M.L. Dyeing Limited

Auditor's Report & Financial Statements.
For the year ended June 30, 2019

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
R.K Tower (Level-10)
86, Bir Uttam C.R Datta Road (312, Sonargaon Road) Hatirpool, Dhaka-1205.

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)
86, Bir Uttam C.R. Datta Road
(312, Sonargaon Road). Dhaka-1205
Tel : 88-02-9635139, 88-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01757-941837
E-mail : shirazkhanbasak@yahoo.com

Independent Auditor's Report
To the Shareholders of
M.L. Dyeing Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of M.L. Dyeing Limited (the "Company"), which comprise the Statement of Financial Position as at 30 June 2019 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 and other explanatory information.

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 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable laws and regulations.

Basis for Opinion

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

Emphasis of Matter

We draw attention to Note 5.00 of the financial statements, which describes the effect on investment in associate company. Due to fire destruction that occurred on 8th April 2019 in R. N. Spinning Mills Ltd. (associate company). The company has to bear loss to the extent of its investment. The proportion of fire loss has been adjusted with the investment and cumulative profit from the associate company. Due to the loss adjustment the amount of investment in associate company has become nil. However the company still holds 8.81% of total ordinary shares or 34,589,966 ordinary shares of R. N. Spinning Mills Ltd. (associate company) whose market value as on 30th June 2019 is Tk. 224,834,779. Our decision is not modified in respect of this matter.

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.

Description of key audit matters	Our response to key audit matters
Revenue recognition	
At year end the company reported total revenue of BDT 2,468,360,191. The company generates revenue from sale of goods to export customers. The timing of the revenue recognized and realized increases the risk of exposure of revenue to foreign exchange fluctuations.	We have tested the design and operating effectiveness of key controls focusing on the following: - Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure that revenue is recognized in the appropriate accounting period;

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)
86, Bir Uttam C.R. Datta Road
(312, Sonargaon Road). Dhaka-1205
Tel : 88-02-9635139, 88-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01757-941837
E-mail : shirazkhanbasak@yahoo.com

There is also a risk that revenue may be overstated/understated due to the timing differences between L/C opening and goods exported. We identified revenue recognition as a key audit matter as it is one of the key performance indicators of the Company, which give risk to an inherent risk of the existence and accuracy of the revenue.	- Segregation of duties in invoice creation and modification and timing of revenue recognition; - Assessing the appropriateness of the Company's accounting policies for revenue recognition and compliance of those policies with applicable accounting standards; - Obtain supporting documentation for sale transaction recorded either side of year end to determine whether revenue was recognized in the current period; - Comparing a sample of revenue transactions recognized during the year with the sale invoices and other relevant underlying documentation; - Critically assessing manual journals posted to revenue to identify unusual or irregular items, and finally assessed the appropriateness and presentation of disclosures against relevant accounting standards. ***[See note number 18 for details]***
Valuation of Inventory	
The inventory of BDT 816,241,817 as at 30th June 2019, held in warehouses and across multiple product lines in the factory. Inventory value is measured as follows: Raw & packing materials including WIP on Moving average (Weighted) Cost, Finished Goods at lower of cost or estimated net realizable value, Stores Items at cost, Materials in-transit at Book value i.e. cost so far incurred. As a result, the management apply judgment in determining the appropriate values for value in use, working progress, values for slow moving or obsolete items. While excess holding of inventories could impact efficient use of working capital similarly lower level of inventories can result in stock outs or irregular supply to the market.	We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by: - Evaluating the design and implementation of key inventory controls operating across the company's factory and warehouse; - Challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory lines to assess whether provisions for slow-moving/obsolete stock are valid and complete. - Reviewing the historical accuracy of inventory provisioning and the level of inventory write- offs during the year; - 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 and comparison to the associated provision to assess whether inventory provisions are complete; - We discussed with management about their sales forecasting procedures and ordering of inventories, and inquired about remedial action taken in case of excess or shortage of inventories due to difference in forecast and actual results. ***[See note number 06 for details]***

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)
86, Bir Uttam C.R. Datta Road
(312, Sonargaon Road). Dhaka-1205
Tel : 88-02-9635139, 88-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01757-941837
E-mail : shirazkhanbasak@yahoo.com

Valuation of Property, Plant and Equipment	
The carrying value of the PPE amounted to Tk. 1,855,513,740as at 30 June 2019. The valuation of PPE was identified as a key audit matter due to the significance of this balance to the financial statements. Expenditures are capitalized if they create new or enhance the existing assets, and expensed if they relate to repair or maintenance of the assets. Classification of expenditures involves judgment. The useful lives of PPE items are based on management's estimates regarding the period during which the asset 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.	Our audit included the following procedures: - We reviewed the opening balances of PPE which was audited by another auditors including assessed the addition during the year under our audit, checked the related accounting treatment and associated deferred tax as recognized by the company. - We assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent; - We obtained a listing of capital expenditures incurred during the year and, on a sample basis, checked whether the items were procured based on internal purchase order that had been properly approved by the responsible individuals; - We inspected a sample of invoices and L/C documents to determine whether the classification between capital and operating expenditure was appropriate; - We evaluated whether the useful lives determined and applied by the management were in line with historical experience and the market price; - We checked whether the depreciation of PPE items was commenced timely, by comparing the date of the classification from capital in progress to ready for use, with the date of the act of completion of the work. - We performed physical asset verification at the year end, observed procedures of asset acquisition, depreciation and disposal and finally assessed the appropriateness and presentation of disclosures as per relevant accounting standards. ***[See note number 04 for details]***

Other Matter

M.L. Dyeing Limited had appointed AHMAD & AKHTAR as an auditor of the financial statements for the year ended 30th June 2019 in the company's last Annual General Meeting. Due to ineligibility of AHMAD & AKHTAR to perform audit, the company re-appointed us as the auditor of the financial statements for the year ended 30th June 2019 according to vide letter no. MLD/2019/010, dated: 17th July, 2019.

Other information

Management is responsible for the other information. The other information comprises all of the information included in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditors' report.

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

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)
86, Bir Uttam C.R. Datta Road
(312, Sonargaon Road). Dhaka-1205
Tel : 88-02-9635139, 88-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01757-941837
E-mail : shirazkhanbasak@yahoo.com

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.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) 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 International Standards on Auditing (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 International Standards on Auditing (ISAs), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our 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.

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)
86, Bir Uttam C.R. Datta Road
(312, Sonargaon Road). Dhaka-1205
Tel : 88-02-9635139, 88-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01757-941837
E-mail : shirazkhanbasak@yahoo.com

- 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 company's 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.

We have not come across any other key audit issue for the year under audit, and as such noting is reportable.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 and the Securities and Exchange Rules 1987, 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 those books;

c) the statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and

d) the expenditure incurred was for the purposes of the Company's business.

Dated, Dhaka
November 05, 2019

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Ramendra Nath Basak, FCA
Partner
Shiraz Khan Basak &Co.
Chartered Accountants

M. L. DYEING LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2019

Particulars	Notes	Amount in Taka	
		30-06-2019	30-06-2018 (Re-stated)
ASSETS			
Non Current Assets			
Property, Plant & Equipment	4	1,855,513,740	1,741,668,463
Investment in Associate Company	5	-	376,041,792
Total Non-Current Assets		**1,855,513,740**	**2,117,710,255**
Current Assets			
Inventories	6	816,241,817	640,390,886
Trade Receivables	7	964,869,983	924,105,173
Advance, Deposits and Prepayments	8	26,339,128	91,430,483
IPO Fund	9	126,023,432	-
Cash and Cash Equivalents	10	15,389,847	29,695,149
Total Current Assets		**1,948,864,207**	**1,685,621,691**
Total Assets		**3,804,377,947**	**3,803,331,946**
EQUITY AND LIABILITIES			
Capital and Reserves			
Share Capital	11	1,924,920,000	1,404,100,000
Retained Earnings	12	1,597,243,835	2,113,291,573
		3,522,163,835	**3,517,391,573**
Non-Current Liabilities			
Deferred Tax Liabilites	13	135,121,121	126,085,359
Total Non-Current Liabilities		**135,121,121**	**126,085,359**
Current Liabilities			
Trade Payables	14	111,587,165	107,590,514
Short term Borrowings	15	3,718,561	-
Creditors & Accrues	16	8,914,113	8,116,618
Provision for Income Tax	17	22,873,152	44,147,882
Total Current Liabilities		**147,092,991**	**159,855,014**
Total Current & Non Current Liabilities		**282,214,112**	**285,940,373**
Total Equity and Liabilities		**3,804,377,947**	**3,803,331,946**
Net Asset Value Per Share	29	**18.30**	**25.05**

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

Chairman | Managing Director | Director

Company Secretary | Chief Financial Officer

Signed as per our annexed report on even date.

Place: Dhaka
Dated: November 05, 2019

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Shiraz Khan Basak & Co.
Chartered Accountants

An associate firm of D.N. Gupta & Associates

M. L. DYEING LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2019

Particulars	Notes	Amount in Taka	
		30-06-2019	30-06-2018 (Re-stated)
Export	18	2,468,360,191	2,371,524,945
Less: Cost of Export	19	2,214,024,253	2,130,507,345
Gross Profit		**254,335,938**	**241,017,600**
Less: Operating Expenses	20	35,075,309	32,960,042
Operating Income		**219,260,629**	**208,057,558**
Less: Financial Expenses	21	716,528	661,945
Add/(Less): Foreign Exchange gain or loss	22	531,761	179,751
Net operating Income		**219,075,862**	**207,575,364**
Add: Other non-operating income	23	4,641,099	706,861
Add: Share of Profit/Loss of associate	24	4,596,829	18,175,692
Net profit before tax		**228,313,790**	**226,457,917**
Income Tax Expenses	25	**31,736,451**	**31,383,706**
Current Tax		22,700,689	23,393,622
Deferred Tax Income / (Expenses)		9,035,762	7,990,084
Net Profit after tax		**196,577,339**	**195,074,211**
Earnings Per Share (EPS)	28	**1.07**	**1.39**

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

Chairman | **Managing Director** | **Director**

Company Secretary | **Chief Financial Officer**

Signed as per our annexed report on even date.

Place: Dhaka
Dated: November 05, 2019

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Shiraz Khan Basak & Co.
Chartered Accountants

M. L. DYEING LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2019

Particulars	Ordinary Share Capital	Retained Earnings	Total
As at July 01, 2018	1,404,100,000	2,113,291,573	3,517,391,573
Addition during the year - IPO	200,000,000	-	200,000,000
Issue during the year - Bonus share	320,820,000	(320,820,000)	-
IPO Expenses	-	(11,166,456)	(11,166,456)
Fire Loss of Investment on Asssociate		(380,638,621)	(380,638,621)
Net Profit during the year	-	196,577,339	196,577,339
Total	1,924,920,000	1,597,243,835	3,522,163,835

M. L. DYEING LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2018

Particulars	Ordinary Share Capital	Retained Earnings	Total
As at July 01, 2017	1,404,100,000	1,925,379,662	3,329,479,662
IPO Expenses	-	(7,162,300)	(7,162,300)
Net Profit during the year	-	195,074,211	195,074,211
Total	1,404,100,000	2,113,291,573	3,517,391,573

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

Chairman | Managing Director | Director

Company Secretary | Chief Financial Officer

Signed as per our annexed report on even date.

Place: Dhaka
Dated: November 05, 2019

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Shiraz Khan Basak & Co.
Chartered Accountants

M. L. DYEING LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2019

Particulars	Amount in Taka	
	30-06-2019	30-06-2018 Re-stated
A .Cash Flow From Operating Activities:		
Collection from Customers	2,427,595,381	2,286,864,249
Collection from other non-operating income	5,616,317	706,861
Cash paid to Suppliers and others	(2,217,078,591)	(2,033,385,376)
Paid for operating Expenses	(32,642,355)	(31,670,712)
Cash generated by operations	**183,490,752**	**222,515,022**
Income tax paid	(13,489,605)	(46,008,050)
Net cash flow from Operating activities	**170,001,147**	**176,506,972**
B. Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(250,133,531)	(133,226,987)
IPO Fund	(126,023,432)	-
Net cash flow from Investing activities	**(376,156,963)**	**(133,226,987)**
C. Cash Flow From Financing Activities:		
Increase/ Decrease in Short term loan from bank	3,718,561	(31,179,680)
Issuance of Share Capital (IPO)	200,000,000	-
Payment for IPO Expenses	(11,166,456)	(7,162,300)
Payment for financial Expenses	(716,528)	(661,945)
Net Cash flow from financing activities	**191,835,577**	**(39,003,925)**
D.Increase/(Decrease) in cash and cash equivalents (A+B+C)	(14,320,239)	4,276,060
E.Foreign Exchange gain or loss (FC account)	14,937	11,756
E.Opening cash and cash equivalents	29,695,149	25,407,333
G.Closing cash and cash equivalents (D+E+F)	**15,389,847**	**29,695,149**
Net Operating Cash Flow Per Share	**0.88**	**1.26**

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

Chairman **Managing Director** **Director**

Company Secretary **Chief Financial Officer**

Signed as per our annexed report on even date.

Place: Dhaka
Dated: November 05, 2019

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Shiraz Khan Basak & Co.
Chartered Accountants
An associate firm of D.N. Gupta & Associates

M. L. DYEING LIMITED

Notes, comprising summary of significant accounting policies and other explanatory information
For the year ended June 30, 2019

1.00 The Company and its operations

1.01 Legal form of the Company

The Company was incorporated on March 21, 2001 as a 'Private' company limited by shares, registered under the Companies Act 1994 vide Certificate of Incorporation No.C-42701(2060)2001. The company converted into a 'Public' Limited Company on 02-06-2010.

1.02 Address of the Registered and Corporate Office

The registered office of the company is located on Zamirdia, 10 Hobirbari, Valuka, Mymensingh and Corporate office at House No: 11 (Unit-6A), Road No: 12, Block # F, Niketon, Gulshan-1, Dhaka-1212.

1.03 Nature of Business activities

The principal activities of the company are to carry on the business of dyeing and finishing yarn for 100% export oriented sweater industries in Bangladesh.

1.04.1 Capital Structure of the Company

Detailed break down of the capital structure of the company has been presented under.

Particulars	Taka.
Authorized Capital 210,000,000 Ordinary Shares of Taka 10/= each	2,100,000,000
Issued, subscribed, called-up and paid-up capital 192,492,000 ordinary shares of Taka 10/= each fully paid up	1,924,920,000

1.04.2 Production Plant

Production Plant of the company is situated at Valuka, Mymensingh. Production facility of the company comprises of namely 'Hanks' and 'Cone'.

2.00 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

2.01 Statement of Compliance

The financial statements have been prepared in compliance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987, the Listing Regulations of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws as applicable and in accordance with the applicable International Financial Reporting Standards (IFRS) including International Accounting Standards (IAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) based on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).

2.02 Regulatory Compliances

As required by the company, the management complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

The Income Tax Ordinance 1984;
The Income Tax Rules 1984;
The Value Added Tax Act 1991;
The Value Added Tax Rules 1991;
The Customs Act, 1969;
Bangladesh Labour Law, 2006 (Amended 2013);
Labor rules, 2015;
The Securities and Exchange Ordinance, 1969;
The Securities and Exchange Rules, 1987; and
Securities and Exchange Commission Act, 1993.

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

2.03 Components of the Financial Statements

According to the International Accounting Standards IAS-1 as adopted by ICAB as IAS-1 "Presentation of Financial Statements" the complete set of financial statements includes the following components.

i. Statement of financial position as at June 30, 2019;
ii. Statement of Profit or Loss and other comprehensive income for the year ended June 30, 2019;
iii. Statement of cash flows for the financial year ended June 30, 2019;
iv. Statement of changes in equity for the financial year ended June 30, 2019;
v. Notes, comprising summary of significant accounting policies and other explanatory information for the year ended June 30, 2019.

2.04 Measurement Bases used in preparing the Financial Statements

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

2.05 Reporting Currency and Level of Precision

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

2.06 Preparation and Presentation of Financial Statements of the Company

The Board of Directors of the company is responsible for the preparation and presentation of financial statements of M. L. DYEING LIMITED.

2.07 Use of Estimates and Judgments

The preparation of these financial statements, in conformity with IAS/IFRS, required management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual amounts may differ from these estimates.

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

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

Note: 4 Property, Plant and Equipment
Note: 6 Inventories
Note: 7 Trade & Other Receivables
Note: 8 Advances, Deposits and Pre-payments
Note: 12 Deferred Tax Liabilities
Note: 13 Trade Payables
Note: 16 Provision for Income tax

2.08 Reporting Period

The financial period of the companies covers 1 (one) year from July 01, 2018 to June 30, 2019.

2.09 Statement of Cash Flows

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

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

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

a) Notes to the financial statements marked from 3.00 to 3.22 setting out the policies are unambiguous with respect to the reporting framework on which the accounting policies are based.

b) The accounting policies on all material areas have been stated clearly in the notes marked from 3.00 to 3.22.

c) The accounting standards that underpin the policies adopted by the company can be found in the following places of the notes to the financial statements where is applicable:

Sl. No.	Name of the IAS	IAS's No.
1	Presentation of Financial Statements	1
2	Inventories	2
3	Statement of Cash Flows	7
4	Accounting policies, Changes in accounting Estimates & Errors	8
5	Events after the Reporting Period	10
6	Income Taxes	12
7	Property, Plant and Equipment	16
8	Leases	17
9	Employee Benefits	19
10	The Effects of Changes in Foreign Exchange Rates	21
11	Borrowing Costs	23
12	Related Party Disclosures	24
13	Accounting and Reporting by Retirement Benefit Plans	26
14	Separate Financial Statements	27
15	Investment in Associates & Joint Venture	28
16	Financial Instruments: Presentation	32
17	Earnings Per Share	33
18	Interim Financial Reporting	34
19	Impairment of Assets	36
20	Provision, Contingent Liabilities and Contingent Assets	37
21	Intangible Assets	38
22	Financial Instruments: Recognition & Measurement	39

SL. No.	Name of the IFRS	IFRS No.
1	Financial Instruments: Disclosures	7
2	Operating Segments	8
3	Financial Instruments	9
4	Revenue from Contracts with Customers	15

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

3.00 SIGNIFICANT ACCOUNTING POLICIES

The specific accounting policies have been selected and applied for significant transactions and events that have a material effect within the framework for the preparation and presentation of financial statements.

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

3.0 **Property, Plant & Equipment**

3.0.0 **Property, Plant and equipment**

Property, Plant and Equipment are accounted for according to IAS 16 (Property, Plant and Equipment) at Historical cost less accumulated depreciation except land and Land development. The cost of self constructed /installed assets includes the cost of materials, direct labor and other cost directly attributable to bringing the assets to the working condition for the indented use and for dismantling and removing the items and restoring the site on which they are located.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized as non operating income or loss and reflected in the profit and loss account.

3.0.2 **Depreciation of fixed assets**

Depreciation is provided on reducing balance method (except Land & Land Development) on the cost at which the asset is carried in the books of account.
Depreciation has been charged on additions of fixed assets on the period of available for utilization.
The depreciation /amortization rate(s) are as follows:

Category of fixed assets	Rate %
Land and Land Development	-
Factory Building	2.50
Plant & Machinery	10
Power Generator set	10
Electrical Installation	10
Boiler	10
Compressor	10
Fork lift	10
ETP Plant	10
Gas Installation	10
Air Condition Installation	10
Telephone Installation	20
Office Equipment	10
Furniture & Fixture	20
Motor Car	20

3.1.3 **Impairment of Assets**

No fact and circumstances indicate that company's assets including property, plant and equipment may be impaired. Hence, no evaluation of recoverability of assets was performed.

3.2 **Inventories**

3.2.1 **Valuation of Inventories**

Inventories are valued by the following basis in compliance with the requirements of Para 21 and 25 of IAS 2: inventories

Category of Stocks	Basis of valuation
Raw & packing materials including WIP	: Moving average (Weighted) Cost
Finished Goods at Factory	: At lower of cost or net estimated realizable value
At warehouses	: At cost
Stores Items	: At cost
Materials in-transit	: Book value (i.e. cost so far incurred).

Cost comprises of the value of materials and attributable direct labor, depreciation & production overheads.

3.3 **Revenue Recognition**

In compliance with the requirements of IFRS 15 "Revenue from contracts with customers", Entity recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the

consideration to which the entity expects to be entitled in exchange for those goods or services. Revenue is recognized only when following steps match with a transaction;

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

Revenue for the year ended June 2018 from net sales of the company represents invoiced value of sale, which is recognized after considering the conditions, set in paragraph 14 of *IAS 18: "Revenue"*. Revenue from the sale of goods is recognized when all the following conditions are satisfied:

- the company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company; and
- the cost incurred or to be incurred in respect of the transaction can be measured reliably.

3.4 Foreign Currency Transaction/Translation

Foreign currency transactions are translated into Bangladeshi Taka at the exchange rates ruling at the transaction dates according to IAS 21: The effect of changes in Foreign Exchange Rates". Monetary assets and liabilities denominated in the foreign currencies are translated at prevailing rates on the balance sheet (Financial position) date. Non monetary assets and liabilities denominated in foreign currencies, which are related at historical cost are translated into Bangladesh Taka at the exchange rate ruling at the date of transactions. Foreign exchange gain/loss has been recognized in connection with foreign currency transaction since all such transactions are in US dollars and significant gains/losses evens out during regular course of companies business.

3.5 Financial Instruments

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

Trade Receivables

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

Trade Payables

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company, whether or not billed by the suppliers.

Investment in Associate Company

The company has share investment in R.N. Spinning Mills Limited for 20,420,000 ordinary shares of Tk. 10/- each (at par) amounting Tk. 204,200,000. Carrying value of the investment as on June 30, 2019 stood at Tk. Nil being the proportioned fire loss has been adjusted with the investment for no. of share 34,589,966 ordinary shares being 8.812% of total ordinary shares of R.N. Spinning Mills Ltd.

Cash and Cash Equivalents

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

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

3.6 Taxation

3.6.1 Current Tax

Provision for income tax has been made on operating income at the rate of 15% as per Income Tax Ordinance, 1984. Income from other sources like sale of wastage is taxed at 35% and adequate provision has been made in this regard.

3.6.2 Deferred Tax

The company has decided to adopt policy of recognition of deferred tax in accordance with the International Accounting Standard 12 (IAS-12), deferred tax is provided using the liability method for temporary difference between the carrying value of fixed assets as per accounts and the corresponding income tax written down value. Deferred tax is calculated at the effective income tax rate prevailing at the statement of financial position date.

3.7 Provisions

As per "IAS 37: Provisions, Contingent Liabilities and Contingent Assets' a provision recognized on the date of statement of financial position if, as a result of past event, the company has a present obligation that can be estimated reliably, and it is probable the outflow of economic benefits will be required to settle the obligation.

A provision is recognized if, as a result of a past event, the company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefit will be required to settle the obligation.

3.8 Contingencies

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company. The company has no contingent assets or liabilities which require disclosure under IAS -37 "Provisions, contingent liabilities and contingent assets" and are not recognized in the financial statements.

3.9 Earnings Per Share (EPS)

The company calculates Earnings Per Share (EPS) in accordance with IAS 33 "Earnings Per Share" which has been shown on the face of statement of profit or loss and other Comprehensive Income and the computation of EPS is stated in Note-28 of the financial statements.

Basic Earnings Per Share

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

Diluted Earnings Per Share (DEPS)

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

3.10 Operating Segment

No segmental reporting is applicable for the company as required by "IFRS 8: Operating Segments" as the company operates in a single industry segment and within as a geographical segment.

3.11 Going Concern

The company has adequate resources to continue its operations for foreseeable future. For this reason the directors continue to adopt the going concern basis in preparing the accounts. The resources of the company are sufficient to meet the present obligation of its existing businesses and operations.

3.12 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.

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

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

Interest Rate Risk
The company has no significant risk of fluctuations in interest rates.

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

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

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

Liquidity Risk
The company monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the company operations and to mitigate the effects of fluctuations in cash flows.

Fair Values
The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The fair value of trade and other short-term receivables are taken to approximate their carrying value. The fair value of financial assets and liabilities approximate their carrying value.

3.14 **Risk and Uncertainties for use of Estimates in preparation of financial statements.**
The preparation of financial statements 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 financial statements. Actual results may differ from those 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.

3.15 **Employee benefits (IAS 19):**
The company has accounted for and disclosed employee benefits in compliance with the provisions of IAS 19: Employee Benefits.

The cost of employee benefits is charged of as revenue expenditure in the period to which the contributions relate.

The company's employee benefits include the following:

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

Contribution to Sector based Central Fund.
The company will contribute to the Central Fund after established of the fund by relevant authority as per provisions of the Bangladesh Labor Law (amended), 2013 and is payable to workers as defined in the said law.

3.06 Borrowing costs

In compliance with the requirements of IAS 23 (Borrowing Costs), borrowing costs of operational period on short term loan and overdraft facilities from Islami Bank Bangladesh Ltd .was charged off as revenue expenditure as they incurred.

3.07 Investment in Associate

In compliance with the requirements of IAS 28 (Investment in Associate and Joint Venture), Equity method has been applied to determine carrying value of investment in Associate company , Proportioned profit of associate company has been charged in relevant year's Statement of Profit or Loss and Other comprehensive Income. In order to determine any Impairment loss necessary step has been followed and no impairment loss incurred during the period.

3.08 Intangible Assets

The company has no intangible assets.

3.09 Bad and doubtful debts

No provision has been made for bad and doubtful debts since sales / export are based on 100% confirmed letter of credit with fixed maturity date.

3.10 Advertising and promotional expenses

All costs associated with advertising and promotional activities are charged in the period they were incurred.

3.11 Related Parties disclosure

3.11.1 Equity Participation

M. L. Dyeing Limited has share investment in R.N. Spinning Mills Limited for 20,420,000 ordinary shares of Tk. 10/- each (at par) amounting Tk. 204,200,000. Carrying value of the investment as on June 30, 2019 stood at Tk. Nil being the proportioned fire loss has been adjusted with the investment for no. of share 34,589,966 ordinary shares being 8.812% of total ordinary shares of R.N. Spinning Mills Ltd. As on 30th June 2019 the market value of the shares was Tk. 224,834,779.

3.11.2 Business Transaction

SL. No.	Name of company	Nature of transaction	Balance as at 30-06-2019 (Tk.)
01.	R. N. Spinning Mills Ltd.	Bills Payable	73,690,428
02.	Far Chemical Industries Ltd.	Bills Payable	1,298,504

3.12 General

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

ii) Figures for the period have been arranged wherever considered necessary to ensure comparability with the current period.

Property, Plant & Equipment : Tk. 1,855,513,740

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
A. At cost		
Opening balance	2,924,290,374	2,791,063,387
Add: Acquisition during the year	250,133,531	133,226,987
Total available	3,174,423,905	2,924,290,374
B. Accumulated Depreciation		
Opening balance	1,182,621,911	1,038,936,921
Charged during the year	136,288,254	143,684,990
Total accumulated depreciation	1,318,910,165	1,182,621,911
Written down value as on June 30 (A-B)	1,855,513,740	1,741,668,463

Details shown in Annexure-A.

Investment in Associate Company :Tk. 0.00

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
R.N.Spinning Mills Ltd (Cost of Investment Tk. 204,200,000)		376,041,792	357,866,100
Less: Fire loss	5.01	(380,638,621)	-
Share of Profit in Associates during the year	24.00	4,596,829	18,175,692
Total:		-	376,041,792

Fire loss :Tk. 380,638,621

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Total post acquisition profit		171,841,792	-
Total fire loss		6,123,281,989	-
% of Investment in R.N Spinning Mills ltd.		8.81%	8.81%
Share of fire loss in Associates		539,566,688	-
Total Investment in Associates as on 30-06-2019		380,638,621	-
Maximum amount of fire loss, lower one		380,638,621	-

Note:A fire incident occurred at R.N. Spinning Mills Ltd. on 8th April, 2019 at the factory of Cumilla EPZ due to which the associate company has to bear an accumulated loss of Tk. 6,123,281,989. Proportionately the loss has been adjusted on the company's books of accounts accordingly

Inventories: Tk. 816,241,817

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Raw Materials - Yarn	6.01	574,051,869	417,245,774
Raw Materials - Chemicals	6.02	80,621,537	74,202,700
Work in process	6.03	9,357,214	9,506,397
Packing Materials	6.04	2,184,631	2,051,364
Finished Goods	6.05	147,350,216	134,815,588
Store Items	6.06	2,676,350	2,569,063
Total:		816,241,817	640,390,886

Raw Materials-Yarn : Tk. 574,051,869

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening balance	417,245,774	419,521,067
Add: Purchase during the year	1,967,152,943	1,753,961,414
Raw materials available for production	2,384,398,717	2,173,482,481
Less: Input to production	1,810,346,848	1,756,236,707
Closing balance	574,051,869	417,245,774

Raw Materials- Chemicals: Tk. 80,621,537

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening balance	74,202,700	73,905,218
Add: Purchase during the year	168,541,648	147,927,098
Raw materials available for production	242,744,348	221,832,316
Less: Input to production	162,122,811	147,629,616
Closing balance	80,621,537	74,202,700

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Work in process: Tk. 9,357,214

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening balance	9,506,397	9,030,626
Add: Current year	1,977,764,538	1,909,499,986
	1,987,270,935	**1,918,530,612**
Less: Transfer to finished goods	1,977,913,721	1,909,024,215
Closing balance	**9,357,214**	**9,506,397**

Packing Materials: Tk. 2,184,631

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening balance	2,051,364	2,405,163
Add: Purchase during the year	5,428,146	5,279,864
	7,479,510	7,685,027
Less: Consumption during the year	5,294,879	5,633,663
Closing balance	**2,184,631**	**2,051,364**

Finished Goods : Tk. 147,350,216

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening balance	134,815,588	107,210,538
Add: Production during the year	2,226,956,405	2,158,530,602
Less: Cost of free issue	(397,524)	(418,207)
Production available for export	2,361,374,469	2,265,322,933
Less: Cost of goods sold	2,214,024,253	2,130,507,345
Closing balance	**147,350,216**	**134,815,588**

Store Items: Tk. 2,676,350

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening balance	2,569,063	2,696,071
Add: Purchase during the year	6,682,410	6,394,210
	9,251,473	**9,090,281**
Less: Consumption during the year	6,575,123	6,521,218
Closing balance	**2,676,350**	**2,569,063**

Raw Materials: It consist of import value and local expenses incurred upto warehouse. Inventory system is maintained on FIFO basis.

Work in process: It consist of cost of raw materials, chemicals and packing materials only.
Finished Goods: It includes the cost incurred upto cost of goods available for sale.
Store Items: It consist of the total cost of spare parts, loose tools and consumable items.

Trade and other Receivables: Tk. 964,869,983

The above is the amount of receivable against export bills as on June 30, 2019. This is considered as good & realizable and is secured by export letter of credit duly accepted by L/C opening bank.

Particulars	30-06-2019	30-06-2018
Opening balance	924,105,173	839,444,477
Add:Export	2,468,360,191	2,371,524,945
	3,392,465,364	3,210,969,422
Less: Realization during the year	(2,427,595,381)	(2,286,864,249)
Total:	**964,869,983**	**924,105,173**

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

SL	Particulars	Amount		
		2019		2018
	Receivables considered good and in respect of which the company is fully secured.	964,869,983		924,105,173
	Receivables considered good for which the company holds no security other than the debtors personal security.	-		-
	Receivables considered doubtful or bad.	-		-

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

(c)	Receivables due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.	-		-
(d)	Receivables due by companies under same management.	-		-
(e)	The maximum amount due by directors or other officers of the company at any time during the year.	-		-
	Total	**964,869,983**		**924,105,173**

Ageing of the above Receivables is given below:

	1-6 Months	Above 6 Months
Customers	964,869,983	-

8.00 **Advances, Deposits & Prepayments: Tk. 26,339,128**

The above balance is made up as follows:

Particulars	Note	30-06-2019	30-06-2018
Titas Gas		1,868,000	1,868,000
Electricity		278,920	278,920
Security deposit		7,849,920	41,052,697
Sundry Advances	8.01	4,004,963	5,407,727
Advance Income Tax	8.02	12,337,325	42,823,139
	Total:	**26,339,128**	**91,430,483**

8.01 **Sundry Advances: Tk. 4,004,963**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
M/S. Gazi Enterprise	17,541	55,418
Advance Salary	917,300	812,500
Md. Shajedur Rahman	1,685,081	1,781,692
M/S. Bright Steel	-	1,842,697
NBL Capital and Equity Management Ltd.	-	100,000
Rupali Investment Ltd.	-	100,000
M/S. SB Communication	750,022	400,000
M/S. Jubair Construction	635,019	315,420
Total:	**4,004,963**	**5,407,727**

8.02 **Advance Tax: Tk. 12,337,325**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Opening Balance	42,823,139	26,815,089
Addition during the year - Interest Income	395,688	-
Addition during the year - Export	11,941,637	16,008,050
	55,160,464	**42,823,139**
Less: Adjustment during the year	42,823,139	-
Total:	**12,337,325**	**42,823,139**

9.00 **IPO Fund: Tk. 126,023,432**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Cash at Bank -Islami Bank Ltd.-MSND A/C	3,164,673	-
Cash at Bank - SIBL- MND A/C	2,858,759	
Cash at Bank - FDR	120,000,000	-
Total:	**126,023,432**	-

10.00 **Cash and Cash Equivalents: Tk. 15,389,847**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Cash in hand-Factory	1,763,501	1,540,638
Cash in hand-Head Office	1,205,039	1,653,052
Cash at Bank -Islami Bank Ltd.- S/D A/C	3,997,174	2,185,591
Cash at Bank -Islami Bank Ltd.- C/D A/C	1,277,132	70,137
Cash at Bank -Islami Bank Ltd.- F/C A/C	3,434,499	22,998,106
Cash at Bank -Islami Bank Ltd.	3,585,664	-
Cash at Bank -Social Islami Bank Ltd.- C/D A/C	126,838	1,247,625
Total:	**15,389,847**	**29,695,149**

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

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

11.00 **Share Capital:**

	30-06-2019	30-06-2018
11.01 **Authorized Share Capital :**		
210,000,000 ordinary shares of Taka 10/= each.	**2,100,000,000**	**2,100,000,000**
11.02 **Issued, subscribed, called-up and paid-up share capital:**		
192,492,000 ordinary shares of Tk 10/= each fully paid-up	1,924,920,000	1,404,100,000
	1,924,920,000	**1,404,100,000**
11.03 **Paid-up Share Capital:**		
Opening Share Capital	1,404,100,000	1,404,100,000
Issued during the period - Bonus Issue	320,820,000	-
Issued during the period - IPO	200,000,000	-
	1,924,920,000	**1,404,100,000**

The shareholding position of the company are as under:

Name	No. of shares	Percentages %	Amount in Tk
Rezaur Rahman Rajon	12,254,760	6.37%	122,547,600
Faiaz Kader	15,576,600	8.09%	155,766,000
Al-Haj Mustafizur Rahman	9,840	0.01%	98,400
Shirin Faruk	8,340,000	4.33%	83,400,000
Al-Haj Abdul Kader Faruk	8,340,000	4.33%	83,400,000
Total Spinning Mills Ltd.	8,184,000	4.25%	81,840,000
Rajon Textiles Mills Ltd.	7,740,000	4.02%	77,400,000
Lee Jung Kook	42,130,022	21.89%	421,300,220
S.F Textile Industries Ltd.	11,196,778	5.82%	111,967,780
Sadman Textiles Mills Ltd.	8,340,000	4.33%	83,400,000
Better Life Hospital Ltd.	8,340,000	4.33%	83,400,000
Samin Food & Beverage Inds and Textile	8,340,000	4.33%	83,400,000
Other shareholders	53,700,000	27.90%	537,000,000
Total	**192,492,000**	**100%**	**1,924,920,000**

11.04 **Classification of Shareholders by holdings**

Ranges of Shareholdings	30-06-2019	
	No. of Holder	% of Holdings
Less than or equal to 500 Shares	1014	0.10%
501 to 1,000 Shares	889	0.32%
1,001 to 5,000 Shares	676	0.93%
5,001 to 10,000 Shares	212	0.81%
10,001 to 20,000 Shares	95	0.75%
20,001 to 30,000 Shares	39	0.50%
30,001 to 40,000 Shares	13	0.23%
40,001 to 50,000 Shares	12	0.29%
50,001 to 100,000 Shares	25	0.98%
100,001 to 1,000,000 Shares	59	10.53%
Over 1,000,000 Shares	16	84.54%
Total	3050	100%

12.00 **Retained Earnings: Tk. 1,597,243,835**

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Opening balance		2,113,291,573	1,925,379,662
Less: Bonus Issue		(320,820,000)	-
Add: Current year Profit		196,577,339	195,074,211
		1,989,048,912	**2,120,453,873**
Less: IPO Expenses	12.01	11,166,456	7,162,300
Less: Fire loss of Investment in Associates		380,638,621	-
Total:		**1,597,243,835**	**2,113,291,573**

12.01 **IPO Expenses: 18,328,756**

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Opening balance		7,162,300	-
Add: Current year		11,166,456	7,162,300
Total:		**18,328,756**	**7,162,300**

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

13.00 **Deferred Tax liabilites: Tk. 135,121,121**

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Opening balance		126,085,359	118,095,275
Addition during the year	25.02	9,035,762	7,990,084
Total:		135,121,121	126,085,359

14.00 **Trade Payables: Tk. 111,587,165**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Trade payables	111,587,165	107,590,514
Total:	111,587,165	107,590,514

15.00 **Short Term Borrowings: Tk. 3,718,561**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
MDB- IBBL	3,718,561	-
Total:	3,718,561	-

15.01 The Islami Bank Bangladesh Limited sanctioned a composite working capital limit for Tk 65.00 crore to make stock of raw materials, work in process and finished goods in form of:

a) L/C limit for Tk 540.00 million
b) Bai-Murabaha & MPI for Tk 110.00 million

Terms and Conditions :

a) Rate of profit 11 % per annum
b) Validity upto 21.10.2019 but every year renewable.

16.00 **Creditors & Accrues : Tk. 8,914,113**

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Gas Bill		3,745,261	3,251,846
Electricity Bill		62,405	57,185
Water Bill		6,418	7,851
Rent		2,000	2,000
Salary & Wages		4,501,247	4,451,294
MD's Remuneration and Fees		50,000	25,000
Sundry Creditors	16.01	236,782	71,442
Audit Fees		310,000	250,000
Total:		8,914,113	8,116,618

16.01 **Sundry Creditors: Tk. 236,782**

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
M/S. Technocrate Enterprise		37,058	42,973
M/S Engineering Network Ltd		199,724	-
M/S. Rainbow Printers		-	28,469
Total	Total:	236,782	71,442

17.00 **Provision for Income Tax: Tk. 22,873,152**

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Opening Balance		44,147,882	50,754,260
Add:Income Tax charged	25.00	22,700,689	23,393,622
	Total:	66,848,571	74,147,882
Less: Adjustment during the year		43,975,419	30,000,000
		22,873,152	44,147,882

Export: Tk. 2,468,360,191

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Export		2,468,360,191	2,371,524,945
	Total:	**2,468,360,191**	**2,371,524,945**

Particualrs of Import, Export, Production and Stock in Quantity (Lbs) during the year:

Particulars	30-06-2019	30-06-2018
Opening Raw Materials - Yarn	4,060,482	4,197,314
Add: Purchase during the year	19,896,524	16,954,218
Total available	**23,957,006**	**21,151,532**
Less: Input to Production	18,189,278	17,091,050
Closing stock of Raw materials	**5,767,728**	**4,060,482**
Input to Production	18,189,278	17,091,050
Add:Opening WIP	92,527	90,436
	18,281,804	**17,181,486**
Less: Closing WIP	94,000	92,527
	18,187,804	**17,088,959**
Add:Opening Finished goods	1,061,324	854,749
	19,249,128	**17,943,709**
Less:Wastage	209,751	106,857
Finished goods available to Export	**19,039,377**	**17,836,852**
Less:Closing Finished goods	1,187,861	1,061,324
Export Quantity during the year	**17,851,516**	**16,775,528**

Cost of Export : Tk. 2,214,024,253

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Raw materials consumed-Yarn	19.01	1,810,346,848	1,756,236,707
Raw materials consumed-Chemicals	19.02	162,122,811	147,629,616
Packing materials consumed	19.03	5,294,879	5,633,663
		1,977,764,538	**1,909,499,986**
Work in process- opening		9,506,397	9,030,626
Work in process- closing		9,357,214	9,506,397
Change in work in process		**149,183**	**(475,771)**
Total consumption		**1,977,913,721**	**1,909,024,215**
Add: Manufacturing Overhead	19.04	114,389,889	107,545,617
Add: Depreciation		134,652,795	141,960,770
Cost of production		**2,226,956,405**	**2,158,530,602**
Finished goods - opening		134,815,588	107,210,538
Finished goods - closing		147,350,216	134,815,588
Change of finished goods stock		**(12,534,628)**	**(27,605,050)**
Cost of free issue		397,524	418,207
	Total:	**2,214,024,253**	**2,130,507,345**

Raw materials consumed-Yarn: Tk. 1,810,346,848

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Opening Stock		417,245,774	419,521,067
Add: Purchase during the year		1,967,152,943	1,753,961,414
Raw materials available for production		2,384,398,717	2,173,482,481
Less: Closing Stock		574,051,869	417,245,774
	Total:	**1,810,346,848**	**1,756,236,707**

Raw materials consumed-Chemicals: Tk. 162,122,811

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Opening Stock		74,202,700	73,905,218
Add: Purchase during the year		168,541,648	147,927,098
Chemicals available for Production		242,744,348	221,832,316
Less: Closing Stock		80,621,537	74,202,700
	Total:	**162,122,811**	**147,629,616**

Packing materials consumed: Tk. 5,294,879

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Opening Stock		2,051,364	2,405,163
Add: Purchase during the year		5,428,146	5,279,864
Packing materials available for packing		7,479,510	7,685,027
Less: Closing Stock		2,184,631	2,051,364
	Total:	**5,294,879**	**5,633,663**

Manufacturing overhead: Tk.114,389,889

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Salary & Wages		47,682,405	45,108,643
Fuel, Water & Power		5,240,861	4,765,102
Printing & Stationary		1,096,432	1,031,059
Conveyance		634,107	517,362
Mobile bill		44,108	46,127
Store & Spares Consumed	6.06	6,575,123	6,521,218
Insurance		1,350,846	1,274,186
Gas Bill		43,972,101	39,671,540
C & F Expenses		5,365,081	6,142,105
Rent, Rates and Taxes		93,642	75,418
Repairs & Maintenance	19.04.A	2,236,635	2,296,446
Other Overhead		98,548	96,411
	Total:	**114,389,889**	**107,545,617**

Repairs & Maintenance: Tk. 2,236,635

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Plant and Machinery		1,524,942	1,425,163
Building		632,051	817,641
Others		79,642	53,642
	Total:	**2,236,635**	**2,296,446**

Operating Expenses: Tk. 35,075,309

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Warehouse, Distribution & Selling Exp.	20.01	14,631,667	14,039,931
Administrative Expenses	20.02	20,443,642	18,920,111
	Total:	**35,075,309**	**32,960,042**

Warehouse, Distribution & Selling Exp.: Tk. 14,631,667

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Advertising Expenses	10,763	12,600
Salary & Welfare	6,505,278	6,351,428
Transportation and Handling Expenses	3,875,416	3,540,669
Repair and Maintenance	342,109	311,573

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

Rent		34,500	25,200
Electricity, Fuel & Water		78,692	56,847
Sales promotion Expenses		508,469	306,421
Traveling Expenses		1,482,517	1,593,712
Entertainment Expenses		539,061	480,316
Miscellaneous Expenses		94,736	75,418
Sample,Test & Analysis		271,964	350,274
Cost of free issue		397,524	418,207
Depreciation		490,638	517,266
	Total:	**14,631,667**	**14,039,931**

Administrative Expenses: Tk. 20,443,642

The above balance is made up as follows:

Salary & Welfare	7,652,408	7,182,436
MD's Remuneration	450,000	300,000
Postage & Telecommunication	341,052	335,418
Traveling, Haultage & passage	3,140,849	2,715,240
Repair & Maintenance	723,518	771,563
Vehicle Expenses	594,125	512,046
Electricity, Fuel & Water	912,416	835,416
Printing and Stationery	655,240	632,054
Rent, Rates and Taxes	3,405,163	3,105,249
Subscription & Donation	201,539	181,120
Entertainment	297,541	273,526
Legal & Professional Charge	274,153	312,547
Audit fees	435,000	360,000
Miscellaneous Expenses	109,854	105,694
Newspaper & periodical	71,563	80,648
Board Meeting attendance Fees	34,400	10,200
Depreciation	1,144,821	1,206,954
Total:	**20,443,642**	**18,920,111**

Financial Expenses: Tk. 716,528

The above balance is made up as follows:

Particulars	Note	30-06-2019	30-06-2018
Interest on Loan	21.01	716,528	661,945
	Total:	**716,528**	**661,945**

Interest on loan: Tk. 716,528

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Interest on MDB Loan	351,420	
Interest on IBP Loan	129,428	
Interest on Murabaha TR	235,680	661,945
Total:	**716,528**	**661,945**

Foreign Exchange gain or loss: Tk.531,761

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Foreign Exchange gain or Loss - Realized	516,824	167,995
Foreign Exchange gain or Loss - Unrealized	14,937	11,756
Total:	**531,761**	**179,751**

Other non-operating income: Tk. 4,641,099

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Sale of Wastage	684,215	706,861
Interest Income	3,956,884	-
Total:	**4,641,099**	**706,861**

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

24.00 **Share of Profit of Associate : Tk. 4,596,829**

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Share of Associate Profit during the year	24.01	4,596,829	18,175,692
	Total:	4,596,829	18,175,692

24.01 **Share of Associate Profit during the period: Tk. 4,596,829**

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Associate Profit during the period		52,167,197	206,267,154
Total No.of Share of Associate		392,544,834	356,858,940
No. of Share of Associate held by the Company		34,589,966	31,445,424
Percentage of holding in Asssociate Company		8.8117%	8.8117%
Share of Associate Profit during the period		4,596,829	18,175,692

25.00 **Income Tax Expenses during the year: Tk. 31,736,451**

The above balance is made up as follows:

Particulars	Notes	30-06-2019	30-06-2018
Current Tax on operating Income	25.01	21,076,304.00	23,146,221
Current Tax on other Income		1,624,385.00	247,401
Deferred Tax	25.02	9,035,762.00	7,990,084
	Total:	31,736,451	31,383,706

25.01 **Current Tax on operating Income : Tk. 21,076,304**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Profit before tax	228,313,790	226,457,917
Less: IPO Expenses	(11,166,456)	(7,162,300)
Less: Other non-operating income	(4,641,099)	(706,861)
Less: Share of Profit/Loss of associate	(4,596,829)	(18,175,692)
Add: Depreciation on Accounting base	136,288,254	143,684,990
Less: Depreciation on Tax base	(203,688,969)	(189,789,917)
	140,508,691	154,308,137
Applicable Tax Rate	15%	15%
Current tax on operating Income	21,076,304	23,146,221

25.02 **Deferred Tax during the year: Tk. 9,035,762**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Carrying amount as Accounting base:		
Property, Plant & Equipment	1,855,513,740	1,741,668,463
Carrying amount as Tax base:		
Property, Plant & Equipment	954,706,261	908,261,700
Difference	900,807,479	833,406,763
Add: IPO Expenses during the year	11,166,456	7,162,300
	911,973,935	840,569,063
Applicable Tax Rate	15%	15%
Deferred Tax liabilities at the end of year	135,121,122	126,085,359
Opening balance	126,085,359	118,095,275
Deferred tax expenses/(income) for the year	9,035,762	7,990,084

26.00 **IPO Expenses: Tk. 11,166,456**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Prospectus submission - DSE & CSE	-	100,000
Application fees - SEC	-	50,000
Consent fees - SEC	-	800,000

Annual fees- DSE & CSE	-	1,200,000
Listing fees - DSE & CSE	-	5,012,300
Issue Management fees	2,300,000	-
Audit fees	135,000	-
Data Transmission fees	400,000	-
Underwritting fees	402,500	-
CDBL fees	849,116	-
Printing, Publication and Distribution	7,079,840	-
Total:	**11,166,456**	**7,162,300**

27.00 **Reconcilation of cash generated by operations**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Profit before Income tax	228,313,790	226,457,917
Add: Depreciation charged	136,288,254	143,684,990
Add: Financial Expenses	716,528	661,945
Less: Share of Profit/Loss of associate	(4,596,829)	(18,175,692)
Add(Less): Increase or decrease in inventory	(175,850,931)	(25,622,203)
Add(Less): Increase or decrease in trade receivable (foreign exchange gain or loss adjusted)	(40,764,810)	(84,660,696)
Add(Less): Increase or decrease in trade payable (foreign exchange gain or loss adjusted)	3,996,651	18,820,804
Add(Less): Increase or decrease in advance, deposit and pre payments	34,605,541	(38,205,397)
Add(Less): Increase or decrease in Foreign Exchange gain or loss - FC Account	(14,937)	(11,756)
Add(Less): Increase or decrease in creditors and accrues	797,495	(434,890)
	183,490,752	**222,515,022**

28.00 **Earnings Per Share (Basic EPS) : Tk. 1.07**

The above balance is made up as follows:

Particulars	30-06-2019	30-06-2018
Earnings from operating Income		
a) Net Profit after Tax excluding Extraordinary Income	196,324,590	177,145,920
b) Weighted average number of shares outstanding (Note-28.01)	190,300,219	140,410,000
Earnings per share (EPS) from core business(a/b)	**1.03**	**1.26**
Earnings from Extraordinary Income		
a) Extraordinary Income - Other Income	3,016,714	459,460
b) Weighted average number of shares outstanding	190,300,219	140,410,000
Earnings per share from Extraordinary Income (a/b)	**0.0159**	**0.0033**
c) Extraordinary Income - Investment in Associate	4,596,829	18,175,692
d) Weighted average number of shares outstanding	190,300,219	140,410,000
Earnings per share from Extraordinary Income (a/b)	**0.0242**	**0.1294**
Earnings per share	**1.07**	**1.39**
Basic earnings per share (Adjusted)	1.07	1.39

28.01 **Weighted average No. of Shares outstanding**

The above balance is made up as follows:

Particulars	30-06-2019
Opening Share	140,410,000
Issued during the year - Bonus Issue	32,082,000
Issued during the year - IPO (20,000,000 X 325/365)	17,808,219
Weighted average No. of Shares outstanding	**190,300,219**

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

29.00 **Net Asset Value per Share (NAV) : Tk. 18.30**

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Net Asset Value		3,522,163,835	3,517,391,573
No. of Shares Outstanding		192,492,000	140,410,000
Net Asset Value per Share (NAV)	Total:	**18.30**	**25.05**

30.00 **Net Operating Cash Flows per Share : Tk. 0.88**

The above balance is made up as follows:

Particulars		30-06-2019	30-06-2018
Net Operating Cash Flows		170,001,147	176,506,972
No. of Shares Outstanding		192,492,000	140,410,000
Net Operating Cash Flows per Share	Total:	**0.88**	**1.26**

31.00 **Disclosure as per requirment of Schedule XI, part II, note 5 of para 3**

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

Quantity wise schedules of sales, raw material consumed and opening and closing stock of finished goods relating to the financial statements for the year ended June 30, 2019 are given below:

i) Sales

Particulars	01-07-2018 to 30-06-2019	01-07-2017 to 30-06-2018
Amount in Taka	2,468,360,191	2,371,524,945
Quantity in Lbs	17,851,516	16,775,528

ii) Raw Materials - Yarn Consumed in Quantities (Lbs):

	01-07-2018 to 30-06-2019	01-07-2017 to 30-06-2018
Opening Stock	4,060,482	4,197,314
Purchase	19,896,524	16,954,218
Total available	23,957,006	21,151,532
Less: Closing Stock	5,767,728	4,060,482
Raw Materials - consumed	**18,189,278**	**17,091,050**

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

Particulars	Opening Stock		Closing Stock	
	Quantity	Amount in Tk.	Quantity	Amount in Tk.
Raw Materials -Yarn	4,028,677 Lbs	417,245,774	5,767,728 Lbs	574,051,869
Raw Materials -Chemi	606,863 Kg	74,202,700	619,754 Kg	80,621,537
Work in Process	92,698 Lbs	9,506,397	94,000 Lbs	9,357,214
Finished goods	1,062,019 Lbs	134,815,588	1,187,861 Lbs	147,350,216

31.B **Disclosure as per requirment of Schedule XI, part II, note 5 of para 3**
Employee Position (as on June 30, 2019)

Salary Range	Officer & Staff		Worker	Total Employee
	Factory	Head Office		
Below 5300	11	2	115	128
Above 5300	37	48	459	544
Total	**48**	**50**	**574**	**672**

31.C **Disclosure as per requirment of Schedule XI, part II, para 4 of companies act 1994**

Payment to directors within the year ended 30.06.2019

Directors Remuneration & Fees : Tk. 484,400

Directors' are entitled Tk 1,000 as Board Meeting fee for attending each Board Meeting as per Articles of Association. The break down is as follows-

Name of Board of Directors	Designation	Director Remuneration	No. of Meeting attending	Fees	Amount in Taka
Mr. Faiaz Kader	Chairman	-	10	7,200	7,200
Mr.Rezaur Rahman Rajon	Director	-	8	5,900	5,900
Mr. Golam Azam Chowdhury (Representive of Rajon Textile Mills Ltd	Managing Director	450,000	10	7,200	457,200
Mr. Abul Khair Manik (Representive of Total Spinning Mills Ltd	Director	-	9	6,900	6,900
Mr. Syed Md. Tajon Islam	Independent Director	-	10	7,200	7,200
Total		**450,000**		**34,400**	**484,400**

31.D **Disclosure as per requirment of Schedule XI, part II, para 7**
Details of Capacity as given below:

Particulars	Attainable Capacity in Lbs	Actual Production in Lbs	Percentage of Capacity Utilization
Annual Production of Acrylic & Cotton Yarn Dyeing in Lbs	19,840,000	17,978,053	90.62%
Total	**19,840,000**	**17,978,053**	**90.62%**

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

32.A During the year ended June 30 , 2019 total value of import in respect of raw material, spare parts calculated on CIF basis are given as below:

Particulars	Amount (Tk.)
Raw Materials - yarn	1,967,152,943
Raw Materials - Chemical	168,541,648

32.B The company has not incurred any expenditure in foreign currencies during the period of 01 July, 2018 to 30 June, 2019 on account of royalty, know-how, professional fees, consultancy fees, interest and other matters.

32.C Value of both imported and indigenous raw materials, spare parts and components consumed and the percentage of each to the total consumption during the period of 01 July, 2018 to June 30, 2019 are given as below:

Particulars	Total Comsumption	Imported Taka.	(%)	Local Taka.	(%)
Raw Materials - Yarn	1,810,346,848	1,810,346,848	100%	-	0.00%
Raw Materials - Chemical	162,122,811	162,122,811	100%	-	0.00%
Packing Materials	5,294,879	-	0%	5,294,879	100.00%
Store Items	6,575,123	-	0%	6,575,123	100.00%
Total	1,984,339,661	1,972,469,659		11,870,002	

32.D The company has not remitted any amount during the period of 01 July, 2018 to June 30, 2019 in foreign currencies on account of dividend for non-resident shareholders.

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

32.E **Earnings in foreign exchange classified under the following heads as follows:**

i) Total Export for the period ended 30 June 2019 is US$ 29,649,972.26 which equivalent to BDT. 2,468,360,191
ii) No royalty, know-how, professional and consultancy fees were received.
iii) No interest and dividend received.
iv) No other income received.

33.00 **Capital Expenditure Commitment:**

The Company has no capital expenditure commitment at the reporting date.

34.00 **Directors' interest in contracts with the company :**

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

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants

M. L. DYEING LIMITED
SCHEDULE OF FIXED ASSETS
AS AT JUNE 30, 2019

Annexure-A

Particulars	Cost			Rate of Dep. / Amortization (%)	Depreciation			Written Down Value as at 30-06-2019	Written Down Value as at 30-06-2018
	Balance as on 1st July 2018	Addition during the year	Balance as on 30th June 2019		Balance as on 1st July 2018	Charge during the year	Balance as on 30th June 2019		
Land & Land Development	31,901,605		31,901,605	0.00%	-		-	31,901,605	31,901,605
Factory Building	573,533,516	194,268,703	767,802,219	2.5%	90,255,738	12,486,671	102,742,409	665,059,810	483,277,778
Plant & Machinery	1,940,739,382	52,343,104	1,993,082,486	10%	906,460,477	103,864,083	1,010,324,560	982,757,926	1,034,278,905
Power Generator Set	135,276,849	-	135,276,849	10%	75,644,623	5,963,223	81,607,846	53,669,003	59,632,226
Electrical Installation	62,250,544	421,051	62,671,595	10%	24,244,158	3,814,674	28,058,832	34,612,763	38,006,386
Boiler	59,486,248	-	59,486,248	10%	31,069,807	2,841,642	33,911,449	25,574,799	28,416,441
Compresser	22,693,441	-	22,693,441	10%	9,791,904	1,290,154	11,082,058	11,611,383	12,901,537
Fork lift	5,521,489	-	5,521,489	10%	3,263,511	225,798	3,489,309	2,032,180	2,257,978
ETP Plant	59,910,521	805,196	60,715,717	10%	23,086,461	3,709,246	26,795,707	33,920,010	36,824,060
Gas Installation	7,372,265	-	7,372,265	10%	3,886,908	348,536	4,235,444	3,136,821	3,485,357
Air Condition Installation	7,443,460	-	7,443,460	10%	4,242,143	320,132	4,562,275	2,881,185	3,201,317
Telephone Installation	703,072	-	703,072	20%	235,622	93,490	329,112	373,960	467,450
Office Equipment	3,715,899	830,924	4,546,823	10%	1,770,124	243,048	2,013,172	2,533,651	1,945,775
Furniture & Fixture	6,244,083	1,464,553	7,708,636	20%	2,148,765	892,291	3,041,056	4,667,580	4,095,318
Motor Car	7,498,000	-	7,498,000	20%	6,521,670	195,266	6,716,936	781,064	976,330
Total	**2,924,290,374**	**250,133,531**	**3,174,423,905**		**1,182,621,911**	**136,288,254**	**1,318,910,165**	**1,855,513,740**	**1,741,668,463**

Allocation of depreciation

Manufacturing Expenses	98.80%	134,652,795
Administrative Expenses	0.84%	1,144,821
Selling & Distribution Expenses	0.36%	490,638
	100%	**136,288,254**

SHIRAZ KHAN BASAK & CO. Dhaka Chartered Accountants