add: Interest this period/year	2,361,544	2,361,544	42,294,577	42,294,577
Less: Payment this period/year	(321,969,091)	(321,969,091)	(124,524,676)	(124,524,676)
	-	-	319,607,547	319,607,547

AB Bank Limited

Opening balance	-	-	-	-
Add: Principal this period/year	-	-	34,014,873	34,014,873
Add: Interest this period/year	-	-	1,177,293	1,177,293
Less: Payment this period/year	-	-	(35,192,166)	(35,192,166)
	-	-	-	-



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 June 2017	
Consolidated	The Company	Consolidated	The Company

Premier Bank Limited

Opening balance	140,954,141	140,954,141	-	-
Add: Principal this period/year	36,889,000	36,889,000	210,898,000	210,898,000
Add: Interest this period/year	4,968,247	4,968,247	6,615,680	6,615,680
Less: Payment this period/year	(52,401,765)	(52,401,765)	(76,559,539)	(76,559,539)
	130,409,623	130,409,623	140,954,141	140,954,141

Bangladesh Commerce Bank Limited

Opening balance	206,065,934	206,065,934	-	-
Add: Principal this period/year	-	-	200,000,000	200,000,000
Add: Interest this period/year	6,185,881	6,185,881	7,132,601	7,132,601
Less: Payment this period/year	(6,067,000)	(6,067,000)	(1,066,667)	(1,066,667)
	206,184,815	206,184,815	206,065,934	206,065,934

Fareast Finance and Investment Limited

Opening balance	151,625,010	151,625,010	-	-
Add: Principal this period/year	-	-	150,000,000	150,000,000
Add: Interest this period/year	3,250,030	3,250,030	8,125,050	8,125,050
Less: Payment this period/year	(2,437,520)	(2,437,520)	(6,500,040)	(6,500,040)
	152,437,520	152,437,520	151,625,010	151,625,010

Islamic Finance and Investment Limited

Opening balance	63,117,052	63,117,052	-	-
Add: Principal this period/year	-	-	70,000,000	70,000,000
Add: Interest this period/year	1,952,612	1,952,612	3,117,052	3,117,052
Less: Payment this period/year	(8,875,500)	(8,875,500)	(10,000,000)	(10,000,000)
	56,194,164	56,194,164	63,117,052	63,117,052

Premier Leasing & Finance Limited

Opening balance	53,334,419	53,334,419	-	-
Add: Principal this period/year	-	-	60,000,000	60,000,000
Add: Interest this period/year	2,410,708	2,410,708	3,437,499	3,437,499
Less: Payment this period/year	(55,745,127)	(55,745,127)	(10,103,080)	(10,103,080)
	-	-	53,334,419	53,334,419

Purpose	Working Capital
Tenure	1 Year
Repayment	15-06-18
Rate of interest	2% to 17%
Security	Pledge of 3.225 Million Ordinary Share of SAIF Powertec Limited, Hypothecation underlying assets, 32.43 Decimal land at Basugaon, pubail, 32.20 Decimal land at khilgaon, pubail, 122 dec. Bashugaon, Gazipur.

21 Accounts payable

A & J Traders	5,563,215	5,563,215	482,790	482,790
Model Art press	2,015,621	2,015,621	452,186	452,186
Deferred L/C Liabilities	33,541,250	33,541,250	66,686,870	66,686,870
Others	45,866,215	45,866,215	35,472,264	35,472,264
Subsidiary	12,221,872	-	13,824,368	-
Total	99,208,172	86,986,301	116,918,476	103,094,110
Dues upto 6 months	48,465,552	42,243,456	66,175,857	58,351,266
Dues above 6 months	50,742,619	44,742,844	50,742,619	44,742,844
Total	99,208,171	86,986,300	116,918,476	103,094,110



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

		Amount in Taka			
		At 30 September 2017		At 30 June 2017	
		Consolidated	The Company	Consolidated	The Company
22	Accrued expenses				
	Salary and allowances	13,887,388	13,566,250	7,150,524	6,829,385
	Others payable	1,006,548	1,006,548	906,900	906,900
	Office rent	1,362,514	1,362,514	360,000	360,000
	Income tax payable (Note: 22.01)	588,988,978	587,624,018	537,079,862	535,807,210
	Audit fee	93,750	87,500	375,000	350,000
	Service charge	30,000	30,000	30,000	30,000
	Utility bill	3,959,398	3,555,621	866,373	462,596
	Telephone bill	12,641	12,641	13,927	13,927
	Total	609,341,217	607,245,093	546,782,586	544,760,018
22.01	Income tax provision				
	Opening Balance	537,079,862	535,807,210	338,058,345	337,169,595
	Addition this period/year	51,909,116	51,816,808	199,021,517	198,637,615
	Total	588,988,978	587,624,018	537,079,862	535,807,210
23	Workers profit participation/Welfare fund				
	Opening balance	96,909,981	96,909,981	54,608,695	54,608,695
	Add: During this period/year	11,526,279	11,526,279	42,301,286	42,301,286
	Total	108,436,259	108,436,259	96,909,981	96,909,981
	No interest has been provided on Workers profit participation fund.				
24	Sales				
		Period ended 30 September 2017		Period ended 30 September 2016	
		Gross revenue	VAT	Net revenue	Consolidated
	Contract	563,210,480	13,632,993	549,577,487	549,577,487
	Maintenance	86,251,470	-	86,251,470	86,251,470
	Imported goods	112,687,451	1,030,966	111,656,485	111,656,485
	Manufacturing (Battery)	110,562,633	14,421,213	96,141,420	96,141,420
	Net sales (subsidiary)	-	-	15,292,401	15,292,401
	Total	872,712,034	29,085,172	843,626,862	858,919,263
25	Cost of sales				
	Maintenance (Note 25.1)	43,803,976	43,803,976	43,086,173	43,086,173
	Contracts (Note 25.2)	185,107,168	185,107,168	220,158,929	220,158,929
	Imported goods (Note 25.3)	102,590,968	102,590,968	102,961,971	102,961,971
	Manufacturing (Note 25.4)	81,527,358	81,527,358	-	-
	Cost of sales (Note 25.5)	10,977,879	-	13,154,672	-
	Total	424,007,348	413,029,470	379,361,745	366,207,073
25.01	Maintenance				
	Wages and others expenses	17,589,615	17,589,615	17,625,410	17,625,410
	Labour bills	24,323,485	24,323,485	24,325,145	24,325,145
	Fuel and oil	1,362,458	1,362,458	612,471	612,471
	Repair and maintenance	528,418	528,418	523,147	523,147
	Total	43,803,976	43,803,976	43,086,173	43,086,173



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

		Amount in Taka			
		At 30 September 2017		At 30 September 2016	
		Consolidated	The Company	Consolidated	The Company
25.02	Contract				
	Wages and salary	27,955,415	27,955,415	27,843,610	27,843,610
	Project implementation cost	105,586,321	105,586,321	140,527,189	140,527,189
	Wages and others expenses	355,261	355,261	263,214	263,214
	Trailer and prime mover rent	1,263,254	1,263,254	1,112,451	1,112,451
	Fuel and oil	1,893,254	1,893,254	1,960,500	1,960,500
	Utility bill	1,295,687	1,295,687	1,358,960	1,358,960
	Uniform expenses (dress)	65,847	65,847	55,220	55,220
	Repair and maintenance	46,125,871	46,125,871	45,982,153	45,982,153
	Hotel rent	566,258	566,258	1,055,632	1,055,632
	Total	185,107,168	185,107,168	220,158,929	220,158,929
25.03	Imported goods				
	Cost of imported goods	67,933,251	67,933,251	61,502,410	61,502,410
	Clearing charge	255,621	255,621	251,900	251,900
	L/C expenses	963,258	963,258	902,019	902,019
	Marine insurance	2,369,715	2,369,715	2,383,222	2,383,222
	Carriage inward	105,615	105,615	66,210	66,210
	Wages and salary	30,963,508	30,963,508	37,856,210	37,856,210
	Total	102,590,968	102,590,968	102,961,971	102,961,971
25.04	Manufacturing				
	Cost of imported goods	46,903,494	46,903,494	-	-
	Clearing charge	555,260	555,260	-	-
	L/C expenses	2,863,251	2,863,251	-	-
	Depreciation	10,333,649	10,333,649	-	-
	Marine insurance	2,506,214	2,506,214	-	-
	Electricity bill	4,863,250	4,863,250	-	-
	Carriage inward	362,150	362,150	-	-
	Wages and salary	10,563,214	10,563,214	-	-
	Others	2,576,876	2,576,876	-	-
	Total	81,527,358	81,527,358	-	-
25.05	Cost of sales of subsidiary	10,977,879	-	42,536,604	-
26	General and administrative expenses				
	Salary and allowances	18,421,910	17,863,254	15,760,151	15,563,214
	Office rent	3,774,625	3,618,625	3,403,520	3,364,520
	Travelling and conveyance	886,243	863,257	791,816	786,541
	Vehicle running expenses	2,611,673	2,566,328	382,263	365,870
	Publicity and promotional expenses	1,253,687	1,253,687	918,450	918,450
	Utility bills	925,678	925,678	310,420	310,420
	Communication expenses	271,879	265,879	214,922	213,422
	Printing and stationery	1,001,138	988,796	561,932	558,645
	Employees welfare	926,163	876,257	776,258	763,218
	Medical expenses	55,289	55,289	18,450	18,450
	Depreciation	42,419,048	42,419,048	31,088,065	31,088,065
	Service charge	113,437	90,451	73,239	72,641
	Telephone and mobile phone bills	571,420	563,825	488,119	486,254
	Postage and courier	25,754	20,657	17,756	16,580
	Carriage outward	205,647	205,647	198,460	198,460
	Repair and maintenance	291,081	212,631	288,494	263,540
	Tender expenses	25,600	25,600	46,351	46,351
	Marketing expenses	11,445,797	11,325,789	327,430	253,641
	Audit fee	93,750	87,500	93,750	87,500
	Paper and periodicals	12,854	10,258	8,641	7,986
	Sundry expenses	698,082	655,678	470,628	461,860
	Total	86,030,755	84,894,134	56,239,115	55,845,628



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 September 2016	
Consolidated	The Company	Consolidated	The Company

27 Financial expenses

Bank interest	27,751,861	27,751,861	18,427,313	18,427,313
Dhaka Bank Limited	20,927,943	20,927,943	-	-
One Bank Limited	2,611,856	2,611,856	3,911,156	3,911,156
NCC Bank Limited	5,733,340	5,733,340	24,871,963	24,871,963
Farmers Bank Limited	11,508,095	11,508,095	9,634,479	9,634,479
Bangladesh Finance and Investment Company Limited	4,315,946	4,315,946	6,213,666	6,213,666
Hajj Finance Company Limited	2,410,708	2,410,708	12,031,251	12,031,251
Premier Leasing and Finance Limited	19,973,614	19,973,614	16,097,752	16,097,752
The Premier Bank Limited	6,185,881	6,185,881	-	-
Bangladesh Commerce bank Limited	-	-	1,177,293	1,177,293
AB Bank Limited	1,350,584	1,350,584	-	-
IPDC Finance Limited	3,250,030	3,250,030	4,010,430	4,010,430
Fareast Finance and Investment Limited	5,500,034	5,500,034	4,840,119	4,840,119
Infrastructure Development Company Limited	1,952,612	1,952,612	-	-
Islamic Finance Limited	814,510	814,510	-	-
LankaBangla Finance Limited	114,287,014	114,287,014	101,215,422	101,215,422
Bank charge, commission & others	460	460	1,670	1,670
AB Bank Limited	22,430	22,430	-	-
Bangladesh Commerce Bank Limited	460	460	-	-
BRAC Bank Limited	700,106	700,106	274,473	274,473
Dhaka Bank Limited	100,000	100,000	15,295	15,295
Farmers Bank Limited	24,850	24,850	33,826	33,826
Islami Bank (Bangladesh) Limited	350	350	-	-
Jamuna Bank Limited	1,610	1,610	1,150	1,150
Mercantile Bank Limited	1,050	1,050	187,520	187,520
NCC Bank Limited	1,031,089	1,031,089	-	-
ONE Bank Limited	240	240	24,945	24,945
Sonali Bank Limited	-	-	575	575
Eastern Bank Limited	13,850	13,850	14,830	14,830
Premier Bank Limited	230	230	345	345
Southeast Bank Limited	26,871	26,871	29,576	29,576
Dutch Bangla Bank Limited	4,038	4,038	401	401
Cash, loan processing and others	3,603	-	2,197	-
Subsidiary Company	1,931,237	1,927,634	586,803	584,606
Total	116,218,251	116,214,648	101,802,225	101,800,028

28 Income Tax Expense:

Current tax payable (Note: 28.01)

Deferred tax expenses

Total

51,909,116	51,816,808	53,366,176	53,213,690
6,925,590	5,814,586	2,174,643	732,992
58,834,706	57,631,394	55,540,819	53,946,682

28.01 Current tax payable (The Company):

Income before tax during the year

Add: Accounting depreciation

Less: Tax depreciation

Taxable Income

Tax Rate

Current Tax

Add: Tax on Subsidiaries

Total

230,525,573	230,525,573	215,786,728	215,786,728
52,752,696	52,752,696	31,088,065	31,088,065
(76,011,039)	(76,011,039)	(34,020,034)	(34,020,034)
207,267,230	207,267,230	212,854,759	212,854,759
25%	25%	25%	25%
51,816,808	51,816,808	53,213,690	53,213,690
92,308	-	152,486	-
51,909,116	51,816,808	53,366,176	53,213,690



Saif Powertec Limited

Notes to the financial statements for the period ended 30 September 2017

Amount in Taka			
At 30 September 2017		At 30 September 2016	
Consolidated	The Company	Consolidated	The Company

29 Earnings per share (EPS)

Basic Earning per share:

Earnings attributable to ordinary shares:

Net profit after tax as per statement of comprehensive income

Number of shares (Note 29.01):

Basic Earning per share (Per value of Taka 10)

Re-stated Earning per share for Right Issue (Basic Earning Per Share/Adjusting Factor)

174,681,959	172,894,179	164,208,479	161,840,045
232,590,696	232,590,696	116,295,348	116,295,348
0.75	0.74	1.41	1.39
-	-	0.86	0.85

29.01 Number of shares:

Opening Balance

Bonus Shares

232,590,696	232,590,696	91,571,140	91,571,140
-	-	24,724,208	24,724,208
232,590,696	232,590,696	116,295,348	116,295,348

Calculation of Adjusting Factor:

Fair Value before right issue

Exercise Price

1	67.5	67.5
1	15	15
2		82.5

Theoretical Ex-right fair value per share (82.50/2)

Adjusting factor for right issue (67.50/41.25)

41.25
1.64

30 Directors' responsibility statements

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements.

31 Events after the Reporting Period.

In compliance with the requirements of BAS-10: "Events after the reporting period", post balance sheet adjusting events that provide additional information about the Company's position at the balance sheet date are reflected in the financial statements and events after the balance sheet date that are not adjusting events are disclosed in the notes when material, in applicable cases.

There was no events after reporting period of such importance for which adjustment to be given or disclosure is required except cash dividend @ 5% excluding the sponsor shareholders and directors and 28% stock dividend [June 30, 2016: 5% cash and 27% stock) as recommended in the meeting of Board of Directors held on 28 October, 2017 (June 30, 2016: 26 October, 2016).

Others

32 Number of Employees

All the employees receive salary/wages in excess of tk. 3000 per month

Number of permanent staff

Number of permanent workers

Number of temporary staff/worker

Total

961
961

33 Figures are rounded off to the nearest Taka.

34 These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

35 Production capacity and current utilization

Name of Product / Service	Capacity	Capacity Utilizations
Chittagong Port Operation	657,000 containers per year	60%
Maintenance	657,000 containers per year	60%
Import	Not applicable	Not applicable
Sub-contract	Not applicable	Not applicable
Solar	Not applicable	Not applicable
Substation	11 nos. of RTG	45%
Contract	4 nos. of QGC	100%



Saif Powertec Limited**Details of Property, Plant and Equipment (except Manufacturing unit) and Depreciation at 30 September 2017**

Asset category	Cost and Valuation				Depreciation				Written down value at 30 June 2017		
	At 01 July 2016	Additions	Revaluation	Adjustment/disposal	Total at 30 June 2017	Rate (%)	To 01 July 2016	Charge for the year		Adjustment on disposal	Total to 30 June 2017
Tools and equipment	1,277,794,196	-	-	-	1,277,794,196	10	419,802,221	21,449,799	-	441,252,020	836,542,176
Land and land development	260,780,178	-	-	-	260,780,178	-	-	-	-	-	260,780,178
Pre-fabricated building	25,550,054	-	-	-	25,550,054	10	11,971,708	339,459	-	12,311,167	13,238,887
Building	344,213,543	-	-	-	344,213,543	5	75,177,619	3,362,949	-	78,540,568	265,672,975
Plant and machinery	216,608,800	-	-	-	216,608,800	20	63,947,635	7,633,058	-	71,580,693	145,028,107
Motor vehicles	229,212,207	14,373,125	-	-	243,585,332	20	79,046,214	8,107,180	-	87,153,394	156,431,938
Workshop	6,353,600	-	-	-	6,353,600	10	4,523,763	45,746	-	4,569,509	1,784,091
Office and electrical equipment	52,480,825	163,650	-	-	52,644,475	10	19,915,092	817,826	-	20,732,918	31,911,557
Furniture and fixtures	36,870,537	143,850	-	-	37,014,387	10	11,420,147	639,376	-	12,059,523	24,954,864
Others	1,778,203	-	-	-	1,778,203	10	832,000	23,655	-	855,655	922,548
Total at 30 September 2017	2,451,642,143	14,680,625	-	-	2,466,322,768		686,636,400	42,419,048	-	729,055,447	1,737,267,321
Total at 30 June 2017	2,026,432,739	425,209,404	-	-	2,026,432,739		542,654,195	143,982,204	-	686,636,400	1,765,005,743

Manufacturing Unit**Details of Property, Plant and Equipment and Depreciation at 30 September 2017**

Details of Property, Plant and Equipment and Depreciation at 30 September 2017											
Asset category	Cost and Valuation				Depreciation				Written down value at 30 June 2017		
	At 01 July 2016	Additions	Revaluation	Adjustment/ disposal	Total at 30 June 2017	Rate (%)	To 01 July 2016	Charge for the year		Adjustment on disposal	Total to 30 June 2017
Tools and equipment	-	87,604,990	-	-	87,604,990	10	-	1,320,075	-	1,320,075	86,284,915
Land and land development	-	75,563,280	-	-	75,563,280	-	-	-	-	-	75,563,280
Building	-	136,685,210	-	-	136,685,210	5	-	1,029,820	-	1,029,820	135,655,390
Plant and machinery	-	456,625,810	-	-	456,625,810	10	-	6,880,663	-	6,880,663	449,745,147
Motor vehicles	-	16,325,810	-	-	16,325,810	20	-	492,011	-	492,011	15,833,799
Office and electrical equipment	-	12,368,412	-	-	12,368,412	10	-	186,373	-	186,373	12,182,039
Furniture and fixtures	-	26,658,742	-	-	26,658,742	10	-	401,707	-	401,707	26,257,035
Others	-	1,526,320	-	-	1,526,320	10	-	22,999	-	22,999	1,503,321
Total at 30 September 2017	-	813,358,574	-	-	813,358,574		-	10,333,649	-	10,333,649	803,024,925



Saif Powertec Limited
Consolidated Property, Plant & Equipment

Asset category	Cost and Valuation				Depreciation				Written down value at 30 June 2017		
	At 01 July 2016	Additions	Revaluation	Adjustment/ disposal	Total at 30 June 2017	Rate (%)	To 01 July 2016	Charge for the year		Adjustment on disposal	Total to 30 June 2017
Tools and equipment	1,280,515,025	87,604,990	-	-	1,368,120,015	10	420,088,413	22,779,390	-	442,867,803	925,252,212
Land and land development	278,705,884	75,563,280	-	-	354,269,164	-	-	-	-	-	354,269,164
Pre-fabricated building	25,550,054	-	-	-	25,550,054	10	11,971,708	339,459	-	12,311,167	13,238,887
Building	344,213,543	136,685,210	-	-	480,898,753	10	75,177,619	4,392,769	-	79,570,388	401,328,365
Plant and machinery	357,251,184	456,625,810	-	-	813,876,994	20	95,644,732	15,901,212	-	111,545,944	702,331,049
Motor vehicles	232,714,208	30,698,935	-	-	263,413,143	20	80,480,318	8,650,888	-	89,131,206	174,281,937
Workshop	6,353,600	-	-	-	6,353,600	10	4,523,763	45,746	-	4,569,509	1,784,091
Office and electrical equipment	53,082,675	12,532,062	-	-	65,614,737	10	20,173,402	1,012,787	-	21,186,189	44,428,548
Furniture and fixtures	37,362,137	26,802,592	-	-	64,164,729	10	11,631,138	1,048,098	-	12,679,236	51,485,493
Others	1,778,203	1,526,320	-	-	3,304,523	10	832,000	46,654	-	878,655	2,425,868
Total at 30 September 2017	2,617,526,513	828,039,199	-	-	3,445,565,712		720,523,094	54,217,004	-	774,740,098	2,670,825,614
Total at 30 June 2017	2,183,219,533	434,306,960	-	-	2,617,526,513		570,357,413	150,165,680	-	720,523,094	1,897,003,418

