



BIWTC



**ANNUAL REPORT
2018-2019**

BANGLADESH INLAND WATER TRANSPORT CORPORATION

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



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BANGLADESH INLAND WATER TRANSPORT CORPORATION



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 3368 as on 30-06-2019 and made a net profit of Tk. 20.37 crore in financial year 2016-2017. Tk 21.79 crore in financial year 2017-2018 and Tk. 9.91 crore in financial year 2018-2019 Strong determination, sincerity and pragmatic policies of the present management improved both administrative and financial performance of the corporation substantially.

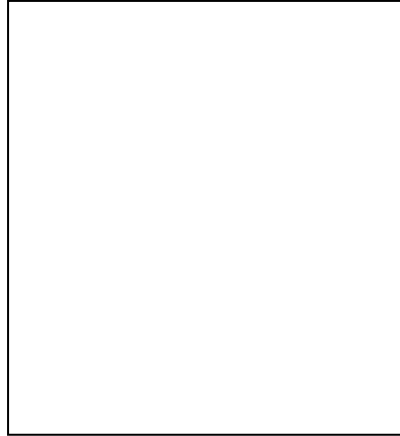
Publication of Annual Report is undoubtedly a delicate task. I take this opportunity of congratulating the officials who were engaged in publishing this informative annual report of BIWTC for the year ended 30th June 2019. The report reveals a complete picture of the activities of BIWTC including financial 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.

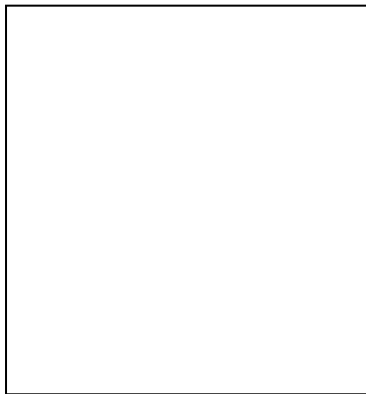
Syed Md. Tajul Islam
CHAIRMAN



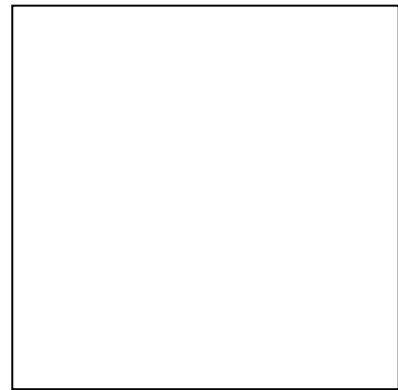
BIWTC



Chairman



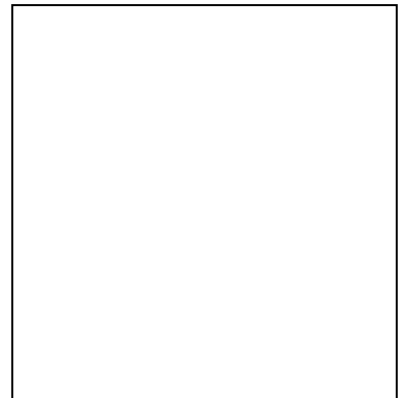
Director (Admin)



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 2017-2018 and 2018-2019 BIWTC earned net profit of 21.79 and 9.91 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. 20.37 crore during 2016-2017 and Tk. 21.79 crore during the FY 2017-2018 and Tk.9.91crore during 2018-2019. 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.250.28 crore has been lying outstanding under the head Subsidy Receivable from the Govt. For transparency in accounts, this amounts 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 2014-2015 to 2018-2019

Figure in Lac

Particulars	2014- 2015	2015- 2016	2016- 2017	2017- 2018	2018- 2019
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
<u>Application of Funds</u>					
Fixed Assets-at cost less Dep.	65618.32	71332.21	85209.31	84938.05	85069.59
Capital work in Progress	13569.29	16417.12	5107.88	8267.25	10362.73
Investment against Employees Gratuity Fund	18422.17	21036.71	33728.04	38409.38	41952.06
Subsidy Receivable Account	19978.59	20876.89	22347.72	23768.55	25028.20
	117588.37	129662.93	146392.95	155383.23	162412.59
 <u>CURRENT ASSETS:</u>					
Stock and Stores	3762.40	3837.67	3917.43	4078.15	4744.19
Sundry Debtors less Provision	2963.36	3101.94	3123.57	3164.37	2980.28
Advance, Deposits and Prepayments	3065.23	3112.29	2999.34	3613.57	3148.75
Investments	30385.18	30795.55	23779.01	23083.77	25745.87
Cash and Bank Balance	3524.07	5578.66	5560.67	3972.56	5036.32
	43700.25	46426.11	39380.03	37912.43	41655.40
 <u>Less: CURRENT LIABILITIES:</u>					
Accrued Interest on Local Loan	9855.49	10965.86	12390.63	13906.92	15445.57
Accrued Interest on Foreign Loan	12425.99	12779.74	13093.60	13373.11	13630.11
Expenses	2180.04	2089.86	1952.28	1766.02	1765.50
Capital Expenses	7.20	7.20	7.20	7.20	7.20
Deposit and Advance	2346.15	2157.80	2139.65	2769.68	2941.23
Other Finance	1697.49	1249.72	1329.29	2.81	-280.87
	28512.36	29250.18	30912.65	31825.74	33508.73
Working Capital (2-3)	15187.89	17175.93	8467.38	6086.69	8146.67
Total Application of Funds (1+4)	132776.26	146838.86	154860.33	161469.92	170559.25

<u>Sources of Finance:</u>					
Capital	12026.89	12026.89	12026.89	12026.89	12026.89
Reserve and Surplus	18636.28	18618.35	17951.66	17949.35	18046.20
Insurance Fund	3549.14	3808.36	4020.95	4211.10	4483.55
Loans	27681.19	33360.19	35879.54	35227.44	37327.41
Depreciation Fund	4249.13	4746.97	4889.15	5702.47	6109.01
Disinvestment Fund	5314.06	5851.81	7325.76	7851.85	8296.15
BIWTC Employee's Gratuity Fund	18422.17	21036.71	33728.04	38409.38	41952.06
Pre-liberation Account	10.10	10.10	10.10	10.10	10.10
Lease Money	202.04	196.47	190.89	185.32	179.74
Income Suspense-Subsidy	19978.59	20876.89	22347.72	23768.55	25028.20
	110069.59	120532.74	138370.70	145342.43	153459.31
Less: Loss Carried Forward	-22706.67	-26306.12	-16489.63	-16127.48	-17099.94
Total Sources of Finance: (5-6)	132776.26	146838.86	154860.33	161469.92	170559.25

Profit & Loss A/C.From 2014-2015 to 2018-2019

(Fig.in Lac.Taka)

SL.NO.	Head of Accounts	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
	<u>Traffic Earnings:-</u>					
1	Passenger Service	1465.17	1254.13	1231.83	1035.30	925.40
	Ferry Service	28463.40	32163.38	32766.27	34430.83	35388.66
	Charter Hire	283.09	367.19	385.12	241.97	214.59
	Sub-Total	30211.66	33784.70	34383.22	35708.09	36528.65
2	Misc.Income					
	Others	932.37	666.97	842.24	868.67	1419.06
	Income on Investment	1528.07	1344.06	943.76	372.28	307.13
	Sub-Total	2460.44	2011.03	1786.00	1240.95	1726.20
3	Total Earnings (1+2)	32672.10	35795.73	36169.22	36949.04	38254.85
	<u>Expenditure</u>					
4	Direct Fleet Expenses	18781.54	20591.37	20656.67	21002.45	23120.75
5	Traffic Operation Expenses	312.81	297.33	265.03	399.58	293.66
6	Shore Establishment Expenses	4200.67	5639.47	7492.47	7205.71	6845.53
7	Shore Contingencies	575.64	670.59	655.79	744.19	889.99
8	Sub Total (4+5+6+7)	23870.66	27198.75	29069.96	29351.93	31149.94
9	Less Subsidy	50.00	50.00	50.00	50.00	50.00
10	Operational Expenditure (8-9)	23820.66	27148.75	29019.96	29301.93	31099.94
11	Operational Surplus (3-10)	8851.44	8646.98	7149.26	7647.11	7154.91
12	Provision for Bad Debts	8.62	8.49	9.03	6.32	5.64
13	Interest on Loan	1147.12	1464.12	1738.63	1795.80	1795.65
14	Depreciation	1666.81	1828.77	2955.42	3545.84	3652.24
15	Sub Total (12+13+14)	2822.55	3301.38	4703.08	5347.97	5453.53
16	Total Expenditure (10+15)	26643.21	30450.14	33723.04	34649.89	36553.46
17	Net Profit / loss (3-16)	6028.89	5345.59	2446.18	2299.14	1701.38
18	Divident paid to Govt.	300.00	320.00	100.00	120.00	150.00
19	TAX ON INCOME	0.00	359.99	309.08	0.00	560.38
20	Net Profit after Divident (17-18-19)	5728.89	4665.60	2037.10	2179.14	991.00

RATIO ANALYSIS

Figure in Crore Tk.

PARTICULARS	30.06.2015	30.06.2016	30.06.2017	30.06.2018	30.06.2019
<u>PROFITABILITY RATIO:</u>					
Net Profit/Loss	60.29	53.46	24.46	22.99	17.00
Total Earnings	326.72	357.96	361.69	369.49	382.55
Net Profit/Loss as a % of Earnings	18.45%	14.93%	6.76%	6.22%	4.45%
Total Earnings	326.72	357.96	361.69	369.49	382.55
Total Assets	1413.10	1552.12	1634.25	1695.27	1790.40
Total Assets Turnover	0.23 Times	0.23 Times	0.22 Times	0.22 Times	0.21 Times
Net Profit/Loss	60.29	53.46	24.46	22.99	17.00
Net Equity	533.70	569.51	464.68	461.04	464.68
Net Profit/Loss as % of Net Equity	11.30%	9.39%	5.26%	4.99%	3.66%
Net Profit/Loss	60.29	53.46	24.46	22.99	24.46
Total Assets	1413.10	1552.12	1634.25	1695.27	1634.25
Net Profit/Loss as % of investment	4.27%	3.44%	1.50%	1.36%	1.50%
<u>LIQUIDITY RATIO:</u>					
Current Assets	437.00	464.26	393.80	379.12	416.55
Current Liabilities	285.12	292.50	309.13	318.26	335.09
Current Ratio	1.53	1.59	1.27	1.19	1.24
Current Assets - Less Stock	399.38	425.88	354.63	338.34	369.10
Current Liabilities	285.12	292.50	309.13	318.26	335.09
Quick Ratio	1.40	1.46	1.15	1.06	1.10
Current Assets	437.00	464.26	393.80	379.12	396.80
Total Assets	1413.10	1552.12	1634.25	1695.27	1634.25
% of Current Assets to Total Assets	30.93%	29.91%	24.10%	22.36%	24.28%
<u>EXPENSES RATIO:</u>					
Expenditure	266.43	304.50	337.23	346.50	365.50
Earnings	326.72	357.96	361.69	369.49	382.55
Expenses as % of Earnings	81.55%	85.07%	93.24%	93.78%	95.55%
<u>CAPITAL STRUCTURE RATIO :-</u>					
Debts (Loan & Interest)	499.63	571.06	613.64	625.07	664.00
Net Equity (Capital+Reserve - Accumulated Loss)	533.70	569.51	464.68	461.04	471.73
Debt Equity Ratio	48 52	50 50	57 43	58 42	58 42

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	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
A		EARNINGS:					
	1	Traffic Earnings	28422.00	32338.28	33054.75	35693.95	35693.95
B		EXPENDITURE:					
	1	Fuel Consumption	10136.15	10833.88	10108.29	11022.65	11022.65
	2	Repairs & Maintenance	1430.79	1109.20	1281.40	2171.51	2171.51
	3	Port, Survey Fee Etc	41.48	46.38	46.00	39.98	39.98
	4	Pay & Allowances (Fleet)	1819.63	2463.79	3010.70	3193.11	3193.11
	5	Indirect Expenses	1373.54	1888.64	3991.21	3905.32	3905.32
	6	Total (1+2+3+4+5)	14801.59	16341.89	18437.60	20332.56	20332.56
	7	Operational Surplus:(A-B8)	13620.41	15996.39	14617.15	15361.39	15361.39
	8	Depreciation	965.58	1457.87	1712.84	1718.16	1718.16
	9	Interest on Loan	438.05	653.00	716.08	666.12	666.12
	10	Total (8+9)	1403.63	2110.87	2428.92	2384.29	2384.29
	11	Total Expenditure (6+10)	16205.22	18452.76	20866.52	22716.85	22716.85
C		Net Profit & Loss (A-B)	12216.78	13885.52	12188.23	12977.10	12977.10

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	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
A)		EARNINGS:					
	1	Traffic Earnings	700.18	636.26	607.81	458.67	421.30
B)		EXPENDITURE:					
	1	Fuel Consumption	414.45	514.44	377.74	345.84	388.71
	2	Repairs & Maintenance	238.31	162.04	121.37	126.44	287.89
	3	Port, Survey Fee Etc	20.37	17.37	22.82	0.08	0.08
	4	Pay & Allowances (Fleet)	387.55	487.30	560.47	511.87	518.03
	5	Indirect Expenses	324.95	432.46	593.38	517.81	547.23
	6	Total (1+2+3+4+5)	1385.63	1613.61	1675.78	1502.05	1741.93
	7	Operational Surplus:(A-B6)	-685.45	-977.35	-1067.97	-1043.38	-1320.63
	8	Depreciation	206.55	356.06	347.85	331.44	377.57
	9	Interest on Loan	56.31	60.61	55.00	39.97	32.10
	10	Total (8+9)	262.86	416.67	402.85	371.41	409.67
	11	Total Expenditure (6+10)	1648.49	2030.28	2078.63	1873.46	2151.60
C)		Net Profit & Loss (A-B)	-948.31	-1394.02	-1470.82	-1414.79	-1730.30

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	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
A)		EARNINGS:					
	1	Traffic Earnings	794.99	617.53	624.02	576.63	504.11
B)		EXPENDITURE:					
	1	Fuel Consumption	1306.21	1361.27	1202.19	1176.04	1138.49
	2	Repairs & Maintenance	251.65	228.50	288.81	238.88	359.39
	3	Port, Survey Fee Etc	9.48	15.78	12.09	13.29	12.41
	4	Pay & Allowances (Fleet)	396.28	558.99	560.45	657.34	637.97
	5	Indirect Expenses	538.49	653.21	947.08	950.11	860.21
	6	Total (1+2+3+4+5)	2502.11	2817.75	3010.62	3035.65	3008.47
	7	Operational Surplus:(A-B6)	-1707.12	-2200.22	-2386.60	-2459.02	-2504.36
	8	Depreciation	247.97	266.75	307.96	412.95	354.46
	9	Interest on Loan	12.12	29.31	8.59	6.94	3.84
	10	Total (8+9)	260.09	296.06	316.55	419.90	358.30
	11	Total Expenditure (6+10)	2762.20	3113.81	3327.17	3455.55	3366.77
C)		Net Profit & Loss (A-B)	-1967.21	-2496.28	-2703.15	-2878.92	-2862.66

3.3 CARGO SERVICE

Performance of the total cargo sector :

PROFIT & LOSS A/C OF CARGO SERVICE

Figure in Lac Taka

Sl.	No	Particulars	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
A		EARNINGS:					
	1	Traffic Earnings	283.09	160.48	120.05	41.51	55.56
B		EXPENDITURE:					
	1	Fuel Consumption	43.41	48.85	60.66	69.16	204.23
	2	Repairs & Maintenance	52.16	108.79	38.46	23.02	109.29
	3	Port, Survey Fee Etc	0.02	0.25	0.00	0.02	0.02
	4	Pay & Allowances (Fleet)	404.32	449.07	470.27	453.78	540.39
	5	Indirect Expenses	1623.40	2088.48	957.43	959.23	931.32
	6	Total (1+2+3+4+5)	2123.31	2695.44	1526.82	1505.21	1785.25
	7	Operational Surplus:(A-B8)	-1840.22	-2534.96	-1406.77	-1463.70	-1729.70
	8	Depreciation	64.85	99.62	97.23	63.51	647.25
	9	Interest on Loan	86.19	81.21	68.30	46.28	793.62
	10	Total (8+9)	151.04	180.83	165.53	109.79	1440.87
	11	Total Expenditure (6+10)	2274.35	2876.27	1692.35	1615.00	3226.13
C		Net Profit & Loss (A-B)	-1991.26	-2715.79	-1572.30	-1573.49	-3170.57