

**Independent Auditors' Report
And Audited Financial Statements**

of

SK TRIMS & INDUSTRIES LTD.

As at and for the year ended 30 June 2024

DVC:-2411240239AS821565

Table of Contents

Sl. No.	Particulars	Annex. Ref.	Page No.
1	Independent Auditor's Report		1-6
2	Statement of Financial Position		7
3	Statement of Profit or Loss or Other Comprehensive Income		8
4	Statement of Changes in Equity		9
5	Statement of Cash Flows		10
6	Notes to the Financial Statements		11-31
7	Schedule of Property, Plant and Equipment	Annex.-A	32
8	3rd Schedule of Property, Plant and Equipment (Tax base)	Annex.-A/1	33
9	Deferred Tax Calculation	Annex.-B	34
10	Details of Raw Material Inventory	Annex.-C	35
11	Details of Work in Process	Annex.-D	36
12	Details of Finished Goods	Annex.-E	37
13	Details of Accounts Receivable	Annex.-F	38-39
14	Details of Investment in Private Placement	Annex.-G	40
15	Income Tax Provision Calculation	Annex.-H	41

INDEPENDENT AUDITORS' REPORT

To the Shareholders of SK Trims & Industries Ltd. Report on the Audit of the Financial Statements

Opinion:

We have audited the financial statements of **SK Trims & Industries Ltd.** ("the Company"), which comprise the Statement of Financial Position as of 30 June 2024, and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 30 June 2024, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) where practicable, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion:

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with 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 opinion.

Emphasis of Matters:

Without qualifying our opinion, we draw attention on the following matters:

- (a) During the audit we noted that the company made some payments against expenses in cash instead of A/C payee cheque or bank transfer which indicates violation of Income tax Act 2023 & related government rules.
- (b) The company had an employee provident fund which was coming from previous years but the same has been discontinued from current year. [Ref. note no. 2.14(c)] Moreover, gratuity & other compensation benefit as per guideline of Bangladesh Labor Laws/Rules 2015 has not been maintained and as such, no provision been made for this purpose, which is a non-compliance of Labor Law 2006 and rules thereof.
- (c) The company has not made any provision for WPPF as required by Section 232 of Labor Law 2006 reason of which been disclosed in note no. 2.14(b). It may be mentioned here that, there is no specific instruction in Labor Act for non-provision for WPPF for export-oriented industries.

Key Audit Matters

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

Valuation of Property, Plant and Equipment (PPE)	
See Note 3.00 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>Property, plant and equipment (PPE) was carried at BDT 827,906,218 representing over 80% of total assets of the company as on 30 June 2024. The company reported addition to PPE of BDT 90,185,212 during the year.</p> <p>Property, plant and equipment (PPE) are subject to recognition and measurement criteria only after satisfactorily meeting relevant requirement as per IAS 16.</p> <p>The company is also required to perform assessment for impairment when there is condition which suggests indication of assets being impaired.</p>	<p>Our audit procedures performed during the audit to address the risks identified consist of the following:</p> <ul style="list-style-type: none"> ➤ Obtaining and documenting detailed understanding regarding procurement process of PPE and identified relevant control points and their implementation. ➤ Reviewing recognition, measurement and valuation basis of PPE in compliance with requirement of IAS 16: Property, plant and equipment. ➤ Inspecting supporting documents against the acquisition of PPE made during the year to test their accuracy, valuation and ownership in the financial statements. <p>Assessing the appropriateness and presentation of disclosures notes to the financial statements with the requirement of IAS 16 and other relevant IFRSs.</p>
Capital Work in Progress	
See Note 4.00 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>As refereed note no 4.00 in the financial statement the company recognized Capital Work in Progress of BDT 17,055,939 at the reporting date.</p> <p>Work in Buildings and Civil Construction BDT 14,229,259 & Electrical Equipment & Installation of BDT 2,826,680 during the year.</p>	<ul style="list-style-type: none"> ➤ Our substantive audit procedure adopted during the audit includes the following test or details ➤ Inspecting relevant bill of entry of machinery in support of Capital work in progress reported in the financial statement. ➤ Inspecting relevant bills of electrical equipment & installation in support of Capital work in progress reported in the financial statement.
Valuation of Inventory	
See Note 5.00 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>Closing inventories aggregating to BDT 293,543,265 was recognized in the statement of financial position as on 30 June 2024. Compared to previous year, this has increased by BDT 44,672,237.</p> <p>Closing inventories were all held at factory premises of the Company. Since determining valuation of these inventories involves management judgments which results in estimation uncertainty, we considered this an area of significant audit attention to be emphasized during the audit.</p> <p>Physical Inventory of above was carried out by the management by forming a committee which is supported by an inventory certificate.</p>	<p>Our audit responses comprise the following procedures:</p> <ul style="list-style-type: none"> ➤ Evaluating the design and implementation of key inventory control operating across factory premises. ➤ Evaluating compliance with instructions of management count procedures during the audit. ➤ Test checked some of the stock items during our audit period to check the correctness & physical existence of inventories. ➤ Reviewing composition of cost of inventories comprising raw materials, work-in-process and finished goods and comparing net realizable value on selected samples to test their valuation

Cash & Cash Equivalents	
See Note 9.00 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>Cash & Cash Equivalents. 9,187,966 as of 30 June 2024 represents Cash in Hand and Cash with banks at the close of business of the company which can be used without any obligation.</p> <p>As those are liquid funds, as per practice it is important to confirm and verify the actual balances of cash & cash equivalent.</p>	<ul style="list-style-type: none"> • We could not physically verify the cash in hand at Factory & Head Office as our audit was postdated. However, the cash balance is duly certified by the management. • We send 12 letters to operative banks to confirm their balances as of 30th June 2024 directly to us, but we have received only 10 nos. confirmation which are however been agreed with book balances.
Measurement of current year Income Tax and Deferred Tax	
See Note 13.00 & 17.01 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>During the year, the Company recognized current year income tax of Tk. 14,292,255 and deferred tax Tk. 2,807,807 respectively in the statement of profit or loss and other comprehensive income. Both expenses have increased significantly compared to corresponding expense recognized in the last year.</p> <p>Determination of both current year income tax and deferred tax involves compliance with the Income Tax Ordinance (ITO) 1984 and latest finance act along with IAS 12: Income Tax.</p>	<p>Our audit responses adopted during the audit to address the risk identified comprise the following:</p> <ul style="list-style-type: none"> ➤ Obtained and documented management procedures involved in determining both current year income tax and deferred tax. ➤ Obtained understanding and reviewed relevant section of the ITO and SRO to test the accuracy of rate applied by the Company. ➤ Reviewed rate of depreciation used in determining tax depreciation in compliance with the latest finance act which is used to determine taxable profit and deferred tax. ➤ Re-performed detailed calculation of current year income tax and deferred tax as given by the Company. ➤ Inspected latest assessment order completed and compared the amount of tax paid by the Company with amount recognized in the financial statements

Short Term Borrowings	
See Note 14.00 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>As refereed note no 14.00 in the financial statement the company recognized Short-term Borrowings of BDT 306,517,307 at the reporting date.</p> <p>Loan liability borrowings from bank were considered as key audit matter because this external form of credit facilities availed by the company require fulfillment of several terms and conditions as mentioned in loan sanction letter issued by lending bank.</p>	<ul style="list-style-type: none"> ➤ Our substantive audit procedure adopted during the audit includes the following test or details ➤ Inspecting relevant board minutes in support of bank loan reported in the financial statement. ➤ Agreeing outstanding balances with confirmation letter received from the bank. ➤ Agreeing finance costs charged by the company with loan statements provided by bank to test accuracy and completeness of expenses in relation to bank loan.

Revenue Recognition	
See Note 18.00 to the financial statements	
The key audit matter	How the matter was addressed in our audit
<p>During the year, the Company recognized sales turnover of BDT 1,110,271,926 which has increased by BDT 222,719,972 as compared to previous year.</p> <p>Sales revenue recognized by the Company as per IFRS: 15, 'Revenue from Contracts with Customers' & Company Policy. Revenue is recognized based on point of delivery and when relevant performance obligations are satisfied. The company adopted IFRS: 15 'Revenue from Contracts with Customers' as continued from previous year.</p> <p>We considered sales revenue as an item of significant audit areas during our audit because of its predominance in determining the financial performance of the Company.</p>	<p>Our audit procedures included the following to test the design and operating effectiveness of key control focusing on:</p> <ul style="list-style-type: none"> ➤ Segregation of duties in invoice creation and modification. ➤ Timing of revenue recognition considering step by step procedure. <p>Our substantive procedures in relation to revenue recognition & measurement comprise the following:</p> <ul style="list-style-type: none"> ➤ Obtaining understanding and documenting the process of revenue recognition and measurement followed by the Company. ➤ Tracing performance obligations stipulated and contract value in the contract with invoice and delivery challan issued to evaluate point of recognition and measurement. ➤ Testing occurrence and accuracy of sales revenue recognized by inspecting source documents such as contract made with the customer, delivery challan and VAT challan. ➤ Assessing accuracy and comparing revenue recognized during the year with VAT returns submitted to VAT authority. <p>Finally assessing the appropriateness and presentation of disclosure notes with IFRS 15: Revenue from contracts with customers.</p>

Other Matter

Our audit procedures were mainly tailored to the material areas of the financial statements with more emphasis placed on obtaining documentary evidence from the company and testing their accuracy using the online platforms and limited physical verification.

Other Information

Management is responsible for the other information. The other information comprises all the information in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

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

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management functions of the company

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 exercised professional judgment and maintained professional skepticism throughout the audit. We also:

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, designed and performed audit procedures responsive to those risks, and obtained 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.
- Obtained an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in circumstances.
- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Concluded on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluated the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and event in a manner that achieves fair presentation.
- Obtained sufficient appropriate audit evidence regarding the financial information of the entity to express an opinion on the financial statements. We are solely responsible for our audit opinion.

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

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


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

Report on Other Legal and Regulatory Requirements

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

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

Place: Dhaka
Dated: 24 November 2024


(Sarwar Mahmood FCA)
Partner
Shafiq Basak & Co.
Chartered Accountants
DVC:-2411240239AS821565

SK TRIMS & INDUSTRIES LTD.
Statement of Financial Position
As at 30 June 2024

Particulars	Notes	Amount in Taka	
		30 June 2024	30 June 2023
ASSETS			
Non-Current Assets:		844,962,157	791,222,056
Property, Plant and Equipment	3.00	827,906,218	777,591,221
Capital Work in Progress	4.00	17,055,939	13,630,835
Current Assets:		863,127,796	838,794,807
Inventories	5.00	293,543,265	248,871,028
Accounts and other Receivables	6.00	362,064,212	330,920,366
Investment	7.00	153,752,541	203,665,918
Advance, Deposits and Prepayments	8.00	44,579,812	37,481,750
Cash and Cash Equivalents	9.00	9,187,966	17,855,745
Total Assets		1,708,089,953	1,630,016,863
EQUITY & LIABILITIES			
Shareholder's Equity:		1,325,599,425	1,318,762,849
Share Capital	10.00	847,000,000	847,000,000
Other Comprehensive Income	11.00	25,293,724	38,633,792
Retained Earnings	12.00	453,305,701	433,129,057
Non-Current Liabilities:		28,900,447	26,092,640
Deferred Tax Liability	13.00	28,900,447	26,092,640
Current Liabilities:		353,590,081	285,161,374
Short Term Borrowings	14.00	306,517,307	258,255,857
Unclaimed Dividend	15.00	641,195	1,126,083
Accounts and other Payables	16.00	4,874,953	5,621,806
Liabilities for Expenses	17.00	41,556,626	20,157,628
Total Shareholders Equity and Liabilities		1,708,089,953	1,630,016,863
Net Asset Value (NAV) per share	24.00	15.65	15.57

The accounting policies and other notes 1.00 to 32.00 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 21-11-2024 and signed on its behalf by:


Managing Director

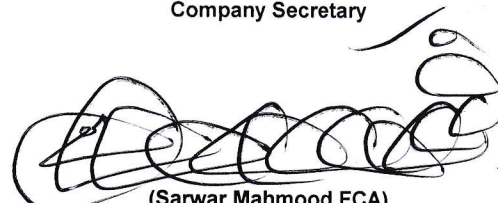

Chairman


Director


Chief Financial Officer


Company Secretary

Signed in terms of our separate report of even date annexed


(Sarwar Mahmood FCA)
Partner
Shafiq Basak & Co.
Chartered Accountants

Place: Dhaka
Dated: 24 November 2024

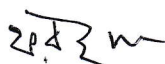
SK TRIMS & INDUSTRIES LTD.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2024

Particulars	Notes	Amount in Taka	
		30 June 2024	30 June 2023
Revenue	18.00	1,110,271,926	887,551,954
Cost of goods sold	19.00	(979,661,548)	(740,777,857)
Gross Profit		130,610,378	146,774,097
Operating expenses	20.00	(58,710,330)	(46,065,707)
Profit from Operation		71,900,048	100,708,390
Other Income	21.00	58,140,080	10,160,471
Finance Cost	22.00	(67,353,423)	(19,501,471)
Profit before Income Tax		62,686,705	91,367,390
Income Tax Expenses		(17,100,061)	(11,619,984)
Current Tax	Annexure-H	(14,292,255)	(9,004,299)
Deferred Tax	13.00	(2,807,807)	(2,615,685)
Net Profit After Tax		45,586,644	79,747,405
Other Comprehensive Income		(13,340,068)	(28,406,951)
<i>Items that are or may reclassified to Profit/Loss account</i>			
Unrealized Gain /(Loss) on investment in shares	11.01	(12,310,168)	(29,930,575)
Unrealized Gain /(Loss) from foreign currency exchange rate fluctuation	11.00	(1,029,900)	1,523,624
Total Comprehensive Income for the year		32,246,576	51,340,454
Earnings per Share (EPS)	23.00	0.54	0.94

The accounting policies and other notes 1.00 to 32.00 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 21-11-2024 and signed on its behalf by:



Managing Director



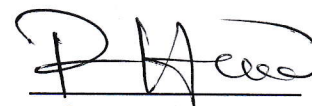
Chairman



Director



Chief Financial Officer

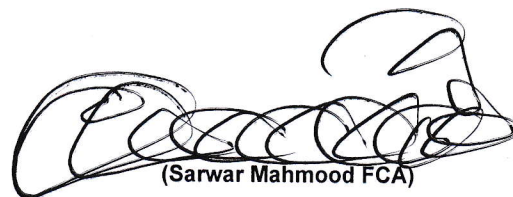


Company Secretary

Signed in terms of our separate report of even date annexed

Place: Dhaka

Dated: 24 November 2024



(Sarwar Mahmood FCA)

Partner

Shafiq Basak & Co.

Chartered Accountants

DVC:-2411240239AS821565

SK TRIMS & INDUSTRIES LTD.
Statement of Changes in Equity
For the year ended 30 June 2024

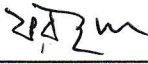
Particulars	(Amount in Taka)			
	Ordinary Share Capital	Retained Earnings	Other Comprehensive Income	Total Equity
Balance as on July 01, 2023	847,000,000	433,129,057	38,633,792	1,318,762,849
Adjustment	-	-	(38,633,792)	(38,633,792)
Unrealized Gain /(Loss)	-	-	25,293,724	25,293,724
Cash Dividend for the year 2022-2023	-	(25,410,000)	-	(25,410,000)
Net profit for the year	-	45,586,644	-	45,586,644
Balance as at June 30, 2024	847,000,000	453,305,701	25,293,724	1,325,599,425

SK TRIMS & INDUSTRIES LTD.
Statement of Changes in Equity
For the year ended June 30, 2023


Particulars	(Amount in Taka)			
	Ordinary Share Capital	Retained Earnings	Other Comprehensive Income	Total Equity
Balance as on July 01, 2022	847,000,000	376,681,548	67,328,681	1,291,010,229
Adjustment	-	-	(67,328,681)	(67,328,681)
Unrealized Gain (Loss)	-	-	38,633,792	38,633,792
Cash Dividend for the year 2021-2022	-	(23,299,897)	-	(23,299,897)
Net profit for the year	-	79,747,406	-	79,747,406
Balance as at June 30, 2023	847,000,000	433,129,057	38,633,792	1,318,762,849

The accounting policies and other notes 1.00 to 32.00 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 21-11-2024 and signed on its behalf by:


Managing Director

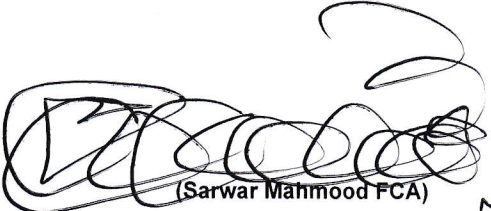

Chairman


Director


Chief Financial Officer


Company Secretary

Signed in terms of our separate report of even date annexed.


(Sarwar Mahmood FCA)
Partner

Place: Dhaka

Dated: 24 November 2024

Shafiq Basak & Co.
Chartered Accountants

DVC: 2411240220AS821565

SK TRIMS & INDUSTRIES LTD.
Statement of Cash Flows
For the year ended 30 June 2024

Particulars	Note	Amount in Taka	
		30 Jun 2024	30 Jun 2023
A) Cash Flows from Operating Activities			
Cash received from Customers	26.12	1,073,233,332	788,370,747
Cash paid to Suppliers	26.13	(817,652,090)	(614,011,664)
Cash paid to Employees	26.14	(195,915,830)	(146,332,791)
Cash Paid to Others	26.15	(32,506,229)	(23,670,288)
Cash Generated from Operation		27,159,183	4,356,003
Cash received from Other Income	26.16	63,004,928	14,540,643
Income Tax paid		(14,292,265)	(9,979,724)
Net Cash Generated from Operating Activities		75,871,846	8,916,922
B) Cash Flows from Investing Activities			
Investment in Share		37,603,209	(2,479,700)
Capital Work in Progress		(6,761,115)	(30,490,313)
Acquisition of Property, Plant and Equipment		(79,381,057)	(15,080,000)
Net Cash Used in Investing Activities		(48,538,963)	(48,050,013)
C) Cash Flows from Financing Activities			
Net Payment for Financial Expenses		(69,777,225)	(18,734,656)
Dividend paid		(14,484,888)	(23,306,308)
Net Received/(Payment) in Short term loan		48,261,450	79,659,384
Net Cash Provided from Financing Activities		(36,000,662)	37,618,419
D) Net Increase/(Decrease) Cash and Cash Equivalents (A+B+C)		(8,667,779)	(1,514,672)
E) Opening Cash and Cash Equivalents		17,855,745	19,370,417
F) Closing Cash and Cash Equivalents (D+E)		9,187,966	17,855,745
Net Operating Cash Flows Per Share (NOCFPS)	25.00	0.90	0.11

The accounting policies and other notes 1.00 to 32.00 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 21-11-2024 and signed on its behalf by:


Managing Director



Chairman


Director


Chief Financial Officer


Company Secretary

Signed in terms of our separate report of even date annexed


(Sarwar Mahmood FCA)
Partner
Shafiq Basak & Co.
Chartered Accountants
DVC:-2411240239AS821565

Place: Dhaka
Dated: 24 November 2024

SK TRIMS & INDUSTRIES LTD.
Notes to the Financial Statements
For the year ended June 30, 2024

1.00 REPORTING ENTITY:

1.01 Background of the Company:

The company namely "SK Thread & Industries Ltd." was incorporated on 01 June 2014 vide registration no.C-116347/14 as a private limited company in Bangladesh under the Companies Act, 1994. Subsequently the company converted into Public limited company dated on 13 August 2017 and listed with both exchanges dated on 15 July 2018.

The company changed its name through special resolution and with due approval of the Registrar of Joint Stock Companies & Firms from "SK Thread & Industries Ltd." to "SK Trims & Industries Ltd." on 25th April 2016.

1.02 Registered Office of the Company:

The registered office & factory of the Company are located at 45, madrasa road, 111/33, Tilargati, Sataish, Tongi, Gazipur-1712. Dhaka, Bangladesh.

1.03 Nature of the business:

The principal activities of the company are to carry on the business of manufacturing of all kinds of Swing Thread, Elastic, Poly, Carton, Photo Card, Back Board, Bar Code, Hangtag, Tissue Paper, Gum Tape etc. for export-oriented garments industry along with manufacturing of Backpack, Duffle Bag, Tote Bag and Travel Bag for direct export.

2.00 BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS:

2.01 Statements of Compliance:

The Financial Statements of the Company are prepared on a going concern basis under historical cost convention and in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws & regulation in Bangladesh.

2.02 Going Concern:

The company has adequate resources to continue its operation for the foreseeable future. As such, the directors intended to adopt the going concern basis in preparing the financial statements. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business.

2.03 Accrual Basis:

The financial statements have been prepared, except cash flow information, using the accrual basis of account

2.04 Components of the Financial Statements:

According to IAS-1 Presentation of the Financial Statements the complete set of financial statement includes the following components

- a) Statement of Financial Position as of June 30, 2024.
- b) Statement of Profit or Loss and other Comprehensive Income for the year ended June 30, 2024.
- c) Statement of Changes in Equity for the year ended June 30, 2024.
- d) Statement of Cash Flows for the year ended June 30, 2024; and
- e) Notes to the Financial Statement.

2.05 Accounting Policies & Estimates:

The preparation of these financial statements is in conformity with IASs/IFRSs which require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and underlying assumptions are reviewed on an ongoing basis and used for accounting of certain terms such as provision for expenses and depreciation.

2.06 Responsibility for Preparation and Presentation of Financial Statements:

The Board of Directors is responsible for the preparation of financial statements under section 183 of the Companies Act, 1994 and as per the provision of "the Framework for the preparation and Presentation of Financial Statements" issued by the International Accounting Standards (IASs).

2.07 Statement of Cash flows:

Statement of Cash flows have been prepared in accordance with IAS 7 Statement of Cash Flows and the cash flows from the operating activities have been presented under direct method considering the provisions of Paragraph 19 of IAS 7 which provides that "Entities are Encouraged to Report Cash Flows from Operating Activities Using the Direct Method".

2.08 Applicable accounting standards:

The following IASs and IFRSs are applicable for the financial statements for the year under review:

IASs:

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 Period
IAS 12	Income Taxes
IAS 16	Property, 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 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IAS 39	Financial Instruments: Recognition and Measurement
IFRS 7	Financial Instruments: Disclosures
IFRS 8	Operating Segments
IFRS 9	Financial Instruments
IFRS 13	Fair Value Measurement
IFRS 15	Revenue from Contracts with Customers

2.09 Property, Plant and Equipment:

(a) Recognition and Measurement

All Property, Plant and Equipment are stated at cost less accumulated depreciation as per IAS 16 Property, Plant and Equipment. The cost of acquisition of an asset comprises of its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non- refundable taxes.

The cost of replacing part of an item of property, plant and equipment is recognized 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 costs can be measured reliably. The cost of the day to day maintaining cost on PPE is recognized in the Statements of Profit or Loss and other Comprehensive Income as incurred.

(b) Depreciation:

Depreciation on Property, Plant and Equipment other than Land has been computed during the year using the reducing balance method. Depreciation has been charged on addition of assets when the related Property, Plant and Equipment are available for use as per management intention. Depreciation has charged as following rate:

Name of Assets	Depreciation Rate (%)	
	30 June 2024	30 June 2023
Land	0%	0%
Building and Civil Construction	2.50%	2.50%
Plant & Machinery	10%	10%
Furniture & Fixture	10%	10%
Electrical Installation & Equipment	10%	10%
Office Equipment	10%	10%
Fire Equipment	10%	10%
Vehicle	20%	20%

(c) Retirement and Disposals:

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gain or loss arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the assets and is recognized as gain or loss from disposal of asset under other income in the statement of profit or loss and other comprehensive income.

(d) Impairment:

In accordance with the provision of IAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated, and impairment losses are recognized in the statement of comprehensive income. No such indication of impairment has been observed till the end of the year.

2.10 Borrowing Cost:

Interest and other cost incurred in the company in connection with the borrowing of fund are recognized as expenses in the year in which they are incurred unless such borrowings cost related to acquisition/construction of assets in progress that are required to be capitalized as per IAS 23 Borrowing Costs.

2.11 Revenue Recognition:

As per IFRS-15 Revenue from Contracts with Customers an entity shall account for a contract with a customer only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations.
- (b) The entity can identify each party's rights regarding the goods or services to be transferred.
- (c) The entity can identify the payment terms for the goods or services to be transferred.
- (d) The contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- (e) It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

2.12 Valuation of Current Assets:

(i) Inventories:

In compliance with the requirements of IAS 2 Inventories, the Inventories have been valued at Cost or Net Realizable value whichever is lower, which is consistent with the previous period's practice. Net realizable value is based on estimated selling price in the ordinary course of business less any further cost expected to be incurred to make the sale.

(ii) Trade and Other Receivable:

These are carried forward at their original invoiced value amount and represents net realizable value. Management considered the entire bills receivable as good and is collectable and therefore, no amount has been provided for as bad debt in the current period's account.

(iii) Investment:

Investment/ Financial Assets have been measured at their fair value showing the unrealized profit/gain through other comprehensive income in accordance with IFRS-7 and IFRS-9.

2.13 Provisions:

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

2.14 Employees' Benefit

The company maintains defined benefit plan for its eligible employees which includes wages, salaries & festival bonuses only.

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

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

The company's employee benefits include the following:

a) Short Term Employee Benefits

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

b) Contribution to Workers' Profit Participation Fund

The Company introduced WPPF from the year 2016-2017. Later on, the Company has decided not to create Workers' Profit Participation Fund (WPPF) from 01 January 2022 as per Bangladesh Labor (Amendments) Act, 2013.

The company is a 100% export-oriented bag and garment accessories industry and member of Leather Footwear Manufacturer and Export Association of Bangladesh (LFMEAB) and Bangladesh Sewing Thread Manufacturers & Exporters Association (BSTMEA). As per Sub-Section 3 of Section 232 of Bangladesh Labor Act 2006 re-placed by the Act No 30, para 63 of the year 2013 are as follows:

"In case of a 100% export-oriented industrial sector or for any industry investing 100% foreign exchange, the government, through enactment of Rules, shall adopt required provisions with regard to formation of sector-based central fund comprising of buyers and owners, form a board to execute that fund, determine contributions and their realization procedure and provisions for utilizations of the money for the welfare of the beneficiaries in the sector."

The government not yet made the sector-wise a central fund consolidating buyers and owners, fund management board, determination of donation and procedures for recovery thereof rules of using money. From the above situation we are in a position that we cannot make any provision for WPPF. We are trying to get instruction from our respective association namely Bangladesh Sewing Thread Manufacturers & Exporters Association (BSTMEA) regarding the same.

c) STIL Employee Fund

As per mutual discussion between employees and the company STIL Employee Fund has been discontinued with effect from 1st January 2024.

2.15 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 PPE or inventory etc.

2.16 Functional and Presentational Currency:

The financial statements are prepared in Bangladeshi Taka which is the Company's functional currency.

2.17 Income Tax:

Current Tax:

Current tax is the expected tax payable on the taxable income for the financial year, using tax rates enacted or subsequently enacted after the reporting date and any adjustment to tax payable in respect of previous years. Provision for taxation is calculated on the basis of applicable current tax rate in compliance with Finance Act, 2024.

Deferred Tax:

The company recognized deferred tax as per IAS 12 Income Taxes. Deferred tax is recognized for all temporary timing difference arising between the carrying value of assets and liabilities and its tax base values. The rate prevailing at the Financial Position date is used for determination of deferred tax.

2.18 Earnings per share:

The company calculates Earnings per Share (EPS) in accordance with IAS 33 Earnings per Share which has been shown on the face of the Profit or Loss and other Comprehensive Income.

Basic Earnings

This represents profit or loss at the end of the period attributable to ordinary shareholders of the entity

Basic Earnings per Share

This has been calculated by dividing profit or loss attributable to ordinary shareholders of the entity by the weighted average number of ordinary shares outstanding during the period.

Diluted Earnings per Share

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and weighted average number of ordinary shares outstanding, for the effect of all dilutive potential ordinary shares. However, no dilution of EPS is applicable for these financial statements as there were no potential ordinary shares during the relevant period.

2.19 Financial Instruments:

A financial instrument is any contract that gives rise to a financial asset to one entity and a financial liability or equity instrument to another entity as per IAS 39 Financial Instruments Recognition and Measurement.

Financial Assets:

Financial assets of the company include cash and cash equivalents, equity instrument to another entity, Trade receivables and other receivables. The company initially recognizes a financial asset in its statement of financial position when, and only when, the company becomes a party to the contractual provision of the instrument. The company derecognize a financial asset when, and only when; the contractual rights to the cash flows from the financial asset expire or transfer the contractual rights to receive the cash flows of the financial asset.

Financial Liabilities:

The company initially recognizes a financial liability in its statement of financial position when, and only when, the company becomes a party to the contractual provision of the instrument. The company derecognize a financial liability from its statement of financial position when, and only when, it is extinguished, that is when the obligation specified in the contract is discharged or cancelled or expires.

2.20 Cash and Cash Equivalents:

According to IAS 7 Statement of Cash Flows, cash comprises cash in hand, short term deposit and highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in values.

2.21 Events after the Reporting Period:

Events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

Adjusting Events - those that provide evidence of conditions that existed at the end of the reporting period.

Non adjusting Events- those that are indicative of conditions that arose after the reporting period.

Management of the company has taken close look whether any events after the reporting period exist that need to take into account during the preparation of Financial Reports. No event after the reporting period exists and management of the company has prepared the financial reports in accordance.

2.22 Authorization date for issuing Financial Statements:

These financial statements were authorized for issue in accordance with the resolution of the Company's Board of Directors in its meeting held on 21-11-2024.

2.23 Comparative Information

Comparative information has been disclosed in the respect of previous year 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 statement.

2.24 Segmental Reporting:

As required by IFRS 8 Operating Segments, if an entity operates business activities that may earn revenues or incur expenses, whose operating results are regularly reviewed by the chief operating decision maker and for which discrete financial information is available

The company considers the operation on aggregate basis and manages the operations as a single operating segment. Hence it is felt that such segment reporting is not required to be disclosed.

2.25 Related Party Disclosure

The company carried out a number of transactions with related parties in the normal course of business and on arms' length basis. The information as required by IAS 24 Related Party Disclosures has been disclosed in a separate note (note no: 26.08) to the accounts.

2.26 Contingent Liabilities

There is no Contingent Liabilities during the year except pending tax assessments which may arise on final assessment. Moreover, liability for WPPF may arise after final decision by the government for export-oriented industries.

2.27 General:

- i) The figure has been rounded off to the nearest taka.
- ii) The financial Statements have been prepared covering one year from 01 July 2023 to 30 June 2024.

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

3.00 Property, Plant and Equipment: Tk. 827,906,218

(A) Cost:		1,057,462,529	967,277,317
Opening Balance		967,277,317	877,682,234
Add: Addition during the year		90,185,212	89,595,083

(B) Accumulated Depreciation:		229,556,311	189,686,096
Opening Balance		189,686,096	154,659,999
Add: Depreciation Charged for the year		39,870,215	35,026,097

Written Down Value (A-B) as at 30 June 2024		827,906,218	777,591,221
--	--	--------------------	--------------------

Details of Property, Plant and Equipment have been shown in "Annexure-A"

4.00 Capital Work in Progress: Tk. 17,055,939

Buildings and Civil Construction	Note-4.01	14,229,259	-
Plant & Machinery	Note-4.02	-	10,804,155
Electrical Equipment and Installation	Note-4.03	2,826,680	2,826,680
		17,055,939	13,630,835

4.01 Buildings and Civil Constructions: Tk. 14,229,259

Opening Balance	-	-
Addition during the year	14,229,259	-
	14,229,259	-
Capitalized during the year	-	-
Closing Balance	14,229,259	-

4.02 Plant & Machinery: Tk. 0

Opening Balance	10,804,155	62,297,069
Addition during the year	-	23,022,169
	10,804,155	85,319,238
Capitalized during the year	(10,804,155)	(74,515,083)
Closing Balance	-	10,804,155

4.03 Electrical Equipment and Installation: Tk. 2,826,680

Opening Balance	2,826,680	2,826,680
Addition during the year	-	-
	2,826,680	2,826,680
Capitalized during the year	-	-
Closing Balance	2,826,680	2,826,680

The above payment made as deposit against installation of sub-station which is coming from previous year.

5.00 Inventories: Tk. 293,543,265

Raw Materials	Note-19.01	183,932,067	198,161,161
Work in Process	Note-19.00	30,804,885	27,422,028
Finished Goods	Note-19.00	77,112,634	21,953,623
Store Items	Note-19.02	1,693,679	1,334,216
		293,543,265	248,871,028

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

6.00 Accounts and Other Receivables: Tk. 362,064,212

Accounts Receivables	Note-6.01	362,064,212	326,055,518
Interest Receivable	Note-6.02	-	168,208
Receivable from STIL Employee Provided Fund	Note-6.03	-	4,696,640
		362,064,212	330,920,366

6.01 Accounts Receivables: Tk. 362,064,212

The above is the amount of receivable is against export bills as on June 30, 2024. This is considered as good & realizable and is secured by letter of credit duly accepted by L/C opening bank.

Opening Balance		324,531,894	225,350,687
Export during the year		1,110,271,926	887,551,954
		1,434,803,820	1,112,902,641
Collection/Realization during the year		(1,073,233,332)	(788,370,747)
Closing Balance	Annexure-F	361,570,488	324,531,894
Marked to Market Gain/(Loss)	Note-6.01.1	493,724	1,523,624
		362,064,212	326,055,518

Ageing of Trade Receivables

More than six months	-	-
Less than six months	362,064,212	326,055,518
	362,064,212	326,055,518

The classification of receivables as required by the Schedule XI Part I, Para 4 of the Companies Act, 1994 are given below:

i) Receivables considered good in respect of which the company is fully secured.	362,064,212	326,055,518
ii) Receivables considered good in respect of which the company holds no security other than the debtor personal security.	-	-
iii) Receivables considered doubtful or bad.	-	-
iv) Accounts Receivable due by any director or other officers of the company or any of them either severally or jointly with any other person or receivables due firms or private companies respectively in which any director is a partner or a director or a member.	-	-
v) Receivables due by companies under the same management.	-	-
vi) The maximum amount of receivables due by any directors or other officers of the company at any time during the year.	-	-
Total	362,064,212	326,055,518

6.01.1 Market to Market Gain/(Loss) : Tk. 493,724

Particulars	Receivable in USD	USD Rate	Receivable in BDT	Receivable in BDT
Trade Receivables at Current Market price	\$3,291,493	110.00	362,064,212	326,055,517
Trade Receivables at Average selling price	\$3,291,493	109.85	361,570,488	324,531,894
Market to Market Gain/(Loss)			493,724	1,523,624

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023
6.02	Interest Receivable : Tk. 0			
	FDR Interest		-	168,208
			-	168,208
6.03	Receivable from STIL Employee Fund: Tk. 0			
	Opening Balance		4,696,640	9,229,465
	Addition During the year		-	-
			4,696,640	9,229,465
	Adjustment/Collection during the year		(4,696,640)	(4,532,825)
	Closing Balance		-	4,696,640
7.00	Investment: Tk. 153,752,541			
	Investment in Private Placement*		120,800,000	170,713,377
	Investment in Shahjalal Asset Management Ltd.		26,272,841	26,272,841
	Investment in Shahjalal Multi Agro Food & Industries Ltd.		6,679,700	6,679,700
			153,752,541	203,665,918
*Details of Investment in private placement have been shown in "Annexure-G"				
8.00	Advances, Deposits & Prepayments : Tk. 44,579,812			
	Advance to Employees		942,088	857,200
	Advance Income Tax	Note- 8.01	14,292,255	9,004,289
	Security Deposit	Note- 8.02	533,400	533,400
	Advance Insurance Premium	Note- 8.03	928,991	710,154
	L/C Margin for Capital Machineries		-	7,468,144
	L/C Margin for Raw Material		27,883,078	18,908,563
			44,579,812	37,481,750
8.01	Advance Income Tax : Tk. 14,292,255			
	Opening Balance		9,004,289	4,151,239
	Tax deduction at source on export realization		10,732,333	7,883,707
	Tax deduction at source on Cash incentive		1,431,900	349,700
	Tax deduction at source on Interest Income		107,256	48,278
	Advance Tax Against Share sale		1,974,395	-
	Tax deduction at source on Cash Dividend		-	506,879
	Tax deduction at source by BRTA		46,370	215,735
	Tax paid for the income year: 2021-2022		-	975,425
			23,296,544	14,130,963
	Adjustment during the year -Assessment year 2023-2024		(9,004,289)	(5,126,674)
			14,292,255	9,004,289
8.02	Security Deposit : Tk. 533,400			
	Polly Bidyut Samity (PBS)- Electricity		25,000	25,000
	T & T		8,400	8,400
	Central Depository Bangladesh Limited (CDBL)		500,000	500,000
			533,400	533,400

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

8.03 Advance Insurance Premium: Tk. 928,991

Advance Insurance Premium-Opening	710,154	609,529
Addition during the year	1,630,200	1,432,080
	2,340,354	2,041,609
Adjustment during the year	(1,411,363)	(1,331,455)
	928,991	710,154

The classification of Advances, Deposits & Prepayments as required by the Schedule XI, Part I, Para 6 of the Companies Act, 1994 are given below:

i) Advance, deposits & prepayment considered good and in respect of which the company is fully secured.	43,637,724	36,624,550
ii) Advance, deposits & prepayment considered good for which the company holds no security.	-	-
iii) Advance, deposits & prepayment considered doubtful or bad.	-	-
iv) Advance, deposits & prepayment due by directors or other officers of the company or any of them either severally or jointly with any other person or Advance, deposits & prepayment due by firms or private companies respectively in which any director is a partner or a director or a member.	-	-
v) Advance, deposits & prepayment due by companies under the same management.	-	-
vi) The maximum amount due by directors or other officers of the company at any time during the year.	942,088	857,200
Total	44,579,812	37,481,750

9.00 Cash and Cash Equivalents : Tk. 9,187,966

i) Cash in Hand	1,546,070	414,575
ii) Cash at Bank:	7,622,137	17,443,100
First Security Islami Bank Ltd., A/C No. # 12100	4,166	6,466
Social Islami Bank Ltd., A/C No. # 00896	3,224	6,789
One Bank Ltd. A/C No.# 659	8,800	9,779
One Bank Ltd. A/C No.# 796	7,670	518,055
One Bank Ltd. A/C No.# 5259	1,758,363	1,191,862
One Bank Ltd. A/C No.# 739	1,307,816	1,661,577
One Bank Ltd. A/C No.# 719	31,458	32,070
One Bank Ltd. A/C No.# 901	338,456	337,332
One Bank Ltd. A/C No.# 7449	281,409	301,479
One Bank Ltd. A/C No.# 0063	3,409,966	2,966,106
One Bank Ltd. A/C No.#0084	8,262	-
One Bank Ltd. A/C No.#7915	394,975	-
Bengal Commercial Bank Ltd. A/C No.#4283	25,486	26,521
Sonali Bank PLC. A/C No.#4283	2,776	5,021
Al-Arafa Islami Bank PLC. A/C No. # 1351020007663	39,309	-
FDR	-	10,380,043
iii) IPO Account	5,699	6,000
Social Islami Bank Ltd., A/C No. # 00045	5,699	6,000
iv) BO Account	14,061	(7,929)
SND-127 (SEML)	14,061	(7,929)
Total (i to iv)	9,187,966	17,855,745

The Bank balance is agreed with respective bank statement balances.

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

10.00 Share Capital : Tk. 847,000,000

Authorized Capital: Tk. 1,000,000,000

10,00,00,000 Ordinary Shares of Tk. 10/- each

1,000,000,000

1,000,000,000

Issued, Subscribed & Paid-up Capital: Tk. 847,000,000

70,000,000 Ordinary Shares of BDT 10.00 each

700,000,000

700,000,000

7,000,000 Bonus Shares of BDT 10.00 each

70,000,000

70,000,000

7,700,000 Bonus Shares of BDT 10.00 each

77,000,000

77,000,000

Total 84,700,000 number of Shares of Tk. 10/- each

847,000,000

847,000,000

Composition of Shareholding of Ordinary Shares:

Category of Shareholders	No. of Shares	% of Holdings as on 30 June 2024	% of Holdings as on 30 June 2023
Sponsors & Directors	26,450,258	31.23%	31.23%
Financial and Other Institutions	19,870,620	25.80%	23.49%
General Public	38,379,122	42.97%	45.28%
Total	84,700,000	100.00%	100.00%

The distribution schedule showing the number of shareholders and their share holdings in percentage as on 30 June 2024 has been disclosed below:

Range of Holdings	No. of Holders	No. of Shares	% of Holdings as on 30 June 2024	% of Holdings as on 30 June 2023
Upto 500 Shares	1,909	423,131	0.50%	0.58%
501 to 5,000 Shares	3,066	5,794,817	6.84%	8.54%
5,001 to 10,000 Shares	579	4,425,068	5.22%	5.95%
10,001 to 20,000 Shares	369	5,507,473	6.50%	6.63%
20,001 to 30,000 Shares	121	3,070,969	3.63%	3.81%
30,001 to 40,000 Shares	70	2,493,263	2.94%	2.72%
40,001 to 50,000 Shares	51	2,397,344	2.83%	1.98%
50,0001 to 100,000 Shares	72	5,188,417	6.13%	6.16%
100,0001 to 1,000,000 Shares	54	13,097,813	15.46%	12.47%
Over 1,000,000 Shares	9	42,301,705	49.94%	51.17%
Total	6,300	84,700,000	100.00%	100.00%

11.00 Other Comprehensive Income/(Loss): Tk. 25,293,724

Foreign Currency Fluctuation Gain/(Loss) (Un-realized)

Un-realized Gain from marketable securities

Note-11.01

493,724

1,523,624

24,800,000

37,110,168

25,293,724

38,633,792

11.01 Un-realized Gain from marketable securities: Tk. 24,800,000

Opening Balance

Addition During the year Un-realized Gain from marketable securities

37,110,168

67,040,743

(12,310,168)

(29,930,575)

24,800,000

37,110,168

12.00 Retained Earnings : Tk. 453,305,701

Opening Balance

Cash Dividend for the year 2022-2023

Net profit for the year

433,129,057

376,681,548

(25,410,000)

(23,299,897)

45,586,644

79,747,406

453,305,701

433,129,057

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

13.00 Deferred Tax Liability : Tk. 28,900,447

Opening Balance	26,092,640	23,476,955
Add: Expenses/ (Income) of Deferred Tax during the year	2,807,807	2,615,685
Deferred Tax Liability /(Assets) as on 30 June 2024	28,900,447	26,092,640

Details of Deferred Tax Liability are Shown in "Annexure-B"

14.00 Short Term Borrowings : Tk. 306,517,307

TR	239,147,271	210,762,174
HYPO	31,068,473	29,903,122
IDBP/Time Loan	36,301,563	17,590,561
	306,517,307	258,255,857

1. TR

Total Sanctioned Amount	: 25.00 Crore
Purpose	: To Import Raw Materials
Interest Rate	: 12.43% (Revised from time to time
Tenure	: 180 Days
Payment Method	: From sale/ export proceed or borrower's from own source
Securities	: Personal guarantee of Directors Hypothecation of movable asset
Name of Bank	: ONE Bank PLC

2. Over Draft

Total Sanctioned Amount	: 3.00 Crore
Purpose	: For working capital
Interest Rate	: 12.43% (Revised from time to time
Tenure	: 365 Days
Payment Method	: From sale/ export proceed or borrower's from own source
Securities	: Personal guarantee of Directors Hypothecation of movable asset
Name of Bank	: ONE Bank PLC

3. IDBP/Time Loan

Total Sanctioned Amount	: 4.00 crore
Purpose	: Finance against accepted bill documents.
Interest Rate	: 12.43% (Revised from time to time
Tenure	: 120 Days
Payment Method	: The proceed received upon maturity of accepted bills.
Securities	: Personal guarantee of Directors Hypothecation of movable asset
Name of Bank	: ONE Bank PLC

15.00 Unclaimed Dividend : Tk. 641,195

Dividend Payable for the year 2019-2020	-	511,387
Dividend Payable for the year 2020-2021	310,867	314,112
Dividend Payable for the year 2021-2022	296,549	300,584
Dividend Payable for the year 2022-2023	33,779	-
	641,195	1,126,083

As per the direction by the Bangladesh Securities and Exchange Commission (Ref. No. SEC/SRMIC/165-2020/par-1/166 dated July, 2021) we have deposited the unclaimed dividend (511,387.52/= Taka) by pay order for the year 2019-2020 to the Capital Market Stabilization Fund as on 29th November, 2023.

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023
16.00	Accounts and Other Payables : Tk. 4,874,953			
	Umama Enterprise		1,120,784	1,703,319
	United Graphics		657,638	817,212
	Akota Dyeing		772,102	983,069
	Hamza Chemical		792,460	724,337
	RT Dyeing		465,299	453,597
	Uk Chemical		325,726	341,432
	Faisal Enterprise		275,907	328,461
	Saif Sami Agency		345,037	270,379
	UCAS		120,000	-
			4,874,953	5,621,806
17.00	Liabilities for Expenses : Tk. 41,556,626			
	Electricity bill payable		765,751	651,951
	Telephone bill payable		356	1,054
	Water bill payable		940	2,850
	Salary & Wages		13,419,233	6,954,172
	Director Remuneration		100,000	100,000
	Income Tax Payable	Note-17.01	14,292,255	9,004,299
	Interest Payable		-	2,423,802
	Audit Fee Payable		345,000	172,500
	Listing & Annual Fee payable		1,223,091	847,000
	Dividend Payable for the year 2022-2023		11,410,000	-
			41,556,626	20,157,628
17.01	Income Tax Payable: Tk. 14,292,255			
	Opening Balance		9,004,299	5,126,674
	Charge for the year	Annexure-H	14,292,255	9,004,299
			23,296,554	14,130,973
	Adjustment during the year -Assessment year 2023-2024		(9,004,299)	(5,126,674)
	Closing Balance		14,292,255	9,004,299
18.00	Revenue : Tk. 1,110,271,926			
	Export during the year		1,110,271,926	887,551,954
			1,110,271,926	887,551,954
19.00	Cost of Goods Sold: Tk. 979,661,548			
	Raw Materials Consumed	Note-19.01	817,131,229	606,096,554
	Manufacturing Overhead	Note-19.02	222,967,355	164,702,785
	Cost of Manufacture		1,040,098,584	770,799,340
	Work in Process-Opening		27,422,028	16,150,596
	Work in Process-Closing	Annexure-D	(30,804,885)	(27,422,028)
	Cost of production		1,036,715,727	759,527,908
	Sample Expenses		(1,895,168)	(2,822,692)
	Finished Goods-Opening		21,953,623	6,026,264
	Finished Goods-Closing		(77,112,634)	(21,953,623)
			979,661,548	740,777,857

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

19.01 Raw Materials Consumed: Tk. 817,131,229

Opening Stock of Raw Materials			198,161,161	203,216,165
Purchase during the year			802,902,135	601,041,550
Raw materials available for Production			1,001,063,296	804,257,715
Closing Stock of Raw Materials			(183,932,067)	(198,161,161)
Raw Materials Consumed	Annexure-C		817,131,229	606,096,554

19.02 Manufacturing overhead : Tk. 222,967,355

Wages, Salaries and Allowances			142,287,368	104,025,940
Festival Bonus			9,046,479	4,787,239
Carrying Charge			5,607,100	3,776,601
Electricity Bill			8,166,672	6,133,662
Fuel Expenses			2,165,083	802,100
Freight & Forwarding Charge			1,939,461	1,040,940
Medical Expenses			719,524	502,938
Food & Tiffin Expenses			2,045,036	1,078,495
Labor Charge			1,137,730	1,023,286
Production Incentives			1,155,549	593,409
Telephone and Mobile Bill			554,461	598,693
Printing & Stationery Expenses			568,862	756,861
Store Items			4,669,124	4,008,029
Conveyance			568,484	414,535
Postage & Stamp			127,183	80,101
Insurance Expenses			1,411,363	1,331,455
Miscellaneous Expenses			57,443	47,660
Repairs & Maintenance			2,465,027	75,788
Depreciation			38,275,406	33,625,053
	Note-19.03		222,967,355	164,702,785
	Annexure-A			

19.03 Store Items : Tk. 4,669,124

Opening Balance			1,334,216	1,151,177
Purchase during the year			5,028,587	4,191,068
			6,362,803	5,342,245
Closing Balance			(1,693,679)	(1,334,216)
Consumption during the year			4,669,124	4,008,029

20.00 Operating Expenses : Tk. 58,710,330

Selling Expenses	Note-20.01		40,559,733	31,549,323
Administrative Expenses	Note-20.02		18,150,597	14,516,385
			58,710,330	46,065,708

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

20.01 Selling Expenses : Tk. 40,559,733

Salaries and Allowances	31,414,094	22,488,724
Festival Bonus	1,997,275	1,194,000
Advertisement	5,350	26,301
Electricity Bill	35,072	24,737
Phone, Fax and Mobile Bill	687,563	988,825
Entertainment Expenses	313,316	328,404
Repair & Maintenance	328,432	358,300
Paper and Periodicals	437,796	348,593
Traveling Expenses	1,139,148	1,013,897
Printing & Stationery	367,684	357,186
Postage & Courier	491,660	520,278
Sample Expenses	1,895,169	2,822,692
Transportation & Handling Expenses	1,005,753	655,561
Miscellaneous Expenses	42,719	71,564
Depreciation	398,702	350,261
Annexure-A	40,559,733	31,549,323

20.02 Administrative Expenses : Tk. 18,150,597

Salaries and allowances	11,087,327	8,441,884
Festival Bonus	704,920	563,500
Tours and Travelling Expenses	617,982	446,960
Phone, Fax and Mobile Bill	238,881	175,336
Postage & Stamps	82,080	101,683
Printing & Stationery	172,058	157,900
Registration, Renewal & Legal Expenses	1,280,263	1,297,000
Entertainment	386,853	476,817
Electricity Bill	52,609	37,105
Water Bill	10,204	22,696
Audit fees (Including VAT)	345,000	230,000
Professional Fee	452,400	-
Director Remuneration	1,200,000	1,200,000
Board Meeting Fee	82,000	76,000
AGM Expenses	157,000	157,000
Medical Expenses	69,947	38,110
Miscellaneous Expenses	14,967	43,611
Depreciation	1,196,106	1,050,783
Annexure-A	18,150,597	14,516,385

21.00 Other Income : Tk. 58,140,080

Interest Income	704,957	650,986
Cash Dividend	-	2,534,395
Foreign Currency Fluctuation Gain/(Loss) (Realized)	3,251,642	2,491,750
Income from Portfolio	39,599,281	-
Cash Incentive	14,319,000	3,497,000
Lapse PF (Employer's Contribution)	265,200	986,340
	58,140,080	10,160,471

Notes Sl. No.	Particulars	Note Ref. No.	Amount in Taka	
			30 June 2024	30 June 2023

22.00 Financial Expense : Tk. 67,353,423

Bank Charges & Commission			6,833,659	2,779,079
Interest on Loan	Note-22.01		60,519,764	16,722,392
			67,353,423	19,501,471

22.01 Interest on Loan : Tk. 60,519,764

Interest on Short Term Loan			60,519,764	16,722,392
			60,519,764	16,722,392

23.00 Earnings per Share: Tk. 0.54

a) Net Profit After Tax			45,586,644	79,747,405
b) Weighted average number of ordinary shares	Note-23.01		84,700,000	84,700,000
Earnings per Share (EPS) (a/b)			0.54	0.94

23.01 Calculation of Weighted Average Number of Shares

Particulars	Number of Ordinary Share	Weight	Weighted average no. of Shares 30 June 2024	Weighted average no. of Shares 30 June 2023
Opening No. of Shares	84,700,000	365/365	84,700,000	84,700,000
Issuance of Bonus Share	-	-	-	-
Total	84,700,000		84,700,000	84,700,000

24.00 Net Asset Value per Share (NAV) : Tk. 15.65

Total Assets			1,708,089,953	1,630,016,863
Less: Non-Current Liabilities			28,900,447	26,092,640
Less: Current Liabilities			353,590,081	285,161,374
a) Net Asset Value			1,325,599,425	1,318,762,849
b) Weighted average number of ordinary shares outstanding	Note-23.01		84,700,000	84,700,000
Net Asset Value per Share (NAV) (a/b)			15.65	15.57

25.00 Net Operating Cash Flows per Share (NOCFPS) : Tk. 0.90

a) Net Operating Cash Flows			75,871,846	8,916,922
b) Weighted average number of ordinary shares outstanding	Note-23.01		84,700,000	84,700,000
Net Operating Cash Flows per Share (NOCFPS) (a/b)			0.90	0.11

26.00 Disclosures of the Companies Act, 1994

26.01 Schedule XI, Part II, Note 5 of Para 3- Employees :

Total number of employees are as follows:

Particulars	30 June 2024	30 June 2023
Salary below Tk. 8,000 per month	-	-
Salary Tk. 8,000 or above per month	828	1,047
Total	828	1,047

26.02 The requirement of schedule XI part-II, Para 3 (a) : Turnover

Particulars	30 June 2024	30 June 2023
Turnover in BDT.	1,110,271,926	887,551,954
Turnover in Quantity (kg, pcs)	5,525,086	4,947,138

26.03 The requirement of schedule XI part-II, Para 3 (d) (i) : Raw Materials Consumed

Particulars	30 June 2024	30 June 2023
Raw Material (Value in BDT.)	807,930,722	605,232,618
Raw Material Quantities (kg)	4,855,177	3,643,395

26.04 The requirement of schedule XI part-II, Para 3 (d) (ii) : Finished goods

Particulars	30 June 2024	30 June 2023
Opening Quantity (kg, pcs)	186,114	48,582
Production Quantity (kg, pcs)	5,753,410	5,084,669
Closing Quantity (kg, pcs)	414,438	186,114

26.05 The requirement of schedule XI part-II, Para 4

Particulars	30 June 2024	30 June 2023
Payments to Managing Director and Director by the company during the year		
(a) Managerial remuneration paid or payable during the financial year to the directors, including managing director, a managing agent or manager.	1,200,000	1,200,000
(b) Expenses reimbursed to managing agent	Nil	Nil
(c) Commission or other remuneration payable separately to a managing agent or his associate.	Nil	Nil
(d) Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company.	Nil	Nil
(e) The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial year.	Nil	Nil
(f) Any other perquisite or benefits in cash or in kind stating, approximate money value where applicable.	Nil	Nil
(g) Other allowances and commission including guarantee commission	Nil	Nil
(h) Pensions etc.:		
(i) Pensions	Nil	Nil
(ii) Gratuities	Nil	Nil
(iii) Payments from a provident funds, in excess of own subscription & interest thereon	Nil	Nil
(iv) Compensation for loss of office	Nil	Nil
(v) Consideration in connection with retirement from	Nil	Nil

26.06 The requirement of schedule XI part-II, Para 7 : Capacity Utilization

The production capacity and utilization of its are as follows:

Particulars	30 June 2024 (Kg, Bar, Pcs, gm, Feet, Box, etc.)	30 June 2023 (Kg, Bar, Pcs, gm, Feet, Box, etc.)
Installed Capacity	8,917,000	8,327,000
Actual Production	5,753,410	5,084,669
Capacity Utilization (%)	64.52%	61.06%

26.07 The requirement of schedule XI part-II, Para 8 (C) :

(a) Value of imports calculated on C.I.F basis by the company during the financial year ended 30 June, 2024 in respect of raw materials, components of spare parts and capital goods were as follows:

Particulars	Import	
	30 June 2024	30 June 2023
	Amount in BDT	Amount in BDT
Raw Materials	802,902,135	601,041,550
Packing Materials	-	-
Components of Spare parts	-	-
Capital Goods	81,551,667	23,022,169

(b) The Company did not have any expenditure in foreign currency during the financial year on account of royalty, know-how, professional consultation fees, interest and other matters.

(c) Value of all imported raw materials, spare parts and components consumed during the financial year and the value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption:

Particulars	Total Consumption	Imported Taka	(%)	Local Taka	(%)
Raw Materials	802,902,135	756,046,787	94%	46,855,348	6%
Packing Materials	-	-	0%	-	0%
Store Items	5,028,587	-	0%	5,028,587	100%
Total	807,930,722	756,046,787		51,883,935	

(d) No amount has been remitted during the year in foreign currencies on account of dividends for non-residents shareholders,

(e) Earnings in foreign exchange classified under the following heads, namely:

(i) Export of goods calculated on F.O.B. basis Tk. 1,110,271,926

(ii) No royalty, know-how, professional and consultation fees were received;

(iii) No interest and dividend received;

(iv) No other income received.

26.08 Related party disclosures (IAS-24)

Name	Designation	Particulars	Outstanding Balance as on 30.06.2023	Addition During the year	Paid During the year	Outstanding Balance as on 30.06.2024
Md. Tafazzal Hossain Forhad	Chairman	Remuneration	-	-	-	-
		Board Meeting fee	-	18,000	18,000	-
M.A. Kayum Howlader	Managing Director	Remuneration	100,000	1,200,000	1,200,000	100,000
		Board Meeting fee	-	18,000	18,000	-
Abdur Razzak	Director	Remuneration	-	-	-	-
		Board Meeting fee	-	16,000	16,000	-
Md. Mosaddik Hossain Raivee	Director	Remuneration	-	-	-	-
		Board Meeting fee	-	16,000	16,000	-
Md. Aynul Kabir	Independent Director	Remuneration	-	-	-	-
		Board Meeting fee	-	14,000	14,000	-
Total			100,000	1,282,000	1,282,000	100,000

26.09 Disclosure as per paragraph 17 of IAS 24 : Key Management Personnel of the entity:

Particulars	30 June 2024	30 June 2023
(a) Short-term employee benefits	1,282,000	1,276,000
(b) Post-employee benefits	Nil	Nil
(c) Other long term benefits	Nil	Nil
(d) termination benefits and	Nil	Nil
(e) share-based payment	Nil	Nil

26.10 Disclosure as per paragraph-18, IAS- 24:

Disclosure requirements of IAS 24, Para 18 minimum disclosure shall include:

- | | |
|---|--|
| a) the amount of transactions; | 1,282,000 |
| b) the amount of outstanding balance, including commitments, and; | 100,000 |
| i) their terms & condition, including whether they are secured, and the nature of the consideration to be provided in settlement; and | Remuneration &
Board Meeting
Fee |
| ii) details of any guarantee given or received; | |
| c) provisions for doubtful debts related to the amount of outstanding balance; and | |
| d) the expenses recognized during the period in respect of bad or doubtful debts due from | |

26.11 During the period from 01-07-2023 to 30-06-2024, there were 9 (Nine) Board Meetings held. The attendance status of all the meetings is as follows:

Name of Directors	Designation	No. of Meetings Attended	
		30 June 2024	30 June 2023
Md. Tafazzal Hossain Forhad	Chairman	9	9
M.A. Kayum Howlader	Director & Managing Director	9	9
Abdur Razzak	Director	8	8
Md. Mosaddik Hossain Raivee	Director	8	7
Md. Aynul Kabir	Independent Director	7	5

26.12 Cash received from Customers

Sales
Add: Receivables b/d
Less: Receivables c/d

Amount in Taka	
30 June 2024	30 June 2023
1,110,271,926	887,551,954
324,531,894	225,350,687
(361,570,488)	(324,531,894)
1,073,233,332	788,370,747

26.13 Cash paid to Suppliers

Cost of Goods Sold
Less: Opening Inventory
Add: Closing Inventory
Add: Sample Expense
Add: Creditors b/d
Less: Creditors c/d
Add: Closing L/C Margin for Raw Material
Less: Opening L/C Margin for Raw Material
Less: Factory Overhead
Less: Depreciation

979,661,548	740,777,856
(248,871,028)	(226,544,202)
293,543,265	248,871,028
1,895,168	2,822,692
5,621,806	3,546,217
(4,874,953)	(5,621,806)
27,883,078	18,908,563
(18,908,563)	(8,053,928)
(180,022,825)	(127,069,703)
(38,275,406)	(33,625,053)
817,652,090	614,011,664

26.14 Cash paid to Employees

(a) For Factory Overhead:

Opening Advance to Employee
Closing Advance to Employee
Opening Provision for salary
Closing Provision for salary
Salary & Wages
Festival Bonus
Medical Expenses
Food & Tiffin Expenses
Production Incentive
Conveyance

149,442,267	112,406,573
(857,200)	(381,649)
942,088	857,200
7,054,172	7,582,638
(13,519,233)	(7,054,172)
142,287,368	104,025,940
9,046,479	4,787,239
719,524	502,938
2,045,036	1,078,495
1,155,549	593,409
568,484	414,535

(b) For Administrative Expenses:

Salaries and Allowances
Festival Bonus
Director Remuneration
Medical Expenses

13,062,194 **10,243,494**

11,087,327	8,441,884
704,920	563,500
1,200,000	1,200,000
69,947	38,110

(c) For Selling and Distribution:

Salary & Allowances
Festival Bonus

33,411,369 **23,682,724**

31,414,094	22,488,724
1,997,275	1,194,000

Total (a+b+c)

195,915,830 **146,332,791**

26.15 Cash Paid to Others

Factory Overhead, Administrative & Selling Expenses
Less: Employee Expenses
Add: Accrued Exp b/d
Less: Accrued Exp c/d
Add: Prepaid Exp c/d
Less: Prepaid Exp b/d
Less: Depreciation

275,113,392	203,937,771
(195,915,830)	(146,332,791)
8,729,527	9,244,756
(15,854,371)	(8,729,527)
2,404,479	2,100,754
(2,100,754)	(1,524,578)
(39,870,214)	(35,026,097)
32,506,229	23,670,288

26.16 Cash received from Other Income

FDR Interest
Add: Opening Interest Receivable
Less: Closing Interest Receivable
Less: Closing Receivable to STIL Employee Providend Fund
Add: Opening Receivable to STIL Employee Providend Fund
Foreign Currency Fluctuation Gain/(Loss)
Less: Closing Foreign Currency Fluctuation Gain/(Loss) Receivable
Cash Incentive
Portfolio income
Lapse PF (Employers' Contribution)
Cash Dividend

704,957	650,986
168,208	15,555
-	(168,208)
-	(4,696,640)
4,696,640	9,229,465
3,745,366	4,015,374
(493,724)	(1,523,624)
14,319,000	3,497,000
39,599,281	-
265,200	986,340
-	2,534,395
63,004,928	14,540,643

27.00 Reconciliation of Net Income or Net Profit with Cash Flows from Operating Activities (Indirect Method) the requirement of Bangladesh Securities and Exchange Commission notification no. BSEC/CMRRCD/2006-158/308/Admin/81, Dated 20 June 2018.

Particulars	Amount in (Tk.)	
	30 June 2024	30 June 2023
Net Profit before Tax	62,686,705	91,367,391
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation on Fixed Assets	39,870,214	35,026,097
Foreign Currency Fluctuation Gain/(Loss) (Un-realized)	493,724	1,523,624
Finance cost	67,353,423	19,501,471
	170,404,066	147,418,583
Increase in Inventories	(44,672,237)	(22,326,826)
Increase in Trade and other Receivables	(32,667,470)	(96,324,659)
Increase in Advance, Deposits and Prepayments	(9,278,241)	(11,430,811)
Increase in Liabilities for Expenses	7,124,847	(515,229)
Decrease in Trade and other Payables	(746,853)	2,075,589
Cash Generated from Operating Operation	90,164,111	18,896,646
Advance Income Tax Paid	(14,292,265)	(9,979,724)
Net Cash Generated from Operating Activities	75,871,846	8,916,922

28.00 Employees' Benefit

The company maintains defined benefit plan for its eligible employees which includes wages, salaries & festival bonuses only. The company has accounted for and disclosed employee benefits in compliance with the provisions of IAS 19 Employee Benefits. The cost of employee benefit is charged off as revenue expenditure in the period to which the contributions relate.

29.00 Significant Deviation

The Earning per share (EPS) of the company as on June 30, 2024 stood at Tk. 0.54 against Tk. 0.94 compared to June 30, 2023. The EPS has decreased because of manufacturing cost, operating expenses and finance cost (due to increasing of interest rate) of the company has increased as well as wages, salaries and allowances of the company also increased 37% (Approx.) that's why Net Profit after Tax of the company has decreased compared to previous year.

The Net Operating Cash Flow per share (NOCFPS) in current year is Tk. 0.90 as against Tk. 0.11 compared to the previous year of June 30, 2023 due to increase in collection from turnover, increase of other income. and comparatively lower payment made for suppliers and others.

30.00 Bank Guarantee

The company have no Bank Guarantee on the reporting date.

31.00 Capital Commitment

The company have no Capital Commitment at the reporting date.

32.00 Subsequent Events-Disclosures under IAS 10 "Events after the Balance Sheet Date":


Proposed Dividend

Subsequent to the statement of financial position date, the Board of Directors in their meeting held on 21-11-2024 recommended 1.75% cash dividend (i.e. Tk. 0.175 per share of Tk. 10.00 each) for the year ended 30 June 2024. The proposal is subject to the shareholders' approval at the forthcoming AGM.

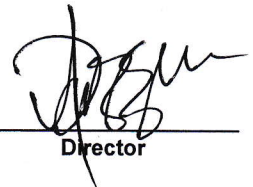
Excepting to that, no circumstances have arisen since the date of statement of financial position which would require adjustment to, or disclosure in, the financial statements or notes thereto.



Managing Director



Chairman



Director



Chief Financial Officer



Company Secretary

Place: Dhaka

Dated: 24 November 2024

SK TRIMS & INDUSTRIES LTD.
Schedule of Property, Plant and Equipment
As at June 30, 2024

Particulars	COST			DEPRECIATION				Written Down Value as at 30 June 2024
	Balance as on 01 July 2023	Addition during the year	Balance as on 30 June 2024	Rate of Depr. (%)	Balance as on 01 July 2023	Charge during the year	Balance as on 30 June 2024	
Land	150,043,271	-	150,043,271	0%	-	-	-	150,043,271
Buildings and Civil Construction	380,026,344	-	380,026,344	2.50%	37,882,244	8,473,746	46,355,990	333,670,354
Plant & Machinery	363,700,960	89,858,612	453,559,572	10%	120,246,985	25,254,581	145,501,566	308,058,006
Furniture and Fixture	8,156,688	204,600	8,361,288	10%	3,413,571	466,922	3,880,493	4,480,795
Electrical Equipment and Installation	16,793,874	-	16,793,874	10%	7,701,005	875,753	8,576,758	8,217,116
Office Equipment	5,538,924	122,000	5,660,924	10%	2,193,992	328,181	2,522,173	3,138,751
Fire Equipment	2,364,951	-	2,364,951	10%	980,646	133,325	1,113,971	1,250,980
Vehicle	40,652,305	-	40,652,305	20%	17,267,654	4,337,707	21,605,361	19,046,944
Balance on 30 June 2024	967,277,317	90,185,212	1,057,462,529		189,686,097	39,870,215	229,556,311	827,906,218
Balance on 30 June 2023	877,682,234	89,595,083	967,277,317		154,659,999	35,026,097	189,686,096	777,591,221

Annexure-A

Allocation of Depreciation:

Particulars	Percentage (%)	Taka
Manufacturing Expenses	96%	38,275,406
Administrative Expenses	3%	1,196,106
Selling & Distribution Expenses	1%	398,702
Total	100%	39,870,214

SK TRIMS & INDUSTRIES LTD.
3rd Schedule of Property, Plant and Equipment (Tax base)
As at 30 June, 2024

Annexure-A/1

Particulars	COST			DEPRECIATION				Written Down Value as at 30 June 2024
	Balance as on 01 July 2023	Addition during the year	Balance as on 30 June 2024	Rate of Dep. (%)	Balance as on 01 July 2023	Charge during the year	Balance as on 30 June 2024	
	150,043,271	-	150,043,271	-	-	-	-	150,043,271
Buildings and Civil Construction	380,026,344	-	380,026,344	10%	175,136,613	19,733,362	194,869,975	185,156,369
Plant & Machinery	363,700,960	89,858,612	453,559,572	20%	193,580,638	37,812,604	231,393,242	222,166,330
Furniture and Fixture	8,156,688	204,600	8,361,288	10%	3,556,610	458,008	4,014,618	4,346,670
Electrical Equipment and Installation	16,793,874	-	16,793,874	20%	12,469,651	802,116	13,271,767	3,522,107
Motor Vehicle	5,538,924	122,000	5,660,924	10%	2,337,233	317,285	2,654,518	3,006,406
Office Equipment	2,364,951	-	2,364,951	10%	1,062,445	125,447	1,187,892	1,177,059
Other Equipment	40,652,305	-	40,652,305	20%	18,981,569	4,019,786	23,001,355	17,650,950
Total	967,277,317	90,185,212	1,057,462,529		407,124,759	63,268,608	470,393,367	587,069,162

SK TRIMS & INDUSTRIES LTD.
Deferred Tax Calculation
As at 30 June 2024

Annexure-B

Deferred tax (assets)/liability recognized in accordance with the provision of IAS-12, is arrived as follows:

Particulars	Amount in BDT	
	30 June 2024	30 June 2023
Opening Balance	26,092,640	23,476,955
Deferred Tax Liability /(Assets) as on 30 June 2024	28,900,447	26,092,640
Increase/(Decrease) of Deferred Tax Liability	2,807,807	2,615,685

Particulars	Carrying Amount on Balance Sheet date (Taka)	Tax Base (Taka)	Temporary Differences (Taka)
At 30 June 2024			
Property, Plant & Equipment , Annexure-A	827,906,218	587,069,162	240,837,056
Addition during the period	-	-	-
Temporary difference for lease Assets	-	-	-
Liability to Employees	-	-	-
Net temporary difference	827,906,218	587,069,162	240,837,056
Applicable Tax rate			12.00%
Deferred Tax Liability/(Asset)			28,900,447
At 30 June 2023			
Property, Plant & Equipment, Annexure-A	777,591,221	560,152,558	217,438,663
Temporary difference for lease Assets	-	-	-
Liability to Employees	-	-	-
Net temporary difference	777,591,221	560,152,558	217,438,663
Applicable Tax Rate			12.00%
Deferred Tax Liability/(Asset)			26,092,640

SK TRIMS & INDUSTRIES LTD.
Details of Raw Material Inventory
For the year ended June 30, 2024

Annexure-C

Sl. No.	Items Name	Opening Balance as on 01.07.2023		Purchased		Consumed/Used		Closing Balance as on 30.06.2024	
		Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount (Taka)	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount (Taka)	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount (Taka)
1	Sewing Thread	99,597	24,928,133	96,196	24,558,349	188,448	30,765,455	7,345	18,721,028
2	Silicon Oil	10,153	2,718,910	23,933	6,600,786	23,221	6,323,457	10,865	2,996,239
3	LLD/LDPE/LLDPE	83,227	6,343,577	289,076	22,474,077	302,868	23,419,270	69,435	5,398,384
4	Polypropylene	98,951	10,905,412	278,595	31,926,199	280,006	31,653,564	97,540	11,178,047
5	HDPE Film Gread HD 5301 AA	90,056	11,594,662	229,989	30,496,553	254,207	33,360,435	65,838	8,730,780
6	BOPP	105,558	14,351,656	163,724	23,366,360	194,253	27,008,667	75,029	10,709,349
7	Adhesive Tape	4,218	1,034,003	31,820	7,879,113	31,246	7,727,115	4,792	1,186,001
8	Thinner	890	196,212	19,125	4,299,802	19,185	4,308,828	830	187,186
9	Ink	4,133	2,141,043	25,019	13,349,812	25,684	13,640,994	3,468	1,849,861
10	Polyester Textured Yarn	63,115	8,841,202	216,563	30,942,937	216,202	30,714,834	63,476	9,069,305
11	Spendax Rubber	13,726	6,220,569	73,597	33,691,088	73,904	33,771,955	13,419	6,139,702
12	Rubber Thread	22,039	5,675,080	103,252	27,119,217	103,763	27,140,499	21,528	5,653,798
13	Opp Gum Tape	17,922	2,768,991	98,564	15,532,744	98,293	15,434,722	18,193	2,867,013
14	Duplex Board	88,297	6,639,071	555,270	42,999,214	561,862	43,311,250	81,705	6,327,035
15	Art card	122,231	8,686,926	159,759	11,581,179	171,095	12,235,305	110,895	8,032,800
16	Corrugating Medium Paper	74,372	3,064,126	978,002	41,099,540	953,434	40,005,646	98,940	4,158,019
17	Corrugating Liner Paper	130,179	6,704,208	668,809	35,132,540	651,053	34,066,571	147,935	7,770,177
18	Virgen Liner Paper	108,609	8,501,897	417,430	33,329,913	412,589	32,773,294	113,450	9,058,516
19	Virgen Paper /Medium Paper	117,296	13,048,007	259,570	29,452,023	266,100	29,932,007	110,766	12,568,023
20	Tissue Paper	5,384	787,526	28,063	4,227,197	27,764	4,158,682	5,683	856,041
21	Accessories	46,319	26,955,070	291,011	178,227,705	292,200	177,543,046	45,130	27,639,729
22	Fabrics	29,760	26,054,880	168,868	154,615,787	173,701	157,835,635	24,927	22,835,032
Total		1,336,032	198,161,161	5,176,235	802,902,135	4,855,177	817,131,229	1,191,189	183,932,067

SK TRIMS & INDUSTRIES LTD.
Details of Work in Process
For the year ended June 30, 2024

Annexure-D

Sl. No.	Items Name	Opening Balance as on 01.07.2023		Closing Balance as on 30.06.2024	
		Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount
1	Sewing Thread	7,533	1,867,059	6,329	1,615,752
2	Silicon Oil	3,179	843,039	3,321	915,995
3	LLD/LDPE/LLDPE	9,996	754,535	9,574	744,348
4	Polypropylene	8,386	915,300	8,903	1,020,284
5	HDPE Film Gread HD 5301 AA	3,569	455,031	4,657	617,477
6	BOPP	5,724	770,624	4,615	658,575
7	Adhesive Tape	2,228	540,984	1,098	271,790
8	Thinner	841	183,524	1,027	230,873
9	Ink	309	158,652	305	162,745
10	Polyester Textured Yarn	7,861	1,090,512	10,357	1,479,824
11	Spendax Rubber	796	357,193	626	286,675
12	Rubber Thread	3,623	923,882	3,409	895,428
13	Opp Gum Tape	2,031	310,751	2,220	349,843
14	Duplex Board	15,333	1,141,666	20,465	1,584,740
15	Art card	8,780	617,907	9,596	695,631
16	Corrugating Medium Paper	3,604	147,055	4,040	169,758
17	Corrugating Liner Paper	5,383	274,551	6,632	348,405
18	Virgen Liner Paper	10,894	844,541	14,019	1,119,359
19	Virgen Paper /Medium Paper	18,995	2,092,493	17,805	2,020,232
20	Tissue Paper	3,181	460,699	3,236	487,419
21	Bag-American Tourister	15,984	10,774,269	12,371	8,839,537
22	Bag-M& P -Japan	23,725	1,897,761	14,226	1,251,703
23	Redtape	-	-	4,518	5,038,492
	Total	161,956	27,422,028	163,349	30,804,885

SK TRIMS & INDUSTRIES LTD.
Details of Finished Goods
For the year ended June 30, 2024

Annexure-E

Sl. No.	Name of Products	Opening Balance as on 01.07.2023		Closing Balance as on 30.06.2024	
		Qty.	Amount	Qty.	Amount
1	Carton	12,533	1,198,119	255,794	31,974,197
2	Elastic	2,534	620,886	2,580	1,651,123
3	Poly	5,234	942,074	5,663	2,580,559
4	Swing Thread	2,848	1,139,047	3,657	3,521,425
5	Photo Card	4,280	513,590	4,679	895,250
6	Back Board	6,996	594,642	9,148	1,249,826
7	Size/Price/Bar Code Tag	6,941	569,121	8,413	903,718
8	Tissue Paper	501	340,397	752	826,593
9	Gum Paper	1,499	278,738	1,478	685,929
10	Bag-American Tourister	5,791	4,592,184	13,172	11,380,943
11	Bag-M& P -Japan	105,159	9,896,004	98,939	9,359,614
12	Bag -Wool Worth	31,800	1,268,820	-	-
13	Bag-Redtape	-	-	10,163.00	12,083,457
Total		186,114	21,953,623	414,438	77,112,634

SK TRIMS & INDUSTRIES LIMITED

Details of Accounts Receivable
For the year ended June 30, 2024

Annexure-F

Sl. No.	Name of Party's	Amount in Taka	
		30 June 2024	30 June 2023
1	A.G. Dress Ltd.	408,427.34	2,601,758
2	A.J Fashion Ltd.	-	697,585
3	Advance world Ltd.	-	1,398,824
4	Al-Islam Textiles Ltd.	-	6,517,850
5	Alib composite ltd	1,125,175	-
6	Anjuman Garments pvt Ltd.	610,720	-
7	Armin Sweaters (bd) Ltd.	-	2,689,079
8	Ariyan Socks Industries Ltd	328,500	-
9	Apollo Knitwear (bd) Ltd.	21,990,288	-
10	Asdwa Fashion Ltd.	-	982,937
11	Base Fashion Ltd.	-	4,630,981
12	Best Stule Composite Ltd.	-	7,049,654
13	BMG	25,130	-
14	Cordial Design Ltd.	-	2,323,965
15	Crony Apparels Ltd.	-	22,150,521
16	Dipta Garments Ltd.	-	9,595,308
17	Dewan Fashion Ltd.	29,278,344	31,848,254
18	Dhaka Garments And Washing Ltd.	-	435,909
19	Dk Global Fashion wear Ltd.	733,924	1,266,374
20	Epoch Garments Ltd.	-	1,696,970
21	Fair Apparels Ltd.	-	5,330,000
22	Fashion 2000 Ltd.	-	5,977,478
23	Fashion Forum Ltd.	-	6,493,998
24	Fuji Knitwears Ltd.	-	2,148,282
25	Gramtech Knit Dyeing Washing and Garments Industries Ltd.	-	1,819,494
26	Green Life Knittex Ltd.	-	529,537
27	Genetic Fashion Ltd.	-	918,362
28	Generation Next Fashion Ltd.	-	2,132,550
29	H.B.S Apparels Ltd.	4,107,997	5,540,693
30	Hands Clothing bd Ltd.	3,849,492	-
31	Haseen Knit Composite Ltd.	-	3,282,208
32	Hi-Tech Apparels Ltd.	-	1,145,811
33	Iait Footwear Ltd.	1,962,984	-
34	Infinity Outfit Ltd.	505,732	-
35	Intensity Ltd.	4,859,781	-
36	Interloop (BD) Ltd.	-	873,782
37	Jams Design Ltd.	-	556,521
38	Jeans Manufacturing Co.Ltd.	-	4,165,370
39	JMS Garments Ltd.	-	2,726,487
40	K.A Fashion Ltd	-	569,778
41	Kashfi Knitwear Ltd.	-	5,930,022
42	Katex Fashion Clothing Ltd.	-	9,850,615
43	Knit Composite Ltd.	-	1,124,145
44	Knit men Composite Ltd.	-	21,301,018
45	Kss Knit Composite Ltd.	3,422,205	-
46	La Camicia Ltd.	2,543,939	-
47	La-Muni Apparels Ltd.	-	859,200
48	Libas Textiles Ltd.	-	261,810
49	Link Wear Ltd.	-	6,453,063

Sl. No.	Name of Party's	Amount in Taka	
		30 June 2024	30 June 2023
50	Manta Apparels Ltd.	-	712,041
51	Multitech Apparels Ltd.	2,835,472	8,328,572
52	M.I.T Apparels Ltd.	-	3,222,000
53	M.T Sweater Ltd.	1,095,000	542,000
54	M/S Mom Jacquard.	-	2,016,782
55	M/S Perfect Sweaters Ltd.	-	442,590
56	M/S. Piangka Fashion Ltd.	-	966,222
57	Mane Clothing Ltd.	-	3,313,461
58	Marushia	191,885	-
59	Maxcom International (BD) Ltd.	13,587,556	13,063,524
60	Meek Sweater Ltd.	-	1,316,366
61	Mehnaz Styles And Craft Ltd.	-	10,662,925
62	M&P	18,886,472	-
63	National Wool Wears Ltd.	-	965,085
64	Needle Drop Ltd.	-	3,927,402
65	Next Export Zone Ltd.	-	2,693,807
66	Odyssey Craft (PVT) Ltd.	-	107,435
67	One up sweaters Ltd.	-	3,029,663
68	Orion Knit Textiles Ltd	1,658,064	-
69	Premier Footwear Ltd.	-	2,685,000
70	P.A Knit Composite Ltd.	-	275,734
71	Prime Sweater Ltd.	-	12,518,641
72	Pullman Knitwear (PVT) Ltd.	-	1,570,509
73	Rafi Knitwear Ltd.	11,881,845	-
74	R.B Knitwears Ltd.	-	5,326,845
75	R.T. Fashion Ltd.	-	3,482,103
76	Rapid Design Ltd.	1,182,023	401,559
77	Rowa Fashions Ltd.	657,065	-
78	S.B Knitting Ltd.	-	2,895,504
79	Saddatia sweaters Ltd.	-	17,548,175
80	Santlock	1,039,703	-
81	Seowan (bd) Ltd.	-	2,842,241
82	Shabab Fabrics Ltd.	769,775	674,324
83	Shad Fashion Ltd.	2,798,187	-
84	Shrabony Knitwear Ltd.	-	434,554
85	Silver Composite Textile Mills Ltd.	6,442,026	499,129
86	Stylesmyth San Apparels Ltd.	1,261,797	-
87	Signate	4,509,648	-
88	Sen En Footwear Technology Ltd.	2,737,500	2,276,390
89	S.M sourcing	33,715,055	-
90	Sun Fashion Wear Ltd.	-	2,901,911
91	Tex Tech Company Ltd.	548,884	-
92	Texpro Eco Apparel Ltd.	1,396,174	315,161
93	Total Fashion Ltd.	-	5,331,959
94	Triple Seven Apparels Ltd.	-	3,198,833
95	Uniform Textile Ltd.	-	931,778
96	United Knit Wears (pvt.) Ltd.	-	2,689,640
97	Uptop Trading	116,414,404	-
98	Virtual Bottoms Ltd.	-	6,022,525
99	West Knit Wear Ltd.	62,209,315	-
100	Yasin Knittex Industries Ltd.	-	8,523,312
Total		361,570,488	324,531,894

SK TRIMS & INDUSTRIES LTD.
Details of Investment in Private Placement
For the year ended 30 June, 2024

	Sl. No.	Name of the Institution	No of Unit as on 30.06.2023	No of Unit sale during the period	No of Unit as on 30.06.2024	Book Value at Cost as on 30.06.2023	Market Value (Quoted Market Price) as on 30.06.2023	Sale during the period	Book Value at Cost as on 30.06.2024	Market Value (Quoted Market Price) as on 30.06.2024	Unrealized Gain/(Loss) as on 30.06.2023	Unrealized Gain/(Loss) as on 30.06.2024	Unrealized Gain/(Loss) From 1st July 2023 to 30 June 2024	Remarks
			A	B	C=A-B	D	E	F	G=D-F	H	I=E-D	J=H-G	K=J-I	
1		Dominage Steel Building Systems Ltd.	1,000,000	1,000,000	-	9,259,259	16,200,000	9,259,259	-	-	6,940,741	-	(6,940,741)	Sale
2		Mamun Agro Product Ltd.	1,834,395	1,834,395	-	18,343,950	23,113,377	18,343,950	-	-	4,769,427	-	(4,769,427)	Sale
3		Acme Pesticides Limited	1,000,000	1,000,000	-	10,000,000	35,400,000	10,000,000	-	-	25,400,000	-	(25,400,000)	Sale
4		Anik Trims Ltd.	4,100,000	-	4,100,000	41,000,000	41,000,000	-	41,000,000	41,000,000	-	-	-	-
5		Asiatic Laboratories Limited	1,000,000	-	1,000,000	25,000,000	25,000,000	-	25,000,000	49,800,000	-	24,800,000	24,800,000	Held to Maturity
6		B Brothers Limited	1,000,000	-	1,000,000	10,000,000	10,000,000	-	10,000,000	10,000,000	-	-	-	-
7		Banbiz(pvt.) Limited	2,000,000	-	2,000,000	20,000,000	20,000,000	-	20,000,000	20,000,000	-	-	-	-
		Total	11,934,395	3,834,395	8,100,000	133,603,209	170,713,377	37,603,209	96,000,000	120,800,000	37,110,168	24,800,000	(12,310,168)	-

Annexure-G

SK TRIMS & INDUSTRIES LTD.
Income Tax Provision Calculation
As at 30 June 2024

Annexure-H

Particulars	Amount in Taka	Amount in Taka
-------------	----------------	----------------

A) Income Tax provision calculation

Net Profit Before Tax		62,686,705
Less: Other Income		
Interest Income	704,957	
Lapse PF (Employers' Contribution)	265,200	
Foreign Currency Fluctuation Gain/(Loss) (Realized)	3,251,642	
Income from Portfolio	39,599,281	
Cash Incentive	14,319,000	
		(58,140,080)
		4,546,625
Add: Accounting base depreciation		39,870,215
Less: Tax base depreciation		(63,268,608)
Adjusted profit before Tax (Income from operation)		(18,851,768)

Calculation of Income Tax Provision

Particulars	Amount	Tax rate	Current Tax Amount
Tax @12% on Income from operation	-	12%	-
Tax @ 20% on Interest Income	704,957	20%	140,991
Tax @ 20% on Cash Dividend	-	20%	-
Tax @ 20% on Foreign Currency Fluctuation Gain	3,251,642	20%	650,328
Tax @ 10% on Portfolio Income	39,599,281	10%	3,959,928
Tax @ 20% on Lapse PF (Employers' Contribution)	265,200	20%	53,040
Tax @ 10% on Cash Incentive	14,319,000	10%	1,431,900
Income Tax Provision during the period/Current Tax			6,236,188

B) Advance Income Tax / TDS

Particulars	Amount	Tax rate	Current Tax Amount
Tax deduction at source on Export realisation	1,073,233,332	1%	10,732,333
Tax deduction at source on Cash Incentive	14,319,000	10%	1,431,900
Tax deduction at source on Interest Income	704,957	10%	107,256
Tax deduction at source by BRTA			46,370
Advance Tax against share sale			1,974,395
Total Tax			14,292,255

So Income tax provision / Current Tax is higher of between A & B

14,292,255