

**Independent Auditor's Report
and
Financial Statements
of
SK TRIMS & INDUSTRIES LTD.
As at and for the year ended 30 June 2023**

SK Trims & Industries Ltd.
Auditor's Report and Audited Financial Statements
For the year ended 30 June 2023

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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 at 30 June 2023, 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 2023, 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 matters disclosed:

1. 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 ordinance 1984 .
2. Depreciation methods, useful lives & residual value should be reviewed annually and adjusted if appropriate. During the year the company did not review its PPE rate of depreciation.
3. The company have not yet introduced employee provident fund and Gratuity/Compensation benefit as per guideline of Bangladesh Labor Laws/Rules 2015, As such no provision have been made for these purpose, which is a non-compliance and misstatement in the financial statement.

Without modifying our opinion, we would like to advice the management to ensure compliance of the above immediately.

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 as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Risk	Our response to the risk
Revenue recognition	
<p>During the year, the Company recognized sales turnover of BDT 887,551,954 which has increased by BDT 132,185,623 as compared with 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 last 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 and 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; ➤ Finally assessing the appropriateness and presentation of disclosure notes with IFRS 15: Revenue from contracts with customers.
See note no. 19, Revenue in the financial statements	
Valuation of closing inventories	
<p>Closing inventories aggregating to BDT 248,871,028 was recognized in the statement of financial position as on 30 June 2023. Compared with previous year,</p>	<p>Our audit responses comprise the following procedures:</p>

this has increased by BDT 22,326,826.

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.

- Evaluating the design and implementation of key inventory control operating across factory premises.
- Attending and observing the physical inventory at the reporting date.
- Evaluating compliance with instructions of management count procedures during the count.
- Inspecting physical stock counting report as on 30 June 2023 and reconciling count results to closing inventories listings and performing test count on selected items to test completeness, accuracy and 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.

See note no. 5, Inventories in the financial statements

Property, plant and equipment

Property, plant and equipment (PPE) was carried at BDT 777,591,221 representing over 80% of total assets of the company as on 30 June 2023. The company reported addition to PPE of BDT 89,595,083 during the year.

Property, plant and equipment (PPE) are subject to recognition and measurement criteria only after satisfactorily meeting relevant requirement as per IAS 16.

The company is also required to perform assessment for impairment when there is condition which suggests indication of assets being impaired.

Our audit procedures performed during the audit to address the risks identified consist of the following:

- 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.
- Assessing the appropriateness and presentation of disclosures notes to the financial statements with the requirement of IAS 16 and other relevant IFRSs.

See note no. 3, Property, plant and equipment in the financial statements



Measurement of current year income tax and deferred tax

During the year, the Company recognized current year income tax of Tk. 9,004,299 and deferred tax Tk. 2,615,685 respectively in the statement of profit or loss and other comprehensive income. Both of these expenses have increased significantly compared to corresponding expense recognized in the last year.

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.

Our audit responses adopted during the audit to address the risk identified comprise the following:

- 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 amount of tax paid by the Company with amount recognized in the financial statements.

See note no. 18 & 12, income tax & deferred tax expenses in the financial statements

Short Term Borrowings

As refereed note no 13 in the financial statement the company recognized Short-term Borrowings of BDT 258,255,857 respectively at their reporting date.

Loan liability borrowings from bank were considered s key audit matter because this external form of credit facilities availed by the company require fulfillment of several terms and require fulfillment of several terms and conditions as mentioned in loan sanction letter issued by lending bank.

- 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

Capital Work in Progress	
As refereed note no 4 in the financial statement the company recognized Capital Work in Progress of BDT 13,630,835 respectively at their reporting date.	➤ Our substantive audit procedure adopted during the audit includes the following test or details
Work in Progress for Machinery of BDT 10,804,155 & Electrical Equipment & Installation of BDT 2,826,680 during the year.	➤ 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.

Other Matter

Due to the outbreak of global pandemic "Covid-19" declared by the World Health Organization (WHO) and subsequent spread of the virus resulting in deteriorating situation in Bangladesh during the conduct of audit at the company, 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 to avoid the risk of getting contacted the virus and safety of audit team members.

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 factions 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.

- e) The company adopted IFRS: 15 'Revenue from Contracts with Customers' & IFRS 16: 'Leases' as continued from last year.

Date: 03 December 2023
Dhaka, Bangladesh
DVC: 2312030697AS756702



Md. Harun-Or-Rashid FCA (697)
Engagement Partner
ARTISAN
Chartered Accountants

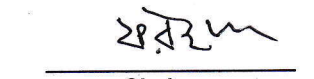
SK TRIMS & INDUSTRIES LTD.
Statement of Financial Position
As at 30 June 2023

Particulars	Notes	Amount in Taka	
		30-Jun-2023	30-Jun-2022
Assets			
Non-Current Assets		791,222,056	788,145,984
Property, Plant and Equipment	3.00	777,591,221	723,022,235
Capital Work in Progress	4.00	13,630,835	65,123,749
Current Assets		838,794,807	725,644,801
Inventories	5.00	248,871,028	226,544,202
Accounts and other Receivables	6.00	330,920,366	234,883,645
Investment	7.00	203,665,918	231,116,793
Advance, Deposits and Prepayments	8.00	37,481,750	13,729,745
Cash and Cash Equivalents	9.00	17,855,745	19,370,417
Total Assets		1,630,016,863	1,513,790,785
Shareholder's Equity and Liabilities			
Shareholder's Equity		1,318,762,849	1,291,010,229
Share Capital	10.00	847,000,000	847,000,000
Other Comprehensive Income	11.00	38,633,792	67,328,681
Retained Earnings	12.00	433,129,057	376,681,548
Non-Current Liabilities		26,092,640	23,476,955
Deferred Tax Liability	13.00	26,092,640	23,476,955
Current Liabilities		285,161,374	199,303,601
Short Term Borrowings	14.00	258,255,857	178,596,473
Unclaimed Dividend	15.00	1,126,083	1,132,494
Accounts and other Payables	16.00	5,621,806	3,546,217
Liabilities for Expenses	17.00	20,157,628	16,028,417
Total Shareholders Equity and Liabilities		1,630,016,863	1,513,790,785
Net Asset Value (NAV) per share	25.00	15.57	15.24

These Financial Statements should be read in conjunction with the annexed note No. 1 to 31 which are an integral part of these financial statements and were approved by the board of directors and were signed on its behalf by:


Company Secretary
Md. Riaz Haider



Managing Director
M.A. Kayum Howlader


Chairman
Md. Tafazzal Hossain Forhad

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

Dated: 03 December 2023
Dhaka, Bangladesh
DVC: 2312030697AS756702





Md. Harun Or Rashid FCA (697)
Engagement Partner
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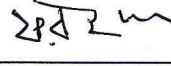
SK TRIMS & INDUSTRIES LTD.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2023

Particulars	Notes	Amount in Taka	
		30- Jun-2023	30 -Jun- 2022
Revenue	18.00	887,551,954	755,366,331
Cost of goods sold	19.00	(740,777,856)	(612,662,186)
Gross Profit		146,774,098	142,704,145
Operating expenses	20.00	(46,065,707)	(40,679,723)
Profit from Operation		100,708,391	102,024,422
Other Income	21.00	10,160,471	4,883,207
Finance Cost	22.00	(19,501,471)	(18,780,095)
Profit before Contribution to WPPF		91,367,391	88,127,533
Contribution to WPPF (Expenses)	23.00	-	(2,130,786)
Profit before Income Tax		91,367,391	85,996,747
Income Tax Expenses		(11,619,984)	(9,671,035)
Current Tax	17.01	(9,004,299)	(5,126,674)
Deferred Tax	13.00	(2,615,685)	(4,544,361)
Net Profit After Tax	12.00	79,747,406	76,325,712
Other Comprehensive Income	11.00	(28,406,951)	49,787,940
<i>Items that are or may reclassified to Profit/Loss account</i>			
Unrealized Gain /(Loss) on investment in shares	11.01	(29,930,575)	49,500,002
Unrealized Gain /(Loss) from foreign currency exchange rate fluctuation	11.00	1,523,624	287,938
Total Comprehensive Income for the year		51,340,455	126,113,652
Earnings per Share (EPS)	24.00	0.94	0.90

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Managing Director
M.A. Kayum Howlader


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Md. Tafazzal Hossain Forhad

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

Dated: 03 December 2023
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Md. Harun Or Rashid FCA (697)
Engagement Partner
ARTISAN
Chartered Accountants

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

(Amount in Taka)

Particulars	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

SK TRIMS & INDUSTRIES LTD.
Statement of Changes in Equity
For the year ended June 30, 2022

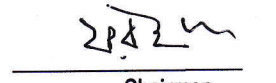
(Amount in Taka)

Particulars	Ordinary Share Capital	Retained Earnings	Other Comprehensive Income	Total Equity
Balance as on July 01, 2021	847,000,000	329,480,707	17,615,822	1,194,096,529
Adjustment	-	-	(17,615,822)	(17,615,822)
Cash Dividend for the year 2020-2021	-	(29,124,871)	-	(29,124,871)
Unrealized Gain (Loss)	-	-	67,328,681	67,328,681
Net profit for the year	-	76,325,712	-	76,325,712
Balance as at June 30, 2022	847,000,000	376,681,548	67,328,681	1,291,010,229

These Financial Statements should be read in conjunction with the annexed note No. 1 to 31 which are an integral part of these financial statements and were approved by the board of directors and were signed on its behalf by:


Company Secretary
Md. Riaz Haider


Managing Director
M.A. Kayum Howlader


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Md. Tafazzal Hossain Forha

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

Dated: 03 December 2023
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SK TRIMS & INDUSTRIES LTD.


Statement of Cash Flows For the year ended June 30, 2023

Particulars	Notes	Amount in Taka	
		30-Jun-2023	30-Jun-2022
A. Cash Flows from Operating Activities			
Cash received from Customers	27.12	788,370,747	742,169,921
Cash paid to Suppliers	27.13	(614,011,664)	(587,735,290)
Cash paid to Employees	27.14	(146,332,791)	(74,153,540)
Cash Paid to Others	27.15	(23,670,288)	(56,920,690)
Cash Generated from Operation		4,356,003	23,360,401
Cash received from Other Income	27.16	14,540,643	5,113,207
Income Tax paid		(9,979,724)	(4,342,786)
Net Cash Generated from Operating Activities		8,916,922	24,130,822
B. Cash Flows from Investing Activities			
Investment in Share		(2,479,700)	(5,922,840)
Capital Work in Progress		(30,490,313)	(8,194,554)
Acquisition of Property, Plant and Equipment		(15,080,000)	-
Net Cash Used in Investing Activities		(48,050,013)	(14,117,394)
C. Cash Flows from Financing Activities			
Net Payment for Financial Expenses		(18,734,656)	(21,000,877)
Dividend paid		(23,306,308)	(29,203,812)
Net Received/(Payment) in Short term loan		79,659,384	(9,310,359)
Net Received/(Payment) for IPO Refund Payable		-	(1,147,225)
Net Cash Provided from Financing Activities		37,618,419	(60,662,273)
D. Net Increase/(Decrease) Cash and Cash Equivalents (A+B+C)		(1,514,672)	(50,648,845)
E. Opening Cash and Cash Equivalents		19,370,417	70,019,262
F. Closing Cash and Cash Equivalents (D+E)		17,855,745	19,370,417
Net Operating Cash Flows Per Share (NOCFPS) (Note # 27.00)		0.11	0.28

These Financial Statements should be read in conjunction with the annexed note No. 1 to 31 which are an integral part of these financial statements and were approved by the board of directors and were signed on its behalf by:


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Managing Director
M.A. Kayum Howlader


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Md. Tafazzal Hossain Forhad

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



Dated: 03 December 2023
Dhaka, Bangladesh
DVC: 2312030697AS756702


Md. Harun Or Rashid FCA (697)
Engagement Partner
ARTISAN
Chartered Accountants

SK TRIMS & INDUSTRIES LTD.

Notes to the Financial Statement

For the year ended June 30, 2023

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, madrasha 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 at June 30, 2023;
- b) Statement of Profit or Loss and other Comprehensive Income for the year ended June 30, 2023;
- c) Statement of Changes in Equity for the year ended June 30, 2023;
- d) Statement of Cash Flows for the year ended June 30, 2023; 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



IFRSs:

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:**2.09.1 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.

2.09.2 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	Rate	Rate
	2023	2022
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%

2.09.3 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.

2.09.4 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:

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.

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.

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 permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective deeds.

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 and Welfare Funds

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.

We are 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 getting instruction from our respective association namely Bangladesh Sewing Thread Manufacturers & Exporters Association (BSTMEA) regarding the same.

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, 2023.

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 determine the 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 share holders of the entity

Basic Earnings per Share

This has been calculated by dividing profit or loss attributable to ordinary share holders 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 derecognise 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 derecognise 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:

The financial statements were authorized by the Board of Directors on October 26, 2023.

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: 27.08) to the accounts.

2.26 General:

- i) The figure has been rounded off to the nearest taka.
- ii) The financial Statements have been prepared covering one year from July 01, 2022 to June 30, 2023.



		Amount in Taka	
		30 June 2023	30 June 2022
3.00 Property, Plant and Equipment: Tk. 777,591,221			
A. Cost:			
Opening Balance		877,682,234	795,646,979
Add: Addition during the year		89,595,083	82,035,255
Total Assets Value at cost		967,277,317	877,682,234
B. Accumulated Depreciation:			
Opening Balance		154,659,999	123,799,134
Add: Depreciation Charged for the year		35,026,097	30,860,865
Total Charge		189,686,096	154,659,999
Written Down Value (A-B) as at 30 June 2023		777,591,221	723,022,235
The details of above have been shown in Annexure- 'A'			
4.00 Capital Work in Progress: Tk. 13,630,835			
Plant & Machinery	(Note # 04.01)	10,804,155	62,297,069
Electrical Equipment and Installation	(Note # 04.02)	2,826,680	2,826,680
		13,630,835	65,123,749
4.01 Plant & Machinery: Tk. 10,804,155			
Opening Balance		62,297,069	138,964,450
Addition during the year		23,022,169	5,367,874
		85,319,238	144,332,324
Capitalized during the year		(74,515,083)	(82,035,255)
Closing Balance		10,804,155	62,297,069
4.02 Electrical Equipment and Installation: Tk. 2,826,680			
Opening Balance		2,826,680	-
Addition during the year		-	2,826,680
		2,826,680	2,826,680
Capitalized during the year		-	-
Closing Balance		2,826,680	2,826,680
5.00 Inventories: Tk. 248,871,028			
Raw Materials	(Note # 19.01)	198,161,161	203,216,165
Work in Process	(Note # 19.00)	27,422,028	16,150,596
Finished Goods	(Note # 19.00)	21,953,623	6,026,264
Store Items	(Note # 19.02)	1,334,216	1,151,177
		248,871,028	226,544,202
6.00 Accounts and Other Receivables: Tk. 330,920,366			
Accounts Receivables	(Note # 6.01)	326,055,518	225,638,625
Interest Receivable	(Note # 6.02)	168,208	15,555
Receivable from STIL Employee Providend Fund	(Note # 6.03)	4,696,640	9,229,465
		330,920,366	234,883,645



Amount in Taka	
30 June 2023	30 June 2022

6.01 Accounts Receivables: Tk. 326,055,518

The above is the amount of receivable is against export bills as on June 30, 2023. This is considered as good & realizable and is secured by letter of credit duly accepted by L/C opening bank.

Opening Balance	225,350,687	212,154,277
Export during the year	887,551,954	755,366,331
	1,112,902,641	967,520,608
Collection/Realization during the year	(788,370,747)	(742,169,921)
Closing Balance	324,531,894	225,350,687
Marked to Market Gain/(Loss) (Note # 6.01.1)	1,523,624	287,938
	326,055,518	225,638,625

Ageing of Trade Receivables

More than six months	-	-
Less than six months	326,055,518	225,638,625
	326,055,518	225,638,625

The details of Trade Receivables have been shown in Annexure- 'F'

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.	326,055,518	225,638,625
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	326,055,518	225,638,625

6.01.1 Marked to Market Gain/(Loss) : Tk. 1,523,624

Particulars	Receivable in USD	USD Rate	Receivable in BDT	Receivable in BDT
Trade Receivables at Current Market price	\$3,047,248	107.00	326,055,517	225,638,625
Trade Receivables at Average selling price	\$3,047,248	106.50	324,531,894	225,350,687
Marked to Market Gain/(Loss)			1,523,624	287,938



		Amount in Taka	
		30 June 2023	30 June 2022
6.02 Interest Receivable : Tk. 168,208			
FDR Interest		168,208	15,555
		168,208	15,555
6.03 Receivable from STIL Employee Fund: Tk. 4,696,640			
Opening Balance		9,229,465	-
Addition During the year		-	9,229,465
		9,229,465	9,229,465
Adjustment/Collection during the year		(4,532,825)	-
Closing Balance		4,696,640	9,229,465
7.00 Investment: Tk. 203,665,918			
Investment in Private Placement*		170,713,377	200,643,952
Investment in Shahjalal Asset Management Ltd.		26,272,841	26,272,841
Investment in Shahjalal Multi Agro Food & Industries Ltd.		6,679,700	4,200,000
		203,665,918	231,116,793

*The details of Investment in private placement have been shown in Annexure- 'G'

8.00 Advances, Deposits & Prepayments : Tk. 37,481,750			
Advance to Employees		857,200	381,649
Advance Income Tax	(Note # 8.01)	9,004,289	4,151,239
Security Deposit	(Note # 8.02)	533,400	533,400
Advance Insurance Premium	(Note # 8.03)	710,154	609,529
L/C Margin for Capital Machineries		7,468,144	-
L/C Margin for Raw Material		18,908,563	8,053,928
		37,481,750	13,729,745

The classification of Advances, Deposits & Prepayments as required as of 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.	36,624,550	13,348,096
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.	857,200	381,649
Total	37,481,750	13,729,745



8.01 Advance Income Tax : Tk. 9,004,289

Opening Balance
Tax deduction at source on export realisation
Tax deduction at source on Cash Incentive
Tax deduction at source on Interest Income
Tax deduction at source on Cash Dividend
Tax deduction at source by BRTA
Tax paid for the income year: 2021-2022

Adjustment for the income year 2021-2022

8.02 Security Deposit : Tk. 533,400

Polly Bidyut Samity (PBS)- Electricity
T & T
Central Depository Bangladesh Limited (CDBL)

8.03 Advance Insurance Premium: Tk. 710,154

Opening Balance
Addition during the year

Adjustment during the year
Closing Balance

9.00 Cash and Cash Equivalents : Tk. 17,855,745

Cash in Hand

Cash at Bank

First Security Islami Bank Ltd., A/C No. # 12100
Social Islami Bank Ltd., A/C No. # 00896
One Bank Ltd. A/C No.# 659
One Bank Ltd. A/C No.# 796
One Bank Ltd. A/C No.# 5259
One Bank Ltd. A/C No.# 0739
One Bank Ltd. A/C No.# 0719
One Bank Ltd. A/C No.# 901
One Bank Ltd. A/C No.#7449
One Bank Ltd. A/C No.#0063
Bengale Commercial Bank Ltd. A/C No.#4283
Sonali Bank PLC. A/C.#3699
FDR

IPO Account

Social Islami Bank Ltd., A/C No. # 00045

BO Account

SND-127 (SEML)

Amount in Taka	
30 June 2023	30 June 2022

4,151,239	6,974,751
7,883,707	3,710,850
349,700	-
48,278	340,389
506,879	100,000
215,735	-
975,425	191,547
14,130,963	11,317,537
(5,126,674)	(7,166,298)
9,004,289	4,151,239

25,000	25,000
8,400	8,400
500,000	500,000
533,400	533,400

609,529	293,622
1,432,080	1,209,120
2,041,609	1,502,742
(1,331,455)	(893,213)
710,154	609,529

414,575	1,291,750
6,466	9,111
6,789	8,461
9,779	187,545
518,055	863,376
1,191,862	2,271,247
1,661,577	19,082
32,070	32,627
337,332	410,917
301,479	-
2,966,106	-
26,521	4,275,656
5,021	-
10,380,043	10,000,000
17,857,674	19,369,772

6,000	8,075
6,000	8,075

(7,929)	(7,430)
17,855,745	19,370,417



Amount in Taka	
30 June 2023	30 June 2022

The Bank balance is agreed with respective bank statement balances.

10.00 Share Capital : Tk. 847,000,000

10.01 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
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10.02 Issued, Subscribed & Paid-up Capital: Tk. 847,000,000

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

847,000,000	847,000,000
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10.03 Composition of Shareholding of Ordinary Shares:

Category of Shareholders	No. of Shares	% of Holdings	No. of Shares	% of Holdings
Sponsors & Directors	26,450,258	31.23%	26,450,258	31.23%
Financial and Other Institutions	21,291,766	25.14%	19,896,030	23.49%
General Public	36,957,976	43.63%	38,353,712	45.28%
Total	84,700,000	100.00%	84,700,000	100.00%

The distribution schedule showing the number of shareholders and their share holdings in percentage has been disclosed below:

Range of Holdings	No of Holders	No of Shares	Percentage
Upto 500 Shares	2,101	492,349	0.58%
501 to 5,000 Shares	3,848	7,230,892	8.54%
5,001 to 10,000 Shares	653	5,039,620	5.95%
10,001 to 20,000 Shares	378	5,611,816	6.63%
20,001 to 30,000 Shares	126	3,229,379	3.81%
30,001 to 40,000 Shares	65	2,303,491	2.72%
40,001 to 50,000 Shares	36	1,678,594	1.98%
50,001 to 100,000 Shares	71	5,215,914	6.16%
100,001 to 1,000,000 Shares	45	10,558,269	12.47%
Over 1,000,000 Shares	10	43,339,676	51.17%
Total	7,333	84,700,000	100.00%

11.00 Other Comprehensive Income/(Loss): Tk. 38,633,792

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

1,523,624

287,938

Un-realized Gain from marketable securities (11.01)

37,110,168

67,040,743

38,633,792	67,328,681
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11.01 Un-realized Gain from marketable securities: Tk. 37,110,168

Opening Balance

67,040,743

17,540,741

Addition during the year Un-realized Gain/(Loss) from marketable securities

(29,930,575)

49,500,002

Closing Balance

37,110,168

67,040,743

Details Shown in Annexure-G



Amount in Taka	
30 June 2023	30 June 2022

12.00 Retained Earnings : Tk. 433,129,057

Opening Balance	376,681,548	329,480,707
Cash Dividend for the year 2021-2022	(23,299,897)	(29,124,871)
Net profit during the year	79,747,406	76,325,712
	433,129,057	376,681,548

13.00 Deferred Tax Liability : Tk. 26,092,640

Opening Balance	23,476,955	18,932,594
Add: Expenses/ (Income) of Deferred Tax during the year	2,615,685	4,544,361
(Annexure-B)		
Deferred Tax Liability /(Assets) as on 30 June 2023	26,092,640	23,476,955

Details Shown in Annexure-B

14.00 Short Term Borrowings : Tk. 258,255,857

TR	210,762,174	117,657,130
HYPO	29,903,122	30,324,369
IDBP	17,590,561	10,236,548
EDF	-	20,378,426
	258,255,857	178,596,473

15.00 Unclaimed Dividend : Tk. 1,126,083

Dividend Payable for the year 2018-2019	-	177,794
Dividend Payable for the year 2019-2020	511,387	575,138
Dividend Payable for the year 2020-2021	314,112	379,562
Dividend Payable for the year 2021-2022	300,584	-
	1,126,083	1,132,494

** As per the direction by the Bangladesh Securities and Exchange Commission (ref. No. SEC/SRMIC/165-2020/par-1/166 dated July, 2021) the amount of unclaimed dividend (177,794.10/= Taka) deposited through a pay order for the year 2018-2019 to the Capital Market Stabilization Fund as on 22nd November, 2022.

16.00 Accounts and Other Payables : Tk. 5,621,806

Umama Enterprise	1,703,319	1,606,320
United Graphics	817,212	301,695
Akota Dyeing	983,069	193,574
Hamza Chemical	724,337	306,321
RT Dyeing	453,597	203,565
Uk Chemical	341,432	345,628
Foisal Enterprise	328,461	151,493
Saif Sami Agency	270,379	437,621
	5,621,806	3,546,217



17.00 Liabilities for Expenses : Tk. 20,157,628

Amount in Taka		
	30 June 2023	30 June 2022
Electricity bill payable	651,951	534,656
Telephone bill payable	1,054	122,398
Water bill payable	2,850	8,064
Salary & Wages	6,954,172	7,482,638
Director Remuneration	100,000	100,000
Income Tax Payable (Note # 17.01)	9,004,299	5,126,674
Interest Payable	2,423,802	1,656,987
Audit Fee Payable (Including VAT)	172,500	150,000
Annual Fee payable of Exchanges	847,000	847,000
	20,157,628	16,028,417

17.01 Income Tax Payable: Tk. 9,004,299

Opening Balance	5,126,674	7,166,298
Charge for the year	9,004,299	5,126,674
	14,130,973	12,292,972
Adjustment during the year -Assessment year 2022-2023	(5,126,674)	(7,166,298)
Closing Balance	9,004,299	5,126,674

Annexure-H



18.00 Revenue : Tk. 887,551,954

Export during the year

Amount in Taka	
30-Jun-2023	30-Jun-2022

887,551,954	755,366,331
887,551,954	755,366,331

19.00 Cost of Goods Sold: Tk. 740,777,856

Raw Materials Consumed

Manufacturing Overhead

Cost of Manufacture

Work in Process-Opening

Work in Process-Closing

Cost of production

Sample Expenses

Finished Goods-Opening

Finished Goods-Closing

(Note # 19.01)

(Note # 19.03)

606,096,554	529,631,402
164,702,785	97,327,464
770,799,339	626,958,867
16,150,596	6,356,891
(27,422,028)	(16,150,596)
759,527,907	617,165,162
(2,822,692)	(2,733,557)
6,026,264	4,256,846
(21,953,623)	(6,026,264)
740,777,856	612,662,187

19.01 Raw Materials Consumed: Tk. 606,096,554

Opening Stock of Raw Materials

Purchase during the year

Raw materials available for Production

Closing Stock of Raw Materials

Raw Materials Consumed

203,216,165	138,684,820
601,041,550	594,162,747
804,257,715	732,847,567
(198,161,161)	(203,216,165)
606,096,554	529,631,402

19.02 Store Items : Tk. 4,008,029

Opening Balance

Purchase during the year

Closing Balance

Consumption during the year

1,151,177	875,420
4,191,068	3,805,019
5,342,245	4,680,439
(1,334,216)	(1,151,177)
4,008,029	3,529,262

19.03 Manufacturing overhead : Tk. 164,702,785

Wages, Salaries and Allowances

Festival Bonus

Carrying Charge

Electricity Bill

Fuel Expenses

Freight & Forwarding Charge

Medical Expenses

Food & Tiffin Expenses

Labor Charge

Production Incentives

Telephone and Mobile Bill

Printing & Stationery Expenses

Store Items

Conveyance

Postage & Stamp

Insurance Expenses

Miscellaneous Expenses

Repairs & Maintenance

Depreciation (Annexure- A)

(Note # 19.02)

104,025,940	45,414,997
4,787,239	1,694,550
3,776,601	3,195,293
6,133,662	6,505,362
802,100	655,794
1,040,940	906,376
502,938	433,683
1,078,495	871,033
1,023,286	1,294,138
593,409	460,633
598,693	480,826
756,861	602,116
4,008,029	3,529,262
414,535	380,740
80,101	69,678
1,331,455	893,214
47,660	84,122
75,788	229,219
33,625,053	29,626,430
164,702,785	97,327,464

20.00 Operating Expenses : Tk. 46,065,707

Selling Expenses

Administrative Expenses

(Note # 20.01)

(Note # 20.02)

31,549,323	26,788,557
14,516,385	13,891,165
46,065,707	40,679,723



20.01 Selling Expenses : Tk. 31,549,323

Salaries and Allowances
Festival Bonus
Advertisement
Electricity Bill
Phone, Fax and Mobile Bill
Entertainment Expenses
Repair & Maintenance
Paper and Periodicals
Traveling Expenses
Printing & Stationery
Postage & Courier
Sample Expenses
Transportation & Handling Expenses
Miscellaneous Expenses
Depreciation (Annexure- A)

Amount in Taka	
30-Jun-2023	30-Jun-2022
22,488,724	18,509,924
1,194,000	712,150
26,301	47,536
24,737	93,577
988,825	963,217
328,404	278,639
358,300	336,516
348,593	262,943
1,013,897	1,079,278
357,186	333,911
520,278	433,638
2,822,692	2,733,557
655,561	629,852
71,564	65,210
350,261	308,609
31,549,323	26,788,557

20.02 Administrative Expenses : Tk. 14,516,385

Salaries and allowances
Festival Bonus
Tours and Travelling Expenses
Phone, Fax and Mobile Bill
Postage & Stamps
Printing & Stationery
Registration, Renewal & Legal Expenses
Entertainment
Electricity Bill
Water Bill
Audit fees (Including VAT)
Director Remuneration
Board Meeting Fee
AGM Expenses
Medical Expenses
Miscellaneous Expenses
Depreciation (Annexure- A)

8,441,884	8,361,289
563,500	488,950
446,960	478,066
175,336	122,047
101,683	128,613
157,900	154,411
1,297,000	1,017,151
476,817	365,756
37,105	143,948
22,696	62,689
230,000	150,000
1,200,000	1,200,000
76,000	88,000
157,000	152,480
38,110	8,160
43,611	43,779
1,050,783	925,826
14,516,385	13,891,165

21.00 Other Income : Tk. 10,160,471

Interest Income
Cash Dividend
Foreign Currency Fluctuation Gain/(Loss) (Realized)
Lapse PF (Employer's Contribution)
Cash Incentive

650,986	3,419,442
2,534,395	500,000
2,491,750	963,764
986,340	-
3,497,000	-
10,160,471	4,883,206

22.00 Financial Expense : Tk. 19,501,471

Bank Charges & Commission
Interest on Loan

(Note # 22.01)

2,779,079	3,127,559
16,722,392	15,652,536
19,501,471	18,780,095

22.01 Interest on Loan : Tk. 16,722,392

Interest on Short Term Loan

16,722,392	15,652,536
16,722,392	15,652,536



Amount in Taka	
30-Jun-2023	30-Jun-2022

23.00 Contribution to WPPF: Tk. 0

Profit before Contribution to WPPF	-	44,746,503
Contribution to WPPF	-	2,130,786

24.00 Earnings per Share: Tk. 0.94

a) Net Profit After Tax	79,747,406	76,325,712
b) Weighted average number of ordinary shares (Note # 24.01)	84,700,000	84,700,000
Earnings per Share (EPS) (a/b)	0.94	0.90

24.01 Calculation of Weighted Average Number of Shares

Particulars	Number of Ordinary Share	Weight	Weighted average no. of Shares 30 June 2023	Weighted average no. of Shares 30 June 2022
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

25.00 Net Asset Value per Share (NAV) : Tk. 15.57

Total Assets	1,630,016,863	1,513,790,785
Less: Non-Current Liabilities	26,092,640	23,476,955
Less: Current Liabilities	285,161,374	199,303,601
a) Net Asset Value	1,318,762,849	1,291,010,229
b) No. of ordinary shares outstanding	84,700,000	84,700,000
Net Asset Value per Share (NAV) (a/b)	15.57	15.24

26.00 Net Operating Cash Flows per Share (NOCFPS) : Tk. 0.11

a) Net Operating Cash Flows	8,916,922	24,130,822
b) Weighted average number of ordinary shares outstanding (Note # 24.01)	84,700,000	84,700,000
Net Operating Cash Flows per Share (NOCFPS) (a/b)	0.11	0.28



27.00 Disclosures of the Companies Act, 1994

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

Total number of employees are as follows:

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

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

Particulars	30 June 2023
Turnover in BDT.	887,551,954
Turnover in Quantity (kg,pcs)	4,947,138

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

Particulars	30 June 2023
Raw Material (Value in BDT.)	605,232,618
Raw Material Quantities (kg)	3,643,395

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

Particulars	30 June 2023
Opening Quantity (kg,pcs)	48,582
Production Quantity (kg,pcs)	5,084,669.45
Closing Quantity (kg,pcs)	186,114

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

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
b. Expenses reimbursed to managing agent	Nil
c. Commission or other remuneration payable separately to a managing agent or his associate.	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
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
f. Any other perquisite or benefits in cash or in kind stating, approximate money value where applicable.	Nil
g. Other allowances and commission including guarantee commission	Nil
h. Pensions etc.	
(i) Pensions	Nil
(ii) Gratuities	Nil
(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil
(iv) Compensation for loss of office	Nil
(v) Consideration in connection with retirement from office.	Nil

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

The production capacity and utilization of its are as follows:

Particulars	30 June 2023
	Qty in kg,pcs
Installed Capacity	8,327,000
Actual Production	5,084,669
Capacity Utilization (%)	61.06%

27.07 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, 2023 in respect of raw materials, components of spare parts and capital goods were as follows:

S.L	Particulars	Import Amount in BDT
i	Raw Materials	601,041,550
ii	Packing Materials	-
iii	Components of Spare parts	-
iv	Capital Goods	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	601,041,550	601,041,550	100%	-	0%
Packing Materials	-	-	0%	-	0%
Store Items	4,191,068	-	0%	4,191,068	100%
Total	605,232,618	601,041,550		4,191,068	

(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. 887,551,954
- (ii) No royalty, know-how, professional and consultation fees were received;
- (iii) No interest and dividend received;
- (iv) No other income received.

27.08 Related party disclosures (IAS-24)

Name	Designation	Particulars	Outstanding Balance as on 30.06.2022	Addition During the year	Paid During the year	Outstanding Balance as on 30.06.2023
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	-	14,000	14,000	-
Md. Aynul Kabir	Independent Director	Remuneration	-	-	-	-
		Board Meeting fee	-	10,000	10,000	-
Total			100,000	1,276,000	1,276,000	100,000

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

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

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

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

a) the amount of transactions;	1,276,000
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 related parties.	

27.11 During the period from 01-07-2022 to 30-06-2023, 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
Md. Tafazzal Hossain Forhad	Chairman	9
M.A. Kayum Howlader	Director & Managing Director	9
Abdur Razzak	Director	8
Md. Mosaddik Hossain Raivee	Director	7
Md. Aynul Kabir	Independent Director	5



27.12 Cash received from Customers	788,370,747	742,169,921
Sales	887,551,954	755,366,331
Add: Receivables b/d	225,350,687	212,154,277
Less: Receivables c/d	(324,531,894)	(225,350,687)

27.13 Cash paid to Suppliers	614,011,664	587,735,290
Cost of Goods Sold	740,777,856	612,662,187
Less: Opening Inventory	(226,544,202)	(150,173,977)
Add: Closing Inventory	248,871,028	226,544,202
Add: Sample Expense	2,822,692	2,733,557
Add: Creditors b/d	3,546,217	3,878,805
Less: Creditors c/d	(5,621,806)	(3,546,217)
Add: Closing L/C Margin for Raw Material	18,908,563	8,053,928
Less: Opening L/C Margin for Raw Material	(8,053,928)	(18,618,992)
Less: Factory Overhead	(127,069,703)	(64,171,773)
Less: Depreciation	(33,625,053)	(29,626,430)

27.14 Cash paid to Employees	146,332,791	74,153,540
For Factory Overhead:	112,406,573	44,873,067
Opening Advance to Employee	(381,649)	(682,438)
Closing Advance to Employee	857,200	381,649
Opening Provision	7,582,638	3,500,858
Closing Provision	(7,054,172)	(7,582,638)
Salary & Wages	104,025,940	45,414,997
Festival Bonus	4,787,239	1,694,550
Medical Expenses	502,938	433,683
Food & Tiffin Expenses	1,078,495	871,033
Production Incentive	593,409	460,633
Conveyance	414,535	380,740

For Administrative Expenses:	10,243,494	10,058,399
Salaries and Allowances	8,441,884	8,361,289
Festival Bonus	563,500	488,950
Director Remuneration	1,200,000	1,200,000
Medical Expenses	38,110	8,160

For Selling and Distribution:	23,682,724	19,222,074
Salary & Allowances	22,488,724	18,509,924
Festival Bonus	1,194,000	712,150

27.15 Cash Paid to Others	23,670,288	56,920,690
Factory Overhead, Administrative & Selling Expenses	203,937,771	131,744,368
Less: Employee Expenses	(146,332,791)	(78,536,109)
Add: Accrued Exp b/d	9,244,756	964,043
Less: Accrued Exp c/d	(8,729,527)	(1,662,118)
Add: Prepaid Exp c/d	2,100,754	1,142,929
Less: Prepaid Exp b/d	(1,524,578)	(827,022)
Add: Contribution to WPPF	-	25,725,999
Receivable from STIL Employee Providend Fund	-	9,229,465
Less: Depreciation	(35,026,097)	(30,860,865)

27.16 Cash received from Other Income	14,540,643	5,113,207
FDR Interest	650,986	3,419,442
Add: Opening Interest Receivable	15,555	245,556
Less: Closing Interest Receivable	(168,208)	(15,555)
Less: Closing Recivable to STIL Employee Providend Fund	(4,696,640)	-
Add: Opening Recivable to STIL Employee Providend Fund	9,229,465	-
Foreign Currency Fluctuation Gain/(Loss)	4,015,374	1,251,702
Less: Closing Foreign Currency Fluctuation Gain/(Loss) Receivable	(1,523,624)	(287,938)
Cash Incentive	3,497,000	-
Lapse PF (Employers' Contribution)	986,340	-
Cash Dividend	2,534,395	500,000



28.00 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.)	
	01 July 2022 to 30 June 2023	01 July 2021 to 30 June 2022
Net Profit before Tax	91,367,391	85,996,747
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation on Fixed Assets	35,026,097	30,860,865
Foreign Currency Fluctuation Gain/(Loss) (Un-realized)	1,523,624	287,938
Interset on Loan	19,501,471	18,780,095
	147,418,583	135,925,645
Increase in Inventories	(22,326,826)	(76,370,225)
Increase in Accounts and other Receivables	(96,324,659)	(22,483,812)
Increase in Advance, Deposits and Prepayments	(11,430,811)	10,549,946
Decrease in Liabilities for Expenses	(515,229)	4,779,855
Decrease in Liabilities for WPPF	-	(23,595,213)
Increase in Accounts and other Payables	2,075,589	(332,588)
Cash Generated from Operating Operation	18,896,647	28,473,608
Advance Income Tax Paid	(9,979,724)	(4,342,786)
Net Cash Generated from Operating Activities	8,916,922	24,130,823

29.00.A Significant Deviation

The Earning per share (EPS) of the company as on June 30, 2023 stood at Tk. 0.94 against Tk. 0.90 compaired to June 30, 2022.

The Net Operating Cash Flow per share (NOCFPS) in current period is Tk. 0.11 as against Tk. 0.28 compared to the previous year of June 30, 2022. (NOCFPS) has been decreased due to payment of suppliers and payment to employees has been increased.

29.00.B Authorization for issue of the Financial Statement

The financial statements were authorized for issue by the Board of Directors of the company on 26 October 2023

30.00 Bank Guarantee

The company have no Bank Guarantee on the reporting date

31.00 Capital Commitment

The company has on capital expense commitment, which is shown in the note# 08 (L/C Margin for Capital Machinery) Amount Tk. 7,468,144



SK TRIMS & INDUSTRIES LTD.
Schedule of Property, Plant and Equipment
As at June 30, 2023

Annexure-A								
Particulars	Cost			Rate of Depreciation (%)	Depreciation			Written Down Value as at 30 June 2023
	Balance as on 01 July 2022	Addition during the year	Balance as on 30 June 2023		Balance as on 01 July 2022	Charge during the year	Balance as on 30 June 2023	
	150,043,271	-	150,043,271	0%	-	-	-	150,043,271
Buildings and Civil Construction	380,026,344	-	380,026,344	2.50%	29,193,302	8,688,942	37,882,244	342,144,100
Plant & Machinery	289,185,877	74,515,083	363,700,960	10%	99,291,733	20,955,252	120,246,985	243,453,975
Furniture and Fixture	8,156,688	-	8,156,688	10%	2,908,065	505,506	3,413,571	4,743,117
Technical Equipment and Installation	16,793,874	-	16,793,874	10%	6,731,917	969,088	7,701,005	9,092,869
Office Equipment	5,538,924	-	5,538,924	10%	1,837,500	356,492	2,193,992	3,344,932
Transport Equipment	2,364,951	-	2,364,951	10%	833,111	147,535	980,646	1,384,305
Vehicle	25,572,305	15,080,000	40,652,305	20%	13,864,372	3,403,282	17,267,654	23,384,651
30 June 2023	877,682,234	89,595,083	967,277,317		154,659,999	35,026,097	189,686,096	777,591,221
30 June 2022	795,646,979	82,035,255	877,682,234		123,799,135	30,860,865	154,659,999	723,022,235

Annexure-A

Calculation of depreciation

Particulars	Percentage (%)	Taka
Manufacturing Expenses	96%	33,625,053
Administrative Expenses	3%	1,050,783
Selling & Distribution Expenses	1%	350,261
Total	100%	35,026,097



SK TRIMS & INDUSTRIES LTD.
Schedule of Property, Plant and Equipment
As at June 30, 2022

Particulars	Cost			Rate of Depreciation (%)	Depreciation			Written Down Value as at 30 June 2022
	Balance as on 01 July 2021	Addition during the Year	Balance as on 30 June 2022		Balance as on 01 July 2021	Charge during the Year	Balance as on 30 June 2022	
	150,043,271	-	150,043,271	0%	-	-	-	150,043,271
Buildings and Civil Construction	380,026,344	-	380,026,344	2.50%	20,255,149	8,938,153	29,193,302	350,833,042
Machinery & Machinery	207,150,622	82,035,255	289,185,877	10%	82,337,369	16,954,364	99,291,733	189,894,144
Leasehold Improvements and Fixture	8,156,688	-	8,156,688	10%	2,340,939	567,126	2,908,065	5,248,623
Technical Equipment and Installation	16,793,874	-	16,793,874	10%	5,644,698	1,087,219	6,731,917	10,061,957
Equipment	5,538,924	-	5,538,924	10%	1,437,552	399,948	1,837,500	3,701,424
Equipment	2,364,951	-	2,364,951	10%	667,592	165,519	833,111	1,531,840
Vehicle	25,572,305	-	25,572,305	20%	11,115,836	2,748,536	13,864,372	11,707,933
30 June 2022	795,646,979	82,035,255	877,682,234		123,799,135	30,860,865	154,659,999	723,022,235
30 June 2021	614,635,422	181,011,557	795,646,979		98,413,441	25,385,694	123,799,134	671,847,845

Annexure-A-i

Statement of depreciation

Particulars	Percentage (%)	Taka
Manufacturing Expenses	96%	29,626,430
Administrative Expenses	3%	925,826
Selling & Distribution Expenses	1%	308,609
	100%	30,860,865



SK TRIMS & INDUSTRIES LTD.
3rd Schedule of Property, Plant and Equipment (Tax base)
as at 30 June, 2023

Annexure-A-ii

Particulars	Cost			Rate of Depreciation (%)	Balance as on 01 July 2022	Charge during the year	Balance as on 30 June 2023	Written Down Value as at 30 June 2023
	Balance as on 01 July 2022	Addition during the Year	Balance as on 30 June 2023					
	150,043,271	-	150,043,271	-	-	-	-	150,043,271
and Civil Construction	380,026,344	-	380,026,344	10%	153,300,133	21,836,480	175,136,613	204,889,731
Machinery	289,185,877	74,515,083	363,700,960	20%	163,854,865	29,725,773	193,580,638	170,120,322
and Fixture	8,156,688	-	8,156,688	10%	3,066,349	490,261	3,556,610	4,600,078
Equipment and Installation	16,793,874	-	16,793,874	20%	11,484,862	984,789	12,469,651	4,324,223
Equipment	5,538,924	-	5,538,924	10%	1,996,007	341,226	2,337,233	3,201,691
Equipment	2,364,951	-	2,364,951	10%	923,628	138,817	1,062,445	1,302,506
	25,572,305	15,080,000	40,652,305	20%	15,675,467	3,306,102	18,981,569	21,670,736
	877,682,234	89,595,083	967,277,317		350,301,311	56,823,447	407,124,759	560,152,558



SK TRIMS & INDUSTRIES LTD.
Deferred Tax Calculation
as at 30 June 2023

Annexure-B

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

(Amount in Taka)

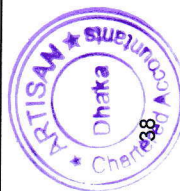
Particulars	Amount in BDT	
	30 June 2023	30 June 2022
Opening Balance	23,476,955	18,932,594
Deferred Tax Liability /(Assets) as on 30 June 2023	26,092,640	23,476,955
Increase/(Decrease) of Deferred Tax Liability	2,615,685	4,544,361

Particulars	Carrying Amount on Balance Sheet date (Taka)	Tax Base (Taka)	Temporary Differences (Taka)
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
At 30 June 2022			
Property, Plant & Equipment, Annexure-A	723,022,235	527,380,923	195,641,312
Temporary difference for lease Assets	-	-	-
Liability to Employees	-	-	-
Net temporary difference	723,022,235	527,380,923	195,641,312
Applicable Tax Rate			12.00%
Deferred Tax Liability/(Asset)			23,476,955



SK TRIMS & INDUSTRIES LTD.
Details of Raw Material Inventory
For the year ended June 30, 2023

Sl. No.	Items Name	Opening Balance as on 01.07.2022		Purchased		Consumed/Used		Closing Balance as on 30.06.2023	
		Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount
1	Sewing Thread	109,836	31,739,266	87,295	21,849,065	97,534	28,660,198	99,597	24,928,133
2	Silicon Oil	11,421	6,961,500	24,036	6,436,840	25,304	10,679,430	10,153	2,718,910
3	LLD/LDPE/LLDPE	148,028	20,125,740	268,431	20,459,809	333,232	34,241,972	83,227	6,343,577
4	Polypropylene	103,898	14,751,698	257,727	28,404,092	262,674	32,250,378	98,951	10,905,412
5	HDPE Film Gread HD 5301 AA	94,558	11,879,605	190,132	24,479,494	194,634	24,764,437	90,056	11,594,662
6	BOPP	106,041	13,595,994	152,807	20,775,638	153,290	20,019,976	105,558	14,351,656
7	Adhesive Tape	7,592	3,076,992	21,097	5,171,719	24,471	7,214,708	4,218	1,034,003
8	Thiner	1,602	336,359	6,630	1,461,383	7,342	1,601,530	890	196,212
9	Ink	5,785	2,746,432	20,537	10,640,014	22,189	11,245,403	4,133	2,141,043
10	Polyester Textured Yarn	84,905	12,083,043	194,477	27,242,338	216,267	30,484,179	63,115	8,841,202
11	Spendax Rubber	14,215	7,094,564	50,298	22,795,053	50,787	23,669,048	13,726	6,220,569
12	Rubber Thread	39,937	13,952,510	85,222	21,944,665	103,120	30,222,095	22,039	5,675,080
13	Opp Gum Tape	18,961	4,189,934	75,853	11,719,288	76,892	13,140,231	17,922	2,768,991
14	Duplex Board	131,520	14,188,378	474,348	35,666,236	517,571	43,215,543	88,297	6,639,071
15	Art card	108,784	10,764,993	144,788	10,290,083	131,341	12,368,150	122,231	8,686,926
16	Corrugating Medium Paper	127,484	5,375,299	522,848	21,541,338	575,960	23,852,510	74,372	3,064,126
17	Corrugating Liner Paper	124,190	7,266,854	428,851	22,085,827	422,862	22,648,473	130,179	6,704,208
18	Virgen Liner Paper	110,336	7,595,530	241,243	18,884,502	242,970	17,978,135	108,609	8,501,897
19	Virgen Paper /Medium Paper	114,948	13,551,047	156,391	17,396,935	154,043	17,899,975	117,296	13,048,007
20	Tissue Paper	13,750	1,940,427	22,546	3,297,578	30,912	4,450,479	5,384	787,526
21	Accessories	-	-	218,716	127,281,521	172,397	100,326,451	46,319	26,955,070
22	Fabrics	-	-	138,456	121,218,133	108,696	95,163,253	29,760	26,054,880
	Total	1,477,791	203,216,165	3,782,729	601,041,550	3,643,395	606,096,554	1,336,032	198,161,161



SK TRIMS & INDUSTRIES LTD.
Details of Work in Process
For the year ended June 30, 2023

Annexure-D

Sl. No.	Items Name	Opening Balance as on 01.07.2022		Closing Balance as on 30.06.2023	
		Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount	Quantity (Kg, Bar, Pcs, gm, Feet, Box, etc)	Amount
1	Sewing Thread	9,365	2,706,199	7,533	1,867,059
2	Silicon Oil	1,432	872,853	3,179	843,039
3	LLD/LDPE/LLDPE	5,746	781,219	9,996	754,535
4	Polypropylene	8,133	1,154,743	8,386	915,300
5	HDPE Film Gread HD 5301 AA	3,750	471,124	3,569	455,031
6	BOPP	6,223	797,878	5,724	770,624
7	Adhesive Tape	1,382	560,116	2,228	540,984
8	Thiner	905	190,015	841	183,524
9	Ink	346	164,264	309	158,652
10	Polyester Textured Yarn	7,950	1,131,384	7,861	1,090,512
11	Spendax Rubber	741	369,826	796	357,193
12	Rubber Thread	2,738	956,556	3,623	923,882
13	Opp Gum Tape	1,456	321,742	2,031	310,751
14	Duplex Board	10,957	1,182,041	15,333	1,141,666
15	Art card	6,465	639,760	8,780	617,907
16	Corrugating Medium Paper	3,611	152,256	3,604	147,055
17	Corrugating Liner Paper	4,858	284,261	5,383	274,551
18	Virgen Liner Paper	8,190	563,800	10,894	844,541
19	Virgen Paper /Medium Paper	20,134	2,373,567	18,995	2,092,493
20	Tissue Paper	3,380	476,992	3,181	460,699
21	Bag-American Tourister	-	-	15,984	10,774,269
22	Bag-M& P -Japan	-	-	23,725	1,897,761
	Total	107,762	16,150,596	161,956	27,422,028



SK TRIMS & INDUSTRIES LTD.
Details of Finished Goods
For the year ended June 30, 2023

Annexure-E

Sl. No.	Name of Products	Opening Balance as on 01.07.2022		Closing Balance as on 30.06.2023	
		Qty.	Amount	Qty.	Amount
1	Carton	13,757	1,215,575	12,533	1,198,119
2	Elastic	2,614	607,794	2,534	620,886
3	Poly	6,047	956,848	5,234	942,074
4	Swing Thread	2,907	1,049,426	2,848	1,139,047
5	Photo Card	4,832	456,703	4,280	513,590
6	Back Board	8,799	603,860	6,996	594,642
7	Size/Price/Bar Code Tag	7,514	554,981	6,941	569,121
8	Tissu Paper	488	308,750	501	340,397
9	Gum Paper	1,624	272,327	1,499	278,738
10	Bag-American Tourister	-	-	5,791	4,592,184
11	Bag-M& P -Japan	-	-	105,159	9,896,004
12	Bag -Wool Worth	-	-	31,800	1,268,820
Total		48,582	6,026,264	186,114	21,953,623



SK TRIMS & INDUSTRIES LTD.
Details of Accounts Receivables
For the year ended June 30, 2023

Annexure-F

Sl. No.	Name	30 June 2023	30 June 2022
1	A.G. Dress Ltd.	2,601,758	750,626
2	A.J Fashion Ltd.	697,585	-
3	Advance world Ltd.	1,398,824	-
4	Al-Islam Textiles Ltd.	6,517,850	-
5	Armin Sweaters (bd) Ltd.	2,689,079	-
6	Asdwa Fashion Ltd.	982,937	-
7	Base Fashion Ltd.	4,630,981	-
8	Best Stule Composite Ltd.	7,049,654	-
9	Baraka Fashions Ltd.	-	562,576
10	Caesar Apparels Ltd.	-	837,404
11	Cordial Design Ltd.	2,323,965	-
12	Crony Apparels Ltd.	22,150,521	-
13	Dipta Garments Ltd.	9,595,308	-
14	Dewan Fashion Ltd.	31,848,254	10,575,447
15	Dhaka Garments And Washing Ltd.	435,909	3,376,983
16	DK Sweater Ltd.	-	22,730,828
17	Dk Global Fashion wear Ltd.	1,266,374	565,217
18	Dowas-Land Apparels Ltd.	-	108,770,218
19	Epoch Garments Ltd.	1,696,970	4,957,293
20	Fair Apparels Ltd.	5,330,000	-
21	Fashion 2000 Ltd.	5,977,478	-
22	Fashion Forum Ltd.	6,493,998	-
23	Fuji Knitwears Ltd.	2,148,282	-
24	Gramtech Knit Dyeing Waishing and Garments Industries Ltd.	1,819,494	-
25	Green Life Knittex Ltd.	529,537	-
26	Genetic Fashion Ltd.	918,362	3,411,100
27	Generation Next Fashion Ltd.	2,132,550	2,580,801
28	H.B.S Apparels Ltd.	5,540,693	1,565,832
29	Haseen Knit Composite Ltd.	3,282,208	-
30	Hi-Tech Apparels Ltd.	1,145,811	-
31	Interloop (BD) Ltd.	873,782	-
32	Innovative Knitex Ltd	-	837,951
33	J.M Fabrics Ltd.	-	5,025,776
34	JIC Suit Ltd	-	1,865,788
35	Jams Design Ltd.	556,521	-
36	Jeans Manufacturing Co.Ltd.	4,165,370	-
37	JMS Garments Ltd.	2,726,487	-
38	K.A Fashion Ltd	569,778	-
39	Kashfi Knitwear Ltd.	5,930,022	-
40	Katex Fashion Clothing Ltd.	9,850,615	-



41	Knit Composite Ltd.	1,124,145	-
42	Knit men Composite Ltd.	21,301,018	-
43	Keya Cosmetics Ltd.	-	1,424,568
44	La-Muni Apparels Ltd.	859,200	-
45	Libas Textiles Ltd.	261,810	-
46	Link Wear Ltd.	6,453,063	-
47	Libas Stich Ltd.	-	990,116
48	Manta Apparels Ltd.	712,041	571,946
49	Monno Attire Ltd.	-	2,934,923
50	Multitech Apparels Ltd.	8,328,572	7,433,789
51	Murad Apparels Ltd.	-	1,536,575
52	M.I.T Apparels Ltd.	3,222,000	-
53	M.T Sweater Ltd.	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	Maxcom International (BD) Ltd.	13,063,524	-
59	Meek Sweater Ltd.	1,316,366	-
60	Mehnaz Styles And Craft Ltd.	10,662,925	-
61	National Wool Wears Ltd.	965,085	-
62	Needle Drop Ltd.	3,927,402	-
63	Next Export Zone Ltd.	2,693,807	-
64	New Siraj Hosiery Ltd.	-	7,536,798
65	NRN Knitting and Garments Ltd.	-	1,625,351
66	Odyssey Craft (PVT) Ltd.	107,435	-
67	One up sewaters Ltd.	3,029,663	-
68	Orion Knit Textiles Ltd.	-	3,925,134
69	Pearl Prince Apparels Ltd.	-	2,177,544
70	Primier Footwear Ltd.	2,685,000	3,349,616
71	P.A Knit Composite Ltd.	275,734	-
72	Prime Sweater Ltd.	12,518,641	-
73	Pullman Knitwear (PVT) Ltd.	1,570,509	-
74	R.B Knitwears Ltd.	5,326,845	-
75	R.T. Fashion Ltd.	3,482,103	-
76	Rapid Design Ltd.	401,559	-
77	Radical Design Ltd	-	8,366,442
78	Reytex Fashion Wears Ltd	-	645,480
79	R.K Fashion Ltd.	-	3,349,788
80	Shad Fashions Ltd	-	627,172
81	Sinha Knit and Denims Ltd.	-	621,371
82	Stylish Garments Ltd	-	4,720,283
83	Smee Apparels Ltd	-	271,745
84	Swan Jeans Ltd	-	640,832
85	S.B Knitting Ltd.	2,895,504	-
86	Saddatia sweaters Ltd.	17,548,175	-
87	Seowan (bd) Ltd.	2,842,241	-

88	Shabab Fabrics Ltd.	674,324	-
89	Shrabony Knitwear Ltd.	434,554	-
90	Silver Composite Textile Mills Ltd.	499,129	-
91	Sen Footwear Technology Ltd.	2,276,390	-
92	Sun Fashion Wear Ltd.	2,901,911	-
93	Texpro Eco Apparel Ltd.	315,161	-
94	Total Fashion Ltd.	5,331,959	4,187,379
95	Triple Seven Apparels Ltd.	3,198,833	-
96	Uniform Textile Ltd.	931,778	-
97	United Knit Wears (pvt.) Ltd.	2,689,640	-
98	Virtual Bottoms Ltd.	6,022,525	-
99	Yasin Knittex Industries Ltd.	8,523,312	-
Total		324,531,894	225,350,687



SK TRIMS & INDUSTRIES LTD.
Details of Investment in Private Placement
For the year ended 30 June, 2023

Annexure-G									
SI No	Name of the Institution	Book Value at Cost as on 30.06.2022	Market Value (Quoted Market Price) as on 30.06.2022	Book Value at Cost as on 30.06.2023	Market Value (Quoted Market Price) as on 30.06.2023	Unrealized Gain/(Loss) as on 30.06.22	Unrealized Gain/(Loss) as on 30.06.2023	Unrealized Gain/(Loss) From 1st July 22 to 30 June 2023	Remarks
1	Dominage Steel Building Systems Ltd.	9,259,259	23,500,000	9,259,259	16,200,000	14,240,741	6,940,741	(7,300,000)	Held to maturity
2	Mamun Agro Product Ltd.	18,343,950	47,143,952	18,343,950	23,113,377	28,800,002	4,769,427	(24,030,575)	Held to maturity
3	Acme Pesticides Limited	10,000,000	34,000,000	10,000,000	35,400,000	24,000,000	25,400,000	1,400,000	Held to maturity
4	Anik Trims Ltd.	41,000,000	41,000,000	41,000,000	41,000,000	-	-	-	-
5	Asiatic Laboratories Limited	25,000,000	25,000,000	25,000,000	25,000,000	-	-	-	-
6	B Brothers Limited	10,000,000	10,000,000	10,000,000	10,000,000	-	-	-	-
7	Banbiz(pvt.) Limited	20,000,000	20,000,000	20,000,000	20,000,000	-	-	-	-
	Total	133,603,209	200,643,952	133,603,209	170,713,377	67,040,744	37,110,169	(29,930,575)	



SK TRIMS & INDUSTRIES LTD.
Income Tax Provision Calculation
As at 30 June 2023

Annexure-H

Particulars	Amount in Taka	Amount in Taka	
A) Income Tax provission calculation			
Net Profit Before Tax		91,367,391	
Less: Other Income			
Interest Income	650,986		
Cash Dividend	2,534,395		
Foreign Currency Fluctuation Gain/(Loss) (Realized)	2,491,750		
Lapse PF (Employers' Contribution)	986,340		
Cash Incentive	3,497,000		
		(10,160,471)	
		81,206,920	
Add: Accounting base depreciation		35,026,097	
Less: Tax base dedreciation		(56,823,447)	
Adjusted profit before Tax (Income from operation)		59,409,570	
Calculation of Income Tax Provision			
Particulars	Amount	Tax rate	Current Tax Amount
Tax @12% on Income from operation	59,409,570	12%	7,129,148
Tax @ 20% on Interest Income	482,778	20%	96,556
Tax @ 20% on Cash Dividend	2,534,395	20%	506,879
Tax @ 20% on Foreign Currency Fluctuation Gain	2,491,750	20%	498,350
Tax @ 20% on Lapse PF (Employers' Contribution)	986,340	20%	197,268
Tax @ 10% on Cash Incentive	3,497,000	10%	349,700
Income Tax Provision during the year/Current Tax			8,777,901

B) Income Tax provision calculation

Particulars	Amount	Tax rate	Current Tax Amount
Tax deduction at source on Export realisation	788,370,747	1%	7,883,707
Tax deduction at source on Cash Incentive	3,497,000	10%	349,700
Tax deduction at source on Interest Income	482,778	10%	48,278
Tax deduction at source on Cash Dividend	2,534,395	20%	506,879
Tax deduction at source by BRTA	-	-	215,735
Total Tax			9,004,299

So Income tax provision is higher of above A & B

9,004,299

