

AMENDED AUDITORS' REPORT

We have audited the accompanying financial statements of **Yeakin Polymer Limited** which comprise the Statement of Financial Position as at 30th June, 2015 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 all related consolidated financial statements and a summary of significant accounting policies and other explanatory notes.

The Managements' Responsibility for the Financial Statements

The Management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards (IFRS), Bangladesh Financial Reporting Standards (BFRS), the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair preparation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISA) and Bangladesh Standards on Auditing (BAS). Those standards require that we comply with ethical requirements and plan and perform to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of the material misstatement of the financial statements, whether due to error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion, the financial statements including consolidated financial statements, prepared in accordance with International Financial Reporting Standards (IFRS) and Bangladesh Financial Reporting Standards (BFRS) give a true and fair view of the state of the company as at 30th June, 2015 and of the results of its operations and its cash flows for the year then ended in accordance with the Companies Act, 1994 and other applicable laws and regulations.

Other matter: Under BSA: 560 We draw attention to note no. 3.16 to the financial statements which describes the presentation of statements of cash flows. Our opinion is not qualified in respect of this matter.

We also Report that:

- (a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company as far as it appeared from our examination of those books;
 - (c) The Company's Statement of Financial Position, Statement of Appropriation Account, Statement of Comprehensive Income and Statement of Cash Flows dealt with by the report is in agreement with the books of account;
- And
- (d) The expenditure incurred was for the purpose of Company's business.

Sd/
ARTISAN
CHARTERED ACCOUNTANTS

YEAKIN POLYMER LIMITED

83, Siddeswari Circular Road,
Manhatton Tower (6th Floor),
Malibag More, Dhaka-1217.

ARTISAN

CHARTERED ACCOUNTANTS

Statement of Financial Position

As at 30th June, 2015

Particulars	Notes	Amount in Taka	
		30-06-2015	30-06-2014
Property & Assets			
Non-current Assets		398,281,284	270,396,984
Property, Plant & Equipment	04.	308,752,054	270,396,984
Capital Work in Progress	05.	89,529,230	-
Current Assets		342,207,022	234,707,166
Inventories	06.	124,650,443	99,881,260
Trade Receivable	07.	106,318,616	78,909,306
Other Receivable	08.	1,452,089	-
Advances, Deposits & Prepayments	09.	56,207,148	44,063,174
Cash & Cash Equivalent	10.	53,578,727	11,853,426
Total Assets & Property		740,488,306	505,104,150
Shareholders' Equity & Liabilities			
Shareholders' Equity		569,919,934	370,275,914
Share Capital	11.	390,000,000	240,000,000
General Reserve		8,357,000	8,357,000
Tax Holiday Reserve		24,159,453	24,159,453
Retained Earnings	12.	147,403,481	97,759,461
Non-Current Liabilities		33,909,322	11,886,737
Deferred Tax Liabilities	13.	21,073,267	11,075,487
Long Term Bank Loan	14.	12,836,055	811,250
Current Liabilities		136,659,050	122,941,499
Current Portion of Long Term Loan	14.	5,293,968	563,750
Short Term Bank Loan	15.	58,193,990	71,653,196
Trade Creditors	16.	4,597,665	2,086,406
Liabilities for Expenses	17.	64,336,964	45,633,888
Liability for WPPF	18.	4,236,463	3,004,259
Total shareholders Equity & Liabilities		740,488,306	505,104,150
Net Asset Value Per Share (NAV)	29.	14.61	15.43

Sd/
Chief Financial Officer

Sd/
Managing Director

Sd/
Chairman

Signed in terms of our annexed report of even date.

Dated; Dhaka, the 11th February, 2016

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YEAKIN POLYMER LIMITED

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CHARTERED ACCOUNTANTS

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30th June, 2015

Particulars	Notes	Amount in Taka	
		30-06-2015	30-06-2014
Sales Revenue	19.	419,920,083	316,742,010
Less: Cost of Goods Sold	20.	306,932,915	233,093,134
Gross Profit/ (Loss)		112,987,168	83,648,876
Operating Expenses		14,429,183	12,520,095
Administrative Expenses	21.	11,026,775	9,301,837
Selling & Distribution Expenses	22.	3,402,408	3,218,258
Financial Expenses		11,044,348	8,600,631
Financial Expenses	23.	11,044,348	8,600,631
Profit from Operations		87,513,637	62,528,150
Other Income	24.	1,452,089	561,302
Profit before Contribution to WPPF & Income Tax		88,965,726	63,089,452
Less: Provision for Contribution to WPPF	25.	4,236,463	3,004,259
Net Profit/ (Loss) after Contribution to WPPF but before Provision for Income Tax		84,729,263	60,085,193
Less: Income Tax Expenses :		29,655,243	23,131,765
Current Tax	26.	19,657,463	21,029,817
Deferred Tax (Income)/Expenses	27.	9,997,780	2,101,948
Net Profit/ (Loss) after Provision for Income Tax transferred to Retained Earnings		55,074,020	36,953,428
Earnings Per Share	28.	1.98	1.64
Adjusted Earnings Per Share	28.	1.98	1.33

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Chief Financial Officer

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Managing Director

Sd/
Chairman

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Dated; Dhaka, the 11th Dated; Dhaka, the 11th February, 2016

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YEAKIN POLYMER LIMITED

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CHARTERED ACCOUNTANTS

Statement of Changes in Equity

For the year ended 30th June, 2015

Particulars	Amount in Taka					
	Share Capital	Share Money Deposit	General Reserve	Tax Holiday Reserve	Retained Earnings	Total Shareholders Equity
Balance at 1st July, 2014	240,000,000	-	8,357,000	24,159,453	97,759,461	370,275,914
Share Capital	150,000,000	-	-	-	-	150,000,000
Net Profit/ (Loss) after tax for the period ended 30th June, 2015	-	-	-	-	55,074,020	55,074,020
Dividend Paid	-	-	-	-	(5,430,000)	(5,430,000)
Balance at 30th June, 2015	390,000,000	-	8,357,000	24,159,453	147,403,482	569,919,934

Statement of Changes in Equity

For the year ended 30th June, 2014

Particulars	Amount in Taka					
	Share Capital	Share Money Deposit	General Reserve	Tax Holiday Reserve	Retained Earnings	Total Shareholders Equity
Balance at 1st July, 2013	169,590,000	35,910,000	8,357,000	24,159,453	65,575,284	303,591,737
Share Capital	70,410,000	(35,910,000)	-	-	-	34,500,000
Dividend	-	-	-	-	(4,769,250)	(4,769,250)
Net Profit/ (Loss) after tax for the year ended 30th June, 2014.	-	-	-	-	36,953,427	36,953,427
Balance at 30th June, 2014..	240,000,000	-	8,357,000	24,159,453	97,759,461	370,275,914

Sd/

Chief Financial Officer

Sd/

Managing Director

Sd/

Chairman

Signed in terms of our annexed report of even date.

Dated; Dhaka, the 11th February, 2016

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YEAKIN POLYMER LIMITED

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CHARTERED ACCOUNTANTS

Statement of Cash Flows

For the year ended 30th June, 2015

Particulars	Amount in Taka	
	30-06-2015	30-06-2014
A. Cash flow from operating activities:		
Cash received during the year	392,510,773	291,322,445
Cash received from customers & other	392,510,773	291,322,445
Cash payment during the year	341,930,755	282,884,612
Less: Cash payment to suppliers, employee and other	339,407,061	281,270,476
Cash payment for income tax	2,523,694	1,614,136
Net cash provided/ (used) by operating activities	50,580,019	8,437,833
B. Cash flow from investing activities:		
Paid for acquisition of fixed assets	(56,146,957)	(65,196,246)
Capital Work in Progress	(89,529,230)	-
Net cash provided/ (used) by investing activities	(145,676,187)	(65,196,246)
C. Cash flow from financing activities:		
Issuance of ordinary shares	150,000,000	34,500,000
Cash payment for financial expenses	(11,044,348)	(8,600,631)
Short term bank loan receipt/(paid)	(13,459,206)	21,785,938
Long term bank loan receipt	16,755,023	1,375,000
Dividend paid	(5,430,000)	(4,769,250)
Net cash provided/ (used) by financing activities	136,821,469	44,291,057
D. Net Increase/ (Decrease) in cash (A+B+C)	41,725,301	(12,467,356)
E. Opening cash & cash equivalents	11,853,426	24,320,782
Closing cash & cash equivalents (D+E)	53,578,727	11,853,426
Net Operating Cash flow Per share	Tk. 1.30	0.35

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Chief Financial Officer

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Managing Director

Sd/
Chairman

Signed in terms of our annexed report of even date.

Dated; Dhaka, the 11th February, 2016

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YEAKIN POLYMER LIMITED

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ARTISAN

CHARTERED ACCOUNTANTS

Notes to the Financial Statements

For the year ended 30th June, 2015

01. Reporting Entity:**01.1 Company Profile:**

Yeakin Polymer Limited (former Yeakin Business Limited) was incorporated in Bangladesh on 8th February, 2001 as a Public Limited Company. The company was converted into a Private Limited Company on 10th November, 2003 and again it was re-converted into a Public Limited Company on 15th May, 2012. The name of the Company was changed on 15th December, 2010 from Yeakin Business Limited to Yeakin Polymer Limited.

01.2 Registered Offices:

The registered office of the company is located at 83, Siddeshwari Circular Road, Manhattan Tower (6th floor), Malibagh, Dhaka-1217, Bangladesh.

01.3 Nature of Business:

The principal activities of the company are to carry on the business of manufacturing and marketing (local & export) of PP woven regular bags [laminated & un-laminated], BOPP film / Sack kraft paper attach bag, Jumbo / FIBC bag and HDPE / LDPE liner in different size, color, denier, mash, etc.

02. Basis of Preparation:**02.1 Statement of Compliance:**

This financial statement has been prepared on going concern concept and on accrual basis in accordance with the applicable as of International Accounting Standards (IAS), Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987, The Income Tax Ordinance, 1984, The Value Added Tax Act, 1991, The Value Added Tax Rules, 1991, The Customs Act, 1969 and other applicable laws and regulations.

02.2 Applicable Bangladesh Accounting Standards (BAS):

The following BASs are applicable for the financial statements for the year under review:

BAS- 1	Presentation of Financial Statements
BAS- 2	Inventories
BAS- 7	Statements of Cash Flows
BAS- 10	Events After the Reporting Period.
BAS- 12	Income Taxes
BAS- 16	Property, Plant & Equipment

BAS- 18	Revenue
BAS- 19	Employee Benefits
BAS- 21	The Effects of Changes in Foreign Exchange Rates
BAS- 23	Borrowing Costs
BAS- 24	Related Party Disclosures
BAS- 33	Earnings Per Share
BAS- 36	Impairment of Assets
BAS- 37	Provisions, Contingent Liabilities and Contingent Assets
BAS- 39	Financial Instrument: Recognition and Measurement

02.3 Approval of Financial Statements:

The financial statement was duly approved by the Board of Directors.

02.4 Functional and Presentational Currency:

The financial statement is presented in Bangladesh Taka (Taka/ Tk), which is both functional currency and presentation currency of the company. The figures of financial statements have been rounded off to the nearest Taka.

02.5 Use of Estimates and Judgments:

The preparation of financial statements requires management to make and apply consistently of judgment, estimates and assumptions for records and balance that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

02.6 Reporting Period:

The accounting period of the company covers financial period from 1st July, 2014 to 30th June, 2015.

02.7 Going Concern :

As per BAS- 1, a company is required to make assessment at the end of each year to assess its capability to continue as going concern. Management of the company makes such assessment each year. The company has adequate resources to continue in operation for the foreseeable future and has wide coverage of its liabilities. For this reason the Directors continue to adopt the going concern assumption while preparing the financial statements.

03. Significant Accounting Policies:

The accounting policies set out below have been applied consistently (otherwise as stated) to all periods presented in these financial statements.

03.1 Financial Instruments:

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

03.2 Property, Plant and Equipment:

03.2.1 Recognition and Measurement:

Items of property, plant and equipment, excluding land and land development are measured at cost less accumulated depreciation and accumulated impairment losses (if any) in compliance with BAS-16. The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes (after deducting trade discount and rebates) and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

03.2.2 Subsequent Costs:

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the Statement of Comprehensive Income as incurred.

03.2.3 Depreciation:

Depreciation has been charged on item of property, plant and equipment except land and land development is recognized in the statement of comprehensive income using "Straight Line Method" over the estimated useful lives of each items. Depreciation on addition to fixed Assets charged when the Assets are ready for use. The rate of depreciation varies from 5% to 20% p.a. based on useful lives and nature of the assets. Rate of depreciation on property, plant and equipment considering their useful lives are as follows.

The annual depreciation rates applicable to the principal categories are:

Sl. No.	Item of property, plant and equipment	30-06-2015	30-06-2014
01.	Land and Land Development	-	-
02.	Factory Building	5%	5%
03.	Plant & Machinery	6.5%	6.5%
04.	Office Equipment	20%	20%
05.	Furniture & Fixture	10%	10%
06.	Vehicles	10%	10%

03.3 Inventories:

Inventories consist of Raw Materials, Work-In-Process, Finished Goods and Stores & Spares. They are stated at the lower of cost or net realizable value (NRV) in accordance with the BAS-2. Inventories after making due adjustments for any obsolete or slow moving item. The cost of inventories is assigned by using weighted average cost.

03.4 Impairment:

The company reviews the recoverable amount of its assets other than inventories at each reporting date. If there exist any indication that the carrying amount of assets exceeds the recoverable amount, the company recognized such impairment loss in accordance BAS-36.

03.5 Trade Receivables:

Trade and other receivables 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 bad debts due to uncollectibility of any amount so recognised.

03.6 Cash and Cash Equivalents:

According to BAS- 7 "Statement of Cash Flows" cash comprises cash in hand and demand deposits and cash equivalents are short term, highly liquid investments that are readily convertible to know amounts of cash and which are subject to an insignificant risk of changes in value. BAS- I "Presentation of Financial Statements" provides that Cash and Cash equivalents are not restricted in use. Considering the provisions of BAS- 7 and BAS- I, Cash in hand and bank balances have been considered as cash and cash equivalents.

03.7 Provisions:

A provision is recognised in the Statement of Financial Position when the company has a legal or constructive obligation as a result of 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.

03.8 Taxation:

Provision for income tax has been made on the basis of Finance Act, 2014.

03.9 Deferred Taxation:

The company accounts for deferred tax as per BAS- 12 "Income Taxes". Deferred tax is provided using the Financial Position method for all temporary differences arising between the tax base of assets and liabilities and their carrying value for financial reporting purposes. Tax rate prevailing at the Financial Position date is used to determine deferred tax.

03.10 Employees' Benefit Plan:

The company has maintained employees benefit under the existing employees benefit policy of the company as well as BAS- 19.

Workers Profit Participation Fund and Welfare Fund

The company makes a regular allocation of 5% on net income before tax to this funds and payment is made to the workers as per provisions of Labour Laws 2006.

03.11 Contingencies:

Contingencies arising from claim, lawsuit, etc. are recorded when it is probable that a liability has been incurred and the amount can reasonably be measured. The deferred tax asset/ liability/ income or liability/ expenses dose not create legal liability/ recoverability to and from the income tax authority. So, Deferred Tax has not been considered in computaion of Current Tax Provision.

03.12 Revenue Recognition:

03.12.1 Revenue from Goods Sold:

Revenue from the sales of goods is measured at the fair value of the consideration received or receivable. The company recognized revenue when risk and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in BAS- 18.

03.13 Earnings per Share:

The company presents basic earnings per share (EPS) data for its ordinary shares.

03.13.1 Basic Earnings Per Share:

Basic EPS is calculated by dividing the net income/loss for the year attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the year as per BAS- 33 which is shown on the face of the Statement of Comprehensive Income.

03.14 Advance, Deposits and Prepayments

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

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to income statement.

03.15 Borrowing Costs:

Borrowing costs are recognized as expenses in the period in which they are incurred unless capitalization of such is allowed under BAS- 23.

03.16 Statements of Cash Flows :

Statement of Cash Flows is prepared in accordance with BAS- 7 "Statement of Cash Flows" and the cash flow

from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules, 1987.

Cash payment for financial expenses has been considered as a cash flow from financing activities which was previously considered as operating activities and comparative amount has been re-arranged accordingly in the Statement of Cash Flows.

03.17 Risk and Uncertainties for use of Estimates in Preparation of Financial Statements:

Preparation of Financial Statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumption that effect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for employees benefit plans, taxes, reserves and contingencies.

03.18 Components of the Financial Statements:

According to the International Accounting Standard (BAS-1) "Presentation of Financial Statements" the Complete set of Financial Statements includes the following components:

- i) Statement of Financial Position as at 30th June, 2015.
- ii) Statement of Profit or loss and other Comprehensive Income for the year ended 30th June, 2015.
- iii) Statement of Changes in Equity for the year ended 30th June, 2015.
- iv) Statement of Cash Flows for the year ended 30th June, 2015.
- v) Notes to the Financial Statements for the year ended 30th June, 2015.

03.19 Comparative Information:

Comparative information has been disclosed for all numerical 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.

Figures for the year 2013- 2014 have been re-arranged, wherever considered necessary, to ensure better comparability with the year.

03.20 Events after the Reporting Period:

In compliance with the requirements of BAS-10, Events After the Reporting Period, post Statement of Financial Position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting date that are not adjusting events are disclosed in the notes when material.

04. Property, Plant & Equipment: Tk. 308,752,054.00

Particulars	Cost			Rate of Dep. %	Depreciation			Written Down Value as at 30-06-2015	Written Down Value as at 30-06-2014	
	Balance as at 01-07-2014	Addition during the year	Balance as at 30-06-2015		Balance as at 01-07-2014	Charged during the year	Balance as at 30-06-2015			
Land & Land Development	44,959,834	6,610,150	51,569,984		-	-	-	51,569,984	44,959,834	
Factory Building	103,230,950	35,534,340	138,765,290	5%	14,893,127	6,288,282	21,181,409	117,583,881	88,337,823	
Plant & Machinery	180,002,875	15,125,150	195,128,025	6.5%	49,475,340	12,347,388	61,822,728	133,305,297	130,527,535	
Office Equipment	4,222,173	624,417	4,846,590	20%	2,310,733	927,442	3,238,175	1,608,415	1,911,440	
Furniture & Fixture	6,629,053	712,450	7,341,503	10%	2,181,829	710,000	2,891,829	4,449,674	4,447,224	
Vehicles	536,150	80,450	616,600	10%	323,022	58,774	381,796	234,804	213,128	
Total	Taka	339,581,035	58,686,957		398,267,992	69,184,051	20,331,887	89,515,938	308,752,054	270,396,984

Notes:

(a) Depreciation on addition to fixed assets charged when the Assets get installed.

(b) Depreciation have been charged as follows:

Allocation of Depreciation:	Amount in Taka 30-06-2015
Manufacturing Overhead (95%)	19,315,292
Administrative Expenses (5%)	1,016,594
Total	Tk. 20,331,887

5. Capital Work in Progress: Tk. 89,529,230.00	Notes	Amount in Taka	
		30-06-2015	30-06-2014
Plant & Machinery		54,426,694	-
Factory Building		35,102,536	-
Total	Taka	89,529,230	-

06. Inventories: Tk. 124,650,443.00

The break-up of the above is as under:

Raw Materials	06.1	79,817,595	66,561,260
Work-In-Progress		20,533,807	13,260,130
Finished Goods		14,460,940	15,114,750
Stores & Spares	06.2	9,838,101	4,945,120
Total	Taka	124,650,443	99,881,260

06.1 Raw Materials : Tk. 79,817,595.00

Particular	Opening Balance		Purchases		Consumption		Closing Balance
	kg.	Taka	kg.	Taka	kg.	Taka	Taka
PP/PPL/HDPE/LDPE	215,163	33,780,630	1,247,933	182,084,715	1,062,092	171,305,281	44,560,064.00
CaCo3	195,962	10,777,914	515,020	23,297,816	442,946	24,472,183	9,603,547.00
Polycom	86,969	11,305,928	61,796	8,404,235	62,980	8,565,264	11,144,899.00
Recycling PP	57,500	6,037,500	80,648	8,489,344	69,892	7,941,655	6,585,189.00
CMB	3,698	1,331,225	23,770	8,489,348	20,613	7,441,648	2,378,925.00
Ink	4,296	1,718,500	14,148	5,659,563	12,187	4,894,436	2,483,627.00
Thiner	4,650	943,950	32,307	6,593,456	23,126	4,700,462	2,836,944.00
Sewing Materials	2,894	665,613	75,076	14,959,688	76,855	15,400,901	224,400.00
Total	571,132	66,561,260	2,050,698	257,978,165	1,770,691	244,721,830	79,817,595

06.2 Stores & Spares: Tk. 9,838,101.00

Opening Balance	Purchases	Consumption	Closing Balance
Taka	Taka	Taka	Taka
4,945,120	18,802,297	13,909,316	9,838,101

07. Trade Receivable: Tk. 106,318,616.00

M/S. Break-up of the above is as under:

M/S. Al-Amin Banijjya Bhandar, Jessore	2,102,301	-
M/S. Ali Apon Auto Flower Mills, Jessore	3,340,138	-
M/S. Abdul Jolil/Dolil Uddin Basta Bhandar, Jaodanga, Jessore	3,569,226	2,086,684
M/S. City Food, Khulna	2,899,091	172,551
M/S. Adarasha Rice Mills, Katia, Satkhira	2,570,729	778,499
M/S. Azad Store, Rampura, Dhaka	2,670,958	2,348,328
M/S. Abdul Kader Kustia	-	102,000

	Amount in Taka	
	30-06-2015	30-06-2014
M/S. Abul Kashem, Barobazar, Satkhira	2,579,292	1,286,884
M/S. Aftab Feeds, Rupshi, (HO, Motijheel,Dhaka)	3,769,389	3,622,274
M/S. Anika Feed Ltd. Khulna	-	174,944
M/S. Aristo Food, Jessore	1,613,850	248,130
M/S. Arronno Feeds Ltd., Jessore	1,151,751	142,900
M/S. Asif International, Dhaka	1,369,012	1,172,740
M/S. BRAC, Dhaka (For Feed Mills)	666,406	666,406
M/S. Shahana Auto	2,079,579	1,322,500
M/S. Sema Store (Chitto), Jaodanga, Satkhira	3,145,909	2,418,089
M/S. Ennoble Trading, Dhaka	1,664,900	1,379,643
M/S. Green Bangla Corporation, Dhaka	1,895,492	-
M/S. Hossain Traders, Nowapara	2,756,885	1,703,656
M/S. J. A Trading, Chittagong	2,763,552	3,524,516
M/S. Joint Trading Corporation Ltd., Nowapara	3,227,835	2,450,477
M/S. Joloj Trading, kaligong	1,533,690	-
M/S. Krishi Bitan, Nowapara	1,002,594	98,710
M/S. Marine Agro, Khulna	2,415,177	839,612
M/S. Mokbul Traders, Khulna	3,511,738	4,360,747
M/S. Mostofa Traders, Khulna	2,403,529	2,952,660
M/S. Masud Brothers, Khulna	2,103,779	1,943,742
M/S. MNR Trade International, Dhaka	1,473,055	887,500
M/S. Nowapara Traders, Nowapara	2,052,100	1,005,881
M/S. K B C, Dhaka	1,453,670	-
M/S. R.S Poultry, Dhaka	3,105,947	2,318,987
M/S. Rashid Agro Food, Kustia	1,404,654	88,196
M/S. Ritu Hatchery, Satkhira	1,838,496	314,556
M/S. Rubel Brothers, Chittagong	3,724,858	5,375,897
M/S. Rustom Traders, Satkhira	497,707	261,630
M/S. Rakib Auto Rice, Patkarghata	1,992,698	1,865,760
M/S. S Y Traders, Dhaka	1,367,136	1,613,198
M/S. Satkhira Feed Industries Ltd. Satkhira	1,076,585	3,836,463
M/S. Super Standard Products Ltd. Dhaka	2,060,362	1,288,470
M/S. Sarker Traders	2,011,244	2,191,563
M/S. Khaitan Traders	1,967,711	1,561,909
M/S. Planet Feed, Dhaka	1,067,247	670,456
M/S. Jalil & Brothers. Per Nagoan	1,918,892	1,313,855
M/S. S.B. Poultry feed, Malipota, Khulna	1,129,503	508,654
M/S. Total Feeds Ltd. Sonadanga, Khulna	1,763,089	2,360,375
M/S. Tradex International, Dhaka	3,291,234	3,409,400
M/S. Biswas Autor rice, Kathia, Shatkhira	1,181,630	-
M/S. Uttara Food & Feeds (BD) Ltd., (Vankis), Monirampur, Jessore.	3,284,233	4,022,021
M/S. Mukunda Flower Mills, Station Road, Khulna.	1,002,375	845,280
M/S. White Gold Feed Ltd. KDA Road, Khulna	994,785	747,243
M/S. Faruk Traders, Dinajpur	1,817,438	2,185,200
M/S. Pappu Traders	1,387,632	1,625,000
M/S. Zerin Composit, Dhaka	2,647,533	2,815,120
Total	Taka 106,318,616	78,909,306

Amount in Taka	
30-06-2015	30-06-2014

7.1 Include information as per Schedule XI of the Companies Act 1994 regarding trading trade Receivables

Auditor Disclosures:

S/L	Particular	Amount in Taka	
		30.06.2015	30.06.2014
1	Receivable Considered good in respect of which the Company is fully secured.	106,318,616	78,909,306
2	Receivables considered good in respect of which the Company holds no security other than the debtor personal security.	-	-
3	Receivable considered doubtful or bad.	-	-
4	Receivables due by common management.	-	-
5	The maximum amount of receivable due by any director or other officer of the company	-	-

08. Other Receivable: Tk. 1,452,089.00

Interest on Fixed Deposit (FDR) from Bank

1,452,089 -

Total

Taka

1,452,089 -

09. Advances, Deposits & Prepayments: Tk. 56,207,148.00

The above consists of the following:

Loans & Advances:

55,836,348 43,710,409

Advance VAT against Treasure & Purchases

8,339,081 2,623,725

Advance against Construction

- 2,540,000

Advance against Land purchase

1,605,000 1,605,000

Office rent (Corporate office)

600,000 600,000

Khulna Office rent

675,000 675,000

Advance against L/C Margin, C & F Agent and Purchases

42,773,691 34,916,684

A I T

1,800,989 -

Advance to Employees

42,587 750,000

Security Deposits:

246,600 246,600

Bangladesh Power Development Board (BPDB)

194,700 194,700

BTCL

51,900 51,900

Prepayments:

124,200 106,165

Fire Insurance

124,200 106,165

Total

Taka

56,207,148 44,063,174

Amount in Taka	
30-06-2015	30-06-2014

10. Cash & Cash Equivalent: Tk. 53,578,727.00

Break-up of the above is as under:

Cash in hand:

Head Office, Dhaka
Khulna, Office
Factory Office, Satkhira

899,542 **3,868,941**

471,593	1,505,587
74,522	818,139
353,427	1,545,215

Cash at Bank:

IBBL, Mouchak Branch Dhaka (A/C # 260914)
IBBL, Satkhira Branch (A/C # 94816)
IBBL, Satkhira Branch (SND A/C # 02813)
IBBL, Noapara Branch (A/C # 58514)
IBBL, Khulna Branch (A/C # 311101)
Al Arafa IBL Dhaka Branch (A/C # 12280)
IBBL, Dhaka Branch (SND A/C # 7214)
Pubali Bank Ltd. Dhaka Branch (A/C # 36433)
Uttara Bank Ltd. Dhaka Branch (A/C # 4907)
Janata Bank Ltd. Dhaka Branch (A/C # 9744)
Bank Asia Ltd. Dhaka Branch (A/C # 194)
Fixed Deposits (FDR)

52,679,185 **7,984,485**

1,909,833	2,093,034
12,062	7,181
15,879	33,397
5,864	6,152
1,421	2,528
9,509,915	6,125
28,474	36,457
4,222	26,782
1,708,190	4,599
58,517	309,415
1,424,808	458,815
38,000,000	5,000,000

10.1

Total

Taka **53,578,727** **11,853,426**

10.1 Fixed Deposits (FDR): Tk. 38,000,000.00

Name of the Bank

IBBL (MTDR # 725661/3130)
Bank Asia Limited (MTDR A/C-8744)
Bank Asia Limited (MTDR A/C-8743)
Bank Asia Limited (MTDR A/C -9911)
Bank Asia Limited (MTDR A/C-9871)
Bank Asia Limited (MTDR A/C- 9880)
Bank Asia Limited (MTDR A/C-9881)
Bank Asia Limited (MTDR A/C-9926)

5,000,000 5,000,000

5,000,000 -

5,000,000 -

3,000,000 -

4,000,000 -

5,000,000 -

5,000,000 -

6,000,000 -

Total

Taka **38,000,000** **5,000,000**

Shareholders' Equity & Liabilities:

11. Share Capital:

11.1 Authorised Share Capital: 1,000,000,000.00

(100,000,000 Ordinary Shares @ Tk. 10/= each)

1,000,000,000 **1,000,000,000**

Amount in Taka	
30-06-2015	30-06-2014

11.2 Issued, Subscribed & Paid-up Capital: Tk. 390,000,000.00

(39,000,000 Ordinary Shares @ Tk. 10/= each)

390,000,000 240,000,000

Total

Taka

390,000,000 240,000,000

12. Retained Earnings: Tk 147,403,482.00

Opening balance

97,759,461 65,575,284

Add: Current year Net Profit/ (Loss)

55,074,020 36,953,428

Less: Dividend paid

(5,430,000) (4,769,250)

Closing balance

Taka

147,403,481 97,759,461

13. Deferred Tax Liabilities/ (Assets): Tk. 21,073,267.00

Deferred tax assets and liabilities have been recognised and measured in accordance with the provisions of BAS 12: Income Taxes.

Particulars

Written down value of Non- Current Assets as per account

308,752,054 270,396,984

Written down value of Non- Current Assets as per tax base

248,542,721 238,752,736

Taxable temporary difference

60,209,333 31,644,248

Effective Tax Rate

35% 35%

Current year Deferred Tax Liabilities

21,073,267 11,075,487

The above calculation has been made as per BAS 12 (25)

14. Long Term Loan: Tk. 12,836,055.00

Outstanding position of long term loan from Islami Bank Bangladesh Limited is shown below:

HPSM long term loan (A/C # 205014343000012004)

18,130,023 1,375,000

Less : Current portion of long term loan

5,293,968 **563,750**

Total

Taka

12,836,055 811,250

a) Purpose of Investment: For the project implementation.

b) Period of Investment: 5 (Five) years 6 (Six) months

c) Rate of Return: 13.70% per annum or the rate to be determined by the bank time to time.

Amount in Taka	
30-06-2015	30-06-2014

15. Short Term Loan: Tk. 58,193,990.00

Outstanding position of short term loan from Islami Bank Bangladesh Limited is shown below:

Bai Murabaha Short term loan (A/C # 1430400002216)	5,856,290	14,032,125
Murabaha Post Import Short term loan (A/C # 1430400002216)	1,037,700	3,011,024
Murabaha Trust Receipt Short term loan (A/C # 1430400002216)	51,300,000	54,610,047
Total	Taka 58,193,990	71,653,196

a) Purpose of Investment: To purchase/ Import of raw materials for the project.

b) Period of Investment - 01 (One) year on renewal basis.

c) Rate of Return: 13.70% per annum or the rate to be determined by the bank time to time.

16. Trade Creditors : Tk. 4,597,665.00

This consists of the following:

M/S. Gias Enterprise	173,500	-
M/S. S.Y Enterprise	652,950	-
M/S Golden Plastic	700	-
M/S. Tanvir Plastic Center	22,700	-
M/S. R.R Enterprise	1,631,340	-
M/S. Hossain Traders, Dhaka	126,830	27,835
M/S Decent Trade Ent.	498,516	-
M/S. Khandakar Enterprise	450	74,950
M/S. Chowdhury & Commercial Agency	65,016	334,400
M/S. Century Plastic	-	386,852
M/S Danish Industries (PVT) Ltd.	349,350	127,895
M/S. S. R Impex Co.	-	5,800
M/S. Shahida Enterprise	99,960	172,315
M/S. Rasco Computers	250,504	100,858
M/S. H. H Traders	-	311,500
M/S. Tems Corporation	32,550	271,426
M/S. Shaque Enterprise	132,600	209,050
M/S Roysl Ind. Ltd.	237,225	-
M/S. Munshi & Brothers	-	50,000
M/S. Nishat Traders	-	13,525
M/S. Nahar Packaging Industries	268,254	-
M/S. Q.B Enterprise	55,220	-
Total	Taka 4,597,665	2,086,406

Amount in Taka	
30-06-2015	30-06-2014

17. Liabilities for Expenses: Tk. 64,336,964.00

The above consists of the following:

Salaries & Wages		1,309,526	1,537,293
Electricity charges		12,789	219,881
Provision for bad debts	17.1	-	353,739
Audit fees		230,000	218,000
TDS for Dividend		543,000	-
Telephone bill		1,916	-
Provision for Income Tax	17.2	62,239,733	43,304,975
Total	Taka	64,336,964	45,633,888

17.1 Provision for Bad Debts: Tk. Nil

Opening balance		353,739	353,739
Less: Bad debts written off		353,739	-
Closing balance	Taka	-	353,739

17.2 Provision for Income Tax: Tk. 62,239,733.00

Opening Balance		43,304,975	23,889,294
Less: Adjusted during the year		(722,705)	(1,614,136)
Add: Provision for July, 2014 to June, 2015		19,657,463	21,029,817
Closing balance	Taka	62,239,733	43,304,975

18. Liability for WPPF: Tk. 4,236,463.00

Opening balance		3,004,259	2,062,846
Add: Provision made for the period		4,236,463	3,004,259
		7,240,722	5,067,105
Less: Payment made for the period		3,004,259	2,062,846
Closing balance	Taka	4,236,463	3,004,259

19. Sales: Tk. 419,920,083.00

		Amount in Taka	
		30-06-2015	30-06-2014
Sales		419,920,083	316,742,010
Total	Taka	419,920,083	316,742,010

Details of Sales

S/L	Sector Wise Products	Quantity (pcs)	Sales Value
1	PP Woven Feed Bag (50Kg)	1,518,860	35,693,206
2	PP Woven Feed Bag (25-30Kg)	2,898,803	44,931,449
3	PP Woven Textile Jumbo Bag	3,045,470	85,273,171
4	PP Woven Fertilizer Bag (50kg)	584,658	15,201,107
5	PP Woven Fertilizer Bag (20-30,kg)	9,658,162	38,632,648
6	PP Woven Food Grain Bag (BOPP Pasted)	1,078,775	21,575,494
7	PP Woven Food Grain Bag (Laminated)	1,763,664	26,454,965
8	PP Woven Food Grain Bag (Un-Laminated)	3,199,391	33,593,607
9	PP Woven Other Bag	10,001,097	90,009,870
10	HDPE inner liner Bag	8,158,447	28,554,566
Total		41,907,327	419,920,083

Details of Turnover/Sales mentioning item wise quantity and value as required under of Schedule XI, part-II, Para 3(a) of the Companies Act, 1994

20. Cost of Goods Sold: Tk. 306,932,915.00

Opening Stock of Work-In-Process (WIP)		13,260,130	10,492,000
Add: Materials Consumed	20.1	244,721,830	183,082,933
Add: Stores & Spares Consumed	20.2	13,909,316	9,315,230
Add: Manufacturing Overhead	20.3	54,921,635	44,883,157
Less: Closing Working-In-Process (WIP)	06.	(20,533,807)	(13,260,130)
Cost of Goods Manufactured		306,279,105	234,513,190
Add: Opening Stock of Finished Goods		15,114,750	13,694,694
Cost of Goods available for Sales		321,393,855	248,207,884
Less: Closing Stock of Finished Goods	06.	(14,460,940)	(15,114,750)
Cost of Goods Sold	Taka	306,932,915	233,093,134

20.1 Raw Materials Consumed: Tk. 244,721,830.00

This is made up as follows:

Opening Stock of Raw Materials		66,561,260	32,129,053
Add: Purchase for the year		257,978,165	217,515,140
Less: Closing Stock of Raw Materials	06.	(79,817,595)	(66,561,260)
Raw Materials Consumed during the period	Taka	244,721,830	183,082,933

		Amount in Taka	
		30-06-2015	30-06-2014
20.2 Stores & Spares Consumed: Tk. 13,909,316.00			
Opening balance		4,945,120	5,415,200
Add: Purchased during the year		18,802,297	8,845,150
Less: Closing balance	06.	(9,838,101)	(4,945,120)
Consumed during the period	Taka	13,909,316	9,315,230

20.3 Manufacturing Overhead: Tk. 54,921,635.00

The above consists of the following:

Wages		11,717,990	8,645,160
Overtime		2,623,050	2,416,250
Carriage inward		1,713,184	1,056,120
Indirect wages		1,083,851	728,408
Bonus & Incentive		389,250	330,312
Workers uniform		16,360	15,000
Oil & Diesel expenses		8,222,400	8,156,450
Entertainment		483,370	425,861
Electricity charges		5,737,677	4,503,274
Medical expenses		86,809	56,791
Fire insurance expenses		106,165	59,435
Repairs & Maintenance		807,038	556,822
Maintenance Materials		924,927	929,806
Consumable Materials		1,694,272	1,324,667
Depreciation	04.	19,315,292	15,678,801
Total	Taka	54,921,635	44,883,157

21. Administrative Expenses: Tk. 11,026,775.00

The above consists of the following:

Directors Remuneration	21.1	1,158,000	1,158,000
Salaries & Allowances		3,591,936	3,140,534
Bonus		1,019,884	850,990
Board meeting fees	21.1	37,500	31,500
Office rent		520,470	649,131
Subscription		192,000	150,000
Legal & Professional charges		30,590	151,675
Telephone, Fax, Mobile & others Charges		275,892	228,454
Postages & Courier charges		19,488	9,589
Electricity & Water charges		196,526	215,974
Entertainment		555,731	326,239
Printing, Photocopies & Stationery		227,941	175,383
Traveling & Conveyance		589,477	392,756
Audit fees		230,000	218,000
Vehicle Maintenance		508,798	242,225
Guest house expenses		244,024	169,158
News Paper		10,402	12,332
Cleaning & Washing charges		24,075	19,014

		Amount in Taka	
		30-06-2015	30-06-2014
Medical expenses		61,794	33,660
Computer Consumable Materials		78,330	62,775
Fees, Forms & Renewals		81,875	38,210
Miscellaneous expenses		355,448	201,038
Depreciation	04.	1,016,594	825,200
Total	Taka	11,026,775	9,301,837

21.1 Payment/ Perquisites to Directors: Tk. 1,195,500.00

An aggregate amount of Tk. 597,750.00 paid/ spent for Directors of the company against the following:

Particulars	Amount	Amount
Directors Remuneration	1,158,000	1,158,000
Board meeting expenses	37,500	31,500
Total	Taka 1,195,500	1,189,500

- i) The Board of Directors have drawn Tk. 750/= per board meeting as attendance fees during the period under review.
- ii) 10 No. of meetings of the Board of Directors were held during the period.

22. Selling & Distribution Expenses: Tk. 3,402,408.00

The above consists of the following:

Advertisement expenses	15,000	10,000
Selling & Distribution expenses	620,050	699,020
Carriage outwards	2,746,858	2,500,588
Web Design expenses	20,500	8,650
Total	Taka 3,402,408	3,218,258

23. Financial expenses: Tk. 11,044,348.00

The above consists of the following:

Bank charges	280,483	253,080
Interest on Loan	10,738,165	8,330,215
Excise Duty	25,700	17,336
Total	Taka 11,044,348	8,600,631

24. Other Income: Tk. 1,452,089.00

Interest on Fixed Deposit (FDR) from Bank	1,452,089	561,302
Total	Taka 1,452,089	561,302

		Amount in Taka	
		30-06-2015	30-06-2014
25. Provision for Workers' Profit Participation Fund: Tk. 4,236,463.00			
Provision for Contribution to WPPF		4,236,463	3,004,259
Total	Taka	4,236,463	3,004,259

This represents 5% of net profit before tax after charging the contribution as per provision of the Bangladesh Labour Laws, 2006.

26. Current Tax : Tk. 19,657,463.00

Income tax provided on Net profit		19,657,463	21,029,817
Total	Taka	19,657,463	21,029,817

27. Deferred Tax Expenses/ (Income): Tk. 9,997,780.00

Particulars

Closing deferred tax liabilities		21,073,267	11,075,487
Opening deferred tax liabilities		11,075,487	8,973,539
Deferred tax expenses/ (Income)	Taka	9,997,780	2,101,948

28. Earnings Per Share (EPS):

a) Net Profit/(Loss) After Tax		55,074,020	36,953,428
b) Weighted Average Number of Shares	28.1	27,821,918	22,476,058
Earnings Per Share (EPS) (a÷b)		1.98	1.64
Adjusted Earnings Per Share		1.98	1.33

28.1 Calculation of Weighted Average Number of Shares:

Allotement of Shares up to 30-06-2014		Days of Utilization of Shares		
		Days of Whole year		
24,000,000	X	365		24,000,000
		365		
Allotement of Shares made on 30-03-2015		Days of Utilization of Shares		
		Days of Whole year		
15,000,000	X	93		3,821,917.81
		365		
Total Weighted Average Number of Shares				27,821,918

29. Net Asset Value Per Share (NAV):	Amount in Taka	
	30-06-2015	30-06-2014
a) Share holder's Equity at the end of the year	569,919,934	370,275,914
b) Number of Ordinary Shares	39,000,000	24,000,000
Net Assets Value Per Share (NAV)	14.61	15.43

Net Asset Value Per Share (NAV) has been disclosed as per the Securities and Exchange Commission's Notification No.SEC/CMRRCD/2009-193/Admin/03-31, dated June 01, 2009.

30. Number of total employees:

Part/Full Time	Number of Employees		
	Head Office	Factory	Total
Part time employees	-	51	51
Full time employee	27	159	186
Grand Total	27	210	237

Workers (Full time employee) are paid minimum wages Tk. 5,300.00 per month

31. Production Capacity and its Current Utilization (Per Annum)

S/L	Installed Capacity	Actual Production	Utilization
1.	5.90 Core Pices of Different Types Of Bags	4.19 Core Pcs	71.03%

32. Details of Related Party Transactions:

S/L	Name of the Related Party	Nature of Relationship	Nature of Transaction	For the year ended, 30.06.2015	For the year ended, 30.06.2014
1	Satkhira Feed Industries Ltd.	Common Director	Accounts Riceivable	1,076,585	1,613,198
2	R.R Enterprise	Proprietor	Accounts Payable	1,631,340	-

33. Events after reporting period:

The are no significant event that have occured between balance the sheet date and the repoting date