

# **BANGLADESH EXPORT IMPORT COMPANY LIMITED**



ANNUAL REPORT 2021-2022

# Mission

Each of our activities must benefit and add value to the common wealth of our society. we firmly believe that, in the final analysis we are accountable to each of the constituents with whom we interact; namely: our employees, our valued customers, our business associates, our fellow citizens and our shareholders.

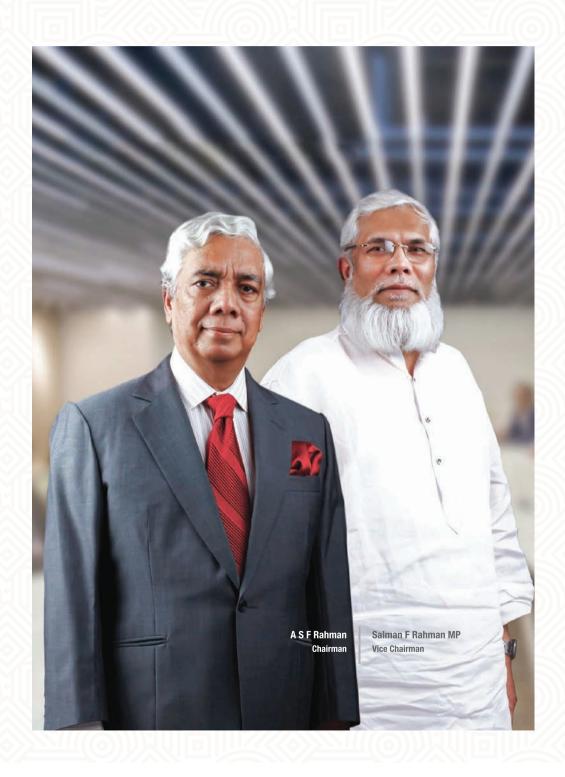


# **Table of Contents**

Caumanata	Information	
Cornorate	iniormation	

- Notice of 49th Annual General Meeting 4
  - Chairman's Statement 5
    - Directors' Report 10
- Certification by the Chief Executive Officer and Chief Financial Officer 16
  - Certificate on Compliance of Corporate Governance Guidelines 17
    - Compliance Report on SEC's Notification 18
- Report of the Audit Committee for the year ended on 30th June 2022 26
  - Statement of Corporate Governance 30
  - Bangladesh Export Import Co. Ltd. Consolidated Financials 35
    - Bangladesh Export Import Co. Ltd. Financials 65
      - Shinepukur Ceramics Ltd.. Financials 95
        - Beximco Power Company Limited 125

# **Corporate Information**



#### **Board of Directors**

#### A S F Rahman

Chairman

#### Salman F Rahman

Vice Chairman

#### **Igbal Ahmed**

Director

#### **OK Chowdhury**

Managing Director

### A B Siddigur Rahman

Director

#### Reem H. Shamsuddoha

Director

#### Masud Ekramullah Khan

Independent Director

#### Shah Monjurul Hoque

Independent Director

#### Mohammad Asad Ullah, FCS

Executive Director & Company Secretary

### **Key officers**

#### O K Chowdhury

Managing Director

#### **Syed Naved Hussain**

Chief Executive Officer Textile Division

#### **Syed Samiul Wadood**

Chief Executive Officer IT Division

#### Parvez Hassan

Chief Executive Officer Real Estate & Fisheries Division

#### Anil Kumar Maheshwari

Chief Operating Officer Textile Division

#### Md. Luthfor Rahman

Chief Financial Officer

#### Mostafa Zamanul Bahar

Head of Internal Audit

#### **Auditors**

M/S. M. J. Abedin & Co. National Plaza (3<sup>rd</sup> Floor), 109, Bir Uttam C. R. Datta Road, Dhaka 1205

#### **Compliance Auditors**

Suraiya Parveen & Associates (Chartered Secretaries) Kaze Avalons, (1st Floor), Flat- 1A. 1/15A Iqbal Road, Mohammadpur, Dhaka- 1207

#### **Legal Advisers**

M/S. Huq & Co. 47/1, Purana Paltan, Dhaka 1000

### **Bankers**

Sonali Bank Ltd. Rupali Bank Ltd. Janata Bank Ltd. Agrani Bank Ltd. IFIC Bank Ltd.

#### **Registered Office**

Plot No. 24 (New) 17 (Old), Bir Uttam M. A. Rob Sarak, Road No. 2, Dhanmondi, Dhaka 1205

# **Notice**

# of the 49th Annual General Meeting

# BANGLADESH EXPORT IMPORT COMPANY LTD.

17, DHANMONDI, ROAD NO. 2, DHAKA-1205

### NOTICE OF THE 49TH ANNUAL GENERAL MEETING

Notice is hereby given that the 49<sup>th</sup> Annual General Meeting of the Shareholders of **Bangladesh Export Import Company Ltd.** will be held under Virtual Platform on Thursday, the 22<sup>nd</sup> December, 2022 at 12:30 p.m. to transact the following business:

# AGENDA

1.	To receive, consider and adopt the Audited Financial Statements of the Company for the year ended on 30 <sup>th</sup> June, 2022 together with reports of the Auditors and the Directors thereon.
2.	To declare 30% cash dividend.
3.	To elect Directors.
4.	To approve the re-appointment of Independent Director.
5.	To appoint Auditors for the year 2022-23 and to fix their remuneration.

To appoint Corporate Governance Compliance Auditors for the year 2022-23 and to fix their remuneration.

By order of the Board,

Dated: November 15, 2022

(MOHAMMAD ASAD ULLAH, FCS)

**Executive Director & Company Secretary** 

#### NOTES

6.

- (1) The Shareholders whose names will appear in the Share Register of the Company or in the Depository Register on the record date i.e. 21 November, 2022, will be entitled to attend at the Annual General Meeting and to receive the dividend.
- (2) A Member entitled to attend and vote at the General Meeting may appoint a Proxy to attend and vote in his/her stead. The Proxy Form, duly stamped, must be deposited at the Registered Office of the Company, not later than 48 hours before the time fixed for the meeting.
- (3) Annual Report for the year 2021-22 will be sent through e-mail address of the Shareholders and will be available in the Website of the Company at: www.beximco.com
- (4) The Shareholders will join the Virtual AGM through the link https://beximco.bdvirtualagm.com. The Shareholders will be able to submit their questions/comments and vote electronically 1 (one) hour before commencement of the AGM and also during the AGM. For logging into the system, the Shareholders need to put their 16-digit Beneficial Owner (BO) ID/Folio Number and other credential as proof by visiting the said link.
- (5) We encourage the Shareholders to login into the system prior to the meeting. Please allow ample time to login and establish your connectivity. For any IT related guidance, Shareholders may contact vide email: **monir@beximco.net** or **mazibur@beximco.net**.

# **Chairman Statement**



A S F Rahman Chairman

# Dear Shareholders,

I take this opportunity to welcome you on behalf of the Board of Directors to this 49<sup>th</sup> Annual General Meeting of your Company and to present to you the Audited Accounts for the year 2021-2022 and Auditors' and Directors' report thereon.

The COVID 19 situation has improved substantially world over. As a result, customers are coming back and order situation improving. Though Russia-Ukraine war is disrupting the markets again. Despite this, year 2021-22 has been a good year for your company as the results of substantial investments made in expansion and modernization started showing and our top line and bottom line, both witnessed substantial improvement. Though there is still volatility on the raw material side, we hope to continue the growth path.

#### **Textile Division**

Many of the projects initiated in last years have reached completion stage and commissioned in 2021-22. Results of these investments are reflected in the financial results of the company. 600,000 square feet new factory space is complete and is LEED Platinum certified with highest score in Bangladesh and 7<sup>th</sup> best in the world. Buoyed by customer response, we are planning to further invest in new technology, expansion and modernization. The deliberations for this are at the initial stage.





















#### **Beximco Health**

With the improvement in COVID-19 situation, demand for PPE items has reduced substantially. We have ventured into regular use PPE products to continue supply to customers in USA and other destinations. We are also exploring other markets and discussions with various customers are at advanced stage.

# **Beximco Power Company Limited**

Beximco Power Company Limited (BPCL) a subsidiary of your company is currently developing two utility scale solar power plants with respective capacities of 200 MW (AC) and 30 MW (AC) in the northern part of Bangladesh. The power is clean and green since there is no pollution in generating solar power. Teesta Solar Ltd, the 200 MW (AC) solar power plant will be the largest in Bangladesh and is expected to be completed by end of 2022. The second unit Korotoa Solar Limited, the 30 MW (AC), this plant is under construction and is targeted to be completed by 2023.

#### **Beximco Green Sukuk**

This Islamic Bond is convertible / redeemable & asset backed for a total of BDT 30.00 billion of which BDT 15.00 billion (50%) has been offered through private placement, BDT 7.50 billion (25%) offered to existing shareholders and the balance BDT 7.50 billion (25%) offered to public through Initial Public Offer (IPO). The offered amount fully subscribed.

### 2021-2022 Results & Future Prospects

The Company has witnessed a significant increase in sales and profit. Revenue of Taka 73.36 billion compared to previous year's Revenue of Taka 42.02 billion is 74.58% growth in the year. Net Profit after tax for the year is Taka 12.55 billion as against Taka 6.60 billion of previous year. EPS for the year is 14.32 which is also a significant growth compared to previous year's EPS of 7.53. This is due to benefits accruing from timely investments made and efforts put in by the team. I am confident that the company will continue to achieve greater heights in terms of revenue and profit and be on the path of steady growth.

We are geared up to face challenges in the future and convert these to opportunities. We have started tapping overseas financial resources. We have recently secured a loan of Euro 32.50 million from ING Bank, secured by insurance by Euler Hermes, Germany for the expansion of knit fabric unit with other allied facilities. To manage information requirement of increased scale of operations, we are also investing in new web based ERP system that will replace existing system. The implementation is in progress.

#### **Social Commitment**

Your Company continues to believe in its responsibilities towards the society it operates in. All our actions are, therefore, directed to the wellbeing of the society in general. As part of CSR activities, your Company provides active cooperation and support, sponsors and contributes to various organizations and professional institutions in their sociocultural development programs in the field of humanitarian aid, education, health, environment, culture and sports.

Your Company is an equal opportunity employer and does not discriminate between gender, ethnicity or religion.

#### **Acknowledgement**

I would like to thank all our employees for their dedicated and selfless service to the Company. I would also like to convey my sincere thanks to our customers, bankers, suppliers, government agencies, regulatory bodies and everyone with whom the Company interacted in conducting its business. We are grateful to you, our respected shareholders, for extending your valuable support at all times and cooperation to bring the Company to the level it has reached today.

My prayers are with all of your families and yourselves that you remain healthy, safe and well.

Thank you,

A S F Rahman Chairman

Dated: 27 October, 2022

X-X I lakerer

# **Directors' Report**

to the Shareholders for the year from July 1, 2021 to June 30, 2022

Dear Shareholders,

The Directors have pleasure in submitting hereunder their report together with the Audited Financial Statements of the company for the year July 1, 2021 to June 30, 2022 and Auditors' Report thereon:

# **Analysis of Operating Performance**

#### Business Outlook - a general overview

We As I mentioned in my report last year, COVID-19 has changed the way business was being carried and business still continues to be unpredictable starting from raw materials to logistics and it has impacted everyone.

Russian-Ukraine war has added to already existing uncertainties of business. Business has been impacted adversely as a result of the war.

Apparel market continues to witness changing patterns of consumer preferences. Those who could not fathom have gone out of business. But companies like yours are thriving who are nimble and quickly aligned to market realities. Another added benefit has been shifting of business from China to Bangladesh as US and EU shift gears.

Still, China remains the largest apparel exporter, Bangladesh being No. 2. Since China has become expensive and is rapidly moving to high value added technologies, apparel customers are shifting their business to other countries including to Bangladesh. Bangladesh continues to enjoy cost advantage and is a preferred destination for apparel buyers.

Sustainability is the order of the day. Bangladesh has made great strides in making green factories. It houses largest number of Green factories in the world. Our new 6 storey building has bagged LEED Certification with highest score in Bangladesh and 7th best in the world.

Beximco continues to invest in transformational technology in fabrics, apparel manufacturing, washing and garment dyeing as well as ground breaking sustainably initiatives and digitalizing of the supply chain. The results of this investment are showing now in the performance of your company.

As always, Beximco continues to focus on 3Ps, People, Planet and Profit. The Profit comes only after people and planet. As a result, we

have a dedicated and skilled team to run operations with support of latest technologies. Customer visits have increased manyfold to share our expertise and enhanced services. This has led to the growth that is borne out by the figures.

Overall, we are excited and optimistic about the future for the Bangladesh Apparel Industry in general and Beximco in particular.

#### **Domestic and Export Sales**

Domestic and export sales have grown substantially in 2021-22 over last year. We expect to continue the momentum.

#### **Profitability**

Pretax profit of the Company increased substantially compared to last year due to higher revenue, induction of new technologies, investments in upgradation and economies of scale.

#### **Beximco Power Company Limited**

As a socially responsible corporation we constantly strive to make a positive impact and believe we have a very central role to play in the area of sustainability and implementation of clean energy initiatives. Beximco Power Company Limited (BPCL) is currently developing two utility scale solar power plants with respective capacities of 200 MW (AC) and 30 MW (AC) in the northern part of Bangladesh. The power is clean and green since there is no pollution in generating solar power. Through its subsidiary, Teesta Solar Ltd, the 200 MW (AC) solar power plant will be the largest in Bangladesh and is expected to be completed by end of 2022. This plant is located in a 650 acre area in Sundarganj, Gaibandha, is leading the way in supporting the Government of Bangladesh's vision and commitment to promote energy generation from renewables. The Power Purchase Agreement (PPA) has been signed with the Bangladesh Power Development Board (BPDB) is for 20

years. The plant is connected to the national grid at Rangpur substation through a 35.35km long transmission line built by the company.

This plant has incorporated best in class equipment from leading global reputed manufacturers.

The panels will last more than 20 years. Since there are no moving parts, the panels need no maintenance except cleaning. DC power generated by solar panels is converted into AC by inverters and fed into the power grid via transformers. This plant is designed to produce enough electricity to light more than 200,000 homes.

The second solar plant of BPCL of 30 MW (AC) capacity is under development through its subsidiary Korotoa Solar Limited at Tetulia upazilla in Panchagarh, Bangladesh. The plant is under construction and is targeted to be completed during 2023. A 20 year Power Purchase Agreement (PPA) has been signed with Bangladesh Power Development Board (BPDB). This plant will help support the current challenges of assurance of power within the Panchagarh region.

#### Beximco Green Sukuk Al-Istisna

This Islamic Bond is convertible / redeemable & asset backed for a total of BDT 30.00 billion of which BDT 15.00 billion (50%) has been offered through private placement, BDT 7.50 billion (25%) offered to existing shareholders and the balance BDT 7.50 billion (25%) offered to public through Initial Public Offer (IPO). The offered amount fully subscribed.

### **Working Results**

The Directors are pleased to report that the working results of the company for the year ended on June 30, 2022 are as follows:

Taka in million

	For the year 2021-2022	For the year 2020-2021
Net profit before tax	14,785.72	7,695.80
Less: Income tax Expense	2,237.86	1,095.19
Net profit after tax	12,547.86	6,600.61
Add: Balance brought forward from previous period	20,091.70	16,558.21
Profit available for appropriation	32,639.56	23,158.82
Appropriation Recommended:		
Cash Dividend 30%	2,628.96	3,067.12
Balance carried forward	30,010.60	20,091.70
Total	32,639.56	23,158.82

#### **Dividend**

The Board of Directors have recommended a cash dividend @ 30% per share of Tk.10 each for the year ended on June 30, 2022 subject to the approval of the Shareholders in the Annual General Meeting.

#### **Directors**

#### Retirement and Re-election of Directors

Mr. Salman F Rahman and Mr. Iqbal Ahmed, Directors of the Company retire by rotation as per Articles 123 and 124 of the Articles of Association of the Company and being eligible offer themselves for re-election.

Mr. Salman F Rahman is the Vice Chairman and Co-founder of Beximco Group. He is distinguished business personality of the country and has received many awards and accolades for his outstanding contribution to Bangladesh's industrial sector. Mr. Rahman was instrumental in introducing best-in-class corporate practice in Bangladesh and widely credited as the architect of Group's successful global strategy.

Mr. Iqbal Ahmed is a Director of companies under BEXIMCO Group since forty eight years. He was director of AB Bank Limited and associated with many social and business organizations including ICC, Bangladesh.

# Re-appointment of the Independent Director

In compliance to the provisions of Corporate Governance Code issued by Bangladesh Securities and Exchange Commission (BSEC) dated June 03, 2018, the Board of Directors of the Company in its meeting held on Wednesday the 16<sup>th</sup> March, 2022 has re-appointed Mr. Masud Ekramullah Khan as Independent Director of the Company for a further period of 3 years effective from 16<sup>th</sup> March, 2022 to 15<sup>th</sup> March 2025, subject to the approval of Shareholders in the Annual General Meeting. Proposal is placed for the approval of his appointment.

#### **Auditors**

The Directors hereby report that the existing Auditors M/S. M. J. Abedin & Co., Chartered Accountants, National Plaza (3<sup>rd</sup> floor), 109, Bir Uttam C R Datta Road, Dhaka-1205 who were appointed as Auditors of the Company in Forty Eighth Annual General Meeting carried out the audit for the year 2021 - 2022.

M/S. M. J. Abedin & Co., Chartered Accountants, National Plaza (3<sup>rd</sup> floor), 109, Bir Uttam C R Datta Road, Dhaka-1205 the Auditors of the Company retire at this meeting and have expressed their willingness to continue in the office for the year 2022-2023.

# **Compliance Auditors**

Pursuant to code 9.2 of the Codes of Corporate Governance issued by BSEC, Suraiya Parveen & Associates, Chartered Secretaries who were appointed as Compliance Auditors of the Company in the 48<sup>th</sup> Annual General Meeting of the Company have examined the compliance status to the Corporate Governance Code by the Company for the year ended on 30<sup>th</sup> June, 2022.

Suraiya Parveen & Associates, Chartered Secretaries, the Compliance Auditors of the Company retire at this meeting and has expressed their willingness to continue in office for the year 2022-23. The Board after due consideration of the proposal made by Audit Committee recommends for reappointment of Suraiya Parveen & Associates, Chartered Secretaries as Compliance Auditors for the year 2022-23.

#### **Board Audit Committee**

The Audit Committee held four meetings to carry out its business as per the provision of Corporate Governance Code issued by BSEC dated 03.06.2018 during the year. The Membership of the Audit Committee together with their attendance at the meeting is given below:

Name of the Member	Representing in the Board	Position in the Committee	Attendance in Meeting
Mr. Shah Monjurul Hoque	Independent Director	Chairman	4
Mr. Iqbal Ahmed	Director	Member	4
Mr. O K Chowdhury, FCA	Managing Director	Member	4
Mr. Mohammad Asad Ullah, FCS	Company Secretary	Secretary	4

A detail of the activities of the Audit Committee has been provided in "Audit Committee Report"

#### **Nomination and Remuneration Committee (NRC)**

The Nomination and Remuneration Committee held one meeting during the year to carry out its business as per provision of Corporate Governance Code issued by BSEC dated 03-06-2018. The membership of the Nomination and Remuneration Committee together with their attendance at the meeting is given below:

Name of the Member	Representing in the Board	Position in the Committee	Attendance in Meeting
Mr. Shah Monjurul Hoque	Independent Director	Chairman	1
Mr. Iqbal Ahmed	Director	Member	1
Mr. O K Chowdhury, FCA	Managing Director	Member	1
Mr. Mohammad Asad Ullah, FCS	Company Secretary	Secretary	1

# **Board Meeting and Attendance**

12 (Twelve) Board Meetings were held during the year 2021–2022. The attendance record of the Directors of the Company are as follows:

Name of Directors	Representing in the Board	Nos. of Meeting Attendend
Mr. A S F Rahman	Chairman	12
Mr. Salman F Rahman	Vice Chairman	12
Mr. Iqbal Ahmed	Director	10
Mr. O K Chowdhury	Managing Director	12
Mr. A B Siddiqur Rahman	Director	12
Ms. Reem H. Shamsuddoha	Director	12
Mr. Masud Ekramullah Khan	Independent Director	12
Mr. Shah Monjurul Hoque	Independent Director	12

### **Corporate and Financial Reporting**

The Directors are pleased to confirm that:

- (a) The financial statements together with the notes thereon have drawn up in conformity with the Companies Act 1994 and Securities and Exchanges Rules 1987. These statements presents fairly the Company's statement of affairs, the result of its operation, cash flow and statement of changes in equity.
- (b) Proper books of accounts of the company have been maintained.
- (c) Appropriate Accounting Policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- (d) The International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements.
- (e) Internal Control System is sound in design and has been effectively implemented and monitored.
- (f) No significant doubts about the ability of the Company to continue as a going concern.
- (g) There is a significant deviation in operating result compared to last year due to higher revenue and oveheads do not increase in proportion to increase in revenue.
- (h) The summarized key operating and financial data of last five preceding years is annexed as "Comparative Statistics" in the Annual Report.
- (i) The related party transactions have been disclosed in preparation of the financial statements (Note # 31).
- (j) The Pattern of share holding is as followings:

	Name	Shares held
(i)	Parent/Subsidiary/Associated Companies and other related Parties:	
	Beximco Holdings Ltd.	55,340,387
	New Dacca Industries Ltd.	12,301,217
	Beximco Engineering Ltd.	1,175,076
	Esses Exporters Ltd.	332,385
	Beximco Pharmaceuticals Ltd.	167,854
	Shinepukur Ceramics Ltd.	2,722,614
	Escorp Apparels Ltd.	422,994
	Pharmatech Chemicals Ltd	925,769
	National Investment & Finance Co. Ltd.	16,988
(ii)	Shareholders who nominated Directors in the Board	
	Absolute Construction and Engineering Ltd.	40,970,624
	NTC A/C GHL	29,886,282
	NTC A/C SAEL	19,012,842
(iii)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer their spouse and minor children:	, Head of Internal Audit and
	Mr. A S F Rahman, Director	63,204,992
	Mr. Salman F Rahman, Director	70,919,693
	Chief Executive Officer, Spouse and minor children	Ni
	Company Secretary, Spouse and minor children	Ni
	Chief Financial Officer, Spouse and minor children	Ni
	Head of Internal Audit, Spouse and minor children	Ni
(iii)	Executives	Ni
	Shareholders holding 10% or more Voting interest in the company	Ni

Declaration by CEO & CFO

Declaration by CEO & CFO on the Financial Statement is attached as Annexure - A.

# **Key Operating and Financial Data**

Taka in '000

Particulars	2021-2022	2020-2021	2019-2020	2018 - 2019	2017 - 2018
Paid up Capital	8,763,189	8,763,189	8,763,189	8,763,189	8,345,894
Revenue	73,359,401	42,017,157	19,824,795	23,942,599	23,845,878
Gross Profit	23,454,567	14,031,526	6,952,850	7,860,959	7,602,698
Profit Before Income Tax	14,785,720	7,695,803	795,103	1,566,955	1,327,435
Net Profit after Income Tax	12,547,858	6,600,610	446,182	1,426,237	1,259,354
Tangible Assets (Gross)	65,509,884	64,825,323	64,674,038	33,427,749	33,368,681
Cumulative Surplus	32,639,567	23,158,825	16,996,375	16,988,352	16,396,705
Dividend-both Cash and Stock	30% (C)	35% (C)	5%(C)	5%(C)	10%(B&C)
Return on Paid up Capital	143%	75%	5%	17%	15%
Shareholders' Equity	79,913,431	68,594,542	60,759,191	61,189,444	60,453,162
Earnings per Share (Taka)	14.32	7.53	0.51	1.63	1.51
Shareholders' Equity Per Share(Taka)	91	78	69	70	72
Number of Shareholders	91,997	103,145	130,460	134,148	140,991
Number of Employees	5,498	5,455	5,780	6,248	6,710

# **Corporate Governance Compliance Status Report**

In accordance with the requirement of the Securities and Exchange Commission, "Corporate Governance Compliance Status Report" is annexed.

# **Acknowledgement**

The Directors has taken this opportunity to express our sincere thanks to our customers, bankers, suppliers, government agencies, regulatory bodies and everyone with whom the company interacted in conducting its business. We are grateful to you, the shareholders, for extending at all times, your valuable support and cooperation.

On behalf of the Board of Directors.

X-X-Plakerer

A S F Rahman Chairman

Dated: 27 October, 2022

# Certification by the CEO and CFO

# Chief Executive Officer (CEO) and Chief Financial Officer (CFO) have certified to the Board that:

- (1) The financial statements of the Company for the year ended 30 June 2022 have been prepared in compliance with International Accounting Standards (IASs) or International Financial Reporting Standards (IFRSs), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgment related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) The company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records to ensure the above;
- (5) Our internal auditors have conducted periodic audit to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

#### In this regards, we also certify that:

- i) We have reviewed the Financial Statements of the Company for the year ended on 30 June 2022 and to the best of their knowledge and belief:
  - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;
- ii) There are, to the best of knowledge and belief, no transaction entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.

**Syed Naved Husain** 

Syd Naved Husain

**Chief Executive Officer** 

Md. Luthfor Rahman Chief Financial Officer

Date: 27 October, 2022

# Certificate on Compliance of Corporate Governance Guidelines



# **Suraiya Parveen & Associates**

(Chartered Secretaries, Financial & Management Consultants)

[Certificate as per condition No.1 (5) (XXVII)]

Report to the Shareholders of Bangladesh Export Import Company Limited on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Bangladesh Export Import Company Limited for the year ended on 30 June 2022. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- (d) The Governance of the company is satisfactory.

Dhaka, Dated November 17, 2022



For Suraiya Parveen & Associates Chartered Secretaries

> Suraiya Parveen, FCS Chief Executive Officer

Kaze Avalons, (1st Floor), Flat- 1A. 1/15A Iqbal Road, Mohammadpur, Dhaka- 1207
Phone: 02 41023157 (Off), Mob: 01911 421998, 01713 110408
E-mail: suraiyaparveenfcs@gmail.com, musfiquefcs@gmail.com

# **Compliance Report on SEC's Notification**

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. BSEC/ CMRRCD/2006-158/ 207/Admin/80 dated 03 June, 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

### (Report under Condition No. 7.00)

Condition	Title		nce Status ("√") priate column)	Remarks
No.		Complied	Not Complied	(If any)
1	BOARD OF DIRECTORS:			
1 (1)	Board's Size [number of Board members to be 5 – 20]	√		
1 (2)	Independent Directors			
1(2) (a)	Independent Director(s) (at least one fifth of total number of directors shall be Independent Director)	√		
1(2)(b)	Independent Director (ID) means a Director			
1(2)(b)(i)	who either does not hold any share in the company or holds less than one percent(1%) shares of the total paid up shares of the company	√		
1(2)(b)(ii)	who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds 1% or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company:	√		
1(2)(b)(iii)	who has not been an executive of the company in immediately preceding 2 (two) financial years;	√		
1(2)(b)(iv)	who does not have any other relationship , whether pecuniary or otherwise, with the company or its subsidiary or associated companies; $ \\$	√		
1(2)(b)(v)	who is not a member or TREC holder, director or officer of any stock exchange;	√		
1(2)(b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market	√		
1(2)(b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of the Code	V		
1(2)(b)(viii)	who is not independent director in more than 5 (five) listed companies	√		
1(2)(b)(ix)	who has not been convicted by a court of competent jurisdiction as a defaulter In payment of any loan or any advance to a Bank or a Non-Bank Financial Institution (NBFI)	√		
1(2)(b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	√		
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the AGM.	√		
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days.	√		
1(2)(e)	The tenure of office on an independent director shall be for a period of 3(three) years, which may be extended for 1 tenure only.	√		
1.3	Qualification of Independent Director			
1(3)(a)	Independent director shall be a knowledgeable Individual with Integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business	<b>√</b>		
1(3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk. 100.00 million or any listed company or member of any national or international chamber of commerce or business association	N/A		
1(3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than CEO or MD or DMD or CFO or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Hear of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid-up capital of Tk. 100.00 million or of a listed company.	N/A		

Former official of Government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law   University teacher who has educational background in Economics or Commerce or Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or Equivalent qualification   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission   In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Chairperson of the Board and the Managing Director (MD) and/or   V   V     V	Condition	Title		nce Status ("√") priate column)	Remarks
1(3)(b)(iii) position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or the state of the company of the company of the company of the company shall be filled by the company of the company shall not lot the test of the third of the company o	No.		Complied	Not Complied	(If any)
13(16)(10)   Business Studies or Law   Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analysts or Chartered Certified Accountant or Certified Public Accountant or Chartered Financial Analysts or Chartered Certified Accountant or Certified Public Accountant or Chartered Financial Analysts or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or Equivalent qualification or Chartered Management Accountant or Chartered Secretary or Equivalent qualification or Chartered Management Accountant or Chartered Secretary or Equivalent qualifications or experiences may be relaxed subject to prior approval of the commission or Public Management Accountant or Chartered Secretary or Equivalent qualifications or experiences may be relaxed subject to prior approval of the commission or Chief Executive Officer or Chief Executive Officer or Chief Executive Officer of the Charteres of the Charperson of the Board and the Managing Director (MD) and/or Chief Executive Officer (ECO) of the company shall not hold the same position in another listed company of the Dand/or ECO of a listed company shall not hold the same position in another listed company of the Executive Officer of the Chairperson of the Board shall be elected from among the non-executive directors of the Chairperson of the Chairperson of the Board, the remaining members may elect one of the company of the Board shall clearly define respective roles and responsibilities of the Chairperson and the Management Account of the Executive Officer of the Chairperson of the Board, the remaining members may elect one of the Chairperson of the Board, the remaining members may elect one of the minutes of a linear profession of the Shareholders of the Chairperson of the Board, the remaining members may elect one of the Management Accounts of the Shareholders of the Ma	1(3)(b)(iii)	position not below 5th Grade of the national pay scale, who has at least educational	N/A		
of Bangladesh Supreme Court or a Chaitered Accountant or Cost and Management Accountant or Chartered Financial Analysts or Chartered Certified Accountant or Cartified Public Accountant or Chartered Financial Analysts or Chartered Certified Accountant or Cartified Public Accountant or Chartered Financial Analysts or Chartered Certified Accountant or Cartified Public Accountant or Chartered Management Accountant or Chartered Secretary or Equivalent Countains or Chartered Management Accountant or Chartered Secretary or Equivalent Countains of the Charter of Charter Management Accountant or Chartered Secretary or Equivalent Countains of the Charter of Charter Charter of Charter Charter Charter of Charter Charter Charter of Charter Chart	1(3)(b)(iv)	, and the second se	N/A		
mentioned in clause (b) In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the commission  1(4) Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer  1(4)(a) The positions of the Chairperson of the Board and the Managing Director(MD) and/or Chief Executive Officer (Executive Officer (ECQ) of the company shall be filled by different individuas of Chairperson of the Board shall be filled by different individuas of Chairperson of the Board shall be elected from among the non-executive directors of the Chairperson of the Board shall be elected from among the non-executive directors of the company  1(4)(c) In Board shall clearly define respective roles and responsibilities of the Chairperson and the MD and/or CEO In Board shall clearly define respective roles and responsibilities of the Chairperson and the MD and/or CEO In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as Chairperson for that particular Boards meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes  1(5)(i) In directors' Report to Shareholders In relevant case market segme performance In directors' Report to Shareholders In relevant case market segme performance In directors' Report to Shareholders In relevant case market segme performance where the same position in another listed to the dominance of the company operates in Trading, Textill Denim, Knittin II, Fisheries In relevant case market segme performance where the same position is the same position of the same pos	1(3)(b)(v)	of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or	V		
1(4) approval of the commission  1(4) Officer  The positions of the Chairperson of the Board and the Managing Director or Chief Executive Officer  The positions of the Chairperson of the Board and the Managing Director(MD) and/or  The positions of the Chairperson of the Board and the Managing Director(MD) and/or  The MD and/or CEO of a listed company shall be filled by different individuas  The MD and/or CEO of a listed company shall not hold the same position in another listed company  The Chairperson of the Board shall be elected from among the non-executive directors of the company  The Board shall clearly define respective roles and responsibilities of the Chairperson and the MD and/or CEO  In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as Chairperson for that particular Boards melting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes  1(5)(ii) Industry outlook and possible future developments in the industry  Company operates in Trading, Textil Denim. Knittch  1(5)(iii) Segment-wise or product-wise performance  1(5)(iii) Segment-wise or product-wise performance  1(5)(iii) Risks and concerns Including internal and external risk factors, threat to sustainability and negative impact on environment  1(5)(iv) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  1(5)(iv) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  1(5)(iv) Detail discussion on related party transactions along with a statement showing amount, nature of related party transactions and basis of transactions of all related party transactions  1(5)(iv) Statement of utilization of proceeds raised through public issues, rights issues, and/or any officering (IPO), repeat Public Offering (IPO), Rights Share Offer, Direct Listing, etc.	1(3)(c)		√		
1(4)(a)   Chifcer   The positions of the Chairperson of the Board and the Managing Director(MD) and/or Chief Executive Officer(CEO) of the company shall be filled by different individuas   V	1(3)(d)		N/A		
1(4)(b)   The MD and/or CEO of a listed company shall be filled by different individuas   V   V   V	1(4)				
1(4)(b) Company 1(4)(c) The Chairperson of the Board shall be elected from among the non-executive directors of the company 1(4)(d) The Board shall clearly define respective roles and responsibilities of the Chairperson and the MD and/or CEO In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as Chairperson for that particular Boards meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes 1(5) The directors' Report to Shareholders 1(5)(ii) Industry outlook and possible future developments in the industry  Company operates in Trading, Textill Denim, Knittin IT, Fisheries 8 Real Estate However, in relevant case market segme performance  1(5)(iii) Segment-wise or product-wise performance  1(5)(iii) Risks and concerns Including internal and external risk factors, threat to sustainability and negative impact on environment 1(5)(iv) Discussion on COGS, Gross Profit and Net Profit Margins  Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions 1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments 1(5)(viii) Explanation on any significant variance that occurs between quarterly Financial  1(5)(vii) Explanation on any significant variance that occurs between quarterly Financial	1(4)(a)		√		
1(4)(d) The Board shall clearly define respective roles and responsibilities of the Chairperson and the MD and/or CEO In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as Chairperson for that particular Boards meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes  1(5) The directors' Report to Shareholders  1(5)(ii) Industry outlook and possible future developments in the industry  Company operates in Trading, Textill Denim, Knittin II, Fisheriese & Real Estate However, in relevant case amarket segme performance however, in relevant case amarket segme performance home analyzer in the industry Discussion on COGS, Gross Profit and Net Profit Margins  1(5)(iii) Discussion on COGS, Gross Profit and Net Profit Margins  Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  Detail discussion on related party, nature of transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Explanation of proceeds raised through public issues, rights issues, and/or any other instruments  Explanation on any significant variance that occurs between quarterly Financial  Explanation on any significant variance that occurs between quarterly Financial	1(4)(b)	· ·	√		
1(4)(e)  In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as Chairperson for that particular Boards meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes  1(5)(i) The directors' Report to Shareholders  1(5)(i) Industry outlook and possible future developments in the industry  1(5)(ii) Segment-wise or product-wise performance  1(5)(iii) Segment-wise or product-wise performance  1(5)(iii) Risks and concerns Including internal and external risk factors, threat to sustainability and negative impact on environment  1(5)(iv) Discussion on COGS, Gross Profit and Net Profit Margins  1(5)(v) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  1(5)(v) Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Explanation of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Explanation on any significant variance that occurs between quarterly Financial  V    V	1(4)(c)		√		
1(4)(e) of themselves from nonexecutive directors as Chairperson for that particular Boards meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes  1(5) The directors' Report to Shareholders  1(5)(ii) Industry outlook and possible future developments in the industry  Company operates in Trading, Textil Denim, Knittin IT, Fisheries & Real Estate However, in relevant case market segme performance when the pen analyze impact on environment  1(5)(iii) Risks and concerns Including internal and external risk factors, threat to sustainability and negative impact on environment  1(5)(iv) Discussion on COGS, Gross Profit and Net Profit Margins  1(5)(v) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vi) Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc.	1(4)(d)		√		
1(5)(ii) Segment-wise or product-wise performance  1(5)(iii) Segment-wise or product-wise performance  1(5)(iii) Segment-wise or product-wise performance  1(5)(iii) Risks and concerns Including internal and external risk factors, threat to sustainability and negative impact on environment  1(5)(iv) Discussion on COGS, Gross Profit and Net Profit Margins  1(5)(v) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  1(5)(v) Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Explanation on any significant variance that occurs between quarterly Financial	1(4)(e)	of themselves from nonexecutive directors as Chairperson for that particular Boards meeting; the reason of absence of the regular Chairperson shall be duly recorded in the	V		
Company operates in Trading, Textill Denim, Knittin IT, Fisheries & Real Estate However, in relevant case market segmenter impact on environment  1(5)(iii) Risks and concerns Including internal and external risk factors, threat to sustainability and negative impact on environment  1(5)(iv) Discussion on COGS, Gross Profit and Net Profit Margins  1(5)(v) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Coffering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc  1(5)(viii) Explanation on any significant variance that occurs between quarterly Financial	1(5)	The directors' Report to Shareholders	√		
1(5)(iii) Segment-wise or product-wise performance     Segment-wise or product-wise performance   √   Segment-wise or perfo	1(5)(i)	Industry outlook and possible future developments in the industry	√		
1(5)(iii) negative impact on environment  1(5)(iv) Discussion on COGS, Gross Profit and Net Profit Margins  1(5)(v) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc	1(5)(ii)	Segment-wise or product-wise performance	V		operates in Trading, Textile Denim, Knittin
1(5)(v) Discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss)  Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc	1(5)(iii)	negative impact on environment			
loss)  Detail discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc  1(5)(viii) Explanation on any significant variance that occurs between quarterly Financial	1(5)(iv)		√		
1(5)(vii) nature of related party, nature of transactions and basis of transactions of all related party transactions  1(5)(vii) Statement of utilization of proceeds raised through public issues, rights issues, and/or any other instruments  1(5)(viii) Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc  1(5)(viii) Explanation on any significant variance that occurs between quarterly Financial	1(5)(v)	loss)	√		
other instruments  1(5)(viii) other instruments  Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc  Explanation on any significant variance that occurs between quarterly Financial	1(5)(vi)	nature of related party, nature of transactions and basis of transactions of all related party	√		
Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc  1(5)(ivil) Explanation on any significant variance that occurs between quarterly Financial	1(5)(vii)	other instruments	N/A		
	1(5)(viii)	Offering (IPO), repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc	N/A		
	1(5)(ix)		√		

Condition	Title		nce Status ("√") priate column)	Remarks (If any)
No.		Complied	Not Complied	
1(5)(x)	Statement of remuneration paid to the directors including independent directors	√		No remuneration has been paid to any Director during the period under review except Independent Director.
1(5)(xi)	Statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity	√		
1(5)(xii)	Statement that proper books of account of the issuer company have been maintained	√		
1(5)(xiii)	Statement that appropriate accounting policies have been consistently applied In preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	V		
1(5) (xiv)	Statement that IAS or IFRS, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed	√		
1(5)(xv)	Statement that the system in internal control is sound in design and has been effectively Implemented and monitored	√		
1(5)(xvi)	Statement that minority shareholders have been protected from abusive actions by, or in the interest of controlling shareholders acting either directly or indirectly and have effective means of redress	√		
1(5)(xvii)	Statement that there Is no significant doubt upon the issuer company's ability to continue a going concern, if the issuer company is not considered to be a going concern, the fact along with reasons there of shall be disclosed	√		
1(5)(xviii)	Explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained	√		
1(5)(xix)	Statement where key operating and financial data of at least preceding 5 years shall be summarized  Explanation on the reasons if the issuer company has not declared dividend (Cash or	√		
1(5)(xx)	stock) for the year	N/A		
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as Interim dividend	√		
1(5)(xxii)	The total number of Board meeting held during the year and attendance by each director	√		
1(5)(xxiii)	Report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by	√		
1(5)(xxiii)(a)	parent or subsidiary or associated companies and other related parties	√		
1(5)(xxiii)(b)	Directors, COE, Company Secretary, CFO, Head of Internal Audit and Compliance and their spouses and minor children	√		
1(5)(xxiii)(c)	Executives,	√		
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company	√		
1(5)(xxiv)	In case of appointment or reappointment of a director, a disclosure on the following information to the shareholders	√		
1(5)(xxiv)(a)	Brief resume of the director	√		
1(5)(xxiv)(b)	nature of his or her expertise in specific functional areas	√		
1(5)(xxiv)(c)	names of company in which the person also holds the directorship and the membership of committees of the Board	√		
1(5)(xxv)	Management's discussion and analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on			
1(5)(xxv)(a)	accounting policies and estimation for preparation of financial statements	√		
1(5) (xxv)(b)	changes in accounting policies and estimation, If any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes	√		

Condition	Title		nce Status ("√") priate column)	Remarks
No.		Complied	Not Complied	(If any)
1(5)(xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof	√		
1(5)(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario	√		
1.5 (xxv) (e)	briefly explain the financial and economic scenario of the country and the globe	√		
1(5) (xxv)(f)	risks and concerns issues related to the financial statements, explaining such risk and	√		
1(5)(xxv)(g)	concerns mitigation plan of the company future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e, actual position shall be explained to the shareholders in the next AGM	V		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure - A	√		
1(5)(xxvii)	the report as well as certificate regarding compliance of conditions of this Code as required under condition No.9 shall be disclosed as per	√		
1(6)	Meetings of the Board of Directors: The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code	V		
1(7)	Code of Conduct for the Chairperson, Other Board members and CEO			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee at condition No.6, for the Chairperson of the Board, other board members and CEO of the company	V		
1(7)(b)	The Code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws; rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers and independency,	V		
2	Governance of Board of Directors of Subsidiary Company			
2(a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company	√		
2(b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company.	√		
2 (c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	√		
2(d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	√		
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company	V		
3	MD or CEO, CFO, Head of Internal Audit & Compliance and Company Secretary			
3(1)	Appointment	√		
3(1)(a)	The Board shall appoint a MD or CEO, CS, CFO and a Head of Internal Audit and Compliance	√		
3(1)(b)	The position of the MD or CEO, CS, CFO and HIAC shall be filled by different individuals	√		
3 (1) (c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time	√		
3 (1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, HIAC and CS.	√		
3(1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s)	√		
3(2)	Requirement to attend Board of Directors' Meetings			
3(3)	Duties of MD or CEO and CFO			
3(3)(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief	√		

Condition No.	Title	Compliance Status ("√") in appropriate column)		Remarks
		Complied	Not Complied	(If any)
3(3)(a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	<b>√</b>		
3(3)(a)(ii)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards applicable laws	V		
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members	V		
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	√		
4	Board of Directors' Committee			
4(i)	Audit Committee	√		
4(ii)	Nomination and Remuneration Committee	√		
5	Audit Committee			
5(1)	Responsibility to the Board of Directors	$\checkmark$		
5(1)(a)	The company shall have an audit committee as a subcommittee of the Board	√		
5(1)(b)	The Audit Committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business	<b>√</b>		
5(1)(c)	The audit committee shall be responsible to the Board; the duties of the audit committee shall be clearly set forth in writing	√		
5(2)	Constitution of the Audit Committee			
5(2)(a)	The Audit Committee shall be composed of at least 3(three) members	√		
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be non-executive directors of the company excepting Chairperson of the Board and shall include at least 1(one) independent director.	√		
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1(one) member shall have accounting or related financial management background and 10(ten) years of such experience	√		
5(2)(d)	When the term of service of any Committee members expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3(three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1(one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee	V		No such inciden was occurred
5(2)(e)	The company secretary shall act as the secretary of the Committee	√		
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1(one) independent director	√		No such incider was occurred
5(3)	Chairperson of the Audit Committee			
5(3)(a)	The Board shall select 1(one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director	√		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes	√		
5(3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting(AGM)	√		
5 (4)	Meeting of the Audit Committee			
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year	√		
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	V		
5(5)	Role of Audit Committee			
5(5)(a)	Oversee the financial reporting process	√		
5(5)(b)	Monitor choice of accounting policies and principles	√		

Condition No.	Title	Compliance Status ("√") in appropriate column)		Remarks
		Complied	Not Complied	(If any)
5(5)(c)	Monitor internal audit and compliance process to ensure that it is adequately resourced, including approval of the internal audit and compliance, plan and review of the internal audit and compliance report	V		
5(5)(d)	Oversee hiring and performance of external auditors	√		
5(5)(e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption	V		
5(5)(f)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval	√		
5(5)(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval	$\sqrt{}$		
5(5)(h)	Review the adequacy of internal audit function	$\sqrt{}$		
5(5)(i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report	√		
5(5)(j)	Review statement of all related party transactions submitted by the management	√		
5(5)(k)	Review Management Letters or Letter of Internal Control weakness issued by statutory auditors	V		
5(5)(l)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors	√		
5(5)(m)	Oversee whether the proceeds raised through IPO or RPO or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission	$\checkmark$		
5(6)	Reporting of the Audit Committee			
5(6)(a)	Reporting to the Board of Directors	√		
5(6)(a)(i)	The audit committee shall report on its activities to the Board	√		
5(6)(a)(ii)	The Audit Committee shall immediately report to the Board on the following findings if any:			
5(6)(a)(ii)(a)	Report on conflicts of interests	N/A		
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements	N/A		
5(6)(a)(ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations	N/A		
5(6)(a)(ii)(d)	Any other matter which the audit committee deems necessary shall be disclosed to the Board immediately	√		
5(6)(b)	Reporting to the Authorities: If the audit committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee find that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of six months from the date of first reporting to the Board, whichever is earlier.	N/A		
5(7)	Reporting to the Shareholders and General investors: report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a) (ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the Annual Report of the issuer company.	V		
6	Nomination and Remuneration Committee (NRC)			
6(1)	Responsibility to the Board of Directors			
6(1)(a)	The company shall have a NRC as a subcommittee of the Board	√		
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive	√		
6(1)(c)	The terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b)	V		
6(2)	Constitution of the NRC			

Condition No.	Title	Compliance Status ("√") in appropriate column)		Remarks
		Complied	Not Complied	(If any)
6(2)(a)	The Committee shall comprise of at least three members including an independent director	√		
6(2)(b)	All members of the Committee shall be non-executive directors	√		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board	√		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee	√		
6(2)(e)	In case of death, resignation, disqualification or removal of any member of the Committee or in any other cases of vacancies, the Board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee.	√		
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staffs shall be required or valuable for the Committee	√		
6(2)(g)	The company secretary shall act as the secretary of the Committee	√		
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director $$	√		
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	√		
6(3)	Chairperson of the NRC			
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee,	√		
6(3)(b)	who shall be an independent director  In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes	√		
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders	√		
6(4)	Meeting of the NRC			
6(4)(a)	The NRC shall conduct at least one meeting in a financial Year	√		
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC $$	√		
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h)	√		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC $$	√		
6(5)	Role of the NRC			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders	√		
6(5)(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the $\ensuremath{Board}$	√		
6(5)(b)(i)	formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following	√		
(5)(b)(i)(a)	the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully	√		
(5)(b)(i)(b)	the relationship of remuneration to performance is clear and meets appropriate performance benchmarks	√		
5(5)(b)(i)(c)	remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals	V		
6(5)(b)(ii)	devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality	√		
6(5)(b)(iii)	identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board	To be complied		No such list yet

Condition No.	Title	Compliance Status ("√") in appropriate column)		Remarks
		Complied	Not Complied	(If any)
6(5)(b)(iv)	formulating the criteria for evaluation of performance of independent directors and the Board	√		
6(5)(b)(v)	identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria	√		
6(5)(b)(vi)	developing, recommending and reviewing annually the company's human resources and training policies	V		
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report	√		
7	External or Statutory Auditors			
7(1)	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely	√		
7(1)(i)	appraisal or valuation services or fairness opinions	√		
7(1)(ii)	financial information systems design and implementation	√		
7(1)(iii)	book-keeping or other services related to the accounting records or financial statements	√		
7(1)(iv)	broker-dealer services	√		
7(1)(v)	actuarial services	√		
7(1)(vi)	internal audit services or special audit services	<b>√</b>		
7(1)(vii)	any service that the Audit Committee determines	√		
7(1)(viii)	audit or certification services on compliance of corporate governance as required under condition No. 9(1);	√		
7(1)(ix)	any other service that creates conflict of interest	√		
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members.	V		
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders'	V		
8	Maintaining a website by the Company			
8(1)	The company shall have an official website linked with the website of the stock exchange $$	√		
8(2)	The company shall keep the website functional from the date of Listing	√		
8(3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s)	√		
9	Reporting and Compliance of Corporate Governance			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report	V		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	√		
9(3)	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not	√		

# Report of the Audit Committee

for the year ended on 30th June 2022



I am pleased to present the Report of the Audit Committee for the year ended on 30 June 2022.

The Audit Committee Report presented under condition No.5 of the Bangladesh Securities and Exchange Commission(BSEC) Corporate Governance Code provides an insight on the functions of the Audit Committee for the year ended on 30th June 2022.

# **Composition of the Audit Committee**

The Audit Committee of Bangladesh Export Import Company Ltd, a prime Board sub-committee, assists the Board in discharging its governance responsibilities. The Board has formed the Audit Committee, required under Codes of Corporate Governance of BSEC with some specific assignments under its Terms of Reference. The existing Audit Committee of the Company is as follows:

Committee Members	Board Members	Position
Mr. Shah Monjurul Hoque	Independent Director	Chairman
Mr. O K Chowdhury, FCA	Non-Executive Director	Member
Mr. Iqbal Ahmed	Non-Executive Director	Member
Mr. Mohammad Asad Ullah, FCS	Company Secretary	Secretary

The Audit Committee is appointed by the main Board and all the Members are Non-Executive Directors and the Chairman is an Independent Director.

As required, all Members of the Audit Committee are 'financially literate' and are able to analysis and interpret financial statements to effectively discharge their duties and responsibilities as Members of the Audit Committee.

#### **Role of Audit Committee**

The Audit Committee performs in coherence and consistency and ensures compliance with the Corporate Governance Code issued by the Bangladesh Securities and Exchange Commission (BSEC). The role of the Audit Committee is to monitor the integrity of the financial statements of the Company and review when appropriate, make recommendations to the main Board

on business risk, internal controls and compliance and audit. The committee satisfies itself, by means of suitable steps and appropriate information, that proper and satisfactory internal control system are in place to identify and contain business risk and that the Company's business is conducted in a proper and economically sound manner. The Audit Committee assists the Board of Directors to ensure that the financial statements reflect a true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business. The Audit Committee is responsible to the Board of Directors. The duties of the Audit Committee are clearly set forth in writing.

#### The role of the Audit Committee includes the following:

- Oversee the financial reporting process.
- Monitor choice of accounting policies and principles.
- Monitor Internal audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;
- Oversee hiring and performance of external Auditors.
- Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;
- Review along with the management, the annual financial statements before submission to the Board for approval.
- Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval.
- Review the adequacy of internal audit function.
- Review the Management's Discussion and Analysis before disclosing in the Annual Report;
- Review statement of all related party transactions submitted by the management;
- Review Management Letters/Letter of Internal Control weakness issued by statutory auditors.

- Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors;
- To review whether all the applicable Rules, Regulations, Guidelines, Notifications, Directives, etc. framed/issued by the regulatory authorities have been complied with.
- Other matters as per Terms of Reference (ToR) of the Audit Committee and also as directed by the Board, from time to time.

# **Authority**

In terms of Corporate Governance Code issued by BSEC, the Audit Committee is authorized by the Board to review any activity within the business as per its Terms of Reference(ToR). It is authorized to seek any information it requires from, and requires the attendance at any of its meeting of any Director or Member of Management, and all employees are expected to co-operate with any request made by the Committee.

The Committee is also authorized to have information and advice from the Company Legal Advisor, Tax Consultant and Statutory Auditor if required. The ToR of the Audit Committee may be amended from time to time as required for the business in line with BSEC Notifications, subject to approval by the Board of the Company.

### **Responsibilities and Duties**

The responsibilities and duties of the Audit Committee are:

#### **Financial Reporting**

- To review the quarterly and annual financial statements of the Company, focusing particularly on :
  - Any significant changes to accounting policies and practices;
  - Significant adjustments arising from the audits;
  - Compliance with applicable financial reporting standards and other legal and regulatory requirements, and
  - The going concern assumption.

# **Related Party Transactions**

■ To review any related party transactions and conflict of interest situations that may arise within the Company, including any transaction, procedure or course of conduct that may arise questions of management integrity.

# **Audit Committee Reports**

To prepare the annual Audit Committee Report and submit it to the Board which includes: the composition of the Audit Committee, its terms of reference, number of meetings held and attendance thereat, a summary of its activities and the performance of internal audit services for inclusion in the Annual Report, and to review the Board's statements on compliance with the BSEC Codes of Corporate Governance for inclusion in the Annual Report...

#### **Internal Control**

- To consider annually the risk management framework adopted within the Company and to be satisfied that the methodology deployed allows the identification, analysis, assessment, monitoring and communication of risks in a regular and timely manner that will allow the Company to minimize losses and maximize opportunities;
- ➤ To ensure that the system of internal control is thoroughly conceived and in place, effectively administered and regularly monitored:
- To review the extent of compliance with established internal policies, standards, plans and procedures, including, for example, the Company's Standards of Business Conduct;
- To obtain assurance that proper plans for control has been developed prior to the commencement of major areas of change within the Company; and
- ➤ To recommend to the Board about steps needed to improve the system of internal control derived from the findings of the internal and external auditors, and from the consultations of the Audit Committee itself.

#### **Internal Audit**

- To be satisfied that the plan, methodology and resource for internal auditing are communicated down through the Company. Specifically:
- To review the internal audit plans and to be satisfied as to their consistency with the risk management framework used and adequacy of coverage;
- To be satisfied that Internal Audit has the competency and qualifications to complete its mandates and approved audit plans.
- To review status reports from internal audit and ensure that appropriate actions have been taken to implement the audit recommendations;
- To recommend any broader review deemed necessary as a consequence of the issues or concerns identified;
- To ensure that internal audit has full, free and unrestricted access to all activities, records, property and personnel necessary to perform its activities; and
- To request and review any special audit which it deems necessary.

### **External Audit**

- To review the external auditor's audit plan, nature and scope of the audit plan, audit report, evaluation of internal controls and coordination of the external auditor. The Audit Committee will consider a consolidated opinion on the quality of external auditing at one of its meetings;
- To review with the external auditor, the Statement on Risk Management and Infernal Control of the Company for inclusion in the Annual Report;
- To review any matter concerning the appointment and reappointment, audit fee and resignation or dismissal of the external auditor;
- To review and evaluate factors related to the independence of the external auditor and assist them in preserving their independence;
- To be advised of and decide to or not to make significant use of the external auditor in performing non-audit services within the Company, considering both the types of services rendered and the fees, so that its position as auditor is not deemed to be compromised; and
- ➤ To review the external auditor's findings arising from audits, particularly and comments and responses in management letters, as well as the assistance given by the employees of the Company in order to be satisfied that appropriate action is being taken.

#### **Other Matters**

To act on any other matters as may be directed by the Board.

### **Reporting of the Audit Committee**

**Reporting to the Board of Directors:** The Audit Committee reports on its activities to the Board of Directors. The Audit Committee immediately reports to the Board of Directors on the following findings, if any:

- Report on conflicts of interests;
- Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;
- Suspected infringement of laws, including securities related laws, rules and regulations;
- Any other matter which the Audit Committee deems necessary shall be disclosed to the board immediately.

The Audit Committee further ensures that, in compliance with condition No.5 of the Corporate Governance Code of Bangladesh Securities and Exchange Commission dated 3 June 2018 the Chief Executive Officer(CEO) and Chief Financial Officer(CFO) of the Company have certified before the Board that they have

thoroughly reviewed the Financial Statements of the Company for the year ended 30th June 2022, and they state that:

- (i) They have reviewed the financial statements for the year ended on 30th June, 2022 and that to the best of their knowledge and belief:
  - (a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (b) These statement collectively present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) There are, to the best of their knowledge and belief no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct of the Company's Board of Directors or its Members.

Such joint certificate of the CEO and CFO is thoroughly reviewed by the Audit Committee before submission to the Board.

### **Reporting to the Authorities**

The Audit Committee reports to the Board of Directors about anything which has a material impact on the financial condition and results of operation. The Committee also discusses with the Board of Directors and the management if any rectification is necessary. If the Audit Committee finds that such rectification has been unreasonably ignored, the Committee reports such findings to the Bangladesh Securities and Exchange Commission upon reporting of such matters to the Board of Directors for three times or completion of a period of six months from the date of first reporting to the Board of Directors, whichever is earlier.

#### **Reporting to the Shareholders and General Investors**

Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition No.5(6) (a)(i) of the BSEC's Corporate Governance Code mentioned above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the Annual Report of the Company.

### **Meeting Attendance**

The Audit Committee met four times during the year ended on 30 June 2022. All the Members were present in all meetings of the Committee.

The Managing Director, Chief Financial Officer, Head of Internal Audit and Compliance of the Company and representatives of the external Auditors had attended the meetings upon invitation by the Audit Committee. From time to time, relevant stakeholders and other senior members of the management have also been invited by the Audit Committee to attend Audit Committee meetings. The Audit Committee met with the external Auditors separately,

and with the Internal Auditors, on an annual basis without any Executive Director being present. The Company Secretary, being the Secretary of the Audit Committee, facilitates the Chairman and other Members for effective functioning of the Committee, as per its terms of reference as well as Corporate Governance Code of RSEC

Summary of activities and recommendations of the Audit Committee for the year ended on 30th June 2022:

# **Financial Reporting**

In terms of reference, the Committee in its first meeting held on October 19, 2021 reviewed the Annual Financial Statements for the year ended on 30 June 2021. During the meeting the Chief Financial Officer presented the draft annual accounts along with the independent auditors' report to the Committee and briefed the committee regarding the financial performance of the Company.

The Audit Committee in its aforesaid meeting also had detailed discussion with the Members of the accounts and finance department on various aspects of the financial statements and accounts. The Committee also reviewed the financial reporting process, discussed the adequacy of the internal control processes in place to prevent errors and fraudulent activities and thoroughly scrutinized the related party transactions carried out during the year. The committee was fully satisfied that the related party transactions were made on an arm length basis as part of normal course of business and the transactions have been adequately disclosed in the financial statements. The Independent Auditors' report also did not contain any material audit observation that warranted the Boards' attention. The Committee being satisfied, authorized for onward submission of the Audited Financial Statements to the Board for approval.

In addition to the above meeting, the Audit Committee met three times during the year ended on 30 June 2022. All the Members were present in all meetings of the Committee.

The second meeting of the Committee was held on November 10, 2021, prior to release of the un-audited First Quarter Financial Statements of the Company for the quarter ended on September 30, 2021. The Committee reviewed the financial progress during the first quarter and examined in detail and recommended the same for approval by the Board to release to the Shareholders of the Company.

The third meeting of the Committee was held on January 26, 2022 to review the un-audited second quarter financial Statements of the Company. The Committee being satisfied recommended for issue of the financial statements for the half-year ended on December 31, 2021.

The fourth meeting of the Committee was held on April 25, 2022 to release the un-audited third quarter financial statements of the Company for the quarter ended March 31, 2022. The detailed

review of the financial statements was made by the Committee and recommended to the Board for approval of the financial statements for release to the Shareholders of the Company.

The Chief Executive Officers of concerned Divisions, Chief Financial Officer, Internal Auditors of the Company and representatives of the External Auditors had attended all the meetings upon invitation by the Audit Committee. From time to time, other senior Members of Management have also been invited by the Audit Committee to attend in the above Audit Committee meetings. The Audit Committee met with the External Auditors and separately, with the internal Auditors on an annual basis.

The Audit Committee also reviewed, approved and monitored the procedures and task of the internal audit, financial report preparation and the external audit reports. The Committee found adequate arrangement to present a true and fair view of the activities and the financial status of the Company and did not find any material deviation, discrepancies or any adverse findings/ observation in the areas of reporting.

### **Annual Reporting**

Reviewed disclosures required by the statement on corporate governance, audit committee report, standards of business conduct, statement on risk management and internal control for the financial year ended 30th June 2022 for inclusion in the Annual Report, 2021-22, and recommended their adoption to the Board.

#### **External Auditors'**

The Audit Committee conducted a formal evaluation of the effectiveness of the external audit process. The Committee has considered the tenure, quality and fees of the auditors, considered and made recommendations to the Board on the appointment and remuneration of external Auditors, M/s. M. J. Abedin & Company, Chartered Accountants for the year 2022-2023, subject to the approval of Shareholders in the 49th AGM of the Company, who had carried out the audit of the Company for the year ended on 30 June 2022.

#### **Report Authorization**

This Audit Committee Repot is made in accordance with the resolution of the Board of Directors on 27 October 2022.

On behalf of the Audit Committee,

Shah Monjurul Hoque

Chairman

# **Corporate Governance**

The maintenance of effective corporate governance remains a key priority of the Board of Bangladesh Export Import Company Limited. Recognizing the importance of it, the board and other senior management remained committed to high standards of corporate governance. To exercise clarity about directors' responsibilities towards the shareholders, corporate governance must be dynamic and remain focused to the business objectives of the Company and create a culture of openness and accountability. Keeping this in mind, clear structure and accountabilities supported by well understood policies and procedures to guide the activities of Company's management, both in its day-today business and in the areas associated with internal control have been instituted.



### **Internal Financial Control**

The Directors are responsible for the Company's system of internal financial control. Although no system of internal control can provide absolute assurance against material misstatement and loss, the Company's system is designed to provide the directors with reasonable assurance that problems are timely identified and dealt with appropriately. Key procedures to provide effective internal financial control can be described in following heads:

**Management structure** - The Company is operating through a well defined management structure headed by three CEOs for separate

units, under whom Executive Directors, General Managers for various departments and according to hierarchy, various senior and mid level management staffs. The CEOs, Executive Directors, General Managers meet at regular intervals represented also by finance, marketing and personnel heads.

**Budgeting** - There are comprehensive management reporting disciplines which involve the preparation of annual budgets by all operating departments. Executive management reviews the budgets and actual results are reported against the budget and revised forecasts are prepared at regular intervals.

**Asset management** - The Company has sound asset management policy, which reasonably assures the safeguarding of assets against unauthorized use or disposition. The Company also follows proper records and policy regarding capital expenditures.

**Functional reporting** - In pursuance with keeping the reliability of financial information used within the business or for publication, the management has identified some key areas which are subject to monthly reporting to the chairman of the board. These include monthly treasury operations and financial statements. Other areas are also given emphasis by reviewing on a quarterly basis. These include information for strategy, environmental and insurance matters.

# Statement of Directors' responsibilities for preparation and presentation of the Financial Statements

The following statement is made with a view to distinguishing for shareholders the respective responsibilities of the directors and the auditors in relation to the financial statements. The Companies Act, 1994 requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit for the year to that date. In preparing those financial statements, the directors:

- select suitable accounting policies and then apply them in a consistent manner;
- make reasonable and prudent judgments and estimates where necessary;
- state whether all applicable accounting standards have been followed, subject to any material departures disclosed and explained in the notes to the financial statements;
- take such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities;
- ensure that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company;
- ensure that the financial statements comply with disclosure requirements of the Companies Act, 1994 and the Securities and Exchange Rules, 1987; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

#### **Board Committees**

The board - The board is responsible to the shareholders for the strategic development of the company, the management of the Company's assets in a way that maximizes performance and the control of the operation of the business.

The board of directors is responsible for approving Company policy and is responsible to shareholders for the Company's financial and operational performance. Responsibility for the development and implementation of Company policy and strategy, day-to-day operational issues is delegated by the board to the management of the Company.

Board structure and procedure - The membership of the board during the year 2021 - 2022 stood at eight directors. All directors are equally accountable as per law to the shareholders for the proper conduct of the business.

The Company's board currently comprises the Chairman, Vice-Chairman, Managing Director and other five directors. The name of the directors appears on page 3. The quorum for the board is at least three directors present in person.

# **Going Concern**

After making enquires, the directors, at the time of approving the financial statements, have determined that there is reasonable expectation that the Company have adequate resources to continue operation for the foreseeable future. For this reason, the directors have adopted the going concern basis in preparing the financial statements.

#### **Rights and Relations with Shareholders**

Control rights of shareholders - At annual general meeting, shareholders have rights of participation. They have the right to ask questions on and request from information from the board regarding item on the agenda to the extent necessary to make an informed judgment of the Company's affairs.

Relations with shareholders - The annual general meeting are used as an important opportunity for communication with both institutional and general shareholders. In addition, the Company maintains relations with its shareholders through the corporate affairs secretarial department. The following information can be addressed through the secretarial department:

- Dividend payment enquires;
- Dividend mandate instruction;
- Loss of share certificate/dividend warrants;
- Notification of change of address; and
- Transfer of shares.

The Board believes that it is important to respond adequately to all the queries of both institutional and general shareholders. At the AGM, the shareholders are offered an opportunity to raise with the

Board any specific question they have concerning the Company. In addition, meetings are also held between individual directors and institutional shareholders at various times during the year.

# **Financial Statements**



# **CONTENTS** 35 AUDITOR'S REPORT AND AUDITED CONSOLIDATED FINANCIAL STATEMENTS of BANGLADESH EXPORT IMPORT COMPANY LTD. AND ITS SUBSIDIARIES as at and for the year ended 30 june 2022 65 AUDITOR'S REPORT AND AUDITED FINANCIAL STATEMENTS of BANGLADESH EXPORT IMPORT COMPANY LIMITED as at and for the year ended 30 june 2022 95 AUDITOR'S REPORT AND AUDITED FINANCIAL STATEMENTS of SHINEPUKUR CERAMICS LIMITED as at and for the year ended 30 june 2022 125 AUDITOR'S REPORT AND AUDITED FINANCIAL STATEMENTS of BEXIMCO POWER COMPANY LIMITED as at and for the year ended 30 june 2022

# **AUDITOR'S REPORT**

AND AUDITED CONSOLIDATED FINANCIAL STATEMENTS

OF

BANGLADESH EXPORT IMPORT COMPANY LTD. AND ITS SUBSIDIARIES

as at and for the year ended 30 june 2022

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED AND ITS SUBSIDIARIES

## Report on the Audit of the Financial Statements

#### **Opinion**

We have audited the consolidated financial statements of BANGLADESH EXPORT IMPORT COMPANY LIMITED AND ITS SUBSIDIARIES (the "Group Company"), which comprise the Statement of Financial Position as at 30 June 2022 and Statement of Profit and Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cashflows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Company give a true and fair view of the financial position of the Company as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 2020 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 Group Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the consolidated financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Key Audit Matters**

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

#### Risk

# Our response to the risk

#### **Revenue Recognition**

The Company manufactures and sells a number of products and provides numerous services to its customers. The Company has adopted the accounting standard IFRS 15 as accordingly has reviewed its sales contracts for determining the principles for recognizing revenue in accordance with the standard. Some of the sales contracts contain various performance obligations and management exercises judgement to determine timing of revenue recognition, i.e., over time or a point in time.

See Note No. 24.00 to the financial statements.

# Principal audit procedures:

- Obtained an understanding of the various revenue streams and nature of sales contracts entered into by the Company.
- Evaluated the design of internal controls relating to identification of performance obligations and determining timing of revenue recognition.
- Selected a sample of contracts and through inspection of evidence of performance of these controls, tested the operating effectiveness of the internal controls relating to the identification of performance obligations and timing of revenue recognition.
- Selected a sample of contracts and reassessed contractual terms to determine adherence to the requirements of the accounting standard.

#### Valuation of Property, Plant and Equipment (PPE)

The carrying value of the PPE was

Tk. 52,817,380,029 as at 30 June, 2022.

Expenditures are capitalized if they create new assets or enhance the existing assets, and expensed if they relate to repair or maintenance of the assets. Classification of the expenditures involves judgment. The useful lives of PPE items are based on management's estimates regarding the period during which the assets or its significant components will be used. The estimates are based on historical experience and market practice and take into consideration the physical condition of the assets.

The valuation of PPE was identified as a key audit matter due to the significance of this balance to the financial statements and that there is significant measurement uncertainty involved in this valuation. See Note No.5.00 to the financial statements.

Our audit included the following procedure:

- We assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent.
- We inspected a sample of invoices and L/C documents to determine whether the classification between capital and revenue expenditure was appropriate.
- We evaluated whether the useful lives determined and applied by the management were in line withp historical experience and the market practice.

We checked whether the depreciation of PPE items was commenced timely, by comparing the date of the reclassification from capital work in progress to ready for use, with the date of the act of completion of the work.

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED AND ITS SUBSIDIARIES

#### **Valuation of Inventory**

The inventory of Tk. 14,409,512,097 as at 30 June, 2022. Inventories are carried at the lower of cost and net realizable value. As a result, the management apply judgment in determining the appropriate values for slow-moving or obsolete items.

Since the value of Inventory is significant to the Financial Statements and there is significant measurement uncertainty involved in this valuation, the valuation of inventory was significant to our audit.

See Note No. 9.00 to the financial statements

- We verified the appropriateness of management's assumptions applied in calculating the value of the inventory by:
- Evaluating the design and implementation of key inventory controls.
- Attending inventory counts and reconciling the count results to the inventory listing to test the completeness of data.
- Reviewing the requirement of inventory provisioning and action there upon by the management.
- Comparing the net realizable value obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories.

## **IT Systems and Controls**

Our audit procedures have a focus on information technology systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls. Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application-based controls are operating effectively.

- We tested the design and operating effectiveness of the Company's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (Logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.
- We tested the company's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.

# **Related party transactions**

The Company has related party transactions as described in Note No. 34 of the Financial Statements.

We focused on identification of related parties and disclosure of related party transactions in accordance with relevant accounting standards.

Our audit procedures amongst others included the following:

Evaluated the design and tested the operating effectiveness of controls over identification and disclosure of related party transactions.

Evaluated the transactions among the related parties and tested material accounts balances.

Evaluated the disclosures in the financial statements in compliance with IAS 24.

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED AND ITS SUBSIDIARIES

# **Contingent Liabilities**

The Company is subject to contingent liabilities on account of outstanding letter of credit and letter of bank guarantee as on the date of financial position. Letter of credit is issued for importing raw materials and the bank guarantee issued favoring Titas Gas Transmission and Distribution Company Ltd. The contingent liabilities will be turned to actual liability if and when the beneficiaries perform as per contract or the company fails to perform its obligations.

As per the management judgement there requires no provision against the contingent liabilities as of the date of financial position.

See Note No. 35.00 to the financial statements

We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the contingencies process.

We enquired to those charged with governance to obtain their view on the status of the outstanding letter of credit and bank quarantee.

We enquired of the Company's internal legal counsel for the bank guarantee and inspected internal notes and reports. We also reviewed formal confirmations in this regard from external counsel.

We assessed the methodologies on which the provision amounts are required to be recalculated, and tested the completeness and accuracy of the underlying information. We also assessed the Company's contingent liabilities disclosure.

#### 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 Annual Report is expected to be made available to us after the date of this auditor's report.

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 identified above when it becomes available 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 such work we perform, we conclude that there is a material misstatement of this other information; we are required to communicate the matter to those charged with governance.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Company in accordance with IFRSs, The Companies Act 1994, The Securities and Exchange Rules 2020 and other applicable laws and regulations and for such internal controls management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 to cease operations, or has no realistic alternative but to do so.

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

#### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED AND ITS SUBSIDIARIES

- 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 internal controls of the Company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and 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 auditors' 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, The Securities and Exchange Rules 2020 and relevant notifications issued 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 required by law have been kept by the company so far as it appeared from our examination of those books:
- The consolidated Statements of Financial Position (Balance sheet) and consolidated Statement of Profit or Loss and Other Comprehensive Income (Profit & Loss Account) dealt with by this report are in agreement with the books of accounts and;
- The expenditures incurred and payments made were for the purpose of the company's business for the year.

27 October, 2022 Dhaka

M. J. ABEDIN &CO. **Chartered Accountants** 

Reg .No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# **CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 June 2022

		Amount in	Taka	
	Notes	30-June-22	30-June-21	
ASSETS				
Non-Current Assets		104,052,668,928	72,528,231,12	
Property, Plant and Equipment	5.00	52,817,380,029	53,800,668,73	
nvestment Property	6.00	27,536,526,497	16,277,763,84	
ong term Loans to Subsidiaries	7.00	22,887,475,000		
nvestment in Shares	8.00	811,287,402	2,449,798,5	
Current Assets		79,500,014,715	67,484,716,9	
nventories	9.00	14,409,512,097	10,303,197,7	
rade and Other Receivables	10.00	24,946,540,395	28,546,563,3	
Advances, Deposits and Pre-Payments	11.00	31,904,880,364	28,354,499,7	
Due from Related Party		7,474,904,114	كا الكا	
Cash and Cash Equivalents	12.00	764,177,744	280,456,0	
Total Assets		183,552,683,643	140,012,948,0	
HAREHOLDERS' EQUITY, NON-CONTROLLING INTEREST AND LIABILITIES		<u> الديسا</u> اك		
Equity attributable to the owners of the company		78,114,899,003	68,706,085,3	
ssued Share Capital	13.00	8,735,962,640	8,735,962,6	
Reserve		36,745,558,748	36,817,969,8	
Retained Earnings		32,633,377,614	23,152,152,8	
Ion-Controlling (Minority) Interest in Subsidiaries	14.00	2,508,370,777	2,251,130,3	
otal Equity		80,623,269,780	70,957,215,7	
Ion-Current Liabilities		57,830,760,028	38,917,012,0	
ong Term Loans - Net off Current Maturity (Secured)	15.00	32,385,412,868	37,556,940,2	
Gratuity Payable	16.00	148,659,041	138,496,3	
Beximco Green Sukuk Al-Istisna -Net-off Current Maturity	17.00	24,000,000,000		
Deferred Tax Liability	18.00	1,296,688,119	1,221,575,5	
Current Liabilities		45,098,653,835	30,138,720,3	
hort Term Loans from Banks and Others	19.00	4,649,882,325	5,086,632,1	
ong Term Loans - Current Maturity (Secured)	20.00	18,805,475,332	11,635,812,3	
Beximco Green Sukuk Al-Istisna - Current Maturity	21.00	6,000,000,000		
Due to Related Party		4,098,237,626		
rade and Other Payables	22.00	11,481,394,536	13,363,970,2	
Dividend payable/Unclaimed Dividend	23.00	63,664,016	52,305,6	
otal Equity and Liabilities		183,552,683,643	140,012,948,0	

The accompanying notes form an integral part of the financial statements.

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the Board:

O K Chowdhury
Managing Director

A B Siddiqur Rahman
Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022 Dhaka. M. J. ABEDIN & CO.
Chartered Accountants

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2022

		Amount in Taka			
المالك	Notes	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021		
Revenue (Turnover) from net Sales Cost of Goods Sold	24.00 25.00	75,078,765,062 (51,338,236,195)	43,403,790,011 (29,152,064,130)		
Gross Operating Profit		23,740,528,867	14,251,725,881		
Operating Expenses		(1,630,955,348)	(1,030,334,542)		
Administrative Expenses Selling and Distribution Expenses	26.00 27.00	(1,421,445,072) (209,510,276)	(930,188,210) (100,146,332)		
Operating Profit Finance Cost	28.00	<b>22,109,573,518</b> (6,505,041,458)	<b>13,221,391,339</b> (5,096,840,763)		
Net Profit before Contribution to WPPF		15,604,532,060	8,124,550,576		
Contribution to Workers' Profit Participation / Welfare Fund		(749,687,778)	(388,847,507)		
Net Profit before Income Tax Income Tax (Expenses)/Income	29.00	<b>14,854,844,283</b> (2,280,892,249)	<b>7,735,703,069</b> (1,103,410,774)		
Net Profit after Tax Non-Controlling (Minority) Interest in Loss/ (Income)		<b>12,573,952,034</b> (25,611,185)	<b>6,632,292,295</b> (23,189,346)		
Net Profit after tax and Non-Controlling (Minority) Interest		12,548,340,849	6,609,102,949		
Other Comprehensive Income		(70,411,140)	265.014.905		
Adjustment for Fair Value Gain/(Loss) on Investment in Shares		(72,411,142)	365,014,825		
Total Comprehensive Income after Minority Interest	20.00	12,475,929,706	6,974,117,773		
EPS (Per Value of Share Tk. 10/=)	30.00	14.36	7.57		

The accompanying notes form an integral part of the financial statements.

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the Board:

O K Chowdhury Managing Director A B Siddigur Rahman Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** Reg No: N/A

**Hasan Mahmood FCA, Partner** 

Enrollment No: 564

# **CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the year ended 30 June 2022

#### As at 30 June 2022

كالبارات العال العال	Amount in Taka					
Particulars	Share Capital	Retained Earnings	Reserve	Total	Non-Controlling (Minority) Interest in Subsidiaries	Total Equity
As on 01 July 2021	8,735,962,640	23,152,152,842	36,817,969,890	68,706,085,373	2,251,130,349	70,957,215,722
Net Profit after Tax and Non-Controlling (Minority) Interest for the year Addition Non-Controlling Interest		12,548,340,849		12,548,340,849	25,611,185 250,000,000	12,573,952,034 250,000,000
Other Comprehensive Income:						
Fair Value Gain/(Loss) on Investment in Shares			(72,411,142)	(72,411,142)		(72,411,142)
Transactions with Shareholders:						
Payment of Cash Dividend		(3,067,116,077)		(3,067,116,077)	(18,370,757)	(3,085,486,833)
As on 30 June 2022	8,735,962,640	32,633,377,614	36,745,558,748	78,114,899,003	2,508,370,777	80,623,269,780

# As at 30 June 2021

	Amount in Taka					
Particulars	Share Capital	Retained Earnings	Reserve	Total	Non-Controlling (Minority) Interest in Subsidiaries	Total Equity
As on 01 July 2020	8,735,962,640	16,981,209,334	36,557,993,526	62,275,165,500	2,137,599,149	64,412,764,649
Net Profit after Tax and Non-Controlling (Minority) Interest for the year		6,609,102,949		6,609,102,949	23,189,346	6,632,292,295
Other Comprehensive Income:					ın:Ilmi	
Fair Value Gain on Investment in Shares		<u> </u>	365,014,825	365,014,825	105,038,460	470,053,285
Excess of Fair Value over Book Value on Consolidation			(105,038,460)	(105,038,460)	mhe	(105,038,460)
Transactions with Shareholders:			ال ال			
Payment of Cash Dividend		(438,159,440)		(438,159,440)	(14,696,606)	(452,856,046)
As on 30 June 2021	8,735,962,640	23,152,152,842	36,817,969,890	68,706,085,373	2,251,130,349	70,957,215,722

The accompanying notes form an integral part of the financial statements.

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the Board:

O K Chowdhury
Managing Director

A B Siddiqur Rahman Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022

Dhaka.

M. J. ABEDIN & CO. Chartered Accountants

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# **CONSOLIDATED STATEMENT OF CASH FLOWS**

For the year ended 30 June 2022

		Amount in	Taka
كالنوا الكانوانك	Notes	01.07.2021- 30.06.2022	01.07.2 <mark>020-</mark> 30.06.2021
Cash Flows from Operating Activities : Collection from turnover and other income Payments for cost and expenses including interest & tax		78,678,788,014 (77,189,533,956)	42,963,728,440 (44,730,260,263)
Net Cash Used in Operating Activities	33.00	1,489,254,057	(1,766,531,823)
Cash Flows from Investing Activities : Property, plant and equipment acquired Long Term Loans to Subsidiaries		(745,939,257) (22,887,475,000)	(172,944,047)
Net Cash Used in Investing Activities		(23,633,414,257)	(172,944,047)
Cash Flows from Financing Activities: Increase in Ioan Related Party Transaction Issuance of Beximco Green Sukuk Al-Istisna'a Interest on Long Term Loan and Others Dividend Paid		1,561,385,810 12,084,613 30,000,000,000 (5,870,999,549) (3,085,486,833)	1,920,837,693 - - - -
Net Cash Generated From Financing Activities		22,616,984,040	1,920,837,693
Increase/(Decrease) in Cash and Cash Equivalents		472,823,840	(18,638,177)
Cash and Cash Equivalents at Beginning of the year		291,353,904	299,094,255
Effect of Exchange Rate Changes on Cash & Cash Equivalents	33.00	<u> TINI:IIII:</u> L	والكاللا
Cash and Cash Equivalents at End of the year		764,177,744	280,456,078
Net Operating Cash Flow Per Share		1.70	(2.02)

The accompanying notes form an integral part of the financial statements.

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the Board:

O'K Chowdhury Managing Director

A B Siddigur Rahman Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

As at and for the year ended 30 June 2022

# 1.00 The background and activities of the Company

#### 1.01 Status of the Company

Bangladesh Export Import Company Limited (the Company) was incorporated in Bangladesh in 1972 under the Companies Act, 1913 as a public Limited Company and commenced its commercial operation in the same year. The company listed its shares with Dhaka Stock Exchange in 1989 and with Chittagong Stock Exchange in 1995 on its debut.

On 30-06-2022, the Company holds 50% shares (50% shares on 30-06-2021) of Shinepukur Ceramics Ltd., a company of Beximco Group engaged in manufacturing and marketing of ceramics tableware.

The company has its registered office and operational office at Beximco Corporate Head Quarters, 17, Dhanmondi Residential Area, Road No. 2, Dhaka - 1205.

## 1.02 Principal Activities

The business activities include investment operation, agency and trading in other commodities and produces and is engaged in manufacturing and marketing of yarn that are consumed by weaving mills of Bangladesh including its own weaving mills producing and marketing of high quality fabric, that are eventually consumed by the export oriented garments industries of Bangladesh including the garments factories of Beximco Group.

# 2.00 Bases of Financial Statements-Its Preparation and Presentation

#### 2.01 Measurement bases

The financial statements have been prepared on the Historical Cost basis as modified to include the revaluation of certain property, plant and equipments which are stated at revalued amount, investment in shares of listed companies are carried at fair value based on the period end quoted price of Dhaka Stock Exchange Ltd. & investment property are valued at fair value.

## 2.02 Consolidated Financial Statements of the Group (Parent and Subsidiaries)

#### (a) Shinepukur Ceramics Ltd., Beximco Power Co. Ltd. and Bangladesh Export Import Co. Ltd. (the Parent)

The financial statements of subsidiaries have been consolidated with those of Bangladesh Export Import Co. Ltd. in accordance with IFRS 10: Consolidated Financial Statements. In respect of the subsidiary undertakings, financial statements for the year ended 30 June 2022 have been used to draw up these financial statements.

## (b) Subsidiary

Subsidiary is an entity controlled by the parent company. Control exists when the parent company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

#### (c) Transactions eliminated on consolidation

Intra-group balances, and any unrealized income and expenses arising from intra-group transactions have been eliminated while preparing the consolidated financial statements. Unrealized gains arising from transactions with equity account of investees have been eliminated against the investment to the extent of the parent company's interest in the investee. Unrealized losses were eliminated in the same way as unrealized gains, but only to the extent that there was no evidence of impairment.

# (d) Non-Controlling Interest (Minority Interest)

Non-Controlling Interest represents minority's share of subsidiary's net assets.

# 2.03 Reporting Framework and Compliance thereof

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards with effect from 2 November 2020.

Accordingly, the financial statements have been prepared in accordance with IFRSs (including IASs) and the Companies Act, 1994. The title and format of these financial statements follow the requirements of IFRSs which are to some extent different from the requirement of the Companies Act, 1994. However, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders."

As at and for the year ended 30 June 2022

The Company also complied with the requirements of following laws and regulations from various Government bodies:

Bangladesh Securities and Exchange Rules, 2020;

The Income Tax Ordinance, 1984 with subsequent amendments;

The Income Tax Rules, 1984 with subsequent amendments;

The VAT and SD Act 2012 with subsequent amendments:

The VAT and SD Rules, 2016 with subsequent amendments;

The Labour Law, 2006 with subsequent amendments in 2013; and

Others as applicable.

#### 2.04 Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by IAS 1: Presentation of Financial Statements.

The Financial Statements Comprises:

- (a) a Consolidated statement of financial position as at 30 June 2022;
- (b) a Consolidated statement of profit or loss and other comprehensive income for the year from 01 July 2021 to 30 June
- (c) a Consolidated statement of changes in equity for the year from 01 July 2021 to 30 June 2022;
- (d) a Consolidated statement of cash flows for the year from 01 July 2021 to 30 June 2022; and
- (e) notes, comprising a summary of significant accounting policies and other explanatory information.

#### 2.05 Authorization for Issue

The financial statements have been authorized for issue by the Board of Directors on 27 October 2022.

#### 2.06 Functional and Presentation Currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise.

# 2.07 Reporting Period and Comparative Information

The financial Statements have been prepared for 12 (Twelve) months (from 1st July 2021 to 30th June 2022).

Figures for earlier year have been re-arranged wherever considered necessary to ensure better comparability with the current year.

## 2.08 Use of Estimates and Judgments

The preparation of financial statements in conformity with Bangladesh Accounting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected as required by IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors.

In particular, significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, inventory valuation, accrued expenses and other payables.

#### 2.09 Statement of Cash Flows

The Statement of Cash Flows has been prepared in accordance with the requirements of IAS 7: Statement of Cash Flows.

The cash generating from operating activities has been reported using the Direct Method as the benchmark treatment of IAS 7 whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed.

As at and for the year ended 30 June 2022

# 2.10 Related Party Disclosures

The company carried out a number of transactions with related parties in the normal course of business and on arms' length basis.

The information as required by IAS 24: Related Party Disclosures has been disclosed in a separate note to the accounts.

## 2.11 Events after the Reporting Period

In compliance with the requirements of IAS 10: Events after the Reporting Period, post statement of financial position events that provide additional information about the company's position at the statement of financial position date are reflected in the financial statements and events after the statement of financial position date that are not adjusting events are disclosed in the notes when material.

# 3.00 Significant Accounting Policies

# 3.01 Revenue Recognition

In compliance with the requirements of IFRS 15: Revenue from Contracts with Customers, revenue receipts from customers against sales is recognized when all the performance obligation have been satisfied.

Cash dividend income on investment in shares is recognized on approval of said dividend in the annual general meeting / Board meeting of relevant company. Stock dividend income (Bonus Shares) is not considered as revenue.

## 3.02 Property, Plant and Equipment

# 3.02.1 Recognition and Measurement

Property, plant and Equipment are capitalized at cost of acquisition and subsequently stated at cost or valuation less accumulated depreciation in compliance with the requirements of IAS 16: Property, Plant and Equipment. The Cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

In terms of paragraph 29 of IAS 16: Property, Plant and Equipment, the Company has chosen "Revaluation Model" for the measurement of Lands, Buildings and Plant and Machinery; and "Cost Model" for the measurement of Furniture and Fixtures and Vehicles. In terms of paragraph 31 of the aforesaid IAS, after recognition as an asset, the aforesaid items of property, plant and equipment whose fair value can be measured reliably has been carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations shall be made after every three years to ensure that the carrying amount does not differ materially from that which has been determined using fair value at the end of the reporting period.

# 3.02.2 Pre-Operating Expenses and Borrowing Costs

In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalized. Expenses capitalized also include applicable borrowing cost considering the requirement of IAS 23: Borrowing Costs.

# 3.02.3 Subsequent Expenditure

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets. All other costs are recognized to the statement of profit or loss and other comprehensive income as expenses if incurred. All up-gradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

As at and for the year ended 30 June 2022

#### 3.02.4 Software

Software is generally charged off as revenue expenditure. Purchase of software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

#### 3.02.5 Disposal of Fixed Assets

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the statement of profit or loss and other comprehensive income, which is determined with reference to the net book value of the assets and net sales proceeds.

## 3.02.6 Depreciation on Fixed Assets

Depreciation is provided to amortize the cost of the assets after commissioning, over the period of their expected useful lives, in accordance with the provisions of IAS 16: Property, Plant and Equipment. Depreciation is provided for the period in use of the assets. Depreciation is calculated on the cost of fixed assets in order to write off such amounts over the estimated useful lives of such assets. Depreciation is provided on all fixed assets except land at the following rates on reducing balance basis over the periods appropriate to the estimated useful lives of the different types of assets:

Building and Other Construction	0.5% - 10%
Plant and Machinery	1.5% - 15%
Furniture, Fixture & Equipment	10% - 20%
Transport & Vehicle	20%

## 3.03 Investment Property

This represents Land & Building held by the company for capital appreciation and/or rental income. The Company has applied IAS 40, "Investment Property" and has adopted "fair value model".

# 3.04 Impairment

#### (a) Financial Assets

Accounts receivable and other receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default or delinquency by a debtor, indications that a debtor or issuer will enter bankruptcy, etc.

#### **Non-Financial Assets**

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Carrying amount of the asset is reduced to its recoverable amount by recognizing an impairment loss if, and only if, the recoverable amount of the asset is less than its carrying amount. Impairment loss is recognized immediately in profit or loss, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset shall be treated as a revaluation decrease.

#### 3.05 Investment in Shares

- Investment in shares of Bangladesh Export Import Company Limited is carried in this statement of financial position at Net Assets by consolidating assets and liabilities thereof.
- 3.05.2 Investment in shares of listed companies are carried in the statement of financial position at fair value based on DSE quoted price at the Period end and the gain/loss thereon were accounted for through other comprehensive income considering it as "Available - for - Sale" financial assets.

Investment in other shares is carried in the statement of financial position at cost.

#### 3.06 Financial Instruments

Non-derivative financial instruments comprise accounts and other receivables, cash and cash equivalents, borrowings and other payables and are shown at transaction cost.

As at and for the year ended 30 June 2022

#### 3.06.1 Financial Assets

Financial Assets of the company include cash and cash equivalents, accounts receivable and other receivables.

The company initially recognizes receivable on the date they are originated. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the transaction. The company derecognizes a financial asset when the contractual rights or probabilities of receiving the cash flows from the asset expire or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risk and rewards of ownership of the financial asset are transferred.

#### (a) Accounts Receivables

Accounts receivables are created at original invoice amount less any provisions for doubtful debts. Provisions are made where there is evidence of a risk of non-payment, taking into account ageing, provision experience and general economic conditions. When an accounts receivable is determined to be uncollectible it is written off, firstly against any provision available and then to the statement of profit or loss and other comprehensive income. Subsequent recoveries of amounts previously provided for are credited to the statement of profit or loss and other comprehensive income.

# (b) Advances, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to the statement of profit or loss and other comprehensive income.

#### (c) Cash and Cash Equivalents

Cash and Cash equivalents are carried in the statement of financial position at cost and include cash in hand and with banks on current and deposit accounts which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

# 3.06.2 Financial Liability

Financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability. The company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial liabilities include payable for expenses, liability for capital expenditure and other current liabilities.

# 3.07 Inventories

Inventories are valued at the lower of cost or net realizable value with cost determined by weighted average cost basis. The cost of inventories comprises of expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sale.

#### 3.08 Provision

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinary measured at the best estimate of the expenditure required to settle the present obligation at the date of statement of financial position. Where the effect of time value of money is material, the amount of provision is measured at the present value of the expenditures expected to be required to settle the obligation.

# 3.9 Borrowing Costs

This has been dealt with the requirements of IAS 23: Borrowing Costs.

As at and for the year ended 30 June 2022

Borrowing costs relating to projects in commercial operation are recognized as expenses in the year in which they are incurred. In respect of projects that have not yet commenced commercial production, borrowing costs are debited to capital work in progress.

## 3.10 Income Tax Expenses

This is the expected tax payable on the taxable income for the year, using tax rates enacted or subsequently enacted after the reporting date, and any adjustment to tax payable in respect of previous years.

#### **Deferred Tax**

Deferred tax is recognised in compliance with IAS 12: Income Taxes, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences based on the laws that have been enacted or substantively enacted by the date of statement of financial position. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate income taxes levied by the same tax authority on the same taxable entity.

# 3.11 Employee Benefits

The company maintains defined contribution plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the deed.

The company's employee benefits include the following:

# (a) Defined Contribution Plan (Provident Fund)

The company contributes to a registered provident fund scheme (defined contribution plan) for employees of the company eligible to be members of the fund in accordance with the rules of the provident fund constituted under and irrevocable trust. All permanent employees contribute 10% of their basis salary to the provident fund and the company also makes equal contribution.

## (b) Short-term employee benefits

Short-term employee benefits include salaries, bonuses, leave encashment etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

#### (c) Contribution to Workers' Participation/Welfare Funds

This represents 5% of net profit before tax contributed by the Company as per provisions of Bangladesh Labor Law, 2013 and is payable to workers as defined in the said law.

## 3.12 Proposed Dividend

The amount of proposed dividend has not been accounted for but disclosed in the notes to the accounts along with dividend per share in accordance with the requirements of the Para 125 of International Accounting Standard (IAS) 1 (Revised 2009): Presentation of Financial Statements. Also, the proposed dividend has not been considered as "Liability" in accordance with the requirements of the Para 12 & 13 of International Accounting Standard (IAS) 10: Events After The Reporting Period, because no obligation exists at the time of approval of accounts and recommendation of dividend by the Board Directors.

#### 3.13 Earnings Per Share

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 (Numerator)**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, extra ordinary items, the net profit after tax and Non-controlling (Minority) interest for the year has been considered as fully attributable to the ordinary shareholders.

## Weighted Average Number of Shares in Issue (Denominator)

As at and for the year ended 30 June 2022

#### **Current Year**

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by a time-weighting factor. The time-weighting factor is the number of days the specific shares are outstanding as a proportion of the total number of days in the years. However, the Bonus Shares issued during the year were treated as if they always had been in issue. Hence, in computing the Basic EPS, the total number of bonus shares has been considered.

#### **Earlier Periods**

The number of shares outstanding before the bonus shares issue has been adjusted for the proportionate change in the number of shares outstanding as if the bonus issues had occurred at the beginning of the earliest periods reported, and accordingly, in calculating the adjusted EPS of earlier periods, the total number of shares including the subsequent bonus issue in current year has been considered as the Weighted Average Number of Shares Outstanding during the earlier periods.

The basis of computation of number of shares as stated above, is in line with the provisions of IAS 33: Earnings Per Share. The logic behind this basis, as stated in the said IAS is that the bonus shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings.

#### **Diluted Earnings Per Share**

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

# 3.14 Foreign Currency Translations

The Financial records of the company are maintained and the financial statements are stated in Bangladesh Taka. The assets and liabilities denominated in foreign currencies at the financial position date are translated at the applicable rates of exchanges ruling at that date. Exchange difference is charged off as revenue expenditure in compliance with the provisions of IAS 21: The Effects of Changes in Foreign Exchange Rates. Foreign currency transactions are recorded at the applicable rates of exchange ruling at the transaction date.

# 4.00 Financial risk management

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

- Credit risk
- Liquidity risk
- Market risk

#### 4.01 Credit risk

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

# 4.02 Liquidity risk

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

As at and for the year ended 30 June 2022

In extreme stressed conditions, the company may get support from the related company in the form of short term financing.

## 4.03 Market risk

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

# (a) Currency risk

The company is exposed to currency risk on certain revenues and purchases such as revenue from foreign customers and import of raw material, machineries and equipment. Majority of the company's foreign currency transactions are denominated in USD and EURO and relate to procurement of raw materials, machineries and equipment from abroad.

# (b) Interest rate risk

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

As at and for the year ended 30 June 2022

# 5.00 Property, Plant and Equipment: Tk. 52,817,380,029

The details are stated below:

As at 30 June 2022

				Amount in Taka			
Particulars	Land and Land Development	Building and Other Construction	Plant & Machinery	Furniture, Fixture & Equipment	Vehicle	Capital Work in Progress	Total
Cost / Valuation							
At 30 June 2021	15,128,313,564	11,886,371,852	28,808,910,687	1,123,174,133	340,212,239	15,069,267,421	72,356,249,896
Addition during the year	-	1,069,676,370	974,733,406	51,746,686	6,677,795	-	2,102,834,257
Disposal during the year	-	-	-	-	(1,652,054)	-	(1,652,054)
Adjustment	(185,041,903)	-	-	-	-	-	(185,041,903)
Transferred in & Capitalized	-	-	-	-	-	(901,828,056)	(901,828,056)
At 30 June 2022	14,943,271,661	12,956,048,222	29,783,644,093	1,174,920,819	345,237,980	14,167,439,365	73,370,562,140
Depreciation							
At 30 June 2021	-	3,545,586,589	14,012,224,791	753,179,975	244,589,807	-	18,555,581,161
Charged during the year		436,876,423	1,478,260,551	63,679,654	20,434,132	-	1,999,250,760
Adjustment for Assets disposed off		-	-	-	(1,649,811)	-	(1,649,811)
At 30 June 2022	-	3,982,463,012	15,490,485,343	816,859,628	263,374,128	-	20,553,182,110
Carrying Value At 30 June 2022	14,943,271,661	8,973,585,210	14,293,158,750	358,061,190	81,863,852	14,167,439,365	52,817,380,029

As at 30 June 2021

Particulars	Land and Land Development	Building and Other Construction	Plant & Machinery	Furniture, Fixture & Equipment	Vehicle	Capital Work in Progress	Total
Cost / Valuation							
At 30 June 2020	15,127,398,386	10,345,662,797	27,210,974,679	1,105,655,457	338,819,294	18,056,537,236	72,185,047,849
Addition during the year	915,178	1,540,709,055	1,597,936,008	17,518,676	3,134,945	-	3,160,213,862
Disposal during the year	-	-	-	-	(1,742,000)	-	(1,742,000)
Transferred in & Capitalized	-	-	-	-	-	(2,987,269,815)	(2,987,269,815)
At 30 June 2021	15,128,313,564	11,886,371,852	28,808,910,687	1,123,174,133	340,212,239	15,069,267,421	72,356,249,896
Depreciation							
At 30 June 2020	-	3,142,391,227	12,480,723,808	687,452,027	222,268,935	-	16,532,835,996
Charged during the year	-	403,195,362	1,531,500,983	65,727,948	23,911,365		2,024,335,658
Adjustment for Assets disposed off	-	-	-	-	(1,590,493)	-	(1,590,493)
At 30 June 2021	-	3,545,586,589	14,012,224,791	753,179,975	244,589,807	-	18,555,581,161
Carrying Value At 30 June 2021	15,128,313,564	8,340,785,263	14,796,685,896	369,994,158	95,622,432	15,069,267,421	53,800,668,734

As at and for the year ended 30 June 2022

This re Openin Addition This re Howev Charte the val	ment Property: Tk. 27,536,526,497  presents Land & Building held by the company for capital appreciation and general during the year  presents Land & Building held by the company for capital appreciation a general during the year ended 30 June 2016, a revaluation was done by an indired Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonargatuer has revalued the said land of the Company as of 30 March 2016, follows.	16,277,763,848 11,258,762,649 <b>27,536,526,497</b> nd/or rental income. ependent valuer Shiraton), Level 10, Hatirpo	30-June-21  d is arrived as follow 16,276,493,324 1,270,524 16,277,763,848
This re Openin Addition This re Howev Charte the val	presents Land & Building held by the company for capital appreciation and g Balance on during the year  presents Land & Building held by the company for capital appreciation a ger, during the year ended 30 June 2016, a revaluation was done by an indired Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	d/or rental income and 16,277,763,848 11,258,762,649 27,536,526,497 and/or rental income. ependent valuer Shiraton), Level 10, Hatirpo	d is arrived as follow 16,276,493,324 1,270,524
This re Openin Addition This re Howev Charte the val	presents Land & Building held by the company for capital appreciation and g Balance on during the year  presents Land & Building held by the company for capital appreciation a ger, during the year ended 30 June 2016, a revaluation was done by an indired Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	16,277,763,848 11,258,762,649 <b>27,536,526,497</b> nd/or rental income. ependent valuer Shiraton), Level 10, Hatirpo	16,276,493,324 1,270,524
This re Openin Addition This re Howev Charte the val	presents Land & Building held by the company for capital appreciation and g Balance on during the year  presents Land & Building held by the company for capital appreciation a ger, during the year ended 30 June 2016, a revaluation was done by an indired Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	16,277,763,848 11,258,762,649 <b>27,536,526,497</b> nd/or rental income. ependent valuer Shiraton), Level 10, Hatirpo	16,276,493,324 1,270,524
Openir Addition This re Howev Charte the val	presents Land & Building held by the company for capital appreciation a er, during the year ended 30 June 2016, a revaluation was done by an indired Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	16,277,763,848 11,258,762,649 <b>27,536,526,497</b> nd/or rental income. ependent valuer Shiraton), Level 10, Hatirpo	16,276,493,324 1,270,524
This re Howev Charte the val	presents Land & Building held by the company for capital appreciation a er, during the year ended 30 June 2016, a revaluation was done by an indired Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	11,258,762,649 27,536,526,497  nd/or rental income. ependent valuer Shiraton), Level 10, Hatirpo	1,270,52
This re Howev Charte the val	presents Land & Building held by the company for capital appreciation a er, during the year ended 30 June 2016, a revaluation was done by an ind red Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	nd/or rental income. ependent valuer Shira ion), Level 10, Hatirpo	16,277,763,84
Howev Charte the val	er, during the year ended 30 June 2016, a revaluation was done by an ind red Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	ependent valuer Shira ion), Level 10, Hatirpo	Tyjej
Charte the val	red Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonarga	on), Level 10, Hatirpo	
.00 Long		owing "current cost n	ool, Dhaka-1205, a
	term Loans to Subsidiaries : Tk. 22,887,475,000		
This co	onsists of as follows:		
	Teesta Solar Limited (TSL)	19,686,175,000	
Loan t	o Korotoa Solar Limited (KSL)	3,201,300,000	
		22,887,475,000	
	ment in Shares : Tk. 811,287,402		
This co	onsists of as follows:		
(i) In A	ssociated undertakings :		
(a)	In 3,189,926 Shares of Beximco Pharmaceuticals Ltd. [Listed company,		
	Market value Tk. 154.60 (30.06.2021: Tk. 177.30)	120,400,500	505 570 00
(b)	per share on 30 June 2022] In 68,246 Shares of Beximco Synthetics Ltd. (Face value of Tk. 10.00)	493,162,560	565,573,88
	{Average cost price per share is Tk. 8.40 per share against		
	face value of Tk.10.00}	573,266	573,26
(c)	In 158,210,000 Shares of Beximco Power Co. Ltd. (Face value of Tk. 10.00)		1,582,100,00
	In 800,000 Shares of Teesta Solar Co. Ltd. (Face value of Tk. 10.00)	8,000,000	
(e)	In 800,000 Shares of Korotoa Co. Ltd. (Face value of Tk. 10.00)80,00,000		
(ii) Oth	ers: UZ UZ UZ UZ UZ		
(f)	In 32,997,800 Shares of Tk.10/= each of GMG Airlines Ltd. (Average		
(a)	cost price per share is Tk. 9.091) In 12 Shares of Jamuna Oil Ltd. (Listed Company) [Market value	299,980,000	299,980,00
(9)	Tk. 177.20 (30.06.2021:Tk. 162.40 ) per share on 30 June 2022]	2,126	1,94
	In 571,181 shares of Central Depository Bangladesh Ltd.	1,569,450	
(h)	[Avg. cost price per share is Tk.2.748 against face value of Tk.10]		1,569,45

As at and for the year ended 30 June 2022

	Amount in Taka		
	as at		
	30-June-22	30-June-21	
00 Inventories : Tk. 144,095,12,097			
This represents as follows:			
Land (Real Estate Business)	430,661,634	418,811,023	
Construction work in progress (Real Estate Business)	307,706,637	294,294,201	
Land Development and Others (Real Estate Business)	41,156,379	64,697,501	
Work in Process	1,936,310,817	1,563,459,204	
Raw Materials	10,214,027,183	6,949,692,242	
Stores and Spares	280,676,341	240,292,099	
Finished Goods	1,176,403,313	759,651,894	
Fish & Shrimp	3,838,746	5,750,846	
Packing Materials	17,972,797	5,455,550	
Fish Feed	758,250	1,093,210	
	14,409,512,097	10,303,197,770	

# 10.00 Trade and Other Receivables: Tk. 24,946,540,395

This is unsecured but considered good.

No amount was due by the directors (including Managing Director), Managing Agents, Managers and other officers of the company and any of them severally or jointly with any other person.

No amount was due by the associated undertakings.

# 11.00 Advances, Deposits and Pre-payments: Tk. 31,904,880,364

This consists of as follows:

(i) Advances:	31,766,803,924	28,297,022,381
Advance Income Tax	1,008,128,712	515,817,798
L/C Margin & Others	161,292,510	91,990,208
Other Advances	30,597,382,702	27,689,214,375
(ii) Deposits	138,076,441	57,477,385
	31,904,880,364	28,354,499,766

This is unsecured but considered good.

No amount was due by the directors (including Managing Director), Managing Agents, Managers and other officers of the company and any of them severally or jointly with any other person.

No amount was due by the associated undertakings.

# 12.00 Cash and Cash Equivalents: Tk. 764,177,744

This consist of as follows:		
In Hand	11,974,377	19,504,470
In Current Account with banks	548,388,669	168,476,167
In STD account with banks	185,728,904	88,353,434
In fixed deposit and accrued interest with bank	18,085,794	4,122,006
	764,177,744	280,456,078

As at and for the year ended 30 June 2022

والالكالا الالتكالي الكالكال	Amount in T	aka
;  isii;uilsii;uilsii;uilsii	as at	30-June-21
كالم فكالكات المرفيطات	OU GUITO ZE	OU GUILE ZI
3.00 Issued Share Capital : Tk. 8,735,962,640		
(a) Authorised:		
3,000,000,000 Ordinary Shares of Tk. 10/- each	30,000,000,000	10,000,000,00
(b) Issued, Subscribed and Paid-Up:		
4,000,000 Ordinary Shares of Tk.10/- each fully paid-up in cash	40,000,000	40,000,00
700,605,814(30.06.2021: 700,605,814 ) Ordinary Shares of Tk.10/- each issued as fully paid-up bonus shares	7,006,058,140	7,006,058,14
22,019,999 Ordinary Shares of Tk.10/-each issued in exchange for acquisition of shares of Shinepukur Ceramics Ltd.	220,199,990	220,199,99
12,600,000 Ordinary Shares of Tk. 10/- each issued to the shareholders of Shinepukur Holdings Ltd.	126,000,000	126,000,00
650,000 Ordinary Shares of Tk. 10/- each issued to the shareholders of Beximco Fisheries Ltd.	6,500,000	6,500,00
11,909,840 Ordinary Shares of Tk. 10/- each issued to the shareholders of Bangladesh Online Ltd.	119,098,400	119,098,40
9,187,487 Ordinary Shares of Tk. 10/- each issued to the shareholders of Dhaka-Shanghai Ceramics Ltd.	91,874,870	91,874,87
107,282,919 Ordinary Shares of Tk. 10/- each issued to the shareholders of Bextex Ltd.	1,072,829,190	1,072,829,19
2,649,470 Ordinary Shares of Tk. 10/- each issued to the shareholders of International Knitwear & Apparels Ltd.	26,494,700	26,494,70
2,372,506 Ordinary Shares of Tk. 10/- each issued to the shareholders of Beximco Fashions Ltd.	23,725,060	23,725,06
2,489,502 Ordinary Shares of Tk. 10/- each issued to the shareholders of Cresent Fashions & Design Ltd.	24,895,020	24,895,02
551,342 Ordinary Shares of Tk. 10/- each issued to the shareholders of RR Washing Ltd. (Former Freshtex Bangladesh Ltd.)	5,513,420	5,513,42
Adjustment for Shinepukur Ceramics Ltd.'s Investment with Beximco 2,722,615 Ordinary Shares of Tk. 10/- each.	(27,226,150)	(27,226,150
Total: 873,596,264 Shares of Tk. 10/= each	8,735,962,640	8,735,962,64

As at and for the year ended 30 June 2022

(a) Composition of Sharahalding	30 June 2022		30 June 2021	
(c) Composition of Shareholding:	No. of Shares	% of Total Holders	No. of Shares	% of Total Holders
Sponsors:				
A S F Rahman	63,204,992	7.24%	63,204,992	7.21%
Salman F Rahman	70,919,693	8.12%	70,919,693	8.09%
Associates	73,405,284	8.40%	43,697,686	4.99%
Shareholders who nominated Directors in the Board	89,869,748	10.29%	89,869,748	10.26%
Foreign Investors	6,618,945	0.76%	12,848,235	1.47%
Institutions	252,404,208	28.89%	119,337,184	13.62%
General Public	317,173,394	36.31%	473,718,726	54.36%
الكتابي تعاالها	873,596,264	100%	873,596,264	100%

# (d) Distributions Schedule - Disclosures under the Listing Regulations of Stock Exchanges:

The distribution schedule showing the number of shareholders and their shareholdings in percentage has been disclosed below as a requirement of the "Listing Regulations" of Dhaka and Chittagong Stock Exchanges:

Share holding Range in number of Shares	Number of holders	% of total holders	Number of Shares	% of Share Capital
1 to 499	65,164	0.82%	7,177,376	0.82%
500 to 5,000	21,945	4.00%	35,017,609	4.01%
5,001 to 10,000	2,320	1.93%	16,928,127	1.94%
10,001 to 20,000	1,191	1.93%	16,909,236	1.94%
20,001 to 30,000	422	1.20%	10,535,423	1.21%
30,001 to 40,000	193	0.77%	6,786,351	0.78%
40,001 to 50,000	152	0.80%	7,052,881	0.81%
50,001 to 100,000	297	2.45%	21,499,737	2.46%
100,001 to 1,000,000	259	8.18%	71,696,220	8.21%
Over 1,000,000	54	77.91%	679,993,304	77.84%
Total:	91,997	100%	873,596,264	100%

# (e) Option on Unissued Shares:

There is no option regarding authorized capital not yet issued but can be used to increase the issued, subscribed and paid-up capital through the issuance of new shares.

## (f) Market Price:

The shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges and quoted at Tk. 129.80 and Tk. 129.80 per share in the Dhaka and Chittagong Stock Exchanges on 30 June 2022.

## (g) Voting Rights:

The rights and privileges of the shareholders are stated in the Bye Laws (Articles of Association) of the company.

As at and for the year ended 30 June 2022

Amount in	Taka
as at	
30-June-22	30-June-21

# 14.00 Non-Controlling (Minority) Interest in Subsidiaries: Tk. 2,508,370,777

This represents minority's share of subsidiary's net assets.

# 15.00 Long Term Loans - Net off Current Maturity (Secured): Tk. 32,385,412,868

This represents Loans from:		
Sonali Bank Ltd Long Term- 6 Years (Block-Interest Bearing)	9,588,000,000	11,844,000,000
Rupali Bank Ltd Long Term Loan (6 Years)	4,193,620,000	6,320,000,000
Janata Bank Ltd Long Term Loan (6 Years)	8,916,313,388	9,953,220,298
Agrani Bank Ltd- Demand Ioan	1,299,884,264	1,408,900,000
Agrani Bank Ltd- Intestrial Credit project	625,796,307	1,101,600,000
National Bank Ltd Long Term (12 years) Loan General LD -1293	1,040,640,000	1,368,867,870
Exim Bank LtdLD1936318294	1,76,566,000	2,207,120,000
Exim Bank Ltd LD2108820251	1,036,275,862	1,243,531,031
AB Bank Ltd Term Loan (6 Years) A/C -462	413,603,106	472,826,030
Phoenix Finance & Investment Ltd Term Loan	143,475,614	119,264,234
United Commercial Bank Ltd	3,362,108,327	31311147
Rupali Bank Ltd Long Term Ioan -IDCP (12 Years)	الطالح	1,478,152,301
Bank Asia Ltd Term Loan		39,458,469
	32,385,412,868	37,556,940,233

# Nature of security:

- (I) Equitable mortgage over the immovable property.
- (ii) Hypothecation by way of a floating charge on all other movable assets both present and future.
- (iii) First charge over all the finished stock, work in process and current assets excluding book debts.

#### **Terms of Repayment:**

# Bank Asia Ltd. - Term Loan:

In 20 (Twenty) equal Quarterly installments commencing from 30 March 2017 as per revised sanction.

## **Phonix Finance & Investment**

In 96 (Ninety six) equal monthly installments commencing from 25 July 2015 as per revised sanction.

# **Rates of Interest:**

Bank Asia Ltd. - Term Loan:

8% p.a. or the lending rate applicable from time to time based on Bank rate / policy.

#### **Phonix Finance & Investment**

17% p.a. or the lending rate applicable from time to time based on Bank rate / policy.

## 16.00 Gratuity Payable : Tk. 148.659.041

Closing Balance	148,659,041	138,496,316
Less: Payment during the year	149,090,636 (431,595)	141,487,659 (2,991,343)
Add: Addition during the year	10,594,320	8,065,824
Opening Balance	138,496,316	133,421,835
I his is arrived at as follows:		

As at and for the year ended 30 June 2022

Amount	in Taka
as a	at
30-June-22	30-June-21

# 17.00 Beximco Green Sukuk Al-Istisna -Net-off Current Maturity: Tk. 24,000,000,000

Beximco Green Sukuk Al Istisna	3,000,000,000
Less : Beximco Green Sukuk Al Istisna - Current Maturity	(6,000,000,000)
Beximco Green Sukuk Al Istisna-Net-off Current Maturity	24,000,000,000

#### Beximco Green Sukuk Al-Istisna'a:

This represents convertible/redeemable & asset backed BEXIMCO GREEN SUKUK AL-ISTISNA for a total of BDT 30 Billion of which 50% (BDT 15 billion) has been offered through Private Placement, 25% (BDT 7.5 billion) offered to existing shareholders and the rest 25% (BDT 7.5 billion) offered to the public through Initial Public Offer (IPO).

#### Return/Benefit:

#### i) Base rate at 9%:

Investors will get guaranteed 9% secured annual return.

#### ii) Profit Margin Rate:

In addition, the Sukuk is participative which means an additional 10% of the difference between the base rate (9%) and the annual dividend that Beximco Ltd will declare in a specific year will be added to the base rate.

#### **Conversion Option:**

Green-Sukukholders shall have the option to convert gradully up to 100% of their respective investment in the Green Sukuk Al Istisna into ordinary shares of BEXIMCO Ltd. within 5 years as follows:

- i) Maximun 20% convertible at the option of the Green-Sukukholders per year;
- ii) Conversion option can be exercised at a multiple of 5%, i.e. 5%, 10%, 15% and 20%;
- iii) Unexercised options of conversion of last year can be exercised in the following year as well, along with the current year's options.
- iv) If any Sukukholder does not exercise the Conversion Option in full or in part during the tenure of the Sukuk, the remaining amount of the Sukuk will be redeemable at maturity in one bullet payment.

# **Conversion Rate:**

Conversion rate to be determined at a 25% discounted rate on the 20 days Weighted Average Market Price prior to the record date of the Dhaka Stock Exchange (DSE).

#### Record Date:

(b)

The record date to exercise the conversion option and thereby convert BEXIMCO Green-Sukuk Al Istisna into ordinary shares of BEXIMCO Limited shall be twelve (12) months after the relevant Issuance Date and the said date shall be the record date for the subsequent years till maturity.

#### **Credit Enhancement:**

Beximco Ltd shall provide Corporate Guarantee for the payment obligations of the Beneficiaries to the Beximco Green Sukuk Al Istisna Trust (SPV) securing ultimately the Final redemption Payments to the Sukukholders.

# 18.00 Deferred Tax Liability: Tk. 1,296,688,119

#### (a) Deferred Tax Liability is arrived at as follows:

Book Value of Depreciable PPE	22,473,830,662	22,355,776,547
Less: Tax base WDV of PPE	(11,219,593,641)	(11,769,970,561)
Un-absorbed portion of Depreciation Benefit	(2,268,604,582)	(2,522,851,883)
Taxable Temporary Difference	8,985,632,439	8,062,954,103
Effective Tax Rate	14%	15%
Closing Deferred Tax Liabilities	1,296,688,119	1,221,575,513
Deferred Tax Expense is arrived at as follows:		
Closing Deferred Tax Liabilities	1,296,688,119	1,221,575,513
Opening Deferred Tax Liabilities	(1,221,575,513)	(1,094,867,753)
	75.112.606	126,707,760

As at and for the year ended 30 June 2022

	Amount in 1	Taka
	as at	
	30-June-22	30-June-21
00 Short Term Loans From Banks and Others Tk. 4,649,882,325		
This is secured and consists of as follows:		
Secured:		
Janata Bank Ltd CCH	1,997,594,906	927,495,52
Janata Bank Ltd Cash subsidy loan	248,602,000	91,826,06
Sonali Bank Ltd CC (H) (Secured)	536,082,481	553,446,02
Sonali Bank Ltd LTR (Secured)	134,045,472	71,795,95
Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)	132,131,908	168,664,75
Exim Bank Ltd. CCH (01)	1,023,250,575	100,004,73
Exim Bank Ltd. CCH (02)	545,674,983	
United Commercial Bank Ltd. CCH	343,074,963	3,236,903,78
		3,230,903,76
Unsecured: New Dacca Industries Ltd. (Interest Free)	32,500,000	36,500,00
New Dacca industries Ltd. (interest Free)	—— <del>———</del> —	
	4,649,882,325	5,086,632,12
00 Long Term Loans - Current Maturity (Secured) Tk. 18,805,475,332		
This consists of as follows:	اللحالا	
National Bank Ltd Long Term (12 years) Loan General LD -1293	693,884,074	308,502,04
AB Bank Ltd Term Loan (6 Years) A/C-462	184,519,432	163,271,47
Exim Bank Ltd LD1936318294	727,172,577	471,653,61
Rupali Bank Ltd Long Term Loan (6 Years)	3,751,217,277	2,261,778,34
Sonali Bank Ltd Long Term (Block-Interest Bearing)-New	5,851,292,734	2,919,338,78
Janata Bank Ltd Long Term Loan (12 Years)	759,961,840	831,232,82
AB Bank - Time Loan AC-463	1,154,637,952	
		1,139,728,49
AB Bank - Term Loan AC-464	126,450,817	136,816,75
Agrani Bank Ltd Demand Ioan Principal	575,586,285	763,370,54
Agrani Bank Ltd Demand loan Interest	395,328,819	216,636,31
Agrani Bank Ltd Intestrial Credit project	1,487,508,293	1,418,683,48
Agrani Bank Ltd Intestrial Credit project Interest	295,119,477	147,360,34
Exim Bank Ltd LD2108820251	486,951,138	242,766,75
Bank Asia Ltd Term Loan	69,738,405	73,973,58
Phoenix Finance & Investment Ltd Term Loan	165,903,327	202,315,26
Rupali Bank Ltd Long Term Ioan - IDCP	2,079,362,358	
Janata Bank Ltd Cash subsidy loan	840,527	
Agrani Bank Ltd Interest Block Account	عالقالقالك	106,768,57
Sonali Bank Ltd Short Term (6 years) Interest Bearing Block -A/C-12718		66,855,18
Sonali Bank Ltd Long Term (12 years) Interest Bearing Block -A/C-12701		134,928,20
10% Debentures	المرابعة العبال	29,831,76
	18,805,475,332	11,635,812,36
.00 Beximco Green Sukuk Al-Istisna -Current Maturity Tk. 6,000,000,00	00	
This consists of as follows:	المالخ التال	
Beximco Green Sukuk Al Istisna - Current Maturity	6,000,000,000	
::::::::::::::::::::::::::::::::::::::	6,000,000,000	
	0,000,000,000	التصيلات

As at and for the year ended 30 June 2022

		Amount in Taka	
	as at 30-June-22	30-June-21	
00 Trade and Other Payables : Tk. 11,481,394,536			
This consists of as follows:			
Creditors for Goods	4,922,180,895	7,814,992,105	
Income Tax Payables	2,877,520,993	1,516,754,928	
Other Current Liabilities	3,659,502,648	4,011,033,186	
Security Deposit from Distributor	22,190,000	21,190,000	
	11,481,394,536	13,363,970,220	

# 23.00 Dividend payable/Unclaimed Dividend: Tk. 63,664,016

The Cash Dividend declared for the year 2020-2021 were approved by the shareholders in the Annual General Meeting held on December 23, 2021. The Dividend Payable/Unclaimed dividend as on June 30, 2022 consists of Tk. 11,358,415 payable for the year 2021-22 and the balance Tk. 52,305,601 for the prior years unclaimed to date.

		Amount in Taka	
		01.07.2021- 30.06.2022	01.07.2020- 30.06.2021
24.00	Revenue : Tk. 75,078,765,062		اكاللا
	This is made-up as follows:		
	Sale of Goods (Net)	75,042,136,317	43,349,744,786
	Commission and Other Income	15,766,938	50,137,009
	Dividend Income	22,121,987	5,206,811
	Capital (Loss)/Gain on Sale of Shares	(1,260,180)	(1,298,596)
		75,078,765,062	43,403,790,011
25.00	Cost of Goods Sold : TK. 51,338,236,195		
	This represents cost of goods sold against sale of:		
	Yarn, Fabrics & Others (Including depreciation of Tk. 1,864,535,416)	49,589,181,691	27,666,973,824
	Table Ware Shinepukur Ceramics Ltd.(Inclouding depreciation of Tk.119,419,688)	1,433,402,447	1,166,433,505
	IT Support Service and Software (Including depreciation of Tk. 6,797,399)	303,619,806	308,388,590
	Shrimp and Fish (Including depreciation of Tk. 1,665,200)	12,032,251	10,268,212
		51,338,236,195	29,152,064,130

As at and for the year ended 30 June 2022

This Consists of as follows: Salaries and Allowances Salaries and Malowances 46,081,301 20,965 Fees and Charges 38,903,583 25,767 Repairs and Maintenances 67,289,603 24,752 Rent, Rates and Taxes 159,405,145 43,359 Travelling and Conveyance 34,440,648 13,612 Miscellaneous Overhead 42,240,674 Entertainment 51,280,687 Postage, Telegram, Telex & Telephone 22,006,674 Entertainment 51,280,688 9,226 Depreciation 9,008,338 9,226 Insurance 1,505,947 948 Petrol, Fuel, Electricity, Gas and Water 1,505,947 Petrol, Fuel, Electricity, Gas and Water Petrol, Fuel, Electricity, Gas and Water Petrol, Fuel Celephone 2,206,674 Publicity and Advertisement 3,148,288 2,267 Shaff Welfare 33,163,602 8,241 AGM Expenses 750,866 1,139 Adulf Tele (Including VAT @ 15%) 3,047,500 2,875 Subscription 6,672,744 1,202 Contribution to Provident Fund 333,435 422 Training 196,920 111 General Office Expenses 7,654,009 7,220  27,00 Selling and Distribution Expenses: Tk. 209,510,276 This consists of as follows: Salaries & Allowances 181,548,541 79,164 Promotional Expenses 1,903,299 3,813 Transport Expenses 1,903,299 3,813 Transport Expenses 1,903,299 3,813 Transport Expenses 1,903,299 3,813 Transport Expenses 490,878 451 Utilities Expenses 490,878 451 Handling A Carnying Expenses 490,878 451 Utilities Expenses 490,878 451 460 474 475,050,00	30.06.2022   30.06.2021		Amount in Taka	
This Consists of as follows: Salaries and Allowances Salaries and Malowances 46,081,301 20,965 Fees and Charges 38,903,583 25,767 Repairs and Maintenances 67,289,603 24,752 Rent, Rates and Taxes 159,405,145 43,359 Travelling and Conveyance 34,440,648 13,612 Miscellaneous Overhead 42,240,674 Entertainment 51,280,687 Postage, Telegram, Telex & Telephone 22,006,674 Entertainment 51,280,688 9,226 Depreciation 9,008,338 9,226 Insurance 1,505,947 948 Petrol, Fuel, Electricity, Gas and Water 1,505,947 Petrol, Fuel, Electricity, Gas and Water Petrol, Fuel, Electricity, Gas and Water Petrol, Fuel Celephone 2,206,674 Publicity and Advertisement 3,148,288 2,267 Shaff Welfare 33,163,602 8,241 AGM Expenses 750,866 1,139 Adulf Tele (Including VAT @ 15%) 3,047,500 2,875 Subscription 6,672,744 1,202 Contribution to Provident Fund 333,435 422 Training 196,920 111 General Office Expenses 7,654,009 7,220  27,00 Selling and Distribution Expenses: Tk. 209,510,276 This consists of as follows: Salaries & Allowances 181,548,541 79,164 Promotional Expenses 1,903,299 3,813 Transport Expenses 1,903,299 3,813 Transport Expenses 1,903,299 3,813 Transport Expenses 1,903,299 3,813 Transport Expenses 490,878 451 Utilities Expenses 490,878 451 Handling A Carnying Expenses 490,878 451 Utilities Expenses 490,878 451 460 474 475,050,00	This Consists of as follows: Salaries and Allowances   936,910,403   710,027,83   Salaries and Allowances   46,081,301   20,965,02   Car Repairs and Maintenance   46,081,301   20,965,02   Fees and Charges   38,903,583   25,767,10   Repairs and Maintenances   67,269,600   34,752,51   Repairs and Maintenances   159,405,145   43,359,80   Travelling and Conveyance   34,440,648   13,612,29   Miscellaneous Overhead   25,486,913   15,499,76   Postage, Telegram, Telex & Telephone   22,006,674   14,804,78   Entertainment   15,280,688   9,226,32   Depreciation   9,008,358   9,224,45   Insurance   1,505,947   Postage, Telepricity, Gas and Water   2,206,178   2,530,44   Insurance   1,505,947   Postage, Telefricity, Gas and Water   2,206,178   2,530,44   Printing and Stationery   7,972,261   6,048,84   Publicity and Advertisement   3,148,288   2,267,38   Staff Welfare   33,163,602   8,241,31   AGM Expenses   750,866   1,199,25   Audit Fee (Including VAT © 1596)   3,047,500   2,875,00   3,047,500   2,875,00   Subscription   6,672,744   1,202,36   Contribution to Provident Fund   333,435   422,49   Training   196,920   111,71   General Office Expenses   7,664,009   7,220,71   This consists of as follows:   3,834,332   3,834,324   3,949	كالبارقا إلا الكالبارقا إلا		
Salaries and Allowances         936,910,403         710,027           Car Repairs and Maintenance         46,081,301         20,965           Fees and Charges         38,903,583         25,767           Repairs and Maintenances         67,269,609         34,752           Rent, Rates and Taxes         159,405,145         43,359           Travelling and Conveyance         34,440,648         13,612           Miscellaneous Overhead         25,486,913         15,459           Postage, Telegram, Telex & Telephone         22,006,674         14,804           Entertainment         15,280,688         9,226           Depreciation         9,080,358         9,204           Insurance         1,505,947         948           Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530           Printing and Stationery         7,972,261         6,048           Publicity and Advertisement         3,148,288         2,267           Staff Welfare         3,148,288         2,267           Staff Welfare         3,148,268         2,267           Staff Welfare         3,145,500         8,247           Subscription         6,672,744         1,202           Contribution to Provident Fund         33,343 <t< td=""><td>  Salaries and Allowances</td><td>26.00 Administrative Expenses : Tk. 1,421,445,072</td><td></td><td></td></t<>	Salaries and Allowances	26.00 Administrative Expenses : Tk. 1,421,445,072		
Salaries and Allowances         936,910,403         710,027           Car Repairs and Maintenance         46,081,301         20,965           Fees and Charges         38,903,583         25,767           Repairs and Maintenances         67,269,609         34,752           Rent, Rates and Taxes         159,405,145         43,359           Travelling and Conveyance         34,440,648         13,612           Miscellaneous Overhead         25,486,913         15,459           Postage, Telegram, Telex & Telephone         22,006,674         14,804           Entertainment         15,280,688         9,226           Depreciation         9,080,358         9,204           Insurance         1,505,947         948           Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530           Printing and Stationery         7,972,261         6,048           Publicity and Advertisement         3,148,288         2,267           Staff Welfare         3,148,288         2,267           Staff Welfare         3,148,268         2,267           Staff Welfare         3,145,500         8,247           Subscription         6,672,744         1,202           Contribution to Provident Fund         33,343 <t< td=""><td>  Salaries and Allowances</td><td>This Consists of as follows:</td><td></td><td></td></t<>	Salaries and Allowances	This Consists of as follows:		
Car Repairs and Maintenance Fees and Charges Fees and Charges Fees and Charges Fees and Maintenances Fees and Maintenances Fees and Taxes Feet, Rates and Taxes Fravelling and Conveyance Fravelling and Conveyance Miscellaneous Overhead First Relay Conveyance Expenses First Relay Conveyance First Relay Con	Car Repairs and Maintenance         46,081,301         20,965,02           Fees and Charges         38,903,583         25,767,10           Repairs and Maintenances         67,289,009         34,752,51           Rent, Rates and Taxes         159,405,145         43,359,80           Travelling and Conveyance         34,440,648         13,612,29           Miscellaneous Overhead         25,486,913         15,489,76           Postage, Telegram, Telex & Telephone         22,006,674         14,804,76           Entertainment         15,280,688         9,226,32           Depreciation         9,008,358         9,204,45           Insurance         9,008,358         9,204,45           Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530,64           Prionting and Stationery         7,972,261         6,048,84           Publicity and Advertisement         3,148,288         2,267,38           Staff Welfare         33,163,602         38,241,31           AGM Expenses         750,866         1,193,25           Audit Fee (Including VAT © 15%)         3,047,500         2,875,00           Subscription         6,672,744         1,202,30           General Office Expenses         7,684,009         7,220,71		936.910.403	710.027.839
Fees and Charges	Fees and Charges			
Repairs and Maintenances   67,269,009   34,755	Repairs and Maintenances	— —		
Rent, Rates and Taxes	Rent, Rates and Taxes			
Travelling and Conveyance	Travelling and Conveyance         34,440,648         13,612,29           Miscellaneous Overhead         25,486,913         15,459,76           Postage, Telegram, Telex & Telephone         22,006,674         14,804,78           Entertainment         15,280,688         9,226,42           Insurance         1,505,947         948,57           Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530,48           Insurance         1,505,947         948,57           Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530,48           Printing and Stattonery         7,972,261         6,048,84           Publicity and Advertisement         3,148,288         2,267,38           Staff Welfare         33,163,602         8,241,31           AGM Expenses         750,866         1,139,25           Audit Fee (Including VAT @ 15%)         3,047,500         2,875,00           Subscription         6,672,744         1,202,36           Contribution to Provident Fund         333,435         422,49           Training         196,920         111,71           General Office Expenses         7,664,009         7,220,71           This consists of as follows:         8,507,169         2,402,88           Occupanc			
Miscellaneous Overhead   25,486,913   15,495   Postage, Telegram, Telex & Telephone   22,006,674   14,804   Entertainment   15,280,688   9,226   Depreciation   9,008,358   9,204   Insurance   1,505,947   948   Petrol, Fuel, Electricity, Gas and Water   2,206,178   2,500   Printing and Stationery   7,972,261   6,048   Publicity and Advertisement   3,148,288   2,267   Staff Welfare   33,163,602   8,241   AGM Expenses   750,866   1,139   Audit Fee (Including VAT @ 15%)   3,047,500   2,875   Subscription   6,672,744   1,202   Contribution to Provident Fund   333,435   422   Training   196,920   111   General Office Expenses   7,654,009   7,220   T,421,445,072   930,188   27,00   Selling and Distribution Expenses : Tk. 209,510,276   This consists of as follows:   Salaries & Allowances   181,548,541   79,164   Promotional Expenses   8,507,169   2,402   Occupancy Expenses   1,903,299   3,813   Transport Expenses   1,903,299   3,813   Transport Expenses   1,903,299   3,813   Transport Expenses   4,908,778   451   Utilities Expenses   4,908,778   451   Utilities Expenses   1,9630   48   Legal & Professional Fees   9,608   2,911,560   1,901   Travelling & Conveyance Expenses   1,9630   48   Legal & Professional Fees   9,608   2,905,10,276   100,146   2,000	Miscellaneous Overhead   25,486,913   15,459,76   Postage, Telegram, Telex & Telephone   22,006,674   14,804,78   Entertainment   15,206,674   14,804,78   Entertainment   15,206,688   9,226,32   Depreciation   9,008,358   9,220,436   Insurance   1,505,947   948,57   948,57   Petrol, Fuel, Electricity, Gas and Water   2,206,178   2,530,64   Printing and Stationery   7,972,261   6,048,84   Printing and Advertisement   3,148,288   2,267,38   Staff Welfare   33,163,602   8,241,31   AGM Expenses   750,866   1,139,25   Audit Fee (Including VAT @ 15%)   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   2,875,00   3,047,500   3,047,500   2,875,00   3,047,500   3,0			
Postage, Telegram, Telex & Telephone	Postage, Telegram, Telex & Telephone			
Entertainment 15,280,688 9,226 Depreciation 9,008,358 9,204 Insurance 1,505,947 948 Petrol, Fuel, Electricity, Gas and Water 2,206,178 2,530 Printing and Stationery 7,972,261 6,048 Publicity and Advertisement 3,148,288 2,267 Staff Welfare 33,163,602 8,241 AGM Expenses 750,866 1,139 Addit Fee (Including VAT @ 15%) 3,047,500 Subscription 6,672,744 1,202 Contribution to Provident Fund 333,435 422 Training 196,920 1111 General Office Expenses 7,654,009 7,220 1,421,445,072 930,188 27.00 Selling and Distribution Expenses : Tk. 209,510,276  This consists of as follows: Salaries & Allowances 18,507,169 2,402 Occupancy Expenses 9,5331,237 3,949 Office Expenses 1,903,299 3,813 Transport Expenses 9,1903,299 3,813 Transport Expenses 9,1903,299 3,813 Transport Expenses 9,1903,299 3,813 Transport Expenses 9,2911,560 1,901 Travelling & Conveyance Expenses 8,163,081 1,719 Communication Expenses 9,291,560 1,901 Travelling & Conveyance Expenses 9,250,061 218 Handling & Carrying Expenses 19,630 48 Legal & Professional Fees 9,362 Product Research 20,506,104,458 This Consists of as follows: Interest on Loan from Banks and Others 8,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Enterlainment			
Depreciation	Depreciation			
Insurance	Insurance			
Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530           Printing and Stationery         7,972,261         6,048           Publicity and Advertisement         3,148,288         2,267           Staff Welfare         33,163,602         8,241           AGM Expenses         750,866         1,139           Audit Fee (Including VAT @ 15%)         3,047,500         2,875           Subscription         6,672,744         1,202           Contribution to Provident Fund         333,435         422           Training         196,920         111           General Office Expenses         7,654,009         7,220           Selling and Distribution Expenses: Tk. 209,510,276         1,421,445,072         930,188           27,00 Selling and Distribution Expenses: Tk. 209,510,276         1         7,654,009         7,220           This consists of as follows:         181,548,541         79,164         Promotional Expenses         8,507,169         2,402           Occupancy Expenses         9,331,237         3,949         Office Expenses         1,903,299         3,813           Transport Expenses         9,11,560         1,901         1,719         1,719         1,719           Communication Expenses         49,078         451 <td>Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530,48           Printing and Stationery         7,972,261         6,048,48           Publicity and Advertisement         3,148,288         2,267,38           Staff Welfare         33,163,602         8,241,31           AGM Expenses         750,866         1,139,25           Audit Fee (Including VAT @ 15%)         30,47,500         2,875,00           Subscription         6,672,744         1,202,36           Contribution to Provident Fund         33,3435         422,49           Training         196,920         111,71           General Office Expenses         7,654,009         7,220,71           This consists of as follows:         181,548,541         79,164,40           Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling &amp; Conveyance Expenses         4,179         4,77           Show Room Expenses         9,163,081         1,719,06           Communication Expenses         4,77         5,061         218,15           Handling &amp;</td> <td></td> <td></td> <td></td>	Petrol, Fuel, Electricity, Gas and Water         2,206,178         2,530,48           Printing and Stationery         7,972,261         6,048,48           Publicity and Advertisement         3,148,288         2,267,38           Staff Welfare         33,163,602         8,241,31           AGM Expenses         750,866         1,139,25           Audit Fee (Including VAT @ 15%)         30,47,500         2,875,00           Subscription         6,672,744         1,202,36           Contribution to Provident Fund         33,3435         422,49           Training         196,920         111,71           General Office Expenses         7,654,009         7,220,71           This consists of as follows:         181,548,541         79,164,40           Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         4,179         4,77           Show Room Expenses         9,163,081         1,719,06           Communication Expenses         4,77         5,061         218,15           Handling &			
Printing and Stationery         7,972,261         6,048           Publicity and Advertisement         3,148,288         2,267           Staff Welfare         33,163,602         8,241           AGM Expenses         750,866         1,139           Audit Fee (Including VAT @ 15%)         3,047,500         2,875           Subscription         6,672,744         1,202           Contribution to Provident Fund         333,435         422           Training         196,920         111           General Office Expenses         7,654,009         7,220           27.00 Selling and Distribution Expenses: Tk. 209,510,276         1,421,445,072         930,188           27.00 Selling and Distribution Expenses: Tk. 209,510,276         1         1,421,445,072         930,188           27.00 Selling and Distribution Expenses: Tk. 209,510,276         1         1,421,445,072         930,188           27.00 Selling and Distribution Expenses: Tk. 209,510,276         1         1,901,186         1,902,188           27.00 Selling and Distribution Expenses: Tk. 209,510,276         1,903,299         3,813         1,903,299         3,813           28.10 Selling and Distribution Expenses: Selling an	Printing and Stationery         7,972,261         6,048,84           Publicity and Advertisement         3,148,288         2,267,38           Staff Welfare         33,163,602         8,241,31           AGM Expenses         750,866         1,139,25           Audit Fee (Including VAT @ 15%)         3,047,500         2,875,00           Subscription         6,672,744         1,202,36           Contribution to Provident Fund         333,435         422,49           Training         196,920         111,71           General Office Expenses         7,654,009         7,220,71           This consists of as follows:           Salaries & Allowances         181,548,541         79,164,40           Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         8,183,081         1,719,06           Communication Expenses         9,871,363         451,45           Show Room Expenses         9,862,35         19,630         48,30           Legal & Professional Fees         384,82			
Publicity and Advertisement   3,148,288   2,267   Staff Welfare   33,163,602   8,241     AGM Expenses   750,866   1,139     Audit Fee (Including VAT @ 15%)   3,047,500   2,875     Subscription   6,672,744   1,202     Contribution to Provident Fund   333,435   4222     Training   196,920   111     General Office Expenses   7,654,009   7,220     Traising   7,654,009   7,220     This consists of as follows:   20,000     This consists of as follows:   3,507,169   2,402     Promotional Expenses   8,507,169   2,402     Occupancy Expenses   1,903,299   3,813     Transport Expenses   5,331,237   3,948     Office Expenses   1,903,299   3,813     Transport Expenses   2,911,560   1,901     Travelling & Conveyance Expenses   490,878   451     Utilities Expenses   490,878   451     Utilities Expenses   1,9630   48     Legal & Professional Fees   384,820   362     Product Research   5,273,638,249   5,056,116     Bank Charges and Commission   210,167,176   40,724     Rental Expenses of Sukuk (Net)-Note-28.01   747,525,000	Publicity and Advertisement   3,148,288   2,267,38   Staff Welfare   33,163,602   8,241,31   AGM Expenses   750,866   1,139,25   Audit Fee (Including VAT @ 15%)   3,047,500   2,875,00   Subscription   6,672,744   1,202,36   Contribution to Provident Fund   333,435   422,49   Training   196,920   111,71   General Office Expenses   76,540,009   7,220,71   1,421,445,072   930,188,21   1,421,445,072   930,188,21   1,421,445,072   1,421,445,445			
Staff Welfare         33,163,602         8,241           AGM Expenses         750,866         1,139           Audit Fee (Including VAT @ 15%)         3,047,500         2,875           Subscription         6,672,744         1,202           Contribution to Provident Fund         333,455         422           Training         196,920         111           General Office Expenses         7,654,009         7,220           Training and Distribution Expenses: Tk. 209,510,276           This consists of as follows:         38,144,445,072         330,188           27.00 Selling and Distribution Expenses: Tk. 209,510,276         1,421,445,072         330,188           27.00 Selling and Distribution Expenses: Tk. 209,510,276         181,548,541         79,164           This consists of as follows:         181,548,541         79,164           Promotional Expenses         8,507,169         2,402           Occupancy Expenses         8,507,169         2,402           Occupancy Expenses         9,331,237         3,949           Office Expenses         1,903,299         3,813           Travelling & Conveyance Expenses         8,163,081         1,771           Communication Expenses         8,163,081         1,771           Communicatio	Staff Welfare         33,163,602         8,241,31           AGM Expenses         750,866         1,139,25           Audit Fee (Including VAT @ 15%)         3,047,500         2,875,00           Subscription         6,672,744         1,202,36           Contribution to Provident Fund         333,435         422,49           Training         196,920         111,71           General Office Expenses         7,654,009         7,220,71           1,421,445,072         930,188,21           00 Selling and Distribution Expenses: Tk. 209,510,276         1,421,445,072         930,188,21           This consists of as follows:         38,507,169         2,402,88           Salaries & Allowances         1,815,48,541         79,164,40           Promotional Expenses         8,507,169         2,402,88           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         8,163,081         1,719,06           Communication Expenses         9,060         49,878         451,45           Utilities Expenses         291,506         121,15         47,79           Sh			
AGM Expenses 750,866 1,139 Audit Fee (Including VAT @ 15%) 3,047;500 2,875 Subscription 6,672,744 1,202 Contribution to Provident Fund 333,435 422 Training 196,920 1111 General Office Expenses 7,654,009 7,220 1,421,445,072 930,188 27.00 Selling and Distribution Expenses: Tk. 209,510,276  This consists of as follows: Salaries & Allowances 181,548,541 79,164 Promotional Expenses 8,507,169 2,402 Occupancy Expenses 5,331,237 3,949 Office Expenses 1,903,299 3,813 Transport Expenses 2,911,560 1,901 Travelling & Conveyance Expenses 8,163,081 1,719 Communication Expenses 490,878 451 Utilities Expenses 490,878 451 Utilities Expenses 5,061 218 Handling & Carrying Expenses 19,630 48 Legal & Professional Fees 384,820 362 Product Research 5,273,638,249 5,056,116 Bank Charges and Commission 5,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	AGM Expenses 750,866 1,139,25 Audit Fee (Including VAT @ 15%) 3,047,500 2,875,00 Subscription 6,672,744 1,202,36 Contribution to Provident Fund 333,435 422,49 Training 196,920 111,71 General Office Expenses 7,654,009 7,220,71  1,421,445,072 930,188,21  00 Selling and Distribution Expenses : Tk. 209,510,276  This consists of as follows: Salaries & Allowances 181,548,541 79,164,40 Promotional Expenses 8,507,169 2,402,68 Occupancy Expenses 1,903,299 3,813,32 Transport Expenses 1,903,299 3,813,32 Transport Expenses 2,911,560 1,901,41 Travelling & Conveyance Expenses 490,878 451,45 Utilities Expenses 490,878 451,45 Utilities Expenses 19,630 48,30 Legal & Professional Fees 348,820 362,35 Product Research - 6,068,16  Pinance Cost : Tk. 6,505,041,458 This Consists of as follows: Interest on Loan from Banks and Others 5,273,638,249 5,056,116,29 Bank Charges and Commission 210,167,176 40,724,47 Rental Expenses of Sukuk (Net)-Note-28,01 Issue Expenses of Sukuk 273,711,033			
Audit Fee (Including VAT @ 15%) 3,047,500 2,875 Subscription 6,672,744 1,202 Contribution to Provident Fund 333,435 422 Training 196,920 1111 General Office Expenses 7,654,009 7,220 1,421,445,072 930,188  27.00 Selling and Distribution Expenses : Tk. 209,510,276  This consists of as follows: Salaries & Allowances 181,548,541 79,164 Promotional Expenses 5,331,237 3,949 Occupancy Expenses 5,331,237 3,949 Office Expenses 1,903,299 3,813 Transport Expenses 2,911,560 1,901 Travelling & Conveyance Expenses 4,911,560 1,901 Travelling & Conveyance Expenses 8,163,081 1,719 Communication Expenses 499,878 451 Utilities Expenses 2,061 218 Handling & Carrying Expenses 250,061 218 Handling & Carrying Expenses 19,630 48 Legal & Professional Fees 364,820 362 Product Research 209,510,276 100,146  28.00 Finance Cost : Tk. 6,505,041,458 This Consists of as follows: Interest on Loan from Banks and Others 5,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01	Audit Fee (Including VAT @ 15%) 3,047,500 2,875,00 Subscription 6,672,744 1,202,36 Contribution to Provident Fund 333,435 422,48 Training 196,920 111,71 General Office Expenses 1930,188,21 1,421,445,072 930,188,21 1,421,421,421,421,421,421,421,421,421,42			
Subscription	Subscription         6,672,744         1,202,36           Contribution to Provident Fund         333,435         422,49           Training         196,920         1111,71           General Office Expenses         7,654,009         7,220,71           1,421,445,072         930,188,21           Observing and Distribution Expenses : Tk. 209,510,276           This consists of as follows:           Salaries & Allowances         181,548,541         79,164,40           Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         8,163,081         1,719,06           Communication Expenses         490,878         451,45           Utilities Expenses         250,061         218,15           Handling & Carrying Expenses         19,630         48,30           Legal & Professional Fees         384,820         362,35           Product Research         209,510,276         100,146,33           This C			
Contribution to Provident Fund   333,435   422   Training   196,920   111   General Office Expenses   7,654,009   7,220   1,421,445,072   930,188   27.00   Selling and Distribution Expenses : Tk. 209,510,276	Contribution to Provident Fund         333,435         422,49           Training         196,920         111,71           General Office Expenses         7,654,009         7,220,71           1,421,445,072         930,188,21           200 Selling and Distribution Expenses : Tk. 209,510,276           This consists of as follows:           Salaries & Allowances         181,548,541         79,164,40           Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         490,878         451,45           Utilities Expenses         490,878         451,45           Utilities Expenses         250,061         218,15           Handling & Carrying Expenses         19,630         48,30           Legal & Professional Fees         384,820         362,35           Product Research         209,510,276         100,146,33           This Consists of as follows:         1,11         40,724,47			
Training General Office Expenses       196,920       111         Z7,00       7,654,009       7,220         1,421,445,072       930,188         27.00 Selling and Distribution Expenses : Tk. 209,510,276         This consists of as follows:         Salaries & Allowances       181,548,541       79,164         Promotional Expenses       8,507,169       2,402         Occupancy Expenses       5,331,237       3,949         Office Expenses       1,903,299       3,813         Transport Expenses       2,911,560       1,901         Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       209,510,276       100,146         28.00       Finance Cost : Tk. 6,505,041,458       5,273,638,249       5,056,116         This Consists of as follows:       1       3,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724	Training General Office Expenses         196,920         111,71           General Office Expenses         7,654,009         7,220,71           1,421,445,072         930,188,21           200 Selling and Distribution Expenses : Tk. 209,510,276         181,548,541         79,164,40           This consists of as follows:         2           Salaries & Allowances         181,548,541         79,164,40           Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         8,163,081         1,719,06           Communication Expenses         490,878         451,45           Utilities Expenses         2         47,79           Show Room Expenses         250,061         218,15           Handling & Carrying Expenses         19,630         48,30           Legal & Professional Fees         384,820         362,35           Product Research         209,510,276         100,146,33           This Consists of as follows:         1         4         4         4         4         4         4			
Cameral Office Expenses   7,654,009   7,220     1,421,445,072   930,188	Communication Expenses   7,654,009   7,220,71			
1,421,445,072   930,188   27.00   Selling and Distribution Expenses : Tk. 209,510,276	1,421,445,072   930,188,21			
### This consists of as follows:    Salaries & Allowances	This consists of as follows:   Salaries & Allowances   181,548,541   79,164,40     Promotional Expenses   8,507,169   2,402,68     Occupancy Expenses   5,331,237   3,949,19     Office Expenses   1,903,299   3,813,32     Transport Expenses   2,911,560   1,901,41     Travelling & Conveyance Expenses   490,878   451,45     Utilities Expenses   490,878   451,45     Utilities Expenses   250,061   218,15     Handling & Carrying Expenses   19,630   48,30     Legal & Professional Fees   384,820   362,35     Product Research   209,510,276   100,146,33     Finance Cost : Tk. 6,505,041,458     This Consists of as follows:     Interest on Loan from Banks and Others   5,273,638,249   5,056,116,29     Bank Charges and Commission   210,167,176   40,724,47     Rental Expenses of Sukuk (Net)-Note-28.01   747,525,000     Issue Expenses of Sukuk (Net)-Note-28.01   747,525,000     Interect on Loan from Banks and Others   747,525,000     Issue Expenses of Sukuk (Net)-Note-28.01   747,525,	General Office Expenses	7,654,009	7,220,713
This consists of as follows:  Salaries & Allowances  Salaries & Allowances  Promotional Expenses  Occupancy Expenses  Office Expenses  Transport Expenses  Transport Expenses  Travelling & Conveyance Expenses  Utilities Expenses  Utilities Expenses  Anom Expenses  Legal & Professional Fees  Product Research  This Consists of as follows:  Interest on Loan from Banks and Others  Bank Charges and Commission  Expenses of Sukuk (Net)-Note-28.01  Travelling & Carrying Expenses  Salafa,541  79,164	This consists of as follows: Salaries & Allowances Salaries & Sala		1,421,445,072	930,188,210
Salaries & Allowances       181,548,541       79,164         Promotional Expenses       8,507,169       2,402         Occupancy Expenses       5,331,237       3,949         Office Expenses       1,903,299       3,813         Transport Expenses       2,911,560       1,901         Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       -       6,068         28.00 Finance Cost : Tk. 6,505,041,458       -       6,068         This Consists of as follows:       -       6,068         Interest on Loan from Banks and Others       5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Salaries & Allowances       181,548,541       79,164,40         Promotional Expenses       8,507,169       2,402,68         Occupancy Expenses       5,331,237       3,949,19         Office Expenses       1,903,299       3,813,32         Transport Expenses       2,911,560       1,901,41         Travelling & Conveyance Expenses       8,163,081       1,719,06         Communication Expenses       490,878       451,45         Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         0 Finance Cost : Tk. 6,505,041,458       -       6,068,16         This Consists of as follows:       -       6,068,16         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000         Issue Expenses of Sukuk       273,711,033	27.00 Selling and Distribution Expenses : Tk. 209,510,276		
Promotional Expenses       8,507,169       2,402         Occupancy Expenses       5,331,237       3,949         Office Expenses       1,903,299       3,813         Transport Expenses       2,911,560       1,901         Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       -       6,068         28.00 Finance Cost: Tk. 6,505,041,458       209,510,276       100,146         28.00 Finance Cost: Tk. 6,505,041,458       5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         8,163,081         1,719,06           Communication Expenses         490,878         451,45           Utilities Expenses         -         47,79           Show Room Expenses         250,061         218,15           Handling & Carrying Expenses         19,630         48,30           Legal & Professional Fees         384,820         362,35           Product Research         -         6,068,16           209,510,276         100,146,33           0 Finance Cost: Tk. 6,505,041,458         -         6,068,16           This Consists of as follows:         -         6,068,16           Interest on Loan from Banks and Others         5,273,638,249         5,056,116,29           Bank Charges and Commission         210,167,176         40,724,47           Rental Expenses of Sukuk (Net)-Note-28.01         747,525,000           Issue Expenses of Sukuk         273,711,033	This consists of as follows:		
Promotional Expenses         8,507,169         2,402           Occupancy Expenses         5,331,237         3,949           Office Expenses         1,903,299         3,813           Transport Expenses         2,911,560         1,901           Travelling & Conveyance Expenses         8,163,081         1,719           Communication Expenses         490,878         451           Utilities Expenses         -         47           Show Room Expenses         250,061         218           Handling & Carrying Expenses         19,630         48           Legal & Professional Fees         384,820         362           Product Research         -         6,068           28.00         Finance Cost: Tk. 6,505,041,458         209,510,276         100,146           28.00         Finance Cost: Tk. 6,505,041,458         5,273,638,249         5,056,116           Bank Charges and Commission         210,167,176         40,724           Rental Expenses of Sukuk (Net)-Note-28.01         747,525,000	Promotional Expenses         8,507,169         2,402,68           Occupancy Expenses         5,331,237         3,949,19           Office Expenses         1,903,299         3,813,32           Transport Expenses         2,911,560         1,901,41           Travelling & Conveyance Expenses         8,163,081         1,719,06           Communication Expenses         490,878         451,45           Utilities Expenses         -         47,79           Show Room Expenses         250,061         218,15           Handling & Carrying Expenses         19,630         48,30           Legal & Professional Fees         384,820         362,35           Product Research         -         6,068,16           209,510,276         100,146,33           0 Finance Cost: Tk. 6,505,041,458         -         6,068,16           This Consists of as follows:         -         6,068,16           Interest on Loan from Banks and Others         5,273,638,249         5,056,116,29           Bank Charges and Commission         210,167,176         40,724,47           Rental Expenses of Sukuk (Net)-Note-28.01         747,525,000           Issue Expenses of Sukuk         273,711,033	Salaries & Allowances	181.548.541	79,164,408
Occupancy Expenses       5,331,237       3,949         Office Expenses       1,903,299       3,813         Transport Expenses       2,911,560       1,901         Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       -       6,068         28.00       Finance Cost: Tk. 6,505,041,458       -       100,146         28.00       Finance Cost: Tk. 6,505,041,458       -       5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Occupancy Expenses       5,331,237       3,949,19         Office Expenses       1,903,299       3,813,32         Transport Expenses       2,911,560       1,901,41         Travelling & Conveyance Expenses       8,163,081       1,719,06         Communication Expenses       490,878       451,45         Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         0 Finance Cost: Tk. 6,505,041,458       -       6,068,16         This Consists of as follows:       -       10,167,176       40,724,47         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       1ssue Expenses of Sukuk       273,711,033			2,402,685
Office Expenses       1,903,299       3,813         Transport Expenses       2,911,560       1,901         Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       -       6,068         Zeop,510,276       100,146         28.00       Finance Cost: Tk. 6,505,041,458       -       6,068         This Consists of as follows:       -       6,068       -       6,068         28.00       Finance Cost: Tk. 6,505,041,458       -       5,273,638,249       5,056,116         28.00       Finance Cost: Tk. 6,505,041,458       -       5,273,638,249       5,056,116         28.00       Finance Cost: Tk. 6,505,041,458       -       -       40,724         28.00       Finance Cost: Tk. 6,505,041,458       -       -       -       40,724         28.00       Finance Cost: Tk. 6,505,041,458       -       -       -       -       -       -	Office Expenses       1,903,299       3,813,32         Transport Expenses       2,911,560       1,901,41         Travelling & Conveyance Expenses       8,163,081       1,719,06         Communication Expenses       490,878       451,45         Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         This Consists of as follows:       1       100,146,33         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       1ssue Expenses of Sukuk       273,711,033			3,949,191
Transport Expenses       2,911,560       1,901         Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       -       6,068         28.00 Finance Cost: Tk. 6,505,041,458       -       6,068         This Consists of as follows:       -       6,068         Interest on Loan from Banks and Others       5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Transport Expenses       2,911,560       1,901,41         Travelling & Conveyance Expenses       8,163,081       1,719,06         Communication Expenses       490,878       451,45         Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         This Consists of as follows:       1       100,146,33         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       15,056,116,29         Issue Expenses of Sukuk       273,711,033       273,711,033			3,813,329
Travelling & Conveyance Expenses       8,163,081       1,719         Communication Expenses       490,878       451         Utilities Expenses       -       47         Show Room Expenses       250,061       218         Handling & Carrying Expenses       19,630       48         Legal & Professional Fees       384,820       362         Product Research       -       6,068         28.00 Finance Cost: Tk. 6,505,041,458       -       100,146         28.00 Finance Cost: Tk. 6,505,041,458       -       5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Travelling & Conveyance Expenses       8,163,081       1,719,06         Communication Expenses       490,878       451,45         Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       18,00         Issue Expenses of Sukuk       273,711,033       273,711,033			1,901,418
Communication Expenses	Communication Expenses       490,878       451,45         Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         Finance Cost : Tk. 6,505,041,458         This Consists of as follows:       -       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       15,273,711,033         Issue Expenses of Sukuk       273,711,033       -			1,719,069
Utilities Expenses - 47 Show Room Expenses 250,061 218 Handling & Carrying Expenses 19,630 48 Legal & Professional Fees 384,820 362 Product Research - 6,068  209,510,276 100,146  28.00 Finance Cost: Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others 5,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Utilities Expenses       -       47,79         Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         This Consists of as follows:         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       15,056,110,29         Issue Expenses of Sukuk       273,711,033       273,711,033			451,456
Show Room Expenses 250,061 218 Handling & Carrying Expenses 19,630 48 Legal & Professional Fees 384,820 362 Product Research - 6,068  209,510,276 100,146  28.00 Finance Cost: Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others 5,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Show Room Expenses       250,061       218,15         Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         Finance Cost: Tk. 6,505,041,458         This Consists of as follows:       -         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000         Issue Expenses of Sukuk       273,711,033		الأالالامالكالا	47,799
Handling & Carrying Expenses 19,630 48 Legal & Professional Fees 384,820 362 Product Research - 6,068  209,510,276 100,146  28.00 Finance Cost: Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others 5,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Handling & Carrying Expenses       19,630       48,30         Legal & Professional Fees       384,820       362,35         Product Research       - 6,068,16         209,510,276       100,146,33         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       273,711,033         Issue Expenses of Sukuk       273,711,033       273,711,033		250.061	218,155
Legal & Professional Fees       384,820       362         Product Research       - 6,068         209,510,276       100,146         28.00 Finance Cost: Tk. 6,505,041,458       - 100,146         This Consists of as follows:       - 5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Legal & Professional Fees       384,820       362,35         Product Research       -       6,068,16         209,510,276       100,146,33         0 Finance Cost: Tk. 6,505,041,458       -       -         This Consists of as follows:       -       -         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       -         Issue Expenses of Sukuk       273,711,033       -			
Product Research - 6,068  209,510,276 100,146  28.00 Finance Cost : Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others 5,273,638,249 5,056,116 Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Product Research - 6,068,16  209,510,276 100,146,33  0 Finance Cost: Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others Bank Charges and Commission 210,167,176 40,724,47  Rental Expenses of Sukuk (Net)-Note-28.01 Issue Expenses of Sukuk  273,711,033			
28.00 Finance Cost : Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others Bank Charges and Commission Rental Expenses of Sukuk (Net)-Note-28.01  209,510,276  100,146  209,510,276  5,273,638,249 5,056,116 40,724	## 209,510,276 ## 100,146,33 ## 100,146,34 #		-	
28.00 Finance Cost : Tk. 6,505,041,458  This Consists of as follows: Interest on Loan from Banks and Others Bank Charges and Commission Rental Expenses of Sukuk (Net)-Note-28.01  5,273,638,249 5,056,116 210,167,176 40,724	Finance Cost : Tk. 6,505,041,458         This Consists of as follows:         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       273,711,033         Issue Expenses of Sukuk       273,711,033       273,711,033	Todat research	209 510 276	<del>                                     </del>
This Consists of as follows:  Interest on Loan from Banks and Others  Bank Charges and Commission  Rental Expenses of Sukuk (Net)-Note-28.01  5,273,638,249 5,056,116 40,724 747,525,000	This Consists of as follows:       5,273,638,249       5,056,116,29         Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       273,711,033         Issue Expenses of Sukuk       273,711,033       273,711,033	الكالرام ويبين الكالرام ويتباركا	233,010,210	100,140,002
Interest on Loan from Banks and Others       5,273,638,249       5,056,116         Bank Charges and Commission       210,167,176       40,724         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000	Interest on Loan from Banks and Others       5,273,638,249       5,056,116,29         Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000       273,711,033         Issue Expenses of Sukuk       273,711,033       273,711,033			
Bank Charges and Commission 210,167,176 40,724 Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Bank Charges and Commission       210,167,176       40,724,47         Rental Expenses of Sukuk (Net)-Note-28.01       747,525,000         Issue Expenses of Sukuk       273,711,033			
Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000	Rental Expenses of Sukuk (Net)-Note-28.01 747,525,000 Issue Expenses of Sukuk 273,711,033			
	Issue Expenses of Sukuk 273,711,033			40,724,473
Issue Expenses of Sukuk 273.711.033				
	6,505,041,458 5,096,840,76	Issue Expenses of Sukuk	273,711,033	- الكاليلية

As at and for the year ended 30 June 2022

	Amount in	Taka
الكلياقا إلا الكلياقا إلا	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021
28.01 Rental Expenses of Sukuk (Net)		
This is made-up as follows:		
Financial expenses Under Green Sukuk Transactions	1,740,000,000	
Less : Rental Income from TSL	(847,575,000)	Hamillus
Less : Rental Income from KSL	(137,700,000)	بكال ازال
Less : Agency commission from TSL & KSL	(7,200,000)	
	747,525,000	
29.00 Income Tax Expenses : Tk. 2,280,892,249		
This Consists of as follows:		
Provision for the year	2,283,478,553	957,407,795
Short Provision for the year 2020-2021		22,626,104
Excess Provision for the Previous Years	(77,698,910)	(3,330,885)
Deferred Tax (Income) / Expenses [Note-18.(b)]	75,112,606	126,707,760
	2,280,892,249	1,103,410,774
80.00 Basic Earnings per Share (EPS)		
The computation of EPS is given below:		
The computation of EPS is given below :  (a) Net Profit for the year after tax and Non-controlling (minority interest)	12,548,340,849	6,609,102,949
	12,548,340,849 873,596,264	
(a) Net Profit for the year after tax and Non-controlling (minority interest)		873,596,264
(a) Net Profit for the year after tax and Non-controlling (minority interest)  (b) Weighted average number of shares used for EPS (Note - 3.13)	873,596,264	873,596,264
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share	873,596,264 14.36	873,596,264 <b>7.57</b>
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)	873,596,264	873,596,264 7.57 140,012,948,087
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities	183,552,683,643 102,929,413,863	873,596,264 7.57 140,012,948,087 69,055,732,365
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities  Total Equity	183,552,683,643 102,929,413,863 80,623,269,780	873,596,264 7.57 140,012,948,087 69,055,732,365 70,957,215,722
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities  Total Equity Number of Ordinary Shares of Tk. 10 each at Financial Position date	183,552,683,643 102,929,413,863 80,623,269,780 873,596,264	873,596,264 7.57 140,012,948,087 69,055,732,365 70,957,215,722 873,596,264
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities  Total Equity	183,552,683,643 102,929,413,863 80,623,269,780	873,596,264 7.57 140,012,948,087 69,055,732,365 70,957,215,722 873,596,264
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities  Total Equity Number of Ordinary Shares of Tk. 10 each at Financial Position date	183,552,683,643 102,929,413,863 80,623,269,780 873,596,264	873,596,264 <b>7.57</b> 140,012,948,087 69,055,732,365 <b>70,957,215,722</b> 873,596,264
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  31.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities  Total Equity Number of Ordinary Shares of Tk. 10 each at Financial Position date Net Asset Value Per Share  32.00 Net Operating Cash Flows Per Share (NOCFPS)	183,552,683,643 102,929,413,863 80,623,269,780 873,596,264 92.29	873,596,264 7.57  140,012,948,087 69,055,732,365 70,957,215,722 873,596,264 81.22
(a) Net Profit for the year after tax and Non-controlling (minority interest) (b) Weighted average number of shares used for EPS (Note - 3.13) (c) Basic EPS (a/b)  81.00 Net Asset Value Per Share  Total Assets Less: Total Liabilities  Total Equity Number of Ordinary Shares of Tk. 10 each at Financial Position date Net Asset Value Per Share	183,552,683,643 102,929,413,863 80,623,269,780 873,596,264	6,609,102,949 873,596,264 7.57  140,012,948,087 69,055,732,365 70,957,215,722 873,596,264 81.22  (1,766,531,823) 873,596,264

As at and for the year ended 30 June 2022

	Amount in	Taka
الكليناها إلا الكليناها	01.07. <mark>2021-</mark> 30.06.2022	01.07.2020- 30.06.2021
Reconciliation of Net profit with cash flows from operating ac	tivities.:	
Net Profit After Tax	12,573,952,034	6,632,292,29
Adjustments for noncash items, non operating items and for the net o	hanges in opreating accruals:	
Depreciation Depreciation	1,999,250,760	2,024,335,65
(Increase)/Decrease in Investment in Shares		(449,200,00
(Gain)/Loss on sale of vehicle	16113:1:211	151,50
Increase/(Decrease) Deferred Tax Liability	75,112,606	126,707,76
(Increase)/Decrease in Inventories	(4,106,314,327)	(3,035,522,32
Transfer to Investment Property	(11,258,762,649)	(1,270,52
(Increase)/Decrease in Trade and Other receivables	3,600,022,952	(454,758,17
(Increase)/Decrease in Avances, Deposits and Pre-payments	(3,428,080,597)	(6,433,832,04
Increases/(Decreases) in Creditors and Other Payables	(1,347,058,504)	508,443,36
Increases/(Decreases) Accruals	(2,511,388,905)	(271,138,29
Unclaimed Dividend/Dividend Paid	11,358,415	(417,815,52
Increases/(Decreases) Gratuity Payable	10,162,725	5,074,4
Finacial Expenses	5,870,999,549	
Net cash flows from operating activites	1,489,254,057	(1,766,531,82

There was no Unrealised Foreign exchange gain or Loss during the year.

# **34.00 Related Party Disclosures**

The company carried out a number of transactions with related parties in the normal course of business and on arms' length basis. The nature of transactions and their total value is shown below:

	Name of the Related Parties	Nature of transactions	Value of transactions during the year	Balance at the end of the year
	Beximco Pharmaceuticals Ltd.	Investment in Shares	-	493,162,560
	Teesta Solar Limited (TSL)	Loan	19,686,175,000	19,686,175,000
	Korotoa Solar Limited (KSL)	Loan	3,201,300,000	3,201,300,000
	Beximco Synthetics Ltd.	Investment in Shares	-	573,266

## **Nature of Relationship**

The Company, and the parties as stated above are subject to common control from same source i.e., Beximco Group.

# 35.00 Contingent Liabilities

This consists of as follows:

		110,460,672	123,982,644
	to (Titas Gas Transmission and distribution Company Ltd)	13,656,520	13,656,520
(b)	Outstanding letter of (Bank) guarantee		
(a)	Outstanding letter of credit	96,804,152	110,326,124

# **36.00 Capital Expenditure Commitment**

- (a) There was no capital expenditure contracted but not incurred or provided for at 30 June 2022.
- (b) There was no material capital expenditure authorized by the board but not contracted for at 30 June 2022.

As at and for the year ended 30 June 2022

# 37.00 Claims Not Acknowledged As Debt

There was no claim against the Company not acknowledge as debt as on 30 June 2022.

# 38.00 Credit Facility Not Availed

There was no credit facility available to the company under any contract, but not availed of as on 30 June 2022 other than trade credit available in the ordinary course of business.

## 39.00 Benefit to Directors

## **During the year under review**

- (i) no compensation was allowed by the company to the Managing Director of the company;
- (ii) no amount of money was spent by the company for compensating any member of the Board for special service rendered; and
- (iii) No board meeting attendance fee was paid to the directors of the Company except to the independent director of Tk. 100,000.

# 40.00 Events After The Reporting Period

Subsequent to the Statement of Financial Position date, the directors recommended 30% cash dividend (i.e. Tk.3.00 per share) for the year ended 30 June 2022 which is subject to shareholders' approval at the forthcoming Annual General Meeting.

O K Chowdhury Managing Director A B Siddiqur Rahman Director Md. Luthfor Rahman Chief Financial Officer

Dated: 27 October 2022

Dhaka

# **AUDITOR'S REPORT**

AND AUDITED FINANCIAL STATEMENTS

OF

# BANGLADESH EXPORT IMPORT COMPANY LIMITED

as at and for the year ended 30 june 2022

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED

# Report on the Audit of the Financial Statements

#### **Opinion**

We have audited the financial statements of BANGLADESH EXPORT IMPORT COMPANY LIMITED (the "Company"), which comprise the Statement of Financial Position as at 30 June 2022 and 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.

In our opinion, the accompanying financial statements of the Company give a true and fair view of the financial position of the Company as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 2020 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) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Key Audit Matters**

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

# Risk

## Our response to the risk

#### **Revenue Recognition**

The Company manufactures and sells a number of products and provides numerous services to its customers. The Company has adopted the accounting standard IFRS 15 as accordingly has reviewed its sales contracts for determining the principles for recognizing revenue. Some of the sales contracts contain various performance obligations and management exercises judgment to determine timing of revenue recognition, i.e., over time or a point in time.

#### Principal audit procedures:

- Obtained an understanding of the various revenue streams and nature of sales contracts entered into by the Company.
- Evaluated the design of internal controls relating to identification of performance obligations and determining timing of revenue recognition.
- Selected a sample of contracts and through inspection of evidence of performance of these controls, tested the operating effectiveness of the internal controls relating to the identification of performance obligations and timing of revenue recognition.
- Selected a sample of contracts and reassessed contractual terms to determine adherence to the requirements of the accounting standard.

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED

#### Valuation of Property, Plant and Equipment (PPE)

The carrying value of the PPE was Tk. 47.559.484.060 as at 30 June. 2022.

Expenditures are capitalized if they create new assets or enhance the existing assets, and expensed if they relate to repair or maintenance of the assets. Classification of the expenditures involves judgment. The useful lives of PPE items are based on management's estimates regarding the period during which the assets or its significant components will be used. The estimates are based on historical experience and market practice and take into consideration the physical condition of the assets.

The valuation of PPE was identified as a key audit matter due to the significance of this balance to the financial statements and that there is significant measurement uncertainty involved in this valuation.

See Note No. 4 to the financial statements

Our audit included the following procedure:

- We assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent.
- We inspected a sample of invoices and L/C documents to determine whether the classification between capital and revenue expenditure was appropriate.
- We evaluated whether the useful lives determined and applied by the management were in line with historical experience and the market practice.

We checked whether the depreciation of PPE items was commenced timely, by comparing the date of the reclassification from capital work in progress to ready for use, with the date of the act of completion of the work.

#### Valuation of Inventory

The inventory of Tk. 13,577,733,734 as at 30 June, 2022. Inventories are carried at the lower of cost and net realizable value. As a result, the management apply judgment in determining the appropriate values for slow-moving or obsolete items.

Since the value of Inventory is significant to the Financial Statements and there is significant measurement uncertainty involved in this valuation, the valuation of inventory was significant to our audit.

See Note No. 8 to the financial statements

We verified the appropriateness of management's assumptions applied in calculating the value of the inventory

- Evaluating the design and implementation of key inventory controls.
- Attending inventory counts and reconciling the count results to the inventory listing to test the completeness of data.
- · Reviewing the requirement of inventory provisioning and action there upon by the management.
- · Comparing the net realizable value obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories.

# **Related party transactions**

The Company has related party transactions as described in Note No. 31 of the Financial Statements.

We focused on identification of related parties and disclosure of related party transactions in accordance with relevant accounting standards.

Our audit procedures amongst others included the following:

- Evaluated the design and tested the operating effectiveness of controls over identification and disclosure of related party transactions.
- Evaluated the transactions among the related parties and tested material accounts balances.
- Evaluated the disclosures in the financial statements in compliance with IAS 24.

To the Shareholders of

**BANGLADESH EXPORT IMPORT COMPANY LIMITED** 

#### **IT Systems and Controls**

Our audit procedures have a focus on information technology systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.

Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application based controls are operating effectively.

- We tested the design and operating effectiveness of the Company's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (Logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.
- We tested the company's periodic review of access rights.
   We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.

#### 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 Annual Report is expected to be made available to us after the date of this auditor's report.

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 identified above when it becomes available 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 such work we perform, we conclude that there is a material misstatement of this other information; we are required to communicate the matter to those charged with governance.

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

Management is responsible for the preparation and fair presentation of the financial statements of the Company in accordance with IFRSs, The Companies Act 1994, The Securities and Exchange Rules 2020 and other applicable laws and regulations and for such internal controls 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 to cease operations, or has no realistic alternative but to do so.

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

• Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our

To the Shareholders of

BANGLADESH EXPORT IMPORT COMPANY LIMITED

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 internal controls of the Company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures
  made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.
   Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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 auditors' 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, The Securities and Exchange Rules 2020 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) The company's Statement of Financial Position (Balance sheet) and Statement of Profit or Loss and Other Comprehensive Income (Profit & Loss Account) dealt with by this report are in agreement with the books of accounts and;
- d) The expenditures incurred and payments made were for the purpose of the company's business for the year.

Dated: 27 October, 2022

Dhaka

M. J. ABEDIN & CO.
Chartered Accountants

Reg.No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	Notes	Amount in Taka		
		30-June-22	30-June-21	
ASSETS			اللاالك	
Non - Current Assets		104,166,740,811	69,378,621,649	
Property, Plant and Equipment - Carrying Value	4.00	47,559,484,060	48,755,749,638	
Investment Property	5.00	27,536,526,497	16,277,763,848	
Investment in Shares	6.00	6,183,255,254	4,345,108,163	
Long term Loans to Subsidiaries	7.00	22,887,475,000		
Current Assets		70,677,296,167	66,216,844,982	
Inventories	8.00	13,577,733,734	9,426,635,986	
Trade and Other Receivables	9.00	24,832,572,886	28,360,078,917	
Advances, Deposits and Pre-Payments	10.00	31,541,407,135	28,176,124,951	
Cash and Cash Equivalents	11.00	725,582,412	254,005,128	
Total Assets		174,844,036,978	135,595,466,631	
EQUITY AND LIABILITIES		li <del>miani, u</del> i	<del>الالالة الرجا</del>	
Shareholders' Equity		79,913,431,121	68,594,542,137	
Issued Share Capital	12.00	8,763,188,790	8,763,188,790	
Reserves	13.00	38,510,675,080	36,672,527,989	
Retained Earnings		32,639,567,251	23,158,825,358	
Non - Current Liabilities		57,457,153,296	38,538,320,966	
Long Term Loans - Net-off Current Maturity (Secured)	14.00	32,241,937,254	37,398,217,530	
Beximco Green Sukuk Al-Istisna -Net-off Current Maturity	15.00	24,000,000,000		
Deferred Tax Liability	16.00	1,215,216,042	1,140,103,436	
Current Liabilities		37,473,452,561	28,462,603,528	
Long Term Loans - Current Maturity (Secured)	17.00	18,569,833,600	11,359,523,519	
Beximco Green Sukuk Al-Istisna -Current Maturity	18.00	6,000,000,000		
Short Term Loans	19.00	3,815,122,464	4,256,225,383	
Trade and Other Payables	20.00	9,025,533,751	12,803,504,431	
Dividend payable/Unclaimed Dividend	21.00	62,962,746	43,350,195	
Total Equity and Liabilities		174,844,036,978	135,595,466,631	

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

Approved and authorised for issue by the board of directors on 27 October 2022 and signed for and on behalf of the board:

O K Chowdhury Managing Director A B Siddiqur Rahman Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022

Dhaka.

M. J. ABEDIN & CO.
Chartered Accountants

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2022

	1=41111	Taka	
التعلق الطالق الطالك	Notes	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021
Revenue Cost of Revenue	22.00 23.00	73,359,401,035 (49,904,833,748)	42,017,156,905 (27,985,630,626)
Gross Profit	23.00	23,454,567,287	14,031,526,279
Operating Expenses		(7,924,174,261)	(5,949,605,456)
Administrative Expenses Selling and Distribution Expenses Finance Cost	24.00 25.00	(1,345,623,131) (149,713,228) (6,428,837,902)	(880,955,914) (50,646,847) (5,018,002,695)
Profit before WPPF and Income Tax Contribution to WPPF		<b>15,530,393,026</b> (744,672,655)	<b>8,081,920,823</b> (386,117,681)
Net Profit before Tax Income Tax Expense	26.00	<b>14,785,720,371</b> (2,237,862,403)	<b>7,695,803,142</b> (1,095,192,936)
Net Profit after Tax (NPAT) for the year		12,547,857,969	6,600,610,206
Other Comprehensive Income: Fair Value Gain/ (Loss) on Investment in Shares		1,838,147,091	1,672,900,667
EPS based on NPAT (Adjusted EPS)	27.00	14,386,005,060	8,273,510,873 7.53

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

Approved and authorised for issue by the board of directors on 27 October 2022 and signed for and on behalf of the board:

O K Chowdhury **Managing Director**  A B Siddigur Rahman Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022

Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** 

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

## STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2022

	Amount in Taka				
	Share Capital	Reserves (Note - 13.00)	Retained Earnings	Total Equity	
As on 01 July 2021	8,763,188,790	36,672,527,989	23,158,825,358	68,594,542,137	
Net Profit after tax for the year ended 30 June 2022	في الشا	≒IIIIhP	12,547,857,969	12,547,857,969	
Other Comprehensive Income:					
Fair Value Gain on Investment in Shares (Note-13.00)		1,838,147,091		1,838,147,091	
Transaction with Shareholders:					
Payment of 35% Cash Dividend for the prior year (2020-2021)	lın: Ilii	والكااا	(3,067,116,077)	(3,067,116,077)	
As on 30 June 2022	8,763,188,790	38,510,675,080	32,639,567,251	79,913,431,121	
Number of Shares			<u> </u>	876,318,879	
Net Assets Value Per Share (Note: 28.00)				91.19	
As on 01 July 2020	8,763,188,790	34,999,627,322	16,996,374,592	60,759,190,704	
Net Profit after tax for the year ended 30 June 2021	الالالما		6,600,610,206	6,600,610,206	
Other Comprehensive Income:					
Fair Value Loss on Investment in Shares (Note-13.00)	<u> </u>	1,672,900,667	والركار	1,672,900,667	
Transaction with Shareholders:					
Payment of 5% Cash Dividend for the prior year (2019-2020)			(438,159,440)	(438,159,440)	
As on 30 June 2021	8,763,188,790	36,672,527,989	23,158,825,358	68,594,542,137	
Number of Shares				876,318,879	
Net Assets Value Per Share (Note: 28.00)				78.28	

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

Approved and authorised for issue by the board of directors on 27 October 2022 and signed for and on behalf of the board:

O K Chowdhury Managing Director A B Siddiqur Rahman

Director

Md. Luthfor Rahman Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022

Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** 

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

## STATEMENT OF CASH FLOWS

For the year ended 30 June 2022

		Amount in	Taka
كانتكانك الطاتكانك	Notes	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021
Cash Flows From Operating Activities:	30.00	1,368,801,932	(1,781,766,684)
Cash Received Against Revenue and Others Cash Paid to Suppliers and Others		76,886,907,066 (75,518,105,133)	41,570,181,462 (43,351,948,146)
Cash Flows From Investing Activities:		(23,572,035,909)	(153,026,346)
Purchase of Property, Plant and Equipment Long Term Loans to Subsidiaries		(684,560,909) (22,887,475,000)	(153,026,346)
Cash Flows From Financing Activities:		22,674,811,261	1,897,507,780
Increase in Loan Issuance of Beximco Green Sukuk Al-Istisna'a Interest on Long Term Loan and Others Dividend Paid		1,612,926,887 30,000,000,000 (5,870,999,549) (3,067,116,077)	1,897,507,780 - - -
Increase/(Decrease) in Cash and Cash Equivalents		471,577,284	(37,285,250)
Cash and Cash Equivalents at Opening Effect of Exchange Rate Changes on Cash & Cash Equivalents	30.00	254,005,128	291,290,378
Cash and Cash Equivalents at Closing	11.00	725,582,412	254,005,128
Net Operating Cash Flow Per Share	29.00	1.56	(2.03)

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

Approved and authorised for issue by the board of directors on 27 October 2022 and signed for and on behalf of the board:

O K Chowdhury Managing Director

A B Siddiqur Rahman Director

**Md. Luthfor Rahman** Chief Financial Officer

As per our separate report of even date annexed.

Dated: 27 October 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** 

Reg No: N/A

Hasan Mahmood FCA, Partner Enrollment No: 564

As at and for the year ended 30 June 2022

## 1.00 The background and activities of the Company

#### 1.01 Status of the Company

Bangladesh Export Import Company Limited (the company) is a public limited company incorporated in Bangladesh in 1972 under the Companies Act, 1913 and launched its commercial operation in the same year. The company listed its shares with Dhaka Stock Exchange in 1989 and with Chittagong Stock Exchange in 1995 on its debut.

The company has its registered office and operational office at Beximco Corporate Head quarters, 17, Dhanmondi Residential Area, Road No.2, Dhaka - 1205.

## 1.02 Principal Activities

The business activities include investment operation, agency and trading in other commodities and produces and is engaged in manufacturing and marketing of yarn that are consumed by weaving mills of Bangladesh including its own weaving mills producing and marketing of high-quality fabric, that are eventually consumed by the export-oriented garments industries of Bangladesh including the garments factories of Beximco Group.

#### 1.03 The Subsidiaries

Shinepukur Ceramics Limited, a subsidiary company of Bangladesh Export Import Company Limited was incorporated in Bangladesh as a private company, limited by shares, on 26 January 1997 under the Companies Act, 1994 as a Private Limited Company and launched its manufacturing operation in 1999. The Company was converted into a Public Limited Company on 7 May 2008. Authorised capital of Taka 5,000,000,000 divided into 500,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 1,469,660,550. Bangladesh Export Import Company Limited hold 50% (73,483,009 shares) shares of Shinepukur Ceramics Limited. The registered office of the company is located at 17 Dhanmondi R/A, Road-2. Dhaka-1205.

Beximco Power Company Limited, a subsidiary company of Bangladesh Export Import Company Limited was incorporated in Bangladesh as a private company, limited by shares, on 25 October 2009 under the Companies Act, 1994 vide Certificate of incorporation No-C-80290/09. Authorised capital of Taka 10,000,000,000 divided into 1000,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 1,000,000,000. Bangladesh Export Import Company Limited hold 75% shares of Beximco Power Company Limited. The registered office of the company is located at 17 Dhanmondi R/A, Road-2, Dhaka-1205.

#### 2.00 Bases of Financial Statements-Its Preparation and Presentation

## 2.01 Measurement bases

The financial statements have been prepared on the Historical Cost basis as modified to include the revaluation of certain Property, Plant and Equipments which are stated at revalued amount, investment in shares of listed companies are carried at fair value based on the period end quoted price of Dhaka Stock Exchange Ltd. and investment property are valued at fair value.

## 2.02 Reporting Framework and Compliance thereof

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards with effect from 2 November 2020.

Accordingly, the financial statements have been prepared in accordance with IFRSs (including IASs) and the Companies Act, 1994. The title and format of these financial statements follow the requirements of IFRSs which are to some extent different from the requirement of the Companies Act, 1994. However, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders."

The Company also complied with the requirements of following laws and regulations from various Government bodies: Bangladesh Securities and Exchange Rules, 2020;

The Income Tax Ordinance, 1984 with subsequent amendments;

The Income Tax Rules, 1984 with subsequent amendments;

The VAT and SD Act 2012 with subsequent amendments;

As at and for the year ended 30 June 2022

The VAT and SD Rules, 2016 with subsequent amendments;

The Labour Law, 2006 with subsequent amendments in 2013; and Others as applicable.

#### 2.03 Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by IAS: 1 Presentation of Financial Statements.

The Financial Statements Comprises:

- (a) a statement of financial position as at 30 June 2022;
- (b) a statement of profit or loss and other comprehensive income for the year from 01 July 2021 to 30 June 2022;
- (c) a statement of changes in equity for the year from 01 July 2021 to 30 June 2022;
- (d) a statement of cash flows for the year from 01 July 2021 to 30 June 2022; and
- (e) notes, comprising a summary of significant accounting policies and other explanatory information.

#### 2.04 Authorization for Issue

The financial statements have been authorized for issue by the Board of Directors on 27 October 2022.

## 2.05 Functional and Presentation Currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise.

## 2.06 Reporting Period and Comparative Information

The financial Statements have been prepared for 12 (Twelve) months (from 1st July 2021 to 30th June 2022).

Figures for earlier periods have been re-arranged wherever considered necessary to ensure better comparability with the current year.

#### 2.07 Use of Estimates and Judgments

The preparation of financial statements in conformity with International Accounting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected as required by IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors.

In particular, significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, inventory valuation, accrued expenses and other payables.

## 2.08 Statement of Cash Flows

The Statement of Cash Flows has been prepared in accordance with the requirements of IAS 7: Statement of Cash Flows. The cash generating from operating activities has been reported using the Direct Method as the benchmark treatment of IAS 7 whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed.

## 2.09 Related Party Disclosures

The company carried out a number of transactions with related parties in the normal course of business and on arms' length basis.

The information as required by IAS 24: Related Party Disclosures has been disclosed in a separate note to the accounts.

As at and for the year ended 30 June 2022

## 2.10 Events after the Reporting Period

In compliance with the requirements of IAS 10: Events after the Reporting Period, post statement of financial position events that provide additional information about the company's position at the statement of financial position date are reflected in the financial statements and events after the statement of financial position date that are not adjusting events are disclosed in the notes when material.

## 3.00 Significant Accounting Policies

#### 3.01 Revenue Recognition

In compliance with the requirements of IFRS 15: Revenue from Contracts with Customers, revenue receipts from customers against sales is recognized when all the performance obligation have been satisfied.

Cash dividend income on investment in shares is recognized on approval of said dividend in the annual general meeting / Board meeting of relevant company. Stock dividend income (Bonus Shares) is not considered as revenue.

## 3.02 Property, Plant and Equipment

## 3.02.1 Recognition and Measurement

Property, plant and equipment are capitalized at cost of acquisition and subsequently stated at cost or valuation less accumulated depreciation in compliance with the requirements of IAS 16: Property, Plant and Equipment. The Cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

In terms of paragraph 29 of IAS 16: Property, Plant and Equipment, the Company has chosen "Revaluation Model" for the measurement of Lands, Buildings and Plant and Machinery; and "Cost Model" for the measurement of Furniture and Fixtures and Vehicles. In terms of paragraph 31 of the aforesaid IAS, after recognition as an asset, the aforesaid items of property, plant and equipment whose fair value can be measured reliably has been carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations shall be made after every three years to ensure that the carrying amount does not differ materially from that which has been determined using fair value at the end of the reporting period.

## 3.02.2 Pre-Operating Expenses and Borrowing Costs

In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalized. Expenses capitalized also include applicable borrowing cost considering the requirement of IAS 23: Borrowing Costs.

## 3.02.3 Subsequent Expenditure

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repair and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets. All other costs are recognized to the statement of profit or loss and other comprehensive income as expenses if incurred. All up-gradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

## 3.02.4 Software

Software is generally charged off as revenue expenditure. Purchase of software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

## 3.02.5 Disposal of Property, Plant and Equipment

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the statement of profit or loss and other comprehensive income, which is determined with reference to the net book value of the assets and net sales proceeds.

As at and for the year ended 30 June 2022

## 3.02.6 Depreciation on Property, Plant and Equipment

Depreciation is provided to amortize the cost of the assets after commissioning, over the period of their expected useful lives, in accordance with the provisions of IAS 16: Property, Plant and Equipment. Depreciation is provided for the period in use of the assets. Depreciation is calculated on the cost of fixed assets in order to write off such amounts over the estimated useful lives of such assets. Depreciation is provided on all fixed assets except land at the following rates on reducing balance basis over the periods appropriate to the estimated useful lives of the different types of assets:

Building and Other Construction	2% - 10%
Plant and Machinery	5%-15%
Furniture, Fixture & Equipment	10% - 20%
Transport & Vehicle	20%

#### 3.03 Investment Property

This represents Land & Building held by the company for capital appreciation and/or rental income. The Company has applied IAS 40, "Investment Property" and has adopted "fair value model".

## 3.04 Impairment

#### (a) Financial Assets

Accounts receivable and other receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default or delinquency by a debtor, indications that a debtor or issuer will enter bankruptcy, etc.

#### (b) Non-Financial Assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Carrying amount of the asset is reduced to its recoverable amount by recognizing an impairment loss if, and only if, the recoverable amount of the asset is less than its carrying amount. Impairment loss is recognized immediately in profit or loss, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset shall be treated as a revaluation decrease.

## 3.05 Financial Instruments

Non-derivative financial instruments comprise investment in shares, accounts and other receivables, cash and cash equivalents, borrowings and other payables and are shown at transaction cost.

## 3.05.1 Financial assets

Financial assets of the company include investment in shares, cash and cash equivalents, accounts receivable and other receivables.

## (a)Investment in Shares

Investment in shares of listed companies are carried in the statement of financial position at fair value based on DSE quoted price at the period end and the gain/loss thereon were accounted for through other comprehensive income considering it as "Available - for - Sale" financial assets.

Investment in other shares is carried in the statement of financial position at cost.

## (b) Accounts Receivables

Accounts receivables are created at original invoice amount less any provisions for doubtful debts. Provisions are made where there is evidence of a risk of non-payment, taking into account ageing, provision experience and general economic conditions. When an accounts receivable is determined to be uncollectible it is written off, firstly against any provision available and then to the statement of profit or loss and other comprehensive income. Subsequent recoveries of amounts previously provided for are credited to the statement of profit or loss and other comprehensive income.

As at and for the year ended 30 June 2022

## (c) Advances, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to the statement of profit or loss and other comprehensive income.

## (d) Cash and Cash Equivalents

Cash and Cash equivalents are carried in the statement of financial position at cost and include cash in hand and with banks on current and deposit accounts which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

## 3.05.2 Financial Liability

Financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability. The company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial liabilities include payable for expenses, liability for capital expenditure and other current liabilities.

#### 3.06 Inventories

Inventories are valued at the lower of cost or net realizable value with cost determined by weighted average cost basis. The cost of inventories comprises of expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sale.

#### 3.07 Provisions

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the date of statement of financial position. Where the effect of time value of money is material, the amount of provision is measured at the present value of the expenditures expected to be required to settle the obligation.

## 3.08 Borrowing Costs

This has been dealt with the requirements of IAS 23: Borrowing Costs.

Borrowing costs relating to projects in commercial operation are recognized as expenses in the period in which they are incurred. In respect of projects that have not yet commenced commercial production, borrowing costs are debited to capital work in progress.

## 3.09 BEXIMCO Green Sukuk Al-Istisna'a

Bangladesh Export Import Company Limited(Beximco) as Originator initiated the process of issuance of shariah compliant Green Sukuk named as "BEXIMCO GREEN-SUKUK AL ISTISNA" for a total of BDT 30 Billion (thirty billion taka only) under Bangladesh Securities and Exchange Commission (Investment Sukuk) Rules, 2019 & Bangladesh Securities and Exchange Commission (Debt Securities) Rules, 2021) of which 50% (BDT 15 billion) has been offered through Private Placement, 25% (BDT 7.5 billion) offered to existing shareholders and the rest 25% (BDT 7.5 billion) of the Green Sukuk offered to the public through Initial Public Offer (IPO).

"The Commission" gave its consent through a letter reference No. BSEC/CI/Sukuk/IPO-316/2021/445 dated July 08, 2021 and the Shariah Supervisory Board formed by the Originator ("Beximco-SSB") issued Shariah pronouncement on July 07, 2021 of the issuance of Beximco Green-Sukuk;

As at and for the year ended 30 June 2022

#### Asset-backed Islamic Securities

This Sukuk is asset backed green Sukuk with a value of BDT 30 billion equivalent Assets (specific Solar Machineries and Textile Machineries) which will be transferred to the Beximco Green Sukuk Trust (SPV).

The purpose of the Green Sukuk issue under Public Offer will be the construction of Solar Projects of Teesta Solar Limited of BDT 18.84 billion and Korotoa Solar Limited of BDT 3.06 billion, the two subsidiaries of BEXIMCO Power Company Limited; financing and refinancing (non-interest bearing) of machinery and equipment required for the expansion of textile division of BEXIMCO Limited of BDT 8.10 billion under Public Offer approval from Bangladesh Securities and Exchange Commission.

## 3.10 Income Tax Expenses

#### **Current Tax**

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or subsequently enacted after the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in compliance with IAS 12: Income Taxes, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences based on the laws that have been enacted or substantively enacted by the date of statement of financial position. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate income taxes levied by the same tax authority on the same taxable entity.

## 3.11 Employee Benefits

The company maintains defined contribution plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the deed.

The company's employee benefits include the following:

(a) Defined Contribution Plan (Provident Fund)

The company contributes to a registered provident fund scheme (defined contribution plan) for employees of the company eligible to be members of the fund in accordance with the rules of the provident fund constituted under and irrevocable trust. All permanent employees contribute 10% of their basic salary to the provident fund and the company also makes equal contribution.

(b) Short-term employee benefits

Short-term employee benefits include salaries, bonuses, leave encashment, etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

(c) Contribution to Workers' Participation/Welfare Funds

This represents 5% of net profit before tax contributed by the Company as per provisions of Bangladesh Labor Law, 2013 and is payable to workers as defined in the said law.

#### 3.12 Proposed Dividend

The amount of proposed dividend has not been accounted for but disclosed in the notes to the accounts along with dividend per share in accordance with the requirements of the Para 125 of International Accounting Standard (IAS) 1 (Revised 2009): Presentation of Financial Statements. Also, the proposed dividend has not been considered as "Liability" in accordance with the requirements of the Para 12 & 13 of International Accounting Standard (IAS) 10: Events After The Reporting Period, because no obligation exists at the time of approval of accounts and recommendation of dividend by the Board Directors.

#### 3.13 Earnings Per Share

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.

As at and for the year ended 30 June 2022

## **Basic Earnings (Numerator)**

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

## Weighted Average Number of Shares in Issue (Denominator)

#### **Current year**

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days the specific shares are outstanding as a proportion of the total number of days in the year. However, the Bonus Shares issued during the Period were treated as if they always had been in issue. Hence, in computing the Basic EPS, the total number of bonus shares has been considered.

## **Earlier periods**

The number of shares outstanding before the bonus shares issue has been adjusted for the proportionate change in the number of shares outstanding as if the bonus issues had occurred at the beginning of the earliest periods reported, and accordingly, in calculating the adjusted EPS of earlier periods, the total number of shares including the subsequent bonus issue in current year has been considered as the weighted Average Number of Shares Outstanding during the earlier periods.

The basis of computation of number of shares as stated above is in line with the provisions of IAS 33 Earnings Per Share. The logic behind this basis, as stated in the said IAS is, that the bonus shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings.

## **Diluted Earnings per Share**

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

## 3.14 Foreign Currency Translations

The Financial records of the company are maintained and the financial statements are stated in Bangladesh Taka. The assets and liabilities denominated in foreign currencies at the financial position date are translated at the applicable rates of exchanges ruling at that date. Exchange difference is charged off as revenue expenditure in compliance with the provisions of IAS 21: the Effects of Changes in Foreign Exchange Rates. Foreign currency transactions are recorded at the applicable rates of exchange ruling at the transaction date.

## 3.15 Statement of Cash Flows

The Statement of Cash Flows has been prepared in accordance with the requirements of IAS 7: Statement of Cash Flows. The cash generated from operating activities has been reported using the Direct Method as encouraged by IAS 7 whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed.

## 3.16 Events after the Reporting Period

In compliance with the requirements of IAS 10: Events after the Reporting Period, post balance sheet events that provide additional information about the company's position at the balance sheet date are reflected in the financial statements and events after the balance sheet date that are not adjusting events are disclosed in the notes when material.

As at and for the year ended 30 June 2022

## 4.00 Property, Plant and Equipment - Carrying Value: Tk. 47,559,484,060

The details are stated below:

## As at 30 June 2022

	Amount in Taka						
Particulars	Land and Land Development	Building and other construction	Plant & Machinery	Furniture, Fixture & Equipment	Vehicle	Capital Work in Progress	Total
Cost /Valuation :		n					<u> </u>
At 30 June 2021	13,246,242,158	10,021,853,969	25,136,825,617	1,032,630,797	318,502,760	15,069,267,422	64,825,322,723
Total addition during the year		1,054,952,301	928,079,127	51,746,686	6,677,795		2,041,455,909
Total Transferred & Capitalized						(1,356,895,000)	(1,356,895,000)
At 30 June 2022	13,246,242,158	11,076,806,270	26,064,904,744	1,084,377,483	325,180,555	13,712,372,422	65,509,883,632
Depreciation :							
At 30 June 2021		3,046,548,400	12,131,452,070	667,620,718	223,951,897		16,069,573,085
Total charged during the year		402,371,329	1,395,552,053	62,682,838	20,220,267		1,880,826,487
At 30 June 2022	بصفارا ال	3,448,919,729	13,527,004,123	730,303,557	244,172,164		17,950,399,572
Carrying Value :							
At 30 June 2022	13,246,242,158	7,627,886,541	12,537,900,621	354,073,926	81,008,391	13,712,372,422	47,559,484,060

## As at 30 June 2021

	Amount in Taka						
Particulars	Land and Land Development	Building and other construction	Plant & Machinery	Furniture, Fixture & Equipment	Vehicle	Capital Work in Progress	Total
Cost /Valuation :		nunu					
At 30 June 2020	13,245,326,980	8,484,221,004	23,555,503,220	1,015,340,121	317,109,815	18,056,537,237	64,674,038,377
Total addition during the year	915,178	1,537,632,965	1,581,322,397	17,290,676	3,134,945		3,140,296,161
Disposal during the year			ا ركا ا لا		(1,742,000)	ا ركا ا	(1,742,000)
Total Transferred & Capitalized			<u> </u>			(2,987,269,815)	(2,987,269,815)
At 30 June 2021	13,246,242,158	10,021,853,969	25,136,825,617	1,032,630,797	318,502,760	15,069,267,422	64,825,322,723
Depreciation :		الاكال					
At 30 June 2020		2,678,365,338	10,684,358,475	603,138,790	201,898,917		14,167,761,520
Total charged during the year	56111-	368,183,062	1,447,093,595	64,481,928	23,643,473		1,903,402,058
Adjustment for Assets disposed off		- اللك			(1,590,493)		(1,590,493)
At 30 June 2021		3,046,548,400	12,131,452,070	667,620,718	223,951,897		16,069,573,085
Carrying Value :							
At 30 June 2021	13,246,242,158	6,975,305,569	13,005,373,547	365,010,079	94,550,863	15,069,267,422	48,755,749,638

Details of Revaluation done during the years 1977, 1988, 2011 & 2013:

Particulars	Amount in Tk.
Increase by re-valuation in 1977	1,733,120
Increase by re-valuation in 1988	4,617,873
Increase by re-valuation in 2011	5,988,990,434
Increase by re-valuation in 2013	2,133,194,757
Total increase by re-valuation	8,128,536,184
Original Cost	57,381,347,448
Gross carrying amounts	65,509,883,632

As at and for the year ended 30 June 2022

		<u> - الرحد د الراسجة الالرسطة المسالحة المسالحة المسالحة المسالحة المسالحة المسالحة المسالحة المسالحة المسالحة ا</u>	Amount in	Taka
		الصالان احال التالان الصالات	as at 30-June-22	30-June-21
		كالاردر فلطالكا الدراق	30-June-22	30-Juile-21
Inv	estr	ment Property: Tk. 27,536,526,497		
		nsists of as follows:		
		g Balance	16,277,763,848	16,276,493,324
Ad	ditior	n during the year	11,258,762,649	1,270,524
			27,536,526,497	16,277,763,848
Thi	s rep	presents Land & Building held by the company for capital appreciation	and/or rental income.	
Ch the	arter valu	er, during the year ended 30 June 2016, a revaluation was done by an ited Accountants, R K Tower, 86 Bir Uttam C R Datta Road (312, Sonaluer has revalued the said land of the Company as of 30 March 2016, from the Shares: Tk. 6,183,255,254	gaon), Level 10, Hatirp	ool, Dhaka-1205, a
		sists of as follows:		
		Associated undertakings :		
	(i)	In 73,483,009 Shares of Shinepukur Ceramics Ltd. (Subsidiary Company-50% Shares) (Face value of Tk. 10.00) {Listed company, Market value Tk. 51.80 per share on 30 June 2022}	3,806,419,866	1,895,861,632
	(ii)	In 3,189,926 Shares of Beximco Pharmaceuticals Ltd. (Face value of Tk. 10.00) {Listed company, Market value Tk. 154.60 per share on 30 June 2022}	493,162,560	565,573,880
	(iii)	a) In 75,000,000 Shares of Beximco Power Co. Ltd. (Face value of Tk. 10.00)	750,000,000	750,000,000
		b) Share Money Deposit against 83,210,000 Shares of		1=4
		Beximco Power Co. Ltd. (Face value of Tk. 10.00)	832,100,000	832,100,000
	(iv)	In 2 520 Charge of Povimos Synthetics Ltd. (Essexually) of Tk. 10 00	1,582,100,000	1,582,100,000
	(IV)	In 2,530 Shares of Beximco Synthetics Ltd. (Face value of Tk. 10.00) {Average cost price per share is Tk. 8.40 per share against		
		face value of Tk.10.00}	21,252	21,252
			5,881,703,678	4,043,556,764
(b)	Oth			
	(v)	In 12 Shares of Jamuna Oil Ltd. (Face value of Tk. 10.00) {Listed company, Market value Tk. 177.20 per share on 30 June 2022}2,126	1,949	
	(vi)	In 32,997,800 Shares of GMG Airlines Ltd. (Average cost price per share is Tk. 9.091 against face value of Tk.10.00)	299,980,000	299,980,000
	/ 10	In 571,181 Shares of Central Depository Bangladesh Ltd.		1 500 450
	(VI)		1 560 450	
	(VI)	(Average cost price per share is Tk. 2.74 against face value of Tk. 10.00)	1,569,450	I
	(VI)		1,569,450 <b>301,551,576</b>	1,569,450 <b>301,551,39</b> 9

- **B.** The basis of valuation is stated in Note 3.05.1(a).
- C. Disclosure in Respect of Subsidiary Company Under Section 186 of The Companies Act 1994
  - (a) Investment in subsidiary company Shinepukur Ceramics Ltd. of 73,483,009 shares represents 50.00% of the paid-up capital of the said Company (146,966,055 shares of Tk. 10/ each). The accumulated profit of Shinepukur Ceramics Ltd. as on 30 June 2022 of Tk. 7,893,368 including net profit after tax for the year ended 30 June 2022 of Tk.57,979,923 as per its audited financial statements for the year ended 30 June, 2022 is being carried forward to the next year's accounts of the said subsidiary company and has not been dealt with in or for the purpose of the accounts of Bangladesh Export Import Company Limited.
  - (b) Investment in subsidiary company Beximco Power Ltd. of 75,000,000 shares represents 75.00% of the paid-up capital of the said Company (100,000,000 shares of Tk. 10/ each). The Company has not gone into commercial operation.

As at and for the year ended 30 June 2022

	Amount in Taka as at	
	30-June-22	30-June-21
0 Long term Loans to Subsidiaries: Tk. 22,887,475,000		
This consists of as follows:		
Loan to Teesta Solar Limited (TSL)	19,686,175,000	
Loan to Korotoa Solar Limited (KSL)	3,201,300,000	
	22,887,475,000	

As per the loan Agreement, Beximco Limited has provided loan to TSL and KSL for a period of 15 years. The repayment will start after one month from the date of commissioning. TSL and KSL will pay to Beximco LTD. for rental Tk.141,262,500 and Tk. 22,950,000 per month respectively for 60 months.

## 8.00 Inventories: Tk. 13,577,733,734

This consists of as follows:		
Land (Real Estate Business)	430,661,634	418,811,023
Construction work in progress (Real Estate Business)	307,706,637	294,294,201
Land Development and Others (Real Estate Business)	41,156,379	64,697,501
Work in Process	1,656,334,983	1,287,684,909
Raw Materials	10,006,846,436	6,807,792,006
Stores and Spares	198,665,902	149,149,332
Finished Goods	930,583,592	396,546,812
Fish & Shrimp	3,838,746	5,750,846
Packing Materials	1,181,175	816,146
Fish Feed	758,250	1,093,210
	13,577,733,734	9,426,635,986

## 9.00 Trade and Other Receivables: Tk. 24,832,572,886

This is unsecured but considered good.

No amount was due by the directors (including Managing Director), Managing Agents, Managers and other officers of the company and any of them severally or jointly with any other person.

No amount was due by the associated undertakings.

## 10.00 Advances, Deposits and Pre-payments: Tk. 31,541,407,135

This consists of as follows:		
Advances against Purchase of Land and Others	30,408,281,217	27,638,994,615
L/C Margin	96,355,847	15,346,368
Advance Income Tax	857,465,683	407,477,314
Security Deposit	91,803,185	40,387,176
Other Advances	63,801,485	50,219,760
Bank Guarantee Margin	23,699,718	23,699,718
	31,541,407,135	28,176,124,951

This is unsecured but considered good.

No amount was due by the directors (including Managing Director), Managing Agents, Managers and other officers of the company and any of them severally or jointly with any other person.

No amount was due by the associated undertakings.

As at and for the year ended 30 June 2022

والأكاد الالالجيز الالاكاد الالاكاد	Amount in 1	Taka
الأحالالالدالالالحالالالدالالالدالالا	as at	30-June-21
كاللوا فالكاللوا والموافيكاك	30-June-22	30-June-21
Cash and Cash Equivalents : Tk. 725,582,412		
This consist of as follows:		
Cash in Hand	11,933,433	19,326,030
In Current Account with Banks	533,281,460	157,193,924
In STD Account with Banks	178,190,079	75,416,447
In Fixed Deposit and Accrued Interest thereon with a Bank	2,177,439	2,068,727
	725,582,412	254,005,128
Issued Share Capital : Tk. 8,763,188,790		
(a) Authorised		
3,000,000,000 Ordinary Shares of Tk. 10/-each	30,000,000,000	10,000,000,000
(b) Issued, Subscribed and Paid-up		
4,000,000 Ordinary Shares of Tk.10/-each fully paid-up in cash	40,000,000	40,000,000
700,605,814 (2020 :700,605,814) Ordinary Shares of Tk.10/-each issued as fully paid-up bonus shares	7,006,058,140	7,006,058,140
22,019,999 Ordinary Shares of Tk.10/-each issued in exchange for acquisition of shares of Shinepukur Ceramics Ltd.	220,199,990	220,199,990
12,600,000 Ordinary Shares of Tk.10/-each issued to the shareholders of Shinepukur Holdings Ltd.	126,000,000	126,000,000
650,000 Ordinary Shares of Tk.10/-each issued to the shareholders of Beximco Fisheries Ltd.	6,500,000	6,500,000
11,909,840 Ordinary Shares of Tk.10/-each issued to the shareholders of Bangladesh Online Ltd.	119,098,400	119,098,400
9,187,487 Ordinary Shares of Tk.10/-each issued to the shareholders of Dhaka-Shanghai Ceramics Ltd.	91,874,870	91,874,870
107,282,919 Ordinary Shares of Tk. 10/-each issued to the shareholders of Bextex Garments Ltd.	1,072,829,190	1,072,829,190
2,649,470 Ordinary Shares of Tk. 10/-each issued to the shareholders of International Knitwear & Apparels Ltd.	26,494,700	26,494,700
2,372,506 Ordinary Shares of Tk. 10/-each issued to the shareholders of Beximco Fashions Ltd.	23,725,060	23,725,060
2,489,502 Ordinary Shares of Tk. 10/-each issued to the shareholders of Crescent Fashions & Design Ltd.	24,895,020	24,895,020
551,342 Ordinary Shares of Tk. 10/-each issued to the shareholders of RR Washing Ltd.(Former Freshtex Bangladesh Ltd.)	5,513,420	5,513,420
Total 876,318,879 Shares of Tk. 10/= each	8,763,188,790	8,763,188,790

As at and for the year ended 30 June 2022

# (c) Composition of Shareholding Sponsor:

A S F Rahman
Salman F Rahman
Associates

Shareholders who nominated Directors in the Board

Foreign Investors
Institutions

General Public

30-June	-2022	30-June	e-2021
No. of Shares	%	No. of Shares	%
جللاط			
	العات		
63,204,992	7.21%	63,204,992	7.21%
70,919,693	8.09%	70,919,693	8.09%
73,405,284	8.38%	43,697,686	4.99%
89,869,748	10.26%	89,869,748	10.26%
6,618,945	0.76%	12,848,235	1.47%
252,404,208	28.80%	119,337,184	13.62%
319,896,009	36.50%	476,441,341	54.37%
876,318,879	100%	876,318,879	100%

## (d) Distributions Schedule-Disclosures under the Listing Regulations of Stock Exchanges:

The distribution schedule showing the number of shareholders and their shareholdings in percentage has been disclosed below as a requirement of the "Listing Regulations" of Dhaka and Chittagong Stock Exchanges:

		30-June-22			30-June-2	1
Share holding Range in number of Shares	Number of Number of		Number of			
	Shares	Holders	% of total holding	Shares	Holders	% of total holding
1 to 499	7,177,376	65,164	0.82%	9,674,003	64,306	1.10%
500 to 5,000	35,017,609	21,945	4.00%	50,390,671	30,919	5.75%
5,001 to 10,000	16,928,127	2,320	1.93%	26,126,149	3,565	2.98%
10,001 to 20,000	16,909,236	1,191	1.93%	29,052,160	2,026	3.32%
20,001 to 30,000	10,535,423	422	1.20%	18,539,931	742	2.12%
30,001 to 40,000	6,786,351	193	0.77%	12,181,305	347	1.39%
40,001 to 50,000	7,052,881	152	0.80%	10,989,047	235	1.25%
50,001 to 100,000	21,499,737	297	2.45%	34,544,791	473	3.94%
100,001 to 1,000,000	71,696,220	259	8.18%	133,159,461	477	15.20%
Over 1,000,000	682,715,919	54	77.91%	551,661,361	55	62.95%
Total	876,318,879	91,997	100.00%	876,318,879	103,145	100.00%

## (e) Option on un issued shares

There is no option regarding authorized capital not yet issued but can be used to increase the issued, subscribed and paid-up capital through the issuance of new shares.

## (f) Market Price

The shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges and quoted at Tk. 129.80 and Tk. 129.80 per share in the Dhaka and Chittagong Stock Exchanges on 30 June 2022.

## (g) Voting rights

The rights and privileges of the shareholders are stated in the Bye Laws (Articles of Association) of the company.

As at and for the year ended 30 June 2022

## 13.00 Reserves: Tk. 38,510,675,080

This is arrived at as follows:

As on 30-06-2020

Addition/(Adjustment) during the year (Note-13.01)

As on 30-06-2021

Addition/(Adjustment) during the year (Note-13.01)

As on 30-06-2022

U	Amount in Tk.					
	Fair Value Gain/ (Loss) In Investment in Shares	Capital Reserve	Revaluation Reserve on PPE	Revaluation Reserve on Investment property	Total	
	(223,841,596)	15,420,659,353	8,128,536,184	11,674,273,381	34,999,627,322	
	1,672,900,667				1,672,900,667	
П	1,449,059,071	15,420,659,353	8,128,536,184	11,674,273,381	36,672,527,989	
	1,838,147,091				1,838,147,091	
	3,287,206,162	15,420,659,353	8,128,536,184	11,674,273,381	38,510,675,080	

**13.01** Addition/(Adjustment) to fair value of investment in shares represents Gain/(Loss) on revaluation of shares of listed companies at quoted price on the balance sheet date.

<del>-11=  </del>		Amount in	n Taka
		as at	اا ال
		30-June-22	30-June-21

## 14.00 Long Term Loans - Net-off Current Maturity (Secured): Tk. 32,241,937,254

This is secured and consists of as follows:		
Sonali Bank Ltd Long Term-6 Years ( Block-Interest Bearing )-A/C	9,588,000,000	11,844,000,000
Rupali Bank Ltd Long Term Loan (6 Years)	4,193,620,000	6,320,000,000
Janata Bank Ltd Long Term Loan ( 6 Years)	8,916,313,388	9,953,220,298
Agrani Bank Ltd- Demand Ioan	1,299,884,264	1,408,900,000
Agrani Bank Ltd- Intestrial Credit project	625,796,307	1,101,600,000
National Bank Ltd Long Term (12 years ) Loan General LD -1293	1,040,640,000	1,368,867,870
Exim Bank Ltd-LD1936318294	1,765,696,000	2,207,120,000
Exim Bank Ltd LD2108820251	1,036,275,862	1,243,531,031
AB Bank Ltd- Term Loan (6 Years) A/C -462	413,603,106	472,826,030
United Commercial Bank Ltd	3,362,108,327	411 <u></u> 1
Rupali Bank Ltd Long Term Ioan -IDCP(12 Years)		1,478,152,301
	32,241,937,254	37,398,217,530

## Nature of security:

Pursuant to supplemental Lender's Pari-passu Security Sharing Agreement between the Company and the Lenders, the loans are secured by:

- (i) first pari-passu charges of immovable property of present and future; and
- (ii) first pari-passu charge by way of hypothecation of all other assets of the company both present and future terms of repayment.

## 15.00 Beximco Green Sukuk Al-Istisna-Net-off Current Maturity : Tk. 24,000,000,000

This is secured and consists of as follows:

Beximco Green Sukuk Al Istisna
Less: Beximco Green Sukuk Al Istisna-Current Maturity (Note-18.00)

30,000,000,000
(6,000,000,000)

Beximco Green Sukuk Al Istisna-Net-off Current Maturity 24,000,000,000

As at and for the year ended 30 June 2022

#### Beximco Green Sukuk Al-Istisna'a:

This represents convertible/redeemable & asset backed BEXIMCO GREEN SUKUK AL-ISTISNA for a total of BDT 30 Billion of which 50% (BDT 15 billion) has been offered through Private Placement, 25% (BDT 7.5 billion) offered to existing shareholders and the rest 25% (BDT 7.5 billion) offered to the public through Initial Public Offer (IPO).

#### Return/Benefit:

#### i) Base rate at 9%:

Investors will get guaranteed 9% secured annual return.

## ii) Profit Margin Rate:

In addition, the Sukuk is participative which means an additional 10% of the difference between the base rate (9%) and the annual dividend that Beximco Ltd will declare in a specific year will be added to the base rate.

#### **Conversion Option:**

Green-Sukukholders shall have the option to convert gradully up to 100% of their respective investment in the Green Sukuk Al Istisna into ordinary shares of BEXIMCO Ltd. within 5 years as follows:

- i) Maximun 20% convertible at the option of the Green-Sukukholders per year;
- ii) Conversion option can be exercised at a multiple of 5%, i.e. 5%, 10%, 15% and 20%;
- iii) Unexercised options of conversion of last year can be exercised in the following year as well, along with the current year's options.
- iv) If any Sukukholder does not exercise the Conversion Option in full or in part during the tenure of the Sukuk, the remaining amount of the Sukuk will be redeemable at maturity in one bullet payment.

## **Conversion Rate:**

Conversion rate to be determined at a 25% discounted rate on the 20 days Weighted Average Market Price prior to the record date of the Dhaka Stock Exchange (DSE).

#### **Record Date:**

#### **Credit Enhancement:**

Beximco Ltd shall provide Corporate Guarantee for the payment obligations of the Beneficiaries to the Beximco Green Sukuk Al Istisna Trust (SPV) securing ultimately the Final Redemption Payments to the Sukukholders.

**Amount in Taka** 

	Alliount in	Taka
	as at	
<u> </u>	30-June-22	30-June-21
16.00 Deferred Tax Liability : Tk. 1,215,216,042		
10.00 Deferred tax Elability . Tk. 1,213,210,042		
(a) Deferred Tax Liability is arrived at as follows:		
Book Value of Depreciable PPE	20,812,000,275	20,636,897,992
Less: Tax base WDV of PPE	(10,514,609,331)	(10,839,872,133)
Un-absorbed portion of Depreciation Benefit	(2,196,981,286)	(2,196,981,286)
Taxable Temporary Difference	8,100,409,658	7,600,044,573
Effective Tax Rate	15%	15%
Closing Deferred Tax Liabilities	1,215,216,042	1,140,103,436
(b) Deferred Tax Expense is arrived at as follows:		
Closing Deferred Tax Liabilities	1,215,216,042	1,140,103,436
Opening Deferred Tax Liabilities	1,140,103,436	1,013,395,676
Deferred Tax (Income) / Expense	75,112,606	126,707,760

As at and for the year ended 30 June 2022

	Amount in 1	Taka
	as at	
التصيير اعتال المتريد اعتالا	30-June-22	30-June-21
Long Term Loans - Current Maturity (Secured) : Tk. 18,569,833,60		
This is secured and consists of as follows:		
National Bank Ltd Long Term (12 years ) Loan General LD -1293	693,884,074	308,502,048
AB Bank Ltd Term Loan (6 Years) A/C-462	184,519,432	163,271,476
Exim Bank Ltd-LD1936318294	727,172,577	471,653,615
Rupali Bank Ltd Long Term Loan ( 6 Years)	3,751,217,277	2,261,778,344
Sonali Bank Ltd Long Term (Block-Interest Bearing )-New	5,851,292,734	2,919,338,78
Janata Bank Ltd Long Term Loan (12 Years)	759,961,840	831,232,820
AB Bank - Time Loan AC-463	1,154,637,952	1,139,728,499
AB Bank - Term Loan AC-464	126,450,817	136,816,752
Agrani Bank Ltd- Demand loan	575,586,285	763,370,549
Agrani Bank Ltd- Demand loan Interest	395,328,819	216,636,312
Agrani Bank Ltd- Intestrial Credit project	1,487,508,293	1,418,683,489
Agrani Bank Ltd- Intestrial Credit project Interest	295,119,477	147,360,348
Exim Bank Ltd LD2108820251	486,951,138	242,766,752
Rupali Bank Ltd Long Term Ioan -IDCP	2,079,362,358	الاحنص
Janata Bank LtdCash subsidy loan	840,527	
10% Debentures	Lice III nei I	29,831,765
Agrani Bank Ltd Interest Block Account		106,768,572
Sonali Bank Ltd Short Term (6 years )		66,855,188
Congli Donk Ltd. Long Town (10 vegus)		134,928,209
Sonali Bank Ltd Long Term (12 years )		104,020,200
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state		11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state  Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000	nt up to the date of statemer tement of financial position.	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state  Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,0  This consists of as follows:	nt up to the date of statemer tement of financial position.	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state  Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000	nt up to the date of statemer tement of financial position.  6,000,000,000	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state   Beximco Green Sukuk Al Istisna - Current Maturity: Tk. 6,000,000,00  This consists of as follows:  Beximco Green Sukuk Al Istisna - Current Maturity	nt up to the date of statemer tement of financial position.	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000 This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464	nt up to the date of statemer tement of financial position.  6,000,000,000	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state   Beximco Green Sukuk Al Istisna - Current Maturity: Tk. 6,000,000,000  This consists of as follows:  Beximco Green Sukuk Al Istisna - Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:	nt up to the date of statemer tement of financial position.  6,000,000,000	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000 This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks	t up to the date of statemer tement of financial position.  6,000,000,000  6,000,000,000	11,359,523,519
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000 This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks Janata Bank Ltd CCH	6,000,000,000 6,000,000,000	11,359,523,519 at of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000,000.  This consists of as follows: Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows: Secured Loans from Banks Janata Bank Ltd CCH Janata Bank LtdCash subsidy loan	6,000,000,000 6,000,000,000 1,997,594,906 248,602,000	11,359,523,519 at of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,00 This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank LtdCash subsidy loan  Exim Bank Ltd CCH (01)	6,000,000,000 6,000,000,000 6,000,000,000 1,997,594,906 248,602,000 1,023,250,575	11,359,523,519 at of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000,000.  This consists of as follows: Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows: Secured Loans from Banks Janata Bank Ltd CCH Janata Bank LtdCash subsidy loan Exim Bank Ltd CCH (01) Exim Bank Ltd CCH (02)	6,000,000,000 6,000,000,000 1,997,594,906 248,602,000	927,495,527 91,826,067
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,00 This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank LtdCash subsidy loan  Exim Bank Ltd CCH (01)	6,000,000,000 6,000,000,000 6,000,000,000 1,997,594,906 248,602,000 1,023,250,575	927,495,527 91,826,067
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000,000.  This consists of as follows: Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows: Secured Loans from Banks Janata Bank Ltd CCH Janata Bank LtdCash subsidy loan Exim Bank Ltd CCH (01) Exim Bank Ltd CCH (02)	6,000,000,000 6,000,000,000 6,000,000,000 1,997,594,906 248,602,000 1,023,250,575	11,359,523,519 nt of financial posit
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000,000.  This consists of as follows: Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows: Secured Loans from Banks Janata Bank Ltd CCH Janata Bank LtdCash subsidy loan Exim Bank Ltd CCH (01) Exim Bank Ltd CCH (02)	1,997,594,906 248,602,000 1,023,250,575 545,674,983	927,495,527 91,826,067
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,00 This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank LtdCash subsidy loan  Exim Bank Ltd CCH (01)  Exim Bank Ltd CCH (02)  United Commercial Bank Ltd CCH	1,997,594,906 248,602,000 1,023,250,575 545,674,983	927,495,527 91,826,067
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna -Current Maturity:Tk. 6,000,000,000,000.  This consists of as follows:  Beximco Green Sukuk Al Istisna -Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank Ltd Cash subsidy loan  Exim Bank Ltd. CCH (01)  Exim Bank Ltd. CCH (02)  United Commercial Bank Ltd. CCH  Trade and Other Payables: Tk. 9,025,533,751  This is made-up as follows:	1,997,594,906 248,602,000 1,023,250,575 545,674,983 3,815,122,464	927,495,527 91,826,067 3,236,903,789 4,256,225,383
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna - Current Maturity: Tk. 6,000,000,00 This consists of as follows:  Beximco Green Sukuk Al Istisna - Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank Ltd Cash subsidy loan  Exim Bank Ltd. CCH (01)  Exim Bank Ltd CCH (02)  United Commercial Bank Ltd CCH  Trade and Other Payables: Tk. 9,025,533,751  This is made-up as follows:  Creditors for Goods	1,997,594,906 248,602,000 1,023,250,575 545,674,983 4,832,811,849	927,495,527 91,826,067 3,236,903,789 4,256,225,383
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna - Current Maturity: Tk. 6,000,000,00 This consists of as follows:  Beximco Green Sukuk Al Istisna - Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank Ltd Cash subsidy loan  Exim Bank Ltd. CCH (01)  Exim Bank Ltd CCH (02)  United Commercial Bank Ltd CCH  Trade and Other Payables: Tk. 9,025,533,751  This is made-up as follows:  Creditors for Goods Income Tax Payables	1,997,594,906 248,602,000 1,023,250,575 545,674,983 3,815,122,464 4,832,811,849 2,769,492,480	927,495,527 91,826,067 3,236,903,789 <b>4,256,225,38</b> 3
This represents that portion of term loan which has been due for repaymer and the amount repayable within 12 (twelve) months from the date of state Beximco Green Sukuk Al Istisna - Current Maturity: Tk. 6,000,000,00 This consists of as follows:  Beximco Green Sukuk Al Istisna - Current Maturity  Short Term Loan: Tk. 3,815,122,464  This consists of as follows:  Secured Loans from Banks  Janata Bank Ltd CCH  Janata Bank Ltd Cash subsidy loan  Exim Bank Ltd. CCH (01)  Exim Bank Ltd CCH (02)  United Commercial Bank Ltd CCH  Trade and Other Payables: Tk. 9,025,533,751  This is made-up as follows:  Creditors for Goods	1,997,594,906 248,602,000 1,023,250,575 545,674,983 4,832,811,849	927,495,527 91,826,067 3,236,903,789 4,256,225,383

As at and for the year ended 30 June 2022

	Amount in	Taka
الالتجليبات الكالكالي	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021
.00 Dividend payable/unclaimed Dividend : Tk. 62,962,746		
The Cash Dividend declared for the year 2020-2021 were approved by the held on December 23,2021. The Dividend Payable/Unclaimed dividend as a payable for the year 2021-22 and the balance Tk. 43,350,195 for the prior year	on June 30,2022 cons	
.00 Revenue : Tk. 73,359,401,035		
This is made-up as follows:		
Sale of Goods (Note - 22.01)	73,327,080,985	41,956,186,38
Dividend Income	30,963,590	19,903,41
Capital Gain/(Loss) on Sale of Shares	(1,260,180)	(1,298,596
Other Income	2,616,640	42,365,70
	73,359,401,035	42,017,156,90
.01 Sale of Goods : Tk. 73,327,080,985		
This represents sales of:		
(a) Yarn, Fabrics & Others	72,937,942,170	41,554,920,30
(b) IT Supprt Service	303,858,757	396,347,79
(c) Software Sale	73,452,533	
(d) Fish & Shrimp	11,827,525	4,918,28
	73,327,080,985	41,956,186,38
00 Cost of Revenue : Tk. 49,904,833,748	1 <del>1311.2111</del> .	
This represents cost of goods sold against sale of:		
(a) Yarn, Fabrics & Others (Including depreciation of Tk. 1,864,535,416)	49,589,181,691	27,666,973,82
(b) IT Support Service and Software (Including depreciation of Tk. 6,797,399)	303,619,806	308,388,59
(c) Shrimp and Fish (Including depreciation of Tk.1,665,200)	12,032,251	10,268,21
	49,904,833,748	27,985,630,62
.00 Administrative Expenses : Tk. 1,345,623,131	الانتيانية	
This consists of:		
Salaries and Allowances	880,949,228	675,979,42
Car Repairs and Maintenance	46,081,301	20,965,02
Fees and Charges	36,333,833	25,538,55
Repairs and Maintenances	66,325,908	34,252,43
Rent, Rates and Taxes	159,040,737	43,359,80
Travelling and Conveyance	30,168,326	9,723,07
Miscellaneous Overhead	25,486,913	15,459,76
Postage, Telegram, Telex & Telephone	21,351,448	14,268,66
Entertainment	15,280,688	9,226,32
Depreciation	7,828,473	7,690,53
Insurance	1,411,082	948,57
Petrol, Fuel, Electricity, Gas and Water	2,206,178	2,345,28
Printing and Stationery	7,972,261	6,048,84
Publicity and Advertisement	2,148,288	2,267,38
Staff Welfare	33,163,602	8,241,31
AGM Expenses	486,766	834,32
Audit Fee (Including VAT @ 15%)	2,185,000	2,070,00
Subscription	6,672,744	1,202,36
Contribution to Provident Fund	333,435	422,49
Training	196,920	111,71

As at and for the year ended 30 June 2022

		Amount in T	aka
	كالبائقا إلا الكالباقا	01.07.2021- 30.06.2022	01.07.20 <mark>20-</mark> 30.06.2021
.00 Fin	ance Cost : Tk. 6,428,837,902		
Inte Bar Rer	s consists of as follows:  rest on Loan from Banks and Others  ik Charges  rtal Expenses of Sukuk(Net)-Note-25.01  ue Expenses of Sukuk	5,293,798,724 113,803,145 747,525,000 273,711,033 <b>6,428,837,902</b>	4,980,386,305 37,616,389 - - - 5,018,002,695
01 Rei	ntal Expenses of Sukuk(Net)		
	s is made-up as follows:		
Fina Les Les	ancial expenses Under Green Sukuk Transactions s : Rental Income from TSL s : Rental Income from KSL s: Agency commission from TSL & KSL	1,740,000,000 (847,575,000) (137,700,000) (7,200,000)	
		747,525,000	<u> </u>
00 Inc	ome Tax Expense/(Income) : Tk. 2,237,862,403		
	s represents:		
	Current Tax:		
	Provision for the year Short Provision for the year 2020-2021	2,240,448,706 (77,698,910)	945,859,072 22,626,104
(b)	Deferred Tax (Income) / Expenses (Note-16.b)	75,112,606	126,707,760
		2,237,862,403	1,095,192,936
(a)	Current Tax:		
	Different divisions enjoy different tax rates and provisions. Also, I following:	Minimum tax payable by the com	npany is higher of the
	i) Tax deducted at source U/S 52 and Rule 16 (against supply U/S 53BBBB (against exports sales)	of local sales), U/S 53 (against I	mport materials) ar
	ii) Turnover tax at the rate of 0.60% total Gross Revenue U/S 8	2C(4)	
	iii) Tax payable under regular assessment		
	Since Tax payable under regular assessment were higher amount of the Tax payable under regular assessment as pr		

# 27.00 Basic Earnings Per Share (EPS)

The computation of EPS is given below:

(a)	Net Profit after Tax for the year	12,547,857,969	6,600,610,206
(b)	Weighted Avarage Number of Shares Outstanding(Note-3.12)	876,318,879	876,318,879
(c)	Basic EPS (a/b) (Par Value of Share Tk. 10/=) (Adjusted EPS)	14.32	7.53

As at and for the year ended 30 June 2022

	Amount in	Taka
الكالالقا إلا الكالالقال	01.07.20 <mark>21-</mark> 30.06.2022	01.07.2020- 30.06.2021
00 Net Asset Value Per Share		
Total Assets Less: Total Liabilities	174,844,036,978 (94,930,605,857)	135,595,466,63 (67,000,924,494
Total Equity Number of Ordinary Shares of Tk. 10 each at Financial Position date	<b>79,913,431,121</b> 876,318,879	<b>68,594,542,13</b> 876,318,87
Net Asset Value Per Share	91.19	78.2
00 Net Operating Cash Flows Per Share (NOCFPS)		
Net cash flows from operating activities	1,368,801,932	(1,781,766,68
Number of Ordinary Shares of Tk. 10 each at Financial Position date	876,318,879	876,318,87
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)	876,318,879 1.56	
Number of Ordinary Shares of Tk. 10 each at Financial Position date	876,318,879 1.56	(2.03
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating active	876,318,879 1.56  vities.: 12,547,857,969	6,600,610,20
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating activ  Net Profit After Tax	876,318,879 1.56  vities.: 12,547,857,969	6,600,610,20
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating activ  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net cha	876,318,879 1.56  vities.:  12,547,857,969  nges in opreating accruals:	6,600,610,20
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating activ  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses  (Gain)/Loss on sale of vehicle	876,318,879 1.56  vities.:  12,547,857,969  nges in opreating accruals: 1,880,826,487	6,600,610,20 1,903,402,05 151,50
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Description of Net profit with cash flows from operating active  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses  (Gain)/Loss on sale of vehicle  (Increase)/Decrease in Investment in Shares	876,318,879 1.56  vities.:  12,547,857,969  nges in opreating accruals: 1,880,826,487 5,870,999,549 -	6,600,610,20 1,903,402,05 151,50 (449,200,00
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating active  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses  (Gain)/Loss on sale of vehicle  (Increase)/Decrease in Investment in Shares  Increase/(Decrease) Deferred Tax Liability	876,318,879 1.56  1.56  12,547,857,969  1,880,826,487 5,870,999,549  75,112,606	6,600,610,20 1,903,402,05 151,50 (449,200,00 126,707,76
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating activ  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat  Depreciation  Financial expenses  (Gain)/Loss on sale of vehicle  (Increase)/Decrease in Investment in Shares  Increase/(Decrease) Deferred Tax Liability  (Increase)/Decrease in Inventories	876,318,879  1.56  vities.:  12,547,857,969  nges in opreating accruals: 1,880,826,487 5,870,999,549  - 75,112,606 (4,151,097,748)	6,600,610,20 1,903,402,05 151,50 (449,200,00 126,707,76 (3,061,786,56
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Description of Net profit with cash flows from operating active  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses (Gain)/Loss on sale of vehicle (Increase)/Decrease in Investment in Shares Increase/(Decrease) Deferred Tax Liability (Increase)/Decrease in Inventories  Transfer to Investment Property	876,318,879  1.56  vities.:  12,547,857,969  nges in opreating accruals: 1,880,826,487 5,870,999,549  75,112,606 (4,151,097,748) (11,258,762,649)	1,903,402,05 151,50 (449,200,00 126,707,76 (3,061,786,569 (1,270,524
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Deconciliation of Net profit with cash flows from operating active  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses  (Gain)/Loss on sale of vehicle  (Increase)/Decrease in Investment in Shares  Increase/(Decrease) Deferred Tax Liability  (Increase)/Decrease in Inventories  Transfer to Investment Property  (Increase)/ Decrease in Trade and Other receivables	876,318,879  1.56	6,600,610,20 1,903,402,05 151,50 (449,200,00 126,707,76 (3,061,786,569 (1,270,524) (446,975,444)
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Reconciliation of Net profit with cash flows from operating activ  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses (Gain)/Loss on sale of vehicle (Increase)/Decrease in Investment in Shares Increase/(Decrease) Deferred Tax Liability (Increase)/Decrease in Inventories  Transfer to Investment Property (Increase)/ Decrease in Trade and Other receivables (Increase)/ Decrease in Avances, Deposits and Pre-payments	876,318,879  1.56	6,600,610,20 1,903,402,05 151,50 (449,200,00) 126,707,76 (3,061,786,566 (1,270,524 (446,975,444) (6,402,139,78)
Number of Ordinary Shares of Tk. 10 each at Financial Position date  Net operating cash flows per share (NOCFPS)  Deconciliation of Net profit with cash flows from operating active  Net Profit After Tax  Adjustments for noncash items, non operating items and for the net chat Depreciation  Financial expenses  (Gain)/Loss on sale of vehicle  (Increase)/Decrease in Investment in Shares  Increase/(Decrease) Deferred Tax Liability  (Increase)/Decrease in Inventories  Transfer to Investment Property  (Increase)/ Decrease in Trade and Other receivables	876,318,879  1.56	6,600,610,20 1,903,402,05 151,50 (449,200,00) 126,707,76 (3,061,786,566 (1,270,524) (446,975,444)

There was no Unrealised Foreign exchange gain or Loss during the year.

## 31.00 Related Party Transactions

Net cash flows from operating activites

The company carried out a number of transactions with related parties in the normal course of business and on arms' length basis.

1,368,801,932

(1,781,766,684)

The nature of transactions and their total value is shown below:

As at and for the year ended 30 June 2022

		Amount	in Taka
Name of the Related Parties	Nature of transactions	Value of transactions during the year	Receivable / (Payable) at the end of the year
Beximco Pharmaceuticals Ltd.	Investment in Shares	عاد الله	493,162,560
Shinepukur Ceramics Ltd	Investment in Shares		3,806,419,866
Beximco Synthetics Ltd.	Investment in Shares		21,252
Beximco Power Co. Ltd.	Investment in Shares	ا المكا از الك	1,582,100,000
Teesta Solar Limited (TSL)	loan	19,686,175,000	19,686,175,000
Korotoa Solar Limited(KSL)	loan	3,201,300,000	3,201,300,000

## **Nature of Relationship**

The Company, and the parties as stated above are subject to common control from same source i.e., Beximco Group.

## 32.00 Contingent Liabilities

There was no sum for which the Company is contingently liable as on 30 June 2022.

## 33.00 Capital Expenditure Commitment

- (a) There was no capital expenditure contracted but not incurred or provided for at 30 June 2022.
- (b) There was no material capital expenditure authorized by the Board but not contracted for at 30 June 2022.

## 34.00 Claims Not Acknowledged As Debt

There was no claim against the Company not acknowledge as debt as on 30 June 2022.

## 35.00 Credit Facility Not Availed

There was no credit facility available to the company under any contract, but not availed of as on 30 June 2022 other than trade credit available in the ordinary course of business.

## 36.00 Payments in Foreign Currency

- (a) As the company has no loan in foreign currency, no loan and interest was remitted during the year.
- (b) No dividend was remitted in foreign currency, during the year.
- (c) No other expenses including royalty, technical expert and professional advisory fee, etc. was incurred or paid by the company in foreign currency during the year.
- (d) Payment against Imported Raw Material, Machinery & Spares: USD 108,972,392 (Equivalent BDT 9,262,653,329).

## 37.00 Commission, Brokerage or Discount Against Sales

No commission, brokerage or discount was incurred or paid by the company against sales during the year.

As at and for the year ended 30 June 2022

## 38.00 Payments/Perquisites to Managers & Directors

(a) The aggregate amounts paid / provided during the year in respect of managers and directors of the company as defined on the Securities and Exchange Rules, 2020 are disclosed below:

Particulars	Amount	Amount in Taka		
Particulars	01.07.2021 - 30.06.2022	01.07.2020 - 30.06.2021		
Basic Salary	183,934,250	140,437,871		
House rent allowance	45,552,658	30,412,774		
Other allowances and benefits	35,123,948	28,314,108		
	264,610,856	199,164,753		

- (b) During the year under review:
  - No compensation was allowed by the company to the Managing Director of the company;
  - No amount of money was spent by the company for compensating any member of the Board for special service rendered; and
  - (iii) No board meeting attendance fee was paid to the directors of the Company except to the independent director of Tk. 100,000.

## 39.00 Production Capacity, Actual Production and reason of Excess/Short Fall

I	Yarn			<b>1</b> 11	Wove	n Fabric Knit Fabric (Quant			(Occontitude		Danim Fahr	oric (Capacity	
	Sp	indles		n Lbs (16's valent)	Lo	oms	Output Cap	acity (Lm.)		gs.)	Looms	in L	
	No. of Spindles installed	No. of Spindles Actually Operated	Installed Capacity	Actual Production	No. of looms Installed	No. of looms Actually Operated	Installed Capacity	Actual Production	Installed Capacity	Actual Production	No. of looms Installed	Installed Capacity	Actual Production
	120,320	120,320	8,070,500	68,823,061	293	293	67,873,000	65,324,876	9,000,000	8,206,348	110	42,000,000	40,369,824

Reason for Shortfall: Production as per market demand.

## 40.00 Disclosure on Operating Segments

Perticulars	Textile division	Other divisions	Total
External revenue	72,937,942,170	421,458,865	73,359,401,035
Intra-segment revenue		5ml	
Total revenue	72,937,942,170	421,458,865	73,359,401,035
Depreciation	1,864,535,416	16,291,071	1,880,826,487
Operating expenses	1,281,896,876	213,439,483	1,495,336,359
Finance costs	6,155,011,186	273,826,716	6,428,837,902
Segment profit before tax	63,636,498,692	(82,098,405)	63,554,400,287
Segment assets	128,830,699,675	46,013,337,303	174,844,036,978
Segment liabilities	92,923,735,570	2,006,870,287	94,930,605,857

Note: In Compliance to the requirement of IFRS 8 (Operating Segment), information of the segments having 10% or more revenue or profit or assets have been disclosed separately.

## 41.00 Financial Risk Management

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

- (a) Credit risk
- (b) Liquidity risk
- (c) Market risk

As at and for the year ended 30 June 2022

#### 41.01 Credit Risk

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

## 41.02 Liquidity Risk

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

In extreme stressed conditions, the company may get support from the related company in the form of short term financing.

## 41.03 Market Risk

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

(a) Currency Risk

The company is exposed to currency risk on certain purchase such as import of raw material, machineries and equipment. Majority of the foreign currency transactions are denominated in USD and relate to procurement of raw materials, machineries and equipment from abroad.

(b) Interest Rate Risk

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

## 42.00 Events after the Reporting Period

- (a) Subsequent to the Statement of Financial Position date, the directors recommended 30% cash dividend (i.e. Tk. 3.00 per share) for the year ended 30 June 2022. The dividend proposal is subject to shareholders' approval at the forthcoming annual general meeting.
- b) Except the above fact, no circumstances have arisen since this statement of Financial Position date which would require adjustments to, disclosure in, the financial statements or notes thereto.

O K Chowdhury Managing Director A B Siddiqur Rahman Director Md. Luthfor Rahman Chief Financial Officer

Dated: 27 October 2022

Dhaka.

# **AUDITOR'S REPORT**

AND AUDITED FINANCIAL STATEMENTS

OF

## SHINEPUKUR CERAMICS LIMITED

as at and for the year ended 30 june 2022

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

As at and for the year ended 30 June 2022

SHINEPUKUR CERAMICS LIMITED

## Report on the Audit of the Financial Statements

## **Opinion**

We have audited the financial statements of Shinepukur Ceramics Limited (the "Company"), which comprise the statement of financial position as at 30 June 2022, statement of profit or loss, statement of 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.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2022 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, The Securities and Exchange Rules, 2020 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) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

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

Risk	Our response to the risk	
separate financial statements as a whole, and	in forming our opinion thereon, and we do not provide a separate opinion on these matters	
separate imancial statements of the current	beriod. These matters were addressed in the context of our addit of the consolidated and	i

## **Revenue Recognition**

At year end the company reported total revenue of Tk. 1,722,741,566.

The company manufactures and sells a number of products for customers. The company sales contracts for determining the principles for recognizing revenue in accordance with accounting standard IFRS 15. Some of the sales contracts contain various performance obligations and management exercises judgment to determine timing of revenue recognition, i.e., over time or a point in time.

# Principal audit procedures:

- Obtained an understanding of the various revenue streams and nature of sales contracts entered into by the company
- Evaluated the design of internal controls to identification of performance obligations and determining timing of revenue recognition.
- Selected a sample of contract and though inspection of evidence of performance of these controls, tested the operating effectiveness of the internal controls relating to the identification of performance obligations and timing of revenue recognition.
- Selected a sample of contracts and reassessed contractual terms to determine adherence to the requirements of the new accounting standard.

See note No: (3.1 & 18.00) to financial statements

#### Valuation of inventory

The company had inventory of Tk. 831,778,363. As at 30 June, 2022 held in factory and showroom. Inventories are carried at the lower of cost and net realisable value. As a result, the Directors apply judgment in determining the appropriate values for slow-moving or obsolete items.

Since the values of inventory are significant to the financial statements and there is significant measurement uncertainty involved in this valuation, the valuation of inventory was significant to our audit.

We verified the appropriateness of management's assumptions applied in calculating the value of the inventory by:

- Evaluating the design and implementation of key inventory controls operating across the factory and showroom.
- Attending Inventory counts and reconciling the count results to the inventory listing to the test the completeness of data.
- Reviewing the requirement of inventory provisioning and action there
  upon by the management.

Comparing the net realizable value obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories.

See Note No:(3.5 & 6.00) to the financial statements

#### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

As at and for the year ended 30 June 2022

SHINEPUKUR CERAMICS LIMITED

#### Valuation of Property, Plant and equipment (PPE)

The carrying value of the PPE was Tk. 4,802,829,025 as at June, 2022.

Expenditures are capitalized if they create new assets or enhance the existing assets, and expensed if they related to repair or maintenance of the assets. Classification of the expenditures involves judgment's useful lives of PPE items are based on management's estimates regarding the period during which the assets or its significant components will be used. The estimates are based on historical experience and market practice and take into consideration the physical conditions of the assets.

The valuation of PPE was identified as a key audit matter due to the significance of this balance to the financial statements and that there is significant measurement uncertainty involved in this valuation.

Our audit included the following procedures:

- We assessed whether the accounting policies on relation to the capitalization of expenditures are in compliance with IFRS and found them to be inconsistent.
- We inspected a sample of invoices and L/C documents to determine whether the classification between capital and revenue expenditure was appropriate.
- We evaluated whether the useful lives determined and applied by the management were in line with historical experience and the market practice.
- We checked whether the depreciation of PPE items was commenced timely, by comparing the date of the reclassification from capital work in progress to ready for use, with date of the act of completion of the work.

See Note No: (3.2 & 4.00) to the financial statements

## IT systems and controls

Our audit procedures have a focus on information technology systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls. Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application-based controls are operating effectively.

- We tested the design and operating effectiveness of the company's IT access controls over the information systems that are critical to financial reporting.
   We tested IT general controls (logical access, changes management and inspects of IT operational controls).this included testing that requests for access to systems were appropriately reviewed and authorized.
- We tasted the company's periodic review of access rights. We inspect
  requests of changes to system for appropriate approval and authorization. We
  considered the control environment relating to various interfaces, configuration
  and other application layer controls identified as key to our audit.

See Note No: (2.8) to the financial statements

## Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report but does not include the financial statements and our auditor's report thereon.

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 when it becomes available and, in doing so, consider whether the other information is materially inconsistent with 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 these financial statements in accordance with, International Financial Reporting Standards (IFRSs), the Companies Act 1994, The Securities and Exchange Rules, 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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.

#### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

As at and for the year ended 30 June 2022

SHINEPUKUR CERAMICS LIMITED

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 decision 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 evidences that are sufficient and appropriate to provide a basis for audit
  opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud my
  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 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 evidences obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidences obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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 consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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 requirements of the Companies Act, 1994 and The Securities and Exchange Rules, 2020 and relevant notifications issued by Bangladesh Securities and Exchange Commission, and the other applicable laws and regulations, we also report the following:

- a) 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;
- b) In our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of these books;
- c) The company statement of Financial Position (Balance sheet) and Statement of Profit or Loss and Other Comprehensive Income (Profit & Loss Account) dealt with by the report are in agreement with the books of account; and
- d) The expenditures incurred and payment made were for the purpose of the company's business for the year.

Dated, Dhaka 27 October 2022 M.J Abedin & Co. Chartered Accountants Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

## STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

		Amount in	Amount in Taka			
	Notes	30-June-22	30-June-21			
ASSETS						
Non-Current Assets		5,156,776,337	5,289,144,884			
Property, Plant and Equipment - Carrying Value	4.00	4,802,829,025	5,044,919,096			
Investment in Shares	5.00	353,947,312	244,225,788			
Current Assets		1,207,687,549	1,267,871,977			
Inventories	6.00	831,778,363	876,561,784			
Accounts & Other Receivables	7.00	113,967,509	186,484,430			
Advances, Deposits & Prepayments	8.00	238,173,229	178,374,814			
Cash and Cash Equivalents	9.00	23,768,448	26,450,949			
Total Assets		6,364,463,886	6,557,016,861			
EQUITY AND LIABILITIES						
Shareholders' Equity		4,633,220,631	4,502,260,698			
Issued Share Capital	10.00	1,469,660,550	1,469,660,550			
Revaluation Surplus on Property, Plant and Equipment	11.00	2,966,690,015	2,966,690,015			
Fair Value Loss on Investment in Shares		188,976,698	79,255,174			
Retained Earnings		7,893,368	(13,345,041)			
Non-Current Liabilities		373,606,732	378,691,096			
Long Term Loans - Net-off Current Maturity(Secured)	12.00	143,475,614	158,722,703			
Gratuity Payable	13.00	148,659,041	138,496,316			
Deferred Tax Liability	14.00	81,472,077	81,472,077			
Current Liabilities		1,357,636,523	1,676,065,067			
Short Term Loans from Banks & Other	15.00	834,759,861	830,406,737			
Long Term Loans-Current Maturity (Secured)	16.00	235,641,732	276,288,843			
Creditors, Accruals and Other Payables	17.00	286,533,660	560,414,081			
Unclaimed dividend	29.00	701,270	8,955,405			
Total Equity and Liabilities		6,364,463,886	6,557,016,861			

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

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the board.

from ay ( an

**Igbal Ahmed** Director

O K Chowdhury, FCA Director

Mohammed Humayun Kabir FCA

**Chief Executive** 

**Jesmin Ara Mitu** Head of Finance & Accounts

As per our separate report of even date annexed.

Dated, Dhaka 27 October 2022 M. J. ABEDIN & CO. **Chartered Accountants** 

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

## STATEMENT OF PROFIT OR LOSS

for the year ended 30 June 2022

		Amount in Taka			
	Notes	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021		
Revenue	18.00	1,722,741,566	1,399,312,542		
Cost of Goods Sold	19.00	(1,433,402,447)	(1,166,433,505)		
Gross Profit		289,339,119	232,879,037		
Other Income	20.00	10,277,835	2,017,169		
Operating Expenses		(118,144,562)	(98,731,782)		
Administrative Expenses	21.00	(58,347,514)	(49,232,297)		
Selling & Distribution Expenses	22.00	(59,797,048)	(49,499,485)		
Profit from Operations		181,472,392	136,164,424		
Finance Cost	23.00	(76,154,801)	(78,838,068)		
Profit before WPPF		105,317,591	57,326,356		
Workers' Profit Participation Fund		(5,015,123)	(2,729,826)		
Net Profit Before Tax		100,302,468	54,596,530		
Income Tax Income/(Expense)	24.00	(42,322,545)	(8,217,838)		
Net Profit After Tax for the year		57,979,923	46,378,692		
Earning Per Share	25.00	0.39	0.32		

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

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the Board:

**Igbal Ahmed** 

Director

O K Chowdhury, FCA Director

Mohammed Humayun Kabir FCA Chief Executive

Head of Finance & Accounts

As per our separate report of even date annexed.

Dated, Dhaka 27 October 2022 M. J. ABEDIN & CO.

**Chartered Accountants** 

Reg No: N/A\_

Hasan Mahmood FCA, Partner

Enrollment No: 564

## STATEMENT OF OTHER COMPREHENSIVE INCOME

for the year ended 30 June 2022

	Notes	Amount in Taka		
Particulars		01.07.2021- 30.06.2022	01.07.2020- 30.06.2021	
Net Profit /(Loss) After Tax for the year		57,979,923	46,378,692	
Fair Value Gain/(Loss) on Investment in Shares	5.00	109,721,524	210,076,920	
Total Comprehensive Income/(Loss) for the year		167,701,446	256,455,612	

## STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2022

	Amount in Taka					
Particulars	Share Capital	Revaluation Surplus on PPE	Fair Value Loss on Investment in Shares	Retained Earnings	Total Equity	
Balance as on 1 July 2020	1,469,660,550	2,966,690,015	(130,821,746)	(30,330,522)	4,275,198,297	
Net Profit after tax for the year ended 30 June 2021				46,378,692	46,378,692	
Fair Value Gain/(Loss) on Investnment in Shares (Note-5)		<u> </u>	210,076,920		210,076,920	
Cash Dividend				(29,393,211)	(29,393,211)	
Total Balance as on 30 June 2021	1,469,660,550	2,966,690,015	79,255,174	(13,345,041)	4,502,260,698	
Number of Shares  Net Assets Value (NAV) Per Share	1715				146,966,055 <b>30.6</b> 3	
Balance as on 1 July 2021	1,469,660,550	2,966,690,015	79,255,174	(13,345,041)	4,502,260,698	
Net Profit after tax for the year ended 30 June 2022				57,979,923	57,979,923	
Fair Value Gain/(Loss) on Investment in Shares (Note-5)	411117-		109,721,524		109,721,524	
Cash Dividend	- 1 1 1 - 4			(36,741,514)	(36,741,514)	
Total Balance as on 30 June 2022	1,469,660,550	2,966,690,015	188,976,698	7,893,368	4,633,220,631	
Number of Shares					146,966,055	
Net Assets Value (NAV) Per Share (Note: 26)					31.53	

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

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the Board:

**Iqbal Ahmed** Director

O K Chowdhury, FCA Director

Mohammed Humayun Kabir FCA

Chief Executive

**Jesmin Ara Mitu** 

Head of Finance & Accounts

As per our separate report of even date annexed.

Dated, Dhaka 27 October 2022 M. J. ABEDIN & CO.

**Chartered Accountants** 

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

## STATEMENT OF CASH FLOWS

for the year ended 30 June 2022

	154111	Amount in Taka			
	Notes	01.07.2021- 30.06.2022	01.07.2020- 30.06.2021		
Cash Flows From Operating Activities:					
Collections from turnover and other income		1,805,536,322	1,393,546,977		
Payments for costs, expenses & others		(1,544,126,038)	(1,279,046,116)		
Interest Paid		(72,109,302)	(75,729,985)		
Income-Tax paid and /or deducted at sources		(42,322,545)	(23,536,016)		
Net cash generated from operating activities	27.00	146,978,437	15,234,860		
Cash Flows From Investing Activities:					
Property, Plant and Equipment acquired		(61,378,348)	(19,917,701)		
Net cash used in investing activities		(61,378,348)	(19,917,701)		
Cash Flows From Financing Activities:			<u> </u>		
Increase/(Decrease) in Loan		(51,541,076)	52,723,124		
Dividend Payment		(36,741,514)	(29,393,211)		
Net cash generated from financing activities		(88,282,590)	23,329,913		
Increase/(Decrease) in Cash and Cash Equivalents		(2,682,501)	18,647,072		
Cash and Cash Equivalents at the beginning of the year		26,450,949	7,803,877		
Effect of exchange rate changes on cash and cash equivalents	27.00				
Cash and Cash Equivalents at the end of the year	9.00	23,768,448	26,450,949		
Net Operating Cash Flows Per Share	28.00	1.00	0.10		

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

Approved and authorized for issue by the board of directors on 27 October 2022 and signed for and on behalf of the board.

**Igbal Ahmed** 

Director

O K Chowdhury, FCA

Director

Mohammed Humayun Kabir FCA

Chief Executive

Jesmin Ara Mitu

Head of Finance & Accounts

As per our separate report of even date annexed.

Dated, Dhaka 27 October 2022 M. J. ABEDIN & CO. **Chartered Accountants** 

Reg No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

As at and for the year ended 30 June 2022

## 1 The background and activities of the Company

#### 1.1 Status of the Company

Shinepukur Ceramics Limited (SCL/the company) was incorporated in Bangladesh on 26 January 1997 under the Companies Act, 1994 as a Private Limited Company and launched its manufacturing operation in 1999. The Company was converted into a Public Limited Company on 7 May 2008. The Shares of the Company have been listed in the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) on 18 November 2008 under the DSE and CSE Direct Listing Regulations 2006.

The registered office of the company is located at House No.17, Road No.2, Dhanmondi R/A, Dhaka. The industrial units are located at Sarabo of Gazipur.

## 1.2 Principal Activities

The company operates in a single industry segment. It is engaged in manufacturing and marketing of high-quality Porcelain and high value-added Bone China Tableware, which it sells in the local as well as international markets.

## 2 Bases of Financial Statements - Preparation and Presentation

#### 2.1 Measurement Bases

The financial statements have been prepared on the Historical Cost basis, except lands, buildings and plant & machinery re-stated at current cost and investment in shares of listed companies are carried at fair value based on the period end quoted price of Dhaka Stock Exchange Limited

## 2.2 Reporting Framework and Compliance thereof

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as listed entities with effect from 2 November 2020.

Accordingly, the financial statements have been prepared in accordance with IFRSs (including IASs) and the Companies Act, 1994, the Securities and Exchange Rules 2020. The title and format of these financial statements follow the requirements of IFRSs which are to some extent different from the requirement of the Companies Act, 1994. However, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders.

## 2.3 Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by IAS 1: Presentation of Financial Statements.

The Financial Statements Comprises:

- (a) a statement of financial position as at 30 June 2022;
- (b) a statement of profit or loss and other comprehensive income for the year ended from 01 July 2021 to 30 June 2022;
- (c) a statement of changes in equity for the year ended from 01 July 2021 to 30 June 2022;
- (d) a statement of cash flows for the year ended from 01 July 2021 to 30 June 2022; and
- (e) notes, comprising a summary of significant accounting policies and other explanatory information.

## 2.4 Authorization for Issue

The financial statements have been authorized for issue by the Board of Directors on 27 October 2022.

## 2.5 Functional and Presentation Currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise.

As at and for the year ended 30 June 2022

## 2.6 Reporting Period and Comparative Information

The financial Statements have been prepared for 12(Twelve) months (from 1st July 2021 to 30th June 2022).

Figures for the year ended 30 June 2021 have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the reported result of operation ,Earnings Per Share, Net Asset Value Per Share & Net Operating Cash Flow Per Share in the financial statement.

## 2.7 Use of Estimates and Judgments

The preparation of financial statements in conformity with IFRSs / IASs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and disclosure requirements for contingent assets and liabilities during the year and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors prescribes that the effects of the revision of accounting estimates has to be recognized in the period in which the estimates are revised. Accordingly, adjustment in estimated cost of land & land Development of Taka-185,041,903 has been recognized during the year.

In particular, significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, inventory valuation, accrued expenses and other payables.

#### 2.8 IT system and control

The company maintains its General Ledger in Application system (AS) 400 Server through software MAPICS (Manufacturing Accounting and production Information Control System). Records relating to Human Resource (HR) including Employee's Attendance and Leave Registers and Payroll Accounting etc. and records relating to Operational activities including Production, Inventory, Sales, Receivable, VAT accounting, etc. are maintains in desktop computers through database software (s). Control on input and output end of the data on both (AS) 400 Server and desktop computers are secured. The communication system(s) linked to intranet and internet are also secured from external risk(s) and threat(s) through use of necessary firewall(s).

## 3. Significant Accounting Policies

## 3.1 Revenue Recognition

In compliance with the requirements of IFRS 15: Revenue, revenue from receipts from customers against sales is recognized when all performance obligation have been satisfied. Receipts from customers comprise sales price against export sales and domestic sales

Export sales are considered as revenue at FOB value. Usually export sales are transacted in FOB basis. Where export sales are carried out other than at FOB price, additional costs are added to FOB price, accordingly those added costs (Ocean Freight, Commission Payable, Cost of Insurance etc.) if any, are net off to arrive at FOB value of the said export sales in order to be uniformed in revenue recognition.

## 3.2 Property, Plant and Equipment

## 3.2.1 Recognition and Measurement

Property, plant and equipment (including assets acquired under finance lease) are capitalized at cost of acquisition and subsequently stated at cost revalued amount less accumulated depreciation in compliance with the requirements of IAS 16: Property, Plant and Equipment. The Cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

## 3.2.2 Pre-Operating Expenses and Borrowing Costs

In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalized. Expenses capitalized also include applicable borrowing cost considering the requirement of IAS 23: Borrowing Costs.

As at and for the year ended 30 June 2022

## 3.2.3 Subsequent Expenditure

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repairs and maintenances is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets. All other costs are recognized to the statement of profit or loss and other comprehensive income as expenses if incurred. All up-gradation/ enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

#### 3.2.4 Software

Software is generally charged off as revenue expenditure. Purchase of software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

## 3.2.5 Disposal of PPE

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the statement of profit or loss and other comprehensive income, which is determined with reference to the net book value of the assets and net sales proceeds.

## 3.2.6 Depreciation on PPE

Depreciation is provided on all fixed assets except Land & Land Development at the following rates on reducing balance basis over the periods appropriate to the estimated useful lives of the different types of assets:

Building and Other Construction	2.5%
Plant and Machinery	4.5%
Furniture & Fixture	20%
Transport & Vehicle	20%
Office Equipment	20%

#### 3.3 **Financial Instruments**

Non-derivative financial instruments comprise investment in shares, accounts and other receivables, cash and cash equivalents, borrowings and other payables.

#### 3.3.1 Financial Assets

#### (a) Investment in Shares

Investment in Shares of listed companies are carried in the statement of financial position at fair value based on DSE quoted price at the period end and the gain / loss thereon were accounted for through other comprehensive income considering it as "Available - for - Sale" financial assets.

## (b) Accounts Receivable

Accounts receivable are created at original invoice amount less any provisions for doubtful debts. Provisions are made where there is evidence of a risk of non-payment, taking into account ageing, provision experience and general economic conditions. When an accounts receivable is determined to be uncollectible it is written off, firstly against any provision available and then to the statement of profit or loss and other comprehensive income. Subsequent recoveries of amounts previously provided for are credited to the statement of profit or loss and other comprehensive income.

## (c) Advances and Deposits

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads.

Deposits are measured at payment value.

## (d) Cash and Cash Equivalents

Cash and Cash equivalents are carried in the statement of financial position at cost and include cash in hand and with banks on current and deposit accounts, which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

As at and for the year ended 30 June 2022

## 3.3.2 Financial Liability

Financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability. The company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expired.

Financial liabilities include payable for expenses, liability for capital expenditure and other current liabilities.

## 3.4 Impairment

#### (a) Financial Assets

Accounts receivable and other receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default or delinquency by a debtor, indications that a debtor or issuer will enter bankruptcy, etc.

## (b) Non-Financial Assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Carrying amount of the asset is reduced to its recoverable amount by recognizing an impairment loss if, and only if, the recoverable amount of the asset is less than its carrying amount. Impairment loss is recognized immediately in profit or loss, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset shall be treated as a revaluation decrease.

#### 3.5 Inventories

Inventories are carried at the lower of cost and net realizable value as prescribed by IAS 2: Inventories. Cost is determined on weighted average cost basis. The cost of inventories comprises of expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sale.

## 3.6 Provisions

A provision is recognized in the statement of financial position when the company has legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the date of statement of financial position. Where the effect of time value of money is material, the amount of provision is measured at the present value of the expenditure expected to be required to settle the obligation.

## 3.7 Income Tax Expenses

#### **Current Tax**

Applicable Income Tax Rate is 22.50% on taxable income. However, there are provisions for minimum tax u/s 82(C). Provision for current tax has been made considering the minimum tax payable which is higher than tax would be payable under regular assessment.

#### **Deferred Tax**

Deferred tax is recognised in compliance with IAS 12: Income Taxes, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences based on the laws that have been enacted or substantively enacted by the date of statement of financial position. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate income taxes levied by the same tax authority on the same taxable entity.

As at and for the year ended 30 June 2022

#### Interest Income 3.8

Interest Income is recognized on accrual basis.

#### **Employee Benefits** 3.9

The company maintains both contribution plan and defined benefit plan for its eligible permanent employees.

The company's employee benefits include the following:

(a) Defined Contribution Plan (Provident Fund)

The company contributes to a registered provident fund scheme (defined contribution plan) for employees of the company eligible to be members of the fund in accordance with the rules of the provident fund constituted under an irrecoverable trust. All permanent employees contribute 10% of their basic salary to the provident fund and the company also makes equal contribution.

The company recognizes contribution to defined contribution plan as an expense when an employee has rendered services in exchange for such contribution. The legal and constructive obligation is limited to the amount it agrees to contribute to the fund.

(b) Defined Benefits Plan (Gratuity)

Employees are entitled to gratuity benefit after completion of minimum five years of services in the company. The gratuity is calculated on the latest applicable basic pay and is payable at the rate of one-month basic pay for every completed year of service.

(c) Short-term Employee Benefits

Short-term employee benefits include salary, bonuses, leave encashment etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

(d) Contribution to Workers' Participation/Welfare Funds

This represents 5% of net profit before tax contributed by the Company as per provisions of Bangladesh Labor Act 2013 (amendment) and is payable to workers as defined in the said law.

(e) Group Insurance Scheme

Employees of the company are covered under group life insurance scheme.

#### 3.10 Proposed Dividend

The amount of proposed dividend is not accounted for but disclosed in the notes to the accounts in accordance with the requirements of the International Accounting Standard (IAS) 1: Presentation of Financial Statements. Also, the proposed dividend is not considered as liability in accordance with the requirement of International Accounting Standard (IAS) 10: Events after the Reporting Period, because no obligation exists at the time of approval of accounts and recommendation of dividend by the board of Directors.

## 3.11 Earnings per Share

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 (Numerator)**

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

## Weighted Average Number of Ordinary Shares Outstanding during the year (Denominator)

## **Current Year**

The total number of shares has been considered as the Weighted Average number of Shares outstanding during the year.

#### **Earlier Periods**

The total number of shares has been considered as the Weighted Average Number of Shares outstanding during the year earlier periods.

As at and for the year ended 30 June 2022

The basis of computation of number of shares as stated above is in line with the provisions of IAS 33: "Earnings Per Share".

#### **Diluted Earnings per Share**

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

#### 3.12 Foreign Currency Transactions

The Financial records of the company are maintained and the financial statements are stated in Bangladesh Taka. Foreign currency transactions are recorded at the applicable rates of exchange ruling at the transaction date.

The monetary assets and liabilities, if any, denominated in foreign currencies at the balance sheet date are translated at the applicable rates of exchanges ruling at that date. Exchange differences are charged off as revenue expenditure in compliance with the provisions of IAS 21: The Effects of Changes in Foreign Exchange Rates. However, as a requirement of the companies Act 1994, exchange loss relating to foreign currency loan has been capitalized to relevant fixed assets being procured under the said obligation.

#### 3.13 Statement of Cash Flows

The Statement of Cash Flows has been prepared in accordance with the requirements of IAS 7: Statement of Cash Flows. The cash generated from operating activities has been reported using the Direct Method as encouraged by IAS 7 whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed. However, Cash generated from operating activities using indirect method has also been calculated and disclosed in notes to the accounts (Note: 27)

## 3.14 Events after the Reporting Period

In compliance with the requirements of IAS 10: Events after the Reporting Period, post balance sheets events that provide additional information about the company's position at the balance sheet date are reflected in the financial statements and events after the balance sheet date that are not adjusting events are disclosed in the notes when material.

As at and for the year ended 30 June 2022

# 4.00 Property, Plant and Equipment-Carrying Value : Tk. 4,802,829,025

As at 30 June 2022	<u> اللاللاج</u>		الرجالا			الطا	
	3114724		Amou	unt in Taka			
Particulars	Land & Land Development	Building & Other Construction	Plant & Machinery	Office Equipment	Furniture & Fixture	Transport & Vehicle	Total
Cost or Valuation:							
At 1st July 2021	1,882,071,406	1,864,517,883	3,672,085,071	59,387,466	31,155,868	21,709,479	7,530,927,173
Adjustment (Note-2.7)	185,041,903		72111				185,041,903
Addition during the year		14,724,069	46,654,279	:الكا			61,378,348
Disposal During the year	طالا					1,652,054	1,652,054
At 30 June 2022	1,697,029,503	1,879,241,952	3,718,739,350	59,387,466	31,155,868	20,057,425	7,405,611,564
Depreciation:	الالالتكا	III 311; U	الكاا				
At 1st July 2021	نكاا الد	499,038,190	1,880,772,721	56,413,961	29,145,295	20,637,909	2,486,008,077
Depreciation for the year		34,505,094	82,708,498	594,701	402,115	213,865	118,424,273
Adjustment for Disposal						1,649,811	1,649,811
At 30 June 2022		533,543,284	1,963,481,220	57,008,662	29,547,410	19,201,964	2,602,782,539
Carrying Amount:							
As at 30 June 2022	1,697,029,503	1,345,698,668	1,755,258,130	2,378,804	1,608,458	855,461	4,802,829,025

As at 30 June 2021	<del>,</del> Ulhel			reh!			hehiy
			Amou	unt in Taka			و الصا
Particulars	Land & Land Development	Building & Other Construction	Plant & Machinery	Office Equipment	Furniture & Fixture	Transport & Vehicle	Total
Cost or Valuation:	: الالتحك	Mani:U	الصال				
At 1st July 2020	1,882,071,406	1,861,441,793	3,655,471,460	59,159,466	31,155,868	21,709,479	7,511,009,472
Addition during the year		3,076,090	16,613,611	228,000	3177		19,917,701
At 30 June 2021	1,882,071,406	1,864,517,883	3,672,085,071	59,387,466	31,155,868	21,709,479	7,530,927,173
Depreciation:							
At 1st July 2020		464,025,890	1,796,365,333	55,670,585	28,642,652	20,370,017	2,365,074,477
Depreciation for the year		35,012,300	84,407,388	743,376	502,643	267,892	120,933,600
At 30 June 2021		499,038,190	1,880,772,721	56,413,961	29,145,295	20,637,909	2,486,008,077
Carrying Amount:							
As at 30 June 2021	1,882,071,406	1,365,479,693	1,791,312,350	2,973,505	2,010,573	1,071,570	5,044,919,096

As at and for the year ended 30 June 2022

#### Disclosure on Revaluation:

(a) The break-up of total revaluation surplus as included in the carrying amount is stated below:

		Amount in	Taka	
Particulars	Land & land Development	Building & other Construction	Plant & Machinery	Total
Surplus on Revaluation in 2004	192,466,272	-	-	192,466,272
Surplus on Revaluation in 2008	376,892,108	351,072,849	433,853,724	1,161,818,681
Surplus on Revaluation in 2011	953,362,500	547,975,861	111,066,701	1,612,405,062
Total Surplus on Revaluation	1,522,720,880	899,048,710	544,920,425	2,966,690,015

- (b) M/S G.K.Adjusters Ltd.(Insurance Surveyors, Loss Adjusters, Controllers, Consultants and Valuers) of Chand Mansion (5th floor), 66, Dilkusha Commercial Area, was involved to carry out the revaluation of 2004.
- (c) SF Ahmed & Co, Chartered Accountants, House 25, Road 13A, Block D, Banani, Dhaka 1213 and valuers have revalued the lands, buildings and plant & machinery of the Company as of 31 December 2008, following ""current cost method"". Such revaluation resulted in a revaluation surplus aggregating Tk. 1,161,818,681.
- (d) Ata Khan & Co, Chartered Accountants, 67 Motijheel Commercial Area, Dhaka 1000 and valuers have revalued the lands, buildings and plant & machinery of the Company as of 31 December 2011, following "current cost method". Such revaluation resulted in a revaluation surplus aggregating Tk. 1,612,405,062.

As at and for the year ended 30 June 2022

		Amount in	<del></del>
		as at	
	الحرار وخرجنا الحرار وخرجنا الحرار	30-June-22	30-June-21
5.00	Investment in Shares : Tk. 353,947,312		
	The basis of valuation is stated in Note 3.3.1 (a).  This consists of Investment in Shares of listed Companies as follows:		
	(a) In 65,716 (30.06.2021: 65,716) Shares of Beximco Synthetics Ltd. (Face value Tk. 10.00),(Listed company, Market value Tk. 8.40 per share on 30 June 2022)	552,014	552,014
	(b) In 2,722,614 (30.06.2021: 2,722,614) Shares of Bangladesh Export Import Co. Ltd.(Face value Tk. 10.00),(Listed company, Market value Tk. 129.80 per share on 30 June 2022)	353,395,297	243,673,774
		353,947,312	244,225,78

This is arrived at as follows:

		30.06.2022			30.06.2021	
	Beximco Synthetics Ltd.	Beximco Ltd.	Total	Beximco Synthetics Ltd.	Beximco Ltd.	Total
Opening Balance	552,014	243,673,774	244,225,788	440,297	33,708,571	34,148,868
Adjustment for Sales during the year	FILINE		ع الله		-	
	552,014	243,673,774	244,225,788	440,297	33,708,571	34,148,868
Less: Quoted Price on year end	552,014	353,395,297	353,947,312	552,014	243,673,774	244,225,788
Fair Value Gain/(Loss) on Investment in Shares	0	109,721,523	109,721,524	111,717	209,965,203	210,076,920

# 6.00 Inventories : Tk. 831,778,363

This represents as follows:		
Raw Material & Chemical	207,180,747	141,900,236
Packing Material	16,791,622	4,639,404
Stores & Spares	82,010,439	91,142,767
Work-in-process	279,975,834	275,774,295
Finished Goods	245,819,721	363,105,082
	831,778,363	876,561,784

# 7.00 Accounts & Other Receivables: Tk. 113,967,509

This is considered good and is falling due within the year.

No amount was due by the directors (including Managing Director), managing agent, managers and other officers of the company and any of them severally or jointly with any other person.

No amount was due by any associated undertaking.

# 8.00 Advances, Deposits & Prepayments: Tk. 238,173,229

This is considered good and consists of as follows:
Advances (Note - 8.01)
Deposits (Note - 8.02)

238,173,229	178,374,814
46,273,256	17,090,209
191,899,973	161,284,605
191 899 973	161 284 605

		Amount in 1	aka
		30-June-22	30-June-21
	كاللها خلكا لكاللها خلكاك	30-June-22	30-June-21
3.01	Advances : Tk. 191,899,973		
	This represents as follows:	40.040.000	50.107.100
	L/C-Margin & Others Advance Income Tax (Note - 8.01.01)	40,218,022 150,663,028	52,107,189 108,340,483
	Employees (other than officers)	172,559	425,245
	Advance against Expenses	846,364	411,688
		191,899,973	161,284,605
	No amount was due by the Directors (including Managing Director), Managing Company and any of them severally or jointly with any other person.	Agent, Managers and	other Officers of the
	No amount was due by any associated undertaking.		
	Advances to employees (other than officers) are realisable from monthly salary	in installments.	
3.01.01	Advance Income Tax : Tk. 150,663,028		
	This has been arrived at :		
	Opening Balance	108,340,483	115,170,554
	Add : Paid/Deducted during the year under review ( Note 17.01 )	42,322,545	23,536,016
	Less : Adjustment during the year	العلللللط	(30,366,087)
	Closing Balance	150,663,028	108,340,483
3.02	Deposits : Tk. 46,273,256		
	This represents as follows:		
	VAT Deposit	32,109,277	2,926,230
	Security Deposit	11,408,261	11,408,261
	Bank Guarantee Margin	2,755,718	2,755,718
		46,273,256	17,090,209
9.00	Cash and Cash Equivalents: Tk. 23,768,448		
	This consists of:	الجاالا	
	(a) In Hand:	30,786 23,737,662	178,440
	(b) At Banks in :		26,272,509
	(i) Current Account (ii) STD Account	14,148,558 7,538,825	11,282,243 12,936,987
	(iii) FDR Account	2,050,279	2,053,279
		23,768,448	26,450,949
10.00	Issued Share Capital : Tk. 1,469,660,550		النازيج
10.00			
	This represents :  (a) Authorised :		
	500,000,000 Ordinary Shares of Tk.10/-each	5,000,000,000	5,000,000,000
	(b) Issued, subscribed and paid -up:		
		660,600,000	660,600,000
	66,060,000 Ordinary Shares of Tk.10/-each fully paid-up in cash	000,000,000	000,000,000
	61,736,571 Ordinary Shares of Tk.10/-each fully paid-up bonus shares	617,365,700	617,365,700

As at and for the year ended 30 June 2022

#### (c) **Statement of Share Position:**

Name of the Chambaldon	30-June	-22	30-Jun	e-21
Name of the Shareholders	No. Of Shares	Holding %	No. Of Shares	Holding %
Bangladesh Export Import Co.Ltd.	73,483,009	50.00%	73,483,009	50.00%
Sponsors & Directors		0.00%	4	0.00%
Institutions	7,410,436	5.04%	12,250,355	8.34%
General Public	66,072,606	44.96%	61,232,687	41.66%
	146,966,055	100%	146,966,055	100%

#### (d) **Distribution Schedule:**

	3	0-June-2022	
Share holdings	No. of Shareholders	No.of Shares	Holding %
Less than 500 shares	7,061	978,734	0.67
500 to 5,000 shares	5,409	9,222,585	6.28
5001 to 10,000 shares	807	6,184,372	4.21
10,001 to 20,000 shares	511	7,560,330	5.14
20,001 to 30,000 shares	194	4,900,822	3.33
30,001 to 40,000 shares	77	2,689,202	1.83
40,001 to 50,000 shares	79	3,716,511	2.53
50,001 to 100,000 shares	124	8,874,103	6.04
100,001 to 1,000,000 shares	107	24,995,433	17.01
Over 1,000,000 shares	4	77,843,963	52.97
Total	14,373	146,966,055	100

#### (e) **Market Price:**

The shares of the Company are listed with in the Dhaka and Chittagong Stock Exchanges and quoted at Tk. 51.80 (in 30 June 2021; Tk 25.50) per share in the Dhaka Stock Exchange and Tk. 51.80 per share in the Chittagong Stock Exchange (in 30 June 2021; Tk 25.50).

## Option on unissued shares:

There is no option regarding authorized capital not yet issued but can be used to increase the issued, subscribed and paid up capital through the issuance of new shares.

# **Voting Rights:**

The rights and privileges of the shares are stated in the Bye-laws (Articles of Association) of the Company.

## 11.00 Revaluation Surplus on Property, Plant and Equipment : Tk. 2,966,690,015

This is as per last year accounts. Details are stated in Note - 4.

		Amount in 1	aka
		as at 30-June-22	30-June-21
.00	Long Term Loans- Net-Off Current Maturity (Secured): Tk. 143,475,614		
	This represents loans from :		
	Bank Asia Ltd Term Loan		39,458,469
	Phoenix Finance & Investment Ltd Term Loan	143,475,614	119,264,234
		143,475,614	158,722,703
	Nature of Security:		
	<ul> <li>(i) Equitable mortgage over the immovable property.</li> <li>(ii) Hypothecation by way of a floating charge on all other movable asse</li> <li>(iii) First Charge over all the finished stock, Work-In-Process and current</li> </ul>		ts.
	Terms of Repayment:		
	Bank Asia Ltd Term Loan :	المحالكا الك	
	In 20 (Twenty) equal Quarterly installments commencing from 30 March 2	017 as per revised sanction	
	Phonix Finance & Investment: In 96 (Ninety six) equal monthly installments commencing from 25 July 20	115 as per revised sanction.	١١١
	Rate of interest:  Bank Asia Ltd Term Loan:  8% p.a. or the lending rate applicable from time to time based on Bank ra	ate / policy	
	Phonix Finance & Investment:		
	Fhonix Finance & Investment.		
	11 % p.a. or the lending rate applicable from time to time based on Bank	rate / policy.	
.00	11 % p.a. or the lending rate applicable from time to time based on Bank  Gratuity Payable: Tk. 148,659,041	rate / policy.	
.00	Gratuity Payable : Tk. 148,659,041  This is arrived at as follows:		
.00	Gratuity Payable : Tk. 148,659,041  This is arrived at as follows: Opening Balance	138,496,316	
.00	Gratuity Payable : Tk. 148,659,041  This is arrived at as follows:	138,496,316 10,594,320	8,065,824
.00	Gratuity Payable : Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year	138,496,316 10,594,320 149,090,636	8,065,824 141,487,659
.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year	138,496,316 10,594,320 149,090,636 (431,595)	8,065,824 141,487,659 (2,991,343
	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance	138,496,316 10,594,320 149,090,636	8,065,824 141,487,659 (2,991,343
	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077	138,496,316 10,594,320 149,090,636 (431,595)	8,065,824 141,487,659 (2,991,343
	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows:	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041	8,065,824 141,487,655 (2,991,343 138,496,310
	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077	138,496,316 10,594,320 149,090,636 (431,595)	8,065,824 141,487,655 (2,991,343 138,496,310
	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041	8,065,824 141,487,655 (2,991,343 <b>138,496,31</b> 0 81,472,07
1.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities	138,496,316 10,594,320 149,090,636 (431,595) <b>148,659,041</b>	8,065,824 141,487,655 (2,991,343 <b>138,496,31</b> 0 81,472,07
1.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077	8,065,824 141,487,659 (2,991,343 <b>138,496,31</b> 0 81,472,077
1.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 - 81,472,077	8,065,824 141,487,655 (2,991,343 <b>138,496,31</b> 81,472,07 <b>81,472,07</b> 5,044,919,09
.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount Less: Revalued amount of Building, Plant & Machinery	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 	8,065,824 141,487,655 (2,991,343 138,496,310 81,472,07 81,472,07 5,044,919,090 (1,443,969,135
1.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 - 81,472,077	8,065,824 141,487,659 (2,991,343 138,496,310 81,472,07 81,472,07 5,044,919,099 (1,443,969,135 (1,882,071,406
1.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense /(Income) is arrived at as follows  Year end WDV of PPE including revalued amount Less: Revalued amount of Building, Plant & Machinery Less: Land and Land Development at Revalued amount	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 - 81,472,077 4,802,829,025 (1,443,969,135) (1,697,029,503)	8,065,824 141,487,659 (2,991,343 138,496,310 81,472,07 81,472,07 5,044,919,099 (1,443,969,135) (1,882,071,406) 1,718,878,550
.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount Less: Revalued amount of Building, Plant & Machinery Less: Land and Land Development at Revalued amount  Year end WDV of PPE excluding revalued amount	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 - 81,472,077 4,802,829,025 (1,443,969,135) (1,697,029,503) 1,661,830,387	8,065,824 141,487,659 (2,991,343 138,496,310 81,472,077 81,472,077 5,044,919,099 (1,443,969,135 (1,882,071,406 1,718,878,556
.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount Less: Revalued amount of Building, Plant & Machinery Less: Land and Land Development at Revalued amount  Year end WDV of PPE excluding revalued amount  Year end tax base WDV of PPE  Taxable Temporary Difference Applicable Tax Rate	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 4,802,829,025 (1,443,969,135) (1,697,029,503) 1,661,830,387 704,984,311 956,846,077 16%	133,421,835 8,065,824 141,487,655 (2,991,343 138,496,316 81,472,073 81,472,073 5,044,919,096 (1,443,969,135 (1,882,071,406 1,718,878,556 930,098,425 788,780,127 18%
.00	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount Less: Revalued amount of Building, Plant & Machinery Less: Land and Land Development at Revalued amount  Year end WDV of PPE excluding revalued amount  Year end tax base WDV of PPE  Taxable Temporary Difference Applicable Tax Rate  Deferred Tax Liability before unabsorbed tax depreciation benefit	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 81,472,077 4,802,829,025 (1,443,969,135) (1,697,029,503) 1,661,830,387 704,984,311 956,846,077 16% 153,095,372	8,065,824 141,487,659 (2,991,343 138,496,316 81,472,073 81,472,073 5,044,919,096 (1,443,969,135 (1,882,071,406 1,718,878,556 930,098,429 788,780,123 18% 138,825,303
	Gratuity Payable: Tk. 148,659,041  This is arrived at as follows: Opening Balance Add: Addition during the year  Less: Payment during the year  Closing Balance  Deferred Tax Liability: Tk. 81,472,077  Deferred Tax Liability is arrived at as follows: Opening Deferred Tax Liabilities Deferred Tax Expense /(Income): 14.02  Closing Deferred Tax Liabilities  Deferred Tax Expense/(Income) is arrived at as follows  Year end WDV of PPE including revalued amount Less: Revalued amount of Building, Plant & Machinery Less: Land and Land Development at Revalued amount  Year end WDV of PPE excluding revalued amount  Year end tax base WDV of PPE  Taxable Temporary Difference Applicable Tax Rate	138,496,316 10,594,320 149,090,636 (431,595) 148,659,041 81,472,077 4,802,829,025 (1,443,969,135) (1,697,029,503) 1,661,830,387 704,984,311 956,846,077 16%	8,065,824 141,487,659 (2,991,343 138,496,310 81,472,077 81,472,077 5,044,919,096 (1,443,969,135 (1,882,071,406 1,718,878,556 930,098,429 788,780,127 18%

Deferred Tax Expense for the year  Deferred Tax Expense for the year:  Deferred Tax Expense for the year:  Deferred Tax Expense for the year:  Solid is a listed company and as per ITO 1984, tax rate for FY2021-'22 (AY 2022-is 12% on income from Export sales and 20% on income from domestic sales. However, the tax authorities may increthe tax rate to 22.5% from 20% on income from domestic sales. However, the tax authorities may increthe tax rate to 22.5% from 20% on income from domestic sales. However, the tax authorities may increthe tax rate to 22.5% from 20% on income from domestic sales. However, the tax authorities may increthe tax rate to 22.5% from 20% on income from domestic sales. However, the tax authorities may increthe tax rate to 22.5% from 20% on income from domestic sales not pelled that the SCL has not met the conditions in regard. Accordingly for deferred tax calculation, applicable tax rate has been considered at 16% based on the calcular as shown below:  A) Calculation if Ratio on Export & Domestic Sales:  Export Sales  Domestic Sales  1,647,161,332  1009  B) Calculation of Applicable Tax Rate:  On Export Sales  On Export Sales  0.58 x 12%  79 On Domestic Sales  4,29 Applicable tax Rate  169  Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deductes sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In or words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022   OShort Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Sec	(	Amount in T	aka
O2 Deferred Tax Expense is arrived at as follows Closing Balance of Deferred Tax Liability 81,472,077 81,472,077 Opening Balance of Deferred Tax Liability 81,472,077 Opening Balance of Deferred Tax Liability 81,472,077  Deferred Tax Expense for the year  Deferred Tax Expense for the year:  Deferred Tax Expense for th			
Closing Balance of Deferred Tax Liability Opening Balance of Deferred Tax Liability  Deferred Tax Expense for the year  D	المراز كبيدي الجراب المراب المراب المراب المراب	30-June-22	30-June-21
Deferred Tax Expense for the year  Deferred Tax Expense for the year: SCL is a listed company and as per ITO 1984, tax rate for FY2021-'22 (AY 2022-is 12% on income from Export sales and 20% on income from domestic sales. However, the tax authorities may incret the tax rate to 22.5% from 20% on income from domestic sales. However, the tax authorities may incret the tax rate to 22.5% from 20% on income from domestic sales on the plea that the SCL has not met the conditions in regard. Accordingly for deferred tax calculation, applicable tax rate has been considered at 16% based on the calcular as shown below:  A) Calculation if Ratio on Export & Domestic Sales:  Export Sales  Domestic Sales  Domestic Sales  B) Calculation of Applicable Tax Rate:  On Export Sales  On Export Sales  On Domestic Sales  1,647,161,332  1009  B) Calculation of Applicable Tax Rate:  On Export Sales  On Domestic Sales  0.58 x 12%  79  On Domestic Sales  169  Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducter sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022  D) Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  New Dacca Industries Ltd. (Unsecured interest Free)  32,500,000  36,500,000	02 Deferred Tax Expense is arrived at as follows		
Deferred Tax Expense for the year  Deferred Tax Expense for the year: SCL is a listed company and as per ITO 1984, tax rate for FY2021-'22 (AY 2022-is 12% on income from Export sales and 20% on income from domestic sales. However, the tax authorities may incre the tax rate to 22.5% from 20% on income from domestic sales on the plea that the SCL has not met the conditions in regard. Accordingly for deferred tax calculation, applicable tax rate has been considered at 16% based on the calcular as shown below:  A) Calculation if Ratio on Export & Domestic Sales:  Export Sales  962,928,830  589  Domestic Sales  962,928,830  589  Domestic Sales  1,647,161,332  1009  B) Calculation of Applicable Tax Rate:  On Export Sales  0.58 x 12%  79  On Domestic Sales  0.42 x 22.5%  99  Applicable tax Rate  169  Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducte sources, there is no room for adjustment of the "Temporary Differences" between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022  On Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd U.C Under Stimulus Package Industries (Covid-19 Loan)  132,131,908  168,664,75  New Dacca Industries Ltd. (Unsecured interest Free)  32,500,000  36,500,000	Closing Balance of Deferred Tax Liability		81,472,07
Deferred Tax Expense for the year: SCL is a listed company and as per ITO 1984, tax rate for FY2021-'22 (AY 2022-is 12% on income from Export sales and 20% on income from domestic sales. However, the tax authorities may incre the tax rate to 22.5% from 20% on income from domestic sales on the plea that the SCL has not met the conditions in regard. Accordingly for deferred tax calculation, applicable tax rate has been considered at 16% based on the calcular as shown below:  A) Calculation if Ratio on Export & Domestic Sales:  Export Sales  A) Calculation if Ratio on Export & Domestic Sales:  Export Sales  B) G82,928,830  B) Calculation of Applicable Tax Rate:  On Export Sales  On Export Sales  On Domestic Sales  On Domestic Sales  On Domestic Sales  On Domestic Sales  On Export	Opening Balance of Deferred Tax Liability	(81,472,077)	81,472,07
is 12% on income from Export sales and 20% on income from domestic sales. However, the tax authorities may incre the tax rate to 22.5% from 20% on income from domestic sales on the plea that the SCL has not met the conditions in regard. Accordingly for deferred tax calculation, applicable tax rate has been considered at 16% based on the calcular as shown below:  A) Calculation if Ratio on Export & Domestic Sales:  Export Sales  Domestic Sales  Domestic Sales  P62,928,830  S88  Domestic Sales  P62,928,830  S89  Domestic Sales  P64,232,502  For Incomplete Tax Rate:  On Export Sales  On Domestic Sa	Deferred Tax Expense for the year		
Export Sales Domestic	is 12% on income from Export sales and 20% on income from domestic sales. the tax rate to 22.5% from 20% on income from domestic sales on the plea that regard. Accordingly for deferred tax calculation, applicable tax rate has been contained to the containing th	However, the tax auth the SCL has not met	norities may incre the conditions in
Total Sales    Total Sales   1,647,161,332   1009   B) Calculation of Applicable Tax Rate:    On Export Sales   0.58 x 12%   79   On Domestic Sales   0.42 x 22.5%   99   Applicable tax Rate   169   Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducter sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022    OD Short Term Loans From Banks & Other: Tk. 834,759,861   This is secured and consists of as follows:   Sonali Bank Ltd CC (H) (Secured)   536,082,481   553,446,02   550,001   550,002   500,000   500,000   500,000   500,000   500,000   500,000   500,000   500,000   500,000   36,500,00	A) Calculation if Ratio on Export & Domestic Sales :		
Total Sales    Total Sales   1,647,161,332   1009   B) Calculation of Applicable Tax Rate:    On Export Sales   0.58 x 12%   79   On Domestic Sales   0.42 x 22.5%   99   Applicable tax Rate   169   Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducter sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022    OD Short Term Loans From Banks & Other: Tk. 834,759,861   This is secured and consists of as follows:   Sonali Bank Ltd CC (H) (Secured)   536,082,481   553,446,02   550,001   550,002   500,000   500,000   500,000   500,000   500,000   500,000   500,000   500,000   500,000   36,500,00		962,928,830	589
B) Calculation of Applicable Tax Rate:  On Export Sales On Domestic Sales On Domesti			429
On Export Sales On Domestic Sa	Total Sales	1,647,161,332	1009
On Domestic Sales  Applicable tax Rate  169  Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducter sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022  ON Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)  New Dacca Industries Ltd. (Unsecured interest Free)  32,500,000  36,500,000	B) Calculation of Applicable Tax Rate:		
Applicable tax Rate  Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducter sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022  Do Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)  New Dacca Industries Ltd. (Unsecured interest Free)  32,500,000  36,500,000			
Since current year's tax expenses under regular assessment is estimated to be equal to the total amount of tax deducters ources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022  Do Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)  New Dacca Industries Ltd. (Unsecured interest Free)  32,500,000			
sources, there is no room for adjustment of the 'Temporary Differences' between accounting and tax depreciation. In of words, the amount of temporary differences remain 'unabsorbed' during the year and therefore no provision for defer tax expense/(Income) is applicable for the year 2021-2022  Do Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)  New Dacca Industries Ltd. (Unsecured interest Free)  32,500,000  36,500,000	Un Domestic Sales	0.42 x 22.5%	99
New Dacca Industries Ltd. (Unsecured interest Free) 32,500,000 36,500,00	Applicable tax Rate  Since current year's tax expenses under regular assessment is estimated to be e	equal to the total amou	16%
	Applicable tax Rate  Since current year's tax expenses under regular assessment is estimated to be esources, there is no room for adjustment of the 'Temporary Differences' between words, the amount of temporary differences remain 'unabsorbed' during the year expense/(Income) is applicable for the year 2021-2022  OShort Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows: Sonali Bank Ltd CC (H) (Secured) Sonali Bank Ltd LTR (Secured)	equal to the total amount accounting and tax of ear and therefore no period of the state of the	nt of tax deducted depreciation. In other provision for defer 553,446,02 71,795,95
	Applicable tax Rate  Since current year's tax expenses under regular assessment is estimated to be esources, there is no room for adjustment of the 'Temporary Differences' between words, the amount of temporary differences remain 'unabsorbed' during the yetax expense/(Income) is applicable for the year 2021-2022  ON Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows: Sonali Bank Ltd CC (H) (Secured) Sonali Bank Ltd LTR (Secured) Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)	equal to the total amount accounting and tax of ear and therefore no period of the state of the	depreciation. In ot
00 Long Term Loans - Current Maturity (Secured) : Tk. 235,641,732	Since current year's tax expenses under regular assessment is estimated to be esources, there is no room for adjustment of the 'Temporary Differences' between words, the amount of temporary differences remain 'unabsorbed' during the year expense/(Income) is applicable for the year 2021-2022  ON Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)  New Dacca Industries Ltd. (Unsecured interest Free)	equal to the total amount accounting and tax of ear and therefore no period of the state of the	553,446,02 71,795,95 168,664,75 36,500,00
700 Long Term Loans - Current Maturity (Secured) : Tk. 235,641,732  This consists of as follows:	Since current year's tax expenses under regular assessment is estimated to be e sources, there is no room for adjustment of the 'Temporary Differences' between words, the amount of temporary differences remain 'unabsorbed' during the yetax expense/(Income) is applicable for the year 2021-2022  ON Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows:  Sonali Bank Ltd CC (H) (Secured)  Sonali Bank Ltd LTR (Secured)  Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan)  New Dacca Industries Ltd. (Unsecured interest Free)	equal to the total amount accounting and tax of ear and therefore no period of the state of the	553,446,02 71,795,95 168,664,75 36,500,00
Do Long Term Loans - Current Maturity (Secured): Tk. 235,641,732  This consists of as follows:  Bank Asia LtdTerm Loan  69,738,405  73,973,58	Since current year's tax expenses under regular assessment is estimated to be e sources, there is no room for adjustment of the 'Temporary Differences' between words, the amount of temporary differences remain 'unabsorbed' during the yetax expense/(Income) is applicable for the year 2021-2022  Do Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows: Sonali Bank Ltd CC (H) (Secured) Sonali Bank Ltd LTR (Secured) Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan) New Dacca Industries Ltd. (Unsecured interest Free)	536,082,481 134,045,472 132,131,908 32,500,000 834,759,861	553,446,02 71,795,95 168,664,75 36,500,00
This consists of as follows:	Since current year's tax expenses under regular assessment is estimated to be e sources, there is no room for adjustment of the 'Temporary Differences' between words, the amount of temporary differences remain 'unabsorbed' during the yetax expense/(Income) is applicable for the year 2021-2022  Do Short Term Loans From Banks & Other: Tk. 834,759,861  This is secured and consists of as follows: Sonali Bank Ltd CC (H) (Secured) Sonali Bank Ltd LTR (Secured) Sonali Bank Ltd W.C Under Stimulus Package Industries (Covid-19 Loan) New Dacca Industries Ltd. (Unsecured interest Free)	536,082,481 134,045,472 132,131,908 32,500,000 834,759,861	169 Int of tax deducte depreciation. In or or oversion for defermination for defermi

This consists of as follows: Gas & Electricity Gas & Electricity Creditors for Goods Income Tax Payable (Note-17.01) Salary & Wages Salary & Sal		Amount in 1	Taka
This consists of as follows:   Gas & Electricity			00.1
Gas & Electricity       12,578,457       7,378, Creditors for Goods       80,951,995       408,806, income Tax Payable (Note-17.01)       108,028,513       65,705, Salary & Wages       58,862,895       48,181, May 18,181, May 18,182, May 18,183       12,628, May 18,181, May 18,183       12,628, May 18,181, May 18,183       12,628, May 19,000       6,190, May 19,000       6,190, May 19,000       6,190, May 19,000       6,190, May 19, Ma	ضرفاض الكراز وضرفاض الأك	30-June-22	30-June-21
Gas & Electricity	.00 Creditors, Accruals and Other Payables: Tk. 286,533,660		
Creditors for Goods	This consists of as follows:		
Income Tax Payable (Note-17.01)	Gas & Electricity	12,578,457	7,378,520
Salary & Wages       58,862,895       48,181,1         Provident Fund Employee       4,168,683       12,628,365         Interest Payable       4,985,356       1,981,4         Security Deposit       7,190,000       6,190,4         WPPF Payable       8,077,823       4,818,1         TDS Payable       500,111       2,975,6         Group Insurance Payable       384,647       940,3         Audit Fees Payable       805,000       805,100         This is arrived at as follows:         Opening Balance       65,705,968       87,854,4         Add: Tax provision for the year (Note-8.01.01)       42,322,545       11,548,5         Short/(Excess) Provision for previous years       -       (3,330,8         Less: Adjustment againest AIT       (30,366,0         Closing Balance       108,028,513       65,705,968,60         This is made up as follows:       10,07,2021-30,06,202       01,07,2020-30,06,202         8.00 Revenue: Tk. 1,722,741,566       1,030,822,830       629,111,         A. Export Sales       962,928,830       589,428,428,428,428,428,428,428,428,428,428		80,951,995	408,806,652
Provident Fund Employee	Income Tax Payable (Note-17.01)	108,028,513	65,705,968
Interest Payable	Salary & Wages	58,862,895	48,181,876
Security Deposit	Provident Fund Employee	4,168,863	12,628,381
Security Deposit	Interest Payable	4,985,356	1,981,950
WPPF Payable       8,077,823       4,819;         TDS Payable       500,111       2,975,         Group Insurance Payable       384,647       940,         Audit Fees Payable       805,000       805,         286,533,660       560,414,         7.01 Income Tax Payable : Tk. 108,028,513         This is arrived at as follows :         Opening Balance       65,705,968       87,854,         Add: Tax provision for the year (Note-8.01.01)       42,322,545       11,548,         Short/(Excess) Provision for previous years       -       (3,330,8         Less: Adjustment againest AIT       -       (30,366,0         Closing Balance       108,028,513       65,705,96         Amount in Taka         01.07.2021-30.06.2022       01.07.2020-30.06.20         8.00 Revenue : Tk. 1,722,741,566         This is made up as follows :         1,030,822,830       629,111,         A. Export Sales       962,928,830       589,428,         Export Sales ( Cash Subsidy )       67,894,000       39,682,         B. Local Sales       684,232,502       764,447,4         Distributors       451,969,525       500,076,1         Institutional			6,190,000
TDS Payable			4,819,841
Group Insurance Payable   384,647   940,   Audit Fees Payable   805,000   805,600			2,975,496
Audit Fees Payable 805,000 805,1 286,533,660 560,414,1 7.01 Income Tax Payable : Tk. 108,028,513 This is arrived at as follows : Opening Balance 65,705,968 87,854,1 Add: Tax provision for the year (Note-8.01.01) 42,322,545 11,548,1 Shott/(Excess) Provision for previous years - (3,330,8 Less: Adjustment againest AIT - (30,366,000) Closing Balance 108,028,513 65,705,000  Closing Balance 108,028,513 65,705,000  Amount in Take 01,072,021-30,06,2022 01,072,020-30,06,200  8.00 Revenue : Tk. 1,722,741,566  This is made up as follows :  A. Export Sales 996,928,830 629,111, A. Export Sales 996,928,830 589,428, 28, 28, 28, 28, 28, 28, 28, 28, 28,			940,393
Response			805,000
7.01 Income Tax Payable : Tk. 108,028,513  This is arrived at as follows : Opening Balance			560,414,081
This is arrived at as follows: Opening Balance Add: Tax provision for the year (Note-8.01.01) Add: Tax provision for the year (Note-8.01.01) Add: Tax provision for previous years Less: Adjustment againest AIT Closing Balance  Tolosing Balance  To			
Opening Balance       65,705,968       87,854,4         Add: Tax provision for the year (Note-8.01.01)       42,322,545       11,548,         Short/(Excess) Provision for previous years       -       (3,330,8         Less: Adjustment againest AIT       -       (30,366,0         Closing Balance       108,028,513       65,705,9         Amount in Taka on 1.07.2021-30.06.2022       01.07.2020-30.06.202         B.00 Revenue: Tk. 1,722,741,566       1,030,822,830       629,111,7         A. Export Sales Export Sales (Cash Subsidy)       962,928,830       589,428,70         B. Local Sales       684,232,502       764,447,4         Distributors       451,969,525       500,076,1         Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,482,4         Factory Sales       81,042,545       57,482,4			
Add: Tax provision for the year (Note-8.01.01)  Short/(Excess) Provision for previous years Less: Adjustment againest AIT  Closing Balance  108,028,513  Amount in Taka 01.07.2021-30.06.2022  8.00 Revenue: Tk. 1,722,741,566  This is made up as follows:  1,030,822,830 Export Sales Export Sales Export Sales Export Sales Distributors Institutional Distributors Di			
Short/(Excess) Provision for previous years			87,854,217
Less: Adjustment againest AIT - (30,366,0 Closing Balance 108,028,513 65,705,5		42,322,545	11,548,723
Closing Balance       108,028,513       65,705,6         Amount in Taka         01.07.2021-30.06.2022       01.07.2020-30.06.202         8.00 Revenue: Tk. 1,722,741,566         This is made up as follows:         1,030,822,830       629,111,7         A. Export Sales       962,928,830       589,428,4         Export Sales (Cash Subsidy)       67,894,000       39,682,7         B. Local Sales       684,232,502       764,447,4         Distributors       451,969,525       500,076,1         Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,4         Factory Sales       81,042,545       57,482,4			(3,330,885)
Amount in Taka	Less: Adjustment againest AIT	midelishedi	(30,366,087)
Revenue : Tk. 1,722,741,566	Closing Balance	108,028,513	65,705,968
B.00 Revenue : Tk. 1,722,741,566		Amount in 1	Taka
### This is made up as follows:    This is made up as follows:   1,030,822,830   629,111,300,822,830   629,111,300,822,830   629,111,300,822,830   629,111,300,822,830   629,111,300,110,300,320,830   629,111,300,322,830   629,111,300,322,830   629,111,300,300,300,300,300,300,300,300,300			
This is made up as follows:  1,030,822,830 629,111,3  A. Export Sales (Cash Subsidy)  B. Local Sales  Distributors Institutional Show Room Factory Sales  1,030,822,830 589,428,0 962,928,830 67,894,000 39,682,  67,894,000 39,682,  684,232,502 764,447,0 141,900,176 201,217,0 9,320,256 5,670,0 81,042,545 57,482,0		0110112021 0010012022 0	110712020 0010012021
A. Export Sales Export Sales (Cash Subsidy)       962,928,830 (67,894,000)       589,428,6 (67,894,000)         B. Local Sales       684,232,502       764,447,6 (76,447,47)         Distributors Institutional Show Room Factory Sales       9,320,256 (5,670,482,645)       57,482,645	3.00 Revenue : Tk. 1,722,741,566		
A. Export Sales Export Sales (Cash Subsidy)       962,928,830 67,894,000       589,428,0 39,682,000         B. Local Sales       684,232,502       764,447,400         Distributors Institutional Show Room Factory Sales       95,928,830 67,894,000       39,682,700         81,042,545       500,076,000       500,076,000         81,042,545       57,482,000	This is made up as follows :		
Export Sales ( Cash Subsidy )       67,894,000       39,682,7         B. Local Sales       684,232,502       764,447,4         Distributors       451,969,525       500,076,1         Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,9         Factory Sales       81,042,545       57,482,6		1,030,822,830	629,111,337
B. Local Sales       684,232,502       764,447,6         Distributors       451,969,525       500,076,6         Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,9         Factory Sales       81,042,545       57,482,6	A. Export Sales	962,928,830	589,428,637
Distributors       451,969,525       500,076,6         Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,9         Factory Sales       81,042,545       57,482,6	Export Sales ( Cash Subsidy )	67,894,000	39,682,700
Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,4         Factory Sales       81,042,545       57,482,6	B. Local Sales	684,232,502	764,447,069
Institutional       141,900,176       201,217,3         Show Room       9,320,256       5,670,4         Factory Sales       81,042,545       57,482,6	Distributors	451.969.525	500,076,609
Show Room       9,320,256       5,670,9         Factory Sales       81,042,545       57,482,0			201,217,378
Factory Sales 81,042,545 57,482,0			5,670,991
			57,482,091
(i Scrap Sales / hxh 234 h /h4 h	C. Scrap Sales	7,686,234	5,754,136
1,722,741,566 1,399,312,4	C. Corup Guico	lliam <del>mialiil</del> u	J <del> </del>

		Amount	in Taka
		01.07.2021-30.06.2022	01.07.2020-30.06.2021
9.00	Cost of Goods Sold : Tk. 1,433,402,447		
	This is arrived at as follows:		
	Raw Material Issued (Note- 19.01)	544,235,067	447,816,84
	Opening WIP	275,774,295	285,884,44
	Material available for consumption	820,009,362	733,701,29
	Closing WIP	(279,975,834)	(275,774,295
	Consumption	540,033,528	457,926,99
	Manufacturing overhead ( Note- 19.03 )	887,092,485	718,943,39
	Cost of production	1,427,126,013	
	Opening Finished Goods	363,105,082	352,668,19
	Adjustment for Mould & Sagger	(111,008,927)	002,000,10
			4 500 500 50
	Cost of Goods Available for Sale Closing Finished Goods	<b>1,679,222,168</b> (245,819,721)	<b>1,529,538,58</b> (363,105,082
	Cost of Goods Sold	1,433,402,447	1,166,433,50
	Adjustment for Mould & Sagger(not being saleable finished	goods).	
19.01	Raw Material Issued: Tk. 544,235,067		
	This is arrived at as follows:		
	Opening Stock of Raw Material	141,900,236	163,164,40
	Purchased of Raw Material	609,515,578	426,552,67
		751,415,814	589,717,07
	Closing Stock of Raw Material	(207,180,747)	(141,900,236
	Raw Material Issued	544,235,067	447,816,84
19.02	Quantity Information	Quantity in KG	Quantity in KO
	Opening Stock of Raw Materials in Quantity	1,375,371	1,722,53
	Add: Purchase fo Raw Materials in Quantity	9,581,587	8,073,77
	Availabe for Use	10,956,958	
	Less: Raw Material Issued in Quantity	9,142,441	
	Closing Raw Materials in Quantity	1,814,517	1,375,37
	The company manufactures tableware of different shapes, or		
	and liquid inputs, and therefore quantification of the WIP ar Similarly, packing's materials are used in small/large boxe pieces ,quantification in weight of which are not practicable	nd the finished goods in weight with a es of (printed or unprinted) cartoon p	accuracy is very diffic
9.03	Manufacturing Overhead : Tk. 887,092,485		
	This consists of as follows:		
	Wages,etc	407,353,834	341,845,72
	Depreciation	117,244,388	119,419,68
	Packing Materials	158,279,773	80,525,14
	Power & Fuel	111,787,897	100,919,16
	Consumable Stores & Spares Transport Expenses	55,637,346 12,284,361	52,142,63 11,983,39
	Office Expenses	17,710,939	6,601,32
	Insurance Expense	3,535,826	3,164,63
	Communication Expenses	799,333	670,64
	Handling & Carrying Expenses	2,458,788	1,671,05

	Amount in Taka	
	01.07.2021-30.06.2022	01.07.2020-30.06.2021
0.00 Other Income: Tk. 10,277,835		
This consists of as follows :		
Dividend Income	9,529,149	1,361,306
Misc.Income-Employees' Provident Fund Forfeiture Account	43,323	1,301,300
Interest received	179,216	
Misc Income-Transport & Vehicle Sale	403,757	
Misc. Income	122,390	655,863
Wisc. Income	10,277,835	2,017,169
1.00 Administrative Expenses : Tk. 58,347,514	10,211,000	2,017,100
This consists of as follows:	41,001,001	04 040 415
Salaries & Allowances	41,861,021	34,048,415
Depreciation Office Expanses	1,179,885	1,513,912
Office Expenses	7,582,709	6,739,474
Transport Expenses	3,593,603	2,875,343
Legal, Professional & Others Fees	715,750	228,550
AGM Expenses	264,100	304,930
Communication Expenses	655,226	536,119
Occupancy Expenses	71,300	481,239
Conveyance Expenses	675,219	1,013,876
Utilities Expenses		185,363
Audit Fee (Including VAT @15%)	805,000	805,000
General Expenses		
Handling & Carrying Expenses	943,701	500,076
	58,347,514	49,232,297
2.00 Selling & Distribution Expenses : Tk. 59,797,048		
This consists of as follows :		
Promotional Expenses	8,507,169	2,402,685
Salaries & Allowances	31,835,313	28,517,561
Occupancy Expenses	5,331,237	3,949,191
Transport Expenses	2,911,560	1,901,418
Office Expenses	1,903,299	3,813,329
Communication Expenses	490,878	451,456
Travelling & Conveyance Expenses	8,163,081	1,719,069
Show Room Expenses	250,061	218,155
Utilities Expenses		47,799
Handling & Carrying Expenses	19,630	48,302
Legal & Prof.Expenses	384,820	362,355
Product Research & Sample		6,068,165
الالاستهجاجة الالالتان التالية	59,797,048	49,499,485
الكازاركا ويواليكاني	33,131,040	10,100,100
3.00 Finance Cost : Tk. 76,154,801		
This consists of as follows:		
Interest on Loan from Banks & Others	72,109,302	75,729,985
Bank Commission & Charges	4,045,499	3,108,083
	76,154,801	78,838,068

As at and for the year ended 30 June 2022

		Amount in Taka	
Ш		01.07.2021-30.06.2022	01.07.2020-30.06.2021
) Inc	ome Tax Expenses/(Income): Tk. 42,322,545		
This	s represents:		
(a)	Current Tax:		
	Tax for the year under review	42,322,545	11,548,72
	Short/ (Excess) Provision for previous years	نللتحللك	(3,330,88
	Current Tax	42,322,545	8,217,83
(b)	Deferred Tax (Income) / Expenses Note- 14.02		
	Total (a+b)	42,322,545	8,217,83
a) (	Current Tax : There are laws for minimun tax payable. Minimum Tax payable by the Con	npany is calculated as fo	llowes:
	1) U/S 82C(4) 0.60% on Gross Receipts(turnover+other income).	9,933,578	
	2) U/S 82C (1):	15,659,023	الكاالط
	i) Tax deducted at source(TDS) @ 3-7% on supply of goods u/s 52 & rules 16(1) ii) Tax deduction at source(TDS) @ 0.5%/(1% from FY 2022-23) on	2,707,008	
	Export Sales u/s-53BB/ 53 BBBB.	4,256,785	
	iii) Tax deduction at source @ 10% on Cash subsidy u/s 53DD.	6,789,400	
	iv) Tax deduction at source @ 20% on Dividend Income u/s 54	1,905,830	
	3) Higher of 1 & 2 above	15,659,023	
	4) Add: Tax Liability u/s 30B @ 22.5% on extimated disallowance on u/s 30 5) Minimum Tax payable (non Refundable u/s 82C(2) & estimated Tax u/s 30B),3+4 al	1,094,625 bove 16,753,648	
	6) Estimated Tax liability u/s 83 (regular assessment): Tax authorities assess the tax liability adding arbitrarily disallowed expenditures, payables and increasing GP to avoid the refund of the excess TDSs. Even if there is any remission in Appeal stages, the refund of excess TDS is rare. Therefore, estima tax liabilities is considered equal to total TDSs made during the year as follows:		
	i) Non Refundable TDSs as shown in 2 above	15,659,023	
	ii) Add – Refundable TDSs @ 5% of imported materials u/s 53 & Rules 17A. Estimated Tax Liabilities under regular assessment.	26,663,522 42,322,545	
	7) Current year's provision for income tax expenses has therefore, been made as per u/s 82C (8), being the regular tax is estimated to be higher than the refundal		
	minimum tax, as shown in 6 above.	42,322,545	
	b) Deffered Tax( Income)/Expenditure: Since current year's tax expenses under total amount of tax deducted at sources, there is no room for adjustment of the depreciation. In other words, the amount of temporary differences remain 'unabs' deffered tax expenses/(income) is applicable for the year 2021-2022.	e 'Temporary Differences	s' between accounting 8
) Bas	sic Earnings Per Share (EPS)		
(a)	Earning Attributable to the Ordinary Shareholders (Net Profit After Tax)	57,979,923	46,378,69
(b)	Weighted Average Number of Ordinary Shares outstanding during the year (Note 3.11)	146,966,055	146,966,05
	EPS (a/b)	0.39	0.3

(Loss) for the year by weighted average number of the shares outstanding during the year.

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

الاهدار الأراك بالاهدار الاهدار الاستجرال	Amount in Taka		
	01.07.2021-30.06.2022	01.07.2020-30.06.2021	
00 Net Asset Value (NAV) per share			
Total Assets	6,364,463,886	6,557,016,86	
Less: Total Liabilities	(1,731,243,255)	(2,054,756,163	
Net Assets	4,633,220,631	4,502,260,698	
Number of Ordinary Shares of Tk. 10 each at Financial Position date.	146,966,055	146,966,05	
Net Asset Value (NAV) per share	31.53	30.6	
00 Reconciliation of Net profit with cash flows from operating activit	ies.:		
Net profit after tax	57,979,923	46,378,69	
Adjustments for noncash items, non-operating items and for the net change	s in operating accruals		
Depreciation	118,424,273	120,933,60	
(Increases)/Decreases in Inventories	44,783,421	26,264,24	
(Increases)/Decreases in Accounts & Other Receivables	72,516,921	(7,782,734	
(Increases)/Decreases in Advances	(30,615,368)	(40,025,995	
(Increases)/Decreases in Deposits	(29,183,046)	8,333,73	
Increases/(Decreases) in Creditors for goods and Other Payables	(100,487,967)	(109,913,539	
Increases/(Decreases) Accruals	11,651,691	(39,674,932	
Increases/(Decreases) Gratuity Payable	10,162,725	5,074,48	
Increases/(Decreases)Unclaimed dividend	(8,254,136)	5,647,31	
	146,978,437	15,234,86	
At the year end, there was no unrealized exchange gain or loss and as su of NOCF.  ON Net Operating Cash Flows Per Share (NOCFPS)	ch no adjustment was red	quired while calcula	
Net cash flows from operating activities	146,978,437	15,234,86	
Number of Ordinary Shares of Tk. 10 each at Financial Position date	146,966,055	146,966,05	
Net Operating Cash Flows Per Share (NOCFPS)	1.00	0.1	
00 Unclaimed dividend			
(a) The dividend payable/unclaimed dividend as on June 30 2022 consist	sts of:		
i) Fy 2020-2021	343,471		
	357,799	5,647,31	
ii) Fy 2019-2020			
ii) Fy 2019-2020 iii) FY2007-2008		3,308,09	

- (i) The Cash Dividend @2.5% declared for the year 2020-2021 were approved by the shareholders in the Annual General Meeting held on December 23, 2021.
- (ii) The Cash Dividend @2% declared for the year 2019-2020 were approved by the shareholders in the Annual General Meeting held on December 19, 2020.
- (iii) Unclaimed dividend of Taka 3,308,091.97 of FY 2007-2008 has been paid on 29-09-2021 as per directive of BSEC dated 06 July 2021.

As at and for the year ended 30 June 2022

Amount	in Taka
01.07.2021-30.06.2022	01.07.2020-30.06.2021

#### 30.00 Payments / Perquisites to Directors and Officers

#### (a) Directors

During the year no amount of money was expended by the company for compensating any member of the board for special services rendered.

During the year no board meeting attendance fee was paid to the directors of the company.

(b) During the year 2021-2022 an amount of Taka 7,300,000 paid as CEO's remuneraion (FY 2020-21 was Tk. 7,000,000).

(C)	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	ce	ıə.

Managerial Remuneration  Bonus	67,990,968 8,408,318	64,001,218 8,053,588
Perquisites: Housing Transport	19,102,496 3,981,336	19,002,473 3,674,875
	99,483,118	94,732,154

## 31.00 Production Capacity, Actual Production and reason of Excess/Short Fall:

	From 01 July 2021 to 30 June 2022			From 01 July 2020 to 30 June 2021				
إزواق	Production Capacity (in Pieces)	Actual Production (in Pieces)	Shortfall (in Pieces)	Capacity Utilization	Production Capacity (in Pieces)	Actual Production (in Pieces)	Shortfall (in Pieces)	Capacity Utilization
Porcelain	16,600,000	11,829,049	4,770,951	71.26%	14,400,000	11,717,699	2,682,301	81.37%
Bone China	5,400,000	3,479,174	1,920,826	64.43%	5,400,000	3,246,418	2,153,582	60.12%

Reason for Shortfall: Production as per market demand.

# **32.00 Capital Expenditure Commitment**

There was no capital expenditure contracted but not incurred or provided for as on 30 June 2022.

There was no material capital expenditure authorised by the board but not contracted for as on 30 June 2022.

# 33.00 Contingent Liabilities

This consists of as follows:

(a) Outstanding letter of credit-	96,804,152	110,326,124

Outstanding letter of (Bank) guarantee to (Titas Gas Transmission and distribution Company Ltd)

13,656,520 13,656,520 110,460,672 123,982,644

No provision is required as on the date of financial position for contingent liabilities.

# 34.00 Claims not Acknowledged

There was no claim against the company not acknowledged as debt as on 30 June 2022.

#### 35.00 Credit Facilities not Availed

There was no credit facilities available to the company but not availed of as on 30 June 2022 under any contract, other than trade credit available in the ordinary course of business.

As at and for the year ended 30 June 2022

#### 36.00 Related Party Disclosure

Name of Related Parties	Nature of Transactions	Value of Transactions During the year	Balance at the year ended 30-Jun-22
Bangladesh Export Import Co. Ltd. Beximco Synthetics Ltd.	Investment in Shares Investment in Shares	109,721,524	353,395,297 552,014
Due to Related Party: New Dacca Industries Limited	Short Term Loan	4,000,000	32,500,000

## 37.00 Financial Risk Management

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

- i) Credit risk
- ii) Liquidity risk
- iii) Market risk

#### Credit risk

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

#### Liquidity risk

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

In extreme stressed conditions, the company may get support from the related company in the form of short term financing.

#### **Market Risk**

Market risk is the risk that any change in market prices such as forigne exchange rates and interest will affect the companys income or the vale of its holdings financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable peramiters

#### (a) Currency Risk

The company is exposed to currency risk on certain revenues and purchases such as revenue from foreign customers and import of raw material, machineries and equipment. Majority of the company's foreign currency transactions are denominated in USD and EURO and relate to procurement of raw materials, machineries and equipment from abroad.

#### **Exposure to Currency Risk**

Foreign Currency Denominated Assets	30-	June-22	30-June-21		
Trade Debtors- Foreign	Foreign Currency	Equivalent Local Currency (Tk.)	Foreign Currency	Equivalent Local Currency (Tk.)	
US\$	1,157,309	107,169,640	1,169,066	97,410,812	
EURO	38,508	3,661,433	383,916	38,614,293	
Total	1,195,817	110,831,074	1,552,982	136,025,105	

As at and for the year ended 30 June 2022

## (b) Interest Rate Risk

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

#### C. (1) Risk(s) from Pandemic (Covid -19):

The virus known as Covid-19, has affected the economy of Bangladesh in general and the operations of the company in perticular. As per general order of the Govt. of Bangladesh, the offices including production facilities of the company were closed down for 66 days during in FY 2019-20 from March 25,2020 to May 31,2020 and for 60 days in FY 2020-21 during April-May 2021. Even beyond these closed down period, due to Covid-19, the operational activities of the company could not be continued during other months in full scale. During July-September 2021 in FY 2021-22 operation of the company was affected on account of following reasons:

- Non presence in work place(s) by the employees fearing infection from the virus and due to restrictions in plying public transports.
- (ii) Non opening /functioning of domestic market/Shops/Retail Stores due to Govt.restriction and/or non showing up of customers.

## C. (2) Impact(s) and management of consequence of Pandemic (Covid-19)

- Disruptions in international supply chain(s)
- Declining of export demand due to slowdown in the world economies.
- (iii) Covid 19 disrupted the movements of goods, increased voyag time and freight charges. Consiquently importing cost at the buyers end increased, causing declining the demand for the product.
- (iv) Lower export affected the cash inflow to the company.
- (v) To manage the liquidity and to pay employees, suppliers and utility bill, the company had to avail the additional CC hypo loan to overcome the liquidity constraints originated from Covid-19 in FY 2020-21.

# (D) Post-pendamic Scenarios-Increased per unit cost of production due to pricier material, increased process loss and lesser production:

The company has been under strains since September 2021 due to Gas & electricity supply crunch resulting from energy price hike in the Global market during the aftermath of the pandemic and subsequent R-U war and US\$ crises. Imported materials are now pricier than pre pandemic period. Gas & Electricity crunch is affecting the company as if a double edged sword: it not only causes lower production but also increase the loss in the production process.

As at and for the year ended 30 June 2022

# 38.00 Payments Made in Foreign Currency:

	01.07.2021-30.06	5.2022	01.07.2020-30.06	.2021
	Amount in Foreign Currency	Equivalent in Tk.	Amount in Foreign Currency	Equivalent in Tk.
Import of Machinery, Equipments & Spares:				
US\$	337,517	28,979,408	98,561	8,216,360
Euro	48,330	4,851,839	26,570	2,698,981
LJP¥	9,912,130	7,593,120	4,931,500	3,895,885
Total		41,424,367		14,811,226
Import of Raw & Packing Material :				
US\$	4,204,263	362,632,487	3,172,668	269,982,582
Euro	832,337	81,796,502	604,979	62,683,891
JP¥	47,849,193	36,730,249	288,271	34,024,924
GBP	385,646	45,198,618	34,955,230	28,203,473
		526,357,856		394,894,870
Total		555,337,264		403,111,230

No other expenses including royalty, technical expert and professional advisory fee, interest, etc. was incurred or paid in foreign currencies except as stated above.

# 39.00 Foreign Exchange Received against Collection from Export Sales:

	01.07.2021-30.06	5.2022	01.07.2020-30.06	.2021
	Amount in Foreign Currency	Equivalent in Tk.	Amount in Foreign Currency	Equivalent in Tk.
Import of Machinery, Equipments & Spares:				
US\$	9,219,509	813,874,783	US\$ 55,72,806	469,230,216
EURO	1,614,406	168,200,290	Euro 4,56,244	159,563,490
Total		982,075,073		628,793,706

## 40.00 Events After The Reporting Period

- a) The Board of Directors recommended 3% cash cividend(i.e TK.0.30 per share for the year 2021-22. The dividend proposal is subject to shareholders' approval at the forthcoming Annual General Meeting.
- b) No circumstance have arisen since this statement of financial position date which would require adjustment to, or disclosure in, the financial statements or notes thereto.

Iqbal Ahmed
Director

O K Chowdhury, FCA
Director

Mohammed Humayun Kabir FCA
Chief Executive

Jesmin Ara Mitu Head of Finance & Accounts

Dated, Dhaka 27 October 2022



#### INDEPENDENT AUDITOR'S REPORT

To the Shareholders of

**BEXIMCO POWER COMPANY LIMITED** 

## Report on the Audit of the Financial Statements

#### **Opinion**

We have audited the financial statements of Beximco Power Company Limited ("the Company"), which comprise the statement of financial position as at 30 June 2022 and 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.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2022, and of its financial performance and its cash flows for the year ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Emphasis of Matters**

As disclosed in note - 06 of the financial statement, share money deposit has not been converted to share capital within 6 months as per FRC notification no. 146/FRC/Adm./circular/2020/01 dated 11 February 2020. Our opinion is not modified in respect of this matter.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 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.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement 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 audit 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 internal control of the Company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

#### INDEPENDENT AUDITOR'S REPORT

To the Shareholders of

**BEXIMCO POWER COMPANY LIMITED** 

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit
  evidences obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt
  on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required
  to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are
  inadequate, to modify our opinion. Our conclusions are based on the audit evidences obtained up to the date of our auditor's
  report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

#### **Report on Other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994, we also report the following:

- (a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- (c) The statement of Financial Position (Balance Sheet) and Statement of Profit or Loss and Other Comprehensive Income (Profit and Loss Account) dealt with by the report are in agreement with the books of account.

Dated, Dhaka 27 November, 2022 M. J. ABEDIN & CO.
Chartered Accountants
Reg. No: N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

		Amount in Taka		
	Notes	30-June-22	30-June-21	
ASSETS				
Non-Current Assets		471,066,944	16,000,000	
Capital Work in Progress		455,066,944		
Investment in Shares	2.00	16,000,000	16,000,000	
Current Assets		7,615,030,999	7,774,457,601	
Preliminary and Pre-Operating Expenses	3.00		455,066,944	
Advance, Deposits and Prepayments		125,300,000	122,300,000	
Due from Related Party	7.00	7,474,904,114	7,186,192,830	
Cash & Cash Equivalents	4.00	14,826,885	10,897,827	
Total Assets		8,086,097,943	7,790,457,601	
EQUITY & LIABILITIES		<u> روسال</u>	الكاالة	
Shareholders' Equity		1,818,584,894	1,832,100,000	
Issued Share Capital	5.00	1,000,000,000	1,000,000,000	
Share Money Deposit	6.00	832,100,000	832,100,000	
Retained Earnings		(13,515,106)		
Current Liabilities		6,267,513,049	5,958,357,601	
Due to Related Party	7.00	4,098,237,626	3,797,441,729	
Creditors and Other Payables	8.00	2,169,275,423	2,160,915,872	
Total Equity & Liabilities		8,086,097,943	7,790,457,601	

The accompanying notes form an integral part of the financial statements.

**Director** 

Director

As per our annexed report of even date.

27 November, 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** Reg.No-N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2022

		Amount in Taka		
راردارا: الالركار الالالالالالالالالالالالالالالالالالا	Notes	2021-2022	2020-2021	
Revenue				
Cost of Revenue		كاااك		
Gross Profit				
Interest Income		4,715,378		
Operating Expenses				
Administrative Expenses	9.00	(17,474,427)	(10,994,006)	
Loss From Operations		(12,759,049)	(10,994,006)	
Finance Cost 10.00		(48,755)	(44,772)	
Net Loss before tax		(12,807,804)	(11,038,778)	
Income Tax Expenses		(707,302)		
Net Loss after tax for the year		(13,515,106)	(11,038,778)	
Other Comprehensive Income for the year		172 W 37E		
Total Comprehensive Loss for the year		(13,515,106)	(11,038,778)	
The accompanying notes form an integral part of these F	inancial Statements	HIIII EU		

Director

As per our annexed report of even date.

27 November, 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** Reg.No-N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2022

		Amount in Taka			
Particulars	Share Capital	Share Money Deposit	Retained Earnings	Total	
Balance as on 1 July 2021	1,000,000,000	832,100,000		1,832,100,000	
Net Profit / (Loss) for the year			(13,515,106)	(13,515,106)	
Balance as on 30 June 2022	1,000,000,000	832,100,000	(13,515,106)	1,818,584,894	

# STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2021

عنا الاستبلاك	Amount in Taka			
Particulars	Share Capital	Share Money Deposit	Retained Earnings	Total
Balance as on 1 July 2020	100,000,000	1,132,900,000		1,232,900,000
Addition/(Adjustment) during the year	900,000,000	(300,800,000)		599,200,000
Net Profit / (Loss) for the year				
Balance as on 30 June 2021	1,000,000,000	832,100,000		1,832,100,000

The accompanying notes form an integral part of the financial statements.

As per our annexed report of even date.

27 November, 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** 

Reg.No-N/A

Hasan Mahmood FCA, Partner

Enrollment No: 564

# STATEMENT OF CASH FLOWS

for the year ended 30 June 2022

	Amount in Taka		
كالكتابياها إكالكتابياها إلا	01-July-21 to 30-June-22	01-July-20 to 30-June-21	
Cash Flows From Operating Activities:			
Collections from turnover and other income etc.	4,715,378		
Payments for costs, expenses & others	(12,114,876)	(567,097,975)	
Interest & charges paid	(48,755)	المراالة المراالة	
Income-Tax paid and/or deducted at sources	(707,302)		
Net cash used in operating activities	(8,155,555)	(567,097,975)	
Cash Flows from Investing Activities:	<u> </u>	ا: الله الك	
Purchase of Property, Plant and Equipment			
Net cash used in investing activities		والظرالة	
Cash Flows from Financing Activities:	اللا الملكية		
Related Party Transaction	12,084,613	(72,719,708)	
Share Money deposit		(300,800,000)	
ssued Share Capital		900,000,000	
Net cash Generated from financing activities	12,084,613	526,480,292	
Increase/(Decrease) in Cash and cash Equivalents	3,929,058	(40,617,683)	
Cash and Cash Equivalents at the beginning of the year	10,897,827	51,515,510	
Cash and Cash Equivalents at the end of the year	14,826,885	10,897,827	
The accompanying notes form an integral part of the financial statements.	عينجي ال	ع السالة	

**Director** 

Director

As per our annexed report of even date.

27 November, 2022 Dhaka.

M. J. ABEDIN & CO. **Chartered Accountants** Reg.No-N/A

**Hasan Mahmood FCA, Partner** 

Enrollment No: 564

As at and for the year ended 30 June 2022

#### 1. SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION

#### (a) Legal Form of the Enterprise

Beximco Power Company Limited is a private limited company incorporated in Bangladesh on 25 October 2009 under the Companies Act, 1994.Reg. No-C-80290/09. The registered office of the company is located at 17 Dhanmondi R/A, Road-2, Dhaka-1205.

#### (b) Nature of Business Activities

The company is engaged in activities of genered power as captive power generation and small, medium or bulk power producer by there own power plant by setting up Gas Fired Power Plant, Coal Best Power Plant, Hydro Power Station, Barge Mounted Power Plant or Soler Power Plant, Fuel Based Power Plant or Reciprocal Power Plant.

To built, develop, install, set up power plants in Bangladesh and to sell the generated power commercially to any person or to any legal entity in Bangladesh and acquire fuel or GAS required for such power generation from home and abroad.

#### (c) Measurement Bases

The financial statements have been prepared on the Historical Cost.

#### (d) Reporting Framework and Compliance thereof

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as listed entities with effect from 2 November 2020.

Accordingly, the financial statements have been prepared in accordance with IFRSs (including IASs) and the Companies Act, 1994. The title and format of these financial statements follow the requirements of IFRSs which are to some extent different from the requirement of the Companies Act, 1994. However, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders.

#### (e) Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by IAS 1: Presentation of Financial Statements.

The Financial Statements Comprises:

- (a) a Statement of Financial Position as at 30 June, 2022;
- (b) a Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June, 2022;
- (c) a Statement of Changes in Equity for the year ended 30 June, 2022;
- d) a Statement of Cash Flows for the year ended 30 June, 2022; and
- (e) notes, comprising a summary of significant accounting policies and other explanatory information.

#### (f) Reporting Period

The financial statements cover one year from 01 July 2021 to 30 June 2022.

# (g) General

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise.

As at and for the year ended 30 June 2022

		Amount in 1	Taka
		as at	
		30-June-22	30-June-21
2.00	Investment in Shares : Tk. 16,000,000		
	Investment in Shares ( 80% shares of Teesta Solar Ltd.)	8,000,000	8,000,000
	Investment in Shares (80% shares of Korotoa Solar Ltd.)	8,000,000	8,000,000
		16,000,000	16,000,000
3.00	Preliminary and Pre-operating Expenses : Tk. 0		
	Opening Balance	455,066,944	444,028,166
	Add: Addition during the year		11,038,778
		455,066,944	455,066,944
	Less: Capitalised during the year	(455,066,944)	
		<u> </u>	455,066,944
4.00	Cash & Cash Equivalents : Tk. 14,826,885		
	Cash in Hand	10,158	13,658
	Fixed Deposit	13,858,076	9,850,000
	Cash at Bank in Current Accounts: (Note-4.01)	958,651	1,034,169
		14,826,885	10,897,827
4.01	Cash at Bank in Current Accounts : Tk. 958,651		
	IFIC Bank Ltd.	626,880	701,709
	NBL DDB	213,270	213,270
	DBBL Padma Bank Ltd.	38,006 80,495	38,000 81,18
		958,651	1,034,169
5.00	Issued Share Capital : Tk. 1,000,000,000		
J.UU	Authorised share capital:		
	1,000,000,000 Ordinary Shares of Tk. 10/- each	10,000,000,000	10,000,000,000
	Issued, Subscribed and Paid-up capital:		7,500,000,000
	100,000,000 Ordinary shares of Tk. 10/- each		
	fully paid up in cash.	1,000,000,000	1,000,000,000
		1,000,000,000	1,000,000,000
6.00	Share Money Deposit : Tk. 832,100,000	عالنا الكارة	
	Received from Bangladesh Export Import Company Ltd.	832,100,000	832,100,000
	الاحتياب لغنال لغال احتياب لغنال	832,100,000	832,100,000

Share money deposit has not been converted to share capital within 6 months as per FRC notification no. 146/FRC/Adm./

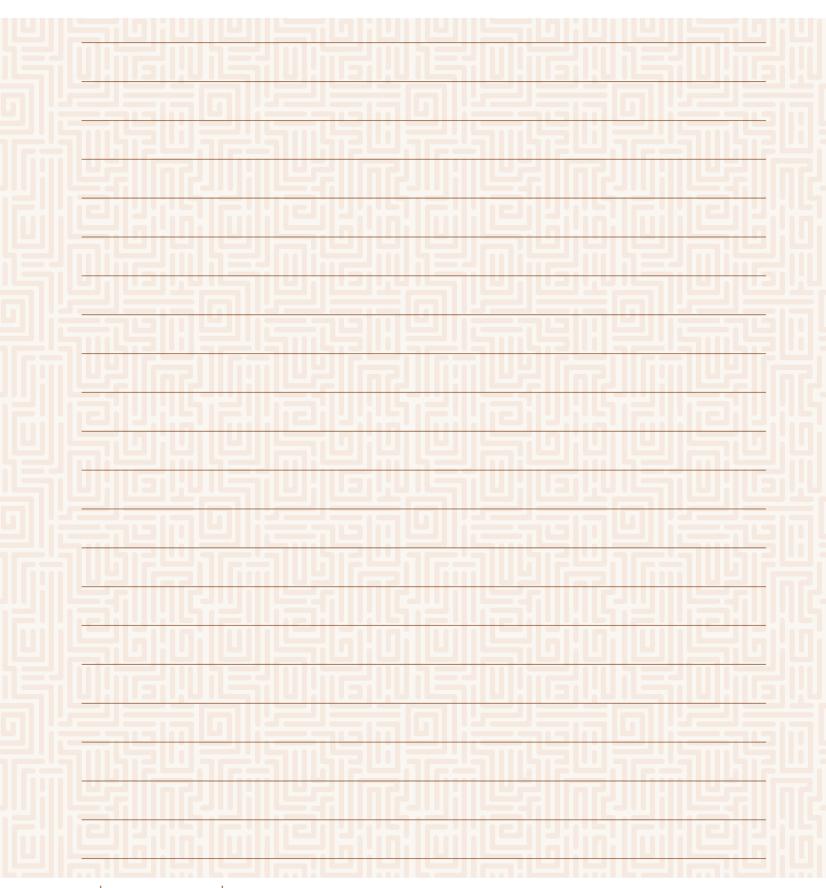
circular/2020/01 dated 11 February 2020.

As at and for the year ended 30 June 2022

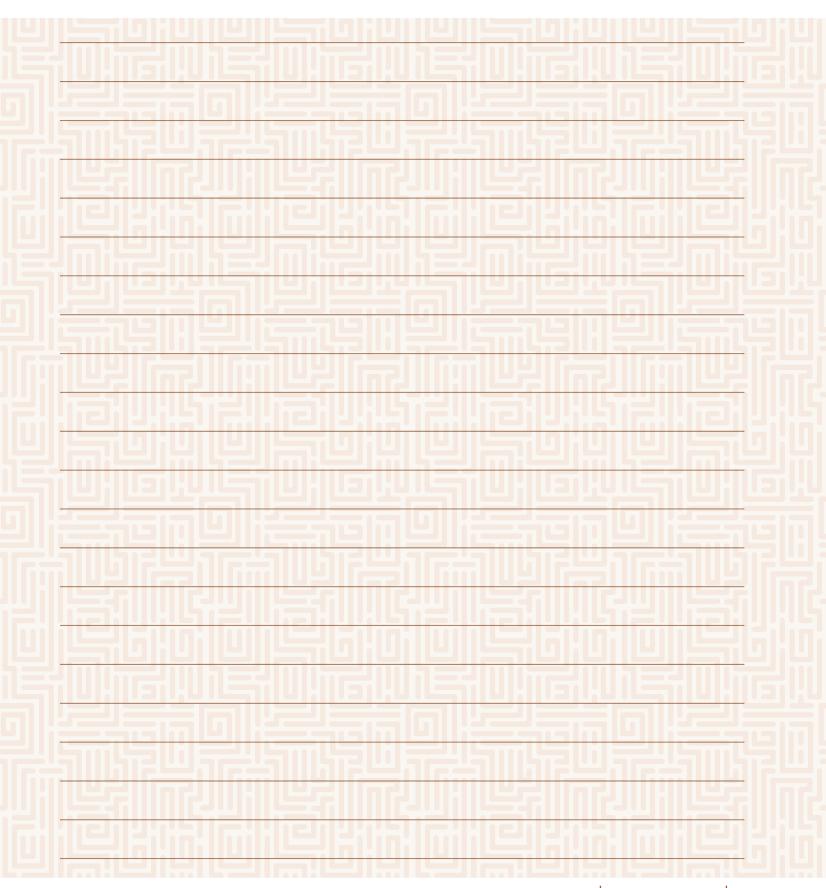
	Related Party Disclosure :				
	Due from Related Parties	Nature of Transactions	Closing Balance as on 30.06.2022		Balance as on 0.06.2021
	Teesta Solar Ltd.	Current Account	6,842,478,392		6,605,906,352
	Korotoa Solar Ltd.	Current Account	632,425,722		580,286,478
			7,474,904,114		7,186,192,830
	Due to Related Parties		liin <del>ii Laani</del> i		<del>الكارال</del> ار
	Beximco Holdings Ltd.	Current Account	4,098,237,626		3,797,441,729
			4,098,237,626		3,797,441,729
	This is unsecured and interest free	ee.			
	<del>Killisiii Uilsa</del> i	<del>IIUI;IIII3 II;UI</del>	ا د با از الا الرجا	Amount in T	aka
				as at	
	فاللبال المناجعة	المنجبكك	30-June-	22	30-June-21
.00	Creditors and Other Payables	s : Tk. 2.169.275.423			
	Others Payable	<del>minisiw</del> n	2,160,80	00.872	2,160,800,872
	Goods and Services			17,051	2,700,000,072
	Audit Fee Payable			57,500	115,000
			2,169,2	75,423	2,160,915,872
	<del>={ n ;          </del>		Amount in 1	Taka	
	الكاليتنالكان		2021-202	22	
. 00	Administrative Evnences : Tk	17 474 407			
.00	Administrative Expenses : Tk	. 17,474,427			
	Salary & Allowances			00,154	
	Consultancy Fees			54,000	
	Advertisement			00,000	
	Income Tax Insurance Premium			64,408 94,865	
	Audit Fee			57,500	
	Conveyance			3,500	
	Miscellaneous			-	
			17.4	74,427	
0.00	Finance Cost : Th. 49 755				
0.00	Finance Cost. : Tk. 48,755			40.755	
0.00	Finance Cost. : Tk. 48,755  Bank Charges			48,755	
0.00				48,755 <b>48,755</b>	
0.00					

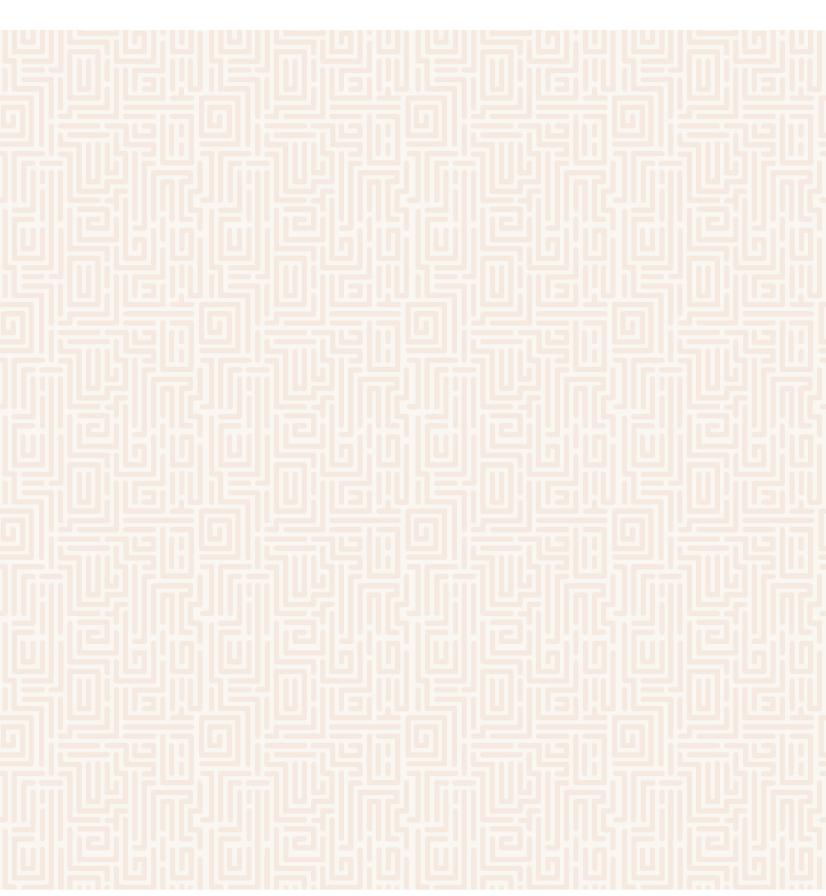
27 November, 2022 Dhaka.

# **NOTES**



# **NOTES**







SHAPING a better tomorrow

Established in 1965 the **BEXIMCO Group has** expanded dramatically over the past 57 years and is today the largest and most diversified industrial conglomerate in Bangladesh. Employing 45,000 people including 2,720 qualified professionals and dealing in a wide variety of consumer and service oriented products for domestic and global markets, in textiles, chemicals and pharmaceuticals, real estate, ceramics, jute, trading, it, media & energy.

www.beximco.com

Scan code with a

QR code reader-enabled
mobile phone to find out
more about the company

# REGISTERED OFFICE:

# BANGLADESH EXPORT IMPORT COMPANY LIMITED

Plot No. 24 (New) 17 (Old), Bir Uttam M. A. Rob Sarak

Road No. 2, Dhanmondi, Dhaka 1205 Phone : +880 2 41060531-35, 41060544-48

Fax : +880 2 41060604, 41060605

URL : www.beximco.com