



Sonali Aansh Industries Limited



Auditor's Report To the Shareholders of





**Independent Auditor's 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, 2025 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, 2025, 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

- ❖ In Note # 21.00 to the financial statements, the Company has disclosed a short-term loan balance of Taka 22,031,261 with its sister concern, which has been carried forward for a long period.
- ❖ In Note # 9.00 to the financial statements, the Company has disclosed Trade Receivables (Foreign) amounting to Taka 244,788,498, which have been carried forward for a long period. Due to the absence of proper supporting documentation, this balance could not be verified. In addition, the Company has recognized a bad debts provision of only Taka 36,869,047 against the outstanding balance during the year.
- ❖ In Note # 10.00 to the financial statements, the Company has reported Advances to Raw Jute Suppliers amounting to BDT 252,470,326. No formal contracts with the suppliers or approval from the Board of Directors were made available to substantiate these advances. Furthermore, balance confirmation letters were sent to the respective suppliers; however, no confirmations were received up to the completion of our audit.

Additionally, the Company reported Advances to Employees & Others of BDT 67,156,266, Advances to Store Suppliers of BDT 66,107,179, and Advance to Salary & Wages of BDT 3,979,208, which have remained long outstanding and are supported only by ledger records. In the absence of adequate supporting documentation, these balances could not be verified.
- ❖ In Note # 11.00 to the financial statements, the Company has reported Inter-Company Receivables of Taka 65,785,630, of which Taka 42,514,003 has been carried forward for a long period, and no provision has been recognized against the long-outstanding amount. The remaining balance of Taka 23,271,627 receivable from NIP Chemical & Pharmaceuticals Limited could not be verified due to the absence of adequate supporting documentation.



- ❖ In Note # 8.00 to the financial statements, the Company has reported inventories amounting to Taka 237,590,280 as at 30 June 2025. However, the reported balance could not be verified due to the disorganized and haphazard condition of the inventories.
- ❖ In Note # 27.01 to the financial statements, the Company has reported purchases amounting to Taka 1,178,916,241. However, the reported purchase amount remains unverified due to the absence of proper supporting documentation.
- ❖ In Note # 2.21 to the financial statements, the Company has stated that it operates a recognized Provident Fund for eligible employees, administered by a duly constituted independent Trust, with equal contributions at the rate of 8.33% of basic wages and salary from both employees and the employer. Furthermore, the Company has not made provision for Provident Fund contributions for all its 1,577 permanent employees at the prescribed rate of 8.33% of basic salary for the financial year 2024–2025.
- ❖ In Note # 2.21 & 24.02 to the financial statements, the Company stated that it operates a Gratuity Fund under which employees who have completed five years of service are entitled to one month's gratuity for each completed year of service. However, the Company has not any approved gratuity fund. Furthermore, the Company has not made full provision for all eligible employees during the year. The Company recognized Taka 7,854,651 as gratuity provision under current liabilities as at 30 June 2025, of which Taka 799,678 was provision and Taka 1,424,667 was paid during the year. In the absence of actuarial valuation and complete provision for all eligible employees, we were unable to verify the accuracy and adequacy of the gratuity liability disclosed in the financial statements.
- ❖ In Note # 2.21 & 24.03 to the financial statements, the company has made a provision of Taka 10,897,059 under the head "Workers' Profit Participation Fund and Welfare Fund" as a current liability in the financial statements as at 30 June 2025. Out of the total provision, Taka 1,402,128 has been distributed, while the remaining amount is yet to be disbursed in the prescribed proportion of 80:10:10 to the Workers' Participation Fund, Workers' Welfare Fund, and Workers' Welfare Foundation Fund, respectively, in accordance with Sections 234(1) and 242(1) of the Bangladesh Labor Act, 2006 (as amended in 2013). Furthermore, the fund balance has been utilized by the company in its operations as a source of financing without paying any interest, which is non-compliant with Section 240(3) of the said Act.
- ❖ Reference to Note # 22.00 to the financial statements, the balance of unclaimed dividend represents amounts declared but not yet disbursed to the shareholders. As of the reporting date, the closing balance of unclaimed dividend stood at Taka 6,908,818, which has been carried forward from the previous year. However, due to the absence of adequate supporting documentation, we were unable to determine the specific financial year(s) to which this dividend relates. The total unclaimed dividend comprises Taka 1,972,199 payable to sponsor shareholders and Taka 4,936,619 payable to general shareholders.



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 qualified 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	Our response to the risk
Revenue Recognition	
<p>At year-end, the reported total Turnover stands at Taka 1,729,500,644/-. There is also a risk that revenue may be increased/decreased due to the timing differences. 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 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>	<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 that revenue is recognized in the appropriate accounting standards ➤ 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. <p>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 the note # 26.00 to the Statement of profit or loss & other Comprehensive Income.</i>	

**Measurement of Deferred Tax Liability**

Company reported net deferred tax liability totaling Taka. 12,133,226 as at 30 June 2025.

Significant judgment is required in relation to deferred tax liability as their liability is dependent on forecasts of future profitability over a number of years.

We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumptions used in estimating the future taxable expense of the company.

We also assessed the completeness and accuracy of the data used for the estimations of future taxable expense.

We evaluated the reasonableness of key assumptions, timing of reversal of temporary differences and expiration of tax loss carry forwards, recognition and measurement of Deferred Tax Liability.

We involved tax specialists to assess key assumptions, controls, recognition and measurement of deferred tax assets.

We assessed the adequacy of the company's disclosures setting out the basis of deferred tax liability balances and the level of estimation involved.

We also assisted in evaluating the tax implications, the reasonableness of estimates and calculations determined by management.

Finally assessed the appropriateness and presentation of disclosures against **IAS 12: Income Tax**.

Please see note no. 17.00 to the Financial Statements

Implementation of IFRS 16: Leases

The Company adopted **IFRS 16 – Leases** for the first time with effect from **01 July 2024**, and the cumulative impact of initial application has been recognized as an **adjustment to equity** in the current accounting period. As at the reporting date, the Company recognized a **Right-of-Use (ROU) asset** amounting to **Taka 872,593** and a corresponding **Lease Liability** of **Taka 913,848**.

Considering the **first-time adoption** of IFRS 16 and the significant areas of **management judgment** involved, including the **identification of leases**, determination of **lease terms**, and selection of an appropriate **discount rate**, we determined the application of IFRS 16 to be a **key audit area**.

Our audit procedures included, among others:

- Evaluating the appropriateness of management's application of **IFRS 16** and assessment of its financial impact.
- Testing the **classification and measurement** of the ROU assets and lease liabilities in line with the requirements of the standard.
- Examining the **present value calculations** of future lease payments and verifying the **incremental borrowing rate** applied, including reviewing relevant loan agreements and supporting documents.
- Assessing the accuracy and appropriateness of the **accounting adjustments** recognized in the financial statements arising from the adoption of IFRS 16.

Reviewing the **sufficiency and appropriateness of disclosures** in the financial statements relating to leases.

Please see note no. 7.00 & 18.00 to the Financial Statements

**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 there on.

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.

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 2020 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 2020 and relevant notifications issues by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all information and explanations that, to the best of our knowledge and belief, were necessary for the purposes of our audit and have duly verified them, except for the matters qualified in the auditor's report;
- b) In our opinion, proper books of accounts, records and other statutory books as required bylaws 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.

Signed for & on behalf of
MABS & J Partners
Chartered Accountants

S H Talukder, FCA
Partner
ICAB Enrollment No: 1244
DVC: 202511181244AS994749

Place: Dhaka, Bangladesh
Dated: 18 November 2025



Sonali Aansh Industries Limited

Sonali Aansh Industries Limited
Statement of Financial Position
As at June 30, 2025



Particulars	Notes	Amount in Taka	
		30 June 2025	30 June 2024
ASSETS :			
Non-Current Assets :		310,247,610	730,204,913
Property, Plant and Equipment (At Cost & Revaluation)	4	248,111,701	669,141,598
Intangible Addition (Equivalent Cash)	5	55,975,624	55,975,624
Security Deposits	6	5,287,691	5,087,691
Right of Use Assets	7	872,593	-
Current Assets :		1,057,935,239	933,502,510
Inventories	8	237,590,280	282,687,898
Trade Receivable	9	207,919,451	247,918,266
Advance, Deposit & Prepayments	10	389,712,979	229,227,840
Inter-Company Receivable	11	65,785,630	42,531,503
Advance Income Tax	12	151,363,152	125,439,860
Cash and Cash Equivalents	13	5,563,747	5,697,144
Total Assets		1,368,182,849	1,663,707,424
EQUITY AND LIABILITIES:			
Capital and Reserves :		355,877,870	670,445,493
Share Capital	14	108,480,000	108,480,000
Revaluation Reserve	15	98,503,679	504,310,971
Retained Earnings		148,894,190	57,654,522
Non-Current Liabilities :		478,814,285	483,090,988
Bank Loan	16	465,767,211	475,355,307
Deferred Tax Liability	17	12,133,226	7,735,681
Lease Liability	18	913,848	-
Current Liabilities		533,490,694	510,170,941
Accounts and Other Payables	19	51,203,238	74,614,915
Bank Overdraft	20	322,439,564	348,541,967
Short Term Loan	21	31,358,166	27,694,334
Unpaid Dividend	22	6,908,818	10,711,183
Liabilities for Expenses	23	51,602,697	7,167,644
Provision for Employees Benefit	24	21,244,494	18,630,472
Provision for Income Tax	25	48,733,718	22,810,425
Total Non-Current Liabilities and Current		1,012,304,980	993,261,929
Total Equity and Liabilities		1,368,182,849	1,663,707,424
Net Asset Value (NAV) per Share		32.81	61.80

Annexed notes form an integral part of these financial statements

Mahbub
Managing Director

S.H.
Company Secretary

J. H. Talukder
Director

Signed as per the annexed report of the same date.

Signed for and on behalf of
MABS & J Partners
Chartered Accountants

S H Talukder
S H Talukder, FCA
Partner
ICAB Enrollment No: 1244
DVC No.: 2511181244AS994749

Place: Dhaka, Bangladesh
Dated:



Sonali Aansh Industries Limited
Statement of Profit or Loss & Other Comprehensive Income
For the year ended June 30, 2025

Particulars	Notes	Amount in Taka	
		30 June 2025	30 June 2024
Sales	26	1,729,500,644	789,606,595
Less : Cost of Goods Sold	27	(1,531,638,515)	(672,254,937)
Gross Profit		197,862,129	117,351,658
Less : Operating Expenses			
Administrative Expenses	28	(54,272,526)	(16,618,885)
Marketing and Selling Expenses	29	(23,738,222)	(10,761,886)
Operating Profit		119,851,381	89,970,887
Other Income- Non operating	30	86,162,700	30,462,364
Financial Expenses	31	(74,033,071)	(66,390,669)
Profit before Contribution to WPP & WF		131,981,010	54,042,583
Contribution to WPP & WF		(6,284,810)	(2,573,456)
Net Profit before Tax		125,696,200	51,469,126
Income Tax Expenses/(Income)	32	30,320,838	16,418,084
Current Tax		25,923,293	10,570,913
Deferred Tax	17	4,397,545	5,847,171
Net Profit after Tax		95,375,362	35,051,043
Other Comprehensive Income		-	-
Total Comprehensive Income		95,375,362	35,051,043
Earnings Per Share (EPS)		8.79	3.23

Annexed notes form an integral part of these financial statements

Mahbub
Managing Director

[Signature]
Company Secretary

[Signature]
Director

Signed as per the annexed report of the same date.

Signed for and on behalf of
MABS & J Partners
Chartered Accountants

[Signature]
S H Talukder, FCA
Partner

ICAB Enrollment No: 1244

DVC No.: 2511181244AS994749

Place: Dhaka, Bangladesh

Dated: 18 NOV 2025



Sonali Aansh Industries Limited

Statement of Changes in Equity

For the year ended June 30, 2025

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as on 01 July 2024	108,480,000	504,310,971	57,654,522	670,445,493
Less: Adjustment for Depreciation Charged on Revaluated Assets	-	398,292,576	-	398,292,576
Adjusted Opening Balance	108,480,000	106,018,395	57,654,522	272,152,917
Cash Dividend for the year 2023-2024	-	-	(10,848,000)	(10,848,000)
Adjustment Assesment Year 2018-2019	-	-	(802,410)	(802,410)
Depreciation on Revuotion	-	(7,514,716)	7,514,716	-
Net Profit for the year	-	-	95,375,362	95,375,362
Balance as on 30 June 2025	108,480,000	98,503,679	148,894,190	355,877,870

For the year ended 30 June 2024

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as on 01 July 2023	54,240,000	504,310,971	82,267,479	640,818,450
Issue of Bonus Share	54,240,000	-	(54,240,000)	-
Cash Dividend for the year 2022-2023	-	-	(5,424,000)	(5,424,000)
Net Profit for the year	-	-	35,051,043	35,051,043
Balance as on 30 June 2024	108,480,000	504,310,971	57,654,522	670,445,493

Annexed notes form an integral part of these financial statements

Mahbub
Managing Director

[Signature]
Company Secretary

[Signature]
Director

Place: Dhaka, Bangladesh

Dated: 18 NOV 2025



Sonali Aansh Industries Limited



Sonali Aansh Industries Limited

Statement of Cash Flows
For the year ended 30 June 2025

Particulars	Amount in Taka	
	2024-2025	2023-2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Receipts from Customers and Other Income	1,855,662,159	913,967,721
Cash Payment for Costs, Payables and Expenses	(1,730,072,896)	(746,195,446)
Interest Paid	-	(66,390,669)
Income Tax Paid	(26,725,703)	(17,757,348)
Net Cash from/(used in) Operating Activities	98,863,560	83,624,261
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of Property, Plant and Equipments	(80,000)	(1,853,000)
Right of Use Assets Increase or Decrease	(872,593)	-
Lease Liability Increase or Decrease	913,848	-
Net Cash Outflows from Investing Activities	(38,745)	(1,853,000)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Bank Loan Increase or Decrease	(9,588,096)	32,321,961
Bank Overdraft Increase or Decrease	(26,102,404)	(43,170,029)
Inter-Company Receivable Increase or Decrease	(23,254,127)	-
Short Term Loan Increase or Decrease	3,663,832	(87,640,162)
Financial Expenses Paid	(29,027,052)	-
Dividend Paid	(14,650,365)	-
Net Cash from/(used in) Financing Activities	(98,958,212)	(98,488,230)
Net Increase/(Decrease) in Cash and Cash Equivalents	(133,397)	(16,716,969)
Opening Cash and Cash Equivalents	5,697,144	22,414,113
Closing Cash and Cash Equivalents as at 30 June 2025	5,563,747	5,697,144
Net Operating Cash Flow per Share-NOCFPS	9.11	7.71

Managing Director

Company Secretary

Director

Place: Dhaka, Bangladesh

Dated: 18 NOV 2025

**Sonali Aansh Industries Limited****Notes to the Financial Statements**

For the year ended June 30, 2025

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, Shamsur Rahman 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 8,452.84 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 2024 to 30 June 2025.

Components of the financial statements



According to the International Accounting Standard IAS 1 “Presentation of Financial Statements”, the complete set of Financial Statements include the following components.

- (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:

- a) Raw Jute valued at average method;
- b) Work-in-progress valued at cost price;
- c) Finished goods valued at cost price;
- d) 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 Income Tax Act, 2023 as well as other relevant SRO.



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 -30.

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

Diluted EPS is required to be calculated for the preceding year as there was stock dividend declared 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 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.



4.0 : Property, Plant and Equipment (at Cost & Revaluation): Tk. 248,111,701

4.1 : Yarn & Loom (at cost) :

Particulars	Cost			Rate	Depreciation			Written Down Value as at 30 June 2025
	Balance as at 01 July 2024	Addition during the year	Balance as at 30 June 2025		Balance as at 01 July 2024	Charged during the year	Balance as at 30 June 2025	
1	2	3	4=2+3	5	6	7=-(4-6)*5	8=6+7	9=4-8
Land and Land Development	12,671,335	-	12,671,335	0%	-	-	-	12,671,335
Plant and Machinery	118,257,990	-	118,257,990	10%	108,960,554	929,744	109,890,298	8,367,692
Air Conditioner	1,177,900	-	1,177,900	15%	941,741	35,424	977,165	200,735
Assorting Shed	876,205	-	876,205	20%	744,065	26,428	770,493	105,712
Building (Gas Generator)	265,169	-	265,169	10%	225,369	3,980	229,349	35,820
Boundary Wall	4,356,972	-	4,356,972	10%	3,268,366	108,861	3,377,227	979,745
Drain, Septic tank, Road & Pond	2,605,935	-	2,605,935	15%	2,539,632	9,945	2,549,577	56,358
Dyeing Shed	229,454	-	229,454	15%	228,379	161	228,540	914
Electric Installation	4,115,375	-	4,115,375	15%	3,249,075	129,945	3,379,020	736,355
Electric Sub-Station	1,019,887	-	1,019,887	10%	974,309	4,558	978,867	41,020
Factory Building	29,230,943	-	29,230,943	10%	25,741,996	348,895	26,090,891	3,140,052
Face Build, Canteen & Medi. etc.	6,027,594	-	6,027,594	10%	5,238,257	78,934	5,317,191	710,403
Furniture and Fixtures	8,143,168	-	8,143,168	10%	4,692,404	345,076	5,037,480	3,105,688
Gas Generator	17,500,950	-	17,500,950	20%	16,958,504	108,489	17,066,993	433,957
Gas Line Installation	1,873,916	-	1,873,916	20%	1,859,369	2,909	1,862,278	11,638
Junior Officer Quarter	362,672	-	362,672	10%	353,593	908	354,501	8,171
Jute Assorting Shed	324,815	-	324,815	15%	313,853	1,644	315,497	9,318
Jute Godown	7,932,730	-	7,932,730	10%	7,616,589	31,614	7,648,203	284,527
Finishing Godown (Unit 1 & 2)	692,200	-	692,200	10%	424,027	26,817	450,844	241,356
Labour Quarter	4,309,932	-	4,309,932	10%	3,716,164	59,377	3,775,541	534,391
Other Construction	998,844	-	998,844	10%	794,279	20,456	814,736	184,108
Office Building (2)	1,676,789	-	1,676,789	10%	1,466,899	20,989	1,487,888	188,901
Office Equipment	1,253,245	-	1,253,245	15%	1,013,520	35,959	1,049,479	203,766
Office Quarter	1,669,553	-	1,669,553	10%	1,615,563	5,399	1,620,962	48,591
Senior Officer Quarter	1,708,689	-	1,708,689	10%	1,645,682	6,301	1,651,982	56,707
Staff Quarter	450,740	-	450,740	10%	438,999	1,174	440,173	10,567
Sundry Assets	990,827	-	990,827	25%	973,505	4,330	977,836	12,991
Tubewell and Pump	808,838	-	808,838	10%	662,108	14,673	676,781	132,057
Vehicles	9,351,000	-	9,351,000	20%	9,184,550	33,290	9,217,840	133,160
Weights Scale (Unit - 1 & 2)	1,374,356	26,800	1,401,156	10%	770,869	63,029	833,898	567,258
Workshop, Stores & Bldg.	1,629,834	-	1,629,834	10%	1,578,563	5,127	1,583,690	46,144
C.C. Camera Installation (Unit-1 & 2)	405,650	37,200	442,850	10%	236,178	20,667	256,845	186,005
Sub-Total	244,293,507	64,000	244,357,507		208,426,961	2,485,104	210,912,065	33,445,442



4.2 : Yarn & Loom (at Revaluation) :

Particulars	Cost			Rate	Depreciation			Written down value as at 30 June 2025
	Balance as at 01 July 2024	Addition during the year	Balance as at 30 June 2025		Balance as at 01 July 2024	Charged during the year	Balance as at 30 June 2025	
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%	5,448,932	25,105	5,474,037	100,421
Builing (Gas Generator)	1,415,081	-	1,415,081	10%	1,179,085	23,600	1,202,685	212,396
Electric Installation	38,260,425	-	38,260,425	15%	35,845,679	362,212	36,207,891	2,052,534
Electric Sub-Station	1,385,784	-	1,385,784	10%	1,154,674	23,111	1,177,785	207,999
Factory Building	45,258,918	-	45,258,918	10%	37,711,006	754,791	38,465,797	6,793,121
Fac Build, Canteen & Medi. etc.	7,129,801	-	7,129,801	10%	5,940,751	118,905	6,059,656	1,070,145
Junior Officer Quarter	2,020,267	-	2,020,267	10%	1,683,343	33,692	1,717,036	303,231
Jute Godown	21,765,372	-	21,765,372	10%	18,135,521	362,985	18,498,506	3,266,866
Labour Quarter	10,872,274	-	10,872,274	10%	9,059,085	181,319	9,240,404	1,631,870
Other Construction	2,544,157	-	2,544,157	10%	2,119,863	42,429	2,162,293	381,864
Office Building (2)	7,927,473	-	7,927,473	10%	6,605,394	132,208	6,737,602	1,189,871
Officer Quarter	3,971,543	-	3,971,543	10%	3,309,202	66,234	3,375,436	596,107
Plant and Machinery	248,575,620	-	248,575,620	10%	207,120,212	4,145,541	211,265,753	37,309,867
Senior Officer Quarter	6,887,540	-	6,887,540	10%	5,738,892	114,865	5,853,757	1,033,783
Staff Quarter	3,802,886	-	3,802,886	10%	3,168,672	63,421	3,232,093	570,793
Sundry Assets	998,931	-	998,931	25%	991,422	1,877	993,299	5,632
Tubewell and Pump	5,575,129	-	5,575,129	10%	4,645,355	92,977	4,738,332	836,797
Workshop, Stores & Bldg.	2,545,903	-	2,545,903	10%	2,121,318	42,458	2,163,777	382,126
Sub-Total	447,246,592	-	447,246,592		351,978,408	6,587,732	358,566,139	88,680,453



4.3 : Diversified Product (at cost) :

Particulars	COST			Rate	Depreciation		Written down value as at 30 June 2025
	Balance as at 01 July 2024	Addition during the year	Balance as at 30 June 2025		Charged during the year	Balance as at 30 June 2025	
1	2	3	4=2+3	5	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	153,795,075	16,000	153,811,075	10%	9,797,481	65,617,750	88,193,325
Air Compressor	1,045,000	-	1,045,000	10%	20,555	860,005	184,995
Air Conditioner	460,940	-	460,940	15%	14,782	377,177	83,763
Arms	78,125	-	78,125	10%	454	74,037	4,088
Building and Other Construction	27,891,981	-	27,891,981	10%	856,924	20,179,666	7,712,315
Computer Machine	1,804,750	-	1,804,750	15%	52,793	1,505,592	299,158
Electric Installation (Generator)	3,366,091	-	3,366,091	15%	123,625	2,665,548	700,543
Furniture and Fixtures	10,088,830	-	10,088,830	10%	660,580	4,143,609	5,945,221
Labour Quarter	2,001,238	-	2,001,238	10%	10,460	1,907,099	94,139
Office Equipment	785,257	-	785,257	15%	54,166	478,316	306,941
Shoe Sole Building	24,196,253	-	24,196,253	10%	1,066,851	14,594,590	9,601,663
Sole Workshop	3,101,079	-	3,101,079	10%	17,538	2,943,237	157,842
Telephone Installation	266,600	-	266,600	15%	7,463	224,309	42,291
Vehicles	3,281,565	-	3,281,565	20%	66,817	3,014,298	267,267
Internet Tower	40,333	-	40,333	10%	1,736	24,707	15,626
Trolley (Unit-3)	971,500	-	971,500	10%	48,536	534,672	436,828
Dyeing Tank	350,000	-	350,000	10%	16,740	199,337	150,663
Sub-Total	235,490,529	16,000	235,506,529		12,817,502	119,343,949	116,162,580

4.4 : Diversified Product (at Revaluation) :

Particulars	COST			Rate	Depreciation		Written down value as at 30 June 2025
	Balance as at 01 July 2024	Addition during the year	Balance as at 30 June 2025		Charged during the year	Balance as at 30 June 2025	
1	2	3	4=2+3	5	7=(4-6)*5	8=6+7	9=4-8
Land and Land Development	1,480,364	-	1,480,364	0%	-	-	1,480,364
Electric Installation (Generator)	15,411,178	-	15,411,178	10%	257,015	13,098,043	2,313,135
Labour Quarter	1,041,212	-	1,041,212	10%	17,364	884,932	156,280
Shoe Sole Building	36,533,247	-	36,533,247	10%	609,272	31,049,803	5,483,444
Sole Workshop	2,598,378	-	2,598,378	10%	43,334	2,208,375	390,003
Sub-Total	57,064,379	-	57,064,379		926,985	47,241,153	9,823,226
Grand Total (4.1+4.2+4.3+4.4)	984,095,007	80,000	984,175,007		22,817,322	736,063,306	248,111,701
Grand Total as at 30 June 2024	982,242,007	1,853,000	984,095,007		16,863,506	314,953,409	669,141,598
Allocation of Depreciation:							
	Total Depreciation	Factory Overhead	Administrative Expenses				
Yarn & Loom	11,408,661	10,267,795	1,140,866				
Jute Fabrics , Shoes & Bag	11,408,661	10,267,795	1,140,866				
Total	22,817,322	20,535,590	2,281,732				

The physical verification of Property, Plant and Equipment has been taken by the management on 30 June 2025



Note	Details	Amount in Taka	
		30 June 2025	30 June 2024
5.00	Intangible Addition (Equivalent Cash): Tk. 55,975,624		
	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
			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
			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
			25,617,741
	Total	55,975,624	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 Case No. Income Tax Reference 125 / 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.



Note	Details	Amount in Taka	
		June 30,2025	June 30,2024
6.00	Security Deposits: Tk. 5,287,691		
	The break-up is as below:		
	Bakharabad Gas Systems Ltd. for Gas Line	3,646,238	3,646,238
	Bangladesh Tele Communication Co. Ltd.	10,000	10,000
	Bangladesh Tele Communication Co. Ltd. for Fax Line	15,000	15,000
	Bangladesh Tele Communication Co. Ltd. for ISD Telephone	18,000	18,000
	Bangladesh Tele Communication Co. Ltd. for Telex Line	20,000	20,000
	Central Depository Bangladesh Ltd.	100,000	100,000
	Comilla Polly Biddyut Samity	844,600	844,600
	Customs and Excise Department	1,000	1,000
	Shamsur Rahman, Proprietor, Shamsur Rahman Bhaban	500,000	300,000
	Security for Gas Line	122,653	122,653
	Modina Enterprise for Gas Cylinder	10,200	10,200
	Total	5,287,691	5,087,691
7.00	Right of Use Assets: Tk. 872,593		
	The break-up is as below:		
	A. Cost		
	Opening Balance	-	-
	Add: Addition during the year	1,745,187	-
	Total Cost	1,745,187	-
	A. Accumulated Depreciation		
	Opening Balance	-	-
	Add: Addition during the year	872,593	-
	Total Accumulated Depreciation	872,593	-
	Written Down Value (RWV)	872,593	-
	Right of use assets has been accounted for against lease of office rent		
8.00	Inventories: Tk. 237,590,280		
	The break-up is as below:		
	Stock of Raw Jute (Note-8.1)	26,515,125	95,482,564
	Stock of Work-in- Process (Note-8.2)	5,334,560	34,010,544
	Stock of Stores and Spares	45,896,983	15,432,478
	Stock of Finished Goods (Note-8.3)	159,843,612	137,762,312
	Total	237,590,280	282,687,898
	The physical verification of inventories have been carried out and valued by the management.		
8.01	Stock of Raw Jute (Quantity-wise): Tk. 26,515,125		
	Jute Grading		
	Raw Jute	254.80	104,063
	BTC	-	-
	BWD	-	-
	BTD	-	-
	BWC	-	-
	White	-	-
	254.80	26,515,125	95,482,564



Note	Details	Amount in Taka	
		June 30, 2025	June 30, 2024
8.02	Stock of Work-In-Process: Tk. 5,334,560		
	WIP	5,334,560	34,010,544
	Total	5,334,560	34,010,544
8.03	Stock of finished goods (Quantity-wise): Tk. 159,843,612		
	Count	Quantity (M.T./Pairs/ PCS)	Average price
	Yarn & Loom,	264.77	196,788
	Jute Fabrics & Shoes	302,673	355.96
		159,843,612	137,762,312
9.00	Trade Receivable: Tk. 207,919,451		
	The break-up is as below:		
	Trade Receivables (Foreign)	244,788,498	247,918,266
	Less: Provision for Doubtful Debt	(36,869,047)	-
	Total	207,919,451	247,918,266
10.00	Advance, Deposit & Pre-payments: Tk. 389,712,979		
	The break-up is as below:		
	Advance to Jute Suppliers	252,470,326	95,482,464
	Advance to Salary & Wages	3,979,208	4,349,508
	Advance to Employees & Others	67,156,266	64,907,750
	Advance to Store Suppliers	66,107,179	64,488,118
	Total	389,712,979	229,227,840
11.00	Inter-Company Receivable: Tk. 65,785,630		
	Alijan Jute Mills Ltd.	39,317,649	39,317,649
	NIP Chemical & Pharmaceuticals Limited	23,271,627	-
	Sonali Aansh Trading (Pvt) Ltd.	2,409,854	2,409,854
	The Bag & Bag Company Ltd.	786,500	804,000
	Total	65,785,630	42,531,503
12.00	Advance Income Tax: Tk. 151,363,152		
	Opening Balance	125,439,860	134,404,767
	Add: Income tax deducted at source during the year	25,923,293	13,939,353
	Less: Previous year settled tax adjustment	-	(22,904,260)
	Closing balance	151,363,152	125,439,860
13.00	Cash and Cash Equivalents: Tk. 5,563,747		
	Cash in Hand (Note-13.1)	146,060	109,319
	Cash at Bank (Note-13.2)	5,417,687	5,587,825
	Total	5,563,747	5,697,144
13.1	Cash in Hand: Tk. 146,060		
	Head Office	83,408	98,447
	Factory Office	62,652	10,872
	Total	146,060	109,319

Cash in hand balance on 30 June 2025 was certified by the Auditor.

**13.2 Cash at Bank: Tk. 5,417,687**

1	Sonali Bank PLC, Foreign Exchange Branch, A/C # 160836000082 (STD-8)	14,292	13,952
2	Sonali Bank PLC, Foreign Exchange Branch, A/C # M.E. Export	17,725	17,725
3	Pubali Bank PLC, Stadium Branch A/C # CA-2122-3	60,021	7,918
4	Pubali Bank PLC, Stadium Branch A/C # CA-4023-6	61,152	114,559
5	Premier Bank PLC, Gouripur, A/C # 13100000001	3,853	4,885
6	NCC Bank PLC, Gauripur Branch, A/C # 210008580	549,257	284,396
7	Sonali Bank PLC, Daudkandi Branch, A/C # 001018641	26,821	27,126
8	Sonali Bank PLC, Foreign Exchange Branch, A/C # FCRQ-7	2,152,373	1,902,267
9	Sonali Bank PLC, Foreign Exchange Branch, A/C # 160833007064 (S-78)	54,819	3,844
10	Sonali Bank PLC, Foreign Exchange Branch, A/C # 1608902003531(Sundry Deposit)	6,653	6,653
11	Midland Bank PLC, Tayamun Centre (1st Floor), 181/1, Jessore Road , Khulna, A/C # 8801-1820000775	948,266	-
12	Community Bank PLC, 28/1/2 Toyenbee Circular Roar, Dhaka, A/C # 0040334982101	6,921	1,568
13	Mutual Trust Bank PLC, Principal Branch, Motijheel C/A, Dhaka, A/C # 1301000262711	1,514,183	3,202,919
14	Uttara Bank PLC, Local Office, Motijheel C/A, Dhaka, A/C # 127112202118175	-	13
15	NCC Bank PLC, 29/A, Toyenbee Circular Roar, Motijheel C/A, Dhaka, A/C # 0031-0210029229	1,350	-
Total		5,417,687	5,587,825



14.00 Share Capital: Tk. 108,480,000

(a) Authorized Capital :

5,00,00,000 Ordinary Shares of Taka 10 each

500,000,000 500,000,000

Issued, Subscribed, Called-up and Paid-up Capital

1,08,48,000 Ordinary Shares of Taka 10 each

108,480,000 108,480,000

14.01 Composition of the Shareholders:

Shareholdings	2024-2025		2023-2024	
	Shares	Percentage	Shares	Percentage
Directors & Sponsor Shareholders	3,365,360	31.02	3,365,360	31.02
Institute	152,640	1.41	318,470	2.94
Public Shareholders	7,330,000	67.57	7,163,900	66.04
Total	10,848,000	100.00	10,847,730	100.00

Paid-up Capital :

No of Shares

Amount

As on 30th June 2010

226,000

Nos of Ordinary Shares of Tk 100/-

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

Add: Stock dividend declare for 2022-2023

5,424,000

Value of stock dividend 2021-2022

27,120,000

Total outstanding share as on 30.06.2024

10,848,000

Total value of share as on 30.06.2023

54,240,000

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

Range of Share Holding	2024-2025		2023-2024	
	No. of Holders	Total Holdings %	No. of Holders	Total Holdings %
Less than 500 Shares	3,604	77.76	3,604	77.76
500 to 5,000 Shares	911	19.65	911	19.65
5001 to 10,000 Shares	62	1.34	62	1.34
10,001 to 20,000 Shares	22	0.47	22	0.47
20,001 to 30,000 Shares	13	0.28	13	0.28
30,001 to 40,000 Shares	11	0.24	11	0.24
40,000 to 50,000 Shares	1	0.02	1	0.02
50,001 to 100,000 Shares	3	0.06	3	0.06
100,001 to 1,000,000 Shares	8	0.17	8	0.17
Total	4,635	100	4,635	100

14.03 Shareholding of Directors, Sponsors & Institution: (Including Declared stock dividend)

Name	Status	No. of Shares Held	Holding %
Mrs. Shamsun Naher	Chairman, Sponsor	684,224	6.31%
Mr. Mohammed Mahbubur Rahman Patwa	Managing Director	384,512	3.54%
Mrs. Mohsina Patwari	Director	680,256	6.27%
Mr. Jafar Ahmed Patwari	Director	765,712	7.06%
Mrs. Nabiha Patwari	Director	740,256	6.82%
Mr. Mohammad Shamsul Huda Patwari	Sponsor Shareholder	-	0.00%
Mr. Mohammad Faizullah	Sponsor Shareholder	12,000	0.11%
Mr. Mohammad Abul Basher Patwari	Sponsor Shareholder	98,400	0.91%
Sonali Aansh Trading (Pvt.) Ltd.	Placement Shareholder	152,640	1.41%
Sub-total		3,518,000	0.00%
General Public		7,330,000	67.57%
Grand Total		10,848,000	67.57%

**15.00 Revaluation Reserve: Tk. 98,503,679**

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	Revaluation		Revaluation Surplus as at 30 June 2008	Accumulated Depreciation				Written Down Value as at 30 June 2025
	Value of Assets after Revaluation	Value of Assets before Revaluation		Dep. Rate	Opening Balance as on 01 July 2024	Charged during the year	Closing Balance as on 30 June 2025	
Land and Land Development	40,350,000	8,134,606	32,215,394	0%	-	-	32,215,394	
Assorting Shed	5,587,200	12,742	5,574,458	20%	5,448,932	25,105	5,474,037	
Building (Gas Generator)	1,680,250	265,169	1,415,081	10%	1,179,085	23,600	1,202,685	
Electric Sub-Station/ Cable Equipment	38,489,100	228,675	38,260,425	15%	35,845,679	362,212	36,207,891	
Electric Sub-Station	1,599,000	213,216	1,385,784	10%	1,154,674	23,111	1,177,785	
Factory Building & Finished Goods Godown	50,311,800	5,052,882	45,258,918	10%	37,711,006	754,791	38,465,797	
Factory Building & Canteen Medical etc.	8,325,300	1,195,499	7,129,801	10%	5,940,751	118,905	6,059,656	
Junior Officer Quarter	2,080,750	60,483	2,020,267	10%	1,683,343	33,692	1,717,036	
Jute Godown	23,205,000	1,439,628	21,765,372	10%	18,135,521	362,985	18,498,506	
Labour Quarter	11,503,100	630,826	10,872,274	10%	9,059,085	181,319	9,240,404	
Other Construction	2,901,200	357,043	2,544,157	10%	2,119,863	42,429	2,162,293	
Office Building (2)/ Security Office	8,285,550	358,077	7,927,473	10%	6,605,394	132,208	6,737,602	
Office Quarter	4,331,250	359,707	3,971,543	10%	3,309,202	66,234	3,375,436	
Plant & Machinery/ Workshop Equipment	276,994,752	28,419,132	248,575,620	10%	207,120,212	4,145,541	211,265,753	
Senior Officer Quarter	7,030,800	143,260	6,887,540	10%	5,738,892	114,865	5,853,757	
Staff Quarter	3,930,187	127,301	3,802,886	10%	3,168,672	63,421	3,232,093	
Tubewell & Pump	5,625,025	50,896	5,575,129	10%	4,645,355	92,977	4,738,332	
Workshop, Stores & Bldg.	2,887,500	341,597	2,545,903	10%	2,121,318	42,458	2,163,777	
Electric Installation (Generator)	16,066,662	655,484	15,411,178	10%	12,841,028	257,015	13,098,043	
Quarter/ Kitchen Room	1,738,100	696,888	1,041,212	10%	867,567	17,364	884,932	
Shoe Sole Building (Factory)	37,308,100	774,853	36,533,247	10%	30,440,531	609,272	31,049,803	
Sole Workshop/ Guest Pump House/ Packing	3,766,850	1,168,472	2,598,378	10%	2,165,042	43,334	2,208,375	
Sundry Assets/ Diesel/ JBO Tank/ Fork Lift	1,337,875	338,944	998,931	25%	991,422	1,877	993,299	
Total	555,336,351	51,025,380	504,310,971		398,292,576	7,514,716	405,807,292	
							98,503,679	



		Amount in Taka	
		30-Jun-25	30-Jun-24
16.00 Bank Loan: Tk. 475,094,116			
Sonali Bank PLC Foreign Exchange Corporate Dhaka Block Loan (HY) 1608960000011(New)		475,094,116	475,355,307
Opening balance		475,355,307	443,033,347
Add: Interest and bank charges during the year		-	34,501,257
Less: Instalment paid during the year		(261,191)	(2,179,296)
		475,094,116	475,355,307
Less: Current Portion		9,326,905	-
Closing Balance		465,767,211	475,355,307
<p>Pursuant to BRPD Circular 21 and 25 dated: 30.09.2019 and 03.12.2018 respectively, Sonali Bank PLC converted CC(Hypo) loans into Block Loan Account amounts to Tk. 40.37 crores vide its sanction letter Ref. No: SBL/FECB/APFD/Sonali Aansh/848 dated. 08.07.2020. The tenure of block loan was 10 years including moratorium years as per BRPD circulars disseminated from time to time. The present rate of interest is 7.5% and its repayment started from 01.07.2022 and EMI is Tk. 19,597,000.</p> <p>Security: Covered by mortgage of land and building, plant and machinery, equipment's of the Company as registered mortgage in favour of Sonali Bank Limited, Foreign Exchange Corporate Branch, Motijheel, Dhaka. The present value of the mortgages approximately 3 times compared to present outstanding loan.</p>			
17.00 Deferred Tax Liability: Tk. 12,133,226			
Opening balance		7,735,681	1,888,510
Add: Deferred Tax Expense/(Income) for the year		4,397,545	5,847,171
Closing balance		12,133,226	7,735,681
Calculation of Deferred Tax :			
A. Temporary Difference:			
Written down value as per accounting base		171,131,354	164,830,627
Written down value as per tax base		98,122,183	87,473,817
Taxable temporary difference		73,009,171	77,356,810
Deductible temporary difference (Gratuity)		-	-
Net Taxable temporary difference		73,009,171	77,356,810
Income Tax Rate		10%	10%
Deferred Tax Liabilities at the end of the year		7,300,917	7,735,681
B. Revaluation:			
Carrying Value of Land		32,215,394	-
Tax rate		15%	15%
Deferred Tax Liabilities at the end of the year		4,832,309	-
Deferred Tax Liabilities at the end of the year (A+B)		12,133,226	7,735,681
18.00 Lease Liability: Tk. 913,848			
The break-up is as below:			
Opening Balance		-	-
Add: Addition during the year		1,745,187	-
Less : Payment during the year		831,339	-
Closing Balance		913,848	-
19.00 Accounts and Other Payables: Tk. 51,203,238			
Accounts Payable		699,873	913,030
Accounts Payable- Goods Suppliers		8,351,162	23,326,130
Advance from Customers- Foreign (Advance Received Against Sales		40,391,747	47,747,260
Accounts Payable- Local		958,336	1,474,376
Other Payable		802,120	1,154,120
Total		51,203,238	74,614,915

**20.00 Bank Overdraft: Tk. 322,439,564**

Sonali Bank PLC. Foreign Exchange Corporate Dhaka Cash Credit A/C 10 (HYP) - 1492
 Sonali Bank Ltd. Foreign Exchange Corporate Dhaka, Preshipment Credit A/C # 146
 Sonali Bank Ltd. Foreign Exchange Corporate Dhaka (REF-Loan)-1608960000004
 Sonali Bank Ltd. Foreign Exchange Corporate Dhaka, IFDBC Account (Local LC)
 Sonali Bank Ltd, Foreign Exchange Corporate Dhaka, Forced Loan (PAD) A/c. 1608994000056
 Sonali Bank Ltd., Foreign Exchange Corporate Dhaka, Stimulus A/C No. 1608960000007

201,027,401	184,053,630
-	14,951,277
-	30,534,330
-	1,512,630
62,464,864	62,404,125
58,947,299	55,085,975
322,439,564	348,541,967

Total

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

Rate of Interest: 11% per Annum.

21.00 Short Term Loan: Tk. 31,358,166

NIP International
 Mr. Nurul Islam Patwari
 NIP Chemical & Pharmaceuticals Ltd.
 Veloxo Trading Ltd.
 Bank Loan-Current Portion

20,544,332	20,544,332
1,032,451	1,032,451
-	5,663,073
454,478	454,478
9,326,905	-
31,358,166	27,694,334

Total**22.00 Unpaid Dividend: Tk. 6,908,818**

Opening balance
 Add: Dividend for the year 2023-24

10,711,183	5,287,183
10,848,000	5,424,000
21,559,183	10,711,183
14,650,365	-
6,908,818	10,711,183

Less: Paid during the year

Closing balance**Unpaid Dividend:**

Unpaid Dividend Payable to Sponsor Shareholders
 Unpaid Dividend Payable to General Shareholders

1,972,199	1,972,199
4,936,619	8,738,984
6,908,818	10,711,183

Total**23.00 Liabilities for Expenses: Tk. 51,602,697**

Salary and Wages
 Director Remuneration
 Electric Bill
 Gas Bill
 Interest Expenses
 Audit Fees
 Office Rent
 Ramisa Auto Mobiles
 Income Tax Payable (Dividend)

4,209,911	3,908,705
50,000	233,000
688,558	654,276
1,222,397	2,042,876
45,006,019	-
230,000	200,000
75,525	-
-	8,500
120,287	120,287
51,602,697	7,167,644

Total

**24.00 Provision for Employees Benefit: Tk. 21,244,494**

Provident Fund (Note-24.1)	2,492,784	4,136,455
Gratuity Fund (Note-24.2)	7,854,651	8,479,640
Worker's Profit Participation & Welfare Fund (Note-24.3)	10,897,059	6,014,377
Total	21,244,494	18,630,472

24.01 Provident Fund: Tk. 2,492,784

Opening balance	4,136,455	8,668,770
Add: Members & Company's contributions during the year	-	-
Less: Final Payment to Workers	1,643,671	4,532,315
Closing balance	2,492,784	4,136,455

24.02 Gratuity Fund: Tk. 7,854,651

Opening balance	8,479,640	14,182,110
Add : Provision made for the year	799,678	-
	9,279,318	14,182,110
Less : Amount paid during the year	1,424,667	5,702,470
Closing balance	7,854,651	8,479,640

24.03 Worker's Profit Participation & Welfare Fund: Tk. 10,897,059

Opening balance	6,014,377	8,655,748
Add: Provision for during the year	6,284,810	2,573,456
	12,299,187	11,229,204
Less: Paid during the year	(1,402,128)	(5,214,827)
Closing Balance	10,897,059	6,014,377

25.00 Provision for Income Tax: Tk. 48,733,718

Opening balance	22,810,425	35,143,772
Add: Provision for during the year	25,923,293	10,570,913
	48,733,718	45,714,685
Less: Adjustment made during the year	-	(22,904,260)
Closing Balance	48,733,718	22,810,425



Particulars			Amount in Taka	
			30-Jun-25	30-Jun-24
26.00 Sales: Tk. 1,729,500,644				
Sales (Foreign) (Note-26.1)			1,729,500,644	789,606,595
Total			1,729,500,644	789,606,595
26.01 Sales (Foreign): Tk. 1,729,500,644				
	Avg. Rate/M. Ton	M. Ton	Amount	Amount
Yarn & Loom,	112,777	14,975.40	1,688,875,519	693,046,125
Jute Fabrics , Shoes , Bag	418,040	97.18	40,625,125	96,560,470
Total			1,729,500,644	789,606,595
26.02 Sales quantity:				
Particulars			Total	Amount
Jute Fabrics , Shoes & Bag			40,625,125	96,560,470
Yarn & Loom,			1,688,875,519	693,046,125
Sales during the year			1,729,500,644	789,606,595
26.03 Sales in Foreign Currency:				
			2024-2025	2023-2024
			USD(\$)	USD(\$)
			14,333,615	7,162,746
Total			14,333,615	7,162,746
27.00 Cost of Goods Sold: Tk. 1,531,638,515				
Raw Materials Consumed (Note-27.1)			1,283,894,443	511,501,265
Direct Wages			162,188,183	81,784,635
Gratuity(Worker)			353,300	-
Power & Fuel (Note-27.2)			35,259,084	22,362,871
Other Factory Overhead (Note-27.3)			22,813,231	19,722,012
Depreciation			20,535,590	15,177,155
			1,525,043,831	650,547,937
Opening Stock of Work-in-Process			34,010,544	28,265,407
			1,559,054,375	678,813,344
Closing Stock of Work-in-Process			(5,334,560)	(34,010,544)
			1,553,719,815	644,802,800
Opening Stock of Finished Goods			137,762,312	165,214,449
			1,691,482,127	810,017,249
Closing Stock of Finished Goods			(159,843,612)	(137,762,312)
Total			1,531,638,515	672,254,937
27.01 Raw Materials Consumed: Tk. 1,283,894,443				
Opening stock of Raw Jute/Yarn			95,482,564	21,008,802
Purchased during the year			1,178,916,241	574,323,342
Raw jute/yarn available for use			1,274,398,805	595,332,144
Closing stock of raw jute/yarn			(26,515,125)	(95,482,564)
Raw jute/yarn consumed			1,247,883,680	499,849,580
Other direct materials (Note- 27.01.1)			36,010,763	11,651,685
Total			1,283,894,443	511,501,265
Item-wise quantity and value of raw jute/diversified stock:				
Particulars	Unit			
Closing stock as on 30 June 2024	M. Ton	-		1,376.21
Closing stock as on 30 June 2025	M. Ton	254.80		-
Raw Jute Consumption	M. Ton	254.80		1,376.21

**27.01.1 Other Direct Materials: Tk. 36,010,763**

Jute Processing Oil	31,221,970	3,204,680
Verdure Oil	-	29,183
Leather	2,812,080	1,045,782
Polythene	222,949	538,687
Fabric	211,214	3,489,453
Rubber	681,060	360,266
Packing Materials	804,774	259,989
Chemicals	33,681	12,950
Sticker	23,035	-
Others Direct Materials	-	2,710,695
Total	36,010,763	11,651,685

27.02 Power & Fuel: Tk. 35,259,084

Power Electricity	11,529,998	12,266,604
Gas	8,210,611	9,395,991
Fuel (Diesel)	15,518,475	700,276
Total	35,259,084	22,362,871

27.03 Other Factory Overhead: Tk. 22,813,231

Salary & Allowances	19,685,396	17,239,013
Gratuity -Officer & Staffs	341,275	-
Repairs & Maintenance	830,452	679,249
Insurance Premium (Fire & Group)	72,107	257,747
Stationery	25,074	18,980
Welfare Expenses	359,413	300,000
Travelling & Conveyance	301,027	334,598
Postage & Telephone	21,647	7,310
Entertainment Expenses	253,059	347,968
Donation	923,782	537,147
Total	22,813,231	19,722,012

28.00 Administrative Expenses: Tk. 54,272,526

Salary & Allowances	5,173,831	5,823,566
Gratuity -Officer & Staffs	28,303	-
Directors Remuneration	5,333,332	5,333,332
Repairs & Maintenance (General)	151,430	197,095
Stationery	298,153	157,568
Provision for Doubtful Debt	36,869,047	-
Depreciation	3,154,326	1,686,351
Insurance Premium	9,013	86,412
Fuel of Vehicles	531,161	297,432
Electricity Head Office	311,166	220,380
Water Expenses (HO)	48,728	-
Right of use Assets (Office Rent)	-	921,564
VAT Expenses	151,685	-
Rates & Taxes	505,255	-
Travelling & Conveyance	148,774	186,618
Postage, Telegram and Telephone	259,759	141,166
Entertainment	590,790	484,072
Trade Organization Subscription	461,474	212,910
Audit Fees	230,000	200,000
Fees & Professional Charges	-	616,019
Advertisement & Publicity	16,300	54,400
Total	54,272,526	16,618,885

**29.00 Marketing and Selling Expenses: Tk. 23,738,222**

Salary & Allowances	2,708,422	2,255,526
Gratuity -Officer & Staffs	76,800	-
Stationery	103,980	88,217
Insurance (Marine)	9,013	256,325
Air Freight	403,129	573,586
Ocean Freight	561,000	-
Finished Goods Testing Fee/Survey Fee	215,493	28,850
F. H. & Forwarding Charges(Stamp)	2,783,301	-
Fuel of Vehicles (Carrying Charge)	1,659,000	1,356,500
Commission (C & F)	1,470,854	-
Customs Charge (C & F) Vat	359,637	-
Saffta Purpose (C & F)	1,332,000	-
Oil Test (C & F)	443,500	-
Documentttation Charges (C & F)	4,049	-
Travelling & Conveyance	49,591	108,302
Postage & Telephone	151,526	157,346
Entertainment	318,118	305,441
Exhibition & Fair	1,761,704	877,294
Export Promotion Expenses	3,952,879	741,761
Bank Charges and Commission	5,374,225	4,012,738
Total	23,738,222	10,761,886

30.00 Subsidy Received & Others: Tk. 86,162,700

Yarn & Loom, Shoes & Fabrics (Subsidy)	86,162,700	14,850,200
Other Income	-	10,893,300
Fluctuation Gain	-	4,718,864
Total	86,162,700	30,462,364

31.00 Financial Expenses: Tk. 74,033,071

Sonali Bank PLC, FEB, (WCABIH)Corp. Br. Ref. Loan A/c no. 1608960000004	862,609	2,153,078
Sonali Bank PLC, FEB, Corp. Br. WCABI-10 (HYPO) A/C No. 16089370001492	17,083,407	16,645,661
Interest TOD cash Subsidy.	-	702,451
Sonali Bank PLC, Stimulus A/C No. 1608960000007	5,203,175	4,974,347
Sonali Bank PLC, Force Loan(PAD) A/C No.	8,520,386	6,822,555
Sonali Bank PLC, FEB, PS	835,014	-
Sonali Bank PLC, Industry Hyho Block Loan A/C No. 1608960000011	37,174,521	34,501,257
Total Interest :	69,679,112	65,799,349
Bank Charges	529,095	591,320
Interest on Lease Liabilities	122,661	-
Fluctuation Loss	3702203	-
Total	74,033,071	66,390,669

32.00 Income Tax (Expenses)/Income: Tk. 30,320,838

Current Tax (Note: 32.01)	25,923,293	5,146,913
Current Tax for Stock Dividend	-	5,424,000
Deferred Tax	4,397,545	5,847,171
Total	30,320,838	16,418,084

**32.01 Current Tax: Tk. 25,923,293****Corporate Tax**

Profit/(Loss) before Tax

125,696,200 51,469,126

Tax Charge @ 10% (A)

12,569,620 5,146,913

Gross Receipts

Revenue

1,729,500,644 789,606,595

Subsidy Received & Other Gain / (Loss)

86,162,700 30,462,364

1,815,663,344 820,068,959

Tax Charge (minimum) @ 1% (B)

18,156,633 4,920,414

Advance Income Tax : (C)

25,923,293 -

Whichever is higher (A, B & C) (So applicable is "C")

25,923,293 5,146,913

33.00 Earnings Per Share (EPS):

(a) Earnings attributable to the ordinary shareholders

95,375,362 35,051,043

(b) Number of ordinary shares outstanding during the year

10,848,000 10,848,000

(C) Basic EPS (a/b)

8.79 3.23

34.00 Net Asset Value (NAV) per Share:

Total Assets

1,368,182,849 1,663,707,424

Less: Non-Current Liabilities

(488,141,190) (488,141,190)

Less: Current Liabilities

(524,163,789) (524,163,789)

Total net asset of the Company

355,877,869 670,445,496

Number of ordinary shares outstanding during the year

10,848,000 10,848,000

Net asset value (NAV) per share (a/b)

32.81 61.80

35.00 Net Operating Cash Flow per Share-NOCFPS:

Net Cash from Operating Activities

98,863,560 83,624,261

Number of ordinary shares outstanding during the year

10,848,000 10,848,000

Net Operating Cash Flow per Share-NOCFPS

9.11 7.71

Net Operating Cash Flow per Share-NOCFPS

9.11 7.71

36.00 Cash Flows from Operating Activities under Indirect Method (Reconciliation):

Net Profit before Tax

95,375,362 35,051,042

Depreciation

22,817,322 16,863,506

Financial Expenses

74,033,071 -

Increase of Inventories

45,097,618 (49,912,942)

(Increase)/Decrease of Trade Receivables

39,998,815 93,898,762

(Increase)/Decrease of Inter Company Receivable

- 5,895,350

Increase/(Decrease) in Advance Income Tax

(25,923,293) 8,964,908

Increase/(Decrease) of Deferred Tax Liability

4,397,545 -

Increase/(Decrease) of Security Deposits

(200,000) -

Increase/(Decrease) of Advance, Deposit & Prepayment

(160,485,139) -

Increase/(Decrease) of Provision for Income Tax

25,120,883 -

Increase/(Decrease) of LC Margin & Deferred Taxes

- 13,461,574

Increase/(Decrease) of Trade and Other Payables

(23,411,677) (9,190,925)

Increase of Liabilities for Expenses

(570,969) (773,513)

Increase of Provision for Employees Benefit

2,614,022 (12,876,156)

Net Cash from/(used in) Operation

98,863,560 101,381,608

Income Tax Paid

- (17,757,348)

Net Cash from/(used in) Operating Activities

98,863,560 83,624,260



37.00 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
2018-2019	281,986	2,181,622	4,314,175	-	4,314,175	Tribunal
2019-2020	-	118,642,418	3,480,405	-	3,480,405	ADR
2020-2021	301,363	127,898,238	8,698,448	-	8,698,448	Appeal
2021-2022	1,090,992	34,647,262	6,853,027	-	6,853,027	Appeal
2022-2023	10,500,769	33,753,020	20,738,238	-	-	Appeal
2023-2024	10,570,913	-	13,939,353	-	-	Assess. Pending
2024-2025	25,923,293	-	25,923,293	-	-	Return yet to submit
Total Taka	22,746,023	317,122,560	58,023,646	-	23,346,055	

38.00 Directors' Remuneration:

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	-	Remuneration
Total		5,333,332	

39.00 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	39,317,649	-	-	39,317,649
Sonalī Aansh Trading (Pvt.) Ltd. - Grameen, Common Director	Loan paid	2,409,854	-	-	2,409,854
Sonalī Aansh Trading (Pvt.) Ltd., Common Director	Business nature	(7,895,361)	-	-	(7,895,361)
NIP Chemical & Pharmaceuticals Ltd., Common Director	Loan received	(5,663,073)	28,934,700	-	23,271,627
NIP International, Director Concern	Loan received	(20,544,332)	-	-	(20,544,332)
Mr. Nurul Islam Patwari, Director (deceased)	Loan received	(1,032,451)	-	-	(1,032,451)
A J World Inc., USA, Son of Director	Business nature	392,248	-	-	392,248
The Bag and Bag Compant Limited	Business nature	804,000	-	17,500	786,500
Veloxo Trading Ltd., Common Director	Loan received	(454,478)	-	-	(454,478)

**40.00 Capacity Utilization:**

Major Products	Unit of Measure	Rated Capacity	Actual Production	Capacity Utilization (%)
Yarn & Loom	M.Tons	27,720	14,475.63	52.22%
Jute Fabrics , Shoes & Bag	M.Tons	2,500	93.93	3.76%

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

41.00 Number of Employees:

On the payroll of the Company, there were 133 officers, 1,444 staff & workers /technicians apart from many casual/ contract technicians /workers.

			Amount (Tk.)
i)	1577	Staff/Officers, Employees drew yearly salary & allowances of Tk. 36,000 or more	195,089,164
ii)	-	Staff/ Officers/Technicians and many other casual workers drew yearly salary/wages & allowances less than Tk. 36,000	-
			<u>195,089,164</u>

42.00 No. of Board Meeting:

The Board of Directors of the Company held 12 (twelve) meetings during the year.

43.00 Events after Reporting Period:

a) The Board of Directors of the Company in it's meeting held on 18 November 2025 approved the financial statements of the Company for the year ended 30 June 2025 and authorized the same for issue. The Board of Directors also recommended 15% Cash dividend for all shareholders only for the year ended 30 June 2025 subject to approval in the next Annual General Meeting.

[Note: As per Bangladesh Securities and Exchange Commission's letter (BSEC/CI/CPLC (Public)-1037/2022/Part-1/1571, Date: 28 December, 2023), Clause-1, Our company shall not declare any stock dividend /bonus share(s) in the next 02 (two) financial years without prior consent of the Commission. Thus the company can't declare any stock dividend /bonus share(s) for this financial year.]

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.

Mahbub
Managing Director

[Signature]
Company Secretary

[Signature]
Director