



**Mahfel Huq & Co.**  
Chartered Accountants  
The first registered accounting firm in independent Bangladesh



An Independent Member Firm Of Agn International

BGIC Tower (4th Floor)  
34, Topkhana Road  
Dhaka-1000, Banaladesh  
Tel.: +88-02-9553143, 9581786  
Fax: +88-02-9571005  
E-mail: [info@mahfelhuq.com](mailto:info@mahfelhuq.com)  
Web.: [www.mahfelhuq.com](http://www.mahfelhuq.com)

## Independent Auditor's Report To the Shareholders of Deshbandhu Polymer Limited

### Report on the Audit of the Financial Statements

#### Qualified Opinion

We have audited the financial statements of Deshbandhu Polymer Limited (the "Company"), which comprise the Statement of Financial Position as at 30 June 2020 and along with the 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 30 June 2020, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained.

#### Basis for Opinion:

The company's inventory in transit is carried in the statement of financial position at BDT. 305,851,655. Management has not provided sufficient appropriate valid documents to confirm the balance. We are also unable to confirm this balance from alternative source.

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), Bangladesh Securities and Exchange Commission (BSEC) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

#### Key Audit Matters

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

1. Revenue Recognition	
Risk	Our Response to the Risk
<p>At the year end, the company reported total revenue of BDT 824,577,244.</p> <p>Revenue is measured net of VAT &amp; Supplementary duty. Including net local sales and export sales by customers on the company's sales.</p> <p>We focus on the risk of material misstatement in the recognition of revenue, as a result of both fraud and error, because revenue is material and is an important determinant of the company's profitability, which has a consequent impact on its share price performance.</p> <p>The estimation of export sales recognized based on L/C value and invoice submitted any foreign exchange</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> <li>• Calculation of VAT and SD;</li> <li>• Segregation of duties in invoice creation and modification; and</li> <li>• Timing of revenue recognition.</li> </ul> <p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none"> <li>• Obtaining supporting documentation for sales transactions recorded at the yearend date to determine whether revenue was recognized in the current period;</li> </ul>



<p>gain/loss made during the year is material and considered to be complex and judgmental. [See note 22.00 to the financial statements]</p>	<ul style="list-style-type: none"> <li>• Critically assessing manual journals posted to revenue to identify unusual or irregular items; and</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.</li> </ul>
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**2. Accounts Receivable**

Risk	Our Response to the Risk
<p>The company has reported BDT. 262,457,625 as Accounts receivable which includes first party, third party, Inhouse party and Corporate party</p> <p>The company is based on both Local and export sales therefore receivable confirmation is a material issue, which requires proper correspondence with debtors.</p> <p>The estimation of export sales recognized based on L/C value and invoice submitted any foreign exchange gain/loss made during the year is material and considered to be complex and judgmental. [See note 8.00 to the financial statements]</p>	<p>For Accounts receivables and the management's estimations for trade receivables impairment provision, we performed key audit procedures included the following:</p> <ul style="list-style-type: none"> <li>• We send trade receivables balance confirmations to the debtors;</li> <li>• We analyzed the aging of trade receivables; and</li> <li>• We obtained a list of long outstanding receivables and assessed the recoverability of these through inquiry with management and by obtaining sufficient corroborative evidence to support the conclusions.</li> </ul>

**Emphasis of Matter**

We draw attention to note 3.9, The company has yet to transfer the 10% contribution of Workers Profit Participation Fund (WPPF) to the Bangladesh Workers Welfare fund as per section 234 of Bangladesh Labour Law 2006 (amendment 2018).

**Other Information**

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The 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.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the company.



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## **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 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 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.
- 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 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.



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- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987, IFRS and other applicable laws and regulations, we also report that:

- ( i ) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ( ii ) 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;
- ( iii ) 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
- ( iv ) the expenditures incurred were for the purpose of the Company's business for the year;

Dhaka, 27 October 2020

**Md. Abdus Satter Sarkar, FCA**  
For and on behalf of,  
**Mahfel Huq & Co.**  
Chartered Accountants

**Deshbandhu Polymer Limited**  
Statement of Financial Position  
as at 30 June 2020

<b>Assets</b>	<b>Particulars</b>	<b>Notes</b>	<b>30 June 2020</b>	<b>30 June 2019</b>
			<b>Taka</b>	<b>Taka</b>
<b>Non-Current Assets</b>				
Property, Plant & Equipment		4	459,619,411	441,596,074
Investment		5	716,928	716,928
			460,336,339	442,313,002
<b>Current Assets</b>				
Inventories		6	282,126,699	220,491,223
Inventory in Transit		7	305,851,655	446,329,786
Accounts Receivable		8	262,457,625	267,304,556
Inter Company Receivable		9	219,552,033	244,229,563
Advance, Deposit and Prepayments		10	165,312,520	141,797,403
Advance Income Tax		11	291,132,330	255,144,068
Cash and Cash Equivalents		12	18,629,400	28,249,941
			1,545,062,262	1,603,546,541
<b>Total Assets</b>			<b>2,005,398,601</b>	<b>2,045,859,543</b>
<b>Equity and Liabilities</b>				
<b>Shareholders' Equity</b>				
Share Capital		14	613,651,500	613,651,500
Retained Earnings			29,737,202	43,906,010
			643,388,702	657,557,510
<b>Non-Current Liabilities</b>				
Deferred Tax Liability		13	66,992,628	66,489,985
<b>Current Liabilities</b>				
Bank Overdraft		15	217,466,613	234,645,434
Short Term Loan		16	994,809,360	1,002,797,024
Accounts Payable		17	3,584,201	5,730,154
Other Payables		18	9,201,738	14,356,838
Share Money Refundable		19	14,924,500	14,924,500
Worker's Profit Participation Fund		20	2,219,381	1,629,025
Provision for Income Tax		21	52,811,476	47,729,073
			1,295,017,270	1,321,812,048
<b>Total Equity and Liabilities</b>			<b>2,005,398,601</b>	<b>2,045,859,543</b>
<b>Net Asset Value (NAV) per share</b>		<b>32</b>	<b>10.48</b>	<b>10.72</b>

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

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

Signed in terms of our separate report of even date annexed

Dhaka  
27 October 2020



  
**Mahfel Huq & CO.**  
CHARTERED ACCOUNTANTS

**Deshbandhu Polymer Limited**  
Statement of Profit or Loss and Other Comprehensive Income  
For the year ended 30 June 2020

<u>Particulars</u>	<u>Notes</u>	<b>30 June 2020</b> <b>Taka</b>	<b>30 June 2019</b> <b>Taka</b>
Revenue	22	824,577,244	799,252,742
Cost of Goods Sold	23	(729,930,375)	(682,695,931)
<b>Gross profit</b>		<b>94,646,869</b>	<b>116,556,811</b>
Administrative Expenses	24	(15,231,263)	(17,721,315)
Selling & Distribution Expenses	25	(8,945,103)	(10,219,725)
<b>Operating profit</b>		<b>70,470,503</b>	<b>88,615,771</b>
Financing Cost	26	(80,562,912)	(79,206,252)
Financing Income	27	22,489,884	24,800,014
<b>Profit/(loss) before WPPF and Income Tax</b>		<b>12,397,476</b>	<b>34,209,533</b>
Provision for contribution to WPPF	28	(590,356)	(1,629,025)
<b>Profit/(loss) before Income Tax</b>		<b>11,807,120</b>	<b>32,580,508</b>
<b>Provision for Income Tax:</b>			
Current Tax	29	(5,082,403)	(8,145,127)
Deferred Tax	13	(502,643)	4,307,665
<b>Profit after tax for the year</b>		<b>6,222,074</b>	<b>28,743,046</b>
<b>Other Comprehensive income:</b>			
Increase/Diminution in the value of investment in share	30	-	-
<b>Total Comprehensive income for the year</b>		<b>6,222,074</b>	<b>28,743,046</b>
<b>Earning per share of Tk. 10.00 each</b>	<b>31</b>	<b>0.10</b>	<b>0.47</b>

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Company Secretary

  
Director

  
Managing Director

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Dhaka  
27 October 2020



  
**Mahfel Huq & CO.**  
CHARTERED ACCOUNTANTS

**Deshbandhu Polymer Limited**  
Statement of Changes in Shareholders Equity  
For the year ended 30 June, 2020

Particulars	Share Capital Taka	Retained earnings Taka	Total Taka
<b>Balance as at 30 June 2019</b>	613,651,500	43,906,010	657,557,510
Cash Dividend 2018-2019		(20,390,881)	(20,390,881)
Net profit after tax for the year	-	6,222,074	6,222,074
Other comprehensive income for the year:			
Increase in the value of investment in share	-	-	-
<b>Balance as at 30 June 2020</b>	<b>613,651,500</b>	<b>29,737,202</b>	<b>643,388,702</b>

**Deshbandhu Polymer Limited**  
Statement of Changes in Shareholders Equity  
For the year ended 30 June 2019

Particulars	Share Capital Taka	Retained earnings Taka	Total Taka
<b>Balance as at 30 June 2018</b>	613,651,500	45,845,539	659,497,039
Cash Dividend 2017-2018		(30,682,575)	(30,682,575)
Net profit after tax for the year	-	28,743,046	28,743,046
Other comprehensive income for the year:			
Increase in the value of investment in share	-	-	-
<b>Balance as at 30 June 2019</b>	<b>613,651,500</b>	<b>43,906,010</b>	<b>657,557,510</b>

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Company Secretary

  
Director

  
Managing Director

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Dhaka  
27 October 2020



**Deshbandhu Polymer Limited**  
Statement of Cash Flows  
for the year ended 30 June, 2020

<u>Particulars</u>	<u>Notes</u>	<u>30 June 2020</u> <u>Taka</u>	<u>30 June 2019</u> <u>Taka</u>
<b>A. Cash flows from operating activities:</b>			
Cash received from customer	33	829,424,175	832,271,820
Cash paid to suppliers, employees and others	34	(677,914,924)	(804,417,158)
Cash generated/used in operations		151,509,251	27,854,662
Cash received from Financing income		22,489,885	24,800,014
Financing cost paid		(80,562,912)	(79,206,252)
Income Tax Paid		(35,988,261)	(31,832,998)
<b>Net cash used in operating activities</b>	<b>35</b>	<b>57,447,962</b>	<b>(58,384,573)</b>
<b>B. Cash flow from investing activities:</b>			
Purchase of property, plant and equipment		(46,188,670)	(112,468,164)
Disposal of shares		-	-
<b>Net cash used in investing activities</b>		<b>(46,188,670)</b>	<b>(112,468,164)</b>
<b>C. Cash flow from financing activities:</b>			
Short term loan		(7,987,664)	285,196,478
Bank Overdraft		(17,178,821)	(6,013,157)
Cash Dividend		(20,390,881)	(30,682,575)
Share money refund		-	-
Other finance- Inter company		24,677,531	(65,242,129)
<b>Net cash from financing activities</b>		<b>(20,879,834)</b>	<b>183,258,617</b>
<b>Net cash inflow / (outflow) (A+B+C)</b>		<b>(9,620,542)</b>	<b>12,405,879</b>
<b>Cash and cash equivalent at the beginning</b>		<b>28,249,941</b>	<b>15,844,062</b>
<b>Cash and cash equivalent at the closing</b>		<b>18,629,400</b>	<b>28,249,941</b>
<b>Cash and cash equivalent at the closing:</b>			
Cash in Hand		3,699,715	3,890,947
Cash at Banks		14,929,685	24,358,994
		<b>18,629,400</b>	<b>28,249,941</b>
<b>Net Operating Cash flow per share</b>	<b>36</b>	<b>0.94</b>	<b>(0.95)</b>

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Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

Signed in terms of our separate report of even date annexed

Dhaka  
27 October 2020





## **DESHBANDHU POLYMER LIMITED**

### **Notes to the Financial Statements**

As at and for the year ended 30 June 2020

#### **1. Status of the Reporting Entity**

##### **1.1. Legal Status**

Deshbandhu Polymer Ltd. was incorporated in Bangladesh on 03 December 2006 as a private limited company under the Companies Act, 1994 which has been converted into public limited company on 05 August, 2009 having registered office in Dhaka. This company was listed with DSE and CSE as on January 17, 2011.

##### **1.2. Nature of Business**

The principal activities of the company are manufacturing and marketing of PP woven bag and liner.

#### **2. Basis of Preparation**

##### **2.1. Statement of Compliance**

These financial statements have been prepared in accordance with International Accounting Standard (IAS), International Financial Reporting Standards (IFRSs), Companies Act 1994, and other applicable laws and regulations.

##### **2.2. Other Regulatory Compliances**

The company is also required to comply with the following major laws and regulation in addition to the Companies Act, 1994:

The Income Tax Ordinance, 1984

The Income Tax Rules, 1984

The Value Added Tax and Supplementary Duty Act, 2012;

The Value Added Tax and Supplementary Duty Rules, 2016;

The Customs Act, 1969;

Bangladesh Labor Act, 2006 as amended in 2018;

Bangladesh Securities and Exchange Rules, 1987;

Dhaka Stock Exchange (DSE) Listing Regulations, 2015; and

Chittagong Stock Exchange (CSE) Listing Regulations, 2015.

##### **2.3. Measurement Bases Used in Preparing the Financial Statements/ Going Concern**

The financial statements have been prepared on "Historical Cost" convention on a going concern basis which is one of the most commonly adopted basis provided in "the framework for the preparation and presentation of financial statements" issued by the International Accounting Standard Committee (IASC).

The company has adequate resources to continue its operation for foreseeable future. For this reason, the Directors continued to adopt going concern basis in preparing the Financial Statements. The current credit facilities and resources of the company provide sufficient fund to meet the present requirements of its existing businesses and operations.

##### **2.4. Components of the Financial Statements**

According to the International Accounting Standard (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;
- ii. Statement of Profit or Loss and Other Comprehensive Income;
- iii. Statement of Changes in Equity;
- iv. Statement of Cash Flows; and
- v. Notes to the financial statements.

## **2.5. Applicable Accounting Standards**

The following IASs are applicable for preparation and reporting of the Financial Statements for the year under review:

- IAS - 1 Presentation of Financial Statements
- IAS - 2 Inventories
- IAS - 7 Statements of Cash Flows
- IAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS - 10 Events after the Reporting Date
- IAS - 12 Income Taxes
- IAS - 16 Properties, Plant and Equipment
- IAS - 19 Employee Benefits
- IAS - 21 The Effects of Changes in Foreign Exchange Rates
- IAS - 23 Borrowing Costs
- IAS - 24 Related Party Disclosures
- IAS - 32 Financial Instruments: Presentation
- IAS - 33 Earnings Per Share
- IAS - 37 Provisions, Contingent Liabilities and Contingent Assets
- IAS - 39 Financial Instruments: Recognition and Measurement
- IFRS - 1 First Time Adoption of International Financial Reporting Standards
- IFRS - 7 Financial Instruments: Disclosures
- IFRS - 13 Fair value measurements
- IFRS - 15 Revenue from Contracts with Customers

## **2.6. Use of Estimates and Judgments**

The preparation of the Financial Statements in conformity with IFRS 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. Actual results may differ from these estimates.

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

## **2.7. Functional and Presentational Currency and Level of Precision**

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.

## **2.8. Reporting Period**

The financial period of the company covers one year from 1 July to 30 June and followed consistently.

## **3. Significant Accounting Policies**

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

### **3.1. Property, Plant and Equipment**

#### **3.1.1. Recognition and Measurement**

Property, plant and equipment are measured at cost less accumulated depreciation. Capital work in progress (if any) represents the cost incurred for acquisition and/or construction of items of property, plant and equipment that were not ready for use at the end of reporting period and these are stated at cost.

Cost includes expenditure that is directly attributable to the acquisition of asset. The cost of self constructed asset includes the cost of material and direct labor, any other costs directly attributable to bringing the assets to a working condition for their intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

#### **3.1.2. Depreciation on Fixed Assets**

Depreciation on fixed assets is charged based on straight-line method. No depreciation is charged on land & land development and capital work in progress. On addition of assets, depreciation is charged from the month of acquisition and no depreciation is charged in the year of disposal.

Upon disposal of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to Income.

After considering the useful life of assets as per IAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

<b>Category</b>	<b>Rate of Depreciation</b>
Land & Land Development	-
Building	2.5%
Plant & Machineries	5%
Furniture & Fixtures	10%
Electric and other Appliances	10%
Office machinery and Equipment's	10%
Vehicles	10%

#### **3.1.3 Capitalization of borrowing costs**

Borrowing cost relating to acquisition of fixed assets is capitalized as per International Accounting Standard (IAS) - 23, borrowing costs at the weighted average cost of borrowings. However, capitalization of borrowing costs is ceased when acquisition of relevant asset is completed.

#### **3.1.4 Impairment**

The carrying amount of the entity's non-financial assets, other than inventories and deferred tax assets (considered as disclosed separately under respective accounting standards), are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is re-estimated. However, no such conditions that might be suggestive of a heightened risk of impairment of assets existed at the reporting date

### **3.2. Inventories**

Inventories comprise of raw materials, work-in-process, finished goods, stores & spares, which are valued lower of cost or net realizable value in accordance with IAS-2 "Inventories" after making due allowance for any obsolete or slow-moving item and details of valuation are as follows:

- i ) Raw materials at average cost
- ii) Work-in-process at estimated cost
- iii) Finished goods at cost or net realizable value whichever is lower
- iii) Goods-in-transit at cost
- iv) Stores & spares at weighted average cost

### **3.3. Financial Assets**

The company initially recognizes loans and receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the trade date, which is the date the company becomes a party to the contractual provisions of the instrument.

The company derecognizes a financial asset when the contractual rights to 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 risks and rewards of ownership of the financial asset are transferred.

Financial assets include Investment; Accounts Receivable; Advances, Deposits and Prepayments; Cash and Cash Equivalents etc.

#### **3.3.1. Accounts Receivable**

Accounts receivable are initially recognized at cost which is the fair value of the consideration given in return. After initial recognition, these are carried at cost less impairment losses, if any, due to uncollectibility of any amount so recognized.

#### **3.3.2. 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 such as property, plant and equipment, inventory or expenses.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to statement of Profit or Loss and Other comprehensive income.

#### **3.3.3. Cash and Cash Equivalents**

Cash and cash equivalents include cash in hand, deposits and other short/ fixed term deposits with banks and non-banking financial institutions which are held and available for use by the company without any restriction.

### **3.4. Financial Liabilities**

The company recognizes all financial liabilities on the trade date which is the date the company becomes a party to the contractual provisions of the instrument. The company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. Financial liabilities comprise accounts payable, other payable and other financial obligations.

#### **3.4.1. Accounts Payable and Other Payable**

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

**3.4.2. Loans and Borrowing**

Principal amounts of loans and borrowings are stated at their outstanding amount. Borrowings repayable after twelve months from the reporting date are classified as non-current liabilities whereas the portion payable within twelve months, unpaid interest and other charges are classified as current liabilities.

**3.5. Impairment**

**3.5.1. Financial Assets**

A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

**3.5.2. Non-Financial Assets**

The carrying amounts of the company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the recoverable amount of the asset is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

**3.6. Cash flow statement**

Cash Flow Statement is prepared in accordance with IAS 7 "Cash Flow Statement". The cash flow from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 18(b) of IAS-7 which provides that "Enterprises are encouraged to report Cash Flow from Operating Activities using the Direct Method".

**3.7. Provisions, Contingent Liabilities and Contingent Assets**

A provision is recognized in the Statement of Financial Position as stated in IAS-37 when the company has a legal or contractual 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. Contingencies arising from claims, litigations, assessments, fine, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. Contingent assets are not recognized.

**3.8. Taxation**

**3.8.1. Current Tax:**

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Necessary provision for taxation has been made as per Income Tax Ordinance, 1984.

**3.8.2. Deferred tax:**

Deferred tax is recognized using the Statement of Financial Position method as stated in IAS 12. Deferred tax arises due to temporary difference deductible or taxable for the events or transaction recognized in the income statement. A temporary difference is the difference between the tax bases of an asset or liability and its carrying amount/reported amount in the Statement of Financial Position. Deferred tax asset or liability is the amount of income tax recoverable or payable in future period's recognized in the current period. The deferred tax asset /income or liability/expense does not create a legal liability/recoverability to and from the income tax authority.

**3.9. Employee benefit**

**3.9.1. Short Term Employee Benefits**

Salaries, bonuses and allowances are accrued in the financial year in which the associated services are rendered by the employees of the Company as stated in IAS-19.

**3.9.2. Workers' Profit Participation & Welfare Fund**

Appropriate provision has been made for Workers' Profit Participation and Welfare Fund as per Bangladesh Labour Act, 2006 as amended in 2013.

**3.10. Revenue Recognition**

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and rebates, if any. Revenue is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably and there is no continuing management involvement with the goods as stated in IAS-18. Sales revenue is recognized when the goods are delivered.

**3.11. Finance Income and Expense**

**3.11.1. Finance Income**

Interest incomes from bank deposits and loan to related-companies are recognized on accrual basis following specific rate of interest in arrangement with banks and related companies.

**3.11.2. Finance Expenses**

Finance expenses comprise interest expenses on loan, overdraft and bank charges. All borrowing costs are recognized in the statements of Profit or Loss and Other comprehensive income using effective interest method except to the extent that they are capitalized during constructions period of the plants in accordance with IAS-23 Borrowing cost.

**3.12. Foreign Exchange**

Transactions in foreign currencies are translated at the foreign exchange rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to Bangladesh Taka at the foreign exchange rate prevailing at that date. Foreign exchange differences arising on translation are recognized in the statements of Profit or Loss and Other comprehensive income in accordance with IAS 21 "The effects of Changes in Foreign Currency Rates."

**3.13. Earnings Per Share (EPS)**

The Company calculates Earning per Share (EPS) in accordance with IAS 33: Earning per Share, which has been shown on the face of Statement of Profit or Loss and Other Comprehensive Income.

**Basic Earnings**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority 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**

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time-weighting factor. The time weighting factor is the numbers of days the specific shares are outstanding as a proportion of the total number of days in the year.

**Basic earnings per share**

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding for the year.

**Diluted earnings per share**

No diluted earnings per share are required to be calculated per year as there was no scope for dilution during the year.

**3.14. Events After the Reporting Period**

Events after the reporting period that provide additional information about the company's position at the date of Statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the Financial Statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

**3.15. Comparative Information**

Comparative information has been disclosed in respect of the year 2013 in accordance with IAS-1: "Presentation of Financial Statements", for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's Financial Statements.

**3.16. Related Party Transactions**

The objective of Related Party Disclosure IAS 24 is to ensure that an entity's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties.

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions.

The Company transacts with related parties and recognize as per IAS 24 'Related Party Disclosures'.

**3.17 General**

- i . Figures appearing in these Financial Statements have been rounded off to the nearest taka.
- ii. Prior year's figures have been rearranged, wherever considered necessary, to ensure comparability with the current year.
- iii. Bracket figures denote negative.

4.00 Property, Plant & Equipment 2019-2020

Types of assets	Cost		Addition during the Year	Cost as at 30.06.20	Rate	Depreciation			Written down value 30.06.20
	Cost as at 01.07.19	Cost as at 30.06.20				Cumulative as at 01.07.19	Charged during the Year	Cumulative as at 30.06.20	
Land & land development	70,860,737	70,860,737	-	70,860,737	-	-	-	-	70,860,737
Building	148,744,330	148,744,330	-	148,744,330	2.5%	16,622,134	3,718,608	20,340,742	128,403,588
Plant & machinery	330,514,843	376,703,513	46,188,670	376,703,513	5%	134,877,860	16,718,195	151,596,055	225,107,458
Furniture & fixtures	563,956	563,956	-	563,956	10%	394,889	56,396	451,284	112,672
Electric & other appliances	67,979,437	67,979,437	-	67,979,437	10%	30,854,668	6,797,944	37,652,611	30,326,826
Office machinery and equipment	6,173,523	6,173,523	-	6,173,523	10%	1,413,385	617,35	2,030,737	4,142,786
Vehicles	2,568,383	2,568,383	-	2,568,383	10%	1,646,199	256,838	1,903,038	665,345
<b>Total</b>	<b>627,405,209</b>	<b>673,593,879</b>	<b>46,188,670</b>	<b>673,593,879</b>		<b>185,809,135</b>	<b>28,165,333</b>	<b>213,974,468</b>	<b>459,619,411</b>

Depreciation charged to

	2020 Taka	2019 Taka
Manufacturing expenses	26,757,066	24,032,777
Administrative Expenses	1,408,267	1,264,883
	<b>28,165,333</b>	<b>25,297,660</b>





	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>5.00 Investment (Note : 5.01)</b>		
Opening Balance	716,928	716,928
Decrease/Increase of Share price	-	-
Closing balance	<b>716,928</b>	<b>716,928</b>

**5.01 EXIM Bank Ltd.**

Number of Share	Cost per Share	Total cost
73,834	9.71	716,928

Investment in share valued at cost price. Though the market price of the share were higher then the cost, the unrealized gain on share investment not considered as income.

	Quantity		
<b>6.00 Inventory</b>			
Closing Stock of Raw Materials	13,13,527 Kgs	159,613,418	126,666,228
Work in process (WIP)	3,64,710 Kgs	55,891,839	46,823,183
Finished goods	16,33,200 Pcs	37,628,407	18,464,880
Stock of spare parts		28,993,035	28,536,932
		<b>282,126,699</b>	<b>220,491,223</b>

a Quantity wise break up is given in Annexure: A 1 & A 2.

**7.00 Inventory in Transit**

Raw Materials-in-transit	250,987,772	396,831,532
Spare parts-in-transit	54,863,883	49,498,254
	<b>305,851,655</b>	<b>446,329,786</b>

**8.00 Accounts Receivable**

First Party	60,475,896	51,719,093
Third party	96,716,900	155,181,471
Inhouse Party	41,383,017	38,781,815
Corporate party	63,881,812	21,622,177
	<b>262,457,625</b>	<b>267,304,556</b>

**Analysis of Accounts Receivable:**

Receivable due below six months	183,720,338	187,113,189
Receivable due within one year	78,737,288	80,191,367
	<b>262,457,625</b>	<b>267,304,556</b>

a Accounts recoverable are unsecured and considered good .

b There is no such debt due by or to directors or other officers of the company.

c The company has Accounts receivable transactions with its following related party:

Company Name	30 June 2020	30 June 2019
Commodities Trading Company	3,237,916	-
Deshbandhu Sugar Mills Ltd.	15,109,322	25,820,392
Deshbandhu Consumer & Agro Products Ltd.	715,980	715,980
Deshbandhu Cement Mills Ltd.	17,388,641	0,420,526
Deshbandhu Food & Beverage	446,040	-
M.R.Trading	1,393,700	-
Sahera Auto Rice Mills Ltd.	3,091,418	1,824,917
	<b>41,383,017</b>	<b>38,781,815</b>

**9.00 Inter company receivable**

Deshbandhu Cement Mills Ltd.	20,701,752	20,936,325
M R Trading	105,358,210	116,369,321
Deshbandhu Food & Bevarage Ltd.	5,546,325	10,836,325
Sahera Auto Rice Mills Ltd.	7,952,369	10,452,369
Deshbandhu Packaging Ltd.	79,993,377	85,635,223
	<b>219,552,033</b>	<b>244,229,563</b>

**9.01** The above inter company receivable bears interest at the rate 10.00% per year.



	30 June 2020 (Taka)	30 June 2019(Taka)
<b>10.00 Advance, deposit and prepayment</b>		
Advance, deposit and prepayment (Note:10.01)	130,716,965	110,377,209
Advance, deposit and prepayment (Note:10.03)	34,595,555	31,420,194
	<b>165,312,520</b>	<b>141,797,403</b>
<b>10.01 Advances</b>		
Advance VAT against purchase (Note:10.02)	18,338,318	6,117,213
Deshbandhu C & F	22,407,000	16,601,509
S K Mahmud & Sons	15,886,356	15,821,356
Capital Work-in- Progress	41,534,483	41,536,934
Salary and other advance	25,220,044	26,199,168
	123,386,201	106,276,180
<b>Deposits</b>		
BG (Margin)	5,359,180	1,644,670
Security deposit	20,000	20,000
Other advance	1,951,584	2,436,359
	7,330,764	4,101,029
	<b>130,716,965</b>	<b>110,377,209</b>

**10.02 Advance VAT Against purchase**

Year wise Advance VAT:	Opening Balance	VAT Paid against purchase	VAT adjustment during the year	Closing Balance
FY 2007-2008	-	12,869,992	10,853,495	2,016,497
FY 2008-2009	2,016,497	26,734,699	26,941,025	1,810,171
FY 2009-2010	1,810,171	36,674,411	32,034,454	6,450,128
FY 2010-2011	6,450,128	29,738,109	22,587,772	13,600,465
FY 2011-2012	13,600,465	44,233,040	38,498,674	19,334,832
FY 2012-2013	19,334,832	60,495,273	66,163,640	13,666,465
FY 2013-2014	13,666,465	71,674,380	73,742,488	11,598,357
FY 2014-2015	11,598,357	86,173,368	75,863,701	21,908,024
FY 2015-2016	21,908,024	66,357,794	66,481,645	21,784,173
FY 2016-2017	21,784,173	90,248,336	107,137,772	4,894,737
FY 2017-2018	4,894,737	131,391,200	128,092,258	8,193,679
FY 2018-2019	8,193,679	103,743,676	105,820,142	6,117,213
FY 2018-2020	6,117,213	135,894,273	123,673,168	18,338,318

**10.03 Letter of credit margin**

Dhaka Bank Ltd.

	34,595,555	31,420,194
	<b>34,595,555</b>	<b>31,420,194</b>

All advances and deposits amount are considered good and recoverable.

**11.00 Advance income tax**

TDS on interest	156,796	154,831
AIT on Raw materials	175,507,741	164,382,236
AIT on Sales	103,259,435	78,429,439
Tax deduction on FDR	4,469,339	4,449,341
Tax deduction on STD	7,288,898	7,278,101
AIT on Office rent	133,308	133,308
AIT on Spare Parts	316,812	316,812
	<b>291,132,330</b>	<b>255,144,068</b>

**11.01 Year wise Advance income tax:**

FY 2007-2008	1,150,501	1,150,501
FY 2008-2009	2,375,993	2,375,993
FY 2009-2010	3,350,553	3,350,553
FY 2010-2011	2,365,460	2,365,460
FY 2011-2012	13,262,159	13,262,159
FY 2012-2013	26,934,217	26,934,217
FY 2013-2014	31,976,605	31,976,605
FY 2014-2015	38,620,692	38,620,692
FY 2015-2016	23,419,853	23,419,853
FY 2016-2017	45,634,789	45,634,789
FY 2017-2018	34,220,249	34,220,249
FY 2018-2019	31,832,997	31,832,997
FY 2019-2020	35,988,261	-
	<b>291,132,330</b>	<b>255,144,068</b>

**11.02 The Advance Tax of Tk. 291,132,330/- to be adjusted against Tax Liability**



30 June 2020 (Taka)

30 June 2019 (Taka)

**12.00 Cash and Cash Equivalent**

Cash in Hand	3,699,715	3,890,947
Cash at Banks (Note: 12.01)	11,845,660	21,454,952
Fixed Deposit Receipts (Note: 12.02)	3,084,025	2,904,042
	<b>18,629,400</b>	<b>28,249,941</b>

**12.01 Cash at Banks**

Name of banks	A/C No.	Branch	Amount (Tk.)	Amount (Tk.)
Agrani bank	STD-292/3	Principal	44,977	88,736
Bank Asia Ltd	STD 967	Principal	1,425	2,524
Dhaka Bank Ltd.	STD- 1004	F. Exchange	2,057	3,656
Dhaka Bank Ltd.	STD- 2292	Local Office	62,622	11,759,476
Habib Bank Ltd.	STD-1944	Motijheel	2,811	-
Islami Bank Ltd.	MSND-8701	F. Exchange	1,343,799	2,625,137
Janata Bank Ltd.	STD-1312	Corporate	26,125	131,825
Mercantile Bank Ltd.-	USD 054 (\$)	Motijheel	110,941	110,941
Meghna Bank Ltd	CD-415	Gulshan	36,933	134,424
Mutual Trust Bank Ltd.	STD-342	Banani	55,781	159,138
NRB Commercial Bank Ltd.	STD-0047	Principal	108,804	109,383
Pubali Bank Ltd.	STD-75-0	Gulshan	2,130,415	756,920
Sonali Bank Ltd.	STD-627	Shilpa Vhaban	131,611	127,495
Southeast Bank Ltd.	SND-2133	Principal	24,885	25,488
Southeast Bank Ltd.	SND-2153	Principal	1,584,772	1,873,359
Southeast Bank Ltd.	SND-2108	Principal	1,067,596	1,048,506
Southeast Bank Ltd.	STD-2083	Principal	1,260,064	1,236,882
Southeast Bank Ltd.	STD-2079	Principal	9,926	88,670
Southeast Bank Ltd.-	FC-Dollar-8568	Principal	789,734	789,734
Southeast Bank Ltd.-	FC-Euro-7736	Principal	15,203	15,203
Southeast Bank Ltd.-	FC-Peund-7525	Principal	66,195	66,195
Social Islami Bank Ltd.	CD-8444	Banani	142,318	143,618
Islami Bank Ltd.	SND-3910	Paltan	2,700	2,700
Trust Bank Ltd.	CD-2078	Mohakhali	330,774	25,983
Dhaka Bank Ltd.	CD-17442	Local Office	1,468,772	39,316
United Commercial Bank Ltd.	CD-00477	Banani	10,507	36,415
Uttara Bank Ltd.	CD-11587	Uttara 85	1,013,912	53,228
			<b>11,845,660</b>	<b>21,454,952</b>

**12.02 Fixed Deposit Receipts**

Branch	"Interest rate"		
Mercantile Bank Ltd.	Motijheel	4.0%	1,040,110
Mercantile Bank Ltd.	Motijheel	6.0%	2,043,915
			<b>3,084,025</b>
			<b>2,904,042</b>

**13.0 Deferred tax Liability**

Property ,Plant & Equipments other than Land and Land Development	Carrying amount (2019-20)	Tax Base	Difference
	388,758,674	120,788,161	267,970,513
Applicable Rate			25.00%
<b>Deferred tax liability</b>			<b>66,992,628</b>
Deferred tax liability as on 30 June 2019			66,489,985
<b>Deferred tax income for the year (2019-20)</b>			<b>502,643</b>

Property, Plant & Equipments other than Land and Land Development	Carrying amount (2018-19)	Tax Base	Difference
	370,735,337	104,775,398	265,959,940
Applicable Rate			25.00%
<b>Deferred tax liability</b>			<b>66,489,985</b>
Deferred tax liability as on 30 June 2018			70,797,650
<b>Deferred tax income for the year 2018-19</b>			<b>(4,307,665)</b>

**Year wise Deferred tax Liability:**

FY 2012-2013	(46,353,002)	(46,353,002)
FY 2013-2014	(19,875,950)	(19,875,950)
FY 2014-2015	4,159,873	4,159,873
FY 2015-2016	(15,257,559)	(15,257,559)
FY 2016-2017	4,940,565	4,940,565
FY 2017-2018	1,588,423	1,588,423
FY 2018-2019	4,307,665	4,307,665
FY 2019-2020	(502,643)	-
	<b>(66,992,628)</b>	<b>(66,489,985)</b>



	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>14.00 Share capital</b>		
30,000,000 ordinary shares of Tk 10/- each.	<u>3,000,000,000</u>	<u>3,000,000,000</u>
<b>14.01 Issued, subscribed and paid-up capital</b>		
40,000,000 ordinary shares of Tk 10/- each fully paid.	400,000,000	400,000,000
6,000,000 Bonus shares of Tk 10/- for the year 2011-2012	60,000,000	60,000,000
2,300,000 Bonus shares of Tk 10/- for the year 2012-2013	23,000,000	23,000,000
2,415,000 Bonus shares of Tk 10/- for the year 2013-2014	24,150,000	24,150,000
5,071,500 Bonus shares of Tk 10/- for the year 2014-2015	50,715,000	50,715,000
5,578,650 Bonus shares of Tk 10/- for the year 2016-2017	<u>55,786,500</u>	<u>55,786,500</u>
	<b><u>613,651,500</u></b>	<b><u>613,651,500</u></b>
<b>14.02 Category wise Shareholding position of the Company</b>		

Name of the shareholders	Nationality	2020		2019	
		Number of Shares	Holding %	Number of Shares	Holding %
<b>A. Sponsors</b>					
Mr. Golam Mostafa	Bangladeshi	1,227,303	2.00	1,227	2.000
Mr. Golam Rahman	Bangladeshi	2,173,858	3.54	2,173,858	3.542
<b>B. Director</b>					
Deshbandhu Sugar Mills Ltd.	Bangladeshi	14,726,866	23.9987	14,726,866	23.998
Deshbandhu Distilleries Ltd.	Bangladeshi	1,227,303	2.00	1,227,303	2.000
<b>C. Shareholders'</b>					
Deshbandhu Shipping Ltd.	Bangladeshi	1,227,303	2.00	1,227,303	2.000
Provash Chakrobarty	Bangladeshi	151	0.0002	151	0.0002
Brig. Gen. Sarwar Jahan Talukder (Rtd.)	Bangladeshi	151	0.0002	151	0.0002
Eng. Md. Shakhawat Hossain	Bangladeshi	151	0.0002	151	0.0002
Abdul Khaleque	Bangladeshi	151	0.0002	151	0.0002
Late Golam Rasul Putul	Bangladeshi	151	0.0002	151	0.0002
<b>D. Financial Institution</b>	Bangladeshi	3,412,805	5.56	3,412,805	5.561
<b>E. General shareholders</b>	Bangladeshi & NRB	37,368,957	60.90	37,368,957	60.898
		<b><u>61,365,150</u></b>	<b><u>100.00</u></b>	<b><u>61,365,150</u></b>	<b><u>100.00</u></b>



**14.03 Category wise Number of Share and Share Holders**

Particulars	2020		2019	
	Number of Shares	Holding %	Number of Shares	Holding %
Sponsors and Directors	20,583,388	33.542	20,583,388	33.542
Financial Institution	3,412,805	5.561	3,412,805	5.561
General Public	37,368,957	60.896	37,368,957	60.897
	<b>61,365,150</b>	<b>100</b>	<b>61,365,150</b>	<b>100</b>

**14.04 Classification of shares by holding**

Particulars	2020			2019		
	Number of Shareholders	Number of Shares	Holding %	Number of Shareholders	Number of Shares	Holding %
Less than 500 Shares	2,510	383,429	0.625	2,510	383,429	0.710
500 to 5,000 Shares	5,042	7,272,350	11.851	5,042	7,272,350	13.390
5,001 to 10,000 Shares	530	3,944,474	6.428	530	3,944,474	7.740
10,001 to 20,000 Shares	323	4,695,018	7.651	323	4,695,018	9.050
20,001 to 30,000 Shares	107	2,693,466	4.389	107	2,693,466	5.450
30,001 to 40,000 Shares	57	2,004,815	3.267	57	2,004,815	4.460
40,001 to 50,000 Shares	28	1,276,216	2.080	28	1,276,216	3.100
50,001 to 100,000 Shares	49	3,524,881	5.744	49	3,524,881	7.460
100,001 to 1,000,000 Shares	45	11,246,687	18.327	45	11,246,687	12.740
Over 1,000,000 Shares	8	24,323,814	39.638	8	24,323,814	35.900
	<b>8,699</b>	<b>61,365,150</b>	<b>100.00</b>	<b>8,699</b>	<b>61,365,150</b>	<b>100.00</b>



	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>15.0 Bank overdraft</b>		
Dhaka Bank Ltd. Local office (Note-15.01)	61,550,383	63,889,667
Mercantile Bank Ltd. Motijheel Branch (Note-15.02)	155,916,231	170,755,767
	<b>217,466,613</b>	<b>234,645,434</b>
<b>15.01 Dhaka Bank Ltd.</b>		
Facility : Overdraft		
Facility limit : Tk.60,000,000		
Interest Rate : 12.00% which is subject to change from time to time.		
Security : Registered mortgage of total 129.125 decimal land with 3 factory shade (1single storied factory-cum-office, 1 single storied warehouse, 1 single storied shed) at Kawadi, Palash, Narshingdi.		
<b>15.02 Mercantile Bank Ltd.</b>		
Facility : Overdraft		
Facility limit : Tk.150,000,000		
Interest Rate : 12.5% which is subject to change from time to time.		
Security : Hypothecation of the stocks in trade. Corporate guarantee of Deshbandhu Group. Directors Personal guarantee.		
<b>16.00 Short term loan</b>		
Loan against trust receipts(LTR) ( Note-16.01)	864,907,006	887,746,068
Acceptance liabilities under letter of credit (Note-16.03)	129,902,354	115,050,956
	<b>994,809,360</b>	<b>1,002,797,024</b>
<b>16.01 Loan against trust receipts(LTR)</b>		
Dhaka Bank Ltd.	349,118,792	392,932,040
Mercantile Bank Ltd.	372,319,668	337,679,953
Islamic Finance & Investment Ltd. (Note-16.02)	143,468,546	157,134,075
	<b>864,907,006</b>	<b>887,746,068</b>
<b>16.1.1 Dhaka Bank Ltd.</b>		
Facility : LTR		
Facility limit : Tk.50,000,000		
Interest Rate : 11.00% which is subject to change from time to time.		
Security : Registered mortgage of total 129.125 decimal land with 3 factory shade (1single storied factory-cum-office, 1single storied warehouse, 1 single storied shed) at Kawadi, Palash, Narshingdi.		
<b>16.1.2 Mercantile Bank Ltd.</b>		
Facility : LTR		
Facility limit : Tk.20,000,000		
Interest Rate : 11.5% which is subject to change from time to time.		
Security : Hypothecation of the stocks intrade. Corporate guarantee of Deshbandhu Group. Directors Personal guarantee.		
<b>16.02 Islamic Finance &amp; Investment Limited</b>		
Facility : Term Loan		
Facility limit : Tk.100,000,000		
Interest Rate : 13% which is subject to change from time to time.		
Security : Hypothecation of the stocks intrade. Corporate guarantee of Deshbandhu Group. Directors Personal guarantee.		
<b>16.03 Acceptance Liabilities under letter of credit</b>		
<b>Dhaka Bank Ltd. (Note-16.04)</b>		
Capital Machinery L/C	1,049,133	-
Raw Material L/C	128,853,222	115,050,956
	<b>129,902,354</b>	<b>115,050,956</b>
<b>16.04 Dhaka Bank Ltd.</b>		
Facility : Letter of Credit (L/C)		
Facility limit : Tk.300,000,000		
Purposes : Import Capital machinery, Raw Materials and Spare Parts by Letter of Credit(L/C).		
Security : Registered mortgage of total 129.125 decimal land with 3 factory shade (1 single storied factory-cum-office, 1 single storied warehouse,1 single storied shed) at Kawadi, Palash, Narshingdi.		



	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>17.00 Accounts payable</b>		
Aryan Enterprise	59,867	910,860
Bandhan Power & Electric	635,249	-
Continental Insurance	64,342	-
Diamond Bearing & Machinery	162,650	56,250
Dynamic Trade Link	70,560	219,930
Frontline Communication	341,800	341,800
G K Enterprise	185,050	185,050
Green Delta Insurance Company Ltd.	76,940	76,940
H T Traders	217,893	139,430
Industrial Electric Power Equipment Co.	35,050	35,050
Helal Electric	1,583,310	2,412,848
Ornab Electric Co.	-	1,200,506
Park Trading	151,490	151,490
	<b>3,584,201</b>	<b>5,730,154</b>
<b>Analysis of Accounts Payable:</b>		
Payable due below six months	2,793,871	4,297,616
Payable due over six months below one year	790,330	1,432,539
	<b>3,584,201</b>	<b>5,730,154</b>
<b>a.</b>	This represent amount payable to regular suppliers of Raw material, chemicals, pacing materials etc.	
<b>b.</b>	All suppliers are paid on a regular basis.	
<b>18.0 Other payable</b>		
Chan Traders	-	581,510
M/S Joy Paribahan Shangstha	-	555,802
M/S Sudipta Enterprise	313,853	1,871,150
RBP Woven Industries	-	375,760
Security Deposit from transport Co.	-	308,517
Security deposit-employee	-	22,800
Setcom IT Ltd.	-	600,000
Tax deduction at source	323,777	313,639
Tushar Enterprise	491,000	1,659,000
Electric Bill	2,972,610	2,280,876
Factory Salary	4,160,991	4,688,191
Head Office Salary	939,507	1,099,593
	<b>9,201,738</b>	<b>14,356,838</b>
All accrued expenses are paid on regular basis;		
<b>19.00 Share Money Refundable</b>		
Opening Balance	14,924,500	14,924,500
Refund during the year	-	-
Closing Balance	<b>14,924,500</b>	<b>14,924,500</b>
<b>20.00 Workers Profit Participation Fund</b>		
Opening balance	1,629,025	2,188,695
Disburse to beneficiary	-	(2,188,695)
	1,629,025	-
Provision made during the year	590,356	1,629,025
Closing Balance	<b>2,219,381</b>	<b>1,629,025</b>



		30 June 2020 (Taka)	30 June 2019 (Taka)
<b>21.00 Provision for income tax</b>			
Opening Balance		47,729,073	39,583,946
Provision during the year		5,082,403	8,145,127
Less: Adjustments		-	-
		<b>52,811,476</b>	<b>47,729,073</b>
<b>21.01 Year wise provision for income tax</b>			
FY 2010-2011			
FY 2011-2012			
FY 2012-2013		12,028,022	12,028,022
FY 2013-2014		7,934,248	7,934,248
FY 2014-2015		1,843,896	1,843,896
FY 2015-2016		1,687,068	1,687,068
FY 2016-2017		5,147,235	5,147,235
FY 2017-2018		10,943,477	10,943,477
FY 2018-2019		8,145,127	8,145,127
FY 2019-2020		5,082,403	-
		<b>52,811,476</b>	<b>47,729,073</b>
<b>22.00 Revenue</b>	<b>Quantity</b>		
Gross Local Sales		791,896,016	811,287,759
Less: VAT & SD		(123,673,168)	(105,820,142)
Net Local Sales	2,87,93,765 pcs	668,222,847	705,467,617
Export Sales (Note-22.01)	35,78,400 pcs	156,354,397	93,785,125
		<b>824,577,244</b>	<b>799,252,742</b>
<b>22.01 Export Sales</b>			
		<b>2018-2019</b>	<b>2019-2020</b>
		USD	BDT
		1,116,490	93,785,125
		1,860,745	156,354,397
<b>23.00 Cost of Goods Sold:</b>			
Raw Material Consumed	23.01	640,589,169	583,588,231
Manufacturing Expenses	23.02	117,573,389	124,702,979
		<b>758,162,558</b>	<b>708,291,210</b>
Opening work-in-process		46,823,183	22,912,718
Less: Closing work-in-process		55,891,839	46,823,183
<b>Cost of goods manufactured:</b>		<b>749,093,902</b>	<b>684,380,745</b>
Opening Finished Goods		18,464,880	16,780,066
Less: Closing Finished Goods		37,628,407	18,464,880
		<b>729,930,375</b>	<b>682,695,931</b>
<b>23.01 Consumed of Raw Materials</b>			
Opening Stock of Raw Material		126,666,228	70,304,304
<b>Add: Purchases during the year</b>			
Imported		237,670,482	562,816,943
Local purchases		435,865,877	77,133,212
		673,536,359	639,950,155
Less: Closing Stock of Raw Materials		159,613,418	126,666,228
		<b>640,589,169</b>	<b>583,588,231</b>





	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>23.02 Manufacturing Expenses</b>		
Salary and Wages and other benefits	47,036,413	53,712,233
Traveling & conveyance	303,420	276,560
Electricity bill	36,223,543	38,159,165
Rent & rates	361,200	-
Repair & maintenance	2,027,867	6,536,017
Fuel and power	1,230,212	1,504,415
Postage & telephone	28,369	34,256
Printing & stationery	292,601	258,240
Food allowance	113,312	121,348
Insurance premium	3,018,750	-
License, registration & renewal	143,613	20,464
Staff welfare	37,023	47,504
Depreciation	26,757,066	24,032,777
	<b>117,573,389</b>	<b>124,702,979</b>
<b>24.00 Administrative Expenses</b>		
Salary and Allowances	10,802,134	11,985,308
Rent & rates	61,864	55,780
Repair & Maintenance	120,455	132,984
Conveyance	98,640	110,426
Audit fee	125,000	180,000
Business Promotion Expenses	947,000	1,468,650
Printing & Stationery	24,066	223,684
Postage & Telephone	119,650	125,905
AGM expenses	453,882	445,767
Entertainment	131,209	259,424
Legal and professional charge	447,704	460,500
License, Registration & Renewal	119,658	85,705
Annual Return fee RJSC	85,803	17,142
Share department expenses	178,673	174,995
Staff welfare	-	9,645
Telephone & Mobile Purchase	86,758	92,365
Tender schedules purchase	20,500	14,500
Expenses of CDBL	-	613,652
Depreciation	1,408,267	1,264,883
	<b>15,231,263</b>	<b>17,721,315</b>
<b>25.00 Selling &amp; Distribution Expenses</b>		
Publicity & advertisement	372,295	324,675
Carriage outward	6,874,660	7,788,905
Fuel and power	-	8,775
Sales promotion expenses	1,603,350	2,097,370
Traveling & Daily Allowance	94,798	-
	<b>8,945,103</b>	<b>10,219,725</b>
<b>26.00 Financing cost</b>		
Bank Charges	1,750,715	1,194,699
Foreign Currency Fluctuation Loss/(Gain)	750,371	-
Interest on Overdraft, Time & Term loans	78,061,825	78,011,553
	<b>80,562,912</b>	<b>79,206,252</b>



	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>27.00 Financing Income</b>		
Intercompany interest	21,955,203	24,422,956
Dividend Income	93,881	73,834
Short term deposit	240,818	103,362
Fixed deposit receipts	199,982	199,862
	<b>22,489,884</b>	<b>24,800,014</b>
<b>28.00 Provision for contribution to WPPF</b>		
Profit/(loss) before WPPF and Income Tax	12,397,476	34,209,533
Calculated Provision for contribution to WPPF	<b>590,356</b>	<b>1,629,025</b>
<b>29.00 Current Tax Calculation</b>		
Profit before Tax	11,807,120	32,580,508
Tax Charge @ 25% (A)	2,951,780	8,145,127
<b>Gross Receipts</b>		
Revenue	824,577,244	799,252,742
Financing Income	22,489,884	24,800,014
	847,067,128	824,052,756
Tax Charge @ 0.60% (B)	5,082,403	4,944,317
Corporate Tax and Minimum Tax whichever is higher	<b>5,082,403</b>	<b>8,145,127</b>
<b>31.00 Earning per share (EPS)</b>		
Net profit after tax for the year	6,222,074	28,743,046
Weighted average number of shares outstanding during the year	61,365,150	61,365,150
Earning Per Share of Tk. 10.00 each	<b>0.10</b>	<b>0.47</b>
<b>32.00 Net Assets Value Per Share (NAVPS)</b>		
Total Assets	2,005,398,601	2,045,859,543
Less: Non-current Liability	66,992,628	66,489,985
Less: Current Liability	1,295,017,270	1,321,812,048
	643,388,703	657,557,510
Weighted average number of shares outstanding during the year	61,365,150	61,365,150
	<b>10.48</b>	<b>10.72</b>
<b>33.00 Cash Receipts from Customers</b>		
Revenue	824,577,244	799,252,742
Add: Opening Trade Debtors	267,304,556	300,323,634
	1,091,881,800	1,099,576,377
Less: Closing Trade Debtors	(262,457,625)	(267,304,556)
	<b>829,424,175</b>	<b>832,271,820</b>
<b>34.00 Cash paid to suppliers, employees and others</b>		
Cost of Goods Sold	729,930,375	682,695,931
WPPF paid to beneficiary	-	2,188,695
Add: Administrative Expenses	15,231,263	17,721,315
Add: Selling & Distribution Expenses	8,945,103	10,219,725
Less: Depreciation	(28,165,333)	(25,297,660)
	725,941,408	687,528,006
Increase/(Decrease) in Inventories	61,635,476	76,968,520
	787,576,884	764,496,526
(Increase)/Decrease in Current Liabilities	7,301,053	(4,459,574)
Increase/(Decrease) in Current Assets	(116,963,014)	44,380,205
	<b>677,914,923</b>	<b>804,417,157</b>



	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>35.00 Cash Flows from Operating Activities under indirect method</b>		
Profit before WPPF and Tax	12,397,476	34,209,533
<b>Add Expenses Not Requiring Cash:</b>		
Depreciation	28,165,333	25,297,660
<b>Other Adjustments:</b>		
(Increase)/Decrease in Accounts Receivable	4,846,931	33,019,079
(Increase)/Decrease in Inventory	(61,635,476)	(76,968,520)
(Increase)/Decrease in Advances, Deposits and Prepayments	(23,515,117)	28,095,142
(Increase)/Decrease in Advances Tax paid	(35,988,261)	(31,832,998)
(Increase)/Decrease in Inventory in transit	140,478,131	(72,475,347)
Increase/(Decrease) in Accounts Payable	(2,145,953)	(1,857,810)
Increase/(Decrease) WPPF Disburse to beneficiary	0	(2,188,695)
Increase/(Decrease) in Other Payables	(5,155,100)	6,317,384
<b>Cash flows from operating activities</b>	<b>57,447,962</b>	<b>(58,384,573)</b>
<b>36.00 Net Operating Cash Flow Per Shares (NOCFPS)</b>		
Net cash used in operating activities	57,447,962	(58,384,573)
Weighted average number of shares outstanding during the year	61,365,150	61,365,150
	<b>0.94</b>	<b>(0.95)</b>
<b>37.00 Directors Remuneration:</b>		
Directors of the company did not receive any remuneration for attending the Board Meeting except independent director @Tk. 5,000.00 per meeting.		
<b>38.00 Capacity Utilization:</b>		
BOI approved capacity (pcs)	65,045,000	65,045,000
Installed capacity (pcs)	46,200,000	46,200,000
Actual production (pcs)	38,372,165	39,408,193
<b>Capacity utilization</b>	<b>83%</b>	<b>85%</b>
<b>39.00 Related party transaction:</b>		
During the year, the company carried out a number of transactions with related parties in the normal course of business and on arms length basis. The name of these related parties, nature of transactions and their total value have been set in accordance with the provisions of IAS-24.		

Name	Nature of relationship	Nature of transactions	2019-2020 Taka	2018-2019 Taka
Deshbandhu Sugar Mills Ltd.	Share Holder	Short Term Funding	Nil	Nil
		Account Receivables	Dr. 15,109,322	Dr. 25,820,392
Deshbandhu Cement Mills Ltd.	Common Directors	Short Term Funding	Dr. 20,571,752	Dr. 20,936,325
		Account Receivables	Dr. 17,388,641	Dr. 10,420,526
Commodities Trading Company	Common Directors	Short Term Funding	Nil	Nil
		Account Receivables	Dr. 3,237,916	Nil
M R Trading	Common Directors	Short Term Funding	Dr. 105,358,210	Dr. 116,369,321
		Account Receivables	Dr. 1,393,700	Nil
Sahera Auto Rice Mills Ltd.	Common Directors	Short Term Funding	Dr. 7,952,369	Dr. 10,452,369
		Account Receivables	Dr. 3,091,418	Dr. 1,824,917
Deshbandhu Food & Beverage Ltd.	Common Directors	Short Term Funding	Dr. 5,546,325	Dr. 10,836,325
		Account Receivables	Dr. 446,040	Nil

**Note :** Deshbandhu Sugar Mills Ltd (SRF) 15,771,297 and (AR) 1,41,98,893 had been error in 2017-18 audit period Which has rearranged by Nil (STF) and 29,970,190 (AR) in audit period 2018-19.



	30 June 2020 (Taka)	30 June 2019 (Taka)
<b>40.00 Number of employees</b>		
Number of employees	516	414
Salary range		
Monthly Taka 5,000 or above	516	414
Monthly below Taka 5,000	Nil	Nil
<b>41.00 Capital expenditure commitment</b>		
Property, Plant & Equipment 2019-2020		
<b>42.00 Contingent liabilities</b>		
There was no sums for which the company is contingently liable as on June 30, 2020.		
<b>43.00 Claims not acknowledged</b>		
There was no claims against the company not acknowledged as debt as on June 30, 2020.		
<b>44.00 Commission, brokerage or discount against sale</b>		
No commission, brokerage or discount was incurred or paid by the company against sales during the year ended June 30, 2020.		
<b>45.00 Payment made in foreign currency</b>		
Except raw material purchase (Note: 23.01) no expenses including royalty, Technical expert and professional advisory fees, interest etc was incurred or paid in foreign currency.		



**46.00 Risk Factors & Management's Perception About The Risks**

International Financial Reporting Standard (IFRS) 7 - Financial instruments: Disclosures- Requires disclosure of information relating to: both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Company's policies for controlling risks and exposures.

**46.01 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 from institutional and export customers etc.

***Management Perception***

In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are related to sale of PP woven bags, the only product of the company. The maximum exposure to credit risk is represented by the carrying amount of each financial assets in the statement of financial position.

**46.02 Interest Rate Risk**

Interest rate risk is the risk that company faces due to unfavorable movements in interest rates. Changes in the government's monetary policy along with increased demand for loans/investments tend to increase the interest rates. Such rises in interest rates mostly affect companies having floating rate loans or companies investing in debt securities.

***Management Perception***

Management of the company emphasizes on equity based financing to reduce dependency on borrowed fund. Therefore, fluctuation of interest rate on borrowing would have lower impact upon the financial performance of the company. Moreover, management of the Company continuously reduced the long term debt balance. As on 30 June 2014 the balance of the long term loan was nil.

**46.03 Exchange Rate Risk**

Exchange rate risk occurs due to changes in exchange rates. As the Company imports raw materials and plant and Machinery from abroad and also earns a small amount of revenue in foreign currency, unfavorable volatility or currency fluctuations may affect the profitability of the Company. If exchange rate is increased against local currency, opportunity will be created for generating more profit.

***Management Perception***

The management is always alert in minimizing the negative impact of currency fluctuation cost by identifying new sources of raw materials and constantly negotiating with suppliers for reducing price. Furthermore by intensifying of export, the company enjoys the benefits of any further devaluation of BDT against foreign currency.

**46.04 Industry Risks**

The Company is operating in a highly competitive market. Some of the competitors in this sector are larger than Deshbandhu polymer limited and have broader range of products that may enable them to expand their market share. The business, financial condition and prospects of the Company could be adversely affected if it is unable to compete with its competitors.



**46.05 Market and Technology Related Risks**

Technology always plays a vital role for each and every type of business. Better technology can increase productivity and reduce costs of production. Firms are exposed to technology risks when there are better technologies available in the market than the one used by the company which may cause technological obsolescence and negative operational efficiency.

**Management Perception**

Deshbandhu polymer limited has setup its project with modern brand new imported machineries. Furthermore, routine and proper maintenance of equipment's carried out by the company ensures longer service life for the existing equipment and facilities.

**46.06 Potential or Existing Government Regulations**

The Company operates under the Company's Act 1994 and other related regulations, Income Tax Ordinance 1984, Income Tax Rules 1984, Customs Act, 1969, The Value Added Tax and Supplementary Duty Act, 2012 and The Value Added Tax and Supplementary Duty Rules, 2016. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the Company.

**Management Perception**

Unless any adverse policies are made, which may materially affect the industry as a whole; the business of the company will not be affected. PP woven bags full-fill a very basic need for the packaging of sugar, cement, fertilizer, poultry feed, fisheries feed etc. As this is a very basic requirement for industrial use of the country, it is unlikely that the government will initiate any fiscal measure having adverse effect on the growth of the industry. The government is going to make it mandatory to use bags, these may effect the further growth of the company.

**46.07 Potential Change in Global or National Policy**

The company operates its business based on imported raw materials. Financial and operating performance of the company may be adversely affected due to unfavorable change in global and national policy.

**Management Perception**

All the market players in this industry operate based on mainly imported raw materials and in compliance with national as well as global policies/practices. Any changes in policies will affect all the competitors almost equally. DPL's market standing, brand image and groups behind the company will put it in a comparatively better position to handle any adverse policy.

**46.08 Non-operating History**

Any interruption in the operations of the company affects the company's image as a going concern. Failure to ensure uninterrupted operation reduces profitability and in the long run weakens the fundamentals of the company.

**Management Perception**

There is no history of disruption in the operation of the company.

**46.09 Operational Risk**

Shortage of power supply, labor unrest, unavailability or price increase of raw material, natural calamities like flood, cyclone, earth quack etc. may disrupt the production of the Company and can adversely impact the profitability of the Company.



**Management Perception**

Power requirement for the project is 0.8 MW which is meeting up from its sister concern namely Deshbandhu Sugar Mills Limited who generate power through its own steam generator. Besides this the company has also a gas base generator with a capacity of 1MW. The project of the Company is situated at a high land having less record of flood. The factory building has strong RCC foundation, RCC floor, pre-fabricated steel structure to withstand wind, storm, rain etc. along with good drainage facility. The risks from these factors are also covered through Insurance. The company is also facilitated to keep a rational reserve for any future price escalation of the raw materials.

**47.00 Events after the Reporting Period :**

**47.01** The Board of Directors has recommended 5% cash dividend for General Shareholders other than Sponsors/Directors of the company for the year ended 30 June, 2020. The shareholders whose name will appear in the share register of the company or in the depository register on the record date will be eligible to attend the Annual General Meeting and to receive the dividend. The Sponsors/Directors hold 2,05,83,388 shares out of total 6,13,65,150 shares of the Company and the cash dividend to be payable to the General shareholders is Tk. 2,03,90,881.00.

**47.02** The Board of Directors also authorized the Financial Statements for issue.

**47.03** Except above, no other significant event occurred till the date of signing the financial statements.



Chief Financial Officer



Company Secretary



Director



Managing Director



**Schedule of Quantity-wise Raw Materials**  
1st Jul-2019 to 30-Jun-2020

**Annexure-A-1**

Particulars	1 - Jul-2019 to 30 June 2020											
	Opening Balance ( Including Recycle)			Purchased ( Excluding Recycle)			Consumed ( Including Recycle)			Closing Balance ( Including Recycle)		
	Quantity (Kg.)	Rate	Amount (Taka)	Quantity (Kg.)	Rate	Amount (Taka)	Quantity (Kg.)	Rate	Amount (Taka)	Quantity (Kg.)	Rate	Amount (Taka)
<b>Direct Materials</b>												
01. PP Yarn Grade	46,600	121.78	5,674,948	3,046,459	127.11	387,235,402	2,631,434	127.03	334,270,266	461,625	127.03	58,640,084
02. Polycrom	84,550	74.48	6,297,284	113,200	92.00	10,414,400	121,325	84.51	10,253,072	76,425	84.51	6,458,612
03. CaCo3 & TPT	220,450	53.69	11,835,961	404,000	75.12	30,348,480	536,820	67.55	36,264,635	87,630	67.55	5,919,805
04. M.B White	67,450	168.42	11,359,929	26,000	193.00	5,018,000	86,275	175.26	15,120,448	7,175	175.26	1,257,481
05. H.D.PE	89,850	162.35	14,587,148	354,500	139.00	49,275,500	211,470	143.72	30,392,785	232,880	143.72	33,469,862
06. L.L.D.PE	305,825	113.24	34,631,623	26,000	122.15	3,175,900	291,580	113.94	33,222,083	40,245	113.94	4,585,440
07. L.L.D.PE	107,100	111.31	11,921,301	82,150	130.20	10,695,930	182,950	119.51	21,864,319	6,300	119.51	752,912
08. PP (LamiG)	114,400	162.42	18,580,848	694,575	148.90	103,422,218	573,900	150.81	86,550,956	235,075	150.81	35,452,110
09. Sack Kraft Paper	27,549	51.23	1,411,335	851,519	53.91	45,907,926	808,858	53.829	43,534,039	70,210	53.91	3,785,222
<b>Indirect Materials</b>												
<b>Ink</b>												
1. Red Ink	650	358.00	232,700	12,500	431.19	5,389,924	12,725	427.58	5,439,367	425	431.19	183,257
2. Black Ink	300	352.00	105,600	3,435	446.70	1,529,964	3,550	439.08	1,557,390	175	446.70	78,173
3. Green Ink	810	366.00	296,460	3,450	423.50	1,461,075	3,940	412.57	1,622,015	320	423.50	135,520
4. Orange Ink	215	362.00	77,830	1,300	420.35	546,455	1,440	412.07	592,759	75	420.35	31,526
5. Blue Ink	909	395.00	359,055	4,925	430.46	2,119,996	4,919	424.93	2,085,183	915	430.46	393,867
6. Yellow Ink	60	353.00	21,180	1,550	403.06	624,746	1,535	401.20	615,697	75	403.06	30,230
7. Flexo Thinner/Block	920	190.29	175,067	30,340	177.39	5,382,047	30,930	177.77	5,498,575	330	177.39	58,539
8. Cotton Yarn	200	203.00	40,600	14,128	177.76	2,511,356	14,197	178.11	2,528,670	131	177.76	23,286
9. White Ink	50	332.00	16,600	-	332.00	-	50	332.00	16,600	-	332.00	-
10. Geranium Ink	100	360.00	36,000	-	360.00	-	100	360.00	36,000	-	360.00	-
11. Violet Ink	300	453.00	135,900	400	474.14	1,89,657	400	465.08	1,83,314	300	474.14	1,42,243
12. Magenta Ink	175	465.00	81,375	-	465.00	-	25	465.00	11,625	150	465.00	69,750
M.B Beige	950	438.00	416,100	7,800	439.78	3,430,306	8,475	439.59	3,725,466	275	439.78	1,20,940
M.B Green	175	460.00	80,500	1,050	442.86	465,000	825	442.31	368,357	400	442.86	177,143
M.B Blue	625	415.00	259,375	500	417.22	208,611	965	415.99	401,231	160	417.22	66,756
M.B Red	25	440.00	11,000	500	440.00	220,000	275	440.00	121,000	250	440.00	110,000
M.B Orange	525	445.00	233,625	1,000	428.57	428,567	1,450	434.22	630,050	75	428.57	32,143
M.B Yellow	425	445.00	189,125	-	445.00	-	50	445.00	22,250	375	445.00	166,875
M.B Brown	525	440.00	231,000	460	440.00	202,400	260	440.00	114,400	725	440.00	319,000
Additive Ink	25	401.00	10,025	-	401.00	-	-	401.00	-	25	401.00	10,025
Medium Ink	200	300.00	60,000	-	300.00	-	200	300.00	60,000	-	300.00	-
PP Multifilament Yarn	3,279	215.00	705,465	15,500	215.00	3,332,500	16,693	215.00	3,588,994	2,386	215.00	512,990
PP Recycle	72,525	90.00	6,527,250	15,870	-	-	0	-	(102,375)	88,395	75.00	6,629,625
<b>Total</b>	<b>1,148,042</b>	<b>110.33</b>	<b>126,666,228</b>	<b>5,713,101</b>	<b>117.89</b>	<b>673,536,359</b>	<b>5,547,616</b>	<b>115.47</b>	<b>640,589,169</b>	<b>1,313,527</b>	<b>121.52</b>	<b>159,613,418</b>





**Annexure-A-2**

**Schedule of Quantity-wise Raw Materials**  
1st Jul-2019 to 30-Jun-2020

Particulars	Opening		Production			Cost of Revenue			Closing		
	Quantity Pcs.	Rate	Quantity Pcs.	Rate	Amount (Taka)	Quantity Pcs.	Rate	Amount (Taka)	Quantity Pcs.	Rate	Amount (Taka)
PP woven bag and liner.	879,280	21.00	38,372,165	19.52	749,093,902	37,618,245	19.40	729,930,375	1,633,200	23.04	37,628,407
Calculation of Finished Goods Including new product Cement Bag											
<b>Stock of spare parts</b>											<b>28,993,035</b>

Quantity-wise break-up of Stores & Spares could not be given as it was difficult to quantify each item in a separate and distinct due to large variety of stores & spares.

**Annexure-A-2**

**Schedule of Quantity-wise Raw Materials**  
1st Jul-2018 to 30-Jun-2019

Particulars	Opening		Production			Cost of Revenue			Closing		
	Quantity Pcs.	Rate	Quantity Pcs.	Rate	Amount (Taka)	Quantity Pcs.	Rate	Amount (Taka)	Quantity Pcs.	Rate	Amount (Taka)
PP woven bag and liner.	768,300	21.84	39,408,193	17.37	684,380,745	39,297,213	17.37	682,695,931	879,280	21.00	18,464,880
Calculation of Finished Goods Including new product Cement Bag											
<b>Stock of spare parts</b>											<b>28,536,932</b>

Quantity-wise break-up of Stores & Spares could not be given as it was difficult to quantify each item in a separate and distinct due to large variety of stores & spares.

