

**AUDITORS' REPORT
AND
THE FINANCIAL STATEMENTS
OF
SONALI AANSH INDUSTRIES
LIMITED**

For the year ended 30th June, 2022

FAMES & R
CHARTERED ACCOUNTANTS

**Independent Auditors' Report
To the Shareholders of
Sonali Aansh Industries Limited
Report on the Audit of the Financial Statements**

Qualified Opinion

We have audited the Financial Statements of "Sonali Aansh Industries Limited" which comprise the Statement of Financial Position as at June 30, 2022 and Statement of Profit or Loss & 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 matters described in the basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at June 30, 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion

1. > In Note #2.16 (Foreign currency transaction) to the financial statements, it is stated that transactions have been reported in compliance with IAS 21 'Effects of Changes in Foreign Exchange Rates'. The effects of foreign currency sales transactions and the resulting exchange gain or loss have not been accounted for in compliance with IAS 21. Also, the foreign currency monetary items which include receivables, bank balance in foreign currency at the year-end have not been reported using the closing rate.
2. > In Note # 2.21 to the financial statements the Company stated its operation of a recognized provident fund for eligible workers and its administration by a duly constituted independent Trust and equal contributions @ 8.33% of basic wages and salary by both employees and the employer. However, no such recognition, trustee board, deeds and rules were found in reality. Also, the Company has not made provision for all its 2,064 permanent employees @ 8.33% of basic salary. Instead, a provision of BDT. 23,369 were just made during the year, and it seems to be insufficient for its total workforce.
3. > In Note #5 to the financial statements, the Company reports addition to intangibles of Taka 55,975,624 since 2000-01. The intangible addition comprises of tax benefit and export cash subsidy claim, which is currently under lawsuit of the Honorable High Court. The above concept of intangible addition does not comply with the recognition requirement of such as per IAS 38 Intangible Assets. Also, this results in a deviation of IAS 37 Provisions, Contingent Liabilities and Contingent Assets as per which provisions; contingent assets are to be duly report of the prevailing circumstances.
4. > As disclosed in Note # 8.1 & 8.2 to the financial statements, the Company reports an amount of Taka. 121,087,783 (Foreign-BDT. 115,481,494/- & Local-BDT. 5,606,289/-), which remains uncollectible over more than five years. In our opinion, the Company is very unlikely to recover the amounts in full. Had adequate provisions been made for the above, the Earnings Per Share (EPS) for the year 2021-22 and net asset value (NAV) as at 30 June 2022 would have been adversely affected to that extent.
5. > In Note # 8.3.1 to the financial statements the Company reports an amount of Taka. 53,593,054 as receivable against Export Subsidy on the basis provision made during the year after adjusting amount realized during the year Tk.39,606,120.. And in Note 27 Export Subsidy Tk. 74,698,097 has been shown as non-operating income for the year under audit..Have observed that the company yet to receive last year's outstanding amount as well as current year's provision..
6. > In Note # 13 to the financial statements, the Company reports revaluation of fixed assets which include land, building, plant and machinery etc. of Taka 504,310,971. The revaluation was carried out in the financial year 2006-07. However, the Company has not charged any depreciation on the additional value resulting from revaluation of fixed assets as required by IAS 16: Property, Plant & Equipment (Paragraph 31). As a consequence, the net assets value of the Company remained overstated to the extent of chargeable depreciation; the net profit after tax also remained overstated by the same figure over the years. Hence, the Earnings Per Share (EPS), and the Net Assets Value (NAV) per share are



also overstated to the same extent. Moreover, no revaluation has been undertaken since 2006-07 i.e. 15 years.

- 7 ➤ In Note # 14 to the financial statements, the Company reports Bank Loan as non-current liability without segregating current portion of the said loan.
- 8 ➤ In Note # 15 to the financial Statements, the company reports Deferred tax liability of BDT. 2,152,363. While calculating the deferred tax liability, the revaluation surplus of property, plant & Equipment (non-depreciable part), which amount to BDT. 32,215,394 has not been accounted for, a non-compliance of IAS 12 Income Taxes (paragraph-51B), as per which, deferred taxes arise from revalues non-depreciable assets as a reflection of the tax consequences of selling asset. As a result, the deferred tax liability is understated.
- 9 ➤ In Note #21.3 to the financial statements, provision for WPPF of BDT. 7,097,994/- has been kept by the company under the head "Workers Profit Participation Fund and Welfare Fund" as current liabilities in the financial statements as on 30 June 2022. However, the amount has not been distributed yet as per the mentioned proportion of 80:10:10 to the Participatory Fund, Welfare Fund and Workers Welfare Foundation Fund respectively as per Sections 234 (1) and 242 (1) of the Labor Act 2006 as amended in 2013. Moreover, the company has no separate Trustee Board, Deeds or Rules for operation of WPPF. Also, the fund amount has been used by the company in its operation as a source of financing without providing any interest for such usage as per section 240 (3) of the said Act.
- 10 ✓ IFRS 16 leases not been applied while recording transactions which fulfill the set criteria for leases in the aforesaid accounting standards. The company has rental agreement which fall under the new IFRS. Also, the company has not disclosed the reason for departure of IFRS.
- 11 ➤ The assessments of the financial year 1995-96 was finalized but no accounting treatment has been given in the books of account for creation of additional tax provision of Taka 866,750 and adjustment of advance taxes there of. ✓

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. ✓

Key Audit Matters

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

Risk	Revenue Recognition
<p>Our response to the risk</p> <p>At year-end, the reported total Turnover stands at Tk. 599,752,588/- There is also a risk that revenue may be increased/ decreased due to the timing differences.</p> <p>Revenue is measured net of discounts, commission and rebates earned by customers on the sales. Within a number of the markets, the estimation and rebates recognized based on sales made during this year is material and considered to be complex and judgmental. Therefore, there is a risk of revenue being misstated as a result of faulty estimates over discounts, incentives and rebates.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <p>➤ Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure that revenue is recognized in the appropriate accounting standards</p>



<p>We identified revenue recognition as key audit matter as it is one of the key performance Indicators of the Company, which give rise to an inherent risk of the existence and the accuracy of the revenue.</p>	<ul style="list-style-type: none"> ➤ Segregation of duties in invoice creation and modification and timing of revenue recognition. ➤ Assessing the appropriateness of the Company's accounting policies for revenue recognition and compliance of those policies with applicable accounting standards. ➤ Obtain supporting documentation for sale transaction recorded either side of year-end to determine whether revenue was recognized in the current period. ➤ Comparing a sample of revenue transactions recognized during the year with the sale invoices and other relevant underlying documentation. ➤ Critically assessing manual journals posted to revenue to identify unusual or irregular items, and finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.
<p><i>Please see to the Statement of profit or loss & other Comprehensive Income.</i></p>	
<p>Valuation of Inventory</p>	
<p>As at June 30, 2022, the reported amount of inventory is Tk.531,434,697/-held in plants warehouses.</p> <p>On the reporting date, inventories are carried at the lower of cost and net realizable value. As such, the company applied judgment in determining the appropriate values of inventory in accordance with International Accounting Standards.</p> <p>Considering the risk as stated above the valuation of Inventory is a key audit matter to the Financial Statements.</p>	<p>We verified the appropriateness of, management's assumptions applied in calculating the value of the inventory as per International Accounting Standard (IAS) by:</p> <ul style="list-style-type: none"> ➤ Evaluating the design and implementation of key inventory controls operating across the factory, warehouse; ➤ Inventory counts and reconciling the results have been done by the management. ➤ We have collected inventory count data sheet and relevant certification of inventories which indicates inventory items were maintained in good condition and maintaining all compliances; ➤ Obtaining a detailed review with the subsequent sales to compare with the net realizable value.
<p><i>Please see note no. 7 to the Financial Statements</i></p>	
<p>Valuation of Tangible Fixed Assets</p>	
<p>The carrying value of the tangible fixed assets is Tk.604,783,033/- as at June 30, 2022. The valuation of tangible fixed assets was identified as a key audit matter due to significance of this balance to the Financial Statements.</p> <p>The expenditures are classified as an asset, if it is probable that the future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably.</p> <p>The useful lives of tangible fixed assets items are based on management's estimates regarding the period over which an asset is expected to be available for use. The estimates of the useful life of the assets is a matter</p>	<p>Our audit included the following procedures:</p> <ul style="list-style-type: none"> ➤ We assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent; ➤ We obtained a listing of capital expenditures incurred during the year and, on a sample basis, checked whether the items were procured during the year; ➤ We verified the invoices and L/C documents on sample basis to segregate the capital and operating expenditure and found that the transactions are appropriately classified;



<p>of judgments based on the experience of the entity with similar assets and also take into consideration the physical condition of the assets.</p>	<ul style="list-style-type: none"> ➤ We evaluated whether the useful lives determined and applied by the management were in line with the nature of assets, the physical condition of the assets and its uses; ➤ We checked whether the depreciation of tangible fixed assets items was commenced from the date of ready to use and found the depreciation had been started accordingly.
<p><i>Please see note no. 4 to the Financial Statements</i></p>	
<p>Long Term Loan & Short Term Loan</p>	
<p>As at June 30, 2022 the reported amount of total long-term loan is Tk.433,227,232/- and Short-term loans is Tk.265,142,885/- respectively. The company borrowed fund from a Bank.</p> <p>The company may face difficulties due to unfavorable charge in interest rate & monetary policy that may result in short-term and cash flow crisis.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> ➤ Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure the proper use of loan; ➤ We verified sanction letter, loan schedule bank statements to confirm the loan outstanding and found that the balance had been reported in the Financial Statements accurately; ➤ We checked the financial expenses and classification of loan and repayment schedule on a test basis as well; ➤ We checked the recording date of transactions and found the recording date is in line with the loan disbursement date.
<p><i>Please see note no. 14 & 18 to the Financial Statements</i></p>	
<p>Recoverability Assessment of Trade & Other Receivables</p>	
<p>The total amount of Trade and other Receivables is Tk. 390,406,363/- at June30, 2022. Customers in different business segments and jurisdictions are subject to their independent business risk. The increasing challenges over the economy and operating environment in the manufacturing industry during the year have increased the risks of default on receivables from the customers. In particular, in the event of insolvency of customers, the company is exposed to potential risk of financial loss when the customers fail to meet their contractual obligations in accordance with the requirements of the agreements.</p> <p>Accordingly, we identified the recoverability of Receivables as a key audit matter because of the significance of Receivables to Company's Financial Position and because of the significant degree of management judgment involved in evaluating the adequacy of the allowance for doubtful debts.</p>	<p>Our audit procedures of assess the recoverability of trade receivables including the following:</p> <ul style="list-style-type: none"> ➤ Tested the accuracy of aging of Receivables at year end on a sample basis; ➤ Evaluating the Company's policy for making allowance for doubtful debts with reference to the requirements of the prevailing accounting standards; ➤ Assessing the classification of trade receivables in the debtors ageing report by comparison with sales invoice and other underlying documentation on a taste basis; ➤ Assessed the recoverability of the debtors on a sample basis through our evaluation of management's assessment with reference to the credit profile of the customers, historical payment pattern of customers; and ➤ Inspecting subsequent bank receipts from customers and other relevant underlying documentation relating to trade receivable balances at June 30, 2022.
<p><i>Please see note no. 8 to the Financial Statements</i></p>	



Other Information

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the Financial Statements and our auditor's report thereon. The directors are responsible for the other information.

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

In connection with our audit of the Financial Statements our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

Emphasis of Matter

As our appointment was post dated we could not verify physically cash in hand and inventories as on 30th June 2022. However, we have received from the Management cash custody and physical inventory report. Our audit opinion is not qualified in respect to these matters emphasized.

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

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with IFRSs, The Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management functions of the company.

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.

Auditor's Responsibilities for the Audit of the Financial Statements

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 skepticism 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 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 event in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the Financial Statements we are responsible for the direction, supervision and performance of the company audit. We are solely responsible for our audit opinion.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, and The Securities and Exchange Rules 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations 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 accounts, records and other statutory books as required by laws have been kept by the company so far as it appeared from our examinations of those books;
- c) The Statement of Financial Position, Statement of Profit or Loss & Other Comprehensive Income and Statement of Changes in Equity and Statement of Cash Flows of the Company dealt with by the report are in agreement with the books of accounts and returns; and
- d) The expenditure incurred was for the purpose of the Company's business.

Date : November 21, 2022
Place : Dhaka


A.S. Manjurul Hoque, FCA
Partner

FAMES & R
Chartered Accountants
DVC # 2211210695AS760675



Sonali Aansh Industries Limited
Statement of Financial Position
As at June 30, 2022 ✓

Particulars	Notes	Amount in Taka	
		June 30, 2022	June 30, 2021
ASSETS			
Non-Current Assets		665,546,348	665,198,038
Property, Plant and Equipment (At Cost & Revaluation)	4	604,783,033	604,497,015
Intangible Addition (Equivalent Cash)	5	55,975,624	55,975,624
Security Deposits	6	4,787,691	4,725,399
Current Assets		1,161,264,229	1,143,863,034
Inventories	7	531,434,697	686,464,281
Trade and Other Receivables	8	390,406,363	280,557,120
Account Receivables ← <i>Sebate con</i>	9	42,851,791	29,020,139
Advance Income Tax	10	113,666,529	106,813,502
LC Margin		75,288,778	23,321,656
Cash and Cash Equivalents	11	7,616,071	17,686,336
Total Assets		1,826,810,576	1,809,061,072
EQUITY AND LIABILITIES:			
Capital and Reserves		619,900,288	611,974,045
Share Capital	12	27,120,000	27,120,000
Revaluation Reserve	13	504,310,971	504,310,971
Retained Earnings		88,469,317	80,543,074
Non-Current Liabilities		435,379,595	421,737,525
Bank Loan	14	433,227,232	418,765,847
Deferred Tax Liability	15	2,152,363	2,971,678
Current Liabilities		771,530,693	775,349,502
Trade and Other Payables	16	153,826,741	140,175,460
Bank Overdraft	17	240,089,801	286,689,119
Short Term Loan ←	18	265,142,885	257,425,435
Unpaid Dividend	19	5,600,584	4,971,198
Liabilities for Expenses	20	52,449,011	34,099,441
Provision for Employees Benefit	21	29,778,668	28,436,838
Provision for Income Tax	22	24,643,003	23,552,011
Total Current and Non-Current Liabilities		1,206,910,288	1,197,087,027
Total Equity and Liabilities		1,826,810,576	1,809,061,072
Net Asset Value (NAV) per Share	31	228.58	225.65

Annexed notes form an integral part of these financial statements

Mahmud
Managing Director

Denis
Company Secretary

JL ASJ
Director

Signed as per the annexed report of the same date.

Dated: November 21, 2022
Place : Dhaka

Suman
A.S. Manjurul Haque, FCA
Partner
FAMES & R
Chartered Accountants
DVC # 2211210695AS760675



Sonali Aansh Industries Limited
Statement of Profit or Loss & Other Comprehensive Income
For the year ended June 30, 2022

Particulars	Notes	Amount in Taka	
		June 30, 2022	June 30, 2021
Revenue	23	599,752,588	506,449,143
Less: Cost of Goods Sold	24	563,732,665	472,288,833
Gross Profit		36,019,923	34,160,310
Less: Operating Expenses:			
Administrative Expenses	25	(19,837,162)	(19,183,171)
Marketing and Selling Expenses	26	(28,053,291)	(20,804,276)
Operating Profit		(11,870,530)	(5,827,137)
Other Income-Subsidy	27	74,698,097	62,276,810
Financial Expenses	28	(51,372,151)	(53,285,359)
Profit before Contribution to WPP & WF		11,455,416	3,164,314
Contribution to WPP & WF		(545,496)	(150,682)
Net Profit before Tax		10,909,920	3,013,632
Income Tax Expenses/(Income)	29	271,677	(45,486)
Current Tax		1,090,992	301,363
Deferred Tax		(819,315)	(346,849)
Net Profit after Tax		10,638,243	3,059,118
Total Comprehensive Income		10,638,243	3,059,118
Earnings Per Share (EPS)	30	3.92	1.13

Annexed notes form an integral part of these financial statements


Managing Director


Company Secretary


Director

Signed as per the annexed report of the same date.

Dated: November 21, 2022
Place : Dhaka


A.S. Manjurul Hoque, FCA
Partner
FAMES & R
Chartered Accountants
DVC # 2211210695AS760675



Sonali Aansh Industries Limited
Statement of Changes in Equity
For the year ended June 30, 2022

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as on 01 July 2021	27,120,000	504,310,971	80,543,074	611,974,045
Net Profit for the year	-	-	10,638,243	10,638,243
Dividend for the year ended 30 June 2021	-	-	(2,712,000)	(2,712,000)
Balance as on 30 June 2022	27,120,000	504,310,971	88,469,317	619,900,288

For the year ended 30 June 2021

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as on 01 July 2020	27,120,000	504,310,971	80,195,956	611,626,927
Net Profit for the year	-	-	3,059,118	3,059,118
Dividend for the year ended 30 June 2020	-	-	(2,712,000)	(2,712,000)
Balance as on 30 June 2021	27,120,000	504,310,971	80,543,074	611,974,045


Managing Director


Company Secretary


Director

Dated: November 21, 2022
Place : Dhaka



Sonali Aansh Industries Limited
Statement of Cash Flows
For the year ended 30 June 2022

Particulars	Notes	Amount in Taka	
		June 30,2022	June 30,2021
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Receipts from Customers and Other Income		554,637,511	551,784,529
Cash Payment for Costs, Payables and Expenses		(470,670,030)	(524,685,073)
Interest Paid		(51,372,151)	(53,285,359)
Income Tax Paid		(6,853,027)	(8,698,448)
Net Cash from/(used in) Operating Activities		25,742,303	(34,884,351)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of Fixed Assets		(9,309,473)	(7,997,424)
Net Cash Outflows from Investing Activities		(9,309,473)	(7,997,424)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Bank Loan		14,461,385	281,190,692
Bank Overdraft		(46,599,318)	(224,079,844)
Short Term Loan		7,717,450	-
Dividend Paid		(2,082,614)	(2,771,966)
Net Cash from/(used in) Financing Activities		(26,503,097)	54,338,882
Net Increase/(Decrease) in Cash and Cash Equivalents		(10,070,267)	11,457,107
Opening Cash and Cash Equivalents		17,686,336	6,229,229
Closing Cash and Cash Equivalents as at 30 June 2022		7,616,071	17,686,336
Net Operating Cash Flow per Share-NOCFPS	34	9.49	(12.86)


Managing Director


Company Secretary


Director

Dated: November 21, 2022
Place : Dhaka



Sonali Aansh Industries Limited
Notes to the Financial Statements
For the year ended June 30, 2022

1.00 Legal status and nature of the company

1.01 Domicile, Legal form and country of incorporation

Sonali Aansh Industries Limited is a public company limited by shares. It has been incorporated in Bangladesh on 29.07.1981 under the Companies Acts 1913 and its shares are listed with Dhaka Stock Exchange Ltd.

1.02 Registered office and principal place of business

The registered office and principal place of business is situated at 18, RAJUK Avenue, Lal Bhaban (1st floor) Dhaka-1000, Bangladesh. The factory is located at Shahidnagar, Daudkandi, Cumilla.

1.03 Principal activities and nature of operations

The company owns a jute industry for manufacturing various types of jute yarn, shoe sole and diversified products like linen type jute cloth and complete shoes. Unit-1 & Unit-2 are engaged in producing various types of jute yarn and linen type jute cloth and Unit-3 in turning out various diversified products like shoe sole braid, complete shoes etc. The total installed production capacity per annum is 10,500 metric tons (M.T.) in three (3) shifts in 3 industrial units while during the year achieved **1949.47** metric tons of production. The short fall in capacity utilization is due to production of lightweight yarn fabrics to meet market demand. The products are mainly exported through letter of credit and some products like hessian & sacking quality yarn/loom production. The industry is treated as 100% export oriented industry.

2.00 Significant accounting policies and disclosures

2.01 Compliance with International Accounting Standards (IAS)

The financial statements have been prepared in compliance with requirements of IAS and IFRS as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.02 Compliance with local laws

The financial statements have been prepared in compliance with requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable local laws and rules.

2.03 Measurement bases used in preparing the financial statements

The elements of financial statements have been measured on "Historical Cost" basis, which is one of the most commonly adopted base as provided in "the frame-work for the preparation and presentation of financial statements" Issued by the International Accounting Standards Committee (IASC).

2.04 Reporting period

Financial Statements of the company cover one financial year from 01 July 2021 to 30 June 2022.

2.05 Components of the financial statements

According to the International Accounting Standard IAS 1 "Presentation of Financial

- (i) Statement of Financial Position;
- (ii) Statement of Profit or Loss and Other Comprehensive Income;
- (iii) Statements of Changes in Equity;
- (iv) Statement of Cash Flows;
- (v) Notes comprising of summary of significant accounting policies and other explanatory notes.

2.06 Use of estimates in preparation of financial statements

Preparation of financial statements in conformity with International Accounting Standards (IASs) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities if any at the date of the financial statements, and revenues and expenses during the year reported. Actual result could differ from those estimates. Estimates are used in accounting for certain items such as depreciation, outstanding claims, taxes, reserves etc.



2.07 Responsibility for preparation and presentation of financial statements

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act, 1994 and as per the provision of "the framework for the preparation and presentation of financial statements" as per International Financial Reporting Standards (IFRSs).

2.08 Basis of preparation and presentation of financial statements

Recognition of Property, Plant and Equipment:

Property, Plant and Equipment are stated at their cost less accumulated depreciation in accordance with IAS 16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction and capitalization of pre-production expenditure including interest during construction periods.

Depreciation:

No depreciation is charged on land and land development and current year's additions to fixed assets as per previous practice. Depreciation on all other fixed assets is computed using the reducing balance method (from the date of the ready to use) in amounts sufficient to write off depreciable assets over their estimated useful economic life and continues to be charged until the written down value is reduced to taka 1 (One). Expenditure of maintenance and repairs are expenses; major replacements, renewals and betterments are capitalized.

The depreciation rates applicable to the principal categories of tangible fixed assets are :

Factory Building and Other Construction	10%
Plant and Machinery	10%
Office Equipment	15%
Furniture and Fixtures	10%
Transport and Vehicles	20%
Other Assets	10 to 25%

2.09 Inventories

Inventories comprise of raw material, work in process, stores spares and finished goods. They are stated at the lower of cost and net realizable value on consistent basis in accordance with IAS 2 "Inventories". Net realizable value is based on estimated selling price less any further costs that may be incurred for completion and disposal of inventories. Inventories are valued at following methods:

- Raw Jute valued at average method;
- Work-in-progress valued at cost price;
- Finished goods valued at cost price;
- Stock of stores valued at average method.

2.10 Trade and other receivables

Trade and other receivables have been considered good and collectible, and therefore, no amount was considered doubtful to provide for.

2.11 Cash and cash equivalents

According to IAS 7 "Statement of Cash Flows" cash comprises of cash in hand and demand deposit and cash equivalents are short term, highly liquid investments that are readily convertible to known amount of cash and which are subject to an insignificant risk of changes in value. IAS 1 "Presentation of Financial Statements" also provides that cash and cash equivalents are those which have no restriction in use considering the provision of IAS 7 and IAS 1. Cash in hand and bank balances have been considered as cash and cash equivalents.

2.12 Statement of cash flows

Statement of Cash Flows is prepared principally in accordance with IAS 7 "Statement of Cash Flows" and the cash flow from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules, 1987 and considering the provision of paragraph 19 of IAS 7 which provides that "enterprises are encouraged to report cash flow from operating activities using the direct method".



2.13 Trade and other payables

Liabilities are recognized for amounts to be paid in the future for goods and services received from the supplier/services rendered.

2.14 Provision

Provision which is of uncertain amount and timing, is recognized in accordance with IAS 37 "Provisions, Contingent Liabilities and Contingent Assets." Provision is accounted for as a liability which connotes a present obligation as a result of past event and is probable that future economic resources will flow from the entity and reliable estimate of the cost can be measured reliably.

2.15 Taxation

Current Tax:

The company has made provision for income tax @ 10% on profit as per S.R.O. No. - 205 - AvBb/AvqKi/2016.

Transactions relating to Income Tax have been disclosed in conventional manner following previous practice on consistent basis.

Deferred Tax:

The company has recognized deferred tax as per IAS 12: Income Tax. Accordingly, deferred tax liabilities/asset is accounted for all temporary differences arising between the tax base of the assets and liabilities and their carrying value for financial reporting purpose. Deferred tax is computed at the applicable tax rate on the Company.

2.16 Foreign currency transaction

Transactions denominated in foreign currencies are converted into Bangladesh Taka at the exchange rate prevailing on the date of transaction in accordance with IAS 21 "The Effects of Changes in Foreign Currency Rates".

2.17 Earning per share (EPS)

The company calculates Earnings Per Share (EPS) in accordance with IAS 33 "Earnings Per Share" which has been shown on the face of Income Statement and the computation of EPS is stated in Note -32.

Basic Earnings

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit for the year has been considered as fully attributable to the ordinary shareholders.

Basic earnings per share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share

No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year under review.

2.18 Revenue

Revenue comprises of sales i.e. export in foreign countries including cash subsidy received from the Government.

2.19 Revenue Recognition

The revenue during the year represents revenue arising from the sale of various types and sizes of jute items which are recognized when deliveries are made and risk of ownership has been transferred to the buyer, against the sales order received from the respective customer and which satisfied all the conditions for revenue recognition as provided as provided in IFRS 15 "Revenue from Contracts with Customers".

2.20 Subsidy

A cash subsidy receivable from Government is recognized as other income in profit or loss of the period in which it becomes receivable as per IAS 20 "Accounting for Government Grants and Disclosure of the Government Assistance".



2.21 Employees' benefit

Defined contribution of plan (Provident Fund)

The company operates a recognized provident fund for eligible workers and is administrated by a duly constituted independent Trust and equal contributions @8.33% of basic wages & salary is made by both the employees and the employer (the Company).

Defined benefit plan (Gratuity)

The Company operates an unfunded gratuity scheme. Each employee who has completed five years of service is eligible to one month gratuity for each completed year. The Company has provided gratuity liability during the year.

The Company also operates a Workers' Profit Participation and Welfare Fund scheme for its employees.

2.22 Transaction with related parties

The Company has carried on transaction with related parties in the normal course of business.

2.23 Comparative information

Comparative information have been disclosed in respect of the previous year for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding the current period's financial statements. Previous year's figures have been rearranged / reclassified / regrouped, where necessary, to confirm to current year's financial presentation.

3.00 General:

3.01 Reporting currency:

The figure in the financial statements present Bangladesh currency (Taka), which have been rounded off to the nearest integer except where it indicates otherwise.

3.02 Going concern

The company has adequate resources to continue in operation for the foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the financial statements.

3.03 Financial Risk Management

The Company management has overall responsibility for the establishment and oversight of the Company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market condition and the Company's activities. The Company has exposure to the following risks from its use of financial instruments.

- Credit Risk;
- Liquidity Risk;
- Market Risk and
- Operational Risk.

Credit Risk:

Credit risk is the risk of a financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, institutional and export customers etc. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Risk exposures from other financial assets i.e. cash at bank and other external receivables are nominal.



Liquidity Risk:

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically, the Company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date. In extreme stressed conditions, the Company may get support from the sister concern Company in the form of short terms financing.

Market Risk:

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

(a) Currency Risk:

The Company is exposed to currency risk on revenues such as revenue from foreign customers. Majority of the Company's foreign currency transactions are denominated in USD and relate to export.

(B) Interest Rate Risk:

Interest rate risk is the risk arises due to changes in interest rates on borrowing. There was no foreign currency loan which is subject to floating rates of interest. Local loans are, however, not significantly affected by fluctuations in interest rates. The Company has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

Operational Risk:

A form of risk that summarizes the risks a company or firm undertakes when it attempts to operate within a given field or industry. Operational risk is the risk that is not inherent in financial, systematic, or market-wide risk. It is the risk remaining after determining financing and systematic risk, and includes risks resulting from breakdowns in internal procedures, people and systems. The operation risk management process of the Company involves a continual cyclic process which includes risk assessment, risk decision making, and implementation of risk controls, which results in acceptance, mitigation, or avoidance of risks.



Sonali Aansh Industries Limited

4. Property, Plant and Equipment (at Cost & Revaluation): Tk. 604,783,033
4.1 Yarn & Loom (at cost)

Particulars	Cost		Rate	Depreciation		Written Down Value as at 30 June 2022
	Balance as at 01 July 2021	Addition during the year		Balance as at 01 July 2021	Charged during the year	
	2	3	5	7=(4-6)*5	8=6+7	9=4-8
Land and Land Development	12,671,335	-	0%	-	-	12,671,335
Plant and Machinery	118,257,990	-	10%	1,275,369	106,779,674	11,478,317
Air Conditioner	1,177,900	-	15%	57,682	851,036	326,864
Assorting Shed	876,205	-	20%	51,617	669,736	206,469
Building (Gas Generator)	265,169	-	10%	5,460	216,033	49,136
Boundary Wall	4,356,972	-	10%	149,329	3,013,014	1,343,958
Drain, Septic tank, Road & Pond	2,605,935	-	15%	16,195	2,514,166	91,769
Dyeing Shed	229,454	-	15%	263	227,966	1,488
Electric Installation	4,115,375	-	15%	211,594	2,916,344	1,199,031
Electric Sub-Station	1,019,887	-	10%	6,252	963,618	56,269
Factory Building	29,230,943	-	10%	2,445,007	24,923,601	4,307,342
Face Build, Canteen & Medi. etc.	6,027,594	-	10%	108,277	5,053,104	974,490
Furniture and Fixtures	7,831,234	311,934	10%	438,697	3,882,965	4,260,203
Gas Generator	17,500,950	-	20%	211,893	16,653,378	847,572
Gas Line Installation	1,873,916	-	20%	5,683	1,851,186	22,730
Junior Officer Quarter	362,672	-	10%	1,246	351,463	11,210
Jute Assorting Shed	324,815	-	15%	2,677	309,643	15,172
Jute Godown	7,932,730	-	10%	7,499,065	7,542,432	390,299
Finishing Godown (Unit 1 & 2)	692,200	-	10%	36,786	361,122	331,078
Labour Quarter	4,309,932	-	10%	81,450	3,576,885	733,047
Other Construction	998,844	-	10%	28,061	746,295	252,549
Office Building (2)	1,676,789	-	10%	1,388,875	1,417,666	259,123
Office Equipment	1,253,245	-	15%	862,893	921,446	331,799
Officer Quarter	1,669,553	-	10%	1,595,493	7,406	66,654
Senior Officer Quarter	1,708,689	-	10%	1,622,259	1,630,902	77,787
Staff Quarter	450,740	-	10%	434,634	436,245	14,495
Sundry Assets	990,827	-	25%	949,768	960,033	30,794
Tubewell and Pump	808,838	-	10%	607,562	627,690	181,148
Vehicles	9,351,000	-	20%	9,025,903	9,090,922	260,078
Weights Scale (Unit - 1 & 2)	1,311,056	-	10%	561,376	636,344	674,712
Workshop, Stores & Bldg.	1,629,834	-	10%	1,559,504	1,566,537	63,297
C.C. Camera Installation (Unit-1&2)	405,650	-	10%	173,178	196,425	209,225
Sub-Total	243,918,273	311,934		3,516,152	202,490,766	41,739,441



4.2. Yarn & Loom (at Revaluation)

Particulars	Cost			Rate	Depreciation			Written down value as at 30 June 2022
	Balance as at 01 July 2021	Addition during the year	Balance as at 30 June 2022		Balance as at 01 July 2021	Charged during the year	Balance as at 30 June 2022	
1	2	3	4=2+3	5	6	7=(4-6)*5	8=6+7	9=4-8
Land and Land Development	30,735,030	-	30,735,030	0%	-	-	-	30,735,030
Assorting Shed	5,574,458	-	5,574,458	20%	-	-	-	5,574,458
Building (Gas Generator)	1,415,081	-	1,415,081	10%	-	-	-	1,415,081
Electric Installation	38,260,425	-	38,260,425	15%	-	-	-	38,260,425
Electric Sub-Station	1,385,784	-	1,385,784	10%	-	-	-	1,385,784
Factory Building	45,258,918	-	45,258,918	10%	-	-	-	45,258,918
Fac. Build, Canteen & Medi. etc.	7,129,801	-	7,129,801	10%	-	-	-	7,129,801
Junior Officer Quarter	2,020,267	-	2,020,267	10%	-	-	-	2,020,267
Jute Godown	21,765,372	-	21,765,372	10%	-	-	-	21,765,372
Labour Quarter	10,872,274	-	10,872,274	10%	-	-	-	10,872,274
Other Construction	2,544,157	-	2,544,157	10%	-	-	-	2,544,157
Office Building [2]	7,927,473	-	7,927,473	10%	-	-	-	7,927,473
Officer Quarter	3,971,543	-	3,971,543	10%	-	-	-	3,971,543
Plant and Machinery	248,575,620	-	248,575,620	10%	-	-	-	248,575,620
Senior Officer Quarter	6,887,540	-	6,887,540	10%	-	-	-	6,887,540
Staff Quarter	3,802,886	-	3,802,886	10%	-	-	-	3,802,886
Sundry Assets	998,931	-	998,931	25%	-	-	-	998,931
Tubewell and Pump	5,575,129	-	5,575,129	10%	-	-	-	5,575,129
Workshop, Stores & Bldg.	2,545,903	-	2,545,903	10%	-	-	-	2,545,903
Sub-total	447,246,592	-	447,246,592		-	-	-	447,246,592

4.3 Diversified Product (at cost)

Particulars	COST			Rate	Depreciation			Written down value as at 30 June 2022
	Balance as at 01 July 2021	Addition during the year	Balance as at 30 June 2022		Balance as at 01 July 2021	Charged during the year	Balance as at 30 June 2022	
1	2	3	4=2+3	5	6	7=(4-6)*5	8=6+7	9=4-8
Land and Land Development	1,965,912	-	1,965,912	0%	-	-	-	1,965,912
Plant and Machinery	60,974,221	2,952,639	63,926,860	10%	41,014,311	1,995,991	43,010,302	20,916,558
Air Compressor	1,045,000	-	1,045,000	10%	763,038	28,196	791,234	253,766
Air Conditioner	460,940	-	460,940	15%	300,476	24,070	324,546	136,394
Arms	78,125	-	78,125	10%	71,894	623	72,517	5,608
Building and Other Construction	27,413,333	478,648	27,891,981	10%	16,190,379	1,122,295	17,312,674	10,579,307
Computer Machine	1,804,750	-	1,804,750	15%	1,159,027	114,197	1,273,224	531,526
Electric Installation (Generator)	2,777,691	308,700	3,086,391	15%	2,254,292	78,510	2,332,802	753,589
Furniture and Fixtures	4,894,928	5,193,902	10,088,830	10%	1,604,475	329,045	1,933,520	8,155,310
Labour Quarter	2,001,238	-	2,001,238	10%	1,857,756	14,348	1,872,104	129,134



Notes	Particulars	June 30,2022
5.00 Intangible Addition (Equivalent Cash):		
The break-up is as below:		
a) Intangible addition :		
Assessment Year 2000-2001	2,844,447	
Assessment Year 2001-2002	5,103,251	7,947,698
b) Export cash subsidy of Income Year 2006-2007 & Assessment Year 2007-2008 claimed and assessed U/S 82(C) of Income Tax Ordinance, 1984	23,497,746	
Less: Tax deducted at source	1,087,561	22,410,185
c) Export cash subsidy of Income Year 2007-2008 & Assessment Year 2008-2009 claimed and to be assessed U/S 82(C) of Income Tax Ordinance, 1984	26,966,042	
Less: Tax deducted at source	1,348,301	25,617,741
Total		55,975,624

Further the company has offered the following replies as a matter of clarification.

This represents the amount of additions made by the Deputy Commissioner of Taxes over and above the amount disclosed by the assessee in the audited statement of accounts of the respective year while making tax assessments. Thus an aggregate of amount of Tk.55,975,624 has been added back to account in the form of Intangible additions claiming as a tax benefit allowable as per provision of income tax law."

The figures and disclosures in note - 05 clearly show as to how the figures have been arisen and considered as intangible addition (equivalent cash) Tk. 55,975,624 under three sub-heads viz, (a) intangible addition for the assessment year 2000-2001 & 2001-2002, (b) export cash subsidy of income year 2006-2007 & assessment year 2007-2008 received and assessed u/s 82(C) of IT Ordinance 1984 less tax deducted at source, and (c) export cash subsidy of income year 2007-2008 & assessment year 2008-2009 claimed and to be assessed u/s 82(C) of IT Ordinance 1984 less tax deducted at source leading the company with the recourse to adding back to account in the form of intangible additions claiming as a tax benefit allowable as per provision of income tax law. Taking into consideration of the action taken by the DCT, the amount of Tk. 55,975,624 only has been treated as profit in the company's accounts.

These facts are fully supported in conformation with the practice of the decision of the Hon'ble High Court (Reference Application No. 125 of 2002) to the effect that these types of said amount cannot be treated as income from other sources because for earnings the said amount the assessee already paid tax in previous years and he is not bound to pay further tax for the said amount and the department (Income Tax) cannot claim further tax for that amount again as per provisions of law providing in sec. 17 and 19(1) of the I. T. Ordinance 1984.

On consideration of the spirit and intention and the rationale of the aforesaid judgment of the Hon'ble High Court, the Company has adopted the measures adding back to account in the form of intangible additions claiming as a tax benefit allowable as per provision of income tax law that, although in the eyes of the auditors, deviates the principles of accounting practice and results in journal entries for intangible assets and corresponding unearned income inflating the accumulated profit, but from the point of view of the Company's and particularly shareholders' interests, we are led to take the measures as disclosed in the audited financial statements.



Amount in Taka	
June 30,2022	June 30,2021

6. Security Deposits:

The break-up is as below:

Bakharabad Gas Systems Ltd. for Gas Line
Bangladesh Tele Communication Co. Ltd.
Bangladesh Tele Communication Co. Ltd. for Fax Line
Bangladesh Tele Communication Co. Ltd. for ISD Telephone
Bangladesh Tele Communication Co. Ltd. for Telex Line
Central Depository Bangladesh Ltd.
Comilla Polly Biddyt Samity
Customs and Excise Department
Director General of Food
Security for Gas Line
Modina Enterprise for Gas Cylinder
Total

3,646,238	2,953,946
10,000	10,000
15,000	15,000
18,000	18,000
20,000	20,000
100,000	100,000
844,600	844,600
1,000	1,000
-	630,000
122,653	122,653
10,200	10,200
4,787,691	4,725,399

7. Inventories

The break-up is as below

	Yarn & Loom	Diversified Product		
Stock of Raw Jute (Note-7.1)	26,233,580	17,489,052	43,722,632	85,415,618
Stock of Work-in- Process (Note-7.2)	10,022,588	21,796,420	31,819,008	59,748,688
Stock of Stores and Spares	37,407,562	56,111,343	93,518,905	64,527,689
Stock of Finished Goods (Note-7.3)	43,304,753	319,069,399	362,374,152	476,772,286
Total	116,968,483	414,466,214	531,434,697	686,464,281

The physical verification of inventories have been carried out and valued by the management.

7.1 Stock of Raw Jute (Quantity-wise)

Jute Grading

	Quantity (M.T.)	Average Price	Amount	Amount
Tossa	-	-	-	13,445,127
BTC	259.00	77,325	20,027,050	13,040,570
BWD	168.00	73,597	12,364,270	46,314,740
BTD	57.55	75,013	4,317,000	-
BWC	86.35	81,231	7,014,312	-
White	-	-	-	12,615,181
	570.90		43,722,632	85,415,618

7.2 Stock of Work-In-Process

	Yarn & Loom	Diversified Product		
Materials Cost	6,748,725	16,779,578	23,528,303	43,261,592
Conversion Cost	3,273,863	5,016,842	8,290,705	16,487,096
Total	10,022,588	21,796,420	31,819,008	59,748,688

7.3 Stock of Finished Goods

	Yarn & Loom	Diversified Product		
Materials Cost	25,982,852	191,441,639	217,424,491	286,063,372
Conversion Cost	17,321,901	127,627,760	144,949,661	190,708,914
Total	43,304,753	319,069,399	362,374,152	476,772,286



Amount in Taka	
June 30,2022	June 30,2021

7.3.1 Stock of finished goods (Quantity-wise):

Count	Quantity (M.T.)	Average price	Amount	Amount
6lbs/1ply(CRT)	22.91	12,500	286,375	4,020,974
8lbs/1ply(BL)	15.00	15,250	228,750	4,512,110
10lbs/1ply(H)	2.00	16,350	32,700	146,289
10lbs/1ply(H)	22.45	16,350	367,058	3,035,182
14lbs/1ply	138.20	18,750	2,591,250	10,653,503
14lbs/2ply	93.50	16,550	1,547,425	8,115,800
16lbs/1ply(C.B.)	35.75	17,390	621,693	2,532,660
16lbs/1ply(skg)	85.50	17,390	1,486,845	6,418,058
16lbs/2ply(B/S)	118.25	18,390	2,174,618	9,200,065
16lbs/2ply(Hank)	163.30	19,500	3,184,350	11,379,789
16lbs/3ply(H)	10.80	17,930	193,644	1,399,467
16lbs/3ply old	6.30	15,375	96,863	670,858
16lbs/4ply old	7.20	14,970	107,784	924,246
16lbs/4ply(H)	12.30	15,300	188,190	1,401,637
20lbs/1ply(CB)	165.50	18,750	3,103,125	12,579,507
20lbs/1ply(S)	79.52	15,950	1,268,344	8,072,857
20lbs/2ply(S) Hank	122.32	18,269	2,234,664	12,625,750
28lbs/1ply(SP)	22.20	17,991	399,400	1,835,885
28lbs/3ply(S)	180.48	18,775	3,388,512	28,500,487
32lbs/4ply(S)	60.25	15,750	948,938	4,504,541
34lbs/1ply (S)	30.15	18,375	554,006	2,451,938
50lbs/1ply (S)	67.25	18,750	1,260,938	5,911,679
Weaving Woven Cloth	859.12	19,833	17,039,271	48,729,994
Espadrill Shoe	1,102.13	207,250	228,416,443	220,943,270
Bag	900.00	100,726	90,652,969	66,205,738
	4,322.38		362,374,152	476,772,286

8. Trade and Other Receivables:

The break-up is as below:
Trade Receivables (Foreign) (Note - 8.1)
Trade Receivables (Local) (Note - 8.2)
Other Receivables (Note - 8.3)
Total

115,481,494	82,789,711
5,606,289	5,606,289
269,318,580	192,161,120
390,406,363	280,557,120

Ageing of trade and other receivables:

Not more than 30 days
31 days to 60 days
61 days to 90 days
Over 90 days

312,025,260	232,862,485
-	-
-	-
78,381,103	47,694,635
390,406,363	280,557,120

8.1 Trade Receivables (Foreign):

The break-up is as below:
A J World Inc.
Adolfo Dominguez Shanghai Co. Ltd.
Amani BV
Armaite SARL
Art Du Jute
Auchan SNC Organization
Balaji Enterprise
Baran Jute
Bengal Jute Bag Co.
Bhagtara Jute Industries (Pvt.) Ltd.
Brandbq Spolka Z Ograniczona
Brice SAS
Chanon Worldwide Co. Ltd.
Calzados Pilmar
Carrefour

1,142,499	5,710,231
85,522	85,522
65,983	65,983
4,481,690	4,159,331
4,167	4,167
2,028,637	2,028,637
2,154,152	-
4,810,147	4,810,147
4,328,461	4,347,626
22,308	22,308
8,666	6,711
12,523	12,523
16,389	16,389
741,583	425,363
40,168,868	21,238,031

	Amount in Taka	
	June 30,2022	June 30,2021
China National Light Ind.	34,706	34,706
Christou Bros Trading Ltd.	1,878,366	1,878,366
Clifton Business Private Ltd.	6,541,167	6,527,551
Complementos Renu SL	1,266,621	1,266,621
Derivados Del Yute SL	3,918,172	3,918,172
EL Corte Ingles	4,157,377	-
EMC Distribution	2,263,722	2,263,722
EURL BRKT	212,323	212,323
Gaba Overseas(P.) Ltd.	5,700,798	-
Galeries Lafayette-44 GL	18,920	18,920
GN Commercial Co.	-	6,736
Groupe Go Sports	56,805	56,805
Industrial Associates	11,788	11,788
Italian Converter SRL	-	2,105
Jute & Jutex (Sutapa Jutex)	34,532	34,532
Jumeirah Overseas	109,257	48,759
Jutex India	3,368	3,368
Jahan Traders	120,814	120,814
J. J. Patel & Brothers	3,140,687	3,140,687
J. Sons & Company	799,791	799,791
Kailash Traders	78,495	80,679
Krishna Jute Sales	10,172	3,368
Lola Cruz	271,107	271,107
Laredoute	2,613,568	2,613,568
Mad Factory Inc.	28,285	28,285
Main Style SH	281,445	281,445
Maros SRL	112,445	-
Maziah Binti Mat Mohamad	121,204	121,204
MC Company SAM	846,213	251,287
Megam	31,237	31,237
Moda Eseoese SL	19,848	19,848
Munro Wanted Ltd.	522,905	522,905
Pankaj Trading Co.	73,752	73,752
Ragazze Leather Co. Ltd.	1,602	1,602
Ragesh Trading Co.	6,636	6,636
Ridhi Sidhi Overseas	1,272,745	-
Ropa Hindu SL	404,160	404,160
Royer SAS	1,799,905	1,799,905
Saga Falabbeta S.A.	22,308	22,308
Sarvamangla Pratisthan	245,710	31,750
Schmitz Stoffee	11,319	11,319
Shandong Yingjie Textile Co.Ltd.	9,722	9,722
Shree Venkatsh Jute Trading	8,043	8,043
Sinochem Plastic Co.	49,920	49,920
S. L. Packaging (Pvt.) Ltd.	3,559,909	3,559,909
Style Network	6,832,829	6,832,829
Textlisun SAS	31,223	31,223
Theo Henkelman Schoenen	442,102	442,102
Trade Works Asia Ltd.	5,400,675	-
United Arrows Ltd.	1,066	1,066
Unnati Overseas	20,089	5,546
Yargici Konf-lhr-Ve	-	1,984,205
Zhanjiang City Ruicing IMP	10,046	10,046
Total	115,481,494	82,789,711



Amount in Taka	
June 30,2022	June 30,2021

8.2 Trade Receivables (Local):

The break-up is as below:

Bangladesh Jute Mill Corporation, BJMC
Bakhrabad Gas Distribution Co. Ltd.
Blue Marine
Classical Handmade Products BD
Creation Private Ltd
Dynamic Sewing
Halima Enterprise
Hassan Enterprise
Jenny's Shoes Ltd
Jute Diversification Promotion Center
Maruyu and Co. Ltd.
Pearl Bd Ltd.
Picard Bangladesh Ltd.
TST Tex BD Ltd.
Total

1,446,251	1,446,251
14,000	14,000
101,670	101,670
483,337	483,337
530,604	530,604
108,126	108,126
115	115
2,402,300	2,402,300
111,979	111,979
186,321	186,321
302	302
29,772	29,772
23,512	23,512
168,000	168,000
5,606,289	5,606,289

8.3 Other Receivables:

Export Subsidy (Note-8.3.1)
Advance against Salary
Advance against Wages
Advance against Jute Purchase (Note-8.3.2)
Advance against Store Supply
Advance against Other Supply
Prepaid Insurance Premium
Advance against Office Rent
Advance against C & F Agent
Advance against Accident
Total

53,593,054	18,501,077
2,501,430	2,330,282
1,919,291	905,335
12,387,839	12,387,839
139,188,709	105,802,865
57,297,303	50,282,692
-	817,849
643,530	1,044,210
1,761,494	63,371
25,930	25,600
269,318,580	192,161,120

8.3.1 Export Subsidy :

Opening balance
Add : Accrued during the year
Less : Received during the year
Closing balance

18,501,077	34,072,767
74,698,097	62,276,810
93,199,174	96,349,577
39,606,120	77,848,500
53,593,054	18,501,077

8.3.2 Advance against Jute Purchase:

Akterruzzaman
Abdullah Al Mahmud (Hafiz)
Akter Hossain Bhuiyan
Bright Fibre Corporation
Bangladesh supplier (Hafiz & Habib)
Dobir Uddin Mollah
Hafiz & Habib (Jute Belars)
Jamal Hossain, Domar
Jamal Hossain, Tangail
Janthu Babu
Jerin Jute Traders Ltd.
Keramot Ali
N.S Jute
Polash Bari Agency
Sunny Jute Traders
Takerhat Purchase Center
Total

358,000	358,000
518,281	518,281
25,000	25,000
1,077,928	1,077,928
1,100,720	1,100,720
566,411	566,411
3,700,600	3,700,600
2,449,058	2,449,058
197,300	197,300
485,940	485,940
289,000	289,000
26,000	26,000
402,500	402,500
271,095	271,095
369,303	369,303
550,702	550,702
12,387,838	12,387,838



	Amount in Taka	
	June 30,2022	June 30,2021
9. Account Receivables:		
Alijan Jute Mills Ltd.	40,532,736	26,701,084
Sonali Aansh Trading (Pvt) Ltd. - Grameen	2,318,455	2,318,455
Jutex Bangladesh	600	600
Total	42,851,791	29,020,139
10. Advance Income Tax:		
Opening balance	106,813,502	98,115,054
Add: Income tax deducted at source during the year	6,853,027	8,698,448
Closing balance	113,666,529	106,813,502
11. Cash and Cash Equivalents:		
Cash in Hand (Note-11.1)	61,830	226,472
Cash at Bank (Note-11.2)	7,554,241	17,459,864
Total	7,616,071	17,686,336
11.1 Cash in Hand:		
Head Office	23,997	18,421
Factory Office	37,833	208,051
Total	61,830	226,472
Cash in hand balance on 30 June 2021 was certified by the management.		
11.2 Cash at banks:		
Sonali Bank Ltd., Foreign Exchange Branch, A/C # 160836000082 (STD-8)	14,553	13,216
Sonali Bank Ltd., Foreign Exchange Branch, A/C # M.E. Export	796,075	796,075
Pubali Bank Ltd., Stadium Branch A/C # CA-2122-3	477,060	1,905,640
Pubali Bank Ltd., Stadium Branch A/C # CA-4023-6	835,973	1,259,400
Premier Bank Ltd. Gouripur A/c. No. 13100000001	140,867	-
NCC Bank Ltd., Gauripur Branch A/C # 210008580	578,973	649,572
Sonali Bank Ltd., Daudkandi Branch A/C # 001018641	87,686	87,686
Sonali Bank Ltd., Foreign Exchange Branch, A/C # FCRQ-7	2,084,832	3,340,631
Sonali Bank Ltd., Foreign Exchange Branch, A/C # 160833007064 (S-78)	1,437,771	6,385,115
Sonali Bank Accounts No. 1608902003531 (Sundry Deposit)	1,089,922	3,012,266
Islami Bank Bangladesh Ltd., # AWCA-11726	3,680	3,413
Dutch Bangla Bank Ltd., C/A No. 101 110 0051957	2,000	2,000
Prime Bank Ltd., A/C # CA-2104111031573	4,850	4,850
Total	7,554,241	17,459,864

NB. A/c FCRQ-7 USD22,661.22 @TK. 92.00 = BDTK.20,84,832.00.



Notes	Particulars	Amount in Taka	
		30-Jun-22	30-Jun-21
12.	Share Capital: Tk. 27,120,000		
	(a) Authorized Capital		
	10,000,000 Ordinary Shares of Taka 10 each	100,000,000	100,000,000
	(b) Issued, Subscribed, Called-up and Paid-up Capital		
	2,712,000 Ordinary Shares of Taka 10 each	27,120,000	27,120,000

12.1 **Composition of the Shareholders:**

Shareholdings	2021-2022		2020-2021	
	Shares	Percentage	Shares	Percentage
Directors & Sponsor Shareholders	1,377,340	50.79	1,377,340	50.79
Institute	152,640	5.63	152,640	5.63
Public Shareholders	1,182,020	43.58	1,182,020	43.58
Total	2,712,000	100	2,712,000	100

Paidup Capital :

	No of Shares	Amount
As on 30th June 2010	226,000 Nos of Ordinary Shares of Tk 10	22,600,000
20% Stock Bonus declared in the AGM 2010 @100 each	45,200 Shares	4,520,000
	271,200	27,120,000

As per BSEC rules an EGM held Nov. 2011 shares face value converted to @10/= per share.(2,71,200x10)

2,712,000 Nos of Ordinary Shares of Tk 10/= 27,120,000

12.2 The Percentage of Shareholdings by different Categories of Shareholders are as follows:

Range of Share Holding	2021-2022		2020-2021	
	No. of Holders	Total Holdings %	No. of Holders	Total Holdings %
Less than 500 Shares	2,519	83.77	2,449	83.16
500 to 5,000 Shares	456	15.16	463	15.72
5001 to 10,000 Shares	14	0.47	16	0.54
10,001 to 20,000 Shares	11	0.37	10	0.34
20,001 to 30,000 Shares	-	-	-	-
30,001 to 40,000 Shares	-	-	-	-
40,000 to 50,000 Shares	-	-	-	-
50,001 to 100,000 Shares	1	0.03	1	0.03
100,001 to 1,000,000 Shares	6	0.20	6	0.20
Total	3,007	100	2,945	100

12.3 **Shareholding of Directors, Sponsors & Institution:**

Name	Status	No. of Shares Held	Holding %
Mrs. Shamsun Naher	Chairman, Sponsor	171,056	6.31%
Mr. Mohammed Mahbubur Rahman Patwari	Managing Director	346,128	12.76%
Mrs. Mohsina Patwari	Director	170,064	6.27%
Mr. Jafar Ahmed Patwari	Director	477,428	17.60%
Mrs. Nabiha Patwari	Director	185,064	6.82%
Mr. Mohammad Shamsul Huda Patwari	Sponsor Shareholder	-	0.00%
Mr. Mohammad Faizullah	Sponsor Shareholder	3,000	0.11%
Mr. Mohammad Abul Basher Patwari	Sponsor Shareholder	24,600	0.91%
Sonal Aansh Trading (Pvt.) Ltd.	Placement Shareholder	152,640	5.63%
Total		1,529,980	56.42%

13. Revaluation Reserve:

It represents revaluation surplus of Land, Building, Plant & Machinery etc. of the company as per revaluation report of Eastland Surveyors vide. letter no. ES/VAL- 101/2007 dated 06 March 2007. The details are as under:

Particulars	Value of Assets after Revaluation	Value of Assets before Revaluation	Revaluation Surplus as at 30 June 2022	Revaluation Surplus as at 30 June 2021
Land and Land Development	40,350,000	8,134,606	32,215,394	32,215,394
Assorting Shed	5,587,200	12,742	5,574,458	5,574,458
Building (Gas Generator)	1,680,250	265,169	1,415,081	1,415,081
Electric Sub-Station/ Cable Equipment	38,489,100	228,675	38,260,425	38,260,425
Electric Sub-Station	1,599,000	213,216	1,385,784	1,385,784
Factory Building & Finished Goods Godown	50,311,800	5,052,882	45,258,918	45,258,918
Factory Building & Canteen Medical etc.	8,325,300	1,195,499	7,129,801	7,129,801
Junior Officer Quarter	2,080,750	60,483	2,020,267	2,020,267
Jute Godown	23,205,000	1,439,628	21,765,372	21,765,372
Labour Quarter	11,503,100	630,826	10,872,274	10,872,274
Other Construction	2,901,200	357,043	2,544,157	2,544,157
Office Building (2)/ Security Office	8,285,550	358,077	7,927,473	7,927,473
Office Quarter	4,331,250	359,707	3,971,543	3,971,543
Plant & Machinery/ Workshop Equipment	276,994,752	28,419,132	248,575,620	248,575,620
Senior Officer Quarter	7,030,800	143,260	6,887,540	6,887,540
Staff Quarter	3,930,187	127,301	3,802,886	3,802,886
Tubewell & Pump	5,626,025	50,896	5,575,129	5,575,129
Workshop, Stores & Bldg.	2,887,500	341,597	2,545,903	2,545,903
Electric Installation (Generator)	16,066,662	655,484	15,411,178	15,411,178
Quarter/ Kitchen Room	1,738,100	696,888	1,041,212	1,041,212
Shoe Sole Building (Factory)	37,308,100	774,853	36,533,247	36,533,247
Sole Workshop/ Guest Pump House/ Packing Room	3,766,850	1,168,472	2,598,378	2,598,378
Sundry Assets/ Diesel/ JBO Tank/ Fork Lift	1,337,875	338,944	998,931	998,931
Total	555,336,351	51,025,380	504,310,971	504,310,971



		Amount in Taka	
		30-Jun-22	30-Jun-21
14.	Bank loan:		
	Sonali Bank Ltd. Block Loan (HY) 160896000011(New)	433,227,232	418,765,847
	Total	433,227,232	418,765,847

Security: Covered by mortgage of land and building, plant and machinery, equipments of the Company as registered mortgage in favour of Sonali Bank Limited, Foreign Exchange Corporate Branch, Motijheel, Dhaka.

Rate of Interest: 9% per Annum.

Repayment term: Repayable within 8 (eight) years started from November 2016.

15.	Deferred Tax Liability:		
	Opening balance	2,971,678	3,318,527
	Add: Deferred Tax Expense/(Income) for the year	(819,315)	(346,849)
	Closing balance	2,152,363	2,971,678

Calculation of Deferred Tax :

A. Temporary Difference:

Written down value as per accounting base	85,829,206	85,111,428
Written down value as per tax base	50,287,760	42,149,794
Taxable temporary difference	35,541,446	42,961,634
Deductible temporary difference(Gratuity)	(14,017,821)	(13,244,856)
Net Taxable temporary difference	21,523,625	29,716,778
Income Tax Rate	10%	10%
Deferred Tax Liabilities at the end of the year	2,152,363	2,971,678

16.	Trade and Other Payables:		
	Trade Payable-Raw Jute (Note-16.1)	35,103,680	27,259,625
	Trade Payable-Goods Suppliers (Note-16.2)	22,430,051	16,245,014
	Advance from Customers-Foreign (Note-16.3)	81,934,060	82,094,693
	Trade Payable-Local (Note-16.4)	10,837,848	10,837,848
	Other Payable (Note-16.5)	3,521,102	3,738,280
	Total	153,826,741	140,175,460

16.1	Trade Payable-Raw Jute:		
	Abdur Rouf Miah	297,736	297,736
	Akota Traders	2,584,836	2,584,836
	Comilla Jute Traders	830,635	830,635
	M. A. Hannan Sikder	5,025,321	5,025,321
	Roman Miah	1,653,946	1,653,946
	Alijan Jute Mills Ltd.	703,665	-
	Sonali Aansh Trading (Pvt.) Ltd. Raw Jute	24,007,541	16,867,151
	Total	35,103,680	27,259,625

16.2	Trade Payable-Goods Suppliers:		
	Abaron Printers	52,119	52,119
	Al- Amin Packaging Industries	48,942	48,942
	Ananna Enterprise	21,200	10,750
	Accurate Enterprise	-	770
	Adif Leather	1,100,773	1,028,446
	Arif Enterprise	594,713	624,713
	AMAS Industries Ltd.	623,763	623,763
	Aziz Engineering Works	243,194	273,194
	Asif Motors	28,400	28,400
	Baly Trade Link	-	53,760
	Baly Integrated Solution Ltd.	142,618	-
	Basic Packaging Industries	491	491
	Baly Plastic Industries Ltd.	412,137	446,137
	C. B. Trading House	8,584	24
	Century Electric Store	2,220	2,220
	Chandpur Plastic Industries	108,546	108,546
	Computerised Embroidery International Ltd.	3,545	3,545
	Dhrubo Traders	38,756	38,756
	Dynamic Sewing Machinaries	656,354	-
	Gazi Tanks	98,125	148,125

	Amount in Taka	
	30-Jun-22	30-Jun-21
Greebond International	2,521,467	181,643
H.P. Traders	11,410	11,410
Hafeez Packaging	30,000	30,000
Harun Chemicals Industries	832	832
Hera Electric Stores	41,400	61,400
Hossain Brothers	4,750	4,750
Howlader Enterprise	49,160	54,160
Hossain Enterprise	35,350	45,350
J.R. Fashion	4,872	4,872
J.S. Enterprise	39,100	43,100
Johura Enterprise	1,000	6,000
Kajal Enterprise	330,090	7,390
Kajal Machineries Store	39,156	46,156
Kamal Enterprise	20,000	20,000
Kamal Store	6,038	7,038
Kanaipur Bobbin Factory	67,625	87,625
Kazi Bobbin Factory	78,410	93,410
Lasania Trade International	8,280	8,280
Liberral Trade Link	60,000	60,000
Lotus Engineering Industries Ltd.	312,910	387,910
M.K. Engineering Works	91,541	100,541
Manik Traders	167,534	180,534
Metalica Crafts	149,773	149,773
MI Das Enterprise	27,730	27,730
Mohiuddin Ahmed	228,126	228,126
Madina Enterprise	246,250	266,250
Modern Trade Center	67,650	67,650
Monno Jute Industries Ltd.	113,760	113,760
Monno Jute Stafflers Ltd.	409,594	459,594
Monoar Leather Company	62,144	-
Mowa Enterprise	502,179	547,179
MPO Lubricants Ltd.	57,450	57,450
Mukfi Electric House	4,200	4,200
Nadim Enterprise	366,720	396,720
Navana Industries Ltd.	658,617	708,617
Nayem Traders	648,329	703,329
Nazrul Enterprise	265,908	305,908
New Naksha Enterprise	92,814	145,641
Nazrul Leather & Co.	219,813	219,813
Nixon Box Industries Ltd.	24,395	24,395
Nur Jahan Bobbing Factory	33,450	37,450
New Shah Amanat Syidicat	200,000	200,000
ORK	650	650
Padma Machineries Store	43,923	43,923
Paper Cone Industries	19,501	19,501
Perfect Engineering	484,600	564,600
Piyaro Dice Engineering Works	550	550
Poly Trade International	20,850	20,850
Pride Traders	1,330,347	1,380,347
Quality Screen Print	102,771	102,771
REO International	1,119	1,119
R. Rahman Enterprise	783,370	783,370
Rezia Traders	1,000	1,000
Riyaj Enterprise	297,218	337,218
Root Leather	2,224,371	1,915,299
Salauddin Poly Centre	231,811	296,811
Step Shoe Last & Accessories Co. Ltd.	274,100	-
Sharif Enterprise	91,480	91,480
S.K. Packaging	10,071	33,071
Salam Plastic Industries	23,000	23,000
Safata Mill & Mfg. Store	367,214	402,214
Shamim Enterprise	239,881	239,881
Sheens International(Pvt.) Ltd.	34,144	34,144



Sharah Fashion
Sonali Cotton Tape Ind.
S. R. Enterprise
Swan Enterprise
Tanvir Printing & Packaging
Younus Traders
United Trade Centre
Total

Amount in Taka	
30-Jun-22	30-Jun-21
346,039	111,189
40,318	-
10,000	10,000
3,000	3,000
104,439	104,439
2,744,077	-
115,900	125,900
22,430,051	16,245,014

16.3 Advance from Customers-Foreign:

Art Crafts International
Balaji Enterprise
Banco
B.A.V Shoes SPL
Bros P Christodoulidi Avee
B.S.B. Anonimos
Carlton Shoes Ltd.
Casselini Co. Ltd.
Cepewa Gmbh
China Tex Raw Mat. Int. Trading Corp.
Copenhagen Shoes APF
Deux Mills
Dstrezzed B.V.
EL Canto Co. Ltd.
EL Corte Ingles SA
FEBOS SRL
Gabefar Chille SPA
Gax SA
GN Commercial Co.
IGT Co. Ltd.
IJH A/s.
Ipekyol Giyim San. Paz.Ve TIC A.S
ISEC Inc.
Italian Converter SRL
Jules SAS
Jute Borg
Krishna International Ltd.
Lamarec International Ltd.
Love You All Ltd.
Makka Jute Trading Ltd.
Marcus B Pvt. Ltd.
Marubeni Corporation
Mayoral Moda Infantil
Mexim S. A
Mother of Pearl & Sons Trading Pty Ltd.
Mimoza General Trade
Minelli SAS
Monoprix Exploitation
Maks Inc. Group
My Jewellery
Nalive Distribuicao Calcado
Navima Calzados
Navin International
Naysa Confection
Ozlu Ayakkabi Sanayi
Pacific Brads Holdings
Pashupati Enterprise
PWT Brands
Ramsaran & Sons.
Rand Freres
Res Ipsa Ventures LLC
Retil Distribution Concepts
R Harilal and Co.

45,306	45,306
-	2,574,516
8,716	8,716
386,646	386,646
1,837,457	1,837,457
37,800	37,800
44,345	44,345
37,547	37,547
10,510	10,510
3,282,691	3,282,691
806,561	806,561
158,145	158,145
125,154	125,154
20,200	20,200
-	3,418,228
4,057,724	3,568,886
41,062	41,062
41,864	41,864
1,295,966	-
3,886,630	3,886,630
62,313	62,313
67,491	67,491
1,738,021	-
84,559	-
1,338,742	58,792
247,336	247,336
20,004	20,004
1,215,954	1,215,954
6,399	6,399
7,799,710	7,799,710
66,149	1,008,469
4,215,983	-
6,317,185	6,317,185
4,786,733	2,007,778
2,078,660	2,078,660
3,591,505	3,591,505
5,705	5,705
34,862	34,862
58,452	58,452
109,727	109,727
1,898,700	1,898,700
458,041	458,041
1,417,823	2,616,950
394,286	394,286
253,563	253,563
452,650	452,650
9,951	9,951
107,276	107,276
2,721,648	2,721,648
3,026,443	3,026,443
211,512	211,512
916,698	932,735
1,688,243	1,688,243



Amount in Taka		
30-Jun-22	30-Jun-21	
Romy Enterprise	563,848	6,256,952
Rose Bud Ltd.	5,155	5,155
R.S.S General Trading LLC	268,501	268,501
Royer India Pvt. Ltd.	465,626	465,626
Royer Licences	90,313	90,313
Saller David Eric	5,460	5,460
SARL Faral	783,127	622,316
S.A.S. Tusitala	300,525	300,525
Societi Euroka	81,245	81,245
Shinko Seno Co. Ltd.	3,859	3,859
Sonerri International General Trading L.L.C	3,908,962	3,908,962
STE Tauzin Pere	1,114,623	308,227
Strategia SRL	83,796	83,796
Star Pointer Ltd.	3,850,000	3,850,000
Sustraiak Espartinak SL.	5,492	5,492
Tennis S.A	22,262	22,262
The Seeker Shoes	637,056	637,056
Tianhe QU Dongguan	960,546	960,546
The Cotton Group	34,786	34,786
Tok I Tok SL	455,251	455,251
Toronto Tokyo Connecting Inc.	170,589	-
Trado Ltd.	379,230	379,230
Throne Tekstil Sanayi Lth	4	4
Trepas SA DE	423,190	423,190
Vanyor SA	3,131,335	3,131,335
Yargici Konf-Ihr-Ve	662,631	-
Total	81,934,060	82,094,693

Amount in Taka		
30-Jun-22	30-Jun-21	
1,890,000	1,890,000	
450,000	450,000	
3,960,000	3,960,000	
386,085	386,085	
40,000	40,000	
29,125	29,125	
852,000	852,000	
105,400	105,400	
700,000	700,000	
1,172,055	1,172,055	
100,000	100,000	
300,000	300,000	
740,187	740,187	
2,000	2,000	
700	700	
96,216	96,216	
2,480	2,480	
11,600	11,600	
Total	10,837,848	10,837,848

16.4 Trade Payable-Local:

Amir Hossain & Sons	1,890,000	1,890,000
Abdul Palwan Sons (Imamgonj)	450,000	450,000
Abdus Samad & Sons	3,960,000	3,960,000
ACS Textile BD Ltd.	386,085	386,085
Ayubpur Textile Mills Ltd.	40,000	40,000
Bangladesh Denim Expo	29,125	29,125
Bengal Shoe Industries Ltd.	852,000	852,000
Ettehad	105,400	105,400
Fiber N Fiber	700,000	700,000
Fortuna Shoe Ltd.	1,172,055	1,172,055
Four Dimensions	100,000	100,000
Greebond International	300,000	300,000
Ismail Enterprise	740,187	740,187
Jute Machine Trade Co. Ltd.	2,000	2,000
Mondo Trading BV	700	700
Noman Terry Towel Mills Ltd.	96,216	96,216
Rajendra Man Sherestha	2,480	2,480
Rumi Jute Fashion	11,600	11,600
Total	10,837,848	10,837,848

2,442	2,442
4,000	4,000
77,000	77,000
10,012	10,012
1,726	10,993
280,000	-
2,274	5,271
55,724	55,724
40,000	40,000
59,150	109,150
1,730	-
260	260

16.5 Other Payable:

Abul Hashem Bhuiyan	2,442	2,442
Abul Khair	4,000	4,000
Al-Amin Degital Scale	77,000	77,000
Arafat Hossain, Wages Clerk	10,012	10,012
Amir Hossain, Land Officer	1,726	10,993
Bhai Bhai Engineering Workshop	280,000	-
DHL Worldwide Express	2,274	5,271
Eloa Advertising	55,724	55,724
Export Promotion Breau	40,000	40,000
Future Cars Solution	59,150	109,150
Galam Hossain, Carpanter	1,730	-
Hazi Abdul Mannan	260	260

2,442	2,442
4,000	4,000
77,000	77,000
10,012	10,012
1,726	10,993
280,000	-
2,274	5,271
55,724	55,724
40,000	40,000
59,150	109,150
1,730	-
260	260



	Amount in Taka	
	30-Jun-22	30-Jun-21
Jahura Akther, Hand Sewing	6,080	6,080
Joyeta Trade Corporation	-	249,735
Kamrul Faridganj, Hand Sewing	330,840	330,840
LFMEAB INSPIRED	880,360	880,360
Mamun Miah Card No. 13853	1,000	1,000
Manik Mollah, Driver	22,800	-
Milton Driver	5,000	5,000
Mizanur Rahman, Manager SABS	-	215,108
Mobil Jamuna	55,805	55,805
Mosharraf Hossain, A. W. O.	44,228	44,228
Motiur Rahman, Card No. 12927	1,000	1,000
Mukter Automobile & Workshop	18,000	18,000
Mukul Miah, Alamin Loom	4,694	4,694
M/s. Sedak Multi Trades	-	22,153
Nazmul Haque - Architect	6,500	6,500
Nisaf International	-	209,632
Nur Ahmed Store Purchase	16,032	16,032
Nur Mohammad, Jute Assortment	1,556	1,556
Nurul Islam, Security Officer	1,903	1,903
Omar Ali, Mistori	31,000	-
Pubali Trade and Transport	-	52,200
Rafiqul Islam, System Engineer	-	21,086
Rajshahi Nokshi Ghar	3,520	3,520
Raton Brothers	10,000	10,000
Salim Patwari, Store Officer	654,000	654,000
Satata Glass House	319,574	-
Shahriar Mahmood	7,517	7,517
S. M. Keramot Ali, Cont.	31,210	31,210
Shamsun Nahar Patwari (Director)	230,000	230,000
Shamsun Nahar, Sewing Const	46,000	46,000
Shamsunaher, O. A.	4,000	4,000
Shilpi Automobiles	2,000	2,000
Sushanta Acharjee	3,222	3,222
Syed Timber Saw Mill	41,225	41,225
TNT Courier Service	107,970	98,074
U. S. A. Auto Service Center	62,757	112,757
Ziaur Rahman, Asstt. Admin Officer	5,000	5,000
Younus Parvez, Security Jamader	31,991	31,991
Total	3,521,102	3,738,280

17 **Bank Overdraft:**

Sonali Bank Ltd., Cash Credit A/C # 10 (HYP) - 1492
 Sonali Bank Ltd., Preshipment Credit A/C # 146
 Sonali Bank Ltd., Advance against Subsidy (TOD)
 Sonali Bank Ltd., (REF-Loan)-1608960000004
 Sonali Bank, IFDBC Account (Foreign LC)
 Sonali Bank, IFDBC Account (Local LC)
Total

183,286,905	180,751,294
16,485,934	7,510,311
(3,276,734)	(321,644)
30,840,500	30,448,669
9,129,418	65,524,726
3,623,778	2,775,763
240,089,801	286,689,119

Security: Covered by mortgage of land and building, plant and machinery, equipments as registered

mortgage in favour of Sonali Bank Limited, Foreign Exchange Corporate Branch, Motijheel, Dhaka.

Rate of Interest: 11% per Annum.

Repayment term: Repayable by 31st August 2018 for further renewal of loan.

18 **Short Term Loan:**

NIP International
 Mr. Nurul Islam Patwari
 NIP Chemical & Pharmaceuticals Ltd.
 Veloxo Trading Ltd.
Total

187,086,921	187,086,921
24,146,045	24,146,045
37,384,560	33,794,560
16,525,359	12,397,909
265,142,885	257,425,435



		Amount in Taka	
		30-Jun-22	30-Jun-21
19	Unpaid Dividend:		
	Opening balance	4,971,198	5,031,164
	Add: Dividend for the year 2020-21	2,712,000	2,712,000
		7,683,198	7,743,164
	Less: Paid during the year	2,082,614	2,771,966
	Closing balance	5,600,584	4,971,198
19.1	Unpaid Dividend:		
	Unpaid Dividend Payable to Sponsor Shareholders	2,125,256	1,947,358
	Unpaid Dividend Payable to General Shareholders	3,475,328	3,023,840
	Total	5,600,584	4,971,198
20.	Liabilities for Expenses:		
	Salary and Wages	33,054,869	18,325,713
	Director Remuneration	2,758,070	2,088,070
	Electric Bill	2,930,080	2,292,259
	Gas Bill	2,371,117	1,623,460
	Audit Fees	207,649	227,649
	Rista Trade Enterprise	498,955	498,955
	Ramisa Auto Mobiles	11,000	11,000
	Income Tax Payable (Dividend)	120,287	120,287
	Others	10,496,964	8,912,048
	Total	52,449,011	34,099,441
21	Provision for Employees Benefit:		
	Provident Fund (Note-21.1)	8,662,853	8,639,484
	Gratuity Fund (Note-21.2)	14,017,821	13,244,856
	Worker's Profit Participation & Welfare Fund (Note-21.3)	7,097,994	6,552,498
	Total	29,778,668	28,436,838
21.1	Provident Fund:		
	Opening balance	8,639,484	8,614,105
	Add: Members & Company's contributions during the year	23,369	25,379
	Less: Final Payment to Workers	-	-
	Closing balance	8,662,853	8,639,484
21.2	Gratuity Fund:		
	Opening balance	13,244,856	12,420,279
	Add : Provision made for the year	1,160,416	1,160,416
		14,405,272	13,580,695
	Less : Amount paid during the year	387,451	335,839
	Closing balance	14,017,821	13,244,856
21.3	Worker's Profit Participation & Welfare Fund:		
	For 2005-06	713,033	713,033
	For 2006-07	381,400	381,400
	For 2007-08	590,192	590,192
	For 2008-09	667,967	667,967
	For 2010-11	891,579	891,579
	For 2011-12	819,773	819,773
	For 2012-13	426,763	426,763
	For 2013-14	96,377	96,377
	For 2014-15	146,395	146,395
	For 2015-16	233,398	233,398
	For 2016-17	247,950	247,950
	For 2017-18	872,802	872,802
	For 2018-19	140,993	140,993
	For 2019-20	173,194	173,194
	For 2020-21	150,682	150,682
	For 2021-22	545,496	-
	Total	7,097,994	6,552,498



22. Provision for Income Tax:

2005-2006
2006-2007
2007-2008
2008-2009
2009-2010
2010-2011
2011-2012
2012-2013
2014-2015
2015-2016
2016-2017
2017-2018
2018-2019
2019-2020
2020-2021
2021-2022

Total

Amount in Taka	
30-Jun-22	30-Jun-21
2,353,864	2,353,864
1,198,136	1,198,136
1,859,107	1,859,107
2,104,097	2,104,097
1,527,769	1,527,769
2,808,473	2,808,473
2,582,284	2,582,284
1,344,305	1,344,305
439,186	439,186
700,196	700,196
495,900	495,900
5,208,957	5,208,957
281,986	281,986
346,388	346,388
301,363	301,363
1,090,992	-
24,643,003	23,552,011



		Amount in Taka	
		30-Jun-22	30-Jun-21
23.	Sales:		
	Sales (Foreign) (Note-23.1)	599,752,588	506,449,143
	Total	599,752,588	506,449,143

		Avg. Rate/M. Ton	M.Ton	Amount	Amount
23.1	Sales (Foreign):				
	Yarn & Loom	116.712	2,982.52	348,095,921	300,100,142
	Diversified Product	333.829	723.55	251,656,667	206,349,001
	Total		3,706.07	599,752,588	506,449,143

		Yarn & Loom	Diversified	M. Ton	M. Ton
23.2	Sales quantity:				
	Particulars				
	Work-in-process (Opening)	139.27	141.00	280.27	404.45
	Add: Raw jute input	1,212.47	599.21	1,811.68	2,737.30
	Add: Other materials	32.47	48.70	81.17	250.25
	Less: Process loss	32.47	48.70	81.17	45.75
	Less: Work-in-process (Closing)	86.48	56.00	142.48	280.27
	Production during the year	1,265.26	684.21	1,949.47	3,065.98
	Add: Finished goods (Opening)	4,037.51	2,041.47	6,078.98	6,573.91
	Goods available for sale	5,302.77	2,725.68	8,028.45	9,639.89
	Less: Finished goods (Closing)	2,320.25	2,002.13	4,322.38	6,078.98
	Sales during the year	2,982.52	723.55	3,706.07	3,560.91

		2021-2022		2020-2021	
		USD(\$)	Euro	USD(\$)	Euro
23.3	Sales in Foreign Currency:				
	Yarn	4,083,236	-	3,564,120	-
	Diversified Product	2,951,984	-	2,446,882	-
	Total	7,035,220	-	6,011,002	-

		Yarn & Loom	Diversified product	30/Jun/22	30/Jun/21
24.	Cost of Goods Sold:				
	Raw Materials Consumed (Note-24.1)	65,358,007	187,331,523	252,689,530	276,117,893
	Direct Wages	62,051,237	46,085,420	108,136,657	87,921,853
	Gratuity (Worker)	260,000	68,000	328,000	311,000
	Power & Fuel (Note-24.2)	9,225,602	8,081,579	17,307,181	16,828,871
	Other Factory Overhead (Note-24.3)	21,264,996	13,557,373	34,822,369	29,009,594
	Depreciation	3,164,537	4,956,575	8,121,112	8,669,308
		161,324,379	260,080,470	421,404,849	418,858,519
	Opening Stock of Work-in-Process	11,291,308	48,457,380	59,748,688	81,567,274
		172,615,687	308,537,850	481,153,537	500,425,793
	Closing Stock of Work-in-Process	(10,022,588)	(21,796,420)	(31,819,008)	(59,748,688)
		162,593,099	286,741,430	449,334,529	440,677,105
	Opening Stock of Finished Goods	189,623,278	287,149,008	476,772,286	508,384,014
		352,216,377	573,890,438	926,106,815	949,061,119
	Closing Stock of Finished Goods	(43,304,753)	(319,069,399)	(362,374,152)	(476,772,286)
	Total	308,911,624	254,821,039	563,732,665	472,288,833

		Yarn & Loom	Diversified Product	Amount in Taka	
				30-Jun-22	30-Jun-21
24.1	Raw Materials Consumed:				
	Opening stock of raw jute	9,037,476	76,378,142	85,415,618	64,756,862
	Purchased during the year	75,784,439	17,456,624	93,241,063	202,014,697
	Raw jute available for use	84,821,915	93,834,766	178,656,681	266,771,559
	Closing stock of raw jute	(26,233,580)	(17,489,052)	(43,722,632)	(85,415,618)
	Raw jute consumed	58,588,335	76,345,714	134,934,049	181,355,941
	Other direct materials (Note- 24.1.1)	6,769,672	110,985,809	117,755,481	94,761,952
	Total	65,358,007	187,331,523	252,689,530	276,117,893

Item-wise quantity and value of raw jute stock:

Particulars	Unit	Quantity		
Closing stock as on 30 June 2021	M. Ton	1,340.47		
Closing stock as on 30 June 2022	M. Ton	571.00	43,722,632	85,415,618
Raw Jute Consumption	M. Ton	1,860.45	134,934,049	181,355,941



Amount in Taka	
30-Jun-22	30-Jun-21

24.1.1 Other Direct Materials:

J.B.O.
Wet, Helmol
Leather Goods
Polythene
Rubber
Wooden Conical Spool
Chemicals
Others Direct Materials
Total

Yarn & Loom	Diversified Product		
2,869,562	-	2,869,562	5,280,608
-	-	-	-
-	49,151,888	49,151,888	38,736,243
2,928,223	-	2,928,223	4,622,898
-	16,810,688	16,810,688	10,975,260
971,887	-	971,887	1,360,322
-	39,065,404	39,065,404	17,216,108
-	5,957,829	5,957,829	16,570,513
6,769,672	110,985,809	117,755,481	94,761,952

24.2 Power & Fuel:

Power Electricity
Gas Generator
Fuel & Gas (Vehicles)
Total

Yarn & Loom	Diversified Product	30-Jun-22	30-Jun-21
3,630,350	3,013,945	6,644,295	3,645,495
4,721,563	4,392,674	9,114,237	11,843,291
873,689	674,960	1,548,649	1,340,085
9,225,602	8,081,579	17,307,181	16,828,871

24.3 Other Factory Overhead:

Salary & Allowances
Gratuity
Repairs & Maintenance
Insurance Premium (Fire & Group)
Stationery
Welfare Expenses
Travelling & Conveyance
Postage & Telephone
Entertainment Expenses
Miscellaneous Expenses
Total

Yarn & Loom	Diversified product		
15,416,277	7,568,499	22,984,776	20,718,061
300,480	323,736	624,216	641,216
3,183,034	3,455,412	6,638,446	4,168,711
928,777	927,256	1,856,033	641,869
67,829	60,562	128,391	87,942
197,615	176,444	374,059	775,165
131,504	117,416	248,920	264,466
-	-	-	8,068
403,773	360,515	764,288	1,668,096
635,707	567,533	1,203,240	36,000
21,264,996	13,557,373	34,822,369	29,009,594

25 Administrative Expenses:

Wages General
Salary & Allowances
Gratuity
Directors Remuneration
Repairs & Maintenance (General)
Repairs & Maintenance (Vehicles)
Stationery
Depreciation
Insurance Premium (Fire)
Gas General
Fuel of Vehicles
Electricity Head Office & General
Rent(Office), Rates & Taxes
Travelling & Conveyance
Postage, Telegram and Telephone
Entertainment
Subscription
Audit Fees
Fees & Professional Charges
Advertisement & Publicity
Donation
Training Allowance
AGM Expenses
Misc. Expenses
Total

Yarn & Loom	Diversified product	Amount in Taka	
		30-Jun-22	30-Jun-21
-	-	-	419,378
3,540,718	2,896,951	6,437,669	4,485,375
60,786	49,734	110,520	134,940
3,054,332	2,499,000	5,553,332	5,453,332
258,236	211,284	469,520	928,424
63,945	52,320	116,265	83,219
85,870	70,258	156,128	217,903
351,615	550,731	902,346	963,256
29,255	23,936	53,191	77,157
-	-	-	7,820
88,693	72,567	161,260	59,269
105,928	86,669	192,597	331,195
464,622	380,145	844,767	1,289,096
53,550	43,810	97,360	116,253
88,030	72,025	160,055	287,743
278,067	227,510	505,577	591,273
167,756	137,256	305,012	482,032
127,875	104,625	232,500	230,000
1,202,597	1,469,840	2,672,437	2,497,784
130,330	106,636	236,966	97,800
137,500	112,500	250,000	300,000
-	-	-	6,000
48,490	39,670	88,160	75,922
160,325	131,175	291,500	48,000
10,498,520	9,338,642	19,837,162	19,183,171



		Amount in Taka	
		30-Jun-22	30-Jun-21
26	Marketing and Selling Expenses:		
		Yarn & Loom	Diversified product
	Salary & Allowances	2,012,770	1,730,519
	Gratuity	40,720	56,960
	Stationery	140,514	93,676
	Insurance (Marine)	-	-
	Air Freight	-	2,994,701
	Ocean Freight	-	2,295,512
	Finished Goods Testing Fee/Survey Fee	243,379	297,464
	Handling, Carrying, C & F Charges	2,981,435	3,643,977
	Travelling & Conveyance	87,623	58,416
	Postage & Telephone	132,045	108,038
	Entertainment	417,100	341,266
	Foreign Tour	3,400,857	2,267,240
	Export Promotion Expenses	1,241,650	827,869
	Bank Charges and Commission	1,055,825	1,583,735
	Total	11,753,918	16,299,373
		3,743,289	3,402,577
		97,680	73,260
		234,190	210,461
		-	24,823
		2,994,701	2,012,550
		2,295,512	821,467
		540,843	2,144,576
		6,625,412	9,620,725
		146,039	93,732
		240,083	242,440
		758,366	602,820
		5,668,097	397,089
		2,069,519	287,707
		2,639,560	870,049
		28,053,291	20,804,276
27	Other Income (Subsidy):		
	Yarn & Loom	24,274,732	21,007,010
	Diversified Product	50,423,365	41,269,800
	Total	74,698,097	62,276,810
28.	Financial Expenses:		
		Yarn & Loom	Diversified product
	Sonali Bank, FEB, Corp. Br. Ref. Loan A/c.	1,282,134	854,756
	Sonali Bank, FEB, Corp. Br. WCABI-10 (HYPO)	9,853,795	6,569,196
	Sonali Bank, FEB, Corp. Br. Preship. Credit-146	-	-
	Sonali Bank, Block Loan (Hypo)	-	-
	Sonali Bank, Block Loan (PI)	-	-
	Sonali Bank, FEB, CA-7064	-	-
	Sonali Bank, New Block Loan (Hypo)	19,387,430	12,924,955
	Premier Bank, Guoripur, Daudkandi	(793)	(528)
	Total Interest :	30,522,566	20,348,379
	Bank Charges	300,724	200,483
	Total	30,823,290	20,548,861
		2,136,890	1,790,671
		16,422,991	22,351,317
		-	325,357
		-	3,037,549
		-	1,454,775
		-	554,306
		32,312,385	22,777,797
		(1,321)	-
		50,870,945	52,291,772
		501,207	993,587
		51,372,151	53,285,359
29	Tax Expenses/(Income):		
	Current tax:		
	Income tax for the year	1,090,992	301,363
	Deferred tax expenses/(income)	(819,315)	(346,849)
	Total	271,677	(45,486)
30	Earnings Per Share (EPS):		
	(a) Earnings attributable to the ordinary shareholders	10,638,243	3,059,118
	(b) Number of ordinary shares outstanding during the year	2,712,000	2,712,000
	(c) Basic EPS (a/b)	3.92	1.13
31.	Net Asset Value (NAV) per Share:		
	Total Assets	1,828,309,726	1,809,061,072
	Less: Non-Current Liabilities	(435,379,595)	(421,737,525)
	Less: Current Liabilities	(773,029,843)	(775,349,502)
	Total net asset of the Company	619,900,288	611,974,045
	Number of ordinary shares outstanding during the year	2,712,000	2,712,000
	Net asset value (NAV) per share (a/b)	228.58	225.65



		Amount in Taka	
		30-Jun-22	30-Jun-21
32.	Net Operating Cash Flow per Share-NOCFPS:		
	Net Cash from Operating Activities	25,742,303	(34,884,351)
	Number of ordinary shares outstanding during the year	2,712,000	2,712,000
	Net Operating Cash Flow per Share-NOCFPS	9.49	(12.86)
33.	Cash Flows from Operating Activities under Indirect Method (Reconciliation):		
	Net Profit before Tax	10,909,920	3,013,632
	Depreciation	9,023,457	9,632,564
	Increase of Inventories	155,029,584	24,554,432
	(Increase)/Decrease of Trade and other Receivable	(109,849,243)	(27,337,483)
	(Increase)/Decrease of Account Receivables	(13,831,652)	-
	Increase of Security Deposits	(62,292)	(807,373)
	Increase/(Decrease) of LC Margin	(51,967,122)	(23,321,656)
	Increase/(Decrease) of Trade and Other Payables	13,651,281	(4,426,611)
	Increase of Liabilities for Expenses	18,349,570	(8,494,046)
	Increase of Provision for Employees Benefit	1,341,830	1,000,638
	Net Cash from/(used in) Operation	32,595,330	(26,185,903)
	Income Tax Paid	(6,853,027)	(8,698,448)
	Net Cash from/(used in) Operating Activities	25,742,303	(34,884,351)



34 Tax Assessment Status:

Accounting year	Provision for income tax	Tax demanded by income tax authority	Tax deduction at source	Tax paid	Total Tax as per the Company	Remarks
1992-1993	-	-	408,820	-	408,820	Assessment finalized
1993-1994	-	-	1,018,125	-	1,018,125	-Do-
1994-1995	-	-	893,315	-	893,315	-Do-
1995-1996	-	866,750	943,177	-	943,177	-Do-
1996-1997	-	-	76,802	-	76,802	-Do-
1998-1999	-	-	530	-	530	-Do-
1999-2000	-	-	13,682	-	13,682	-Do-
2001-2002	-	2,706,893	-	-	-	Appeal pending with High Court
2002-2003	-	4,846,532	-	2,000	2,000	-Do-
2003-2004	-	4,903,826	-	50,000	50,000	-Do-
2004-2005	-	9,866,931	-	375,000	375,000	-Do-
2005-2006	2,353,864	5,904,684	-	1,781,834	1,781,834	-Do-
2006-2007	1,198,136	10,965,937	1,087,561	5,258,320	6,345,881	-Do-
2007-2008	1,859,107	5,665,994	2,500,370	4,000,000	6,500,370	-Do-
2008-2009	2,104,097	17,920,159	4,944,129	8,500,000	13,444,129	-Do-
2009-2010	1,527,769	5,094,908	1,451,659	4,400,000	5,851,659	-Do-
2010-2011	2,808,473	6,778,512	2,929,217	7,500,000	10,429,217	-Do-
2011-2012	2,582,284	6,336,516	3,716,138	4,740,000	8,456,138	-Do-
2012-2013	1,344,305	8,524,363	5,879,727	1,254,195	7,133,922	-Do-
2013-2014	-	-	-	500,000	500,000	Assessment finalized
2014-2015	439,186	7,561,492	6,905,760	1,000,000	7,905,760	Assessment finalized
2015-2016	700,196	630,944	5,436,424	-	5,436,424	Assessment finalized
2016-2017	495,900	875,586	7,544,732	-	7,544,732	Assessment finalized
2017-2018	5,208,957	-	5,208,957	-	5,208,957	Assessment finalized
2018-2019	281,986	-	4,314,175	-	4,314,175	1st Appeal
2019-2020	346,388	-	3,480,405	-	3,480,405	1st Appeal
2020-2021	301,363	-	8,698,448	-	8,698,448	Assess. Pending
2021-2022	1,090,992	-	6,853,027	-	6,853,027	Assess. Pending
Total Taka	24,643,003	99,450,027	74,305,180	39,361,349	113,666,529	

35 Directors' Remuneration:

The following payments were made to the Directors during the year ended as on 30 June 2022.

Name	Designation	Taka	Remarks
Mr. Mohammed Mahbubur Rahman Patwari	Managing Director	2,666,666	Remuneration & Bonus
Mr. Jafar Ahmed Patwari	Director	2,666,666	Remuneration & Bonus
Mr. Mohammed Mohidul Islam Mahmud	Independent Director	220,000	Remuneration
		5,553,332	

36 Related party transactions:

During the year, the Company carried out a number of transactions with related parties in the normal course of business. Name of those related parties, nature of transactions and their closing balances have been shown as under:

Name of the party & Relationship	Nature of Transaction	Opening balance	Debit	Credit	Closing balance
✓ Alijan Jute Mills Ltd., Common Director	Loan paid	26,701,084	24,876,841	11,045,189	40,532,736
✓ Sonali Aansh Trading (Pvt.) Ltd. - Grameen, Common Director	Loan paid	2,318,455	-	-	2,318,455
✓ Sonali Aansh Trading (Pvt.) Ltd., Common Director	Business nature	(16,867,151)	84,154,353	91,294,743	(24,007,541)
Jutex Bangladesh Ltd., Common Director	Loan paid	600	-	-	600
✓ NIP Chemical & Pharmaceuticals Ltd.,	Loan received	(33,794,560)	30,600,000	34,190,000	(37,384,560)
✓ NIP International Director Concern	Loan received	(187,086,921)	-	-	(187,086,921)
Mr. Nurul Islam Patwari, Director (deceased)	Loan received	(24,146,045)	-	-	(24,146,045)
Blue Marine Resorts (Pvt.) Ltd., Common Director	Business nature	101,670	-	-	101,670
✓ Mrs. Shamsun Nahar Patwari, Chairman	Loan received	(230,000)	-	-	(230,000)

A J World Inc., USA, Son of Director	Business nature	5,710,231	-	4,567,732	1,142,499
Veloxo Trading Ltd., Common Director	Loan received	(12,397,909)	1,635,000	5,762,450	(16,525,359)

37 **Capacity Utilization:**

Major Products	Unit of Measure	Rated Capacity	Actual Production	Capacity Utilization (%)
Yarn & Loom	9,000	M.Tons	1,265.26	14.06%
Diversified Product	1,500	M.Tons	684.21	45.61%

Available production capacity could not be utilized due to shortage of skilled workers and also want of expected orders.

38 **Number of Employees:**

On the payroll of the Company, there were 86 officers, 1,985 staff & workers /technicians apart from many casual/ contract technicians /workers.

i)	2064	Staff/Officers, Employees drew yearly salary & allowances of Tk. 36,000 or more	<u>Taka</u> 35,325,570
ii)	-	Staff/ Officers/Technicians and many other casual workers drew yearly salary/wages & allowances less than Tk. 36,000	105,976,710
			<u>141,302,280</u>

39 **Contingent Liabilities:**

39.1 The Company has issued a corporate guarantee as per decision of the Board of Directors held on 08 June 2017 to Brac Bank Limited against the loan facility of Taka 250,000,000 only, allowed to Veloxo Trading Limited and the liability of Veloxo Trading Limited will be treated as liability of Sonali Aansh Industries Limited and is jointly and severally liable and responsible for the loan facility allowed to Veloxo Trading Limited.

39.2 There was an aggregate amount of tax demanded by Income Tax Authority for the years 2001-02 to 2012-13 of Taka 89,515,255 against the aggregate provision for tax of Taka 15,778,035 (Note-36). The assessments of those years are under appeal with the High Court Division of Supreme Court. There might be tax liability if any unfavourable judgement of any assessment year.

40 **No. of Board Meeting:**

The Board of Directors of the Company held 10(ten) meetings during the year.

41 **Events after Reporting Period:**

a) The Board of Directors of the Company in it's meeting held on 16-11-2022 approved the financial statements of the Company for the year ended 30 June 2022 and authorized the same for issue. The Board of Directors also recommended 100% Stock dividend for all shareholders only for the year ended 30 June 2022 subject to approval in the next Annual General Meeting.

b) There is no other significant event that has occurred between the Financial Statement date and the date when the financial statements were authorized for issue by the Board of Director.


Managing Director


Company Secretary


Director

