

**Associated Oxygen Limited**  
Statement of Financial Position (Un-Audited)  
As at 30 September, 2021

Particulars	Notes	Amount (Tk)	Amount (Tk)
		30-Sept-2021	30-Jun-2021
<b>Assets</b>			
<b>Non-Current Assets</b>		<b>1,735,495,392</b>	<b>1,679,231,781</b>
Property, Plant and Equipment	4.00	1,616,763,203	1,549,935,959
Capital Work in Process	5.00	118,732,189	129,295,822
<b>Current Assets</b>		<b>473,565,046</b>	<b>461,161,175</b>
Inventories	6.00	73,060,349	71,477,738
Trade and Other Receivables	7.00	270,224,828	263,250,070
Advances, Deposits & Prepayments	8.00	41,196,778	38,293,076
Cash and Cash Equivalents	9.00	89,083,090	88,140,291
<b>Total Assets</b>		<b>2,209,060,438</b>	<b>2,140,392,956</b>
<b>Shareholder's Equity and Liabilities</b>			
<b>Shareholder's Equity</b>		<b>1,926,462,565</b>	<b>1,876,128,879</b>
Share Capital	10.00	1,026,000,000	1,026,000,000
Retained Earnings	11.00	900,462,565	850,128,879
<b>Non-Current Liabilities</b>		<b>152,033,890</b>	<b>148,154,309</b>
Long Term Loan (Non-Current portion)	12.00	22,501,175	22,028,463
Deferred Tax Liability	13.00	129,532,715	126,125,846
<b>Current Liabilities</b>		<b>130,563,984</b>	<b>116,109,768</b>
Trade and Other Payables	14.00	11,585,487	11,090,106
Long Term Loan (Current Portion )	15.00	13,845,790	13,501,316
Liabilities for Expenses	16.00	2,619,013	3,454,275
Dividend Payable	16.01	562,490	566,339
Liabilities for Income Tax	17.00	85,108,153	73,902,017
Liabilities for WPPF	18.00	16,843,050	13,595,715
<b>Total Shareholder's Equity and Liabilities</b>		<b>2,209,060,438</b>	<b>2,140,392,956</b>
<b>Net Assets Value (NAV) per share (Basic)</b>	26.00	<b>18.78</b>	<b>18.29</b>

The annexed notes form an integral part of these Financial Statements.

  
Director

  
Managing Director

  
Chairman

  
Chief Financial Officer

  
Company Secretary

Place: Dhaka

Dated: 14 November, 2021

## Associated Oxygen Limited

Statement of Profit or Loss and Other Comprehensive Income(Un-Audited)

For the year ended September 30, 2021

Particulars	Notes	Amounts in Taka	
		01 July-21 To Sept-21	01 July-20 To Sept- 20
Revenue	19.00	140,330,730	128,107,190
Cost of Goods Sold	20.00	(52,633,270)	(48,223,182)
<b>Gross Profit</b>		<b>87,697,460</b>	<b>79,884,008</b>
<b>Operating Expenses</b>	<b>21.00</b>	<b>(19,131,471)</b>	<b>(18,039,226)</b>
Administrative Expenses	21.01	(9,130,176)	(8,919,409)
Selling & Distribution Expenses	21.02	(10,001,294)	(9,119,817)
<b>Profit from Operation</b>		<b>68,565,989</b>	<b>61,844,782</b>
Financial Expenses	22.00	(862,403)	(845,763)
Other non-operating Income	23.00	490,440	15,200
<b>Net Profit Before Income Tax &amp; WPPF</b>		<b>68,194,026</b>	<b>61,014,219</b>
Less: WPPF Expenses		(3,247,335)	(2,905,439)
<b>Net Profit Before Income Tax</b>		<b>64,946,691</b>	<b>58,108,780</b>
<b>Income Tax Expenses</b>	<b>24.00</b>	<b>(14,613,006)</b>	<b>(14,527,195)</b>
Current Tax	24.01	(11,206,136)	(10,206,243)
Deferred Tax	24.02	(3,406,869)	(4,320,952)
<b>Net Profit after Income Tax</b>		<b>50,333,686</b>	<b>43,581,585</b>
Other Comprehensive Income/(Loss)			
<b>Total Comprehensive Income for the Period</b>		<b>50,333,686</b>	<b>43,581,585</b>
<b>Earnings Per Shares (EPS) (Basic)</b>	<b>25.00</b>	<b>0.49</b>	<b>0.50</b>

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Director

  
Managing Director

  
Chairman

  
Chief Financial Officer

  
Company Secretary

Place: Dhaka

Dated: 14 November, 2021

**Associated Oxygen Limited**  
Statement of Changes in Equity (Un-Audited)  
For the year ended 30 September, 2021

(Amount in Taka)

Particulars	Share Capital	Retained Earnings	Total
Opening Balance as at 1st July, 2021	1,026,000,000	850,128,879	1,876,128,879
Share issue from IPO	-	-	-
Stock dividend issue	-	-	-
Adjustment of IPO Expenses	-	-	-
Cash dividend declared	-	-	-
Net Profit/(Loss) during the year transferred from Statement of Profit or Loss and other Comprehensive Income	-	50,333,686	50,333,686
<b>Balance as at 30 September, 2021</b>	<b>1,026,000,000</b>	<b>900,462,565</b>	<b>1,926,462,565</b>

**Associated Oxygen Limited**  
Statement of Changes in Equity (Un-Audited)  
For the Period ended 30 September, 2020

(Amount in Taka)

Particulars	Share Capital	Retained Earnings	Total
Opening Balance as at 1st July, 2020	800,000,000	739,686,213	1,539,686,213
Net Profit/(Loss) during the year transferred from Statement of Profit or Loss and other Comprehensive Income	-	43,581,585	43,581,585
<b>Balance as at 30 September, 2020</b>	<b>800,000,000</b>	<b>783,267,797</b>	<b>1,583,267,797</b>

  
Director

  
Managing Director

  
Chairman

  
Chief Financial Officer

  
Company Secretary

Place: Dhaka

Dated: 14 November, 2021

**Associated Oxygen Limited**  
Statement of Cash Flows (Un-Audited)  
For the year ended September 31, 2021

Particulars	Note	Amounts in Taka	
		01 July-21 To Sept-21	01 July-20 To Sept-20
<b>A Cash flows from Operating Activities</b>			
Received from Customers	28.16	133,806,092	100,128,540
Received from Other Income		40,320	15,200
Paid to Suppliers	28.17	(12,046,424)	(13,244,103)
Paid to Employees	28.18	(6,498,702)	(6,155,156)
Paid for Other Operating Expenses	28.19	(26,907,852)	(29,159,985)
Income Tax Paid		(2,952,360)	(2,512,010)
<b>Net Cash Generated from Operating Activities</b>		<b>85,441,074</b>	<b>49,072,486</b>
<b>B Cash flows from Investing Activities</b>			
Acquisition of Property, Plant and Equipment		-	(874,351)
FDR Interest Received		-	
Increase/Decrease in Capital Work in Process		(84,449,207)	(51,261,800)
<b>Net cash Used to Investing Activities</b>		<b>(84,449,207)</b>	<b>(52,136,151)</b>
<b>C Cash flows from Financing Activities</b>			
Cash Paid for Financial Expenses		(862,403)	(845,763)
IPO Expenses paid			
Dividend Paid		(3,849)	
IPO Fund Received		-	
Long-term Loan received/(Repaid)		817,185	831,613
<b>Net cash Generated from Financing Activities</b>		<b>(49,067)</b>	<b>(14,150)</b>
<b>D Net Increase/(Decrease) Cash and Cash Equivalents (A+B+C)</b>			
Cash and Cash Equivalents at the beginning of the year		88,140,291	29,153,986
<b>Cash and Cash Equivalents at the end of the year</b>		<b>89,083,090</b>	<b>26,076,171</b>
<b>Net Operating Cash Flows Per Share (NOCFPS) (Basic) (Note - 27.00)</b>		<b>0.83</b>	<b>0.56</b>

Those Financial Statements should be read in conjunction with the annexed Notes.

The annexed notes form an integral part of these Financial Statements.

  
Director

  
Managing Director

  
Chairman

  
Chief Financial Officer

  
Company Secretary

Place: Dhaka

Dated: 14 November, 2021

# Associated Oxygen Limited

Notes, Comprising a summary of significant accounting policies and other explanatory information  
For the period ended 30 September, 2021

## 1.00 Background and Introduction

### 1.01 Formation and Legal Status

The Company namely “Associated Oxygen Limited” was incorporated on 27 June, 1990 vide registration no. CHC-698/177, 1990 as a private limited Company in Bangladesh under the Companies Act 1994. Subsequently the Company converted into Public limited Company dated on 25 April, 2018. The Company also listed with both Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited on 15 October 2020 after obtained IPO approval from BSEC as on 6<sup>th</sup> August, 2020.

The address of the registered office is located at BCIC Sadan (1<sup>st</sup> Floor), 26 Agrabad C/A, Chattagram, Bangladesh. Factory is situated at 123, Fouzderhat Station, South Bhatairy, Sitakundo, Chattagram, Bangladesh.

### 1.02 Nature of Business

The Company’s principal activities are manufacturing and supply of industrial and medical gases, welding products and equipment’s and ancillary equipment’s.

### 1.03 Capital Structure of the Company

Associated Oxygen Limited is a limited Company formed by a local owner. The details of the capital structure are given below:

Particulars	Taka
<b>Authorized Capital</b>	
110,000,000 Ordinary shares of Taka 10/= each	1,100,000,000
<b>Issued, Subscribed, Called-up and Paid-up Capital</b>	
102,600,000 Ordinary shares of Tk. 10/= each fully paid -up	1,026,000,000

## 2.00 Basis of Preparation

### 2.01 Statement of Compliance

The Financial Statements of the Company are prepared on a going concern basis under historical cost convention and in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws & regulation in Bangladesh.

**The Company also complies with amongst others, the following laws and regulation**

The Income Tax Ordinance 1984;

The Income Tax Rules 1984;

The Value Added Tax and Supplementary Duty Act 2012;

The Value Added Tax and Supplementary Duty Rules 2016;

Bangladesh Labor Law, 2006 (Amended 2013);

Labor Rules, 2015;

The Securities and Exchange Ordinance, 1969;

Bangladesh Securities and Exchange Commission Act, 1993;

Dhaka and Chittagong Stock Exchange Listing Regulations, 2015.

### 2.02 Functional and Presentation Currency

The Financial Statements are expressed in Bangladeshi Taka which is both functional currency and reporting currency of the Company. The figures of Financial Statements have been rounded off to the nearest Taka.

### 2.03 Use of Estimates and Judgments

The preparation of Financial Statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and underlying assumptions, which are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognized in the Financial Statements are stated in the following notes:

Note 4.00 Depreciation of property, plant and equipment

Note 17.01 Provision for income tax

### 2.04 Reporting Period

The 1<sup>st</sup> Quarter Financial Statements of the Company cover three (3) Months from 1<sup>st</sup> July 2021 to 30 September 2021.

### 2.05 Preparation and Presentation of Financial Statements of the Company

Management is responsible for the preparation and presentation of the Financial Statements of the Company.

### 2.06 Comparative Information

#### Comparative Amounts

Comparative information has been disclosed as required by IAS 34: 'Interim Financial Reporting' in respect of the previous period for all numerical information in the current Financial Statements as below:

- Statements of Financial Position as of the end of the preceding financial period
- Statements of Comprehensive Income for the comparable of the preceding financial period.
- Statements of Changes in Equity for the comparable of the preceding financial period
- Statement Cash Flows for the comparable if the preceding financial period

Narrative and descriptive information for comparative information has also been disclosed whenever it is relevant for the understanding of the current Period financial statements.

### 3.00 Significant Accounting Policies

The Financial Statements have been prepared in compliance with the requirement of IASs (International Accounting Standards) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as applicable in Bangladesh. The following IAS's are applicable for the Financial Statements for the period under audit:

IAS-1	Presentation of Financial Statements
IAS -2	Inventories
IAS -7	Statement of Cash Flows
IAS -8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS -10	Events after the Reporting Period
IAS -12	Income Taxes
IAS -16	Property, Plant and Equipment
IAS -19	Employee Benefits
IAS -21	The Effects of Changes in Foreign Exchange Rates
IAS -23	Borrowing Costs
IAS -24	Related Party Disclosures
IAS -33	Earnings Per Share
IAS -34	Interim Financial Reporting
IAS -36	Impairment of Assets
IAS -37	Provisions, Contingent Liabilities and Contingent Assets
IFRS-8	Operating Segments
IFRS-9	Financial Instruments

**3.01 Going Concern**

This Financial Statements has been prepared on the assumption that the entity is a going concern and will continue its business for the foreseeable future. Hence, it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation. The Company has adequate resources to continue its operation for the foreseeable future. As such, the director intended to adopt the going concern basis is preparing the Financial Statements. The current credit facilities and resources of the Company provides sufficient fund to meet the present requirements of its existing business.

**3.02 Accrual Basis**

The financial statements have been prepared, except Cash Flows information, using the accrual basis of accounting.

**3.03 Property, Plant and Equipment****i) Recognition, Measurement and Disclosure**

Property, Plant and Equipment except land and building are measured at cost less accumulated depreciation and impairment losses if any. Land and building are measured at fair value. The cost of an item of Property, Plant and Equipment comprises its purchase price and any directly attributable inward freight, duties and non-refundable taxes. Where parts of an item of Property, Plant and Equipment have different useful lives, they are accounted for as separate items of property, plant and equipment. The Company recognizes in the carrying amount of an item of Property, Plant and Equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the entity and the cost of the item can be measured reliably. All other costs are recognized in the Statement of Profit or Loss and Other Comprehensive Income as an expense as incurred. In accordance with the allowed alternative treatment of IAS 23 "Borrowing Cost" finance costs have been capitalized for qualifying assets.

**ii) Depreciation on Fixed Assets**

Depreciation on a fixed asset is computed using the reducing balance method so as to write off the assets over their expected useful life. After considering the useful life of assets as per IAS-16 Property, Plant and Equipment the annual depreciation rates applied under which is considered reasonable by the management. Depreciation rates varying from 5% to 20%. Depreciation of an asset begins when it is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by the management. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed of are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for the period.

Category of Fixed Assets	Rate %
Land and Land Development	0%
Building & Other Construction	5%
Plant & Machinery	7.5%
Electrical Installation	10%
Fire Fighting Equipment	10%
Office Equipment	10%
Gas Line Installation	10%
Furniture & Fixtures	10%
Computer & Computer Accessories	10%
Generator & Motors	10%
Vehicle	20%

**iii) Disposal of Fixed Assets**

An asset is derecognized upon disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset is recognized as gain or loss from disposal of asset under other income in the statement of comprehensive income. However, no such disposal of Property, Plant and Equipment was made during the period ended on September 30, 2021.

#### iv) Impairment of Assets

The management of the Company takes physical stocks periodically and recognition of the assets were made accordingly considering the usable condition, wear and tear of the assets as follows:

- i) The valuation of Property, Plant & Equipment has been made on the basis of the usable condition of the assets as per IAS-36 Impairment of Assets.
- ii) The management of the Company has conducted physical verification of Property, Plant & Equipment on 30.09.2021

Property, Plant & Equipment's are consisting of Building & other construction, Plant & Machinery, Electrical Installation, Office Equipment, Gas Line Installation, Furniture & Fixture, Computer & Computer Accessories, Generator & Motors, Vehicle and Fire Extinguisher are valued at lower of cost and net realisable value as per IAS 16: Property, Plant & Equipment Costs include expenditure incurred in acquiring the assets and other costs incurred in bringing them to their existing location and condition.

Impairment of assets are made as and when assets became obsolete or unusable for which the management of the company is giving decisions from time to time. The management of the Company reviews the carrying amounts of its assets (Balance Sheet Date) to determine whether there is any indication of impairment In accordance with IAS-36: 'Impairment of Assets'. During the period at Balance Sheet date, there was no indication of impairment of assets; as such, no adjustment was given in the Financial Statements for impairment during the period ended on September 30, 2021.

#### 3.04 Capital Work in Progress

Capital Work in Process represents the cost incurred for acquisition and/or construction of property plant and equipment that were not ready for use at end of the period ended 30 September 2021 and these are stated at cost.

#### 3.05 Inventories

Inventories comprise of Consumable Stores, work-in-process and finished goods, which are valued lower of cost or net realizable value in accordance with the Para of 21 & 25 of IAS-2: "Inventories" after making due allowance for any obsolete or slow-moving item and details of valuation are as follows:

i)	Work-in-process	at estimated cost
ii)	Finished goods	at cost or net realizable value, whichever is lower
iii)	Consumable Stores	at cost

#### 3.06 Revenue Recognition

"As per IFRS-15: "Revenue from Contracts form Customers" an entity shall account for a contract with a customer only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;
- (b) The entity can identify each party's rights regarding the goods or services to be transferred;
- (c) The entity can identify the payment terms for the goods or services to be transferred;
- (d) The contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- (e) It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer."

Considering the five steps model, the Company recognizes revenue when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are



considered as transferred when (or as) the customer obtains control of those goods. Revenue from sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

#### **Sale of goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer when the buyer provides assurance by giving acceptance on the delivery of goods. Revenue represents the invoice value of goods supplied to the customers measured at the fair value of the consideration received or receivable. The company did not make any contract with its customers to pay any loss for which guaranty or if do not pay any warranty against its products against which the company may need to make any provision.

### **3.07 Taxation**

#### **i) Current Tax**

Income Tax on the profit or loss for the period comprises current tax and deferred tax. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity. Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous period. Provision for corporate income tax is made on estimated taxable profit in accordance with the income tax laws.

#### **ii) Deferred Tax**

Deferred tax is recognized using (in accordance with the "IAS-12") the Balance Sheet method. Deferred tax arises due to the temporary difference deductible or taxable for the events or transaction is recognized in the income statements. A temporary difference is a difference between the tax bases of an asset or liability and its carrying amount/reported the amount in the Balance Sheet. Deferred tax assets or liability is the amount of income tax recoverable or payable in a future period(s) recognized in the current period. The deferred tax liability/expenses do not create a legal liability/recoverability to and from the income tax authority.

### **3.08 Loans and Borrowings**

Principal amount of the loans and borrowings are stated at their outstanding amount. Borrowings repayable within twelve months from the balance sheet date are classified as current liabilities whereas borrowings repayable after twelve months from the balance sheet date are classified as non-current liabilities. Accrued interest and other charges are classified as current liabilities.

### **3.09 Foreign Currency Transaction / Translation**

Transactions in foreign currencies are translated into Bangladeshi Taka at the Exchange rate prevailing on the date of transactions in accordance with IAS- 21: "The Effects of Changes in Foreign Exchange Rate." Monetary assets and liabilities in foreign currencies at the reporting date are translated into Bangladesh Taka at the rate of exchange prevailing at the reporting date. All exchange differences are recognized in the Statement of Profit or Loss and Other Comprehensive Income.

### **3.10 Provision:**

In accordance with the guidelines as prescribed by IAS 37, provisions are recognized when all the following criteria are met:

- When the Company has a present obligation as a result of past event;
- When it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation; and
- The reliable estimate can be made of the amount of the obligation.

We have shown the provisions in the statement of Financial Position at an appropriate level with regard to an adequate provision for risks and uncertainties. An amount recorded as a provision represents the best estimate of the probable expenditure required to fulfill the current obligation on the reporting date.

### **3.11 Contingent Liabilities and Assets**

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the Company.

### **3.12 Statement of Cash Flows**

Statement of Cash Flows is prepared principally in accordance with IAS 7: "Statement of Cash Flows" and the cash flow from the operating activities have been presented under direct method is a requirement of Securities and Exchange Rules, 1987 as well as indirect method in notes to the Financial Statement.

### **3.13 Events after the Reporting Period**

Events after the reporting period that provide additional information about the Company's position at the reporting period or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the Notes when they are material.

### **3.14 Borrowing Cost**

Interest and other cost incurred in the Company in connection with the borrowing of the fund are recognized as expenses in the year in which they are incurred unless such borrowings cost related to acquisition/construction of assets in progress that are required to capitalized as per IAS-23: Borrowing Cost.

### **3.15 Advertisement and Promotional Expenses**

All cost associated with advertising and promotional activities are charged out in the period incurred.

### **3.16 Trade Receivable**

#### **i) Recognition and Measurement**

Trade receivable consists of local sales, against sales with tenure of 120 days to 180 days and realizable at the maturity date.

#### **ii) Bad and Doubtful Debts**

The Company does not make any provision for bad and doubtful debts because its local sales are realized during the period with a fixed maturity date.

### **3.17 Creditors and Accrual**

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the supplier.

### **3.18 Cash and Cash Equivalents:**

According to IAS 7: "Statement of Cash Flows" cash comprises cash in hand and bank 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 IAS 1: "Presentation of Financial Statements" provides that cash and cash equivalent are not restricted in use. Considering the provision of IAS 7 and IAS 1, cash in hand and bank balances have been considered as cash and cash equivalents.

### **3.19 Components of the Financial Statements:**

According to the International Accounting Standard IAS-1: "Presentation of Financial Statements", the complete set of Financial Statements includes the following components:

- i) Statement of Financial Position as at 30September 2021.
- ii) Statement of Profit or Loss or Other Comprehensive Income for the period ended 30September 2021.
- iii) Statement of Changes in Equity for the period ended 30September 2021.
- iv) Statement of Cash Flows for the period ended 30September 2021.
- v) Notes, comprising a summary of significant accounting policies and other explanatory

Information as at and for the period ended 30 September 2021.

### 3.20 Earnings Per Share:

Earnings Per Share (EPS) is calculated in accordance with the International Accounting Standard IAS-33: "Earnings Per Share".

#### i) Basic Earnings Per Share:

Basic Earnings Per Share is calculated by dividing the net profit or loss for the period attributable to ordinary shareholders by the weighted average number of Ordinary Shares outstanding during the period.

#### ii) Diluted Earnings Per Share:

No diluted Earnings per share was required to be calculated for the period under review as there was no scope for dilution of Earnings Per Share for the period.

### 3.21 Related Party Transactions

The objective of IAS 24: "Related Party Disclosure" is to ensure that an entity's Financial Statements contain the disclosures necessary to draw attention to the possibility that its Financial Position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties. Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions.

A party is related to an entity if: [IAS 24 Para 9] directly, or indirectly through one or more intermediaries, controls, is controlled by, or is under common control with, the entity has an interest in the entity that gives it significant influence over the entity, has joint control over the entity, the party is a member of the key management personnel of the entity or its parent, the party is a close member of the family of any individual, the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual and the party is a post-employment benefit plan for the benefit of employees of the entity.

### 3.22 Employee Benefits

The Company maintains defined benefit plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective deeds. The Company has accounted for and disclosed employee benefits in compliance with the provisions of IAS 19: Employee Benefits. The cost of employee benefit is charged off as revenue expenditure in the period to which the contributions relate. The Company's employee benefits include the following:

#### a) Short Term Employee Benefits

Short-term employee benefits include wages, salaries, festival bonuses etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

#### b) Contribution to Workers' Profit Participation and Welfare Funds

This represents 5% of net profit before tax, contributed by the Company as per provisions of the Bangladesh Labor Law, 2006 (Amended 2013). The Company recognizes the contribution to Workers Profit Participation and Welfare Fund in the accounts from the period of 2018. The fund will be transferred as per Bangladesh Labor Law, 2006 after completion of the necessary legal process.

### 3.23 Operating Segments

No segment reporting is applicable for the Company as required by IFRS-8: "Operating Segments" as the Company operates in a single industry segment and within a geographical segment.

### 3.24 Financial Risk Management Policies

The Company is exposed to normal business risks from changes in market interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The Company does not hold or issue derivative Financial Instruments for speculative or trading purposes.

### **3.25 Interest Rate Risk**

Interest rate risk is the risk that arises due to changes in interest rates on borrowing. The foreign currency loan is subject to floating rates of interest. Local loans are, however, not significantly affected by fluctuations in interest rate risk. The Company has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

### **3.26 Foreign Currency Risk**

The Company is exposed to currency risk on certain import of machineries and equipment. Majority of the Company's foreign currency transactions are denominated in USD and relate to procurement of machineries and equipment from abroad.

### **3.27 Credit Risk**

Credit risk is the potential Financial loss resulting from the failure of a customer or counterparty to settle its Financial and contractual obligations to the Company as and when they fall due. Management has a credit policy in place and the exposure to Credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of Credit Risk. The maximum exposure to Credit Risk is represented by the carrying amount of each Financial Asset in the Statement of Financial Position. However, due to a large number of parties comprising the group's customer base, Management does not anticipate material losses from its debt collection.

### **3.28 Liquidity Risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (cash and cash equivalents) is to ensure as far as possible, that it will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions without incurring unacceptable losses or risking damage to the Company's reputation. Typically, the Company ensures that it has sufficient cash and cash equivalent to meet expected operational expenses including financial obligation through the preparation of the cash flow forecast with due consideration of timeline of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within the due date. In extremely stressed conditions, the Company may get support from the related Company in the form of short term financing.

### **3.30 Fair Values**

The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair value of trade and other short-term receivables are taken to approximate their carrying value. The fair value of financial assets and liabilities approximate their carrying value.

### **3.31 Risk and Uncertainties for the use of Estimates in Preparation of Financial Statements**

The Preparation of Financial Statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, Liabilities, Income and Expenses and disclosure requirements for contingent assets and liabilities during and at the date of Financial Statements. Actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected as required by IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors.

### **3.32 Date of Authorization:**

The Financial Statements of the company for the period ended 30 September 2021 were authorized for issue in accordance with a resolution of the Board of Directors on 14 November 2021

### **3.33 Measurement of Expected Credit Losses (ECL):**

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the company expects to receive). ECLs are discounted at the effective interest rate of the financial asset. At each reporting date, the company assesses whether financial assets carried at amortized cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. The Company expected that they have no credit losses on Trade and Other Receivables.

### **3.34 General**

- i. Wherever considered necessary, previous period's figures have been rearranged for the purpose of comparison.
- ii. Figures appearing in the Financial Statements have been rounded off to the nearest Taka.

### **3.35 Significant Deviation:**

#### **NAV per Share:**

NAV per share is increase to Tk. 18.78 from Tk. 18.29 for the period because of Net Asset Value have increased compare to preceding period.

#### **Net profit after Tax and Earnings per Share:**

Sales Volume have increased compare to the previous period. As there, the Net Profit after Tax has increase for the current period. In addition of the above Income Tax Rate have reduced to 22.50% instead of 25.00% due to listing with stock Exchanges which reflect in Provision for Current Tax & Deferred Tax. That is why, EPS is decreased in current period compare to the preceding period.

#### **NOCFPS:**

Net Cash Flows from Operating Activities have also increased compare to preceding period due to increase of Collection from Customer compared to preceding period. As there, Net Operating Cash Flows per Share have increased to Tk. 0.83 from Tk. 0.56 compared to preceding period.

	30-Sept-2021	30-Jun-2021
<b>4.00 Property, Plant and Equipment</b>		
<b>A. Fixed Assets at Cost</b>		
Opening Balance	2,083,435,527	1,823,221,267
Add: Addition during the Period	95,012,840	260,214,260
Less: Disposal of assets (Oxygen Bottle)	-	-
<b>Total Cost</b>	<b>2,178,448,367</b>	<b>2,083,435,527</b>
<b>B. Accumulated Depreciation</b>		
Opening Balance	533,499,567	427,459,842
Add: Depreciation for the Period	28,185,596	106,039,725
Less: Adjustment for the year	-	-
<b>Total Depreciation</b>	<b>561,685,164</b>	<b>533,499,567</b>
<b>Written Down Value (WDV) as at 31 March, 2021 (A-B)</b>	<b>1,616,763,203</b>	<b>1,549,935,960</b>
Details of Property, Plant and Equipment have been shown in the <b>Annexure - A</b> .		
<b>5.00 Capital Work in Process</b>		
Plant & Machineries	Note-5.01	54,715,037
Building & Other Construction	Note-5.02	64,017,152
Generator & Motors	Note-5.03	-
		<b>118,732,189</b>
		<b>129,295,822</b>
<b>5.01 Plant &amp; Machineries</b>		
<b>Opening Balance</b>	<b>65,278,670</b>	<b>49,222,002</b>
Add: Addition During the year	84,449,207	227,758,005
Less: Transfer to Property, Plant and Equipment	(95,012,840)	(211,701,337)
<b>Closing Balance</b>	<b>54,715,037</b>	<b>65,278,670</b>
<b>5.02 Building &amp; Other Construction</b>		
Opening Balance	64,017,152	20,154,870
Add: Addition During the year	-	64,450,502
Less: Transfer to Property, Plant and Equipment	-	(20,588,220)
	<b>64,017,152</b>	<b>64,017,152</b>
<b>5.03 Generator &amp; Motors</b>		
Opening Balance	-	7,264,624
Add: Addition During the year	-	7,817,458
Less: Transfer to Property, Plant and Equipment	-	(15,082,082)
	-	-
<b>6.00 Inventories</b>		
Work in Process (Note 20.00)	2,792,507	2,693,869
Finished Goods (Note 20.01)	29,012,870	28,129,375
Consumable Stores (Note:20.02.1)	41,254,972	40,654,494
	<b>73,060,349</b>	<b>71,477,738</b>
<b>7.00 Trade and Other Receivable</b>		
Trade Receivable (Note-7.01)	266,599,155	260,074,517
Other Receivable (Note-7.02)	3,625,673	3,175,553
	<b>270,224,828</b>	<b>263,250,070</b>

	30-Sept-2021	30-Jun-2021
<b>7.01 Trade and Other Receivable</b>		
Opening Balance	260,074,517	166,506,910
Add: Sales During the year	140,330,730	563,577,229
	<b>400,405,247</b>	<b>730,084,139</b>
Less: Realized During the year	(133,806,092)	(470,009,622)
<b>Closing Balance</b>	<b>266,599,155</b>	<b>260,074,517</b>

<b>7.02 Other Receivable (FDR-Interest)</b>		
Opening Balance	3,175,553	-
Add: Interest Accrued during the year/period	450,120	3,877,804
Less: Realized/encashment during the year/period	-	(702,251)
<b>Closing Balance</b>	<b>3,625,673</b>	<b>3,175,553</b>

#### Aging of Trade and Others Receivables

Less than Six Month	270,224,828	262,064,884
More than Six Month	-	-
<b>Total</b>	<b>270,224,828</b>	<b>262,064,884</b>

The classification of Receivables as required by the Schedule XI, Part 1, Para 4 of the Companies Act, 1994 are given below:

Particulars		
i) Receivables considered good in respect of which the company is fully secured.		
ii) Receivables considered good in respect of which the company holds no security other than the debtor personal	270,224,828	262,064,884
iii) Receivables considered doubtful or bad.		
iv) Receivables due by directors or other officers of the company or any of them either severally or jointly with any other person or Receivables due by firms or private companies respectively in which any director is a partner or a director or a		
v) Receivables due by companies under the same management.		
vi) The maximum amount of receivables due by any directors or other officers of the company at any time during the year.		

#### 8.00 Advances, Deposits & Prepayments

Advance to Employee	1,850,000	2,050,000
Advance IPO Expenses	-	-
Vat Current Account	161,394	10,051
Deposits (Note:8.01)	312,224	312,224
Advance Income Tax ( Note 8.02)	38,873,161	35,920,801
	<b>41,196,778</b>	<b>38,293,076</b>

Disclosure as per Schedule XI, Part I, Para 6 of the Companies Act, 1994

Particulars
Advance, deposits & prepayment considered good and in respect of which the company is fully secured.

	30-Sept-2021	30-Jun-2021
Advance, deposits & prepayment considered good for which the company holds no security.	41,196,778	38,293,076
Advance, deposits & prepayment considered doubtful or bad.		
Advance, deposits & prepayment due by directors or other officers of the company or any of them either severally or jointly with any other person or Advance, deposits & prepayment due by firms or private companies respectively in which any director is a partner or a director or a member.	1,850,000	2,050,000
Advance, deposits & prepayment due by companies under the same management.		
The maximum amount due by directors or other officers of the company at any time during the year.		

### 8.01 Deposits

PDB-Electric Line	210,000	210,000
T & T Department	2,000	2,000
BGSL-Gas Line	100,224	100,224
	<b>312,224</b>	<b>312,224</b>

### 8.02 Advance Income Tax

Opening Balance	35,920,801	20,714,676
Add: Addition during the year	2,952,360	15,206,125
<b>Closing Balance</b>	<b>38,873,161</b>	<b>35,920,801</b>

### 9.00 Cash and Cash Equivalents

Cash in Hand	1,652,800	1,261,040
Cash at Bank (Note- 9.01)	87,430,290	86,879,251
	<b>89,083,090</b>	<b>88,140,291</b>

### 9.01 Cash at Bank

Bank Asia Limited	18,215	18,215
National Bank Limited	140,167	1,072
SBAC Bank Limited	402,126	10,171
NRBC Bank Limited	6,717	6,717
NRBC Bank Limited	28,461	4,278
Basic Bank Ltd.	31,759	31,759
The City Bank Ltd (Dividend A/C)	562,490	566,339
Brac Bank Ltd-1501204195399001	598,196	598,196
NRBC Bank Limited-FDR	85,000,000	85,000,000
Basic Bank Limited-FDR	641,000	641,000
United Commercial Bank Limited	1,159	1,504
<b>Total</b>	<b>87,430,290</b>	<b>86,879,251</b>

### 10.00 Share Capital

#### 10.01 Authorized Share Capital



110,000,000 Ordinary shares of Tk 10/= each

30-Sept-2021	30-Jun-2021
1,100,000,000	1,100,000,000

**10.02 Issued, subscribed, called-up and paid-up share capital**

102,600,000 Ordinary shares of Taka 10/= each.

1,026,000,000	1,026,000,000
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**Shareholders & their shareholding are as follows:**

SL	Name	No. of Share	Sharehold %	Nature of Sharehol		
1	Md. Nizam Uddin Chowdhury	7,410,528	7.22%	Chairman	74,105,280	74,105,280
2	Mrs. Ismat Jahan	19,630,430	19.13%	Managing Director	196,304,299	196,304,299
3	Fahim Chowdhury	2,121,055	2.07%	Director	21,210,552	21,210,552
4	Azmine Mahatab Chowdhury	2,292,108	2.23%	Director	22,921,078	22,921,078
5	Advocate Nasima Akter Chowdhury	-	-	Independent	-	-
6	Others	71,145,879	69.34%	Individual / Institution	711,458,791	711,458,791
		<b>102,600,000</b>	<b>100%</b>		<b>1,026,000,000</b>	<b>1,026,000,000</b>

*N.B-The Company Split its Share on July 06, 2017 Tk. 10/- from Tk. 100/-*

**11.00 Retained Earnings**

Opening Balance	850,128,879	739,686,213
Less: Stock dividend issue	-	(76,000,000)
Less: Cash dividend declared	-	(13,175,163)
Less: Adjustment of IPO Expenses	-	(15,462,041)
Add: Addition during the year	50,333,686	215,079,870
<b>Closing Balance</b>	<b>900,462,565</b>	<b>850,128,879</b>

**12.00 Long Term Loan (Non-Current portion)**

Opening Balance	35,529,780	36,157,072
Add: Addition during the year	817,185	3,833,518
Less. Adjustment during the year	-	(4,460,810)
	<b>36,346,965</b>	<b>35,529,780</b>
Less: Long term Loan (Current Portion) (Note-16.00)	(13,845,790)	(13,501,316)
<b>Closing Balance</b>	<b>22,501,175</b>	<b>22,028,463</b>

**Details are as follows:**

Bank Name	: Basic Bank Limited
Interest Rate	: 09% (Revised from time to time)
Tenure	: 24 Month
Renewal Date	: Dec 31, 2014 (Renewable)
Limit	: 5 Crore
Security	: 112 Decimal of Land with Factory Building & Other construction, Plant & Machinery, Inventory & Personal Guarantee of Directors

**13.00 Deferred Tax Liability**

Written down value as (Accounting Base)	1,616,763,203	1,549,935,959
Written Down value as (Tax Base)	(1,041,062,248)	(989,376,645)

	30-Sept-2021	30-Jun-2021
Temporary Difference	575,700,955	560,559,314
Effective Tax Rate	22.50%	22.50%
	<b>129,532,714.86</b>	<b>126,125,845.73</b>
<b>14.00 Trade and Other Payables</b>		
Al Hatim Trading Centre	99,658	102,480
Bhai Bhai Traders	854,128	715,470
Khan Eng Works	802,154	749,540
Khan Ajmiri Filter Co	501,248	471,248
Maa Motors	205,478	201,000
Marin commercial corporation	658,214	701,057
Mask Power	801,254	705,480
Nazmul H.Servicing	902,140	855,240
Power Man	550,125	450,000
Mas ship recycling industries	1,620,154	1,552,868
7B Associates & Brothers	1,201,548	1,027,954
Al Safa	852,145	952,658
Tulip Steel Co.	1,029,580	1,097,450
IPO Expenses	1,507,661	1,507,661
	<b>11,585,487</b>	<b>11,090,106</b>
<b>15.00 Long Term Loan (Current Portion)</b>		
Basic Bank Ltd.	13,845,790	13,501,316
	<b>13,845,790</b>	<b>13,501,316</b>
<b>16.00 Liabilities for expenses</b>		
Salary & Allowances	2,012,500	1,925,280
Directors Remuneration	70,000	70,000
Electricity Bill	75,452	600,000
Gas Bill	268,911	484,721
Audit Fees	50,000	200,000
Others	142,150	174,274
	<b>2,619,013</b>	<b>3,454,275</b>
<b>16.01 Dividend Payable</b>		
Opening Balance	566,339	-
Add: Cash dividend declared 2% except Sponsor Director	-	13,175,163
Less: Paid during the period	(3,849)	(12,608,824)
<b>Closing Balance</b>	<b>562,490</b>	<b>566,339</b>
<b>17.00 Liabilities for Income Tax</b>		
Opening Balance	73,902,017	23,730,620
Add: Addition during the Period	11,206,136	50,171,397
<b>Closing Balance</b>	<b>85,108,153</b>	<b>73,902,017</b>
<b>18.00 Liabilities for WPPF</b>		
Opening Balance	13,595,715	7,449,190
Add: Addition during the Period	3,247,335	13,595,715
Less: Paid during the Period	-	(7,449,190)
<b>Closing Balance</b>	<b>16,843,050</b>	<b>13,595,715</b>

	Amounts in Taka	Amounts in Taka
	01 Jul 21 To 30 Sept 21	01 July 20 To Sept 20
<b>19.00 Revenue</b>		
Sales of Oxygen Gas (Net off VAT)	140,330,730	128,107,190
	<u>140,330,730</u>	<u>128,107,190</u>
<b>20.00 Cost of Goods Sold</b>		
Work in process- Opening	2,693,869	2,485,121
Work in process- Closing	(2,792,507)	(1,964,805)
Manufacturing overhead (Note 20.02)	53,615,403	46,973,398
<b>Cost of goods Manufactured</b>	<u>53,516,765</u>	<u>47,493,714</u>
Add: Opening finished goods	28,129,375	19,854,952
<b>Cost of goods available for sale</b>	<u>81,646,140</u>	<u>67,348,666</u>
Less: Closing finished goods (Note 20.01)	(29,012,870)	(19,125,484)
<b>Cost of Goods Sold</b>	<u>52,633,270</u>	<u>48,223,182</u>
<b>20.01 Finished Goods</b>		
Opening Balance	28,129,375	19,854,952
Add: Production during the year	53,516,765	47,493,714
<b>Cost of goods available for sale</b>	<u>81,646,140</u>	<u>67,348,666</u>
Less: Cost of Goods Sold	(52,633,270)	(48,223,182)
<b>Closing Balance</b>	<u>29,012,870</u>	<u>19,125,484</u>
<b>20.02 Manufacturing Overhead</b>		
Wages, Salaries and Allowances	4,952,152	4,795,850
Consumable Stores (Note: 20.02.1)	11,941,327	10,251,201
Workers Entertainment	402,150	376,062
Medical Aid	30,125	242,564
Repair & Maintenance	2,741,207	2,199,020
Oil & Lubricants	12,548,221	5,400,790
Carriage Inward	3,215,480	2,745,906
Gas charges & Utility	873,383	6,092,652
Depreciation (Annexure-A)	16,911,358	14,869,354
	<u>53,615,403</u>	<u>46,973,398</u>
<b>20.02.1 Consumable Stores</b>		
Opening Balance	40,654,494	28,118,010
Add: Addition during the year	12,541,805	12,538,291
<b>Production available for Sale</b>	<u>53,196,299</u>	<u>40,656,301</u>
Less: Closing Stock	(41,254,972)	(30,405,100)
<b>Consumed during the year</b>	<u>11,941,327</u>	<u>10,251,201</u>
<b>21.00 Operating Expenses</b>		
Administrative Expenses (Note- 21.01)	9,130,176	8,919,409
Selling & Distribution Expenses (Note-21.02)	10,001,294	9,119,817
	<u>19,131,471</u>	<u>18,039,226</u>
<b>21.01 Administrative Expenses</b>		
Salaries and Allowances	1,130,250	1,009,706
Directors Remuneration	210,000	585,000
Board Meeting Fees	25,000	25,000
Postage & Stamps	27,458	23,325
Entertainment	174,580	150,240
Printing & Stationary	401,250	161,475
Utilities and Others	345,128	634,429
Travel, Communication & Conveyance	475,121	454,515
Telephone Mobile & Fax	157,450	140,294
Audit Fees	50,000	50,000
Donation and Subscription	-	250,000
Liveries and Uniforms	45,700	45,500
Medical and Welfare Expenses	112,150	102,781
Depreciation (Annexure-A)	5,637,119	4,956,451
Rent, Rates and Taxes	185,000	196,500
Paper and Periodicals	30,500	25,904
AGM Expenses	-	-
Listing & Annual Fee	-	-
Misc. Expense	58,470	58,290
Legal and Professional expenses	65,000	50,000
	<u>9,130,176</u>	<u>8,919,409</u>
<b>21.02 Selling &amp; Distribution Expenses</b>		
Salaries and Allowances	468,520	470,210
Tour & Conveyance	130,215	135,206
Carriage Outward	3,698,540	3,479,950
Conference and Meeting	41,500	50,000
Depreciation (Annexure-A)	5,637,119	4,956,451
Advertisement & Publicity	25,400	28,000
	<u>10,001,294</u>	<u>9,119,817</u>
<b>22.00 Financial Expenses</b>		
Bank Charge & Commission	45,218	14,150
Interest on Long Term Loan	817,185	831,613
	<u>862,403</u>	<u>845,763</u>

	Amounts in Taka	Amounts in Taka
	01 Jul-21 To 30 Sept-21	01 July-20 To Sept-20
23.00 Other non-operating Income		
Misc. Income	40,320	15,200
Interest Income-IPO Bank Accounts	-	-
Interest Income-FDR Accounts	450,120	-
	<u>490,440</u>	<u>15,200</u>
24.00 Income Tax Expenses		
24.01 Current Tax		
Profit before Income Tax	64,946,691	58,108,780
Add. Depreciation Expenses (Accounting Depreciation)	28,185,596	24,782,256
Add. WPPF Current year	-	-
Less: WPPF Previous year	-	-
Less: Depreciation Expenses (Tax Depreciation)	(43,327,237)	(42,066,064)
Business Income	49,805,051	40,824,972
Tax Rate	22.50%	25.00%
Total Tax Expenses	<u>11,206,136</u>	<u>10,206,243</u>
Add. Tax on Stock Dividend as per 16F		
24.02 Deferred Tax Expenses		
Deferred Tax as on 30 June 2021	129,532,715	123,783,755
Less: Opening Deferred Tax 01 July 2021	(126,125,846)	(119,462,803)
	<u>3,406,869</u>	<u>4,320,952</u>
25.00 Earnings Per Share (Basic)		
Net profit after WPPF & Income Tax	50,333,686	43,581,585
Number of Ordinary Shares at the end of the Period	102,600,000	87,600,000
Earning Per Share (EPS) (Basic)	<u>0.49</u>	<u>0.50</u>
25.01 Calculation of Weighted Average Number of Shares		
Opening No. of Share (Paid Up Capital in Share)	80,000,000	80,000,000
Initial Public Offer Fund in Share (258 days) use partialy**	15,000,000	-
Stock dividend Issued (100% Use)	7,600,000	7,600,000
	<u>102,600,000</u>	<u>87,600,000</u>

\*\* Lottery conduction for allotment of IPO share was held on 16th October, 2020. (i.e.258 days use for calculation of EPS)

	Amounts in Taka	Amounts in Taka
	30-09-21	30.09.2020
26.00 Net Asset Value (NAV) Per Share		
Total Assets	2,209,060,438	1,802,901,302
Less: Total Liabilities	(282,597,874)	(219,633,505)
Net Asset Value/Share Holders Equity	1,926,462,565	1,583,267,797
Number of Shares outstanding at the end of the Period	102,600,000	102,600,000
Net Asset Value (NAV) Per Share- Basic	<u>18.78</u>	<u>15.43</u>
27.00 Net Operating Cash Flow Per Share(NOCFPS) Basic		
Net Operating Cash Flows	85,441,074	49,072,486
Weighted Average Number of ordinary shares (Note-25.01)	102,600,000	87,600,000
Net Operating Cash Flow Per Share (NOCFPS)	<u>0.83</u>	<u>0.56</u>

#### 28.00 Other Commitments, Contingencies and Relevant Information

##### 28.01 Contingencies

There is contingent Liability Tk.39,39,103.00 for Agst.Bank Guarantee of Karnafully Gas distribution event that may require recognition of contingent liabilities for the year ended 30 September, 2021.

##### 28.02 Capital expenditure commitment

There was no capital expenditure commitment or contract at 30 September, 2021. There was no material capital expenditure authorized by the Board but not contracted for as at 30

##### 28.03 Directors' interest in contracts with the company

There was no transaction resulting in Directors' interest with the company and no leasing

##### 28.04 Credit Facility Not Availed

There was no credit facility available to the company under any contract, but not availed as on 30 September, 2021 other than trade credit available in the ordinary course of business.

##### 28.05 Attendance Status & Board meeting Fees of Board Meeting of Directors

During the period ended 30 September 2021, there were Two (2) Board Meetings were held.

Sl No	Name of Director	Meeting Held		Attendance
1	Md. Nizamuddin Chowdhury	2	5,000	2
2	Mrs. Ismat Zahan	2	5,000	2
3	Mr. Fahim Chowdhury	2	5,000	2
4	Mr. Azmine Mahatab Chowdhury	2	5,000	2
5	Advocate Nasima Akter Chowdhury	2	5,000	2
	<b>Total</b>		<b>25,000</b>	

##### 28.06 Details of Remuneration Paid During this period to the Board of Directors

SL	Name of Director	Designation		Amount in Taka
				30-Sep-20
1	Md. Nizamuddin Chowdhury	Chairman		-
2	Mrs. Ismat Zahan	Managing Dir	210,000	210,000
3	Mr. Fahim Chowdhury	Director		195,000
4	Mr. Azmine Mahatab Chowdhury	Director		180,000
5	Advocate Nasima Akter Chowdhury	Independent Director		-
	<b>Total</b>		<b>210,000</b>	<b>585,000</b>

28.07 Related party disclosures (IAS-24)

The Company carried out a number of transactions with related parties in the normal course of business on arms length basis

Sl. No.	Name of the Related Party	Nature of Tran.	Opening Balance	Addition	Paid	Closing Balance
1	Md. Nizamuddin Chowdhury	Remuneration	-	-	-	-
		BOD Fee	-	5,000	(5,000)	-
2	Mrs. Ismat Zahan	Remuneration	70,000	210,000	(210,000)	70,000
		BOD Fee	-	5,000	(5,000)	-
3	Mr. Fahim Chowdhury	Remuneration	-	-	-	-
		BOD Fee	-	5,000	(5,000)	-
4	Mr. Azmine Mahatab Chowdhury	Remuneration	-	-	-	-
		BOD Fee	-	5,000	(5,000)	-
5	Advocate Nasima Akter Chowdhury	Remuneration	-	-	-	-
		BOD Fee	-	5,000	(5,000)	-
<b>Total</b>			<b>70,000</b>	<b>235,000</b>	<b>(235,000)</b>	<b>70,000</b>

28.08 Number of Employee - Para 3 of Schedule XI, Part II

Salary range Monthly	Officers & Executive	Workers	Total Employee	
			31-09-2021	30-Jun-21
Below 8,500	-	-	-	-
Above 8,500	18	262	280	277

28.09 Utilization of Capacity - Para 7 of Schedule XI, Part II

Installed Capacity (Qubic Meter) /Quarter/Yearly

Actual Production (Qbic Meter) /Quarter/Yearly

Capacity Utilization (%) Quarter/Yearly

	30-Sep-21	30-Sep-20
Installed Capacity (Qubic Meter) /Quarter/Yearly	8,260,425	2,578,475
Actual Production (Qbic Meter) /Quarter/Yearly	8,117,296	2,315,939
Capacity Utilization (%) Quarter/Yearly	<b>98.27%</b>	<b>89.82%</b>

28.10 Events after the Reporting Period

No material events had occurred from end of reporting period to the date of issue of Financial Statements, which could materially affect the values stated in the Financial Statements.

28.11 As per Company Act, 1994, Para 4, Part II, Schedule X, part-II, Schedule-XI (4) The profit and loss account will give by way of a note detailed information, showing separately the following payments provided or made during the financial year to the directors, including managing director, the managing agents or manager, if any, by the company, subsidiaries of the company and any other person:-

Particulars	Amount in Taka	
	30-Sep-21	30-Sep-20
Managerial Remuneration paid or payable during the period to the directors, including managing directors, a managing agent or manager	210,000	585,000
Expenses reimbursed to the Managing Agent		
Commission or Remuneration payable separately to a managing agent or his associate		
Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company		
The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial		
Any other perquisites or benefits in cash or in kind stating approximate money value where applicable.		
Other allowances and commission including guarantee commission		
Pensions etc.		
(i) Pensions		
(ii) Gratuities		
(iii) Payments from a provident funds in excess of own subscription and interest thereon		
Share Based payments		

As per Para 17, IAS- 24:

An entity shall disclose key management personnel compensation in total and for each of the following benefits:

- (a) Short-term employee benefits  
(b) Post-employee benefits  
(c) Other long term benefits  
(d) Termination benefits and  
(e) share- based payment

(a) Short-term employee benefits	210,000	585,000
(b) Post-employee benefits	-	-
(c) Other long term benefits	-	-
(d) Termination benefits and	-	-
(e) share- based payment	-	-
	<b>210,000</b>	<b>585,000</b>

As per Para 18, IAS- 24:

Disclosure requirements of IAS 24 Para 18 minimum disclosure shall include:

a) the amount of transaction	235,000	610,000
b) the amount of outstanding balance, including commitments	70,000	195,000
i) their terms & condition, including whether they are secured, and the nature of the consideration to be provided in settlement	Remuneration & Board meeting Fee	
ii) details of any guarantee given or received	-	-
c) Provisions for doubtful debts related to the amount of outstanding balance	-	-
d) the expenses recognized during the period in respect of bad or doubtful debts due from related parties	-	-

28.12 Aggregated amount of Remuneration, Fees, Salary & Wages of employees are given below:

Directors Remuneration	210,000	585,000
Board Meeting Fees	25,000	25,000
Wages, Salaries and Allowances	4,952,152	4,795,850
Salary & Allowances	1,598,770	1,479,916
	<b>6,785,922</b>	<b>6,885,766</b>

28.13 Reconciliation of Net Profit with Cash Flow from Operating Activities (Notification No. BSEC/ CMRRCD /2006-158/2008/ Admin/81, dated:20 June 2018

Particulars	Amount in Taka	
	30-Sep-21	30-Sep-20
Net Profit Before Income Tax & WPPF	68,194,026	61,014,219
<b>Adjustment:</b>		
Depreciation Expenses	28,185,596	24,782,256
Financial Expense	862,403	845,763
Adjustment of FDR Interest	(450,120)	(1,037,306)
Increase/(Decrease) in Inventory	(1,582,611)	(27,978,650)
Increase/(Decrease) in Accounts Receivable	(6,524,638)	(705,812)
Increase/(Decrease) in Accounts Payable	495,381	123,585
Increase/(Decrease) in Liabilities	(835,262)	(5,459,558)
Increase/(Decrease) in Advance & Prepayment	48,658	
Payment of Income Tax	(2,952,360)	(2,512,010)
Payment of WPPF	-	
Loss on Sale of Non Current Asset		
<b>Net Cash Generated from Operating Activities</b>	<b>85,441,074</b>	<b>49,072,487</b>

28.14 The requirement of schedule XI Part-II, Para-3(a): Turnover

Turnover in Quantity	7,587,030	2,335,166
Turnover in Amount (BDT)	420,017,998	128,107,190

The requirement of schedule XI Part-II, Para-3(b): Consumable Store Consumed

Consumable Store Consumed in Quantity	5,326,048	1,553,212
Consumable Store Consumed in Amount (BDT)	35,684,524	10,251,201

The requirement of schedule XI Part-II, Para-3(C): Inventory

**Consumable Store**

Opening Quantity	13,421,484	13,421,484
Addition During the year	22,770,709	5,982,009
<b>Closing at the end of the Year</b>	<b>19,167,607</b>	<b>14,520,105</b>

**Work in Process**

Opening Quantity	288,197	288,197
<b>Closing at the end of the Year</b>	<b>296,946</b>	<b>227,803</b>

**Finished Goods**

Opening Quantity	1,468,127	1,468,127
<b>Closing at the end of the Year</b>	<b>1,998,393</b>	<b>1,448,900</b>

28.15 Significant Deviation

EPS is changed due to increase in Sales Revenue, Sales Volume, Sales Rate, Financial Expenses, Deferred Tax & Provision for WPPF as well as capacity increase & utilisation of the capacity. NOCFPS is changed due to increase of collection from Customer.

28.16 Received from Customers

Sales during the year	140,330,730	128,107,190
Add: Opening Receivables	260,074,517	166,506,910
Less: Closing Receivables	266,599,155	194,485,560
	<b>133,806,092</b>	<b>100,128,540</b>

28.17 Paid to Suppliers

Purchase during the year	12,541,805	12,538,291
Add: Opening Payables	11,090,106	11,002,205
Less: Closing Payables	11,585,487	10,296,393
	<b>12,046,424</b>	<b>13,244,103</b>

28.18 Paid to Employees

Salary, Wages Including Bonus and WPPF	10,033,257	9,791,205
Add: Opening Payables salary	1,995,280	1,960,210
Less: Closing Payables salary	2,082,500	1,990,820
Add: Opening Payables WPPF	13,595,715	7,449,190
Less: Closing Payables WPPF	16,843,050	10,354,629
Add: Closing Advance to Employee	1,850,000	800,000
Less: Opening Advance to Employee	2,050,000	1,500,000
	<b>6,498,702</b>	<b>6,155,156</b>

28.19 Paid for Other Operating Expenses

Manufacturing overhead	48,663,251	42,177,548
Administrative Expenses	7,764,926	7,299,703
Selling Expenses	9,532,774	8,649,607
Add: Opening Payables	1,458,995	2,189,385
Less: Closing Payables	536,513	2,282,360
Add: Closing Advance	473,618	7,060,681
Less: Opening Advance	322,275	901,123
Less: Consumable Stores Consumed	11,941,327	10,251,201
Less: Depreciation	28,185,596	24,782,256
	<b>26,907,852</b>	<b>29,159,984</b>

**Associated Oxygen Limited**  
Schedule of Property Plant and Equipment (Three Month)  
As at 30 September 2021

Particulars	Cost			Rate (%)	Depreciation		Written down value at 30 Sept. 2021	
	Balance as on 1st July 2021	Addition during the Period	Balance as on 30 Sept. 2021		Balance as on 1st July 2021	Charge during the Period		Balance as on 30 Sept. 2021
	Land & Land Development	65,384,554			65,384,554	-		-
Building & Other Construction	445,166,961		445,166,961	5%	133,233,503	3,899,168	308,034,290	
Plant & Machinery	1,290,326,646	95,012,840	1,385,339,486	7.5%	294,171,362	19,271,742	1,071,896,383	
Electrical Installation	48,521,240		48,521,240	10%	21,607,306	672,848	26,241,086	
Office Equipment	21,012,172		21,012,172	10%	8,520,436	312,293	12,179,442	
Gas Line Installation	54,049,838		54,049,838	10%	24,115,783	748,351	29,185,703	
Furniture & Fixture	25,394,062		25,394,062	10%	8,656,324	418,443	16,319,294	
Computer & Computer Accessories	11,023,456		11,023,456	10%	4,714,873	157,715	6,150,868	
Generator & Motors	58,356,597		58,356,597	10%	16,598,349	1,043,956	40,714,292	
Vehicle	34,036,116		34,036,116	20%	9,911,322	1,206,240	22,918,554	
Fire Extinguisher	30,163,885		30,163,885	10%	11,970,308	454,839	17,738,737	
<b>Balance as on 30 September 2021</b>	<b>2,083,435,527</b>	<b>95,012,840</b>	<b>2,178,448,367</b>		<b>533,499,567</b>	<b>28,185,596</b>	<b>1,616,763,203</b>	

Depreciation Allocated to:	Allocation (%)	Amount of Dep.
Factory Overhead- Note- 21.02	60%	16,911,358
Administrative Expenses - Note- 22.01	20%	5,637,119
Selling & Distribution Expenses- Note-22.02	20%	5,637,119
<b>Total</b>	<b>100%</b>	<b>28,185,596</b>

Annexure-A  
(Amount in Taka)