



BIWTC



**ANNUAL REPORT
2015-2016**

BANGLADESH INLAND WATER TRANSPORT CORPORATION

BIWTC BHABAN
24 Kazi Nazrul Islam Avenue
Fairly House, Dhaka, Bangladesh.



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BIWTC

From the Desk of Chairman



BIWTC had been playing a vital role in the socio-economic development efforts of the nation by carrying passengers, cargo and vehicles in the IWT sector of the country. Moreover as part of its public service obligations it is rendering services as per Government's directives by connecting the offshore islands in the Bay of Bengal with the mainland of the country.

It may be mentioned here that Total manpower of BIWTC was 2643 as on 31-12-2017 and made a net profit of Tk. 62.27crore in financial year 2013-2014 , Tk. 57.29 crore in financial year 2014-2015.Tk 46.66 crore in financial year 2015-2016 and Tk. 27.24 crore in financial year 2016-2017 Strong determination, sincerity and pragmatic policies of the present management improved both administrative and financial performance of the corporation substantially.

Publication of Annual Report is undoubtedly a delicate task. I take this opportunity of congratulating the officials who were engaged in publishing this informative annual report of BIWTC for the year ended 30th June 2015. The report reveals a complete picture of the activities of BIWTC including financial health of the corporation.

I hope, this publication will go a long way in depicting a clear profile of the organization and help make the Nation familiar with its activities and achievements, once again.

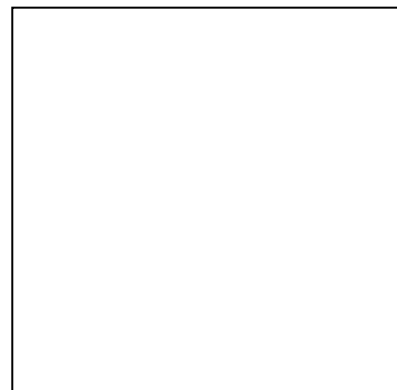
**(Mohammad Mafizul Haque
CHAIRMAN**



Chairman



Director (Admin)



Director (Technical)



Director (Finance)



Director (Commerce)

From the Desk of Director (Finance), BIWTC



At the time of formation of BIWTC though it owned 608 number of different type of vessels but most of them were age old and in a very dilapidated condition and also inherited an accumulated loss of Tk. 3.27 crore.

BIWTC started its integrated journey on 1st July 1974 and continued to discharge the gigantic task of up-keeping the communications system when there was no private sector in the River Transport and at the same time Road & Railway systems were also in damaged condition.

Due to the poor condition of vessels and ever increasing operational costs though BIWTC was always on operational profit but could not make net profit before 1995-96 when it earned a net profit of Tk. 1.51 crore followed by Tk. 9.02 crore and Tk. 7.17 crore during 1996-97 and 1997- 98 respectively. But the country's very essential and vital project Bangabandhu Jamuna Multipurpose Bridge (BJMB) was opened on 23.06.1998 and most of the North Bengal bound coaches and light vehicles were diverted from BIWTC ferry system to the bridge resulting a revenue loss to the tune of Tk. 18.00 crore annually and BIWTC again became a loss making organisation during 1998-99 and 1999-2000. Misfortune never comes alone, the increase in fuel price by 22% w.e.f. 16.08.2000, increased the operational expenditure to a great extent. BIWTC employees and officers rose to the occasion and made a determination to make the organisation a profitable one. By taking steps like chartering of idle vessels, quick renovation of revenue generating vessels and reduction of costs in all possible areas, BIWTC by the grace of Almighty Allah has again been turn into a net profitable organisation from FY 2000-2001 In the financial 2014-2015 and 2015-2016 BIWTC earned net profit of 57.29 and 46.66 crore respectively.

Now BIWTC is a profit making organisation in the Government sector which is required for public interest.

(SHAHEENOR BHUIYAN)
DIRECTOR (FINANCE)

NOTES OF ACCOUNTS



When the road transportation was almost destroyed and disrupted during the Liberation war, to keep the economy stable and as a matter of coverage of the transportation system, the Govt. felt it necessary to establish a Public Obligatory Commercial Organisation and thus Bangladesh Inland Water Transport Corporation (BIWTC) came into being under the P.O. 28 of 1972. The main function of BIWTC are to provide safe and secured transport services for carriage of passenger, vehicle and cargo through the Inland and Coastal water routes of the country and also inter country between India and Bangladesh .

From the beginning BIWTC have been keeping and maintaining its books of accounts in a complete and systematic manner. BIWTC's Accounts have been computerized since long. The accounts of the Corporation are prepared on going concern basis under the historical cost convention based on generally accepted accounting principles. Yearly Profit & Loss Accounts and Balance Sheet are prepared as usual on the above basis. Besides these, monthly Route-wise, Vessel-wise and Unit-wise Earnings and Expenditure are also being prepared for management information.

BIWTC earns through its operational services as well as investment surplus funds in fixed deposit accounts and also other miscellaneous sources. BIWTC earned a net profit of Tk. 62.27 crore during 2013-2014 and Tk. 57.29 crore during the FY 2014-2015 and Tk.46.66 crore during 2015-2016. The net profit would have been much more if had there been full reimbursement of loss incurred by the Corporation in maintaining passenger services in uneconomic routes in coastal and off-shore islands as Public Service Obligation (PSO). Though there is a decision to reimburse the loss incurred by the Corporation in maintaining the above services from the Govt. revenue budget as subsidy but only a lump-sum amount of Tk.50.00 lac is being paid annually. A total amount of Tk.208.77 crore has been lying outstanding under the head Subsidy Receivable from the Govt. For transparency in accounts, this amount has been shown once as asset under the head "Subsidy Receivable Account" and again the same amount has been shown as liability under the head "Income Suspense Subsidy" in the Balance Sheet.

*(MD. NURUL HUDA)
General Manager (Accounts)*

Bangladesh Inland Water Transport Corporation
(An Inland Shipping Organisation)

Balance Sheet From 2011-2012 to 2015-2016

Figure in Lac

SL.NO.	Particulars	2011- 2012	2012- 2013	2013- 2014	2014- 2015	2015- 2016
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1.	<u>Application of Funds</u>					
	Fixed Assets-at cost less Dep.	51455.49	53267.29	58908.03	65618.31	71332.21
	Capital work in Progress	4091.69	5933.04	7864.55	13569.29	16417.12
	Investment against Employees Gratuity Fund	6757.13	7495.04	8462.21	18422.17	21036.71
	Subsidy Receivable Account	16845.22	18069.92	18964.86	19978.59	20876.89
		79149.53	84765.29	94199.65	117588.36	129662.93
2.	<u>CURRENT ASSETS:</u>					
	Stock and Stores	4114.30	4042.27	3812.58	3762.40	3837.67
	Sundry Debtors less Provision	3081.39	3407.59	3530.96	2963.37	3101.94
	Advance, Deposits and Prepayments	3634.18	4163.85	3558.28	3065.23	3112.29
	Investments	29221.58	32170.65	35209.59	30385.18	30795.56
	Cash and Bank Balance	1397.82	2323.23	4304.47	3524.07	5578.65
		41449.27	46107.59	50415.88	43700.25	46426.11
3.	<u>Less: CURRENT LIABILITIES:</u>					
	Accrued Interest on Local Loan	8220.23	8626.91	9095.35	9855.49	10965.86
	Accrued Interest on Foreign Loan	11131.33	11604.69	12039.00	12425.99	12779.74
	Expenses	4200.54	3207.96	2341.51	2180.04	2089.86
	Capital Expenses	7.25	7.20	7.20	7.20	7.20
	Deposit and Advance	2105.89	2852.80	2414.07	2346.15	2157.80
	Other Finance	857.85	1082.71	2044.49	1697.49	1249.72
		26523.09	27382.27	27941.62	28512.36	29250.18
4.	Working Capital (2-3)	14926.18	18725.32	22474.26	15187.89	17175.93
	Total Application of Funds (1+4)	94075.71	103490.61	116673.91	132776.25	146838.86
5.	<u>Sources of Finance:</u>					
	Capital	12026.89	12026.89	12026.89	12026.89	12026.89
	Reserve and Surplus	18301.79	18280.78	18601.64	18636.27	18618.35
	Insurance Fund	2661.53	2958.17	3267.96	3549.14	3808.36
	Loans	17207.56	17578.91	20904.19	27681.19	33360.19
	Depreciation Fund	2687.24	3228.85	3759.49	4249.13	4746.97
	Disinvestment Fund	3510.22	4158.12	4775.53	5314.06	5851.81
	BIWTC Employee's Gratuity Fund	6757.13	7495.04	8450.85	18422.17	21036.71
	Pre-liberation Account	10.10	10.10	10.10	10.10	10.10
	Lease Money	219.91	214.34	207.62	202.04	196.47
	Income Suspense-Subsidy	16845.22	18069.92	18964.86	19978.59	20876.89
		80227.59	84021.12	90969.13	110069.58	120532.74
6.	Less: Loss Carried Forward	13848.12	-19469.49	-25704.78	-22706.67	-26306.12
	Total Sources of Finance: (5-6)	94075.71	103490.61	116673.91	132776.25	146838.86

Bangladesh Inland Water Transport Corporation
(An Inland Shipping Organisation)

Profit & Loss A/C.From 2010-2011 to 2014-2015

(Fig.in Lac.Taka)

SL.NO.	Head of Accounts	2011- 2012 (Audited)	2012- 2013 (Audited)	2013- 2014 (Audited)	2014- 2015 (Audited)	2015- 2016 (Audited)
Traffic Earnings:-						
1	Passenger Service	1033.21	1333.94	1440.86	1465.17	1285.97
	Ferry Service	18514.63	22031.06	24309.13	28463.40	32338.26
	Cargo Service	787.98	869.84	735.60	283.09	160.47
	Sub-Total	20335.82	24234.84	26485.59	30211.66	33784.70
2	Misc.Income					
	Others	642.22	774.28	926.86	932.37	666.96
	Income on Investment	1990.41	2211.26	2322.88	1528.07	1344.06
	Sub-Total	2632.63	2985.54	3249.74	2460.44	2011.02
3	Total Earnings (1+2)	22968.45	27220.38	29735.33	32672.10	35795.72

Expenditure

4	Direct Fleet Expenses	14174.17	15148.12	16503.72	18781.54	20591.36
5	Traffic Operation Expenses	209.15	206.18	262.23	312.81	297.32
6	Shore Establishment Expenses	3479.04	3295.65	3539.25	4200.67	5639.47
7	Shore Contingencies	526.85	488.52	448.43	575.64	670.59
8	Sub Total (4+5+6+7)	18389.21	19138.47	20753.63	23870.66	27198.74
9	Less Subsidy	50.00	50.00	50.00	50.00	50.00
10	Operational Expenditure (8-9)	18339.21	19088.47	20703.63	23820.66	27148.74
11	Operational Surplus (3-10)	4629.24	8131.91	9031.70	8851.44	8646.98
12	Provision for Bad Debts	8.70	10.06	17.30	8.62	8.49
13	Interest on Loan	869.97	880.05	902.75	1147.12	1464.12
14	Depreciation	1322.32	1433.65	1584.94	1666.81	1828.77
15	Sub Total (12+13+14)	2200.99	2323.76	2504.99	2822.55	3301.38
16	Total Expenditure (10+15)	20540.20	21412.23	23208.62	26643.21	30450.12
17	Net Profit / loss (3-16)	2428.25	5808.15	6526.71	6028.89	5345.60
18	Divident paid to Govt.	500.00	200.00	300.00	300.00	320.00
19	TAX ON INCOME	0	0	0	0	359.99
20	Net Profit after Divident & TAX (17-18-19)	1928.25	5608.15	6226.71	5728.89	4665.61

RATIO ANALYSIS

Figure in Crore Tk.

PARTICULARS	30.06.2012	30.06.2013	30.06.2014	30.06.2015	30.06.2016
<u>PROFITABILITY RATIO:</u>					
Net Profit/Loss	24.28	58.08	65.27	60.29	53.46
<hr/> Total Earnings	<hr/> 229.68	<hr/> 272.20	<hr/> 297.35	<hr/> 326.72	<hr/> 357.96
Net Profit/Loss as a % of Earnings	10.57%	21.34%	21.95%	18.45%	14.93%
Total Earnings	229.68	272.20	297.35	326.72	357.96
<hr/> Total Assets	<hr/> 1037.54	<hr/> 1128.03	<hr/> 1256.51	<hr/> 1413.10	<hr/> 1552.12
Total Assets Turnover	0.22	0.24	0.24	0.23	0.23
	Times	Times	Times	Times	Time
Net Profit/Loss	24.28	58.08	65.27	60.29	53.46
<hr/> Net Equity	<hr/> 441.98	<hr/> 497.98	<hr/> 563.33	<hr/> 533.70	<hr/> 569.51
Net Profit/Loss as % of Net Equity	5.49%	11.66%	11.59%	11.30%	9.39%
Net Profit/Loss	24.28	58.08	65.27	60.29	53.46
<hr/> Total Assets	<hr/> 1037.54	<hr/> 1128.03	<hr/> 1256.51	<hr/> 1413.10	<hr/> 1552.12
Net Profit/Loss as % of investment	2.34%	5.15%	5.19%	4.27%	3.44%
<u>LIQUIDITY RATIO:</u>					
Current Assets	414.49	461.08	504.16	437.00	464.26
<hr/> Current Liabilities	<hr/> 269.81	<hr/> 265.23	<hr/> 279.42	<hr/> 285.12	<hr/> 292.50
Current Ratio	1.54	1.74	1.80	1.53	1.59
Current Assets - Less Stock	373.35	420.65	466.03	399.38	425.88
<hr/> Current Liabilities	<hr/> 269.81	<hr/> 265.23	<hr/> 279.42	<hr/> 285.12	<hr/> 292.50
Quick Ratio	1.38	1.59	1.67	1.40	1.46
Current Assets	414.49	461.08	504.16	437.00	464.26
<hr/> Total Assets	<hr/> 1037.54	<hr/> 1128.03	<hr/> 1256.51	<hr/> 1413.10	<hr/> 1552.12
% of Current Assets to Total Assets	39.95%	40.87%	40.12%	30.93%	29.91%
<u>EXPENSES RATIO:</u>					
Expenditure	205.40	214.12	232.09	266.43	304.50
<hr/> Earnings	<hr/> 229.68	<hr/> 272.20	<hr/> 297.35	<hr/> 326.72	<hr/> 357.96
Expenses as % of Earnings	89.43%	78.66%	78.05%	81.55%	85.07%
<u>CAPITAL STRUCTURE RATIO :-</u>					
Debts (Loan & Interest)	350.16	365.59	420.39	499.63	571.06
<hr/> Net Equity (Capital+Reserve - Accumulated Loss)	<hr/> 441.98	<hr/> 497.98	<hr/> 563.33	<hr/> 533.70	<hr/> 569.51
Debt Equity Ratio	44	42	43	48	50
	56	58	57	52	50

FERRY SERVICE:

Performance of ferry service is shown in the table below :

PROFIT & LOSS A/C OF FERRY SERVICE Figure in Lac Taka

Sl. No	Particulars	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
A	<u>EARNINGS:</u>					
1	Traffic Earnings	18775.52	22113.96	24220.14	28422.00	32338.28
B	<u>EXPENDITURE:</u>					
1	Fuel Consumption	7826.69	8349.56	8471.85	10136.15	10833.88
2	Repairs & Maintenance	952.64	895.27	1388.12	1430.79	1109.20
3	Port, Survey Fee Etc	39.02	46.69	28.59	41.48	46.38
4	Pay & Allowances (Fleet)	1388.20	1440.30	1635.45	1819.63	2463.79
5	Indirect Expenses	985.34	1005.55	1164.54	1373.54	1888.64
6	Total (1+2+3+4+5)	11191.89	11737.37	12688.55	14801.59	16341.89
7	Operational Surplus [⊕] (A-B6)	7583.63	10376.59	11531.59	13620.41	15996.39
8	Depreciation	695.44	751.77	776.49	965.58	1457.87
9	Interest on Loan	382.85	362.24	475.82	438.05	653.00
10	Total (8+9)	1078.29	1114.01	1252.31	1403.63	2110.87
11	Total Expenditure (6+10)	12270.18	12851.38	13940.86	16205.22	18452.76
C	Net Profit & Loss (A-B)	6505.34	9262.58	10279.28	12216.78	13885.52

3.2. PASSENGER SERVICE

3.2.1 Coastal Passenger Services :

Performance of the Coastal Passenger Service is shown in the table below :

PROFIT & LOSS A/C OF PASSENGER SERVICE (COASTAL)

Figure in Lac Taka

Sl. No	Particulars	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
A)	<u>EARNINGS:</u>					
1	Traffic Earnings	495.66	555.04	709.11	700.18	636.26
B)	<u>EXPENDITURE:</u>					
1	Fule Consumption	363.97	280.98	479.26	414.45	514.44
2	Repaires & Maintenance	304.97	171.30	149.38	238.31	162.04
3	Port, Survey Fee Etc	7.29	18.28	8.16	20.37	17.37
4	Pay & Allowances (Fleet)	420.25	409.19	434.31	387.55	487.3
5	Indirect Expenses	277.77	254.59	355.79	324.95	432.46
6	Total (1+2+3+4+5)	1374.25	1134.34	1426.90	1385.63	1613.61
7	Operational Surplus:(A-B6)	-878.59	-579.30	-717.79	-685.45	-977.35
8	Depreciation	232.60	220.76	217.36	206.55	356.06
9	Interest on Loan	125.35	144.89	128.57	56.31	60.61
10	Total (8+9)	357.95	365.65	345.93	262.86	416.67
11	Total Expenditure (6+10)	1732.20	1499.99	1772.83	1648.49	2030.28
C)	Net Profit & Loss (A-B)	-1236.54	-944.95	-1063.72	-948.31	-1394.02

3.2.2 Inland Passenger Services :

Performance of the Inland Passenger Service is shown in the table below :

PROFIT & LOSS A/C OF PASSENGER SERVICE (INLAND)

Figure in Lac Taka

Sl. No	Particulars	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
A)	<u>EARNINGS:</u>					
1	Traffic Earnings	537.57	778.90	731.75	794.99	617.53
B)	<u>EXPENDITURE:</u>					
1	Fuel Consumption	804.33	952.47	1030.23	1306.21	1361.27
2	Repairs & Maintenance	387.19	333.88	256.23	251.65	228.5
3	Port, Survey Fee Etc	17.42	9.06	10.04	9.48	15.78
4	Pay & Allowances (Fleet)	293.96	341.46	357.38	396.28	558.99
5	Indirect Expenses	354.95	366.59	438.31	538.49	653.21
6	Total (1+2+3+4+5)	1857.85	2003.46	2092.19	2502.11	2817.75
7	Operational Surplus:(A-B6)	-1320.28	-1224.56	-1360.44	-1707.12	-2200.22
8	Depreciation	123.65	119.73	122.53	247.97	266.75
9	Interest on Loan	17.97	15.75	15.67	12.12	29.31
10	Total (8+9)	141.62	135.48	138.20	260.09	296.06
11	Total Expenditure (6+10)	1999.47	2138.94	2230.39	2762.20	3113.81
C)	Net Profit & Loss (A-B)	-1461.90	-1360.04	-1498.64	-1967.21	-2496.28