

**MABS & J Partners**

**Chartered Accountants**

**Member firm of Nexia International, UK**

**Auditors' Report on Financial Statements**

**of**

**NUCLEAR POWER PLANT COMPANY  
BANGLADESH LIMITED**

**Rooppur NPP Bhaban, 04, Kazi Nazrul Islam Avenue,  
Shahbag, Dhaka-1000**

**As at & for the Year Ended 30 June 2019**



A member of  
**Nexia**  
International

**Auditors' Report on Financial Statements**  
**of**  
**NUCLEAR POWER PLANT COMPANY**  
**BANGLADESH LIMITED**

**Rooppur NPP Bhaban, 04, Kazi Nazrul Islam Avenue,  
Shahbag, Dhaka-1000**

**As at & for the Year Ended 30 June 2019**

ম্যাবস এন্ড জে পার্টনার্স

MABS & J Partners

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

### TO THE SHAREHOLDERS OF NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED

#### Report on the Audit of the Financial Statements

#### Opinion

We have audited the Financial Statements of **Nuclear Power Plant Company Bangladesh Limited** Which comprise the Statement of Financial Position as at 30 June 2019, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended 30 June 2019 and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

#### 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, 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.

**Corporate Office:**  
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33, Banani C/A, Road 17  
Dhaka-1213, Bangladesh  
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Web : www.mabsj.com

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Dhaka-1000, Bangladesh  
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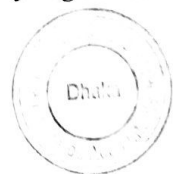
**Auditors' Responsibilities for the Audit of the Financial Statements**

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 auditors' 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

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.



**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 explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.


Dated: Dhaka  
05 December 2019

  
MABS & J Partners  
Chartered Accountants

**NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**

Particulars	Notes	Amount in BDT	
		30 June 2019	30 June 2018
<b>ASSETS</b>			
<b>Non-Current Assets</b>		<b>296,555,623</b>	<b>81,619,006</b>
Property, Plant & Equipments	5	86,834,463	-
Preliminary Expenses	6	4,536,375	4,536,375
Net Expenditures During Pre-operating Period	7	205,184,785	77,082,631
<b>Current Assets</b>		<b>814,427,252</b>	<b>411,127,271</b>
Advance Income Tax (AIT)	8	2,202,992	1,232,890
Accrued Interest Income	9	7,382,192	409,894,381
Cash & Cash Equivalents	10	804,842,068	-
<b>TOTAL ASSETS</b>		<b>1,110,982,875</b>	<b>492,746,277</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>		<b>1,109,546,375</b>	<b>489,546,375</b>
Share Capital	11	10,000	10,000
Share Money Deposit	12	1,109,536,375	489,536,375
<b>Non-Current Liabilities</b>		-	-
<b>Current Liabilities</b>		<b>1,436,500</b>	<b>3,199,902</b>
VAT Payable	13	-	69,997
TDS Payable	14	-	15,377
Accrued Expense	15	919,500	1,441,767
Provision for Tax	16	-	1,672,761
Other Payable	17	517,000	-
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,110,982,875</b>	<b>492,746,277</b>


The accompanying notes form an integral part of these Financial Statements

  
\_\_\_\_\_  
Company Secretary

  
\_\_\_\_\_  
Managing Director

  
\_\_\_\_\_  
Chairman

Dated: Dhaka  
05 December 2019

  
MABS & J Partners  
Chartered Accountants

**NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2019**

Particulars	Notes	Amount in BDT	
		2018-19	2017-18
Revenue		-	-
Cost of Goods Sold		-	-
<b>Gross Profit</b>		-	-
Operating Expenses		-	-
<b>Operating Profit(Loss)</b>		-	-
Non-operating Income		-	-
<b>Profit(Loss) for the year before Taxation</b>		-	-
Income Tax Expenses		-	-
<b>Net Profit after Tax</b>		-	-

(Note: Incomes and Expenditures during Pre-operating Period have been accounted for under Net Income/Expenditure during Pre-operating Period as stated under Notes 4.06 and 7.00 )

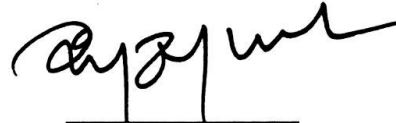
The accompanying notes form an integral part of these Financial Statements



Company Secretary

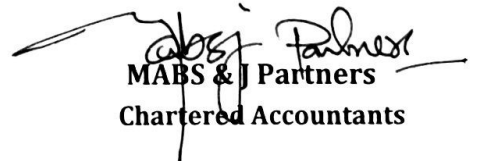


Managing Director



Chairman

Dated: Dhaka  
05 December 2019

  
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Chartered Accountants

**NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2019**

Particulars	Amount in BDT			
	Share capital	Retained Earnings	Share Money Deposit	Total
<b>Opening Balance</b>	10,000	-	489,536,375	489,546,375
Addition During the year	-	-	620,000,000	620,000,000
Deduction during the year	-	-	-	-
Net Profit(Loss) for the year	-	-	-	-
<b>Balance as at 30 June 2019</b>	<b>10,000</b>	<b>-</b>	<b>1,109,536,375</b>	<b>1,109,546,375</b>

The annexed notes form an integral part of these Financial Statements.



Company Secretary

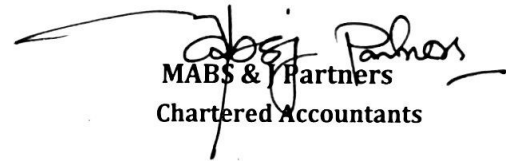


Managing Director



Chairman

Dated: Dhaka  
05 December 2019



MABS & J Partners  
Chartered Accountants



**NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

Particulars	Amount in BDT	
	2018-19	2017-18
<b>A. Cash Flows From Operating Activities:</b>		
Cash Collection	-	-
Cash Disbursement	-	-
<b>Net Cash from (used in) Operating Activities</b>	-	-
<b>B. Cash Flows From Investing Activities:</b>		
Acquisition of property, plant & equipment	(86,906,879)	-
Net Expenditures during Pre-operating Period	(137,692,332)	(72,758,369)
Increase in AIT	(970,102)	(817,816)
<b>Net Cash from (used in) Investing Activities</b>	<b>(225,569,313)</b>	<b>(73,576,186)</b>
<b>C. Cash Flows From Financing Activities:</b>		
Share Issued	-	-
Fund received against CRNPP project	517,000	-
Cash Received from Bangladesh Atomic Energy Commission	620,000,000	375,000,000
<b>Net Cash from (used in) Financing Activities</b>	<b>620,517,000</b>	<b>375,000,000</b>
<b>D. Increase(Decrease) Cash and Cash Equivalents (A+B+C)</b>	<b>394,947,687</b>	<b>301,423,814</b>
<b>E. Opening Cash and Cash Equivalents</b>	<b>409,894,381</b>	<b>108,470,567</b>
<b>F. Closing Cash and Cash Equivalents (E+D)</b>	<b>804,842,068</b>	<b>409,894,381</b>

The annexed notes form an integral part of these Financial Statements.



Company Secretary

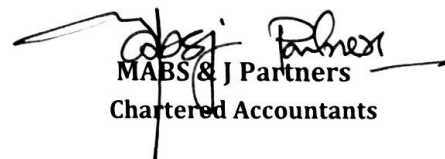


Managing Director



Chairman

Dated: Dhaka  
05 December 2019

  
MABS & J Partners  
Chartered Accountants

**NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

**1.00 Corporate Information**

Nuclear Power Plant Company Bangladesh Limited (NPPCBL) (hereafter referred to as "the Company") was incorporated in Bangladesh as a public limited company on August 18, 2015 under the Companies Act 1994 with an authorized capital of Taka 10,000,000,000 divided into 100,000,000 ordinary shares of Taka 100 each. The company was allowed to commence its business on and from August 18, 2015 vide a Certificate of Commencement of Business issued by the Registrar of Joint Stock Companies & Firms (RJSC). The office of RJSC also issued a Certificate of Incorporation vide Registration no C-125027/2015 dated August 18, 2015.

**2.00 Statement of Compliance with Relevant Laws**

All the relevant laws including the Companies Act 1994 and the Nuclear Power Plants Act 2015 have been complied with except obtaining Trade License, Tax Identification Number (TIN) and VAT Registration. These shall be obtained soon.

**3.00 Aims and Objective of the Company**

The main objects of the Company are

- To facilitate the introduction of nuclear energy as a safe, environmentally benign and economically viable source of electrical energy to meet the growing demand for electricity in Bangladesh.
- To enable base load power generation with higher plant factor, thereby facilitating uninterrupted supply of electricity at an affordable price in Bangladesh.
- To perform research & development, select suitable sites for nuclear power plants and carry out pre project activities, create ancillary facilities as approved by the government.
- To facilitate the implementation of Rooppur Nuclear Power Plant Project and other Nuclear Power Plant Projects and thereafter acting as the Operating Organization of such plants.

**4.00 Basis of Preparation and Presenting of Financial Statements**

**4.01 Statement of Compliance with Applicable Standards and Laws**

The financial statements have been prepared in accordance with the provisions of International Financial Reporting Standards (IFRS), International Accounting Standard (IAS), the Companies Act 1994, and other applicable laws, regulations and practices in Bangladesh.

**4.02 Basis of Measurement**

These financial statements have been prepared following going concern basis under historical cost convention in accordance with the International Financial Reporting Standards (IFRS).

#### **4.03 Use of Estimates and Judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies.

#### **4.04 Functional and Presentation Currency**

These financial statements are presented in Bangladeshi Taka which is also the functional currency of the Company. The amounts in these financial statements have been rounded off to the nearest Taka.

#### **4.05 Depreciation**

Depreciation on Property, Plant and Equipment has been charged for the whole year except against the Vehicles acquired at the end of the year.

#### **4.06 Income and Expenditures during Pre-operating Period**

Since the company has not yet begun any commercial operation, the incomes and expenditures during the period till the commercial operation begins shall be treated as incomes and expenditures during pre-operating period. Accordingly, entire incomes and expenditures during the year have been accounted for under Net Expenditures during Pre-operating Period.

#### **4.07 Comparative Financial Information**

Previous Year figure and accounts titles in financial statement have rearranged or reclassified where necessary to confirm interchanges in presentation in current year.

#### **4.08 Reporting Period**

The Financial Statements of the Company covered the financial year beginning on 01 July 2018 and ending on 30 June 2019.

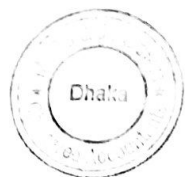
#### **4.09 Comparative Financial Information**

The financial statements have been prepared comparing respective figures of previous years. However, some figures and account titles have been rearranged/re-classified where necessary to conform to the fairness in presentation and.

#### **4.10 Components of Financial Statements**

The set financial statements includes the following components:

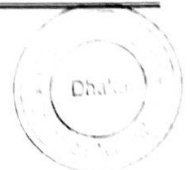
- (1) Statement of Financial Position as on 30 June 2019
- (2) Statement of Profit or Loss and other Comprehensive Income for the year ended 30 June 2019
- (3) Statement of Cash Flows for the year ended 30 June 2019
- (4) Statement of Changes in Equity for the year ended 30 June 2019
- (5) Notes to the Financial Statements



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	30-Jun-19 Amount in BDT	30-Jun-18 Amount in BDT
<b>5.00 Property, Plant and Equipment</b>		
Furniture & Equipment	31,200	-
Motor Vehicle	86,520,000	-
Digital Infrastructure	9,200	-
Computer and Accessories	346,479	-
Less: Accumulated Depreciation (Note 5.01)	72,416	-
<b>Total</b>	<b>86,834,463</b>	-
<b>Details are shown in Annexure-A</b>		
<b>5.01 Accumulated Depreciation</b>		
Opening Balance	-	-
Charged during the year	72,416	-
<b>Closing Balance</b>	<b>72,416</b>	-
<b>6.00 Preliminary Expenses</b>		
Registration Fee Paid to RJSC	4,536,375	4,536,375
<b>Total</b>	<b>4,536,375</b>	<b>4,536,375</b>
<b>7.00 Net Expenditures During Pre-operating Period</b>		
Opening Balance	77,082,631	5,853,793
Adjustment of overcharged Tax payable	(106)	-
Net Addition During the Year (Note-7.01)	128,102,260	71,228,838
<b>Total</b>	<b>205,184,785</b>	<b>77,082,631</b>
<b>7.01 Net Addition During the Year</b>	<b>128,102,260</b>	<b>71,228,838</b>
<b>A. Expenditures During the Year</b>		
General and Administrative Expenses (Note-18)	154,759,815	78,897,123
Adjustment of Provision for Tax (Note-16)	(1,672,761)	-
Provision for Tax on interest income during the year (Note-16)	-	1,090,421
<b>Total</b>	<b>153,087,054</b>	<b>79,987,544</b>
<b>B. Income During the Year</b>		
Interest Income on Bank Deposit (From two SND account at Agrani Bank)	13,849,544	5,452,107
Income from recruitment process	11,135,250	3,306,600
<b>Total</b>	<b>24,984,794</b>	<b>8,758,707</b>
<b>C. Net Expenditures During the Year (A-B)</b>	<b>128,102,260</b>	<b>71,228,838</b>
<b>8.00 Advance Income Tax (AIT)</b>		
Opening Balance	1,232,890	415,074
Provision for Tax on Accrued Interest Income	-	-
Tax Deduction at Source on Interest Income	970,102	817,816
<b>Total</b>	<b>2,202,992</b>	<b>1,232,890</b>
<b>9.00 Accrued Interest Income</b>		
Opening Balance	-	-
Accrued Interest Income during the year	7,382,192	-
Investment-FDR 0896902 (SBL) on 06.02.2019	2,383,562	-
Investment-FDR 11B-0067301 (ABL) on 04.02.2019	2,416,438	-
Investment-FDR 0781465/11443 (JBL) on 06.02.2019	2,582,192	-
<b>Total</b>	<b>7,382,192</b>	-



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## 10.00 Cash and Cash Equivalents

### Cash in Hand

### Investment in FDR

Investment-FDR 0896902 (SBL)

Investment-FDR 11B-0067301 (ABL)

Investment-FDR 0781465/11443 (JBL)

### Cash at Bank

Agrani Bank Bangla Academy Br. Acc No: 200011412551

Agrani Bank Bangla Academy Br. Acc No: 0200005461659

30-Jun-19 Amount in BDT	30-Jun-18 Amount in BDT
62,385	31,909
300,000,000	300,000,000
100,000,000	100,000,000
100,000,000	100,000,000
100,000,000	100,000,000
504,779,683	109,862,472
217,811,121	14,099,083
286,968,561	95,763,389
<b>804,842,068</b>	<b>409,894,381</b>

The cheque and bank advice amounting tk of Tk. 9,66,49,239 have been issued but not yet been encashed and salary amounting 35,590 of one personnel is transfer double which cannot be identified by bank till now.

## 11.00 Share Capital

### Authorized Capital

100,000,000 Ordinary Shares of Taka 100 each

### Issued, Subscribed and Paid up Capital:

Opening Balance

(100 Ordinary Shares of Taka 100 each )

Addition during the year

10,000,000,000	10,000,000,000
10,000	10,000
-	-
<b>10,000</b>	<b>10,000</b>

## 12.00 Share Money Deposit from BAEC

Opening Balance

Addition during the year

489,536,375	114,536,375
620,000,000	375,000,000
<b>1,109,536,375</b>	<b>489,536,375</b>

BAEC stands for Bangladesh Atomic Energy Commission

## 13.00 VAT Payable

Opening Balance

VAT Deduction during the year

VAT Paid During the year

**Total**

69,997	796,907
1,520,725	3,222,947
<b>1,590,722</b>	<b>4,019,854</b>
1,590,722	3,949,857
-	<b>69,997</b>

## 14.00 TDS Payable

Opening Balance

Tax Deduction during the year at Source

Adjustment made during the year

Tax Paid During the year

**Total**

15,377	527,103
1,009,241	1,422,495
(106)	-
<b>1,024,512</b>	<b>1,949,598</b>
1,024,512	1,934,221
-	<b>15,377</b>

## 15.00 Accrued Expenses

Opening Balance

Less: Paid during the Year

**Addition during the year**

Honorarium-Mr. R.N Chowdhury

Honorarium-Engr. Monirul Islam

Honorarium-Mr. S A Rashid

Wages Payable

TDS Payable

Revenue Stamp Payable

Audit Fee Payable

**Total**

1,441,767	1,823,084
638,267	1,123,084
<b>803,500</b>	<b>700,000</b>
<b>12,500</b>	<b>638,267</b>
-	266,667
-	160,000
-	200,000
-	11,600
12,500	-
-	-
<b>103,500</b>	<b>103,500</b>
<b>919,500</b>	<b>1,441,767</b>



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## 16.00 Provision for Tax

Opening Balance  
Provision for Tax on Bank Interest during the year  
Adjustment of Provision for Tax  
**Total**

30-Jun-19 Amount in BDT	30-Jun-18 Amount in BDT
1,672,761	582,340
-	1,090,421
(1,672,761)	-
-	<b>1,672,761</b>

## 17.00 Other Payable

Opening Balance  
Addition during the year (Received against CRNPP project) (Note: 17.01)  
Refund during the year

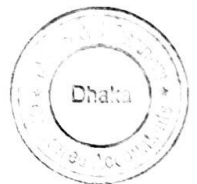
-	-
517,000	-
-	-
<b>517,000</b>	-

17.01 Refund of training allowance by an Executive Trainee (upon his resignation) has been made to the company. In fact the training allowance was paid from CRNPP project.

## 18.00 General And Administrative Expenses

Directors' Meeting Attendance Fees  
Salary of the Employee  
Festival Allowance  
Foreign Tour Expense  
Wage Expense  
Printing & Packaging Expense  
Recruitment Expense  
Publicity & Advertisement  
Meeting Expenses  
Honorarium / Professional fee  
Audit Fee  
Bank Charge  
Salary & Allowance -Staff  
AGM Expenditure  
Festival & ceremonies Expense  
Operating cost- Medical Centre of RNPP  
Operating cost- Safety & Safeguard of RNPP  
  
Depreciation Expense

4,487,897	4,429,902
67,281,786	14,176,452
8,441,857	2,309,467
-	656,680
156,725	66,000
125,250	837,140
37,947,762	9,717,101
23,516,000	39,808,285
1,036,367	1,302,567
7,802,068	5,438,710
103,500	103,500
66,352	51,319
1,460,072	-
1,045,538	-
220,225	-
498,500	-
497,500	-
72,416	-
<b>154,759,815</b>	<b>78,897,123</b>



**NUCLEAR POWER PLANT COMPANY BANGLADESH LIMITED**  
**Schedule of Property, Plant & Equipments**  
**For the year ended 30 June 2019**

Annexure-A

Particulars	Cost		Rates %	Depreciation			Written Down Value	Remarks
	Opening Balance	Addition		Closing Balance	Opening Balance	Charged during the year		
1	2	3	5	6	7	8=6+7	9=4-8	
Furniture & Office Equipment	-	31,200	10%	-	3,120	3,120.00	28,080	
Motor Vehicals	-	86,520,000	-	-	-	-	86,520,000	Remark-1
Digital Infrastructure	-	9,200	-	-	-	-	9,200	Remark-2
Computer & Accessories	-	346,479	20%	-	69,296	69,295.80	277,183	
	-	<b>86,906,879</b>		-	<b>72,416</b>	<b>72,416</b>	<b>86,834,463</b>	

Remark 1: As motor vehicles have been purchased on the last date of the financial year, no depreciation has been charged.

Remark 2: Internet Domain cost has been accounted for/under Property, Plant & Equipment. Since Internet Domain has infinite useful life, no depreciation has been charged.

