

**PACIFIC DENIMS LIMITED**  
**INDEPENDENT AUDITOR'S REPORT AND AUDITED**  
**FINANCIAL STATEMENTS**  
**AS AT AND FOR THE YEAR ENDED 30 JUNE 2021**



# শফিক বসাক এন্ড কোং SHAFIQ BASAK & CO.

CHARTERED ACCOUNTANTS

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## Independent Auditor's Report

### To The Shareholders of

### Pacific Denims Limited

## Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of **Pacific Denims Limited** ("the Company"), which comprise the Statement of Financial Position as at June 30, 2021 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at June 30, 2021 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Company Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' (IESBAs) Code of Ethics for Professional Accountants, together with ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter

We draw attention to the note # 16.15 to the financial statements regarding management's explanation regarding allocation and distribution of Workers Profit Participation Fund (WPPF). **Our opinion is not modified in respect of these matters.**

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

### Inventories:

The company had inventory of BDT 651,223,386 as at June 30, 2021, held in factory. This material item is subject to considerable inherent risk due to the complexity of the system necessary for proper recognition, measurement, and recording considering the application of The International Accounting Standards 2 "Inventories". Therefore, there is a risk that Inventories can be over or undervalued or might need provision for obsolescence. Inventories are valued by the disclosed basis of note 02.15.05.





#### **How our Audit Addressed the Key Audit Matter**

We checked the appropriateness of the management's assumption applied in calculating the value of inventory by:

- Evaluating the design and implementation of key inventory controls operating across the company.
- Due to Covid-19 outbreak, government imposed country-wide lockdown considering the pandemic and health hazard of third wave of Covid-19 during May-2021 to August 2021. It was impracticable to attend in the physical verification of inventory as of June 30, 2021.
- However, we physically verified inventory (test basis) during our audit work (other than the date of financial statements) and checked the necessary controls implemented by the company.
- Obtained physical inventory count report as of balance date conducted by management as a part of control procedures and checked the cost of raw materials purchased and authenticity of valuation method applied.
- Checking the cost of Raw materials purchase and valuation method applied for raw materials and work in process.

#### **Other Information included in the Company's 2021 Annual Report**

Other information consists of the information included in the Company's 2021 Annual Report other than the financial statements and our auditor's report thereon. Management is responsible for the other information. The Annual Report is expected to be made available to us after the date of issue of this auditor's Report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of the auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Company Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

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

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with



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

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.





**Report on Other Legal and Regulatory Requirements**

In accordance with the Company Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account; and
- d) The expenditure incurred was for the purposes of the company business.

Place, Dhaka  
October 28, 2021








**Md. Shafiqul Islam FCA**  
Enrolment # 595  
Partner  
**Shafiq Basak & Co.**  
Chartered Accountants  
DVC:2111130595AS445727



**PACIFIC DENIMS LIMITED**  
**Statement of Financial Position**  
As at June 30, 2021

Particulars	Notes	June 30, 2021 Amount in Taka	June 30, 2020 Amount in Taka
<b>ASSETS</b>			
<b>Non-Current Assets</b>		<b>1,495,906,731</b>	<b>1,567,848,481</b>
Property, Plant & Equipment	17.00	1,495,906,731	1,567,848,481
<b>Current Assets</b>		<b>1,971,171,291</b>	<b>1,847,212,877</b>
Inventories	18.00	651,223,386	609,013,908
Trade & Other Receivables	19.00	841,557,545	779,494,482
Advance, Deposit & Pre-Payments	20.00	437,255,128	399,724,972
Fixed Deposit	21.00	30,000,000	37,100,000
Cash & Cash Equivalents	22.00	11,135,231	21,879,515
<b>Total Assets</b>		<b>3,467,078,022</b>	<b>3,415,061,358</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>2,459,870,047</b>	<b>2,419,779,919</b>
Share capital	23.00	1,817,328,150	1,652,116,500
Revaluation Reserve	24.00	141,319,701	141,319,701
Tax Holiday Reserve	25.00	145,760,152	145,760,152
Retained Earnings	26.00	355,462,044	480,583,566
<b>Non-Current Liabilities</b>		<b>536,459,284</b>	<b>568,733,025</b>
Long Term Borrowings	27.00	464,326,297	504,316,797
Deferred Tax Liability	28.00	72,132,987	64,416,228
<b>Current Liabilities &amp; Provisions</b>		<b>470,748,691</b>	<b>426,548,414</b>
Trade Payables	29.00	10,025,853	12,984,600
Short-Term Borrowings	30.00	41,241,061	55,301,561
Long-Term Borrowings-Current portion		98,508,979	98,508,979
Provision for Workers Profit Participation Fund	31.00	8,950,930	5,217,718
Provision for Trade Receivable	32.00	16,831,151	-
Provision for Income Tax	33.00	185,952,438	175,926,243
Liabilities and provision for Expenses	34.00	109,238,279	78,609,313
<b>Total Equity and Liabilities</b>		<b>3,467,078,022</b>	<b>3,415,061,358</b>
<b>Net Asset Value (NAV) Per Share</b>	35.00	<b>13.54</b>	<b>14.64</b>

These financial statements should be read in conjunction with the annexed notes 1 to 57 and were approved by the Board of Directors and were signed on its behalf by:

 Chairman
 Managing Director
 Director
 Chief Financial Officer
 Company Secretary

Signed in terms of our annexed report of even date

Place, Dhaka  
28 October 2021

  
**Md. Shafiqul Islam FCA**  
Enrolment # 595  
Partner  
**Shafiq Basak & Co.**  
Chartered Accountants  
DVC: 2111130595AS445727



**PACIFIC DENIMS LIMITED**  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the year ended June 30, 2021

Particulars	Notes	2020-2021	2019-2020
<b>Turnover</b>	36.00	1,667,552,693	1,941,900,340
Cost of Sales	37.00	(1,425,122,609)	(1,656,152,082)
<b>Gross Profit</b>		<b>242,430,084</b>	<b>285,748,257</b>
<b>Operating Expenses:</b>		<b>(35,474,442)</b>	<b>(35,416,145)</b>
Office & Administrative Expenses	38.00	28,389,012	28,711,942
Selling & Distribution Expenses	39.00	7,085,430	6,704,203
<b>Operating Profit</b>		<b>206,955,642</b>	<b>250,332,112</b>
<b>Financial Expenses</b>	40.00	(132,037,929)	(143,738,339)
<b>Other Income</b>	41.00	3,479,731	2,978,307
<b>Net Profit/Loss Before WPPF</b>		<b>78,397,444</b>	<b>109,572,080</b>
<b>Less: Provision for WPPF</b>		<b>3,733,212</b>	<b>5,217,718</b>
<b>Less: Provision for Trade Receivable</b>		<b>16,831,151</b>	<b>-</b>
<b>Net Profit Before Tax</b>		<b>57,833,081</b>	<b>104,354,362</b>
<b>Income Tax Expenses</b>		<b>(17,742,953)</b>	<b>(15,950,985)</b>
Current Income Tax Expenses	42.00	(10,026,195)	(4,197,356)
(Deferred Tax Expenses)/Income	43.00	(7,716,758)	(11,753,629)
<b>Net Profit for the year</b>		<b>40,090,128</b>	<b>88,403,377</b>
<b>Total Comprehensive Income</b>		<b>40,090,128</b>	<b>88,403,377</b>
<b>Earnings Per Share (EPS)</b>	44.00	<b>0.22</b>	<b>0.49</b>

These financial statements should be read in conjunction with the annexed notes 1 to 57 and were approved by the Board of Directors and were signed on its behalf by:

 Chairman
 Managing Director
 Director
 Chief Financial Officer
 Company Secretary

Signed in terms of our annexed report of even date

Place, Dhaka  
28 October 2021

  
**Md. Shafiqul Islam FCA**  
Enrolment # 595  
Partner  
**Shafiq Basak & Co.**  
Chartered Accountants  
DVC: 2111130595AS445727





**PACIFIC DENIMS LIMITED**  
**Statement of Changes in Equity**  
For the year ended June 30, 2021

Particulars	Share Capital	Revaluation Reserve	Tax Holiday Reserve	Retained Earning	Total Equity
Balance at July 01, 2020	1,652,116,500	141,319,701	145,760,152	480,583,566	2,419,779,919
Stock Dividend 10.00%	165,211,650	-	-	(165,211,650)	-
Net Profit for the year	-	-	-	40,090,128	40,090,128
<b>Balance at June 30, 2021</b>	<b>1,817,328,150</b>	<b>141,319,701</b>	<b>145,760,152</b>	<b>355,462,044</b>	<b>2,459,870,047</b>

For the year ended June 30, 2020

Particulars	Share Capital	Revaluation Reserve	Tax Holiday Reserve	Retained Earning	Total Equity
Balance at July 01, 2019	1,449,225,000	141,319,701	145,760,152	595,071,689	2,331,376,542
Stock Dividend 14.00%	202,891,500	-	-	(202,891,500)	-
Net Profit for the year	-	-	-	88,403,377	88,403,377
<b>Balance at June 30, 2020</b>	<b>1,652,116,500</b>	<b>141,319,701</b>	<b>145,760,152</b>	<b>480,583,566</b>	<b>2,419,779,919</b>

These financial statements should be read in conjunction with the annexed notes 1 to 57 and were approved by the Board of Directors and were signed on its behalf by:

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary

Place, Dhaka  
28 October 2021





**PACIFIC DENIMS LIMITED**  
**Statement of Cash Flows**  
For the year ended June 30, 2021

Particulars	Notes	2020-2021	2019-2020
<b>A. Cash Flow from Operating activities :</b>			
Cash Received from Customers & Others	19.01	1,605,489,630	1,838,521,042
Cash Received from other Income	41.00	3,479,731	2,978,307
Cash Paid to Suppliers, Employees and Others	45.00	(1,463,402,487)	(1,710,401,693)
<b>Cash Generated from Operations</b>		<b>145,566,874</b>	<b>131,097,656</b>
Interest Paid	46.00	(103,896,166)	(95,307,475)
Income Tax Paid	47.00	(5,463,993)	(6,270,163)
<b>Net Cash flow from operating activities</b>	<b>48.00</b>	<b>36,206,716</b>	<b>29,520,017</b>
<b>B. Cash Flow from Investing activities :</b>			
Acquisition of Property, Plant and Equipment		-	(613,523,563)
Capital Work-in-Progress		-	357,944,554
Advance for Machinery, Building & Construction		-	191,492,224
Received/(Paid) Fixed Deposit	21.00	7,100,000	13,662,317
<b>Net Cash used in investing activities</b>		<b>7,100,000</b>	<b>(50,424,468)</b>
<b>C. Cash Flow from Financing activities :</b>			
Received/Repaid of Short-term loan	30.00	(14,060,500)	(13,925,000)
Received/Repaid of Long-term loan	27.00	(39,990,500)	(13,494,478)
<b>Net Cash used in Financing activities</b>		<b>(54,051,000)</b>	<b>(27,419,478)</b>
Net Increase/(Decrease) in Cash and Cash Equivalents		(10,744,284)	(48,323,928)
Cash and Cash Equivalents at Beginning of year		21,879,515	70,203,444
<b>D. Cash and cash equivalents at the end of the year</b>		<b>11,135,231</b>	<b>21,879,515</b>
<b>Net Operating Cash Flow Per Share</b>	<b>49.00</b>	<b>0.20</b>	<b>0.16</b>

These financial statements should be read in conjunction with the annexed notes 1 to 57 and were approved by the Board of Directors and were signed on its behalf by:






Chairman      Managing Director      Director      Chief Financial Officer      Company Secretary

Place, Dhaka  
28 October 2021



**PACIFIC DENIMS LIMITED**  
**Notes to the Financial Statements as at and**  
**For the Year Ended June 30, 2021**

**1.00 Corporate History of the Reporting Entity**

Pacific Denims Limited (The Company) was incorporated in Bangladesh as a Private Limited Company under the Companies Act, 1994. Vide Registration No. C-48649(633)/2003 dated March 20,2003 and converted into the Public Limited Company as on January 12, 2011. The company raised Tk. 750,000,000 divided into 75,000,000 ordinary shares of Tk. 10 each through IPO on January 10, 2017. The shares of the company were listed with both Dhaka Stock Exchange and Chittagong Stock Exchange on January 25,2017. The trading of shares of the company was started from 07 February, 2017 in both Stock Exchanges.

**2.00 Authorized Capital**

Authorized Share Capital of the Company increased from Tk. 1,200,000,000/- (One Hundred Twenty Core) to Tk. 2,000,000,000/- (Two Hundred Core) as per 2nd Extra-Ordinary General Meeting (EGM) held on December 28, 2017.

**3.00 Corporate Business**

The main activities of the company were concentrated in Manufacturing, Dyeing, Weaving & Finishing of Denim Fabrics and exporting the same through local letter of credit (Deemed Export).

**4.00 Corporate Financial Statements and Reporting**

a) The financial statements have been prepared under the historical cost convention and in accordance with the requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and the International Accounting Standard (IAS) and International Financial Reporting Standards (IFRS) as well as those standards, disclosures recommended by IAS and as applicable to this Company.

The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approved and authorized for issue of this financial statements.

The preparation of the financial statements in conformity with the International Accounting Standard (IAS) requires Board of Directors to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities at the date of the reporting period. Due to the inherent uncertainty involved in making estimates, actual result reported could differ from those estimates.

b) According to the International Accounting standard (IAS) 1 as adopted by ICAB as IAS 1 "Presentation of Financial Statements" the complete set of financial statements includes the following components:

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





### 5.00 Fundamental Accounting Concepts/ Assumption

The financial statements have been prepared based on Going concern, Consistency concept, Accrual concept and such other convention as required by IAS-1 for fair presentation of financial statements.

### 6.00 Going Concern

The company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business.

### 7.00 Corporate Accounting Standards Practiced

The following IASs are applicable to the financial statements for the year under review:

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 32	Financial Instruments: Presentation
IAS 33	Earnings Per Share
IAS 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IFRS 7	Financial Instruments: Disclosures
IFRS 8	Operating Segments
IFRS 9	Financial Instruments
IFRS 15	Revenue from Contracts with Customers
IFRS 16	Leases

### 8.00 Reporting Period

The period of the financial statements covers from July 1, 2020 to June 30, 2021.

### 9.00 Provisions

In accordance with the guidelines as prescribed by IAS-37: Provisions, Contingent

Liabilities and Contingent Assets, provisions are recognized in the following situations:

- when the company has an obligation (legal or constructive) as a result of past events;
- when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- when reliable estimates can be made of the amount of the obligation.





**Contingent liability:**

A contingent liability is:

- a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events which are not wholly within the control of the company; or
- b) a present obligation arising from past events but not recognized because:
  - i) an outflow of resources to settle the obligation is not probable; or
  - ii) the amount of the obligation cannot be measured with sufficient reliability.

**Contingent asset**

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events which are not wholly within the control of the company.

During the period there were no such assets or liabilities.

**10.00 Events after the Reporting Period**

Events after the reporting date that provide additional information about the Company's position at the reporting date are reflected in the financial statements. Events after the reporting date that are not adjusting events are disclosed in the notes when material.

**11.00 Related Party Transactions**

Related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

Particulars of transactions with related parties are as follows;

SL.	Related Parties	Relationship	Nature of Transaction	
			Remuneration	Board Meeting Fees
1	Md. Shadequl Alam (Yeasin)	Chairman	-	25,000
2	Md. Shafiul Azam (Mohsin)	Managing Director	1,200,000	30,000
3	Md. Sohel Khan	Director	-	20,000
4	Md. Ashfak Ahmed Khan	Independent Director	-	20,000
5	M.A. Kamal Bhuiyan	Nominee Director (Disney Properties Ltd.)	-	20,000

**12.00 Net profit Before Tax**

Net profit before tax for the year were not materially affected by :

- (a) Transactions of a nature not usually undertaken by the company
- (b) Circumstances of an exceptional or non-recurring nature
- (c) Changes of credits relating to prior years, and
- (d) Changes in accounting policies



### **13.00 Functional and Presentational (Reporting) Currency**

The financial statements are prepared and presented in Bangladesh Currency (Taka), Which is the company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise. Figures in brackets indicate deductions.

### **14.00 Comparative Information Rearrangement Thereof and Re-statement**

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

### **15.00 The Effects of Changes in Foreign Exchange Rates**

Transactions in foreign currencies are translated to Bangladeshi "Taka" at the foreign exchange rates ruling at the date of transactions. Monetary assets and liabilities are converted at the rates prevailing at the statement of the financial position date. Non monetary assets and liabilities denominated in foreign currencies stated at historical cost are translated into Bangladeshi "Taka" at the exchange rate ruling at the date of transaction. Gain or losses resulting from foreign currency transactions are recognized in the profit or loss and other comprehensive income.

### **16.00 Principal Accounting Policies**

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

For a proper understanding of the financial statements, these accounting policies were set out below in one place.

### **16.01 Recognition of Property, Plant & Equipment**

These are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation. The cost of acquisition comprises of purchase price, including import duties and non-refundable Taxes and any directly attributable cost of bringing the assets to its working condition for its intended use. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets.

On retirement or otherwise disposal of fixed assets, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the Statement of Profit or Loss and Other Comprehensive Income which is determined with reference to the net book value of assets and the net sales proceeds.





#### 16.02 Capital Work-in-progress

Capital work-in-progress is stated at cost. These are expensed of a capital nature directly incurred in the Plant & Machinery and Building & Other civil construction. No depreciation is charged on the capital work-in-progress which is in accordance with IAS-16.

#### 16.03 Depreciation of Tangible Fixed Assets

Depreciation on fixed assets 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 have been applied as under which is considered reasonable by the management. No depreciation is charged on land and land development and depreciation is charged on additions to fixed assets from when they are available for use.

Particulars/Name of Assets	June 30, 2021	June 30, 2020
Land	0%	0%
Land Development	0%	0%
Building & other Construction	2.50%	2.50%
Furniture & Fixture	10%	10%
Electric Installation	10%	10%
Deep-Tube-well	10%	10%
Office Equipment	10%	10%
Plant & Machinery Imported	10%	10%
Plant & Machinery Local	10%	10%
Fire Fighting Equipment	10%	10%
Vehicles & Transport	10%	10%

#### 16.04 Impairment of assets

All fixed assets have been reviewed and it was confirmed that no such fixed assets have been impaired during the year and for this reason no provision has been made for impairment of assets.

#### 16.05 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.





#### **16.06 Other Income**

Interest on FDR and exchange gain treated as other income which has calculated on cash basis.

#### **16.07 Revaluation of Property, Plant and Equipment**

The increase value of land and land development arisen due to revaluation of assets as per IAS-16. The effective date of revaluation to the Financial Statements was 31st December 2010. In the year 2010 , the Company made valuation of its Land and Land Development by independent valuation specialist M/S. Ata Khan & Co, Chartered Accountants following current cost method at Tk. 180,000,000/- resulting a valuation surplus of Tk. 145,690,413/-, Revaluation surplus has been transferred to revaluation reserve.

#### **16.08 Accrued Expenses and Other Payables**

Liabilities are recognized for the goods and services received, whether paid or not for those goods and services.

#### **16.09 Inventories**

Inventories comprises of raw materials, Work-in-Process, Finished goods and Stores & Spares. Raw materials and Stores and Spares have been valued at average cost. Work-in-Process has been valued at prime cost basis as required by IAS-2 with proportionate addition of Factory Overheads. Finished goods have been valued at cost of material and other production OH attributable to bringing the goods to the state of sale under the convention of IAS-2.

#### **16.10 Income Tax-Current**

Provision for taxation has been made as per rates prescribed in Finance Act 2020 and the Income Tax Ordinance, 1984 on the profit made by the company.

##### **Provision for Tax Holiday Reserve**

The company was allowed tax holiday for periods of four years from the date of commencement of commercial production i.e. 01, April 2007 vide National Board of Revenue's Order ref. 11(49) Anu-1/2007/317 (2) dated 02.07. 2012 The period of tax holiday of the company expired in 31 March 2011. The company has made Tax Holiday reserve for the period from 01-01-2011 to 31-03-2011@ 40% on net profit during that period.



### **Deferred Tax**

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the financial statement date. The company has recognized Deferred Tax as per provision of IAS-12 (Income Taxes).

### **Income Tax Status**

Income Tax Assessment was completed up to the year 2007-2008 to 2012-2013 and certificates already collected and for the year 2013-2014 & 2014-2015 by Deputy Commissioner of Taxes against which appeal is pending. The assessment year 2015-2016, 2016-2017, 2017-2018, 2018-2019, 2019-2020 and 2020-2021 is under process. The company has tax liability of Tk. 185,952,438/- against which advance tax paid Tk. 42,740,505/-.

### **16.11 Cash and Cash Equivalents**

Cash and cash equivalents comprise cash in hand, demand deposits, short term deposits, highly liquid investments that are readily convertible to known amounts of cash, and which are subject to an insignificant risk of changes in value. Considering the provisions of IAS 7 and IAS 1, cash in hand and bank balances have been considered as cash and cash equivalents.

We were not given some cash voucher postings so we have more cash in hand.

### **16.12 Statement of Cash Flows**

Statement of Cash Flows is prepared principally in accordance with IAS-7 "Statement of Cash Flows" and the cash flows from the operating activities have been presented under direct method.

### **16.13 Borrowing Costs**

Financial Expenses (Borrowing Costs) incurred during the year is recognized as revenue expenses in accordance with IAS-23 "Borrowing Costs".

### **16.14 Earnings Per Share**

This has been calculated in compliance with the requirements of IAS 33: Earnings Per Share dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

#### **Basic Earnings**

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



### **Weighted Average Number of Ordinary Shares Outstanding during the year**

The basis of computation of number of shares is in line with the provisions of IAS-33 : Earnings Per Share. Therefore, the total number of shares outstanding at the end of the year multiplied by a time weighting factor which is the number of days the specific shares were outstanding as a proportion of total number of days in the year.

### **Diluted Earnings Per Share**

No diluted EPS is required to be calculated for the year, as there was no scope for dilution during the year under review.

### **16.15 Workers Profit Participation Fund, Welfare Fund and Workers Welfare Foundation Fund**

The company makes a regular allocation of 5% on net profit before tax to these funds and payment is made to the workers as per provision of Bangladesh Labour Act, 2006 (Amended 2018) instead of Labor Act 2006 as amended in 2013. Although government portion of WPPF is yet to be made but we are in the process of payment and hopefully will pay as soon as possible.

### **16.16 Employee Benefits (IAS 19):**

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 short-term employee benefits such as maternity leave allowance, medical service, day care center etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.





### **16.17 Right of use Assets (ROU)**

The company recognizes the right of use assets (RoU) at the commencement date of the lease (i.e. the date the underlying asset is available for use. RoU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted cost incurred, and lease payment made at or before the commencement date less any lease term. The Right-of-use assets are depreciated on a straight line basis over the lease term or remaining period of the lease term. The company assessed all lease contracts live in 2019 and came up with the decision that no ROU requires to be recognized because the only lease rental agreement in connection with office rent is cancellable lease agreement. Thus, in accordance with para 5 of IFRS 16, management considers the lease agreement as short term lease and chose to recognize the monthly lease payments as an expenses in line with para 6 of the standard.

#### **Lease Liability**

At the commencement of the lease, the company recognize lease liabilities measured at the present value of lease payments initial payment) and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the company and payment of penalties for terminating the lease.

In 2019-2020 the company reassessed lease payment of existing contracts for remaining year considering a cut off date i.e. 01 July 2019. The lease liabilities are presented in the note 36 of these financial statements.

### **16.18 Lease Liabilities (Present Value of Lease Payments)**

The company recognized the lease liabilities which is present value of lease payments to be made over the lease term from the date of commencement. The lease payment include fixed and variable lease payment and the amount expected to be paid under residual value of guarantee.

### **16.19 Financial Instruments**

A financial instrument in any contract that gives rise to a financial asset of one entity and financial liability or equity instrument of another entity.

#### **Derivative:**

According to IFRS 7: " Financial Instruments : Disclosures", the Company was not a Party to any derivative contract (financial instruments) at the financial statement date, such as forward contracts, future contracts to hedge risks arising from borrowings, future purchase, etc.

#### **Non-Derivative:**

Non-derivative financial instruments comprise of trade and other receivable, borrowings and other payables and are shown at transaction cost as per IAS 39 "Financial Instruments: Recognition and Measurement".



### IFRS 9 "Financial Instrument"

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial assets and some contracts to buy or sell non-financial items. this standard replaces IAS 39 Financial Instruments: Recognition and Measurement.

As a result of the adoption of IFRS 9, the company has adopted consequential amendments to IAS 1 presentation of financial statements, which require impairment of financial assets to be presented in a separate line item in the statement of profit or loss and other comprehensive income (OCI).

#### Classification and measurement of financial assets and financial liabilities

IFRS 9 contains three principal classification categories for financial assets: measured at amortized cost, FVOCI (Fair value through OCI) and FVTPL (Fair Value Through Profit and Loss). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial assets managed and its contractual cash flow characteristics.

IFRS 9 eliminated the previous IAS 39 categories of held to maturity, loans and receivables and available for sale. Under IFRS , derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated. Instead, the hybrid financial instrument as whole is assessed for classification.

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. The adoption of IFRS 9 has not had a significant effect on the company's accounting policies related to financial liabilities.

For an explanation of how the company classifies and measures financial instruments and accounts for related gains and losses under IFRS 9,

The following table and the accompanying notes below explain the original measurement categories under IAS 39 and the new measurement categories under IFRS 9 for each class of the company's financial assets and financial liabilities as at 01 July 2020.

The effect of adopting IFRS 9 on the carrying amounts of financial assets at 01 July 2020 relates solely to the new impairment requirements.

Particulars	Original Classification Under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39	New Carrying amount under IFRS 9
-------------	--------------------------------------	---------------------------------	---------------------------------------	----------------------------------

#### Financial assets

Trade and other receivables	Loans and receivables	Amortized Cost	779,494,482	779,494,482
Cash and Equivalents	Cash Loans and receivables	Amortized Cost	21,879,515	21,879,515





**Financial Liabilities**

Trade and other payables	Other financial liabilities	Other financial liabilities	12,984,600	12,984,600
--------------------------	-----------------------------	-----------------------------	------------	------------

Trade and other receivables that were classified as loans and receivables under IAS 39 are now classified at amortized cost. No material impact to the company financial statements has arisen on the adoption of IFRS 9 and the company has not restated periods on adoption of IFRS 9.

The following table reconciles the carrying amounts of financial assets under IAS 39 to the carrying amounts under IFRS 9 on transition to IFRS 9 on 01 July 2020.

Particulars	IAS 39 carrying amount at 30 June 2020	Re-measurement	IFRS 9 carrying amount at 01 July 2020
<b>Financial Assets</b>			
Trade and other receivables			
Brought forward: Loans and Re-measurement	779,494,482	-	
Carried forward			779,494,482
<b>Cash and Cash equivalents</b>			
Brought forward: Loans and Re-measurement	21,879,515	-	
Carried forward			21,879,515
<b>Total</b>	<b>801,373,997</b>	<b>-</b>	<b>801,373,997</b>

**16.20 Trade Receivables**

Trade receivable from foreign currency transactions are recognized into Bangladeshi Taka using exchange rates prevailing on the closing date of the accounts in accordance with IAS-21: The Effects of Changes in Foreign Exchange Rates. Uncollectible receivables are charged to statement of profit or loss and comprehensive income as bad debts.

**16.21 Segment Reporting**

No segmental reporting is applicable for the company as required by IFRS 8: "Segment Reporting" as the company operates in a single industry segment and within a single operational unit.

**16.22 Authorization of Financial Statements:**

The Financial Statements have been authorized for issue by the Board of Directors on October 28, 2021





Amount in Taka	
June 30, 2021	June 30, 2020

**17.00 Property, Plant and Equipments**

Tk. 1,495,906,731 Tk. 1,567,848,481

This represents the written down value of assets as at 30-06-2021 at historical cost except land which are stated at revalued amount.

This has been arrived as under:

**A. Cost**

Opening Balance	2,317,031,267	1,703,507,704
Add: Addition during the year	307,776	613,523,563
	<b>2,317,339,043</b>	<b>2,317,031,267</b>

**B. Accumulated Depreciation**

Opening Balance	749,182,786	683,077,423
Add: Depreciation Charged during the year	72,249,526	66,105,363
	<b>821,432,312</b>	<b>749,182,786</b>
(A-B) Written down Value	<b>1,495,906,731</b>	<b>1,567,848,481</b>

The details of above has been shown in Annexure "A"

**18.00 Inventories**

Tk. 651,223,386 Tk. 609,013,908

The break-up of the amount is given below:

Yarn	208,498,831	192,594,801
Dyes & Chemicals	70,646,601	65,901,845
Packing Materials	12,487,056	11,364,850
Spares & Parts	5,985,620	5,538,937
Work-in- process	93,267,470	90,172,450
Finished Goods	260,337,808	243,441,025
	<b>651,223,386</b>	<b>609,013,908</b>

The details of above has been shown in Annexure "B".

**19.00 Trade and Other Receivables**

Tk. 841,557,545 Tk. 779,494,482

This is made-up as follows:

Trade Receivables	841,557,545	779,494,482
Other Receivables	-	-
	<b>841,557,545</b>	<b>779,494,482</b>

The above amounts are considered good and collectible within six months.

**Aging of Accounts Receivable:**

Less Than Six Months	841,557,545	779,494,482
More Than Six	-	-
<b>Total:</b>	<b>841,557,545</b>	<b>779,494,482</b>

The amount of receivable considered fully secured and guaranteed by export letter of credit opening bank against export order and considered good & realizable as per the terms of export letter of credit. The classification of receivables as required by the Schedule XI of the Companies Act, 1994 is given below:



Sl.	Particulars	Amount in Taka	
		June 30, 2021	June 30, 2020
I	Receivables considered good in respect of which the company is fully secured.	841,557,545	779,494,482
II	Receivables considered good in respect of which the company holds no security other than the debtor personal is fully secured.	-	-
III	Receivable considered doubtful or bad.	-	-
IV	Accounts Receivable due by any director or other officer of the company	-	-
V	Receivables due by common management	-	-
VI	The maximum amount of receivable due by any director or other officer of the company.	-	-
	<b>Total:</b>	<b>841,557,545</b>	<b>779,494,482</b>

**19.01 Trade Receivables**

**Tk. 841,557,545**

**Tk. 779,494,482**

This is made-up as follows:

Opening Balance

Add: Export During the year

Less: Realized during the year

779,494,482	676,115,185
1,667,552,693	1,941,900,339
2,447,047,175	2,618,015,524
(1,605,489,630)	(1,838,521,042)
<b>841,557,545</b>	<b>779,494,482</b>

**19.02 Other Receivables**

**Tk. 0**

**Tk. 0**

This is made-up as follows:

Opening Balance

Interest from FDR

-	-
-	-
-	-

**20.00 Advance, Deposit & Pre-Payments**

**Tk. 437,255,128**

**Tk. 399,724,972**

The break-up of the amount is given below:

Advances (Notes # 20.01)

Deposits (Notes # 20.02)

436,353,128	398,822,972
902,000	902,000
<b>437,255,128</b>	<b>399,724,972</b>

**20.01 Advances**

**Tk. 436,353,128**

**Tk. 398,822,972**

The break-up of the amount is given below:

Advance Against Salary

Advance for Machinery, Building & Other Construction

Advance Against Goods, Spare, Services & Others

Advance to Suppliers & Contractors

Prepaid Insurance

Advance Income Tax (At Source) (Notes # 20.04)

980,500	955,600
-	307,776
85,580,939	70,821,876
306,560,234	289,461,208
490,950	-
42,740,505	37,276,512
<b>436,353,128</b>	<b>398,822,972</b>

**20.02 Deposits**

**Tk. 902,000**

**Tk. 902,000**

Bank Guarantee

902,000	902,000
<b>902,000</b>	<b>902,000</b>





**20.03 Disclosures as per Schedule-XI, Part-I of the Companies Act, 1994**

Advance, deposit and pre-payments considered good without security	435,372,628	397,867,372
Advance, Deposit and pre-payments exceeding 6 Months and considered good and secured	902,000	902,000
Advance, deposit and pre-payments considered doubtful and bad		
Advance, deposit and pre-payments due by directors or others officers	-	-
Advance, deposit and pre-payments due from companies from same management	-	-
Maximum advance, deposit and pre-payments due by Directors or other officers at any time	980,500	955,600
	<b>437,255,128</b>	<b>399,724,972</b>

**20.04 Advance Income Tax (At Source)**

Tk. 42,740,505

Tk. 37,276,512

This is made-up as follows:

Opening Balance

37,276,512

31,006,349

Add: AIT During the year

4,463,993

4,079,933

Tax advance for income year 2011-2012

1,000,000

1,000,000

Tax Advance For Income Year 2013-2014

-

1,190,230

Closing Balance

42,740,505

37,276,512

**21.00 Fixed Deposit**

Tk. 30,000,000

Tk. 37,100,000

Fixed Deposit with IBBL

30,000,000

37,100,000

30,000,000

37,100,000

**22.00 Cash & Cash Equivalents**

Tk. 11,135,231

Tk. 21,879,515

The break-up of the amount is given below:

Cash in Hand

10,697,172

21,494,637

Cash at Banks (Note # 22.01)

438,059

384,878

11,135,231

21,879,515

**22.01 Cash at Bank**

Tk. 438,059

Tk. 384,878

The break-up of the amount is given below:

Bank Asia Scotia Branch A/c No 03387

25,770

26,460

Meghna Bank Ltd. Principal Branch, A/C: 0558

51,030

51,950

Exim bank Ltd Corporate Br. Gulshan A/c 9359

85

315

Exim bank Ltd Corporate Br. Gulshan A/c 153791

5,212

6,480

Eastern Bank Ltd Banani Br. A/c 2244

21,742

22,432

Farmers Bank Ltd Gulsan Br. A/c 134

359

704

Islami Bank Bangladesh Ltd.A/c No 17704

6,174

3,523

Janata Bank Local Office A/c NO-59448

234,552

5,761

National bank Ltd. Gulshan A/c 1749

2,536

96,226

National bank Ltd. Pragati Sarani Gulshan A/c 5819

-

56

Social Islami Bank Ltd Gulshan A/c No 4768

24,421

1,383

Social Islami Bank Ltd Banani A/c No 5092

1,940

892

Southeast Bank Ltd. Banani Br.A/c No 5020

32,132

32,132

South Bangla Agriculture &amp; Commerce Bank A/C-2369

3,628

4,666

Trust bank Ltd SKB Br. A/c No 1885

10,495

11,415

Mutual Trust Bank Ltd,Dilkusha Br. A/C No.1552

17,983

120,483

438,059

384,878

Cash balance is certified by the management. Bank balances are agreed with bank Statements Issued & Certified by the respective banks.



**23.00 Share Capital** Tk. 1,817,328,150 Tk. 1,652,116,500

**23.01 Authorized Capital**  
200,000,000 ordinary shares of tk. 10/- each 2,000,000,000 2,000,000,000

**23.02 Issued, Subscribed & Paid-up Capital**

181,732,815 Ordinary Shares of of Tk. 10 each fully paid as follows:

SL No.	Particulars	No. of Shares	% of Shares	June 30, 2021	June 30, 2020
1	Mr. Shafiul Azam (Mohsin)	26,280,412	14.461%	262,804,120	238,912,840
2	Mr. Shadequul Alam (Yasin)	15,272,309	8.404%	152,723,090	138,839,180
3	Shahida Khanom (Swarna)	1,525	0.001%	15,250	13,870
4	Md. Moazzam Khan	1,525	0.001%	15,250	13,870
5	Md. Yunus Ali	1,525	0.001%	15,250	13,870
6	Md. Sohel Khan Disney	10,453,657	5.752%	104,536,570	95,033,250
7	Properties Ltd.	4,277,958	2.350%	42,779,580	38,890,530
8	Institution	34,005,243	18.710%	340,052,430	360,041,680
9	Foreign	239,163	0.130%	2,391,630	210,110
10	Public	91,199,498	50.190%	911,994,980	780,147,300
	<b>Total</b>	<b>181,732,815</b>	<b>100.000%</b>	<b>1,817,328,150</b>	<b>1,652,116,500</b>

**23.03 Classification of Shareholders by range of number of Shares held.**

The distribution schedule showing the number of shareholders and their shareholding in percentage has been disclosed below as a requirement of " Listing Regulations of Dhaka and Chittagong Stock Exchanges."

Shareholding range in number of Shares	Number of Shareholders		Number of Shares		% of Shareholding	
	2021	2020	2021	2020	2021	2020
1 to 499	2,089	2,329	352,573	452,500	0.19%	0.27%
500 to 5,000	6,546	6,808	11,107,357	10,091,653	6.11%	6.12%
5,001 to 10,000	1,105	1,109	8,669,024	8,008,093	4.77%	4.84%
10,001 to 20,000	790	795	11,719,283	11,209,881	6.45%	6.79%
20,001 to 30,000	297	293	7,566,019	7,190,088	4.16%	4.35%
30,001 to 40,000	157	152	5,607,399	5,312,380	3.08%	3.21%
40,001 to 50,000	112	77	5,234,439	3,507,336	2.89%	2.12%
50001 to 100,000	189	163	14,051,382	11,216,053	7.73%	6.79%
100,001 to 1,000,000	131	128	31,540,722	56,781,246	17.36%	34.37%
Over 1,000,000	11	3	85,884,617	51,442,420	47.26%	31.14%
<b>Total</b>	<b>11,427</b>	<b>11,857</b>	<b>181,732,815</b>	<b>165,211,650</b>	<b>100.00</b>	<b>100.00</b>

**24.00 Revaluation Reserve** Tk. 141,319,701 Tk. 141,319,701

Revaluation Reserve has been created out by the amount of revaluation surplus of land. Details are presented below. Revaluation was made in December 31, 2010.

Name of Assets	June 30, 2021	June 30, 2020
Land	145,690,413	145,690,413
Less: Deferred Tax	4,370,712	4,370,712
<b>Total</b>	<b>141,319,701</b>	<b>141,319,701</b>





<b>25.00 Tax Holiday Reserve</b>	<b>Tk. 145,760,152</b>	<b>Tk. 145,760,152</b>
Tax Holiday Reserve	145,760,152	145,760,152
	<b>145,760,152</b>	<b>145,760,152</b>

The period of tax holiday of the company expired in March 31, 2011. The company has made Tax Holiday reserve for the period from 01-01-2011 to 31-03-2011 @ 40% on net profit during the year 2011.

<b>26.00 Retained Earnings</b>	<b>Tk. 355,462,044</b>	<b>Tk. 480,583,566</b>
This is made up as follows :		
Opening Balance	480,583,566	595,071,689
Add: Net Profit for the year	40,090,128	88,403,377
Accumulated Earnings	<b>520,673,694</b>	<b>683,475,066</b>
Issuance of 10.00% Stock Dividend	(165,211,650)	(202,891,500)
	<b>355,462,044</b>	<b>480,583,566</b>

<b>27.00 Long- Term Borrowings ( Secured)</b>	<b>Tk. 464,326,297</b>	<b>Tk. 504,316,797</b>
The break-up of the amount is given below:		
Long Term Loan from Bank (Note # 27.01)	478,831,035	507,371,535
Lease Liabilities (Note # 27.02)	84,004,241	95,454,241
	562,835,276	602,825,776
Less: Long -Term Borrowings-Current portion	(98,508,979)	(98,508,979)
Long- Term Borrowings net off current portion	<b>464,326,297</b>	<b>504,316,797</b>

<b>27.01 Long- Term Bank Loan (Secured)</b>	<b>Tk. 478,831,035</b>	<b>Tk. 507,371,535</b>
The break-up of the amount is given below:		
Agrani Bank Principal Branch (Project Loan)	464,715,998	489,706,498
Brac Bank Term Loan	14,115,037	17,665,037
	<b>478,831,035</b>	<b>507,371,535</b>

This represents the present outstanding balances of the above term loans. The above loans are secured by personal guarantee of the directors of the company, corporate guarantee of Pacific Group and the pari passé sharing agreement between banks on fixed and floating assets of the company. The interest rate of this loans is varying from 13% -16%.

<b>27.02 Leases</b>	<b>Tk. 84,004,241</b>	<b>Tk. 95,454,241</b>
This is made up as follows :		
IDLC Finance Limited	15,300,336	18,700,336
IIDFC	37,642,049	41,792,049
First Lease Finance & Investment Ltd.	31,061,856	34,961,856
	<b>84,004,241</b>	<b>95,454,241</b>

<b>28.00 Deferred Tax Liability</b>	<b>Tk. 72,132,987</b>	<b>Tk. 64,416,228</b>
<b>On Cost:</b>		
WDV of Assets Accounting Base	1,495,906,731	1,567,848,481
WDV of Assets Tax Base	1,044,158,234	1,167,545,038
Temporary Difference	451,748,498	400,303,443
Tax Rate	15%	15%
Deferred Tax Liability	67,762,275	60,045,516
On Revaluation (Note # 28.01)	4,370,712	4,370,712
	<b>72,132,987</b>	<b>64,416,228</b>

<b>28.01 Deferred tax liability on Revaluation Reserve</b>		
Revaluation Reserve	145,690,413	145,690,413
Tax Rate	3%	3%
	<b>4,370,712</b>	<b>4,370,712</b>



**29.00 Trade Payables** Tk. 10,025,853 Tk. 12,984,600

The break-up of the amount is given below:

Acceptance Liabilities	10,025,853	12,984,600
	<b>10,025,853</b>	<b>12,984,600</b>

**30.00 Short-Term Bank Borrowings** Tk. 41,241,061 Tk. 55,301,561

The break-up of the amount is given below:

Prime Bank Ltd	41,241,061	55,301,561
	<b>41,241,061</b>	<b>55,301,561</b>

This represents the present outstanding balances of the above Short term loans. The above loans are secured by personal guarantee of the directors of the company, corporate guarantee of Pacific Group and the pair passé sharing agreement between banks on fixed and floating assets of the company. The interest rate of this loans is varying from 13% -15%.

**31.00 Provision for Workers Profit Participation Fund** Tk. 8,950,930 Tk. 5,217,718

The break-up of the amount is given below:

Opening Balance	5,217,718	-
Add: During the period	3,733,212	5,217,718
Less: Paid during the period	-	-
	<b>8,950,930</b>	<b>5,217,718</b>

**32.00 Provision for Trade Receivable** Tk. 16,831,151 Tk. 0

The break-up of the amount is given below:

Opening Balance	-	-
Add: During the period	16,831,151	-
Less: Paid during the period	-	-
	<b>16,831,151</b>	<b>-</b>

**33.00 Provision for Income Tax** Tk. 185,952,438 Tk. 175,926,243

The break-up of the amount is given below:

Opening Balance	175,926,243	171,728,887
Add: During the Year	10,026,195	4,197,356
	<b>185,952,438</b>	<b>175,926,243</b>

**34.00 Liabilities and Provision for Expenses** Tk. 109,238,279 Tk. 78,609,313

This outstanding liabilities are rendered their services to the company. The individual balance are subject to confirmation.

The break-up of the amount is given below:

Salary & Allowance	1,075,300	1,098,650
Salary & Wages	6,493,343	5,045,432
Telephone bill	2,720	2,950
Mobile bill	24,300	25,600
Gas bill	4,776,783	3,712,611
VAT on Office Rent	360,000	360,000
Interest payable (Note # 34.01)	96,103,333	67,961,570
Audit fee	402,500	402,500
	<b>109,238,279</b>	<b>78,609,313</b>





<b>34.01 Interest payable</b>	<b>Tk. 96,103,333</b>	<b>Tk. 67,961,570</b>
The break-up of the amount is given below:		
Opening Balance	67,961,570	19,530,706
Add: Provision made during the year	28,141,763	49,430,864
Less: Adjustment for the year	-	1,000,000
	<b><u>96,103,333</u></b>	<b><u>67,961,570</u></b>
 <b>35.00 Net Asset Value (NAV) Per Share</b>		
Net Assets	2,459,870,047	2,419,779,919
No. of Shares	<u>181,732,815</u>	<u>165,211,650</u>
<b>Net Asset Value (NAV) Per Share</b>	<b><u>13.54</u></b>	<b><u>14.64</u></b>



		Amount in Taka	
		June 30, 2021	June 30, 2020
<b>36.00 Turnover</b>		<b>Tk. 1,667,552,693</b>	<b>Tk. 1,941,900,340</b>
Export Sales		1,667,552,693	1,941,900,340
		<b>1,667,552,693</b>	<b>1,941,900,340</b>
<b>37.00 Cost of Sales</b>		<b>Tk. 1,425,122,609</b>	<b>Tk. 1,656,152,082</b>
The break-up of the amount is given below:			
Raw materials Consumed (Note # 37.01)		1,228,211,418	1,487,101,252
Manufacturing Overhead (Note # 37.02)		216,902,994	192,743,990
Opening WIP		90,172,450	82,775,100
Closing WIP		(93,267,470)	(90,172,450)
<b>Cost of Production</b>		<b>1,442,019,392</b>	<b>1,672,447,892</b>
Finished Goods (Opening)		243,441,025	227,145,215
Finished Goods (Closing)		(260,337,808)	(243,441,025)
<b>Cost of Sales</b>		<b>1,425,122,609</b>	<b>1,656,152,082</b>
<b>37.01 Raw Material Consumed</b>		<b>1,228,211,418</b>	<b>1,487,101,252</b>
<b>Opening Stock of Raw Materials</b>		<b>269,861,496</b>	<b>236,846,434</b>
Raw Materials- Yarn		192,594,801	174,399,402
Dyes & Chemicals		65,901,845	53,211,432
Packing Materials		11,364,850	9,235,600
<b>Add: Raw Material Purchased</b>		<b>1,249,982,410</b>	<b>1,520,116,314</b>
Raw Materials- Yarn		1,003,810,172	1,229,688,341
Dyes & Chemicals		151,024,390	179,790,941
Packing Materials		95,147,848	110,637,032
<b>Raw Material available for Consumption</b>		<b>1,519,843,906</b>	<b>1,756,962,748</b>
<b>Less: Closing Stock of Raw Materials</b>		<b>291,632,488</b>	<b>269,861,496</b>
Raw Materials- Yarn		208,498,831	192,594,801
Dyes & Chemicals		70,646,601	65,901,845
Packing Materials		12,487,056	11,364,850
<b>Raw Material Consumption</b>		<b>1,228,211,418</b>	<b>1,487,101,252</b>
<b>37.02 Manufacturing Overhead</b>		<b>Tk. 216,902,994</b>	<b>Tk. 192,743,990</b>
The break-up of the amount is given below:			
Wages & Allowances		75,137,365	62,092,846
Festival Bonus		6,379,075	6,113,654
Overtime Expenses		1,190,054	988,268
Gas Bill		43,724,369	35,634,467
Medical Expenses		444,177	450,378
Insurance Premium		834,237	1,142,414
Postage & Stamp		71,795	82,945
Factory Maintenance		2,248,656	2,919,180
Generator Maintenance & Lubricants		9,566,725	12,024,429
ETP Expenses		100,705	108,620
Spare Parts (Note # 37.03)		4,956,311	5,081,426
Depreciation		72,249,526	66,105,363
		<b>216,902,994</b>	<b>192,743,990</b>





**37.03 Spares Parts****Tk. 4,956,311****Tk. 5,081,426**

The break-up of the amount is given below:

Stock of Spare parts Opening	5,538,937	4,263,900
Purchase of Spare parts	5,402,994	6,356,463
Stock of Spare parts - Closing	(5,985,620)	(5,538,937)
Consumption	<b>4,956,311</b>	<b>5,081,426</b>

**38.00 Office & Administrative Expenses****Tk. 28,389,012****Tk. 28,711,942**

The break-up of the amount is given below:

Salary & Allowances	5,554,300	4,845,440
Remuneration (Chairman)	-	702,000
Remuneration (MD)	1,200,000	1,200,000
Board Meeting Fees	115,000	115,000
Car maintenance	1,197,755	1,670,730
Audit Fees	402,500	402,500
Renewal & registration fees	1,867,584	2,228,840
Repair & Maintenance	214,611	264,603
Tour & Travels	702,128	700,589
Donation	986,921	914,330
Legal & Consultancy fees	574,706	750,000
Conveyance	335,201	369,774
Entertainment	612,625	626,811
Misc. Expenses	233,551	231,306
Mobile & Telephone bill	796,276	822,295
Printing & Stationery	999,863	918,365
Fees & Forms	216,436	222,348
Charge & Commission (C&F Expenses)	5,993,815	5,100,824
Office Rent	2,760,000	2,760,000
Internet bill	302,307	301,790
Transportation	2,519,460	2,669,182
Paper & periodical	23,867	18,596
Office Maintenance	780,106	876,619
	<b>28,389,012</b>	<b>28,711,942</b>

**39.00 Selling & Distribution Expenses****Tk. 7,085,430****Tk. 6,704,203**

The break-up of the amount is given below:

Salary & Allowances	3,530,600	2,985,456
Entertainment	272,595	325,900
Printing & Stationery	100,081	107,744
Advertisement	1,029,996	1,131,531
Misc. Expenses	826,450	837,788
Travelling & Conveyance	573,900	566,121
Sales promotion Exp.	751,808	749,663
	<b>7,085,430</b>	<b>6,704,203</b>



**40.00 Financial Expenses** Tk. 132,037,929      Tk. 143,738,339

The break-up of the amount is given below:

Interest on Project Loan general (Agrani bank)	105,528,113	111,604,789
Interest on IDLC Finance Limited	2,522,754	2,729,908
Interest on (IIDFC)	2,326,135	2,546,031
Interest on First Lease Financing	5,090,369	5,370,250
Interest on Term Loan (Bank Asia Ltd.)	2,517,677	2,749,755
Interest on Term Loan (Brac Bank Ltd.)	2,446,513	2,765,199
Interest on LTR	10,418,231	14,812,023
Bank Charge/Bank Misc./Service Charge etc.	1,188,138	1,160,384
	<b>132,037,929</b>	<b>143,738,339</b>

**41.00 Other Income** Tk. 3,479,731      Tk. 2,978,307

This amount consist of

Interest Received from FDR & IPO Fund	3,139,418	2,671,174
Exchange Gain	340,313	307,133
	<b>3,479,731</b>	<b>2,978,307</b>

**42.00 Current Tax Expenses** Tk. 10,026,195      Tk. 4,197,356

Profit before Tax	57,833,081	104,354,362
Less: Other Income considered separately	3,479,731	2,978,307
	54,353,350	101,376,055
Add: Accounting Depreciation	72,249,526	66,105,363
Less: Tax Depreciation	(123,694,580)	(144,462,890)
Taxable Income	2,908,296	23,018,527
Current tax Expenses on Taxable Income @15%	436,244	3,452,779
Current tax Expenses on other Income @25%	869,933	744,577
Regular Tax	1,306,177	4,197,356
Current Tax Expenses	<b>10,026,195</b>	<b>4,197,356</b>

Minimum tax on gross receipts of the company was taka 10,026,195 which is higher than the amount of regular tax amounting Taka 1,306,177 hence considering the provision of section 82C of Income Tax Ordinance 1984 the higher amount considered as income tax expenses comparing minimum tax and regular tax.

**43.00 Deferred Tax Expenses/(Income)** Tk. 7,716,758      Tk. 11,753,629

Closing	67,762,275	60,045,516
Beginning	60,045,516	48,291,887
	<b>7,716,758</b>	<b>11,753,629</b>

**44.00 Earnings Per Share (EPS)**

Net Profit After Tax	40,090,128	88,403,377
Weighted Number of Ordinary Shares during the year (Re-stated)	181,732,815	181,732,815
<b>Earnings Per Share (EPS)</b>	<b>0.22</b>	<b>0.49</b>
<b>Weighted Average number of Ordinary Shares</b>		
Opening	165,211,650	144,922,500
Issuance of Stock Dividend	16,521,165	20,289,150
<b>restated:</b>	<b>181,732,815</b>	<b>165,211,650</b>



**45.00 Cash Paid to Suppliers, Employees and Others**

Tk. 1,463,402,487 Tk. 1,710,401,693

The break-up of the amount is given below:

Cost of Goods Sold	1,425,122,609	1,656,152,082
Less: Opening Inventory	(609,013,908)	(551,030,649)
Add: Closing Inventory	651,223,386	609,013,908
Add: Creditors b/d	12,984,600	12,341,030
Less: Creditors c/d	(10,025,853)	(12,984,600)
Less: Depreciation	(72,249,526)	(66,105,363)
Add: Closing other receivable	-	-
Add: Administrative Expenses	28,389,012	28,711,942
Add: Marketing Expenses	7,085,430	6,704,203
Add: Accrued Exp b/d	10,647,743	10,206,219
Less: Accrued Exp c/d	(13,134,946)	(10,647,743)
Add: Prepaid Exp c/d	394,514,623	362,140,684
Less: Prepaid Exp b/d	(362,140,684)	(334,100,020)
	<b>1,463,402,487</b>	<b>1,710,401,693</b>

**46.00 Interest Paid**

Tk. 103,896,166 Tk. 95,307,475

The break-up of the amount is given below:

Expense Charged	132,037,929	143,738,339
Add: Owing b/d	67,961,570	19,530,706
Less: Owing c/d	(96,103,333)	(67,961,570)
	<b>103,896,166</b>	<b>95,307,475</b>

**47.00 Income Tax Paid**

Tk. 5,463,993 Tk. 6,270,163

The break-up of the amount is given below:

Provision b/d	175,926,243	171,728,887
Add: Tax Charged during year	10,026,195	4,197,356
Add: Advance Tax c/d	42,740,505	37,276,512
Less: Advance Tax b/d	(37,276,512)	(31,006,349)
Less: Provision c/d	(185,952,438)	(175,926,243)
	<b>5,463,993</b>	<b>6,270,163</b>

**48.00 Reconciliation of Net Profit with cash flows from Operating Activities**

<b>Profit before Tax</b>	57,833,081	104,354,362
Adjustment for:		
Depreciation on property, plant and equipment	72,249,526	66,105,363
	<b>130,082,607</b>	<b>170,459,725</b>
Less: Increase in Trade & Other Receivables	(62,063,063)	(103,379,297)
Less: Increase in Inventories	(42,209,478)	(57,983,259)
Add: Increase in WPPF	3,733,212	5,217,718
Add: Increase In Trade Receivables	16,831,151	-
Add: Increase in Trade Payables	(2,958,747)	643,570
Add: Increase in Liabilities for Expenses	30,628,966	48,872,388
Less: Increase in Advance, Deposit & Prepayments	(32,373,939)	(28,040,664)
Less: AIT at source on export realization	(4,463,993)	(4,079,933)
Less: Income Tax Paid	(1,000,000)	(2,190,230)
<b>Net cash flow from operating activities</b>	<b>36,206,716</b>	<b>29,520,017</b>





**49.00 Net Operating Cash Flow Per Share**

<u>Net Cash flows from operating activities</u>	36,206,716	29,520,017
No. of Shares	181,732,815	181,732,815
<b>Net Operating Cash Flow Per Share</b>	<b>0.20</b>	<b>0.16</b>

**50.00 The requirement of schedule XI part-II, Para 3 Employees**

Number of employees whose salary was below Tk. 8,250	-	-
Number of employees whose salary was above Tk. 8,250	401	405
	<b>401</b>	<b>405</b>

**51.00 Additional Information**

**The requirement of schedule XI part-II, Para 3 (a) : Turn Over**

Turnover in BDT.	1,667,552,693	1,941,900,340
Turnover in Quantity	10,758,404	12,692,159

**The requirement of schedule XI part-II, Para 3 (d) (i) : Raw Materials Consumed**

Raw Material (Yarn) (Kgs)	5,369,055	6,620,180
Raw Material (Yarn) (Value in BDT.)	987,906,142	1,211,492,942
Dyes & Chemical (Kgs)	1,044,855	1,210,873
Dyes & Chemical (Value in BDT.)	146,279,634	167,100,528

**The requirement of schedule XI part-II, Para 3 (d) (ii) : Goods Produced**

<b>Finished Goods</b>		
Opening (Yds)	1,764,065	1,622,466
Production (Yds)	10,880,845	12,833,759
Closing (Yds)	1,886,506	1,764,065

**The requirement of schedule XI part-II, Para 4**

Sl. No	Name	Designation	Nature of Transaction	
			Remuneration	Board Meeting Fee
1	Md. Shadequl Alam (Yeasin)	Chairman	-	25,000
2	Md. Shafiu Azam (Mohsin)	Managing Director	1,200,000	30,000
3	Md. Sohel Khan	Director	-	20,000
4	Md. Ashfak Ahmed Khan	Independent Director	-	20,000
5	M.A. Kamal Bhuiyan	Nominee Director (Disney Properties Ltd.)	-	20,000

**The requirement of schedule XI part-II, Para 4**

**Payments to Managing Director and Director by the company during the year**

Sl. No	Particulars	June 30, 2021	June 30, 2020
(a)	Managerial remuneration paid or payable during the financial year to the directors, including managing director, a managing agent or manager;	1,200,000	1,902,000
(b)	Expenses reimbursed to the managing agent;	Nil	Nil
(c)	Commission or other remuneration payable separately to a managing agent or his associate;	Nil	Nil

(d)	Commission received or receivable by the managing agent or his associate as selling or buying agent of other agent of other concerns in respect of contracts entered into by such concerns with the company;	Nil	Nil
(e)	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 year;	Nil	Nil
(f)	Any other perquisites or benefits in cash or in kind;	Nil	Nil
(g)	Other allowances and commission including guarantee commission;	Nil	Nil
(h)	Pension etc.	Nil	Nil
	(i) Pensions	Nil	Nil
	(ii) Gratuities	Nil	Nil
	(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil	Nil
	(iv) Compensation for loss of office	Nil	Nil
	(v) Consideration in connection with retirement from office.	Nil	Nil

**The requirement of schedule XI part-II, Para 7 : Capacity Utilization**

Sl. No	Name of Product	Production Capacity Yds/Year	Actual Production Yds	Utilization
1	Denims Fabrics	18,450,000	10,880,845	58.97%

**The requirement of schedule XI part-II, Para 8**

Particulars	Opening Balance	Total Purchase year ended June 30, 2021	Material Available (Taka)	Material Consumption (Taka)	% of Consumption
Raw Material (Yarn)	192,594,801	1,003,810,172	1,196,404,973	987,906,142	80.11%
Dyes & Chemical	65,901,845	151,024,390	216,926,235	146,279,634	11.86%
Packing Material	11,364,850	95,147,848	106,512,698	94,025,642	7.62%
Spare Parts	5,538,937	5,402,994	10,941,931	4,956,311	0.40%
<b>Total</b>	<b>275,400,433</b>	<b>1,255,385,404</b>	<b>1,530,785,837</b>	<b>1,233,167,729</b>	<b>100.00%</b>

Value of imports calculated on C.I.F basis by the company during the financial year ended June 30, 2021 in respect of raw materials, components and spare parts and capital good were as follows:

Sl. No	Particulars	Import Amount in BDT
i	Raw Materials	1,003,810,172
ii	Packing Materials	95,147,848
iii	Components of Spare Parts	5,402,994

**Value of Export on FOB Basis:**

Particulars



Export of Denims Fabrics (US Dollar)		\$19,618,267
Export of Denims Fabrics (BDT.)		1,667,552,693

#### 52.00 Contingent Liabilities

There was no sum for which the company is contingently liable as on June 30, 2021

#### 53.00 Claims Not Acknowledged

There was no claims against the company not acknowledged as debt as on June 30, 2021

#### 54.00 Commission Brokerage Or Discount Against Sales

No commission, brokerage or discount was incurred or paid by the Company against sales during the year of July 1, 2020 to June 30, 2021.

#### 55.00 Events after the Reporting Period

The Board of Directors meeting of Pacific Denims Ltd., held on 28 October 2021, recommended 1% Stock dividend for all shareholders and 1% Cash dividend (except directors & sponsors shareholders) of the paid-up capital for the year ended 30 June 2021. These dividends is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.

#### 56.00 Significant Deviation

During the year Sales, Net profit after Tax, Earnings Per Share (EPS) and Net Asset Value (NAV) are decreased in comparison with previous year ended on June 30, 2020 due to overall company business impacted by Covid-19 pandemics. As effect of COVID - 19 raw material costing and others overhead increase as a result profit decrease from comparative year.

#### 57.00 Financial Risk Management

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

Credit Risk  
Liquidity Risk  
Market Risk

##### Credit Risk

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables. Management has a credit policy in place that are controlled and monitored in accordance with terms and conditions prescribed in export letter of credit. As at 30th June 2021 the entire part of the receivables are related to export of goods and subject to insignificant credit risk. Risk exposures from other financial assets. i.e. Cash at bank and other external receivables are nominal.

##### Liquidity Risk





Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach in 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 equivalents to meet expected operational expenses including financial obligation through preparation of the cash flow forecast with due consideration of time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date. In extreme stressed conditions the company may get support from the related company in the form of short term financing.

**Market Risk**

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

**(a) Currency risk**

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

**(b) 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.



**PACIFIC DENIMS LIMITED**  
**Schedule of Property, Plant & Equipment**  
**As on June 30, 2021**

Particulars	Amount in Taka												
	Land	Land Develop-ment	Building & other Construction	Furniture & Fixture	Electric Installation	Deep- Tube-well	Office Equipment	Plant & Machinery Imported	Plant & Machinery Local	Fire Fighting Equipment	Vehicles & Transport	Total Property, Plant & Equipment	Total
<b>Cost</b>													
As on July 01, 2020	148,310,413	36,708,547	962,929,946	32,177,409	64,772,051	452,632	8,325,306	982,064,258	76,349,343	2,475,360	2,466,002	2,317,031,267	2,317,031,267
Additions	-	-	307,776	-	-	-	-	-	-	-	-	307,776	307,776
Disposal During the Year	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Cost as on June 30, 2021</b>	<b>148,310,413</b>	<b>36,708,547</b>	<b>963,237,722</b>	<b>32,177,409</b>	<b>64,772,051</b>	<b>452,632</b>	<b>8,325,306</b>	<b>982,064,258</b>	<b>76,349,343</b>	<b>2,475,360</b>	<b>2,466,002</b>	<b>2,317,339,043</b>	<b>2,317,339,043</b>
<b>Accumulated Depreciation</b>													
As on July 01, 2020	-	-	82,398,770	19,783,440	48,179,237	343,331	4,489,072	537,416,985	53,624,204	1,143,392	1,804,354	749,182,786	749,182,786
Depreciation Charged	-	-	22,019,691	1,239,397	1,659,281	10,930	383,623	44,464,727	2,272,514	133,197	66,165	72,249,526	72,249,526
Adjustment for Assets disposal off	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Accumulated Depreciation as on June 30, 2021</b>	<b>-</b>	<b>-</b>	<b>104,418,462</b>	<b>21,022,837</b>	<b>49,838,518</b>	<b>354,261</b>	<b>4,872,696</b>	<b>581,881,712</b>	<b>55,896,718</b>	<b>1,276,589</b>	<b>1,870,519</b>	<b>821,432,312</b>	<b>821,432,312</b>
<b>Net Book Value June 30, 2021</b>	<b>148,310,413</b>	<b>36,708,547</b>	<b>858,819,260</b>	<b>11,154,572</b>	<b>14,933,533</b>	<b>98,371</b>	<b>3,452,610</b>	<b>400,182,546</b>	<b>20,452,625</b>	<b>1,198,771</b>	<b>595,483</b>	<b>1,495,906,731</b>	<b>1,495,906,731</b>
<b>Carrying Value as on June 30, 2021</b>													

**As on June 30, 2020**

Particulars	Amount in Taka												
	Land	Land Develop-ment	Building & other Construction	Furniture & Fixture	Electric Installation	Deep- Tube-well	Office Equipment	Plant & Machinery Imported	Plant & Machinery Local	Fire Fighting Equipment	Vehicles & Transport	Total Property, Plant & Equipment	Total
<b>Cost</b>													
As on July 01, 2019	148,310,413	36,708,547	559,959,416	32,177,409	64,772,051	452,632	8,325,306	771,511,225	76,349,343	2,475,360	2,466,002	1,703,507,704	1,703,507,704
Additions	-	-	402,970,530	-	-	-	-	210,553,033	-	-	-	613,523,563	613,523,563
Disposal During the Year	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Cost as on June 30, 2020</b>	<b>148,310,413</b>	<b>36,708,547</b>	<b>962,929,946</b>	<b>32,177,409</b>	<b>64,772,051</b>	<b>452,632</b>	<b>8,325,306</b>	<b>982,064,258</b>	<b>76,349,343</b>	<b>2,475,360</b>	<b>2,466,002</b>	<b>2,317,031,267</b>	<b>2,317,031,267</b>
<b>Accumulated Depreciation</b>													
As on July 01, 2019	-	-	60,406,944	18,406,332	46,335,591	331,187	4,062,824	499,709,123	51,099,189	995,396	1,730,837	683,077,423	683,077,423
Depreciation Charged	-	-	21,991,826	1,377,108	1,843,646	12,145	426,248	37,707,862	2,525,015	147,996	73,517	66,105,363	66,105,363
Adjustment for Assets disposal off	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Accumulated Depreciation as on June 30, 2020</b>	<b>-</b>	<b>-</b>	<b>82,398,770</b>	<b>19,783,440</b>	<b>48,179,237</b>	<b>343,331</b>	<b>4,489,072</b>	<b>537,416,985</b>	<b>53,624,204</b>	<b>1,143,392</b>	<b>1,804,354</b>	<b>749,182,786</b>	<b>749,182,786</b>
<b>Net Book Value June 30, 2020</b>	<b>148,310,413</b>	<b>36,708,547</b>	<b>880,531,176</b>	<b>12,393,969</b>	<b>16,592,814</b>	<b>109,301</b>	<b>3,836,234</b>	<b>444,647,273</b>	<b>22,725,139</b>	<b>1,331,968</b>	<b>661,648</b>	<b>1,567,848,481</b>	<b>1,567,848,481</b>
<b>Carrying Value as on June 30, 2020</b>													



**Pacific Denims Ltd**  
**Details Item wise Inventories list**  
**For the year ended June 30, 2021**

Sl. No	Items	As at 30 June, 2021			As at 30 June, 2020		
		Rate TK	Quantity KG	Amount in Taka	Rate TK	Quantity KG	Amount in Taka
<b>1</b>	<b>Yarn</b>						
	Cotton Open End	214	257,489	55,102,646	212	225,330	47,769,960
	Cotton Open Slub	211	177,235	37,396,585	213	169,246	36,049,292
	Cotton Ring Slub	312	109,560	34,182,720	310	101,522	31,471,851
	Cotton Elastane	327	95,547	31,243,869	325	86,650	28,161,153
	Polyester Filament	179	129,548	23,189,092	180	127,752	22,995,396
	Poly Elastane	213	128,563	27,383,919	215	121,615	26,147,150
	<b>Total</b>		<b>897,942</b>	<b>208,498,831</b>		<b>832,114</b>	<b>192,594,801</b>
<b>2</b>	<b>Dyes &amp; Chemicals</b>						
	Indigo Dye	657	55,654	36,564,678	655	51,772	33,910,824
	Sulphar Black Dye	198	33,526	6,638,148	196	30,637	6,004,881
	Caustic Soda	57	55,215	3,147,255	58	52,152	3,024,839
	Hydrose	197	53,489	10,537,333	195	50,157	9,780,596
	Apple Starch	68	62,458	4,247,144	67	60,893	4,079,831
	Modified Starch	94	12,540	1,178,760	93	13,062	1,214,720
	Sodium Sulphide	66	37,698	2,488,068	67	38,114	2,553,628
	Siligen Softener	347	16,845	5,845,215	345	15,457	5,332,527
	<b>Total</b>		<b>327,425</b>	<b>70,646,601</b>		<b>312,244</b>	<b>65,901,845</b>
<b>3</b>	<b>Packing Materials</b>			<b>12,487,056</b>			<b>11,364,850</b>
<b>4</b>	<b>Spares &amp; Parts</b>			<b>5,985,620</b>			<b>5,538,937</b>
<b>5</b>	<b>Work-in-process</b>						
	Warping			9,145,860			9,080,350
	Dyeing & Sizing			23,654,320			22,475,500
	Weaving			45,236,840			44,443,000
	Finishing			15,230,450			14,173,600
	<b>Total</b>			<b>93,267,470</b>			<b>90,172,450</b>
<b>6</b>	<b>Finished Goods</b>						
	100% Cotton	235	262,450	61,675,750	232	250,951	58,220,736
	Cotton Polyester	246	444,563	109,362,498	242	425,602	102,995,696
	Cotton Elastane	327	152,500	49,867,500	326	140,761	45,888,151
	Cotton Poly Elastane	316	124,785	39,432,060	314	115,721	36,336,441
	<b>Total</b>		<b>984,298</b>	<b>260,337,808</b>		<b>933,036</b>	<b>243,441,025</b>
	<b>Grand Total</b>			<b>651,223,386</b>			<b>609,013,908</b>
	Yarn			208,498,831			192,594,801
	Dyes & Chemicals			70,646,601			65,901,845
	Packing Materials			12,487,056			11,364,850
	Spares & Parts			5,985,620			5,538,937
	Work-in- process			93,267,470			90,172,450
	Finished Goods			260,337,808			243,441,025
	<b>Total</b>			<b>651,223,386</b>			<b>609,013,908</b>

