

বাংলাদেশ
স্বাধীনতা
১০০
Bangladesh



ANNUAL REPORT 2020



Hotels International Limited (HIL)

Owner of Pan Pacific Sonargaon Hotel, Dhaka
107, Kazi Nazrul Islam Avenue, Karwan Bazar, Dhaka-1215



ANNUAL REPORT 2020

HOTELS INTERNATIONAL LIMITED

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NOTICE OF THE 43rd ANNUAL GENERAL MEETING

The 43rd Annual General Meeting (AGM) of Hotels International Limited (HIL) will be held on Thursday, 09 December, 2021 at 7:00 p.m. at Pan Pacific Sonargaon Hotel for undertaking the following Business/Agenda :

Agenda :

01. Confirmation of the minutes of the 42st Annual General Meeting (AGM).
02. Consideration and adoption of the Directors' Report.
03. Adoption of the Audited Financial Statements of the company ended 31st December 2020.
04. Appointment of Auditors of the Company for the year 2021 and fixation of their fees.
05. Any other matter with the permission of the Chair.

By order of the Board of Directors


15.11.21
Md. Altaf Hossain
(Joint Secretary)
Secretary, HIL

Distribution:
All Shareholders.

A Brief Profile of Hotels International Limited (HIL)

Hotels International Limited is a Public Limited Company. It is the Owning Company of the Pan Pacific Sonargaon Hotel, Dhaka- a 100% Government Owned Company.

After the independence of Bangladesh the number of dignitaries, business people, foreign delegates visiting the country has increased manifold. The Father of the Nation **Bangabandhu Sheikh Mujibur Rahman** felt the necessity to establish a deluxe "5-Star" hotel in Dhaka to cater to the growing needs of the foreign visitors. In 1973, Government took the decision to establish a five star hotel in Dhaka and the responsibility was given to Bangladesh Parjatan Corporation (BPC) for implementing the project. To this end, Government formed a **PUBLIC LIMITED COMPANY** named "**HOTELS INTERNATIONAL LIMITED**" registered on 25th June, 1977 with the Registrar of Joint Stock Companies and Firms under the Companies Act 1994. Eleven (11) renowned personalities were chosen by the Government to be the Directors of the Board. The Board of Directors govern the Company and are entrusted with responsibility of directing, guiding and managing the hotel, known as "**PAN PACIFIC SONARGAON, DHAKA**". The hotel was built under a loan sanctioned by Overseas Economic Cooperation Fund (OECF) of Japan Government amounting to ¥ 6.37 billion equivalent to BDT 58.02 crore and a supporting fund of BDT 24.16 crore from the Government of Bangladesh, all totaling BDT 82.18 crore.



Sonargaon Hotel was built on around 8 acres of land at the heart of the city's business area, Karwan Bazar. The Hotel was commissioned on August 1981. In 1981, under an agreement signed between Hotels International Limited (HIL) and Pan Pacific Hotels Group (PPHG), PPHG has been running the operation and management of the Sonargaon Hotel. The agreement has been renewed every 5 years since 1981. In 2012, HIL has renewed the Hotel Management Agreement (HMA) for 10 years (From 01 August, 2012 to 31 July, 2022). Since its inception, the business of Sonargaon hotel has increased phenomenally and the Hotel has been able to tap considerable Foreign Currency for the country. With the passage of time, the hotel has become a household name in the hotel and tourism industry in Bangladesh and abroad.

Presently, Pan Pacific Sonargaon Hotel is the leading five star hotel in the country. Over the last 40 years, it has embarked on many renovation projects which enabled it to be at the fore-front of hotel business in the country. It is a landmark heritage in the tourism industry of Bangladesh and its affable and hospitable work-force are indeed the proud ambassadors of Bangladesh's hospitality, cuisine, culture and tradition, HIL is determined to carry forward it's glorious legacy perfectly in the years to come.

COMPANY INFORMATION

Registered Office

Sonargaon Hotel

107, Kazi Nazrul Islam Avenue
Karwan Bazar, Dhaka – 1215
Bangladesh.

Auditor

M/S Hoda Vasi Chowdhury & Co.

Chartered Accountants
BTMC Bhaban (6th & 7th floor)
7-9, Karwan Bazar C/A
Dhaka-1215

Legal Advisor

Barrister Morshed Ahmed Khan

Corporate Counsel
Suite # 802, Rahat Tower (7th Floor)
14, Link Road, West Banglamotor
Dhaka -1000, Bangladesh.

Advocate Md. Shahjahan

3, Koilash Ghosh lane
Katowali, Dhaka -1100.

Bankers

Sonali Bank Ltd.
Pubali Bank Ltd.
Standard Bank Ltd.
EXIM Bank Ltd.
One Bank Ltd.
First Security Islami Bank Ltd.
Shahjalal Islami Bank Ltd.
South Bangla Agriculture and commerce Bank Ltd

Vision

Hotel Sonargaon – First Choice Destination.

A person wearing a dark suit and a watch is shown from the chest down, with their hands resting on a white surface. Overlaid on the image is a digital network of white lines and dots. In the center, there is a glowing blue target icon with a white cursor arrow pointing at it. Below the target, the word "MISSION" is written in large, bold, white capital letters with a blue glow.

MISSION

To provide Top Class Hospitality, Comfort, Warm Services to Guests and Tourists of the Hotel and to Continue Profitability.

BOARD OF DIRECTORS

(Not in order of Seniority)



Mr. Md. Mokammel Hossain
Secretary
Ministry of Civil Aviation & Tourism
&
Chairman
Hotels International Limited



Mr. Abu Hena Md. Rahmatul Muneem
Senior Secretary, IRD &
Chairman, National Board of Revenue
Ministry of Finance
&
Director
Hotels International Limited



Mr. Masud Bin Momen
Foreign Secretary (Senior Secretary)
Ministry of Foreign Affairs
&
Director
Hotels International Limited



Mr. Md. Abdur Rouf Talukder
Senior Secretary
Finance Division, Ministry of Finance
&
Director
Hotels International Limited



Mr. M. Tofazzel Hossain Miah
Secretary
Prime Minister's Office
&
Director
Hotels International Limited



Major General Md. Nazrul Islam, SPP, NDU, AFWC, psc, G
Executive Chairman, BEPZA
&
Director
Hotels International Limited



Mr. Md. Hannan Mia
Chairman (Grade-1)
Bangladesh Parjatan Corporation
&
Director
Hotels International Limited



Mr. Md. Jasim Uddin
President
FBCCI
&
Director
Hotels International Limited



Mr. H.M. Hakim Ali
President
International Hotel Association of Bangladesh
&
Director
Hotels International Limited



Dr. Md. Aminur Rahaman, ndc
Joint Secretary
&
Managing Director
Hotels International Limited



Mr. Md. Altaf Hossain
Joint Secretary
&
Company Secretary
Hotels International Limited



MESSAGE FROM THE HONORABLE STATE MINISTER



Mr. Md. Mahbub Ali

Honorable State Minister
Ministry of Civil Aviation & Tourism
People's Republic of Bangladesh

I am so delighted to know that Hotels International Ltd (HIL) - the owning company of Pan Pacific Sonargaon Hotel is going to organize the 43rd Annual General Meeting (AGM) for 2020. The meeting is being held immediately after the covid 19 situation has significantly been improved under the astute and dynamic leadership of Honorable Prime Minister-Visionary Digital Leader. Hotel's International Ltd has arranged the 43rd Annual General Meeting (AGM) for its stakeholders and patrons- is good news for the business community and for the hotel industry in particularly.

All of you are aware that immediately after the Independence, Father of the Nation Bangabandhu Sheikh Mujibur Rahman felt the necessity to establish five star hotel in Dhaka to cater to the growing needs of the foreign visitors. Since inception, the hotel has been rendering excellent services to the valued guests and with the passage of time it has become a prestigious name in Bangladesh. The hotel is also contributing Bangladesh economy by depositing huge amount of money in terms of vat, tax and profits. Till 2020, HIL has contributed an amount of Tk. 1148 crore to the government exchequer.

During the 1st & 2nd wave of pandemic, the hotel like other organizations and industries faced huge business losses as well as was remain closed for a long time in light of the decisions of the government. All of you will feel proud to know that during the pandemic crisis hotel was operated under the directives of the Government after ensuring the safety measures as guided by the World Health Organization (WHO) and Pan Pacific Hotel & Resorts Singapore. Although the hotel faced severe crisis in earning revenue, it has not retrenched any staff rather it has provided all out supports to its employees which is highly appreciable. I firmly believe that Pan Pacific Sonargaon Hotel Dhaka is the leading five star hotel in the country and HIL is determined to carry forward it's glorious legacy perfectly in the years to come.

One of goals of the present government is to strengthen the desired economic progress through effective development of the country's tourism industry. To this end, all out efforts are being made under the leadership of Hon'ble Prime Minister Sheikh Hasina, the architect of modern Bangladesh. To make this efforts successful, active support from all corner of the society is required. I believe that all the officers and staffs of the Hotels International Limited and its owned Pan Pacific Sonargaon Hotel would work whole heartedly to bring out the mission of the present government inspired by the values and spirits acquired through our great liberation war under the leadership of the Greatest Bengali of all time, Father of the Nation Bangabandhu Sheikh Mujibur Rahman.

Taking the opportunity, I would like to thank the Board of HIL, the rank and file of the HIL and hotel on the eve of 43rd Annual General Meeting (AGM). I wish the 43rd Annual General Meeting a great success.

(Md. Mahbub Ali), MP



Mr. Md. Mokammel Hossain

Secretary
Ministry of Civil Aviation & Tourism
and
Chairman, Hotels International Limited

M Mr. Md. Mokammel Hossain, Secretary to the Government of the People's Republic of Bangladesh took charge as the Secretary Ministry of Civil Aviation and Tourism on 05 January 2021. Prior to joining as Secretary he served as Additional Secretary (APD) in the Ministry of Public Administration.

Mr. Md. Mokammel Hossain joined in the Bangladesh Civil Service in 1991 and posted as Assistant Commissioner and Magistrate at the Deputy Commissioner's Office in Khulna. He later worked in different capacities in different ministries and also in the field level. He has served in various ministries such as Ministry of Fisheries and Livestock, Ministry of Food, Ministry of Home Affairs, Ministry of Communication, Ministry of Expatriate Welfare & Overseas Employment and Economic Relations Division. He also worked in BCS Administration Academy and the Secretariat of the Bangladesh Public Service Commission. He has served in the Prime Minister's Office as the Private Secretary to the Principle Secretary to the Hon'ble Prime Minister. He has served as Additional Secretary (SDG) in the

SDG Co-ordinator's Office at the Prime Minister's Office and Additional Secretary (APD) in the Ministry of Public Administration. He has also served in Bangladesh Missions abroad. He worked as First Secretary (Labour) at the Bangladesh High Commission in Singapore and Counsellor (Labour) at the Bangladesh Consulate General in Jeddah, KSA. He received the 'Special Performance Award' as the Best Labour Counsellor while serving as a Counsellor (Labour) at the Bangladesh Consulate General Office in Jeddah, KSA.

Mr. Hossain was born in a respectable Muslim family on 01 January 1964 in Dhaka. He passed SSC from Mohammadpur Government Boys High School in 1979 and HSC from Dhaka College in 1981. He graduated with Honours in Economics from the University of Dhaka in 1984 and did his Master's in Economics in 1985 from the same University. Later, he did MBA from Nanyang Technological University in Singapore. In addition, he completed International Advanced Management Program from the Massachusetts Institute of

Technology (MIT) in the United States of America and Professional Development Skills Course from Duke University in USA. Mr. Hossain has visited different countries including the United States of America, the United Kingdom, Singapore, Japan, China, Saudi Arabia, Australia, New Zealand, Egypt, Turkey and Spain.

Mr. Md. Mokammel Hossain conducts sessions on various topics as a trainer in different training institutes. He is the listed resource person in the Trainer Resource Pool of the Government of Bangladesh. He is a life member of Bangladesh Society for Training and Development (BSTD), an organization for professional trainers.

He is happily married and blessed with a daughter. His wife is also a government servant and Secretary to the Government of Bangladesh.



Mr. Abu Hena Md. Rahmatul Muneem

Senior Secretary, IRD &
Chairman, National Board of Revenue
Ministry of Finance
and
Director, Hotels International Limited

M Abu Hena Md. Rahmatul Muneem joined as Senior Secretary, Internal Resources Division & Chairman, National Board of Revenue, Bangladesh on 06 January, 2020. He is a highly accomplished and professional civil servant with an experience of 34 years in both the central and field administration. Having a diverse administrative broad-based knowledge and experience, he joined the Bangladesh Civil Service (Administration) on 21 January 1986. Prior to assigning this post on 04 January, 2020, he was the Senior Secretary of Energy and Mineral Resources Division, Bangladesh.

In his academic attainments, he realized his Bachelor and Master degree in Geology from the University of Dhaka. Later on he did Diploma in Development Planning degree under Academy for Planning and Development and an MBA (Finance) under Northern University Bangladesh.

Professionally, he worked in the field Administration as Upazila Nirbahi Officer (UNO), Additional District Magistrate, Charge Officer (Zonal Settlement Office) and Divisional Commissioner. During his responsibilities in the field administration, he played a pivotal role to steer the smooth implementation of Sustainable Development Goals (SDGs), Social Safety Network, Digital Bangladesh through ICT expansion, co-ordination among the different departments, monitoring local government activities, disaster management, fast-track and priority projects of Honourable Prime Minister. He also served in the Ministry of Power, Energy and Mineral Resources, Ministry of Public Administration, Ministry of Home Affairs, Ministry of Civil Aviation and Tourism and other departments in different capacities.

After joining the civil service, Mr. Muneem took part in different training programmes that

encompasses Foundation Training Course, special course on Law and Administration, Advanced Course on Administration and Management (ACAD), Managing at the Top-2 (MATT-2), Energy Management Training Course as part of the official duty, he attended in different negotiation meetings, workshops, summits and seminars.

Mr. Muneem hails from the Sirajganj district. In his personal life he is married and is blessed with one son and one daughter.



Mr. Masud Bin Momen

Foreign Secretary (Senior Secretary)
Ministry of Foreign Affairs &
Director, Hotels International Limited

Ambassador Masud Bin Momen is the Foreign Secretary of Bangladesh. He joined as Foreign Secretary on 31 December 2019. As a career diplomat, Ambassador Masud has long been serving in different capacities at the Headquarters and Bangladesh's Missions abroad.

Prior to his appointment as the Foreign Secretary, he had been Bangladesh's Ambassador and Permanent Representative to the United Nations since 2015. Before that, he served as Bangladesh's Ambassador to Japan from 2012 to 2015. He also served as Ambassador to Italy and Permanent Representative to the Food and Agriculture Organization (FAO), World Food Programme (WFP) and International Fund for Agricultural Development from 2008 to 2012.

Ambassador Masud served at the Headquarters in different capacities. From 2006 to 2008, he was the Director-General in the Ministry of Foreign Affairs, Dhaka and was responsible for matters related to South Asia, the South Asian Association for Regional Cooperation (SAARC), Non-Aligned

Movement (NAM), ASEAN Regional Forum (ARF), Human Rights and the United Nations.

He was Deputy High Commissioner at the Bangladesh High Commission in New Delhi, India, from 2004 to 2006, prior to serving as Director of Poverty Alleviation at SAARC Secretariat in Kathmandu, Nepal, from 2001 to 2004.

From 1998 to 2001, he was Director in charge of the Foreign Ministry's United Nations Wing and Foreign Secretary's Office in Dhaka.

Ambassador Masud also served as a First Secretary and Counsellor at Bangladesh High Commission, Islamabad from 1996 to 1998. Prior to that, he served at Permanent Mission of Bangladesh to the United Nations from 1992 to 1996.

Ambassador Masud joined at the Ministry of Foreign Affairs, Bangladesh as an Assistant Secretary in 1988. He belongs to the Bangladesh Civil Service (Foreign Affairs) 1985 Batch.

Ambassador Masud holds a Master's degree in International Relations from Fletcher School of

Law and Diplomacy, Tufts University, Boston, USA with GPA 4.0. He received Robert B. Stewart Prize for All Round Excellence from Tufts University. He holds another Master's degree in Economics from University of Dhaka. He also received Bachelor's degree in Economics from University of Dhaka. He achieved 'First Class First' position in both Bachelor's and Master's degrees from his Alma Mater. He went to Dhaka College for his Higher Secondary Certificate and to University Laboratory School for his Secondary School Certificate.

Ambassador Masud achieved Chancellor's Award for securing First Class First position in Master's Degree from University of Dhaka. He was also awarded with Rector's Medal from Bangladesh Public Administration Training Centre (BPATC) as the best trainee Officer of the foundation training course.

Ambassador Masud was born in Dhaka on 06 December 1963. He is married and blessed with two children.



Mr. Md. Abdur Rouf Talukder

Senior Secretary
Finance Division, Ministry of Finance &
Director, Hotels International Limited (HIL)

M Abdur Rouf Talukder is the Secretary of Finance Division, Ministry of Finance, Government of the People's Republic of Bangladesh. He was nominated as Director of Hotels International Limited (HIL) on 08 March, 2018.

Mr. Talukder was born on August, 1964, in Dhaka. He joined the Bangladesh Civil Service in 1988. He worked in wide range of government positions in his long illustrious career but his specialization in public finance and economic management has brought him back to Finance Division at almost every rank of his career. He is the only civil servant in Bangladesh who has experiences of working in Finance Division. In Finance Division, he has contributed in important areas like budgetary management, macroeconomic management etc. He is a passionate advocate of reform in Public Financial Management (PFM) including introduction of IT in PFM and one of the key contributors in drafting the Public Money and Budget management Act, 2009. He also contributed to the introduction of

payroll automation for the government employees and EFT for pensioners.

Apart from his long career in Finance Division, Mr. Talukder has worked in Ministry of Industries, Ministry of Food, and Ministry of Information. He also worked in Bangladesh High Commission, Malaysia as First Secretary (Commercial).

As Secretary of Finance Division, he is Director, Board of Directors of Bangladesh Bank; Chairman of Bangladesh Infrastructure Finance Fund Limited (BIFFL); Chairman, National Human Resource Development Fund (NHRDF); Deputy Chairman, Saudi Bangladesh Industrial & Agricultural Investment Company Limited (SABINCO); Vice-Chairman, Committee of Mutawallis of Islamic Development Bank-Bangladesh Islamic Solidarity Educational Wakf (IDB-BISEW); Member, Bangladesh Institute of Development Studies (BIDS); Director, Board of Biman Bangladesh Airlines Ltd.; Director, Infrastructure Development Company Ltd. (IDCOL); Member, Bangladesh

Judicial Service Commission.

Mr. Talukder holds an M.Sc. in Development Management with major in Public Economic Management and Finance from the University of Birmingham, UK and an MBA from Institute of Business Administration (IBA) of the University of Dhaka. In addition, he attended many professional training courses specialized in public financial management. Some of the highlights are Financial Programming and Policies (FPP), IMF Institute, Washington DC, USA; Public Financial Management: Issues and Solutions, Crown Agents Training & Professional Development Center, London, UK; Fiscal Economics and Economic Management (FEEM), Financial Management Academy (FIMA), Dhaka; Information System Project Management Training, Civil Service College, UK etc.

He is married and blessed with one daughter and one son.



Mr. M. Tofazzel Hossain Miah

Secretary
Prime Minister's Office &
Director, Hotels International Limited

M M. Tofazzel Hossain Miah, Secretary to the Govt. of Bangladesh has been serving as the Secretary of Prime Minister's Office from 01 January, 2020. He was nominated as Director of Hotels International Limited (HIL) from 16 July, 2018. At that time he was Private Secretary-1 to the Hon'ble Prime Minister.

A man of noble bearing Mr. Tofazzel was born on 05 July 1964 at Pirojpur District. He completed both his Honours & Masters degree in English Literature from the University of Dhaka. Later, he obtained MSC degree in Early Childhood Development (ECD) from BRAC University. Mr. M. Tofazzel Hossain Miah started his carrier in Bangladesh Civil Service in 1991. He served in various capacities of the government including Director General, Prime Minister's office; Director General Private Export Processing Zones, Deputy

Commissioner and District Magistrate in Dhaka, Cumilla and Panchagarh. Prior to that, he was private secretary to principal secretary, PMO, Director Board of Investment, Additional Deputy Commissioner in Sylhet and Upazila Nirbahi Officer, Monohardi in Narsingdi District. He also worked in different Ministries/ Divisions/ Directorate of the Govt. including Ministry of Public Administration, Local Government Division, Ministry of Primary and Mass Education and Power Division.

He has the exposure to many trainings both home & abroad. He has completed training on Project Management & Governance in UK, Vietnam and India. He visited South Korea, Malaysia, Thailand, Germany, Czech Republic, Switzerland, Portugal, Spain, China etc. He has received certificate on excellent Performance on Land Administration. He is also a trainer

on Development and Governance issues at many government and non-government institutions.

Mr. M. Tofazzel Hossain Miah is married and blessed with one daughter and one son. He likes travelling, listening music and reading books during his leisure times.



Major General Md. Nazrul Islam, SPP, NDU, AFWC, psc, G
Executive Chairman, BEPZA
&
Director, Hotels International Limited

Major General Md Nazrul Islam, ndu, afwc, psc, G was born on 13 August 1967 in Patuakhali, Bangladesh. He was commissioned in the Corps of Artillery on 25 December 1987 with 17th Bangladesh Military Academy Long Course.

He has completed Masters on Defence Studies from Bangladesh National University. He has also achieved Masters in War Studies and Masters in Science (Technical) from Bangladesh University of Professionals. In addition to this he has number of professional courses both at home and abroad. He is a graduate from Defence Services Command and Staff College, Bangladesh. He is also completed Armed Forces War Course 2008 and he is completed National Defence University, China.

His distinct military career is star-studded with a balanced composition of command, staff and instructional assignments. The General has a long and illustrious command experience at various echelons in the army which includes commanding officer of two artillery regiments, commander of an artillery brigades, area commander of logistics area, Dhaka and General Officer Commanding of 66 infantry division, Rangpur. Presently, he has been posted as the Executive Chairman of Bangladesh Export Processing Zones Authority (BEPZA) under the Prime Minister's Office.

The general served as Grade Three staff officer at 66 Artillery Brigade. The General has in his credit the experience of serving as Instructor Class B at Artillery Centre & School.

He also served as Deputy Assistant Military Secretary at Military Secretariat Branch of Army Headquarters. He served as the General Staff Officer-1 at Armed Forces Division. He has also the varied experience of serving as Colonel General Staff, 24 Infantry Division.

General Nazrul has travelled far and wide which includes 17 countries in different parts of the world; notable few are Brazil, USA, UK, Iraq, Pakistan, India, Australia, Canada Spain and Kuwait.

The General is a keen golfer. His hobbies include travelling, reading books and listening music. He is happily married and proud father of a daughter and a son.



Mr. Md. Hannan Mia

Chairman (Grade-1)
Bangladesh Parjatan Corporation &
Director, Hotels International Limited

M Hannan Mia, a Grade-1 official to the government of Bangladesh joined Bangladesh Parjatan Corporation (BPC) as new Chairman. Prior to BPC, Mr. Hannan served as Director General (DG) of the Department of Archaeology. Earlier he served in BIAM Foundation as Director. A 9th BCS (Administration) Cadre official joined the Bangladesh Civil Service in 1991 as Assistant Secretary first in the Ministry of Cultural Affairs. Mr.

Hannan previously worked in field administration and different offices in Different capacities, which include UNO at Shalla Upazila under Sunamganj district and at Jakiganj under Sylhet district. He wrote three fundamental books on 'Proceedings of 'Executive Magistrates', 'Procedure of Conducting Criminal Law , as well as 'Executing the Land Law and Management. He has also a book on the true History of our liberation war named 'Freedom Offerings'. 'He

obtained MSS Degree in International Relations from DU and Diploma on International Relations Management from UK. He was born at Moutopi Union under Bhairab Upazila in Kishoreganj District.



Mr. Md. Jasim Uddin

President

FBCCI

&

Director, Hotels International Limited

Md. Jasim Uddin is a business graduate, leading business personality, an industrialist and a philanthropist with a vision to develop the livelihood of the people of Bangladesh by providing income generating opportunities through making them skilled manpower to reduce poverty, adding value to the economy and protecting the environment. His focus is developing green and environmentally friendly business practices and support sick industries through leadership and govt. involvement.

Md. Jasim Uddin, newly elected President of the Federation of Bangladesh Chambers of Commerce and Industry (FBCCI), the apex trade body of Bangladesh representing eighty-seven chambers and four hundred & nine associations. Prior to joining as the president of FBCCI, he was the President of Bangladesh Plastic Goods Manufacturers and Exporters Association. Earlier, he served as an elected First Vice President of FBCCI for the term 2010-2012 & as Director for the term 2008-2010.

Mr. Uddin is leading from the front as the Chairman of Bengal Commercial Bank Ltd, Desh General Insurance Ltd, and Bangladesh Plastic Engineering &

Technology (BPET). He is also the Founder Chairman of Bangladesh Plastic & Rubber Foundation. And, life Member of Noakhali Samity, Bangladesh.

Md. Jasim is playing the key strategic role of Bengal Group of Industries, as Vice Chairman, one of the prime conglomerates in the country that employs over 25,000 people of Bangladesh. The Group is made up of a number of different industries which operates in diversified fields like plastic processing, chemicals, food processing, cement, infrastructure development, readymade garments, insurance, financial sector, five-star hotel, and trading. The group is significantly & continuously contributing the economy in the form of foreign currency earner, producing import substitute items and generating employment opportunities on a regular basis. Apparently, he is holding the position of Vice Chairman of RTV, Bangladesh.

Mr. Uddin's remarkable social contributions include foundation of Jashim Uddin Kinder Garden & Morshed Alam, high school at Nateswar, Sonaimury, Noakhali. He constructed Madrashes & Masjids in Nateswar, Sonaimury, Noakhali and in other places too. He is a social activist with in his

native area under Sonaimury, Noakhali and working relentlessly for the improvement of living standards of the people and eradication of the poverty in the neighborhood. He visited many countries including Far East, South Asian, Middle East, Europe, USA & North America to promote Bangladesh's trade potentiality and investment opportunity.

In his journey of business arena, he achieved the prestigious CIP award in 1999, 2009-10, 2010-18 from the Government of Bangladesh for extra ordinary contribution to Bangladesh economy. He is the recipient of Prime Minister's National Export Trophy - Silver, during the FY 1997-98, 2009-10 and Export Trophy- Gold during the FY 2000-2001, 2006-2007 & 2018-2019. He is also the recipient of "Best Enterprise Award 2007" of Bangladesh.



Mr. H.M. Hakim Ali

President

International Hotel Association of Bangladesh

&

Director, Hotels International Limited

M H.M. Hakim Ali is a visionary business leader and successful entrepreneur of Bangladesh. He is known as the business icon and role model of the business community with extensive areas of activities in various fields of business. He is playing a very important role for development of tourism in private sector of the country with his vibrant and dynamic leadership since 1970. He was appointed as Director in the Board of Directors of Hotels International Limited on 12 August 1995.

Mr. H.M. Hakim Ali has the rare distinction of leadership as the President of Bangladesh International Hotel Association (BIHA), Italy-Bangladesh Chamber of Commerce and Industry, South Asia Tourism Federation (SATF),

Former President-Bangladesh Foundation for Tourism Development, Chairman-Intraco Group of Industries, Director of Chattogram Metropolitan Chamber of Commerce and Industry. He is also Honorary Consul-General of the Republic of the Union of Myanmar.

He had led the business delegation from Bangladesh to different countries for promotion of trade, commerce & tourism between several sectors of Bangladesh.

He also invites businessmen, industrialist and trade body members to visit Bangladesh to enhance trade, commerce & tourism from different countries.

He is proactively involved with different international and regional

business organizations and contributing for regional economic integration.

He is representing the private sector in different Government and Semi Government organizations of the country.

He has also successfully diversified his business in other business sectors.

Besides business, he is actively involved in the social activities and holds positions of different social organizations.



Mr. Md. Aminur Rahaman, ndc

Joint Secretary

&

Managing Director

Hotels International Limited

Dr. Md. Aminur Rahaman, ndc is Joint Secretary to the Government of Bangladesh. He is a career civil servant and has been working for the Government for the last 26 years. He took the charge of Managing Director of Hotels International Limited (HIL) on 6 September 2021 and has been working till to date.

Mr. Rahaman has a chequered career in civil service. He joined as Assistant Commissioner in Rangpur Collectorate in 15 November, 1995. Among many assignments, he had the opportunity to work as Director, Local Government (Joint Secretary) ; Joint Secretary (Administration), Ministry of Agriculture; Deputy Commissioner, Naogaon; Deputy Secretary, Economic Relations Division, Ministry of Finance; Private Secretary (PS) to Honorable Minister, Ministry of Home Affairs; Private Secretary (PS) to Hon'ble Chairman, Public Accounts Committee (PAC), Bangladesh Parliament; Upazilla Nirbahi Officer (UNO); Upazilla Magistrate; 1st Class Magistrate and so forth.

He was born in the District of Gopalganj in an aristocratic Muslim family at the village Mohanag under Kashiani Upazilla. He obtained his MSS (1992) in International Relations from the Dhaka University and did

PhD on Human Rights and Education. He also obtained PGD (Japanese Studies) and took LLB/LLM degree. He also got his Masters degree in Governance Studies and Public Policy attached with Australia, Malaysia and Singapore. In 2020, he successfully completed NDC (National Defense Course) under the National Defense College in Mirpur Cantonment. It is to be noted that he was the Adjunct Professor of Northern University Bangladesh and Prime University for 12 years.

A few mentionable courses from foreign universities and institutions taken by him: Flower Species Identification, Biotechnology of Flower Developments and Orchids, University of Greenwich, UK ; Professional Development Program, Macquarie University, Australia ; Project Management, Potsdam University, Germany ; Administration and Development, University Putra Malaysia, Malaysia ; Policy and Strategy Formulation Package, Defence Academy of the United Kingdom, UK ; Strategic Leadership Programme, Defence Academy of the United Kingdom, UK ; Advanced Public Sector Management for Effective Policy Implementation at AIT, Thailand ; Official Development Assistance, AIBO, Beijing, China ; and Mid-Career Special Training in NCGG, Mussoorie, India.

He is the author of about a dozen of books, namely, Human Rights for

Backward Section of Citizens with Special Reference to Education, Religion and Education, Speeches Delivered Home and Abroad, Kobitay Upadesh, Gyan Kathika, Evening Song, Research Work and the like. He earned huge reputation by writing many Article published in different journals in home and abroad. He wrote a number of essays, short stories, poems and research papers which have been read and loved by people all over the world. Among his books, 'Education and Religion' and 'Research Work' are very well-known and popular for which he has been honored with the Shilpakala Academy Award.

Dr. Aminur is married and his beloved wife has presented two sons, namely, Md. Fahimur Rahman Shuvo (BUET final year student) and Md. Aribur Rahman Dhruvo (Second year student, Dhaka City College) respectively. His wife is a loving woman and a caring mother. His favorite pastime is reading books and earning knowledge. He is a good orator and loves telling jokes. After joining to the administration, he kept himself engaged in literary and administrative work. He is a writer, poet, researcher and enlisted lyricist. He is a satirist and his object is to expose man's faults and follies and defects of society through his writings with the intention of helping society to correct these defects.

HIL MANAGEMENT



Directors' Report



DIRECTORS' REPORT

Bismillahir Rahmanir Rahim

Distinguished Shareholders,

This is indeed a great pleasure and honor for me to have the privilege to welcome you all in this auspicious occasion marking the 43rd Annual General Meeting of Hotels International Limited (HIL). On behalf of the Board of Directors of Hotels International Limited and on my personal behalf, I congratulate you all for attending this important meeting and making this event meaningful. Further, I would like to affirm that as the Chairman of the Board of Directors (BoD), HIL, I am really delighted and honored for being able to present before you the Annual Report and Audited Financial Statements of the Company for the year ended 31st December, 2020.

Business Activities:

It is worthwhile to mention here that the Business performance of Pan Pacific Sonargaon Hotel for the year, 2020 was not up to the mark. During 2020, pre-tax net loss of the Company was recorded Tk. 12.25 crore against the budgeted profit of Tk. 20.12 crore. During the year 2020 the whole country was under lockdown due to COVID 19 from 26th March 2020 to May 2020. During this period the hotel was totally shut down and all kinds of hotel bookings were cancelled and restriction of public gathering during the year. With the directives from Government, the hotel started its operation from June with taking preventive measure of CORONA. In such a scenario the hotel was operated after ensuring the safety measure as guided by the WHO and Pan Pacific Hotel Group, Singapore. For the COVID 19 pandemic the hotel cannot earn its expected revenue. In addition, countrywide lockdown was also imposed in 2021.

Key Operational and Financial Result:

The following table highlights the actual business performance of 2020 and 2019 vis a vis the budget of 2020:

(All Amounts are in Taka)

Particulars	Budget 2020	Actual 2020	Actual 2019
Available Room	1,01,748	1,01,748	1,01,470
Room Occupancy/net	50.0%	20.1%	48.1%
Average Room Rate	10,407.44	6,808.53	9,772.40
Total Revenue	143,41,11,827	52,70,92,666	142,84,81,283
Less: Total Cost/Exp	(116,64,92,617)	(69,66,50,450)	(106,75,21,165)
Gross Operating Profit/(Loss)	26,76,19,210	(16,95,57,784)	36,09,60,118
GOP Percentage	18.7%	(32.2%)	25.3%
Less: Management Fee	(2,54,23,825)	0	(3,42,91,211)
IBFC	24,21,95,385	(16,95,57,784)	32,66,68,907
Add: HIL income	16,71,00,000	22,96,83,841	28,99,86,780
Total Income	40,92,95,386	6,01,26,057	61,66,55,687
Less: HIL Expenses	(20,80,86,908)	(18,26,36,061)	(20,90,65,371)
Net profit/(loss) before tax	20,12,08,478	(12,25,10,004)	40,75,90,316
Less: Corp. Income Tax	(6,53,92,755)	(1,23,30,535)	(17,43,74,692)
Net profit/(loss) after tax	13,58,15,723	(13,48,40,539)	23,32,15,624

- a) The average occupancy rate (net) during the year under review was 20.1% against the estimation of 50%. The actual average room rate, however, was Tk. 6,809 against the budgeted amount of Tk. 10,407 a down by Tk. 3,598. Total revenue earned amounted to Tk. 52.71 crore as against target of Tk. 143.41 crore in the budget, indicating a decrease of 63.2%. The total revenue earnings of 2019 were recorded Tk. 142.85 crore.
- b) Total cost and expenses amounted to Tk. 69.67 crore against the budgeted amount of Tk. 116.65 crore.
- c) Gross Operating Loss was incurred Tk. 16.96 crore against the budgeted profit amount of Tk. 26.76 during the year, which is less by Tk. 43.72 crore or (163.4%) of the targeted amount.
- d) The Hotel earned foreign currency worth Tk. 13.82 crore equivalent to US\$ 1.63 million during 2020.

Contribution to National Exchequer:

The Company has contributed to the Government exchequer an amount of Tk. 20.39 crore in various forms like taxes, duties, VAT, corporate and salary income taxes during 2020.

Ladies & Gentlemen,

You may kindly notice that the net loss after tax for the year 2020 was Tk 13.48 crore against the budgeted net profit of Tk. 13.58 crore, which was decreased by Tk. 27.1 crore against the budgeted amount. During the year the whole country was under lock down due to COVID 19 pandemic and the slow business trend continued till end of the year. So that, the company cannot earn its expected revenue.

Renovation of the Hotel:

The Pan Pacific Sonargaon Hotel, the premier 5-star Hotel in the country is about 40 years old and it needed thorough renovation and shake up to maintain its standard and attractiveness to the customers who are very dainty in recent days.

To gain additional market share and to retain its customer base, the Board of Directors of the Company was always keen to complete the renovation works of the hotel at the shortest possible time. It is at their constant monitoring and guidance very recently the renovation work of all rooms from 3rd to 8th floor of the hotel, Pacific Lounge, International Suits, Prayer Room, Sports Bar, Public Toilet in ground floor & mezzanine floor, Public Toilet in oasis area, Saloon, water feature of Swimming Pool area, Pavement Area in front side, Ball Room and Ball Room pre-function area, Bar, Jharna restaurant, crew lounge etc. have been completed. Contractor has already been ordered to commence the kitchen renovation works which is scheduled to be completed by end of May 2022.

Any renovation works usually cause nuisance, pollution, problems and disruptions in the smooth operation of the Hotel. The masonry works, storage of materials and movement of labors create some unpleasant sound and visual pollutions. Due to this, guests in a 5-star hotel shy away from staying in an under-construction hotel affecting occupancy which in turn impacts the profit of the hotel. In order to avoid such situations, the HIL management and Hotel operator has to work in close co-ordination with each other. The Hotel management and the Owning Company must also continuously endeavor not only to improve the standard of service, but also to reduce cost wherever possible. An all-out effort will be made to earn more revenue and profit in order to restore the financial strength of the Company. I urge everyone of the hotel to put their best foot forward to make this a premier hotel in the hospitality sector of Bangladesh through its excellent services.

Statutory Auditors:

The tenure of existing auditor M/S, Hoda Vasi Chowdhury & Co, Chartered Accountants will expire at this 43rd Annual General Meeting. However, it is a good sign that this audit firm has shown their interest to work with us and expressed their willingness to be re-appointed as the auditor of the Hotels International Limited (HIL) and the Pan Pacific Sonargaon Dhaka (PPSD). Therefore, the Board of Directors has approved the re-appointment of Hoda Vasi Chowdhury & Co, Chartered Accountants as auditors of HIL and PPCSD for the year, 2021 at a remuneration of Tk.137,500/- (one lac thirty-five thousand five hundred) and 1,48,500/- (one lac forty-eight thousand five hundred) respectively without VAT.

Business Plan:

HIL has been striving hard to develop the quality of its products, diversify them as well as to render value added services to its valued customers since its formation. Quality is our first priority. Our Management strategy is to conduct continuous evaluation of existing products and services, monitor closely the ever-changing requirements of the customers, determine the future demands of customers and analyze the competitors' position to shape the products and services in line with the requirements of the customers. Keeping this in view, HIL has built up a professionally competent management team to compete and formulate a strategic plan to cope with the changes and dynamism of the hospitality industry.

Challenges and Concerns:

In a global digital era where change is inevitable business cannot survive without change. So, anticipating change and staying relevant is a must. The Company is aware of these risks and challenges both internal and external. The Management has been managing these risks through continuous monitoring and adapting to market demand and acquisition relevant market policies and procedures. We are happy that the ongoing renovation works of all the floors and other areas have been completed successfully which are helping hotel to tap more revenue. But still few important areas such as Kitchen, Meeting Rooms, and Restaurants etc. are yet to be completed, among these kitchen works would be completed by May 2022.

Worldwide Corona (COVID 19) pandemic is the biggest challenge for the year 2021. The business was severely hampered due to spread of Delta Variant during this year up to mid- August. Nevertheless, the light shimmers are far distance for us as we are now in cooldown mode as we move slowly towards a better scenario day by day. Other considerable challenge of the hotel is its present location as the epicenter of the business toward the north i.e. purbachal. Another challenge is ongoing construction of Metrorail which will be disappeared after the completion of the project.

Acknowledgement:

I take this opportunity to convey my sincere appreciation and thanks to all my colleagues of the Board for their valuable support and contribution in conducting the affairs of the Company. I specially thank the members of the Standing Committee on Finance & Administration (SCFA), Technical Committee (TC) and other Committees which dealt with the important matters on behalf of the Board which helped the Board immensely to discharge their work smoothly and splendidly. I am also indebted to the Managing Director of HIL and all his ranks and files for helping me in discharging my duties and responsibilities smoothly and aptly.

I express my gratitude to all the immediate past Directors of HIL for their valuable contributions to the Company. I also take this opportunity to convey my gratitude to different Ministries and Agencies of the Government of Bangladesh, Autonomous and Semi-Autonomous bodies for their valuable support, patronization and co-operation in the activities of the Company.

I would also like to thank the Acting General Manager, the Executives and all the employees of the HIL and PPSD for their dedicated good work. I am confident that the spirit of goodwill and mutual understanding which has been prevailing between the Owning Company and the Operator would further cement in the coming years. The Senior Management of Pan Pacific Hotel Group (PPHG) has been very instrumental in developing and guiding GM of Hotel and taking strategic decisions. I also thank them for their ceaseless support to the Company.

Finally, I express my sincere gratitude to all of you for your support and co-operation in conducting this meeting smoothly and successfully. I pray to Almighty for the continued progress and prosperity all of you in the days to come.

Thank you.
By order of the Board


(Md. Mokammel Hossain)
Chairman, HIL

RENOVATION PROJECT



RENOVATION PROJECT

Sonargaon Hotel the premier 5-star Hotel in the country is about 40 years old and no major renovation was taken up before 2006. A number of new hotels have already started operating and a few more are coming up shortly as our competitors. The hotel needed to be refurbished thoroughly to maintain its standard particularly in view of new facilities prevalent in different hotels in Dhaka. As such this Hotel has to be refurbished thoroughly to maintain its standard and leadership in the market.

A renovation work was started from 05.01.2006. But the works could not be finished that time. Later, to regain the loss of revenue and to bring the business of the hotel to normal condition, the Board decided to complete the unfinished works left by the contractor in small packages on priority basis through departmental arrangements.

Accordingly the swimming pool area, health club, cafe bazar restaurant, 3rd floor 4th floor etc. were completed, which was reflected in the increase of earning of revenue.



Pic : Pacific Lounge

Lastly the remaining renovation works started in full fledged from May 2016. In the meantime all guest room from 3rd - 8th floor of the hotel, Pacific Lounge, International Suits, Bengali Suits, Swimming Pools, Prayer Room, Pool Deck Area, Poolside Restaurant, Covered Walkway, Health Club, Sports Bar (Pacific Avenue), Public Toilets, Ball Room, Ball Room Prefunction area etc. renovation works have already been completed. Renovation works of Kitchen, to be started soon which will be completed in 04 (Four) Months after commencement.



Pic : "Pacific Avenue"



Pic : Aerial View of Hotel



Pic : "International Suit"



Pic : "International Suit"



Pic : "Deluxe King guest room"



Pic : "Deluxe Twin guest room"

Hotel Facilities At a Glance



Health Club

Fully equipped Gymnasium, Sauna, Massage, SPA, Swimming Pool, Children's Pool, Steam Bath etc.



Pic : Health Club, PPSD



Pic : Swimming Pool, PPSD

Meeting Rooms / Ballroom

There is a ballroom cum conference hall, which can accommodate about 1500 persons at a time and dine about 800 persons in a sitting can be divided into 3 (three) equal parts. There are also some smaller meeting rooms with all modern equipment and facilities for meetings and small parties. The Ballroom has been just newly renovated.



Pic : Newly Renovated Ballroom, PPSD



Pic : Meeting Room

Oasis Tent, PPSD



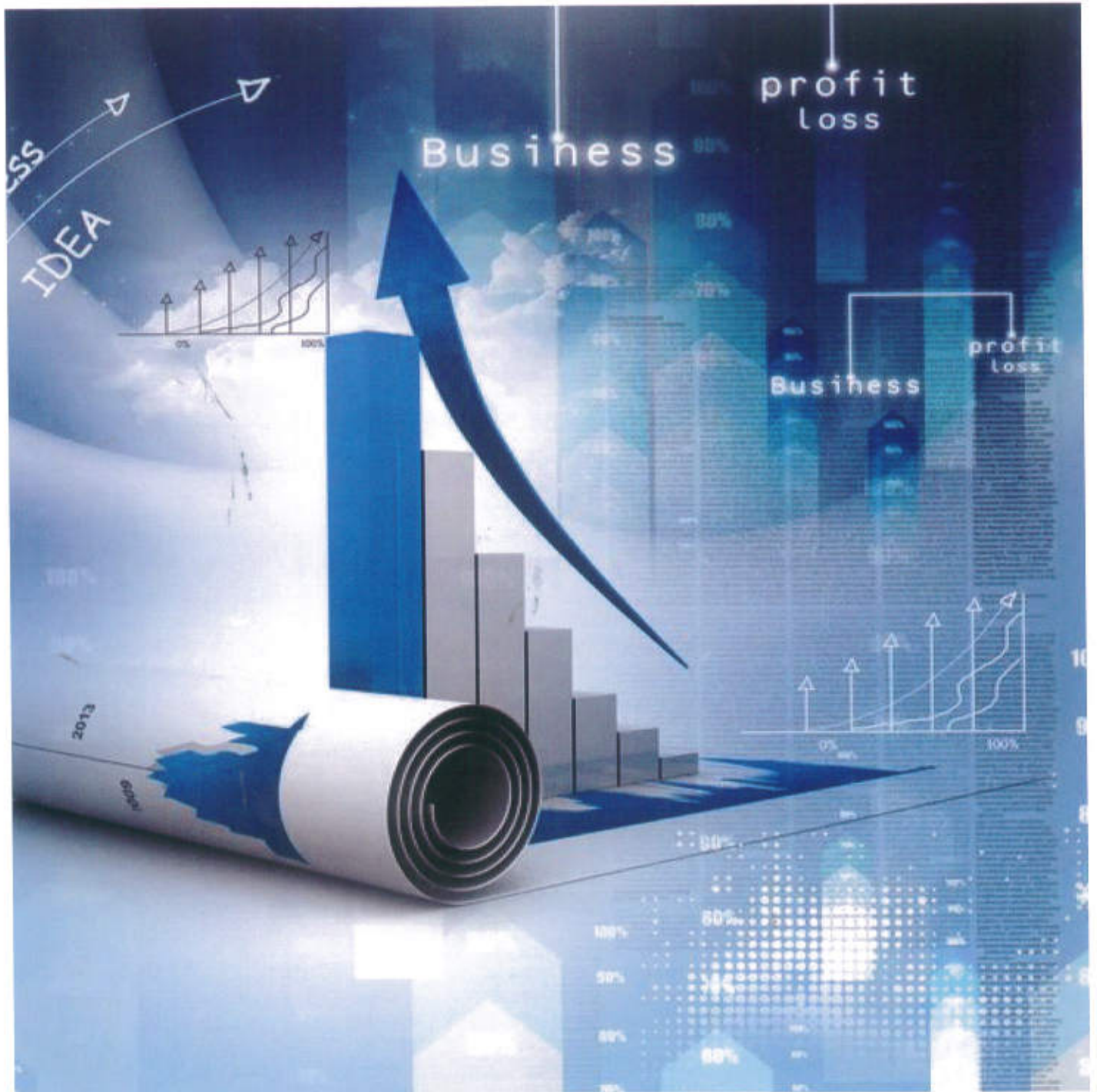
Restaurants

There are 3 (three) restaurants in the hotel, 24 Hours Coffee Shop (Café Bazar), Seafood Restaurant (Jharna) and Italian food Restaurant (CIAO) for a complete range of delicious foods of national and international cuisine.



Pic : Dining facilities at PPSD

Financial Highlights

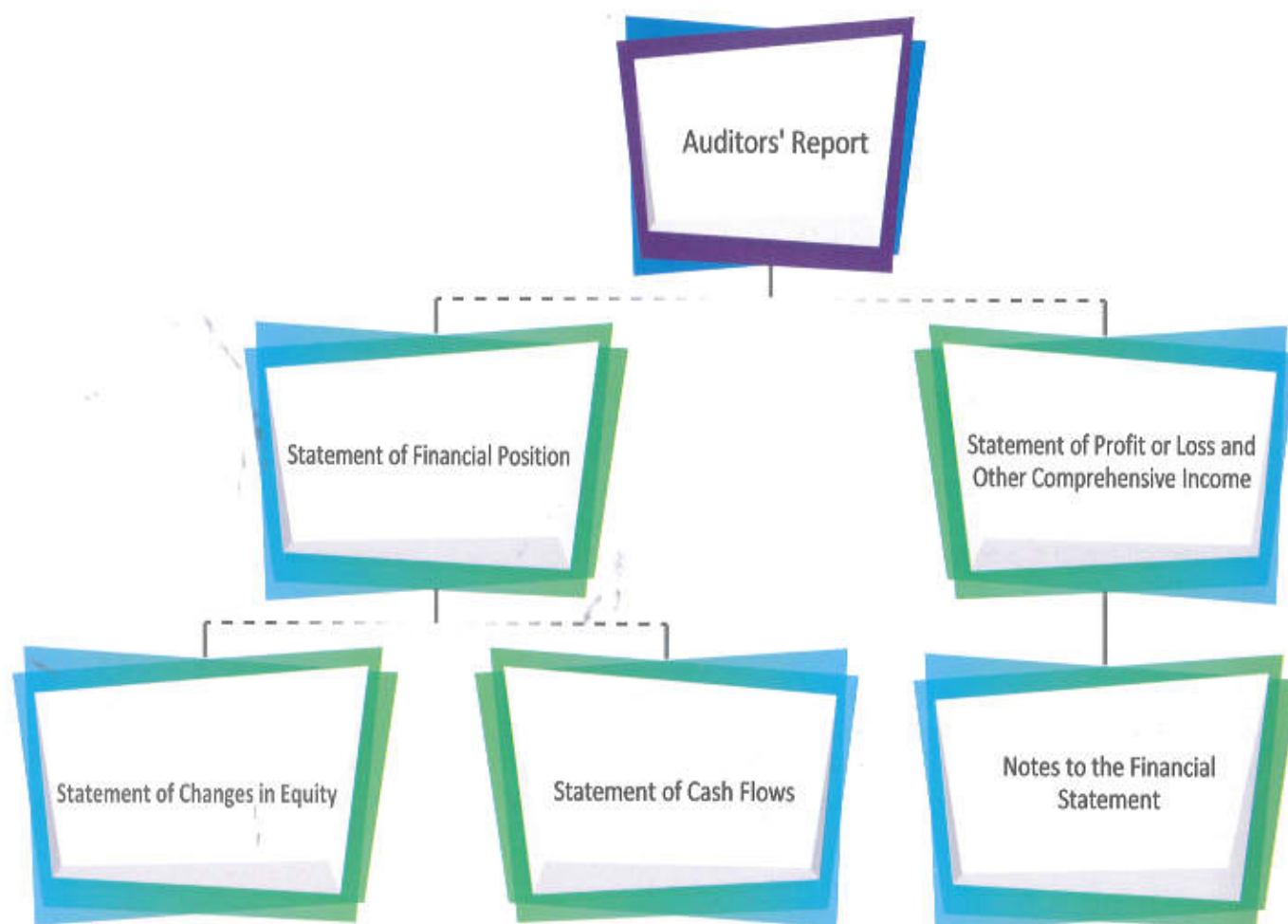


FIVE YEAR'S PROFIT & LOSS STATEMENT

(Amounts in BDT)

PARTICULARS	2020	2019	2018	2017	2016
Occupancy rate	20.10%	48.10%	54.80%	46.10%	39.60%
Average Room Rate (Net)	6,809	9,772	10,462	10,890	11,890
REVENUE					
Rooms	136,907,549	476,834,422	594,542,187	525,782,576	461,405,827
Food	221,518,334	608,454,062	601,586,565	587,076,384	489,643,354
Beverage	64,704,262	125,843,335	143,398,623	123,988,664	126,712,998
F & B other income	27,905,744	102,528,297	97,698,436	93,100,684	60,947,750
Other Operating Dept.	45,752,941	79,624,452	83,046,318	73,713,515	73,325,703
Rental & Other income	28,303,838	35,196,714	35,262,404	35,189,222	33,319,247
TOTAL REVENUE	527,092,666	1,428,481,282	1,555,534,534	1,438,851,045	1,245,354,879
COST & EXPENSES					
Food	73,825,780	190,125,419	187,838,484	177,997,219	151,305,817
Beverage	16,445,539	29,139,175	38,252,078	33,866,151	32,477,844
Other Operating Dept.	1,333,794	2,048,992	2,152,731	2,141,447	2,270,552
TOTAL	93,605,113	221,313,586	228,243,293	214,004,817	186,054,213
PAYROLL & REL. EXP.					
Rooms	91,577,397	104,052,911	103,874,420	94,033,544	86,751,665
Food & Beverage	131,503,859	167,619,532	160,732,887	150,015,217	138,409,567
Other Operating Dept.	25,719,442	26,414,575	23,795,534	23,315,701	22,956,052
Admin & General	64,006,651	85,720,205	89,556,221	85,282,306	84,315,340
IT	10,540,643	11,288,842	11,140,679	9,602,639	8,906,836
Sales & Marketing	31,678,875	38,338,269	35,214,639	30,164,760	27,868,645
POMEC	31,796,291	35,562,285	35,254,127	37,775,157	19,741,125
TOTAL	386,822,958	468,996,619	459,568,507	430,189,324	388,949,231
OTHER EXPENSES					
Rooms	38,286,555	87,096,767	92,344,300	77,880,318	78,513,178
Food & Beverage	29,755,899	51,632,191	46,034,876	42,532,792	43,287,777
Other Operating Dept.	3,965,008	6,419,143	5,966,377	5,876,487	5,896,334
Admin & General	18,089,526	32,259,405	34,976,468	47,125,348	29,456,064
IT	9,899,666	12,089,862	10,892,051	10,752,943	7,940,237
Sales & Marketing	6,624,754	17,931,595	17,804,169	18,195,057	16,868,246
Corporate Marketing Fees	7,010,332	18,998,801	20,688,609	19,136,719	16,563,220
POMEC	25,510,013	34,215,170	28,962,261	24,191,459	19,741,125
Energy Cost	74,732,630	98,234,719	92,994,561	85,651,926	85,283,963
TOTAL	213,874,384	356,877,673	350,663,672	331,343,049	303,550,144
TOTAL COST & EXPENSES	694,302,455	1,047,187,878	1,038,475,472	975,537,190	878,553,588
Tax on Mgt & Mktg fee	2,347,995	20,333,286	17,039,144	15,427,295	9,401,574
GOP	(169,557,784)	360,960,118	500,019,918	447,886,560	357,399,717
GOP % on sale	(32.20%)	25.30%	32.10%	31.10%	27.40%
Management fee	-	34,291,211	47,501,892	42,549,222	32,399,734
IBFC (Hotel)	(169,557,784)	326,668,907	452,518,026	405,337,338	324,999,983
Interest Income (HIL)	228,927,629	289,103,280	258,022,186	183,813,542	191,565,529
Gain on sale of Fixed Asset	176,117	57,500	-	2,700,850	6,399,408
Other income	580,095	826,000	1,656,308	3,361,821	4,037,127
TOTAL INCOME (HIL)	60,126,057	616,655,687	712,196,520	595,213,551	527,002,047
HIL EXPENSES:					
Depreciation	12,126,735	117,624,310	108,913,319	107,881,254	107,881,254
Property insurance	4,037,657	3,680,891	3,592,019	3,804,803	3,748,357
Municipal Tax	8,312,935	2,794,891	2,579,891	2,364,899	2,579,890
HIL A & G Expenses	48,829,109	63,513,177	49,468,446	57,217,082	42,624,816
Contribution to WPPF	-	21,452,122	26,816,064	21,197,276	16,955,133
TOTAL HIL EXPENSES	182,636,061	209,065,371	202,691,303	192,465,314	204,854,524
Net profit Before Tax	(122,510,004)	407,590,316	509,505,217	402,748,237	322,147,523
Corporate Tax expenses	(12,330,535)	174,374,692	178,326,826	190,314,056	142,417,550
Net profit after Tax	(134,840,539)	233,215,624	331,178,391	212,434,181	179,729,973

AUDITORS' REPORT & AUDITED FINANCIAL STATEMENTS 2020



Independent auditor's report to the shareholders of Hotels International Limited

Report on the Audit of the Financial Statements Qualified Opinion

We have audited the financial statements of **Hotels International Limited**, (referred to as **HIL**) which comprise the statement of financial position as at 31 December 2020, 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 and other explanatory information.

In our opinion, except for the effects of the matter described in the **Basis for Qualified Opinion** paragraphs, these financial statements prepared in accordance with International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs), give a true and fair view of the Company's affairs as at 31 December 2020, Its financial performance and its cash flows for the year then ended and comply with the Companies Act (#18) 1994 and other applicable laws and regulations.

Basis for Qualified Opinion

- i. Land and land development cost (including valuation) of approximately Tk. 228,982,232 related to the land of 1.197 acres occupied by RAJUK has also not been adjusted in the books of account of HIL and thus fixed assets are also overstated approximately by that amount.
- ii. An amount of Tk. 206,000,000 was paid by the Government of Peoples Republic of Bangladesh in Note- 13 in the year 1993 on behalf of HIL which was related to payment of customs duty and import VAT for machinery and equipment purchased for the Hotel (Ref: to Note 13 of the financial statements). This amount was paid by Government of Peoples Republic of Bangladesh to customs authority by way of book adjustment and treated as a "Grant" to HIL vide letter no. Bi.Po.Mo/Po.K_2 (6)/91-169 dated 24 June 1993. Therefore, this amount is no more repayable to the Government. The Board of Directors has recently approved this sum to be converted into paid-up- capital but could not execute the decision as yet. Thus the non-current liability is overstated by Tk. 206,000,000 and similarly paid-up-capital is understated by the same amount.

Emphasis of Matter

We draw your attestation to **Note - 3.09** (ii) in the financial statements and inform you that "Deferred Tax" as required by law has not been considered in this financial statement which in our opinion could be of a sizable amount of deferred tax liability. Such a significant liability has been not properly reflected in these financial statements. We express our Emphasis of Matter on the issue and draw the attention of management to assess the amount of applicable deferred tax and give effect of the same in their financial statements for preparation and fair presentation of their financial statements.

Independence

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with 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.

To the best of our knowledge and belief, we declare that, non-audit services as prohibited by the ethical requirements were not provided by us to the company.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for other Information

Management is responsible for the other Information. The other information comprises the information including Director's report included in annual report but does not include in the financial statements and our auditors' report thereon.

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

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

Management is responsible for the preparation and fair presentation of financial statements in accordance with applicable IFRSs and IASs. This responsibility includes designing implementing and maintaining internal control relevant to the preparation and fair presentation of these financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

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.

Auditors' Responsibilities for the Audit of the Financial Statements

We conduct our audit in accordance with applicable International Standards on Auditing (ISAs). 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 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 financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism 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 achieves fair presentation.

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 (#18) 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.
- d) The expenditure incurred was for the purposes of the Company's business.

Dhaka, 09 Nov. 2021

Hoda Vasi Chowdhury & Co
Chartered Accountants
Signed by:



Showkat Hossain, FCA
Senior Partner
Enrolment No: 0137

DVC No: 2111090137AS938551

Hotels International Limited
Statement of Financial Position
As at 31 December 2020

	Note(s)	31 Dec 2020 Taka	31 Dec 2019 Taka
ASSETS			
Non-current Assets			
Property, plant and equipment	4(c)	2,435,008,773	2,494,534,156
Capital Work-In-Progress	5	1,532,019,320	1,465,889,919
Total Non-current Assets		3,967,028,093	3,960,424,075
Current Assets			
Inventories	6	75,551,436	58,721,033
Trade and other receivables	7	133,686,074	205,193,950
Advances, deposits and prepayments	8	20,461,364	24,554,671
Cash and cash equivalents	9	2,651,610,808	3,146,358,340
Operating assets	10	54,118,564	56,257,976
Total Current assets		2,935,428,246	3,491,085,970
Total Assets		6,902,456,339	7,451,510,045
EQUITY AND LIABILITIES			
Shareholders Equity			
Share capital	11	593,346,300	593,346,300
Fixed assets revaluation reserve	12	1,698,198,700	1,709,118,011
Retained earnings		3,851,737,982	4,141,262,161
Total shareholders equity		6,143,282,982	6,443,726,472
Liabilities			
Non-current liabilities			
Grant from Government of Bangladesh	13	206,000,000	206,000,000
Total Non-current liabilities		206,000,000	206,000,000
Current liabilities			
Liabilities for Employees' benefits	14	81,588,889	95,826,643
Interest payable on Grant from GOB	15	129,996,200	129,996,200
Trade and other payables	16	244,030,340	340,712,287
Accrued expenses and provisions	17	125,199,545	144,876,276
Unearned revenue	18	24,234,833	39,999,545
Current tax liabilities	19	(51,876,450)	50,372,622
Total Current liabilities		553,173,357	801,783,573
Total liabilities		759,173,357	1,007,783,573
Total equity and liabilities		6,902,456,339	7,451,510,045

These financial statements should be read in conjunction with annexed Notes 01 to 30 and Annexure-A and were approved by the Board of Directors on 04 November 2021 and were signed by :

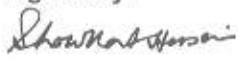

Managing Director


Director


Company Secretary

Signed in terms of our separate report on even date annexed

Hoda Vasi Chowdhury & Co
Chartered Accountants
Signed by:


Showkat Hossain, FCA
Senior Partner
Enrolment No: 0137

DVC No: 2111090137AS938551

Dhaka, 09 Nov. 2021

Hotels International Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2020

	Note(s)	2020 Taka	2019 Taka
Revenue (Ref. Note 3.07)	20	525,706,459	1,424,083,151
Cost of Revenue	21	(523,553,694)	(770,410,589)
Gross profit		2,152,765	653,672,562
General and administrative expenses	23	(170,148,472)	(257,249,106)
Property operation, maintenance and energy expenses	24	(132,227,935)	(166,201,174)
Marketing expenses	25	(47,661,958)	(81,368,651)
Finance expenses	26	(5,694,453)	(14,138,603)
		(355,732,818)	(518,957,534)
Operating income/ (Loss)		(353,580,053)	134,715,028
Other non-operating income	22	230,832,623	293,351,986
Foreign exchange gain/(loss)		237,426	975,424
Total non-operating income		231,070,049	294,327,410
Profit before contribution to WPPF and Income Tax		(122,510,004)	429,042,438
Contribution to WPPF		-	(21,452,122)
Profit/ (Loss) before tax		(122,510,004)	407,590,316
Current tax expenses	27	(12,330,534)	(174,374,692)
Net Profit/(Loss) after tax		(134,840,539)	233,215,624
Other comprehensive income/(Loss)			-
Total comprehensive income/(Loss)		(134,840,539)	233,215,624
Earnings Per Share (EPS)	29	(22.73)	39.31

These financial statements should be read in conjunction with annexed Notes 01 to 30 and Annexure-A and were approved by the Board of Directors on 04 November 2021 and were signed by :


Managing Director

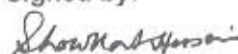

Director


Company Secretary

Signed in terms of our separate report on even date annexed

Dhaka, 09 Nov. 2021

Hoda Vasi Chowdhury & Co
Chartered Accountants
Signed by:



Showkat Hossain, FCA
Senior Partner
Enrolment No: 0137

DVC No: 2111090137AS938551

Hotels International Limited
Statement of Changes in Equity
For the year ended 31 December 2020

		In Taka			
	Note(s)	Share capital	Revaluation reserve	Retained earnings	Total equity
Balance as at 01 January 2019		593,346,300	1,720,037,322	3,897,127,226	6,210,510,848
Total comprehensive income for the year		-	-	233,215,624	233,215,624
Adjustment of revaluation reserve	12	-	(10,919,311)	10,919,311	-
Balance as at 31 December 2019		593,346,300	1,709,118,011	4,141,262,161	6,443,726,472
Balance as at 01 January 2020		593,346,300	1,709,118,011	4,141,262,161	6,443,726,472
Total comprehensive income for the year		-	-	(134,840,539)	(134,840,539)
Adjustment of revaluation reserve	12	-	(10,919,311)	10,919,311	-
Dividend Paid		-	-	(165,602,952)	(165,602,952)
Balance as at 31 December 2020		593,346,300	1,698,198,700	3,851,737,982	6,143,282,982

These financial statements should be read in conjunction with annexed Notes 01 to 30 and Annexure-A and were approved by the Board of Directors on 04 November 2021 and were signed by :


 Managing Director


 Director


 Company Secretary

Dhaka, 09 Nov. 2021

Hotels International Limited
Statement of Cash Flows
For the year ended 31 December 2020

	Note(s)	2020 Taka	2019 Taka
Cash flows from operating activities			
Profit before tax		(134,840,539)	233,215,624
		(134,840,539)	233,215,624
Adjustments for:			
Depreciation	4(c)	121,267,356	117,624,317
Tax expense	27	12,330,534	174,374,692
		133,597,890	291,999,009
Changes in working capital			
Decrease/(Increase) in Inventories	6	(16,830,403)	(541,303)
Decrease/(Increase) in Trade and other receivables	7	71,507,876	(22,864,092)
Decrease/(Increase) in Advances, deposits and prepayments	8	4,093,307	(5,829,253)
Decrease/(Increase) in Operating assets	10	2,139,412	4,059,485
(Decrease)/Increase in Employee benefits	14	(14,237,754)	6,368,261
(Decrease)/Increase in Trade and other payables	16	(96,681,947)	(30,520,783)
(Decrease)/Increase in Accrued expenses and provisions	17	(19,676,729)	22,400,026
(Decrease)/Increase in Unearned revenue	18	(15,764,712)	5,226,190
		(85,450,950)	(21,701,468)
Cash generated from/(used in) operating activities			
Taxes paid	19.01	(114,579,606)	(208,851,385)
		(114,579,606)	(208,851,385)
Net cash from/(used in) operating activities		(201,273,205)	294,661,780
Cash flows from investing activities			
Acquisition of property, plant and equipment	4(c)	(61,741,974)	(163,832,444)
Capital Work-In-Progress	5	(66,129,401)	(109,269,072)
		(127,871,375)	(273,101,516)
Net cash used in investing activities			
Cash flows from financing activities			
Dividend paid		(165,602,952)	-
		(165,602,952)	-
Net cash generated from/(used in) financing activities			
Net increase/(decrease) in cash and cash equivalents		(494,747,532)	21,560,264
Cash and cash equivalents at the beginning of the year		3,146,358,340	3,124,798,076
Cash and cash equivalents at the end of the year	9	2,651,610,808	3,146,358,340

These financial statements should be read in conjunction with annexed Notes 01 to 30 and Annexure-A and
were approved by the Board of Directors on 04 November 2021
and were signed by :



Managing Director



Director



Company Secretary

Dhaka, 09 Nov. 2021

Hotels International Limited
Notes to the financial statements
As at and for the year ended 31 December 2020

1.00 Company profile and overview of its operational activities

1.01 Profile of the entity

Hotels International Limited, incorporated in Bangladesh as a public company limited by shares and wholly owned by the Bangladesh Government. The Pan Pacific Sonargaon Hotel, Dhaka is a hotel owned by Hotels International Limited. The Hotel is managed by Pan Pacific Hotels and Resorts Pte Ltd, Singapore on the basis of an agreement signed between the parties and which was further renewed on 13 July 2012 for a period of ten years effective from 01 August 2012 to 31 July 2022.

1.02 Nature of business

The principal activities of the Company throughout the year were carrying out of the business of a hotel, restaurant, café, bar-house, refreshment, room and lodging, house-keeping and other related activities connected with the hotel business run through a Management Agreement executed between the Hotels International Limited (HIL) and The Pan Pacific Hotel & Resorts Pte Ltd, Singapore effective from 1 August 2012. The agreement has been renewed by both the parties, which effected for a further period of ten years effective from 01 August 2012 to 31 July 2022.

1.03 Registered and Corporate Address of the entity

The registered and corporate office of the Company is situated at 107, Kazi nazrul Islam Avenue, Kawran Bazar, Dhaka-1215.

2.00 Basis of presentation of the financial statements

The accounting policies set out below, which comply with IFRS, have been applied consistently to all periods presented in these financial statements.

2.01 Statement of Compliance

These financial statements have been prepared and disclosures and information are provided in accordance with International Financial Reporting Standards (IFRSs), the Companies Act (#18) 1994 and other applicable rules and regulations. The statement of financial position and statement of profit or loss and other comprehensive income have been prepared according to the International Accounting Standards (IAS) 1, Presentation of Financial Statements.

2.02 Other Regulatory compliances

In addition to the aforesaid, the Hotel is also required to comply with the following major legal provision and other applicable laws and regulations:

The Income Tax Ordinance (#36) 1984

The Income Tax Rules 1984

The Value Added Tax Act (#22) 1991

The Value Added Tax Rules 1991

The Value Added Tax and Supplementary Duty Act (#47), 2012

The Value Added Tax and Supplementary Duty Rules, 2016

2.02 Components of Financial Statements

Following are the components of these financial statements

a. Statement of Financial Position

b. Statement of Profit or Loss and Other Comprehensive Income

c. Statement of Changes in Equity

d. Statement of Cash Flows

e. Notes to the accounts along with significant accounting policies and explanatory information

2.03 Basis of Measurement

These financial statements, except statement of cash flows have been prepared on accrual basis under historical cost convention, except revaluation of Land and Building following going concern assumptions.

2.04 Principal accounting policies

The specific accounting policies have been selected and applied by the company's management for significant transactions and events that have a material effect within the framework for preparation and presentation of financial statements. Financial statements have been prepared and presented in compliance with IAS 1, Presentation of Financial Statements. The previous year's figures were re-arranged according to the same accounting policies. Accounting and valuation methods are disclosed for reasons of clarity. The Company classified the expenses using the function of expenses method as per IAS 1, Presentation of Financial Statements.

2.05 Application of standards

The following IASs and IFRSs are applicable for the preparation and presentation of these financial statements for the year under review.

IAS 1 Presentation of Financial Statements
IAS 2 Inventories
IAS 7 Statement of Cash Flows
IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
IAS 10 Events after the Reporting Period
IAS 12 Income Taxes
IAS 16 Property, Plant and Equipment
IAS 19 Employee Benefits
IAS 21 The Effect of Changes in Foreign Exchange Rates
IAS 23 Borrowing Costs
IAS 33 Earnings per Share
IAS 37 Provisions, Contingent Liabilities and Contingent Assets
IAS 39 Financial Instruments: Recognition and Measurement
IFRS 7 Financial Instruments, Disclosures
IFRS 9 Financial Instruments
IFRS 10 Consolidated Financial Statements
IFRS 15 Revenue from Contract with Customers

2.06 Use of Estimates and Judgments

i) The Preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

ii) In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognized in the financial statements are stated in the following notes:

Note-4 (c) : Depreciation
Note-6 : Inventories
Note-7 : Trade and other receivables
Note-14 : Liabilities for employees' benefits
Note-16 : Trade and other payables
Note-17 : Accrued expenses and provisions
Note-27 : Current tax expenses

2.07 Reporting period

The financial year of the Company is 01 January to 31 December every year and consistently followed. These financial statements cover one year from 01 January to 31 December 2020.

2.08 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka (Taka/Tk.), which is also the Company's functional currency. Indicated figures have been rounded off to the nearest Taka.

2.09 Going concern

Although after the close of business on 31 December 2019, the company had badly suffered in their business due to adverse impact of the COVID-19 Pandemic in the initial months starting from March 2020 but due to its worldwide reputation the business of the Hotel is gradually growing up. The Management of the Hotel has made their assessment and are confident that they have adequate resources to continue in operation for the foreseeable future and therefore the Management has decided to adopt going concern basis in preparing the financial statements. As per management's assessment there is no material uncertainty related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern. For this reason going concern basis is adopted in preparing these financial statements.

2.10 Foreign currency transactions

Foreign currency transactions are converted at the rate ruling on the transaction dates. Foreign currency monetary assets and liabilities at the reporting date are, however converted at the rate ruling on that date.

2.11 Statement of Cash Flows

Statement of Cash Flows has been prepared under indirect method as per the provisions of IAS-7: Statement of Cash Flows.

3.00 Significant accounting policies

3.01 Property, plant and equipment

3.01.1 Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

Cost includes expenditures that are directly attributable to the acquisition of the asset and bringing to the location and condition necessary for it to be capable of operating in the intended manner. The cost of self constructed asset includes the cost of material, direct labor and any other cost directly attributable to bringing the assets to a working condition for their intended use.

3.01.2 Subsequent costs

The costs of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its costs can be measured reliably. The cost of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

3.01.3 Depreciation

Depreciation on property, plant and equipment is recognized on straight line method over the estimated useful lives of each part of an item of property, plant and equipment. Depreciation is charged for full year in the year of purchase or acquisition and no depreciation is charged in the year of disposal. The rates of depreciation based on the useful life of assets are as follows:

	2020	2019
	%	%
Land and land development	NIL	NIL
Building	2.5%	2.5%
Plant and machinery	10%	10%
Computer and accessories	10%	10%
Furniture and fixture	10%	10%
Electrical equipment	10%	10%
Office equipment	10%	10%
Motor vehicles	10%	10%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

3.01.4 Retirement and disposals

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined by the difference between the net disposal proceeds and the carrying amount of the asset and is recognized in the income statement.

3.02 Capital work in progress

Property, plant and equipment that is in the process of construction/acquisition/import is accounted for as capital work in progress until construction/acquisition/import is completed and measured at cost.

3.03 Advances, deposits and prepayments

Advances and prepayments are initially measured at cost. After initial recognition advances are carried at cost less deductions, adjustments of charges to other accounts. Deposits are measured at the payment value.

3.04 Cash and Cash Equivalents

Cash and cash equivalents comprise cash-in-hand and cash at bank and available for use by the Company without any restriction.

3.05 Inventories

All inventories are valued at the lower of cost or net realizable value. Cost includes all expenditure incurred for acquiring the inventories and bringing them to their existing location and condition. Cost of the inventories have been determined by using weighted average method. Goods -in-transit has been valued at cost.

3.06 Provisions

Provisions are recognized at the reporting date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

3.07 Revenue

In order to recognize revenue from the contract of customers, the application of the core principle in IFRS 15 is carried out in five steps. Revenue represents net off value added tax, service charges, rebate and discounts allowed to customers.

Step-1: Identify the contract

Step-2: Identify separate performance obligations

Step-3: Determine the transaction price

Step-4: Allocate transaction price to performance obligations

Step-5: Recognize revenue as or when each performance obligation is satisfied

3.08 Finance income and finance costs

The Company's finance income and finance costs include:

- Interest income on term deposits
- Bank charges and excise duty.

3.09 Income tax

Tax on the income statements for the year comprises current tax. Tax is recognized in the statement of profit or loss and other comprehensive income except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

(i) Current tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Applicable tax rate for the reporting period was 30% with minimum tax at the rate of (0.60%) percent on gross receipts for the year.

(ii) Deferred tax

Deferred tax has not been considered in this financial statements because of non-availability of proper documents and it will be consider by next financial year.

3.10 Employee benefits

3.1.1 Workers' Profit Participation and Welfare Fund (WPPF)

The Company has established Workers' Profit Participation and Welfare Fund (WPPF) effective from the year 2016 vide 388th Board Meeting dt. 21-8-2018. Provision for WPPF has been made @ 5% of the profit as per the provisions of the Bangladesh Labor Act 2006 (As amended in the year 2013 and 2015), and to be transferred to the Trustee Board of the Fund.

3.1.2 Staff Provident Fund

The Company has been maintaining a recognized contributory Provident Fund under a trustee board separate from the Company's management.

3.1.3 Gratuity Fund (Funded)

The Company has been maintaining a recognized Gratuity Fund (Funded Scheme) under a trustee board separate from the Company's management.

3.11 Contingent liabilities and contingent assets

Contingencies arising from claims, litigation assessments, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably Measured.

3.11.1 Contingent liability

Contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Contingent liability should not be recognized in the financial statements, but may require disclosure. Contingent liabilities have been disclosed under Note-28)

3.11.2 Contingent asset

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

A contingent asset should not be recognized. Only when the realization of the related economic benefits is virtually certain should recognition take place provided that it can be measured reliably because, at that point, the asset is no longer contingent.

3.12 Events after the reporting period

Events after reporting period that provide additional information about the Entity's position at the date of statement of financial position are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material. There is no material event subsequent to the reporting date till the issue of these financial statements that may materially affect the financial statements under review.

The company is directly affected by the COVID-19. Its net Occupancy, Revenue & Gross Operating Profit is declining due to the adverse impact of the COVID-19 Pandemic. However the business of the Hotel is gradually growing up.

3.13 Particulars of employees

During the year ended 31 December 2020 for Hotels International Limited there were 427 (2019: 469) who received salary of Tk. 36,000 p.a. or above.

3.14 General

i) Previous year's figures have been re-arranged wherever considered necessary to conform to the current year's presentation.

ii) Figures in the financial statements have been rounded off to the nearest Taka.

4.00 Property Plant and Equipment- Year 2020

4(a) Property Plant and Equipment: Non Revalued Assets

Fixed Assets Schedule- Non-revalued Assets- Year 2020

SL	Particulars	Cost			Rate	Depreciation			WDV 31 Dec 2020
		Balance on 01 Jan, 2020	Additions During the year	Disposals During the year	Balance on 31 Dec, 2020	Charges During the year	Adjustments on Disposal	Balance on 31 Dec, 2020	
1	Land (8.05 acre)	14,343,791	-	-	-	-	-	-	14,343,791
2	Land Development	23,944,096	-	-	-	-	-	-	23,944,096
	Land and Land development-Including valuation	38,287,887	-	-	38,287,887	-	-	-	38,287,887
3	Building	1,004,104,598	4,417,195	-	1,008,521,893	25,213,048	-	567,909,364	420,612,529
4	Boundary Wall	18,638,008	-	-	18,638,008	465,950	-	7,451,505	11,186,503
	Building including valuation	1,022,742,706	4,417,195	-	1,027,159,901	25,678,998	-	595,360,869	431,799,032
5	Plumbing Works	12,881,546	-	-	12,881,546	147,453	-	11,701,917	1,179,629
6	Generator	49,937,390	-	-	49,937,390	4,884,147	-	40,975,361	8,962,029
7	Simultaneous Interred. System	325,000	-	-	325,000	-	-	324,999	1
8	Water Treatment Plant	27,497,022	943,054	-	28,440,076	764,214	-	28,184,394	275,683
	Plant and machinery	90,640,958	943,054	-	91,584,012	5,795,815	-	81,166,872	10,417,341
9	Substation	9,576,851	-	-	9,576,851	882,180	-	2,519,410	7,057,441
10	Computer Accessories	109,829,348	10,295,174	-	120,124,522	9,689,220	-	102,942,375	17,182,148
11	Room Internet System	2,143,756	-	-	2,143,756	-	-	2,143,755	1
12	Lan Equipment	538,337	-	-	538,337	-	-	538,337	1
	Computer and Accessories	122,088,293	10,295,174	-	132,383,467	10,571,400	-	108,143,877	24,239,591
13	Furniture Fixture	122,854,163	3,290,275	-	126,144,438	7,131,394	-	87,788,625	38,355,813
14	Curtain Carpet	14,479,548	8,264,778	-	22,744,326	826,477	-	15,306,025	7,438,301
	Furniture and fixture	137,333,711	11,555,053	-	148,888,764	7,957,871	-	103,094,650	45,794,114
15	Cold Storage & Refg.	12,733,823	81,000	-	12,814,823	92,246	-	12,152,899	661,924
16	Air-condition & Ventilation	52,922,346	2,727,766	-	55,650,112	6,063,828	-	84,181,069	1,469,043
17	Boiler	21,761,531	-	-	21,761,531	78,097,241	-	16,585,105	3,176,426
18	Elevator	94,502,596	-	-	94,502,596	397,053	-	34,209,732	60,292,865
19	Electrical Installation	24,343,966	-	-	24,343,966	9,450,260	-	7,082,933	17,261,033
20	Electronic Door Locking System	5,509,460	-	-	5,509,460	2,370,361	-	5,509,459	1
	Electrical equipment	241,773,722	2,808,766	-	244,582,488	18,393,748	-	161,721,197	82,861,292
21	General Sound System	4,287,082	-	-	4,287,082	-	-	4,287,082	-
22	Food Service & Kitchen Eqp.	84,224,219	8,105,109	-	92,329,328	8,239,208	-	87,644,243	4,685,085
23	Office Machinery Eqp.	7,662,378	576,454	-	8,238,832	678,261	-	7,848,736	390,096
24	Cleaning Eqp.	14,079,226	584,458	-	14,663,684	1,398,697	-	13,227,116	1,436,568
25	Repair & Maintenance Eqp. (eng)	2,659,709	-	-	2,659,709	-	-	2,659,708	1
26	Barber & Beauty Shop Eqp.	393,600	2,657,180	-	3,050,780	255,718	-	659,317	2,391,463
27	Signage	266,183	828,750	-	1,094,933	95,637	-	234,995	859,938
28	Medical Equipment	2,251,714	-	-	2,251,714	-	-	2,251,714	-
29	Health Club Eqp.	22,592,112	6,352,142	-	28,944,254	1,133,317	-	19,740,606	9,203,648
30	Telecommunication System	90,279,606	85,971	-	90,365,577	7,849,161	-	70,969,009	19,396,578
31	T.V. sale & Video Eqp.	43,691,516	2,298,463	-	45,949,979	4,446,034	-	34,594,224	11,355,755
32	Fire Fighting Equipment	1,571,560	-	-	1,571,560	12,803	-	1,494,761	76,819
33	Laundry Equipment	82,142,143	6,183,705	-	88,325,848	6,094,795	-	64,025,090	24,300,758
34	Tailoring Equipment	56,500	-	-	56,500	-	-	56,499	1
35	Repair & Maintenance Eqp. (hk)	417,314	-	-	417,314	-	-	417,313	1
36	Safety & Security Eqp	29,542,924	-	-	29,542,924	2,832,466	-	25,629,872	3,913,052
	Office equipment	386,118,006	27,632,232	-	413,750,238	33,046,077	-	335,740,375	76,009,863
37	Motor Vehicle	90,068,590	4,090,500	-	94,159,090	8,904,137	-	79,677,445	14,481,644
	Motor vehicles	90,068,590	4,090,500	-	94,159,090	8,904,137	-	79,677,445	14,481,644
	Total 2020	2,129,053,873	61,741,974	-	2,190,795,847	110,348,045	-	1,464,905,085	725,890,762
	Total 2019	1,965,221,429	163,832,444	-	2,129,053,873	106,705,004	-	1,354,557,040	774,496,834

As of 8.05 acres Land presented under this schedule includes a portion of land (1.1972 acre) which is occupied by RAJUK for their Hatirjheel project. Therefore present occupied land is 6.8528 acres (8.05-1.1972 acres)

4.01 Property Plant and Equipment- Year 2019

4.01(a) Property Plant and Equipment: Non Revalued Assets- Year 2019

Fixed Assets Schedule- Non-revalued Assets- Year 2019									
SL	Particulars	Cost			Rate	Depreciation			WDV 31 Dec 2019
		Balance on 01 Jan 2019	Additions During the year	Disposals During the year		Balance on 01 Jan, 2019	Charges During the year	Adjustments on Disposal	
1	Land (8.05 acre)	14,343,791	-	-	-	14,343,791	-	-	14,343,791
2	Land Development	23,944,096	-	-	-	23,944,096	-	-	23,944,096
	Land and Land development-Including valuation	38,287,887	-	-	-	38,287,887	-	-	38,287,887
3	Building	986,952,086	15,142,612	-	2.50%	526,674,386	25,102,619	-	452,327,893
4	Boundary Wall	18,638,008	-	-	2.50%	6,519,605	465,950	-	11,652,453
	Building including valuation	1,007,600,094	15,142,612	-	-	533,193,991	25,568,569	-	463,980,146
5	Plumbing Works	11,407,011	1,474,535	-	10.00%	11,407,010	1,474,535	-	1,327,582
6	Generator	49,937,390	-	-	10.00%	31,192,336	4,898,876	-	13,846,176
7	Simultaneous Interred. System	325,000	-	-	10.00%	324,999	-	-	1
8	Water Treatment Plant	25,899,022	1,598,000	-	10.00%	25,579,003	1,621,177	-	96,643
	Plant and machinery	87,568,423	3,072,535	-	-	68,503,350	6,867,507	-	15,270,102
9	Substation	755,051	8,821,800	-	10.00%	755,050	862,180	-	7,939,821
10	Computer Accessories	94,068,972	15,730,376	-	10.00%	84,261,473	8,991,677	-	16,576,199
11	Room Internet System	2,143,756	-	-	10.00%	1,929,379	214,376	-	1
12	Lan Equipment	538,338	-	-	-	538,337	-	-	1
	Computer and Accessories	97,536,117	24,552,176	-	-	87,484,239	10,088,233	-	24,515,822
13	Furniture Fixture	91,679,665	31,174,498	-	10.00%	79,161,130	1,496,101	-	42,196,932
14	Curtain Carpet	14,479,548	-	-	10.00%	14,479,548	-	-	14,479,548
	Furniture and fixture	106,159,213	31,174,498	-	-	93,640,678	1,496,101	-	42,196,932
15	Cold Storage & Refg.	12,733,823	-	-	10.00%	11,976,507	84,146	-	673,170
16	Air-condition & Ventilation	80,582,346	2,340,000	-	10.00%	69,969,910	8,127,331	-	4,825,105
17	Boiler	17,791,000	3,970,531	-	10.00%	17,790,999	397,053	-	3,573,479
18	Elevator	75,672,811	18,829,785	-	10.00%	15,309,212	9,450,260	-	69,743,125
19	Electrical Installation	5,996,503	18,467,463	-	10.00%	2,333,391	2,379,180	-	19,631,395
20	Electronic Door Locking System	5,509,460	-	-	10.00%	5,497,555	11,905	-	5,509,460
	Electrical equipment	198,175,943	43,597,779	-	-	122,877,374	20,449,875	-	98,446,274
21	General Sound System	4,287,082	-	-	10.00%	4,143,920	143,162	-	4,287,082
22	Food Service & Kitchen Exp.	77,478,039	6,746,180	-	10.00%	71,625,799	7,779,236	-	4,619,164
23	Office Machinery Eqpt.	6,475,500	1,196,878	-	10.00%	6,472,804	697,681	-	491,893
24	Cleaning Eqpt.	13,966,349	112,877	-	10.00%	10,477,713	1,350,706	-	2,250,807
25	Repair & Maintenance Eqpt. (eng)	2,659,709	-	-	10.00%	2,659,708	-	-	1
26	Barber & Beauty Shop Eqpt.	393,600	-	-	10.00%	393,599	-	-	1
27	Signage	127,330	138,853	-	10.00%	125,209	14,149	-	126,825
28	Medical Equipment	2,251,714	-	-	10.00%	2,251,714	-	-	2,251,714
29	Health Club Eqpt.	22,592,112	-	-	10.00%	18,109,166	498,103	-	3,984,823
30	Telecommunication System	82,844,248	7,435,558	-	10.00%	54,770,240	8,349,698	-	27,159,868
31	T.V. sale & Video Eqpt.	39,605,316	4,086,200	-	10.00%	25,623,111	4,325,079	-	13,643,326
32	Fire Fighting Equipment	1,571,580	-	-	10.00%	1,469,165	12,803	-	89,622
33	Laundry Equipment	58,684,981	23,457,162	-	10.00%	50,755,905	7,174,390	-	24,211,848
34	Tailoring Equipment	56,500	-	-	10.00%	56,499	-	-	56,499
35	Repair & Maintenance Eqpt. (hkl)	417,314	-	-	10.00%	417,313	-	-	1
36	Safety & Security Eqpt.	26,413,758	3,129,136	-	10.00%	19,887,014	2,910,404	-	6,745,506
	Office equipment	339,825,162	46,292,844	-	-	269,438,889	33,255,411	-	83,423,706
37	Motor Vehicle	90,068,590	-	-	10.00%	61,793,999	8,979,310	-	19,295,261
	Motor vehicles	90,068,590	-	-	-	61,793,999	8,979,310	-	19,295,261
	Total 2019	1,965,221,429	163,832,444	-	-	1,236,932,718	106,705,006	-	785,416,145

** of 8.05 acres Land presented under this schedule includes a portion of land (1.1972 acre) which is occupied by RAJUK for their Hatirjheel project. Therefore present occupied land is 6.8528 acres (8.05-1.1972 acres)

	Note	31-Dec-20 Taka	31-Dec-19 Taka
5 Capital work in progress			
Hotels International Limited			
Renovation Project expenses	5.01	1,254,971,318	1,178,475,480
Construction work in progress	5.02	276,039,264	286,262,941
New Expansion Project		10,08,738	1,008,738
Capital Work-in-progress		-	142,760
		1,532,019,320	1,465,889,919

Property, plant and equipment that are in the process of construction/ acquisition, import etc are accounted for as Capital-work-in progress until constructions, acquisitions, imports is completed and measured at cost.

5.01 Renovation Project Expenses			
Balance on 1 January		1,178,475,480	1,058,918,102
Add: Addition during the year		76,495,838	161,862,304
Less: Capitalized during the year		-	(42,304,926)
Balance on 31 December		1,254,971,318	1,178,475,480
5.02 Construction work in progress (CWIP)			
Construction work in progress		286,262,941	306,710,295
Less: Provision as per Board decision- 1st installment		-	(10,223,677)
Less: Provision as per Board decision -2nd installment		-	(10,223,677)
Less: Provision as per Board decision -3rd & final installment		(10,223,677)	-
Total provisions made		(10,223,677)	(20,447,354)
		276,039,264	286,262,941

The Board approved provisioning of (Tk.306,710,295*10%) Tk.30,671,030 in three equal yearly installments of Tk. 10,223,677 per annum. Provisioning of Tk. 30,671,030 has been completed in the year 2020.

6 Inventories			
Pan Pacific Sonargaon Hotel			
Saleable merchandise	6.01	51,679,458	35,657,306
Operating supplies	6.02	23,871,978	20,534,015
Goods in transit (Merchandise)		-	2,529,712
		75,551,436	58,721,033
6.01 Saleable merchandise			
Food		5,959,070	9,881,334
Beverage		45,720,388	25,775,972
		51,679,458	35,657,306
6.02 Operating supplies			
General/guest/other supplies		7,268,662	3,687,945
Cleaning supplies		864,023	479,682
Engineering supplies		12,783,601	13,822,243
Printing and stationery		1,513,719	1,346,110
Medical supplies		537,741	173,845
Laundry supplies		904,232	1,024,190
		23,871,978	20,534,015
7 Trade and other receivables			
Trade receivables	7.01	76,029,556	119,128,125
Other receivables	7.02	57,656,518	86,065,825
		133,686,074	205,193,950
7.01 Trade receivables			
Pan Pacific Sonargaon Hotel			
Commercial		22,583,755	45,822,066
Government		34,604,555	34,720,789
Sonargaon credit card		2,328,861	2,772,757
General Ledger (Guest)		2,853,470	6,918,345
International credit card		5,899,867	9,796,081
Others		9,833,353	21,172,392
Insurance Claim		-	-
		78,103,861	121,202,430
Less : Provision for doubtful debts	7.03	(2,074,305)	(2,074,305)
		76,029,556	119,128,125

	Note	31-Dec-20 Taka	31-Dec-19 Taka
7.02 Other receivables			
Hotels International Limited:			
Accrued interest from FDR		56,727,732	86,065,825
Pan Pacific Sonargaon Hotel:			
VAT receivable		928,786	-
		57,656,518	86,065,825
After the introduction of The Value Added Tax and Supplementary Duty Act, 2012, input VAT and output VAT has been adjusted in every next month.			
7.03 Provision for doubtful debts			
Balance on 1 January		2,074,305	2,074,305
Add: Provision made during the year		-	-
Less: Realized during the year against prior year's provision		-	-
Balance on 31 December		2,074,305	2,074,305
8 Advances, deposits and prepayments			
Advances	8.01	10,269,500	12,187,975
Deposits	8.02	5,417,175	5,414,054
Prepayments	8.03	4,774,689	6,952,642
		20,461,364	24,554,671
8.01 Advances:			
8.01.1 Hotels International Limited:			
Advances to staff		728,884	907,308
Interior Accom for Renovation work		-	-
Advance to BUET for Pile Integrity Test		978,896	978,896
Advance to MBN		8,374,200	9,769,900
S Ahmmad and Associates		20,000	20,000
Others		167,520	190,320
		10,269,500	11,866,424
8.01.2 Pan Pacific Sonargaon Hotel:			
Advances		-	321,551
		10,269,500	12,187,975
8.02 Deposits:			
8.02.1 Hotels International Limited:			
Municipal Corporation		3,000	3,000
Dhaka Electric Supply		491,400	491,400
Power Development Board		35,000	35,000
Titas Gas		1,573,650	1,573,650
T&T Board		106,000	106,000
		2,209,050	2,209,050
8.02.2 Pan Pacific Sonargaon Hotel:			
Security deposits		3,208,125	3,205,004
		5,417,175	5,414,054
8.03 Prepayments:			
8.03.1 Hotels International Limited:			
Land Development Tax		78,750	78,750
Municipal Tax		1,289,945	1,289,945
Trade License Fees		-	-
Insurance Premium (vehicle)		-	24,972
		1,368,695	1,393,667
8.03.2 Pan Pacific Sonargaon Hotel:			
General Insurance		-	2,000,000
Vehicle Insurance		855,105	515,052
Others		2,550,889	3,043,923
		3,405,994	5,558,975
		4,774,689	6,952,642

	Note	31-Dec-20 Taka	31-Dec-19 Taka
9 Cash and cash equivalents			
9.01 Cash in hand			
Hotels International Limited		45,143	20,711
Pan Pacific Sonargaon Hotel		6,136,303	11,660,838
		6,181,446	11,681,549
9.02 Cash at bank:			
Hotels International Limited			
Short term deposits (STD)		78,233,172	63,167,797
Fixed deposits receipt (FDR)			
Exim Bank Limited		638,814,956	719,189,248
First Security Islami Bank Limited		375,824,755	266,921,392
Mercantile Bank Ltd		-	57,490,109
One Bank Limited		137,157,263	394,271,685
Sonali Bank Limited		262,641,687	249,257,904
Standard Bank Limited		885,334,612	876,758,610
Pubali Bank Limited		120,465,234	108,159,053
Shahjalal Islami Bank Limited		32,040,625	243,427,350
South Bangla Agriculture & Commerce Bank Ltd		67,525,817	62,912,602
		2,519,804,949	2,978,387,953
9.03 Pan Pacific Sonargaon Hotel			
Current accounts (Temporary OD)		(17,221,449)	5,458,920
Short term deposits (STD)		30,094,890	46,316,854
Fixed deposits receipt (FDR)		34,517,800	41,345,267
		47,391,241	93,121,041
Total Cash and cash equivalents		2,651,610,808	3,146,358,340

Cash and cash equivalent represent cash-in-hand, cash -at-bank, STD bank account and short-term FDRs which are free for use by the entity without any restriction. This year bank guarantee Tk. 10,600,000 was released.

10 Operating assets			
Pan Pacific Sonargaon Hotel			
China glass and wooden wares		13,990,366	13,675,337
Silver and stainless wares and Kitchen utensils		18,302,052	18,770,691
Uniforms		6,439,054	5,862,546
Linen		15,387,092	17,949,402
		54,118,564	56,257,976
11 Share capital			
Authorized:			
6,000,000 ordinary shares of Tk 100 each		600,000,000	600,000,000
Issued and paid up:			
5,933,463 ordinary shares of Tk 100 each		593,346,300	593,346,300
Particulars of Shareholdings:			
	No. of shares	Taka	Taka
Ordinary shares of Tk. 100 each issued for consideration other than cash	5,519,500	551,950,000	551,950,000
Ordinary shares of Tk.100 each issued @ 7.50% as bonus shares	413,963	41,396,300	41,396,300
	5,933,463	593,346,300	593,346,300

i) As on 1 January 2007 there were 5,519,500 ordinary shares of Tk. 100 each of which 7 Shares were issued to seven shareholders as nominees of the Government of Bangladesh and the remaining 5,519,493 shares have been issued to Government of Bangladesh.

ii) In terms of agenda 4 of Minutes of 22nd Annual General Meeting of the Company held on 23-2-2001, 413,953 of ordinary shares of Tk.100 each being 7.50% of 5,519,500 shares have been allotted to shareholders as Bonus Shares and share certificates have been issued on 07-10-2001 in the name of The Government of the Peoples Republic of Bangladesh on the understanding that these were in fact owned by the Government.

12 Fixed assets revaluation reserve

Hotels International Limited

Opening balance

Revaluation reserve against building adjusted for the year

Total (Ref. Note-4(d)

4(b)

1,709,118,011	1,720,037,322
(10,919,311)	(10,919,311)
1,698,198,700	1,709,118,011

All tangible fixed assets of the company were revalued at 31 December 1998. The revaluation was carried out by the suitably qualified professionals who were independent of the Company. The revaluation reserve represents net surplus arose as a result of this revaluation.

13 Grant from Government of Bangladesh

Hotels International Limited

Grant from Government of Bangladesh

206,000,000	206,000,000
206,000,000	206,000,000

A claim of Tk 216,000,000 for customs duty and sales tax on import of plant and machinery and equipment was made by Customs Authority during construction phase of the Pan Pacific Sonargaon Hotel against which Tk 10,000,000 was paid in 1992 and the balance amount of Tk 206,000,000 was paid by the Government to the Customs Authority by way of book adjustment and treated as grant to HIL vide letter no. BI Po Mo/ Po Ko-2(6)/91-169 dated 24 June 1993. Therefore, the amount is not repayable to the Government. The Board of Directors have approved this sum to be converted into paid-up capital, but implementation is pending as of now.

14 Liabilities for Employees' benefits

Hotels International Limited

Workers' Profit Participation Fund (WPPF)

Pan Pacific Sonargaon Hotel

Liabilities for Employees' retirement benefit

Liabilities for Employees benefit-Gratuity

14.01

14.02

14.03

2,146,173	23,598,295
79,442,716	72,228,348
-	-
81,588,889	95,826,643

14.01 Workers' Profit Participation Fund (WPPF)

Opening Balance

Add: Contribution during the year

Less: Paid to WPPF fund

Closing Balance

23,598,295	28,935,792
-	21,478,567
(21,452,122)	(26,816,064)
2,146,173	23,598,295

The Board in their 388th meeting dt. 21-8-2017, agreed to introduce Workers' Profit Participation Fund (WPPF) from the year 2016. Accordingly the Company introduced the WPPF Fund effective from the financial year 2016 and also established a Trustee Board in the year 2018 separate from the management of the Company to deal with the WPPF Fund. Contribution for the year 2016 and 2017 paid to the fund in 2018.

14.02 Provision for Employees' benefit (Retirement Benefit)

79,442,716	72,228,348
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These amounts represents provisions made to meet the retirement packages offered to the employees of Hotels International Ltd and Pan Pacific Sonargaon Hotel.

	Note	31-Dec-20 Taka	31-Dec-19 Taka
14.03 Liability for gratuity			
Opening		-	-
Add: During the year		-	37,828,843
Less: Paid to fund during the year		-	(37,828,843)
		-	-
<p>The Hotel operates a recognized and funded gratuity scheme for its permanent employees under the management of trustee board separate from the management of the HOTEL amounted to Tk 279,948,046 (31 December 2018 amounted to Tk. 276,717,230). The potential maximum liability under this fund as at 31 December 2019 is Tk. 279,948,046 and the hotel has set this aside.</p>			
15 Interest payable on loan			
Hotels International Limited			
Interest payable on Grant from GOB		129,996,200	129,996,200
		129,996,200	129,996,200
<p>The amount represents interest provided up to March 2002 on principal loan which was partially converted into capital in the year 1985 leaving a balance amount of Tk. 9,600,000 which has subsequently been fully repaid. The interest payable amount is under negotiation with the government.</p>			
16 Trade and other payables			
Trade payables	16.01	30,222,355	56,976,444
Other payables	16.02	213,807,985	283,735,843
		244,030,340	340,712,287
16.01 Trade payables			
Hotels International Limited			
Trade		17,134,989	4,576,599
Pan Pacific Sonargaon Hotel			
Trade		3,627,814	24,574,409
Others		6,825,566	9,360,838
Pan Pacific Hotels & Resorts Private Limited		2,633,986	18,464,598
		30,222,355	56,976,444
16.02 Other payables			
Hotels International Limited			
Security deposits deducted from suppliers' bills		14,734,975	27,780,513
Advance Income Tax deducted from suppliers' bills.		16,499	4,140,659
VAT deducted from suppliers and others' bills		15,285	5,015,693
Retention money	16.02.1	160,291,383	208,649,135
Security deposits received (shop rental)		16,357,816	16,357,816
Pan Pacific Sonargaon Hotel			
Security deposits and other creditors		22,392,027	21,792,027
		213,807,985	283,735,843
16.02.1 Retention money (HIL)			
J.V of Interior Accom Eng.Co.		113,752,238	162,528,700
K-Tec ACL		24,730,383	24,730,383
Seatec		6,049,136	6,049,136
MBN International		1,884,196	1,465,486
Others		13,875,430	13,875,430
		160,291,383	208,649,135

	Note	31-Dec-20 Taka	31-Dec-19 Taka
17 Accrued expenses and provisions			
17.01 Hotels International Limited (HIL)			
Audit fee		355,275	355,275
Other accrued expenses		597,261	530,025
Salary & allowance payable		2,826,743	-
		3,779,279	885,300
17.02 Pan Pacific Sonargaon Hotel			
Professional fees		1,036,825	1,350,800
Audit Fees		310,000	310,000
Provident Fund Audit Fee		90,000	90,000
Service charges		8,256,088	16,052,636
Salaries and wages		53,087,589	20,669,081
Utilities		7,475,287	8,796,048
Tips and others		9,952	27,220
Taxes other than corporate tax		36,775,870	84,383,488
Other accrued expenses		14,378,655	12,311,703
		121,420,266	143,990,976
		125,199,545	144,876,276
18 Unearned revenue			
Pan Pacific Sonargaon Hotel			
Deposit (banquet and others)		24,144,735	39,933,970
Rental		90,098	65,575
		24,234,833	39,999,545
19 Current tax liability			
Tax liabilities	19.01	(5,885,390)	96,363,682
Advance tax paid	19.02	45,991,060	45,991,060
		(51,876,450)	50,372,622
19.01 Tax liabilities			
Opening balance		96,363,682	130,840,375
Add: Provision made for AY 2021-22 (FY 2020)	27	4,540,659	-
Provision made for AY 2020-21 (FY 2019)-Shortfall		7,789,875	154,780,638
Provision made for AY 2019-20 (FY 2018)	27		19,594,054
		108,694,216	305,215,067
Less: Adjustment against completion of assessment			
Paid against provision for AY 2020-21 (FY 2019)		70,510,110	34,152,972
Paid against provision for AY 2019-20 (FY 2018)		-	112,030,062
Paid against provision for AY 2019-20 (FY 2018)			19,594,054
Adjustment against advance tax payments AY 2020-21 (FY 2019)		7,789,875	-
Adjustment against advance tax payments AY 2020-21 (FY 2019)		36,279,621	43,074,297
		114,579,606	208,851,385
Closing balance	19	(5,885,390)	96,363,682
19.02 Advance tax paid			
Opening balance		45,991,060	45,991,060
Add: Payment during the year			
Paid against AY 2020-21 (FY-2019)		70,510,110	34,152,972
Paid against AY 2019-20 (FY-2018)			112,030,062
		116,501,170	192,174,094
Less: Adjustment against completion of assessment			
Paid against AY 2020-21 (FY-2019)		70,510,110	34,152,972
Paid against AY 2019-20 (FY-2018)		-	112,030,062
		70,510,110	146,183,034
Closing balance	19	45,991,060	45,991,060

	Note	2020 Taka	2019 Taka
20 Revenue			
Pan Pacific Sonargaon Hotel			
Rooms		138,907,549	476,834,422
Food and beverage		314,128,340	836,825,693
Telephone and internet		2,601,189	6,565,565
Laundry		12,977,257	21,496,797
Guest transportation		2,543,160	11,722,578
Rental income from shop		26,917,630	30,798,584
Other operating departments		27,631,334	39,839,512
		525,706,459	1,424,083,151
21 Cost of sales			
21.01 Pan Pacific Sonargaon Hotel			
Rooms		129,863,952	191,149,677
Food and beverage		253,530,877	438,516,317
Telephone and internet		669,489	1,021,186
Laundry		662,612	1,027,977
Guest Transportation		11,874,578	11,864,821
Other operating Departments		17,811,565	20,968,726
		414,413,073	664,548,704
21.02 Hotels International Limited			
Depreciation	4(c)	109,140,621	105,861,885
		523,553,694	770,410,589
22 Other income			
Hotels International Limited			
Interest on FDR		228,927,629	289,103,280
Other income		1,904,994	4,248,706
		230,832,623	293,351,986
23 General and administrative expenses			
Hotels International Limited			
Payroll and related expenses	23.01	28,068,730	38,397,894
Directors' remuneration		453,000	575,500
Remuneration of PO to Chairman		36,000	36,000
Honorarium of Chairman		480,000	480,000
Honorarium of PS to Chairman		72,000	72,000
General expenses		1,185,261	1,074,264
Insurance premium including Vehicle insurance		4,037,657	3,680,881
Municipal tax		8,312,935	2,794,881
Employees' income tax		2,614,479	3,766,990
Depreciation	4(c)	12,126,735	11,762,432
Postage, email, fax and telephone		231,791	273,026
Publicity and Advertisement		404,086	157,851
Fuel , Oil & Lubricant		253,920	383,316
Repairs and maintenance - vehicles		195,587	458,448
Repairs and maintenance - office		3,000	35,301
Printing and stationary		178,310	432,321
Loss on Construction work in progress	5.02	10,223,677	10,223,677
Legal and professional fees		587,035	961,528
License fees		66,338	589,588
Audit fee		143,750	143,750
Newspapers and periodicals		30,783	70,222
Traveling expenses		10,780	23,060
Liveries & uniform		29,250	101,251
Computer & software maintenance		110,150	94,755
Digital Tourism world fair expenses		9,000	-
Staff food		513,740	1,506,251
Medical expenses		363,788	417,545
AGM expenses		306,245	409,810
TEC Meeting expenses		173,400	797,410
Staff training		183,739	629,034
Miscellaneous		112,900	182,500
		71,518,066	80,531,486

	Note	2020 Taka	2019 Taka
Pan Pacific Sonargaon Hotel			
Payroll and related expenses		64,006,651	85,720,205
Management fees		-	34,291,212
It system		20,440,309	23,378,724
Tax /Vat on management fees		-	14,233,300
Credit collection expenses		188,596	429,373
Insurance-general		2,397,855	2,145,140
Printing and stationery		628,074	924,708
Uniform		27,490	45,659
Audit Fees		155,000	155,000
PF Audit Fees		92,000	90,000
Professional Fees		154,510	429,350
Trade association dues		50,000	70,000
Traveling and entertainment		283,561	483,060
Laundry and dry cleaning		239,101	220,234
Telephone/ communication		-	1,493
Ansar		9,581,369	13,499,381
Others		385,890	600,781
		98,630,406	176,717,620
		170,148,472	257,249,106
23.01 Employee benefits			
Hotels International Limited			
Salaries and allowances	23.01.1	22,315,171	23,301,133
Festival bonus		1,909,158	1,829,493
Bengali new year allowance		189,658	181,468
Overtime allowance		33,000	33,000
Performance bonus		2,826,743	7,011,174
Retirement benefits		-	5,122,626
Iftar allowance		-	19,000
Ex-Com Allowance		795,000	900,000
		28,068,730	38,397,894
23.01.1 Salaries and allowances			
Hotels International Limited			
Basic salary		10,196,081	11,116,958
House rent allowance		6,649,423	6,426,034
Conveyance allowance		904,800	904,800
Special allowance		6,000	6,000
Entertainment allowance		16,200	18,000
Salary PO to MD		178,531	100,000
Telephone allowance		174,000	160,400
Medical allowance (Family)		2,562,000	2,615,150
Employer's contribution to PF		955,136	913,031
Cell phone allowance		13,500	16,500
Car maintenance allowance		525,000	600,000
Recreation allowance		-	145,260
Education allowance		134,500	279,000
		22,315,171	23,301,133

	Note	2020 Taka	2019 Taka
24 Property operation and maintenance expenses			
Pan Pacific Sonargaon Hotel			
Payroll and related expenses		31,796,291	35,562,285
Electricity		57,652,051	75,338,426
Gas		6,714,653	8,050,362
Water		10,365,926	12,845,931
Building		8,794,725	5,822,623
Electrical and mechanical equipment		4,124,430	5,191,762
Engineering supplies		2,001,211	1,819,612
Office equipment		-	24,000
Automobile expenses		1,273,461	1,986,629
Elevator and escalators		884,400	584,100
Electrical bulbs		825,302	2,168,369
Kitchen equipment		655,405	606,925
Plumbing and heating		1,091,291	2,493,625
Laundry equipment		409,382	733,532
Furniture and fittings		1,773,072	3,927,948
Air conditioning		1,451,612	4,562,033
Maintenance and other expenses		2,225,723	4,294,012
Land & land development (Land Tax) expenses		189,000	189,000
		132,227,935	166,201,174
25 Marketing expenses			
Payroll and related expenses		31,678,875	38,338,269
Advertisement and public relation		6,624,754	17,931,595
Marketing fees		7,010,332	18,998,801
Tax/ Vat on Marketing fee		2,347,997	6,099,986
		47,661,958	81,368,651
26 Finance expenses			
26.01 Hotels International Limited			
Bank commission and charges		347,373	4,875
Excise Duty		1,441,000	968,500
		1,788,373	973,375
26.02 Pan Pacific Sonargaon Hotel			
Bank charges on credit card		3,906,080	13,165,228
		5,694,453	14,138,603
27 Current tax expenses			
AY 2021-2022 (FY 2020)	27.01	4,540,659	-
AY 2020-2021 (FY 2019)	27.01	-	154,780,638
		4,540,659	154,780,638
Adjustment against payment for prior years		7,789,875	19,594,054
Short Provision			
Current tax expenses		12,330,534	174,374,692
27.01 Computation of Current tax (Ref. Note - 3.09 (i))			
i. Tax charges as per tax computation		-	154,780,638
ii. Minimum tax @ 0.60% of gross receipts as per section 82C (4) (b) (i) of ITO 1984		4,540,659	10,310,463
iii) Tax Deducted at Source (TDS) during the year as per Section 82C & Sub-section 2(a) of ITO 1984		459,049	-
Applicable Income Tax expenses for the year (Higher of i, ii or iii above)		4,540,659	154,780,638

28 Contingent liabilities (HIL and PPSH)

28.01 Hotel International Limited:- HIL has the following contingent liabilities:

		31-Dec-20 Taka	31-Dec-19 Taka
		786,203,310	786,203,310
Assessment year	Remarks	Balance tax demanded including simple interest	Balance tax demanded including simple interest
A/Y 2008-2009 (FY 2007)	Hearing pending in the Hon'ble High Court	17,098,255	17,098,255
A/Y 2009-2010 (FY 2008)	Appeal to be filed with the Commissioner of Taxes (Appeals)	25,415,198	25,415,198
A/Y 2010-2011 (FY 2009)	Appeal to be filed with the Commissioner of Taxes (Appeals)	26,411,970	26,411,970
A/Y 2012-2013 (FY 2011)	Appeal (2nd) pending with the Tribunal	51,965,606	51,965,606
A/Y 2013-2014 (FY 2012)	Appeal (2nd) pending with the Tribunal	49,754,484	49,754,484
A/Y 2015-2016 (FY 2014)	Appeal (2nd) pending with the Tribunal	68,053,074	68,053,074
A/Y 2016-2017 (FY 2015)	Appeal to be filed with the Commissioner of Taxes (Appeals)	38,704,661	38,704,661
A/Y 2017-2018 (FY 2016)	Appeal to be filed with the Commissioner of Taxes (Appeals)	12,884,456	12,884,456
Sub-total -HIL		290,287,704	290,287,704

28.02 Pan Pacific Sonargaon Dhaka: PPHG has the following contingent liabilities

1	The Hotel has filed a Writ Petition in the Hon'ble High Court Division of the Hon'ble Supreme Court against a claim from VAT authority in the year 2004. The case is pending for hearing.	4,105,114	4,105,114
2	The Hotel has filed a Writ Petition in the Hon'ble High Court Division of the Hon'ble Supreme Court against a claim from VAT authority in the year 2009. The case is pending for hearing.	100,036,184	100,036,184
3	The Hotel has filed a Writ Petition in the Hon'ble High Court Division of the Hon'ble Supreme Court against a claim from VAT authority in the year 2011. The case is pending for hearing.	107,456,016	107,456,016
4	The Hotel has filed a Writ Petition in the Hon'ble High Court Division of the Hon'ble Supreme Court against a claim from VAT authority in the year 2014. The case is pending for hearing.	284,318,292	284,318,292
Sub-total -PPSH		495,915,606	495,915,606
Grand Total -HIL and PPSH		786,203,310	786,203,310

29 Earnings Per Share (EPS)

Net profit attributable to ordinary shareholders
Number of ordinary shares
Earnings Per Share (EPS)

(134,840,539)	233,215,624
5,933,463	5,933,463
(22.73)	39.31

The Company presents Earnings Per Share (EPS) in accordance with IAS 33 Earnings Per Share, which has been shown on the face of Profit or Loss and other comprehensive income.

i) Basic Earnings Per Share (BEPS)

This has been calculated by dividing the profit or loss attributable to the ordinary shareholders by the number of ordinary shares outstanding at the end of the year.

ii) Diluted Earnings Per Share (DEPS)

No diluted EPS is required to be calculated for the year as there is no dilutive potential ordinary shares during the year under review.

30 Commitments

There are no Capital commitment at the reporting date.

FIXED ASSETS SCHEDULE WITH VALUED AND NON-VALUED ASSETS

SL	Particulars	Cost				Rate	Depreciation				WDV 31 Dec 2020
		Balance on 01 Jan, 2020	Additions During the year	Disposals During the year	Balance on 31 Dec, 2020		Balance on 01 Jan, 2020	Charges During the year	Adjustments on Disposal	Balance on 31 Dec, 2020	
1	Land (8.05 acre)	1,515,994,893	-	-	1,515,994,893	-	-	-	-	-	1,515,994,893
2	Land Development	23,944,096	-	-	23,944,096	-	-	-	-	-	23,944,096
	Land and Land development-including valuation	1,539,938,989	-	-	1,539,938,989						1,539,938,989
3	Building	1,440,877,138	4,417,195	-	1,445,294,333	2.50%	761,082,536	36,132,359	-	817,214,895	626,079,438
4	Boundary Wall	18,636,008	-	-	18,636,008	2.50%	6,585,555	465,950	-	7,451,505	11,186,503
	Building including valuation	1,459,515,146	4,417,195	-	1,463,932,341		788,068,091	36,598,309	-	824,666,400	639,265,941
5	Plumbing Works	12,881,546	-	-	12,881,546	10.00%	11,554,464	147,453	-	11,701,917	1,179,829
6	Generator	49,937,390	-	-	49,937,390	10.00%	36,091,214	4,894,147	-	40,375,361	8,862,029
7	Simultaneous Infrared System	325,000	-	-	325,000	10.00%	324,999	-	-	324,999	1
8	Water Treatment Plant	27,497,022	943,054	-	28,440,076	10.00%	27,400,180	764,214	-	28,164,394	275,883
	Plant and machinery	90,640,958	943,054	-	91,584,012		75,370,857	5,795,815	-	81,166,672	10,417,341
9	Substation	9,576,851	-	-	9,576,851	10.00%	1,637,230	882,180	-	2,519,410	7,057,441
10	Computer Accessories	109,829,348	10,295,174	-	120,124,522	10.00%	93,253,155	9,889,220	-	102,942,375	17,182,148
11	Room Internet System	2,143,756	-	-	2,143,756	10.00%	2,143,755	-	-	2,143,755	1
12	LAN Equipment	538,338	-	-	538,338	-	538,337	1	-	538,337	1
	Computer and Accessories	122,088,293	10,295,174	-	132,383,467		97,572,477	10,571,400	-	108,143,877	24,239,591
13	Furniture Fixture	122,854,163	3,290,275	-	126,144,438	10.00%	80,857,231	7,131,394	-	87,788,625	38,355,813
14	Curtain Carpet	14,479,548	8,264,778	-	22,744,326	10.00%	14,479,548	826,477	-	15,306,025	7,438,301
	Furniture and fixture	137,333,711	11,555,053	-	148,888,764		95,136,779	7,957,871	-	103,094,650	45,794,114
15	Cold Storage & Refg.	12,733,823	81,000	-	12,814,823	10.00%	12,060,653	92,246	-	12,152,899	661,924
16	Air-condition & Ventilation	82,922,346	2,727,766	-	85,650,112	10.00%	78,097,241	6,063,828	-	84,181,069	1,469,043
17	Boiler	21,761,531	-	-	21,761,531	10.00%	18,168,052	397,053	-	18,565,105	3,176,426
18	Elevator	94,502,596	-	-	94,502,596	10.00%	24,759,472	9,450,260	-	34,209,732	60,292,865
19	Electrical Installation	24,343,956	-	-	24,343,956	10.00%	4,712,572	2,370,361	-	7,082,933	17,261,033
20	Electronic Door Locking System	5,509,460	-	-	5,509,460	10.00%	5,509,459	-	-	5,509,459	1
	Electrical equipment	241,773,722	2,808,766	-	244,582,488		143,327,449	18,393,748	-	161,721,197	82,861,292
21	General Sound System	4,287,082	-	-	4,287,082	10.00%	-	-	-	4,287,082	-
22	Food Service & Kitchen Eqp.	84,224,219	8,105,109	-	92,329,328	10.00%	79,405,035	8,239,208	-	87,644,243	4,685,085
23	Office Machinery Eqp.	7,682,378	576,454	-	8,258,832	10.00%	7,170,485	678,251	-	7,848,736	390,096
24	Cleaning Eqp.	14,079,226	584,458	-	14,663,684	10.00%	11,828,419	1,398,897	-	13,227,116	1,436,568
25	Repair & Maintenance Eqp. (engr)	2,659,709	-	-	2,659,709	10.00%	2,659,708	-	-	2,659,708	1
26	Barber & Beauty Shop Eqp.	393,600	2,657,180	-	3,050,780	10.00%	393,599	265,718	-	659,317	2,391,463
27	Signage	266,183	828,750	-	1,094,933	10.00%	139,358	95,637	-	234,995	859,938
28	Medical Equipment	2,251,714	-	-	2,251,714	10.00%	2,251,714	-	-	2,251,714	-
29	Health Club Eqp.	22,592,112	6,352,142	-	28,944,254	10.00%	18,607,289	1,133,317	-	19,740,606	9,203,648
30	Telecommunication System	90,279,806	85,971	-	90,365,777	10.00%	63,119,938	7,849,161	-	70,969,099	19,396,678
31	T.V. set & Video Eqp.	43,691,516	2,258,463	-	45,949,979	10.00%	30,148,190	4,446,034	-	34,594,224	11,355,755
32	Fire Fighting Equipment	1,571,580	-	-	1,571,580	10.00%	1,481,958	12,803	-	1,494,761	76,819
33	Laundry Equipment	82,142,143	6,193,705	-	88,325,848	10.00%	57,930,295	6,094,795	-	64,025,090	24,300,758
34	Tailoring Equipment	56,500	-	-	56,500	10.00%	56,499	1	-	56,499	1
35	Repair & Maintenance Eqp. (hkl)	417,314	-	-	417,314	10.00%	417,313	-	-	417,313	1
36	Safety & Security Eqp.	29,542,924	-	-	29,542,924	10.00%	22,797,416	2,832,456	-	25,629,872	3,913,052
	Office equipment	386,118,006	27,632,232	-	413,750,238		302,664,298	33,046,077	-	335,740,375	78,009,863
37	Motor Vehicle	90,068,590	4,090,500	-	94,159,090	10.00%	70,773,309	8,904,137	-	79,677,446	14,481,644
	Motor vehicles	90,068,590	4,090,500	-	94,159,090		70,773,309	8,904,137	-	79,677,446	14,481,644
	Total 2020	4,067,477,415	61,741,974	-	4,129,219,389		1,572,943,260	121,267,356	-	1,694,210,616	2,435,008,773
	Total 2019	3,903,644,971	163,832,444	-	4,067,477,415		1,455,316,943	117,624,317	-	1,572,943,260	2,494,534,156

A large number of small, rectangular pieces of confetti in various colors (red, green, blue, yellow, pink) are scattered across the top half of the page, appearing to fall from the top edge.

Events & Flash Back

Visit of VVIPs



Pic : Md. Abdul Hamid, Honorable President of the People's Republic of Bangladesh is being received by Managing Director, HIL at the Pan Pacific Sonargaon Hotel, Dhaka.



Pic : Sheikh Hasina, Honorable Prime Minister of the People's Republic of Bangladesh is being received by Managing Director, HIL at the Pan Pacific Sonargaon Hotel, Dhaka.

Visit of VVIPs



Pic : During Visit of Honorable Indian Prime Minister Mr. Narendra Modi



Pic : During visit of Honorable Srilankan Prime Minister Mr. Mahinda Rajapaksha

15 August (National Mourning Day)



Pic : Floral Wreaths Placed in Front of the Portrait of the Father of the Nation



Pic : Milad Mahfil organized by Ministry of Civil Aviation & Tourism in Sonargaon Hotel on 15 August (Mourning Day)

Inauguration



Pic : Inauguration of Mujib Corner



Pic : Opening of Renovated Jhama Restaurant

Meetings



Pic : 42nd Annual General Meeting of HIL



Pic : Board of Directors Meeting of HIL

Welcoming The New Chairman and Managing Director of HIL



Pic : Welcoming the new chairman of HIL



Pic : Welcoming the new Managing Director of HIL

Workshop & Seminar



Pic : Workshop on 4th Industrial Revolution (4IR)



Pic : Speech of Honorable State Minister of MOCAT Mr. Mahbub Ali, MP in the seminar on "Development Philosophy of Bangabandhu : Prospect of Tourism Sector in Bangladesh & Sonargaon Hotel".

Workshop & Seminar



Pic : Speech of the Chairman HIL in the seminar on "Development Philosophy of Bangabandhu : Prospect of Tourism Sector in Bangladesh & Sonargaon Hotel"



Pic : Speech of the Managing Director HIL in the seminar on "Development Philosophy of Bangabandhu : Prospect of Tourism Sector in Bangladesh & Sonargaon Hotel"

Various days Celebrated in the Hotel



Pic : Celebration of Birthday of the Father of the Nation



Pic : Celebration of the World Tourism Day

Various days Celebrated in the Hotel



Pic : Children with Santa Clause on Christmas Day at PPSPD



Pic : Halloween Night



Pan Pacific Sonargaon
Your Home Away Home, And
First Choice Destination Hotel.....

