

BANGLADESH BUILDING SYSTEMS LTD.

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE, 2014

Particulars	Note	2013-2014 <u>Taka</u>	2012-2013 <u>Taka</u>
ASSETS			
Non-Current Assets		675,612,191	611,694,087
Property, Plant & Equipment	3.00	649,090,233	611,113,587
Intangible Assets	4.00	629,058	580,500
Deferred IPO Expenses	5.00	25,892,900	-
Current Assets		1,058,403,521	703,687,904
Inventories	6.00	420,920,346	262,667,275
Account Receivables	7.00	316,658,291	247,068,843
Advances, Deposits & Pre-payments	8.00	300,221,001	179,343,011
Cash & Cash Equivalents	9.00	20,603,883	14,608,775
Total Assets		<u>1,734,015,712</u>	<u>1,315,381,991</u>
EQUITY & LIABILITY			
Shareholders' Equity		1,096,542,421	729,860,178
Share Capital	10.00	736,000,000	500,000,000
Retained Earnings	11.00	360,542,421	229,860,178
Non-Current Liabilities		88,994,748	102,730,439
Long Term Loan	12.00	3,029,118	21,533,871
Deferred Tax Liabilities	13.00	85,965,630	81,196,568
Current Liabilities		548,478,543	482,791,374
Short Term Loan	14.00	301,455,768	313,320,211
Current Portion of Long term Loan	15.00	1,056,300	37,500,589
Creditors & Accruals	16.00	49,565,276	31,532,325
Liabilities for Expenses	17.00	26,220,480	23,068,312
Provision for Tax	18.00	165,161,811	77,369,937
Other Payable	19.00	5,018,908	-
Total Liabilities		<u>637,473,291</u>	<u>585,521,813</u>
Total Equity & Liabilities		<u>1,734,015,712</u>	<u>1,315,381,991</u>
Net Asset Value (NAV) per Share	29.00	14.90	14.60

The accounting policies and other notes form an integral part of the financial statements.

Managing Director

Chairman

Company Secretary

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

Dated: Dhaka
18 September, 2014

HAQUE SHAHALAM MANSUR & CO.
Chartered Accountants

BANGLADESH BUILDING SYSTEMS LTD.

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE, 2014

Particulars	Note	2013-2014 <u>Taka</u>	2012-2013 <u>Taka</u>
Turnover	20.00	1,681,636,790	1,205,948,132
Cost of Goods Sold	21.00	(1,267,128,822)	(941,443,934)
Gross Profit/(Loss)		414,507,968	264,504,198
Operating Expenses		(68,835,781)	(59,906,817)
Administrative Overhead	22.00	(50,613,410)	(43,191,214)
Marketing & Selling Overhead	23.00	(18,222,371)	(16,715,603)
Operating Profit		345,672,188	204,597,381
Other Income	24.00	44,522,058	4,202,667
Financial Expenses	25.00	(54,988,908)	(66,185,255)
Net Profit/(Loss) before WPPF		335,205,338	142,614,793
Contribution to WPPF	26.00	(15,962,159)	(6,791,181)
Net Profit/(Loss) before Tax		319,243,179	135,823,612
Income Tax Expenses	27.00	(92,560,936)	(59,306,863)
Current Tax		(87,791,874)	(50,933,854)
Deferred Tax		(4,769,062)	(8,373,009)
Net Profit/(Loss) after Tax		226,682,243	76,516,749
Earning per Share (EPS)	28.00	3.08	1.53
Number of Shares used to compute EPS		73,600,000	50,000,000

The accounting policies and other notes form an integral part of the financial statements.

Managing Director

Chairman

Company Secretary

This is the Statement of Comprehensive Income referred to in our report of even date.

Dated: Dhaka
18 September, 2014

HAQUE SHAHALAM MANSUR & CO.
Chartered Accountants

BANGLADESH BUILDING SYSTEMS LTD.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE, 2014**

Particulars	Share Capital	Retained Earnings	Total
Balance at 1 July, 2012	500,000,000	153,343,429	653,343,429
Net Profit/(Loss) during the year	-	76,516,749	76,516,749
Balance at 30 June, 2013	500,000,000	229,860,178	729,860,178
Balance at 1 July, 2013	500,000,000	229,860,178	729,860,178
Addition of Ordinary Shares (IPO)	140,000,000	-	140,000,000
Addition of Bonus Shares during the year	96,000,000	(96,000,000)	-
Net Profit/(Loss) during the year	-	226,682,243	226,682,243
Balance at 30 June, 2014	736,000,000	360,542,421	1,096,542,421

The accounting policies and other notes form an integral part of the financial statements.

Managing Director

Chairman

Company Secretary

This is the Statement of Changes in Equity referred to in our report of even date.

**Dated: Dhaka
18 September, 2014**

**HAQUE SHAHALAM MANSUR & CO.
Chartered Accountants**

BANGLADESH BUILDING SYSTEMS LTD.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE, 2014

Particulars	2013-2014 <u>Taka</u>	2012-2013 <u>Taka</u>	
Cash Flows from Operating Activities			
Collection from Customers & Others	1,656,569,400	1,202,390,274	
Payment to Supplier, Employees & Others	(1,540,465,455)	(1,045,423,091)	
Net Cash Generated from Operating Activities	116,103,945	156,967,183	
Cash Flows from Investing Activities			
Acquisition of Property Plant & Equipment	(102,737,498)	(46,228,834)	
Acquisition of Intangible Assets	(125,620)	(645,000)	
Capitalization of IPO Expenses	(30,462,234)	-	
Net Cash used in Investing Activities	(133,325,352)	(46,873,834)	
Cash Flows from Financing Activities			
Share Capital	140,000,000	-	
Loan from/(Repayment) of Long Term Loan	(18,504,753)	(26,056,495)	
Loan from/(Repayment) of Current Portion of Long Term Loan	(36,444,289)	(96,119)	
Loan from/(Repayment) of Short Term Loan	(11,864,443)	(25,310,907)	
Collection from IPO Proceeds	6,292,880,000	-	
Payment from IPO Proceeds	(6,287,861,092)	-	
Bank Interest Paid	(54,988,908)	(66,185,255)	
Net Cash generated/(used) in Financing Activities	23,216,515	(117,648,776)	
Net Cash Increased/(Decreased) in Cash & Cash Equivalents	5,995,108	(7,555,427)	
Cash & Cash Equivalents at the Beginning of the year	14,608,775	22,164,202	
Cash & Cash Equivalents at the End of the year	20,603,883	14,608,775	
Net Operating Cash Flows per Share (NOCFPS)	30.00	1.58	3.14
Number of Shares used to compute NOCFPS	73,600,000	50,000,000	

The accounting policies and other notes form an integral part of the financial statements.

Managing Director

Chairman

Company Secretary

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

Dated: Dhaka
18 September, 2014

HAQUE SHAHALAM MANSUR & CO.
Chartered Accountants

3.00 Property, Plant & Equipment: Tk. 649,090,233

Sl. No.	Particulars	Cost				Rate %	Depreciation				Written down value as on June 30, 2014
		Balance as at July 01, 2013	Addition during the year	Transfer/ Disposal during the year	Balance as at June 30, 2014		Balance as at July 01, 2013	Charge for the year	Transfer/ Disposal during the year	Balance as at June 30, 2014	
1	Land & Land Development	58,661,617	24,257,175	-	82,918,792	-	-	-	-	-	82,918,792
2	Factory Building & Other Construction	219,304,503	48,472,412	-	267,776,915	5%	31,109,206	13,388,846	-	44,498,052	223,278,863
3	Plant & Machinery	433,846,105	23,144,710	-	456,990,815	10%	102,907,001	45,699,082	-	148,606,083	308,384,733
4	Electrical Installation	9,980,958	-	-	9,980,958	15%	3,464,801	1,497,144	-	4,961,945	5,019,013
5	Furniture & Fixtures	16,544,112	765,850	-	17,309,962	10%	6,429,223	1,730,996	-	8,160,219	9,149,743
6	Office Equipment & Computer	7,056,313	-	-	7,056,313	15%	2,975,332	1,058,447	-	4,033,779	3,022,534
7	Office Decoration	3,918,806	2,567,850	-	6,486,656	10%	1,184,487	648,666	-	1,833,153	4,653,503
8	Leased Asset-Motor Vehicle	11,223,936	3,529,501	-	14,753,437	5%	1,352,713	737,672	-	2,090,385	12,663,052
	as at 30-06-2014	760,536,350	102,737,498	-	863,273,848		149,422,763	64,760,852	-	214,183,615	649,090,233
	as at 30-06-2013	714,307,516	46,228,834	-	760,536,350		98,929,424	50,493,339	-	14,422,763	611,113,587

Depreciation charged for the year has been allocated as follows:

	30-06-2014	30-06-2013
Manufacturing Overhead	61,522,809	47,825,938
Administrative Expenses	3,238,043	2,667,401
Total	64,760,852	50,493,339

4.00 Intangible Assets: Tk. 629,058

Sl. No.	Particulars	Cost				Rate%	Amortization				Written down as at 30 June, 2014
		Balance as at 01 July, 2013	Addition during the year	Transfer/ Disposal during the year	Balance as at 30 June, 2014		Balance as at 01 July, 2013	Charged during the year	Transfer/ Disposal during the Year	Balance as at 30 June, 2014	
1	IT Software-Accounting Software	380,000	-	-	380,000	10%	38,000	38,000	-	76,000	304,000
2	Share Management Software	200,000	50,000	-	250,000	10%	20,000	25,000	-	45,000	205,000
3	Website Development	65,000	75,620	-	140,620	10%	6,500	14,062	-	20,562	120,058
	as at 30-06-2014	645,000	125,620	-	770,620		64,500	77,062	-	141,562	629,058
	as at 30-06-2013	-	645,000	-	645,000		-	64,500	-	64,500	580,500

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
5.00 Deferred IPO Expenses: Tk. 25,892,900		
IPO Expenses	30,462,234	-
Less: Amortized during the year	<u>4,569,335</u>	<u>-</u>
Closing Balance	<u>25,892,900</u>	<u>-</u>

Amortization expenses charged to IPO Expenses from the month of recognition through 05 years on a straight line basis as per management decision of the Company.

	Qty		Qty	
	<u>(MT/SQM</u>		<u>(MT/SQM</u>	
	<u>/PCS)</u>		<u>/PCS)</u>	
6.00 Inventories: Tk. 420,920,346				
Raw Material (6.01)		238,827,244		146,031,407
Work-in-Process (6.02)		56,276,135		24,667,383
Finished Goods (6.03)		<u>125,816,967</u>		<u>91,968,484</u>
Total		<u>420,920,346</u>		<u>262,667,275</u>
6.01 Raw Materials: Tk. 238,827,244				
Aluminum Foil	135,785	8,730,127	128,729	5,432,350
Bolt & Nut	324,821	14,711,837	214,060	9,761,138
Galvalume Steel Coils	474	50,988,180	251	26,952,656
Hot Roll Steel Sheet/Plate	1,412	107,017,100	945	73,577,425
Zink Aluminum Alloy Coated Steel Coils (Pre-Painted)	356	<u>57,380,000</u>	303	<u>30,307,838</u>
Total		<u>238,827,244</u>		<u>146,031,407</u>
6.02 Work-in-Process: Tk. 56,276,135				
Bolt & Nut	575	86,220	421	19,677
D-Cool	15,403	2,861,055	11,403	2,118,069
Decking Sheet	18	1,936,260	15	1,580,640
Pre-fabricated I-Section	272	41,517,600	194	14,831,584
Roof Sheet	75	<u>9,875,000</u>	61	<u>6,117,414</u>
Total		<u>56,276,135</u>		<u>24,667,383</u>
6.03 Finished Goods: Tk. 125,816,967				
Bolt & Nut	2,275	103,740	1,011	46,495
D-Cool	35,455	6,785,767	32,057	5,930,568
Decking Sheet	56	4,023,920	21	2,267,683
Pre-fabricated I-Section	950	75,535,522	762	60,173,948
Roof Sheet	375	<u>39,368,018</u>	233	<u>23,549,790</u>
Total		<u>125,816,967</u>		<u>91,968,484</u>

At the end of the year physical verification of Inventories was carried out jointly by the Company Official and Auditors.

The basis of valuation is stated in Note-2.13.

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
7.00 Account Receivables: Tk. 316,658,291		
Receivables from Customers (7.01)	316,658,291	247,068,843
Total	<u>316,658,291</u>	<u>247,068,843</u>
7.01 Receivables from Customers: Tk. 316,658,291		
Abrar Steel Industries Ltd.	-	7,600,000
Amant BD. Ltd.	6,548,377	-
Agro Food Services Ltd.	2,587,000	-
Akij Group	2,520,720	-
Al-Amren Food Products Ltd.	657,759	-
Alema Textiles Ltd.	-	3,593,985
Aman Bd. Ltd.	5,458,997	6,999,224
Apex Jute Mills Ltd.	2,352,211	675,000
Asian Consumer Care (Pvt.) Ltd.	2,600,000	2,878,750
Associated Building Corp. Ltd.	2,606,003	-
Banito Button Factory Ltd.	9,740,000	1,740,000
BASF Bangladesh Ltd.	1,050,000	-
Bashundhara Paper Mills Ltd.	-	2,144,040
Bashundhara Group	1,465,979	2,534,646
Bengal Concept & Holding	-	286,000
Brenntag Bangladesh Ltd.	-	100,000
Best Eastern CNG	100,000	-
Chaity Compositor Ltd.	2,430,000	-
Crea Inter Chem Ltd.	-	4,632,500
Delwar Hossain	1,415,000	-
Dubai Bangladesh Cement Mills Ltd.	209,688	-
Energypac Power Engineering Ltd.	7,567,339	2,387,462
Energypac Power Generation Ltd.	-	1,391,625
Envoy Textiles Ltd.	-	15,293,396
Fahim Washing Plant Ltd.	-	2,245,230
Fakir Fashion Ltd.	2,916,800	4,649,266
Fakruddin Textile Ltd.	-	1,000,000
FB Fashion Ltd.	1,250,000	-
FCI BD Ltd.	343,604	-
FM Yarn Dyeing Ltd.	5,855,420	-
Giant Textiles Ltd.	10,182,494	11,183,149
HG Aviation Ltd.	-	150,000
Impress New Tex Composite Ltd.	-	10,600,000
Incepta Pharmaceuticals Ltd.	3,611,715	-
Jamuna Apparels Ltd.	980,000	-
Jashim & Sons	635,254	-
JMI Builders & Construction Ltd.	-	341,891
Jobaida Karim Jute Ltd.	9,541,490	12,040,835
Kamal & Brothers	1,820,000	-
KM Bohumukhi Ltd.	2,977,458	2,750,970
BD Printers & Packaging Ltd.	4,086,345	-
M & U Packaging Ltd.	2,800,000	14,490,000
Marico Bangladesh	-	2,169,141
Mark Wash & Dyeing Ltd.	961,600	-
M/S Mahmud Brothers	-	700,000
Masco Picasson Ltd.	3,970,000	11,544,064
Millennium Services Center Ltd.	3,170,000	-
Monico Ltd.	1,942,317	-
Nassa Liz Apparels Ltd.	16,165,000	-

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
Neptune Commercial Ltd.	11,384,000	-
Nestle Bangladesh Ltd.	1,907,158	1,823,879
Noakhali Bannik Samity	-	120,000
Omera Cylinder Ltd.	7,032,210	-
Osman Interlining Ltd.	675,000	-
Palmal Group	2,032,000	12,652,406
Paragon Ceramic Industries Ltd.	200,000	316,797
Paragon Feed mills Ltd.	140,000	240,000
Paragon Plast Fiber Ltd.	2,025,000	-
Parlym International	5,908,086	-
Papiras Printers & Packaging Ltd.	5,711,000	-
Perfetti Van Melle BD Ltd.	274,147	2,184,975
Pioneer Knitwear Ltd.	-	3,350,000
Prama Green Syndicate-2	150,000	350,000
Pran Beverage India	849,579	1,072,022
Pran RFL Ltd.	33,615,404	-
Print Asia	2,290,952	-
Quantum Power Systems Ltd.	-	34,971,832
Reaz Enterprize	11,145,500	81,526
Regent Energy & Power Ltd.	8,125,040	11,796,100
Sadelms S.P.A	424,700	334,772
SAF Industries Ltd.	-	1,400,000
Saiham Textiles Mills Ltd.	400,000	800,000
SAN Group	1,165,000	-
Sanji Tube Factory Ltd.	2,600,000	4,600,000
Seven Circle Gypsum Ltd.	-	859,537
Shah Amanat Enterprise	3,200,000	2,500,000
Shamoli Poultry Ltd.	-	5,428,640
Shayaam Corporation	3,500,000	4,324,956
Shovon Knitwear Ltd.	3,568,926	8,260,000
Shung Shing Cement Mills Ltd.	1,045,552	2,628,844
Speedwell Auto Crops Ltd	10,162,456	-
SQ Brichina Circular Knitting Ltd.	4,243,800	-
SQ Hus Building Ltd.	7,011,200	-
Sunman Industries Corporation	1,495,000	-
Taiwan Food and Processing Ind. Ltd.	1,815,250	-
Tarashima Apparels Ltd.	1,650,000	250,000
Tasnim Chemical Complex Ltd.	1,597,045	987,772
Tex Zipper BD Ltd.	2,493,000	-
Tharmex Group	6,806,670	8,391,170
The Metal Pvt. Ltd.	-	773,646
Tradexcel Auto Bricks Ltd.	3,895,275	7,683,275
Transcom Limited	15,871,973	850,000
Unique Vocational Training Center	2,723,000	-
Viyellatex Group	10,253,254	-
Yester Accessories Ltd.	1,677,900	-
Yakub Ali Enterprise	5,735,463	-
Well Accessories Ltd.	-	1,915,520
PBC Corporation	7,339,181	-
Total	<u>316,658,291</u>	<u>247,068,843</u>

The above amounts are unsecured but good and have been subsequently realized. No provision was made for bad debt during the year under review.

No amount was due by the Directors (including Managing Director) or any other official of the Company.

2013-2014 **2012-2013**
Taka **Taka**

Aging of the above receivables is given below:

Particulars	up to 3 month	3-6 months	6 months & above	Total
Accounts Receivable	141,441,759	128,427,103	46,789,429	316,658,291
Total	141,441,759	128,427,103	46,789,429	316,658,291

8.00 Advances, Deposits & Prepayments: Tk. 300,221,001

Advance to Employees (8.01)	1,937,978	1,974,332
Advance Income Tax	212,067,576	124,523,092
Advance to Parties (8.02)	9,741,197	6,811,924
Security Deposit	288,720	288,720
VAT Current Account	51,742,498	32,907,229
L/C Margin	19,927,600	6,032,092
Bank Guarantee Margin	4,515,432	6,805,622
Total	300,221,001	179,343,011

Advance: These advances are un-secured but good and subsequently realized and/or adjusted.

Deposits: These balances represent security deposits made by the Company for electric connection & others.

In the opinion of the Directors, all current assets, investments, loans and advances are on realization in the ordinary course of business, a value at least equal to the amounts at which they are stated in the Statement of Financial Position.

There is no claim against the Company, which can be acknowledged as debt.

No amount was due by the Directors (including Managing Director) and managing agents of the Company and any of them severally or jointly with any other person.

8.01 Advance to Employees: Tk. 1,937,978

Mr. Abdul Gaffar	14,000	-
Mr. Abdul Manna	-	10,000
Mr. Ali Azgar	1,000	1,000
Mr. Abdul Malek	11,000	-
Mr. Badrul Hasan	5,041	56,378
Mr. Babul-Driver	18,930	-
Mr. Belayet Hossain	20,000	-
Mr. Bari	1,500	1,500
Mr. Champak Barua	18,900	35,930
Mr. Dilip Kumar	590	114,096
Mr. Golafer Rahman-Erection	22,413	235,275
Mr. Belal Hossain	8,000	-
Mr. Humayun Kabir-Sales	-	2,211
Mr. Ibrahim	100,000	-
Mr. Jakir	2,250	-
Mr. Jamal Uddin-Driver	2,000	2,000
Mr. Mohsin	25,310	-
Mr. Julfikar Ali-Sales	-	2,950
Engr. Khandakar Arifuzzaman	13,273	58,952
Mr. Kalid Moshraf Mamun	33,783	10,450
Mr. Engr. Parimal Chakrabarti-GM	700,945	-
Mr. Mashud(IT)	51,443	72,034
Mr. Manjur Ahmed Kamrul	6,632	-
Mr. Mahadi	2,470	-
Mr. Mosharrof	11,115	-

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
Mr. Milon	2,000	-
Mr. Mohon Hossain	4,000	-
Mr. Nirob	54,728	365,812
Mr. Nurul Alom	2,000	2,000
Mr. Ripon	43,922	73,425
Mr. Robiul	298,179	295,128
Mr. Rana	-	5,000
Mr. Shahed	1,515	-
Mr. Sahidul Islam	15,000	-
Mr. Shaheb Ali	4,000	4,000
Mr. Shuvashis	8,300	8,200
Mr. Siddiqur Rahman Babul-Driver	18,000	-
Mr. Swapon Kumar Sarker	7,318	16,200
Mr. Sumon	3,030	3,030
Engr. Syed Ferdous Raihan Kirmany	308,620	400,000
Mr. Nayan Kumar Biswas	5,000	-
Mr. Yunus-Driver	170	-
Mr. Quddus	4,000	-
Mr. Zaman	81,011	155,440
Mr. Zahirul Islam	1,250	-
Mr. Zilur for Erection	5,340	43,321
Total	<u>1,937,978</u>	<u>1,974,332</u>

8.02 Advance to Parties: Tk. 9,741,197

Advance against Chittagong Office Rent	25,500	25,500
Advance Against Head Office Rent	288,000	-
Advance to EPZ Authority	50,000	50,000
Alom Hardware Store	565,432	-
Anis Enterprise	-	16,730
Asain Tools	50,000	40,000
Atlantic Traders	543,540	-
Bashundhara LP Gas	-	71,330
Badrul Enterprise	1,000,000	-
BOC BD Ltd.	8,000	-
Design Den Ltd.	-	65,000
Erection Enterprise	1,563,547	-
Finaco NV	236,455	812,659
Global Printing Press	-	300,000
Green delta Insurance Co. Ltd.	-	15,813
Hasan Ali	367,423	-
IPC Export Commodities	-	2,809,015
Jalalabad Steel Ltd.	-	91,175
Janata Capital and Investment Ltd.	-	200,000
Khan & Associates	-	750,000
M/S Harun Corporation	-	93,540
Marudhar Industries Ltd.	-	652,000
Mirzapur Filling Station Ltd.	28,300	-
Mizanur Rahman Enterprise	2,500,000	-
Powerman BD Ltd.	-	14,000
Ruhul Enterprise	1,500,000	-
Reliance-Mr. Mostak Ahmed	50,000	-
Rupa Enterprise	700,000	-
Sarker Steel Ltd.	-	228,600
Shbo Hardware	-	50,500

	2013-2014	2012-2013
	Taka	Taka
Skysealand Shipping Lines	115,000	100,000
Tianjin Century Xinleirt	150,000	381,242
Unique Cement Ltd.	-	44,820
Total	<u>9,741,197</u>	<u>6,811,924</u>

9.00 Cash & Cash Equivalents: Tk. 20,603,883

Cash in Hand	9,597,452	1,515,036
Balances with Bank:		
Term Deposits (FDR) (9.01)	3,561,568	3,240,735
Short Term Deposit (STD) (9.02)	2,370,686	9,713,444
Current & Collection Accounts (9.03)	55,269	139,560
IPO Deposits Accounts (9.04)	5,018,908	-
Sub-total	11,006,431	13,093,739
Total	<u>20,603,883</u>	<u>14,608,775</u>

The bank balances have been confirmed and reconciled with respective bank statements.

Cash in hand has been verified by the Management at the close of the year and a cash custody certificate was furnished to the Auditors.

9.01 Term Deposits (FDR): Tk. 3,561,568

Eastern Bank Ltd., A/C No. 1015550002354	3,561,568	3,240,735
Total	<u>3,561,568</u>	<u>3,240,735</u>

9.02 Short Term Deposit Accounts (STD): Tk. 2,370,686

Brac Bank Ltd., A/C No. STD-1507100399135001	51,967	1,758
Brac Bank Ltd., A/C No. STD-1518202275049001	45,468	46,322
Dutch-Bangla Bank Ltd., A/C No.SND- 0103120000001023	1,901,797	9,365,253
Eastern Bank Ltd., A/C No. SND-01041220000155	1,476	3,015
IFIC Bank Ltd., A/C No. STD-1096366330-041	9,079	10,942
Islami Bank Bangladesh Ltd., A/C No. STD-20501770100365300	103,825	105,705
Jamuna Bank Ltd., A/C No.SND-0030-0320000122	62	7,531
Shajalal Islamic Bank Ltd. A/C No.SND- 40131310000214	8,940	10,342
Southeast Bank Ltd. A/C No.STD-002413100000415	18,364	18,616
United Commercial Bank Ltd. A/C No.SND- 00781320000134	81,198	137,925
Mercantile Bank Ltd. A/C No.SND-012913100000611	17,933	-
United Commercial Bank Ltd. A/C No.SND- 007813100000419	130,577	6,035
Total	<u>2,370,686</u>	<u>9,713,444</u>

9.03 Current & Collection Accounts: Tk. 55,269

Bank Alfala Ltd., A/C No.CD- 0370054	-	1,205
Brac Bank Ltd., A/C No: CD-1507200399135001	7,305	8,570
Eastern Bank Ltd., A/C No. CD-01041060008497	285	54,567
One Bank Ltd., A/C No. CD-001-0016602019	14,350	15,500
Prime Bank Ltd. A/C No.CD-12611040013326	28,052	29,552
Sonali Bank Ltd., A/C No. A/C No. CD-33115846	-	175
Social Islami Bank Ltd. A/C No. AWCD-0081330014146	5,277	6,311
Standard Chartered Bank, A/C No.CD- 01-1053315-01	-	23,680
Total	<u>55,269</u>	<u>139,560</u>

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
9.04 IPO Deposit Accounts: Tk. 5,018,908		
United Commercial Bank Ltd. A/C No.SND- 007813200000140	4,655,371	-
United Commercial Bank Ltd. A/C No.USD- 007814100000499	342,324	-
United Commercial Bank Ltd. A/C No.GBP- 007814200000012	10,962	-
United Commercial Bank Ltd. A/C No.EUR- 007814400000017	10,251	-
Total	<u>5,018,908</u>	<u>-</u>

10.00 Share Capital: Tk. 7,36,000,000

	2013-2014 Taka	2012-2013 Taka
Authorized Capital 150,000,000 shares @ Tk 10 each	<u>1,500,000,000</u>	<u>1,500,000,000</u>
Issued, Subscribed & Fully Paid-up Capital Number of Shares	<u>73,600,000</u>	<u>50,000,000</u>
Paid-up Capital 73,600,000 Ordinary Shares of Tk. 10.00 each fully paid-up	<u>736,000,000</u>	<u>500,000,000</u>

Split of Face Value of Share:

A special resolution is passed and duly certified from RJSC dated 30 October, 2010 to adopt a new Articles of Association. By the said special resolution, the Company's face value of share is reduced from Tk. 100 to Tk. 10.

Shareholding Position is as follows:

Sl. No.	Name of shareholders	Percentage of		Number of Shares	
		30-06-2014	30-06-2013	30-06-2014	30-06-2013
1	Directors/Sponsors	31.95	63.73	23,513,360	31,865,094
2	Financial Institutions	6.89	1.20	5,071,377	600,000
3	Foreign	1.10	-	807,000	-
4	General Public	60.07	35.07	44,208,263	17,534,906
Total		<u>100.00</u>	<u>100.00</u>	<u>73,600,000</u>	<u>50,000,000</u>

Details of the Shareholding is given below:

The distribution schedule showing the number of Shareholders and their shareholding in percentage has been disclosed below as the requirement of the "Listing Regulation" of Dhaka and Chittagong Stock Exchange Limited.

Range of holdings in number of Shares	No. of Shareholders		Holding %	
	30-06-2014	30-06-2013	30-06-2014	30-06-2013
Less than 500 shares	2,741	-	0.31	-
500 to 5,000 shares	4,538	-	8.61	-
5,001 to 10,000 shares	348	1	3.57	0.02
10,001 to 20,000 shares	195	1	3.92	0.02
20,001 to 30,000 shares	53	3	1.81	0.17
30,001 to 40,000 shares	27	-	1.26	-
40,001 to 50,000 shares	21	5	1.34	0.50
50,001 to 100,000 shares	31	4	3.04	0.72
100,001 to 1,000,000 shares	36	18	18.27	19.34
1,000,001 to 10,000,000 shares	14	14	57.87	79.22
10,000,001 to above shares	-	-	-	-
Total	<u>8,004</u>	<u>46</u>	<u>100.00</u>	<u>100.00</u>

Option on Un-Issued Shares:

There is no option regarding the authorized capital not yet issued but can be used to increase the paid-up capital through the issuance of new shares against cash contribution and bonus.

Market Price:

The shares of the Company are listed with both the Dhaka and Chittagong Stock Exchange and quoted at Tk. 54.50 per share and Tk. 54.20 per share in the Dhaka and Chittagong Stock Exchange respectively on 30 June, 2014.

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
11.00 Retained Earnings: Tk. 360,542,421		
Opening Balance	229,860,178	153,343,429
Add: Profit/(Loss) during the year	226,682,243	76,516,749
Less: Bonus share	(96,000,000)	-
Closing Balance	<u>360,542,421</u>	<u>229,860,178</u>

12.00 Long Term Loan: Tk. 3,029,118

Term Loan-IIDFC	2,278,296	4,409,131
Term Loan-IDLC	1,807,122	-
Term Loan-UCBL	-	52,547,315
Term Loan-Union Capital Limited	-	1,106,521
Term Loan-United Leasing Company Ltd.	-	971,493
	<u>4,085,418</u>	<u>59,034,460</u>
Less: Short Term/Current Portion of Project Loan	1,056,300	37,500,589
Total	<u>3,029,118</u>	<u>21,533,871</u>

The details of the loan is as under:

Nature: Lease Finance

Name of the Financial Institute: Industrial and Infrastructure Development Finance Company Limited (IIDFC)

Sanction Limit: Tk. 18,00,000

Expiry Date: 21-02-2018

Interest Rate: 17.00%

Security: Personal guarantee of the Directors of the Company, insurance of the equipment in favor of

IIDFC; Demand Promissory Note; Undertaking as per IIDFC format and 60 (sixty) post dated cheques.

Nature: Lease Finance

Name of the Financial Institute: IDLC Finance Limited

Sanction Limit: Tk. 15,00,000

Expiry Date: 16-09-2016

Interest Rate: 15.00%

Security: Personal guarantee of the Directors of the Company, 47 (fourty seven) post dated cheques and insurance of the car in favor of IDLC.

13.00 Deferred Tax Liabilities: Tk. 85,965,630

Balance as on 1 July	81,196,568	72,823,559
Add: (Reduction)/addition during the year	4,769,062	8,373,009
Balance as on 30 June	<u>85,965,630</u>	<u>81,196,568</u>

	2013-2014	2012-2013
	Taka	Taka
14.00 Short Term Loan: Tk. 301,455,768		
Bill Purchase (LDBP):	5,256,927	4,200,000
UCBL	5,256,927	4,200,000
Import Loan:	169,999,085	74,049,461
UCBL	169,999,085	74,049,461
Bank Overdraft-UCBL	126,199,756	235,070,750
OD Work Order	20,951,500	51,138,509
Deferred Acceptance-UCBL	105,248,256	15,105,155
Loan against Work Order-IFIL	-	43,829,283
CC Hypo-UCBL	135,139,932	124,997,803
Total	301,455,768	313,320,211

The details of the loan is as under:

Name of the Bank: United Commercial Bank Ltd.

Nature: CC Hypo (Working Capital)

Sanction Limit: Tk. 150,000,000

Nature: LTR (Working Capital)

Sanction Limit: Tk. 250,000,000

Nature: OD (Working Capital)

Sanction Limit: Tk. 40,000,000

Nature: LBPD (Working Capital)

Sanction Limit: Tk. 20,000,000

Expiry Date: 18.02.2015

Interest Rate: 14.50% (Variable)

Security: Shipping documents and title imported goods.

15.00 Current Portion of Long Term Loan: Tk. 1,056,300

IIDFC	536,820	1,556,436
IDLC	519,480	-
Union Capital Limited	-	1,106,521
United Commercial Bank Ltd.	-	34,140,000
United Leasing Company Ltd.	-	697,632
Total	1,056,300	37,500,589

16.00 Creditors & Accruals: Tk. 49,565,276

Trade Payable (16.01)	3,823,448	4,780,038
Accounts Payable (16.02)	3,783,927	7,934,862
Creditors for Project Advance (16.03)	41,957,901	18,797,425
Total	49,565,276	31,512,325

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
16.01 Trade Payable: Tk. 38,23,448		
Alom Engineering Works	-	64,808
Artistic	-	22,500
Asian Paints Ltd.	-	20,573
Bangladesh Welding Electrodes Ltd.	228,050	698,670
Berger Paints BD Ltd.	119,168	239,548
Builtrade Engineering Ltd.	1,768,522	-
Chistia Hardware Store	323,145	754,202
Hadi International	-	3,696
Hatim Industries	-	203,400
Joongbu Multi Moude Chemical Ltd.	32,273	132,373
Kashem Enterprise	-	1,066,241
Khaja Engineering Works	160,768	1,020,338
Lucky Steel Corporation	-	41,577
New Juthi Enterprise	124,295	136,000
One Steel Ltd.	-	26,600
Rahim Steel Mills Co. Pvt. Ltd.	637,557	89,962
SAF Industries Ltd.	-	74,000
Trade Bangla	-	100,000
United Iron Store	429,670	85,550
Total	<u>3,823,448</u>	<u>4,780,038</u>

16.02 Accounts Payable: Tk. 3,783,927

ABC Company	18,508	111,820
Al-Amin Kormo Songtha	79,825	-
Atlantic Traders-C & F	522,996	246,235
Bangladesh Civil Construction	8,638	-
Bishwas Enterprize	-	233,810
Bismillah Enterprise	-	40,000
Bismillah ZM Poultry	20,000	-
BSRM Steel Ltd.	387,200	-
Classic Cleaning Services	26,000	46,400
Desk Touch International	-	27,450
Flowtide Printing	-	11,790
Freight Charge Agaid	179,300	-
Global Printing Press	37,861	-
Haroon Corporation	16,770	-
Howlader Enterprize	34,175	-
Impression Unlimited	31,600	-
Kashempur Project	176,337	-
Liyana Steel Corporation	21,475	-
Monir Enterprise	19,337	-
Mr. Alom (EG MAT)	64,808	-
N Islam Transport Agency	653,427	1,112,247
Navana Welding Electrode Ltd.	165,000	-
OTOBI Ltd.	-	79,810
R N Timber	53,830	62,975
RAK Paints	11,733	-
Roxy Paints Ltd.	601,340	1,916,342

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
Satata Enterprise	8,878	-
Shahid Trading Corporation	124,770	104,200
Sharly Engineering Works	326,877	2,677,832
Siraz Brothers	150,000	772,145
ST Thai Aluminum	43,242	163,242
Transport Enterprize	-	328,564
Total	<u>3,783,927</u>	<u>7,934,862</u>

16.03 Creditors for Project Advance: Tk. 41,957,901

Aduri Apparels Ltd.	500,000	-
AKW Burlap	250,000	300,000
Baly Yarn Dyeing Ltd.	500,000	-
Bangal Group	92,000	-
BASF Bangladesh Ltd.	-	-
Bashundhara Group Boiler House	514,000	-
Bashundhara Paper Mills Ltd.	-	-
Bashusndhara Group BMPIL	2,465,000	-
Borak Real Estate	515,760	-
China Bangla Ceramics Ltd.	-	-
Chowdhury Enterprise	-	1,500,000
Dobash Harbour	350,000	-
Dubai Bangladesh Ltd.	-	570,000
Energy Pac Engineering Ltd.	2,937,009	-
Energy Pac Power Ltd.	-	339,832
Fakir Fashion Ltd.	1,000,000	-
Faruk Chamber	520,000	-
Fashion Globe	940,000	-
Florence Fashions Ltd.	1,700,000	-
Grand Sylhet Appart. Hotel	860,000	960,000
Hyperion Power	1,039,558	-
Impress Newtes Composite Textile Ltd.	-	101,488
Incepta Pharmaceuticals Ltd.	2,037,900	-
Jamuna Apparels Ltd.	600,000	940,000
JMI Hospital Requisite Mfg. Ltd.	764,833	-
Karooni Knit Composite Ltd.	563,000	-
Krishma Services	951,000	-
Maple Leaf Hotel and Resort Ltd.	224,789	-
Marico BD Ltd.	-	1,353,930
MJL Bangladesh Ltd.	-	1,229,698
N Biswas Group	234,000	244,000
Nassa Real Estate Ltd.	9,715,000	-
Neptune Commercial Ltd.	1,800,000	-
New Hope Feed Mill BD Ltd.	2,046,858	-
Oriental Real Estate Ltd.	1,810,000	-
Palmal Group	775,000	-
Pioneer Knitwear	-	400,000
Ritzly Intimate Ltd.	-	600,000
Seven Circle Ltd.	-	885,747
Shovon Knitwear Ltd.	-	1,700,000
Shun Shing Cement Mills Ltd.	-	10,000

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
Shung Shing Edible Oil Ltd.	2,061,499	-
SQ Birichina Ltd.	-	2,420,000
Standard Group Amotex Ltd.	200,000	-
Standard Stches Ltd.	200,000	-
STS Group	1,165,695	-
Tasnim Chemicals Complex	-	252,730
Tex Zipper BD Ltd.	-	730,000
Thermax Dyeing Ltd.	-	70,000
Thermax Group SDCL Dyeing Ltd.	2,025,000	-
Thermax Woven Dyeing Ltd.	600,000	-
Unique Vocational Training Center	-	1,500,000
Vitalac Dairy & Food Inds. Ltd.	-	2,690,000
Total	<u>41,957,901</u>	<u>18,797,425</u>

17.00 Liabilities for Expenses: Tk. 26,220,480

Salary & Allowances	504,535	3,135,789
Wages	345,643	4,188,530
Office Rent	70,000	76,300
Electricity Bill-Factory	35,000	69,362
Electricity Bill-Head Office	20,345	120,341
Telephone, Internet & Utility	3,456	5,448
Provident Fund	9,209,342	8,641,361
WPPF	15,962,159	6,791,181
Audit Fees	70,000	40,000
Total	<u>26,220,480</u>	<u>23,068,312</u>

Most of the outstanding liabilities have subsequently been paid;

No liabilities in the Statement of Financial Position are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.

18.00 Provision for Tax: Tk. 165,161,811

Balance as on 1 July	77,369,937	26,436,083
Add: Provision made during the year	87,791,874	50,933,854
Balance as on 30 June	<u>165,161,811</u>	<u>77,369,937</u>

19.00 Others Payable: Tk. 5,018,908

Other payable for IPO proceeds consists of subscription money of different applicants.

20.00 Turnover: Tk. 1,681,636,790

Sales Revenue-Local	1,674,739,045	1,159,922,228
Sales Revenue-Export	6,897,745	46,025,904
Total	<u>1,681,636,790</u>	<u>1,205,948,132</u>

	2013-2014	2012-2013
	Taka	Taka
21.00 Cost of Goods Sold: Tk. 1,267,128,822		
Opening Stock of Raw Material	146,031,407	120,890,836
Add: Purchase	1,294,006,986	870,289,088
Material Available for Use	1,440,038,393	991,179,924
Less: Closing Stock	238,827,244	146,031,407
Raw Material Consumed	1,201,211,149	845,148,517
Labour & Factory Overhead (21.01)	131,374,907	130,549,501
Total Manufacturing Cost	1,332,586,056	975,698,018
Add: Opening Work in Process	24,667,383	20,683,765
Manufacturing Cost to Account for	1,357,253,440	996,381,783
Less: Closing Work-in-Process	56,276,135	24,667,383
Cost of Goods Manufactured	1,300,977,305	971,714,399
Add: Opening Finished Goods	91,968,484	61,698,019
Cost of Goods Available for Sale	1,392,945,789	1,033,412,418
Less: Closing Finished Goods	125,816,967	91,968,484
COGS	1,267,128,822	941,443,934

21.01 Labour & Factory Overhead: Tk. 131,374,907

Salary & Wages	31,033,810	30,716,557
Festival Bonus	4,529,456	4,399,504
Factory Insurance	605,576	533,720
Electricity Bill	5,078,652	2,796,788
Electrical Goods	709,842	730,695
Fuel for Generator & Vehicles	1,105,185	1,032,145
Labor Charges	823,524	783,546
Repair & Maintenances	1,284,677	1,387,145
Fabrication & Consumable Materials	22,850,051	38,467,710
Other Factory Overhead	1,831,325	1,875,753
Depreciation	61,522,809	47,825,938
Total	131,374,907	130,549,501

22.00 Administrative Overhead: Tk. 50,613,410

Salary & Allowances	30,197,679	29,056,333
Festival Bonus	5,463,220	4,250,548
Legal Expenses	225,000	220,000
Vehicle Maintenance	325,730	391,727
Office Rent	960,000	915,600
Stationery & Photocopy	544,108	587,668
Corporate Social Responsibility	350,000	387,090
Audit Fees	70,000	40,000
Entertainment	290,354	297,489
Conveyance	332,464	230,665
Computer Accessories	506,241	622,435
Staff Welfare	155,364	156,730
AGM Expenses	256,455	-
Tree Plantation	53,522	75,720

	2013-2014	2012-2013
	<u>Taka</u>	<u>Taka</u>
Papers & Periodicals	23,954	20,526
Medical Treatment	93,562	90,762
Donation, Subscription & Gift	53,240	187,082
Office Expenses-Chittagong	337,400	327,409
Registration & Renewal	149,105	252,240
Office Maintenances	364,583	338,518
Fuel & Lubricant	525,730	599,230
Mobile Bill	495,529	484,693
Postage & Stamp	88,047	73,167
Telephone, Internet & Utility Bill	794,745	797,886
Miscellaneous Expenses	46,950	55,795
Depreciation	3,238,043	2,667,401
Amortization on Intangible Assets	103,050	64,500
Amortization on IPO Expenses	4,569,335	-
Total	<u>50,613,410</u>	<u>43,191,214</u>

23.00 Marketing & Selling Overhead: Tk. 18,222,371

Salary & Allowances	15,728,981	14,250,750
Marketing Promotional Expenses	815,355	785,640
Advertisement	15,435	13,318
Business Promotion	565,324	593,700
Conveyance & Outstation Allowances	726,174	651,048
Entertainment	117,594	298,295
Mobile Bill	197,243	117,352
Tender Schedule Purchase	56,265	5,500
Total	<u>18,222,371</u>	<u>16,715,603</u>

24.00 Other Income: Tk. 44,522,058

Interest Income- FDR & STD Accounts	44,522,058	4,202,667
Total	<u>44,522,058</u>	<u>4,202,667</u>

25.00 Financial Expenses: Tk. 54,988,908

Overdraft Interest	4,513,900	20,135,867
Hypo Loan Interest	19,046,990	2,887,905
Import Loan Interest	23,520,338	29,304,705
Term Loan Interest	3,304,066	10,548,158
Bill Negotiation Interest & Charges (LBPD)	656,797	745,576
Bank Commission, Lease Interest & Charges	3,946,817	2,563,044
Total	<u>54,988,908</u>	<u>66,185,255</u>

26.00 Contribution to Workers' Profit Participation Fund: Tk. 15,962,159

2013-2014
Taka

2012-2013
Taka

This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labour Law, 2006.

27.00 Income Tax Expenses: Tk. 92,560,936

Current Tax (Note-2.20.1)	87,791,874	50,933,854
Deferred Tax (Note-2.20.2)	4,769,062	8,373,009
Total	<u>92,560,936</u>	<u>59,306,863</u>

28.00 Earning per Share (EPS)-Basic: Tk. 3.08

The Computation of EPS is given below

Earning attributable to the Shareholders (net profit after tax)	226,682,243	76,516,749
Number of Shares outstanding/weighted average during the year	73,600,000	50,000,000
Basic Earning per Share (EPS) (Per value Tk. 10)	<u>3.08</u>	<u>1.53</u>

29.00 Net Assets Value per Share (NAV): Tk. 14.90

The Computation of NAV is given below

Net Assets	1,096,542,422	729,860,178
Number of Shares outstanding during the year	73,600,000	50,000,000
Net Assets Value per Share (NAV) (Per value Tk. 10)	<u>14.90</u>	<u>14.60</u>

30.00 Net Operating Cash Flows per Share (NOCFPS): Tk. 1.58

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	116,103,945	156,967,315
Weighted average number of Shares	73,600,000	50,000,000
Net Operating Cash Flows per Share (NOCFPS)	<u>1.58</u>	<u>3.14</u>

31.00 Commission, Brokerage or Discount:

No brokerage and discount against sales was paid during the year.

32.00 Payment Made in Foreign Currency:

No expenses including Royalty, Technical Experts & Professional Advisory Fees and Interest etc. were incurred or paid in foreign currencies during the financial year.

33.00 Perquisites to Employees:

i) Number of employees engaged for the whole year and drawing remuneration Tk. 36,000 and above per annum are 521.

ii) Number of employees engaged for the part of the year and drawing remuneration @ Tk. 3,000 and above per month are nil.

34.00 Capacity of Industrial Unit:

	2013-2014	2012-2013
Installed Capacity (In MT)	22,000.00	22,000.00
Actual Production (In MT)	18,790.00	13,100.00
Capacity Utilization	85.41%	59.55%

35.00 Audit Fees:

Auditors remuneration comprises Audit Fees only.

36.00 Credit Contract:

There are no credit facilities available to the Company under any contract (other than credit available in ordinary course of business) at the Statement of Financial Position date .

37.00 Contingent Liabilities:

There are no claims against the company acknowledged as debts excepting claims, if any:

i) An amount of Taka 2,241,595 claimed by Customs Authority on differential amount of sales against import duty Aluminum Foil with Bubble during the year 2007. The Company has made deposition several times to concern Customs Authority with proper grounds protesting the claim. As such the Company has filed petition to the High Court which is Subjudice.

38.00 Related Party Disclosure:

The Company has no related party transactions as per BAS-24 "Related Party Disclosures" except executive compensation received by 5 Directors name in Engr. Abu Noman Howladar, Engr. Hasan Morshed Chowdhury, Engr. Mohammed Badrul Hassan, Engr. Mohammad Ruhul Majid & Md. Ashraf Ali Khan as a Managing Director, Director- Engineering, Director-Sales, Director-Implementation & Director-Administration working in the Company respectively for the year ended 30 June, 2014.

39.00 Claim not Acknowledged as debt:

There was no claim against the company acknowledged as debt as on 30 June, 2014.

40.00 Financial Risk Measurement:

The management of company has overall responsibility for the establishment and oversight of the company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks for its use of financial instruments.

- Credit risk;
- Liquidity risk;
- Market risk;
- Currency risk.

Credit risk:

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables. Management has a credit policy in place and exposure to credit risk is monitored on an ongoing basis. Risk exposures from other financial assets, i.e. cash at bank and other external receivables are nominal.

Liquidity risk:

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach to managing liquidity (cash and cash equivalents) is to ensure as far as possible, that it will always have sufficient cash and cash equivalent to meet expected operational expenses including financial obligations through preparation of the cash flow forecast with due consideration of time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

Market risk:

Market is the risk that any change in market prices such as foreign exchange rates and interest will affect the company's income or the value of its holdings financial instruments. The objective of the market risk management is to manage and control market risk exposures within acceptable parameters.

Currency risk:

The company is exposed to currency risk on certain revenues and purchases such as revenue from foreign customers and import of raw materials, machineries and equipment. Majority of the company's foreign currency transactions are denominated in USD and relate to procurement of raw materials, machineries and equipment from abroad.

41.00 Events after reporting period:

The board of the directors of the company in their meeting held on 18 September, 2014 has proposed 20% stock and 5% cash dividend for the year ended 30 June, 2014. Dividend is subject to approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.