

**FAR Chemical & Textile Ind. PLC**  
**Statement of Financial Position**  
**As at September 30, 2023**

Particulars	Notes	Amount in Taka	
		30-09-2023	30-06-2023
<b>Assets</b>			
<b>Non-current assets</b>		3,087,574,359	3,125,502,930
Property, plant & equipment	4.00	2,925,742,471	2,963,671,042
Capital Work in progress	5.00	158,831,888	158,831,888
Security deposit	6.00	3,000,000	3,000,000
<b>Current assets</b>		<b>781,139,708</b>	<b>758,587,673</b>
Inventories	7.00	314,124,142	330,463,395
Trade receivables	8.00	349,152,678	301,705,156
Advances, deposits and prepayments	9.00	7,264,184	6,742,900
STD Account (IPO)	10.00	-	-
STD Account (Dividend)	11.00	581,528	581,528
Cash and cash equivalents	12.00	110,017,176	119,094,694
<b>Total Assets</b>		<b>3,868,714,067</b>	<b>3,884,090,603</b>
<b>Shareholder Equity and Liabilities</b>			
<b>Shareholders' equity</b>		<b>2,398,339,530</b>	<b>2,394,763,842</b>
Share capital	13.00	2,180,934,230	2,180,934,230
Retained earnings	14.00	217,405,300	213,829,612
<b>Non-Current Liabilities</b>		196,534,847	165,895,525
Long Term Loan	15.00	196,534,847	165,895,525
Deferred Tax Liability	16.00	-	-
<b>Current Liabilities</b>		<b>1,273,839,690</b>	<b>1,323,431,236</b>
Trade Payables	17.00	12,468,000	174,735,165
Term Loan -Current	18.00	215,611,000	215,611,000
Short term borrowings	19.00	1,014,829,494	907,354,928
Provision for Income Tax	20.00	8,887,844	6,425,179
Refundable Deposits (IPO)	21.00	-	-
Unpaid or Unclaimed Dividend	22.00	581,528	581,528
Creditors and accruals	23.00	21,461,824	18,723,436
<b>Total Shareholder Equity and Liabilities</b>		<b>3,868,714,067</b>	<b>3,884,090,603</b>
<b>Net Assets Value (NAV) per share</b>	<b>34.00</b>	<b>11.00</b>	<b>10.98</b>

				
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

Place: Dhaka  
Date: November 14, 2023



**FAR Chemical & Textile Ind. PLC**  
Statement of Profit or Loss and Other Comprehensive Income ( Un-Audited)  
For the period ended September 30, 2023

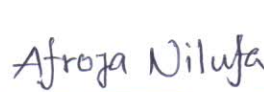
Particulars	Notes	Amount in Taka	
		July 2023 to September, 2023	July 2022 to September, 2022
Revenue	24.00	288,626,077	-
Less: Cost of sales	25.00	257,241,345	-
<b>Gross profit</b>		<b>31,384,732</b>	<b>-</b>
<b>Less: Operating expenses</b>			
Selling and distribution expenses	26.00	3,190,610	3,857,040
Administrative expenses	27.00	3,842,398	9,783,827
Employee Welfare expenses	28.00	25,418	55,815
		<b>7,058,426</b>	<b>13,696,682</b>
<b>Profit from operation</b>		<b>24,326,306</b>	<b>(13,696,682)</b>
Less: Financial expenses	29.00	16,218,883	432,203
Add: Foreign Exchange Gain/(Loss)	30.00	(2,799,542)	-
		5,307,881	(14,128,885)
Add: Other income	31.00	730,471	858,965
<b>Profit before tax</b>		<b>6,038,352</b>	<b>(13,269,920)</b>
Less: Income tax expenses	32.00	2,462,665	236,215
<b>Profit after tax</b>		<b>3,575,688</b>	<b>(13,506,135)</b>
<b>Basic Earnings Per Share (EPS)</b>	33.00	<b>0.02</b>	<b>(0.06)</b>



Chairman



Managing Director

 Afroza Nilufa

Director

 Rozanul

Chief Financial Officer



Company Secretary

Place: Dhaka

Date: November 14, 2023



**FAR Chemical & Textile Ind. PLC**  
Statement of Changes in Equity  
For the period ended September 30, 2023

Particulars	Share Capital	Retained Earnings	Total
	Taka	Taka	Taka
Balance at July 01, 2023	2,180,934,230	213,829,612	2,394,763,842
Profit or Loss during the period	-	3,575,688	3,575,688
<b>Balance at 30 September 2023</b>	<b>2,180,934,230</b>	<b>217,405,300</b>	<b>2,398,339,530</b>

**FAR Chemical & Textile Ind. PLC**  
Statement of Changes in Equity  
For the period ended September 30, 2022

Particulars	Share Capital	Retained Earnings	Total
	Taka	Taka	Taka
Balance at July 01, 2021	2,180,934,230	458,705,294	2,639,639,524
Profit during the period	-	(13,506,135)	(13,506,135)
<b>Balance at 30 September 2022</b>	<b>2,180,934,230</b>	<b>445,199,159</b>	<b>2,626,133,389</b>



Chairman



Managing Director

 Afroja Nilufa Begum

Director



Chief Financial Officer



Company Secretary

Place: Dhaka

Date: November 14, 2023





**FAR Chemical & Textile Ind. PLC**  
Statement of Cash Flows  
For the period ended September 30, 2023

Particulars	Notes	Amount in Taka	
		July 2023 to September, 2023	July 2022 to September, 2022
<b>A. Cash flows from operating activities:</b>			
Receipt from customers		241,708,973	-
Receipt from other income		730,471	858,965
Payment for cost of expenses		(367,212,996)	(194,058,646)
Payment for operating expenses		(3,864,895)	(2,760,352)
Payment of financial expenses		(16,218,883)	(432,203)
Income Tax Paid		(2,404,714)	(236,215)
<i>Net cash from operating activities</i>		<u>(147,262,044)</u>	<u>(196,628,451)</u>
<b>B. Cash flows from investing activities:</b>			
Acquisition of property, plant and equipment		-	(53,592,835)
<i>Net cash used in investing activities</i>		<u>-</u>	<u>(53,592,835)</u>
<b>C. Cash flows from financing activities:</b>			
Increase / (Decrease) in Short term loan		107,474,566	48,124,000
Term Loan Received		30,639,322	205,796,885
<i>Net Cash used in financing activities</i>		<u>138,113,888</u>	<u>253,920,885</u>
D. Net increase in cash and cash equivalents(A+B+C)		<u>(9,148,156)</u>	<u>3,699,599</u>
E. Foreign Exchange Gain/(Loss)-FC A/C		70,638	1,938
F. Opening cash and cash equivalents		119,094,694	265,408,223
<b>G. Closing cash and cash equivalents (D+E+F)</b>		<u><b>110,017,176</b></u>	<u><b>269,109,761</b></u>
Net Operating Cash Flow Per Share (NOCFPS)	35.00	<u>(0.68)</u>	<u>(0.90)</u>







Chairman      Managing Director      Director      Chief Financial Officer      Company Secretary

Place: Dhaka  
Date: November 14, 2023



**FAR Chemical & Textile Ind. PLC**  
**Notes to the Financial Statements**  
**For the period ended September 30, 2023**

**1.00 Reporting Entity**

**1.01 Background of the Company**

FAR Chemical & Textile Ind. PLC (the Company') was incorporated in Bangladesh on 22 March 2007 as a Private Limited Company under the Companies Act 1994 vide incorporation no. C-66261(3753)/07 with its Corporate office at House No: 11 (Floor: 5-A), Road No: 12, Niketon, Gulshan-1, Dhaka-1212 and Registered office is situated at Vill: Mirkutir Chao, Post: Murapara, PS: Rupgonj, District: Narayanganj, Bangladesh. The production unit has been shifted from Plot No. 135-136, EPZ, Cumilla to Rupgonj, Narayanganj. The company has been converted to Public Limited Company under the Companies Act 1994 on 19 June 2012 and issue of Public offer of 12,000,000 ordinary shares of Tk. 10.00 each at par totaling to Tk.120,000,000 as Bangladesh Securities and Exchange Commission (BSEC) ref no. BSEC/CI/IPO-220/2013/98 dated February 05, 2014. Name of the company has been changed from FAR Chemical Industries Limited into FAR Chemical & Textile Ind. PLC on 5th March 2023.

**1.02 Nature of Business**

a) The principal activities of the Company were to manufacture and export of Chemical products to different export-oriented Textiles, dyeing and Apparels industries.

b) The Company has undertaken business expansion for Spinning Unit at Rupgonj, Narayanganj. Hence, in addition to the chemical business, the business activities of the company are also to carry on textile spinning for 100% export-oriented dyeing/textile industries. The company has started commercial production from November 2022.

**2.00 Basis of Preparation of Financial Statements**

**2.01 Statement of Compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and International Accounting Standards (IAS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations in Bangladesh.

**2.02 Regulatory Compliances**

As required FAR Chemical & Textile Ind. PLC comply with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

The Income Tax Ordinance 1984;  
The Income Tax Rules 1984;  
The Income Tax Act 2023;  
The Value Added Tax Act 2012;  
The Value Added Tax Rules 2016  
The Customs Act 1969  
Bangladesh labour law 2006 (Amended)  
The Securities and Exchange Rules, 1987 and  
Other related rules and regulations.

**2.03 Measurement Bases used in preparing the Financial Statements**

The financial statements have been prepared on the historical cost basis, and therefore, do not take into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the company and are consistent with those of the previous year.

**2.04 Reporting Currency and Level of Precision**





The financial statements are presented in Bangladeshi Taka (Taka/Tk), which is the Company's functional currency. All financial information presented in Taka have been rounded off to the nearest Taka.

**2.05 Preparation and Presentation of Financial Statements of the Company**

The Board of Directors of FAR Chemical & Textile Ind. PLC is responsible for the preparation and presentation of financial statements.

**2.06 Use of Estimates and Judgements**

The preparation of these financial statements in conformity with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected thereby.

In particular, information about significant areas of estimation on uncertainty and critical judgments in applying accounting policies that have the most significant affect on the amounts recognized in the financial statements are included in the following notes:

Note: 4 Property, Plant and Equipment

Note: 6 Inventories

Note: 7 Trade Receivables

Note: 8 Advance, Deposit and Pre-payments

**2.07 Reporting Period**

The financial period of the companies covers three months from 1 July 2023 to 30 September 2023 and is followed consistently.

**2.08 Cash Flow Statement**

Statement of cash flows is prepared in accordance with "IAS 7: Statement of Cash Flows" and the cash flow from operating activities have been presented under Direct Method as required by the Securities and Exchange Rules,1987 and considering the provisions that "Enterprises are Encouraged to Report Cash Flow from Operating Activities using the Direct Method".

**2.09 Compliance with the Requirements of Notification of the Securities and Exchange Commission dated 04.06.2008 under ref. # SEC/CMMRPC/2008-181/53/Adm/03/28**

- a) Notes to the financial statements marked from 3.00 to 3.19 setting out the policies are unambiguous with respect to the reporting framework on which the accounting policies are based.
- b) The accounting policies on all material areas have been stated clearly in the notes marked from 3.00 to 3.21.
- c) The accounting standards that underpin the policies adopted by the company can be found in the following places of the notes to the financial statements:

Sl. No.	Name of the IAS	IAS's no.
1	Presentation of Financial Statements	1
2	Inventories	2
3	Statement of Cash Flows	7
4	Accounting policies, Changes in accounting Estimates & Errors	8
5	Events after the Reporting Period	10



Sl. No.	Name of the IAS	IAS's no.
6	Income Taxes	12
7	Property, Plant and Equipment	16
8	Employees Benefits	19
9	The Effects of Changes in Foreign Exchange Rates	21
10	Borrowing Costs	23
11	Related Party Disclosures	24
12	Accounting and Reporting by Retirement Benefit Plans	26
13	Interest in Joint Ventures	31
14	Earnings Per Share	33
15	Impairment of Assets	36
16	Provision, Contingent Liabilities and Contingent Assets	37

SL. No.	Name of the IFRS	IFRS No
1	Financial Instruments: Disclosures	7
2	Operating Segments	8
3	Financial Instruments	9
4	Disclosure of Interests in Other Entities	12
5	Revenue from Contracts with Customers	15
6	Leases	16

- d) The financial statements are in compliance with the International Financial Reporting Standards (IFRS) which are issued by the International Accounting Standards Board (IASB).

### 3.00 Significant Accounting Policies

#### 3.01 Property, Plant & Equipment

##### 3.01.1 Recognition and Measurement

Tangible fixed assets are accounted for according to "IAS 16: Property, plant and equipment", Items of property, plant and equipment are measured at cost or revaluation less accumulated depreciation. The cost of acquisition of an asset comprises its purchase price and any attributable cost of bringing the assets to its working condition for its intended Expenditure incurred after the assets have been put into use, such as repairs maintenance is normally charged off as revenue expenditure in the year in which it incurs. In situation where it can be clearly demonstrated that the expenditure has resulted increase in the future economic benefit expected to be obtained from the asset expenditure is capitalized as an additional cost of the assets.

##### 3.01.2 Depreciation

Depreciation is provided on Reducing Balance Method. Depreciation is charged at the rates varying from 2.50% to 20% depending on the estimated useful life of assets. Depreciation has been charged on additions during the period of available for utilization of Property, Plant & machinery.

Rates of depreciation of assets considering their useful lives are as follows:

<u>Category</u>	<u>Rate</u>
Factory Buildings	2.50%
Plant and Machinery	10%
Electrical Installation	10%
Compressor	10%
Forklift	10%
Water line Installation	10%
Office Equipment	10%
Furniture & Fixture	20%





### 3.02 Components of the Financial Statements

According to the International Accounting Standards (IAS)-1 "Presentation of Financial Statements" the complete set of financial statements includes the following components.

- i. Statement of financial position as at 30 September 2023
- ii. Statement of Profit or Loss and other comprehensive income for the financial year ended on 30 September, 2023
- iii. Statement of Cash Flows for the financial year ended on 30 September, 2023
- iv. Statement of changes in equity for the financial year ended on 30 September, 2023
- v. Accounting policies and explanatory notes for the financial year ended on 30 September, 2023

### 3.03 Inventories

Inventories are measured at lower of cost and ex-factory net realizable value in compliance with "IAS 2: Inventories". The cost of inventories is based on weighted average principle and includes expenditure for acquiring the inventories and bringing them to their existing location and condition. Net realizable value is estimated upon selling price in the ordinary course of business less estimated cost of completion. When the inventories are used, the carrying amounts of those inventories are recognized as expense in the year in which the related revenue is recognized.

### 3.04 Revenue

In compliance with the requirements of IFRS 15 Revenue from contracts with customers, Entity recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Revenue is recognized only when following steps match with a transaction;

- a) Identification of the contract(s) with a customer;
- b) Identification of the performance obligation in a contract;
- c) Determine the transaction price;
- d) Allocate the transaction price to the performance obligations in the contract;
- e) Recognition revenue when (or as) the entity satisfies a performance obligation by transferring control over goods or services to a customer;

### 3.05 Foreign Currency Transaction/Translation

Foreign currency transactions are translated into Bangladeshi Taka at the exchange rates ruling at the transaction dates according to IAS 21: "The effect of changes in Foreign Exchange Rates". Monetary assets and liabilities denominated in the foreign currencies are translated at prevailing rates on the balance sheet (financial position) date. Non monetary assets and liabilities denominated in foreign currencies, which are related at historical cost, are translated into Bangladesh Taka at the exchange date ruling at the date of transactions. Foreign exchange fluctuation gain/losses are charged to statement of Profit or Loss and Other Comprehensive Income whenever arise.

### 3.06 Financial Expenses

Financial costs comprise of interest expense on short term loan. The costs are charged to revenue except those are capitalized in accordance with IAS 23: Borrowing Costs..

### 3.07 Financial Instruments

Non-derivative financial instruments comprise trade receivables, trade payables, cash and cash equivalents and share capital.





**Trade Receivables**

Trade receivables are recognized initially at invoice value and subsequently measured at the remaining amount less allowance for doubtful receivable at the year end, if any. Receivables from foreign currency transactions are recognized in Bangladeshi Taka using exchange rates prevailing on the date of transaction.

**Trade Payables**

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

**Cash and Cash Equivalents**

Cash and cash equivalents consist of cash in hand and with banks on current and deposit accounts and short term investments which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

**Share Capital**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effect.

**3.08 Taxation****3.08.1 Current Tax**

Provision for income tax has been made as per The Income Tax Ordinance 1984 and The Income Tax Act 2023 as applicable for the publicly listed company.

**3.09.2 Deferred Tax**

Deferred tax arises due to temporary difference deductible or taxable for the transaction. A temporary difference between the tax base of an asset or liability and its carrying amount/or amount in the Statement of Financial Position. Deferred tax assets or liability is the year income tax recoverable or payable in future periods recognized in the current period as per "IAS 12: Income Tax. Calculation of deferred tax has shown in note no.32.02.

**3.10 Provisions**

The preparation of financial statements in conformity with International Accounting Standard IAS - 37 Provisions, Contingent Liabilities and Contingent Assets requires management to make estimates and assumption that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

In accordance with the guidelines as prescribed by IAS - 37 provisions were recognized in the following situations:

- When the Company has a present obligation as a result of past event;
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimates can be made of the amount of the obligation.

An appropriate level with regard to an adequate provision for risks and uncertainties has been shown in the Statement of Financial Position. An amount recorded as a provision represents the best estimate of the probable expenditure required to fulfill the current obligation on the date of Statement of Financial Position.

**3.11 Contingencies**

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company. In accordance with IAS 37





Provisions, Contingent Liabilities and Contingent Assets are disclosed in the notes to the financial statements.

### 3.12 Earnings per Share (EPS)

This has been calculated in compliance with the requirements of "IAS 33: Earnings per Share" by dividing the basic earnings by the weighted average number of ordinary Shares outstanding during the year.

#### Basic Earnings

This represents earnings for the period attributable to the ordinary shareholders. As there are no preference dividend, minority interest or extra ordinary items, the net profit for the year has been considered as fully attributable to ordinary shareholders. Basic earnings per share has been calculated by dividing the net profit or loss by the number of weighted average ordinary share outstanding during the year.

#### Diluted Earnings per Share (DEPS)

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and number of ordinary shares outstanding, for the effect of all dilutive potential ordinary shares. However, dilution of EPS is not applicable for these financial statements as there were no potential ordinary shares during the relevant period.

### 3.13 Segment Reporting

No segmental reporting is applicable for the company as required by "IFRS 08: Operating Segments" as the company operates in a single industry segment during the reporting period. Company has started commercial production of Spinning Unit at Rupganj, Narayanganj at same location and adjacent to its Chemical Unit which is under construction in the reporting year of which information has been disclosed in the accounts.

### 3.14 Event after Statement of Financial Position Date

In compliance with the requirements of "IAS-10: Event after the reporting period" that provide additional information about the company's position at the date of the financial position are reflected in the financial statements and events after the reporting period that are not adjusting events are disclosed in the notes when materials.

The company has completed construction work of spinning unit in its own premises at Rupgonj Narayanganj and has started its trial production on October 17, 2022 of which commercial production has been started in the month of November 2022.

There was no significant event that has been occurred between the statement of financial position date and date on which the financial statements are authorized for issue.

### 3.15 Employee Benefits

#### 3.15.1 Worker's Profit Participation

In accordance with the requirement of section 234 of Labor Act, 2006, the company should contribute 5% of net profit before charging the amount to the aforementioned fund. But the company established in Comilla Export Processing Zone and have to comply only BEPZA rules relating to services matter concerning workers and officers employed in the company operating in the Export Processing Zone Bangladesh, which imposed by BEPZA. So there is no provision for Worker's Profit Participation Fund in company's profits as per BEPZA rules. After transfer the factory from EPZ-Cumilla to Rupganj-Narayanganj, as the company is 100% export oriented as per labor Act 2006, the company need not to establish separate Worker's Profit Participation Fund.

### 3.16 Financial Risk Management Policies

The company is exposed to normal business risks from changes in market interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The company does not hold or issue derivative financial instruments for speculative or trading purposes.





**Interest Rate Risk**

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The majority of the interest rate exposure arises from short and long term borrowings from banks. The company has no significant risk of fluctuations in interest rates.

**Foreign Currency Risk**

The company is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies. The company primarily utilizes forward exchange contracts with maturities of less than one year to hedge such financial liabilities denominated in foreign currencies. The forward exchange contracts entered into at the reporting date also relate to anticipated purchases, denominated in foreign currencies, for the subsequent period.

**Credit Risk**

Credit risk is the potential financial loss resulting from the failure of a customer or counterparty to settle its financial and contractual obligations to the company as and when they fall due.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position. However, due to the large number of parties comprising the group's customer base, Management does not anticipate material losses from its debt collection.

Credit risk is the risk which arises with the possibility that one party to a financial instrument will fail to discharge its obligation and cause the party to incur a financial loss. The company attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties.

Concentrations of credit risk arise when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentration of credit risk indicates the relative sensitivity of the company's performance to developments affecting a particular industry. The breakup amount due from customers other than related parties as disclosed in note 7.00 to these financial statements is presented below:

**Fair Values**

The fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Consequently, difference may arise between the carrying value and the fair value estimates. As at June 30, 2023 the net fair value of all financial assets and financial liabilities are estimated to approximate their carrying values.

Underlying the definition of fair value is the presumption that the company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

**3.17 Amalgamation of S.F. Textile Industries Ltd. with FAR Chemical Industries Ltd.:**

Amalgamation of S.F. Textile Industries Ltd. with FAR Chemical Industries Ltd. has been approved by the High Court Division of the Supreme Court of Bangladesh. Shareholders and the Creditors of both the Company has accepted the decision of amalgamation/merger following EGMs and Creditors Meetings. The company has obtained BSEC consent on October 01, 2023 for completion of amalgamation process by following High Court Order and relating rules & regulations accordingly the company has declared appointment date and record date on 31<sup>st</sup> October 2023 and completed partially the merger activities.



**3.18 Increase of sales Revenue and Non-functioning of Chemical Unit:** Sales Revenue has increased during the period than the previous period due to commissioning of new spinning mill at own premises at Rupgonj, Narayanganj. On the other hand, chemical unit could not restart the factory due to non-functioning of some transferred machineries. The Company is unable to acquire the machineries because these machines becoming more costly for the global impact for the Ukraine war and other local and global financial crises. If the company buy the said machineries at a higher price, then it will be very difficult to make a profit. On this ground, the company is waiting for a stable world market.

**3.19 General**

Comparative figures have been re-arranged where considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.





Notes	Particulars	Amount in Taka	
		30-09-2023	30-06-2023
<b>4.00</b>	<b>Property, plant &amp; equipment</b>		
	<b>At cost</b>		
	Opening balance	3,727,320,301	2,155,221,872
	Addition during the year	-	1,572,098,429
		3,727,320,301	3,727,320,301
	Less: Disposal/Adjustment	-	-
		<b>3,727,320,301</b>	<b>3,727,320,301</b>
	<b>Accumulated depreciation</b>		
	Opening balance	763,649,259	632,498,368
	Charged during the year	37,928,572	131,150,891
		801,577,830	763,649,259
	Less: Disposal/Adjustment	-	-
		801,577,830	763,649,259
	<b>Written down value as on June 30</b>	<b>2,925,742,471</b>	<b>2,963,671,042</b>
<b>5.00</b>	<b>Capital-work-in progress</b>		
	Opening Balance	158,831,888	1,646,836,891
	Add. Addition during the year	-	-
	Less. Transferred to PPE	-	1,488,005,003
	Closing Balance	<b>158,831,888</b>	<b>158,831,888</b>
<b>6.00</b>	<b>Security Deposit</b>	<b>3,000,000</b>	<b>3,000,000</b>
<b>7.00</b>	<b>Inventories</b>	<b>314,124,142</b>	<b>330,463,395</b>
<b>8.00</b>	<b>Trade receivables</b>		
	Opening balance	301,705,156	-
	Add: Export during the year	288,626,077	542,553,420
	Less: Realization during the year	241,178,555	240,848,264
		<b>349,152,678</b>	<b>301,705,156</b>
	Receivables due over six months	-	-
	Receivables due below six months	349,152,678	301,705,156
		<b>349,152,678</b>	<b>301,705,156</b>



Notes	Particulars	Amount in Taka	
		30-09-2023	30-06-2023

This is considered as fully secured and guaranteed payment by export letter of credit opening bank against export order and is considered good & realizable within one year as per the terms of export letter of credit. The classification of receivables as required by the Schedule XI of the Companies Act, 1994 are given below:

Particulars	30-09-2023	30-06-2023
i. Receivables considered good in respect of which the company is fully secured	349,152,678	301,705,156
ii. Receivables considered good in respect of which the company holds no security other than the debtor personal	-	-
iii. Receivables considered doubtful or bad	-	-
iv. Receivables due by directors or other officers & staffs	-	-
v. Receivables due from companies under same management	-	-
vi. The maximum amount of receivable due by any director or other officer of the company	-	-

**9.00 Advances, deposits and prepayments**

Sundry Advances	1,019,274	1,023,350
Advance Salary	-	1,879,354
Advance Income Tax	6,244,910	3,840,196
	<u>7,264,184</u>	<u>6,742,900</u>

**10.00 STD Account (IPO)**

STD Account (BRAC Bank)	-	-
Less: Transferred to the CMSF	-	-
	<u>-</u>	<u>-</u>

Transferred total amount to the Capital Market Stabilisation Fund on 11 October 2021 as per Directive No. BSEC/CMRRCD/2021-386/03, dated 14 January 2021 of Bangladesh Securities Exchange Commission and the Bangladesh Securities Exchange Commission (Capital Market Stabilization Fund) Rules, 2021.

**11.00 STD Account - Dividend**

STD Account (SBACBL)	581,528	581,528
	<u>581,528</u>	<u>581,528</u>

**12.00 Cash and Cash equivalents**

	<u>110,017,176</u>	<u>119,094,695</u>
--	--------------------	--------------------

**13.00 Share capital:**

**13.01 Authorized share capital :**

300,000,000 ordinary shares of Taka 10/= each.	<u>3,000,000,000</u>	<u>3,000,000,000</u>
--	----------------------	----------------------







Notes	Particulars	Amount in Taka	
		30-09-2023	30-06-2023
<b>21.00 Refundable Deposits (IPO)</b>			
	General Public Subscription Money	-	-
	Less transferred to the CMSF	-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
	Transferred total amount to the Capital Market Stabilisation Fund (CMSF), on 11 October 2021 as stated in note : 09.		
<b>22.00 Unpaid or Unclaimed Dividend Account</b>			
	Dividend payable	581,528	581,528
		<u>581,528</u>	<u>581,528</u>
		<u>581,528</u>	<u>581,528</u>
<b>23.00 Creditors and accruals</b>			
		<u>21,461,824</u>	<u>18,723,436</u>
		<u>21,461,824</u>	<u>18,723,436</u>





	Amount in Taka	
	July 2023 to September, 2023	July 2022 to September, 2022
<b>24.00 Revenue</b>		
Yarn	288,626,077	0
	<u>288,626,077</u>	<u>0</u>
Sales Revenue has increased during the period than the previous period due to comissioning of new spinning mill at own premises at Rupgonj, Narayangonj.		
<b>25.00 Cost of sales</b>	<u>257,241,345</u>	<u>-</u>
<b>26.00 Selling and distribution expenses</b>	<u>3,190,610</u>	<u>3,857,040</u>
<b>27.00 Administrative expenses</b>	<u>3,842,398</u>	<u>9,783,827</u>
<b>28.00 Employee welfare expenses</b>	25,418	55,815
	<u>25,418</u>	<u>55,815</u>
<b>29.00 Financial expenses</b>	<u>16,218,883</u>	<u>432,203</u>
<b>30.00 Foreign Exchange Gain/(Loss)</b>	<u>(2,799,542)</u>	<u>-</u>
<b>31.00 Other income</b>	<u>730,471</u>	<u>858,965</u>
<b>32.00 Income Tax Expenses</b>		
Current Tax on operating income (Notes -32.01)	2,261,785	-
Current Tax on other income	200,880	236,215
Deferred Tax ( Notes - 32.02)	-	-
	<u>2,462,665</u>	<u>236,215</u>
<b>32.01 Currenet Tax</b>		
Profit before Tax	6,038,352	(13,269,920)
Less: Other Income	730,471	858,965
Add: Depreciation as Accounting base	37,928,572	7,854,508
Less: Depreciation as Tax base	41,677,270	10,892,902
Taxable Income or (Loss)	1,559,183	(17,167,279)
Tax Rate	15.00%	15.00%
Current Tax	233,877	(2,575,092)
Minimum Tax	2,261,785	-
So, Current Tax during the year, higher one- under section 163. of Income Tax Act 2023.	<u>2,261,785</u>	<u>-</u>



### 32.02 Deferred Tax

	Amount in Taka	
	July 2023 to September, 2023	July 2022 to September, 2022
Property, Plant & Equipment		
Carrying amount as Accounting base	2,963,671,042	3,215,298,723
Carrying amount as Tax base	2,876,557,976	2,977,696,862
Difference	87,113,066	237,601,861
Tax Rate	15%	20%
Total maximum deferred tax liability at the end of the year	13,066,959.91	47,520,372
Total maximum deferred tax liability at the beginning of the year	-	-
Total maximum deferred tax for the year	13,066,960	47,520,372
Total tax for the year	2,462,665	236,215
Less: Current tax (Minimum tax on realization and tax on other income) for the year	2,462,665	236,215
Deferred tax as per total tax liability	-	-
Deferred tax for the year	-	-

### 33.00 Basic earnings per share for the year:

a) Net Profit after Tax	3,575,688	(13,506,135)
b) Weighted average number of shares outstanding (Note-33.01)	218,093,423	218,093,423
<b>Basic Earnings per share (EPS) (a/b)</b>	0.02	(0.06)
<b>Basic earnings per share (Adjusted)</b>	0.02	(0.06)

### 34.00 Net Assets Value (NAV) per share

	Amount in Taka	
	As on 30-09-2023	As on 30-06-2023
Total Assets	3,868,714,067	3,884,090,603
Less: Total outside liability	1,470,374,537	1,489,326,761
<b>a. Net Asset Value</b>	<b>2,398,339,530</b>	<b>2,394,763,842</b>
b. Total number of shares outstanding	218,093,423	218,093,423
<b>Net Assets Value (NAV) per share (a/b)</b>	<b>11.00</b>	<b>10.98</b>

### 35.00 Net operating cash flow per share (NOCFPS)

	Amount in Taka	
	July 2023 to September, 2023	July 2022 to September, 2022
a) Net Operating Cash Flow (Numerator)	(147,262,044)	(196,628,451)
b) No of Shares outstanding	218,093,423	218,093,423
<b>Net operating cash flow per share (NOCFPS) (a/b)</b>	<b>(0.68)</b>	<b>(0.90)</b>





Amount in Taka	
July 2023 to September, 2023	July 2022 to September, 2022

**36.00 Reconciliation of cash generated by operations**

Net Profit/(Loss) Before Tax	6,038,352	(13,269,920)
Add: Depreciation	37,928,572	7,854,508
Increase/Decrease in inventory	16,339,253	(205,491,454)
Increase/Decrease in bills receivables	(47,447,522)	-
Increase/Decrease in advance, deposits & prepayments	1,883,430	3,674,491
Increase/Decrease in bills payables	(162,267,165)	-
Income tax paid	(2,404,714)	-
Increase/Decrease in creditors & accrues	2,738,388	11,038,065
Foreign Exchange Gain or Loss	(70,638)	(1,938)
	<u>(147,262,044)</u>	<u>(196,196,248)</u>

