
BIMAN BANGLADESH AIRLINES LIMITED

Independent auditors' report along with
audited consolidated and separate financial statements
for the year ended 30 June 2021



ম্যাবস্ এন্ড জে পার্টনার্স
MABS & J Partners
Chartered Accountants



SMC Tower (7th Floor)
33, Banani C/A, Road #17
Dhaka-1213.



National Plaza, 3rd Floor,
109 Bir Uttam C.R. Datta Road
Dhaka-1205.

SMC Tower (7th Floor)
33 Banani C/A, Road # 17
Dhaka-1213.

National Plaza, 3rd Floor,
109 Bir Uttam C.R. Datta Road
Dhaka-1205.

Independent Auditor's Report
To the Shareholders of Biman Bangladesh Airlines Limited
Report on the Audit of the Consolidated and Separate Financial Statements

Qualified Opinion

We have audited the consolidated financial statements of Biman Bangladesh Airlines Limited and its subsidiaries (the "Group"), as well as the separate financial statements of Biman Bangladesh Airlines Limited (the "Company"), which comprise the consolidated and separate statements of financial position as at June 30, 2021, and the consolidated and separate statements of profit or loss and other comprehensive income, consolidated and separate statements of changes in equity and consolidated and separate statements of cash flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated and separate financial statements present fairly, in all material respects, the consolidated financial position of the Group and separate financial position of the Company as at 30 June 2021, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion

As disclosed in note # 20.1 to the financial statements, the Company has maintained provision against Pension fund amounting BDT 4,528,401,912 for its 1,733 employees under this scheme. An actuarial valuation was conducted as on 30 June 2017 where the total value of liabilities was calculated to be BDT 10,750,454,000, thus there arises a shortfall of BDT 6,222,052,088.

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 Consolidated Financial Statements* section of our report. We are independent of the Group 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 consolidated and separate financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matters

Without qualifying our opinion, we draw attention to the following matters:

1. As explained in note-36.00(a) to the financial statements, the claim of Civil Aviation Authority of Bangladesh (CAAB) on account of surcharge and other charges (VAT & Tax) amounting to Tk. 34,290,252,000.00 being disputed was not recognized as liability by Biman Bangladesh Airlines Ltd.
2. As explained in note-36.00(b) to the financial statements, the claim of Padma Oil Company Limited (POCL) on account of interest due to delay payment of their bill amounting to Tk. 8,537,478,030.00 being disputed was not recognized as liability by Biman Bangladesh Airlines Ltd.



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Other Matters

1. The total Debt/Equity ratio of Biman Bangladesh Airlines Limited (BBAL) stands at 7.70:1 (89%:11%) as on 30 June 2021 compared to 14.07:1 (93%:7%) as on 30 June 2020 and 10.13:1(91%:9%) as on 30 June 2019. However, the long-term Debt/Equity ratio of BBAL stands at 2.66:1 (84%:16%) as on 30 June 2021 compared to 8.77:1 (90%:10%) as on 30 June 2020 and 4.45:1 (82%:18%) as on 30 June 2019. High total and long-term Debt/Equity ratios indicate that there is a risk of going concern threat in the coming years.
2. Again as more fully described in note # 2.18 to the financial statements, the Company has been negatively impacted by the outbreak of a novel coronavirus (COVID-19), which was declared a global pandemic by the World Health Organization in March 2020. This may again increase the risk of going concern threat in the coming years.
3. The financial statements of the Company for the year ended 30 June 2020 were audited jointly by ACNABIN, Chartered Accountants and MABS & J Partners, Chartered Accountants who expressed a qualified opinion on 05 December 2020.

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The draft Annual Report is expected to be made available to us after the date of this auditor's report but before the finalization of Annual Report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available 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.

When we read the annual report before finalisation, if we conclude that there is a material misstatement therein, we will communicate the matter to those charged with governance of the Company so that the matter is duly addressed in the annual report.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matters described in the Basis for Qualified Opinion section, we have determined the matters described below to be the key audit matters to be communicated in our report.



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Description of key audit matters	Our response to key audit matters
1. Revenue Recognition	
<p>Passenger revenue is not recorded immediately on sale of flight tickets, but is deferred to be recorded at a later time as revenue in the profit and loss account when a passenger is flown. Such deferred revenue is presented on the statement of financial position as unearned transportation revenue and is measured based on the sales price to the customer, net of ticket breakage (tickets sold but not utilized at flight date), discounts and rebates.</p> <p>Passenger revenue is complex due to the various fare rules that may apply to a transaction, and as tickets are typically sold prior to the day of the flight. Complex IT systems and processes are required to correctly record these sales as transportation sales in advance and then as revenue when flights occur. We have included revenue recognition as a key audit matter due to the significance of revenue to the consolidated and separate financial statements and the substantial dependence on complex IT systems.</p>	<p>Our audit procedures to assess revenue recognition included the following:</p> <ul style="list-style-type: none"> • evaluated the systems, processes and controls in place over passenger revenue in advance and key account reconciliation processes; • tested the IT environment in which passenger sales occur and interfaces with other relevant systems; • assessed the quality of information produced by these systems and tested the accuracy and completeness of reports generated by these systems and used to recognize or defer passenger revenue; and • performed an analysis of passenger revenue and unearned passenger revenue and created expectations of revenue based on our knowledge of the Company, the industry and key performance measures, including airline capacity and revenue per available seat kilometer. We have compared this to the Group's revenue and obtained appropriate explanations for significant differences.
Please see note # 28.1 for the details.	
2. Assessing the carrying value of aircrafts and related equipment	
<p>The carrying value of the Company's aircrafts and related equipment as at 30th June 2021 was BDT 120,457,203,270 and the related depreciation charge for the year ended 30th June 2021 was BDT 7,685,217,880.</p> <p>Estimated useful lives, residual values, and the carrying value of aircrafts and related equipment are reviewed annually, taking into consideration factors such as changes in fleet composition, current and forecast market values and technical factors which may affect the useful life expectancy of the assets and, therefore, could have a material impact on any impairment charges or the depreciation charge for the year.</p> <p>We identified the assessment of the carrying value of aircrafts and related equipment as a key audit matter because of its significance to the consolidated and separate financial statements and because applying the Group's accounting policies in this area involves a significant degree of judgement by management in considering the</p>	<p>Our audit procedures to assess the carrying value of aircrafts and related equipment included the following:</p> <ul style="list-style-type: none"> • assessed the estimated useful lives and residual values of aircrafts and related equipment with reference to the Company's historical experience and future operating plans, including future acquisitions and retirement of aircrafts, policies adopted by other comparable airlines and our knowledge of the airline industry; • checked any changes to the estimated useful lives and residual values of aircrafts by considering external information such as third party quotations, recent sales data for similar aircrafts or actual sales agreements the Group entered into which might lead to an adjustment to the remaining useful lives or residual values; • discussed indicators of possible impairment of aircrafts and related equipment with the management of the Company and, where such indicators were identified, assessing whether

<p>nature, timing and likelihood of changes to the factors noted above, which may affect the carrying value of the Group's aircrafts and related equipment, the depreciation charge and any impairment charges for the current and future years.</p>	<p>management had performed impairment testing in accordance with the requirements of the prevailing accounting standards;</p> <ul style="list-style-type: none"> checked the assumptions and critical judgments used by management in their impairment assessments by comparing management's past estimates and plans to the current year's estimates and plans taking into account recent developments in the airline industry and market conditions.
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Please see note # 3 and Annexure-H for the details.

3. IT systems and controls

<p>Our audit procedures have a focus on information technology systems and controls due to the pervasive nature and complexity of the IT environment, the volume of transactions processed in numerous locations daily and the reliance on automated and IT department manual controls.</p> <p>Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are keys to ensuring IT department and application-based controls are operating effectively.</p>	<p>Our audit procedures to assess IT systems and controls included the following:</p> <ul style="list-style-type: none"> tested the design implementation, and operating effectiveness of the Company's IT access controls over the information systems that are critical to financial reporting; tested IT general controls (logical access, changes management and aspects of IT operational controls). These included testing that requests for access to systems were appropriately reviewed and authorized; tested the Company's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit; and where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood, where relevant, what changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.
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4. Preparation of consolidated financial statements

<p>Biman Bangladesh Airlines Limited has significant investments in Sabre Travel Network (Bangladesh) Limited since 2003.</p> <p>Biman Bangladesh Airlines Limited has determined that it has acquired significant control over Sabre Travel Network (Bangladesh) Limited through the holding 51% of shares in Sabre Travel Network (Bangladesh) Limited, thereby having an unrestricted control. Determination of significant control requires</p>	<p>Our audit procedures to assess preparation of consolidated financial statements included the following:</p> <ul style="list-style-type: none"> obtained an understanding of the consolidation process, including transactions undertaken between these Companies. carried out risk assessment pertaining to consolidation and the adjustments necessary to properly prepare the consolidated financial statements.
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careful assessment of different elements.

Furthermore, introduction of a subsidiary requires significant amendments in preparing the financial statements including preparation of consolidated financial statements which requires range of adjustments and additional disclosure requirements.

- carried out an assessment of the inherent limitations to consolidation processes to address them.
- reviewed the appropriateness and presentation of disclosures against relevant accounting standards and guidelines.

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

Management is responsible for the preparation and fair presentation of the consolidated and separate 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 Group's and 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 Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and 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 consolidated and separate 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 consolidated and separate financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated and separate 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 Group's and 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 Group's and 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 consolidated and separate 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 Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 the Group and the Company so far as it appeared from our examination of these books; and
- c) the consolidated and separate 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 account.

Signed for & on behalf of
MABS & J Partners
Chartered Accountants

C R Mazumder, FCA
Managing Partner
ICAB Enrollment No: 178
DVC No: 2112010178AS268111

Signed for & on behalf of
M. J. ABEDIN & CO
Chartered Accountants

Kamrul Abedin, FCA
Managing Partner
ICAB Enrollment No: 527
DVC No: 2112010527AS360926

Place: Dhaka, Bangladesh

Dated: 30 October 2021

Biman Bangladesh Airlines Limited
Consolidated Statement of Financial Position
As at 30 June 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
ASSETS			Restated
Non-Current Assets			
Property, Plant and Equipment	3(a)	133,805,955,170	132,873,337,239
Capital Work in Progress	4	45,480,216	25,104,098
Right of Use Assets	5	2,130,317,715	-
Intangible Assets	7(a)	5,086,064,309	5,091,429,978
		141,067,817,410	137,989,871,315
Non-current assets held for sale and discontinued operations	8	-	25,050,000
Current Assets			
Stores and Spares	9	3,909,176,942	4,106,768,754
Sundry Debtors	10(a)	3,698,843,987	1,457,630,034
Advances, Deposits and Prepayments	11(a)	4,516,408,161	7,450,107,867
Advance Income Tax	12(a)	1,072,435,067	1,032,014,494
Accrued Interest on Fixed Deposit Receipt	13(a)	39,836,118	49,309,226
Investment in Fixed Deposit Receipt (FDR)	14(a)	1,426,805,363	1,376,717,376
Cash and Cash Equivalents	14(b)	4,057,748,202	2,096,431,694
		18,721,253,840	17,568,979,443
Total Assets		159,789,071,250	155,583,900,758
EQUITIES & LIABILITIES			
Equity			
Share Capital	15.2	20,824,096,400	20,824,096,400
Government Equity	16	6,837,741,109	101
Retained Earnings/(Loss)	17	(9,408,560,144)	(10,977,456,628)
Attributable to Bimans' owner		18,253,277,366	9,846,639,873
Non Controlling Interests	27	105,658,406	90,654,875
		18,358,935,772	9,937,294,747
Non Current Liabilities			
Loans and Borrowings	18	86,789,316,484	86,054,748,347
Lease Liabilities	20	1,591,282,092	-
Employee Benefits Liabilities	21(a)	5,800,636,851	5,700,121,259
Deferred Tax Liabilities/(Assets)	22(a)	(1,387,749,056)	(1,387,341,638)
		92,793,486,370	90,367,527,967
Current Liabilities and Provisions			
Trade and Other Payables	23(a)	32,454,347,553	38,490,716,428
Unearned Transportation Revenue	24	2,818,344,237	2,569,393,357
Lease Liabilities	20	566,994,016	-
Loans and Borrowings	19	10,374,998,920	11,977,501,846
Workers Profit Participation & welfare Fund	25(a)	155,472,530	150,197,140
Current Tax Liabilities	26(a)	2,266,491,850	2,091,269,273
		48,636,649,107	55,279,078,044
Total Equities and Liabilities		159,789,071,250	155,583,900,758

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

Signed in terms of our separate report of even date.

Signed for & on behalf of
MABS & J Partners, Chartered Accountants

Signed for & on behalf of
M.J. Abedin & Co., Chartered Accountants

Signed by: **CR Mazumder, FCA**
Managing Partner
ICAB Enrollment No: 178
DVC: 2112010178AS268111
Place: Dhaka, Bangladesh
Dated: 30 October 2021

Signed by: **Kamrul Abedin, FCA**
Managing Partner
ICAB Enrollment No: 527
DVC: 2112010527AS360926

Biman Bangladesh Airlines Limited
Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
Operating Revenue	28(a)	41,075,472,368	50,161,134,590
Operating Expenses	29(a)	(33,772,851,108)	(47,919,447,793)
Operating Profit/(Loss)		7,302,621,260	2,241,686,797
Non-operating Revenue	30(a)	208,431,326	283,385,303
Non-operating Expenses	31(a)	(3,621,827,568)	(607,916,524)
Non-operating Profit/ (Loss)		(3,413,396,242)	(324,531,221)
Profit/(Loss) before Interest & Tax		3,889,225,018	1,917,155,576
Finance Expense	32	(1,951,983,087)	(2,375,948,495)
Net Profit/(Loss) for the year before WPPF and Tax		1,937,241,931	(458,792,919)
Workers' Profit Participation & Welfare Fund	25.2	92,361,964	7,139,146
Net Profit/(Loss) for the year before Tax		1,844,879,966	(465,932,065)
Current Tax Income/(Expenses)	26.2	(261,237,409)	(345,050,307)
Deferred Tax Income/(Expenses)	22.2	407,418	(350,157)
Total Tax Income/(Expenses)		(260,829,992)	(345,400,464)
Net profit /(Loss) after Tax for the year		1,584,049,975	(811,332,529)
Other Comprehensive Income		-	-
Total Comprehensive Income/(Loss) for the year		1,584,049,975	(811,332,529)
Profit/(Loss) for the year attributable to:			
Owners of the company		1,568,972,964	(856,056,597)
Non-controlling interest		15,077,011	44,724,068
		1,584,049,975	(811,332,529)
Total Comprehensive Income/(Loss) for the year attributable to:			
Owners of the company		1,568,972,964	(856,056,597)
Non-controlling interest		15,077,011	44,724,068
		1,584,049,975	(811,332,529)

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

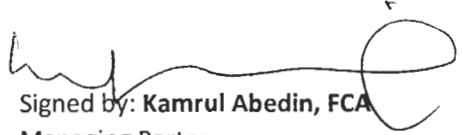
Signed in terms of our separate report of even date.

Signed for & on behalf of
MABS & J Partners, Chartered Accountants


Signed by: **CR Mazumder**, FCA
Managing Partner

ICAB Enrollment No: 178
DVC: 2112010178AS268111
Place: Dhaka, Bangladesh
Dated: 30 October 2021

Signed for & on behalf of
M.J. Abedin & Co., Chartered Accountants


Signed by: **Kamrul Abedin**, FCA
Managing Partner
ICAB Enrollment No: 527
DVC: 2112010527AS360926

Biman Bangladesh Airlines Limited

Consolidated Statement of Cash Flows

For the year ended 30 June 2021

Particulars	Amount in Taka	
	30 June 2021	30 June 2020
A. Cash flows from operating activities		
Net Profit/(Loss) for the year before Tax	1,844,879,966	(465,932,065)
Adjustment for non-cash items and consideration elsewhere		
Finance expense	1,952,250,839	2,375,948,495
Interest Income	(71,522,039)	(120,699,205)
Depreciation charged	8,801,491,986	5,410,778,878
Provision for Employee benefits liabilities	1,404,455,114	1,339,174,753
Amortization	6,574,569	834,952,256
Foreign exchange loss (translational)	8,570,171	-
Loss on sale/disposal of fixed assets	127,434,028	14,025,986
Gain on sale/disposal of fixed assets	(17,996)	-
Provision written back to income	(1,048,782)	-
	14,073,067,857	9,388,249,098
Changes in working capital		
Decrease/(Increase) in sundry debtors	(2,241,213,950)	4,120,942,813
Decrease/(Increase) in advances, deposits and prepayments	2,933,699,706	2,977,830,760
Decrease/(Increase) in stores and spares	197,591,812	(576,886,636)
Decrease/(Increase) in work in progress	(20,376,119)	887,132,455
Increase/(Decrease) in trade and other payables	(2,099,627,866)	2,863,488,167
Increase/(Decrease) in un-earned transportation revenue	248,950,880	(8,038,856,044)
	(980,975,537)	2,233,651,516
Cash generated from operation	13,092,092,320	11,621,900,613
Advance Income tax paid	(126,435,405)	(218,843,887)
Increase/(Decrease) in WPPF liabilities	5,275,390	(4,943,820)
Payment for employee benefits liabilities	(1,303,939,521)	(807,417,482)
Net cash flow from operating activities	11,666,992,783	10,590,695,424
B. Cash flows from investing activities		
Acquisition of fixed assets	(9,318,807,300)	(52,006,686,383)
Payment for C Check, Engine Overhauling, Software	-	(1,312,019,298)
Proceed from the disposal of fixed assets	42,104,018	144
Interest Received	72,723,716	113,599,913
Acquisition of Intangible Assets	(1,208,900)	-
Net cash used in investing activities	(9,205,188,465)	(53,205,105,624)
C. Cash flows from financing activities		
Interest Paid	(1,952,250,839)	(2,214,398,495)
Decrease/(Increase) in Fixed Deposits	(50,087,988)	(14,319,731)
Increase/(Decrease) in loans and borrowings (long term)	3,635,568,137	41,945,557,823
Increase/(Decrease) in loans and borrowings (short term)	(1,602,502,926)	(1,740,610,154)
Payment of lease liabilities	(531,214,194)	-
Dividend paid for non Controlling Interest	-	(83,790,000)
Net cash used in financing activities	(500,487,809)	37,892,439,443
Net Increase/(decrease) in cash and cash equivalent	1,961,316,508	(4,721,970,756)
Cash and cash equivalents at the beginning of the year	2,096,431,694	6,818,402,451
Cash and cash equivalent at the end of the year	4,057,748,202	2,096,431,694

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


 Company Secretary


 Chief Financial Officer


 Managing Director & CEO


 Director
Place: Dhaka, Bangladesh
Dated: 30 October 2021

Biman Bangladesh Airlines Limited
Consolidated Statement of Changes in Equity
for the year ended 30 June 2021

Particulars	Paid-up Capital	Retained Earnings	Total Equity to BBAL	Non - Controlling Interest	Total
	Share Capital				
For the year 2020-2021					
Balance as at 1 July 2020	20,824,096,400	(10,977,456,628)	9,846,639,772	90,654,875	9,937,294,646
Government Equity	6,837,741,109	-	6,837,741,109	-	6,837,741,109
Net profit for the year	-	1,568,972,964	1,568,972,964	15,003,531	1,583,976,495
Adjustment on application of Lease Accounting (IFRS-16)	-	(76,479)	(76,479)	-	(76,479)
Balance as at 30 June 2021	27,661,837,509	(9,408,560,144)	18,253,277,365	105,658,406	18,358,935,771
For the year 2019-2020					
Balance as at 1 July 2019 (Restated)	20,824,096,400	(10,121,400,032)	10,702,696,368	129,720,807	10,832,417,175
Government Equity	101	-	101	-	101
Net profit for the year	-	(856,056,597)	(856,056,597)	44,724,068	(811,332,529)
Dividends (cash) for 2018-2019	-	-	-	(83,790,000)	(83,790,000)
Balance as at 30 June 2020 (Restated)	20,824,096,501	(10,977,456,628)	9,846,639,873	90,654,875	9,937,294,747

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

Place: Dhaka, Bangladesh

Dated: 30 October 2021



Biman Bangladesh Airlines Limited
Statement of Financial Position
As at 30 June 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
ASSETS			Restated
Non-Current Assets			
Property, Plant and Equipment	3	133,795,440,098	132,849,043,610
Capital Work in Progress	4	45,480,216	25,104,098
Right of Use Assets	5	2,128,261,368	-
Investment in Shares	6	9,180,000	9,180,000
Intangible Assets	7	5,086,064,303	5,091,429,972
		141,064,425,985	137,974,757,680
Non-current assets held for sale and discontinued operations	8	-	25,050,000
Current Assets			
Stores and Spares	9	3,909,176,942	4,106,768,754
Sundry Debtors	10	3,667,645,743	1,429,685,056
Advances, Deposits and Prepayments	11	4,474,114,294	7,399,487,045
Advance Income Tax	12	678,276,294	567,045,629
Accrued Interest on Fixed Deposit Receipt	13	38,525,037	46,509,774
Investment in Fixed Deposit Receipt (FDR)	14.1	1,287,081,372	1,260,087,376
Cash and Cash Equivalents	14.2	4,032,767,292	2,088,715,256
		18,087,586,974	16,898,298,889
Total Assets		159,152,012,958	154,898,106,569
EQUITIES & LIABILITIES			
Equity			
Share Capital	15.2	20,824,096,400	20,824,096,400
Government Equity	16	6,837,741,109	101
Retained Earnings/(Loss)	17.1	(9,509,351,139)	(11,062,631,703)
		18,152,486,370	9,761,464,798
Non Current Liabilities			
Loans and Borrowings	18	86,789,316,484	86,054,748,347
Lease Liabilities	20	1,590,643,584	-
Employee Benefits Liabilities	21	5,779,434,978	5,680,218,449
Deferred Tax Liabilities/(Assets)	22	(1,376,032,729)	(1,376,032,729)
		92,783,362,316	90,358,934,066
Current Liabilities and Provisions:			
Trade and Other Payables	23	32,432,719,432	38,461,501,424
Unearned Transportation Revenue	24	2,818,344,237	2,569,393,357
Lease Liabilities	20	565,390,792	-
Loans and Borrowings	19	10,374,998,920	11,977,501,846
Workers Profit Participation & welfare Fund	25	141,474,376	132,846,973
Current Tax Liabilities	26	1,883,236,515	1,636,464,106
		48,216,164,272	54,777,707,705
Total Equities and Liabilities		159,152,012,958	154,898,106,569

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

Signed in terms of our separate report of even date.

Signed for & on behalf of
MABS & J Partners, Chartered Accountants



Signed by: C R Mazumder, FCA

Managing Partner

ICAB Enrollment No: 178

DVC: 2112010178AS268111

Place: Dhaka, Bangladesh

Dated: 30 October 2021

Signed for & on behalf of
M.J. Abedin & Co., Chartered Accountants



Signed by: Kamrul Abedin, FCA

Managing Partner

ICAB Enrollment No: 527

DVC: 2112010527AS360926

Biman Bangladesh Airlines Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
Operating Revenue	28	40,928,728,820	49,818,757,187
Operating Expenses	29	(33,664,868,621)	(47,702,219,106)
Operating Profit/(Loss)		7,263,860,199	2,116,538,081
Non-operating Revenue	30	200,006,079	352,961,108
Non-operating Expenses	31	(3,621,827,568)	(607,916,524)
Non-operating Profit/ (Loss)		(3,421,821,489)	(254,955,416)
Profit/(Loss) before Interest & Tax		3,842,038,710	1,861,582,665
Finance Expense	32	(1,951,983,087)	(2,375,948,495)
Net Profit/(Loss) for the year before WPPF and Tax		1,890,055,623	(514,365,830)
Workers' Profit Participation & Welfare Fund	25.2	90,002,649	-
Net Profit/(Loss) for the year before Tax		1,800,052,974	(514,365,830)
Current Tax Income/(Expenses)	26	(246,772,409)	(301,030,307)
Deferred Tax Income/(Expenses)	22.2	-	-
Total Tax Income/(Expenses)		(246,772,409)	(301,030,307)
Net profit /(Loss) after Tax for the year		1,553,280,565	(815,396,137)
Other Comprehensive Income		-	-
Total Comprehensive Income/(Loss) for the year		1,553,280,565	(815,396,137)

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

Signed in terms of our separate report of even date.

Signed for & on behalf of
MABS & J Partners, Chartered Accountants


Signed by: **C R Mazumder, FCA**
Managing Partner
ICAB Enrollment No: 178
DVC: 2112010178AS268111
Place: Dhaka, Bangladesh
Dated: 30 October 2021

Signed for & on behalf of
M.J. Abedin & Co., Chartered Accountants


Signed by: **Kamrul Abedin, FCA**
Managing Partner
ICAB Enrollment No: 527
DVC: 2112010527AS360926

Biman Bangladesh Airlines Limited**Statement of Cash Flows**

For the year ended 30 June 2021

Particulars	Amount in Taka	
	30 June 2021	30 June 2020
A. Cash flows from operating activities		
Net Profit/(Loss) for the year before Tax	1,800,052,974	(514,365,830)
Adjustment for non-cash items and consideration elsewhere		
Finance expense	1,951,983,087	2,375,948,495
Interest Income	(63,100,992)	(121,389,563)
Depreciation charged	8,786,342,535	5,394,698,138
Provision for Employee benefits liabilities	1,402,755,483	1,337,475,019
Amortization	6,574,569	834,951,161
Foreign exchange loss (translational)	8,570,171	-
Loss on sale/disposal of fixed assets	127,434,028	14,025,718
	14,020,611,855	9,321,343,138
Changes in working capital		
Decrease/(Increase) in sundry debtors	(2,237,960,688)	4,007,432,073
Decrease/(Increase) in advances, deposits and prepayments	2,925,372,752	3,015,526,835
Decrease/(Increase) in stores and spares	197,591,812	(576,886,636)
Decrease/(Increase) in work in progress	(20,376,119)	887,132,455
Increase/(Decrease) in trade and other payables	(2,092,040,983)	2,908,179,813
Increase/(Decrease) in un-earned transportation revenue	248,950,880	(8,038,856,045)
	(978,462,346)	2,202,528,496
Cash generated from operation	13,042,149,509	11,523,871,632
Advance Income tax paid	(111,230,665)	(145,559,161)
Increase/(Decrease) in WPPF liabilities	8,627,403	(746,582)
Payment for employee benefits liabilities	(1,303,538,953)	(807,417,482)
Net cash flow from operating activities	11,636,007,293	10,570,148,406
B. Cash flows from investing activities		
Acquisition of fixed assets	(9,318,807,300)	(51,990,082,490)
Payment for C Check, Engine Overhauling	-	(1,312,019,298)
Proceeds from the disposal of fixed assets	42,086,018	144
Interest received	63,100,992	113,599,913
Acquisition of Intangible Assets	(1,208,900)	-
Net cash used in investing activities	(9,214,829,190)	(53,188,501,732)
C. Cash flows from financing activities		
Interest Paid	(1,951,983,087)	(2,214,398,495)
Decrease/(Increase) in Fixed Deposits	(26,993,997)	(86,454,385)
Increase/(Decrease) in loans and borrowings (long term)	3,635,568,137	41,945,557,823
Increase/(Decrease) in loans and borrowings (short term)	(1,602,502,926)	(1,740,610,154)
Payment of lease liabilities	(531,214,194)	-
Net cash used in financing activities	(477,126,066)	37,904,094,789
Net Increase/(decrease) in cash and cash equivalent	1,944,052,036	(4,714,258,537)
Cash and cash equivalents at the beginning of the year	2,088,715,256	6,802,973,794
Cash and cash equivalent at the end of the year	4,032,767,292	2,088,715,256

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

Place: Dhaka, Bangladesh

Dated: 30 October 2021




Biman Bangladesh Airlines Limited

Statement of Changes in Equity For the year ended 30 June 2021

Particulars	Paid-up Capital	Retained Earnings	Total
	Share Capital		
For the year 2020-2021			
Balance as at 01 July 2020	20,824,096,400	(11,062,631,703)	9,761,464,697
Government Equity	6,837,741,109	-	6,837,741,109
Net profit for the year	-	1,553,280,565	1,553,280,565
Balance as at 30 June 2021	27,661,837,509	(9,509,351,139)	18,152,486,370
For the year 2019-2020			
Balance as at 01 July 2019 (Restated)	20,824,096,400	(10,247,235,567)	10,576,860,833
Government Equity	101	-	101
Net profit for the year	-	(815,396,137)	(815,396,137)
Balance as at 30 June 2020 (Restated)	20,824,096,501	(11,062,631,703)	9,761,464,798

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

Signed on behalf of the Board of Directors as per decision in its 265th meeting held on 30 October 2021 by


Company Secretary


Chief Financial Officer


Managing Director & CEO


Director

Place: Dhaka, Bangladesh

Dated: 30 October 2021

