

AGL Bangladesh Pvt Ltd.

67/7th Floor, City Heart, Naya Paltan

Paltan PS, Dhaka-1000

Audit Report and Financial Statements

For the year ended March 31, 2021



শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.

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**Independent Auditor's Report
AGL Bangladesh Pvt Ltd.
Report on the Audit of the Financial Statements**

Opinion

We have audited the accompanying financial statements of **AGL Bangladesh Pvt Ltd.** which comprise the statement of financial position as at March 31, 2021 statements of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects of the statement of financial position of **AGL Bangladesh Pvt Ltd.** as at March 31, 2021 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable laws and regulations except WPPF.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in jurisdictions, and we have fulfilled our other ethical responsibilities in accordance these requirements and with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key Audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters

While the overall effect on the organization's business in the post year relating to the COVID 19 global pandemic still evolving at this point. The organization is regularly monitoring the potential future impact on the organization's operations.

Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



INDEPENDENT MEMBER OF
ABACUS
WORLDWIDE

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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent

with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management but not for the purpose expressing an opinion on the effectiveness of the company's internal control.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, we also report the following:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by company so far as it appeared from our examination of these books;
- c) The statements of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns;

Dated: May 23, 2021
Dhaka


Shafiq Basak & Co.
Chartered Accountants
DVC:2105311394AS411559



AGL Bangladesh Pvt Ltd.
Statement of Financial Position
As at 31 March, 2021

Particulars	Notes	Amount in Taka (BDT)	
		31.03.2021	31.03.2020
Assets :			
Non-current assets :		-	-
Cash and cash equivalents	6	16,718,415	52,200,658
Trade and other receivables	7	115,793,083	115,417,178
Current assets		132,511,498	167,617,836
Total assets		132,511,498	167,617,836
Equity :			
Share capital	8	100,000	100,000
Retained earnings/(loss)		1,504,661	2,946,107
Share money deposit		3,630	3,650
Total equity		1,608,291	3,049,757
Liabilities :			
Non-current liabilities :		-	-
Trade and other payables	9	130,900,952	162,883,762
Income tax liability		2,255	1,684,337
Current liabilities		130,903,207	164,568,099
Total liabilities		130,903,207	164,568,099
Total equity and liabilities		132,511,498	167,617,856

The annexed notes form an integral part of these financial statements.

Managing Director



Director

Signed in terms of our annexed report of even date.

Dated: May 23, 2021
Dhaka.

Shafiq Basak & Co.
Chartered Accountants
DVC: 2105311394AS411559



AGL Bangladesh Pvt Ltd.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended March 31, 2021

Particulars	Notes	Amount in Taka (BDT)	
		1 Apr'20 - 31 Mar'21	1 Apr'19 - 31 Mar'20
Revenue	10	375,905	280,722,852
Cost of service	11	367,029	274,148,920
Gross profit		8,876	6,573,932
General and administrative expenses	12	1,448,068	1,849,918
Operating Profit/(Loss)		(1,439,191)	4,724,014
Profit/(Loss) before tax		(1,439,191)	4,724,014
Income tax		2,255	1,684,337
Profit/(Loss) after tax		(1,441,446)	3,039,677
Other comprehensive income/(loss)		-	-
Total comprehensive income/(loss) for the year		(1,441,446)	3,039,677

The annexed notes form an integral part of these financial statements.

Managing Director



Director

Signed in terms of our annexed report of even date.

Dated: May 23, 2021
Dhaka.

Shafiq Basak & Co.

Chartered Accountants
DVC: 2105311394AS411559



AGL Bangladesh Pvt Ltd.
Statement of Changes in Equity
For the year ended 31 March, 2021

Particulars	Share capital	Share Money Deposit	Retained earnings	Total
Opening Balance	100,000	3,630	2,946,107	3,049,737
Addition/(Adjustment) during the year				-
Profit/(Loss) for the period			(1,441,446)	(1,441,446)
Balance as at 31 March 2021	100,000	3,630	1,504,661	1,608,291

AGL Bangladesh Pvt Ltd.
Statement of Changes in Equity
For the year ended 31 March, 2020

Particulars	Share capital	Share Money Deposit	Retained earnings	Total
Opening Balance	100,000	3,650	(93,570)	10,080
Addition/(Adjustment) during the year				-
Profit/(Loss) for the year			3,039,677	3,039,677
Balance as at 31 March 2020	100,000	3,650	2,946,107	3,049,757

Managing Director

Director

Dated: May 23, 2021
Dhaka.



AGL Bangladesh Pvt Ltd.
Statement of Cash Flows
For the year ended March 31, 2021

Particulars	Amount in Taka (BDT)	
	1 Apr'20 - 31 Mar'21	1 Apr'19 - 31 Mar'20
Cash flows from operating activities		
Profit (loss) for the period	(1,441,446)	3,039,677
Adjustments for:		-
Changes in:		
Trade and other receivables	(375,905)	(115,417,178)
Trade and other payables	(31,982,810)	162,791,762
Corporate tax liability	(1,682,082)	1,684,337
Cash used in operating activities	(35,482,243)	52,098,598
Net cash used in operating activities	(35,482,243)	52,098,598
Cash flows from investing activities		-
Net cash used in investing activities		-
Cash flows from financing activities		
Issue of share capital	-	
Increase in share money deposit	-	
Net cash from financing activities		-
Net increase in cash and cash equivalents	(35,482,243)	52,098,598
Opening cash and cash equivalents	52,200,658	102,060
Closing cash and cash equivalents	16,718,415	52,200,658

Managing Director

Director

Dated: May 23, 2021
Dhaka.



AGL Bangladesh Pvt Ltd.
Notes to the Financial Statements
For the year ended 31 March 2021

1 Reporting entity

AGL Bangladesh Pvt Ltd. (the "Company") is a private company limited by shares which was formed and incorporated in Bangladesh with the Registrar of Joint Stock Companies and Firms (having registration no. C-147440/2018) on 2 October 2018 under the Company Act (Act XVIII) of 1994. The registered office of the company is 67, 7th Floor, City Heart, Naya Paltan; Paltan PS; Dhaka-1000; Bangladesh.

Objectives of the company are to carry on the business of storage, warehousing, transportation, inventory management for third party and handling of all kinds of cargo, from any port station to any container freight station or to any inland container depot and freight carriers, transportation of goods, animals or passengers from place to place by any mode of transportation.

2 Basis of accounting

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the Companies Act 1994. They were authorized for issue by the Board of Directors of the Company on 29 June 2020.

The title and format of these financial statements follow the requirements of IFRS which are to some extent different from the requirement of the Companies Act, 1994. However, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders.

3 Functional and presentational currency

These financial statements are presented in Bangladesh Taka (Taka/Tk./BDT), which is the functional currency and presentation currency of the Company. All amounts have been rounded to the nearest Taka, unless otherwise indicated.

4 Use of judgements and estimates

In preparing these financial statements, in conformity with IFRSs and other applicable laws and regulations to make judgment, 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. Revision to accounting estimates are recognized prospectively.

5 Income tax expense

Income tax expenses comprises current and deferred tax. Current tax and deferred tax is recognised in profit and loss except to the extent that it relates to an item recognised directly in equity in which case it is recognised in equity.



		Amount in Taka (BDT)	
		31.03.2021	31.03.2020
6	Cash and cash equivalents		
	Standard Chartered Bank, A/N-01130869502BDT	16,718,415	52,200,658
		<u>16,718,415</u>	<u>52,200,658</u>
7	Trade and other receivable		
	Trade Receivable	115,793,083	115,417,178
		<u>115,793,083</u>	<u>115,417,178</u>
8	Share capital		
	See accounting policy in Note 13.2		
	Authorized:		
	400,000 ordinary shares of Tk 10 each	400,000	4,000,000
	Issued, subscribed and paid up:		
	10,000 ordinary shares of Tk 10 each	100,000	100,000
	Number and percentage of shareholding:		
	Name of the shareholders	Number of shares	Face value Taka
	Allcargo Logistics Limited	9,999	99,990
	Saleem Mohamed Nazir Mohamedhusein	1	10
		10,000	100,000
			Percentage of holding
			9999000%
			1000%
			10000000%
9	Trade and other payables		
	Accrued expenses	9.1	973,386
	Other Payables	9.2	468,017
	Accounts Payables		129,459,549
			160,620,520
			<u>130,900,952</u>
			<u>162,883,762</u>
9.1	Accrued expenses/ Provisional Expense		
	Professional fees (Recurring)	598,846	263,770
	Professional fees -Tax compliance	322,540	170,000
	Professional fees - Transfer Pricing compliance		127,500
	Audit fees	52,000	45,000
	Professional fees -Tax compliance FY 18-19	-	50,000
		<u>973,386</u>	<u>656,270</u>
9.2	Other Payables		
	VAT Payable (office rent)		1,500
	VAT on professional fees (Recurring)		39,565
	VAT on professional fees Tax compliance		25,500
	VAT on professional fees Transfer Pricing compliance		19,125
	VAT on Audit fees		6,750
	Withholding Tax Payable-Liability	468,017	1,328,400
	Interest Payable on Withholding tax		178,632
	VAT on Professional fees -Tax compliance FY 18-19		7,500
		<u>468,017</u>	<u>1,606,972</u>



		Amount in Taka (BDT)	
		1 Apr'20 - 31 Mar'21	1 Apr'19 - 31 Mar'20
10 Revenue			
Revenue (Bisho Infra Projects Ltd.)		375,905	280,722,852
		<u>375,905</u>	<u>280,722,852</u>
11 Cost of Service			
Cost of Service		367,029	274,148,920
		<u>367,029</u>	<u>274,148,920</u>
12 General and administrative expenses			
Bank charge		55,123	38,719
Other office expense		-	178,632
Professional fees - Accounting service		1,226,973	1,051,923
Professional fees - Tax compliance		94,472	170,000
Professional fees - Transfer Pricing			127,500
Audit fees		52,000	45,000
VAT on professional fees		-	209,164
VAT on office rent		19,500	28,980
		<u>1,448,068</u>	<u>1,849,918</u>



AGL Bangladesh Pvt Ltd.
Notes to the Financial Statements
For the year ended 31 March 2021

13 Number of employees

There was no employee engaged by the Company for the period from 01 April 2020 to 31 March 2021.

14 Subsequent events

No material events had occurred after the reporting period to the date of issue of these financial statements, which could affect the values stated in the financial statements.

15 Basis of measurement

These financial statements have been prepared on historical cost basis.

16 Significant accounting policies

The Company has consistently applied the following accounting policies to all periods presented in these financial

16.1 Contingencies

At 31 March 2021 the Company did not have any contingent liabilities.

16.2 Share capital

Ordinary shares issued by the Company are classified as equity.

16.3 Statement of cash flows

Cash flows from operating activities are presented under indirect method as per IAS 7 Statement of Cash Flows.

16.4 Going concern

The financial statements of the Company are prepared on a going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon Company's ability to continue as a going concern under COVID-19.

16.5 Reporting period

The financial period of the Company covers 1 year from 1 April to 31 March and is followed consistently. However, this financial statements covers the period from 01 April 2020 to 31 March 2021 as the company has incorporated as on 2 October 2018.

16.6 Comparatives and rearrangement

The Company has incorporated at 2 October 2018. Therefore this is the 3rd year financial statements and there are no comparative information.

16.7 Events after the reporting date

Events after the reporting period that provide additional information about the Company's position at the reporting date or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

