

APEX FOODS LIMITED

SHANTA SKYMARK, LEVELS, 8TH TO 13TH, 18 GULSHAN AVENUE, GULSHAN, DHAKA-1212, BANGLADESH

UN-AUDITED HALF YEARLY (Q2) FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31ST DECEMBER, 2023

STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 31ST DECEMBER, 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE SIX MONTHS ENDED ON 31ST DECEMBER, 2023

		Value in Taka '000'					Value in Taka '000'		
		As at	As at	Growth			01.07.2023	01.07.2022	Growth
Notes	31.12.2023	30.06.2023	%	to	Notes	31.12.2023	31.12.2022	to	%
ASSETS									
Non-Current Assets:									
Property, Plant and Equipment	4	84,309	76,112	11	REVENUE	24	1,119,347	1,452,801	(23)
Investment In Shares	5	294,654	340,145	(13)	Cost of goods sold	25	(1,028,245)	(1,315,466)	(22)
Security Deposits	6	9,218	6,003	54	GROSS PROFIT	29	91,102	137,334	(34)
					Other operating income/(loss)	30	(0)	203	(100)
					Administrative & selling overhead	30	(54,225)	(87,634)	(38)
Current Assets:		1,037,336	742,719		OPERATING PROFIT/(LOSS)	31	36,877	49,904	(26)
Inventories	7	397,157	129,125	208	Finance & Other Income	32	18,866	13,084	44
Trade Receivables	8	85,022	82,333	3	Financial expenses	32	(9,759)	(15,514)	(37)
Advances, Deposits & Prepayments	9	85,307	70,578	21	PROFIT BEFORE PPF & WF	33	45,984	47,473	(4)
Other Receivables	10	158,892	110,845	43	Provision for contribution to PPF & WF	33	(2,190)	(2,261)	(3)
Investment in Financial Assets	11	308,055	291,154	6	PROFIT/(LOSS) BEFORE TAX	34	43,794	45,212	(3)
Cash & Cash Equivalents	12	2,903	58,684	(95)	Tax Expenses:	34	(25,833)	(24,831)	4
TOTAL ASSETS		1,425,517	1,164,979		Current tax	(A)	(17,476)	(37,816)	(54)
					Deferred tax (expenses)/income	(B)	(4,414)	12,985	(134)
					Prior Year Adjustment	(C)	(3,943)	-	100
EQUITY AND LIABILITIES									
Shareholders' Equity:									
Share Capital	13	57,024	57,024	0	NET PROFIT/(LOSS) AFTER TAX	17,961	20,381	5,130	8,957
Share Premium	14	209,088	209,088	0	Other comprehensive income	16	(40,941)	(13,851)	196
Reserve and Surplus	15	251,727	245,171	3	Fair valuation surplus/(deficit) of investments	16	(45,490)	(15,390)	196
Fair Valuation Surplus of Investments	16	224,464	265,405	(15)	Deferred tax income/(expenses) on share valuation surplus	16	4,549	1,539	196
					TOTAL COMPREHENSIVE INCOME	(22,980)	6,530	(20,738)	(13,449)
Non-Current Liabilities:		39,353	39,489		Basic Earnings Per Share (EPS)	35	3.15	3.57	(12)
Deferred Tax Liabilities	17	39,353	39,489	(0)					
Current Liabilities:		643,861	348,801						
Working Capital Loan (Secured)	18	208,773	1,691	12,247					
Short Term Loan	19	1,280	-	100					
Trade Payables	20	294,503	258,239	14					
Other Payables	21	51,054	22,896	123					
Current Tax Liabilities	22	86,195	64,776	33					
Unclaimed Dividend Account	23	2,056	1,199	72					
		683,214	388,290						
Total Liabilities		1,425,517	1,164,979						
TOTAL EQUITY & LIABILITIES		1,425,517	1,164,979						
Net Assets Value (NAV) Per Share	37	130.17	136.20	(4)					

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS ENDED ON 31ST DECEMBER, 2023

Value in Taka '000'						
Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Capital Gain	Fair Valuation surplus of Investments
As at 1st July 2023	57,024	209,088	51,163	193,401	607	265,405
Net Profit/(Loss) for the six months ended on 31st December '23	-	-	-	17,961	-	-
Dividend for the year 2022-23	-	-	-	(11,405)	-	-
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	(40,941)
As at 31st December 2023	57,024	209,088	51,163	199,957	607	224,464

STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE SIX MONTHS ENDED ON 31ST DECEMBER, 2023

		Value in Taka '000'		
		01.07.2023	01.07.2022	Growth
Notes	31.12.2023	31.12.2022	to	%
CASH FLOWS FROM OPERATING ACTIVITIES:				
Collection from revenue	1,116,658	1,198,081	(7)	
Finance Income from SND	0	-	-	
Other Income from foreign exchange gain / (loss) from operation	-	(9)	(100)	
Receive from PF lapse (Employer's portion)	-	-	-	
Bank Charges & Commission	(4,917)	(4,048)	21	
Income tax paid during the period	(17,636)	(37,335)	53	
Payment for costs and expenses	(1,328,655)	(1,245,381)	7	
Net cash generated from operating activities (a)	(234,549)	(88,692)	164	
CASH FLOWS FROM INVESTING ACTIVITIES:				
Property, Plant & Equipment acquired	(16,355)	(9,609)	70	
Financial Income from FDR's	14,526	8,910	63	
Income from Dividend	4,526	-	-	
Investment in Financial Assets	(16,901)	(6,779)	149	
Net cash generated from investing activities (b)	(14,204)	(7,478)	90	
CASH FLOWS FROM FINANCING ACTIVITIES:				
Working Capital Loan received/(repaid)	207,082	128,701	61	
Long Term loan received/(repaid)	-	(1,566)	(100)	
Short Term loan received/(repaid)	1,280	(7,217)	(118)	
Interest & Other financial charges paid	(4,842)	(11,619)	58	
Dividend paid during the period	(10,548)	(5)	(213,860)	
Net cash used in financing activities (c)	192,972	108,294	78	
Net increase/(decrease) in cash & cash equivalents (a+b+c)	(55,781)	12,125	(560)	
Cash & cash equivalents on opening	58,684	3,221	1,722	
The effect of foreign currency translation gain / (loss)	(0)	212	(100)	
Cash & cash equivalents on closing	2,903	15,558	(81)	
Net Operating Cash Flows Per Share (NOCFPS) 36	(41.13)	(15.55)		

Please refer to Note no. 41 for reconciliation of cash flows from operating activities under direct method and indirect method as per requirement of BSEC.

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS ENDED ON 31ST DECEMBER, 2022

Value in Taka '000'						
Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Capital Gain	Fair Valuation surplus of Investments
As at 1st July 2022	57,024	209,088	51,163	153,974	607	247,685
Net Profit/(Loss) for the six months ended on 31st December 2022	-	-	-	20,381	-	-
Dividend for the year 2021-22	-	-	-	(11,405)	-	-
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	(13,851)
As at 31st December 2022	57,024	209,088	51,163	162,950	607	233,834

Note: Published half yearly financial statements can be available in the web-site of the Company. The address of the web-site is www.apexfoods.com

Sd/-
Zahur Ahmed PhD
Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary

**NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS (Q2) ENDED ON 31ST DECEMBER, 2023
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 PLC. and Chittagong Stock Exchange PLC. in Bangladesh.

1.02 Address of Registered Office and Factory:

The Registered Office is located at Shanta Skymark, Levels 8th to 13th, 18 Gulshan Avenue, Gulshan, Dhaka-1212 and the Factory is located at 51-B Shagarika Road, Fouzderhat Industrial Estate, Pahartali, Chattogram, Bangladesh.

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, 2020 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 as applicable for the financial statements for the period under review:

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

2.03 Compliance with local laws:

These Interim Financial Statements have been prepared in compliance with requirements of the Companies Act, 1994, The Securities & Exchange Rules, 2020, the Income Tax Act 2023, The Income Tax Rules 2023, The VAT & Supplementary Act 2012, The VAT & Supplementary Rules 2016 and other relevant local laws and rules.

2.04 Compliance with International Financial Reporting Standards (IFRSs):

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

3. Other Explanatory Notes:

- (a) These Interim financial statements have been prepared under the historical cost convention and going concern basis.
 (b) No interim dividend paid during the interim period ended on 31st December 2023.
 (c) No diluted EPS is required to be calculated as there was no dilution during this period.
 (d) Last year's half yearly (Q2) figures have been re-arranged where considered necessary to conform to current half yearly (Q2) presentation.
 (e) Figures were rounded-off to the nearest thousand Taka.
 (f) Reporting Period: These interim financial statements cover the period from 01st July 2023 to 31st December 2023.
 (g) Comparative Figure: Comparative information has been disclosed in respect of same period of the year 2022-2023 for income statement & financial position with 30th June 2023.

Value in Taka '000'
As at
31.12.2023 **30.06.2023**

Value in Taka '000'
As at
31.12.2023 **30.06.2023**

4. PROPERTY, PLANT & EQUIPMENT:

Details of property, plant & equipment and depreciation as at December 31, 2023 are as follows:

Fixed assets at cost:

Opening Balance	764,691	749,849
Add: Addition during the period	15,993	14,842
Closing Balance (Cost)	780,684	764,691

Accumulated Depreciation:

Opening Balance	688,580	672,410
Add: Addition during the period	7,795	16,170
Closing Balance (Depreciation)	696,375	688,580

Written Down Value (WDV)

	84,309	76,112
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During the period, Fixed Assets addition has been made for Tk. 15,993,217/- & 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. INVESTMENT IN SHARES:

	294,654	340,145
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During the period, investments have been changed due to fair valuation of share.

6. SECURITY DEPOSITS:

Bangladesh Power & Development Board	903	903
Security Deposits to Office Rent	405	405
Security Deposits to TNT & Mobile	9	9
Security Deposits BGSL/ Karnaphuli Gas Distribution Co. Ltd	7,811	4,686
Security Deposits with CWASA	90	0
	9,218	6,003

Security deposits are made to statutory bodies and hence secured.

• Additional amount of Tk. 3,125,621/- represents the additional Security amount deposited to Karnaphuli Gas Distribution Company Ltd for increasing of tariff rate & Tk. 90,000/- represents security money deposited to CWASA line connection fees purpose.

7. INVENTORIES:

Shrimps (Finished Goods)	389,204	120,483
Packing Materials	4,630	3,747
Chemical & Ingredients	3,324	4,895
	397,157	129,125

8. TRADE RECEIVABLES:

Export Bills Receivable	85,022	82,333
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Trade receivables are stated at invoice value and considered good.

9. ADVANCES, DEPOSITS & PREPAYMENTS:

Advance against Expenses	1,061	1,061
Pre-payments	1,344	4,251
Advance Income Tax 9.(a)	82,473	64,837
Bank Guarantee Margin	429	429
	85,307	70,578

9. (a) Advance Income Tax:

Opening Balance	64,837	30,581
Add: Paid during the period	17,636	65,054
	82,473	95,634
Less: Adjustment during the period	-	(30,797)
	82,473	64,837

The growth of 21% in Advances, deposits & pre-payments mainly due to tax deduction at source on Export Proceeds.

10. OTHER RECEIVABLES:

Insurance Claim Receivable	16,255	16,255
Dividend Receivable-CDBL	1,142	-
Cash Incentive Receivable	131,771	83,538
FDR's Interest Receivable	9,519	10,848
P.F Lapse (employer's portion)	204	204
	158,892	110,845

11. INVESTMENT IN FINANCIAL ASSETS:

FDR's with Dhaka Bank PLC	247,106	237,554
FDR's with Eastern Bank PLC	30,849	30,000
FDR's with Agrani Bank PLC	30,100	23,600
	308,055	291,154

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

12. CASH & CASH EQUIVALENTS:

Cash in Hand:	291	60
Head Office	149	3
Factory Office	142	57

Cash at Bank with:

Agrani Bank PLC, ESA A/C, Agrabad Corporate Br. Chattogram.	353	328
Agrani Bank PLC, FCY A/C, Agrabad Corporate Br. Chattogram.	21	886
Agrani Bank PLC, CD A/C, Agrabad Corporate Br. Chattogram.	-	56,000
Agrani Bank PLC, PLEDGE A/C, Agrabad Corporate Br. Chattogram.	-	6
Eastern Bank PLC, SND A/C, Principal Branch, Dhaka	25	29
The Hongkong & Shanghai Banking Corporation Ltd., CD A/C, Dhaka	28	28
The Hongkong & Shanghai Banking Corporation Ltd., (CD-Div), Dhaka	2,092	1,235
Dhaka Bank PLC, OD A/C, Foreign Exchange Branch, Dhaka	-	19
Dhaka Bank PLC, CD A/C, Foreign Exchange Branch, Dhaka	93	93
	2,612	58,625
	2,903	58,684

Sd/-
Zahur Ahmed PhD
Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary

	Value in Taka '000'	
	As at 31.12.2023	As at 30.06.2023
13. SHARE CAPITAL:		
Authorized Capital:		
15,000,000 Ordinary Shares of Tk. 10/= each	<u>150,000</u>	<u>150,000</u>

Issued, Subscribed & Paid up Capital:		
5,702,400 Ordinary Shares of Tk. 10/= each	<u>57,024</u>	<u>57,024</u>
• There was no preference share issued by the Company.		

	No. of Share		%	
COMPOSITION OF SHARE HOLDINGS:				
Sponsors & Directors	3,044	53.39	3,044	53.39
Institutions	214	3.75	361	6.33
Public - Local	2,444	42.86	2,297	40.28
	<u>5,702</u>	<u>100.00</u>	<u>5,702</u>	<u>100.00</u>

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

15. RESERVE AND SURPLUS:		
Reserve for re-investment	51,163	51,163
Retained Earnings	199,957	193,401
Capital Gain	607	607
	<u>251,727</u>	<u>245,171</u>

16. FAIR VALUATION SURPLUS OF INVESTMENTS:		
Opening Balance	265,405	247,685
Adjustment for fair valuation surplus/(deficit) in this period	(45,490)	19,690
Less: Deferred tax @10%	4,549	(1,969)
Fair valuation surplus/(deficit) during this period	<u>(40,941)</u>	<u>17,721</u>
	<u>224,464</u>	<u>265,405</u>

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

17. DEFERRED TAX LIABILITIES:		
a) Book Value of Depreciable Assets:		
Tax base of Depreciable Assets	84,310	76,112
Net Taxable Temporary Difference	(7,810)	(4,685)
Effective Tax Rate	12.00%	12.00%
Closing Deferred Tax (Assets)/Liabilities arising from assets	(937)	(562)
Opening Deferred Tax Balance	(562)	57
Deferred Tax Income/(Expense)	<u>375</u>	<u>620</u>

b) Foreign currency translation gain/(loss) -Unrealized:		
Effective Tax Rate	(0)	(14)
Closing Deferred Tax (Assets)/Liabilities arising from Unrealized translation gain/(loss)	(0)	(3)
Opening Deferred Tax Balance	(3)	7
Deferred Tax Income/(Expense)	<u>(3)</u>	<u>10</u>

c) Unrealized Interest on FDRs:		
Effective Tax Rate	9,519	10,848
Closing Deferred Tax (Assets)/Liabilities arising from Unrealized FDRs Interest	1,904	2,170
Opening Deferred Tax Balance	2,170	1,409
Deferred Tax Income/(Expense)	<u>266</u>	<u>(761)</u>

d) PF Lapse Receivable (employer's portion):		
Effective Tax Rate	204	204
Closing Deferred Tax (Assets)/Liability Arising from PF Lapse (employer's portion) Receivable:	41	41
Opening Deferred Tax Balance	41	49
Deferred Tax Income/ (Expense)	<u>-</u>	<u>8</u>

e) Cash Incentive Receivable:		
Effective Tax Rate	131,771	83,538
Closing Deferred Tax (Assets)/Liabilities arising from Cash Incentive Receivable	13,177	8,354
Opening Deferred Tax Balance	8,354	24,543
Deferred Tax Income/(Expense)	<u>(4,823)</u>	<u>16,189</u>

f) Dividend Receivable		
Effective Tax Rate	1,142	-
Closing Deferred Tax (Assets)/Liability Arising from Dividend Receivable	228	0
Opening Deferred Tax Balance	0	0
Deferred Tax Income/(Expense)	<u>(228)</u>	<u>-</u>
Deferred Tax Income/(Expense) (a+b+c+d+e+f)	<u>(4,414)</u>	<u>16,065</u>

g) Deferred Tax (Assets)/Liabilities arising from Other Comprehensive Income:		
Tax for (Losses)/gains on available for sale of investments	24,940	29,489
Closing Deferred Tax (Assets)/Liabilities arising from investments	24,940	29,489
Opening Deferred Tax Balance	29,489	27,521
Deferred Tax income/(expense) arising from investments	4,549	(1,969)
Total Deferred Tax (Assets)/Liabilities (a+b+c+d+e+f+g)	<u>39,353</u>	<u>39,489</u>

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

	Value in Taka '000'	
	As at 31.12.2023	As at 30.06.2023
18. WORKING CAPITAL LOAN (SECURED):		
Against Hypothecation from Agrani Bank PLC	106,755	1,691
Against Pledge of Finished Goods from Agrani Bank PLC	102,018	-
	<u>208,773</u>	<u>1,691</u>

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

19. SHORT TERM LOAN:		
Dhaka Bank PLC	1,280	-
	<u>1,280</u>	<u>-</u>
20. TRADE PAYABLES:	<u>294,503</u>	<u>258,239</u>

Trade Payables represents the amount payable to the gher owners of Shrimps from whom we procure the shrimps.

21. OTHER PAYABLES:		
Advance against export	23,327	5,551
Audit Fees including VAT	215	443
Chemicals	907	64
Clearing & Forwarding	621	245
Consumable Stores & Spares	799	114
Contribution to PPF & WPPF	7,170	4,980
Directors Remuneration	800	800
Factory Building	7	250
Factory Equipments	-	32
Ice	24	24
Ocean Freight	-	1,278
Office Maintenance	2	2
Packing Materials	8,423	2,243
Power, Fuel and Water	50	358
Postage & Stamps	-	7
Printing & Stationery	35	2
Corporate Expenses & Others	825	49
Repairs (Factory Building)	190	27
Repairs (Machinery & Equipments)	426	692
Salaries & Allowances	2,391	2,694
Sanitation Expenses	14	-
Staff income tax	75	78
Staff Welfare Expenses	106	100
Survey Fees & Inspection	47	9
Telephone, Telex & Fax	4	6
TDS Payable to Govt.	137	9
Uniform & Liveries	226	44
Wages & Salaries	4,202	2,776
VAT Payable to Govt.	31	19
	<u>51,054</u>	<u>22,896</u>

22. CURRENT TAX LIABILITIES:		
Opening Balance	64,776	30,797
Add: Current period tax (Note-34 A)	17,476	64,776
Add: Tax Provision as per section 22, ITA 2023	3,943	-
Less: Adjustment against completion of tax assessment	-	(30,797)
	<u>86,195</u>	<u>64,776</u>

As per section 22, ITA 2023 the Company has been made tax provision for the year 2022-2023.

23. UNCLAIMED DIVIDEND ACCOUNT:	<u>2,056</u>	<u>1,199</u>
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The details break up as on 31st December, 2023 is as under:

Year of Dividend		
2019-2020	369	370
2020-2021	463	465
2021-2022	352	364
2022-2023	872	-
	<u>2,056</u>	<u>1,199</u>

Sd/-
Zahur Ahmed PhD
Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
24. REVENUE:	1,119,347	1,452,801

Revenue has been decreased 23% (i.e. From 1,452,801 million to 1,119,347 million) as compared to the revenue of same period of last year as demand decline in foreign market.

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
25. COST OF GOODS SOLD:		
Opening Stock of Finished Goods	120,483	248,744
Add: Cost of Production - Note 26	1,296,966	1,304,146
	1,417,449	1,552,891
Less: Closing Stock of Finished Goods	(389,204)	(237,424)
	1,028,245	1,315,466

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
26. COST OF PRODUCTION:		
Raw Materials	1,208,210	1,198,888
Packing Materials, Chemicals & Ice Consumed - Note 27	25,993	44,520
Direct Labour	14,496	16,275
Factory Overhead - Note 28	48,267	44,463
	1,296,966	1,304,146

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
27. PACKING MATERIALS, CHEMICALS & ICE CONSUMED:		
Opening balance (Packing Materials)	3,747	3,777
Add: Packing Materials Purchase	21,722	38,326
	25,469	42,103
Less: Packing Materials in hand	(4,630)	(2,691)
	20,839	39,412
Opening balance (Chemicals & Ingredients)	4,895	8,820
Add: Chemicals, Ingredients & Ice Purchase	3,582	2,542
	8,477	11,362
Less: Chemicals & Ingredients in hand	(3,324)	(6,254)
	5,154	5,108
	25,993	44,520

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
28. FACTORY OVERHEAD:		
Wages & Salaries	9,026	10,776
Bonus to Workers'	-	249
Power, Fuel & Water	22,649	16,816
Consumable Stores & Spares	999	579
Insurance Premium	-	4,519
Repair & Maintenance	8,228	4,330
Carriage Inward	24	4
Depreciation	7,341	7,190
	48,267	44,463

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
29. OTHER OPERATING INCOME / (LOSS):		
Foreign Exchange Gain/(Loss) from Operation / Transaction	-	(9)
Foreign Currency Translation Gain/(Loss)	(0)	212
	(0)	203

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
30. ADMINISTRATIVE & SELLING OVERHEAD:		
Advertisement	83	110
Audit Fee (Including VAT)	201	201
Board Meeting Fees (Including VAT)	5	12
Bonus to Staff	-	2,000
Contribution to Provident Fund	1,093	1,140
Depreciation	454	362
Directors' Remuneration	4,500	2,400
Donation & Subscription	1	4
Electricity & WASA Charges	433	354
Entertainment	290	315
Freight, Forwarding & Export Expenses	18,961	47,878
General Fees & Charges	0	34
Guest House Expenses	-	283
Laboratory Expenses	177	124
Laboratory Testing Fees	3,695	3,367
Legal & Professional Fees	194	138
License & renewals	274	87
Medical Expenses	15	0
Membership Subscription	1	1
Newspaper & Periodicals	2	1
Office Maintenance	1	5
Postage & Stamp	173	147
Printing & Stationery	466	388
Rent, Rates & Taxes	209	-
Corporate Expenses & Others	586	2,392
Salaries & Allowances	16,461	15,339
Sales Commission	-	1,406
Sales Promotion Expenses	2,787	6,447
Sanitation Expenses	149	154
Staff Fooding	461	280
Staff Welfare Expenses	846	784
T.A & Conveyance	470	420
Telephone, Telex & Fax	241	188
Uniform & Liveries	494	284
Vehicles Maintenance	503	586
	54,225	87,634

The Decrease of 38% is mainly for decrease in Freight, Forwarding & Export Expenses.

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
31. FINANCE & OTHER INCOME:		
Interest Earned on FDR's	13,197	7,094
Interest Income on SND	0	-
Dividend Income	5,669	5,954
P.F Lapse (employer's portion)	-	36
	18,866	13,084

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
32. FINANCIAL EXPENSES:		
Interest	4,842	11,466
Charges	4,917	4,048
	9,759	15,514
	(2,190)	(2,261)

33. PROVISION FOR CONTRIBUTION TO PPF & WF:
This represents 5% of the net profit after charging such contribution provided as per provisions of the Bangladesh Labour Law, 2006 & Bangladesh Labour Rules, 2015 & is payable to workers' as defined in the said Act.

34. (A) CURRENT TAX:
Current tax consists the higher of minimum tax U/S 163 (2 kh-uno), 163 (5-kh-e) considering below a, b, c ie a) tax on income basis b) TDS on these income U/S 163(2-ka,kha) & c) tax on all gross received U/S- 163 (5-kh-e) and also others income realised during the period from 1st July 2023 to 31 December 2023.Details as follows:

Calculation of Current Tax:	
a) Tax on Income basis	
(i) Tax on Business profit:	
Profit before tax	43,794
Other Operating Income/(Loss) from translation	0
Less: Finance & Other Income	(18,866)
Net Operating Profit/(Loss)	24,928
Tax Rate	12%
Tax on Business Profit	2,991
ii) Tax on Other Income:	
x) Tax on Dividend Income	905
y) Tax on Cash Incentive realised	2,321
z) Tax on Finance Income (FDR & Savings Interest)	2,905
	6,132
Total (i+ii)	9,123

**as per SRO # 253-law / Income Tax-09/23 dated 23.08.2023

b) TDS U/S -163(2-ka,kha)	
i) TDS on export proceeds @ 1.00% on export proceeds	11,344
ii) TDS on Dividend Income @ 20.00% on Dividend Income	905
iii) TDS on Cash Incentive (realized amount) @ 10.00% on Cash Incentive	2,321
iv) TDS on Finance income (realized amount) @ 20.00% on Finance income	2,905
	17,476

c) Tax on Gross Received U/S-163(5-ka-Uho)	
i) Realized from revenue	4,020
ii) Realized from Other Operating Income	(0)
iii) Realized from Cash Incentive	139
iv) Realized from Dividend Income	27
v) Realized from finance & Other Income	87
vi) Realized from Other Income PF Lapse	-
	4,274

So, Current Tax:	
i) Tax on Business profit - Higher of ai,bi & ci	above b
ii) Tax on Dividend Income Higher of a-ii-x,b-ii & c-iv	20.00
iii) Tax on Cash Incentive (realized amount) - Higher of a-ii-y,b-iii & c-iii	10.00
iv) Tax on Finance Income (Realized) Higher is a-ii-z	20.00
v) Tax on other operating Income (Realized)- business income	20.00
vi) Realized from Other Income- PF Lapse realised	20.00
	11,344
	905
	2,321
	2,905
	(2)
	17,476
	37,816

34 (B) DEFERRED TAX (EXPENSES) / INCOME: (4,414) 12,985

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, foreign currency translation, Cash Incentive receivable, Dividend receivable PF Lapse receivable and WDV of fixed assets. Detailed calculations are shown for above in Note - 17.

34 (C) PRIOR YEAR ADJUSTMENT: (3,943) -

As per section 22, ITA 2023 if in an income year, the total amount transferred to retained earnings or any fund, reserve or surplus, called by whatever name, by a company registered under কোম্পানী আইন, ১৯৯৪ সনের ১৮ নং আইন) or listed to any stock exchange exceeds 70% of the net income after tax, tax shall be payable at the rate of 10% on the total amount so transferred in that income year.

According to the above-mentioned section the Company has been made tax provision for the year 2022-2023 & shown as Prior year adjustment. I

Effective tax rate = (Tax expenses / Profit before tax) 58.99% 54.92%

35. BASIC EARNINGS PER SHARE (EPS):	
Earnings Attributable to Ordinary Shareholders	17,961
Number of Ordinary Shares	5,702
Basic Earnings Per Share (EPS)	3.15

36. NET OPERATING CASH FLOWS PER SHARE (NOCFPS) :	
Net Operating Cash Flows	(234,549)
Number of Ordinary Shares	5,702
Net Operating Cash Flows Per Share (NOCFPS)	(41.13)

Net operating cash flow is Tk. (41.13) per share for the six months ended on 31st December 2023 but it was Tk. (15.55) for the same period of last year,however the scenario is changeable time to time depending on different issues.

	As at	
	31.12.2023	30.06.2023
37. NET ASSETS VALUE (NAV) PER SHARE :		
Equity Attributable to the Owners of the Company	742,303	776,689
Number of Ordinary Shares	5,702	5,702
Net Assets Value (NAV) Per Share (Q2)	130.17	136.20

Sd/-
Zahur Ahmed Phd
Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary

38. CONTINGENT LIABILITY:

There is Tk.1.72 million as Bank guarantee for which the Company is contingently liable as on 31st December 2023.

39. EVENTS AFTER REPORTING PERIOD:**a) Other Significant Events:**

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.

40. RELATED PARTY TRANSACTIONS:

(a) There was no related party transaction (Inter Company) during the quarter 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.30).

(c) The Company operates a contributory provident fund which is administered 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.

41. 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.

	Value in Taka '000'	
	01.07.2023	01.07.2022
	to	to
	<u>31.12.2023</u>	<u>31.12.2022</u>
Cash flows from operating activities:		
Net Profit after tax expenses	17,961	20,381
Add: Depreciation on tangible assets	7,795	7,552
Less: Effect of Foreign currency translation gain / (loss)	0	(212)
Less: Finance & Other income during the period	(18,866)	(13,084)
Add: Interest during the period	4,842	11,466
Add: Tax Expenses	25,833	24,831
(Increase)/Decrease in Inventories	(268,032)	14,972
(Increase)/Decrease in Trade Receivables	(2,689)	(254,719)
(Increase)/Decrease in Advances, Deposits & Pre-payments	2,907	(167)
(Increase)/Decrease in Other Receivables	(48,234)	141,112
Income tax paid during the period	(17,636)	(37,335)
(Increase)/Decrease in Security deposits	(3,216)	-
Increase/(Decrease) in Trade Payables	36,264	20,756
Increase/(Decrease) in Other Payables	28,520	(24,245)
Net cash flows generated from/(Used in) operating activities:	<u>(234,549)</u>	<u>(88,692)</u>
RECONCILIATION:		
Net cash flows generated from/(Used in) operating activities	(234,549)	(88,692)
Indirect Method:		
Net cash flows generated from/(Used in) operating activities	<u>(234,549)</u>	<u>(88,692)</u>
Direct Method:	-	-

Sd/-
Zahur Ahmed PhD
Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary