

Final

# Private & Confidential

## Auditors' Report and Financial Statements

of

### **Aleem Jute Mills Ltd.**

Atra Industrial Area, Khulna.

For the year ended 30<sup>th</sup> June, 2022.

### **MASUD ALTAF & CO.**

Chartered Accountants

Dom-Inno Apartment, B-1

23/16, Khilji Road, Block-B

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## Independent Auditors' Report of Aleem Jute Mills Ltd.

### Opinion

We have audited the Financial Statements of "Aleem Jute Mills Ltd." which comprise the Statement of Financial Position as on 30<sup>th</sup> June, 2022 and related the Statement of Manufacturing, Trading and Profit (Loss) and Other Comprehensive Income, Changes in Equity and Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company gives a true and fair view of the financial position as on 30<sup>th</sup> June, 2022 and of its Statement of Manufacturing, Trading and Profit (Loss) and Other Comprehensive Income, Changes in Equity and Cash Flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note B and other applicable laws and regulations.

### Basis for Opinion

We conducted our audit in accordance with International Auditing Standards (IAS). Our responsibilities under those standards are further described in the Auditor's 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), We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and Institute of Chartered Accountants of Bangladesh (ICAB) Bye-Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### 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 of the Company and also separate financial statement of the Company in accordance with IFRSs as explained in note B 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.

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 IASs 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 International Auditing Standards IASs, 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 the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994, the rules and regulations issued by regulatory authorities, we also report the following:

- a) We have obtained all the information and explanation 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 account as required by law have been kept by the Company so far as it appeared from our examination of those books.
- c) The Statement of Financial Position, Manufacturing, Trading and Profit (Loss) and Other Comprehensive Income, Changes in Equity and Cash Flows dealt with by the report are in agreement with the books of account and returns, and
- d) The expenditures incurred were for the purpose of the company's business for the year.

Dated, Dhaka.  
1<sup>st</sup> February, 2023.



  
(MASUD ALTAF & CO.)  
Chartered Accountants  
DVC: 2302010684AS157538

## Aleem Jute Mills Ltd.

Atra Industrial Area, Khulna.

### Statement of Financial Position as on 30th June, 2022.

Sl. #	Particulars	Note / Sch.	Amount (Tk.)	
			30.06.2022	30.06.2021
<b>Property &amp; Assets :</b>				
<b>A. Non Current Assets :</b>				
	At Cost / Revaluation less accumulated dep.	1.00	2,867,593,760	2,872,595,386
	Investment	2.00	-	-
	<b>Total Non Current Assets :</b>		<b>2,867,593,760</b>	<b>2,872,595,386</b>
<b>B. Current Assets :</b>				
	Stock, Stores & Spares	3.00	18,619,231	18,619,231
	Debtors (Less Provision)	4.00	4,706,344	11,906,838
	Due from BJMC Mills	5.00	438,355	438,355
	Advance, Deposits & Pre-payments	6.00	3,071,080	4,213,406
	Interim Revenue Support Receivable	7.00	6,196,151	6,196,151
	BJMC Current Account	8.00	-	-
	Cash & Bank Balance	9.00	57,513,901	45,433,654
	<b>Total Current Assets</b>		<b>90,545,062</b>	<b>86,807,635</b>
<b>C. Profit &amp; Loss Account Balance</b>				
		10.00	3,382,119,694	3,394,631,719
	<b>Total Property &amp; Assets : (A+B+C)</b>		<b>6,340,258,516</b>	<b>6,354,034,740</b>
<b>Capital &amp; Liabilities :</b>				
<b>D. Shareholders Equity &amp; Loans :</b>				
	Authorized Capital	11.00	50,000,000	50,000,000
	Issued, Subscribed & Paid-up Capital	12.00	6,500,000	6,500,000
	Govt. Equity Contribution	13.00	26,418,920	26,418,920
	Reserves	14.00	2,803,495,783	2,807,965,459
	BJMC Current Account	15.00	168,214,547	113,157,572
	Long Term Loan	16.00	2,999,669,589	2,470,493,289
	Gratuity Liabilities (Provision)	17.00	48,647,031	48,647,031
	<b>Total Shareholders Equity &amp; Loans</b>		<b>6,052,945,870</b>	<b>5,473,182,271</b>
<b>E. Current Liabilities :</b>				
	Bank Overdraft	18.00	46,939,404	43,511,864
	Liabilities for Goods	19.00	3,566,176	27,492,365
	Liabilities for Expenses	20.00	51,239,995	210,362,003
	Liabilities for other Finance	21.00	28,222,308	27,228,043
	Due to BJMC Mills	22.00	30,981,486	30,981,486
	Gratuity Payable Account(Current)	23.00	126,363,276	541,276,708
	<b>Total Current Liabilities :</b>		<b>287,312,645</b>	<b>880,852,469</b>
	<b>Total Capital &amp; Liabilities : (D+E)</b>		<b>6,340,258,516</b>	<b>6,354,034,740</b>

*(Signature)*  
চন্দ্রকান্ত বৈরাগী  
উপ-ব্যবস্থাপক (সিঃ ও জবঃ)  
আলীম জুট মিলস লিমিটেড  
আট্টার্না, খুলনা

This is the Statement of Financial Position referred to in our separate report of even date.

মোঃ সাফ্বা হোসেন  
ব্যবস্থাপক (সঃ বেঃ)  
প্রকার প্রধান  
আলীম জুট মিলস লিমিটেড  
আট্টার্না, খুলনা

Dated, Dhaka.  
01st February, 2023.



*(Signature)*  
(MASUD ALTAF & CO.)  
Chartered Accountants  
DVC: 2302010684AS157538

**Aleem Jute Mills Ltd.**  
Atra Industrial Area, Khulna.

**Statement of Manufacturing, Trading and Profit (Loss) & Other Comprehensive Income  
for the year ended 30th June, 2022.**

Sl. #	Particulars	Note	Amount (Tk.) 2021-2022			Last year 2020-2021
			Hessian	Sacking	Total	
	<b>Income :</b>					
2	Local Sales	25.00	-	-	-	7,053,324
1	Foreign Sales	26.00	-	-	-	61,906,506
3	<b>Total Sales : (1+2)</b>					<b>68,959,830</b>
4	Subsidy	26.01	-	-	-	7,428,781
5	<b>Total Income : (3+4)</b>					<b>76,388,611</b>
	<b>Material Cost :</b>					
6	Opening Work-in-Process		-	-	-	5,663,070
7	Raw Jute Consumption	28.00	-	-	-	-
8	Charges on Raw Jute	29.00	-	-	-	-
9	Other Direct Materials Consumed	30.00	-	-	-	-
10	<b>Sub-Total : (6 to 9)</b>					<b>5,663,070</b>
11	Closing Work-in-Process	27.00	-	-	-	-
12	<b>Total Material Cost : (10-11)</b>					<b>5,663,070</b>
	<b>Conversion Cost :</b>					
13	Opening Work-in-Process		-	-	-	1,700,065
14	Wages	31.00	-	-	-	17,296,063
15	Salaries	32.00	-	-	27,528,933	29,891,890
16	Power/Electricity	33.00	-	-	1,552,994	3,196,807
17	Fuel	34.00	-	-	-	-
18	Repairs & maintenance	35.00	-	-	296,296	72,439
19	Depreciation	36.00	-	-	660,000	660,000
20	Insurance	37.00	-	-	-	-
21	Other Factory overhead	38.00	-	-	-	-
22	<b>Sub-Total : (13 to 21)</b>				<b>30,038,223</b>	<b>52,817,264</b>
23	Closing Work-in-Process	27.00	-	-	-	-
24	<b>Total Conversion Cost : (22-23)</b>				<b>30,038,223</b>	<b>52,817,264</b>
25	<b>Cost of Production : (12+24)</b>				<b>30,038,223</b>	<b>58,480,334</b>
26	Opening stock of Finished Goods	39.00	-	-	-	75,011,014
27	<b>Cost of Goods available for Sale : (25+26)</b>				<b>30,038,223</b>	<b>133,491,348</b>
28	Closing stock of Finished Goods	40.00	-	-	-	-
29	<b>Total cost of Sales : (27- 28)</b>				<b>30,038,223</b>	<b>133,491,348</b>
30	Administrative expenses	41.00	-	-	3,061,500	3,111,863
31	Selling expenses	42.00	-	-	761,950	4,104,207
32	<b>Total operating expenses : (29 to 31)</b>				<b>33,861,673</b>	<b>140,707,418</b>
33	<b>Operating Profit/(Loss) : (5-32)</b>				<b>(33,861,673)</b>	<b>(64,318,807)</b>
	<b>Financial Expenses :</b>					
34	Interest on Cash Credit	43.00	-	-	-	2,400,000
35	Interest on Long term Loan	43.00	-	-	6,000,000	3,600,000
36	<b>Total Interest : (34+35)</b>				<b>6,000,000</b>	<b>6,000,000</b>
37	<b>Total Profit/(Loss) : (33+36)</b>				<b>(39,861,673)</b>	<b>(70,318,807)</b>
38	Non-Operating Income	44.00	-	-	-	-
39	<b>Net Profit/(Loss) : (37-38)</b>				<b>(39,861,673)</b>	<b>(70,318,807)</b>

চন্দ্রকান্ত বেরাঙ্গা  
উপ-ব্যবস্থাপক (হিঃ ও অর্থ)  
আলীম জুট মিলস্ লিঃ  
আটরা, খুলনা।

মোঃ আব্দুল হোসেন  
ব্যবস্থাপক (হিঃ ও অর্থ)  
প্রকল্প প্রধান  
আলীম জুট মিলস্ লিঃ  
আটরা, খুলনা।

This is the Statement of Manufacturing, Trading and Profit (Loss) & Other Comprehensive Income referred to in our separate report of even date.

Dated, Dhaka.  
1st February, 2023.



(MASUD ALTAF & CO.)  
Chartered Accountants  
DVC: 2302010684AS157538

## Aleem Jute Mills Ltd.

Atra Industrial Area, Khulna.

### Statement of Manufacturing, Trading and Profit (Loss) & Other Comprehensive Income for the year ended 30th June, 2022.

Sl. #	Particulars	Notes	Amount (Tk. in Lac.)		2021-2022	Last Year
			Hessian	Sacking	Total	2020-2021
	<b>Income:</b>					
2	Local Sales	26.00	-	-	-	70.53
1	Foreign Sales	25.00	-	-	-	619.07
3	<b>Total Sales : (1+2)</b>		-	-	-	<b>689.60</b>
4	Subsidy	26.01	-	-	-	74.29
5	<b>Total Income : (3+4)</b>		-	-	-	<b>763.89</b>
	<b>Material Cost :</b>					
6	Opening Work-in-Process		-	-	-	56.63
7	Raw Jute consumption	28.00	-	-	-	-
8	Charges on Raw Jute	29.00	-	-	-	-
9	Other direct materials consumed	30.00	-	-	-	-
10	<b>Sub-Total : (6 to 9)</b>		-	-	-	<b>56.63</b>
11	Closing Work-in-Process	27.00	-	-	-	-
12	<b>Total Material Cost : (10-11)</b>		-	-	-	<b>56.63</b>
	<b>Conversion Cost :</b>					
13	Opening Work-in-Process		-	-	-	17.00
14	Wages	31.00	-	-	-	172.95
15	Salaries	32.00	-	-	275.28	298.92
16	Power/Electricity	33.00	-	-	15.53	31.97
17	Fuel	34.00	-	-	-	-
18	Repairs & maintenance	35.00	-	-	2.96	0.73
19	Depreciation	36.00	-	-	6.60	6.60
20	Insurance	37.00	-	-	-	-
21	Other Factory overhead	38.00	-	-	-	-
22	<b>Sub-Total : (13 to 21)</b>		-	-	<b>300.37</b>	<b>528.17</b>
23	Closing Work-in-Process	27.00	-	-	-	-
24	<b>Total Conversion Cost : (22-23)</b>		-	-	<b>300.37</b>	<b>528.17</b>
25	<b>Cost of production : (12+24)</b>		-	-	<b>300.37</b>	<b>584.80</b>
26	Opening Stock of Finished Goods	39.00	-	-	-	750.11
27	<b>Cost of Goods available for Sale : (25+26)</b>		-	-	<b>300.37</b>	<b>1,334.91</b>
28	Closing Stock of Finished Goods	40.00	-	-	-	-
29	<b>Total cost of Sales : (27- 28)</b>		-	-	<b>300.37</b>	<b>1,334.91</b>
30	Administrative expenses	41.00	-	-	30.62	31.12
31	Selling expenses	42.00	-	-	7.62	41.04
32	<b>Total operating expenses : (29 to 31)</b>		-	-	<b>338.61</b>	<b>1,407.07</b>
33	<b>Operating Profit/(Loss) : (5- 32)</b>		-	-	<b>(338.61)</b>	<b>(643.18)</b>
	<b>Financial Expenses :</b>					
34	Interest on Cash Credit	43.00	-	-	-	24.00
35	Interest on Long term Loan	43.00	-	-	60.00	36.00
36	<b>Total Interest : (34+35)</b>		-	-	<b>60.00</b>	<b>60.00</b>
37	<b>Total Profit/(Loss) : (33+36)</b>		-	-	<b>(398.61)</b>	<b>(703.18)</b>
38	Non-Operating Income	44.00	-	-	-	-
39	<b>Net Profit/(Loss) : (37- 38)</b>		-	-	<b>(398.61)</b>	<b>(703.18)</b>

## Aleem Jute Mills Ltd.



Atra Industrial Area, Khulna.

### Statement of Cash Flow for the year ended 30th June, 2022.

Sl. #	Particulars	Amount (Tk.)	
		2021-2022	2020-2021
<b>A.</b>	<b><u>Cash Flow from Operating Activities :</u></b>		
	Net Profit (Loss) for the year	(39,861,673)	(70,318,807)
	Previous year adjustment	52,373,699	47,055,275
	Depreciation	660,000	660,000
	Stock, Stores & Spares	-	98,337,864
	Debtors (Less Provision)	7,200,494	9,995,000
	Advance, Deposits & Pre-payments	1,142,326	1,408,698
	Due from BJMC Accounts	-	-
	BJMC Current Accounts	55,056,975	(30,498,534)
	Due to BJMC Mill	-	-
	Liabilities for Goods	(23,926,189)	(17,667,253)
	Liability for Expenses	(159,122,008)	(5,097,500)
	Gratuity Liabilities(Provision)	-	(65,574,194)
	<b>Net Cash used from Operating Activities : (A)</b>	<b>(106,476,376)</b>	<b>(31,699,452)</b>
<b>B.</b>	<b><u>Cash flow from Investing Activities :</u></b>		
	Fixed Assets Addition / Adjustment	(128,050)	(168,181)
	Long term Loan	529,176,300	472,537,902
	<b>Net cash flow from Investing Activities : (B)</b>	<b>529,048,250</b>	<b>472,369,721</b>
<b>C.</b>	<b><u>Cash Flow from Financing Activities :</u></b>		
	Liabilities For Other Finance	994,265	3,170,591
	Bank Overdraft	3,427,540	15,000
	Gratuity Payable Account(current)	(414,913,432)	(408,201,242)
	<b>Net Cash used from Financing Activities : (C)</b>	<b>(410,491,627)</b>	<b>(405,015,651)</b>
	Net Increase/Decrease in Cash at Bank Balance : (A+B+C)	12,080,248	35,654,619
	Opening Cash & Bank Balance	45,433,654	9,779,035
	<b>Closing Cash &amp; Bank Balance</b>	<b>57,513,901</b>	<b>45,433,654</b>

This is the Statement of Cash Flows referred to in our separate report of even date.

Dated, Dhaka.  
01st February, 2023.

  
  
**(MASUD ALTAF & CO.)**  
 Chartered Accountants  
**DVC: 2302010684AS157538**

## Aleem Jute Mills Ltd.

Atra Industrial Area, Khulna.

### Quantity Schedule for the year ended 30th June, 2022

Particulars	Hessian Quantity (M.Ton)	Sacking Quantity (M.Ton)	Total Quantity (M.Ton)
Weaving Production	-	-	-
<b>Materials :</b>			
Opening work-In-Process	-	-	-
Equivalent Production	-	-	-
<b>Sub Total</b>	-	-	-
Closing Work-In-Process	-	-	-
Bale Production	-	-	-
<b>Conversion :</b>			
Opening work-In-Process	-	-	-
Equivalent Production	-	-	-
<b>Sub Total</b>	-	-	-
Closing Work-In-Process	-	-	-
Opening stock of Finished Goods	-	-	-
<b>Goods available for sales</b>	-	-	-
Closing Stock of Finished Goods	-	-	-
Local Sale	-	-	-
Foreign Sale	-	-	-
<b>Total Sales</b>	-	-	-
Equivalent Production	-	-	-





## Aleem Jute Mills Ltd.

Atra Industrial Area, Khulna.

### Schedule of Fixed Assets as on 30th June, 2022.

Particulars	Cost			Revaluation	Total Cost as on 30.06.2022	Depreciation on Original Cost			Total Dep. on Original Cost as on 30.06.2022				
	Opening Balance as on 01.07.2021	Addition/Adjustment during the year	Cost as on 30.06.2022			Opening Balance as on 01.07.2021	Charged during the year	Total Dep. on Original Cost as on 30.06.2022					
										1	2	3	4
Land	807,842	-	807,842	2,597,599,658	2,598,407,500	-	-	-	-	-	-	-	-
Land Development	557,834	-	557,834	3,189,216	3,747,050	175,129	54,602	229,731	-	-	-	-	-
Building & Other Construction	10,543,990	-	10,543,990	80,903,902	91,447,892	430,420	128,756	559,176	-	-	-	-	-
Plant, Machinery & Equipment's	54,539,595	128,050	54,667,645	120,676,219	175,343,864	1,917,412	407,879	2,325,291	-	-	-	-	-
Furniture & Fixtures	360,750	-	360,750	-	360,750	174,393	68,763	243,156	-	-	-	-	-
Vehicles	505,295	-	505,295	1,994,705	2,500,000	-	-	-	-	-	-	-	-
Sundry Assets	355,921	-	355,921	403,679	759,600	-	-	-	-	-	-	-	-
Biological Assets (Trees)	-	-	-	18,498,000	18,498,000	-	-	-	-	-	-	-	-
<b>Total</b>	<b>67,671,227</b>	<b>128,050</b>	<b>67,799,277</b>	<b>2,823,265,379</b>	<b>2,891,064,656</b>	<b>2,697,354</b>	<b>660,000</b>	<b>3,357,354</b>	<b>660,000</b>	<b>660,000</b>	<b>660,000</b>	<b>660,000</b>	<b>3,357,354</b>

Particulars	Depreciation on Re-valuation			Total Depreciation		Written Down Value			Total Assets as on 30.06.2022
	Opening Balance as on 01.07.2021	Charged during the year	Total Dep. on Re-valuation Cost 30.06.2022	For the year	Cumulative	Original Cost	Revaluation	Total Assets as on 30.06.2022	
Land	-	-	-	-	-	3-8=14	4-11=15	14+15=16	-
Land Development	1,250,172	357,192	1,607,364	411,794	1,837,095	807,842	2,597,599,658	2,598,407,500	-
Building & Other Construction	4,417,350	1,262,100	5,679,450	1,390,856	6,238,626	328,103	1,581,852	1,909,955	-
Plant, Machinery & Equipment's	9,798,908	2,799,688	12,598,596	3,207,567	14,923,887	9,984,814	75,224,452	85,209,266	-
Furniture & Fixtures	-	-	-	68,763	243,156	52,342,354	108,077,623	160,419,977	-
Vehicles	124,264	35,504	159,768	35,504	159,768	117,594	1,834,937	2,340,232	-
Sundry Assets	53,172	15,192	68,364	15,192	68,364	505,295	335,315	691,236	-
Biological Assets (Trees)	-	-	-	18,498,000	18,498,000	-	18,498,000	18,498,000	-
<b>Total</b>	<b>15,643,866</b>	<b>4,469,676</b>	<b>20,113,542</b>	<b>5,129,676</b>	<b>23,470,896</b>	<b>64,441,923</b>	<b>2,803,151,837</b>	<b>2,867,593,760</b>	<b>2,867,593,760</b>

N.B. : The above Plant & Machinery Assets includes Assets received from closed Adamjee Jute Mills (M.RR NO-501 to 508 year-2003-04).



## Aleem Jute Mills Ltd.

Atra Industrial Area, Khulna.

### Notes to the Financial Statement for the year ended 30th June, 2022.

**A. Legal form of the Enterprise :**

Aleem Jute Mills Ltd. incorporated in then the East Pakistan under the Company Act 1913 subsequently amended in 1994. The mill was placed under the control and management of Bangladesh Jute Mills Corporation (BJMC) under P.O. 27 of 1972 & subsequently the industrial nationalised Act No. 25 of 2018.

**B. Nature of Business :**

The principal activities of the company is manufacturing, local sale and export of jute yarn.

**C. Significant Accounting Policies :**

The Mill follows an integrated accounting system. These accounts have been prepared on a going concern basis under historical cost conversion based on the generally accepted accounting principles consistently applied.

**D. Basis of Presentation :**

Financial Statement presentation follows the formats recommended in the International Financial Reporting Standards.

**E. Cash and Cash Equivalents :**

Cash in hand and cash at bank have been considered as cash and cash equivalents for the preparation of these financial statements, which were held and are available for use by the factory without any restriction. There was no significant risk of changes in value of these current assets.

**F. Fixed Assets :**

The Fixed Assets are shown at cost & Revaluation less accumulated depreciation. 1st time revaluation was made in the year 1992-93 and 2nd time revaluation was made in the year 2016-2017 and increased value transferred to Capital Reserve Account as per BJMC Guide Line.

**G. Depreciation :**

Fixed Assets were depreciated at straight line method @ 2.5% to 25% according the type of assets.

**H. Foreign Currency Transaction:**

Revenue transactions of foreign currency are converted in Bangladeshi taka at the exchange rate prevailing on the date of transaction.

**I. Service Benefits :**

(a) The factory is maintaining a contributory Provident Fund for its every permanent employee. The factory is providing contribution to the Fund equivalent to 8.33% from date of Nov'17 of basic wages/salary of each permanent employee.

(b) The factory also provides Gratuity benefit to its every permanent employee equivalent to two months last basic wages/salary for each completed year of service.

**J. Taxation :**

The factory is incurring loss since long. This year the factory also incurred loss. On the other hand source tax deducted on export proceeds have adjusted against company tax.

**K. Liabilities for Expenses :**

Provision for certain expenses and known liabilities were made in the accounts during the year under audit.

**L. Reporting period :**

The financial statements of the factory cover the period of 1st July, 2021 to 30th June, 2022 consistently.

