

AUDITORS' REPORTS
ON
CONSOLIDATED FINANCIAL STATEMENTS

OF
National Polymer Industries PLC.
FOR THE YEAR ENDED JUNE 30, 2023

সিরাজ খান বসাক এন্ড কোং

SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS

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**Independent Auditor's Report
to the Shareholders' of National Polymer Industries PLC.
Report on the Audit of the Consolidated and Separate Financial Statements**

Opinion

We have audited the Consolidated and Separate financial statements of **National Polymer Industries PLC.** (the "Company"), which comprise the Statement of Financial Position as at 30 June 2023, and along with the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information for both the Consolidated and Separate Financial Statements.

In our opinion, the accompanying financial statements is present fairly, in all material respects, the financial position of the company as at 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the company act 1994, the Securities and Exchange Rules 1987 and other applicable law and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the 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.

Key Audit Matters

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

Revenue Recognition	
Risks	Our Response to the Risks
<p>At year end the company reported total revenue of BDT 6,476,878,342.</p> <p>Revenue is generated from both local and export sales. In which, VAT is applicable only on local sales. Therefore, calculation of VAT return is required for identifying local sales.</p> <p>Sales recognized based on export sales made during the year is material and considered to be complex and judgmental. Therefore, there is a risk of revenue being misstated as a result of faulty estimations over discounts, incentives and rebates.</p> <p>There is also a risk that revenue may be overstated due to fraud through manipulation of the discounts, incentives and rebates recognized</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none">• Calculation of discounts, incentives and rebates;• Segregation of duties in invoice creation and modification; and• Timing of revenue recognition. <p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none">• Obtaining supporting documentation for sales transactions recorded either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period;



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<p>resulting from the pressure local management may feel to achieve performance targets. <i>[See note 31.00 to the financial statements]</i></p>	<ul style="list-style-type: none"> • Within a number of the company's markets, comparing current year rebate accruals to the prior year and, where relevant, completing further inquiries and testing. • Agreeing a sample of claims and rebate accruals to supporting documentation; • Critically assessing manual journals posted to revenue to identify unusual or irregular items; and • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.
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Existence and Valuation of Inventories

Risks	Our Response to the Risks
<p>The company had inventories of BDT 1,318,223,933 at 30 June 2023, held in warehouses. Inventory value is measured at the lower of cost and net realizable value. As a result, the Directors apply judgment in determining the appropriate values for value in use and working progress. The provision of Work in Progress is calculated within the company's accounting systems using an automated process. Where local systems require manual interfaces and inputs, there is a risk that inappropriate management override and/or error may occur. <i>[See note 8.00 to the financial statements]</i></p>	<p>We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:</p> <ul style="list-style-type: none"> • evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of distribution centers, warehouses and branches; • comparing the net realizable value, obtained through a detailed review of sales subsequent to the year end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete; and • challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory lines to assess whether provisions for slow-moving/obsolete stock are valid and complete.

Recognition of and Measurement of Property, Plant and Equipment

Risks	Our Response to the Risks
<p>The carrying value of the PPE is Tk. 2,961,497,539 as at 30 June, 2023. The valuation of PPE excluding land and land development are measured at cost less accumulated depreciation. Land and Land Development are revalued on 4th May 2015 amounting to Tk. 597,312,000. The useful lives of PPE items are based on management's estimates regarding the period over which an asset is expected to be available for use. The estimates of useful life of the assets is a matter of judgment based on the experience of the entity with similar assets and also take</p>	<p>In order to obtain the completeness and accuracy of the measurement of Property, Plant & Equipment, we have tested the following key control activities:</p> <ul style="list-style-type: none"> • Attends the physical verification of fixed assets. • Checking the fixed assets register for property, plant and equipment. • Assessed the legal right and obligations of property, plant and equipment. • Assessed the control activities of Property, Plant and Equipment. <p>Assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent.</p>



into consideration the physical condition of the assets.	
<i>[See note 4.00 to the financial statements]</i>	<p>Our substantive procedure in relating to the property, plant and equipment recognition and measurements are following:</p> <ul style="list-style-type: none"> • Checked the purchase and adjustments with the relevant bills and vouchers. • Verified the hard copy of fixed assets register. • Verified the calculation process of depreciation. <p>Checked the appropriateness of presentation and disclosure.</p>
Long Term Loan	
Risks	Our Response to the Risks
<p>As at June 30, 2023, the reported amount of total Long Term loan is Tk. 520,538,931 (Current and Non-current portion). The company borrowed fund from various banks and WPPF for the purpose of acquisition of non-current assets and working capital as well.</p> <p><i>[See note 19.00 to the financial statements]</i></p>	<p>In order to obtain the accuracy, completeness and correctness of measurement of Long Term Loan, we have followed the following key and control activities:</p> <ul style="list-style-type: none"> • Attend the actual position of loan. • Checking the bank statements. • Checking the loan agreement. <p>Our substantive procedure in relating to the Loan Term Loan recognition and measurement are following:</p> <ul style="list-style-type: none"> • Checked the bank statement also with the opening balance. • Checked the recoding of the transaction. • Verified the sanction letter, loan schedule bank statements to confirm the loan outstanding and found the balance shown in the financial statements accurately. • Checked the financial expenses and classification of loan and repayments schedule as well.
Inter-company Loan	
Risks	Our Response to the Risks
<p>As at June 30, 2023, the reported amount of total Long Term loan is Tk. 1,076,666,662 (Current and Non-current portion). The company borrowed fund from National Fittings & Accessories Limited (sister company) for the purpose of acquisition of non-current assets and working capital as well.</p> <p><i>[See note 22.00 and 27.00 to the financial statements]</i></p>	<p>Our substantive procedure in relating to the Inter-company Loan recognition and measurement are following:</p> <ul style="list-style-type: none"> • Checked the bank statement also with the opening balance. • Checked the recoding of the transaction. • Checked the financial expenses and classification of loan and repayments schedule as well.



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Trade & Other Receivable	
Risks	Our Response to the Risks
<p>The total amounts of Trade & Other Receivable are Tk. 1,296,309,109 from local customers in different business segments and jurisdiction is subject to their independent business risk.</p> <p><i>[See note 3.13i(a) and 9.00 to the financial statements]</i></p>	<p>In order to obtain the accuracy, completeness and correctness of accounts receivable, we have followed the following key and control activities:</p> <ul style="list-style-type: none">• Attend the actual position of accounts receivable.• Checking the ledger with schedule. <p>Our substantive procedure in relating to the accounts receivable recognition and measurement are following:</p> <ul style="list-style-type: none">• Checked the opening balance with the ledger.• Confirmation letters issued to a few numbers of customers for confirming the balance. Confirmation letter have been received from some of that customer.

Employees Salary and Wages	
Risks	Our Response to the Risks
<p>Salary and Wages are measured on accrual basis and its allocation in accordance with cost center. Salary and wages are measured when it is paid and payable.</p> <p><i>[See note 3.30, 33.00 & 34.00 to the financial statements]</i></p>	<p>In order to obtain the accuracy, completeness and correctness of recording of employee's salary and wages, we have followed the following key and control activities:</p> <ul style="list-style-type: none">• Assessed the provision of salary and wages.• Checking the approval by authorized person.• Assessed properly transfer with bank or cash compare to salary statement.• Assessed the allocation of salary and wages to the cost center appropriately or not.• <p>Our substantive procedure in relating to the Salary and wages are following:</p> <ul style="list-style-type: none">• Verified the provision and payment of total salary and wages.• Checked the salary and wages calculation with appropriate scale.• Tested the salary and wages statement and vouchers properly or advance payment of salary, if any.• Verified the deduction against salary, like tax etc.

Reporting on other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



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In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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 in accordance with IFRSs as explained in note 1 to 3 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 ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's



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report. However, future events or conditions may cause the company to cease to continue as a going concern.


- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) 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;
- (iii) the company's statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- (iv) The expenditure incurred, except as noted above, were to the purpose of company business.

Dhaka: October 28, 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khan Basak & Co
Chartered Accountants
ICAB Enrolment No. 461
DVC:2310290461AS611929

National Polymer Industries PLC.
Consolidated Statement of Financial Position
As at 30 June 2023

Particulars	Notes	Amount in Taka	
		30 June 2023	30 June 2022
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	4	2,961,497,539	2,596,601,177
FDR Investment	5	38,600,464	39,904,030
Incorporation & Pre- Operating Expenses	6	394,720	-
Capital Work in Progress (CWIP)	7	629,917,978	104,992,313
		3,630,410,701	2,741,497,520
Current Assets			
Inventories	8	1,318,223,933	1,322,302,337
Trade & Other Receivables	9	1,296,309,109	1,341,945,269
Accrued Interest Receivable on FDR	10	1,333,859	1,069,617
Advance, Deposits & Pre-payments	11	314,871,070	280,096,426
Advance Income Tax	12	604,297,617	389,567,842
Cash & Cash Equivalents	13	215,330,102	360,104,084
		3,750,365,689	3,695,085,575
TOTAL ASSETS		7,380,776,390	6,436,583,095
EQUITY & LIABILITIES			
Shareholders Equity & Reserves			
Share Capital	14	729,836,680	729,836,680
Share Premium	15	316,459,170	316,459,170
Revaluation Reserve	16	496,260,922	496,260,922
Retained Earnings	17	626,023,056	546,280,722
		2,168,579,828	2,088,837,494
Non-Controlling Interest	18	10,000	-
Non-Current Liabilities			
Long Term Loan - (Non-Current Maturity)	19	390,363,347	104,952,327
Deferred Tax Liability	20	79,485,014	79,485,014
Zero Coupon Bonds	21	498,000,000	-
Inter-Company Loan (Non-Current Maturity)	22	823,333,326	1,076,666,662
		1,791,181,687	1,261,104,003
Current Liabilities			
Short Term Loan	23	2,321,147,223	2,342,598,960
Long Term Loan (Current Maturity)	19	130,175,584	134,564,075
Bank Overdraft	24	432,636,027	167,074,377
Accounts Payable	25	64,062,657	40,505,247
Unclaimed Dividend Account	26	12,357,912	8,970,183
Inter-Company Loan (Current Maturity)	27	253,333,336	253,333,336
Provision for Expenses	28	52,633,844	20,050,709
WPPF & Welfare Fund	29	9,572,625	13,320,315
Provision for Taxation	30	145,085,666	106,224,396
		3,421,004,875	3,086,641,598
TOTAL EQUITY & LIABILITIES		7,380,776,390	6,436,583,095
Net Asset Value (NAV) Per Share	42	29.71	28.62


The annexed notes form an integral part of these Financial Statements


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023


Md. Shipazul Islam Khan, FCA
Partner, Shiraz Khhan Basak & Co.
Chartered Accountants
ICAB Enrolment No. 461
DVC:2310290461AS611929



National Polymer Industries PLC.
Consolidated Statement of Profit or Loss and Others Comprehensive Income
For the year ended 30 June 2023

Particulars	Note	Amount in Taka	
		30 June 2023	30 June 2022
Revenue	31	6,476,878,342	5,065,419,290
Cost of Goods Sold	32	(5,338,491,661)	(4,187,329,642)
Gross Profit		1,138,386,680	878,089,648
Administrative, Selling and Distribution Expenses:			
Administrative Expenses	34	(186,174,209)	(176,824,948)
Selling and Distribution Expenses	35	(141,740,456)	(119,436,805)
Profit from Operations		810,472,015	581,827,895
Other Income	36	14,571,908	4,629,220
Foreign Exchange Gain/(Loss)	37	(268,633,736)	(3,894,750)
Finance Expense	38	(355,385,068)	(302,835,740)
Profit before WPPF and Taxation		201,025,119	279,726,625
WPPF and Welfare Fund	39	(9,572,625)	(13,320,315)
Provision for Tax	40	(38,861,270)	(53,281,262)
Net Profit for the Period		152,591,224	213,125,047
Other Comprehensive Income/(Loss) for the Period			
Actuarial Loss on Defined Benefit Plan		-	-
Total Comprehensive Income for the Period		152,591,224	213,125,047
Basic Earnings Per Share (EPS)	41	2.09	2.92


The annexed notes form an integral part of these Financial Statements


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khhan Basak & Co.
Chartered Accountants
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National Polymer Industries PLC.
Consolidated Statement of Changes in Equity
For the year ended 30 June 2023

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at 01 July 2022	729,836,680	316,459,170	496,260,922	546,280,722	2,088,837,494
Cash Dividend Paid (2021-2022 FY)	-	-	-	(72,848,890)	(72,848,890)
Profit Earned during the year	-	-	-	152,591,224	152,591,224
Balance as at 30 June 2023	729,836,680	316,459,170	496,260,922	626,023,056	2,168,579,828

For the period ended 30 June 2022

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at 01 July 2021	729,836,680	316,459,170	496,260,922	425,835,699	1,968,392,472
Cash Dividend Paid (2020-2021 FY)	-	-	-	(72,983,668)	(72,983,668)
Tax Adjustment against assessment (2019-2020 FY)	-	-	-	(19,696,357)	(19,696,357)
Profit Earned during the year	-	-	-	213,125,047	213,125,047
Balance as at 30 June 2022	729,836,680	316,459,170	496,260,922	546,280,722	2,088,837,494


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023



National Polymer Industries PLC.
Consolidated Statement of Cash Flows
For the year ended 30 June 2023

Particulars	Notes	Amount in Taka	
		30 June 2023	30 June 2022
Cash Flows from Operating Activities			
Collection from Sales and Others		6,537,086,410	4,891,949,283
Payment to Suppliers, Employees and Others		(5,380,509,343)	(4,169,084,332)
		1,156,577,067	722,864,951
Income Tax Paid	12	(214,729,775)	(185,514,250)
Foreign Exchange Gain/(Loss)		(268,633,736)	(3,894,750)
Financial Expenses		(196,950,129)	(182,551,348)
Net Cash Flows from Operating Activities		476,263,428	350,904,602
Cash Flows from Investing Activities			
Payment for acquisition of Property, Plant & Equipment	4	(611,470,331)	(1,030,234,501)
Pre- Incorporation & Operating Expenses		(394,720)	-
Investment/ Encashment in FDR		1,303,567	336,610,558
Capital Work in Progress (CWIP)	7	(549,001,202)	(60,446,633)
Net Cash used in Investing Activities		(1,159,562,688)	(754,070,576)
Cash Flows from Financing Activities			
Proceeds from Long Term Loan		433,059,654	-
Payment of Long Term Loan		(152,037,125)	(171,982,526)
Share money Deposit None controlling Interest		10,000	-
Bonds Subscription		498,000,000	(72,983,668)
Cash Dividend Paid (2021-2022 FY)		(72,848,890)	-
Cash Dividend Paid (2020-2021 FY)		-	720,060,836
Short Term Loan- Increase/(Decrease)		244,109,914	-
Inter Company loan		(253,333,336)	(285,000,002)
Interest Paid on Long Term Loan		(158,434,939)	(120,284,392)
Net Cash Flows/ (used) from Financing Activities		538,525,278	69,810,249
Net Increase/(Decrease) in Cash during the year		(144,773,981)	(333,355,725)
Opening Cash & Cash Equivalents		360,104,084	693,459,809
Closing Cash & Cash Equivalents	13	215,330,102	360,104,083
Net Operating Cash Flow per Share	43	6.53	4.81

The annexed notes form an integral part of these Financial Statements


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023



National Polymer Industries PLC.
Notes to the Consolidated Financial Statements
As at and for the year ended 30 June 2023

1.00 Reporting Entity

1.1 Profile of the Company

1.1.1 Legal Status of the Company

National Polymer Industries PLC (the "Company") was incorporated under the Companies Act 1994 as a Public Limited Company by shares on June 26, 1987 and its shares are listed in the Stock Exchange (both in Dhaka and Chittagong Stock Exchange Ltd.) in Bangladesh during the year 1991 and 1995 respectively. The Limited company change name **National Polymer Industries Limited To National Polymer Industries PLC.** under the Company Act 1994 section 11 sub-section (7) on 19 February 2023 it's incorporation number C-16602. Also it's subsidiary company is Npoly Trading Limited was incorporated with register of join stock companies and firm, Dhaka.

1.1.2 Address of Registered Office and Principal Place of Business

The Company's registered office is located at Squib Road, Nishatnagar, Tongi, Gazipur.

1.1.3 Nature of Business

The company owns and operates PVC Pipes, PVC Water Tank, PVC Doors and Bottle grade PVC Compound Manufacturing Plant, produces and markets the same in the local and foreign markets.

1.1.4 Number of Employees:

The number of employees at year-end were 1334 and Board of Directors 06.

2.00 Structure, Content and Presentation of Financial Statements

Being the general purpose Financial Statements, the presentation of these Financial Statements is in accordance with the guidelines provided by IASs 1: "Presentation of Financial Statements". A complete set of Financial Statements comprise:

- (i) Statement of Financial Position as at June 30, 2023;
- (ii) Statement of Profit or Loss and Others Comprehensive Income for the year ended June 30, 2023;
- (iii) Statement of Changes in Equity for the year ended June 30, 2023;
- (iv) Statement of Cash Flows for the year ended June 30, 2023; and
- (v) Notes to the Financial Statements for the year ended June 30, 2023.

3.00 Significant Accounting Policies

3.01 Basis of Measurement of Elements of Financial Statements

The Financial Statements have been prepared in the historical cost basis, and therefore, do not taken into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of previous years.

3.02 Reporting Period

The Financial Statements covers the period from 1 July 2022 to 30 June 2023.

3.03 Statement on Compliance with Local Laws

The Financial Statements have been prepared in compliance with disclosure and presentational requirements:

- The Securities & Exchange Rules, 1987;
- International Accounting Standards (IASs) or International Financial Reporting Standards (IFRSs) as applicable in Bangladesh;
- Financial Reporting Act, 2015;
- The Listing Rules of Dhaka Stock Exchanges Ltd.;
- The Listing Rules of Chittagong Stock Exchanges Ltd.;
- The Companies Act 1994;
- Income Tax Ordinance 1984 and Rules;
- Income Tax Act 2023;
- VAT Act 2012;
- VAT Rules 2012;
- Other relevant local laws and rules.

3.04 Going Concern

As per IASs-1, a company is required to assess at the end of each year to make assessment of its capability to continue as going concern. Management of the company makes such assessment each year. The company has adequate resources to continue its' operation for the foreseeable future and has wide coverage of its liabilities. For this reason, the directors continue to adopt going concern assumption while preparing the Financial Statements.



3.05 Accrual Basis Accounting

The Financial Statements have been prepared, except for Cash Flow Statements, using the accrual basis of accounting. Under this concept, the company recognises items as assets, liabilities, equity, income and expenses when they satisfy the definitions and recognition criteria for those elements as per related accounting standard and framework.

3.06 Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the company and entity controlled by the company. Control is achieved where the company has the power to give the financial and operating policies of an entity so as to obtain benefits from its activities.

Where necessary adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other member of the group.

All intra group transaction, balance, income and expenses are eliminated in full on consolidation in full on consolidation. Minority interests in the net assets of consolidated subsidiaries are identified separately from the group equity therein. The consolidated financial statements are prepared as per guidance of IFRS-10: Consolidated Financial Statements.

These consolidated financial statements have been prepared in consolidation with the un-audited of the company and the unaudited accounts of Npoly Trading Limited for the period ended 30 June 2023 according to the relevant IFRS or IAS.

3.07 Percentage of Holding on Subsidiary Company

Name of Company	Total No. Shares	Total Holding	Percentage of Holding
Npoly Trading Limited	100,000	99,000	99.00%

3.08 Use of Estimates and Judgments

The preparation of Financial Statements in conformity with International Accounting Standards (IASs) or International Financial Reporting Standards (IFRSs) requires the management to make estimates and assumptions that affect the amounts of assets, liabilities, revenue, costs, expenses and other comprehensive income/(loss) that are reported in the Financial Statements and accompanying disclosures.

These estimates are based on management's best knowledge of current events, historical experience, actions that the company may undertake in future and on various other assumptions that are believed to be reasonable under circumstances.

3.09 Property, Plant & Equipment (PPE)

Property, Plant & Equipment are recognized if it is probable that future economic benefits associated with the assets will flow to the company and the cost of the assets can be reliably measured. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and un-allocated expenditures etc.

Subsequent Costs

The cost of replacing part of an item of Property, Plant and Equipment's is recognized in the carrying amount of an item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of Property, Plant and Equipment are recognized in the Statement of Comprehensive Income as incurred.

Depreciation

Depreciation is provided on the cost of the assets after commissioning, over the period of their expected useful lives, in accordance with the provisions of IASs 16: Property, Plant and Equipment. Depreciation is charged on addition during the period when it is available for use. Depreciation is charged on all fixed assets except land and land development on reducing balance method at the following rates:

Particular of Assets	Rate of Depreciation
Factory Building, Factory Laboratory	10%
Office, Administrative & Godown Shed	10%
Factory Boundary Wall	10%
Plant and Machinery & Local Machinery	20%
Furniture and Fixtures	10%
Office Equipment	10%
Vehicles	20%
Titas Gas Installation	10%
Gas Generator & Diesel Generator	20%
Machine Shed & Steel Rack	10%

Retirements and Disposals

When fixed assets are sold, the cost and accumulated depreciation are eliminated and revenue gain or loss (if any) is reflected in the Statement of Comprehensive Income that is determined on the basis of net book value of the assets and net sales proceeds or realized



amount.

3.10 Accrual basis of Capital Work in Progress:

Capital work in progress consists of acquisition costs of plant and machinery, capital components and related installation cost until the date placed in service. In case of import of components, capital work in progress is recognized when risks and rewards associated with such assets are transferred to the company, that is, at the time of shipment is confirmed by the supplier.

3.11 Application of Standards

Status of application of IASs and IFRSs is presented below of the company for the period under audit:

Name of the Accounting Standards	Ref.	Status
First-time adoption of International Financial Reporting Standards	IFRSs-1	Not applicable
Share Based Payment	IFRSs-2	Not applicable
Business Combinations	IFRSs-3	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRSs-5	Not applicable
Exploration for and Evaluation of Mineral Resources	IFRSs-6	Not applicable
Financial Instruments: Disclosures	IFRSs-7	Applied
Operating Segments	IFRSs-8	Not applicable
Financial Instruments	IFRSs-9	Applied
Consolidated Financial Statements	IFRSs-10	Applied
Joint Arrangements	IFRSs-11	Not applicable
Disclosure of Interest in other Entities	IFRSs-12	Not applicable
Fair Value Measurement	IFRSs-13	Not applicable
Regulatory Deferral Accounts	IFRSs-14	Not applicable
Revenue from Contracts with Customers	IFRSs-15	Applied
Leases	IFRSs-16	Not applicable
Insurance Contracts	IFRSs-17	Not applicable
Presentation of Financial Statements	IASs-1	Applied
Inventories	IASs-2	Applied
Statement of Cash Flows	IASs-7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	IASs-8	Applied
Events after the Reporting Period	IASs-10	Applied
Income Taxes	IASs-12	Applied
Property, Plant and Equipment	IASs-16	Applied
Employee Benefits	IASs-19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IASs-20	Applied
The Effects of Changes in Foreign Exchange Rates	IASs-21	Applied
Borrowing Costs	IASs-23	Applied
Related Party Disclosures	IASs-24	Applied
Investments in Associates	IASs-28	Not applicable
Earnings per Share	IASs-33	Applied
Interim Financial Reporting	IASs-34	Applied
Intangible Assets	IASs-38	Not Applicable
Financial instruments: Recognition and Measurement	IASs-39	Applied
Investment Property	IASs-40	Not applicable
Agriculture	IASs-41	Not applicable

3.12 Inventory

Inventories are measured at lower of cost and net realizable value in accordance with IASs-2 (Inventories). The cost of inventories includes expenditure incurred for acquiring the inventories, production or conversion costs and other costs in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Raw materials in transit are valued at cost. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and selling expenses. The weighted average cost method has been used to determine the value of inventory.

3.13 Financial Instruments:

A financial instrument is any contract that gives rise to a financial asset to one party and a financial liability or equity instrument to



another party.

i) Financial Assets::

Financial assets of the company include cash and cash equivalent, trade and other receivables, other long term receivables and deposits. The company initially recognizes the financial assets when and only when the company becomes a party to the contractual provisions of the transaction. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the transactions. The company derecognizes the financial asset when and only when the contractual rights or probabilities of receiving the flows from the asset expire or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial assets are transferred.

i.(a) Accounts Receivables:

These are carried at original invoice amount. This considered good and collectable, and therefore, no amount was written off as bad debt and no debt was considered doubtful to provide for.

i.(b) Cash and Cash Equivalents:

According to IASs 7 "Statement of Cash Flows", cash comprises cash in hand and demand deposit and, cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. IASs 1 "Presentation of Financial Statements" provides that Cash and Cash Equivalents are not restricted in use. Considering the provisions of IASs 7 and IASs 1 cash in hand and bank balances have been considered as cash and cash equivalents.

Other Current Assets:

Other current assets have a value on realization in the ordinary course of business that is at least equal to the amount at which they are stated in the Statement of Financial Position.

ii) Financial Liabilities:

The company initially recognizes the financial liabilities when and only when the company becomes a party to the contractual provisions of the transaction. The company derecognizes the financial liabilities when its contractual obligations are discharged or cancelled or expired. Financial liabilities include payable for expenses, liability for capital expenditures, Finance lease obligation, loans and borrowings and other current liabilities.

ii.(a) Finance Lease Obligation:

Leases in terms of which the entity assumes substantially all the risks and rewards of ownership are classified as finance lease. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

ii.(b) Loans and Borrowings:

Principal amounts of the loans and borrowings are stated at their amortized amount. Borrowings repayable after twelve months from the date of Statement of Financial Position are classified as non-current liabilities whereas the portion of borrowings repayable within twelve months from the date of statement of financial position, unpaid interest and other charges are classified as current liabilities.

ii.(c) Accounts Payables:

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying benefits.

3.14 Impairment:

i. Financial Assets

Trade receivable is assessed at each reporting date to determine whether there is objective evidence that it is impaired. Trade receivable is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the assets and that the loss had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

ii. Non-Financial Assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impairment loss if the recoverable amount of the asset is less than its carrying amount. Impairment loss is recognized immediately in profit or loss unless the asset is carried at revalued amount. Any impairment loss of a revalued asset shall be treated as a revaluation decrease.

3.15 Taxation

Income tax expense comprises of current and deferred taxes. It is recognized in the Statement of Comprehensive Income and accounted for



in accordance with the requirements of IASs 12: Income Taxes.

i. Current Taxation

The tax currently payable is based on the Taxable profit for the year and any adjustment to tax payable in respect of previous year. The company is a Publicly Traded Company. As per the Income Tax Act 2023 the rate of taxation applied at the rate of 20.00%.

ii. Deferred Taxation

The company does not require to compute deferred tax on PPE, because it charges depreciation as per method, conditions and rate(s) as specified in the third Schedule of the Income Tax Ordinance, 1984. Depreciation has been charged on all items of Fixed Assets except for Land and Land Development on **Reducing Balance Method**. During the period, there were no temporary difference/s between Tax Base and Carrying Amount of an Asset or Liability.

3.16 Revaluation Reserve

Revaluation reserve arose from the revaluation of land and land development which were revalued on 25th June 2006 by M/S. GEOTECH Survey company (pvt) Ltd, a firm of professional valuers on the basis of market price prevailing in the country. The difference between revaluation and actual book value has been reported in accounts under the head Revaluation Reserve.

The company has revaluated (under 'Fair Value' method) its own land in the year of 2015 located at Squib Road, Tongi Industrial Area, Gazipur by independent valuer Mahfel Huq & Co. The area of the land is 311.10 Decimals. Book value of the land was Taka 67,411,905. After valuation, this is increased to 597,312,000. Revalued amount is Taka 529,900,095.

<u>Particulars</u>	<u>Taka</u>
Revalued Amount as on 4 May 2015	597,312,000
Book Value as on Revaluation date	(67,411,905)
Revaluation Reserve without Charging Capital Gain	529,900,095
Deferred Tax Liability @15% on Tk. 529,900,095	(79,485,014)
	450,415,081
Add: Opening Balance of Revaluation Reserve	45,845,841
Revaluation Reserve	496,260,922

3.17 Tax Holiday Reserve:

The company enjoyed five years Tax Holiday for unit-I up to February 28, 1995 while for Unit-II for a period of five years ended on April 30, 2000, Unit III for a period of five years ended on June 30, 2003 and Unit IV for a period of five years ended on December 31, 2005. Currently not enjoying Tax Holyday Benefit.

3.18 Foreign Currency Translation:

Transactions denominated in foreign currencies are translated into Bangladeshi Taka and recorded at rates of exchange ruling on the date of transaction in accordance with IASs 21 "The Effects of Changes in Foreign Exchange Rates".

3.19 Provisions, Accrued Expenses and Other Payables

Provisions and accrued expenses are recognized in the Financial Statements in line with the International Accounting Standard (IASs) 37 "Provisions, Contingent Liabilities and Contingent Assets" when

- the company has a legal or constructive obligation as a result of past event.
- it is probable that an outflow of economic benefit will be required to settle the obligation.
- a reliable estimate can be made of the amount of the obligation.

3.20 Contingent Liabilities

The Company does not have any contingent liabilities as on the reporting date.

3.21 Revenue (Turnover) From Sales

Net sale comprises the invoiced value of goods supplied by the company and consists of Sales of manufactured goods excluding Value Added Tax (VAT).

Revenue Recognition

The revenue is recognized after satisfying all the following conditions for revenue recognition as provided in IFRSs 15 "Revenue Recognition";

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

Other non-operating income has been recognized on accrual basis.



3.22 Borrowing Cost:

Borrowing cost is recognized as expense in the period in which they are incurred unless capitalization of such is allowed under IASs-23 Borrowing cost.

3.23 Earnings Per Share:

The Company calculates Earnings Per Shares (EPS) in accordance with IASs 32 & 33 "Diluted Earnings Per Share" & "Earnings per Shares" which has been shown on the face of Statement of Comprehensive Income and, the computation of EPS is stated in Note 37. Earning per share (EPS) has been computed by dividing the profit after tax (PAT) by the number of ordinary shares outstanding as on 30 June 2023 as per IASs-33 "Earnings per Shares".

3.24 Basic Earnings / Loss:

This represents earnings / loss for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit / loss after tax for the year has been considered as fully attributable to the ordinary shareholders.

3.25 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with IASs 7 "Statement of Cash Flows" and the cash flow from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules 1987 and considering the provision of Paragraph 19 of IASs 7 which provides that "Enterprise are Encouraged to Report Cash Flow From Operating Activities Using the Direct Method".

3.26 Dividend for the 2022-2023

After the reporting period, the Board of Directors recommended 10.50% cash dividend per share which will be recognized in the accounts as and when approved by the shareholders in the Annual General Meeting.

3.27 Events after the Reporting Period:

Events after the reporting period that provide additional information about the company's position at the date of statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after reporting that are not adjusting events are disclosed in the notes when material.

3.28 Post Closing Events

After the reporting period, the Board of Directors recommended 10.50% cash dividend per share The proposed dividend is subject to shareholders' approval in the forthcoming Annual General Meeting.

3.29 Human Resources

Particulars	2022-23	2021-22
Officers	429	385
Staff	269	204
Skilled and unskilled workers	636	456
Total	1334	1045

3.30 Employee Benefit

i. Defined Contribution Plan

The Company maintains a recognized provident fund @ 10% of basic pay (equally contributed by employee and employer) for all eligible permanent employees. The said fund is managed by a board of trustees.

ii. Defined Benefit Plan

The Company maintains an unfunded gratuity scheme and deduct when retirement benefits are paid by the company. The employees are entitle to gratuity benefit after completion of minimum 5 years service in the company.

iii. Employee's Group Insurance

The company has also a group insurance scheme for its permanent employees, premium for which is being charged to Statement of Comprehensive Income annually as per the insurance policy.

3.31 Advertisement, Publicity & Promotional Expenses:

All costs associated with advertising and promoting products are expensed in the year it incurred.

3.32 Additional Information on Financial Statements:

i. Responsibilities for Preparation and Presentation of Financial Statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under section 183 of the Companies Act 1994 and as per the provision of "The Framework for the Preparation and Presentation of Financial Statements" issued by the International Accounting Standards Committee (IASC).



ii. Risk and Uncertainties for use of Estimates in Preparation of Financial Statements:

The preparation of financial statements in conformity with the International Accounting Standards (IASs) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period reported. Actual result could differ from those estimates. Estimates are used for accounting of certain items such as long term contract, depreciation and amortization, taxes, reserves, employee benefits and contingencies.

iii. Compliance with the International Accounting Standards (IASs):

The Financial Statements have been prepared in compliance with the requirements of the IASs and IFRSs as applicable in Bangladesh. The title and format of these Financial Statements follow the requirements of IFRSs / IASs which are to some extent different from the requirements of the Companies Act 1994. However, such differences are not material and in the view of Management IFRSs / IASs titles and format give better presentation to the shareholders.

3.33 Authorization for Issue:

These Financial Statements have been authorized for issue by the Board of Directors of the Company on 28 October 2023.

3.34 Comparative Information:

Figures of the year 2021-2022 have been rearranged and regrouped whenever considered necessary to ensure comparability with the current period. The disclosures in the Financial Statements, in all materials respects, are in accordance with International Accounting Standards (IASs).

3.35 Offsetting:

Financial assets and liabilities are offset and the net amount is reported in the Financial Statements only when there is legally enforceable right to set off the recognized amounts and the Company intends either to settle on a net basis, or to realize the assets and to settle the liabilities simultaneously.

3.36 Materiality and Aggregation:

Each material item has been presented separately in company's Financial Statements. Immaterial amounts have been aggregated with the amounts of similar nature or function.

3.37 Reporting Currency

The Financial Statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency.

3.38 Directors' Responsibility Statement

The Board of Directors is responsible for the preparation and presentation of the Financial Statements under section 183 of the Companies Act, 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Committee (IASC).

3.39 Regarding Tax Depreciation and Accounts Depreciation:

The Company doesn't require computing deferred tax because the company charges depreciation as per depreciation rate/s mentioned in the third schedule of the ITO 1984. So, there is no temporary difference between the tax base of an asset or liability and its carrying amount in the financial statements. Both Depreciation Rate given below:

Particular of Assets	Depreciation	Depreciation
	Rate as per book of Accounts	Rate as per Third Schedule
Factory Building, Factory Laboratory	10%	10%
Office, Administrative & Godown Shed	10%	10%
Factory Boundary Wall	10%	10%
Plant and Machinery & Local Machinery	20%	20%
Furniture and Fixtures	10%	10%
Office Equipment	10%	10%
Vehicles	20%	20%
Titas Gas Installation	10%	10%
Gas Generator & Diesel Generator	20%	20%
Machine Shed & Steel Rack	10%	10%



3.40 Deviation of Revenue & EPS:

Taking some cost control measure COGS decreased from 82.67% to 82.42% though raw material price was low. But during this period, Earnings Per Share (EPS) has been decreased significantly compared to the previous year due to Foreign Exchange Loss for significant devaluation of Taka against US Dollar. Though total Gross Profit increased 17.33% to 17.58% which was 0.24% growth.

3.41 Deviation of NOCF:

Net Operating Cash Flows is just the resultant figure of Cash Inflows and Outflows from Operating Activities. Therefore, Net Operating Cash Flows increases, if only Cash Inflows is higher than Cash Outflows in a particular period and vice versa.

Net Operating Cash Flows has been increased Tk.4.81 to Tk. 6.52 because of collection from sales & others was increased, otherwise there were no significant deviation found.

3.42 General

i. Figures have been rounded off to the nearest taka.

ii. Previous period's/year's figures have been rearranged wherever considered necessary to ensure comparability with the current year.

iii. The Company publishes its quarterly accounts as per IASs 34 "Interim Financial Reporting" and the Bangladesh Securities and Exchange Commission (BSEC) Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018.



4.00 Consolidated Property, Plant & Equipment

Opening Balance
Addition during the year

Cost as at 30 June 2023
Accumulated Depreciation

Closing Balance (Details in Annexure : 1)

Amount in Taka	
30 June 2023	30 June 2022
4,343,717,563	3,118,831,149
635,545,868	1,224,886,413
-	-
4,979,263,431	4,343,717,563
(2,017,765,892)	(1,747,116,386)
2,961,497,539	2,596,601,177

Depreciation is charged on all Fixed Assets except for Land and Land Development on reducing balance method.

5.00 Consolidated FDR Investment

Name of Institute or Bank	FDR No.	Maturity Date	Interest Rate	Taka	Taka
IPDC Finance Limited (Gulshan Branch)	2592	08 July 2023	6.50%	3,072,976	2,951,993
IPDC Finance Limited (Gulshan Branch)	8901	13 Jan 2023	7.00%	8,909,870	8,520,908
IPDC Finance Limited (Gulshan Branch)	7574	28 Nov 2023	7.00%	9,057,803	8,206,250
IPDC Finance Limited (Gulshan Branch)	2590	01 Aug 2023	6.50%	6,092,042	5,827,000
IPDC Finance Limited (Gulshan Branch)	1625	28 May 2023	7.80%	3,196,801	3,041,636
IPDC Finance Limited (Gulshan Branch)	39005	25 April 2024	7.80%	5,000,000	-
City Bank Limited (Gulshan Branch)	8001	16 Aug 2023	3.50%	746,909	726,565
One Bank Limited (Banani Branch)	2267	15 May 2023	4.00%	-	10,629,678
Community Bank Bangladrsh Ltd. (B.B.)	0116	18 May 2024	6.00%	2,524,063	-
				38,600,464	39,904,030

6.00 Consolidated Incorporation & Pre- Operating Expenses

Incorporation & Pre- Operating Expenses

394,720	-
394,720	-

7.00 Consolidated Capital Work in Progress (CWIP)

Capital Machinery in Transit
Advance during this period
Transferred to Plant and Machinery during the year

15,528,680	112,100,000
98,861,426	-
(15,528,680)	(96,571,320)
98,861,427	15,528,680

Opening Balance of Advance on Civil Construction
Transferred to Factory Building during the year
Advance for Civil Construction during the year

56,860,000	55,813,593
-	(55,813,593)
427,071,919	56,860,000
483,931,919	56,860,000

Opening Balance of Advance on Land & Land Development
Advance during this period
Transferred to Land & Land Development during the year

32,603,633	71,284,000
23,067,857	3,586,633
(8,546,857)	(42,267,000)
47,124,633	32,603,633
629,917,978	104,992,313

8.00 Consolidated Inventories

Raw Materials
Work in Process
Finished Goods
Stores and Spares
Stock in Transit
Packing Materials

610,139,148	582,729,694
54,595,598	55,709,794
631,260,483	444,488,933
12,914,765	14,675,870
1,252,640	217,369,593
8,061,298	7,328,453
1,318,223,933	1,322,302,337

9.00 Consolidated Trade & Other Receivables

Receivables against Sales & others

1,296,309,109	1,341,945,269
1,296,309,109	1,341,945,269

Day Range	Amount in Taka	Amount in Taka
Below 30 days	805,785,742	752,965,491
Below 90 days	430,244,993	472,230,540
Below 180 days	56,389,446	110,039,512
Above 180 Below 1 Year	3,888,927	6,709,726
Total	1,296,309,109	1,341,945,269

a) This is unsecured, considered good and is falling due within one year.

b) No amount is considered doubtful or bad and therefore no provision is made in the Financial Statements.

c) No amount is due by any Director or other Officer of the company and any of them severally or jointly with any other person.

10.00 Accrued Interest Receivable on FDR

Name of Institute or Bank	Interest Rate	FDR No.	Maturity Date	30 June 2023	30 June 2022
IPDC Finance Limited	5.25%	2592	08 July 2023	195,305	151,536
IPDC Finance Limited	5.75%	8901	13 Jan 2024	289,323	227,283
IPDC Finance Limited	6.50%	7574	28 Nov 2023	373,383	314,117
IPDC Finance Limited	5.75%	2590	01 Aug 2023	361,884	306,201
IPDC Finance Limited	5.75%	1625	28 May 2023	22,164	15,546



IPDC Finance Limited	5.25%	39005	11 May 2023	70,417	-
Standard Chartered Bank Ltd.	5.25%	8138	23 June 2023	-	-
City Bank Limited	3.50%	8001	18 May 2023	3,050	2,967
One Bank Limited	4.00%	2267	15 May 2023	-	51,967
Community Bank Bangladesh Ltd.	4.60%	2198	15 Sep 2022	18,333	-
				1,333,859	1,069,617

11.00 Consolidated Advance, Deposit & Pre-payments

Advance to Suppliers

Opening Balance	9,969,095	6,700,505
Add: During the Year	312,108,768	3,268,590
Bill Adjustment	(114,649,678)	-
	207,428,185	9,969,095
Advance to Employee	6,569,459	7,604,548
Advance against Brand Development	1,455,809	5,258,486
Other Advances	-	1,470,244
	215,453,454	24,302,374

Deposits:

Security Deposit	2,407,548	4,429,300
BG Margin & LC Margin	27,099,151	78,762,846
Deposit for Utilities	-	2,187,484
	29,506,699	85,379,630

Prepayments:

Prepaid Rent	27,717,474	29,341,868
Value Added Tax (VAT)	42,193,443	141,072,555
	69,910,917	170,414,423
	314,871,070	280,096,426

a) Employees advance of Tk. 65,69,459 includes advance to officers mostly for official purpose.

b) No amount is due by the Directors, including Managing Director or officer of the company and any of them severally or jointly with any other person except as stated in (a) above.

12.00 Consolidated Advance Income Tax

Opening balance	389,567,842	409,102,776
AIT Paid at Port (Import Stage)	134,506,372	156,224,709
AIT Paid at Port (Export, Local & Others)	77,464,426	27,964,785
AIT on Vehicles	1,260,500	1,143,500
AIT on Bangladesh Bank Cash Assistance	1,151,400	98,600
AIT on FDR interest	347,077	82,656
AIT Refund up to 2019-2020 FY	-	(58,901,189)
AIT Refund up to 2018-2019 FY	-	(76,366,330)
Prior Year Adjustment on Income Tax Assessment (Income Year 2018-2019)	-	-
Prior Year Adjustment on Income Tax Assessment (Income Year 2019-2020)	-	(69,781,665)
	604,297,617	389,567,842

13.00 Consolidated Cash & Cash Equivalents

NPI PLC Cash in Hand	10,198,114	6,598,500
NPI PLC Cash at Bank	204,196,487	353,505,584
Npoly Trading Cash in Hand	-	-
Npoly Trading Cash at Bank	935,501	-
	215,330,102	360,104,084

14.00 Consolidated Share Capital

Authorized:

300,000,000 Ordinary Shares of Taka 10 each

3,000,000,000 **3,000,000,000**

Issued, Subscribed and Paid-up:

I) 134,000 Ordinary Shares of Taka 10 each	13,400,000	13,400,000
II) 134,000 Rights Shares of Taka 10 each (1:1)	13,400,000	13,400,000
III) 536,000 Rights Shares of Taka 10 each (1:2)	53,600,000	53,600,000
IV) 6,388,845 Bonus Shares of Taka 10 each	63,888,450	63,888,450
V) 2,597,192 Bonus Shares of Taka 10 each	25,971,920	25,971,920
VI) 3,405,207 Bonus Shares of Taka 10 each	34,052,070	34,052,070
VII) 4,086,248 Bonus Shares of Taka 10 each	40,862,480	40,862,480
VIII) 5,393,848 Bonus Shares of Taka 10 each	53,938,480	53,938,480
IX) 6,580,494 Bonus Shares of Taka 10 each	65,804,940	65,804,940
X) 1:1 Right Shares of Taka 10 each	364,918,340	364,918,340
	729,836,680	729,836,680

Composition of Shareholding:

	30 June 2023		30 June 2022	
	Number	%	Number	%
Sponsors/Directors	25,295,134	34.66	27,740,897	38.01
Financial Institutions	10,206,592	13.98	7,951,893	10.90
General	37,481,942	51.36	37,290,878	51.09
	72,983,668	100	72,983,668	100



Name wise shareholding position of Sponsors/ Directors:

Name	Position	Shareholding Qty.	%
Mr. Golam Murshed	Chairman	3,782,840	5.18%
Mr. Riad Mahmud	Managing Director	3,603,773	4.94%
Ms. Mahmuda Akhter	ICB Nominated Director	13,637,557	18.69%
Mr. Rohel Mahmud	Sponsor	726,202	1.00%
Mrs. Razia Morshed	Sponsor	304,082	0.42%
Mrs. Khaleda Akhand	Sponsor	9,069	0.01%
Late Shamsul Abedin Akhand and Mrs. Khaleda Akhand (Joint Account)	Sponsor	3,231,611	4.43%
Total		25,295,134	34.66%

Classification of Shareholders by holding:

Holdings	Number of Holders		Total Holding (%)	
	30-06-2023	30-06-2022	30-06-2023	30-06-2022
1 to 500	4,058	4,058	39.25	39.25
501 to 1,000	1,776	1,776	17.18	17.18
1,001 to 5,000	2,931	2,931	28.35	28.35
5,001 to 50,000	1,452	1,452	14.05	14.05
50,001 to above	121	121	1.17	1.17
	10,338	10,338	100	100

15.00 Consolidated Share Premium

Total 536,000 Shares of Taka 250 each (January 2009)	134,000,000	134,000,000
Total 36,491,834 Shares of Taka 05 each (February 2021)	182,459,170	182,459,170
	316,459,170	316,459,170

16.00 Consolidated Revaluation Reserve

Opening Balance	496,260,922	496,260,922
Land Revalued during this year	-	-
	496,260,922	496,260,922
Deferred Tax on Land Revaluation	-	-
	496,260,922	496,260,922

On 4th May 2015, the company has revaluated its own land located at Squib Road, Tongi Industrial Area, Gazipur by independent valuer Mahfel Huq & Co. Chartered Accountants The area of the land is 311.10 Decimals. (Details in Note- 3.16)

17.00 Consolidated Retained Earnings

Opening Balance	546,280,722	425,835,699
Payment of Stock Dividend	-	-
	546,280,722	425,835,699
Cash Dividend Paid (2021-2022 FY & 2020-2021 FY)	(72,848,890)	(72,983,668)
Tax Adjustment against assessment (2019-2020 FY)	-	(19,696,357)
Profit during the year end	152,591,224	213,125,047
	626,023,056	546,280,722

18.00 Non Controlling Interest

Paid-up Capital		
Npoly Trading Ltd.	10,000	-
Retained Earnings		
Npoly Trading Ltd.	-	-
	10,000	-

19.00 Consolidated Long Term Loan

Standard Chartered Bank		
Opening Balance	-	67,078,928
Received during the year	-	-
Paid during the year	-	(67,078,928)
	-	-
Prime Bank Ltd.		
Opening balance	239,516,402	344,420,000
Received during the year	-	-
Paid during this year	(152,037,125)	(104,903,598)
	87,479,277	239,516,402
Current Maturity within one year	(87,479,277)	(134,564,075)
	-	104,952,327
Syndicate Loan (Bank Asia & IDLC)		
Opening balance	-	-
Received during the year	421,559,654	-
Paid during this year	-	-
	421,559,654	-
Current Maturity within one year	(42,696,307)	-
	378,863,347	-



	Amount in Taka	
	30 June 2023	30 June 2022
Loan from WPPF		
Opening balance	-	-
Received during the year	11,500,000	-
Paid during this year	-	-
Current Maturity within one year	11,500,000	-
	11,500,000	
19.1 Long Term Loan - (Non-current Maturity)		
Prime Bank Ltd.	-	-
IDLC Finance Limited	378,863,347	-
Prime Bank Ltd.	11,500,000	104,952,327
	390,363,347	104,952,327
19.2 Long Term Loan - (Current Maturity)		
Prime Bank Ltd.	87,479,277	-
IDLC Finance Limited	42,696,307	-
Prime Bank Ltd.	-	134,564,075
	130,175,584	134,564,075
	520,538,931	239,516,402

Most of the Term Loan was re-paid through Inter-company loan.

Name of Institute	Branch	Sanction No.	Issue Date
Standard Chartered Bank	Motijheel	BA8/10836628/SCB/UC	29-Feb-2022
Prime Bank Ltd.	Gulshan-1	Prime/CAD/CNIB/2021/293	22-Aug-2021
IDLC Finance Limited	Gulshan-1	IDLC/CAD/LRCORP/GLN/2022/2128, 2129, 2130, 2131	19 Dec 2022

Security against Facilities

- Registered Mortgage over Factory Land and Building on pari-passu basis between Standard Chartered Bank, BRAC Bank, One Bank Ltd, Commercial Bank of Ceylon Ltd., Prime Bank Limited of which area of Land is 146.90 decimals located at Kathaldia, Tongi, Gazipur.
- Demand Promissory Note & Letter of Continuation.
- Un-dated Cheque(s) supported by Irrevocable Letter of Authority & Memorandum of Deposit.
- Personal Guarantee of the Sponsor Directors.
- Syndicate Loan (Bank Asia & IDLC) 1263.00 decimals land at loackted Hobirbari, Vhaliuka, Mymensingh and 78.45 decimals land located at Poddobila, korpara, Gopalgong.

20.00 Consolidated Deferred Tax Liability

Deferred tax liability has been calculated on the revaluation surplus of land. On 4th May 2015, the company has revalued its own land located at Squib Road, Tongi Industrial Area, Gazipur by independent valuer Mahfel Huq & Co. The area of the land is 311.10 Decimals. Book value of the land was Taka 67,411,905. After valuation, this is increased to 597,312,000. Revalued amount is Taka 529,900,095. The company does not require to compute deferred tax on PPE, because it charges depreciation as per method, conditions and rate/s as specified in the 3rd Schedule of the Income Tax Ordinance, 1984. Depreciation has been charged on all items of Fixed Assets except for Land and Land Development on Reducing Balance Method. During the period, there were no temporary difference/s between Tax Base and Carrying Amount of an

Revaluation Surplus on Land & Land Development
Deferred Tax Liability @ 15%.

Amount in Taka	
30 June 2023	30 June 2022
529,900,095	529,900,095
79,485,014	79,485,014

21.00 Consolidated Zero Coupon Bonds

Fund Received during this period
Interest Payable on Bond

498,000,000	-
-	-
498,000,000	-

22.00 Consolidated Inter-Company Loan (Non-Current Maturity)

National Fittings & Accessories Limited

Opening Balance
Received during the year
Paid during the year

1,329,999,998	1,615,000,000
-	-
(253,333,336)	(285,000,002)
1,076,666,662	1,329,999,998
(253,333,336)	(253,333,336)
823,333,326	1,076,666,662

Current Maturity within one year

Company take Intercompany Loan from National Fittings & Accessories Ltd. for settle down higher rate Bank loan and NBFII loan as per approval a

23.00 Consolidated Short Term Loan

Loan against Trust Receipt (LTR)
Short Term Finance (STF)

1,190,906,266	1,223,781,977
1,130,240,957	1,118,816,983
2,321,147,223	2,342,598,960



Name of Institute	Branch	Sanction No.	Issue Date
Standard Chartered Bank Limited	Motijheel	BA8/10836628/SCB/UC	29-Feb-2022
Prime Bank Limited	Gulshan-1	Prime/CAD/CNIB/2023/204	11 July 2023
IDLC Finance Limited	Gulshan	IDLC/CAD/LRCORP/GLN/2020/1612	01-Dec-2020
One Bank Limited	Banani	OBL/BB/CR/SA/256/2023	06 June 2023
Community Bank Bangladesh Ltd.	Gulshan	CBBL/HO/CAD/2023/1032	04 Jan 2023
BRAC Bank Limited	Shatmosjeed Road	CAD-Dhaka/MII/01161151/2022/0055	20-Feb-2022

Security against Facilities

- a) Registered Mortgage over Factory Land and Building on pari-passu basis between Standard Chartered Bank, BRAC Bank, One Bank Ltd, Commercial Bank of Ceylon Ltd., Prime Bank Limited of which area of Land is 146.90 decimals located at Kathaldia, Tongi, Gazipur.
b) Demand Promissory Note & Letter of Continuation.
c) Un-dated Cheque(s) supported by Irrevocable Letter of Authority & Memorandum of Deposit.
d) Personal Guarantee of the Sponsor Directors.

	Branch	Account No.	Amount in Taka	
			30 June 2023	30 June 2022
24.00 Consolidated Bank Overdraft				
Standard Chartered Bank	Motijheel	01124925801	28,838,334	33,639,624
Community Bank Bangladesh Ltd.	Gulshan-1	0070315928701	30,683,842	29,191,616
Prime Bank Limited	Gulshan-1	2118759023032	97,476,405	40,964,510
One Bank Limited	Banani	0181020003524	275,637,447	63,278,627
			432,636,027	167,074,377
25.00 Consolidated Accounts Payable				
Payable against Carriage Outwards			5,275,334	1,718,667
Gratuity Payable			2,256,200	2,942,900
Gas Bill Payable			2,839,330	13,624,705
Mobile Bill Payable			755,695	317,169
Directors Remuneration Payable			120,000	120,000
Godown Rent			-	45,000
Electricity Bill			5,915,983	1,086,998
Local Supplier			25,350,307	-
Non-refunded Rights Share Subscription Money-2021			38,520	38,520
House Rent (Engineers & Officers)			-	80,000
Employer's Contribution to Provident Fund			21,511,288	20,531,288
			64,062,657	40,505,247
26.00 Consolidated Unclaimed Dividend Account				
Unclaimed Fractional Cash Dividend up to 2019			-	160,154
Unclaimed Cash Dividend for the FY-2019-2020			5,055,851	5,050,731
Unclaimed Cash Dividend for the FY-2020-2021			3,698,156	3,759,297
Unclaimed Cash Dividend for the FY-2021-2022			3,603,905	-
*Including interest and other deduction.			12,357,912	8,970,183
27.00 Consolidated Inter-Company Loan (Current Maturity)				
National Fittings & Accessories Limited			253,333,336	253,333,336
Current Maturity within one year			253,333,336	253,333,336
28.00 Consolidated Provision for Expenses				
Staff Salary Payable			19,963,601	17,861,709
Audit Fees			402,500	137,500
Interest payable on Inter-Company Loan			30,306,918	-
VDS payable			984,675	1,036,500
TDS Payable			976,150	1,015,000
			52,633,844	20,050,709
29.00 Consolidated WPPF & Welfare Fund				
Opening Balance			13,320,315	11,765,140
WPPF Disbursed to Beneficiary			(13,320,315)	(11,765,140)
Allocation for the year			9,572,625	13,320,315
			9,572,625	13,320,315
30.00 Consolidated Provision for Taxation				
Opening Balance			106,224,396	103,028,442
Provision for the year			38,861,270	53,281,262
Tax Adjustment against assessment (2018-2019 FY)			-	-
Tax Adjustment against assessment (2019-2020 FY)			-	(50,085,308)
			145,085,666	106,224,396



31.00 Consolidated Revenue

Total Local Sales
 VAT Paid during the year
Net Local Sales
 Export Sales

Amount in Taka	
30 June 2023	30 June 2022
7,374,748,652	5,741,899,764
(961,923,737)	(748,943,447)
6,412,824,915	4,992,956,316
64,053,427	72,462,974
6,476,878,342	5,065,419,290

Supplementary duty is not applicable, VAT on export are zero rated, VAT on local sales are 15% for manufacturer (Section 3 & 7 of VAT Act, 2012)

Quantity (MT)- Sales

Opening Stock
 Production during the year
 Goods available for Sale
 Closing Stock of Finished Goods
 Sale during the year

Quantity (MT)	Quantity (MT)
5,596	6,065
56,550	52,535
62,146	58,600
(6,557)	(5,596)
55,589	53,004

32.00 Consolidated Cost of Goods Sold

Opening Stock of Raw Materials
 Purchase during the year
 Closing Stock of Raw Materials
Raw Materials used in Production
 Manufacturing Overhead
 Consumption of Packing Materials
Total Production Costs
 Opening Work in Process
 Closing Work in Process
Costs of Goods Manufactured
 Opening Stock of Finished Goods
Goods available for Sales
 Closing Stock of Finished Goods
Cost of Goods Sold

582,729,694	593,315,462
4,829,393,676	3,618,393,747
(610,139,148)	(582,729,694)
4,801,984,222	3,628,979,515
670,951,161	518,449,944
51,213,632	45,726,457
5,524,149,015	4,193,155,916
55,709,794	40,812,317
(54,595,598)	(55,709,794)
5,525,263,211	4,178,258,439
444,488,933	453,560,136
5,969,752,144	4,631,818,575
(631,260,483)	(444,488,933)
5,338,491,661	4,187,329,642

33.00 Consolidated Manufacturing Overhead

NPIL - Manufacturing Overhead (Note- 33.1)
 Npoly Trading - Manufacturing Overhead

670,951,161	518,449,944
-	-
670,951,161	518,449,944

34.00 Consolidated Administrative Expenses

NPIL - Administrative Expenses (Note- 34.1)
 Npoly Trading - Administrative Expenses

186,174,209	176,824,948
-	-
186,174,209	176,824,948

35.00 Consolidated Selling and Distribution Expenses

NPIL - Selling and Distribution Expenses (Note- 35.1)
 Npoly Trading - Selling and Distribution Expenses

141,740,456	119,436,805
-	-
141,740,456	119,436,805

36.00 Consolidated Other Income

Bangladesh Bank Cash Assistance on Export
 Interest on FDR Investment
 Accrued Interest Receivable on FDR

11,514,000	986,000
1,724,049	2,573,603
1,333,859	1,069,617
14,571,908	4,629,220

37.00 Foreign Exchange Gain/(Loss)

Foreign Exchange Gain
 Foreign Exchange Loss

17,241,832	893,974
(285,875,568)	(4,788,724)
(268,633,736)	(3,894,750)

38.00 Consolidated Financial Expenses :

Bank Charges
Interest on Short Term Loan :
 Interest on OD
 Interest on LTR & STF Loan
 Accrued Interest on STL & LTL

Interest on Long term Loan :
 Interest on Long Term Loan
 Provision for Bond interest

9,497,021	5,244,827
46,264,746	37,653,458
141,188,361	139,653,063
-	-
196,950,129	182,551,348
128,128,021	120,284,392
30,306,918	-
355,385,068	302,835,740

39.00 Consolidated WPPF and Welfare Fund

Profit before WPPF and Tax
 Allocation for WPPF and Welfare Fund @ 5%

201,025,119	279,726,625
9,572,625	13,320,315



	Amount in Taka		
	30 June 2023	30 June 2022	
40.00 Consolidated Provision for Taxation			
Net Profit Before Tax	191,452,494	266,406,309	
Applicable Tax Rate	20.00%	20.00%	
Provision for Taxation	38,290,499	53,281,262	
Turnover Tax	6,476,878,342	5,065,419,290	
Applicable Tax Rate	0.60%	0.60%	
	38,861,270	30,392,516	
Last year Tax rate was 22.50% and Current year Tax Rate 20.00% on EBT and turn over Tax 0.60% which is higher as per Income Tax Ordinance 1984.			
41.00 Earnings Per Share (EPS)			
Net Profit After Tax	152,591,224	213,125,047	
Number of Shares outstanding	72,983,668	72,983,668	
	2.09	2.92	
42.00 Net Asset Value Per Share (NAV)			
Net Asset Value	2,168,579,828	2,088,837,494	
Weighted Average Number of Shares	72,983,668	72,983,668	
	29.71	28.62	
43.00 Net Operating Cash Flow Per Share (NOCFPS)			
Net Operating Cash Flow	476,263,428	350,904,602	
Weighted Average Number of Shares	72,983,668	72,983,668	
	6.53	4.81	
44.00 Net Operating Cash Flow			
<u>Under Direct method:</u>			
Revenue	6,476,878,342	5,065,419,290	
Opening Trade Debtors	1,341,945,269	1,168,475,262	
	7,818,823,611	6,233,894,552	
Closing Trade Debtors	(1,296,309,109)	(1,341,945,269)	
	6,522,514,502	4,891,949,283	
Other income	14,571,908	3,559,603	
	6,537,086,410	4,895,508,886	
Collection from Sales and Others			
Cost of Goods Sold	(5,338,491,661)	(4,187,329,642)	
Administrative & Selling Expenses	(327,914,665)	(296,261,753)	
Depreciation	270,649,507	251,914,410	
Interest on LTR & STF Loan	(196,950,129)	(182,551,348)	
AIT Paid at Port (Import / export Stage & Vehicles)	(214,729,775)	(185,514,250)	
AIT Refund (FY-18-19 & FY-19-20)	-	135,267,519	
WPPF Disbursed to Beneficiary	(13,320,315)	(11,765,140)	
Foreign Exchange Gain/(Loss)	(268,633,736)	(3,894,750)	
Provision for Expenses	32,525,635	(958,650)	
Unclaimed Dividend Account	3,387,729	3,682,224	
Accrued Interest Receivable on FDR	(264,242)	1,338,562	
(Increase)/Decrease in Inventories	4,078,404	(21,469,502)	
Increase/(Decrease) in Other Current Liabilities	23,614,910	6,848,284	
(Increase)/Decrease in Other Current Assets	(34,774,644)	(53,910,246)	
Payment to Suppliers, Employees and Others	(6,060,822,982)	(4,544,604,284)	
Net Cash Flows from Operating Activities	476,263,428	350,904,602	
45.00 Director's Remuneration and Perquisites			
Mr. Riad Mahmud	1,440,000	1,440,000	
	1,440,000	1,440,000	
46.00 Capacity Utilization			
Capacity of Production in M. Ton per year	Utilization (MT)		
	30 June 2023	30 June 2022	
Installed Capacity 65,500 M. Ton Current year, Last year 58,000 M.Ton	Installed Capacity	65500 MT	65500 MT
	Current Year Production	55,795	52,535
	Rate	85.18%	80.21%

47.00 Contingent Liability:



(I) There was no contingent liability as on 30 June, 2023.

(II) There was no claim against the company, not acknowledged as debt as on 30 June, 2023.

(III) There was no credit facility available to the company under any contract.

(IV) There was no bank guarantee issued by the company on behalf of their directors or the company itself except bank loan.

The following amounts has been demanded by VAT Authority as per their departmental audit objection against which cases have been filed in Tribunal and Court. It is probable that the judgment will be in favor of the company.

Period	Amount	Status
July' 1998 to April' 2000	5,148,712	Writ petition no. 7442 of 2003 in the Honorable Supreme Court of Bangladesh, High Court Division
January' 2006 to June' 2008	11,646,222	Writ petition no. 1755 of 2009 in the Honorable Supreme Court of Bangladesh, High Court Division
January' 2006 to June' 2008	4,545,225	Filed a case with Honorable Appellate Tribunal for proper judgment which is under jurisdiction. Writ petition no. 3217 of 2010 in the Honorable Supreme Court of Bangladesh, High Court Division
July' 2008 to December' 2008	7,534,439	Writ petition no. 3288 of 2009 in the Honorable Supreme Court of Bangladesh, High Court Division

All of these ceases are stayed till disposal of Rule.

48.00 Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operational decision and include associated companies with or without common directors and key management personnel. The Company has entered into transactions with other entities in normal course of business that fall within the definition of related party as per IAS 24: Related Party Disclosures.

Related Party & Relationship	Nature of Transactions	Total Transaction 2022-2023	Outstanding Balance	
			2022-2023	2021-2022
Mr. Riad Mahmud, Managing Director (Note- 45.00)	Remuneration	1,440,000	120,000	120,000
Directors Board Meeting Fees		451,000	-	-
National Fittings & Accessories Limited, Npolymer Construction Limited Common Management (Note- 22.00 & 27.00)	Inter-Company Loan Payable	Movement		
	Opening Balance	1,329,999,998	-	-
	Received during the year	-	-	-
	Paid during the year	(253,333,336)	1,076,666,662	1,329,999,998
			1,076,786,662	1,330,119,998

49.00 Number of Employees Engaged

As per the Schedule XI of the Companies Act, 1994, the number of employees (including contractual employees) engaged for the whole year or part thereof who received a total remuneration of Taka 96,000/- per annum or Taka 8,000/-per month were Nil at the end of June 2023 as against Nil in 2022.

The number of employees engaged for the whole year
The number of Board of Directors

1,334 Person	1,045 Person
6 Person	6 Person
1,340 Person	1,051 Person



National Polymer Industries PLC.
Consolidated Property, Plant and Equipment
For the year ended 30 June 2023

Annexure: 1

Assets Category	COST (Taka)			DEPRECIATION (Taka)				Written Down Value as on 30.06.2023	
	As on 01.07.2022	Additions during the Period	Adjustment/ Sales during the Period	Total as on 30.06.2023	Dep. Rate	Cumulative as on 01.07.2022	Charged during the Period		Adjustment/ Sales during the Period
Land & Land Development									
Cost	746,809,985	338,070,914	-	1,084,880,899	-	-	-	-	1,084,880,899
Revaluation	575,745,936	-	-	575,745,936	-	-	-	-	575,745,936
Factory Buildings	272,508,735	-	-	272,508,735	10.0%	133,866,338	13,864,240	-	147,730,577
Plant & Machinery	2,413,798,779	278,365,927	-	2,692,164,707	20.0%	1,379,934,218	238,022,555	-	1,617,956,773
Godown Shed & Steel Rack	35,174,845	-	-	35,174,845	10.0%	28,644,454	653,039	-	29,297,493
Factory Laboratory	179,420	-	-	179,420	20.0%	175,319	820	-	176,139
Factory Boundary Wall	4,045,053	-	-	4,045,053	10.0%	3,311,006	73,405	-	3,384,411
Generator	82,519,490	-	-	82,519,490	20.0%	75,468,773	1,410,143	-	76,878,917
Titas Gas Installation	2,288,132	-	-	2,288,132	10.0%	1,789,253	49,888	-	1,839,141
Furniture & Fixtures	8,495,773	430,890	-	8,926,663	10.0%	4,697,270	395,743	-	5,093,013
Vehicles	150,956,413	13,715,400	-	164,671,813	20.0%	89,019,362	13,240,807	-	102,260,169
Office Equipment	40,956,001	2,004,937	-	42,960,938	10.0%	24,168,313	1,761,893	-	25,930,206
Computer Equipment	10,239,000	2,957,800	-	13,196,800	20.0%	6,042,078	1,176,974	-	7,219,052
As at 30 June 2023	4,343,717,563	635,545,868	-	4,979,263,431		1,747,116,386	270,649,507	-	2,017,765,892
As at 30 June 2022	3,118,831,149	1,224,886,413	-	4,343,717,563		1,495,201,976	251,914,410	-	1,747,116,386

Depreciation allocated to :

Manufacturing Overhead	254,074,090
Administrative Expenses	16,575,416
	<u>270,649,507</u>



National Polymer Industries PLC.
Consolidated Statement of Financial Position
As at 30 June 2023

Annexure: 2

Particulars	Npoly Trading Ltd.	NPI PLC.	Total in Taka
	30 June 2023	30 June 2023	30 June 2023
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	-	2,961,497,539	2,961,497,539
Investment in Subsidiary Company	-	990,000	-
FDR Investment	-	38,600,464	38,600,464
Incorporation & Pre- Operating Expenses	394,720	-	394,720
Capital Work in Progress (CWIP)	-	629,917,978	629,917,978
	394,720	3,631,005,981	3,630,410,701
Current Assets			
Inventories	-	1,318,223,933	1,318,223,933
Trade & Other Receivables	-	1,296,309,109	1,296,309,109
Accrued Interest Receivable on FDR	-	1,333,859	1,333,859
Inter Company Receivables	-	272,721	-
Advance, Deposits & Pre-payments	-	314,871,070	314,871,070
Advance Income Tax	-	604,297,617	604,297,617
Cash & Cash Equivalents	935,501	214,394,601	215,330,102
	935,501	3,749,702,909	3,750,365,689
TOTAL ASSETS	1,330,221	7,380,708,890	7,380,776,390
EQUITY & LIABILITIES			
Shareholders Equity & Reserves			
Share Capital	1,000,000	729,836,680	729,836,680
Share Premium	-	316,459,170	316,459,170
Revaluation Reserve	-	496,260,922	496,260,922
Retained Earnings	-	626,023,056	626,023,056
	1,000,000	2,168,579,828	2,168,579,828
Non-Controlling Interest	-	-	10,000
Non-Current Liabilities			
Long Term Loan - (Non-Current Maturity)	-	390,363,347	390,363,347
Deferred Tax Liability	-	79,485,014	79,485,014
Zero Coupon Bonds	-	498,000,000	498,000,000
Inter-Company Loan (Non-Current Maturity)	-	823,333,326	823,333,326
	-	1,791,181,687	1,791,181,687
Current Liabilities			
Short Term Loan	-	2,321,147,223	2,321,147,223
Long Term Loan (Current Maturity)	-	130,175,584	130,175,584
Bank Overdraft	-	432,636,027	432,636,027
Accounts Payable	-	64,062,657	64,062,657
Unclaimed Dividend Account	-	12,357,912	12,357,912
Inter-Company Loan (Current Maturity)	-	253,333,336	253,333,336
Inter Company Payable	272,721	-	-
Provision for Expenses	57,500	52,576,344	52,633,844
WPPF & Welfare Fund	-	9,572,625	9,572,625
Provision for Taxation	-	145,085,666	145,085,666
	330,221	3,420,947,375	3,421,004,875
TOTAL EQUITY & LIABILITIES	1,330,221	7,380,708,890	7,380,776,390



National Polymer Industries PLC.
Consolidated Statement of Profit or Loss and Others Comprehensive Income
For the year ended 30 June 2023

Annexure: 3

Particulars	Npoly Trading Ltd.	NPI PLC.	Annexure: 3
	30 June 2023	30 June 2023	30 June 2023
Revenue	-	6,476,878,342	6,476,878,342
Cost of Goods Sold	-	(5,338,491,661)	(5,338,491,661)
Gross Profit	-	1,138,386,680	1,138,386,680
Administrative, Selling and Distribution Expenses:			
Administrative Expenses	-	(186,174,209)	(186,174,209)
Selling and Distribution Expenses	-	(141,740,456)	(141,740,456)
Profit from Operations	-	810,472,015	810,472,015
Other Income	-	14,571,908	14,571,908
Foreign Exchange Gain/(Loss)	-	(268,633,736)	(268,633,736)
Finance Expense	-	(355,385,068)	(355,385,068)
Profit before WPPF and Taxation	-	201,025,119	201,025,119
WPPF and Welfare Fund	-	(9,572,625)	(9,572,625)
Provision for Tax	-	(38,861,270)	(38,861,270)
Net Profit for the Period	-	152,591,224	152,591,224
Other Comprehensive Income/(Loss) for the Period			
Actuarial Loss on Defined Benefit Plan	-	-	-
Total Comprehensive Income for the Period	-	152,591,224	152,591,224
Basic Earnings Per Share (EPS)	-	2.09	2.09



**Independent Auditor's Report
to the Shareholders' of National Polymer Industries PLC.
Report on the Audit of the Financial Statements**

Opinion

We have audited the financial statements of **National Polymer Industries PLC.** (the "Company"), which comprise the Statement of Financial Position as at 30 June 2023, and along with the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements is present fairly, in all material respects, the financial position of the company as at 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the 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.

Key Audit Matters

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

Revenue Recognition	
Risks	Our Response to the Risks
<p>At year end the company reported total revenue of BDT 6,476,878,342.</p> <p>Revenue is generated from both local and export sales. In which, VAT is applicable only on local sales. Therefore, calculation of VAT return is required for identifying local sales.</p> <p>Sales recognized based on export sales made during the year is material and considered to be complex and judgmental. Therefore, there is a risk of revenue being misstated as a result of faulty estimations over discounts, incentives and rebates.</p> <p>There is also a risk that revenue may be overstated due to fraud through manipulation of the discounts, incentives and rebates recognized resulting from the pressure local management may feel to achieve performance targets.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Calculation of discounts, incentives and rebates; • Segregation of duties in invoice creation and modification; and • Timing of revenue recognition. <p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none"> • Obtaining supporting documentation for sales transactions recorded either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period; • Within a number of the company's markets, comparing current year rebate accruals to the prior year and, where relevant, completing further inquiries and testing.



[See note 31.00 to the financial statements]

- Agreeing a sample of claims and rebate accruals to supporting documentation;
- Critically assessing manual journals posted to revenue to identify unusual or irregular items; and
- Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.

Existence and Valuation of Inventories

Risks	Our Response to the Risks
<p>The company had inventories of BDT 1,318,223,933 at 30 June 2023, held in warehouses.</p> <p>Inventory value is measured at the lower of cost and net realizable value. As a result, the Directors apply judgment in determining the appropriate values for value in use and working progress.</p> <p>The provision of Work in Progress is calculated within the company's accounting systems using an automated process. Where local systems require manual interfaces and inputs, there is a risk that inappropriate management override and/or error may occur.</p> <p><i>[See note 8.00 to the financial statements]</i></p>	<p>We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:</p> <ul style="list-style-type: none"> • evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of distribution centers, warehouses and branches; • comparing the net realizable value, obtained through a detailed review of sales subsequent to the year end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete; and • challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory lines to assess whether provisions for slow-moving/obsolete stock are valid and complete.

Recognition of and Measurement of Property, Plant and Equipment

Risks	Our Response to the Risks
<p>The carrying value of the PPE is Tk. 2,961,497,539 as at 30 June, 2023. The valuation of PPE excluding land and land development are measured at cost less accumulated depreciation. Land and Land Development are revalued on 4th May 2015 amounting to Tk. 597,312,000.</p> <p>The useful lives of PPE items are based on management's estimates regarding the period over which an asset is expected to be available for use. The estimates of useful life of the assets is a matter of judgment based on the experience of the entity with similar assets and also take into consideration the physical condition of the assets.</p>	<p>In order to obtain the completeness and accuracy of the measurement of Property, Plant & Equipment, we have tested the following key control activities:</p> <ul style="list-style-type: none"> • Attends the physical verification of fixed assets. • Checking the fixed assets register for property, plant and equipment. • Assessed the legal right and obligations of property, plant and equipment. • Assessed the control activities of Property, Plant and Equipment. • Assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent.

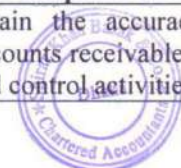


<p><i>[See note 4.00 to the financial statements]</i></p>	<p>Our substantive procedure in relating to the property, plant and equipment recognition and measurements are following:</p> <ul style="list-style-type: none"> • Checked the purchase and adjustments with the relevant bills and vouchers. • Verified the hard copy of fixed assets register. • Verified the calculation process of depreciation. • Checked the appropriateness of presentation and disclosure.
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Long Term Loan	
Risks	Our Response to the Risks
<p>As at June 30, 2023, the reported amount of total Long Term loan is Tk. 520,538,931 (Current and Non-current portion). The company borrowed fund from various banks and WPPF for the purpose of acquisition of non-current assets and working capital as well.</p> <p><i>[See note 19.00 to the financial statements]</i></p>	<p>In order to obtain the accuracy, completeness and correctness of measurement of Long Term Loan, we have followed the following key and control activities:</p> <ul style="list-style-type: none"> • Attend the actual position of loan. • Checking the bank statements. • Checking the loan agreement. <p>Our substantive procedure in relating to the Loan Term Loan recognition and measurement are following:</p> <ul style="list-style-type: none"> • Checked the bank statement also with the opening balance. • Checked the recoding of the transaction. • Verified the sanction letter, loan schedule bank statements to confirm the loan outstanding and found the balance shown in the financial statements accurately. • Checked the financial expenses and classification of loan and repayments schedule as well.

Inter-company Loan	
Risks	Our Response to the Risks
<p>As at June 30, 2023, the reported amount of total Long Term loan is Tk. 1,076,666,662 (Current and Non-current portion). The company borrowed fund from National Fittings & Accessories Limited (sister company) for the purpose of acquisition of non-current assets and working capital as well.</p> <p><i>[See note 22.00 to the financial statements]</i></p>	<p>Our substantive procedure in relating to the Inter-company Loan recognition and measurement are following:</p> <ul style="list-style-type: none"> • Checked the bank statement also with the opening balance. • Checked the recoding of the transaction. • Checked the financial expenses and classification of loan and repayments schedule as well.

Trade & Other Receivable	
Risks	Our Response to the Risks
<p>The total amounts of Trade & Other Receivable are Tk. 1,296,309,109 from local customers in</p>	<p>In order to obtain the accuracy, completeness and correctness of accounts receivable, we have followed the following key and control activities:</p>



<p>different business segments and jurisdiction is subject to their independent business risk.</p> <p><i>[See note 3.11i(a) and 9.00 to the financial statements]</i></p>	<ul style="list-style-type: none"> • Attend the actual position of accounts receivable. • Checking the ledger with schedule. <p>Our substantive procedure in relating to the accounts receivable recognition and measurement are following:</p> <ul style="list-style-type: none"> • Checked the opening balance with the ledger. • Confirmation letters issued to a few numbers of customers for confirming the balance. Confirmation letter have been received from some of that customer.
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Employees Salary and Wages	
Risks	Our Response to the Risks
<p>Salary and Wages are measured on accrual basis and its allocation in accordance with cost center. Salary and wages are measured when it is paid and payable.</p> <p><i>[See note 3.28, 33.00 & 34.00 to the financial statements]</i></p>	<p>In order to obtain the accuracy, completeness and correctness of recording of employee's salary and wages, we have followed the following key and control activities:</p> <ul style="list-style-type: none"> • Assessed the provision of salary and wages. • Checking the approval by authorized person. • Assessed properly transfer with bank or cash compare to salary statement. • Assessed the allocation of salary and wages to the cost center appropriately or not. • <p>Our substantive procedure in relating to the Salary and wages are following:</p> <ul style="list-style-type: none"> • Verified the provision and payment of total salary and wages. • Checked the salary and wages calculation with appropriate scale. • Tested the salary and wages statement and vouchers properly or advance payment of salary, if any. • Verified the deduction against salary, like tax etc.

Reporting on other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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 in accordance with IFRSs as explained in note 1 to 3 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 ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.


- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) 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;
- (iii) the company's statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- (iv) The expenditure incurred, except as noted above, were to the purpose of company business.

Dhaka: October 28, 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khan Basak & Co
Chartered Accountants
ICAB Enrolment No. 461
DVC:2310290461AS611929



National Polymer Industries PLC.
Statement of Financial Position
As at 30 June 2023

Particulars	Notes	Amount in Taka	
		30 June 2023	30 June 2022
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	4.1	2,961,497,539	2,596,601,177
Investment in Subsidiary Company	5.1	990,000	-
FDR Investment	6.1	38,600,464	39,904,030
Capital Work in Progress (CWIP)	7.1	629,917,978	104,992,313
Total Non-Current Assets		3,631,005,981	2,741,497,520
Current Assets			
Inventories	8.1	1,318,223,933	1,322,302,337
Trade & Other Receivables	9.1	1,296,309,109	1,341,945,269
Accrued Interest Receivable on FDR	10.1	1,333,859	1,069,617
Inter Company Receivables	11.1	272,721	-
Advance, Deposits & Pre-payments	12.1	314,871,070	280,096,426
Advance Income Tax	13.1	604,297,617	389,567,842
Cash & Cash Equivalents	14.1	214,394,601	360,104,084
Total Current Assets		3,749,702,909	3,695,085,575
TOTAL ASSETS		7,380,708,890	6,436,583,095
EQUITY & LIABILITIES			
Shareholders Equity & Reserves			
Share Capital	15.1	729,836,680	729,836,680
Share Premium	16.1	316,459,170	316,459,170
Revaluation Reserve	17.1	496,260,922	496,260,922
Retained Earnings	18.1	626,023,056	546,280,722
Total Shareholders Equity & Reserves		2,168,579,828	2,088,837,494
Non-Current Liabilities			
Long Term Loan - (Non-Current Maturity)	19.1	390,363,347	104,952,327
Deferred Tax Liability	20.1	79,485,014	79,485,014
Zero Cupon Bonds	21.1	498,000,000	-
Inter-Company Loan (Non-Current Maturity)	22.1	823,333,326	1,076,666,662
Total Non-Current Liabilities		1,791,181,687	1,261,104,003
Current Liabilities			
Short Term Loan	23.1	2,321,147,223	2,342,598,960
Long Term Loan (Current Maturity)	19.1	130,175,584	134,564,075
Bank Overdraft	24.1	432,636,027	167,074,377
Accounts Payable	25.1	64,062,657	40,505,247
Unclaimed Dividend Account	26.1	12,357,912	8,970,183
Inter-Company Loan (Current Maturity)	27.1	253,333,336	253,333,336
Provision for Expenses	28.1	52,576,344	20,050,709
WPPF & Welfare Fund	29.1	9,572,625	13,320,315
Provision for Taxation	30.1	145,085,666	106,224,396
Total Current Liabilities		3,420,947,375	3,086,641,598
TOTAL EQUITY & LIABILITIES		7,380,708,890	6,436,583,095
Net Asset Value (NAV) Per Share	43.1	29.71	28.62


The annexed notes form an integral part of these Financial Statements


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023


Md. Shirazul Alam Khan, FCA
 Partner, Shiraz Khan Basak & Co.
 Chartered Accountants
 ICAB Enrolment No. 461
 DVC:2310290461AS611929



National Polymer Industries PLC.

Statement of Profit or Loss and Others Comprehensive Income

For the year ended 30 June 2023

Particulars	Note	Amount in Taka	
		30 June 2023	30 June 2022
Revenue	31.1	6,476,878,342	5,065,419,290
Cost of Goods Sold	32.1	(5,338,491,661)	(4,187,329,642)
Gross Profit		<u>1,138,386,680</u>	<u>878,089,648</u>
Administrative, Selling and Distribution Expenses:			
Administrative Expenses	34.1	(186,174,209)	(176,824,948)
Selling and Distribution Expenses	35.1	(141,740,456)	(119,436,805)
Profit from Operations		<u>810,472,015</u>	<u>581,827,895</u>
Other Income	36.1	14,571,908	4,629,220
Foreign Exchange Gain/(Loss)	37.1	(268,633,736)	(3,894,750)
Finance Expense	38.1	(355,385,068)	(302,835,740)
Profit before WPPF and Taxation		<u>201,025,119</u>	<u>279,726,625</u>
WPPF and Welfare Fund	39.1	(9,572,625)	(13,320,315)
Provision for Tax	40.1	(38,861,270)	(53,281,262)
Net Profit for the Period		<u>152,591,224</u>	<u>213,125,047</u>
Other Comprehensive Income/(Loss) for the Period			
Actuarial Loss on Defined Benefit Plan		-	-
Total Comprehensive Income for the Period		<u><u>152,591,224</u></u>	<u><u>213,125,047</u></u>
Basic Earnings Per Share (EPS)	42.1	<u>2.09</u>	<u>2.92</u>


The annexed notes form an integral part of these Financial Statements


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khhan Basak & Co.
Chartered Accountants
ICAB Enrolment No. 461
DVC:2310290461AS611929



National Polymer Industries PLC.
Statement of Changes in Equity
For the year ended 30 June 2023

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at 01 July 2022	729,836,680	316,459,170	496,260,922	546,280,722	2,088,837,494
Cash Dividend Paid (2021-2022 FY)	-	-	-	(72,848,890)	(72,848,890)
Profit Earned during the year	-	-	-	152,591,224	152,591,224
Balance as at 30 June 2023	729,836,680	316,459,170	496,260,922	626,023,056	2,168,579,828

For the period ended 30 June 2022

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at 01 July 2021	729,836,680	316,459,170	496,260,922	425,835,699	1,968,392,472
Cash Dividend Paid (2020-2021 FY)	-	-	-	(72,983,668)	(72,983,668)
Tax Adjustment against assessment (2019-2020 FY)	-	-	-	(19,696,357)	(19,696,357)
Profit Earned during the year	-	-	-	213,125,047	213,125,047
Balance as at 30 June 2022	729,836,680	316,459,170	496,260,922	546,280,722	2,088,837,494


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023

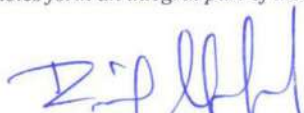


National Polymer Industries PLC.
Statement of Cash Flows
For the year ended 30 June 2023

Particulars	Notes	Amount in Taka	
		30 June 2023	30 June 2022
Cash Flows from Operating Activities			
Collection from Sales and Others		6,537,086,410	4,891,949,283
Payment to Suppliers, Employees and Others		(5,380,566,843)	(4,169,084,332)
		1,156,519,567	722,864,951
Income Tax Paid	13.1	(214,729,775)	(185,514,250)
Foreign Exchange Gain/(Loss)		(268,633,736)	(3,894,750)
Financial Expenses		(196,950,129)	(182,551,348)
Net Cash Flows from Operating Activities		476,205,928	350,904,602
Cash Flows from Investing Activities			
Payment for acquisition of Property, Plant & Equipment	4.1	(611,470,331)	(1,030,234,501)
Investment/ Encashment in FDR		1,303,567	336,610,558
Investment in Subsidiary Company		(990,000)	-
Capital Work in Progress (CWIP)	7.1	(549,001,202)	(60,446,633)
Net Cash used in Investing Activities		(1,160,157,967)	(754,070,576)
Cash Flows from Financing Activities			
Proceeds from Long Term Loan		433,059,654	-
Payment of Long Term Loan		(152,037,125)	(171,982,526)
Bond Subscription		498,000,000	-
Cash Dividend Paid (2021-2022 FY)		(72,848,890)	(72,983,668)
Cash Dividend Paid (2020-2021 FY)		-	-
Short Term Loan- Increase/(Decrease)		244,109,914	720,060,836
Inter Company loan Receivable (subsidiary)		(272,721)	-
Inter Company loan Payable (Syndicate) paid		(253,333,336)	(285,000,002)
Interest Paid on Long Term Loan		(158,434,939)	(120,284,392)
Net Cash Flows/ (used) from Financing Activities		538,242,557	69,810,249
Net Increase/(Decrease) in Cash during the year		(145,709,482)	(333,355,725)
Opening Cash & Cash Equivalents		360,104,084	693,459,809
Closing Cash & Cash Equivalents	14.1	214,394,602	360,104,083
Net Operating Cash Flow per Share	44.1	6.52	4.81

The annexed notes form an integral part of these Financial Statements


Chairman


Managing Director


Company Secretary

Dhaka: 28 October 2023



National Polymer Industries PLC.
Notes to the Financial Statements
As at and for the year ended 30 June 2023

1.1 Reporting Entity

1.1 Profile of the Company

1.1.1 Legal Status of the Company

National Polymer Industries PLC (the "Company") was incorporated under the Companies Act 1994 as a Public Limited Company by shares on June 26, 1987 and its shares are listed in the Stock Exchange (both in Dhaka and Chittagong Stock Exchange Ltd.) in Bangladesh during the year 1991 and 1995 respectively. The Limited company change name **National Polymer Industries Limited** To **National Polymer Industries PLC.** under the Company Act 1994 section 11 sub-section (7) on 19 February 2023 it's incorporation number C-16602.

1.1.2 Address of Registered Office and Principal Place of Business

The Company's registered office is located at Squib Road, Nishatnagar, Tongi, Gazipur.

1.1.3 Nature of Business

The company owns and operates PVC Pipes, PVC Water Tanks, PVC Doors and Bottle grade PVC Compound Manufacturing Plant, produces and markets the same in the local and foreign markets.

1.1.4 Number of Employees:

The number of employees at year-end were 1334 and Board of Directors 06.

2.1 Structure, Content and Presentation of Financial Statements

Being the general purpose Financial Statements, the presentation of these Financial Statements is in accordance with the guidelines provided by IASs 1: "Presentation of Financial Statements". A complete set of Financial Statements comprise:

- (i) Statement of Financial Position as at June 30, 2023;
- (ii) Statement of Profit or Loss and Others Comprehensive Income for the year ended June 30, 2023;
- (iii) Statement of Changes in Equity for the year ended June 30, 2023;
- (iv) Statement of Cash Flows for the year ended June 30, 2023; and
- (v) Notes to the Financial Statements for the year ended June 30, 2023.

3.0 Significant Accounting Policies

3.01 Basis of Measurement of Elements of Financial Statements

The Financial Statements have been prepared in the historical cost basis, and therefore, do not taken into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of previous years.

3.02 Reporting Period

The Financial Statements covers the period from 1 July 2022 to 30 June 2023.

3.03 Statement on Compliance with Local Laws

The Financial Statements have been prepared in compliance with disclosure and presentational requirements:

- The Securities & Exchange Rules, 1987;
- International Accounting Standards (IASs) or International Financial Reporting Standards (IFRSs) as applicable in Bangladesh;
- Financial Reporting Act, 2015;
- The Listing Rules of Dhaka Stock Exchanges Ltd.;
- The Listing Rules of Chittagong Stock Exchanges Ltd.;
- The Companies Act 1994;
- Income Tax Ordinance 1984 and Rules;
- Income Tax Act 2023;
- VAT Act 2012;
- VAT Rules 2012;
- Other relevant local laws and rules.

3.04 Going Concern

As per IASs-1, a company is required to assess at the end of each year to make assessment of its capability to continue as going concern. Management of the company makes such assessment each year. The company has adequate resources to continue its' operation for the foreseeable future and has wide coverage of its liabilities. For this reason, the directors continue to adopt going concern assumption while preparing the Financial Statements.

3.05 Accrual Basis Accounting

The Financial Statements have been prepared, except for Cash Flow Statements, using the accrual basis of accounting. Under this concept, the company recognises items as assets, liabilities, equity, income and expenses when they satisfy the definitions and recognition criteria for those elements as per related accounting standard and framework.



3.06 Use of Estimates and Judgments

The preparation of Financial Statements in conformity with International Accounting Standards (IASs) or International Financial Reporting Standards (IFRSs) requires the management to make estimates and assumptions that affect the amounts of assets, liabilities, revenue, costs, expenses and other comprehensive income/(loss) that are reported in the Financial Statements and accompanying disclosures.

These estimates are based on management's best knowledge of current events, historical experience, actions that the company may undertake in future and on various other assumptions that are believed to be reasonable under circumstances.

3.07 Property, Plant & Equipment (PPE)

Property, Plant & Equipment are recognized if it is probable that future economic benefits associated with the assets will flow to the company and the cost of the assets can be reliably measured. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight,

Subsequent Costs

The cost of replacing part of an item of Property, Plant and Equipment's is recognized in the carrying amount of an item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of Property, Plant and Equipment are recognized in the Statement of Comprehensive Income as incurred.

Depreciation

Depreciation is provided on the cost of the assets after commissioning, over the period of their expected useful lives, in accordance with the provisions of IASs 16: Property, Plant and Equipment. Depreciation is charged on addition during the period when it is available for use. Depreciation is charged on all fixed assets except land and land development on reducing balance method at the following rates:

<u>Particular of Assets</u>	<u>Rate of Depreciation</u>
Factory Building, Factory Laboratory	10%
Office, Administrative & Godown Shed	10%
Factory Boundary Wall	10%
Plant and Machinery & Local Machinery	20%
Furniture and Fixtures	10%
Office Equipment	10%
Vehicles	20%
Titas Gas Installation	10%
Gas Generator & Diesel Generator	20%
Machine Shed & Steel Rack	10%

Retirements and Disposals

When fixed assets are sold, the cost and accumulated depreciation are eliminated and revenue gain or loss (if any) is reflected in the Statement of Comprehensive Income that is determined on the basis of net book value of the assets and net sales proceeds or realized amount.

3.08 Accrual basis of Capital Work in Progress:

Capital work in progress consists of acquisition costs of plant and machinery, capital components and related installation cost until the date placed in service. In case of import of components, capital work in progress is recognized when risks and rewards associated with such assets are transferred to the company, that is, at the time of shipment is confirmed by the supplier.

3.09 Application of Standards

Status of application of IASs and IFRSs is presented below of the company for the period under audit:

<u>Name of the Accounting Standards</u>	<u>Ref.</u>	<u>Status</u>
First-time adoption of International Financial Reporting Standards	IFRSs-1	Not applicable
Share Based Payment	IFRSs-2	Not applicable
Business Combinations	IFRSs-3	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRSs-5	Not applicable
Exploration for and Evaluation of Mineral Resources	IFRSs-6	Not applicable
Financial Instruments: Disclosures	IFRSs-7	Applied
Operating Segments	IFRSs-8	Not applicable
Financial Instruments	IFRSs-9	Applied
Consolidated Financial Statements	IFRSs-10	Applied
Joint Arrangements	IFRSs-11	Not applicable
Disclosure of Interest in other Entities	IFRSs-12	Not applicable



Fair Value Measurement	IFRSs-13	Not applicable
Regulatory Deferral Accounts	IFRSs-14	Not applicable
Revenue from Contracts with Customers	IFRSs-15	Applied
Leases	IFRSs-16	Not applicable
Insurance Contracts	IFRSs-17	Not applicable
Presentation of Financial Statements	IASs-1	Applied
Inventories	IASs-2	Applied
Statement of Cash Flows	IASs-7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	IASs-8	Applied
Events after the Reporting Period	IASs-10	Applied
Income Taxes	IASs-12	Applied
Property, Plant and Equipment	IASs-16	Applied
Employee Benefits	IASs-19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IASs-20	Applied
The Effects of Changes in Foreign Exchange Rates	IASs-21	Applied
Borrowing Costs	IASs-23	Applied
Related Party Disclosures	IASs-24	Applied
Investments in Associates	IASs-28	Not applicable
Earnings per Share	IASs-33	Applied
Interim Financial Reporting	IASs-34	Applied
Intangible Assets	IASs-38	Not Applicable
Financial instruments: Recognition and Measurement	IASs-39	Applied

3.10 Inventory

Inventories are measured at lower of cost and net realizable value in accordance with IASs-2 (Inventories). The cost of inventories includes expenditure incurred for acquiring the inventories, production or conversion costs and other costs in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Raw materials in transit are valued at cost. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and selling expenses. The weighted average cost method has been used to determine the value of inventory.

3.11 Financial Instruments:

A financial instrument is any contract that gives rise to a financial asset to one party and a financial liability or equity instrument to another party.

i) Financial Assets:

Financial assets of the company include cash and cash equivalent, trade and other receivables, other long term receivables and deposits. The company initially recognizes the financial assets when and only when the company becomes a party to the contractual provisions of the transaction. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the transactions. The company derecognizes the financial asset when and only when the contractual rights or probabilities of receiving the flows from the asset expire or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial assets are transferred.

i.(a) Accounts Receivables:

These are carried at original invoice amount. This considered good and collectable, and therefore, no amount was written off as bad debt and no debt was considered doubtful to provide for.

i.(b) Cash and Cash Equivalents:

According to IASs 7 "Statement of Cash Flows", cash comprises cash in hand and demand deposit and, cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. IASs 1 "Presentation of Financial Statements" provides that Cash and Cash Equivalents are not restricted in use. Considering the provisions of IASs 7 and IASs 1 cash in hand and bank balances have been considered as cash and cash equivalents.

Other Current Assets:

Other current assets have a value on realization in the ordinary course of business that is at least equal to the amount at which they are stated in the Statement of Financial Position.

ii) Financial Liabilities:

The company initially recognizes the financial liabilities when and only when the company becomes a party to the contractual provisions of the transaction. The company derecognizes the financial liabilities when its contractual obligations are discharged or cancelled or expired. Financial liabilities include payable for expenses, liability for capital expenditures, Finance lease obligation,



loans and borrowings and other current liabilities.

ii.(a) Finance Lease Obligation:

Leases in terms of which the entity assumes substantially all the risks and rewards of ownership are classified as finance lease. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

ii.(b) Loans and Borrowings:

Principal amounts of the loans and borrowings are stated at their amortized amount. Borrowings repayable after twelve months from the date of Statement of Financial Position are classified as non-current liabilities whereas the portion of borrowings repayable within twelve months from the date of statement of financial position, unpaid interest and other charges are classified as current liabilities.

ii.(c) Accounts Payables:

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying benefits.

3.12 Impairment:

i. Financial Assets

Trade receivable is assessed at each reporting date to determine whether there is objective evidence that it is impaired. Trade receivable is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the assets and that the loss had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

ii. Non-Financial Assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impairment loss if the recoverable amount of the asset is less than its carrying amount. Impairment loss is recognized immediately in profit or loss unless the asset is carried at revalued amount. Any impairment loss of a revalued asset shall be treated as a revaluation decrease.

3.13 Taxation

Income tax expense comprises of current and deferred taxes. It is recognized in the Statement of Comprehensive Income and accounted for in accordance with the requirements of IASs 12: Income Taxes.

i. Current Taxation

The tax currently payable is based on the Taxable profit for the year and any adjustment to tax payable in respect of previous year. The company is a Publicly Traded Company. As per the Income Tax Act 2023 the rate of taxation applied at the rate of 20.00%.

ii. Deferred Taxation

The company does not require to compute deferred tax on PPE, because it charges depreciation as per method, conditions and rate(s) as specified in the 3rd Schedule of the Income Tax Ordinance, 1984. Depreciation has been charged on all items of Fixed Assets except for Land and Land Development on **Reducing Balance Method**. During the period, there were no temporary difference/s between Tax Base and Carrying Amount of an Asset or Liability.

3.14 Revaluation Reserve

Revaluation reserve arose from the revaluation of land and land development which were revalued on 25th June 2006 by M/S. GEOTECH Survey company (pvt) Ltd, a firm of professional valuers on the basis of market price prevailing in the country. The difference between revaluation and actual book value has been reported in accounts under the head Revaluation Reserve.

The company has revaluated (under 'Fair Value' method) its own land in the year of 2015 located at Squib Road, Tongi Industrial Area, Gazipur by independent valuer Mahfel Huq & Co. The area of the land is 311.10 Decimals. Book value of the land was Taka 67,411,905. After valuation, this is increased to 597,312,000. Revalued amount is Taka 529,900,095.

Particulars	Taka
Revalued Amount as on 4 May 2015	597,312,000
Book Value as on Revaluation date	(67,411,905)
Revaluation Reserve without Charging Capital Gain	529,900,095
Deferred Tax Liability @15% on Tk. 529,900,095	(79,485,014)
	450,415,081



Add: Opening Balance of Revaluation Reserve

45,845,841

Revaluation Reserve

496,260,922

3.15 Tax Holiday Reserve:

The company enjoyed five years Tax Holiday for unit-I up to February 28, 1995 while for Unit-II for a period of five years ended on April 30, 2000, Unit III for a period of five years ended on June 30, 2003 and Unit IV for a period of five years ended on December 31, 2005. Currently not enjoying Tax Holyday Benefit.

3.16 Foreign Currency Translation:

Transactions denominated in foreign currencies are translated into Bangladeshi Taka and recorded at rates of exchange ruling on the date of transaction in accordance with IASs 21 "The Effects of Changes in Foreign Exchange Rates".

3.17 Provisions, Accrued Expenses and Other Payables

Provisions and accrued expenses are recognized in the Financial Statements in line with the International Accounting Standard (IASs) 37 "Provisions, Contingent Liabilities and Contingent Assets" when

- the company has a legal or constructive obligation as a result of past event.
- it is probable that an outflow of economic benefit will be required to settle the obligation.
- a reliable estimate can be made of the amount of the obligation.

3.18 Contingent Liabilities

The Company does not have any contingent liabilities as on the reporting date.

3.19 Revenue (Turnover) From Sales

Net sale comprises the invoiced value of goods supplied by the company and consists of Sales of manufactured goods excluding Value Added Tax (VAT).

Revenue Recognition

The revenue is recognized after satisfying all the following conditions for revenue recognition as provided in IFRSs 15 "Revenue Recognition";

- a. The company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- b. The Company retains neither continuing managerial involvement to the degree usually associated ownership nor effective control over the goods sold;
- c. The amount of revenue can be measured reliably;
- d. It is probable that the economic benefits associated with the transaction will flow to the company;
- e. The cost incurred or to be incurred in respect of the transaction can be measured reliably.

Other non-operating income has been recognized on accrual basis.

3.20 Borrowing Cost:

Borrowing cost is recognized as expense in the period in which they are incurred unless capitalization of such is allowed under IASs-23 Borrowing cost.

3.21 Earnings Per Share:

The Company calculates Earnings Per Shares (EPS) in accordance with IASs 32 & 33 "Diluted Earnings Per Share" & "Earnings per Shares" which has been shown on the face of Statement of Comprehensive Income and, the computation of EPS is stated in Note 42.1. Earning per share (EPS) has been computed by dividing the profit after tax (PAT) by the number of ordinary shares outstanding as on 30 June 2023 as per IASs-33 "Earnings per Shares".

3.22 Basic Earnings / Loss:

This represents earnings / loss for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit / loss after tax for the year has been considered as fully attributable to the ordinary shareholders.

3.23 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with IASs 7 "Statement of Cash Flows" and the cash flow from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules 1987 and considering the provision of Paragraph 19 of IASs 7 which provides that "Enterprise are Encouraged to Report Cash Flow From Operating Activities Using the Direct Method".

3.24 Dividend for the 2022-2023

After the reporting period, the Board of Directors recommended 10.50% cash dividend per share which will be recognized in the accounts as and when approved by the shareholders in the Annual General Meeting.

3.25 Events after the Reporting Period:

Events after the reporting period that provide additional information about the company's position at the date of statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after reporting that are not adjusting events are disclosed in the notes when material.

3.26 Post Closing Events



After the reporting period, the Board of Directors recommended 10.50% cash dividend per share. The proposed dividend is subject to shareholders' approval in the forthcoming Annual General Meeting.

3.27 Human Resources

Particulars	2022-23	2021-22
Officers	429	385
Staff	269	204
Skilled and unskilled workers	636	456
Total	1334	1045

3.28 Employee Benefit

i. Defined Contribution Plan

The Company maintains a recognized provident fund @ 10% of basic pay (equally contributed by employee and employer) for all eligible permanent employees. The said fund is managed by a board of trustees.

ii. Defined Benefit Plan

The Company maintains an unfunded gratuity scheme and deduct when retirement benefits are paid by the company. The employees are entitle to gratuity benefit after completion of minimum 5 years service in the company.

iii. Employee's Group Insurance

The company has also a group insurance scheme for its permanent employees, premium for which is being charged to Statement of Comprehensive Income annually as per the insurance policy.

3.29 Advertisement, Publicity & Promotional Expenses:

All costs associated with advertising and promoting products are expensed in the year it incurred.

3.30 Additional Information on Financial Statements:

i. Responsibilities for Preparation and Presentation of Financial Statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under section 183 of the Companies Act 1994 and as per the provision of "The Framework for the Preparation and Presentation of Financial Statements" issued by the International Accounting Standards Committee (IASC).

ii. Risk and Uncertainties for use of Estimates in Preparation of Financial Statements:

The preparation of financial statements is in conformity with the International Accounting Standards (IASs) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period reported. Actual result could differ from those estimates. Estimates are used for accounting of certain items such as long term contract, depreciation and amortization, taxes, reserves, employee benefits and contingencies.

iii. Compliance with the International Accounting Standards (IASs):

The Financial Statements have been prepared in compliance with the requirements of the IASs and IFRSs as applicable in Bangladesh. The title and format of these Financial Statements follow the requirements of IFRSs / IASs which are to some extent different from the requirements of the Companies Act 1994. However, such differences are not material and in the view of Management IFRSs / IASs titles and format give better presentation to the shareholders.

3.31 Authorization for Issue:

These Financial Statements have been authorized for issue by the Board of Directors of the Company on 28 October, 2023.

3.32 Comparative Information:

Figures of the year 2021-2022 have been rearranged and regrouped whenever considered necessary to ensure comparability with the current period. The disclosures in the Financial Statements, in all materials respects, are in accordance with International Accounting Standards (IASs).

3.33 Offsetting:

Financial assets and liabilities are offset and the net amount is reported in the Financial Statements only when there is legally enforceable right to set off the recognized amounts and the Company intends either to settle on a net basis, or to realize the assets and to settle the liabilities simultaneously.

3.34 Materiality and Aggregation:

Each material item has been presented separately in company's Financial Statements. Immaterial amounts have been aggregated with the amounts of similar nature or function.

3.35 Reporting Currency



The Financial Statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency.

3.36 Directors' Responsibility Statement

The Board of Directors is responsible for the preparation and presentation of the Financial Statements under section 183 of the Companies Act, 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Committee (IASC).

3.37 Regarding Tax Depreciation and Accounts Depreciation:

The Company doesn't require computing deferred tax because the company charges depreciation as per depreciation rate/s mentioned in the third schedule of the ITO 1984. So, there is no temporary difference between the tax base of an asset or liability and its carrying amount in the financial statements. Both Depreciation Rate given below:

Particular of Assets	Depreciation	Depreciation
	Rate as per book of Accounts	Rate as per Third Schedule
Factory Building, Factory Laboratory	10%	10%
Office, Administrative & Godown Shed	10%	10%
Factory Boundary Wall	10%	10%
Plant and Machinery & Local Machinery	20%	20%
Furniture and Fixtures	10%	10%
Office Equipment	10%	10%
Vehicles	20%	20%
Titas Gas Installation	10%	10%
Gas Generator & Diesel Generator	20%	20%
Machine Shed & Steel Rack	10%	10%

3.38 Deviation of Revenue & EPS:

Taking some cost control measure COGS decreased from 82.67% to 82.48% though raw material price was low. But during this period, Earnings Per Share (EPS) has been decreased significantly compared to the previous year due to Foreign Exchange Loss for significant devaluation of Taka against US Dollar. Though total Gross Profit increased 17.33% to 17.58% which was 0.24% growth.

3.39 Deviation of NOCF:

Net Operating Cash Flows is just the resultant figure of Cash Inflows and Outflows from Operating Activities. Therefore, Net Operating Cash Flows increases, if only Cash Inflows is higher than Cash Outflows in a particular period and vice versa. Net Operating Cash Flows has been increased Tk.4.81 to Tk. 6.52 because of collection from sales & others was increased, otherwise there were no significant deviation found.

3.40 General

- Figures have been rounded off to the nearest taka.
- Previous period's/year's figures have been rearranged wherever considered necessary to ensure comparability with the current year.
- The Company publishes its quarterly accounts as per IASs 34 "Interim Financial Reporting" and the Bangladesh Securities and Exchange Commission (BSEC) Notification No. BSEC/CMRRC/2006-158/208/Admin/81 dated 20 June 2018.



Amount in Taka	
30 June 2023	30 June 2022

4.1 Property, Plant & Equipment

Opening Balance	4,343,717,563	3,118,831,149
Addition during the year	635,545,868	1,224,886,413
Sale of fixed assets	-	-
Cost as at 30 June 2023	4,979,263,431	4,343,717,563
Accumulated Depreciation	(2,017,765,892)	(1,747,116,386)
Closing Balance (Details in Annexure: 1.1)	2,961,497,539	2,596,601,177

Depreciation is charged on all Fixed Assets except for Land and Land Development on reducing balance method.

5.1 Investment in Subsidiary Company

Npoly Trading Ltd. (99,000 shares of Tk. 10.00 each)	990,000	-
	990,000	-

6.1 FDR Investment

Name of Institute or Bank	FDR No.	Maturity Date	Interest Rate	Taka	Taka
IPDC Finance Limited (Gulshan Branch)	2592	08 July 2023	6.50%	3,072,976	2,951,993
IPDC Finance Limited (Gulshan Branch)	8901	13 Jan 2023	7.00%	8,909,870	8,520,908
IPDC Finance Limited (Gulshan Branch)	7574	28 Nov 2023	7.00%	9,057,803	8,206,250
IPDC Finance Limited (Gulshan Branch)	2590	01 Aug 2023	6.50%	6,092,042	5,827,000
IPDC Finance Limited (Gulshan Branch)	1625	28 May 2023	7.80%	3,196,801	3,041,636
IPDC Finance Limited (Gulshan Branch)	39005	25 April 2024	7.80%	5,000,000	-
City Bank Limited (Gulshan Branch)	8001	16 Aug 2023	3.50%	746,909	726,565
One Bank Limited (Banani Branch)	2267	15 May 2023	4.00%	-	10,629,678
Community Bank Bangladrsh Ltd. (B.B.)	0116	18 May 2024	6.00%	2,524,063	-
				38,600,464	39,904,030

7.1 Capital Work in Progress (CWIP)

Capital Machinery in Transit	15,528,680	112,100,000
Advance during this period	98,861,426	-
Transferred to Plant and Machinery during the year	(15,528,680)	(96,571,320)
	98,861,427	15,528,680
Opening Balance of Advance on Civil Construction	56,860,000	55,813,593
Transferred to Factory Building during the year	-	(55,813,593)
Advance for Civil Construction during the year	427,071,919	56,860,000
	483,931,919	56,860,000
Opening Balance of Advance on Land & Land Development	32,603,633	71,284,000
Advance during this period	23,067,857	3,586,633
Transferred to Land & Land Development during the year	(8,546,857)	(42,267,000)
	47,124,633	32,603,633
	629,917,978	104,992,313

Advance Against Land which was subsequently adjusted Tk. 11,260,000.00 as on 15 September 2023

8.1 Inventories

Raw Materials	610,139,148	582,729,694
Work in Process	54,595,598	55,709,794
Finished Goods	631,260,483	444,488,933
Stores and Spares	12,914,765	14,675,870
Stock in Transit	1,252,640	217,369,593
Packing Materials	8,061,298	7,328,453
	1,318,223,933	1,322,302,337

9.1 Trade & Other Receivables

Receivables against Sales & others	1,296,309,109	1,341,945,269
	1,296,309,109	1,341,945,269

Day Range	30 June 2023	30 June 2022
Below 30 days	805,785,742	752,965,491
Below 90 days	430,244,993	472,230,540
Below 180 days	56,389,446	110,039,512
Above 180 Below 1 Year	3,888,927	6,709,726
Total	1,296,309,109	1,341,945,269

a) This is unsecured, considered good and is falling due within one year.

b) No amount is considered doubtful or bad and therefore no provision is made in the Financial Statements.

c) No amount is due by any Director or other Officer of the company and any of them severally or jointly with any other person.



10.1 Accrued Interest Receivable on FDR

Name of Institute or Bank	Interest Rate	FDR No.	Maturity Date	30 June 2023	30 June 2022
IPDC Finance Limited	6.50%	2592	08 July 2023	195,305	151,536
IPDC Finance Limited	7.00%	8901	13 Jan 2024	289,323	227,283
IPDC Finance Limited	7.00%	7574	28 Nov 2023	373,383	314,117
IPDC Finance Limited	6.50%	2590	01 Aug 2023	361,884	306,201
IPDC Finance Limited	7.80%	1625	28 May 2023	22,164	15,546
IPDC Finance Limited	7.80%	39005	11 May 2023	70,417	-
City Bank Limited	3.50%	8001	18 May 2023	3,050	2,967
One Bank Limited	4.00%	2267	15 May 2023	-	51,967
Community Bank Bangladesh Ltd.	6.00%	2198	15 Sep 2022	18,333	-
				1,333,859	1,069,617

11.1 Inter Company Receivables

Npoly Trading Ltd.	272,721	-
	272,721	-

12.1 Advance, Deposit & Pre-payments

Advance to Suppliers

Opening Balance	9,969,095	6,700,505
Add: During the Year	312,108,768	3,268,590
Bill Adjustment	(114,649,678)	-
	207,428,185	9,969,095
Advance to Employee	6,569,459	7,604,548
Advance against Brand Development	1,455,809	5,258,486
Other Advances	-	1,470,244
	215,453,454	24,302,374

Deposits:

Security Deposit	2,407,548	4,429,300
BG Margin & LC Margin	27,099,151	78,762,846
Deposit for Utilities	-	2,187,484
	29,506,699	85,379,630

Prepayments:

Prepaid Rent	27,717,474	29,341,868
Value Added Tax (VAT)	42,193,443	141,072,555
	69,910,917	170,414,423
	314,871,070	280,096,426

a) Employees advance of Tk. 65,69,459 includes advance to officers mostly for official purpose.

b) No amount is due by the Directors, including Managing Director or officer of the company and any of them severally or jointly with any other person except as stated in (a) above.

13.1 Advance Income Tax

Opening balance	389,567,842	409,102,776
AIT Paid at Port (Import Stage)	134,506,372	156,224,709
AIT Paid at Port (Export, Local & Others)	77,464,426	27,964,785
AIT on Vehicles	1,260,500	1,143,500
AIT on Bangladesh Bank Cash Assistance	1,151,400	98,600
AIT on FDR interest	347,077	82,656
AIT Refund up to 2019-2020 FY	-	(58,901,189)
AIT Refund up to 2018-2019 FY	-	(76,366,330)
Prior Year Adjustment on Income Tax Assessment (Income Year 2019-2020)	-	(69,781,665)
	604,297,617	389,567,842

14.1 Cash & Cash Equivalents

Cash in Hand	10,198,114	6,598,500
Cash at Bank	204,196,487	353,505,584
	214,394,601	360,104,084

Cash at Bank

Cash at Bank	Branch	A/C No.		
AB Bank Limited	Gulshan Circle-2	CD-88500	(2,027,160)	2,136,676
Agrani Bank Limited	Gulshan -1	CD-2926	840,799	56,349
Agrani Bank Limited	Nawabpur Corp.	COR-06621	6,132,171	610,278
Al-Arafa Islami Bank Ltd.	Pagati Sharoni	CD-8812	713,559	297,103
Bank Asia Limited	Gulshan -1	CD-10829	154,843	884,964
Bank Asia Limited	Mohakhali	CD-238	697,353	-
Bank Asia Limited	Mohakhali	CD-1540	1,448,119	-
Bengal Commercial Bank Ltd.	Gulshan Corp.	CD-2436	3,175	4,210
City Bank Limited	Dhanmondi	CD-28001	632,777	3,934,882
City Bank Limited	Foreign Exchange	CD-5001	102,760	-



	Branch	A/C No.	Amount in Taka	
			30 June 2023	30 June 2022
Cash at Bank				
Community Bank Bangladesh Ltd.	Gulshan	CD-8101	51,839	15,851
Community Bank Bangladesh Ltd.	Gulshan	CD-8301	18,058	-
Dhaka Bank Limited	Gulshan Circle-2	CD-0148	99,433	4,105
Dhaka Bank Limited	Gulshan Circle-2	CD-1253	882,932	2,578,369
Dutch Bangla Bank Limited	Bashundhara	CD-10144	-	53,260,604
Dutch Bangla Bank Limited	Pagati Sharoni	CD-3803	33,869,974	-
Dutch Bangla Bank Limited	Muradpur, ct.	CD-4628	202,206	-
Dutch Bangla Bank Limited	Comilla	CD-2219	2,286	-
BRAC Bank Limited	Satmosjeed Road	CD-51001	21,027,336	47,945,278
BRAC Bank Limited	Gulshan Br.	CD-51001	375,222	422,895
Eastern Bank Ltd.	Gulshan Circle-2	CD-22731	455,154	29,644
IFIC Bank Ltd.	Moulavi Bazar	CD-21001	2,993,865	2,288,237
IFIC Bank Ltd.	Pagati Sharoni	CD-22041	321,262	-
Islami Bank Bangladesh Limited	Kawran Bazar	CD-12804	493,858	10,223,303
Islami Bank Bangladesh Limited	Badda	CD-3204	8,925,239	-
Islami Bank Bangladesh Limited	Takerhut	CD-3400	378,925	-
Jamuna Bank Limited	Gulshan	CD-13615	30,122,785	58,523,757
Janata Bank Limited	Gulshan-1	CD-71210	907,485	2,405,636
Midland Bank Ltd.	Gulshan	CD-6032	119,278	-
Modhumati Bank Limited	Gulshan	CD-00070	17,295	176,525
Mutual Trust Bank Limited	Banani	CD-07295	1,068,423	913,075
National Bank Limited	Gulshan	CD-69629	19,146,508	46,353,326
NCC Bank Ltd.	Dhanmondi	CD-00320	9,815	177,408
One Bank Limited	Dhanmondi	CD-87001	1,263,144	1,449,743
One Bank Limited	Banani	CD-7183	207,083	1,169,315
Premier Bank Limited	Gulshan Circle-2	CD-00033	4,447	453,273
Premier Bank Limited	Gulshan Circle-2	CD-01072	400,303	-
Prime Bank Limited	Gulshan Circle-2	CD-22889	18,793,100	50,161,497
Prime Bank Limited	Gulshan-2 (Dividend Acc 19-20)	SND-26085	5,055,851	5,050,731
Prime Bank Limited	Gulshan-2 (Dividend Acc 20-21)	SND-27750	3,698,156	3,759,297
Prime Bank Limited	Gulshan-2 (Dividend Acc 21-22)	SND-29738	3,603,905	-
Prime Bank Limited	Gulshan Circle-2	FC-8788	2,495,750	1,532,160
Prime Bank Limited	Gulshan	CD-5221	187,284	2,112,608
Pubali Bank Limited	Gulshan M.T Corp. Br.	CD-28344	-	2,084,845
Pubali Bank Limited	Pagati Sharoni	CD-0255	(2,350,454)	-
Shahajalal Islami Bank Limited	Satmosjeed Road	CD-01639	3,442,957	1,548,329
Shahajalal Islami Bank Limited	Gulshan-1	CD-0595	450,007	768,373
Sonali Bank Limited	Gulshan-1	CD-0735	1,332,310	1,038,781
Sonali Bank Limited	Bogra College road	CD-0574	201,614	-
South Bangla-agriculture Bank Ltd.	Pagati Sharoni	CD-0254	4,178	-
Standard Chartered Bank	Gulshan-2	CD-25804	1,583,747	1,599,787
Standard Bank Limited	Gulshan-1	CD-3814	549,961	221,029
Trust Bank Ltd.	Gulshan Corp. Br.	CD-16474	1,015,885	803,804
Trust Bank Ltd.	Gulshan-1	CD-1414	4,137	-
United Commercial Bank Limited	Tongi	CD-03100	28,957,904	46,410,829
Uttara Bank Limited	Kalabagan	CD-11673	3,104,527	65,002
Uttara Bank Limited	Gulshan-1	CD-0012	3,117	-
Uttara Bank Limited	Tongi	CD-13797	-	33,709
			204,196,487	353,505,584

15.1 Share Capital

Authorized:

300,000,000 Ordinary Shares of Taka 10 each

Issued, Subscribed and Paid-up:

- I) 134,0000 Ordinary Shares of Taka 10 each
- II) 134,0000 Rights Shares of Taka 10 each (1:1)
- III) 536,0000 Rights Shares of Taka 10 each (1:2)
- IV) 6,388,845 Bonus Shares of Taka 10 each
- V) 2,597,192 Bonus Shares of Taka 10 each
- VI) 3,405,207 Bonus Shares of Taka 10 each
- VII) 4,086,248 Bonus Shares of Taka 10 each
- VIII) 5,393,848 Bonus Shares of Taka 10 each
- IX) 6,580,494 Bonus Shares of Taka 10 each
- X) 1:1 Right Shares of Taka 10 each

	3,000,000,000	3,000,000,000
	13,400,000	13,400,000
	13,400,000	13,400,000
	53,600,000	53,600,000
	63,888,450	63,888,450
	25,971,920	25,971,920
	34,052,070	34,052,070
	40,862,480	40,862,480
	53,938,480	53,938,480
	65,804,940	65,804,940
	364,918,340	364,918,340
	729,836,680	729,836,680



Composition of Shareholding:

	30 June 2023		30 June 2022	
	Number	%	Number	%
Sponsors/Directors	25,295,134	34.66	27,740,897	38.01
Financial Institutions	10,206,592	13.98	7,951,893	10.90
General	37,481,942	51.36	37,290,878	51.09
Total	72,983,668	100	72,983,668	100

Name wise shareholding position of Sponsors/ Directors:

Name	Position	Shareholding Qty.	%
Mr. Golam Murshed	Chairman	3,782,840	5.18%
Mr. Riad Mahmud	Managing Director	3,603,773	4.94%
Ms. Mahmuda Akhter	ICB Nominated Director	13,637,557	18.69%
Mr. Rohel Mahmud	Sponsor	726,202	1.00%
Mrs. Razia Morshed	Sponsor	304,082	0.42%
Mrs. Khaleda Akhand	Sponsor	9,069	0.01%
Late Shamsul Abedin Akhand and Mrs. Khaleda Akhand (Joint Account)	Sponsor	3,231,611	4.43%
Total		25,295,134	34.66%

Classification of Shareholders by holding:

Holdings	Number of Holders		Total Holding (%)	
	30-06-2023	30-06-2022	30-06-2023	30-06-2022
1 to 500	4,058	3,848	39.25	40.00
501 to 1,000	1,776	1,571	17.18	16.33
1,001 to 5,000	2,931	2,807	28.35	29.18
5,001 to 50,000	1,452	1,269	14.05	13.19
50,001 to above	121	125	1.17	1.30
	10,338	9,620	100	100

Amount in Taka	
30 June 2023	30 June 2022

16.1 Share Premium

Total 536,000 Shares of Taka 250 each (January 2009)
Total 36,491,834 Shares of Taka 05 each (February 2021)

134,000,000	134,000,000
182,459,170	182,459,170
316,459,170	316,459,170

17.1 Revaluation Reserve

Opening Balance
Land Revalued during this year
Deferred Tax on Land Revaluation

496,260,922	496,260,922
-	-
496,260,922	496,260,922
-	-
496,260,922	496,260,922

On 4th May 2015, the company has revaluated its own land located at Squib Road, Tongi Industrial Area, Gazipur by independent valuer Mahfel Huq & Co. Chartered Accountants The area of the land is 311.10 Decimals. (Details in Note- 3.14)

18.1 Retained Earnings

Opening Balance
Payment of Stock Dividend
Cash Dividend Paid (2020-2021 FY)
Cash Dividend Paid (2021-2022 FY)
Tax Adjustment against assessment (2019-2020 FY)
Profit during the year end

546,280,722	425,835,699
-	-
546,280,722	425,835,699
-	(72,983,668)
(72,848,890)	-
-	(19,696,357)
152,591,224	213,125,047
626,023,056	546,280,722

19.1 Long Term Loan
Standard Chartered Bank

Opening Balance
Received during the year
Paid during the year

-	67,078,928
-	-
-	(67,078,928)
-	-

Prime Bank Ltd.

Opening balance
Received during the year
Paid during this year

239,516,402	344,420,000
-	-
(152,037,125)	(104,903,598)
87,479,277	239,516,402

Current Maturity within one year

(87,479,277)	(134,564,075)
-	104,952,327



		Amount in Taka	
		30 June 2023	30 June 2022
Syndicate Loan (Bank Asia & IDLC)			
Opening balance		-	-
Received during the year		421,559,654	-
Paid during this year		-	-
		421,559,654	-
Current Maturity within one year		(42,696,307)	-
		378,863,347	-
Loan from WPPF			
Opening balance		-	-
Received during the year		11,500,000	-
Paid during this year		-	-
		11,500,000	-
Current Maturity within one year		-	-
		11,500,000	-
19.1.1 Long Term Loan - (Non-current Maturity)			
Prime Bank Ltd.		-	104,952,327
IDLC Finance Limited		378,863,347	-
Loan from WPPF		11,500,000	-
		390,363,347	104,952,327
19.1.1 Long Term Loan - (Current Maturity)			
Prime Bank Ltd.		87,479,277	134,564,075
IDLC Finance Limited		42,696,307	-
Loan from WPPF		-	-
		130,175,584	134,564,075
		520,538,931	239,516,402

Most of the Term Loan was re-paid through Inter-company loan.

Name of Institute	Branch	Sanction No.	Issue Date
Standard Chartered Bank	Motijheel	BA8/10836628/SCB/UC	29-Feb-2022
Prime Bank Ltd.	Gulshan-1	Prime/CAD/CNIB/2021/293	22-Aug-2021
IDLC Finance Limited	Gulshan-1	IDLC/CAD/LRCORP/GLN/2022/2128, 2129, 2130, 2131	19-Dec 2022
Bank Asia Limited	Mohakhali	BA/MKH/CR/2023/0183	13-Feb 2023

Security against Facilities

- Registered Mortgage over Factory Land and Building on pari-passu basis between Standard Chartered Bank, BRAC Bank, One Bank Ltd, Commercial Bank of Ceylon Ltd., Prime Bank Limited of which area of Land is 146.90 decimals located at Kathaldia, Tongi, Gazipur.
- Demand Promissory Note & Letter of Continuation.
- Un-dated Cheque(s) supported by Irrevocable Letter of Authority & Memorandum of Deposit.
- Personal Guarantee of the Sponsor Directors.
- Syndicate Loan (Bank Asia & IDLC) 1263.00 decimals land at located Hobirbari, Vhaliuka, Mymensingh and 78.45 decimals land located at Poddobila, korpara, Gopalgong

20.1 Deferred Tax Liability

Deferred tax liability has been calculated on the revaluation surplus of land. On 4th May 2015, the company has revaluated its own land located at Squib Road, Tongi Industrial Area, Gazipur by independent valuer Mahfel Huq & Co. The area of the land is 311.10 Decimals. Book value of the land was Taka 67,411,905. After valuation, this is increased to 597,312,000. Revalued amount is Taka 529,900,095.

The company does not require to compute deferred tax on PPE, because it charges depreciation as per method, conditions and rate/s as specified in the 3rd Schedule of the Income Tax Ordinance, 1984. Depreciation has been charged on all items of Fixed Assets except for Land and Land Development on Reducing Balance Method. During the period, there were no temporary difference/s between Tax Base and Carrying Amount of an Asset or Liability.

Revaluation Surplus on Land & Land Development	529,900,095	529,900,095
Deferred Tax Liability @ 15%	79,485,014	79,485,014

21.1 Zero Coupon Bonds

Fund Received during this period	498,000,000	-
	498,000,000	-

22.1 Inter-Company Loan (Non-Current Maturity)

National Fittings & Accessories Limited		
Opening Balance	1,329,999,998	1,615,000,000
Received during the year	-	-
Paid during the year	(253,333,336)	(285,000,002)
	1,076,666,662	1,329,999,998
Current Maturity within one year	(253,333,336)	(253,333,336)
	823,333,326	1,076,666,662

Company take Intercompany Loan from National Fittings & Accessories Ltd. for settle down higher rate Bank loan and NBFi loan as per approval a syndicate loan from Standard chartered Bank Ltd.



Amount in Taka	
30 June 2023	30 June 2022
1,190,906,266	1,223,781,977
1,130,240,957	1,118,816,983
2,321,147,223	2,342,598,960

23.1 Short Term Loan

Loan against Trust Receipt (LTR)
Short Term Finance (STF)

Name of Institute	Branch	Sanction No.	Issue Date
Standard Chartered Bank Limited	Motijheel	BA8/10836628/SCB/UC	29-Feb-2022
Prime Bank Limited	Gulshan-1	Prime/CAD/CNIB/2023/204	11 July 2023
IDLC Finance Limited	Gulshan	IDLC/CAD/LRCORP/GLN/2020/1612	01-Dec-2020
One Bank Limited	Banani	OBL/BB/CR/SA/256/2023	06 June 2023
Community Bank Bangladesh Ltd.	Gulshan	CBBL/HO/CAD/2023/1032	04 Jan 2023
BRAC Bank Limited	Shatmosjeed Road	CAD-Dhaka/MII/01161151/2022/0055	20-Feb-2022

Security against Facilities

- Registered Mortgage over Factory Land and Building on pari-passu basis between Standard Chartered Bank, City Bank, BRAC Bank, One Bank Ltd, Commercial Bank of Ceylon Ltd., Prime Bank Limited of which area of Land is 146.90 decimals located at Kathaldia, Tongi, Gazipur.
- Demand Promissory Note & Letter of Continuation.
- Un-dated Cheque(s) supported by Irrevocable Letter of Authority & Memorandum of Deposit.
- Personal Guarantee of the Sponsor Directors.

24.1 Bank Overdraft

	Branch	Account No.		
Standard Chartered Bank	Motijheel	01124925801	28,838,334	33,639,624
Community Bank Bangladesh Ltd.	Gulshan-1	0070315928701	30,683,842	29,191,616
Prime Bank Limited	Gulshan-1	2118759023032	97,476,405	40,964,510
One Bank Limited	Banani	0181020003524	275,637,447	63,278,627
			432,636,027	167,074,377

25.1 Accounts Payable

Payable against Carriage Outwards	5,275,334	1,718,667
Gratuity Payable	2,256,200	2,942,900
Gas Bill Payable	2,839,330	13,624,705
Mobile Bill Payable	755,695	317,169
Directors Remuneration Payable	120,000	120,000
Godown Rent	-	45,000
Electricity Bill	5,915,983	1,086,998
Local Supplier	25,350,307	-
Non-refunded Rights Share Subscription Money-2021	38,520	38,520
House Rent (Engineers & Officers)	-	80,000
Employer's Contribution to Provident Fund	21,511,288	20,531,288
	64,062,657	40,505,247

26.1 Unclaimed Dividend Account

Unclaimed Fractional Cash Dividend up to 2019	-	160,154
Unclaimed Cash Dividend for the FY-2019-2020	5,055,851	5,050,731
Unclaimed Cash Dividend for the FY-2020-2021	3,698,156	3,759,297
Unclaimed Cash Dividend for the FY-2021-2022	3,603,905	-
*Including interest and other deduction.	12,357,912	8,970,183

Tk.160,154.00 Unclaimed dividend transfer to Capital Marketing Stabilization Fund (CMSF) as per BSEC's Directive No. BSEC/CMRRCD/2021-386/03 Dated 14 January 2021, Accounts Pay Cheque No. 4444067 from Islami Bank Bangladesh Ltd.

27.1 Inter-Company Loan (Current Maturity)

National Fittings & Accessories Limited		
Current Maturity within one year	253,333,336	253,333,336
	253,333,336	253,333,336

28.1 Provision for Expenses

Staff Salary Payable	19,963,601	17,861,709
Audit Fees Payable	345,000	137,500
Interest payable on Bond	30,306,918	-
VDS payable	984,675	1,036,500
TDS Payable	976,150	1,015,000
	52,576,344	20,050,709



Amount in Taka	
30 June 2023	30 June 2022

29.1 WPPF & Welfare Fund

Opening Balance	13,320,315	11,765,140
WPPF Disbursed to Beneficiary	(13,320,315)	(11,765,140)
Allocation for the year (Note-39.1)	9,572,625	13,320,315
	9,572,625	13,320,315

Tk. 13,32,031.00 Govt. portion has been paid through Pay Order No. 0837999 Dated: 21.11.2022 for the FY-2021-2022

30.1 Provision for Taxation

Opening Balance	106,224,396	103,028,442
Provision for the year (Note- 40.1)	38,861,270	53,281,262
Tax Adjustment against assessment (2019-2020 FY)	-	(50,085,308)
	145,085,666	106,224,396

31.1 Revenue

Total Local Sales	7,374,748,652	5,741,899,764
VAT Paid during the year	(961,923,737)	(748,943,447)
Net Local Sales	6,412,824,915	4,992,956,316
Export Sales	64,053,427	72,462,974
	6,476,878,342	5,065,419,290

Supplementary duty is not applicable, VAT on export are zero rated, VAT on local sales are 15% for manufacturer (Section 3 & 7 of VAT Act, 2012)

Quantity (MT)- Sales

	Quantity (MT)	Quantity (MT)
Opening Stock	5,596	6,065
Production during the year	56,550	52,535
Goods available for Sale	62,146	58,600
Closing Stock of Finished Goods	(6,557)	(5,596)
Sale during the year	55,589	53,004

32.1 Cost of Goods Sold

Opening Stock of Raw Materials	582,729,694	593,315,462
Purchase during the year	4,829,393,676	3,618,393,747
Closing Stock of Raw Materials	(610,139,148)	(582,729,694)
Raw Materials used in Production	4,801,984,222	3,628,979,515
Manufacturing Overhead	670,951,161	518,449,944
Consumption of Packing Materials	51,213,632	45,726,457
Total Production Costs	5,524,149,015	4,193,155,916
Opening Work in Process	55,709,794	40,812,317
Closing Work in Process	(54,595,598)	(55,709,794)
Costs of Goods Manufactured	5,525,263,211	4,178,258,439
Opening Stock of Finished Goods	444,488,933	453,560,136
Goods available for Sales	5,969,752,144	4,631,818,575
Closing Stock of Finished Goods	(631,260,483)	(444,488,933)
Cost of Goods Sold	5,338,491,661	4,187,329,642

32.1.1 Raw Material used in Production

Particulars	2022-2023		2021-2022	
	Quantity (MT)	Taka	Quantity (MT)	Taka
Opening Stock	9,420	582,729,694	9,955	593,315,462
Purchase during the year	54,006	4,829,393,676	58,065	3,618,393,747
	63,426	5,412,123,370	68,020	4,211,709,209
Closing Stock	(7,631)	(610,139,148)	(9,420)	(582,729,694)
	55,795	4,801,984,222	58,600	3,628,979,515

32.1.2 Closing Stock of Finished Goods (Quantity and Value):

Particulars	30 June 2023		30 June 2022	
	Quantity MT	Value (TK)	Quantity MT	Value (TK)
Finished Goods	6,557	631,260,483	5,596	444,488,933



		Amount in Taka	
		30 June 2023	30 June 2022
33.1 Manufacturing Overhead			
Salary & Wages		107,606,965	81,937,722
C & F Commission Expenses		1,592,218	4,088,000
Conveyance		140,943	149,162
Entertainment & Staff Food		6,978,962	6,811,668
Fuel and Lubricant Vehicle (Factory)		832,397	909,907
Carriage Inward		1,886,690	1,368,078
House Rent (Engineers & Officers)		1,382,500	1,428,000
Insurance Premium (Fire)		6,801,639	7,547,140
Internet Bill		158,177	126,000
Labour Charges (Unload)		20,869,748	12,897,539
Land Rent		10,051,874	12,094,416
License and Renewal Fee		1,357,712	556,025
Medical Expenses		-	20,000
Municipal and Land Tax		1,381,494	1,981,281
Office Maintenance Exp.		998,809	880,826
Papers & Periodicals		175,350	89,150
Postage & Stamps		195,580	350
Power & Fuel		252,078,781	137,622,854
Repair and Maintenance		-	5,514,161
Stationery		107,273	712,104
TA/DA Expenses		194,596	-
Telephone & Mobile Bill		772,631	731,933
Travelling Expenses		379,454	60,433
Vehicle Maintenance		404,528	421,798
Warehouse Rent		528,750	315,000
Depreciation	Notes- 4.1	254,074,090	240,186,396
		670,951,161	518,449,944
34.1 Administrative Expenses			
Salary & Allowances		110,782,029	106,983,735
Annual Listing Fees		939,312	839,312
Audit Fees		345,000	137,500
Managing Directors' Remuneration & Perquisites	Notes- 45.1	1,440,000	1,440,000
Bank Guarantee Commission		1,575,836	1,369,095
CDBL Bill & Service Charge		265,000	-
Conveyance		975,521	754,706
Courier Expenses		269,281	120,426
Credit Rating Service		96,750	193,500
Depreciation	Notes- 4.1	16,575,416	11,728,013
Directors' Board Meeting Fees		451,000	385,000
EGM & AGM Exp.		136,500	131,250
Electric, WASA Bills, GAS Bills		1,762,331	1,779,168
Employer's Contribution Recognized Provident Fund		15,250,828	12,896,985
Entertainment & Staff Food		2,594,879	1,624,654
Expenses for Bond Issue and others		1,851,627	5,874,529
Professional Charges & Fees		628,111	2,005,583
Fire Fighting Expenses		-	233,360
Fuel Bills for Vehicle		4,538,005	1,670,205
Group Insurance		240,786	880,568
ID card and Uniform Exp.		144,674	208,978
Internet Bill		531,282	565,323
License Renewal Fee, Rates & Taxes		1,852,774	1,887,606
Office Maintenance		1,822,501	1,507,002
Office Rent		16,504,800	15,870,000
Printing Expenses		134,640	93,977
Recruitment Exp.		464,887	318,983
Stationery Expenses		156,178	39,517
TA/DA Expenses		679,741	406,870
Telephone & Mobile Bill		1,157,618	1,566,688
Training & Development		-	333,500
Vehicle Maintenance		2,006,902	2,978,915
		186,174,209	176,824,948



	Amount in Taka	
	30 June 2023	30 June 2022
35.1 Selling and Distribution Expenses		
Advertisement & Publicity	389,549	1,807,916
Conveyance	587,269	175,086
Entertainment	1,103,723	1,188,133
Fuel Bills for Vehicle	1,646,906	597,462
Godown Rent	2,666,160	2,678,430
Incentive	24,980,823	19,696,583
Courier Expenses	345,283	541,736
C & F charges- Export	464,000	1,101,500
Printing Expenses	794,725	1,638,234
Promotional Expenses	4,968,702	9,769,023
Sales Conference/ Meeting	6,781,305	3,961,945
Stationery Expenses	116,141	1,194,667
Internet Bill	76,747	90,224
Telephone & Mobile Bill	4,373,460	3,302,502
Tender & Testing Expenses	2,388,198	622,525
Transport / Carriage Outwards	51,374,953	39,865,545
Oversees & Traveling Expenses	37,527,250	30,114,860
Vehicle Maintenance	1,155,262	1,090,435
	141,740,456	119,436,805
36.1 Other Income		
Bangladesh Bank Cash Assistance on Export	11,514,000	986,000
Interest on FDR Investment	1,724,049	2,573,603
Accrued Interest Receivable on FDR	1,333,859	1,069,617
	14,571,908	4,629,220
37.1 Foreign Exchange Gain/(Loss)		
Foreign Exchange Gain	17,241,832	893,974
Foreign Exchange Loss	(285,875,568)	(4,788,724)
	(268,633,736)	(3,894,750)
38.1 Financial Expenses :		
Bank Charges	9,497,021	5,244,827
Interest on Short Term Loan :		
Interest on OD	46,264,746	37,653,458
Interest on LTR & STF Loan	141,188,361	139,653,063
	196,950,129	182,551,348
Interest on Long term Loan & Bond :		
Interest on Long Term Loan	128,128,021	120,284,392
Bond interest	30,306,918	-
	355,385,068	302,835,740
39.1 WPPF and Welfare Fund		
Profit before WPPF and Tax	201,025,119	279,726,625
Allocation for WPPF and Welfare Fund @ 5%	9,572,625	13,320,315
40.1 Provision for Taxation		
Net Profit Before Tax	191,452,494	266,406,309
Applicable Tax Rate	20.00%	20.00%
Provision for Taxation	38,290,499	53,281,262
Turnover Tax		
Revenue (Note-31.1)	6,476,878,342	5,065,419,290
Applicable Tax Rate	0.60%	0.60%
	38,861,270	30,392,516
Current year Tax Rate 20.00% on EBT and turn over Tax 0.60% which is higher as per Income Tax Act 2023.		
41.1 Net Operating Cash Flow		
<u>Under Direct method:</u>		
Revenue	6,476,878,342	5,065,419,290
Opening Trade Debtors	1,341,945,269	1,168,475,262
	7,818,823,611	6,233,894,552
Closing Trade Debtors	(1,296,309,109)	(1,341,945,269)
	6,522,514,502	4,891,949,283
Other income	14,571,908	3,559,603
Collection from Sales and Others	6,537,086,410	4,895,508,886



Cost of Goods Sold	(5,338,491,661)	(4,187,329,642)
Administrative & Selling Expenses	(327,914,665)	(296,261,753)
Depreciation	270,649,507	251,914,410
Interest on LTR & STF Loan	(196,950,129)	(182,551,348)
AIT Paid at Port (Import / export Stage & Vehicles)	(214,729,775)	(185,514,250)
AIT Refund (FY-18-19 & FY-19-20)	-	135,267,519
WPPF Disbursed to Beneficiary	(13,320,315)	(11,765,140)
Foreign Exchange Gain/(Loss)	(268,633,736)	(3,894,750)
Provision for Expenses	32,525,635	(958,650)
Unclaimed Dividend Account	3,387,729	3,682,224
Accrued Interest Receivable on FDR	(264,242)	1,338,562
(Increase)/Decrease in Inventories	4,078,404	(21,469,502)
Increase/(Decrease) in Other Current Liabilities	23,557,410	6,848,284
(Increase)/Decrease in Other Current Assets	(34,774,644)	(53,910,246)
Payment to Suppliers, Employees and Others	(6,060,880,482)	(4,544,604,284)
Net Cash Flows from Operating Activities	476,205,928	350,904,602
42.1 Earnings Per Share (EPS)		
Net Profit After Tax	152,591,224	213,125,047
Number of Shares outstanding	72,983,668	72,983,668
	2.09	2.92
43.1 Net Asset Value Per Share (NAV)		
Net Asset Value	2,168,579,828	2,088,837,494
Weighted Average Number of Shares	72,983,668	72,983,668
	29.71	28.62
	Amount in Taka	
	#REF!	30 June 2022
44.1 Net Operating Cash Flow Per Share (NOCFPS)		
Net Operating Cash Flow	476,205,928	350,904,602
Weighted Average Number of Shares	72,983,668	72,983,668
	6.52	4.81
45.1 Director's Remuneration and Perquisites		
Mr. Riad Mahmud	1,440,000	1,440,000
	1,440,000	1,440,000

46.1 Capacity Utilization

Capacity of Production in M. Ton per year	Utilization (MT)	
	30 June 2023	30 June 2022
Installed Capacity 65,500 M. Ton Current year, Last year 58,000 M.Ton	Installed Capacity	65500 MT
	Current Year Production	55,795
	Rate	85.18%
		65500 MT
		52,535
		80.21%

47.1 Contingent Liability:

(I) There was no contingent liability as on 30 June, 2023.

(II) There was no claim against the company, not acknowledged as debt as on 30 June, 2023.

(III) There was no credit facility available to the company under any contract.

(IV) There was no bank guarantee issued by the company on behalf of their directors or the company itself except bank loan.

The following amounts has been demanded by VAT Authority as per their departmental audit objection against which cases have been filed in Tribunal and Court. It is probable that the judgment will be in favor of the company.

Period	Amount	Status
July' 1998 to April' 2000	5,148,712	Writ petition no. 7442 of 2003 in the Honorable Supreme Court of Bangladesh, High Court Division
January' 2006 to June' 2008	11,646,222	Writ petition no. 1755 of 2009 in the Honorable Supreme Court of Bangladesh, High Court Division
January' 2006 to June' 2008	4,545,225	Filed a case with Honorable Appellate Tribunal for proper judgment which is under jurisdiction. Writ petition no. 3217 of 2010 in the Honorable Supreme Court of Bangladesh, High Court Division
July' 2008 to December' 2008	7,534,439	Writ petition no. 3288 of 2009 in the Honorable Supreme Court of Bangladesh, High Court Division

All of these ceases are stayed till disposal of Rule.



48.1 Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operational decision and include associated companies with or without common directors and key management personnel. The Company has entered into transactions with other entities in normal course of business that fall within the definition of related party as per IAS 24: Related Party Disclosures.

Related Party & Relationship	Nature of Transactions	Total Transaction 2022-2023	Outstanding Balance	
			2022-2023	2021-2022
Mr. Riad Mahmud, Managing Director (Note- 45.1)	Remuneration	1,440,000.00	120,000	120,000
Directors Board Meeting Fees		451,000.00	-	-
National Fittings & Accessories Limited, Npolymer Construction Limited Common Management (Note- 22.1 & 27.1)	Inter-Company Loan Payable	Movement		
	Opening Balance	1,329,999,998.00	-	-
	Received during the year	-	-	-
	Paid during the year	(253,333,336.00)	1,076,666,662	1,329,999,998
			1,076,786,662	1,330,119,998

49.1 Number of Employees Engaged

As per the Schedule XI of the Companies Act, 1994, the number of employees (including contractual employees) engaged for the whole year or part thereof who received a total remuneration of Taka 96,000/- per annum or Taka 8,000/-per month were Nil at the end of June 2023 as against Nil in 2022

The number of employees engaged for the whole year
The number of Board of Directors

1,334 Person	1,045 Person
6 Person	6 Person
1,340 Person	1,051 Person



National Polymer Industries PLC.

For the year ended 30 June 2023

Note 4.00 : Property, Plant and Equipment

Assets Category	COST (Taka)			DEPRECIATION (Taka)				Written Down Value as on 30.06.2023	
	As on 01.07.2022	Additions during the Period	Adjustment/ Sales during the Period	Total as on 30.06.2023	Dep. Rate	Cumulative as on 01.07.2022	Charged during the Period		Adjustment/ Sales during the Period
Land & Land Development									
Cost	746,809,985	338,070,914	-	1,084,880,899	-	-	-	-	1,084,880,899
Revaluation	575,745,936	-	-	575,745,936	-	-	-	-	575,745,936
Factory Buildings	272,508,735	-	-	272,508,735	10.0%	133,866,338	13,864,240	-	147,730,577
Plant & Machinery	2,413,798,779	278,365,927	-	2,692,164,707	20.0%	1,379,934,218	238,022,555	-	1,617,956,773
Godown Shed & Steel Rack	35,174,845	-	-	35,174,845	10.0%	28,644,454	653,039	-	29,297,493
Factory Laboratory	179,420	-	-	179,420	20.0%	175,319	820	-	176,139
Factory Boundary Wall	4,045,053	-	-	4,045,053	10.0%	3,311,006	73,405	-	3,384,411
Generator	82,519,490	-	-	82,519,490	20.0%	75,468,773	1,410,143	-	76,878,917
Titas Gas Installation	2,288,132	-	-	2,288,132	10.0%	1,789,253	49,888	-	1,839,141
Furniture & Fixtures	8,495,773	-	-	8,495,773	10.0%	4,697,270	395,743	-	5,093,013
Vehicles	150,956,413	430,890	-	164,671,813	20.0%	89,019,362	13,240,807	-	102,260,169
Office Equipment	40,956,001	13,715,400	-	42,960,938	10.0%	24,168,313	1,761,893	-	25,930,206
Computer Equipment	10,239,000	2,957,800	-	13,196,800	20.0%	6,042,078	1,176,974	-	7,219,052
As at 30 June 2023	4,343,717,563	635,545,868	-	4,979,263,431		1,747,116,386	270,649,507	-	2,017,765,892
As at 30 June 2022	3,118,831,149	1,224,886,413	-	4,343,717,563		1,495,201,976	251,914,410	-	1,747,116,386

Depreciation allocated to :

Manufacturing Overhead	254,074,090
Administrative Expenses	16,575,416
	<u>270,649,507</u>



**Independent Auditor's Report
to the Shareholders' of NPOLY Trading Ltd.
Report on the Audit of the Financial Statements**

Opinion

We have audited the financial statements of NPOLY Trading Ltd. which comprise the Statement of Financial Position as at 30 June 2023, and along with the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements is present fairly, in all material respects, the financial position of the company as at 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the 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 in accordance with IFRSs, the Companies Act 1994 and other applicable laws and regulations and for 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.

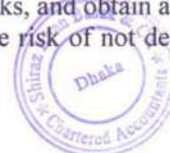
Those charged with governance are responsible for overseeing the company's financial reporting process.

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 ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material



misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.


- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) 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;
- (iii) the company's statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- (iv) The expenditure incurred, except as noted above, were to the purpose of company business.

Place: Dhaka
Date: September 27, 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khan Basak & Co
Chartered Accountants
DVC: 2309270461AS419506

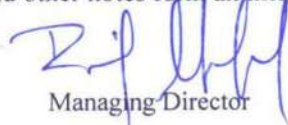


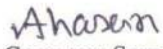
NPOLY Trading Ltd.
Statement of Financial Position
As at 30 June 2023

Particulars	Notes	30 June 2023 Taka	30 June 2022 Taka
PROPERTY & ASSETS:			
Non-Current Assets			
Incorporation & Pre- Operating Expenses	4.2	394,720	
		<u>394,720</u>	
Current Assets			
Cash & Cash Equivalents	5.2	935,501	-
		<u>935,501</u>	
Total Assets		<u><u>1,330,221</u></u>	<u><u>-</u></u>
EQUITY & LIABILITIES:			
Shareholder's Equity			
Share Capital	6.2	1,000,000	-
Retained Earnings		-	-
		<u>1,000,000</u>	<u>-</u>
Current Liabilities			
Accounts Payable	7.2	57,500	-
Inter Company Payable	8.2	272,721	-
		<u>330,221</u>	<u>-</u>
Total Equity & Liabilities		<u><u>1,330,221</u></u>	<u><u>-</u></u>


The accounting policies and other notes form an integral part of the Financial Statements.


Chairman


Managing Director


Company Secretary

Dhaka: 27 September 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khhan Basak & Co.
Chartered Accountants
ICAB Enrolment No. 461
DVC: 2309270461AS419506



NPOLY Trading Ltd.
Statement of Comprehensive Income
For the year ended 30 June 2023

Particulars	NOTES	Amount Taka
Revenue		-
Less: Cost of Goods Sold		-
Gross Profit		-
Less: Administrative and Selling Expenses		-
		-
Less: Financial Expenses		-
Comprehensive Income / (Loss)		-

The accounting policies and other notes form an integral part of the Financial Statements.



Chairman


Managing Director


Company Secretary

As per our report of same date.

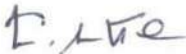
Dhaka: 27 September 2023


Md. Shirazul Islam Khan, FCA
Partner, Shiraz Khhan Basak & Co.
Chartered Accountants
ICAB Enrolment No. 461
DVC: 2309270461AS419506

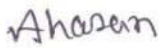


NPOLY Trading Ltd.
Statement of Cash Flows
For the year ended 30 June 2023

Particulars	30 June 2023 Taka	30 June 2022 Taka
A. Cash Flows from Operating Activities		
Collection from Sales and Others	-	-
Payment to Suppliers, Employees and Others	-	-
Net Cash Flows from Operating Activities	-	-
B. Cash Flows from Investing Activities		
Payment for acquisition of Property, Plant & Equipment	-	-
Pre- Incorporation & Operating Expenses	(337,220)	-
Capital Work in Progress (CWIP)	-	-
Net Cash Increase from Investing Activities	(337,220)	-
C. Cash Flows from Financing Activities		
Share Money Deposit	1,000,000	-
Inter Company Payable	272,721	-
Net Cash Flows used from Financing Activities	1,272,721	-
D. Net Increase in Cash during the year (A+B+C)	935,501	-
Opening Cash & Cash Equivalents	-	-
E. Closing Cash & Cash Equivalents	935,501	-


Chairman


Managing Director


Company Secretary

Dhaka: 27 September 2023

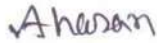


NPOLY Trading Ltd.
Statement of Changes in Shareholders Equity
For the year ended 30 June 2023

Particulars	Share Capital Taka	Retained Earnings Taka	Total Taka
Balance as at 30 June, 2022	-	-	-
Share Capital	989,500	-	989,500
Comprehensive Income / (Loss)	-	-	-
Balance as at 30 June, 2023	989,500	-	989,500


Chairman


Managing Director


Company Secretary

Dhaka: 27 September 2023



NPOLY Trading Ltd.

Notes to the Financial Statements (Un-Audited)

As at and for the year ended 30 June 2023

1.0 Reporting Entity

1.1 Legal Status:

NPOLY Trading Limited is a private limited company incorporated in Bangladesh on 27 November 2022, registered with the Registrar of Joint Stock Companies & Firms (RJSC) C-185459, Dhaka, Bangladesh.

1.2 Nature of Business:

The company was formed to carry on the business on General Trading, Import, Export & Trading of all Commercial permissible items, Dealers, Indenters, Broker, Manufacturing, Contractor, General Supplier, Buying and Selling Agent, Wholesale and Distributors, Carrying of all and every kind of General and Special products, Computer Accessories and Network Accessories and other computer and Internet related Products. To carry on the business as importer, exporter and manufacturer of Solar Panel, Power Tiller and all kinds of agricultural machineries & tools and all kinds of Electronic and Electrical goods.

To import, export & trading all types of Water Pumps & Motors, uPVC Fittings, all kinds of Bathroom Fittings Kitchen Sink, HDPE Pipes & Fittings, Plastic PVC PETPETG products such as Plastic Containers, Tanks, Bottles, Chairs, Tables, Self, Flower Vases, Toys, Rakes, Kitchen Cabinet, Tissue holder, different types of Plastic Bucket, Basket, Bag, PVC Plastic Door, Window, False Ceiling, Partition Profile, Plastic Tin, Plastic Clip, Plastic Hanger, Plastic Nut, PET Bottle, PET Flacks Chips, PET Yearn, Pet Can, Toilet Paper, Wet Tissue, Water Tank, Plastic Furniture, PVC Floor Mats, Artificial Leather, Pan flex Banner, re-cycle of plastic products and all kinds of plastic products and building materials to carry on the business at home and abroad.

1.3 The Composition of Share Holdings of NPOLY Trading Limited is as under:

Name of the Shareholder	No. of shares	% of holding
National Polymer Industries Ltd re-presented by Mr. Riad Mahmud	99,000	99.00%
Mr. Golam Murshed	1,000	1.00%
	100,000	100%

2.0 Basis of Preparation

2.1 Statement of Compliance:

The Financial Statements have been prepared in accordance with the International Accounting Standard (IAS), International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable Laws and Regulations.

2.2 Basis of Measurement:

The Financial Statements have been measured on historical cost basis, which is one of the most commonly adopted base provided in "the framework for the preparation and presentation of Financial Statements" issued by the International Accounting Standard Committee (IASC).

2.3 Going Concern:

The company has adequate resources to continue its operation for foreseeable future. For this reason the Directors continued to adopt going concern basis in preparing the Financial Statements.

2.4 Reporting Period:

The financial period of the company covers the period from 27 Novembr 2022 30 June 2023.



2.5 Presentation of Financial Statements:

Being the general purpose Financial Statements, the presentation of these Financial Statements is in accordance with the guidelines provided by IAS 1: "Presentation of Financial Statements".

A complete set of Financial Statements comprise:

- Statement of Financial Position as at 30 June 2023;
- Statement of Comprehensive Income for the period ended 30 June 2023;
- Statement of changes in shareholders equity for the period ended 30 June 2023;
- Statement of Cash Flows for the period ended 30 June 2023;
- Notes comprising summary of significant accounting policies and explanatory information.

2.6 Cash & Cash Equivalents:

Cash and cash equivalents includes cash in hand, cash at banks, deposits which are available for use by the Company without any restrictions. There is an insignificant risk of change in value of the same.

2.7 Significant Accounting Policies:

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements" in preparation and presentation of Financial Statements have been consistently applied throughout the year and were also consistent with those used in earlier years, if any.

2.8 Liabilities:

All liabilities have been stated at their anticipated amount payable.

3.0 General:

Figures appearing in these Financial Statements have been rounded off to the nearest Taka.

	30 June 2023 (Taka)
4.2 Incorporation & Pre- Operating Expenses	
Advance for License, Registration and renewal fees	-
Incorporation & Pre- Operating Expenses	394,720
	<u>394,720</u>
5.2 Cash & Cash Equivalents:	
Cash in hand	-
Cash at Bank	935,501
	<u>935,501</u>
6.2 Share Capital:	
Authorized Capital	
10,000,000 Ordinary Shares of Tk. 10/- each	<u>100,000,000</u>
Issued, Subscribed & Paid-up Capital	
<u>Name of Shareholder's</u>	
National Polymer Industries Ltd re-presented by	
Mr. Riad Mahmud (99,000 shares of Tk. 10.00 each)	990,000
Mr. Golam Murshed (1,000 shares of Tk. 10.00 each)	10,000
	<u>1,000,000</u>
7.2 Accounts Payable	
Audit Fee	50,000
VAT on Audit Fee	7,500
	<u>57,500</u>
8.2 Inter Company Payable	
National Polymer Industries Limited	272,721
	<u>272,721</u>

