



2020 Annual Report



NORTHERN TOSRIFA
GROUP

The Potentialisers

TOSRIFA INDUSTRIES LIMITED



Our Achievements



TOSRIFA INDUSTRIES LIMITED

Gazipur, Bangladesh

HAS FULFILLED THE REQUIREMENTS OF THE LEED GREEN BUILDING RATING SYSTEM CERTIFICATION ESTABLISHED
BY THE U.S. GREEN BUILDING COUNCIL AND VERIFIED BY GREEN BUSINESS CERTIFICATION INC.

LEED 2009
NEW CONSTRUCTION AND MAJOR RENOVATIONS

PLATINUM

April 2019

Mahesh Ramanujam

MAHESH RAMANUJAM, PRESIDENT & CEO, U.S. GREEN BUILDING COUNCIL,
PRESIDENT & CEO, GREEN BUSINESS CERTIFICATION INC.



Letter of Transmittal

All the Shareholders
Bangladesh Securities & Exchange Commission
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited
Registrar of Joint Stock Companies & Firms

Subject: Annual Report for the year ended on 30 June 2020.

Dear Sir (s),

We are pleased to enclose herewith a copy of the Annual Report together with Audited Financial Statements for the year from 01 July 2019 to 30 June 2020 of Tosrifa Industries Limited along with reports of the Director's and Auditor thereon for your reference and record.

Yours Sincerely,

Sd/-

Hayder Ali
Company Secretary

Date: 08 December 2020
Dhaka

N.B: The Annual Report 2020 is also available in the website of the Company at www.til.com.bd

Notice of The 18th Annual General Meeting

Notice is hereby given that the 18th Annual General Meeting of Tosrifa Industries Limited will be held on 24 December 2020 at 4:30 p.m. The AGM will be held virtually by using digital platform through the link <https://tosrifa.bdvirtualagm.com> to transact following agenda:

- To receive, consider & adopt the Directors' Report to the Shareholders, Auditors Report and Audited Financial Statements for the year ended on June 30, 2020.
- To approve Dividend as recommended by the Board of Directors for the year ended on 30 June 2020.
- To retire, elect and appoint Directors.
- To appoint Statutory Auditor of the Company for the Financial Year 2020-21 and fix-up their remuneration.
- To appoint the Corporate Governance Compliance Auditor for the Financial Year 2020-21 and fix-up their remuneration.

By Order of the Board,
Sd/-
Hayder Ali
Company Secretary

Date: 08 December 2020
Tongi, Gazipur

Notes:

- i. The record date in lieu of Book-Closure shall be on 19 November 2020.
- ii. The Shareholders' whose name will appear in the Share Register of the Company and in the Depository register on the Record date will be eligible to join the virtual AGM, to vote and to receive the dividend.
- iii. The members will be able to submit their questions/comments and vote electronically 24 hours before commencement of the AGM and during the AGM. For logging into the system, the members need to put their 16-digit Beneficial Owner (BO) ID number and other credential as proof of their identity by visiting the link <https://tosrifa.bdvirtualagm.com>
- iv. The Annual Report 2019-20 of the company will be available at the company's website at <http://til.com.bd/>
- v. Pursuant to the Bangladesh Securities and Exchange Commission Notification No BSEC/CMRRCD/2006-158/208/Admin/dated June 03, 2018; the annual report 2019-20 of the company shall be sent to the respective e-mail address of shareholders in their mentioned BO account holders with the depository.

INSIGHT FROM MANAGEMENT



Being a Potentialisers in this industry, we **Tosrifa Industries Limited (TIL)** as one of the sister concerns of **Northern Tosrifa Group (NTG)** believe to transform in a sustainable way, by nurturing and empowering our employees to achieve the organization objective through creating and distributing value to our all stakeholders, society, business partners, members and buyers. Innovative excellence aligning with transparency, openness and bias free action can help us to promote the good governance inside and outside of the organization.



Hence, our modern integrated energy efficient machinery, technology driven initiative, shorter lead time capability and sustainable financing approach move towards the next level of footprint in RMG arena of global apparel market.



The summary of the up-to-date credit rating done by the **Credit Rating Information and Services Ltd. (CRISL)** is presented below:

Credit Rating Report

Date of Rating : November 26, 2019		Valid up to : December 25, 2020
	Long Term	Short Term
Entity Rating	A+	ST-3
Outlook	Stable	

CRISL has reaffirmed the **Long Term rating to 'A+' (Pronounced as single A+)** and **Short Term rating to 'ST-3'** of Tosrifa Industries Limited (TIL) based on both relevant qualitative and quantitative information up-to the date of rating. The above ratings have been reassigned due to consistent maintenance of the fundamentals of the company such as equity based capital structure, good financial performance, sound infrastructure, regular loan payment history, experienced management team etc. However, the above factors are constrained to some extent by moderate production capacity, risk of political instability as well as other industry specific and macroeconomic factors.

The Long Term rating implies that entities rated in this category are adjusted to offer adequate safety for timely repayment of financial obligations. This level of rating indicates a corporate entity with an adequate credit profile. Risk factors are more variable and greater in periods of economic stress than those rate in the higher categories. The Short Term rating indicates good certainty of timely payment. Liquidity factors and company fundamentals are sound. Although ongoing funding needs may enlarge total financing requirements, access to capital markets is good.

CRISL also placed the company with **"stable outlook"** in consideration of its consistent business growth and demand for the products.

BOARD OF DIRECTORS & CORPORATE PROFILE

BOARD OF DIRECTORS

Chairman	- RAFIQ HASSAN
Managing Director	- MOHIM HASSAN
Director	- NAIM HASSAN
Director	- LYRA RIZWANA QUADER
Director	- ANJUMAN ARA BEGUM
Nominated Director	- HASIBUDDIN AHMED
Independent Director	- PROF. DR. KHONDAKAR MOHAMMOD SHARIFUL HUDA
Independent Director	- ARIFUL ISLAM

CORPORATE EXECUTIVES

Company Secretary	- HAYDER ALI
Chief Operating Officer	- MD. ARMANUL AZIM
Sr. DGM-Fabric Division	- MD. HABIBUR RAHMAN
Sr. AGM-Garments Division	- MD. KHURSHED ALAM
Head Of Accounts	- A. B. M. FARHAD UDDIN CHOWDHURY, FCMA
Head of Internal Audit	- MOFAZZAL HOSSAIN

REGISTERED & CORPORATE OFFICE

4/2A, Plot-49 & 57, Mouja: 135, Gopalpur, Munnu Nagor, Tongi, Gazipur, Bangladesh

FACTORY - 01

4/2A, Plot-49 & 57, Mouja: 135, Gopalpur, Munnu Nagor, Tongi, Gazipur, Bangladesh

FACTORY - 02

Holding No-121/1, Block-H, Beraiderchala, Sreepur, Gazipur, Bangladesh

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CORPORATE INFORMATION



**CORPORATE GOVERNANCE
STATEMENT**



**DIRECTORS' REPORT TO THE
SHAREHOLDERS**



AUDITED FINANCIAL STATEMENTS



Statutory Auditor

Shiraj Khan Basak & Co.
Chartered Accountants

Compliance Auditor



Podder & Associates
Professional Accountant & Business Advisor

Financial Partners



THE CITY BANK LIMITED



STANDARD CHARTERED BANK



IDLC FINANCE LIMITED



INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

Insurance Partner



DESH GENERAL INSURANCE COMPANY LIMITED

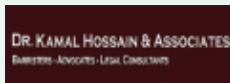
Credit Rating Company



Credit Rating Information and Services Ltd.

Legal Adviser

Dr. Kamal Hossain & Associates



Corporate Governance Statement



Tosrifa Industries Limited (TIL) as a 100% export oriented RMG company committed to operate its business with full of integrity, transparency, confidence can help to facilitate the prudent, effective and management which can help to achieve the long-term success of the company.

The Board of Directors of TIL is responsible for ensuring that the Company has an appropriate corporate governance framework to protect and enhance Company performance and build sustainable value for shareholders. The Company gives highest priority to absolute transparency in conducting business and in its dealings and communications with its suppliers, customers, service providers, business partners, as well as with the local communities whenever it operates.

The Company is a law abiding responsible corporate citizen of the country.

At the same time the Company expects that its Shareholders, Board of Directors, employees and suppliers would act in compliance with applicable laws and with honesty, integrity and openness. The Company also ensures compliance with the accounting and reporting standards in consonance with the requirements of Bangladesh Securities and Exchange Commission and applicable laws of the countries in which the Company operates.

Roles & Responsibilities Of The Board

The present Board of the Company consists of 08 Directors headed by the Chairman of the Company. The Managing Director leads the management of the Company. He is also a member of the Board of Directors. He works as the bridge between the Board and the management of the Company. Two (2) Independent Directors are members of the Board of Directors as per the requirements of Bangladesh Securities and Exchange Commission corporate governance code BSEC/CMRRCD/2006-158/207/Admin/80 dated June 03, 2018. The business of the Company is managed by the Board of Directors. The Board of Directors is responsible to ensure that the business activities are soundly administrated and effectively controlled. At the same time the Board of Directors provides the management of the Company necessary guidance and directors ensure and uphold the highest interest of the shareholders.

The Board of Directors meets at least once in a quarter. Apart from that the Board of Directors passes necessary resolution through Resolutions by Correspondence as per the provisions of the Articles of Association of the Company.

- That a sound system of risk management and internal control is in place.
- That timely and balanced disclosure of all material information concerning the Company is made to all Stakeholders.
- That all regulatory and statutory rules and regulations are complied with.
- That the Board is appropriate in size and members are committed to their respective duties and responsibilities

The TIL Board Members are wide range of expertise as well as significant experience in corporate strategy making, legal & financial activities enabling them to discharge governance duties in an effective manner.

Non-Executive Directors

All the Non-Executive Directors are nominated by their respective requirement fulfilling ability and the Directors bring forth independent judgment and considerable knowledge to perform their roles effectively. The Board of Directors ensures that the Company's activities are always conducted with adherence to stringent and the highest possible ethical standards and in the best interests of all stakeholders. None of the Non Executive Directors of the Board are involved in the day-to-day operations of the Company; rather, they provide their valuable insights and guidance to the management in the meeting of the Board and its committees.

Retirement

Not less than one third of the whole number of Directors are persons whose period of office is liable to determination of at any time by retirement of Directors rotation. The Independent Directors are not subject to retirement by rotation.

Committees

Currently, the standing committees of the Board are the Audit Committee and Nomination and Remuneration Committee according to the Corporate Governance Code, 2018 and these committees was maintaining and discharging their work within the framework to facilitate the Board of Directors.

The Board will appoint from among its members for committees which necessary or appropriate to conduct its business.

Internal Audit

Internal Audit supports the company in achieving its objectives by bringing a systematic and disciplined approach which evaluate and improve the effectiveness of its risk management, control & governance processes. The management of TIL is always conscious about the Internal Control procedures. In order to ensure organizational independence of Internal Audit, The Audit Committee consists 03 members along with one Independent Director. This Audit committee regularly monitors whether the appropriate accounting policies have been consistently applied in preparation of the financial statements. Bangladesh Accounting Standard and International Accounting standards, as applicable in Bangladesh have been followed and adequately disclosed.

External/Statutory Auditors

The Statutory Audit is governed by the Companies Act, 1994, the Bangladesh Securities and Exchange Commission's Ordinance, 1969 and Bangladesh Securities And Exchange commission Rules 1987 which explicitly provides guidelines for the appointment, scope of the work and retirement of auditors. The Audit Committee meets with the statutory auditors to ensure that the auditors are acting independently and reviews the financial statements before submission to the Board for approval.

Representation of Independent Directors in the Board and their independence

As per the initial and subsequent amendment of Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC), at least one-fifth of the total directors of the Board shall be Independent Directors. Thus, in compliance with the guideline, two (2) Directors out of the total eight (8) Directors are Independent, having no share or interest in TIL.

Corporate Affairs Division

The Corporate Affairs Division is the key department to assist the Board of Directors in discharging of its responsibilities of corporate secretarial functions to ensure the corporate governance, ethical standard and norms under the prevailing laws existing in this country with other legal, ethical code of conduct and statutory requirement.

Board Meetings

The Company conducts its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code. Additional meetings are also be scheduled as and when required. During the year from 01 July 2019 to 30 June 2020 there were total 12 Board Meetings and the meeting attendance was as under:

Name of Directors	Position	Attendance
Rafiq Hassan	Chairman	12
Mohim Hassan	Managing Director	12
Naim Hassan	Director	12
Mrs. Lyra Rizwana Quader	Director	10
Mrs. Anjuman Ara Begum	Director	10
Hasibuddin Ahamed (Northern Corporation Limited)	Nominated Director	10
Prof. Dr. khondaker Mohammad Shariful Huda	Independent Director	10
Md. Nasirul Islam	Independent Director	08

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of Tosrifa Industries Limited (TIL) takes the pleasure to welcome you to the 18th Annual General Meeting (AGM) of the Company. We are presenting the Audited Balance sheet, Income Statement, Statement of changes in equity and Cash Flow Statement for the year ended on 30 June 2020 along with auditors' report thereon.

In this current moment, the whole world is passing an unprecedented situation that affects our business adversely as like other and also our factory was shut down more than one month as per BGMEA order to stop the outbreak of Covid-19 virus. After that, our production supply chain severely hampered whenever we had run the factory again and Global buyers were cancelled or deferred the confirmed orders. On the other side, maintaining social distance among the workers in the Garments Production process is significantly clogged due to stop the spread-out of coronavirus. Considering all of these factors, your company was not able to perform as expected. We wish all of your good health in this global pandemic situation.

Company Profile

Tosrifa Industries Limited (TIL), a 100% export oriented readymade composite knit garments manufacturing company, was incorporated on August 27, 2002 as a private limited company. Subsequently, the company converted into a Public Limited Company on 18th August, 2011. TIL is a sister concern of Northern Tosrifa Group (NTG) which have nine (9) business units having exposure in readymade garments (Knit), printing and packaging sectors. The company went into commercial operation in 2005 and since then it has been engaged in knitting and manufacturing knit wears for various buyers in Europe and USA. TIL started the business with paid-up capital of Tk.0.50 million against the authorized capital of Tk.20.00 million. The Company has subsequently enhanced its paid-up capital to Tk.631.69 million against the authorized capital of Tk.1,000.00 million as on June 30, 2020 through issue of shares. After that the company also issue stock dividend of Tk.31.58 million as on June 30, 2019 and currently the company operating with paid up capital Tk.663.27 million against authorized capital Tk.1,000.00 million. The company floated its shares to the public through IPO and raised total Tk.638.72 million and the shares were listed in both Dhaka and Chittagong Stock Exchanges as on June 08, 2015 and May 21, 2015 respectively. The share is currently traded as 'B' category share. The company achieved LEED Certificate (Platinum category) for green factory building. Due to its endeavor to standardize management system the company was also awarded different certificates such as ISO 9001:2015 (QM); Oeko-tex Certificate, Certificate of Compliance (GOTS) 5.0. The management is being led by Mr. Mohim Hassan as its Managing Director.

Our Business

The Company is currently manufacturing all kinds of Knit Garment products with some reputed fashion brands in the world like Original Marine, Next, Toray, Sports Master, Gustav Daiber, Carrefour and LPP. We immensely informed you that your Company has established a Knit Fabric Dyeing unit division at Beriderchala, Sreepur, Gazipur where superior quality knit garments products were manufactured with minimum wastage. This current fabric dyeing unit along with the extended sewing capacity can facilitate to deliver the high growth in near future to generate the long-term value addition to its all stakeholders. But, Cost of doing business is continuously increasing in Bangladesh. On the other hand, profit margins of garment products are continuously declining in the international market.

Infrastructure and Facilities

The company has two manufacturing units respectively sewing unit and Knitting & dyeing unit.

Sewing section is located at 135, Gopalpur, Munnu Nagar, Tongi, Gazipur on 396 decimals of owned land area with 7 storied building with a floor space of approximately 1,90,400 sft, one 4 storied administrative & compliance building with a floor space of 27,600 sft. and one bonded warehouse with a space of 24,000 sft.

The sewing section has been operating with 740 sewing machines and laid-out 32 lines (of which 16 line added from February 2019). The unit-1 has own power substation with capacity of 800 KW and 2 sets diesel generators with total capacity of 1,000 KW. The plant has sufficient safety instruments like fire fighting equipment, hose pipes, smoke detectors to protect against fire and also has canteen, child care and doctor facility within the factory premise.

Knitting & dyeing section is located at Sreepur Gazipur on total land area of 1,255 decimals (out of which 437 decimals in the name TIL and rest 818 decimal lease agreements with its sister concern namely Northern Knit Ltd.). The unit has one 3 storied knitting building with floor space of 1,03,921 sft., one 3 storied warehouses with floor space of 76,000 sft, two 1 storied dyeing building with total floor space of 1,18,000 sft., water treatment plant and chemical warehouse with total area of 30,000 sft, ETP area of 15,000 sft and substation area of 6000 sft.

The knitting section has been operating with 35 circular knitting machines, 24 flat knitting machines which has been shifted from Gopalpur, Munnu Nagar, Tongi, Gazipur. The dyeing section is equipped with different types machineries namely 2 sets C.P.B, 9 sets dilmenlar, 1 set bleaching, 1 set washing, 1 set OBA, 2 sets stanter, compactor 2 sets, dyer 1 set, raising brush 1 set, sueting 1 set, senzing 1 set, sharing 1 set, garments 3 sets washing machine and 3 sets dyer. All machineries have been imported from Japan, China, Germany, Singapore and Taiwan for dyeing project. This unit has own power substation with capacity of 4000 KVA and 3 sets diesel generators with total capacity of 2850 KVA and has industrial gas line for boiler (4 sets boiler with capacity total 8 MT per hour), thermal boiler capacity of 30 lac KW. The unit also has sufficient safety instruments like firefighting equipment, hose pipes, smoke detectors to protect against fire.

Economic Outlook and Market Overview

The economic and health crisis created by the coronavirus pandemic hit all types of business around the world and fashion industry faces the same. Some reputed fashion Brand were declared as Bankrupt and some Brands are continuing their operation in limited way but it will require some time to return back to the normal. Bangladesh's RMG export goes mostly in the American and European countries where the COVID-19 has disrupted billions of lives and stop the development progress. Now we are living in an unknown world and we don't know when and how will happen in the future. Though we have returned to our operation after lockdown but future growth absolutely depends on the speed of recovery of the world's economy. We are hopeful that demand is likely to return to pre-covid level within 2021 as the numbers indicate a positive shift in Bangladesh's apparel exports.

Segment-wise & Product-wise Performance

During the financial year 2019-20 the revenue details was as under:

Type of sales	Amount in Taka	
	30 June, 2020	30 June, 2019
Export of readymade garments	1,520,344,501	1,678,756,645
Deemed export	436,371,990	279,733,540
Total	1,956,716,491	1,958,490,185

Product-wise Performance:

Particulars	1 July, 2019 to 30 June, 2020		1 July, 2018 to 30 June, 2019	
	Quantity	Amount	Quantity	Amount
Polo Shirt	1,225,141	437,375,337	1,458,004	420,360,664
T - Shirt	1,656,982	526,125,097	1,941,327	518,567,928
Tank Top	682,701	178,922,278	904,170	212,362,716
Others	1,462,427	377,921,789	1,779,794	527,465,338
Total	5,027,251	1,520,344,501	6,083,295	1,678,756,645

Capacity Utilization

Section	Installed capacity			Utilization for the period	% of utilization	Over/(under) utilized
	Per day		For 1/year			
	Ton/PCS	Ton/Pcs	Ton/PCS	Ton/PCS	%	Ton/PCS
Knitting (ton)	8.50	-	2,550	1,913	75%	(637)
Dyeing (ton)	22.00		6,600	4,033	61%	(2,567)
Sewing- basicT-shirts (PCS)	34,500		10,350,000	5,027,251	49%	(5,322,749)

Notes:

- 300 days have been considered as working days for the period of 1 year;
- The capacity varies depending on sophistication of the product. For higher grade products, the capacity decreases from the mentioned level.
- Sewing capacity for "Basic T-Shirt" is 34,500 pieces per day. The capacity varies depending on the sophistication of the product. For higher grade products, the capacity decreases from the mentioned level.
- Capacity utilized in knitting section is 75%, i.e. 1913 ton.
- Capacity utilized in Dyeing section is 61%, i.e. 4033 ton.
- Capacity utilized in sewing section is 49%, i.e. 50,27,251 pieces.

	Amount in Taka	
	June 30, 2020	June 30, 2019
Cost of sales		
Opening inventories of raw materials	315,429,047	209,169,752
Raw materials (yarn)	208,851,536	183,488,734
Raw materials (finished fabrics)	41,907,252	16,896,425
Raw materials dyes & chemical	40,930,881	335,441
Raw materials (accessories)	13,555,765	5,015,444
Needle and spare parts	10,183,612	3,433,708
Add: Raw materials purchased during the year	969,351,369	1,018,311,025
Yarn	628,850,713	635,089,124
Finished fabrics	27,763,605	34,510,246
Dyes & Chemical	131,150,928	166,718,136
Accessories	166,375,226	172,655,573
Needles and spare parts	15,210,897	9,337,946
Raw materials available for use	1,284,780,416	1,227,480,777
Less: Closing inventories of raw materials	248,354,988	315,429,047
Raw materials (yarn)	160,489,818	208,851,536
Raw materials (finished fabrics)	40,674,767	41,907,252
Raw materials dyes & chemical	30,375,930	40,930,881
Raw materials (accessories)	7,320,151	13,555,765
Needle and spare parts	9,494,322	10,183,612
Raw materials consumed	1,036,425,428	912,051,730
Add: Direct expenses	312,915,889	307,741,618
Prime cost	1,349,341,317	1,219,793,348
Add: Factory overhead	520,823,689	461,061,652
Cost of production	1,870,165,005	1,680,855,001
Add: Opening inventories of work-in-process	87,361,873	84,335,742
Manufacturing cost at standard	1,957,526,878	1,765,190,743
Less: Closing inventories of work-in-process	133,098,424	87,361,873
Cost of goods manufactured	1,824,428,454	1,677,828,870
Add: Opening inventories of finished goods	60,723,107	41,630,778
Goods available for sale	1,885,151,561	1,719,459,648
Less: Closing inventories of finished goods	69,943,878	60,723,107
Cost of Sales	1,815,207,683	1,658,736,541

Due to world-wide spread out of COVID-19, the RMG business of Bangladesh faced a negative trend. As consequence of it there was scarcity of orders from the buyers. So RMG industry of Bangladesh needed to take orders at FOB prices where costs of goods sold was higher than as usual. Tosrifa Industries Limited was also one of the sufferers of this impact. So, the Cost of Goods Sold during 2019-20 was rationally higher considering the sales value. Moreover, in April-2020 the factory was fully closed and in May and June-2020 the factory ran at lower capacity utilization for maintaining social distance due to COVID-19. But the Company needed to pay salary wages to all workers and staff & utility expense. These matters increased the cost of goods sold against the sales value remarkably in 2019-20.

Risk Factors

There are various risk factors has been associated with carry out the business activities. Although, the risks of the industry are continuously evolving, the Company has taken reasonable steps to identify material risks that could have hampered the Business of the Company and had adopted preventive measures in this respect.

(a) Liquidity risk

Liquidity risk is one of the major risk that encounter directly in meeting the obligations associated with its financial liabilities that have to be settled by delivering cash or another financial assets or liabilities. The Company's approach in managing liquidity is to ensure that it will always have sufficient liquid assets to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to Company's reputations.

(b) Foreign currency risk

The risk that the fair value of future cash proceeds of a financial instrument might fluctuate because of adverse changes in foreign exchange rates. The company experiences currency risks on export of sales & purchase of raw materials, capital machinery, accessories and other items.

(c) Interest rate risk

Interest rate risk arises from the fluctuation of interest rate assigned with certain financial asset or liabilities. Exposure to interest risk of the Company at the reporting dates is only related with outstanding loan/commitment having its relation to LIBOR plus interest rate.

(d) Raw Cotton Price Risk

Raw cotton price fluctuation is directly affected by Ready Made Garments industry manufacturer when we have largely dependent on global market.

(E) Industry Risk

Due to increase of raw materials price most RMG Exporter of the world are currently struggling to hold on their own position. Although, As a Preferred destination of most of the RMG buyers in the world we constantly focus to develop our system, employees skills and efficiency that directly impact on productivity by using the latest technology. Also, we are expecting the continuous government support to improve the infrastructural development.

Extra Ordinary Gain/Loss

There is no extra ordinary gains or losses during the reporting period.

Related party Transactions

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements in Note:38.00 in accordance with relevant Bangladesh Accounting Standards (BAS).

Nomination & Remuneration Committee (NRC):

Nomination and Remuneration Committee (NRC) has been already formed as per provision of Corporate Governance Guidelines Notification No: BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018 by Bangladesh Securities and Exchange Commission (BSEC) and details discussion has presented in Annexure – IV.

Minority Shareholders Protection:

The Board is and shall be committed to respect the rights of the minority shareholders to voting, right to information, dividends and appraisal of any alteration in Memorandum and Articles.

Reappointment of Statutory Auditor

“M/S Shiraj Khan Basak & Co.” Chartered Accountants the present statutory auditor of the company Retired at this Annual General Meeting, being eligible and offered themselves for re-appointment. The Board recommended to re-appoint existing M/S Shiraj Khan Basak & Co.” Chartered Accountants as statutory auditor of the company for the year 2020-21 at remuneration of TK. 4,25,000.00 only as same as previous financial year subject to approval in the forthcoming 18th AGM.

Compliance Auditor

The 17th AGM held on 23rd December 2019 approved the appointment of M/s Poddar and Associates, Cost Management Accountants, as the compliance auditor of the company to audit the “Corporate Governance Code” for the year 2019-20 and their re-appointment and remuneration will be approved in the forthcoming 18th AGM.

Re-constitution of Board

Md. Nasirul Islam one of the Independent Directors of Tosrifa Industries Limited passed away at 5:30 AM on 09-July-2020 at the age of 68 years after being positive COVID-19.

In order to fill-up the vacant position of Independent Director, the Board of the Company has appointed Mr. Ariful Isalm as Independent Director of the Company effective from 05-October-2020 subject to approval in 18th AGM.

In the last 17th AGM of the Company held on 23-December-2019, Mr. Rafiq Hassan and Mrs. Anjuman Ara Begum - Shareholder Directors of the Company retired as per Article No. 129 of Articles of Association of the Company and being eligible they offered themselves for re-election and re-elected.

The present Board details is as under:

Rafiq Hassan	Chairman
Mohim Hassan	Managing Director
Naim Hassan	Director
Lyra Rizwana Quader	Director
Anjuman Ara Begum	Director
Hasib Uddin Ahamed (Northern Corporation Limited)	Nominated Director
Prof. Dr. khondaker Mohammad Shariful Huda	Independent Director
Md. Ariful Islam	Independent Director

Appropriation of Profit

After the considerations of financial results of the Company during the year and free reserve carried over, the Directors recommended appropriation of net profit as follows:

	2019-20	2018-19	2017-18
Un-appropriated Profit from previous Year	461,696,591	459,380,397	440,970,816
Less: Prior Year Adjustment if any	-	-	-
Adjusted Un-appropriated Profit from previous Year	461,696,591	459,380,397	440,970,816
Add: Net Profit after Tax for the Year	(190,248,740)	7,787,306	79,922,111
Add: Realization through use of Revaluation Reserve	638,135	1,161,582	1,655,990
Total Available for Appropriation (a)	2,72,085,986	468,329,285	522,548,917
Appropriation Proposed:			
Proposed Dividend:			
Cash Dividend	0.00	6,632,694	31,584,260
Stock Dividend	-	31,584,260	
Total Dividend (b)	0.00	6,632,694	63,168,520
Balance Carried Forward (a-b)	2,72,085,986	461,696,591	459,380,397

Significant Variance/Deviation in Performance & Dividend Declaration

Due to world-wide spread out of COVID-19, the RMG business of Bangladesh faced a negative trend. As consequences of it there was scarcity of orders from the buyers. So RMG industry of Bangladesh needed to take orders at FOB prices where costs of goods sold was higher than as usual. Tosrifa Industries Limited was also one of the sufferers of this impact. So, the Costs during 2019-20 was rationally higher considering the sales value. In addition, for COVID-19, TIL has faced cancellation of confirmed orders and in some cases TIL gave discounts to the buyers for future businesses.

Moreover, in April-2020 the factory was fully closed and in May & June-2020 the factory ran at lower capacity utilization for maintaining social distance and health safety compliances for preventing COVID-19. But the Company needed to pay salary wages to all workers & staff, utility expenses and other operational expenses as regular. For factory closures and lower capacity utilizations, it was not possible to make shipments on-time, so there needed to make air freights which increased the costs significantly.

These matters increased the Costs against the sales value remarkably in 2019-20.

Due to these above facts the Earnings Per Share (EPS) became negative at Tk. (2.87) for the year ended on June 30, 2020 and Board of Directors recommended no dividend.

The System of Internal Control

The Board of Directors assures the Shareholders that the Company has a robust risk management process to ensure that the system of internal control is sound in design and has been effectively implemented and monitored. Although it is possible that all risks to the business are not known at present, the Company takes reasonable steps to identify material risks that may hamper business results and systematically reviews these risks in light of the changing internal and external environment in order to assess that the controls in place are adequate to address these risks.

Directors Remuneration

The remuneration of directors has been presented in note: 40.00 in the notes of the financial statements

Financial Strength And Solvency

Particulars:	FY2019-20	FY2018-19	FY2017-18	FY2016-17	FY2015-16
Current Assets	944.94	1,114.77	770.77	699.37	1074.64
Less: Current Liabilities	1,233.28	1,393.04	792.96	568.92	304.87
Net Current Assets	(288.34)	(278.27)	(22.19)	130.45	769.78
Non-Current Assets:	3162.65	3,217.53	2,839.62	2,256.05	1,374.27
Net Capital Employed	2,874.31	2,939.26	2,817.41	2,386.50	2,144.05
Finance By:					
Non-Current Liability	970.26	838.33	692.70	278.53	43.62
Shareholders' Equity:					
Share Capital	663.27	663.27	631.69	631.69	631.69
Share Premium	433.05	433.05	433.06	433.06	433.06
Revaluation Reserve and Surplus	535.63	536.27	537.43	539.08	541.19
Retained Earnings	272.08	468.33	522.55	504.14	494.49
Total	2,874.31	2,939.26	2,817.43	2,386.50	2,144.05
Leverage Ratio (X)	1.16	1.06	0.70	0.40	0.17

LIQUIDITY AND FUND FLOW ANALYSIS

LIQUIDITY INDICATORS	FY2019-20	FY2018-19	FY2017-18	FY2016-17	FY2015-16
Current Ratio (X)	0.76	0.80	0.97	1.23	3.52
Quick Ratio (X)	0.34	0.38	0.55	0.86	3.02
Operating cash flow (Tk. in million)	7.29	(58.62)	118.94	116.91	64.67
Net working capital (Tk. in million)	(288.06)	(227.27)	(22.19)	130.45	769.78

PROFITABILITY ANALYSIS

Particulars	FY2019-20	FY2018-19	FY2017-18	FY2016-17	FY2015-16
Gross Profit Margin	7.23%	15.30 %	19.00%	18.81%	16.59%
Operating Profit Margin	(1.45%)	5.91 %	7.43%	7.78%	7.44%
Net Profit Margin	(9.72%)	0.39 %	6.39%	6.91%	7.79%
Return on Equity	(9.99 %)	0.37%	3.76%	3.95%	5.27%
Return on Asset	(4.63%)	0.18%	2.21%	2.82%	4.52%

Going Concern

The Directors after making necessary inquiries and reviews including reviews of the budget for the ensuing year, capital expenditure requirements, future prospects and risks, cash flows and such other matters required to be addressed in the Code of Best Practice on latest Corporate Governance issued by the Bangladesh Securities and Exchange Commission. Accordingly, they continue to adopt the going concern basis in preparing the Financial Statements. It is the responsibility of the management of a company to determine whether the going concern assumption is appropriate in the preparation of financial statements. If the going concern assumption is considered by the management to be invalid, the financial statements of the entity would need to be prepared on break up basis. TIL has adequate resources to continue operations into the foreseeable future.

Acknowledgment

We thank our customers, vendors, investors, business associates and bankers for their continued support during the years. We place on record our appreciation of the contribution made by workers and employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, co-operation and support. We thank the Government of Bangladesh, and Government Agencies and Regulatory Bodies-BSEC, DSE, CSE, CDBL, RJSC, NBR and others related parties for their support and look forward to their continued support in the future.

On Behalf of the Board,

Sd/-

Rafiq Hassan

Chairman

08 December 2020

DECLARATIONS

Pursuant to Bangladesh Securities and Exchange Commission's Notifications on "Corporate Governance Code" published on 10 June, 2018, the Directors also report that:

- i. Details of risk management process has been discussed to Directors report to shareholders.
- ii. The company Initial Public Offering (IPO) issue were made in 2015 and no further issue of any instrument was made during the year.
- iii. The financial statements of the company fairly presented of affairs, result of its operations, cash flows and changes in equity.
- iv. Proper books of accounts of the company have been maintained.
- v. Appropriate accounting policies have been followed in preparation of financial statements and accounting estimates made on prudent manner and judgement.
- vi. The Financial Statements were prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS).
- vii. The internal control system is sound in design and has been effectively implemented and monitored.
- viii. Significant deviations from the previous year in operating result of the company of the company have been highlighted and reasons thereof have been explained.
- ix. Right and interest of shareholders have been protected by means of proper disclosure of material Information of the company.
- x. The Financial Statements prepared by the Management of the Company present a true and fair view of Company's state of affairs, result of its operation, cash flows and changes in equity.
- xi. Proper books of accounts as required by law have been maintained.
- xii. Appropriate accounting policies have been followed in formulating the Financial Statements and Accounting estimates are reasonable and prudent.
- xiii. The Managing Director and Head of Accounts have certified to the Board that they have reviewed the financial statements and believe that these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- xiv. The Managing Director and Head of Accounts have certified to the Board that they have reviewed the financial statements and believe that these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- xv. The Managing Director and Head of Accounts have further certified to the Board that there are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the company's codes of conduct.
- xvi. Certificate of Due Diligence by Managing Director and Head of Accounts is in Annexure-I.
- xvii. The patterns of Shareholding as on 30 June 2020 is being discussed in Annexure-II.
- xviii. 5 Years Comparative financial results are discussed in Annexure-III.
- xix. Nomination and Remuneration Committee Report is in Annexure-IV.
- xx. Audit Committee Report is in Annexure-V.
- xxi. Management Discussion and Analysis in ANNEXURE-VI.
- xxii. NRC Code of Conduct in ANNEXURE-VII.
- xxiii. Status of Compliance with the conditions imposed by Securities and Exchange Commission along with Corporate Governance Certificate issued by Poddar & Associates. Cost and Management Accountants is enclosed as ANNEXURE-VIII.

Declaration on Financial Statements for the year ended on 30 June, 2020

[As per condition No. 1 (5) (xxvi)]

Tosrifa Industries Limited
Declaration on Financial Statements
22 November 2020

The Board of Directors
Holding No 4/2 A, Plot-49 & 57, 135 Gopalpur,
Tongi, Gazipur

Subject: Declaration on Financial Statements for the year ended on 30 June, 2020

Dear Sirs,

Pursuant to the condition No. 1(5) (xxvi) imposed vide the commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 Dated 03 June, 2018 under section 2CC of the Securities and Exchange Ordinance, 1969:

We do hereby declare that:

- (1) The Financial Statements of Tosrifa Industries Limited for the year ended on 30 June, 2020 have been prepared in compliance with Bangladesh Accounting Standards (BAS) or Bangladesh Financial Reporting Standards (BFRS), as applicable in the Bangladesh and it has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (5) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no materials uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.
- (6) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records.

In this regard, we also certify that:-

- a. We have reviewed the financial statements for the year ended on 30 June, 2020 and that to the best of our knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. These statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- b. There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,

Sd/-
Managing Director
Tosrifa Industries Limited

Sd/-
Head of Accounts
Tosrifa Industries Limited

Annexure-II: Patterns of Shareholding as on June 30, 2020

SL NO	Shares held by	Status	No of Ordinary Shares Held	%
A.	Sponsors/Directors:			
1	Rafiq Hassan	Chairman	2,121,786	3.20%
2	Mohim Hassan	Managing Director	3,245,543	4.90%
3	Tosrifa Ahmed	Sponsor Shareholder	2	0.00%
4	Naim Hassan	Director	4,095,408	6.18%
5	Sayeed Hassan	Sponsor Shareholder	548,451	0.82%
6	Lyra Rizwana Quader	Director	5,978,050	9.01%
7	Anjuman Ara Begum	Director	3,500,000	5.28%
8	Northern Corporation Ltd.	Director	13,482,000	20.33%
9	Prof. Dr.khondaker Mohammad Shariful Huda	Independent Director	-	-
10	Ariful Islam	Independent Director	-	-
B.	Top Executives:			
1	Hayder Ali	Company Secretary	-	-
2	Md. Armanul Azim	Chief Operating Officer	-	-
3	Mr. Habibur Rahman	Sr. DGM- Fabric Division	-	-
4	Mr. Khorshed Alam	Sr. AGM- Production	-	-
5	A.B.M.Farhad Uddin Chowdhury, FCMA	Head of Accounts	-	-
6	Mofazzal Hossain	Head of Internal Audit	-	-
C.	Government		-	-
D.	Institutions		14,950,094	22.54%
E.	General Shareholders		18,405,612	27.74%
Total:			66,326,946	100.00%

Comparative Financial results of 05 Years

(BDT in Million)

Particulars	2019-20	2018-19	2017-18	2016-17	2015-16
Sales Turnover	1,956.72	1,958.49	1,251.310	1,206.89	1,424.00
Cost of Goods Sold	1,815.21	1,658.73	1,010.06	979.93	1,187.68
Gross Profit	141.51	299.75	241.25	226.96	236.32
Operating Expenses	170.06	184.00	148.33	133.04	130.33
Operating Profit	(28.55)	115.75	92.92	93.91	105.99
Non-Operating Income	16.92	29.17	25.38	38.17	68.48
Financial Expenses	140.99	76.07	23.48	19.68	19.29
Non-operating Expenses (WPPF)	0.00	3.27	4.51	5.35	7.38
Net Profit before Tax	(152.64)	65.57	90.28	107.05	147.78
Provision for Income Tax	37.61	57.78	10.36	23.72	36.89
Net profit after Tax	(190.25)	7.79	79.92	83.34	110.89
Earnings Per Share (Tk.)	(2.87)	0.12	1.27	1.32	1.76
Total Assets	4,107.59	4,332.29	3,610.38	2,955.42	2,448.92
Total Liabilities	2,203.55	2,231.37	1,485.67	847.45	348.48
Shareholders' Equity	1,904.04	2,100.92	2,124.722	2,107.96	2,100.43
NAV Per Share (Tk.)	28.71	31.68	33.64	33.37	33.25
Gross Profit Margin	7.23%	15.30%	19.00%	18.81%	16.59%
Operating Profit Margin	(1.45%)	5.91%	7.43%	7.78%	7.44%
Net Profit Margin	(9.72%)	0.39%	6.39%	6.91%	7.79%
Return on Equity	(9.99%)	0.37%	3.76%	3.95%	5.27%
Return on Asset	(4.63%)	0.18%	2.21%	2.82%	4.52%

Nomination and Remuneration Committee (NRC) Report

The Nomination & Remuneration Committee (NRC) of Tosrifa Industries Limited has been constituted by the Board of Directors, as per the Corporate Governance Code Notification 2018 issued by Bangladesh Securities and Exchange Commission (BSEC). The Committee consists of three members, of whom one is an independent director, and the rest are non-executive directors.

The current members of the NRC are as follows-

Ariful Islam	Chairperson
Lyra Rizwana Quader	Member
Anjuman Ara Begum	Member

The Company Secretary Hayder Ali functions as the secretary of the NRC as well. Managing Director and Head of Human Resource of the Company attend the meetings on invitation.

The NRC is accountable to the Board and to the shareholders. It oversees the following matters, among others and reports to the board with recommendation:

- ▶ Formulating the criteria for determining qualifications & leadership qualities of directors as well as senior executives.
- ▶ Formulating transparent, standard process for selection of the board members and the relevant succession plan.
- ▶ Developing & updating remuneration policies for directors & senior executives, ensuring it is reasonable & sufficient to attract, retain & motivate suitable leaders to run the Company effectively in line with its short & long term objectives.
- ▶ Identifying potential candidates who are qualified to become directors and who may be appointed in top-level executive position in accordance with the nomination criteria laid down, and recommending their appointment to and removal from the Board.
- ▶ Devising policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality.
- ▶ Reviewing the Code of Conduct of Board on a periodic basis, recommending any amendments for the consideration of the Board.
- ▶ Developing, recommending and reviewing annually the company's human resources and training policies.
- ▶ Formulating the criteria for evaluation of performance of independent directors and the Board.

As per requirements of corporate governance code notification 2018 and the NRC reviews & recommends taken the followings:

- The organization structure with clearly defined reporting line and relevant human resource plan.
- Standard pay structure for each job level based on required qualification, experience and leadership competency.
- Transparent selection and recruitment policy to recruit competent candidates with appropriate credentials.
- Career development plan for relevant employees in line with the organization structure and individual career path.

Implementation

The NRC may issue supplement policy guidelines, procedures, manuals etc. for better implementation of this policy as considered appropriate. Nomination and Remuneration Committee (NRC) would like to record its sincere appreciation to the Board of Directors, management of the Company for their outstanding support and co-operation.

On behalf of the Nomination & Remuneration Committee.

Sd/-

Ariful Islam

Chairperson of Nomination and Remuneration Committee

Annexure – V: Audit Committee Report

Audit Committee Report For the year– 01 July 2019 to 30 June 2020

The Audit Committee, appointed by and responsible to the Board of Directors of Tosrifa Industries Limited is constituted as per the Corporate Governance Code Notification 2018, issued by Bangladesh Securities and Exchange Commission (BSEC). All Members of the Audit Committee are financially literate and are able to analyze and interpret financial statements to effectively discharge their duties and responsibilities as members of the Audit Committee.

The Audit Committee assists the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company as well as sound governance within the business. The Board of Audit committee is comprised of three members of the Board including one independent director and two non-executive directors.

Md. Nasirul Islam, Chairperson of the Audit Committee and Independent Director of Tosrifa Industries Limited passed away on 09-July-2020 at the age of 68 years. The Audit Committee would like to pay tribute to the departed soul and extend sincere condolence to his family. May his soul rest in eternal peace.

The Board of Directors has appointed Mr. Ariful Islam as an Independent Director as well as the Chairperson of the Audit Committee of the Company effective from 05-October-2020.

The Audit Committee consists of the following persons:

1. Ariful Islam	Chairperson
2. Lyra Rizwana Quader	Member
3. Anjuman Ara Begum	Member

The Company Secretary functions as the secretary of the Audit Committee as well. The Managing Director and Head of Accounts attend the Audit Committee meetings on invitations.

The scope of Audit Committee is well defined by the Board. The major responsibilities of the committee among others are as follows:

- ▶ Monitor the integrity of financial statements of the Company and review quarterly, half yearly and annual financial statements of the Company before recommending to the Board for approval. Monitor choice of accounting policies and principles and any significant assertions made by the management in preparing financial statements.
- ▶ Evaluate the adequacy of the internal audit plan considering internal control risks, monitor to ensure that the internal audit process is adequately resourced; review the internal audit reports and the impact of control weakness or issues reported.
- ▶ Evaluate the performance of statutory auditors and oversee the determination of audit fees and effective terms of engagement. Review management letters or letter of internal control weakness issued by statutory auditors.

- ▶ Review the 'Management's discussion and analysis' before disclosing in the annual report. Review statement of significant related party transactions submitted by the management.
- ▶ Oversee whether the proceeds raised through Initial Public Offering (IPO) have been utilized as per the purposes stated in approved prospectus.

Reporting of the Committee

On discharging its responsibilities, the audit committee has ensured the following:

- ▶ Adequate and appropriate risk control measures are in place to provide reasonable assurance that the Company's assets are safeguarded and that the financial position of the Company is adequately managed.
- ▶ Financial statements have been prepared and presented in compliance with all laws, regulations & standards as applicable.
- ▶ Effective engagement with both internal and statutory auditors and consider their views & findings regarding the internal control of the Company.

Sd/-

Mr. Ariful Islam

Chairperson of Audit Committee

Annexure-VI: Management Discussion and Analysis

Now let us present you a short review on the total operational and financial performance of your company from 01 July 2019 to 30 June 2020.

The crisis created by the coronavirus pandemic hit the Ready-Made Industry (RMG) industry hardest. Brands are now beginning to reopen their business but will take time to return to what it was. Bangladesh's RMG export goes mostly in the advanced economics where the COVID-19 has disrupted billions of lives and development progress. Now we are living in an unknown world and we don't know what and how will be the second wave of coronavirus. Though we have returned to our operation one and half months' lockdown and slowdown but future growth absolutely depends on the speed of recovery of the world's economy. We are hopeful that demand is likely to return to pre-covid level within 2021 as the numbers indicate a positive shift in Bangladesh's apparel exports.

The overall financial performance of the company has been found to be steady though having a pandemic year for COVID-19. But Operational and finance cost significantly increase which causes to downward the net profit margin. It is noted that overall worker efficiency has been found moderate (on an average around 45% against planned efficiency of 60%) due to frequent changes in style (small quantity order), timely feeding of raw materials, worker turnover etc. Due to world-wide spread out of COVID-19, the RMG business of Bangladesh faced a negative trend in FY 2019-20. As consequences of it there was scarcity of orders from the buyers. So RMG industry of Bangladesh needed to take orders at FOB prices where costs of goods sold was higher than as usual. Tosrifa Industries Limited was also one of the sufferers of this impact. So, the Costs during 2019-20 was rationally higher considering the sales value. In addition, for COVID-19, TIL has faced cancellation of confirmed orders and in some cases TIL gave discounts to the buyers for future businesses. Moreover, in April-2020 the factory was fully closed and in May & June-2020 the factory ran at lower capacity utilization for maintaining social distance and health safety compliances for preventing COVID-19. But the Company needed to pay salary wages to all workers & staff, utility expenses and other operational expenses as regular. For factory closures and lower capacity utilizations, it was not possible to make shipments on-time, so there needed to make air freights which increased the costs significantly. These matters increased the Costs against the sales value remarkably in 2019-20. The financial indicators were as under in 2019-20:

Particulars	FY 2019-20
Gross Profit Margin	7.23%
Operating Profit Margin	(1.45%)
Net Profit Margin	(9.72%)
Return on Equity	(9.99%)
Return on Asset	(4.63%)

Due to these above facts the Earnings Per Share (EPS) became negative at Tk. (2.87) for the year ended on June 30, 2020 and Board of Directors recommended no dividend.

But we would like to inform you that after experiencing the impacts of COVID-19, Tosrifa Industries Limited has performed better and the EPS has become positive at Tk. 0.10 for the 1st quarter ended on 30-September-2020 and we expect better in the forthcoming quarters if not faced the second wave of COVID-19 badly in coming months.

Forward Looking Statement

Board of Directors and management of the company are looking forward to move on the future progress in alignment with industry's growth and have made all preparation to this end. We also undertook for mitigating risk by adding quality product line creation along with enhancing efficiency in order to reach our expected goal. We are expecting, new market penetration and increase the number of new Buyer also helped us to compensate revenue loss from existing situation in an upcoming year.

Sd/-

Mohim Hassan
Managing Director

Annexure-VII: Code of Conduct of Nomination and Remuneration Committee (NRC)

The Nomination & Remuneration Committee (NRC) of Tosrif Industries Limited has been constituted by the Board of Directors, as per the Corporate Governance Code Notification 2018 issued by Bangladesh Securities and Exchange Commission (BSEC). The Committee consists of three members, of whom one is an independent director, and the rest are non-executive directors.

Md. Nasirul Islam, the Chairperson of the NRC and an Independent Director of Tosrif Industries Limited passed away on 09-July-2020 at the age of 68 years. The Nomination & Remuneration Committee would like to pay tribute to the departed soul and extend sincere condolence to his family. May his soul rest in eternal peace.

The Board of Directors has appointed Mr. Ariful Islam as an Independent Director as well as the Chairperson of the Nomination & Remuneration Committee of the Company effective from 05-October-2020.

The current members of the NRC are,

1. Ariful Islam	Chairperson
2. Lyra Rizwana Quader	Member
3. Anjuman Ara Begum	Member

The Company Secretary functions as the secretary of the NRC as well. Managing Director and Head of Human Resource of the Company attend the meetings on invitation.

The NRC is accountable to the Board and to the shareholders. It oversees the following matters, among others, and reports to the board with recommendation:

- ▶ Formulating the criteria for determining qualifications & leadership qualities of directors as well as senior executives.
- ▶ Formulating transparent, standard process for selection of the board members and the relevant succession plan.
- ▶ Developing & updating remuneration policies for directors & senior executives, ensuring it is reasonable & sufficient to attract, retain & motivate suitable leaders to run the Company effectively in line with its short & long term objectives.
- ▶ Identifying potential candidates who are qualified to become directors and who may be appointed in top-level executive position in accordance with the nomination criteria laid down, and recommending their appointment to and removal from the Board.
- ▶ Devising policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality.
- ▶ Reviewing the Code of Conduct of Board on a periodic basis, recommending any amendments for the consideration of the Board.
- ▶ Developing, recommending and reviewing annually the company's human resources and training policies.
- ▶ Formulating the criteria for evaluation of performance of independent directors and the Board.

As per requirements of corporate governance code notification 2018 and the NRC has reviewed & recommended taken the following:

- The organization structure with clearly defined reporting line and relevant human resource plan.
- Standard pay structure for each job level based on required qualification, experience and leadership competency.
- Transparent selection and recruitment policy to recruit competent candidates with appropriate credentials.
- Career development plan for relevant employees in line with the organization structure and individual career path.

Implementation

The NRC may issue supplement policy guidelines, procedures, manuals etc. for better implementation of this policy as considered appropriate. Nomination and Remuneration Committee (NRC) would like to record its sincere appreciation to the Board of Directors, management of the Company for their outstanding support and co-operation.

On behalf of the Nomination & Remuneration Committee.

Sd/-

Ariful Islam

Chairperson of Nomination and Remuneration Committee


PODDER & ASSOCIATES

Cost and Management Accountants

Report to the Shareholders of Tosrifa Industries Limited on compliance on the Corporate Governance Code.

We have examined the compliance status to the Corporate Governance Code by **Tosrifa Industries Limited** for the year ended on June 30, 2020. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, Dated: 3 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission Except under conditions number 6(3)(c).
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws ; and
- (d) The governance of the company is satisfactory.

Place: Dhaka
Dated: 9th December 2020

Podder & Associates
Cost & Management Accountants

Tosrifa Industries Limited

Status of Compliance with the Corporate Governance Code (CGC)

For the year ended 30th June 2020

Status of compliance with the conditions imposed by the Commission's Notification No.BSEC/CMRRCD/2006-158/207/ Admin/80, dated 03 June, 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report Under Condition No-9.00)

Condition No.	Title	Compliance Status (Put \checkmark in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.	BOARD OF DIRECTORS:			
1.1	Size of the Board of Directors			
	[The total number of members of a Company's Board of Directors (herein after referred to as "Board") shall not be less than 5 (five) and more than 20 (twenty)].	\checkmark	-	The TIL Board is comprised of 8 Directors including Managing Director.
1.2	Independent Directors:			
1.2(a)	At least one fifth (1/5) of the total number of Directors shall be Independent Directors	\checkmark	-	02 out of 8 directors are appointed as Independent Director
1.2(b)	Independent Director means a director:			
1.2(b) (i)	Who either does not hold any share in the Company or holds not less than one percent (1%) shares of the total paid-up shares of the Company	\checkmark	-	The Independent Directors have declared their compliances.
1.2(b) (ii)	Who is not a sponsor of the Company and is not connected with the Company's any sponsor or Director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the Company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the Company	\checkmark	-	
1.2(b) (iii)	Who has not been executive of the Company in immediately preceding 2 (two) financial years.	\checkmark	-	
1.2(b) (iv)	Who does not have any other relationship, whether pecuniary or otherwise, with the Company or its subsidiary/associated companies	\checkmark	-	
1.2(b) (v)	Who is not a member or TREC (Trading Right Entitlement Certificate) holder director or officer of any stock exchange	\checkmark	-	
1.2(b) (vi)	Who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market	\checkmark	-	
1.2(b) (vii)	Who is not a partner or executive or was not a partner or an executive during the preceding 3 (three) years of the concerned Company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this code	\checkmark	-	
1.2(b) (viii)	Who shall not independent director in more than 5 (Five) listed companies	\checkmark	-	
1.2(b) (ix)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or advance to a bank or Non-Bank Financial Institution (NBFI)	\checkmark	-	
1.2(b) (x)	Who has not been convicted for a criminal offence involving moral turpitude	\checkmark	-	
1.2 (c)	Independent Director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM)	\checkmark	-	After last AGM one new Independent director has been appointed by the board and waiting for approval in the next AGM
1.2 (d)	The post of Independent director(s) cannot remain vacant for more than 90 (ninety) days	\checkmark	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.2 (e)	The tenure of office of an Independent Director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only. Provided that a former independent director may be considered for reappointment for another tenure after a time gap of one tenure, i.e., three years from his or her completion of consecutive two tenures [i.e. six years]:	√	-	
1.3	Qualification of Independent Director (ID)			
1.3(a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws regulatory requirements and corporate laws and can make meaningful contribution to business.	√	-	
1.3(b)	Independent director shall have following qualifications:			
1.3(b)(i)	Business Leader who is or was a promoter or director of an unlisted Company having minimum paid-up capital of Tk.100.00 million or any listed Company or a member of any national or international chamber of commerce or business association.			N/A
1.3(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Chief Financial Officer or Head of Finance Or Accounts or Company Secretary or Head of internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted Company having minimum paid up capital of TK 100.00 million or of a listed Company.	√	-	
1.3(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, Who has at least educational background of bachelor degree in economics or commerce or business or Law.	√	-	
1.3(b)(iv)	University teacher who has educational background in Economics or Commerce or Business Studies or Law.		-	N/A
1.3(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification.	√	-	
1.3(c)	The independent director shall have at least 10 (ten) years of experience in any filed mentioned in clause (b)	√	-	
1.3(d)	In special cases, the above qualification or experiences may be relaxed subject to prior approval of the Commission.		-	N/A
1.4	Duality of Chairperson of the Board of Directors and Managing Directors or Chief Executive Officer :-			
1.4(a)	The position of the Chairperson of the Board and the Managing Director (MD) and /or Chief Executive Officer (CEO) of the Company shall be filled by different individuals.	√	-	
1.4(b)	The managing Director (MD) and/or Chief Executive Officer (CEO) of a listed Company shall not hold the same position in another listed Company.	√	-	
1.4 (c)	The Chairperson of the Board shall be elected from among the non-executive directors of the Company.	√	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.4 (d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and /or Chief Executive Officer.	✓	-	
1.4 (e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Boards meeting the reason of absence of the regular Chairperson shall be duly recorded in the minutes.		-	N/A
1.5	The Directors' Report to Shareholders			
1.5(i)	Industry outlook & possible future development in the industry	✓	-	
1.5(ii)	Segment- wise or product- wise performance	✓	-	
1.5(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any.	✓	-	
1.5(iv)	A discussion on Cost of Goods sold, Gross Profit and Net Profit Margin and Net profit Margin, Where applicable	✓	-	
1.5(v)	Discussion on continuity of any Extra-Ordinary activities and their implication (gain or loss)		-	N/A
1.5(vi)	A detailed discussion on related party transactions alongwith a statement showing amount, nature of related party,nature of transactions and basis of transactions of all relatedparty transactions;	✓	-	
1.5(vii)	A statement of utilization of proceeds raised through publicissues, rights issues and/or any other instruments;	✓	-	
1.5(viii)	An explanation if the financial results deteriorate after the Company goes for IPO, RPO, Rights offer, Direct listing etc.		-	N/A
1.5(ix)	An explanation on any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements;	✓	-	
1.5(x)	A statement of Remuneration paid to directors including independent directors	✓	-	
1.5(xi)	A statement that The financial statements present fairly its state of affairs, the result of its operations, cash flows and changes in equity	✓	-	
1.5(xii)	Proper books of accounts have been maintained	✓	-	
1.5(xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	✓	-	
1.5(xiv)	IAS/BAS/IFRS/BFRS, as applicable in Bangladesh, have been followed and adequate disclosure for any departure	✓	-	
1.5(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored	✓	-	
1.5(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress.		-	N/A
1.5(xvii)	A statement that there is no significant doubt upon the issuer Company's ability to continue as a going concern, if the issuer Company is not considered to be a going concern, the fact along with reasons there of shall be disclosed;	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.5(xviii)	An explanation that significant deviations from the last year's operating results of the issuer Company shall be highlighted and the reasons thereof shall be explained;	✓	-	
1.5(xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized.	✓	-	
1.5(xx)	An explanation on the reasons if the issuer Company has not declared dividend (cash or stock) for the year		-	No dividend declared
1.5(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend		-	N/A
1.5(xxii)	The total number of Board meetings held during the year and attendance by each director	✓	-	
1.5(xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares(along with name-wise details where stated below) held by:-			
1.5(xxiii) (a)	Parent/Subsidiary/Associated Companies and other related parties (Name wise details)		-	N/A
1.5(xxiii) (b)	Directors, Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO), Head of Internal Audit (HIA) and their spouses and minor children (Name wise details)	✓	-	No share held except Directors & CEO (as per notification)
1.5(xxiii) (c)	Executives		-	N/A
1.5(xxiii) (d)	Shareholders holding ten percent (10%) or more voting interest in the Company (Name wise details)		-	N/A
1.5(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:-		-	N/A
1.5(xxiv)(a)	A brief resume of the Director	✓	-	
1.5(xxiv)(b)	Nature of his /her expertise in specific functional areas	✓	-	
1.5(xxiv)(c)	Name of companies in which the person also holds the directorship and the membership of committees of that Board.	✓	-	
1.5(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the Company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:			
1.5(xxv)(a)	Accounting policies and estimation for preparation of financial statements	✓	-	
1.5(xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes		-	N/A
1.5(xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof	✓	-	
1.5(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario	✓	-	
1.5(xxv)(e)	Briefly explain the financial and economic scenario of the country and the globe	✓	-	
1.5(xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the Company	✓	-	
1.5(xxv)(g)	Future plan or projection or forecast for Company's operation, performance and financial position, with justification thereof i.e., actual position shall be explained to the shareholders in the next AGM	✓	-	
1.5(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.5(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C .	✓	-	
1.6	Meetings of the Board of Directors			
	The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓		
1.7	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1.7(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the Company	✓	-	
1.7(b)	The code of conduct as determined by the NRC shall be posted on the website of the Company.	✓	-	
2	Governance of Board of Directors of Subsidiary Company.	TIL Doesn't have any subsidiary		
2(a)	Provisions relating to the composition of the Board of the holding Company shall be made applicable to the composition of the Board of the subsidiary Company		-	N/A
2(b)	At least 1 (one) independent director on the Board of the holding Company shall be a director on the Board of the subsidiary Company		-	N/A
2(c)	The minutes of the Board meeting of the subsidiary Company shall be placed for review at the following Board meeting of the holding Company		-	N/A
2(d)	The minutes of the respective Board meeting of the holding Company shall state that they have reviewed the affairs of the subsidiary Company also.		-	N/A
2(e)	The Audit Committee of the holding Company shall also review the financial statements, in particular the investments made by the subsidiary Company.		-	N/A
3.	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS).			
3.1(a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC)	✓	-	
3.1(b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals	✓	-	
3.1(c)	The MD or CEO, CS, CFO and HIAC of a listed Company shall not hold any executive position in any other Company at the same time	✓	-	
3.1(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS	✓	-	
3.1(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s)	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
3.2	Requirement to attend Board of Directors' Meetings			
	The MD or CEO CS, CFO and H/AC of the company shall attend the meetings of the Board:	✓	-	
3.3	Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
3.3(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief.			
3.3(a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓	-	
3.3(a)(ii)	These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws	✓	-	
3.3 (b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the Company's Board or its members;	✓	-	
3.3 (c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	✓	-	
4	Board of Directors' Committee. For ensuring good governance in the company, the Board shall have at least following sub-committees:			
4.i	Audit Committee	✓	-	
4.ii	Nomination and Remuneration Committee.	✓	-	
5	AUDIT COMMITTEE:			
5(i)	Responsibility to the Board of Directors			
5.1(a)	The Company shall have an Audit Committee as a sub-committee of the Board of Directors	✓	-	
5.1(b)	The Audit Committee shall assist the BOD in ensuring that the financial statements reflect true and fair view of the state of affairs of the Company and in ensuring a good monitoring system within the business	✓	-	
5.1(c)	The Audit Committee shall responsible to the BOD. The duties of the Audit Committee shall be clearly set forth in writing	✓	-	
5.2(a)	The Audit Committee shall be composed of at least 3 (three) members	✓	-	
5.2(b)	The BOD shall appoint members of the Audit Committee who shall be directors of the Company and shall include at least 1 (one) independent director.	✓	-	
5.2(c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience	✓	-	
5.2(d)	When the term of service of any Committee member expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
5.2(e)	The Company Secretary shall act as the Secretary of the Audit Committee	✓	-	
5.2(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	✓	-	
5.3 (a)	The Board shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director	✓	-	
5.3 (b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes	✓	-	
5.3 (c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM):	✓	-	
5.4(a)	The Audit Committee shall conduct at least its four meetings in a financial year	✓	-	
5.4(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two-third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must	✓	-	
5.5	The Audit Committee shall:			
5.5(a)	Oversee the financial reporting process	✓	-	
5.5(b)	Monitor choice of accounting policies and principles	✓	-	
5.5(c)	Monitor Internal Control Risk management process	✓	-	
5.5(d)	Oversee hiring and performance of external auditors	✓	-	
5.5(e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	✓	-	
5.5(f)	Review along with the management, the annual financial statements before submission to the Board for approval;	✓	-	
5.5(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	✓	-	
5.5(h)	Review the adequacy of internal audit function;	✓	-	
5.5(i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report;	✓	-	
5.5(j)	Review statement of all related party transactions submitted by the management;	✓	-	
5.5(k)	Review Management Letters or Letter of Internal Control Weakness issued by statutory auditors.	✓	-	
5.5(L)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors;	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
5.5(m)	Oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission:		-	N/A
5.6	Reporting of the Audit Committee			
5.6.(a)	Reporting to the Board of Directors			
5.6 (a) (i)	The Audit Committee shall report on its activities to the Board	✓	-	
5.6 (a) (ii)	The Audit Committee shall immediately report to the Board on the following findings, if any	✓		
5.6 (a) (ii)(a)	Report on conflicts of interests		-	No such incidence arose
5.6 (a) (ii)(b)	Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements		-	No such incidence arose
5.6 (a) (ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations		-	No such incidence arose
5.6 (a) (ii)(d)	Any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately		-	No such incidence arose
5.6.(b)	Reporting to the Authorities			
	If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.		-	No such incidence arose
5.7	Reporting to the Shareholders and General Investors			
	Report on the activities carried out by the Audit Committee, including any report made to the Board under condition no. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	✓	-	
6	Nomination and Remuneration Committee (NRC).	Formation of NRC is under process		
6.1	Responsibility to the Board of Directors			
6.1(a)	The Company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board	✓	-	
6.1(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive	✓	-	
6.1(c)	The Terms of Reference (TOR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b).	✓	-	
6.2	Constitution of the NRC			
6.2(a)	The Committee shall comprise of at least three members including an independent director	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
6.2(b)	All members of the Committee shall be non-executive directors	✓	-	
6.2(c)	Members of the Committee shall be nominated and appointed by the Board	✓	-	
6.2(d)	The Board shall have authority to remove and appoint any member of the Committee	✓	-	
6.2(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee	✓	-	
6.2(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee	✓	-	
6.2(g)	The Company Secretary shall act as the secretary of the Committee			
6.2(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director	✓	-	
6.2(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the Company	✓	-	
6.3	Chairperson of the NRC			
6.3(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director	✓	-	
6.3(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes	✓	-	No such Incidence arose
6.3(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders:	✓	-	Will attend in upcoming AGM
6.4	Meeting of the NRC			
6.4(a)	The NRC shall conduct at least one meeting in a financial year	✓	-	
6.4(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC	✓	-	No such Incidence arose
6.4(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h)	✓	-	
6.4(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC	✓	-	
6.5	Role of the NRC			
6.5(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
6.5(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board:			
6.5(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following			
6.5(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the Company successfully	✓	-	
6.5(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks	✓	-	
6.5(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals	✓	-	
6.5(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality	✓	-	
6.5(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board	✓	-	
6.5(b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board	✓	-	
6.5(b)(v)	Identifying the Company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria	✓	-	
6.5(b)(vi)	Developing, recommending and reviewing annually the Company's human resources and training policies	✓	-	
6.5(c)	The Company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report	✓	-	
7.	EXTERNAL / STATUTORY AUDITORS:			
7.1	The issuer Company shall not engage its external or statutory auditors to perform the following services of the Company, namely			
7.1(i)	Appraisal or valuation services or fairness opinions	✓	-	
7.1(ii)	Financial information systems design and implementation	✓	-	
7.1(iii)	Book-keeping or other services related to the accounting records or financial statements	✓	-	
7.1(iv)	Broker-dealer services	✓	-	
7.1(v)	Actuarial services	✓	-	
7.1(vi)	Internal audit services or special audit services	✓	-	
7.1(vii)	Any service that the Audit Committee determines	✓	-	
7.1(viii)	Audit or certification services on compliance of corporate governance as required under condition No. 9(1)	✓	-	
7.1(ix)	Any other service that creates conflict of interest	✓	-	
7.2	No partner or employees of the external audit firms shall possess any share of the Company they audit at least during the tenure of their audit assignment of that Company; his or her family members also shall not hold any shares in the said Company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members	✓	-	
7.3	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders	✓	-	

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
8.	Maintaining a website by the Company			
8.1	The Company shall have an official website linked with the website of the stock exchange	✓	-	
8.2	The Company shall keep the website functional from the date of listing	✓	-	
8.3	The Company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	✓	-	
9.	REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:			
9.1	The Company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	✓	-	
9.2	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	✓	-	
9.3	The directors of the Company shall state, in accordance with the Annexure-C attached, in the directors' report whether the Company has complied with these conditions or not.	✓	-	



TOSRIFA INDUSTRIES LIMITED

AUDITED FINANCIAL STATEMENTS

For the year ended
on 30 June 2020

Independent Auditor's Report

To
The Shareholders of Tosrifa Industries Limited
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of TOSRIFA INDUSTRIES LIMITED (the Company), which comprise the Statement of Financial Position as at 30 June 2020, and Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the company as at 30 June 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS), 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

Risk	Our response to the Risk
Revenue Recognition At year end the reported total revenue of Tk. 1,956,716,491. The company generates revenue from sale of goods to export customers. The timing of the revenue recognized and realized increases the risk of exposure of revenue to foreign exchange fluctuations. There is also a risk that revenue may be overstated /understated due to the timing differences Between L/C opening and goods exported. We identified revenue recognition as key audit matter as it is one of the key performance indicators of the Company, which give rise to an inherent risk of the existence and the accuracy of the revenue.	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none">➤ Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure that revenue is recognized in the appropriate accounting period.➤ Segregation of duties in invoice creation and modification and timing of revenue recognition.➤ Assessing the appropriateness of the Company's accounting policies for revenue recognition and compliance of those policies with applicable accounting standards.➤ Obtain supporting documentation for sale transaction recorded either side of year end to determine whether revenue was recognized in the current period.

	<ul style="list-style-type: none"> ➤ Comparing a sample of revenue transactions recognized during the year with the sale invoices and other relevant underlying documentation. ➤ Critically assessing manual journals posted to revenue to identify unusual or irregular items, and finally assessed the appropriateness and presentation of disclosures against relevant accounting standards
See note no 27.00 to the statement of profit or loss & other comprehensive income.	
<p>Valuation of inventory The inventory of Tk.451,397,290 as at 30 June, 2020 held in warehouses and across multiple product lines in factory.</p> <p>Inventories are carried at the lower of cost and net realizable value. As a result, the Directors apply judgment in determining the appropriate values for slow-moving or obsolete items.</p>	<p>We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provision by:</p> <ul style="list-style-type: none"> ➤ Evaluating the design and implementation of key inventory controls operating across the factory and warehouse. ➤ Checked and verified the stock count report done by the management as on date. ➤ We have reconciled the inventory with purchase, production and sales to ensure the physically shown stock as on date was accurate. ➤ We have considered the risk of inventory being expired/damaged due to the effect of COVID-19 and checked whether any provision was required for any such expiry/ obsolesce. ➤ Reviewing the historical accuracy of inventory provisioning and the level of inventory write-offs during the year ➤ Obtaining a detailed review with the subsequent sales to compare with the net realizable value.
See note no. 12.00 to the financial statements	
<p>Valuation of Property, Plant and Equipment The carrying value of the PPE amounted to Tk. 3,160,644,234 as at 30 June, 2020. The valuation of PPE was identified as a key audit matter due to the significance of this balance to the financial statements.</p> <p>Expenditures are capitalized if they create new or enhance the existing assets, and expensed if they relate to repair or maintenance of the assets. Classification of the expenditures involves judgment. The useful lives of PPE items are based on management's estimates regarding the period during which the asset or its significant components will be used. The estimates are based on historical experience and market practice and take into consideration the physical condition of the assets.</p>	<p>Our audit included the following procedures:</p> <ul style="list-style-type: none"> ➤ We assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent. ➤ We obtained a listing of capital expenditures incurred during the year and, on a sample basis, checked whether the items were procured based on internal purchase order that had been properly approved by the responsible individuals. ➤ We inspected a sample of invoices and L/C documents to determine whether the classification between capital and operating expenditure was appropriate.

	<ul style="list-style-type: none"> ➤ We evaluated whether the useful lives determined and applied by the management were in line with historical experience and the market practice. ➤ We checked whether the depreciation of PPE items was commenced timely, by comparing the date of the reclassification from capital in progress to ready for use, with the date of the act of completion of the work.
See note no. 6.00 to the financial statements	
Long term & Short term loan As at 30 June 2020, the reported amount of total long-term loan is Tk.1,024,887,437 (Current & Non-current portion) & Short Term Tk. 712,003,287 respectively. The company borrowed fund from various Bank & Non-banking financial institutions for the purpose of acquisition of non-current assets and working capital as well. The company may face difficulties due to unfavorable movement in interest rate, monetary policy and adverse variance between import & export that may result in short-term cash flow crisis.	We have tested the design and operating effectiveness of key controls focusing on the following: <ul style="list-style-type: none"> ➤ Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure that the proper use of loan. ➤ We verified sanction letter, loan schedule and bank statements to confirm the loan outstanding and found that the balance had been reported in the financial statements accurately. We also submit the balance confirmation to the respective banks and financial institutions ➤ We also checked the financial expenses and classification of loan and repayment schedule as well. ➤ We had checked the recording date of transactions and found the recording date is in line with the loan disbursement date. We also confirmed that the company had paid its installments within due time.
See note no. 18.00, 22.00 & 23.00 to the financial statements.	

Other Matters

Due to the pandemic situation of COVID-19 all over the world, physical verification of inventory could not be held by us for the the year ended June 30, 2020 considering the health risks. However, during the course of our audit we have carried out audit procedures to ensure the value of inventory as on 30 June, 2020 is appropriate and free from any material misstatement. Detailed audit procedures are described in the key audit matter paragraph of this report.

Other Information

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

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 exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis 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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements we are responsible for the direction, supervision and performance of the company audit. We are solely responsible for our audit opinion.

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

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

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

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, records and other statutory books as required by law have been kept by the company so far as it appeared from our examinations of those books;
- c) The Statement of Financial Position, Statement of Profit or Loss & Other Comprehensive Income and Statement of Changes in Equity and Statement of Cash Flows of the Company dealt with by the report are in agreement with the books of accounts and returns; and
- d) The expenditure incurred was for the purpose of the Company's business.

Dated, Dhaka
28 October, 2020

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

TOSRIFA INDUSTRIES LIMITED

Statement of Financial Position

As at 30 June 2020

Particulars	Notes	(Amount in Taka)	
		30 June 2020	30 June 2019
Assets			
Non-current assets		3,162,650,930	3,217,527,387
Property, plant and equipment	6.00	3,160,644,234	3,215,019,017
Capital work-in-progress	7.00	-	-
Intangible assets	8.00	2,006,696	2,508,370
Current assets		944,941,013	1,114,769,347
Advances, deposits and prepayments	9.00	74,240,130	117,674,079
Trade and other receivables	10.00	319,493,091	392,928,779
Accrued income	11.00	-	9,865,506
Inventories	12.00	451,397,290	463,514,027
Cash and cash equivalents	13.00	99,810,503	130,786,956
Total assets		4,107,591,943	4,332,296,734
Equity and Liabilities			
Shareholders' equity		1,904,043,882	2,100,925,316
Share capital	14.00	663,269,460	663,269,460
Share premium	15.00	433,059,200	433,059,200
Retained earnings	16.00	272,085,985	468,329,284
Revaluation surplus	17.00	535,629,237	536,267,372
Non-current liabilities		970,261,533	838,329,009
Long term loans (secured), net of current portion	18.00	881,849,543	774,065,553
Deferred tax liabilities	19.00	88,411,990	64,263,456
Current liabilities		1,233,286,528	1,393,042,409
Trade and other payables	20.00	337,239,354	451,702,745
Provisions for expenses	21.00	34,974,009	1,378,613
Short term loans	22.00	712,003,287	794,303,948
Current portion of long term loans	23.00	143,037,894	135,110,928
Provision for income tax	24.00	-	-
Workers' profit participation and welfare fund	25.00	6,031,984	10,546,175
Total equity and liabilities		4,107,591,943	4,332,296,734
Net asset value (NAV) per share	34.00	28.71	31.68

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

Sd/- _____ Managing Director	Sd/- _____ Director	Sd/- _____ Head of Accounts	Sd/- _____ Company Secretary
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Dated: 28 October 2020
Place: Dhaka

Sd/-

Shiraz Khan Basak & Co.
Chartered Accountant

TOSRIFA INDUSTRIES LIMITED
Statement of Profit or Loss and other Comprehensive Income
For the year ended 30 June 2020

Particulars	Notes	(Amount in Taka)	
		30 June 2020	30 June 2019
Sales revenue (export)	26.00	1,956,716,491	1,958,490,185
Less: Cost of sales	27.00	1,815,207,683	1,658,736,541
Gross profit		141,508,807	299,753,644
Less: Operating expenses		170,068,532	184,005,406
General and administrative expenses	28.00	100,894,808	100,704,439
Marketing, selling and distribution expenses	29.00	69,173,724	83,300,967
Operating profit		(28,559,725)	115,748,238
Add: Other income	30.00	16,923,070	29,171,557
Profit before finance costs		(11,636,655)	144,919,795
Less: Finance costs	31.00	140,999,037	76,069,324
Profit before WPPF		(152,635,692)	68,850,471
Less: Workers' profit participation and welfare fund	32.00	-	3,278,594
Profit before income tax		(152,635,692)	65,571,877
Less: Income tax expenses	33.00	37,613,048	57,784,572
Current tax expense		13,464,513	9,464,903
Deferred tax expense		24,148,534	48,319,668
Profit after income tax		(190,248,740)	7,787,306
Add: Other comprehensive income		-	-
Total comprehensive income		(190,248,740)	7,787,306
Earnings per share			
Basic earnings per share (Face value Tk. 10.00)	35.00	(2.87)	0.12

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

Sd/-

Managing Director

Sd/-

Director

Sd/-

Head of Accounts

Sd/-

Company Secretary

Dated: 28 October 2020
Place: Dhaka

Sd/-

Shiraz Khan Basak & Co.
Chartered Accountant

TOSRIFA INDUSTRIES LIMITED

Statement of Changes in Equity
For the year ended 30 June 2020

(Amount in Taka)

Particulars	Share capital	Share premium	Retained earnings	Revaluation surplus	Total
Balance as at 01 July, 2019	663,269,460	433,059,200	468,329,284.34	536,267,372	2,100,925,316
Total comprehensive income for the period					
Profit	-	-	(190,248,739.66)	-	(190,248,740)
Other comprehensive income	-	-	-	-	-
Transactions with owners of the Company:					
Issue of ordinary shares	-	-	-	-	-
Share premium	-	-	-	-	-
Stock dividend	-	-	-	-	-
Cash dividend	-	-	(6,632,695)	-	(6,632,695)
Transfer from revaluation surplus to retained earnings	-	-	638,135.00	(638,135)	-
Balance as at 30 June, 2020	663,269,460	433,059,200	272,085,984.68	535,629,237.00	1,904,043,882

TOSRIFA INDUSTRIES LIMITED

Statement of Changes in Equity
For the year ended 30 June, 2019

(Amount in Taka)

Particulars	Share capital	Share premium	Retained earnings	Revaluation surplus	Total
Balance as at 01 July, 2018	631,685,200	433,059,200	522,548,917	537,428,954	2,124,722,271
Total comprehensive income for the period					
Profit	-	-	7,787,306	-	7,787,306
Other comprehensive income	-	-	-	-	-
Transactions with owners of the Company:					
Issue of ordinary shares	-	-	-	-	-
Share premium	-	-	-	-	-
Stock dividend	31,584,260	-	(31,584,260)	-	-
Cash dividend	-	-	(31,584,260)	-	(31,584,260)
Transfer from revaluation surplus to retained earnings	-	-	1,161,582	(1,161,582)	-
Balance as at 30 June, 2019	663,269,460	433,059,200	468,329,284.34	536,267,372	2,100,925,316

Sd/-
Managing Director

Sd/-
Director

Sd/-
Head of Accounts

Sd/-
Company Secretary

Dated: 28 October 2020
Place: Dhaka

Sd/-
Shiraz Khan Basak & Co.
Chartered Accountant

TOSRIFA INDUSTRIES LIMITED

Statement of Cash Flow For the year ended 30 June 2020

Particulars	Notes	(Amount in Taka)	
		30 June 2020	30 June 2019
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		2,030,152,179	1,637,104,438
Cash receipts from other sources		26,693,406	32,250,054
Cash paid to suppliers, contractors and others		(1,895,093,990)	(1,642,444,201)
Finance costs		(140,999,037)	(76,069,324)
Income taxes paid		(13,464,513)	(9,464,904)
Net cash (used in)/generated by operating activities		7,288,045	(58,623,936)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for acquisition of property, plant and equipment		(64,000,062)	(445,005,408)
Payments for capital work-in-progress		-	-
Payments for acquisition of intangible assets		-	(302,220)
Net cash used in investing activities		(64,000,062)	(445,307,628)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from/(repayment of) long term loans		107,783,990	97,304,613
Proceeds from/(payment of) accepted liabilities for machinery		-	-
Proceeds from/(repayment of) short term loans		(82,300,661)	240,505,575
Current portion of Long term loan		7,926,966	125,175,465
Interest income		95,170	141,475
Payment of dividend		(6,583,241)	(34,274,341)
Proceeds from/(refund of) unsuccessful IPO application money		-	-
Net cash generated by financing activities		26,922,224	428,852,787
D. Net changes in cash and cash equivalents (A+B+C)		(29,789,793)	(75,078,778)
E. Cash and cash equivalents at the beginning of the year		130,786,956	208,326,336
F. Exchange Fluctuation loss (Net)		(1,186,660)	(2,460,602)
F. Cash and cash equivalents at the end of the year (D+E)		99,810,503	130,786,956
Net operating cash flow per share	36.00	0.11	(0.88)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Head of Accounts

Sd/-
Company Secretary

Dated: 28 October 2020
Place: Dhaka

Sd/-
Shiraz Khan Basak & Co.
Chartered Accountant

TOSRIFA INDUSTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2020

1.00 Corporate information of the reporting entity

"Tosrifa Industries Limited (hereinafter referred to as "the Company") is a public limited Company incorporated in Bangladesh on 27 August 2002 under the Companies Act, 1994 vide registration number C-46888 and has its registered address at Plot-91, Regency Palace (4th Floor), Block-K, Suhrawardy Avenue, Baridhara, Dhaka. The Company was initially registered as a private limited Company and subsequently converted into a public limited Company on 18 August 2011. It commenced its commercial operation in 2005. The industrial unit and the principal place of the business of the Company is located at 135 Gopalpur (Level 1-6), Munnu Nagar, Tongi, Gazipur. The fabric unit is located at holding -121/1, Block-H, Beraidhala, Sreepur, Gazipur. The Company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE)."

2.00 Nature of business

The Company operates an international standard industrial unit of readymade garments to carry on the business of knitting, dyeing, designing, manufacturing and marketing of readymade garments to deal in the foreign markets.

3.00 Financial statements and corporate reporting

These financial statements comprise a statement of financial position, a statement of profit or loss and other comprehensive income, a statement of changes in equity, a statement of cash flows and other explanatory notes covering the accounting policies applied.

3.01 Authorization for issue

These financial statements were authorized for issue by the Board of Directors of the Company on 28 October 2020.

4.00 Basis of preparation

4.01 Statement of compliance

The financial statements have been prepared in compliance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987, the Listing Regulations of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws as applicable and in accordance with the applicable International Financial Reporting Standards (IFRSs) including International Accounting Standards (IASs) as issued by International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Prior year financial statements were prepared in accordance with International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) which were adopted accounting standards from IASB.

4.02 Basis of measurement

These financial statements have been prepared on going concern basis. Unless otherwise specifically mentioned, historical cost principle has been followed for the purpose of these financial statements.

4.03 Going Concern

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

4.04 Components of the Financial Statements

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

- a) Statement of financial position as at 30 June, 2020;
- b) Statement of profit or loss and other comprehensive income for the period ended 30 June, 2020;
- d) Statement of changes in equity for the period ended 30 June, 2020;
- c) Statement of cash flows for the period ended 30 June, 2020;
- e) Notes, comprise a summary of significant accounting policies and other explanatory information for the period ended 30 June, 2020;

4.5 Applicable Accounting Standards & Financial Reporting Standards

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

Sl. No.	Name of the IAS	IAS's no.
1	Presentation of Financial Statements	1
2	Inventories	2
3	Statement of Cash Flows	7
4	Accounting policies, Changes in accounting Estimates and Errors	8
5	Events after the Reporting Period	10
6	Income Taxes	12
7	Property, Plant & Equipment	16
8	Leases	17
9	Revenue	18
10	Employee Benefits	19
11	The Effects of Changes in Foreign Exchange Rates	21
12	Borrowing Costs	23
13	Related Party Disclosures	24
15	Earnings Per Share	33
16	Impairment of Assets	36
17	Provision, Contingent Liabilities and Contingent Assets	37
18	Intangible Assets	38

Sl. No.	Name of the IFRS	IFRS No
1	Financial Instruments: Disclosures	7
2	Operating Segments	8
3	Financial Instruments	9
4	Fair Value Measurement	13

4.06 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka (Taka/Tk./BDT) which is also the functional currency of the Company. The amounts in these financial statements have been rounded off to the nearest Taka. Because of these rounding off, in some instances the totals may not match the sum of individual balances.

4.07 Accrual basis of accounting

These financial statements have been prepared under the accrual basis of accounting.

4.08 Use of estimates and judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions that

affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected thereby.

4.09 Reporting period

The financial statements of the company cover one year from 01 July, 2019 to 30 June, 2020.

4.10 Compliances with Local Laws

As required by the company, the management complies with the following major legal provisions in addition to the Companies Act 1994 and the Securities and Exchange rules 1987.

- (i) The Income Tax Ordinance 1984;
- (ii) The Income Tax Rules 1984;
- (iii) The Value Added Tax Act 1991;
- (iv) The Value Added Tax Rules 1991;
- (v) The Customs Act, 1969; and
- (vi) Bangladesh Labor Law, 2006. (Amendment 2013)

4.11 Comparative Information

Comparative information has been disclosed in accordance with IASs-1: Presentation of Financial Statements in respect of the previous period for all numerical information in the current financial statements as below:

- a) Statement of Financial Position as at the end of the preceding financial period;
- b) Statement of Profit or Loss and other Comprehensive Income for the comparable period of preceding financial period;
- c) Statement of Changes in Equity for the comparable period of preceding financial period; and
- d) Statement of Cash Flows for the comparable interim period of preceding financial period

The narrative and descriptive information where it is relevant for understanding of the current period financial statement has also represented.

Re-arrangement

Comparative figures have been rearranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liability as reported in the financial statement.

5.00 Significant accounting policies

Accounting policies set out below have been applied consistently to all periods presented in these financial statements. Comparative information has been rearranged wherever considered necessary to conform to the current period's presentation.

5.01 Current versus non-current classification

"The Company presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- i. expected to be realized or intended to be sold or consumed in normal operating cycle,
- ii. held primarily for the purpose of trading,
- iii. expected to be realized within twelve months after the reporting period, or
- iv. cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when it is:

- i. expected to be settled in normal operating cycle,
- ii. held primarily for the purpose of trading,
- iii. due to be settled within twelve months after the reporting period, or
- iv. there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax liabilities are classified as non-current liabilities."

5.02 Offsetting

The Company reports separately both assets and liabilities, and income and expenses, unless required by an applicable accounting standard or offsetting reflects the substance of the transaction and such offsetting is permitted by applicable accounting standard.

5.03 Property, plant and equipment

5.03.1 Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes, after deducting trade discount and rebates, and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the intended manner. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When major parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

5.03.2 Subsequent costs

The cost of replacing or upgradation 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 item will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced component is derecognized. The costs of the day to day servicing of property, plant and equipment are recognized in profit or loss as incurred.

5.03.3 Depreciation

No depreciation is charged on land and land developments as the land has unlimited useful life.

Depreciation on other items of property, plant and equipment is recognized on a diminishing balance method over the estimated useful life of each item of property, plant and equipment. Depreciation method, useful lives and residual values are reviewed at each period-end and adjusted if appropriate. Depreciation has been charged on addition of assets during the year when the assets available for use. The depreciation rate based on estimated useful lives of the items of property, plant and equipment for the current and comparative periods are as follows:

Particulars	June 30, 2020	June 30, 2019
	Rate	Rate
Plant and machinery	15%	15%
Motor vehicles	20%	20%
Furniture and fixtures	10%	10%
Office equipment	15%	15%
Building and civil works (RCC)	2.5%	2.5%

Fabric Department		
Plant and machinery		
Production Machinery - Dyeing	5%	5%
Lab Equipment	5%	5%
Utility Machinery - Dyeing	7.5%	7.5%
Effluent Treatment Plant	7.5%	7.5%
Electrical Sub-Station & Equipments- Dyeing	10%	10%
Furniture, Fixture & Equipment	10%	10%
Washing Machineries	5%	5%
Warehouse Storage	7.5%	7.5%

Building & civil works (RCC)		
Production Building	2.5%	2.5%
WTP & Chemical Store	2.5%	2.5%
Utility Building	2.5%	2.5%
Husk Boiler Building	5.0%	5.0%
Effluent Treatment Plant Building	2.5%	2.5%
Fabric store Building	2.5%	2.5%
Knitting Building	2.5%	2.5%

5.04 Capital work-in-progress

Capital work-in-progress (CWIP) consists of unfinished building and civil works at sites and capital plant and machinery.

5.05 Intangible assets

5.05.1 Recognition and measurement

Intangible assets that are acquired by the Company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized when all the conditions for recognition as per IAS 38 Intangible Assets are met. The cost of an intangible asset comprises its purchase price, import duties and non-refundable taxes and any directly attributable cost of preparing the asset for its intended use.

5.05.2 Subsequent costs

Subsequent costs are capitalized only when they increase the future economic benefits embodied in the specific asset to which they relate. All other costs are recognized in profit or loss as incurred.

5.05.3 Amortization

Amortization is recognized in profit or loss on a diminishing balance method over the estimated useful lives of intangible assets. The amortization rate based on estimated useful lives are as follows:

	June 30, 2020	June 30, 2019
	Rate	Rate
Software and applications	20%	20%
Website	20%	20%

Amortization methods, useful lives and residual values are reviewed at each period-end and adjusted, if appropriate.

5.06 Advances, deposits and prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deduction, adjustment or charges to other account heads such as property, plant and equipment, inventory or expenses.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to profit and loss account.

5.07 Financial instruments

Financial assets and liabilities are recognized on the statement of financial position when the Company has become a party to a contractual provision of the instrument.

5.08 Trade and other receivables

Trade and other receivables are stated at their nominal value and considered good. No provision has been made for doubtful debt and no amount was written off as bad.

5.09 Accrued income

Accrued income includes incomes which have been earned but not received during the reporting period.

5.10 Inventories

Inventories comprise of raw materials (yarn), raw materials (finished fabrics), raw materials (accessories), needle and spare parts, work-in-process, and finished goods. Inventories are stated at the lower of cost and net realizable value. The cost of inventories includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work in process, cost includes an appropriate share of production overheads based on normal operation capacity. Cost of inventories is determined by using the weighted average cost formula. Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

5.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash at banks, and other bank deposits free of encumbrance.

5.12 Share capital

Ordinary shares are classified as equity.

5.13 Loans

Interest bearing bank loans and overdrafts are recorded at the proceeds received net of direct issue costs. Finance charges are accounted for on an accrual basis.

5.14 Trade and other payables

Trade and other payables are stated at their nominal value.

5.15 Accruals, provisions and contingencies

"(a) Accruals

Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts due to employees. Accruals are reported as part of trade and other payables.

(b) Provisions

A provision is recognized in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date. Where the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

(c) Contingencies

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

5.16 Income tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

(a) Current tax

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. The applicable tax rate for the Company is currently 12% on its taxable income derived from export and 25% on taxable income derived from sources other than export. The company is a internationally recognized green buiding certified involve with 100% export oriented RMG business. accordig to the SRO no. 164-AIN/Income Tax/2020 dated , 06-07-2020 applicable tax rate on its busniess income is 10%.

(b) Deferred tax

Deferred tax is recognized in compliance with IAS 12 Income Taxes, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purpose and amounts used for taxation purpose. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the date of statement of financial position. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each period-end and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

5.17 Employee benefits

5.17.1 Worker's profit participants & welfare funds

The company contributed 5% of net profit before charging the amount to the aforementioned fund in accordance with the requirement of section 234 of labor Act 2006, (Amendment 2013).

5.18 Revenue recognition, measurement and presentation

"Revenue of the Company is derived from sale of goods (i.e. readymade garments) to foreign buyers through export and deemed export.

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognized when all the following conditions are satisfied:

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

5.19 Finance costs

The Company's finance costs include interest expenses on bank loans, and other borrowings. Interest expense is recognized using the effective interest method.

5.20 Foreign currency transactions

These financial statements are presented in Taka/Tk./BDT, which is Company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statement of financial position are translated into Taka at the exchange rate prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value was determined. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognized in profit or loss as per IAS 21 The Effects of Changes in Foreign Exchange Rates.

5.21 Related party transactions

The Company carried a number of transactions in arm length price with its related parties in the normal course of its business. The nature of those transactions and their total value have been disclosed in (Note 38).

5.22 Earnings per share

The Company presents basic and diluted (when dilution is applicable) earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for the effect of change in number of shares for bonus issue, share split and reverse split. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares. However, dilution of EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during the relevant periods.

5.23 Statement of cash flows

Cash flows from operating activities are presented under direct method in accordance with IAS-7 "Statement of Cash Flows". It has been also prepared in accordance with the Securities and Exchange Rules, 1987.

5.24 Events after the reporting period

Amounts recognized in the financial statements are adjusted for events after the reporting period that provide evidence of conditions that existed at the end of the reporting period. No adjustment is given in the financial statements for events after the reporting period that are indicative of conditions that arose after the reporting period. Material non-adjusting events are disclosed in the financial statements.

5.25 Segment Reporting

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

5.26 Impairment of Assets

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 period.

		Amount in Taka	
		30 June 2020	30 June 2019
6.00 Property, plant and equipment			
Cost			
Opening balance		3,675,685,105	2,173,162,688
Add: Addition during the year		77,018,924	1,502,522,417
		3,752,704,028	3,675,685,105
Less: Disposal /Transfer during the year		-	-
Closing balance		3,752,704,028	3,675,685,105
Depreciation			
Opening balance		460,666,087	372,810,155
Add: Addition during the year		131,393,707	87,855,932
		592,059,794	460,666,087
Less: Adjustment during the year		-	-
Closing balance		592,059,794	460,666,087
Written Down Value		3,160,644,234	3,215,019,017
Details have been shown in Annexure-A			
7.00 Capital work-in-progress			
Opening balance		-	1,036,462,941
Add: Addition during the year		-	1,136,602,652
		-	2,173,065,593
Less: Transferred to PPE during the year		-	2,173,065,593
Closing balance		-	-
This is made up as follows:			
Building and civil works (dyeing unit project)		-	-
Plant and machinery - dyeing		-	-
		-	-
8.00 Intangible Assets			
Cost			
Opening balance		5,604,345	5,302,125
Add: Addition during the year		-	302,220
		5,604,345	5,604,345
Less: Adjustment during the year		-	-
Closing balance		5,604,345	5,604,345
Amotization			
Opening balance		3,095,975	2,500,436
Add: Addition during the year		501,674	595,539
		3,597,649	3,095,975
Less: Adjustment during the year		-	-
Closing balance		3,597,649	3,095,975
Carrying amount		2,006,696	2,508,370
Details have been shown in Annexure-B			
9.00 Advances, Deposits and Prepayments			
Advances			
Advance against salary	Note: 9.01	1,252,555	863,210
Advance against expenses	Note: 9.02	27,726,901	55,089,578
Advance against purchase	Note: 9.03	7,783,190	7,347,927
Advance against building construction	Note: 9.04	14,591,016	28,258,704
		51,353,662	91,559,419
Deposits			
Security deposits	Note: 9.05	19,115,641	16,854,841
LC margin		1,020,800	6,191,800
		20,136,441	23,046,641
Advance Against Mobile			
Advance Against Mobile		14,047	6,444
		14,047	6,444
Prepayments			
Prepaid insurance		2,735,980	3,061,575
		2,735,980	3,061,575
		74,240,130	117,674,079

		Amount in Taka	
		30 June 2020	30 June 2019
9.01	Advance against salary		
	Abul Basher	40,000	-
	Advance Against OT & Others	435,616	-
	AKM Shahalam	25,000	35,000
	Atiqur Rahman	80,000	70,000
	Bashir Driver	-	7,500
	Biswajit Saha	-	14,733
	Farhana Amin	9,000	-
	Golzar Alam	55,000	85,000
	Hasibuddin Ahmed	88,000	-
	Jahidul Islam	25,000	-
	Mahesh	120,000	-
	Joyal Abedin (Office Assistant)	-	2,000
	M.A. Jalil Sikder	40,000	-
	Mainuddin	-	24,000
	Mamunur Rashid	10,000	45,000
	Mizanur Rahman	38,129	108,167
	Mohaimanul Islam	-	10,500
	Moshiur Rahman Palash	-	150,000
	Omar Ali	52,000	42,000
	Omit Sarker	25,000	43,000
	Ramjan Ali	9,000	12,000
	Rashel-Office Asst	28,810	6,250
	Rezaul Karim	18,000	-
	Rustom Ali	8,000	-
	S.K. Arif Ahmed	70,000	150,000
	Shahabuddin	-	20,000
	Shamim Azaz	22,000	25,000
	Shamsul Alam	50,000	-
	Touhidul Islam	-	5,060
	Touhidul Islam (Supervisor)	4,000	8,000
		1,252,555	863,210

		Amount in Taka	
		30 June 2020	30 June 2019
9.02 Advance against expenses			
Adex Corporation Limited	-	20,341	
AG Hi-Tech Ltd.	35,000.0	-	
Ahsanullah & Co.	-	530,000	
A L M Tensile Membrane Structure Ltd.	311,875	511,875	
Arabi Fashion Ltd.	1,974.0	-	
Axis Automation & Industrial Solution	20,000.0	-	
Bangladesh Building Systems Ltd.	-	193,199	
Binimoy Textile limited	690,464.0	2,315,247	
Biplob	100,000.0	171,974	
Bok Bangladesh	24,400.0	-	
Bismillah Engineering Workshop	-	192,500	
Butterfly Marketing Ltd.	-	161,835	
Conforce Limited	33,036.0	4,654,497	
Dehsar Works	285,000	315,000	
Easy Software Solutions	-	10,000	
Elite Force	10,000.0	-	
Energypac Electronics Ltd	130,000.0	180,000	
Esquire Knit Composite Ltd	4,000.0	101,560	
Euro Enterprise	95,905	-	
Ferdous Rahman	500,000	-	
Evergreen Technology Co. Ltd.-Satrang	40,000	-	
Europrinters Ltd	-	21,000	
Famkam Printing Ltd.	123,900.0	102,900	
Farnoor Garments Limited	752,184.0	428,266	
Ford Automobile Limited	125,000.0	175,000	
Freudenberg & Vilene International Ltd.	24,272.0	-	
Gazi Tanks_AP_Others	192,250	133,650	
Greenland Engineering & Tractor Company	7,200.0	94,500	
Good Star Automobiles	202,600.0	-	
Imap Export SPA (Original Marines)	-	12,788,790	
Infrastructure Development Company Ltd.	58,750.0	28,750	
ITS Labtest Bangladesh Ltd	26,112.0	-	
J. K. Power Pac	900,000.0	-	
Jahangir Alam	3,050,000.0	3,000,000	
Janani Printing & Design	100,000	-	
Kazi Khan (Land)	11,000,000	10,000,000	
Khan Global	27,000.0	-	
Lisky Technology (BD) Ltd	503,150.0	703,150	
Logic Software Ltd.	2,400,000.0	2,200,000	
Mahabub	15,600.0	-	
Maheen Enterprise	25,000.0	-	
Mcdry Desiccant Ltd.	-	21,000	
Mohammed Trading_AP_Satrang	540.0	33,263	
Mr. Asad	21,000.0	-	
Maruf Enterprise	30,000.0	-	
M/S Zaman Traders	-	128,000	
MGH Logistics Private Ltd.	156,706.0	-	
N.A.Z Bangladesh Ltd_AP_Sub	-	341,451	
National Polymer Industries Ltd._AP_Others	113,653.0	13,517	
Neo Technology	227,000.0	-	
Neoformation Architects_AP_Others	-	445,000	
Nitol Motors Limited	2,624,762.0	2,424,762	
Rabeya Quader	261,520.0	254,290	
Rabeya Quader Chowdhury Enterprise	-	38,763	
Rafiz Engineering Works	42,500.0	82,500	
Regular Activities Ltd	300,000.0	-	
RSS Home Depot	88,125.0	48,000	
Saimin Water Solutions & Technologies	-	162,500	
Sajeda Tin Ghar	-	-	
Sarker Steel Ltd_AP_Others	150,000.0	200,000	
Shah Mohammed	368,400.0	-	
Shahiduzzaman	373,250.0	-	
Shamim Alam	853.0	-	
Square Fashion Ltd	-	2,705	
ST Gas Construction Co.	-	4,600,000	
Oyshi Enterprise	30,000.0	-	
Tex Solution	627,500.0	777,500	
Textile Engineering & Consultancy Service	-	2,870,537	
The Successors	-	3,435,756	
Virtual Knitwear Limited	1,264.0	-	
Viyellatex Ltd	124,156.0	-	
Yousuf Engineering Works	115,000	-	
Zaman Traders	256,000.0	176,000	
	27,726,901	55,089,578	

		Amount in Taka	
		30 June 2020	30 June 2019
9.03	Advance against purchase		
	Mr. Ashraful Alam Shohag	308,935	-
	Mr. Firoz Kabir Jewel	65,000	-
	Mr. Gitendra Chandra Gosh	-	230,440
	Mr. Hasibul Alam	31,500	-
	Mr. Kamruzzaman	5,121,295	5,120,000
	Mr. Omar Farooq	660,316	1,330,446
	Mr. Rupok	101,402	212,402
	Mr. Syed Rashedul Haque	-	178,700
	Mr. Shahabuddin	1,200,000	-
	Mr. Nizamul Islam	293,438	55,535
	Mr. Zaid Al Refai	1304	220,404
		7,783,190	7,347,927
9.04	Advance against building construction		
	A-One Polymer Ltd.	177,138	-
	Babel Enterprise	2,843,780	3,515,418
	BBS Cables Ltd.	250,000	329,099
	Bengal Bricks Corporation	-	191,900
	Carnival Inc	187,040	-
	Choya Furniture	25,000	-
	Dayamoy Trading	217,480	257,480
	Dapang Industry	208,250	-
	Delowar Trading Corporation	1,700	-
	Dominus Technologies	300,000	-
	Dysin International Ltd.	21,000	-
	Energy Pac Electronics Ltd.	77,399	-
	Energypac Engineering Ltd.	180,000	-
	Japanese ETP Consulting	-	1,850,000
	KSRM Steel Plant Ltd	-	1,279,030
	Lafarge Surma Cement Ltd	88,870	-
	M.I. Cement Factory Ltd	359,760	-
	Mir Concrete Products Ltd	498,500	-
	Mirpur Ceramic Works Ltd.	121,510	81,510
	National Polymer Ind. Ltd.	118,065	73,065
	NDE Ready Mix Concrete Ltd	1,000,854	3,460,865
	Neoformation Architects	-	10,335,000
	Rafiz Engineering Works	355,000	400,000
	Rangpur Metal Industries Ltd	55,147	-
	Shaheen Bricks Manufacturing	609,000	-
	Shohel & Brothers Pte Ltd	546,453	-
	Square Fashion Ltd	2705	-
	SSR Consultants	464,300	-
	Star Ceramics Ltd.	2,590,261	3,195,261
	Superior Builders And Engineers Ltd.	2,110,000	3,290,076
	SML Packaging Solutions Bangladesh Ltd.	1,728	-
	Term Trading	1,180,076	-
		14,591,016	28,258,704

		Amount in Taka	
		30 June 2020	30 June 2019
9.05 Security deposits			
Security deposit to BTCL		8,600	8,600
Security deposit to DESCO		9,959,336	9,959,336
Security deposit to Titas Gas		8,647,705	6,386,905
Security deposit to CDBL		500,000	500,000
		<u>19,115,641</u>	<u>16,854,841</u>
10.00 Trade and other receivables			
Opening balance		392,928,779	71,543,032
Add: Export & Deemed export during the year		1,956,716,491	1,958,490,185
		<u>2,349,645,270</u>	<u>2,030,033,217</u>
Less: Proceeds realized during the year		2,030,152,179	1,637,104,438
		<u>319,493,091</u>	<u>392,928,779</u>
The closing balance consists of as follows:			
Carrefour Import SAS		54,232,473	-
Clover Collections Ltd. (Next)		5,209,428	-
El Corte Ingles S.A.		-	44,598,990
IMAP Export S.P.A		-	148,855,614
Gustav Daiber GMBH		4,769,421	-
LPP S.A		1,682,811	-
Lifco S.A.L		-	5,010,134
OM France S.A.S.		82,208,934	-
MQ Retail AB		1,286,086	7,168,144
SDV Polska SP. ZO. O.		5,263,631	-
Mustang Apparel Limited		-	6,461,805
Next Sourcing Ltd.		-	7,194,010
Sports Master Ltd.		90,837,762	131,320,921
Toray International Inc.		24,513,931	304,530
Advanced Composite Textile Ltd		268,907	2,649,660
Anlima Textile Limited		-	1,205,937
Aswad composite Mill Ltd		-	-
Blue Planet Fashionwear Limited		4,128,544	2,677,855
Comfit Composite Knit Ltd.		3,132,872	-
Continental Garments Ind. (Pvt.) Ltd.		-	-
Cute Dress Industry Ltd.		2,688,000	-
Dal knitware Ltd		-	240,659
Direct Sports and Leisurewear(BD)Ltd		380,700	-
Fashion Asia Ltd.		32,369,821	11,830,423
Hams Garments Ltd.		-	2,158,552
Khantex Fashions Limited _ AR		-	-
Kenpark Bangladesh PVT Ltd.		-	1,728,450
Lantabur Apparels Ltd._AR		-	-
Meghna Knit composite Ltd		800,000	3,758,913
Mondol Fabrics Ltd		-	4,126,091
Multitex Knit Composite Ltd.		800,000	-
Niagra Textile Ltd		-	-
One Composite Mills Ltd.		-	-
Park Scene Bangladesh Ltd		-	-
Ragadi Textile Ltd		-	508,395
RBSR Fashion Ltd.		3,569,166	1,997,355
Renaissance Apparels Ltd.		1,350,604	-
Sonnet Textile Industries Ltd		-	4,855,874
Taqwa Fabrics Ltd.		-	1,199,054
Taratex Fashion Ltd.		-	3,077,413
		<u>319,493,091</u>	<u>392,928,779</u>

Aging schedule:

0 - 6 months	> 6 months		Total
319,493,091	-		319,493,091

Information about trade receivables as per requirement of Schedule XI, Part I, Paragraph 4 of the Companies Act, 1994:

Debtors have been stated at their nominal value. Debtors are accrued in the ordinary course of business.

(i) Debt considered good in respect of which the company is fully secured

Trade receivables accrued in the ordinary course of business are considered good and secured against confirmed LC.

(ii) Trade receivables considered good for which the company hold no security other than the personal security

There is no such trade receivables as on 30 June 2020.

(iii) Trade receivables considered doubtful or bad

The Company did not make any provision for doubtful debt as on 30 June 2020, because of the fact that sales/exports are being based on 100% confirmed letter of credit with fixed maturity dates.

(iv) Trade receivables due by directors or other officers of the company

There is no such trade receivables as on 30 June 2020

(v) Trade receivables due by Common Management

There is no such trade receivables as on 30 June 2020.

(vi) Reserve for doubtful debts

There is no such reserve created as on 30 June 2020.

11.00 Accrued income

Accrued interest income		-
Accrued cash incentive	-	9,865,506
	-	9,865,506

12.00 Inventories

Raw materials (yarn)	160,489,818	208,851,536
Raw materials (finished fabrics)	40,674,767	41,907,252
Raw materials (accessories)	7,320,151	13,555,765
Raw materials (Dyes & Chemicals)	30,375,930	40,930,881
Needle and spare parts	9,494,322	10,183,612
Work-in-process	133,098,424	87,361,873
Finished goods (garments)	69,943,878	60,723,107
	451,397,290	463,514,027

Disclosure of quantities as per requirement under Schedule XI, Part II, Paragraph 3 of the Companies Act, 1994:

Items	Unit	30 June, 2020		30 June, 2019	
		Opening (Qty)	Closing (Qty)	Opening (Qty)	Closing (Qty)
Raw materials (yarn)	KG	767,382	610,150	617,246	767,382
Raw materials (accessories)*	-				
Raw materials (finished fabrics)	KG	96,911	101,389	38,941	96,911
Finished goods (garments)	PCS	233,604	450,411	109,899	233,604
Needle and spare parts*	-				
Work-in-process	PCS/KG	406,785	686,759	153,158	406,785

* Quantity-wise breakup of raw materials (accessories), and needle and spare parts could not be given as it is difficult to quantify each item in a separate and distinct category due to large variety of raw materials (accessories), and needle and spare parts.

13.00 Cash and cash equivalents

Cash in hand	Note 13.01	6,083,231	6,838,179
Cash at bank	Note 13.02	93,727,272	123,948,777
		99,810,503	130,786,956

13.01 Cash in hand

Cash at head office	4,067,738	6,266,580
Cash at factory	2,015,493	571,599
	6,083,231	6,838,179

13.02 Cash at bank

Name of the bank/NBFI	Branch	Type of Account	Account Number	Amount in Taka	
				30 June, 2020	30 June, 2019
Dutch Bangla Bank Ltd.	Banani	CD	1031100034643	6,059,939	1,126,721
Prime Bank Ltd	Banani	CD	13211060000614		158,607
Prime Bank Ltd	Banani	FC (ERQ)	13251050006186	-	3,637
Prime Bank Ltd	Banani	STD	13231030025488		73,606
AB Bank Ltd	Kakrail	STD	4009-78-5851-430	-	4,117
City Bank Ltd	Gulshan	CD	1101495932001	895,989	4,688,578
City Bank Ltd	Gulshan	FC (ERQ)	5121495932001	842,879	2,124,788
City Bank Ltd	Gulshan	Margin	1000241001108	33,244,115	82,211,320
City Bank Ltd	Gulshan	SND/Dividend	3101703841001	6,363	6,454
Eastern Bank Ltd.	Gulshan	CD	1041070005263	(4,120,453)	155,592
Mutual Trust Bank Ltd*	Gulshan	STD	320002679	2,939,284	2,861,698
Mutual Trust Bank Ltd*	Gulshan	FC	0002-0260000704	215,063	213,909
Mutual Trust Bank Ltd*	Gulshan	Dividend	0002-0320003543	7,186	8,106
Mutual Trust Bank Ltd*	Gulshan	Dividend/17	0002-0320003785	11,253	14,451
Mutual Trust Bank Ltd*	Gulshan	Dividend/18	0002-0320004113	8,224	23,013
Mutual Trust Bank Ltd*	Gulshan	Dividend/19	0002-0320004328	172,181	-
Mutual Trust Bank Ltd	Gulshan	CD	0220210010605	6,629	1,177,057
Standard Chartered Bank	Gulshan	ERQ	42130804801	3,949,994	110,267
Standard Chartered Bank	Gulshan	Margin	46130804801	49,488,627	28,986,856
Total				93,727,272	123,948,777

* These balances represent unclaimed portion of refundable amount and unclaimed dividend.

The balances of foreign currency accounts have been converted considering the prevailing rate of respective banks as on the reporting date.

Name of the bank	Branch	Account Number	Currency	Amount USD	Translation rate	Amount in Taka	
						June 30, 2020	June 30, 2019
Prime Bank Ltd	Banani	13251050006186	USD			-	3,636.561
Standard Chartered Bank	Gulshan	46-1308048-01	USD	\$ 589,501.21	83.95	49,488,627	28,986,856
Standard Chartered Bank	Gulshan	42-1308048-01	USD	\$ 47,051.75	83.95	3,949,994	110,267
Mutual Trust Bank Ltd	Gulshan	0002-0260000704	USD	\$ 2,566.39	83.80	215,063	213,909
City Bank Ltd	Gulshan	5121495932001	USD	\$ 10,028.30	84.05	842,879	2,124,788
City Bank Ltd	Gulshan	Margin	USD	\$ 395,527.84	84.05	33,244,115	82,211,320
Total				\$ 1,044,675.49		87,740,678	113,650,776

14.00 Share capital

Authorized capital:

(Divided into 100,000,000 ordinary shares of BDT 10.00 each)

Amount in Taka	
30 June 2020	30 June 2019

1,000,000,000	1,000,000,000
663,269,460	663,269,460

Issued, subscribed and paid-up capital:

(Divided into 6,63,26,946 ordinary shares of BDT 10.00 each)

Shareholding position as on 30 June 2020:

Name of shareholders	No. of ordinary	Face value per share	Amount in Taka	
			30 Jun, 2020	30 Jun, 2019
Ms. Tosrifa Ahmed*	2	10.00	20	4,637,870
Ms. Anjuman Ara Begum	3,500,000	10.00	35,000,000	53,498,650
Ms. Lyra Rizwana Quader	5,978,050	10.00	59,780,500	69,780,500
Mr. Mohim Hassan	3,245,543	10.00	32,455,430	22,455,430
Mr. Naim Hassan	4,095,408	10.00	40,954,080	22,455,430
Mr. Rafiq Hassan	2,121,786	10.00	21,217,860	21,217,860
Mr. Sayeed Hassan	548,451	10.00	5,484,510	846,660
Northern Corporation Ltd.	13,482,000	10.00	134,820,000	134,820,000
Other than sponsors	33,355,706	10.00	333,557,060	333,557,060
	66,326,946		663,269,460	663,269,460

On 28-April-2019 total 32,46,498 shares (30,91,903 original shares and 1,54,595 bonus shares) of honorable late Sponsor of the Company Mrs. Tosrifa Ahmed (who died on 07.04.2016) have been transmitted in the accounts of her legal successors in the following manner as per succession certificate issued by the Honorable Court:

On 28-April-2019 4,63,785 shares each to her sons Feroz M. Hassan, Faruque Hassan, Mohim Hassan (Sponsor Director), Naim Hassan (Sponsor Director), Sayeed Hassan (Sponsor) and Rafiq Hassan (Sponsor Director) and 2,31,893 shares each to her daughters Abeda Rahman and Shameem Ara Begum. Except Sayeed Hassan all other legal successors received their shares.

Then on 29-November-2019 Sayeed Hassan received his 4,63,785 shares from Late Tosrifa Ahmed. Due to fraction issues 2 Shares still now remain in account of Late Tosrifa Ahmed.

Shareholding position on the basis of Group:

Group name	Number of shareholders	Number of shares	Ownership (%)
Company	32	14,950,094	22.54%
General public	7,282	18,405,612	27.75%
Sponsors/Directors	8	32,971,240	49.71%
Total	7,322	66,326,946	100.00%

Shareholding position on the basis of Range:

Shareholding range	Number of shareholders	Number of shares	Ownership (%)
1-500	4,101	1,105,117	1.67%
501-5000	2,466	1,326,476	2.00%
5001-10000	330	1,120,272	1.69%
10001-20000	190	1,261,651	1.90%
20001-30000	36	835,743	1.26%
30001-40000	46	781,428	1.18%
40001-50000	18	379,707	0.57%
50001-100000	64	2,192,486	3.31%
100001-1000000	62	9,528,066	14.37%
1000001-1000000000	9	47,796,000	72.06%
Total	7,322	66,326,946	100.00%

		Amount in Taka	
		30 June 2020	30 June 2019
15.00	Share premium		
	Share premium	433,059,200	433,059,200
Share premium received against 24,566,200 ordinary shares issued to other than sponsors at each BDT 16.00 and 2,000,000 shares issued to placement each BDT 20.00			
16.00	Retained earnings		
	Opening balance	468,329,284.34	522,548,917
	Add: Transferred from revaluation surplus	638,135	1,161,582
	Add: Net profit/(loss) during the year	(190,248,740)	7,787,306
		278,718,680	531,497,804
	Less: Dividend	6,632,695	63,168,520
		272,085,984.68	468,329,284
17.00	Revaluation surplus		
	Opening balance	536,267,372	537,428,954
	Less: Transfer to retained earnings from building and civil works	638,135	1,161,582.00
		535,629,237	536,267,372
Breakup of closing balance:			
	Revaluation surplus for land and land development	414,400,000	414,400,000
	Revaluation surplus for building and civil works	121,229,237	121,867,372
		535,629,237	536,267,372

17.01 Revaluation surplus as on 30 June 2011

Group of PPE	Amount in Taka		
	Depreciated historical cost	Depreciated current cost	Revaluation surplus
Land and land development	53,751,501	468,151,501	414,400,000
Building and civil works	228,894,119	371,699,362	142,805,243
Total	282,645,620	839,850,863	557,205,243

The revaluation of land and land development, and building and civil works has been done by Saha Mazumder & Co., Chartered Accountants considering the cut off date 30 June 2011 and signed on 10 November 2011.

Method of valuation:

a) Valuation of land

i) Land was valued on the basis of "FAIR MARKET VALUE" which is the amount in terms of money which the property would bring in a competitive and open market under all conditions requisite to a fair sale, the buyer and seller, each acting prudently, knowledgeable and assuming the price is not affected by undue stimulus. Market prices were obtained from local sources. Opinion based on discussion with the deed writers, income tax and gain tax personnel and officials of sub registrars' office were taken into consideration for the purpose of revaluation.

ii) Prevailing rate of buying and selling of lands during last six months in and around Mouza: Gopalpur, Tongi, Gazipur were also compared with the land property under appraisal giving due consideration to different factors including location, size, shape, bargaining allowance and other market constraints.

b) Valuation of building and civil works

i) The building constructions of company which are situated on the above mentioned land have been physically verified. The building has been revalued based on Current Cost Accounting (CCA) method.

ii) This cost has been ascertained considering factors, like the basis of the type of structure, price at which building materials, technical and non-technical labor, cost of transportation etc. are available at site, the quality of materials used in construction, workmanship, the quality of their maintenance and the accumulated depreciation thereon for the expired portion of their effective lives and the present condition of the assets in question and other relevant factors.

iii) Cost of construction of similar buildings and other constructions were obtained from local sources available, and independent engineering consultants. The total value of buildings and civil construction has been ascertained at BDT 371,699,362.

18.00 Long term loans (secured), net of current portion

The long term loans are with The City Bank Ltd., Gulshan Avenue Branch, 136 Gulshan Avenue, Gulshan, Dhaka, Bangladesh. The purpose of the term loan of The City Bank Ltd is to construction of building and import and local procurement of capital machinery for green dyeing project.

All these loans are secured by land, building, furniture, fixture, plant and machinery, personal guarantee of Directors and corporate guarantee, all present and future fixed and floating assets (excluding stock & book debts).

Purpose of loan	Bank Name and Account Number	Interest rate p.a.	Maximum tenor	Repayment clause
Long term loan for civil construction	The City Bank Ltd	9.00%	7 years including 18 months moratorium period.	Principal amount will be paid in 22 equal quarterly installments & interest will be serviced on quarterly basis.
Long term loan for Machinery	The City Bank Ltd.	9.00%	7 years including 18 months moratorium period.	Principal amount will be paid in 22 equal quarterly installments & interest will be serviced on quarterly basis.
Long term loan for Machinery	IDCOL	5%	6 years including 18 months moratorium period.	Principal amount will be paid in 18 equal quarterly installments & interest will be serviced on quarterly basis.

This balance consists of as follows:
Term Loan with The City Bank Ltd (Civil Construction)
Term Loan with The City Bank Ltd (Machine)
Term Loan with The City Bank Ltd (Stimulus)
Term Loan with IDCOL (Machine)

Note-18.01
Note-18.02
Note-18.03

Less : Current portion of long term loan
Net current liability

Amount in Taka	
30 Jun, 2020	30 Jun, 2019
306,537,319	354,960,158
617,558,586	500,350,462
49,798,517	
50,993,015	53,865,861
1,024,887,437	909,176,481
143,037,894	135,110,928
881,849,543	774,065,553

18.01 Long Term Loan (Civil Construction)

		Amount in Taka	
		30 June, 2020	30 June, 2019
The City Bank Ltd	LTL_9471495932005	6,857,615	7,878,341
The City Bank Ltd	LTL_9471495932006	15,854,541	18,204,896
The City Bank Ltd	LTL_9471495932007	15,854,393	18,204,896
The City Bank Ltd	LTL_9471495932009	5,005,498	5,750,051
The City Bank Ltd	LTL_9471495932010	2,154,027	2,472,280
The City Bank Ltd	LTL_9471495932011	2,611,248	2,997,867
The City Bank Ltd	LTL_9471495932012	15,852,800	18,204,880
The City Bank Ltd	LTL_9471495932014	2,433,799	2,791,692
The City Bank Ltd	LTL_9471495932015	1,408,985	1,614,561
The City Bank Ltd	LTL_9471495932016	15,863,682	18,203,501
The City Bank Ltd	LTL_9471495932017	6,152,046	7,062,802
The City Bank Ltd	LTL_9471495932018	849,729	964,745
The City Bank Ltd	LTL_9471495932019	375,618	427,915
The City Bank Ltd	LTL_9471495932020	10,281,976	11,701,816
The City Bank Ltd	LTL_9471495932021	33,191,852	37,816,441
The City Bank Ltd	LTL_9471495932026	671,775	764,530
The City Bank Ltd	LTL_9471495932027	7,537,279	8,523,705
The City Bank Ltd	LTL_9471495932028	12,732,680	14,388,128
The City Bank Ltd	LTL_9471495932029	11,587,096	13,091,599
The City Bank Ltd	LTL_9471495932031	6,884,059	7,801,019
The City Bank Ltd	LTL_9471495932032	4,667,310	5,287,848
The City Bank Ltd	LTL_9471495932033	1,382,425	1,563,599
The City Bank Ltd	LTL_9471495932034	2,469,211	2,795,797
The City Bank Ltd	LTL_9471495932035	2,945,087	3,327,063
The City Bank Ltd	LTL_9471495932036	5,280,426	6,063,584
The City Bank Ltd	LTL_9471495932037	4,815,590	5,442,718
The City Bank Ltd	LTL_9471495932038	2,842,180	3,210,828
The City Bank Ltd	LTL_9471495932039	-	12,486,665
The City Bank Ltd	LTL_9471495932040	3,192,294	3,606,858
The City Bank Ltd	LTL_9471495932044	10,102,471	11,213,306
The City Bank Ltd	LTL_9471495932046	5,188,522	5,763,774
The City Bank Ltd	LTL_9471495932047	9,883,844	10,970,760
The City Bank Ltd	LTL_9471495932049	4,290,530	4,766,059
The City Bank Ltd	LTL_9471495932053	6,035,025	6,481,426
The City Bank Ltd	LTL_9471495932055	2,632,251	2,825,275
The City Bank Ltd	LTL_9471495932057	2,662,742	3,172,340

		Amount in Taka	
		30 June, 2020	30 June, 2019
The City Bank Ltd	LTL_9471495932060	958,516	1,010,051
The City Bank Ltd	LTL_9471495932061	1,169,404	1,319,685
The City Bank Ltd	LTL_9471495932062	2,354,294	2,485,224
The City Bank Ltd	LTL_9471495932063	5,387,564	5,691,205
The City Bank Ltd	LTL_9471495932064	2,100,864	2,217,505
The City Bank Ltd	LTL_9471495932065	5,805,739	5,940,493
The City Bank Ltd	LTL_9471495932067	1,397,358	1,427,581
The City Bank Ltd	LTL_9471495932068	-	1,028,208
The City Bank Ltd	LTL_9471495932069	4,672,127	4,855,501
The City Bank Ltd	LTL_9471495932070	5,616,958	5,838,176
The City Bank Ltd	LTL_9471495932071	1,156,785	1,181,392
The City Bank Ltd	LTL_9471495932076	2,328,153	2,379,686
The City Bank Ltd	LTL_9471495932082	1,335,623	1,302,436
The City Bank Ltd	LTL_9471495932083	1,627,281	1,587,442
The City Bank Ltd	LTL_9471495932084	573,015	559,472
The City Bank Ltd	LTL_9471495932085	4,620,664	4,512,384
The City Bank Ltd	LTL_9471495932087	1,063,251	1,877,794
The City Bank Ltd	LTL_9471495932088	-	893,730
The City Bank Ltd	LTL_9471495932091	1,468,008	1,432,050
The City Bank Ltd	LTL_9441495932001	3,085,465	3,184,492
The City Bank Ltd	LTL_9441495932004	2,491,103	2,503,749
The City Bank Ltd	LTL_9441495932009	2,808,936	2,744,934
The City Bank Ltd	LTL_9441495932014	2,069,646	2,021,836
The City Bank Ltd	LTL_9441495932021	2,751,575	2,688,839
The City Bank Ltd	LTL_9441495932026	2,350,912	2,296,386
The City Bank Ltd	LTL_9441495932030	2,757,662	2,739,396
The City Bank Ltd	LTL_9441495932037	1,416,789	1,396,945
The City Bank Ltd	LTL_9441495932042	619,020	-
		306,537,319	354,960,158

18.02 Long Term Loan (Machine)

The City Bank Ltd	LTL_9471495932001	-	15,540,845
The City Bank Ltd	LTL_9471495932002	740,757	887,793
The City Bank Ltd	LTL_9471495932003	19,070,149	22,585,070
The City Bank Ltd	LTL_9471495932004	-	63,680,847
The City Bank Ltd	LTL_9471495932008	3,834,725	4,404,209
The City Bank Ltd	LTL_9471495932013	3,078,537	3,534,728
The City Bank Ltd	LTL_9471495932022	8,400,546	9,559,468
The City Bank Ltd	LTL_9471495932023	8,400,469	9,559,464
The City Bank Ltd	LTL_9471495932024	8,400,418	9,559,464
The City Bank Ltd	LTL_9471495932025	384,050	746,519
The City Bank Ltd	LTL_9471495932030	2,488,504	2,883,352
The City Bank Ltd	LTL_9471495932041	1,723,979	1,945,702
The City Bank Ltd	LTL_9471495932042	1,834,511	2,103,419
The City Bank Ltd	LTL_9471495932043	1,002,632	1,139,407
The City Bank Ltd	LTL_9471495932045	464,518	524,874
The City Bank Ltd	LTL_9471495932048	1,956,216	2,265,915
The City Bank Ltd	LTL_9471495932050	16,416,709	19,030,781
The City Bank Ltd	LTL_9471495932051	9,578,453	10,451,477
The City Bank Ltd	LTL_9471495932052	11,381,635	12,948,476
The City Bank Ltd	LTL_9471495932054	1,677,458	1,941,269
The City Bank Ltd	LTL_9471495932056	-	3,153,233
The City Bank Ltd	LTL_9471495932058	2,335,239	2,656,909
The City Bank Ltd	LTL_9471495932059	2,024,801	2,287,420
The City Bank Ltd	LTL_9471495932066	2,353,403	2,406,379
The City Bank Ltd	LTL_9471495932072	1,342,842	1,514,940
The City Bank Ltd	LTL_9471495932073	1,960,003	2,002,400
The City Bank Ltd	LTL_9471495932074	9,532,712	10,932,913
The City Bank Ltd	LTL_9471495932075	898,450	964,480
The City Bank Ltd	LTL_9471495932077	4,538,308	4,640,258
The City Bank Ltd	LTL_9471495932078	-	3,666,310
The City Bank Ltd	LTL_9471495932079	2,581,897	2,962,387

		Amount in Taka	
		30 June, 2020	30 June, 2019
The City Bank Ltd	LTL_9471495932080	2,886,240	3,284,662
The City Bank Ltd	LTL_9471495932081	1,405,831	1,587,171
The City Bank Ltd	LTL_9471495932086	-	1,132,867
The City Bank Ltd	LTL_9471495932089	7,043,603	7,561,209
The City Bank Ltd	LTL_9471495932090	-	2,324,153
The City Bank Ltd	LTL_9471495932092	-	2,663,426
The City Bank Ltd	LTL_9471495932093	3,850,815	4,383,485
The City Bank Ltd	LTL_9471495932094	-	15,311,288
The City Bank Ltd	LTL_9471495932095	1,647,635	1,860,732
The City Bank Ltd	LTL_9471495932096	8,908,380	8,703,190
The City Bank Ltd	LTL_9471495932097	-	5,373,723
The City Bank Ltd	LTL_9491495932001	343,013,100	-
The City Bank Ltd	LTL_9491495932002	15,789,297	-
The City Bank Ltd	LTL_9441495932002	-	1,237,606
The City Bank Ltd	LTL_9441495932003	-	2,568,729
The City Bank Ltd	LTL_9441495932005	574,729	588,136
The City Bank Ltd	LTL_9441495932006	1,084,867	1,162,905
The City Bank Ltd	LTL_9441495932007	2,672,806	2,611,144
The City Bank Ltd	LTL_9441495932008	-	14,962,433
The City Bank Ltd	LTL_9441495932010	1,896,898	1,852,405
The City Bank Ltd	LTL_9441495932011	-	2,171,576
The City Bank Ltd	LTL_9441495932012	4,370,449	4,339,994
The City Bank Ltd	LTL_9441495932013	1,489,214	1,453,753
The City Bank Ltd	LTL_9441495932015	3,772,358	3,687,148
The City Bank Ltd	LTL_9441495932016	-	6,895,273
The City Bank Ltd	LTL_9441495932017	-	2,684,804
The City Bank Ltd	LTL_9441495932018	478,562	485,304
The City Bank Ltd	LTL_9441495932019	582,566	636,520
The City Bank Ltd	LTL_9441495932020	2,049,745	2,001,881
The City Bank Ltd	LTL_9441495932022	2,052,543	2,005,108
The City Bank Ltd	LTL_9441495932023	-	361,515
The City Bank Ltd	LTL_9441495932024	-	2,379,924
The City Bank Ltd	LTL_9441495932025	3,131,302	3,060,257
The City Bank Ltd	LTL_9441495932027	-	6,493,101
The City Bank Ltd	LTL_9441495932028	8,724,903	4,077,656
The City Bank Ltd	LTL_9441495932029	4,051,668	4,181,203
The City Bank Ltd	LTL_9441495932031	3,749,717	3,725,798
The City Bank Ltd	LTL_9441495932032	-	3,208,222
The City Bank Ltd	LTL_9441495932033	534,471	543,294
The City Bank Ltd	LTL_9441495932034	-	6,249,218
The City Bank Ltd	LTL_9441495932035	554,153	711,291
The City Bank Ltd	LTL_9441495932036	2,502,210	2,469,710
The City Bank Ltd	LTL_9441495932038	3,470,622	3,583,701
The City Bank Ltd	LTL_9441495932039	-	5,980,591
The City Bank Ltd	LTL_9441495932040	-	9,596,982
The City Bank Ltd	LTL_9441495932041	26,816,412	-
The City Bank Ltd	LTL_9441495932043	593,778	-
The City Bank Ltd	LTL_9441495932044	2,847,965	-
The City Bank Ltd	LTL_9441495932045	784,217	-
The City Bank Ltd	LTL_9441495932047	25,825,610	-
Mutual Trust Bank	LTL_221102000418	-	82,649,938
Mutual Trust Bank	LTL_221102000338	-	9,813,520
Mutual Trust Bank	LTL_221102000347	-	7,343,207
Mutual Trust Bank	LTL_221102000258	-	3,574,113
Mutual Trust Bank	LTL_221102000427	-	2,335,887
		617,558,586	500,350,462

		Amount in Taka	
		30 June, 2020	30 June, 2019
18.03 Long Term Loan (Stimulus)			
The City Bank Ltd	LTL 9191495932002	49,798,517	-
		49,798,517	
19.00 Deferred tax liabilities			
Opening Balance		64,263,456	15,943,788
Add: Provision made during the year		24,148,534	48,319,668
		88,411,990	64,263,456
Details shown in Note No. 33 and Annexure-D			
20.00 Trade and other payables			
Trade payables		210,682,018	211,095,326
Back to Back (BTB) and other LC		210,682,018	211,095,326
Other payables:			
Building construction	Note 20.02	3,520,653	4,169,480
Withholding income tax (TDS)		12,287,621	13,613,898
Withholding VAT (VDS)		452,102	174,709.00
Unclaimed IPO application money	Note 20.03	3,049,849	3,049,849
Unclaimed dividend	Note 20.04	200,099	150,645
Account Payable	Note 20.05	107,047,012	219,448,838
		126,557,336	240,607,419
		337,239,354	451,702,745
20.01 Back to Back (BTB) and other LC			
A-Den Company Ltd.		-	2,451,820
A. T & T Spinning Mills Ltd		600,600	
ASM Chemical Industries Ltd.		1,209,600	
Akbar Textile Mills Ltd		6,266,400	
Akij Textiles Mills Ltd		720,720	
Ador Composite Ltd.		-	2,460,000
Amann Bangladesh Ltd.		171,297	115,947
Application Y Suministors Textiles S.A		882,000	
Arafah Knit Composite Ltd		619,593	
Archroma Singapore Pte Ltd		19,392,124	
Arif Knitspin Ltd_AP		15,124,116	
Asha Knitting Industries		328,000	
Asian Printing & Packaging Ltd.		265,440	
Asif Enterprise		1,230,000	
Atprint Bangladesh Ltd		343,030	
American & Efird (BD) Ltd.		-	1,253,198
Ayesha Clothing Company Ltd.		-	173,617
BD Corporation		-	732,774
BDTEX Ltd.		-	534,724
BD Trims Industry.		-	144,525
BFS Thread Dyeing Ltd.		-	-
BHT Industries Ltd		1,450,416	2,717,928
BM Enterprise		159,348	
BWJ International		-	112,602
Checkpoint Systems Bangladesh Ltd.		214,200	
Citizen Packaging & Accessories Ltd		1,605,109	
Commerce Corner.		246,000	369,000
Design Mode		-	392,522
Dhaka Texmart Industries Ltd		-	741,491
Dird Composite Textiles Ltd		-	6,185,882
Dress Poly & Packeging BD		669,547	-
Drytech BD		-	173,090
Dystar Singapore Pte Ltd.		-	204,188
Enviro Pack Ltd		966,325	1,857,572
Envoy Textiles Ltd		-	2,517,860
Epyllion Ltd.		556,780	956,894
Etaisla (BD) Ltd.		-	471,414
Erum Bangladesh Ltd.		4,022,043	
Fariha Spinning Mills Ltd.		-	1,898,044
Freudenberg & Vilene International Ltd		-	173,387
Fujian Shi Lian Da Garments Accessories Co Ltd.		-	431,461
GalaxyBD		-	1,079,670
H.A Knit Fabrics		492,000	
Hossain Dyeing & Printing Mills Ltd.		-	4,196,518
HRS Business Corporation		-	295,536
H.S. Corporation		-	2,494,545
Hyosung Dong Nai Co. Ltd.		2,641,918	3,066,682
Index Accessories Ltd		168,792	
International Trimming & Labels (BD) Pvt.		-	873,666
IRS Universal Pte Ltd.		-	26,631,959

	Amount in Taka	
	30 June, 2020	30 June, 2019
Jahan Textile		476,275
Jinnat Apperels Ltd_AP	820,000	
Jist Industrial Co. Ltd	1,510,898	668,011
K.S Enterprise.		150,874
Mondol Knitwear's Ltd_AP	1,845,000	
Malek Spinning Mills Ltd	-	16,678,993
M.N Pakaging & Printing Accessories.	-	225,822
Montrims Limited	-	256,802
NAZ Bangladesh Ltd.	-	3,422,314
New J.S Fashion	-	293,592
NRG Hometex Ltd	-	1,673,903
NRG Composite Yarn Dyeing	1,271,000	1,679,065
NRG Spinning Mills Ltd.	7,170,902	14,786,025
Onetex Ltd	1,121,645	
Orient Plastic & Packaging Ind. Ltd.	-	1,053,126
Pahartali Textile & Hosiery Mills	27,568,280	
Paramount Textile Ltd.	-	904,472
Payable_Retranslation	463,197	1,946,609
Penta Accessories	2,232	236,835
Permess South East Asia Ltd.	-	115,992
Printers & Printers Ltd.	2,520,000	1,660,498
Sagar Manufacturing Private Ltd.	32,537,570	
Shanghai Textile Raw Materials Co, Ltd	16,116,374	
Salvage Intime	-	248,398
Sarker Design & Printing	-	2,139,825
SBC Garments Accessories Mfg, (BD) Ltd.	-	149,649
Silver Composite Textile Mills Ltd.	-	1,697,682
Sourcing International	-	324,256
Sparkle Knit Composite Ltd	-	957,257
Sportking India Ltd.	21,933,936	22,195,468
Square Fashion Yarns Ltd	-	329,925
Square Texcom Ltd.	4,389,000	711,725
Square Textiles Ltd	15,245,563	23,063,296
Square Yarns Ltd	-	282,200
Swift Trims	-	1,504,236
T&M Interlining Manufacturing Co; Ltd	435,548	239,040
Tex Bangla Apparel Trims	-	368,388
Tex-R Accessories International	-	210,952
The Glory International	-	451,499
Tamishna Synthetics Ltd.	-	8,083,312
Thermax Spinning Ltd._AP	1,711,500	
Thermax Check Fabrics Ltd.	-	2,125,763
Thermax Melange Spinning Mills Ltd.	-	19,584,250
Toray Fibers (Nantong) Co. Ltd.	-	2,997,960
Uniglory Paper & Packaging Ltd	-	2,296,767
Upintex Ltd	1,965,600	
Lafae SPA	1,118,410	
VFS Thread Dyeing Ltd.	467,830	904,057
Weixing Industries (BD) Co,Ltd.	-	2,388,929
Well Prospering Ltd	8,183,200	
Wuxi Hengnuo Textile Technology Co Ltd	642,035	
YKK Bangladesh Ltd	597,278	2,419,939
Yokohama Labels & Printing (BD) Co,Ltd.	699,622	847,152
Zhejiang Weixing Imp & Exp. Co. Ltd.	-	2,507,608
Z & M Manufacturing Ltd.	-	128,069
	210,682,018	211,095,326

		Amount in Taka	
		30 June, 2020	30 June, 2019
20.02	Building construction		
	A-One Polymer Ltd	6,374	-
	Automation Engineering & Controls Ltd.		10,476
	Bangladesh Building Systems Ltd.	518,036	-
	BBS Cable Industries Ltd	159,268	158,367
	Halim & Brothers	389,477	496,005
	Hamid Construction Ltd	173,400	354,000
	Inter Trade	-	470,000
	Keya Steel King	-	50,000
	Lub-Rref (Bangladesh) Ltd.	-	126,075
	M.I. Cement Factory Ltd.	249,280	449,280
	M/S. Esha Enterprise_Invest.	46,215	
	Nimpex Limited	310,001	410,001
	Northern Knit Ltd	694,112	863,867
	Rapid Construction and Engineering	40,935	190,935
	R.K. Electric_Investment	280,106	-
	R.K. Textile Laboratory & Scientific Instrument	2,200	-
	S.S Trade Link	47,000	53,374
	Safeshot Pest Control & Cleaning Services	25,649	47,100
	Shaheen Traders	48,000	140,000
	Tritech Building Services Ltd.	530,600	350,000
		3,520,653	4,169,480
20.03	Unclaimed IPO application money		
	Unclaimed IPO application money (IPO refund warrant)	3,049,849	3,049,849
		3,049,849	3,049,849
20.04	Unclaimed dividend		
	Mutual Trust Bank	193,737	150,645
	The City Bank	6,363	-
		200,099	150,645
20.05	Account Payable		
	Aamra Resources Limited	-	12,075
	ACI Limited	2,250	29,000
	Active Printers & Accessories	27,300	-
	Adobe Creation	9,250	-
	Ador Composite Ltd.	1,054,348	524,600
	Adury Knit Composite Ltd.	891,183	571,067
	Akij Plastics Ltd.	-	175,000
	Ali Enterprise	269,700	107,066
	Alif Traders	85,000	-
	Al-Madina Bearing & Machinery	92,160	-
	Allport Cargo Services (Air) Ltd.	-	449,871
	AlwaysOn Network Bangladesh Ltd.	46,400	34,400
	Al-Zayeed Enterprise	262,344	36,950
	Amantex Limited	385,756	-
	Amtex Trading	71,703	14,250
	ANH Enterprise	22,340	2,340
	Anowara Motors	-	4,000
	Anlima Textile Ltd.	891	-
	Anudip Autos Ltd (Tongi Unit)	62,919	42,937
	APS Design Works Ltd	62,717	-
	APS Apparels Ltd.	840	-
	Arabi Fashion Limited	236,751	-
	Arthosuchak	4,500	-
	Ascend Elevators & Escalators Ltd.	43,800	269,000
	Asgar Trading	122,000	160,000
	Asha Knitting Industries	222,430	316,568
	Asif Enterprise	1,149,326	463,700
	ASM Chemical Industries Ltd.	-	1,805,250
	Aswad Composite Mills Ltd.	38,764	555,327
	Auxicolour Bangladesh	42,525	155,925
	B.T. Tex. Access	50,800	71,900
	Badsha Traders	32,000	-
	Baisakhy Punching House	5,432	-

	Amount in Taka	
	30 June 2020	30 June 2019
Bangladesh General Insurance Co. Ltd	761,411	-
Bangladesh Express Co. Ltd.	-	12,662
BDjobs.Com Ltd	13,050	-
Biozymes	318,000	67,500
BMZ Corporation	218,720	-
Bok Bangladesh	-	51,200
BRAC-CDM	-	169,808
Building Blocks Limited.	32,500	52,500
Bureau Veritas Consumer Products Services (BD) Ltd.	-	286,684
BWJ International	5,994	-
Carnival Inc.	-	44,517
Central Depository Bangladesh Ltd.	106,000	-
Commerce Corner.	174,520	16,400
Cool Tech Bangladesh	1,000	65,000
Corporate Office Machine	14,000	-
Corporate Office Equipment	40,000	-
Crystal Vision Solutions	11,610	251,040
Cygnat Corporation	-	11,000
Dayamoy Trading	53,798	51,798
Dekko Accessories Ltd	4,385	8,385
Desh General Insurance Company Ltd.	535,436	524,436
Dhaka Texmart Industries Ltd.	-	62,550
DHL Worldwide Express (BD) Private Ltd.	-	180,649
Dutch Lube Company Ltd.	634,000	233,994
Eco Green Corporation	189,400	180,000
Electromech Automation & Engineering Ltd	-	14,892
Elite Worldwide Express Ltd	48,266	27,126
Energypac Electronics Ltd	40,350	-
Enviro Pac Ltd	9,788,410	4,796,910
Epyllion Fabric Ltd	38,082	-
Esquire Knit Composite Ltd	14	-
Etihad Trading International	277,000	-
Euro Enterprise	1,750	194,300
Euro Express Ltd	13,300	74,347
Expo Media & Publications Ltd.	4,500	-
Eye Care Project-MSS	20,700	18,700
F.F. Trading Corporation	1,180,005	920,774
Faicyal Auto Mobiles	-	17,600
Faithness Limited	328,000	195,000
Fashion Asia Ltd.	16,367,746	37,860,402
Fuji Associates	100,000	-
Future Business BD_Othres	180,500	-
Giant Textiles Ltd.	517,338	232,712
Global Brand	11,500	-
Global Freight Ltd.	4,934	-
GMS Composite Knitting Ind. Ltd.	14,634	77,034
Golden Office Equipment	18,600	12,000
Good Luck Stationery	2,334,761	1,487,490
Good Star Automobiles	-	1,300
Grameen CyberNet Ltd	43,810	43,810
GTA Sports Ltd	35,700	-
H.A Knit Fabrics	373,736	-
Hams Garments Ltd.	107,952	-
Hams Knitwear Ltd	274,356	-
HK Dream Knitwear	1,001,778	-
HRC Lighting Limited	-	37,800
HR International	-	89,863
Index Holding Ltd.	173,268	152,032
Integrated Textile Resources Ltd.	50,364	-
ITS Labtest Bangladesh Ltd	121,268	51,041
Imap Export SPA (Original Marines)	1,367,280	0
Jaman Marker Paper Converting	1,049,076	538,621
Jamuna Auto Rice Mills	2,500,000	2,500,000
Jinnat Apparels Ltd.	997,589	856,819
Jist Industrial Co. Ltd.	20,950	-
K.M. International	37,190	35,926
K.S International Others	67,600	-
Kazi Enterprise	844,002	243,000
Knit Horizon Ltd	390,924	-
K.T Corporation	1,516,990	-

	Amount in Taka	
	30 June 2020	30 June 2019
Kamez Enterprise	120,000	-
Keya Enterprise_Accessories	-	33,930
Khaja Art Press	-	78,630
KDS Accessories Ltd.(Unit 2)	10,215	-
Khaja Art Press Others	57,225	-
Khan Traders	46,725	40
Kotiti Bangladesh Ltd.	919	-
KSS Knit Composite Ltd.	724,083	474,688
Latifa Enterprise	81,800	354,660
Limon Enterprise	822,859	-
Lisky Technology Co. Ltd	32,400	-
Maximoff Designs	149,808	-
M M Boring	-	5,500
M. Chan & G.S. Corporation	-	72,000
M.B. Trade Corporation	437,800	664,010
M M Boring	5,500	-
M.M. Corporation	4,400	6,400
Mascom Composite Ltd.	64,450	-
Masluk CNG & Filling Station Ltd.	29,959	23,043
Master Screen Print	40,344	52,998
Mayed Dowa Automobile	2,200	-
Mayer Doa Enterprise	294,359	-
Mayed Doya Automobiles Works	10,500	7,000
M.N Dyeing Printing & Washing Mills Ltd	701,137	-
Maa Scientific Co	33,000	-
Mascom Composite Ltd.	69,912	-
Mazim Trading Company	-	5,000
Media New Age Ltd	-	6,072
Meghna Knit Composite Ltd	9,486	27,944
Micro Marks Electronics	73,500	181,400
Mishu Enterprise	1,209,458	637,808
Modern Tex	700	900
Momota Engineering	151,870	110,000
Modern Technoheaven Associate	27,500	-
Mondol Knitwears Ltd.	1,563,088	426,122
Move Business	1,739	1,739
N.A.Z Bangladesh Ltd_Sub	240,325	-
N.K. Brothers Fillings Station	299,000	260,000
Naji Electro Power Ltd.	173,200	273,200
National Care Service	286,500	60,000
Needle Craft	14,370	10,880
Niagara Textiles Ltd	67,690	-
Net Planet Information Systems Ltd	-	29,700
Norban Comtex Ltd.	104	-
Norsel Asia Pacific	8,740	-
North Knit Ltd.	37,960	46,684
Northern Corporation Ltd.	16,735,990	120,735,720
Northern IT	39,600	-
NRG Composite Yarn Dyeing	2,141,164	778,799
O.M. International	68,580	67,270
Orient Computers	19,200	19,200
Orogenic Office Solutions Ltd.	27,395	-
Orthi Servicing Center	942,512	255,948
P.H. International	25,555	16,935
Pacific Chemitrade Co.	-	55,250
Padma Poly Cotton Knit Fabrics Ltd.	94,017	94,017
Pakiza Technovation Limited	41,500	-
People's Mill Store	204,526	87,632
Printers & Printers Ltd.	12,254,954	14,678,727
Prisma Technologies Ltd	-	126,000
Protiva Corporation	235,400	252,000
Quick Computer	74,000	-
Qianyu Import & Export Co. Limited	40,800	-
R.H Corporation	121,775	224,000
Rabeya Quader Chowdhury Enterprise	629,914	-
Ranks-ITT Ltd.	7,817	4,178

	Amount in Taka	
	30 June 2020	30 June 2019
Rashel Rahad Collar & Twisting House	-	96,022
Rashid Enterprise	77,148	134,878
Ratul Printing Press	-	105,590
Redox Chemical Industries Ltd.	34,000	93,000
Relative Knit & Fashions Ltd.	145,204	88,680
Reyad Enterprise	231,500	-
Root3 Tech Ltd.	210,000	-
Royal United Co. Ltd	49,684	-
RR Trade International.	-	201,750
Rupa Fabrics Ltd.	3,600	-
S. R Quality Colour Shading	213,950	107,687
S.K Fabric Solution	-	-
S.K Traders	547,602	2,186,050
S.S Colour Defects Solution Service	28,680	-
S.T Enterprise	50,000	-
S.T. Corporation	522,360	326,252
Sadik Enterprise	1,617,459	826,800
Sadman Transportation Service	308,800	154,400
Saimon Saining Fabrics	15,432	57,012
Salary A/P	3,005,420	2,662,300
Salim Autos	5,810	9,310
Satata Fire International	30,650	16,175
Sawftex Ltd.	28,790	30,692
Sayeed Brothers	94,084	90,584
SAZ Accessories	1,900	-
Seven Circle (Bangladesh) Ltd.	85,800	-
SGS Bangladesh Ltd_Pay_Others	34,318	-
Shahchand Paribhan Sangstha	1,402,880	3,661,500
Shaher Enterprise	-	122,460
Shapla Knitting Ltd.	634,305	370,140
Share Biz Pvt. Ltd.	16,200	-
Shohel & Brothers PTE Ltd	674,155	935,735
Smart Technologies (BD) Ltd	-	71,100
So Sign	17,142	21,842
SRKH Design Ltd.	-	20,055
Star Tech & Engineering Ltd.	16,200	16,200
Stock Dividend_Fraction	100,607	100,607
Sys Computers Ltd.	-	46,150
Taratex Fashion Ltd.	165,330	-
T.M.S. Thread & Accessories	-	55,430
Tamim Glass & Aluminium Fabricators	100,634	70,479
Tanaaz Traders	61,950	57,250
Tanvir Machineries	-	19,500
Team Star Asia	-	-
Texhill Knitwears.	-	454
Texmark Knitwears.	50,266	-
Textile Engineering & Consultancy Service	100,000	-
TNT Express	37,309	87,575
Toner Point	3,254	2,800
Tootal Quality Resources Ltd.	12,000	-
Total Freight Ltd.	1,809,376	3,139,569
Transport	-	27,833
Turag Garments Ltd	20,952	-
UL VS Bangladesh Ltd.	-	3,659
Unearned Revenue	917,704	2,799,656
Uni-Asia Associates Ltd	16,490	109,870
Universal Tech Co	44,000	47,795
Usha Enterprise	55,000	-
Uttar Salna Apparels Ltd.	66,058	110,740
Vivellatex Ltd.	573,819	6,346
Wasef Corporation	40,000	-
Wave Digital System	22,330	-
Well Power Engineering	68,290	-
Wisteria Textiles Limited	79,925	-
Yawl Associate	32,553	-
Z & M Manufacturing Ltd	70,300	-
Zafrat Enterprise	138,400	313,400
Zara Associate	21,000	170,000
Zee Fashion Ltd.	53,392	76,640
	107,047,012	219,448,838

21.00 Provision for expenses

Provision salary	34,485,259	527,411
Audit fee	488,750	460,000
Gas bill	-	20,000
Interest expense	-	371,202
	34,974,009	1,378,613

22.00 Short term loans

Bank(s)	Account No. / Note	Type of loan and interest rate	Amount in Taka	
			30 June 2020	30 June 2019
The City Bank Ltd	6331495932001	SOD (9%)	94,562,291	66,213,203
AB Bank Ltd	4009-785851-000	SOD	114,328	112,948
Standard Chartered Bank	01-1308048-01	CD/OD	6,005,382	(7,285,957)
The City Bank Ltd & SCB	Note: 22.01	PC (7.00%)	104,652,601	109,901,856
The City Bank Ltd	Note: 22.02	EDF	389,974,467	326,824,115
The City Bank Ltd	Note: 22.03	STL	112,128,729	187,933,744
The City Bank Ltd	Note: 22.04	STL	4,565,489	110,604,039
Total			712,003,287	794,303,948

- (a) Loans with The City Bank Ltd, Gulshan Avenue Branch, Gulshan and Standard Chartered Bank, Gulshan Branch are for the purpose of working capital , import of raw materials & Machinery purchase.
- (b) Security: Hypothecation of stock along with notarized IGPA to sell the assets under hypothecation without further reference to the court in case of default

22.01 Packing Credit (PC) loan

Bank(s)	Branch	Account No.	Amount in Taka	
			30 June 2020	30 June 2019
The City Bank Ltd	Gulshan	6171495932038	-	4,800,803
The City Bank Ltd	Gulshan	6171495932039	-	9,395,842
The City Bank Ltd	Gulshan	6171495932040	-	3,023,917
The City Bank Ltd	Gulshan	6171495932041	-	10,079,722
The City Bank Ltd	Gulshan	6171495932042	-	9,613,067
The City Bank Ltd	Gulshan	6171495932043	-	15,014,583
The City Bank Ltd	Gulshan	7311495932015	12,129,999	-
The City Bank Ltd	Gulshan	7311495932016	1,133,245	-
The City Bank Ltd	Gulshan	7311495932017	2,466,808	-
The City Bank Ltd	Gulshan	7311495932018	719,486	-
The City Bank Ltd	Gulshan	7311495932019	1,747,322	-
The City Bank Ltd	Gulshan	7311495932020	12,722,982	-
The City Bank Ltd	Gulshan	7311495932021	410,101	-
The City Bank Ltd	Gulshan	7311495932022	963,549	-
The City Bank Ltd	Gulshan	7311495932023	3,689,473	-
The City Bank Ltd	Gulshan	7311495932024	18,224,697	-
The City Bank Ltd	Gulshan	7311495932025	6,171,668	-
The City Bank Ltd	Gulshan	7311495932026	3,568,195	-
The City Bank Ltd	Gulshan	7311495932027	10,029,167	-
Standard Chartered Bank	Gulshan	91308048010	-	18,600,000
Standard Chartered Bank	Gulshan	TF411P0584-00001	-	13,400,000
Standard Chartered Bank	Gulshan	TF411P0585-00001	-	1,853,639
Standard Chartered Bank	Gulshan	TF411P0585-00038	-	4,400,000
Standard Chartered Bank	Gulshan	TF411P0588-00001	-	2,400,000
Standard Chartered Bank	Gulshan	TF411P0609-00001	-	7,271,434
Standard Chartered Bank	Gulshan	TF411P0546-00001	-	10,048,851
Standard Chartered Bank	Gulshan	TF411P0664-00001	151,597	-
Standard Chartered Bank	Gulshan	TF411P0664-00151	3,281,912	-
Standard Chartered Bank	Gulshan	TF411P0733-0001	9,468,333	-
Standard Chartered Bank	Gulshan	TF411P0747-0001	5,743,733	-
Standard Chartered Bank	Gulshan	TF411P0778-001	12,030,333	-
Total			104,652,601	109,901,856

22.02 EDF loan

Bank(s)	Branch	Account No.	Amount in Taka	
			30 June 2020	30 June 2019
The City Bank Ltd.	Gulshan	6301495932056	-	13,363,000
The City Bank Ltd.	Gulshan	6301495932057	-	17,060,061
The City Bank Ltd.	Gulshan	6301495932058	-	2,990,988
The City Bank Ltd.	Gulshan	6301495932059	-	2,803,043
The City Bank Ltd.	Gulshan	6301495932060	-	981,724
The City Bank Ltd.	Gulshan	6301495932061	-	19,183,520
The City Bank Ltd.	Gulshan	6301495932062	-	929,600
The City Bank Ltd.	Gulshan	6301495932063	-	5,381,803
The City Bank Ltd.	Gulshan	6301495932064	-	599,675
The City Bank Ltd.	Gulshan	6301495932065	-	834,277
The City Bank Ltd.	Gulshan	6301495932066	-	3,707,610
The City Bank Ltd.	Gulshan	075118050055	-	1,981,564
The City Bank Ltd.	Gulshan	6301495932006	-	19,252,900
The City Bank Ltd.	Gulshan	6301495932007	-	6,412,590
The City Bank Ltd.	Gulshan	6301495932008	-	6,477,075
The City Bank Ltd.	Gulshan	6301495932009	-	10,435,967
The City Bank Ltd.	Gulshan	6301495932010	-	6,112,960
The City Bank Ltd.	Gulshan	6301495932011	-	4,587,825
The City Bank Ltd.	Gulshan	6301495932012	-	5,267,410
The City Bank Ltd.	Gulshan	6301495932013	-	1,142,186
The City Bank Ltd.	Gulshan	6301495932014	-	3,395,800
The City Bank Ltd.	Gulshan	6301495932015	-	954,432
The City Bank Ltd.	Gulshan	6301495932016	-	4,180,963
The City Bank Ltd.	Gulshan	6301495932017	-	4,261,467
The City Bank Ltd.	Gulshan	6301495932018	-	3,419,766
The City Bank Ltd.	Gulshan	6301495932019	-	5,115,661
The City Bank Ltd.	Gulshan	6301495932020	-	4,730,627
The City Bank Ltd.	Gulshan	6301495932021	-	3,326,400
The City Bank Ltd.	Gulshan	6301495932022	-	6,376,892
The City Bank Ltd.	Gulshan	6301495932023	-	2,222,977
The City Bank Ltd.	Gulshan	6301495932024	-	5,245,067
The City Bank Ltd.	Gulshan	6301495932025	-	5,420,250
The City Bank Ltd.	Gulshan	6301495932026	-	5,598,027
The City Bank Ltd.	Gulshan	6301495932027	-	1,255,938
The City Bank Ltd.	Gulshan	6301495932028	-	4,958,266
The City Bank Ltd.	Gulshan	6301495932029	-	10,839,468
The City Bank Ltd.	Gulshan	6301495932030	-	7,338,721
The City Bank Ltd.	Gulshan	6301495932031	-	10,880,100
The City Bank Ltd.	Gulshan	6301495932032	-	7,200,570
The City Bank Ltd.	Gulshan	6301495932033	-	2,145,000
The City Bank Ltd.	Gulshan	6301495932034	-	14,235,732
The City Bank Ltd.	Gulshan	6301495932035	-	1,732,500
The City Bank Ltd.	Gulshan	6301495932036	-	5,530,717
The City Bank Ltd.	Gulshan	6301495932037	-	1,423,125
The City Bank Ltd.	Gulshan	6301495932038	-	940,500
The City Bank Ltd.	Gulshan	6301495932039	-	1,122,825
The City Bank Ltd.	Gulshan	6301495932040	-	4,277,434
The City Bank Ltd.	Gulshan	6301495932041	-	2,099,757
The City Bank Ltd.	Gulshan	6301495932042	-	5,042,701
The City Bank Ltd.	Gulshan	6301495932043	-	5,377,296
The City Bank Ltd.	Gulshan	6301495932044	-	5,341,644
The City Bank Ltd.	Gulshan	6301495932045	-	2,211,000
The City Bank Ltd.	Gulshan	6301495932046	-	1,494,000
The City Bank Ltd.	Gulshan	6301495932047	-	1,810,728
The City Bank Ltd.	Gulshan	6301495932048	-	13,962,919
The City Bank Ltd.	Gulshan	6301495932049	-	1,006,500
The City Bank Ltd.	Gulshan	6301495932050	-	3,672,750
The City Bank Ltd.	Gulshan	6301495932051	-	3,608,633
The City Bank Ltd.	Gulshan	6301495932052	-	10,077,893
The City Bank Ltd.	Gulshan	6301495932053	-	5,090,118
The City Bank Ltd.	Gulshan	6301495932054	-	5,255,773
The City Bank Ltd.	Gulshan	6301495932055	-	3,137,400

The City Bank Ltd.	Gulshan	75118050055	1,981,564	-
The City Bank Ltd.	Gulshan	7351495932012	6,807,126	-
The City Bank Ltd.	Gulshan	7351495932013	1,807,142	-
The City Bank Ltd.	Gulshan	7351495932014	4,370,674	-
The City Bank Ltd.	Gulshan	7351495932015	5,600,723	-
The City Bank Ltd.	Gulshan	7351495932016	4,097,237	-
The City Bank Ltd.	Gulshan	7351495932028	7,152,408	-
The City Bank Ltd.	Gulshan	7351495932030	12,669,649	-
The City Bank Ltd.	Gulshan	7351495932031	2,173,255	-
The City Bank Ltd.	Gulshan	7351495932033	11,814,717	-
The City Bank Ltd.	Gulshan	7351495932034	19,719,760	-
The City Bank Ltd.	Gulshan	7351495932035	585,200	-
The City Bank Ltd.	Gulshan	7351495932036	6,745,767	-
The City Bank Ltd.	Gulshan	7351495932038	4,096,400	-
The City Bank Ltd.	Gulshan	7351495932039	3,953,775	-
The City Bank Ltd.	Gulshan	7351495932040	2,491,948	-
The City Bank Ltd.	Gulshan	7351495932041	1,044,582	-
The City Bank Ltd.	Gulshan	7351495932042	3,046,384	-
The City Bank Ltd.	Gulshan	7351495932043	5,830,146	-
The City Bank Ltd.	Gulshan	7351495932044	4,631,556	-
The City Bank Ltd.	Gulshan	7351495932045	8,203,782	-
The City Bank Ltd.	Gulshan	7351495932046	1,236,212	-
The City Bank Ltd.	Gulshan	7351495932047	676,709	-
The City Bank Ltd.	Gulshan	7351495932048	5,668,203	-
The City Bank Ltd.	Gulshan	7351495932053	3,131,940	-
The City Bank Ltd.	Gulshan	7351495932056	40,137,212	-
The City Bank Ltd.	Gulshan	7351495932057	802,200	-
The City Bank Ltd.	Gulshan	7351495932058	5,100,028	-
The City Bank Ltd.	Gulshan	7351495932059	2,766,832	-
The City Bank Ltd.	Gulshan	7351495932060	13,041,687	-
The City Bank Ltd.	Gulshan	7351495932061	13,612,858	-
The City Bank Ltd.	Gulshan	7351495932062	2,895,270	-
The City Bank Ltd.	Gulshan	7351495932063	8,121,565	-
The City Bank Ltd.	Gulshan	7351495932064	5,447,616	-
The City Bank Ltd.	Gulshan	7351495932065	4,611,180	-
The City Bank Ltd.	Gulshan	7351495932066	2,688,000	-
The City Bank Ltd.	Gulshan	7351495932067	10,421,234	-
The City Bank Ltd.	Gulshan	7351495932068	2,066,484	-
The City Bank Ltd.	Gulshan	7351495932069	14,547,758	-
The City Bank Ltd.	Gulshan	7351495932070	8,376,010	-
The City Bank Ltd.	Gulshan	7351495932071	2,128,896	-
The City Bank Ltd.	Gulshan	7351495932072	3,537,782	-
The City Bank Ltd.	Gulshan	7351495932073	4,975,322	-
The City Bank Ltd.	Gulshan	7351495932074	7,900,536	-
The City Bank Ltd.	Gulshan	7351495932075	7,147,350	-
The City Bank Ltd.	Gulshan	7351495932076	938,483	-
The City Bank Ltd.	Gulshan	7351495932077	9,984,897	-
The City Bank Ltd.	Gulshan	7351495932078	19,486,511	-
The City Bank Ltd.	Gulshan	7351495932079	17,737,671	-
The City Bank Ltd.	Gulshan	7351495932080	7,953,051	-
The City Bank Ltd.	Gulshan	7351495932081	2,177,280	-
The City Bank Ltd.	Gulshan	7351495932082	1,904,154	-
The City Bank Ltd.	Gulshan	7351495932083	2,288,995	-
The City Bank Ltd.	Gulshan	7351495932084	2,007,280	-
The City Bank Ltd.	Gulshan	7351495932085	7,717,080	-
The City Bank Ltd.	Gulshan	7351495932087	5,580,848	-
The City Bank Ltd.	Gulshan	7351495932088	3,667,697	-
The City Bank Ltd.	Gulshan	7351495932089	5,682,550	-
The City Bank Ltd.	Gulshan	7351495932090	4,512,480	-
The City Bank Ltd.	Gulshan	7351495932092	1,787,545	-
The City Bank Ltd.	Gulshan	7351495932093	873,600	-
The City Bank Ltd.	Gulshan	7351495932094	2,520,000	-
The City Bank Ltd.	Gulshan	7351495932095	550,200	-
The City Bank Ltd.	Gulshan	7351495932096	2,741,466	-
Total			389,974,467	326,824,115

22.03 STL loan

Bank(s)	Branch	Account No.	Amount in Taka	
			30 June 2020	30 June 2019
The City Bank Ltd.		6571495932001	8,681,571	38,757,949
The City Bank Ltd.		6881495932002	-	912,437
The City Bank Ltd.		6881495932003	-	4,892,525
The City Bank Ltd.		6931495932078	-	20,556,111
The City Bank Ltd.		6931495932079	-	20,513,333
The City Bank Ltd.	Gulshan	6931495932081	20,830,356	-
The City Bank Ltd.	Gulshan	6931495932082	16,056,765	-
The City Bank Ltd.	Gulshan	6931495932083	4,789,888	-
The City Bank Ltd.	Gulshan	6931495932084	31,002,850	-
The City Bank Ltd.	Gulshan	6931495932085	30,767,299	-
IDLC		1026106211396009	-	51,101,389
IDLC		1026106211396010	-	51,200,000
Total			112,128,729	187,933,744

22.04 STL loan MC

Bank(s)	Branch	Account No.	Amount in Taka	
			30 June 2020	30 June 2019
The City Bank Ltd.	Gulshan	9101495932013	-	25,968,675
The City Bank Ltd.	Gulshan	9101495932014	-	39,518,905
The City Bank Ltd.	Gulshan	9101495932015	-	2,763,750
The City Bank Ltd.	Gulshan	9101495932016	-	29,086,250
The City Bank Ltd.	Gulshan	9102523760002	-	5,003,586
The City Bank Ltd.	Gulshan	9102523760003	-	3,814,903
The City Bank Ltd.	Gulshan	9102523760004	-	4,447,970
The City Bank Ltd.	Gulshan	7441495932004	4,565,489	-
Total			4,565,489	110,604,039

Amount in Taka	
30 June 2020	30 June 2019
23.00 Current portion of long term loans	
Current portion of long term loans include part of the long-term loans disclosed in (Note 18.00) falling due for repayment in next 12 months. This is made up as follows:	
Term loan with The City Bank Ltd	
143,037,894	135,110,928
143,037,894	135,110,928
24.00 Provision for income tax	
Opening balance	-
Add: Provision made during the year	9,464,903
in respect of the current year	8,454,912
in respect of the year (2018)	1,009,991
Less: Payments made during the year	9,464,903
advance income tax (Note-24.01)	9,464,903
on the basis of return of income	-
-	-
24.01 Advance income tax paid during the year	
Against export proceeds	6,418,666.69
Against cash incentive	736,288.62
Against interest income	15,382.37
Income Tax Others	1,007,074.65
Against vehicle	277,500.00
13,464,513	8,454,912
Cash paid for the year 2018	1,009,991
13,464,513	9,464,903
25.00 Workers' profit participation and welfare fund	
Balance balance	7,267,581
Add: Addition during the year	3,278,594
10,546,175	10,546,175
Less: Disbursed during the year	-
4,514,191	-
6,031,984	10,546,175

26.00 Sales revenue (export)

Type of sales	Amount in Taka	
Particulars	30 June, 2020	30 June, 2019
Export of readymade garments	1,520,344,501	1,678,756,645
Deemed export	436,371,990	279,733,540
Total	1,956,716,491	1,958,490,185

Sale of finished goods

Particulars	1 July, 2019 to 30 June, 2020		1 July, 2018 to 30 June, 2019	
	Quantity	Amount	Quantity	Amount
Polo Shirt	1,225,141	437,375,337	1,458,004	420,360,664
T - Shirt	1,656,982	526,125,097	1,941,327	518,567,928
Tank Top	682,701	178,922,278	904,170	212,362,716
Others	1,462,427	377,921,789	1,779,794	527,465,338
Total	5,027,251	1,520,344,501	6,083,295	1,678,756,645

Product-wise breakup as per Schedule XI, Part II, Para 3 of the Companies Act, 1994:

Particulars	June 30, 2020	June 30, 2019
Opening stock	Quantity	Quantity
Polo Shirt	68,563	44,770
T - Shirt	84,751	56,913
Tank Top	55,411	45,765
Others	24,879	15,810
Total	233,604	163,258

Add: Production during the year		
Polo Shirt	1,297,466	1,481,797
T - Shirt	1,735,280	1,969,165
Tank Top	737,956	913,816
Others	1,473,356	1,788,863
Total	5,244,058	6,153,641

Less: Closing stock		
Polo Shirt	140,888	68,563
T - Shirt	163,049	84,751
Tank Top	110,666	55,411
Others	35,808	24,879
Total	450,411	233,604
Sales during the year	5,027,251	6,083,295

		Amount in Taka	
		June 30, 2020	June 30, 2019
27.00 Cost of sales			
Opening inventories of raw materials		315,429,047	209,169,752
Raw materials (yarn)		208,851,536	183,488,734
Raw materials (finished fabrics)		41,907,252	16,896,425
Raw materials dyes & chemical		40,930,881	335,441
Raw materials (accessories)		13,555,765	5,015,444
Needle and spare parts		10,183,612	3,433,708
Add: Raw materials purchased during the year		969,351,369	1,018,311,025
Yarn		628,850,713	635,089,124
Finished fabrics		27,763,605	34,510,246
Dyes & Chemical		131,150,928	166,718,136
Accessories		166,375,226	172,655,573
Needles and spare parts		15,210,897	9,337,946
Raw materials available for use		1,284,780,416	1,227,480,777
Less: Closing inventories of raw materials		248,354,988	315,429,047
Raw materials (yarn)		160,489,818	208,851,536
Raw materials (finished fabrics)		40,674,767	41,907,252
Raw materials dyes & chemical		30,375,930	40,930,881
Raw materials (accessories)		7,320,151	13,555,765
Needle and spare parts		9,494,322	10,183,612
Raw materials consumed	Note 27.01	1,036,425,428	912,051,730
Add: Direct expenses	Note 27.02	312,915,889	307,741,618
Prime cost		1,349,341,317	1,219,793,348
Add: Factory overhead	Note 27.03	520,823,689	461,061,652
Cost of production		1,870,165,005	1,680,855,001
Add: Opening inventories of work-in-process		87,361,873	84,335,742
Manufacturing cost at standard		1,957,526,878	1,765,190,743
Less: Closing inventories of work-in-process		133,098,424	87,361,873
Cost of goods manufactured		1,824,428,454	1,677,828,870
Add: Opening inventories of finished goods		60,723,107	41,630,778
Goods available for sale		1,885,151,561	1,719,459,648
Less: Closing inventories of finished goods		69,943,878	60,723,107
Cost of Sales		1,815,207,683	1,658,736,541

Due to world-wide spread out of COVID-19, the RMG business of Bangladesh faced a negative trend. As consequence of it there was scarcity of orders from the buyers. So RMG industry of Bangladesh needed to take orders at FOB prices where costs of goods sold was higher than as usual. Tosrifa Industries Limited was also one of the sufferers of this impact. So, the Cost of Goods Sold during 2019-20 was rationally higher considering the sales value. Moreover in April-2020 the factory was fully closed and in May and June-2020 the factory ran at lower capacity utilization for maintaining social distance due to COVID-19. But the Comapny needed to pay salary wages to all workers and staff & utility expense. These matters increased the cost of goods sold against the sales value remarkably in 2019-20.

27.01 Raw materials consumed during the year

Particulars	01 July 2019 to 30 June 2020		01 July 2018 to 30 June 2019	
	Qty (KG)	Amount in taka	Qty (KG)	Amount in taka
Opening balance				
Yarn	767,382	208,851,536	617,246	183,488,734
Finished fabrics	96,911	41,907,252	38,941	16,896,425
Dyes & Chemical	-	40,930,881	-	335,441
Accessories	-	13,555,765	-	5,015,444
Needle and spare parts	-	10,183,612	-	3,433,708
Total	864,293	315,429,047	656,187	209,169,752
Add: Purchase during the year				
Yarn	2,399,461	628,850,713	2,336,700	635,089,124
Finished fabrics	68,715	27,763,605	79,958	34,510,246
Dyes & Chemical	-	131,150,928	-	166,718,136
Accessories	-	166,375,226	-	172,655,573
Needle and spare parts	-	15,210,897	-	9,337,946
Total	2,468,176	969,351,369	2,416,658	1,018,311,025
Raw materials available for consumption	3,332,469	1,284,780,416	3,072,845	1,227,480,777
Less: Closing balance				
Yarn	610,150	160,489,818	767,382	208,851,536
Finished fabrics	101,389	40,674,767	96,911	41,907,252
Dyes & Chemical	-	30,375,930	-	40,930,881
Accessories	-	7,320,151	-	13,555,765
Needle and spare parts	-	9,494,322	-	10,183,612
Total	711,539	248,354,988	864,293	315,429,047
Raw materials consumed:				
Yarn	2,556,693	677,212,431	2,186,564	609,726,321
Finished fabrics	64,237	28,996,090	21,988	9,499,419
Dyes & Chemical	-	141,705,879	-	126,122,696
Accessories	-	172,610,840	-	164,115,251
Needle and spare parts	-	15,900,188	-	2,588,042
Total material consumed	2,620,930	1,036,425,428	2,208,552	912,051,730

Quantity-wise breakup of raw materials of accessories, and needle and spare parts and Dyes & Chemical have not be given as it is difficult to quantify each item in a separate and distinct category due to large variety of goods.

		Amount in Taka	
		30 June, 2020	30 June, 2019
27.02 Direct expenses			
Direct labor			
Wages and allowances	172,252,642	148,815,590	
Overtime allowance	37,132,595	46,819,173	
	209,385,237	195,634,763	
Materials related expenses			
Grey fabric dyeing and finishing expenses	1,808,315	5,090,046	
Garments printing expenses	76,626,633	66,588,033	
Garments embroidery expenses	9,953,612	16,599,125	
Garments washing expenses	45,999	1,600,890	
Yarn dyeing expenses	15,096,093	22,228,761	
	103,530,652	112,106,855	
	312,915,889	307,741,618	
27.03 Factory overhead			
Audit & Inspection (Compliance)	1,116,653	591,708	
Bonus Festival	12,307,822	9,841,948	
Bonus Festival	14,301,968	10,975,990	
Carrying and handling expenses	2,791,979	3,244,982	
Cleaning expenses	1,105,038	501,693	
Compliance expenses	66,000	297,772	
Computer Accessories	253,725	64,670	
Consultancy fees	47,000	8,000	
Conveyance	1,191,274	1,564,122	
Crockeries and cutleries	14,000	31,887	
Depreciation (Annexure-A)	105,114,966	70,284,746	
Donation & Subscription	-	-	
Earn leave	5,916,763	3,855,244	
Electric goods	2,459,939	2,042,698	
Electricity bill, net of VAT refund	56,479,832	55,994,328	
Entertainment	1,049,096	659,655	
Fire extinguisher expenses	690,225	237,906	
Fooding & Lodging	120,685	362,790	
Fuel and lubricants	14,491,303	21,050,868	
Gas bill	33,558,526	29,469,829	
Haj expenses	339,000	45,940	
Hardware items	3,446,522	2,113,988	
Holiday allowance	6,179,428	7,692,514	
ID card	2,000	4,324	
Inspection charges	965,420	83,111	
Insurance premium	6,065,738	6,030,349	
Land tax	174,750	169,750	
Lab Materials & Accessories Exp	-	-	
Leed certification	-	958,930	
Lunch expenses	260,186	184,460	
Machine rent	2,566,650	3,230,502	
Maintenance	8,890,081	7,463,611	
Maternity benefit	3,339,750	3,131,253	
Medical expenses	362,128	275,760	
Miscellaneous expenses	405,853	426,453	
Mobile allowance	821,802	570,493	
Municipal Tax	1,000,000	-	
Night allowance	426,635	804,633	

	Amount in Taka	
	30 June, 2020	30 June, 2019
Other accessories	1,677,929	2,248,700
Overtime allowance	10,227,611	19,128,266
Postage & Courier	72,276	91,305
Printing expenses	2,261,644	2,890,550
Renewals and registration fees	1,580,322	1,982,951
Selinder Gas Expenses	5,200	121,320
Service benefits	3,293,243	1,692,002
Solve chemical	149,800	208,500
Spot lifter	170,703	160,091
Stamp Charges	2,000	1,000
Target bonus	3,480,619	5,700,192
Telephone bill	874	1,314
Testing charges	70,512	36,850
Tiffin expenses	3,400,451	4,751,308
Toner	724,608	312,350
Training & Motivation	424,923	52,300
Transport Allowance	1,045,333	104,226
Uniform and liveries	219,195	720,355
Wages, salaries, and allowances	203,653,987	175,655,597
Workers' refreshment	39,723	935,569
	520,823,689	461,061,652
28.00 General and administrative expenses		
Advertisement	159,273	440,087
AGM and board meeting expenses	1,991,950	1,916,069
Amortization of intangible assets (Annexure-B)	501,674	595,539
Audit fees with VAT	488,750	460,000
Cleaning expenses	719,000	767,914
Computer accessories	36,580	219,410
Consultancy fees	520,000	24,200
Contribution-BGMEA	479,750	412,444
Conveyance	591,598	1,391,215
Credit rating fees	139,750	139,100
Croceries & Cutleries	3,450	82,809
CSR expenses	789,405	1,656,577
Depreciation (Annexure-A)	26,278,741	17,571,186
Directors' remuneration	5,778,000	6,480,000
Discount Allowed	-	-
Earn leave	1,227,982	1,826,058
Electric bill	2,116,312	2,342,214
Electric goods	5,000	11,930
Entertainment	1,097,445	1,596,636
Festival bonus	3,811,460	4,203,960
Fire Fighting Expenses	233,777	198,450
Fuel and lubricants	839,276	1,043,900
Holiday Allowance	776,811	457,431
Internet bill	512,199	575,960
Lab expenses	341,960	277,300
Legal expenses	30,000	245,960
License and membership renewal fees	1,024,470	994,719
Maintenance	3,783,124	3,574,741
Medical Expenses	343	1,729
Miscellaneous expenses	161,301	19,612
Mobile expenses	446,605	422,148
Office rent	1,242,000	1,656,000

	Amount in Taka	
	30 June, 2020	30 June, 2019
Overtime allowance	-	617,695
Paper and periodicals	2,600	4,364
Postage and courier	50,213	27,721
Printing & Stationery	1,439,316	1,030,440
Renewal & Registration Fees	-	224,000
Salaries and allowances	39,129,457	41,154,040
Security service	161,628	154,553
Service benefit	166,621	668,276
Staff refreshment	106,092	913,535
Stamp charges	121,695	280,000
Target bonus	-	916,116
Telephone/fax/internet	22,280	69,879
Tiffin Bill	-	-
Toner (photocopier and printer)	311,725	280,320
Transport & Fooding (Director)	475,000	702,200
Transport allowance (employees)	2,686,739	1,931,616
Training & Motivation	48,500	111,825
Uniform	44,955	12,560
Utilization declaration charges	-	-
	100,894,808	100,704,439

29.00 Marketing, selling and distribution expenses

Adhesive Stamp Charge	-	-
Advertisement Expenses	-	-
Bank charge (foreign currency commission)	8,842,353	8,750,308
Bank Charge(Miscell.)	20,500	34,506
BGMEA Service Charges	-	-
Bill of lading charges	1,798,946	1,482,766
Buyer's Commission	-	-
C&F charges	4,234,060	4,637,886
Conveyance	23,360	5,450
Claim Against Goods Problem	-	-
Document collection charges	175,136	187,036
Document postage charges	780,756	771,998
Depreciation	-	-
Earn leave	596,310	706,005
Electric Goods	10,500	6,200
Exchange Fluctuation Loss	1,186,660	2,460,602
Exp. Certify Charge	52,304	27,250
Fabric testing	3,123,705	5,661,163
Festival bonus	1,601,490	1,273,030
Freight charges	10,159,863	10,479,342
Fuel and lubricant	230,977	432,821
GSP fees	374,538	625,564
Holiday allowance	34,260	188,140
Lunch Expenses	1,380	120
Maintenance	180,880	193,145
Maternity benefit	-	23,782
Miscellaneous expenses	16,920	595,185
Mobile bill	209,349	230,621
Needle Exp	-	2,275

		Amount in Taka		
		30 June, 2020	30 June, 2019	
	Night Bill	-	117,363	
	Other accessories	2,013,100	1,725,705	
	Overtime allowance	109,532	211,339	
	Postage and courier	1,267,808	916,332	
	Printing & Stationery	-	-	
	Salaries and allowances	19,439,986	21,698,326	
	Sampling expenses	8,190	4,872	
	Selling & Distribution Overhead	380,630	652,069	
	Services Benefit	619,906	-	
	Staff Refreshment	-	1,752	
	Target bonus	330,000	311,440	
	Tiffin bill	4,560	111,302	
	Toner (photocopier and printer)	102,000	148,600	
	Tours and travelling	350,010	1,872,276	
	Trade promotion	5,466,029	9,180,225	
	Transport allowance (employees)	576,376	1,048,710	
	Transportation expenses	4,851,350	6,525,460	
	UD Fees	-	-	
		69,173,724	83,300,967	
30.00	Other income			
	Interest income	Note 30.01	95,170	141,475
	Rental income	-	1,713,600	
	Cash incentive	16,827,900	27,316,482	
		16,923,070	29,171,557	
<p>The rental income of BDT 24,48,000 earned from letting out a portion of a building owned by the Company to Fashion Asia Ltd as per rental agreement dated 6 March 2014 between Tosrifa Industries Ltd and Fashion Asia Ltd, has been treated as other income. The rented portions could not be sold separately and significant portion of the building was held for production and administrative purpose of the Company. As per BAS 40, Paragraph 10 and substances of the deed, this income has not been derived from any investment property. 30% revenue from rental income is consider as repair & maintenance expense. The rent was for six month (July-2018 to December-2018). There was no rental income from Fashion Asia limited from January 2019.</p>				
30.01	Interest income			
	Interest income from IPO SND accounts	90,007	83,092	
	Interest income from FDR	-	-	
	Accrued interest income from FDR	-	-	
	Interest income from dividend payable accounts	5107	56,673	
	Interest income from savings accounts	56	1,710	
		95,170	141,474.79	
31.00	Finance costs			
	Bank charge	4,629,128	1,167,238	
	Interest on EDF loans	15,165,064	11,992,614	
	Interest on FDBP	1,198,538	302,221	
	Interest on PC loans	6,274,288	4,862,330	
	Interest on term loans	96,136,237	38,210,922	
	Interest on SOD loans	2,144,846	2,366,852	
	Interest on STL loans	15,450,936	17,167,146	
		140,999,037	76,069,324	
32.00	Workers' profit participation and welfare fund			
	The Company has Workers' Profit Participation and Welfare Fund (WPPWF) as employee benefit and contributed 5% of net profit before tax.			
	Workers' profit participation and welfare fund	-	3,278,594	

		Amount in Taka	
		30 June, 2020	30 June, 2019
33.00	Income tax expenses		
	Current tax expenses:		
	Provision made in respect of the current year	13,464,513	8,454,912
	Add: Charged in respect of year 2018		1,009,991
		13,464,513	9,464,903
	Deferred tax expenses:		
	Deferred tax Liability as on 30 June, 2020	88,411,990	64,263,456
	Less: Opening Balance	64,263,456	15,943,788
		24,148,534	48,319,668
		37,613,048	57,784,571
	Details shown in Annexure-C		
34.00	Net asset value (NAV) per share		
	Total assets	4,107,591,943	4,332,296,734
	Less: Total liabilities	2,203,548,062	2,231,371,418
	A. Net asset value	1,904,043,882	2,100,925,316
	B. Number of ordinary shares	66,326,946	66,326,946
	Net asset value (NAV) per share (A/B)	28.71	31.68
35.00	Earnings per share		
	Basic Earnings Per Share		
	A. Profit attributable to the ordinary shareholders (basic)	(190,248,740)	7,787,306
	B. Weightage average number of shares outstanding (basic)	66,326,946	66,326,946
	Ordinary shares fully outstanding	66,326,946	66,326,946
	Basic Earnings Per Share (EPS) (A/B)	(2.87)	0.12
	Weighted average number of ordinary shares		
	The weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares issued during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the period.		
	Diluted earnings per share		
	No diluted earnings per share is required to be calculated for the periods presented as the Company has no dilutive potential ordinary shares.		
36.00	Net operating cash flow per share		
	A. Net cash (used in)/generated by operating activities	7,288,045	(58,623,936)
	B. Number of ordinary shares	66,326,946	66,326,946
	Net operating cash flow per share (A/B)	0.11	(0.88)
37.00	Case No. 5(2) (e) of notification No. BSEC/CMRRCD/2006-158/2008/Admin/81, Dated : 20 June 2018: Reconciliation of Net Operating Cash Flow under indirect method:		
	Profit after income tax	(190,248,740)	7,787,306
	Depreciation expense	131,393,707	87,855,932
	Amortization expense	501,674	595,539
	Interest income (Consider in financing activities)	(95,170)	(141,474)
	Decrease in Account receivable	73,435,688	
	Increase in Account receivable		(321,385,747)
	Increase in Account Payable		242,522,964
	Decrease in Account Payable	(112,677,358)	
	Increase in Provision for expense	33,595,396	893,613
	Deferred tax expense	24,148,534	48,319,668
	Decrease in accrued income	9,865,506	3,219,972
	Increase in accrued income		-
	Increase in inventory		(128,377,754)
	Decrease in inventory	12,116,737	
	Increase in advance deposit & prepayment		(3,192,549)
	Decrease in advance deposit & prepayment	29,766,261	
	Decrease in provision for expense		-
	Decrease in provision for income tax		-
	Decrease in provision for WPPF	(4,514,191)	-
	Increase in provision for WPPF		3,278,594
	Net cash (used in)/generated by operating activities	7,288,045	(58,623,936)

38.00 Related party disclosures

During the period of one year ended 30 June 2020, the Company entered into a number of transactions with related parties in the normal course of business. The names of the significant related parties, nature of these transactions and amounts thereof have been set out below in accordance with the provisions of IAS 24 Related Party Disclosures. Nature of relationship and significance of the amounts have been considered in giving this disclosure.

38.01 Related party transactions during the period/year

Name of related parties	Relationship	Nature of transactions	Amount in Taka	
			June 30, 2020	June 30, 2019
Northern Corporation Limited	Shareholder & Common	Purchase of materials and dyeing	10,697,655	127,854,497
Enviro Pac Limited	Common Directorship	Purchase of accessories	16,222,677	17,810,557
Printers & Printers Limited	Common Directorship	Purchase of accessories	46,130,787	42,350,783
Fashion Asia Ltd	Common Directorship	Rental income	-	(2,448,000)
		Purchase of accessories	-	19,470,043
		Fabric Sale	213,405,956	-
Northern Knit Ltd	Common Directorship	Lease rent	254,200	235,600

38.02 Receivables/(payables) with related parties

Name of related parties	Relationship	Nature of transactions	Amount in Taka	
			June 30, 2020	June 30, 2019
Northern Corporation Limited	Shareholder & Common Directorship	Purchase of material and dyeing services	(16,735,990)	(120,735,720)
Enviro Pac Limited	Common Directorship	Purchase of accessories	(966,325)	(1,857,572)
Printers & Printers Limited	Common Directorship	Purchase of accessories	(9,788,410)	(4,796,910)
Fashion Asia Limited	Common Directorship	Purchase of accessories	(14,774,954)	(16,339,225)
Northern Knit Ltd	Common Directorship	Purchase of accessories	(16,367,746)	(37,860,402)
		Fabric Sale	32,369,821	-
		Lease rent	(694,112)	(863,867)

The Company has not made any single contract for the sale or purchase of assets of 1% or above of the total tangible assets as shown in the statements of financial position as the end of immediately preceding completed financial year or for supply of goods and materials amounting to 1% or above of the revenue for the immediate preceding financial year with the related parties. The above transaction with each related party went through multiple contracts during the financial period.

39.00 Number of board meetings held during the period

Total 12 board meetings were held during the period.

40.00 Disclosure of Directors' remuneration under Paragraph 4 of Schedule XI, PART II of the Companies Act, 1994

Directors have received the following remuneration from the Company during the period from 01 July 2019 to 30 June 2020.

Name of Directors	Designation	01 July, 2019 - 29th February, 2020		01 March 2020 - June, 2020		Deduction for april 2020 remuneration	30 June, 2020	30 June, 2019
		Monthly remuneration	Monthly house rent	Monthly remuneration	Monthly house rent		Amount in Taka	Amount in Taka
Mr. Mohim Hassan	MD	345000	25000	252,500	25,000	111000	3,959,000	4,440,000
Mr. Naim Hassan	Director	145000	25000	102,500	25,000	51000	1,819,000	2,040,000
Mr. Rafiq Hassan	Chairman			-	-		-	-
Total							5,778,000	6,480,000

As per code 4 (e) of Corporate Governance Code dated 10 June 2018, Mr.Rafiq Hassan, Chairman considered as a Non- Executive Director. So he has not received any remuneration during the financial year 2019-2020.

Director remuneration is reduce 25% from March 2020. Moreover in april director took 60% remuneration. So 40% is shown as deduction in in April 2020 .

41.00 Disclosure as per requirement of Schedule XI, part II, para 4 of companies act 1994

a.	Managerial Remuneration paid during the year to the directors, including managing directors, a managing agent or manager.	6,198,000
b.	Expenses reimbursed to Managing Agent	Nil
c.	Commission or 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	
h.	Pensions etc. Nil	
	(i) Pensions	Nil
	(ii) Gratuities	Nil
	(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil
i.	Share Based payments	Nil

As per IAS- 24: Para 17

An entity shall disclose key management personnel compensation in total and for each of the following benefits:

(a) Short-term employee benefits	6,198,000
(b) Post-employee benefits	Nil
(c) Other long term benefits	Nil
(d) termination benefits and	Nil
(e) share- based payment	Nil

As per IAS 24: Para 18

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

a) the amount of transaction	286,711,275
b) the amount of outstanding balance, including commitments	(26,957,716)
i) their terms & condition, including whether they are secured, and the nature of the consideration to be provided in settlement Normal Business Transaction	
ii) details of any guarantee given or received	Nil
c) Provisions for doubtful debts related to the amount of outstanding balance	Nil
d) the expenses recognized during the period in respect of bad or doubtful debts due from related parties	Nil

42.00 Directors' fees for attending board meetings

BDT 5,000 was paid to each director for attending each board meetings during the year

43.00 Board Meeting attendance Fees

Directors' are entitled Tk. 5000 as Board Meeting fee for attending each Board Meeting as per Articles of Association. The break down is as follows:

Name of the Board of Directors	Designation	No. of meeting held	No. of meeting attending	Amount in Taka
Rafiq Hassan	Chairman	12	12	60,000
Mohim Hassan	Managing Director	12	12	60,000
Naim Hassan	Director	12	12	60,000
Lyra Rizwana Quader	Director	12	10	50,000
Anjuman Ara Begum	Director	12	10	50,000
Hasib Uddin Ahamed	Nominated Director of Northern Corporation Ltd.	12	10	50,000
Prof. Dr. Khondaker Mohammad Shariful Huda	Independent Director	12	10	50,000
Md. Nasirul Islam	Independent Director	12	8	40,000
Total Taka				420,000

Hasib Uddin Ahamed was elected as Nominated Director of Northaern Corporation Ltd. In 16 th annual General Meeting (AGM) held on 31 December 2018.

44.00 Receivables from directors

No amount is lying as receivable from the directors as at 30 June, 2020

45.00 Disclosure under Para III of Schedule XI, Part II of the Companies Act, 1994

The Company has 2892 number of employees and all of them are getting more than BDT 63,600 as salary per year.

46.00 Capacity utilization

Section	Installed capacity		Utilization for the period	% of utilization	Over/(under) utilized	
	Per day					For 1/year
	Ton/PCS	Ton/Pcs	Ton/PCS	Ton/PCS	%	Ton/PCS
Knitting (ton)	8.50	-	2,550	1,913	75%	(637)
Dyeing (ton)	22.00		6,600	4,033	61%	(2,567)
Sewing - basic T-shirts (PCS)	34,500		10,350,000	5,027,251	49%	(5,322,749)

Notes:

- 300 days have been considered as working days for the period of 1 year;
- The capacity varies depending on sophistication of the product. For higher grade products, the capacity decreases from the mentioned level.
- Sewing capacity for "Basic T-Shirt" is 34,500 pieces per day. The capacity varies depending on the sophistication of the product. For higher grade products, the capacity decreases from the mentioned level.
- Capacity utilized in knitting section is 75%, i.e. 1913 ton.
- Capacity utilized in Dyeing section is 61%, i.e. 4033 ton.
- Capacity utilized in sewing section is 49%, i.e. 50,27,251 pieces.

47.00 Transactions in foreign currency

Particulars	Currency	01 July 2019 to 30 June 2020	01 July 2018 to 30 June 2019
Import or local purchase in foreign currency			
Yarn	USD	7,226,803	7,591,435
Fabrics	USD	316,955	320,957
Accessories	USD	1,783,323	1,939,190
Dyes & Chemical		1,443,087	-
Fabrics dyeing and finishing	USD	-	40,000
Embroidery	USD	51,230	90,239
Garments printing	USD	300,450	633,315
Garments washing	USD	-	18,956
Total		11,121,848	10,634,093
FOB value of export	USD	23,294,244	23,596,267
Total		23,294,244	23,596,267

48.00 Contingent liabilities

There is no contingent liability as at the reporting date for the Company.

49.00 Guarantees and commitments

As at 30 June, 2020 the Company had no capital commitment towards procurement of items of property, plant, and equipment or intangibles.

50.00 Claims against the Company not acknowledged as debt

There is no claim against the Company acknowledged as debt.

51.00 Events after the reporting period

There is no material event that had occurred after the reporting period to the date of issue of these financial statements, which could affect the figures stated in the financial statements.

Annexure-A

Fabric Department

Grand Total Asset

Allocation of Depreciation:

Administrative Expenses	
Total	

Annexure-B

Amount in Taka

Particulars	Cost	Amortization							Carrying Amount	
	Balance as on 01 July 2019	Addition during the year	Disposal/ Transfer during the year	Balance as on 30 June 2020	Rate	Balance as on 01 July 2019	Charged during the year	Adjustment during the year	Balance as on 30 June 2020	As at 30 June 2020
Software and applications	5,507,125		-	5,507,125	20%	3,087,552	483,915	-	3,571,467	1,935,658
Website	97,220		-	97,220	20%	8,423	17,759	-	26,182	71,038
Total	5,604,345	-	-	5,604,345		3,095,975	501,674	-	3,597,649	2,006,696

TOSRIFA INDUSTRIES LIMITED
Income Tax Liabilities
As at 30 June, 2020

Annexure-C

Particulars	Amount in Taka 30 June 2020
Computation of Total Income	
Accounting Profit before other Income and Tax	(169,558,762)
Add: Other Inadmissible Allowances	
Accounting Depreciation & Amortization	131,895,381
Provision for WPPF	-
Less: Items for Separate Consideration	
Depreciation as per 3rd Schedule	368,866,530
Payment for WPPF (Previous)	4,514,191
Total Taxable Income	(411,044,102)
Rate	10%
A. Tax on Total Taxable Income	-
Other Income (Except Cash Incentive)	95,170
Rate	25%
B. Tax from Other Income (Except Cash Incentive)	23,792
Other Income (Cash Incentive)	16,827,900
Rate	10%
C. Tax from Other Income (Cash Incentive)	1,682,790.00
Total Tax Expenses (A + B + C)	1,706,582

Calculation of Gross Receipt as per 82 (C) :

Sales during the year	1,956,716,491
Add: Trade receivable as on 30 June 2019	392,928,779
Less: Trade receivable as on 30 June 2020	(319,493,091)
Gross receipt from sale (A)	2,030,152,179
Add: Other income during the year	16,923,070
Add: Accrued income as on 30 June 2019	9,865,506
Less: Accrued income as on 30 June 2020	-
Gross receipt from Other Income (B)	26,788,575
Tax rate as per 82© Minimum Tax @ 0.18% (A)	3,747,973
Tax rate as per 82© Minimum Tax @ .60% (B)	160,731
Tax As per 82 ©	3,908,705
TDS during the year	13,464,513
Which ever is higher from above calculation	13,464,513
Add: Previous year Tax	-
Total Tax	13,464,513

Business profit as per profit or loss accounts	(169,558,762)
Tax rate @ 10%	(16,955,876)
Add: Tax on other income	1,706,582
Total Tax Liability	(15,249,294)

Note: Minimum tax rate calculation for business income as 82 ©

As per paripatra 2016-2017, whenever any company pay tax at reducing rate, minimum tax rate on gross receipt of reducing rate income will be reduce proportionately based on general tax rate. Here

General tax Rate	32.50%
Minimum tax rate as per 82 ©	0.60%
Tax rate for green building garments factory	10%
Minimum tax rate for green building garments factory	0.18%

TOSRIFA INDUSTRIES LIMITED
Deferred Tax Liability
As at 30 June, 2020

Annexure - D

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

Particulars		Amount in Taka	
		30 June 2020	30 June 2019
Opening Balance		64,263,456	15,943,788
Deferred Tax Liability /(Assets) as on 30 June 2020		88,411,990	64,263,456
Increase/(Decrease) of Deferred Tax Liability		24,148,534	48,319,668

Particulars	Carrying Amount on Balance Sheet date (Taka)	Tax Base (Taka)	Temporary Differences (Taka)
At 30 June 2020			
Property, Plant & Equipment	3,160,644,234	2,271,195,283	889,448,951
Intangible Assets	2,006,696	1,303,759	702,937
Temporary difference for lease Assets	-	-	-
Liability to Employees	(6,031,984)	-	(6,031,984)
Net temporary difference	3,156,618,946	2,272,499,042	884,119,904
Applicable Tax rate			10%
Deferred Tax Liability/(Asset)			88,411,990



4/2A, Plot-49 & 57, Mouja: 135,
Gopalpur, Munnu Nagor, Tongi, Gazipur, Bangladesh



4/2A, Plot-49 & 57, Mouja: 135,
Gopalpur, Munnu Nagor, Tongi, Gazipur, Bangladesh



TOSRIFA INDUSTRIES LIMITED

Registered & Corporate Office

4/2 A, Plot-49 & 57, Mouza-135, Gopalpur, Munnu Nagar, Tongi, Gazipur, Bangladesh.

Factory - 01

4/2A, Plot-49 & 57, Mouja: 135, Gopalpur, Munnu Nagar, Tongi, Gazipur, Bangladesh.

Factory - 02

Holding No-121/1, Block-H, Beraiderchala, Sreepur, Gazipur, Bangladesh.

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