

**Associated Oxygen Limited**  
Statement of Financial Position (Un-Audited)  
As at 31 December, 2022

Particulars	Notes	Amounts in Taka	
		31-Dec-2022	30-Jun-22
<b>Assets</b>			
<b>Non-Current Assets</b>		<b>1,974,048,241</b>	<b>1,908,347,030</b>
Property, Plant and Equipment	4.00	1,827,843,449	1,797,350,889
Capital Work in Process	5.00	146,204,792	110,996,141
<b>Current Assets</b>		<b>429,692,862</b>	<b>400,621,004</b>
Inventories	6.00	63,113,670	62,137,698
Trade and Other Receivables	7.00	295,069,671	273,517,830
Advances, Deposits & Prepayments	8.00	68,005,648	60,652,374
Cash and Cash Equivalents	9.00	3,503,873	4,313,102
<b>Total Assets</b>		<b>2,403,741,103</b>	<b>2,308,968,034</b>
<b>Shareholder's Equity and Liabilities</b>			
<b>Shareholder's Equity</b>		<b>2,029,636,590</b>	<b>2,024,008,737</b>
Share Capital	10.00	1,097,820,000	1,097,820,000
Retained Earnings	11.00	931,816,590	926,188,737
<b>Non-Current Liabilities</b>		<b>162,160,811</b>	<b>154,363,845</b>
Long Term Loan (Non-Current portion)	12.00	13,793,542	13,587,721
Deferred Tax Liability	13.00	148,367,269	140,776,124
<b>Current Liabilities</b>		<b>211,943,702</b>	<b>130,595,452</b>
Trade and Other Payables	14.00	2,724,798	5,124,798
Long Term Loan (Current Portion )	15.00	10,151,000	9,275,040
Loan from WPPF	15.01	-	13,867,629
Liabilities for Expenses	16.00	2,816,702	3,300,819
Dividend Payable	16.01	76,675,337	869,622
Liabilities for Income Tax	17.00	102,002,398	85,858,525
Liabilities for WPPF	18.00	17,573,467	12,299,019
<b>Total Shareholder's Equity and Liabilities</b>		<b>2,403,741,103</b>	<b>2,308,968,034</b>
<b>Net Assets Value (NAV) per share (Basic)</b>	26.00	<b>18.49</b>	<b>18.44</b>

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

  
Director

  
Managing Director

  
Chairman

  
Chief Financial Officer

  
Company Secretary


Place: Chattogram  
Dated: 29 January, 2023



**Associated Oxygen Limited**  
Statement of Profit or Loss and Other Comprehensive Income(Un-Audited)  
For the Period ended December 31, 2022

Particulars	Notes	Amounts in Taka			
		01 July-22 To 31 Dec-22	01 Oct-22 To 31 Dec-22	01 July-21 To 31 Dec-21	01 Oct-21 To 31 Dec-21
Revenue	19.00	231,038,500	110,566,500	275,009,659	134,678,929.00
Cost of Goods Sold	20.00	(84,973,800)	(43,833,740)	(106,395,722)	(53,762,452)
<b>Gross Profit</b>		<b>146,064,700</b>	<b>66,732,760</b>	<b>168,613,937</b>	<b>80,916,477</b>
<b>Operating Expenses</b>	<b>21.00</b>	<b>(34,085,002)</b>	<b>(16,835,372)</b>	<b>(38,054,031)</b>	<b>(18,922,561)</b>
Administrative Expenses	21.01	(17,788,506)	(8,985,200)	(18,460,342)	(9,330,166)
Selling & Distribution Expenses	21.02	(16,296,495)	(7,850,172)	(19,593,689)	(9,592,395)
<b>Profit from Operation</b>		<b>111,979,699</b>	<b>49,897,388</b>	<b>130,559,906</b>	<b>61,993,916</b>
Financial Expenses	22.00	(1,405,226)	(601,156)	(1,764,601)	(902,198)
Other non-operating Income	23.00	188,942	80,301	1,396,872	906,432
<b>Net Profit Before Income Tax &amp; WPPF</b>		<b>110,763,414</b>	<b>49,376,533</b>	<b>130,192,177</b>	<b>61,998,150</b>
Less: WPPF Expenses		(5,274,448)	(2,351,263)	(6,199,627)	(2,952,293)
<b>Net Profit Before Income Tax</b>		<b>105,488,966</b>	<b>47,025,270</b>	<b>123,992,550</b>	<b>59,045,857</b>
<b>Income Tax Expenses</b>	<b>24.00</b>	<b>(23,735,018)</b>	<b>(10,580,687)</b>	<b>(27,898,324)</b>	<b>(13,285,319)</b>
Current Tax	24.01	(16,143,873)	(6,818,584)	(20,882,505)	(9,676,369)
Deferred Tax	24.02	(7,591,145)	(3,762,103)	(7,015,819)	(3,608,950)
<b>Net Profit after Income Tax</b>		<b>81,753,948</b>	<b>36,444,583</b>	<b>96,094,226</b>	<b>45,760,538</b>
Other Comprehensive Income/(Loss)					
<b>Total Comprehensive Income for the Period</b>		<b>81,753,948</b>	<b>36,444,583</b>	<b>96,094,226</b>	<b>45,760,538</b>
<b>Earnings Per Shares (EPS) (Basic)</b>	<b>25.00</b>	<b>0.74</b>	<b>0.33</b>	<b>0.88</b>	<b>0.42</b>

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

  
 Director
   
 Managing Director
   
 Chairman

  
 Chief Financial Officer
   
 Company Secretary

Place: Chattogram  
Dated: 29 January, 2023



**Associated Oxygen Limited**  
Statement of Cash Flows (Un-Audited)  
For the Period ended December 31, 2022

Particulars	Note	Amounts in Taka	
		01 July-22 To 31 Dec-22	01 July-21 To 31 Dec-21
<b>A Cash flows from Operating Activities</b>			
Received from Customers	28.16	209,595,300	274,245,485
Received from Other Income		40,320	79,781
Paid to Suppliers	28.17	(21,190,900)	(16,266,735)
Paid to Employees	28.18	(12,371,925)	(12,018,962)
Paid for Other Operating Expenses	28.19	(24,742,183)	(43,843,144)
Income Tax Paid		(7,188,015)	(13,038,780)
<b>Net Cash Generated from Operating Activities</b>		<b>144,142,597</b>	<b>189,157,645</b>
<b>B Cash flows from Investing Activities</b>			
Acquisition of Property, Plant and Equipment		-	(14,260,361)
FDR Interest Received		-	4,175,236
Advance Paid to Plant & Machineries Purchase			
Increase/Decrease in Capital Work in Process		(130,163,020)	(176,551,264)
<b>Net cash Used to Investing Activities</b>		<b>(130,163,020)</b>	<b>(186,636,389)</b>
<b>C Cash flows from Financing Activities</b>			
Cash Paid for Financial Expenses		(1,405,226)	(1,764,601)
Bank Interest/Charge on Dividend Account		(13,535)	(13,329)
IPO Expenses paid			
Dividend Paid		(306,845)	(3,849)
Loan paid WPPF		(14,144,981)	
Long-term Loan received/(Repaid)		1,081,781	(4,125,835)
<b>Net cash Generated from Financing Activities</b>		<b>(14,788,806)</b>	<b>(5,907,614)</b>
<b>D Net Increase/(Decrease) Cash and Cash Equivalents (A+B+C)</b>			
Cash and Cash Equivalents at the beginning of the year		(809,229)	(3,386,358)
Cash and Cash Equivalents at the end of the year		4,313,102	88,140,291
		<b>3,503,873</b>	<b>84,753,933</b>
<b>Net Operating Cash Flows Per Share (NOCFPS) (Basic) (Note - 27.00)</b>		<b>1.31</b>	<b>1.84</b>

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

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

*Fahimul Kabir*  
Director

*Abul Kalam*  
Managing Director

*Abul Kalam*  
Chairman

*D. Khan*  
Chief Financial Officer

*M. M. Hossain*  
Company Secretary

Place: Chattogram  
Dated: 29 January, 2023





**Associated Oxygen Limited**  
Statement of Changes in Equity (Un-Audited)  
For the Period ended 31 December, 2022 (Half Yearly)

(Amount in Taka)

Particulars	Share Capital	Retained Earnings	Total
Opening Balance as at 1st July, 2022	1,097,820,000	926,188,737	2,024,008,737
Share issue from IPO	-		-
Stock dividend issue		-	-
Adjustment of IPO Expenses			-
Cash dividend declared		(76,126,095)	(76,126,095)
Net Profit/(Loss) during the year transferred from Statement of Profit or Loss and other Comprehensive Income	-	81,753,948	81,753,948
<b>Balance as at 31 December, 2022</b>	<b>1,097,820,000</b>	<b>931,816,590</b>	<b>2,029,636,590</b>

**Associated Oxygen Limited**  
Statement of Changes in Equity (Un-Audited)  
For the Period ended 31 December, 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
Cash dividend declared		(35,572,940)	(35,572,940)
Net Profit/(Loss) during the year transferred from Statement of Profit or Loss and other Comprehensive Income	-	96,094,225	96,094,225
<b>Balance as at 30 September, 2020</b>	<b>1,026,000,000</b>	<b>910,650,164</b>	<b>1,936,650,164</b>

*Fahima Akter*  
Director

*Shaban*  
Managing Director

*Adnan*  
Chairman

*Dilwar*  
Chief Financial Officer

*Hasan*  
Company Secretary

Place: Chattogram  
Dated: 29 January, 2023



**Associated Oxygen Limited**  
Schedule of Property Plant and Equipment (Six Month)  
As at 31 December 2022

Particulars	Cost			Rate (%)	Depreciation			Written down value at 30 Sept. 2022
	Balance as on 1st July 2022	Addition during the Period	Balance as on 30 Sept. 2022		Balance as on 1st July 2022	Charge during the Period	Balance as on 30 Sept. 2022	
Land & Land Development	70,469,139		70,469,139	-	-	-	70,469,139	
Building & Other Construction	492,662,201		492,662,201	5%	8,515,468	158,416,689	334,245,512	
Plant & Machinery	1,578,699,013	95,271,700	1,673,970,713	7.5%	376,899,687	422,909,600	1,251,061,113	
Electrical Installation	56,131,184		56,131,184	10%	24,436,444	26,001,372	30,129,812	
Office Equipment	23,305,414		23,305,414	10%	9,751,170	10,420,411	12,885,003	
Gas Line Installation	55,165,763		55,165,763	10%	27,006,067	28,396,452	26,769,311	
Furniture & Fixture	27,438,720		27,438,720	10%	10,330,222	11,174,954	16,263,766	
Computer & Computer Accessories	11,651,921		11,651,921	10%	5,332,975	5,644,973	6,006,948	
Generator & Motors	58,356,597		58,356,597	10%	20,617,524	22,480,891	35,875,706	
Vehicle	41,196,493		41,196,493	20%	15,188,411	17,724,199	23,472,294	
Fire Extinguisher	35,613,270		35,613,270	10%	13,875,104	14,948,426	20,664,844	
<b>Balance as on 30 September 2021</b>	<b>2,450,689,715</b>	<b>95,271,700</b>	<b>2,545,961,415</b>		<b>653,338,825</b>	<b>718,117,966</b>	<b>1,827,843,449</b>	

Annexure-A  
(Amount in Taka)

Depreciation Allocated to:	Allocation (%)	Amount of Dep.
Factory Overhead- Note- 21.02	60%	38,867,485
Administrative Expenses - Note- 22.01	20%	12,955,828
Selling & Distribution Expenses- Note-22.02	20%	12,955,828
<b>Total</b>	<b>100%</b>	<b>64,779,141</b>





# Associated Oxygen Limited

Notes, Comprising a summary of significant accounting policies and other explanatory information  
For the period ended 31 December, 2022

## 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 Khadimpara, Madambibir Hat, Sitakund, Chattogram, 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> 250,000,000 Ordinary shares of Taka 10/= each	2500,000,000
<b>Issued, Subscribed, Called-up and Paid-up Capital</b> 109,782,000 Ordinary shares of Tk. 10/= each fully paid -up	1,097,820,000

## 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 2020 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.



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 17.00 Provision for income tax

**2.04 Reporting Period**

The 2<sup>nd</sup> Quarter Financial Statements of the Company cover Six (6) Months from 1<sup>st</sup> July 2022 to 31 December 2022.

**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 or 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 -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
IFRS-15	Revenue from Contracts with Customers

### 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 December 31, 2022.

### 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 31.12.2022

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 realizable 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 December 31, 2022.

### 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 31 December 2022 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 with 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's 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 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, 2020 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 be 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 31December 2022.
- ii) Statement of Profit or Loss or Other Comprehensive Income for the period ended 31December 2022.
- iii) Statement of Changes in Equity for the period ended 31December 2022.
- iv) Statement of Cash Flows for the period ended 31December 2022.
- v) Notes, comprising a summary of significant accounting policies and other explanatory Information as at and for the period ended 31December 2022.

**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 31December 2022 were authorized for issue in accordance with a resolution of the Board of Directors on 29January 2023.

**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.



		31-Dec-22	30-Jun-22
<b>4.00 Property, Plant and Equipment</b>			
<b>A. Fixed Assets at Cost</b>			
Opening Balance		2,450,689,715	2,083,435,527
Add: Addition during the Period		95,271,700	367,254,188
Less: Disposal of assets (Oxygen Bottle)		-	-
<b>Total Cost</b>		<b>2,545,961,415</b>	<b>2,450,689,715</b>
<b>B. Accumulated Depreciation</b>			
Opening Balance		653,338,825	533,499,566
Add: Depreciation for the Period		64,779,141	119,839,260
Less: Adjustment for the year		-	-
<b>Total Depreciation</b>		<b>718,117,966</b>	<b>653,338,826</b>
<b>Written Down Value (WDV) as at 31 March, 2021 (A-B)</b>		<b>1,827,843,449</b>	<b>1,797,350,889</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	59,059,690	34,102,874
Building & Other Construction	Note-5.02	66,694,848	66,377,517
Generator & Motors	Note-5.03	20,450,254	10,515,750
		<b>146,204,792</b>	<b>110,996,141</b>
<b>5.01 Plant &amp; Machineries</b>			
<b>Opening Balance</b>		<b>34,102,874</b>	65,278,670
Add: Addition During the year		120,228,516	257,196,571
Less: Transfer to Property, Plant and Equipment		(95,271,700)	(288,372,367)
<b>Closing Balance</b>		<b>59,059,690</b>	<b>34,102,874</b>
<b>5.02 Building &amp; Other Construction</b>			
Opening Balance		66,377,517	64,017,152
Add: Addition During the year		317,331	49,855,605
Less: Transfer to Property, Plant and Equipment		-	(47,495,240)
		<b>66,694,848</b>	<b>66,377,517</b>
<b>5.03 Generator &amp; Motors</b>			
Opening Balance		10,515,750	-
Add: Addition During the year		9,934,504	10,515,750
Less: Transfer to Property, Plant and Equipment		-	-
		<b>20,450,254</b>	<b>10,515,750</b>
<b>6.00 Inventories</b>			
Work in Process (Note 20.00)		2,545,700	2,829,230
Finished Goods (Note 20.01)		24,012,870	21,300,212
Consumable Stores (Note:20.02.1)		36,555,100	38,008,256
		<b>63,113,670</b>	<b>62,137,698</b>
<b>7.00 Trade and Other Receivable</b>			
Trade Receivable (Note-7.01)		294,921,049	273,477,849
Other Receivable (Note-7.02)		148,622	39,981
		<b>295,069,671</b>	<b>273,517,830</b>
<b>7.01 Trade and Other Receivable</b>			
Opening Balance		273,477,849	260,074,517
Add: Sales During the year		231,038,500	532,583,720
		<b>504,516,349</b>	<b>792,658,237</b>
Less: Realized During the year		(209,595,300)	(519,180,388)
<b>Closing Balance</b>		<b>294,921,049</b>	<b>273,477,849</b>
<b>7.02 Other Receivable (FDR-Interest)</b>			
Opening Balance		39,981	3,175,553
Add: Interest Accrued during the year/period		108,641	491,043
Less: Realized/encashment during the year/period		-	(3,626,615)
<b>Closing Balance</b>		<b>148,622</b>	<b>39,981</b>





	31-Dec-22	30-Jun-22
<b>Aging of Trade and Others Receivables</b>		
Less than Six Month	277,585,000	289,587,737
More than Six Month		
<b>Total</b>	<b>277,585,000</b>	<b>289,587,737</b>

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

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	295,069,671	273,517,830
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.		
	<b>295,069,671</b>	<b>273,517,830</b>

**8.00 Advances, Deposits & Prepayments**

Advance to Employee	385,800	604,288
Advance IPO Expenses		
Vat Current Account	1,523,384	1,139,637
Advance against plant & Machineries	42,715,575	42,715,575
Deposits (Note:8.01)	312,224	312,224
Advance Income Tax ( Note 8.02)	23,068,665	15,880,650
	<b>68,005,648</b>	<b>60,652,374</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.		
Advance, deposits & prepayment considered good for which the company holds no security.	68,005,648	60,652,374
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.	385,800	604,288
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	15,880,650	35,920,801
Add: Addition during the year	7,188,015	15,880,650
	<b>23,068,665</b>	<b>51,801,451</b>
Less: Adjustment during the period	-	(35,920,801)
<b>Closing Balance</b>	<b>23,068,665</b>	<b>15,880,650</b>



	31-Dec-22	30-Jun-22
<b>9.00 Cash and Cash Equivalents</b>		
Cash in Hand	1,598,019	2,077,500
Cash at Bank (Note- 9.01)	1,905,854	2,235,602
	<b>3,503,873</b>	<b>4,313,102</b>
<b>9.01 Cash at Bank</b>		
Bank Asia Limited	17,870	17,870
National Bank Limited	77,362	80,707
SBAC Bank Limited	715	1,655
NRBC Bank Limited - 81	9,623	20,198
NRBC Bank Limited - 71	8,866	4,326
Basic Bank Ltd.		
The City Bank Ltd (Dividend A/C)	549,242	869,622
Brac Bank Ltd-1501204195399001	598,905	598,715
NRBC Bank Limited-FDR		
Basic Bank Limited-FDR	641,000	641,000
Union Bank Limited	2,270	1,510
<b>Total</b>	<b>1,905,854</b>	<b>2,235,602</b>
<b>10.00 Share Capital</b>		
<b>10.01 Authorized Share Capital</b>		
250,000,000 Ordinary shares of Tk 10/= each	<b>2,500,000,000</b>	<b>2,500,000,000</b>
<b>10.02 Issued, subscribed, called-up and paid-up share capital</b>		
109,782,000 Ordinary shares of Taka 10/= each.	<b>1,097,820,000</b>	<b>1,097,820,000</b>

**Shareholders & their shareholding are as follows:**

SL	Name	No. of Share	Sharehold %	Nature of	Amounts in Taka	
					31-Dec-22	30-Jun-22
1	Md. Nizam Uddin Chowdhury	7,929,264	7.22%	Chairman	79,292,640	79,292,640
2	Mrs. Ismat Jahan	21,004,559	19.13%	Managing Director	210,045,590	210,045,590
3	Fahim Chowdhury	2,269,528	2.07%	Director	22,695,280	22,695,280
4	Azmine Mahatab Chowdhury	2,452,554	2.23%	Director	24,525,540	24,525,540
5	A.K.M Showkat Hasan Khan			Independent		
6	Others	76,126,095	69.34%	Individual / Institution	761,260,950	761,260,950
		<b>109,782,000</b>	<b>100%</b>		<b>1,097,820,000</b>	<b>1,097,820,000</b>

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

<b>11.00 Retained Earnings</b>		
Opening Balance	926,188,737	850,128,879
Less: Stock dividend issue		(71,820,000)
Less: Cash dividend declared	(76,126,095)	(35,572,940)
Less: Adjustment of IPO Expenses		
Add: Addition during the year	81,753,948	183,452,798
<b>Closing Balance</b>	<b>931,816,590</b>	<b>926,188,737</b>





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

Opening Balance  
 Add: Addition during the year  
 Less. Adjustment during the year

31-Dec-22	30-Jun-22
22,862,761	35,529,781
1,081,781	2,932,980
	(15,600,000)
<b>23,944,542</b>	<b>22,862,761</b>
(10,151,000)	(9,275,040)
<b>13,793,542</b>	<b>13,587,721</b>

Less: Long term Loan (Current Portion) (Note-16.00)

**Closing Balance**

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)  
 Written Down value as (Tax Base)  
 Temporary Difference  
 Effective Tax Rate

1,827,843,449	1,797,350,889
(1,168,433,366)	(1,171,679,229)
<b>659,410,083</b>	<b>625,671,660</b>
22.50%	22.50%
<b>148,367,269</b>	<b>140,776,124</b>

**14.00 Trade and Other Payables**

Al Hatim Trading Centre  
 Bhai Bhai Traders  
 Khan Eng Works  
 Khan Ajmiri Filter Co  
 Maa Motors  
 Marin commercial corporation  
 Mask Power  
 Nazmul H.Servicing  
 Power Man  
 Mas ship recycling industries  
 7B Associates & Brothers  
 Al Safa  
 Tulip Steel Co.  
 IPO Expenses

256,000	30,250
88,500	125,000
84,500	302,500
17,800	
10,500	104,250
11,500	12,450
111,500	
18,500	208,500
37,700	104,580
211,200	456,810
105,000	47,258
164,648	2,041,250
395,700	480,200
1,211,750	1,211,750
<b>2,724,798</b>	<b>5,124,798</b>

**15.00 Long Term Loan (Current Portion)**

Basic Bank Ltd.

10,151,000	9,275,040
<b>10,151,000</b>	<b>9,275,040</b>



	31-Dec-22	30-Jun-22
<b>15.01 Loan from WPPF</b>		
Opening Balance	13,867,629	-
Add : Addition during yhe year (Principal)		13,595,715
Add : Addition during yhe year (Interest)	277,352	271,914
Less : Paid during the year	(14,144,981)	-
	-	13,867,629
<b>16.00 Liabilities for expenses</b>		
Salary & Allowances	2,050,750	2,246,481
Directors Remuneration	70,000	70,000
Electricity Bill	75,452	66,153
Gas Bill	200,500	336,035
Audit Fees	277,500	230,000
Others	142,500	352,150
	<b>2,816,702</b>	<b>3,300,819</b>
<b>16.01 Dividend Payable</b>		
Opening Balance	869,622	566,339
Add: Cash dividend declared 10% except Sponsor Director	76,126,095	35,572,940
Add: Intererst during the period (Net of Tax)	2,385	12,899
Less: Bank Charge during the period	(15,920)	(16,530)
Less: Paid during the period	(306,845)	(35,266,026)
<b>Closing Balance</b>	<b>76,675,337</b>	<b>869,622</b>
<b>17.00 Liabilities for Income Tax</b>		
Opening Balance	85,858,525	73,902,017
Add: Addition during the Period	16,143,873	47,877,309
	<b>102,002,398</b>	<b>121,779,326</b>
Less: Adjustment during the year		(35,920,801)
<b>Closing Balance</b>	<b>102,002,398</b>	<b>85,858,525</b>
<b>18.00 Liabilities for WPPF</b>		
Opening Balance	12,299,019	13,595,715
Add: Addition during the Period	5,274,448	12,299,019
Less: Loan		(13,595,715)
<b>Closing Balance</b>	<b>17,573,467</b>	<b>12,299,019</b>





	Amounts in Taka 01 Jul-22 To 31 Dec-22	Amounts in Taka 01 Oct-22 To 31 Dec-22	Amounts in Taka 01 Jul-21 To 31 Dec-21	Amounts in Taka 01 Oct-21 To 31 Dec-21
<b>19.00 Revenue</b>				
Sales of Oxygen Gas (Net off VAT)	231,038,500	110,566,500	275,009,659	134,678,929
	<u>231,038,500</u>	<u>110,566,500</u>	<u>275,009,659</u>	<u>134,678,929</u>
<b>20.00 Cost of Goods Sold</b>				
Work in process- Opening	2,829,230	2,605,600	2,693,869	2,792,507
Work in process- Closing	(2,545,700)	(2,545,700)	(2,513,256)	(2,513,256)
Manufacturing overhead (Note 20.02)	87,402,928	41,971,010	99,845,387	46,229,984
<b>Cost of goods Manufactured</b>	<u>87,686,458</u>	<u>42,030,910</u>	<u>100,026,000</u>	<u>46,509,235</u>
Add: Opening finished goods	21,300,212	25,815,700	28,129,375	29,012,870
<b>Cost of goods available for sale</b>	<u>108,986,670</u>	<u>67,846,610</u>	<u>128,155,375</u>	<u>75,522,105</u>
Less: Closing finished goods (Note 20.01)	(24,012,870)	(24,012,870)	(21,759,653)	(21,759,653)
<b>Cost of Goods Sold</b>	<u>84,973,800</u>	<u>43,833,740</u>	<u>106,395,722</u>	<u>53,762,452</u>
<b>20.01 Finished Goods</b>				
Opening Balance	21,300,212	25,815,700	28,129,375	29,012,870
Add: Production during the year	87,686,458	42,030,910	100,026,000	46,509,235
<b>Cost of goods available for sale</b>	<u>108,986,670</u>	<u>67,846,610</u>	<u>128,155,375</u>	<u>75,522,105</u>
Less: Cost of Goods Sold	(84,973,800)	(43,833,740)	(106,395,722)	(53,762,452)
<b>Closing Balance</b>	<u>24,012,870</u>	<u>24,012,870</u>	<u>21,759,653</u>	<u>21,759,653</u>
<b>20.02 Manufacturing Overhead</b>				
Wages, Salaries and Allowances	8,755,915	4,155,250	9,504,304	4,552,152
Consumable Stores (Note: 20.02.1)	20,244,056	9,435,600	24,480,456	12,539,129
Workers Entertainment	607,300	272,750	788,104	385,954
Medical Aid	5,110	2,610	59,037	28,912
Repair & Maintenance	1,726,850	852,250	3,762,707	1,021,500
Oil & Lubricants	13,058,300	6,012,450	19,769,801	7,221,580
Carriage Inward	2,493,200	918,700	5,274,470	2,058,990
Gas charges & Utility	1,644,712	873,383	1,600,646	727,263
Depreciation (Annexure-A)	38,867,485	19,448,017	34,605,862	17,694,504
	<u>87,402,928</u>	<u>41,971,010</u>	<u>99,845,387</u>	<u>46,229,984</u>
<b>20.02.1 Consumable Stores</b>				
Opening Balance	38,008,256	37,045,500	40,654,494	41,254,972
Add: Addition during the year	18,790,900	8,945,200	13,828,259	1,286,454
<b>Production available for Sale</b>	<u>56,799,156</u>	<u>45,990,700</u>	<u>54,482,753</u>	<u>42,541,426</u>
Less: Closing Stock	(36,555,100)	(36,555,100)	(30,002,297)	(30,002,297)
<b>Consumed during the year</b>	<u>20,244,056</u>	<u>9,435,600</u>	<u>24,480,456</u>	<u>12,539,129</u>
<b>21.00 Operating Expenses</b>				
Administrative Expenses (Note- 21.01)	17,788,506	8,985,200	18,460,342	9,330,166
Selling & Distribution Expenses (Note-21.02)	16,296,495	7,850,172	19,593,689	9,592,395
	<u>34,085,002</u>	<u>16,835,372</u>	<u>38,054,031</u>	<u>18,922,561</u>
<b>21.01 Administrative Expenses</b>				
Salaries and Allowances	2,301,600	1,150,800	2,280,500	1,150,250
Directors Remuneration	420,000	210,000	420,000	210,000
Board Meeting Fees	50,000	25,000	50,000	25,000
Postage & Stamps	16,790	4,250	53,811	26,353
Entertainment	223,880	102,350	342,129	167,549
Printing & Stationary	105,500	58,000	786,340	385,090
Utilities and Others	685,228	345,128	676,357	331,229
Travel, Communication & Conveyance	36,080	15,500	931,107	455,986
Telephone Mobile & Fax	243,500	118,100	308,559	151,109
Audit Fees	277,500	220,000	100,000	50,000
Donation and Subscription	-	-	-	-
Liveries and Uniforms	15,400	-	89,560	43,860
Medical and Welfare Expenses	22,450	12,150	219,784	107,634
Depreciation (Annexure-A)	12,955,828	6,482,672	11,535,287	5,898,168
Rent, Rates and Taxes	202,500	17,500	362,550	177,350
Paper and Periodicals	13,750	8,250	59,772	29,272
AGM Expenses	210,000	210,000	-	-
Listing & Annual Fee	-	-	-	-
Misc. Expense	8,500	5,500	114,586	56,116
Legal and Professional expenses	-	-	130,000	65,000
	<u>17,788,506</u>	<u>8,985,200</u>	<u>18,460,342</u>	<u>9,330,166</u>



	Amounts in Taka	Amounts in Taka	Amounts in Taka	Amounts in Taka
	01 Jul-22 To 31 Dec-22	01 Oct-22 To 31 Dec-22	01 Jul-21 To 31 Dec-21	01 Oct-21 To 31 Dec-21
<b>21.02 Selling &amp; Distribution Expenses</b>				
Salaries and Allowances	867,167	385,500	948,520	480,000
Tour & Conveyance	52,750	24,250	255,186	124,971
Carriage Outward	2,329,650	912,150	6,723,590	3,025,050
Conference and Meeting	65,700	20,200	81,329	39,829
Depreciation (Annexure-A)	12,955,828	6,482,672	11,535,286	5,898,167
Advertisement & Publicity	25,400	25,400	49,778	24,378
	<b>16,296,495</b>	<b>7,850,172</b>	<b>19,593,689</b>	<b>9,592,395</b>
<b>22.00 Financial Expenses</b>				
Bank Charge & Commission	46,093	45,218	90,436	45,218
Interest on WPPF Loan	277,352			
Interest on Long Term Loan	1,081,781	555,938	1,674,165	856,980
	<b>1,405,226</b>	<b>601,156</b>	<b>1,764,601</b>	<b>902,198</b>
<b>23.00 Other non-operating Income</b>				
Misc. Income	40,320	40,320	79,017	38,697
Interest Income-IPO Bank Accounts		-	764	764
Interest Income-FDR Accounts	148,622	39,981	1,317,091	866,971
	<b>188,942</b>	<b>80,301</b>	<b>1,396,872</b>	<b>906,432</b>
<b>24.00 Income Tax Expenses</b>				
<b>24.01 Current Tax</b>				
Profit before Income Tax	105,488,966	47,025,270	123,992,549	59,045,858
Add. Depreciation Expenses (Accounting De)	64,779,141	32,413,361	57,676,435	29,490,839
Add. WPPF Current year		-		
Less: WPPF Previous year		-		
Less: Depreciation Expenses (Tax Depreciat	(98,517,561)	(49,133,813)	(88,857,851)	(45,530,614)
<b>Business Income</b>	<b>71,750,547</b>	<b>30,304,818</b>	<b>92,811,133</b>	<b>43,006,083</b>
Tax Rate	22.50%	22.50%	22.50%	22.50%
<b>Total Tax Expenses</b>	<b>16,143,873</b>	<b>6,818,584</b>	<b>20,882,505</b>	<b>9,676,369</b>
Add. Tax on Stock Dividend as per 16F				
<b>24.02 Deferred Tax Expenses</b>				
Deferred Tax as on 31 Dec, 2022	148,367,269	148,367,269	133,141,665	133,141,665
Less: Opening Deferred Tax 01 July 2021	(140,776,124)	(144,605,166)	(126,125,846)	(129,532,715)
	<b>7,591,145</b>	<b>3,762,103</b>	<b>7,015,819</b>	<b>3,608,950</b>
<b>25.00 Earnings Per Share (Basic)</b>				
	Amounts in Taka	Amounts in Taka	Amounts in Taka	Amounts in Taka
	31.12.2022	01 Oct-22 To 31 Dec-22	31-Dec-21	01 Oct-21 to 31 Dec-21
Net profit after WPPF & Income Tax	81,753,948	36,444,583	96,094,225	45,760,539
Number of Ordinary Shares at the end of the	109,782,000	109,782,000	109,782,000	109,782,000
<b>Earning Per Share (EPS) (Basic)</b>	<b>0.74</b>	<b>0.33</b>	<b>0.88</b>	<b>0.42</b>
<b>25.01 Calculation of Weighted Average Number of Shares</b>				
Opening No. of Share (Paid Up Capital in S	80,000,000	80,000,000	80,000,000	80,000,000
Initial Public Offer Fund in Share	15,000,000	15,000,000	15,000,000	15,000,000
Stock dividend Issued for the year 30 June 2	7,600,000	7,600,000	7,600,000	7,600,000
Stock dividend Issued for the year 30 June 2	7,182,000	7,182,000	7,182,000	7,182,000
	<b>109,782,000</b>	<b>109,782,000</b>	<b>109,782,000</b>	<b>109,782,000</b>
<b>26.00 Net Asset Value (NAV) Per Share</b>				
	Amounts in Taka	Amounts in Taka	Amounts in Taka	Amounts in Taka
	31-Dec-2022	30.06.2022		
Total Assets	2,403,741,103	2,308,968,034		
Less: Total Liabilities	(374,104,513)	(284,959,297)		
<b>Net Asset Value/Share Holders Equity</b>	<b>2,029,636,589</b>	<b>2,024,008,737</b>		
Number of Shares outstanding at the end of	109,782,000	109,782,000		
<b>Net Asset Value (NAV) Per Share- Basic</b>	<b>18.49</b>	<b>18.44</b>		
<b>27.00 Net Operating Cash Flow Per Share</b>				
	Amounts in Taka	Amounts in Taka		
	31-Dec-22	31-Dec-21		
Net Operating Cash Flows	144,142,597	189,157,645		
Weighted Average Number of ordinary share	109,782,000	102,600,000		
<b>Net Operating Cash Flow Per Share</b>	<b>1.31</b>	<b>1.84</b>		





Amounts in Taka	Amounts in Taka	Amounts in Taka	Amounts in Taka
01 Jul-22 To 31 Dec-22	01 Oct-22 To 31 Dec-22	01 Jul-21 To 31 Dec-21	01 Oct-21 To 31 Dec-21

**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 31 December, 2022.

**28.02 Capital expenditure commitment**

There was no capital expenditure commitment or contract at 31 December, 2022. There was no material capital expenditure authorized by the Board but not contracted for as at 31 December, 2022.

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

There was no transaction resulting in Directors' interest with the company and no leasing facilities have been made available to the Directors.

**28.04 Credit Facility Not Availed**

There was no credit facility available to the company under any contract, but not availed as on 31 December, 2022 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 31 December 2022, there were Four (4) Board Meetings were held. The attendance status of all the meetings are as follows:

SL	Name of Director	Designation	Meeting Held	Amount in Taka	
				01 July-22 to 31 Dec-22	01 Oct-22 to 31 Dec-22
1	Md. Nizamuddin Chowdhury	Chairman	4	10,000	5000
2	Mrs. Ismat Zahan	Managing Director	4	10,000	5,000
3	Mr. Fahim Chowdhury	Director	4	10,000	5000
4	Mr. Azmine Mahatab Chowdhury	Director	4	10,000	5000
5	A.K.M Showkat Hasan Khan	Independent Director	4	10,000	5000
<b>Total</b>				<b>50,000</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		
			01 July-22 to 31 Dec-22	01 Oct-22 to 31 Dec-22	01 July-21 to 31 Dec-21
1	Md. Nizamuddin Chowdhury	Chairman			
2	Mrs. Ismat Zahan	Managing Director	420,000	210,000	420,000
3	Mr. Fahim Chowdhury	Director			
4	Mr. Azmine Mahatab Chowdhury	Director			
5	A.K.M Showkat Hasan Khan	Independent Director			
<b>Total</b>			<b>420,000</b>	<b>210,000</b>	<b>420,000</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	-	10,000	(10,000)	-
2	Mrs. Ismat Zahan	Remuneration	70,000	420,000	(420,000)	70,000
		BOD Fee	-	10,000	(10,000)	-
3	Mr. Fahim Chowdhury	Remuneration	-	-	-	-
		BOD Fee	-	10,000	(10,000)	-
4	Mr. Azmine Mahatab Chowdhury	Remuneration	-	-	-	-
		BOD Fee	-	10,000	(10,000)	-
5	A.K.M Showkat Hasan Khan	Remuneration	-	-	-	-
		BOD Fee	-	10,000	(10,000)	-
<b>Total</b>			<b>70,000</b>	<b>470,000</b>	<b>(470,000)</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-Dec-22	31-Dec-21
Below 8,500	-	20	20	-
Above 8,500	18	227	245	245

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

	31-Dec-22	31-Dec-21
Installed Capacity (Qubic Meter) /Quarter/Yearly	8,002,100	8,201,500
Actual Production (Qbic Meter) /Quarter/Yearly	7,885,500	8,095,800
<b>Capacity Utilization (%) Quarter/Yearly</b>	<b>98.54%</b>	<b>98.71%</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	
	31-Dec-22	31-Dec-21
Managerial Remuneration paid or payable during the period to the directors, including managing directors, a managing agent or manager	420,000	420,000
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 period.		
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	420,000	420,000
(b) Post-employee benefits	-	-
(c) Other long term benefits	-	-
(d) Termination benefits and	-	-
(e) share- based payment	-	-
	<b>420,000</b>	<b>420,000</b>

**As per Para 18, IAS- 24:**

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

a) the amount of transaction	470,000	470,000
b) the amount of outstanding balance, including commitments	70,000	70,000
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	420,000	420,000
Board Meeting Fees	50,000	50,000
Wages, Salaries and Allowances	8,755,915	9,504,304
Salary & Allowances	3,168,767	3,229,020
	<b>12,394,682</b>	<b>13,203,324</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	
	31-Dec-22	31-Dec-21
Net Profit Before Income Tax & WPPF	110,763,414	130,192,177
<b>Adjustment:</b>		
Depreciation Expenses	64,779,141	57,676,435
Financial Expense	1,405,226	1,764,601
Adjustment of FDR Interest	(108,641)	(1,317,091)
Increase/(Decrease) Inventory	(8,838,464)	17,202,532
Increase/(Decrease) in Accounts Receivable	34,082,358	(764,174)
Increase/(Decrease) in Accounts Payable	(5,926,832)	(2,438,476)
Increase/(Decrease) in Liabilities	572	(638,145)
Increase/(Decrease) in Advance & Prepayment	(367,698)	518,565
Payment of Income Tax	(7,188,015)	(13,038,780)
Payment of WPPF	(14,144,981)	-
Loss on Sale of Non Current Asset		
<b>Net Cash Generated from Operating Activities</b>	<b>144,142,597</b>	<b>189,157,644</b>

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

Turnover in Quantity	7,885,500	8,095,800
Turnover in Amount (BDT)	120,472,000	110,566,500

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

Consumable Store Consumed in Quantity	6,122,227	5,326,048
Consumable Store Consumed in Amount (BDT)	41,018,923	35,684,524

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

**Consumable Store**

Opening Quantity	19,167,607	13,421,484
Addition During the year	22,007,500	22,770,709
<b>Closing at the end of the Year</b>	<b>10,808,456</b>	<b>19,167,607</b>

**Work in Process**

Opening Quantity	296,946	288,197
<b>Closing at the end of the Year</b>	<b>295,500</b>	<b>296,946</b>

**Finished Goods**

Opening Quantity	1,998,393	1,468,127
<b>Closing at the end of the Year</b>	<b>2,010,500</b>	<b>1,998,393</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

	31-Dec-22	31-Dec-21
Sales during the year	231,038,500	275,009,659
Add: Opening Receivables	273,477,849	260,074,517
Less: Closing Receivables	294,921,049	260,838,691
	<b>209,595,300</b>	<b>274,245,485</b>

28.17 Paid to Suppliers

Purchase during the year	18,790,900	13,828,259
Add: Opening Payables	3,913,048	11,090,106
Less: Closing Payables	1,513,048	8,651,630
	<b>21,190,900</b>	<b>16,266,735</b>

28.18 Paid to Employees

Salary, Wages Including Bonus and WPPF	17,669,130	19,402,951
Add: Opening Payables salary	2,316,481	1,995,280
Less: Closing Payables salary	2,120,750	2,253,641
Add: Opening Payables WPPF	12,299,019	13,595,715
Less: Closing Payables WPPF	17,573,467	19,795,343
Add: Closing Advance to Employee	385,800	1,124,000
Less: Opening Advance to Employee	604,288	2,050,000
	<b>12,371,925</b>	<b>12,018,962</b>

28.19 Paid for Other Operating Expenses

Manufacturing overhead	78,647,013	90,341,083
Administrative Expenses	15,016,906	15,709,842
Selling Expenses	15,429,328	18,645,169
Add: Opening Payables	984,338	1,458,995
Less: Closing Payables	695,952	562,489
Add: Closing Advance	1,835,608	729,710
Less: Opening Advance	1,451,861	322,275
Less: Consumable Stores Consumed	20,244,056	24,480,456
Less: Depreciation	64,779,141	57,676,435
	<b>24,742,183</b>	<b>43,843,144</b>

