

**Auditor's Report and
Audited Financial Statements
Of**

**FAR Chemical & Textile Ind. PLC
For the year ended June 30, 2025**

Auditors



MZ Islam & Co.
Chartered Accountants



*An International Affiliated Member Firm of
MGM Accountants Pty Ltd. Australia*

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**Independent Auditors' Report
To the Shareholders of
FAR Chemical & Textile Ind. PLC**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **FAR Chemical & Textile Ind. PLC** (the Company), which comprise the Statement of Financial Position as at June 30, 2025; Statement of Profit or Loss and Other Comprehensive Income; Statement of Changes in Equity and Statement of Cash Flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information disclosed in notes 1 to 39 and Annexure- A.

In our opinion, the accompanying financial statements of the Company present fairly in all material respects the financial position as at June 30, 2025, and its financial performance and its cash flows for the year then ended in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) and other applicable laws and regulations.

Basis for Opinion

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) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter:

We draw attention on the matters disclosed as below:

- We draw our attention that, the company has not yet established the contributory Provident Fund, Gratuity Fund and WPPF.

Our key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements for the year ended on June 30, 2025. These matters were addressed in the context of the audit of the financial statements as a whole and in forming the auditors' opinion thereon and we do not provide a separate opinion on these matters.

In addition to the matter described in the basis for opinion section each matter mentioned below our description of how our audit addressed the matter is provided in the context.

We have fulfilled the responsibilities described in the auditors' responsibilities for the audit of the financial statements section of our report, including in relation to these matters.





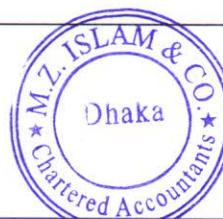
Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of our financial statements, the results of our audit procedures, including the procedures performed to address the matters below;

Key Audit Matters	How our audit addressed the key audit matters
Revenue Revenue is the most financially significant item in the consolidated statement of profit and loss and other comprehensive income. The company has reported revenue of BDT. 3,593,937,995/- for the period ended June 30, 2025. Revenue is measured at the fair value of the consideration received, or receivable excluding VAT discounts commission, rebates and other sales taxes where applicable. FAR Chemical & Textile Ind. PLC sales of goods to export customers. See Note- 23.00 to the financial statements. The company has taken full contract price as revenue and no warranty provision has been made to the consolidated financial statements because the full amount is reimbursed by the principal.	Our procedures included obtaining an understanding of management's revenue recognition process. We tested a sample of transactions to verify whether the revenue was accounted for in accordance with the revenue recognition policy as disclosed in Note- 3.04 of the consolidated financial statements. In addition, we assessed whether the disclosed revenue accounting policy was in accordance with relevant accounting standards. For the revenue recognized throughout the period, we tested selected key controls, including results reviews by management, for their operating effectiveness and performed procedures to gain sufficient audit evidence on the accuracy of the accounting for customer contracts and related financial statement captions. Our audit procedures on implementation of IFRS 15 Revenue from contracts with Customers, we verified management's conclusion from assessing different types of Contracts and the accuracy of the accounting policies in light of the industry specific circumstances and our understanding of the business. We tested the appropriateness of the accounting treatment on a sample basis. In addition, we verified the accuracy of IFRS 15 related party disclosures. These procedures included reading significant new contracts to understand the terms and conditions and their impact on revenue recognition. We performed enquiries with management to understand their risk assessments and inspected meeting minutes to identify relevant changes in their assessments and estimates





Valuation of Inventory The Company had inventory of BDT. 1,598,881,891/- at June 30, 2025 held in its warehouses and across multiple production lines. Inventories consisting of finished goods and raw material, work in process, to be valued at lower of cost and net realizable value. Cost for stock of finished goods comprises expenditures incurred in the normal course of business in bringing such inventories to present condition and includes, whether applicable, appropriate overheads based on normal level of activity. The company determines cost of inventories using weighted average method. Where necessary, allowance should be provided for damaged, obsolete and slow-moving items to adjust the carrying amounts of inventories to the lower of cost and net realizable value Net realizable value is based on estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. See note- 7.00 to the financial statements.	As part of our audit testing against closing inventories, we performed the following audit procedures in response to the assessed risk of material misstatements: - Evaluating the design and implementation of key inventory controls operated across the company, including those at a sample of, factory production house, warehouse; - Evaluating internal controls to monitor or keep track of inventory movement; - Comparing the net realizable value, obtained through a detailed review of sales subsequent to the period-end, to the cost price of a sample of inventories; - Reviewing the historical accuracy of inventory provisioning, and the level of inventory write-offs during the period; - Reassessing reasonableness and adequacy of provision required to write down the cost of inventories recognized to net realizable value against slow moving, obsolete and damaged items to test both accuracy and valuation of reported amount Assessing the appropriateness and presentation of disclosures notes to the financial statements with the requirement of IAS 02 and other relevant IFRSs.
Property, Plant and Equipment Property, plant and equipment (PPE) was recognized at carrying value aggregating to BDT. 4,906,612,670/- representing over 63% of total assets of the company on June 30, 2025. Since PPE comprised a significant portion of the company's total assets, it also involves management judgments to determine estimated useful lives to charge depreciation.	- Our audit procedures performed during the audit to address the risks identified consist of the following: - Obtaining and documenting detailed understanding regarding procurement process of PPE and identified relevant control points and their implementation.





Besides, PPE is also subject to impairment when any possible indicators exist warranting their impairment review. See note - 4.00 to the financial statements	• Reviewing recognition, measurement and valuation basis of PPE in compliance with requirement of IAS 16: Property, plant and equipment. • Performing test of details against sampled population with supporting evidence as maintained by the company in test the accuracy, valuation of capitalized amount and ownership of the assets. Assessing the appropriateness and presentation of disclosures notes to the financial statements with the requirement of IAS16 and other relevant IFRSs.
Trade Receivable In the consolidated financial statements, the company Trade Receivable BDT. 973,697,491/- as per Note-8.00 representing over 12% of total assets of the company as on June 30, 2025 is initially recognized at cost which is the fair value of the consideration given in return. After initial recognition these are carried at cost less impairment losses due to un- collectability of any amount so recognized.	• Reviewing recognition, measurement and valuation basis in compliance with requirement of IAS 32: Trade Receivables. • Performing test of details sampled population with supporting evidence as maintained by the company to test the accuracy, valuation aging or Trade Receivables, • Assessing the appropriateness and presentation of disclosures notes to the financial statements with the requirement of IAS 39 and other relevant IFRS's 09. • Sending Balance Confirmations requests to selected parties. Verifying subsequent realization against the outstanding balance.
Long Term Loan In the consolidated financial statements, the company reported Long Term Loans of BDT. 344,765,345 at the reporting date. This element was considered as key audit matter because this external form of credit facilities availed by the company require fulfillment of several terms and conditions as mentioned in loan sanction letter issued by the bank. Hence, there is potential risk that not all such terms and	Our substantive audit procedures adopted during the audit includes the following test or details. • Inspecting relevant board minutes in support of bank loans sanctioned and reported during the year in the financial statements. • Testing the accuracy and completeness of outstanding amount carried at the reporting date with loans statements,





conditions are adequately disclosed in the financial statements. See note no 15 & 18 to the financial statements.	amortization schedule and corresponding sanction letter from the bank. • Testing the existence of outstanding balances with confirmation letter issued against the said loans by the company. • Recalculating and testing accuracy and completeness of finance costs recognized during the year with loan statements provided by banks. Assessing the adequacy and appropriateness of disclosures made by the company for the loans availed in accordance.
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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 auditors' report thereon. The directors are responsible for the other information.

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

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.





Auditors' Responsibilities for the Audit of the Financial Statements

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 auditors' 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 of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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





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

Report on other Legal and Regulatory Requirements

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

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- In our opinion, proper books of accounts, as records and other statutory books as required by law have been kept by the Company so far as it appeared from our examination of these books;
- The statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns; and
- The expenditure incurred was for the purposes of the Company's business.

Place: Dhaka
Dated: October 28, 2025

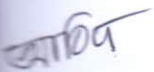
Mohammad Fakhrul Alam Patwary FCA
Enrollment No: 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2510281249AS683510



FAR Chemical & Textile Ind. PLC
Statement of Financial Position
As at June 30, 2025

Particulars	Notes	Amount in Taka	
		June 30, 2025	June 30, 2024
<u>Assets</u>			
Non Current Assets			
Property, Plant & Equipment	4.00	4,918,558,030 4,906,612,670	5,097,877,671 5,085,932,311
Capital work in Progress	5.00	-	-
Security deposit	6.00	11,945,360	11,945,360
Current Assets			
Inventories	7.00	2,918,753,559 1,598,881,891	2,736,195,204 1,052,776,380
Trade Receivables	8.00	973,697,491	1,309,128,163
Advance, Deposits and Prepayments	9.00	55,588,672	44,770,621
Investment in Shares	10.00	84,352,116	82,829,215
Cash and Cash equivalents	11.00	206,233,389	246,690,825
Total Assets		7,837,311,589	7,834,072,875
<u>Equity and Liabilities</u>			
Equity			
Share Capital	12.00	4,978,744,255 1,530,973,330	4,980,289,958 1,530,973,330
Capital Reserve	13.00	2,226,917,200	2,226,917,200
Retained Earnings	14.00	1,220,853,725	1,222,399,428
Non Current Liabilites			
Loan Term Loan	15.00	322,182,154 224,765,345	299,537,000 201,002,115
Deferred Tax	16.00	97,416,809	98,534,885
Current Liabilities			
Trade Payables	17.00	2,536,385,180 194,621,385	2,554,245,917 580,370,123
Loan Term Loan - Current	18.00	120,000,000	192,482,820
Short Term Borrowings	19.00	2,140,032,211	1,685,666,384
Income Tax Payable	20.00	40,479,600	44,131,293
Unpaid or Unclaimed Dividend	21.00	733,696	169,631
Liabilities for Expenses	22.00	40,518,288	51,425,666
Total Equity and Liabilities		7,837,311,589	7,834,072,875
Net Asset Value per share	31.00	32.52	32.53

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director


Director


Company Secretary


Chief Financial Officer

Signed as per our annexed report on even date.

Place: Dhaka
Dated: October 28, 2025

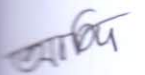

Mohammad Fakhru Alam Patwary FCA
ICAB Enrollment No. 1249
Managing Partner
M. Z. Islam & Co.
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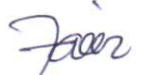
FAR Chemical & Textile Ind. PLC
Statement of Profit or (Loss) and Others Comprehensive Income
For the year ended June 30, 2025

Particulars	Notes	Amount in Taka	
		June 30, 2025	June 30, 2024
Sales	23.00	3,593,937,995	3,029,410,460
Less: Cost of goods sold	24.00	3,308,721,220	2,788,475,166
Gross Profit		285,216,775	240,935,294
Less: Operating Expenses	25.00	40,120,244	38,715,543
Operating Income		245,096,531	202,219,751
Less: Financial Expenses	26.00	200,155,581	157,252,460
Add/(Less): Foreign Exchange gain/(loss)	27.00	2,189,401	1,967,659
Net Operating Profit		47,130,351	46,934,950
Add: Other Income	28.00	4,472,302	9,762,186
Add: Share Profit of Investment	29.00	1,522,901	1,275,555
Net Profit Before Tax		53,125,554	57,972,691
Less: Income Tax	30.00	39,361,524	27,249,283
Net Profit After Tax		13,764,030	30,723,408
Earnings Per Share-EPS	32.00	0.09	0.20

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director


Director


Company Secretary


Chief Financial Officer

Signed as per our annexed report on even date.

Place: Dhaka

Dated: October 28, 2025


Mohammad Fakhru Alam Patwary FCA
ICAB Enrollment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2510281249AS683510



FAR Chemical & Textile Ind. PLC
Statement of Changes in Equity
For the year ended June 30, 2025

Particulars	Share Capital	Capital Reserve	Retained Earnings	Total Equity
Balance as at July 01, 2024	1,530,973,330	2,226,917,200	1,222,399,428	4,980,289,958
Dividend paid	-	-	(15,309,733)	(15,309,733)
Net Profit (Loss) during the year	-	-	13,764,030	13,764,030
Balance as at June 30, 2025	1,530,973,330	2,226,917,200	1,220,853,725	4,978,744,255

FAR Chemical & Textile Ind. PLC
Statement of Changes in Equity
For the year ended June 30, 2024

Particulars	Share Capital	Capital Reserve	Retained Earnings	Total Equity
Balance as at July 01, 2023	2,180,934,230	-	1,193,542,149	3,374,476,379
Transfer during the year	(1,453,956,150)	1,453,956,150	-	-
Transfer during the year	-	772,961,050	-	772,961,050
Investment realization	-	-	(1,866,129)	(1,866,129)
Addition during the year	803,995,250	-	-	803,995,250
Net Profit (Loss) during the year	-	-	30,723,408	30,723,408
Balance as at June 30, 2024	1,530,973,330	2,226,917,200	1,222,399,428	4,980,289,958

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director


Director


Company Secretary


Chief Financial Officer

Signed as per our annexed report on even date.



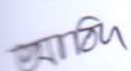
FAR Chemical & Textile Ind. PLC

Statement of Cash Flows

For the year ended June 30, 2025

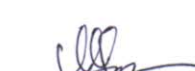
Particulars	Amount in Taka.	
	June 30, 2025	June 30, 2024
A. Cash Flow From Operating Activities:		
Collection from customer & others	3,942,413,162	2,733,730,299
Payment to Suppliers, employees & others	(4,079,419,461)	(2,520,599,134)
Income Tax paid	(56,050,720)	(28,188,237)
Payment for financial Expenses	(200,155,581)	(157,252,460)
Net cash flow from Operating activities	(393,212,600)	27,690,468
B. Cash Flow From Investing Activities:		
Paid for Investment	-	(42,597,117)
Sales proceeds of Land	6,752,877	-
Acquisition of Fixed Assets	(45,045,500)	(37,577,619)
Net cash used in Investing activities	(38,292,623)	(80,174,736)
C. Cash Flow From Financing Activities:		
Receipt of / paid for Short term loan from bank	454,365,827	105,380,634
Paid of dividend	(14,745,668)	(411,897)
Receipt of / paid for Long term loan from bank	(48,719,590)	11,978,410
Net Cash flow from financing activities	390,900,569	116,947,147
D. Increase/(Decrease) Cash and Cash Equivalents (A+B+C)	(40,604,654)	64,462,879
E. Opening Cash and Cash Equivalents	246,690,825	181,907,790
F. Unrealized Foreign Exchange gain	147,218	320,157
G. Closing cash and cash equivalents (D+E+F)	206,233,389	246,690,825
Net Operating Cash Flow Per Share (NOCFPS)	33.00	(2.57)
		0.18

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director


Director


Company Secretary


Chief Financial Officer

Signed as per our annexed report on even date.



FAR Chemical & Textile Ind. PLC

Notes to the Financial Statements

For the year ended June 30, 2025

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, Corporate office is located at House No: 11 (Floor: 7-A), Road No: 12, Niketon, Gulshan-1, Dhaka-1212 and Registered office is situated at Vill: Mirkutir Chao, Post: Murapara, PS: Rupgonj, District: Narayangonj, Bangladesh. The production unit has been shifted from Plot No. 135-136, EPZ, Cumilla to Rupgonj, Narayangonj. 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 to FAR Chemical & Textile Ind. PLC on 5th March 2023.

The company has been amalgamated with another Spinning Mills namely S.F Textile Industries Ltd on 31st October 2023 by complying due process including approval of shareholders and Creditors in EGM and at creditors meeting respectively, Judgement and Order of Honorable High Court Division of Bangladesh of Supreme Court and Consent of Bangladesh Securities and Exchange Commission (Ref: BSEC/LSD/CM-83/2022/993/1414 dated, October 01, 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 established a Spinning Mill at Rupgonj, Narayangonj. Present business activity of the company is to carry on textile spinning for 100% export-oriented dyeing/textile industries.

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 Act 2023;
- The Value Added Tax Act 2012;
- The Value Added Tax Rules 2016
- The Companies Act 1994,
- The Customs Act 2023
- Bangladesh labour law 2006 (Amended)
- The Securities and Exchange Rules, 2020 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 four months from July 01, 2024 to June 30, 2025 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 3.20 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 3.20.

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
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:

Category	Rate
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.

- Statement of financial position as at June 30, 2025
- Statement of Profit or Loss and other comprehensive income for the financial period ended on June 30, 2025
- Statement of Cash Flows for the financial period ended on June 30, 2025
- Statement of changes in equity for the financial period ended on June 30, 2025
- Accounting policies and explanatory notes for the financial period ended on June 30, 2025.

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;

- Identification of the contract(s) with a customer;
- Identification of the performance obligation in a contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract;
- 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 cost 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 Act 2023 as applicable for the publicly listed company.

3.08.2 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.30.02.

3.09 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.

3.10 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.

3.11 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.

3.12 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.

3.13 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.

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.

3.14 Employee Benefits

3.14.1 Worker's Profit Participation

As the company is 100% export oriented industry, As per labor Act 2006, the company need not to establish separate Worker's Profit Participation Fund.

3.15 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.

Liquidity Risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. Prudent liquidity risk management implies maintaining sufficient cash and bank balances and availability of funding through an adequate amount of committed credit facilities. The company aims to maintain flexibility in funding by keeping committed credit lines open.

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, 2025 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.

3.16 Date of Authorization

The financial statements were authorized for issue on 28 October, 2025 by the board of the Directors of the company.

3.17 Impact of war and Increase of Revenue

There are no going concern threats due to Ukraine and Russia war as the company has adequate resources to continue in future. However, being a deemed export oriented company it has been facing global impact of such war as well local and global financial impact. Export revenue has been increased during the year due to amalgamation with S.F Textile Industries Ltd.

3.18 Amalgamation/Merger of S.F. Textile Industries Ltd. with FAR Chemical Industries Ltd.:

Amalgamation/merger 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. Both the company has been amalgamated as on October 31, 2023.

3.19 General

i) 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.

ii) Figures for the financial year 2024-2025 have been rearranged wherever considered necessary to ensure comparability with the current year.



Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024
4.00	Property, Plant & Equipments		
	A. Cost		
	Opening balance	6,698,301,076	6,501,891,569
	Add: Addition during the year	45,045,500	196,409,507
	Less: 0.70 Acre land acquired by Govt. - Disposal	(6,752,877)	-
	Closing Balance	6,736,593,699	6,698,301,076
	B. Accumulated depreciation		
	Opening balance	1,612,368,765	1,379,321,142
	Add: Charged during the year	217,612,264	233,047,623
	Less: Adjustment During the year	-	-
	Closing Balance	1,829,981,029	1,612,368,765
	Written down value (A-B)	4,906,612,670	5,085,932,311
	<i>The details of the above is given in Annexure-A</i>		
5.00	Capital Work-in-Progress		
	Opening balance	-	158,831,888
	Add: Addition during the year	-	-
	Less: Transferred to PPE	-	(158,831,888)
	Closing Balance	-	-
6.00	Security Deposit		
	Electricity Security [REB]	8,945,360	8,945,360
	Electricity Security [REB]	3,000,000	3,000,000
	Total	11,945,360	11,945,360
7.00	Inventories		
	Raw Materials	7.01 56,138,574	320,554,864
	Work in process	7.02 41,105,686	15,083,735
	Packaging Materials	7.03 1,935,241	2,932,143
	Finished goods	7.04 1,496,726,978	710,594,541
	Store items	7.05 2,975,412	3,611,097
	Total	1,598,881,891	1,052,776,380
7.01	Raw Materials		
	Opening Balance	320,554,864	459,751,908
	Add: Purchase during the year	3,056,341,073	2,122,128,962
	Raw materials available for production	3,376,895,937	2,581,880,870
	Less: Input to production	3,320,757,363	2,261,326,006
	Closing balance	56,138,574	320,554,864

Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024
7.02	Work in process		
	Opening Balance	15,083,735	15,362,322
	Add: Addition During the year	3,341,121,285	2,278,644,463
		3,356,205,020	2,294,006,785
	Less: Transfer to finished goods	3,315,099,334	2,278,923,050
	Closing balance	41,105,686	15,083,735
7.03	Packaging Materials		
	Opening Balance	2,932,143	3,141,734
	Add: Purchase during the year	19,367,020	17,108,866
		22,299,163	20,250,600
	Less: Consumption during the year	20,363,922	17,318,457
	Closing balance	1,935,241	2,932,143
7.04	Finished Goods		
	Opening Balance	710,594,541	458,525,581
	Add: Production during the year	4,094,853,657	3,037,378,918
	Production available for export	4,805,448,198	3,495,904,499
	Less: Cost of goods sold	3,308,721,220	2,785,309,958
	Closing balance	1,496,726,978	710,594,541
7.05	Store items		
	Opening Balance	3,611,097	6,604,441
	Add: Purchase during the year	18,565,551	30,350,354
		22,176,648	36,954,795
	Less: Consumption during the year	19,201,236	33,343,698
	Closing balance	2,975,412	3,611,097
8.00	Trade Receivables		
	This is the amount of receivable against export bills as on June 30, 2025. This is considered as good & realizable and is secured by export letter of credit duly accepted by L/C opening bank.		
	Opening balance	1,309,128,163	991,652,885
	Add: Export during the year	3,593,937,995	3,029,410,460
	Less: Realization during the year	3,929,368,667	2,711,935,182
	Closing balance	973,697,491	1,309,128,163



Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024

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 the year as per the terms of export letter of credit. The classification of receivables as required by the Part-1, para-4, of Schedule XI of the Companies Act, 1994 are given below:

i. Receivables considered good and in respect of which the company is fully secured.	973,697,491	1,309,128,163
ii. Receivables considered good for which the company holds no security other than the debtors personal security.	-	-
iii. Receivables considered doubtful or bad.	-	-
iv. Receivables due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.	-	-
v. Receivables due by companies under same management.	-	-
vi. The maximum amount due by directors or other officers of the company at any time during the year.	-	-

Ageing of the above Receivables is given below;

For the year ended 30-06-2025

Particulars	Below 6 Months	Above 6 Months	Total
Customers	973,697,491	-	973,697,491

For the year ended 30-06-2024

Particulars	Below 6 Months	Above 6 Months	Total
Customers	1,309,128,163	-	1,309,128,163

9.00 Advances, Deposits & Prepayments

Sundry Advances	9.01	15,481,008	16,582,384
Advance Income Taxes	9.02	40,107,664	28,188,237
Total		55,588,672	44,770,621

Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024
9.01	Sundry Advances		
	Mr.Uttom Kumar	-	67,114
	Karim carrier Services	182,330	-
	Advance to factory	523,279	512,334
	J.M Transport	556,200	556,200
	Emerging Credit Rating	50,000	50,000
	S.B Communication	113,000	94,326
	The linker International	-	50,000
	Sajedur Rahman	5,798,478	4,761,814
	L/C Margin	3,089,873	3,843,900
	MLD C & F	2,792,872	4,884,194
	Maa Khadiza Engineering & Technology	-	252,000
	Gazi Enterprise	38,541	-
	Shah Cement	183,000	-
	Modina Transport trading Corporation	29,000	29,000
	Bengle polymer Wares Ltd.	80,000	-
	Anowar Ispat	252,000	-
	Premier Cement	93,000	277,000
	Power & Automation Intelligence	-	88,000
	Satcom IT Ltd.	100,000	-
	Sadia Enterprise	34,000	-
	Hasin Textile	-	50,000
	Masud Enterprise	425,000	425,000
	Hasin Enterprise	31,000	-
	Unique Ceramic	81,000	-
	Texcord Trading	80,350	-
	Meghna Star Cable & Electrical app	-	28,000
	Mother Trade International	906,000	193,000
	Maa Enterprise	-	288,417
	Mita Engineering	42,085	132,085
	Total	15,481,008	16,582,384
9.02	Advance Income Tax		
	Opening Balance	28,188,237	51,842,444
	Add: Tax deduction at source on Export	39,361,524	27,249,283
	Add: Tax deduction at source on Interest Income	746,140	565,728
	Add: Tax deduction at source on Dividend	-	373,226
		68,295,901	80,030,681
	Less: Adjustment during the year	28,188,237	51,842,444
	Closing Balance	40,107,664	28,188,237
10.00	Investment in Shares		
	Investment in Shares	84,352,116	82,829,215
	Total	84,352,116	82,829,215
	10.01		
		84,352,116	82,829,215
		84,352,116	82,829,215

Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024
10.01	Investment in Shares		
	Investment in M.L.Dyeing Ltd. 10.01.A	84,352,116	84,695,344
	Less: Investment realization 10.01.B	-	1,866,129
	Total	84,352,116	82,829,215
10.01.A	Investment in M.L. Dyeing Ltd.		
	M.L Dyeing Ltd (Cost of Investment Tk. 93,306,480)	82,829,215	83,419,789
	Share of Profit during the year 29.00	1,522,901	1,275,555
	Total	84,352,116	84,695,344
10.01.B	Investment Realization		
	Cash Dividend Received	-	1,866,129
	Total	-	1,866,129
11.00	Cash and Cash Equivalents		
	Cash in Hand	710,237	941,612
	Cash at Bank 11.01	205,523,152	245,749,213
	Total	206,233,389	246,690,825
11.01	Cash at Bank		
	Al-Arafah Islami Bank Ltd, A/C: 0025	55,468	6,071,871
	Al-Arafah Islami Bank Ltd, A/C: 0017	79,303	77,019
	Al-Arafah Islami Bank Ltd, A/C: 0047	46,514	1,579,174
	Al-Arafah Islami Bank Ltd, A/C: 0126	82,423,245	162,542,876
	Al-Arafah Islami Bank Ltd, A/C: 0656	24,402,223	3,212,798
	Al-Arafah Islami Bank Ltd, A/C: 1702	214	3,087
	Al-Arafah Islami Bank Ltd, A/C: 1591	459,140	8,130
	Al-Arafah Islami Bank Ltd, A/C: 6088	6,680	7,189
	Social Islami Bank Limited, A/C: 83	90,256	90,256
	Social Islami Bank Limited, A/C: 4628	320,552	321,392
	SBAC Bank Limited, A/C: 0638	1,881,953	1,159,865
	SBAC Bank Limited, A/C: 8372	-	545
	Islami BanK BD Ltd, A/C: 0910	37,264	158,221
	Shahjalal Islami Bank, A/C: 00028	14,165	14,337
	Islami BanK BD Ltd, A/C: 87011	540	101,483
	Islami BanK BD Ltd, A/C: 73206	6,313,108	8,678,089
	Islami BanK BD Ltd, A/C: 31608	119,458	185,232
	Islami BanK BD Ltd, A/C: 58712	5,095,486	6,609,088
	Islami BanK BD Ltd, A/C: 33604	277,161	25,045
	NRB, A/C: 52818	369,826	-
	DBBL, A/C: 12906	5,231	6,611
	SBACBL, A/C: 45848/00496	45,224	11,529,463
	SBACBL, A/C: 60000126	157,154	5,462,627
	SBACBL, A/C: 26865/3564	33,282	90,012
	FDR	83,289,705	37,814,803
	Total	205,523,152	245,749,213

The Bank balance are in agreement with respective bank statement balances.

Notes	Particulars	Amount in Taka.																					
		June 30, 2025	June 30, 2024																				
12.00	Share Capital:																						
	Authorized Share Capital																						
	501,000,000 Ordinary Shares of Taka 10/= each.	5,010,000,000	5,010,000,000																				
	Authorized Share Capital																						
	Far Chemical & Textile Ind.PLC	3,000,000,000	3,000,000,000																				
	S.F Textile Industries Limited	2,010,000,000	2,010,000,000																				
		5,010,000,000	5,010,000,000																				
	Issued, subscribed, called-up and paid-up share capital:																						
	153,097,333 ordinary shares of Tk 10/= each fully paid-up	1,530,973,330	1,530,973,330																				
	The shareholding position of the company are as under																						
	<table><tr><th>Name</th><th>No.of shares</th><th>Percentage</th><th>Amount</th></tr><tr><td>Sponsors & Directors</td><td>49,959,950</td><td>32.63%</td><td>499,599,500</td></tr><tr><td>Other Shareholders</td><td>55,972,385</td><td>36.56%</td><td>559,723,850</td></tr><tr><td>General Shareholders</td><td>47,164,998</td><td>30.81%</td><td>471,649,980</td></tr><tr><td>Total</td><td>153,097,333</td><td>100%</td><td>1,530,973,330</td></tr></table>	Name	No.of shares	Percentage	Amount	Sponsors & Directors	49,959,950	32.63%	499,599,500	Other Shareholders	55,972,385	36.56%	559,723,850	General Shareholders	47,164,998	30.81%	471,649,980	Total	153,097,333	100%	1,530,973,330		
Name	No.of shares	Percentage	Amount																				
Sponsors & Directors	49,959,950	32.63%	499,599,500																				
Other Shareholders	55,972,385	36.56%	559,723,850																				
General Shareholders	47,164,998	30.81%	471,649,980																				
Total	153,097,333	100%	1,530,973,330																				
	<table><tr><th>Issued, subscribed, called-up and paid-up share capital</th><th>Before Amalgamation</th><th>After Amalgamation</th></tr><tr><td>Far Chemical & Textile Ind.PLC</td><td>2,180,934,230</td><td>726,978,080</td></tr><tr><td>S.F Textile Industries Limited</td><td>1,576,956,300</td><td>803,995,250</td></tr><tr><td></td><td>3,757,890,530</td><td>1,530,973,330</td></tr></table>	Issued, subscribed, called-up and paid-up share capital	Before Amalgamation	After Amalgamation	Far Chemical & Textile Ind.PLC	2,180,934,230	726,978,080	S.F Textile Industries Limited	1,576,956,300	803,995,250		3,757,890,530	1,530,973,330										
Issued, subscribed, called-up and paid-up share capital	Before Amalgamation	After Amalgamation																					
Far Chemical & Textile Ind.PLC	2,180,934,230	726,978,080																					
S.F Textile Industries Limited	1,576,956,300	803,995,250																					
	3,757,890,530	1,530,973,330																					
13.00	Capital Reserve																						
	Transfer from paid up capital -Far Chem	1,453,956,150	1,453,956,150																				
	Transfer from paid up capital - S.F Textiles	772,961,050	772,961,050																				
	Sub-Total	2,226,917,200	2,226,917,200																				
	Less: Transfer to retained earnings	-	-																				
	Total	2,226,917,200	2,226,917,200																				
14.00	Retained Earnings																						
	Opening balance	1,222,399,428	1,193,542,149																				
	Add: Current year Profit/Loss	13,764,030	30,723,408																				
		1,236,163,458	1,224,265,557																				
	Less: Dividend	15,309,733	-																				
	Less: Investment realization	-	1,866,129																				
	Closing Balance	1,220,853,725	1,222,399,428																				
15.00	Long Term Loan																						
	HPSM Loan	344,765,345	201,002,115																				
	Current Portion	120,000,000	-																				
	Total	224,765,345	201,002,115																				



Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024
16.00	Deferred tax liabilities		
	Opening balance	98,534,885	100,882,125
	Add: Current year charged	(1,118,076)	(2,347,240)
	Closing Balance	97,416,809	98,534,885
17.00	Trade Payables		
	Trade payables	194,621,385	580,370,123
	Total	194,621,385	580,370,123
18.00	Term Loan - Current		
	Term Loan	120,000,000	192,482,820
	Total	120,000,000	192,482,820
19.00	Short Term Borrowings		
	EDF/UPAS	1,436,510,651	1,363,814,858
	IBP Loan	475,884,596	94,214,562
	Short term borrowings - Unsecured	227,636,964	227,636,964
	Total	2,140,032,211	1,685,666,384
19.01	Short term borrowings - Unsecured		
	Sharp Industries PLC	41,636,964	41,636,964
	MN Industries Ltd	84,900,000	84,900,000
	Rezwana Rahman Rini	88,600,000	88,600,000
	Rajon Industries Ltd.	12,500,000	12,500,000
	Total	227,636,964	227,636,964
20.00	Income Tax Payable		
	Income Tax Payable -Opening	44,131,293	66,377,214
	Add: Charge for the year	40,479,600	29,596,523
		84,610,893	95,973,737
	Less: Adjustment during the year	(44,131,293)	(51,842,444)
	Closing Balance	40,479,600	44,131,293
21.00	Unpaid or Unclaimed Dividend Account		
	Dividend payables	733,696	169,631
	Total	733,696	169,631

Unclaimed or Undistributed dividend for the financial year 2019-2020 has been transferred to the Capital Market Stabilization Fund on 03-03-2024 as per directive No. BSEC/CMRRCD/2021-386/03 dated 14 January 2021 of Bangladesh Securities and Exchange Commission and The Bangladesh Securities and Exchange Commission (Capital Market Stabilization Fund) Rules 2021. Total dividend undistributed for the year 2023-2024, Tk 564,065 and TK. 169,631 for the year 2020-2021.



Notes	Particulars	Amount in Taka.	
		June 30, 2025	June 30, 2024
22.00	Liabilities for Expenses		
	Electricity Bill	23,960,114	29,326,464
	Salary & Wages	12,721,163	14,470,468
	Director Remuneration and Fees	50,000	100,000
	Sundry Creditors	3,337,011	7,178,734
	Audit Fees	450,000	350,000
	Total	40,518,288	51,425,666
22.01	Sundry Creditors		
	Mr. Uttom Kumar Roy	438,599	1,285,713
	Bangladesh Association of Publicly Listed Companies	50,000	50,000
	Dhaka Stock Exchange Ltd	600,000	1,200,000
	Chittagong Stock Exchange Ltd	600,000	1,200,000
	Delta Transport Service	-	203,800
	Gazi Enterprise	68,000	62,759
	Best Aluminium	69,012	225,012
	M/S Bhuiyan Enterprise	60,000	60,000
	M/S. S.B Communication	8,374	-
	M/S. Delta Transport Service	280,300	113,300
	M/S. Purity Trade & Engineering	-	238,254
	M/S. Himalaya Logistic	-	58,000
	M/S. FR Trade Enterprise	166,200	166,200
	M/S. Karim Carrier	83,200	189,370
	M/S. Azmi Enterprise	145,159	362,159
	M/S. Rigia Traders	36,857	36,857
	M/S. Hasin Textile	731,310	1,727,310
	Total	3,337,011	7,178,734

Notes	Particulars	Amount in Taka	
		June 30, 2025	June 30, 2024
23.00 Sales			
	Revenue from Export	3,593,937,995	3,029,410,460
	Total	3,593,937,995	3,029,410,460
24.00 Cost of goods sold			
	Raw materials consumed	24.01 3,320,757,363	2,261,326,006
	Packing Materials consumed	24.02 20,363,922	17,318,457
		3,341,121,285	2,278,644,463
	Work in process- opening	15,083,735	15,362,322
	Work in process- closing	41,105,686	15,083,735
	Change in work in process	(26,021,951)	278,587
	Total consumption	3,315,099,334	2,278,923,050
	Add: Manufacturing Overhead	24.03 564,973,528	531,601,641
	Add: Depreciation (<i>Annexure-A</i>)	214,780,795	230,019,435
	Cost of production	4,094,853,657	3,040,544,126
	Finished goods - opening	710,594,541	458,525,581
	Finished goods - closing	1,496,726,978	710,594,541
	Change of finished goods stock	(786,132,437)	(252,068,960)
	Total	3,308,721,220	2,788,475,166
24.01 Raw materials consumed			
	Opening Stock	320,554,864	459,751,908
	Add: Purchase during the year	3,056,341,073	2,122,128,962
	Raw materials available for production	3,376,895,937	2,581,880,870
	Less: Closing Stock	56,138,574	320,554,864
	Total	3,320,757,363	2,261,326,006
24.02 Packing Materials Consumed			
	Opening Stock	2,932,143	3,141,734
	Add: Purchase during the year	19,367,020	17,108,866
	Consumable Item available for packing	22,299,163	20,250,600
	Less: Closing Stock	1,935,241	2,932,143
	Total	20,363,922	17,318,457



Notes	Particulars	Amount in Taka	
		June 30, 2025	June 30, 2024
24.03	Manufacturing overhead		
	Salaries and wages	174,778,475	133,777,601
	Electricity Bill	346,193,554	340,540,962
	Fuel, water and power	1,933,281	2,695,547
	Printing and stationary	397,600	545,969
	Conveyance expenses	104,535	2,470,405
	Insurance & Others	2,567,700	7,643,286
	Internet, Telephone & Postage	93,357	131,492
	Store and spares consumed	19,201,236	33,343,698
	Rent, rates and taxes	2,541,879	3,165,208
	Medical expenses	169,488	303,910
	Food and Tiffin	1,099,335	775,220
	Labor charge	332,700	373,480
	Repair and maintenance	13,789,175	2,062,230
	Carrying Charge	74,380	1,634,500
	Other overhead	1,696,833	2,138,133
	Total	564,973,528	531,601,641
25.00	Operating Expenses		
	Warehouse, Distribution & Selling Exp.	18,053,766	18,404,866
	Administrative Expenses	22,066,478	20,310,677
	Total	40,120,244	38,715,543
25.01	Warehouse, Distribution & Selling Exp.		
	Salaries and allowance	8,804,055	8,622,563
	Transportation and handling expenses	5,482,860	2,864,140
	Repairs and maintenance	209,925	440,951
	Sales Promotion	612,000	2,296,000
	Rent	180,000	180,000
	Electricity, water and gas	1,130,896	1,052,342
	Traveling expenses	67,500	1,115,153
	Printing & Stationery	65,780	61,854
	Entertainment expenses	287,185	309,471
	Miscellaneous expenses	315,478	450,418
	Sample, test and analysis	11,960	64,915
	Depreciation (Annexure-A)	886,127	947,059
	Total	18,053,766	18,404,866



Notes	Particulars	Amount in Taka	
		June 30, 2025	June 30, 2024
25.02 Administrative Expenses			
	Salaries and allowance	9,163,145	8,622,563
	Postage and telecommunication	563,436	489,539
	Traveling, haulage and passage	1,271,226	502,663
	Repair and maintenance	988,460	278,066
	Electricity, fuel and water	479,054	693,121
	Printing and stationery	720,899	688,640
	Rent, rates and taxes	5,029,192	3,884,132
	Subscription and donation	300,000	88,020
	Entertainment	166,590	175,760
	Legal and professional Charge	136,000	81,500
	Audit and professional fees	500,000	1,350,000
	Miscellaneous expenses	18,930	516,272
	News paper and yearicals	3,204	1,772
	AGM/EGM Expenses	85,000	4,500
	Director remuneration	600,000	800,000
	Board meeting attendance fees	96,000	53,000
	Depreciation (Annexure-A)	1,945,342	2,081,129
	Total	22,066,478	20,310,677
26.00 Financial Expenses			
	Interest on UPAS Loan/EDF Loan/TR	182,794,746	139,540,905
	Bank Charge	17,360,835	17,711,555
	Total	200,155,581	157,252,460
27.00 Foreign Exchange gain / (loss)			
	Foreign Exchange gain / (loss)	2,091,887	1,967,659
	Foreign Exchange gain / (loss) -Unrealized	97,514	78,841
	Total	2,189,401	1,967,659
28.00 Other income			
	Sales of Wastage	741,600	5,067,420
	Interest Income	3,730,702	2,828,636
	Dividend Income - Cash	-	1,866,130
	Total	4,472,302	9,762,186
29.00 Share profit of Investment			
	Profit of M.L Dyeing Ltd from disclosed financial statement	37,936,706	31,775,126
	Percentage of holding	4.01%	4.01%
	Share of Associate profit during the year	1,522,901	1,275,555
* Percentage of holding :			
	Total No. of Share of M.L Dyeing ltd.	232,434,090	232,434,090
	Total No. of Share held by the company	9,330,648	9,330,648
	Percentage of holding	4.01%	4.01%

Notes	Particulars	Amount in Taka	
		June 30, 2025	June 30, 2024
30.00	Income tax expenses		
	Current tax	30.01 40,479,600	29,596,523
	Deferred tax	30.02 (1,118,076)	(2,347,240)
	Total	39,361,524	27,249,283
30.01	Current tax		
	This has been arrived as under;		
	Current tax on operating income	30.01.A 39,361,524	27,249,283
	Current tax on Dividend Income	-	373,226
	Current tax on other Income	1,118,076	1,974,014
	Total	40,479,600	29,596,523
30.01.A	Current tax on operating income		
	Net Profit before tax	53,125,554	57,972,691
	Add: Depreciation as per accounting base	217,612,264	233,047,623
	Less: Profit of Investment	1,522,901	468,875
	Less: Depreciation as per tax base	286,358,138	285,080,357
	Less: Other Income	4,472,302	9,762,186
	Taxable operating income	(21,615,522)	(4,291,104)
	Income tax @ 15%	(3,242,328)	(643,666)
	Tax deducted u/s 163 of Income Tax Act 2023.	39,361,524	27,249,283
	Current tax, higher one	39,361,524	27,249,283
30.02	Deferred tax		
	Property, Plant & Equipment		
	Carrying amount as Accounting base	4,906,612,670	5,085,932,311
	Carrying amount as Tax base	3,891,331,075	3,879,831,047
	Difference	1,015,281,595	1,206,101,264
	Tax Rate	15%	15%
	Total maximum deferred tax liability at the end of the year	152,292,239	180,915,190
	Total deferred tax liability at the beginning of the year	98,534,885	100,882,125
	Total maximum deferred tax for the year	53,757,354	80,033,065
	Total tax on operating income for the year	39,361,524	27,249,283
	Less: Current tax on operating income for the year	40,479,600	29,596,523
	Deferred tax as per total tax liability	(1,118,076)	(2,347,240)
	Deferred tax for the year	(1,118,076)	(2,347,240)

Notes	Particulars	Amount in Taka	
		June 30, 2025	June 30, 2024
31.00	Net Asset Value (NAV) per share		
	Net Asset value at the end of the period	4,978,744,255	4,980,289,958
	No. of Share outstanding at the end of the period	153,097,333	153,097,333
	Net Asset value (NAV) per share	32.52	32.53
32.00	Earnings Per Share (EPS)		
	Net profit after tax during the period	13,764,030	30,723,408
	Weighted average no. of share as on 30-06-20	153,097,333	153,097,333
	Earnings Per Share	0.09	0.20
32.01	Weighted average No. of Shares		
	Opening Share	153,097,333	153,097,333
	Weight	1	1
	Weighted average No. of Shares	153,097,333	153,097,333
33.00	Net operating cash flows per share		
	Net operating cash flows	(393,212,600)	27,690,468
	No. of outstanding share at the end of period	153,097,333	153,097,333
	Net operating cash flows per share	(2.57)	0.18
34.00	Reconciliation of cash generated by operations		
	Net Profit/(Loss) Before Tax	53,125,554	57,972,691
	Add: Depreciation	217,612,264	233,047,623
	Less: Share Profit /Loss of associate	(1,522,901)	(1,275,555)
	Less: Income tax paid	(56,050,720)	(28,188,237)
	Increase/Decrease in inventory	(546,105,511)	(109,390,394)
	Increase/Decrease in bills receivables	335,430,672	(317,475,278)
	Add(Less): Increase or decrease in trade payable	(385,748,738)	191,460,880
	Increase/Decrease in advance, deposits & prepayments	1,101,376	(8,721,550)
	Increase/Decrease in creditors & accrues	(10,907,378)	10,580,445
	Foreign Exchange Gain or Loss	(147,218)	(320,157)
		(393,212,600)	27,690,468



5.00 Related party transactions

During the period, the Company carried out a number of transactions with related parties in the normal course of business. The names of the related parties and nature of these transactions have been set out in accordance with the provision of IAS 24- Related Party Disclosures:

Name of related party	Nature of Transaction	Amount of Transaction	Outstanding Balance as at June 30, 2025
Sharp Industries PLC	Loan	-	41,636,964
Total			41,636,964

5.01 Disclosure as per requirement of Schedule XI, part II, note 5 of para 3

Employee Position (as on June 30, 2025)

Salary Range	Officer & Staff		Worker	Total Employee
	Factory	Head Office		
Below 9000	6	0	85	91
Above 9000	25	24	1102	1151
Total	31	24	1187	1242

5.02 Disclosure as per requirement of Schedule XI, part II, para 4 of companies act 1994

Payment to directors within the year of July 1, 2024 to June 30, 2025

Remuneration & Board Meeting attendance Fees: Tk.696,000

Directors' are entitled Tk. 2,000 as Board Meeting fee for attending each Board Meeting and Remuneration of Managing Director entitled Tk. 50,000 per month. The break down is as follows:

Name of Board of Directors	Designation	Director Remuneration	Meeting attending fees	Total Taka
Mr. Abid Mustafizur Rahman	Chairman	-	16,000	16,000
Mr. Akik Habibuzzaman (Representative of FAR Pharmaceuticals Ltd.)	MD	600,000	16,000	616,000
Mr. Fatin Kader Fardin (Representative of Sharp Industries Ltd.)	Director	-	14,000	14,000
Mr. Faiaz Kader (Representative of Sharp Industries Ltd.)	Director	-	10,000	10,000
MS. Jahadha Khondoker (Representative of Sadman Industries Ltd.)	Director	-	12,000	12,000
Mr. Sayed Md. Tajon Islam	Independent Director	-	16,000	16,000
Mrs. Rafiza Alam Lucky	Independent Director	-	8,000	8,000
Mrs. Afroza Nilufa Yeasmin	Independent Director	-	4,000	4,000
Total		600,000	96,000	696,000

36.00 Events after reporting period (IAS-10)

There was no significant event that has been occurred between the statement of financial position date and the date on which the financial statements are authorised for issue except note- 3.19.

Disclosure as per requirement of Schedule XI, part II, note 5 of para 3

Quantity wise schedule as required under Para 3, Schedule XI, Part II of the Companies Act, 1994

Quantity wise schedules of sales, raw material consumed and opening and closing stock of finished goods of Dyeing & Spinning unit relating to the financial statements for the year ended June 30, 2025 are given below:

i) Sales

Particulars	June 30, 2025	June 30, 2024
Amount in Taka	3,593,937,995	3,029,410,460
Quantity in Kg - Spinning Yarn	9,581,280	7,866,147

ii) Raw Materials - Cotton Consumed in Quantities (Kgs):

Particulars	June 30, 2025	June 30, 2024
Opening Stock	1,344,628	1,906,178
Purchase	12,915,572	8,924,007
Total available	14,260,200	10,830,185
Less: Closing Stock	236,266	1,344,628
Raw Materials - consumed	14,023,934	9,485,557

iii) Particulars in respect of Opening Stock and Closing Stock of Inventories

Particulars	Opening Stock		Closing Stock	
	Quantity	Amount in Tk.	Quantity	Amount in Tk.
Raw Materials -Yarn	1,344,628 Kg	320,554,864	236,266 Kg	56,138,574
Work in Process	63,272 Kg	15,083,735	173,594 Kg	41,105,686
Finished goods	2,005,015 Kg	710,594,541	4,512,359 Kg	1,496,726,978

Disclosure as per requirement of Schedule XI, part II, para 7

Details of Capacity as given below:

Particulars	Production Unit	Attainable Capacity	Actual Production	Percentage of Capacity Utilization
Cotton Yarn Production in Kg	Spinning Unit	13,912,500	12,088,624	86.89%
Total		13,912,500	12,088,624	



38.00 Disclosure as per requirement of Schedule XI, Part II, para 8 of Companies Act,1994.

38.01 During the year ended June 30, 2025 total value of import in respect of raw material, spare parts calculated on CIF basis are given as below:

Particulars	Amount
Raw Materials - Cotton	3,056,341,073
Spare Parts	12,154,533

38.02 The company has not incurred any expenditure in foreign currencies during the period of 01 July, 2024 to 30 June, 2025 on account of royalty, know-how, professional fees, consultancy fees, interest and other matters.

38.03 Value of both imported and indigenous raw materials, spare parts and components consumed and the percentage of each to the total consumption during the period of 01 July, 2024 to June 30, 2025 are given as below:

Particulars	Total Consumption	Imported Taka.	(%)	Local Taka.	(%)
Raw Materials - Cotton	3,320,757,363	3,320,757,363	100%	-	0.00%
Packing Materials	20,363,922	-	0%	20,363,922	100.00%
Store Items	19,201,236	9,971,486	52%	9,229,750	48.07%
Total	3,360,322,521	3,330,728,849		29,593,672	

38.04 The company has not remitted any amount during the period of 01 July, 2024 to June 30, 2025 in foreign currencies on account of dividend for non-resident shareholders.

38.05 Earnings in foreign exchange classified under the following heads as follows:

- Total Export for the period ended 30 June 2025 is US\$ 26,588,186.12 which equivalent to BDT. 3,593,937,995.00
- No royalty, know-how, professional and consultancy fees were received.
- No interest and dividend received.
- No other income received.

39.00 Other commitments, contingencies and relevant information

39.01 Directors' interest in contracts with the company

There was no transaction resulting in Directors' interest with the Company and no leasing facilities have been made available to the Directors.



FAR Chemical & Textile Ind. PLC
Statement of Property, Plant and Equipment (Unit-1)
 As at June 30, 2025

Particulars	Cost				Rate of Dep.	Depreciation			Written Down Value as on June 30, 2025
	Balance as on July 01, 2024	Addition during the year	Disposal	Balance as on June 30, 2025		Balance as on July 01, 2024	Charged during the year	Adjustment during the year	
Land and Land development	1,209,467,171	-	6,752,877	1,202,714,294	0%	-	-	-	1,202,714,294
Factory building	482,398,638	5,615,000	-	488,013,638	2.5%	17,458,332	11,646,903	-	458,908,403
Plant and machinery	835,260,970	5,819,650	-	841,080,620	10%	615,424,767	22,080,614	-	203,575,238
Plant and machinery-Spinning Unit	1,223,351,996	-	-	1,223,351,996	10%	204,911,460	101,844,054	-	916,596,483
Electrical installation	23,728,568	-	-	23,728,568	10%	3,777,194	1,995,137	-	17,956,237
Compressor	81,106,070	-	-	81,106,070	10%	54,856,564	2,624,951	-	23,624,556
Fork lift	15,562,879	-	-	15,562,879	10%	10,975,191	458,769	-	4,128,919
Vehicle	26,946,590	-	-	26,946,590	10%	449,110	2,649,748	-	23,847,732
Fire Extinguisher	653,300	-	-	653,300	10%	10,888	64,241	-	578,171
Water line installation	5,221,562	460,000	-	5,681,562	10%	641,962	465,627	-	4,573,974
Office equipment	7,849,839	119,000	-	7,968,839	10%	5,146,694	272,298	-	2,549,847
Furniture and Fixture	6,517,737	-	-	6,517,737	20%	5,839,035	135,740	-	542,962
Balance as on June 30, 2025	3,918,065,320	12,013,650	6,752,877	3,923,326,093		919,491,196	144,238,083	-	2,859,596,814
Balance as on June 30, 2024	3,727,320,301	190,745,019	-	3,918,065,320		763,649,259	155,841,937	-	2,998,574,124

Allocation of Depreciation	
Cost of sales	Amount
Selling and Distribution Expenses	142,507,226
Administrative Expenses	519,257
Total	1,211,600
	144,238,083



FAR Chemical & Textile Ind. PLC
(S.F. Textile Industries Limited)
Statement of Property, Plant & Equipments (Unit-2)
As at June 30, 2025

Particulars	Cost			Rate of Dep.	Depreciation			Written Down Value as on June 30, 2025
	Balance as on July 01, 2024	Addition during the year	Disposal		Balance as on July 01, 2024	Charged during the Year	Adjustment During the year	
Land & Land Development	535,381,808	-	-		-	-	-	535,381,808
Land Development	31,552,359	-	-	3.33%	799,712	799,712	-	23,215,667
Building	467,445,214	279,500	-	2.50%	84,009,870	9,587,048	-	374,127,796
Plant & Machinery	1,509,856,725	32,659,200	-	5%	465,121,543	52,508,919	-	1,024,885,463
A/C Plant	68,560,541	-	-	10%	39,142,236	2,941,831	-	26,476,475
Furniture & Fixture	9,224,810	22,650	-	10%	5,205,358	402,323	-	3,639,779
Water line Installation	5,931,322	-	-	10%	2,055,069	387,625	-	3,488,628
Office Equipment	784,261	13,500	-	10%	391,231	39,528	-	367,002
Electrical Installation	80,983,781	57,000	-	10%	45,863,364	3,512,992	-	31,664,426
Computer	586,936	-	-	20%	484,336	20,520	-	82,080
Transformer	20,274,217	-	-	10%	11,399,850	887,437	-	7,986,931
Vehicles	20,132,186	-	-	10%	7,022,557	1,310,963	-	11,798,666
Fire Extinguisher	28,625,797	-	-	20%	23,897,713	945,617	-	3,782,467
Air Condition	895,799	-	-	20%	747,462	29,667	-	118,669
Balance as on June 30, 2025	2,780,235,756	33,031,850	-		692,877,569	73,374,181	-	2,047,015,856
Balance as on June 30, 2024	2,774,571,268	5,664,488	-		615,671,883	77,205,686	-	2,087,358,187

Allocation of Depreciation	Amount
Manufacturing Expenses	72,273,569
Administrative Expenses	733,742
Selling & Distribution Expenses	366,870
	73,374,181

