

**AUDITORS' REPORT  
AND  
THE FINANCIAL STATEMENTS  
OF  
INTRACO REFUELING STATION LTD.  
& ITS SUBSIDIARIES**

*For the year ended 30<sup>th</sup> June, 2022*

**Independent Auditors' Report  
to the Shareholders  
of  
INTRACO REFUELING STATION LTD. & ITS SUBSIDIARIES**

**Report on the Financial Statements**

**Opinion**

We have audited the financial statements of **INTRACO REFUELING STATION LTD. & ITS SUBSIDIARIES** which comprise the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), 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 opinion.

**Key Audit Matters**

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

SI	Risk	Our response to the risk
1.	<p><b>Valuation of inventory</b></p> <p>As at 30 June 2022, the reported amount of inventory is Tk. 3,30,04,244</p> <p>On reporting date, inventories are carried at the lower of cost and net realizable value. As such the company apply judgment in determine the appropriateness values of inventory in accordance with International Accounting Standards.</p> <p>Please see the note no.7 to the Financial Statements</p>	<p>We verified the appropriateness of management's assumptions applied in calculating the value of inventory as per International Accounting Standards by:</p> <ul style="list-style-type: none"> <li>-Evaluating the design and implementation of key inventory controls operating across the warehouse.</li> <li>- We have reconciled the inventory with purchase, consumption and store.</li> <li>-Reviewing the historical accuracy of inventory provisioning and the level of inventory write off during the year.</li> </ul>
2.	<p><b>Measurement of deferred tax liability</b></p> <p>Refer to note 14 to the financial</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition</p>