

# APEX FOODS LIMITED

Rupayan Golden Age (5th & 6th Floor), 99 Gulshan Avenue, Gulshan, Dhaka-1212.

## UN-AUDITED NINE MONTHS (Q3) FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31ST MARCH, 2021

### STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 31ST MARCH, 2021

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2021

Value in Taka '000'

Notes	Value in Taka '000'		Growth %
	As on 31.03.2021	As on 30.06.2020	
<b>ASSETS</b>			
<b>Non-Current Assets:</b>			
Property, Plant and Equipment	4	77,721	84,414 (8)
Investments	5	308,618	308,818 (0)
Security Deposits	6	6,003	6,003 -
<b>Current Assets:</b>			
Inventories	7	749,843	901,079 (17)
Trade Receivables	8	-	104,923 (100)
Advances, Deposits & Prepayments	9	63,538	24,931 155
Other Receivables	10	53,301	80,395 (34)
Investment in Financial Assets	11	213,371	201,672 6
Cash & Cash Equivalents	12	35,937	2,229 1,512
<b>TOTAL ASSETS</b>		<b>1,508,332</b>	<b>1,714,463</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' Equity:</b>			
Share Capital	13	57,024	57,024 -
Share Premium	14	209,088	209,088 -
Reserve and Surplus	15	183,057	184,581 (1)
Fair Valuation Surplus of Investments	16	237,031	237,211 (0)
<b>Non-Current Liabilities:</b>			
Deferred Tax Liabilities	17	31,475	35,050 (10)
Long Term Loan	18	3,160	3,275 (4)
<b>Current Liabilities:</b>			
Working Capital Loan (Secured)	19	614,546	754,195 (19)
Long Term Loan-Current Maturity	20	2,656	1,957 36
Short Term Loan	21	-	29,565 (100)
Trade Payables	22	62,986	123,794 (49)
Other Payables	23	34,590	32,047 8
Current Tax Liabilities	24	60,785	29,489 106
Unclaimed Dividend Account	25	11,934	17,187 (31)
<b>Total Liabilities</b>		<b>822,132</b>	<b>1,026,559</b> (20)
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,508,332</b>	<b>1,714,463</b>
<b>Net Assets Value (NAV) Per Share</b>	26	<b>120.34</b>	<b>120.63</b>

### STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2021

Notes #	Value in Taka '000'		Growth %
	01.07.2020 to 31.03.2021	01.07.2019 to 31.03.2020	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Collection from revenue	2,030,444	1,796,968	13
Bank Charges & Commission	(6,054)	(6,876)	(12)
Income from SND Accounts	0	0	
Realised from P.F. Lapse (employer's protion)	502	-	0
Income tax paid	(39,106)	(15,192)	157
Payment for costs and expenses	(1,730,963)	(1,708,398)	1
<b>Net cash generated from operating activities (a)</b>	<b>254,823</b>	<b>66,502</b>	<b>283</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Property, Plant & Equipment acquired	(5,719)	(13,223)	(57)
Income from FDR's	14,500	11,396	27
Income from Dividend	4,252	5,954	(29)
Investment in Financial Assets	(11,699)	(43,020)	(73)
<b>Net cash generated from investing activities (b)</b>	<b>1,334</b>	<b>(38,893)</b>	<b>(103)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Working Capital Loan received/(repaid)	(139,649)	(31,717)	340
Long Term loan received/(repaid)	584	(495)	218
Short Term loan received/(repaid)	(30,354)	51,177	(159)
Interest paid	(39,223)	(47,350)	(17)
Dividend paid	(13,806)	(5,370)	157
<b>Net cash used in financing activities (c)</b>	<b>(222,448)</b>	<b>(33,755)</b>	<b>559</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents (a+b+c)</b>	<b>33,709</b>	<b>(6,146)</b>	<b>(648)</b>
Cash & cash equivalents on opening	2,229	8,339	(73)
The effect of foreign currency translation gain /(loss)	(1)	0	0
<b>Cash &amp; cash equivalents on closing</b>	<b>35,937</b>	<b>2,193</b>	<b>1,539</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>44.69</b>	<b>11.66</b>	

Please refer to Note no. 45 for reconciliation of cash flows from operating activities under direct method and indirect method as per requirement of BSEC.

Value in Taka '000'

Notes	Value in Taka '000'		Growth %	01.01.2021 to 31.03.2021	01.01.2020 to 31.03.2020	Growth %
	01.07.2020 to 31.03.2021	01.07.2019 to 31.03.2020				
<b>REVENUE</b>						
27	1,925,521	1,796,968	7	443,562	522,971	(15)
28	(1,770,794)	(1,692,573)	5	(394,707)	(508,757)	(22)
<b>GROSS PROFIT</b>						
32	154,727	104,395	48	48,855	14,214	244
33	(86,535)	(81,117)	7	(27,647)	(24,086)	15
<b>OPERATING PROFIT/(LOSS)</b>						
34	68,191	23,278	193	21,207	(9,872)	(315)
35	13,595	18,865	(28)	2,959	4,114	(28)
35	(45,277)	(55,177)	(18)	(14,440)	(20,802)	(31)
<b>PROFIT BEFORE PPF &amp; WF</b>						
36	36,509	(13,034)	(380)	9,726	(26,560)	(137)
36	(1,739)	-		(463)	644	(172)
<b>PROFIT/(LOSS) BEFORE TAX</b>						
37	34,770	(13,034)	(367)	9,263	(25,916)	(136)
<b>Tax Expenses:</b>						
(A)	(27,741)	(13,105)	112	(6,229)	(3,950)	58
(B)	(31,296)	(16,714)	87	(13,591)	(3,503)	288
(B)	3,555	3,609	(1)	7,362	(447)	(1,747)
<b>NET PROFIT/(LOSS) AFTER TAX</b>						
	7,029	(26,139)	(127)	3,034	(29,866)	(110)
<b>Other comprehensive income</b>						
	(180)	(20,634)	(99)	180	75,316	(100)
	(200)	(22,927)	(99)	200	83,685	(100)
	20	2,293	(99)	(20)	(8,369)	(100)
<b>TOTAL COMPREHENSIVE INCOME</b>						
38	6,849	(46,773)	(115)	3,214	45,450	(93)
<b>Basic Earnings Per Share (EPS)</b>						
38	1.23	(4.58)	(127)	0.53	(5.24)	(110)

### STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2021

Value in Taka '000'

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Capital Gain	Fair Valuation surplus of Investments	Total
As at 1st July 2020	57,024	209,088	51,163	132,811	607	237,211	687,904
Net Profit/(Loss) for the nine months ended on 31st March 2021	-	-	-	7,029	-	-	7,029
Dividend for the year 2019-20	-	-	-	(8,554)	-	-	(8,554)
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	(180)	(180)
As at 31st March 2021	57,024	209,088	51,163	131,286	607	237,031	686,200

### STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2020

Value in Taka '000'

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Capital Gain	Fair Valuation surplus of Investments	Total
As at 1st July 2019	57,024	209,088	51,163	133,083	607	257,845	708,811
Prior Year adjustment	-	-	-	395	-	-	395
Restated Opening Balance	57,024	209,088	51,163	133,478	607	257,845	709,206
Net Profit/(Loss) for the nine months ended on 31st March 2020	-	-	-	(26,139)	-	-	(26,139)
Dividend for the year 2018-19	-	-	-	(11,405)	-	-	(11,405)
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	(20,634)	(20,634)
As at 31st March 2020	57,024	209,088	51,163	95,935	607	237,211	651,028

Note: Published nine months financial statements can be available in the web-site of the Company.  
The address of the web-site is [www.apexfoods.com](http://www.apexfoods.com)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE NINE MONTHS (Q3) ENDED ON 31ST MARCH, 2021  
FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS**

**1. The company and its operation:**

**1.01 Legal Form of the Enterprise:**

Apex Foods Limited is a Public Limited Company registered under the Companies Act, 1913 (Repealed in 1994). The Company was incorporated in Bangladesh vide its RJSC registration No. C-6841(571) dated 21.03.1979. Shares of the Company are listed in the Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. in Bangladesh.

**1.02 Address of Registered Office and Factory:**

The Registered Office is located at Rupayan Golden Age (5th & 6th Floor), 99 Gulshan Avenue, Gulshan, Dhaka-1212 and the Factory is located at 51-B Shagarika Road, Fouzderhat Industrial Estate, Pahartali, Chattogram.

**1.03 Nature of Business Activities:**

The Company owns and operates a modern Shrimps Processing Plant and exports 100% of its products in the foreign markets.

**2. Basis of the preparation of the Financial Statements:**

**2.01 Accounting Convention and Basis:**

These interim Financial Statements have been prepared under the Historical Cost Convention, Accrual and Going Concern basis in accordance with applicable International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) in Bangladesh which do not vary from the requirements of the Companies Act, 1994 and the Listing Regulations of the Stock Exchanges, The Securities & Exchange Rules, 1987 and other laws and rules applicable in Bangladesh.

**2.02 Application of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs):**

We have complied the following IASs and IFRSs are applicable for the financial statements for the period under review:

IAS-1	Presentation of Financial Statements	IAS-24	Related Party Disclosures
IAS-2	Inventories	IAS-33	Earnings Per Share
IAS-7	Statement of Cash Flows	IAS-34	Interim Financial Reporting
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors	IAS-36	Impairment of Assets
IAS-10	Events after the Reporting Period	IAS-37	Provisions, Contingent Liabilities and Contingent Assets
IAS-12	Income Taxes	IAS-39	Financial Instruments: Recognition and Measurement
IAS-16	Property, Plant and Equipment	IFRS-7	Financial Instruments: Disclosures
IAS-21	The Effects of Changes in Foreign Exchange Rates	IFRS-9	Financial Instruments
IAS-23	Borrowing Costs	IFRS-15	Revenue from contracts with customers
		IFRS-16	Leases

**2.03 Compliance with local laws:**

The interim Financial Statements have been prepared in compliance with requirements of the Companies Act, 1994, The Securities & Exchange Rules, 1987, Income Tax Ordinance 1984, Income Tax Rules 1984, The Value Added Tax & Supplementary Duty Act, 2012, The Value Added Tax & Supplementary Duty Rules, 2016 and other relevant local laws and rules.

**2.04 Compliance with International Financial Reporting Standards (IFRSs):**

The Interim Financial Statements have been prepared in compliance with requirements of IFRS's.

**3. Other Explanatory Notes:**

- These Interim financial statements have been prepared under the historical cost convention and going concern basis.
- No interim dividend paid during the interim period ended on 31st March 2021.
- No diluted EPS is required to be calculated as there was no dilution during this period.
- Last year's nine month's figures have been re-arranged where considered necessary to conform to current nine month's presentation.
- Figures were rounded-off to the nearest thousand Taka.
- Reporting Period: These interim financial statements cover the period from 1st July 2020 to 31st March 2021.
- Comparative Figure: Comparative information has been disclosed in respect of same period of the year 2019-2020 for income statement & financial position with 30th June 2020.

**4. PROPERTY, PLANT & EQUIPMENT:**

Details of property, plant & equipment and depreciation at as March 31, 2021 are as follows:

**Fixed assets at cost:**

	Value in Taka '000' As on 31.03.2021	As on 30.06.2020
Opening Balance	725,427	710,997
Add: Addition during the period	5,513	14,430
<b>Closing Balance (Cost)</b>	<b>730,940</b>	<b>725,427</b>

**Accumulated Depreciation:**

Opening Balance	641,013	622,009
Add: Addition during the period	12,206	19,004
<b>Closing Balance (Depreciation)</b>	<b>653,219</b>	<b>641,013</b>

**Written Down Value (WDV)**

	<b>77,721</b>	<b>84,414</b>
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During the period, Fixed Assets addition has been made for Tk.5,513,419/- & depreciation has been charged (reducing method) on additions made during the period from the month in which that assets are ready to use as per IAS 16.

**5. INVESTMENTS:**

	<b>308,618</b>	<b>308,818</b>
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During the period, investments have been changed due to fair valuation of share.

**6. SECURITY DEPOSITS:**

Security Deposits to Office Rent	405	405
Security Deposits to TNT & Mobile	9	9
Security Deposits to Bangladesh Power Development Board	903	903
Security Deposits to BGSL/ Karnaphuli Gas Distribution Co.Ltd.	4,686	4,686
Opening Balance	4,686	4,097
Add: Addition during the period	-	588
	<b>6,003</b>	<b>6,003</b>

Security deposits are made to statutory bodies and hence secured.

**7. INVENTORIES:**

Shrimps (Finished Goods)	744,566	895,705
Packing Materials	2,837	4,028
Chemical & Ingredients	2,441	1,346
	<b>749,843</b>	<b>901,079</b>

**8. TRADE RECEIVABLES:**

	<b>-</b>	<b>104,923</b>
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Trade receivables are stated at invoice value and considered good.

**9. ADVANCES, DEPOSITS & PREPAYMENTS:**

Advance against Expenses  
Pre-payments  
Advance Income Tax 9.(a)  
Bank Guarantee Margin

	860	1,146
	3,091	3,304
	59,158	20,052
	429	429
	<b>63,538</b>	<b>24,931</b>

**9. (a) Advance Income Tax:**

Opening Balance  
Add: Paid during the period

	20,052	40,461
	29,124	24,293
	<b>49,175</b>	<b>64,754</b>

Add: Tax Paid for FY 2019-2020  
Less: Adjustment upto income year 2019-2020

	9,983	-
	-	(44,703)
	<b>59,158</b>	<b>20,052</b>

The growth of 155% in Advances, deposits & pre-payments is mainly for increase of advance income tax.

**10. OTHER RECEIVABLES:**

Insurance Claim Receivable  
Cash Incentive Receivable  
FDR's Interest Receivable  
P.F Lapse ( employer's portion)

	16,255	16,255
	30,213	51,649
	6,704	11,929
	129	563
	<b>53,301</b>	<b>80,395</b>

Cash incentive receivable from the Bank which will be received through Agrani Bank Limited time to time depending on their availability of fund from Bangladesh Bank.

**11. INVESTMENT IN FINANCIAL ASSETS:**

FDRs with Dhaka Bank Limited  
FDRs with Agrani Bank Limited

	189,771	178,072
	23,600	23,600
	<b>213,371</b>	<b>201,672</b>

All FDRs are made for more than 3 (Three) months.

**12. CASH & CASH EQUIVALENTS:**

**Cash in Hand:**

Head Office  
Factory Office

	150	73
	9	19
	142	54

**Cash at Bank with:**

Agrani Bank Limited, ESA, CD & FCY A/C, Agrabad Corporate Br., Chattogram  
Eastern Bank Limited, SND A/C, Principal Branch, Dhaka  
The Hongkong & Shanghai Banking Corporation Ltd., CD & CD-Div. A/C, Dhaka  
Dhaka Bank Limited, Foreign Exchange Branch, OD A/C, Dhaka  
Dhaka Bank Limited, Foreign Exchange Branch, CD A/C, Dhaka

	31,564	234
	28	29
	2,206	1,873
	1,969	-
	20	20
	<b>35,786</b>	<b>2,156</b>
	<b>35,937</b>	<b>2,229</b>

Sd/-  
Zafar Ahmed  
Chairman

Sd/-  
Zahur Ahmed PhD  
Vice Chairman

Sd/-  
Shahriar Ahmed  
Managing Director

Sd/-  
Sheuli Rani Dey  
Chief Financial Officer

Sd/-  
Kamrul Islam  
Company Secretary

	Value in Taka '000'			
	As on 31.03.2021	As on 30.06.2020		
<b>13. SHARE CAPITAL:</b>				
<b>Authorized Capital:</b>				
15,000,000 Ordinary Shares of Tk. 10/- each	150,000	150,000		
<b>Issued, Subscribed &amp; Paid up Capital:</b>				
5,702,400 Ordinary Shares of Tk. 10/- each	57,024	57,024		
<b>COMPOSITION OF SHARE HOLDINGS:</b>	<b>No. of Share</b>	<b>%</b>	<b>No. of Share</b>	<b>%</b>
Sponsors & Directors	2,221	38.96	2,221	38.96
Institutions	314	5.50	257	4.50
Public - Local	3,167	55.54	3,224	56.54
	<b>5,702</b>	<b>100.00</b>	<b>5,702</b>	<b>100.00</b>

**14. SHARE PREMIUM:** 209,088 209,088  
This represents premium of Tk. 1,100 per share of 190,080 Right Shares of Tk.100 each

	51,163	51,163
Reserve for re-investment	131,287	132,811
Retained Earnings	607	607
Capital Gain	183,057	184,581

	237,211	257,845
Opening Balance	(200)	(22,927)
Adjustment for fair valuation surplus/(deficit) in this period	20	2,293
Less: Deferred tax @10%	(180)	(20,634)
Fair valuation surplus/(deficit) during this period	237,031	237,211

This represents the difference of market value and the cost of the investments.

	77,721	84,414
<b>17. DEFERRED TAX LIABILITIES:</b>		
<b>a) Book Value of Depreciable Assets:</b>		
Tax base of Depreciable Assets	74,447	81,174
Net Taxable Temporary Difference	3,274	3,240
Effective Tax Rate	12.50%	12.50%
<b>Closing Deferred Tax (Assets)/Liabilities arising from depreciable assets</b>	<b>409</b>	<b>405</b>
Opening Deferred Tax Balance	405	409
<b>Deferred Tax Income/(Expense)</b>	<b>(4)</b>	<b>4</b>
<b>b) Unrealized Foreign currency translation gain/(loss)</b>	<b>(1)</b>	<b>(0)</b>
Effective Tax Rate	25.00%	25.00%
<b>Closing Deferred Tax (Assets)/Liabilities arising from Unrealized translation gain/(loss)</b>	<b>(0)</b>	<b>(0)</b>
Opening Deferred Tax Balance	(0)	0
<b>Deferred Tax Income/(Expense)</b>	<b>0</b>	<b>0</b>
<b>c) PF Lapse Receivable</b>	<b>129</b>	<b>563</b>
Effective Tax Rate	25.00%	25.00%
<b>Closing Deferred Tax (Assets)/Liabilities Arising from PF Lapse Receivable</b>	<b>32</b>	<b>141</b>
Opening Deferred Tax Balance	141	132
<b>Deferred Tax Income/(Expense)</b>	<b>109</b>	<b>(9)</b>
<b>d) Unrealized Interest on FDRs:</b>	<b>6,704</b>	<b>11,929</b>
Effective Tax Rate	25.00%	25.00%
<b>Closing Deferred Tax (Assets)/Liabilities arising from Unrealized FDRs Interest</b>	<b>1,676</b>	<b>2,982</b>
Opening Deferred Tax Balance	2,982	2,238
<b>Deferred Tax Income/(Expense)</b>	<b>1,306</b>	<b>(744)</b>
<b>e) Cash Incentive Receivable:</b>	<b>30,213</b>	<b>51,649</b>
Effective Tax Rate	10.00%	10.00%
<b>Closing Deferred Tax (Assets)/Liabilities arising from Cash Incentive Receivable</b>	<b>3,021</b>	<b>5,165</b>
Opening Deferred Tax Balance	5,165	9,719
<b>Deferred Tax Income/(Expense)</b>	<b>2,144</b>	<b>4,554</b>
<b>Deferred Tax Income/(Expense)- (a+b+c+d+e)</b>	<b>3,555</b>	<b>3,805</b>

	26,337	26,357
<b>f) Deferred Tax (Assets)/Liabilities arising from Other Comprehensive Income:</b>		
Tax for (Losses)/gains on available for sale of investments	26,337	26,357
<b>Closing Deferred Tax (Assets)/Liabilities arising from investments</b>		
Opening Deferred Tax Balance	26,357	28,649
<b>Deferred Tax income/(expense) arising from investments</b>	<b>20</b>	<b>2,293</b>
<b>Total Deferred Tax (Assets)/Liabilities (a+b+c+d+e+f)</b>	<b>31,475</b>	<b>35,050</b>

Decrease in deferred tax liabilities arises due to implementation of IAS 12 "Income Taxes".

	3,160	3,275
<b>18. LONG TERM LOAN: (a+b)</b>		
<b>a) Term Loan:</b>		
Opening Balance	1,684	2,363
Less: Paid during the period	(567)	(679)
Less: Transferred to current maturity to next twelve months installment	(829)	(774)
	288	910
<b>b) Stimulus Salary Loan:</b>		
Opening Balance	3,548	-
Add: Loan taken during the period	1,737	3,548
Less: Paid during the period	(587)	-
Less: Transferred to current maturity to next twelve months installment	(1,827)	(1,183)
	2,871	2,365

This represents the term loan was taken from Dhaka Bank Limited for purchase of machinery and stimulus salary loan taken from Agrani Bank Ltd. Under BRPD Circular no. 07 dated 2nd April 2020 & subsequent Circular in this regards. As per BPRD Circular letter No. 15 dated 24.02.2021. Repayment to be made in 18 equal monthly instalments including 6 months moratorium period from March 2021.

	4,217	131,618
<b>19. WORKING CAPITAL LOAN (SECURED):</b>		
Against Hypothecation	610,329	622,577
Against Pledge of Finished Goods	614,546	754,195

The Working Capital loan was taken from Agrani Bank Limited, Agrabad Corporate Branch, Chattogram.

	829	774
<b>20. LONG TERM LOAN-CURRENT MATURITY:</b>		
Term Loan	1,827	1,183
Stimulus Salary Loan	2,656	1,957

This represents the term loan & stimulus salary loan payable in next twelve months as per schedule of re-payment.

	0	29,565
<b>21. SHORT TERM LOAN:</b>		
Dhaka Bank Limited	-	29,565

Short term loan with Dhaka Bank Limited against lien of FDRs and the Limit is 100 million.

	62,986	123,794
<b>22. TRADE PAYABLES:</b>		
Trade Payables represents the amount payable to the gher owners of Shrimps from whom we procure the shrimps.		

	18,438	-
<b>23. OTHER PAYABLES:</b>		
Advance against export	302	403
Audit Fees (Including VAT)	1	-
Board meeting fees (Including VAT)	92	547
Chemicals	208	655
Clearing & Forwarding	46	62
Consumable Stores & Spares	2,406	1,821
Contribution to PPF & WF	-	56
Contribution to Provident Fund	775	775
Directors Remuneration	-	66
Electricity & WASA Charges	-	6
Entertainment	7	36
Factory Building	-	28
Factory Equipment	260	732
Ice	-	788
Interest Payable on Overdraft	-	9
Legal & Professional Fees	-	30
License & Renewals	-	0
Newspaper & Periodicals	-	566
Ocean Freight	-	45
Office Maintenance	7,527	17,108
Packing Materials	4	153
Plant & Machinery	-	65
Power, Fuel and Water	-	13
Postage & Stamp	2	46
Printing & Stationery	-	250
Rent. Rates & Taxes	389	44
Repairs (Factory Building)	-	991
Repairs (Machinery & Equipments)	1,336	2,186
Salaries & Allowances	17	85
Sanitation Expenses	-	124
Staff income tax	-	70
Staff Welfare	3	40
Survey Fees & Inspection	15	18
Telephone, Talex & Fax	13	0
TA & Conveyance	68	162
Uniform & Liveries	2,636	4,000
Wages & Salaries	45	68
Vehicles Maintenance	34,590	32,047

The increase of 8% mainly due to advance received against export.

	29,489	44,703
<b>24. CURRENT TAX LIABILITIES:</b>		
Openning Balance	31,296	29,489
Add: Current period tax (Note-37 A)	-	(44,703)
Less: Adjustment against upto tax assessment year 2019-2020	60,785	29,489

During the period, more revenue earned and the increase of 106% in provision due to tax deduction at source on export proceeds.

	11,934	17,187
<b>25. UNCLAIMED DIVIDEND ACCOUNT:</b>		
According to the Directive (No. BSEC/CMRRCD/2021-386/03) dated January 14, 2021, of Bangladesh Securities and Exchange Commission (BSEC) para 3 (vii) regarding the details information of unpaid or unclaimed dividend shall report in the statement of financial position as separate line, so we have reported in the financial position as separate line item "Unclaimed Dividend Account".The details break up as on 31st March 2021 is as under:		
<b>Year of Dividend</b>		
1994-95 to 2016-2017	8,755	8,778
2017-2018	2,281	2,289
2018-2019	486	6,120
2019-2020	412	-
<b>Unclaimed Dividend</b>	<b>11,934</b>	<b>17,187</b>

	686,200	687,904
<b>26. NET ASSETS VALUE (NAV) PER SHARE:</b>		
Equity Attributable to the Owners of the Company	5,702	5,702
Number of Ordinary Shares	120.34	120.63
<b>Net Assets Value (NAV) Per Share (Q3)</b>		

Sd/-  
Zafar Ahmed  
Chairman

Sd/-  
Zahur Ahmed PhD  
Vice Chairman

Sd/-  
Shahriar Ahmed  
Managing Director

Sd/-  
Sheuli Rani Dey  
Chief Financial Officer

Sd/-  
Kamrul Islam  
Company Secretary

	Value in Taka '000'	
	01.07.2020	01.07.2019
	to	to
	31.03.2021	31.03.2020
<b>27. REVENUE:</b>	<b>1,925,521</b>	<b>1,796,968</b>

Revenue has been increased 7% (i.e. From 1,796.97 million to 1,925.52 million) as compared to the revenue of same period of 2019-20 due to increase of export during this period.

#### 28. COST OF GOODS SOLD:

Opening Stock of Finished Goods	895,705	885,375
Add: Cost of Production - Note 29	1,619,655	1,697,072
	<b>2,515,360</b>	<b>2,582,448</b>
Less: Closing Stock of Finished Goods	(744,566)	(889,875)
	<b>1,770,794</b>	<b>1,692,573</b>

#### 29. COST OF PRODUCTION:

Raw Materials	1,494,556	1,574,496
Packing Materials, Chemicals & Ice Consumed - Note 30	47,266	40,787
Direct Labour	21,636	20,259
Factory Overhead - Note 31	56,197	61,530
	<b>1,619,655</b>	<b>1,697,072</b>

#### 30. PACKING MATERIALS, CHEMICALS & ICE CONSUMED:

Opening balance (Packing Materials)	4,028	2,175
Add: Packing Materials Purchase	40,404	32,404
	<b>44,432</b>	<b>34,579</b>
Less: Packing Materials in hand	(2,837)	(4,092)
	<b>41,595</b>	<b>30,487</b>
Opening balance (Chemicals & Ingredients)	1,346	1,599
Add: Chemicals, Ingredients & Ice Purchase	6,765	11,499
	<b>49,706</b>	<b>43,585</b>
Less: Chemicals & Ingredients in hand	(2,441)	(2,798)
	<b>47,265</b>	<b>40,787</b>

#### 31. FACTORY OVERHEAD:

Wages & Salaries	17,930	17,994
Bonus to Workers'	208	155
Power, Fuel & Water	19,565	19,833
Consumable Stores & Spares	514	786
Insurance Premium	3,956	3,959
Repair & Maintenance	2,475	5,383
Carriage Inward	29	17
Depreciation	11,520	13,403
	<b>56,197</b>	<b>61,530</b>

#### 32. OTHER OPERATING INCOME / (LOSS):

Foreign Currency Translation Gain / (Loss)	(1)	-
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Foreign Currency Translation Loss was Tk. 898/-. As the figures have been shown in thousand Taka in interim financial statements. So the figure is showing "1" Taka in other operating income / (loss) as well as in statement of cash flows and deferred tax.

#### 33. ADMINISTRATIVE & SELLING OVERHEAD:

Advertisement	134	160
AGM Expenses	5	117
Audit Fee (Including VAT)	302	302
Board meeting fees (Including VAT)	8	8
Bonus to Staff	1,268	944
Contribution to Provident Fund	1,270	1,034
Depreciation	687	715
Director's Remuneration	6,975	6,975
Donation & Subscription	15	18
Electricity & WASA Charges	198	305
Entertainment	260	453
Freight & Forwarding	39,477	27,280
General Fees & Charges	23	50
Guest House Expenses	441	479
Laboratory Expenses	53	274
Laboratory Testing Fees	6,066	5,264
Legal & Professional Fees	187	48
License & renewals	651	796
Medical Expenses	3	5
Membership Subscription	11	11
Newspaper & Periodicals	4	43
Office Maintenance	405	417
Postage & Stamp	214	328
Printing & Stationery	497	666
Rent, Rates & Taxes	1,501	2,318
Salaries & Allowances	18,459	19,803
Sales Commission	-	3,397
Sales Promotion Expenses	4,328	4,458
Sanitation Expenses	120	134
Staff fooding	-	606
Staff Welfare Expenses	670	641
T.A & Conveyance	638	1,035
Telephone, Telex & Fax	352	355
Uniform & Liveries	418	450
Vehicles Maintenance	895	1,228
	<b>86,535</b>	<b>81,117</b>

The increase of 7% administrative & selling overhead due to increase of revenue during this period.

#### 34. FINANCE & OTHER INCOME:

Interest Earned	9,275	12,911
Dividend Income	4,252	5,954
P.F Lapse (employer's portion)	68	-
	<b>13,595</b>	<b>18,865</b>

#### 35. FINANCIAL EXPENSES:

Interest	39,223	48,301
Charges & Commission	6,054	6,876
	<b>45,277</b>	<b>55,177</b>

#### 36. PROVISION FOR CONTRIBUTION TO PPF & WF:

	<b>(1,739)</b>	<b>-</b>
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This represents 5% of the net profit after charging such contribution provided as per provisions of the Bangladesh Labour Act, 2006 (Amended 2013 & 2017) and Bangladesh Labour Rules, 2015 & is payable to workers' as defined in the said Act.

#### 37. TAX EXPENSES:

	<b>(27,741)</b>	<b>(13,105)</b>
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#### (A) CURRENT TAX:

Current tax consists of tax provision made on business income means higher of below a,b,c i.e. Tax on operating profit basis, Minimum Tax U/S -82c(2) & Minimum Tax U/S -82c(4) and realized amount of finance & other income for the period from 1st July 2020 to 31st March 2021.

#### Calculation of current tax:

#### a) Tax on Operating profit Basis

		Applicable tax rate %		
Profit before tax	34,770		(13,034)	
Finance & Other Income	(13,595)		(18,865)	
Other Operating Income/(Loss)	1		-	
<b>Adjusted Income/ (Loss) from Business</b>	<b>21,176</b>		<b>(31,898)</b>	
Tax on Business Income @ 12.50% (applicable tax rate i.e. 50% rebate of @ 25%)	12.50		<b>2,647</b>	<b>-</b>

#### b) Minimum Tax U/S-82c(2):

TDS on export proceeds	0.50	10,244	9,556
TDS on Cash Incentive (realized amount)	10	16,451	3,118
		<b>26,695</b>	<b>12,674</b>

#### c) Minimum Tax U/S-82c(4):

Revenue =(0.60%/25%*12.5%)	0.30	6,091	5,391
Finance Income & Other Income	0.60	90	68
Cash Incentive	0.60	987	187
Other Operating Income / (loss)	0.60	-	-
Dividend Income (realized amount)	0.60	26	36
		<b>7,194</b>	<b>5,682</b>

#### So, Current Tax:

Business tax- Higher of a,b & c **	above b	26,695	12,674
Tax on Finance Income realised	25	3,625	2,849
Tax on Other Operating Income/(loss) realised	25	(0)	-
TDS on Dividend Income (realized amount)	20	850	1,191
Tax on P.F Lapse (employer's portion) realised	25	125	0
		<b>31,296</b>	<b>16,714</b>

\*\* Since the source tax deducted under Income Tax Ordinance 1984 for Tk. 26,695/- is higher than tax on operating profit basis Tk. 2,647/- and minimum tax on gross receipts Tk. 7,194/-, so higher is provided as current tax liability from business for the period ended March 31, 2021.

#### 37. (B) DEFERRED TAX (EXPENSES) / INCOME:

	<b>3,555</b>	<b>3,609</b>
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The provision for deferred tax (expenses)/income is made to pay/adjust future income tax liability/asset due to accumulated temporary differences of interest on FDRs receivable, Cash Incentive receivable, foreign currency translation, PF Lapse receivable and WDV of fixed assets. Detailed calculations are shown for above in Note - 17.

#### 38. BASIC EARNINGS PER SHARE (EPS):

Earnings Attributable to Ordinary Shareholders	7,029	(26,139)
Number of Ordinary Shares	5,702	5,702
<b>Basic Earnings Per Share (EPS)</b>	<b>1.23</b>	<b>(4.58)</b>

#### 39. NET OPERATING CASH FLOWS PER SHARE (NOCFPS) :

Net Operating Cash Flows	254,823	66,502
Number of Ordinary Shares	5,702	5,702
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>44.69</b>	<b>11.66</b>

Net operating cash flow is Tk. 44.69 per share for the nine months ended on 31st March 2021 but it was Tk. 11.66 per share for the period of last year, this is mainly due to more collection from revenue during the period, however the scenario is changeable time to time depending on different issues.

#### 40. CONTINGENT LIABILITY:

There is Tk.1.72 million as Bank guarantee for which the Company is contingently liable as on 31st March 2021.

#### 41. EVENTS AFTER REPORTING PERIOD:

There is no other significant event that has occurred between the Statement of Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors of the Company.

#### 42. PRIOR YEAR ADJUSTMENT:

As per Financial Reporting Council (FRC) notification no. 179/FRC/FRM/notification/2020/2 dated 7th July 2020 regarding lapse amount of employer's subscription to provident fund have to return to Company from 2015 to June 30, 2020 & retained earnings as at July 01, 2019 has been adjusted accordingly by Tk.395,125/- (Net of Tax).

#### 43. DISCLOSURE REGARDING RERANGEMENT:

Forfeiture amount of Provident Fund (Employer's Portion) has been accounted for as income under Finance & Other income (note:34) in the statement of Profit or Loss and Other Comprehensive Income and Statement of changes in equity. Also, few restructures have been made in the Statement of Financial Position & Statement of Profit or Loss and Other Comprehensive Income for better presentation.

Sd/-  
Zafar Ahmed  
Chairman

Sd/-  
Zahur Ahmed PhD  
Vice Chairman

Sd/-  
Shahriar Ahmed  
Managing Director

Sd/-  
Sheuli Rani Dey  
Chief Financial Officer

Sd/-  
Kamrul Islam  
Company Secretary

**44. RELATED PARTY TRANSACTIONS:**

(a) There was no related party transaction (Inter Company) during the period under review.

(b) The Company is paying remuneration to the Directors who are rendering full time service to the Company and in addition to that there is nothing paid to them (Note No.33).

(c) The Company operates a contributory provident fund which is administrated by the Board of Trustee. The Company has also a Group Insurance Scheme. The Company pays its monthly contribution for the Key Management to the Provident Fund Trust and the Company has no further liability. Group insurance premium is paid to the Insurance Company once in a year and if there is any claim that will be entertained by the Insurance Company for the Key Management and the Company has no liability. In addition to that there is nothing to them except salaries and allowances.

**45. RECONCILIATION OF NET PROFIT WITH CASH FLOWS FROM OPERATING ACTIVITIES:**

Reconciliation of net income or net profit with cash flows from operating activities making adjustment for non-cash items, for non-operating items and for the net changes in operating accruals has been disclosed as per BSEC notification no.: BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June,2018.

	<b>Value in Taka '000'</b>	
	<b>01.07.2020</b>	<b>01.07.2019</b>
	<b>to</b>	<b>to</b>
	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>Cash flows from operating activities:</b>		
<b>Profit After Tax</b>	7,029	(26,139)
<b>Adjustment for non-cash items and others:</b>		
Add: Depreciation	12,205	14,118
Less: Effect of Foreign currency translation gain / (loss)	(1)	-
Less: Finance & Other income during the period	(13,526)	(18,865)
Add: Interest paid during the period	39,223	48,301
Add: Tax Expenses	27,741	13,105
<b>Increases &amp; Decreases:</b>		
(Increase)/Decrease in Inventories	151,236	(7,616)
(Increase)/Decrease in Trade Receivables	104,923	-
(Increase)/Decrease in Advances, Deposits & Pre-payments	499	1,631
(Increase)/Decrease in Other Receivables	21,869	(17,527)
(Increased/paid) Income tax during the period	(39,106)	(15,192)
(Increase)/Decrease in Security deposits	-	(588)
Increase/(Decrease) in Trade Payables	(60,807)	82,929
Increase/(Decrease) in Other Payables	3,537	(7,655)
<b>Net cash flows generated from/(Used in) operating activities</b>	<b>254,823</b>	<b>66,502</b>
<b>RECONCILIATION:</b>		
<b>Net cash flows generated from/(Used in) operating activities</b>		
<b>Indirect Method:</b>	254,823	66,502
<b>Net cash flows generated from/(Used in) operating activities</b>		
<b>Direct Method:</b>	<u>254,823</u>	<u>66,502</u>
<b>Differences</b>	<u>-</u>	<u>-</u>

Sd/-  
Zafar Ahmed  
Chairman

Sd/-  
Zahur Ahmed PhD  
Vice Chairman

Sd/-  
Shahriar Ahmed  
Managing Director

Sd/-  
Sheuli Rani Dey  
Chief Financial Officer

Sd/-  
Kamrul Islam  
Company Secretary