

# **HAKKANI PULP & PAPER MILLS PLC.**

**FINANCIAL STATEMENTS (UN-AUDITED)**

**FOR THE PERIOD ENDED 30 SEPTEMBER 2025**



**HAKKANI PULP & PAPER MILLS PLC.**  
**Statement of Financial Position (Un-Audited)**  
As at 30 September 2025

	Note(s)	30 Sep 2025 Taka	30 June 2025 Taka
<b>ASSETS</b>			
<b>Non Current Assets :</b>		<b>862,093,448</b>	<b>869,398,864</b>
Property, Plant and Equipment	4	862,093,448	869,398,864
<b>Current Assets:</b>		<b>756,957,594</b>	<b>750,272,773</b>
Investment in Shares	5	10,816,431	10,249,593
Inventories	6	391,330,817	390,106,127
Trade Receivables	7	163,561,040	165,225,169
Advances, Deposits & Prepayments	8	130,046,730	126,567,778
Cash & Cash equivalents	9	61,202,576	58,124,106
<b>TOTAL ASSETS</b>		<b><u>1,619,051,042</u></b>	<b><u>1,619,671,637</u></b>
<b>SHARE HOLDERS EQUITY &amp; LIABILITIES</b>			
<b>Shareholders Equity:</b>		<b>462,397,858</b>	<b>460,514,917</b>
Share Capital	10	190,000,000	190,000,000
Dividend Equalization Reserve	11	11,237,712	11,237,712
Revaluation Reserve	12	232,218,854	234,016,741
Fair Value Reserve	5.01	(841,515)	(1,408,352)
Retained Earnings	13	29,782,807	26,668,816
<b>Non Current Liabilities:</b>		<b>759,862,680</b>	<b>736,828,674</b>
Unsecured Loan	14	57,699,990	57,699,990
Long Term Loan-Non Current Portion	15	606,133,236	582,436,047
Deferred Tax Liability	16	96,029,454	96,692,637
<b>Current Liabilities:</b>		<b>396,790,504</b>	<b>422,328,046</b>
Short Term Loan & Overdraft	17	50,763,541	61,857,518
Liability for Expenses	18	40,818,512	62,713,789
Workers Profit Participation and Welfare Fund	19	3,338,627	3,149,445
Long Term Loan-Current Portion	15.01	131,065,592	125,995,409
Trade Payables	20	26,173,408	27,125,192
Current Tax Liabilities	21	30,868,586	27,681,187
Liabilities for Other Finance	22	27,369,470	27,411,388
Unclaimed Dividend	23	1,890,935	1,892,285
Directors Current Account	24	84,501,833	84,501,833
<b>Total Liabilities</b>		<b><u>1,156,653,184</u></b>	<b><u>1,159,156,720</u></b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b><u>1,619,051,042</u></b>	<b><u>1,619,671,637</u></b>
<b>Net Asset Value Per Share (with revaluation)</b>	33	<b>24.34</b>	<b>24.24</b>
<b>Net Asset Value Per Share (without revaluation)</b>	34	<b>12.11</b>	<b>11.92</b>

The accounting policies and annexed notes form an integral part of these financial statements.

 <b>CHAIRMAN</b>	 <b>MANAGING DIRECTOR</b>	 <b>DIRECTOR</b>	 <b>CEO-INCHARGE</b>	 <b>COMPANY SECRETARY</b>
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Place: Chattogram  
Date: November 08, 2025





# HAKKANI PULP & PAPER MILLS PLC.

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

For the period ended 30 September 2025

	Note(s)	1st July to 30 September 2025 Taka	1st July to 30 September 2024 Taka
<b>Revenue</b>	25	312,985,024	293,134,937
Cost of Sales	26	(260,047,574)	(246,908,388)
<b>Gross Profit / (Loss)</b>		<b>52,937,450</b>	<b>46,226,549</b>
<b>Operating Expenses:</b>			
Administrative Expenses	27	(4,373,587)	(4,406,496)
Selling & Distribution Expenses	28	(13,130,131)	(13,235,556)
		(17,503,718)	(17,642,052)
<b>Profit from Operation</b>		<b>35,433,732</b>	<b>28,584,497</b>
Financial Expenses	29	(31,716,687)	(19,367,034)
Non-Operating Income	30	255,773	641,330
<b>Net Profit Before WPPF &amp; WWF</b>		<b>3,972,818</b>	<b>9,858,793</b>
Contribution to WPPF & Welfare Funds	19	(189,182)	(469,466)
<b>Net profit before Tax</b>		<b>3,783,636</b>	<b>9,389,326</b>
Income Tax Expenses:			
Current Tax	21.02	(3,187,399)	(3,036,082)
Deferred Tax	31	402,593	(5,877,826)
		(2,784,806)	(8,913,908)
<b>Net profit after Tax</b>		<b>998,830</b>	<b>475,418</b>
<b>Other Comprehensive Income:</b>			
Deferred Tax on Revaluation Reserve	12	317,274	338,865
Unrealized Gain/ (Loss) on Investment in Shares	5.02	627,660	1,782,452
Deferred tax on unrealized gain/(loss) on investment in shares	16.02	56,684	178,245
		1,001,618	2,299,562
<b>Total Comprehensive Income</b>		<b>2,000,448</b>	<b>2,774,979</b>
Earnings Per Share - Basic (per value of Tk. 10)	32	0.05	0.03

The accounting policies and annexed notes form an integral part of these financial statements.

 CHAIRMAN
  MANAGING DIRECTOR
  DIRECTOR
  CFO-INCHARGE
  COMPANY SECRETARY

Place: Chattogram  
Date: November 08, 2025





**HAKKANI PULP & PAPER MILLS PLC.**  
**Statement of Changes in Equity (Un-Audited)**  
For the Year period ended 30 September 2025

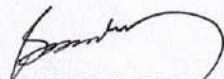
(Amount in Taka)

Particulars	Share Capital	Dividend Equalization Reserve	Revaluation Reserve	Fair Value Reserve	Retained Earnings	Total
Balance as at 01 July 2024	190,000,000	11,237,712	234,016,741	(1,469,175)	26,668,816	460,454,094
Adjustment of depreciation on carrying amount of revalued assets	-	-	(2,115,161)	-	2,115,161	-
Deferred Tax on Revaluation Surplus	-	-	317,274	-	-	317,274
Unrealized Gain/(Loss) on Investment in Shares	-	-	-	627,660	-	627,660
Net Profit after Tax	-	-	-	-	998,830	998,830
<b>Balance as on 30 June 2025</b>	<b>190,000,000</b>	<b>11,237,712</b>	<b>232,218,854</b>	<b>(841,515)</b>	<b>29,782,807</b>	<b>462,397,858</b>

For the period ended 30 September 2024

Balance as at 01 July 2024	190,000,000	11,237,712	241,697,668	(1,469,175)	20,020,812	461,487,017
Adjustment of depreciation on carrying amount of revalued assets	-	-	(2,259,096)	-	2,259,096	-
Deferred Tax on Revaluation Surplus	-	-	338,865	-	-	338,865
Unrealized Gain/(Loss) on Investment in Shares	-	-	-	1,782,452	-	1,782,452
Net Profit after Tax	-	-	-	-	475,418	475,418
<b>Balance as on 30 September 2024</b>	<b>190,000,000</b>	<b>11,237,712</b>	<b>239,777,437</b>	<b>313,277</b>	<b>22,755,326</b>	<b>464,083,751</b>

  
**CHAIRMAN**

  
**MANAGING DIRECTOR**

  
**DIRECTOR**

  
**CFO-INCHARGE**

  
**COMPANY SECRETARY**

The accounting policies and annexed notes form an integral part of these financial statements.

Place: Chattogram  
Date: November 08, 2025





# HAKKANI PULP & PAPER MILLS PLC.

## Statement of Cash Flows (Un-Audited)

For the period ended 30 September 2025

	Note(s)	1st July to 30 September 2025 Taka	1st July to 30 September 2024 Taka
<b>A. Cash flows from Operating Activities:</b>			
Receipts from customers against sales & other income		314,904,926	295,276,267
Paid to suppliers, operating and other expenses		(276,819,200)	(231,993,091)
Income Tax Paid		(1,750,608)	(408,441)
<b>Net cash flows generated by operating activities</b>	41	<b>36,335,118</b>	<b>62,874,735</b>
<b>B. Cash flows from Investing Activities:</b>			
Acquisition of Property, Plant & Equipment		(4,267,485)	(5,163,917)
Advance for Machinery		(7,373,000)	(8,798,870)
Advance for acquisition of land		(2,459,420)	-
Sale of Investment in shares		-	752,207
<b>Net cash flows used in investing activities</b>		<b>(14,099,905)</b>	<b>(13,210,580)</b>
<b>C. Cash flows from Financing Activities:</b>			
Short Term Loan & Overdraft		(11,093,977)	(21,610,410)
Long Term Loan		23,697,189	4,636,096
Financial Expenses		(31,716,687)	(18,188,685)
Liabilities for Other Finance		(41,918)	2,240,042
Dividend Paid		(1,350)	-
<b>Net Cash flows used in Financing Activities</b>		<b>(19,156,743)</b>	<b>(32,922,957)</b>
<b>D. Net Increase/(Decrease) in Cash and Bank Balances (A+B+C)</b>		<b>3,078,470</b>	<b>16,741,198</b>
<b>E. Opening Cash and Bank Balances</b>		<b>58,124,106</b>	<b>13,545,993</b>
<b>Closing Cash and Bank Balances (D+E)</b>		<b>61,202,576</b>	<b>30,287,191</b>
<b>F. Net Operating Cash Flows Per Share (NOCFPS)</b>	35	<b>1.91</b>	<b>3.31</b>

The accounting policies and annexed notes form an integral part of these financial statements.

 CHAIRMAN
  MANAGING DIRECTOR
  DIRECTOR
  CFO-INCHARGE
  COMPANY SECRETARY

Place: Chattogram

Date: November 08, 2025





**HAKKANI PULP & PAPER MILLS PLC.**  
**Notes to the Financial Statements (Un-Audited)**  
**For the Year period ended 30 September 2025**

**1.00 LEGAL STATUS AND NATURE OF THE BUSINESS:**

**1.01 Status and Legal Form of the Company**

Hakkani Pulp and Paper Mills PLC. (hereinafter referred to as the "Company") has been incorporated in Bangladesh as a public company limited by shares under the Companies Act, 1994 vide Registration No. CHC-2462/1996 with the Registrar of Joint Stock Companies and Firms on December 28, 1996. The Company issued shares to the general public in 2001 and got listed with Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC.

The registered office of the Company is situated at 2/10, D.T. Road, North Pahartali, Chattogram. The factory is located at Mouza: Halimkhar Char, P.S: Potiya, Dist: Chattogram on Chattogram -Cox's Bazar Highway.

**1.02 Nature of Business:**

The principal objects of the company is to manufacture different kinds of Pulp, Paper products & Tissue products.

**2.00 BASIS OF PREPARATION, PRESENTATION AND DISCLOSURES OF FINANCIAL STATEMENTS:**

**2.01 Statement of compliance:**

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under FRA has been formed in 2017. As per the provision of FRA (section-69), the Financial Statement have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the Companies Act the title and format of these financial statements follow the requirements of IFRSs which are to some different from requirement of the Companies Act 1994. However, such differences are not material and view of management, IFRSs format gives a better presentation to the Shareholders.

Moreover, these Financial Statements have been prepared on a going concern basis following accrual basis of accounting except for statement of cash flows in accordance with the International Accounting Standard (IASs) and International Financial Reporting Standard (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh.

**2.02 Other Regulatory Compliances:**

- a. The entities are also required to comply with the following major laws and regulation along with the Companies Act, 1994.
- b. The Income Tax Act, 2023
- c. The Income Tax Rules, 1984
- d. The Tax Deduction Rules, 2024
- e. The Value Added Tax and Supplementary Duty Act, 2012
- f. The Value Added Tax and Supplementary Duty Rules, 2016
- g. The Customs Act, 1969
- h. Bangladesh Labor Act, 2006 as amended in 2018
- i. The Securities and Exchange Ordinance, 1969
- j. The Securities and Exchange Rules, 2020
- k. The Corporate Governance Code 2018
- l. The Dhaka Stock Exchange & Chittagong Stock Exchange (Listing) Regulations 2015
- m. The Financial Reporting Act, 2015
- n. International Accounting Standards (IAS)
- o. International Financial Reporting Standards (IFRS)

**2.03 Applicable Accounting Standards:**

The following IASs and IFRSs are applicable for the Financial Statements for the period under review:

- a. IAS - 01 Presentation of Financial Statements
- b. IAS - 02 Inventories
- c. IAS - 07 Statement of Cash Flows
- d. IAS - 08 Accounting Policies, Changes In Accounting Estimates and Errors
- e. IAS - 10 Events after the Reporting period
- f. IAS - 12 Income Taxes





- g. IAS - 16 Property, Plant and Equipment
- h. IAS - 19 Employee Benefits
- i. IAS- 21 The Effects of Changes in Foreign Exchange Rates
- j. IAS - 23 Borrowing Costs
- k. IAS - 24 Related Party Disclosures
- l. IAS - 32 Financial Instruments: Presentation
- m. IAS - 33 Earnings per Share
- n. IAS - 36 Impairment of Assets
- o. IAS- 37 Provisions, Contingent Liabilities and Contingent Assets
- p. IAS - 38 Intangible Assets
- q. IFRS- 07 Financial Instruments: Disclosures
- r. IFRS- 09 Financial Instruments
- s. IFRS- 15 Revenue From Contract with Customers
- t. IFRS- 16 Leases

**2.04 Basis of Reporting :**

The Financial Statements have been prepared and presented for general users by the company in accordance with identified Financial reporting framework, presentation has been made in compliance with the requirements of IAS-1 "Presentation of Financial Statements "

- a. A Statement of Financial Position as at 30 September 2025.
- b. A Statement of Profit or Loss and other Comprehensive Income for the year ended 30 Sep 2025.
- c. A Statement of changes in equity for the year ended 30 September 2025.
- d. A Statement of Cash flows for the year ended 30 September 2025.
- e. Notes , comprising a summary of significant accounting policies and explanatory information.
- f. Comparative information prescribed by the Standard.

**2.05 Authorization for Issue :**

These financial statements have been authorized for issue by the Board of Directors on 08 November 2025.

**2.06 Reporting Period:**

The financial statements of the Company cover Three months from 1 July 2025 to 30 September 2025.

**2.07 Basis of Measurement :**

The Financial Statement have been prepared on going concern basis under the historical cost convention except for revaluation of non-current assets.

**2.08 Going Concern:**

The Company have adequate resources to continue operation in foreseeable future (except otherwise stated). For this reason, Management continues to adopt going concern basis in preparing the financial statements. The current revenue generations and resources of the Company provide sufficient fund to meet the present requirements of existing business and operations.

**2.09 Functional and presentation currency:**

These financial statements are prepared in Bangladesh Taka (Taka/Tk/BDT), which is the functional currency of the Company. All financial information presented in Taka has been rounded off to the nearest integer except when otherwise indicated.

**2.10 Current versus non-current classification**

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- (I) Expected to be realized or intended to be sold or consumed in the normal operating cycle,
- (II) Held primarily for the purpose of trading,
- (III) Expected to be realized within twelve months after the reporting period and
- (IV) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Company classifies all other assets as non-current.

A liability is current when

- (I) It is expected to be settled in the normal operating cycle





- (II) It is held primarily for the purpose of trading,
- (III) It is due to be settled within twelve months after the reporting period and
- (IV) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

#### 2.11 Use of Estimates and Judgments:

In preparing financial statements, management has made judgments and estimates that affect the application of the company accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

#### 2.11.01 Judgments, assumptions and estimation uncertainties:

Information about judgments made in applying accounting policies and assumptions and estimation uncertainties that have the most significant effects on the amounts recognized in the financial statements is included in the following notes:

- Note: 04 Property, Plant and Equipment
- Note: 07 Trade Receivables
- Note : 08 Advances, Deposits & Prepayments
- Note: 16 Deferred Tax Liability
- Note : 20 Trade Payables
- Note: 21 Current Tax Liabilities

#### 3.00 SIGNIFICANT ACCOUNTING POLICIES:

The specific accounting policies selected and applied by the company management 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 period and were also consistent with those used in earlier periods, except otherwise stated.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

Set out below is an index of the significant accounting policies, the details of which are available on the following:

- 3.01 Property, plant and equipment
- 3.02 Capital work-in-progress
- 3.03 Impairment of assets
- 3.04 Investment in shares:
- 3.05 Inventories
- 3.06 Trade and other receivables
- 3.07 Advances, deposits and prepayments:
- 3.08 Cash and cash equivalents:
- 3.09 Trade and other payables
- 3.10 Other liabilities
- 3.11 Cash flows statement
- 3.12 Employee benefits scheme
- 3.13 Provisions, contingent liabilities and contingent assets
- 3.14 Finance income & finance costs:
- 3.15 Non-operating income
- 3.16 Borrowing costs
- 3.17 Taxation
- 3.18 Revenue from contract with customers
- 3.19 Earnings per share (EPS):
- 3.20 Foreign Currency Transactions:
- 3.21 Comparative Information:





- 3.22 Consistency
- 3.23 Events after the reporting
- 3.24 Share Capital
- 3.25 Leases
- 3.26 Accruals

### 3.01 Property, plant and equipment:

#### 3.01.01 Recognition and measurement:

Property, plant and equipment are stated at cost less accumulated depreciation. Cost includes expenditures that are directly attributable to the acquisition of the assets. The cost of self constructed/installed assets includes the cost of materials, direct labor and any other costs directly attributable to bringing the assets to the working condition for its intended use and the cost of dismantling and removing the items and restoring the site on which they are located. When parts of an item property, plant and equipment have different useful lives, they are accounted separate items (major components) of property, plant and equipment.

#### 3.01.02 Subsequent costs:

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future benefit embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day to day servicing of property, plant and equipment are recognized in profit or loss and other comprehensive income as incurred.

#### 3.01.03 Depreciation:

Depreciation is recognized in Statement of Profit or Loss and other Comprehensive Income on diminishing balance method over the estimated useful lives of Property, Plant and Equipment. Depreciation is charged on Property, Plant and Equipment from the usable date i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management and no depreciation is charged in the month of disposal.

No depreciation is charged on land and capital work-in-progress. Depreciation is charged on all other fixed assets on a diminishing balance method. Depreciation of an assets is charged by the rates depending on the nature and estimated useful life of assets are given below:

Non Current Assets	Rate of Depreciation
1. Building & Other Civil Construction	5%
2. Plant & Machinery	7%
3. Furniture & Fixtures	10%
4. Office Equipment	10%
5. Electric Installation	10%
6. Gas Line Installation	10%
7. Telephone Line Installation	10%
8. Water Line Installation	10%
9. Fire Extinguisher	20%
10. Office Decoration	10%
11. Vehicle	20%
12. Motor Vehicle	20%
13. Factory Equipment	20%

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to statement of profit or loss and other comprehensive income.

#### 3.01.04 Non- Current asset held for Sales

Non-current assets that are highly probable to be recovered primarily through sale rather than through continuing use are classified as held for sale. Immediately before classification as held for sale the assets are remeasured in accordance with the companies accounting policies. There after, the assets are generally measured at the lower of their carrying amount and fair value less costs to sell. Impairment losses on initial classification as held for sale are recognized to revaluation reserve to the extent of revaluation surplus, in excess of revaluation surplus and subsequent gains or losses on remeasurement are recognized in the Statement of profit or loss. Gains are not recognized in excess of any cumulative impairment loss.

If criteria for an asset to be classified as held for sale are not met, then the asset or disposal company ceases to be held for sale.





In this case, the asset or disposal company should be valued at the lower of the carrying amount before the asset or disposal company was classified as held for sale (as adjusted for any subsequent depreciation, amortization, or revaluation) and its recoverable amount at the date of the decision not to sell.

### 3.02 Capital Work In Progress :

Property, plant and equipment under construction/acquisition is accounted for and measured at cost as capital work-in-progress until construction/acquisition is completed and it is ready for use.

The cost of capital work in progress comprises:

- 1) Purchase price includes import duties.
- 2) Any cost directly attributable to bringing the assets to be capable of operating in the manner intended by the Management.

The cost of capital working progress shall be recognized as property, plant and equipment when it is probable that the economic benefits associated with its intended use will follow to the entity as per paragraph 7 of IAS- 16 property, plant and equipment.

### 3.03 Impairment of Assets:

An impairment test is carried out by the Management at the end of each reporting year to ascertain whether there is any indication that an assets is impaired if any such indication exists, the impairment losses for an individual assets is measured and recognized in the financial statements in accordance with IAS-36 Impairment of asset.

### 3.04 Investment in Shares:

This investment in shares is initially recognized and measured at transaction costs that are directly attributable to the acquisition of the said financial asset. The management considered investment in shares as available for sale financial assets to present its subsequent changes in fair value through other comprehensive income in accordance with paragraph 5.7.5 of IFRS-9.

The cumulative gain or loss that was recognized in fair value adjustment reserve will be recognized in profit or loss when this investment will be sold.

### 3.05 Inventories:

#### 3.05.01 Nature of inventories

Inventories comprise Raw Materials, Packing Materials, Consumable spares & Stores, Work-in - Process and Finished Goods etc.

#### 3.05.02 Valuation of the inventories

Inventories are measured at lower of cost and net realizable value. The cost of inventories includes expenditure incurred in acquiring these inventories and bringing them to their existing location and condition in accordance with IAS-2

<u>Category</u>	<u>Basis of Valuation</u>
Finished Goods	Finished goods are valued at cost or NRV whichever is lower.
Raw materials	Raw materials are valued at weighted average method.
Work in Process	Work in process is valued at 100% cost of raw materials, 75% cost of labor and 50% cost of overhead.
Consumable stores	Based on weighted average method.
Packing materials	Based on weighted average method.

### 3.06 Trade and Other Receivables:

Trade and other receivables are recognized at cost which is the fair value of the consideration given in return.

### 3.07 Advances, deposits and prepayments:

Advances are measured at cost. After recognition, advances are carried at cost less deductions, adjustments or charges to other account heads such as property, plant and equipment, inventory or expenses.

Deposits are measured at payment value.

Prepayments are initially measured at cost.

### 3.08 Cash and cash equivalents:

Cash and cash equivalents includes cash in hand, deposits held at call with banks and other short term fixed deposits with banks.





### 3.09 Trade and other payable

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

### 3.10 Other liabilities:

Other liabilities represents the amounts due to various parties for receiving services. These are initially recognize date cost which is the fair value.

### 3.11 Statement of cash flows :

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

### 3.12 Employee benefit schemes:

#### i) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid under short-term cash bonus if the company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

#### ii) Workers' Profit Participation and Welfare Funds

The Company operates fund for workers as workers' profit participation and welfare fund ("the Fund") and provides 5% of its profit before tax as per provision of the Bangladesh Labor Act 2006. The Company recognizes the contribution to the fund as short term employee benefits. The Fund is governed by Bangladesh Labor Act, 2006 as amended in 2018.

### 3.13 Provisions, contingent liabilities and contingent assets:

#### i) Provisions

A provision is recognized in the statement of financial position when the Company has a legal or constructive obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate thereof can be made, Provisions are reviewed at the end of each reporting period and adjusted to reflect the Current best estimate, If it is no longer probable that an outflow of resources embodying economic benefits are required to settle the obligation, the provisions are reversed.

#### ii) Contingent liability

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non occurrence of one of more uncertain future events not wholly within the control of the Company; or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognized in the statement of financial position of the Company. Moreover, contingencies arising from claims, litigations, assessments, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

#### iii) Contingent asset

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 not wholly within the control of the entity. The company does not recognize contingent asset.

### 3.14 Finance income & finance costs:

#### 3.14.01 Finance income

Finance income comprise interest income of funds invested and is recognized as it accrues in profit or loss using the effective interest method.

#### 3.14.02 Finance costs

Finance costs comprise interest expense on borrowings and foreign exchange gain or loss. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest method.





### 3.15 Non- Operating income:

Non- operating income includes interest income on delayed receipts from customers, gain/(loss) on sale of fixed assets and miscellaneous receipts. Other operating income is recognized as revenue income as and when realized.

### 3.16 Borrowing Cost:

Interest and other costs incurred by the company in connection with the borrowing of funds are recognized as expense in the period in which they are incurred, unless such borrowing cost progress that are capitalized as per IAS-23:

Other borrowing costs are recognized as an expense in the year in which its incurred as per paragraph 8 of IAS-23 Borrowing Cost.

### 3.17 Taxation:

#### 3.17.01 Current Tax:

The Company are maintaining provision for taxation using rates enacted at the reporting date. The Company complies with the applicable tax laws in Bangladesh.

#### 3.17.02 Deferred tax:

Deferred Tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying value 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 substantially enacted on the balance sheet date. The impact on the account of changes in the deferred tax assets or liabilities has been recognized in the Statement of Profit or Loss and Other Comprehensive Income as per IAS-12.

### 3.18 Revenue from contract with customers:

The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle follow IFRS 15 five-step model as follows:

1. Identify the contract with a customer;
2. Identify the performance obligations in the contract;
3. Determine the transaction price;
4. Allocate the transaction price to the performance obligations in the contract; and
5. Recognize revenue when (or as) the entity satisfies a performance obligation;

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 that goods. Revenue from the sale of goods is measured at the fair value of consideration received or receivable, net of Value Added Tax (VAT). Gross turnover comprises local sales of Newsprint Paper, M.G newsprint Paper, Khata and Tissue paper, and includes VAT paid to the Government of Bangladesh. Major portion of the sales revenue has been realized through banking channel except in a few cases.

The following table provides information about the nature and timing of the satisfaction of performance obligation in contracts with customers:

Types of Sales	Nature and timing of satisfaction of performance obligations, including significant payment terms	Revenue recognition under IFRS 15
Local Sales	Customers obtain control of products when goods are shipped out at factory gate. Invoices raised as per management approves price list are generated at that point in time. Invoices are usually paid in cash as advance before getting delivery of the goods.	Revenue is recognized when (or as) the entity satisfies a performance obligation by transferring the promised good or service to a customer.
Export Sales		

### 3.19 Earnings per share (EPS):

The company calculates its earnings per share in accordance with IAS-33: Earnings per Share which has been reported on the face of statement of profit or loss and other comprehensive income.





**3.19.01 Basis of earnings:**

This represents Profit/(Loss) for the period attributable to ordinary shareholders. As there is no preference dividend or extra ordinary items, the net profit/(Loss) after tax for the period has been considered fully attributable to the ordinary shareholders.

**3.19.02 Basic Earnings Per share:**

This represents profit for the period attributable to ordinary shareholder. As there were no preference shares requiring returns or dividends, the net fully attributable to the ordinary shareholders.

**3.20 Foreign Currency Transaction:**

Transactions in foreign currencies are translated to Taka at the foreign exchange rates prevailing on the date of transaction. All monetary assets and liabilities denominated in foreign currencies at reporting date are translated to Taka at the rates of exchange prevailing on that date. Resulting exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognized in the statement of profit or loss and other comprehensive income as per IAS 21 The Effects of Changes in Foreign Exchange Rates.

Non-Monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of transactions.

**3.21 Comparative Information:**

Comparative information has been disclosed in respect of 30 June 2025 in accordance with IAS-1: Presentation of Financial Statements, for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current periods financial statements. Prior year's figures have been rearranged wherever considered necessary to ensure comparability with the current year.

**3.22 Consistency:**

Unless otherwise stated, the accounting policies and methods of computation used in preparation of Financial Statements for the year are consistent with those policies and methods adopted in preparing the Financial Statements for the previous year.

**3.23 Events after the reporting:**

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

**3.24 Share Capital:**

Paid-up capital represents total amount contributed by the shareholders. Holders of ordinary shares are entitled to receive dividends as declared to time and are entitled to vote at shareholders meetings.

**3.25 Leases:**

The Company treated office rent as cancelable short-term leases of low-value assets. Currently the Company has short-term lease of low value assets. The company will not recognize right of use (ROU) assets and lease liabilities for short-term leases.

**3.26 Accruals:**

Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amongst due to employees. Accruals are reported as part of trade and other payables.

**4.00 PROPERTY, PLANT & EQUIPMENT:**

	30 Sep 2025	30 June 2025
	<u>Taka</u>	<u>Taka</u>
Balance as on 01 July (including revaluation)	1,503,991,740	1,462,726,048
Add: Addition during the period	4,267,485	41,265,692
<b>Balance as on 30 September</b>	<b>1,508,259,225</b>	<b>1,503,991,739</b>
Less: Accumulated depreciation	646,165,777	634,592,876
<b>Written down value as on 30 September</b>	<b>862,093,448</b>	<b>869,398,864</b>

(a) Details of Group Wise Property, Plant & Equipment with cost, addition and adjustment during the period, depreciation and written down value are shown at Note-4.01





**4.01 PROPERTY, PLANT & EQUIPMENT:**

(Amount in Taka)

Particulars	C O S T				Rate of Dep.	D E P R E C I A T I O N				Written Down Value as on 30 Sep 2025
	Balance as on 01 July 2025	Addition during the period	Disposal/ Adjustment during the period	Balance as on 30 Sep 2025		Balance as on 01 July 2025	Charged during the period	Disposal/ Adjustment during the period	Balance as on 30 Sep 2025	
At Cost										
Land & Land Development	44,786,572	-	-	44,786,572	-	-	-	-	-	44,786,572
Building & Other Construction	205,088,649	159,001	-	205,247,650	5%	71,864,579	1,667,018	-	73,531,598	131,716,052
Plant & Machinery	690,423,369	1,089,314	-	691,512,683	7%	318,097,120	6,531,300	-	324,628,419	366,884,264
Furniture & Fixture	2,293,568	-	-	2,293,568	10%	1,070,946	30,566	-	1,101,512	1,192,056
Office Equipment	4,979,676	1,355,000	-	6,334,676	10%	2,781,327	85,957	-	2,867,283	3,467,393
Electric Installation	51,960,818	1,656,170	-	53,616,988	10%	21,314,060	797,519	-	22,111,579	31,505,409
Gas Line Installation	3,932,191	-	-	3,932,191	10%	3,314,357	15,446	-	3,329,803	602,388
Telephone Line Installation	132,263	-	-	132,263	10%	110,800	537	-	111,337	20,926
Water Line Installation	9,514,803	-	-	9,514,803	10%	5,591,146	98,091	-	5,689,237	3,825,566
Fire Extinguisher	111,870	-	-	111,870	20%	105,708	308	-	106,016	5,854
Office Decoration	2,049,459	-	-	2,049,459	10%	1,054,809	24,866	-	1,079,676	969,783
Vehicle Car	3,011,672	-	-	3,011,672	20%	2,745,886	13,289	-	2,759,175	252,497
Motor Vehicle	5,290,605	-	-	5,290,605	20%	3,605,413	84,260	-	3,689,673	1,600,932
Factory Equipment	3,354,705	8,000	-	3,362,705	20%	1,189,018	108,584	-	1,297,602	2,065,103
"A"	1,026,930,220	4,267,485	-	1,031,197,705		432,845,170	9,457,739	-	442,302,910	588,894,795
At Revaluation										
Land & Land Development	139,028,020	-	-	139,028,020	-	-	-	-	-	139,028,020
Building & Other Construction	110,663,849	-	-	110,663,849	5%	56,695,859	674,600	-	57,370,459	53,293,390
Plant & Machinery	227,369,650	-	-	227,369,650	7%	145,051,847	1,440,562	-	146,492,408	80,877,242
"B"	477,061,519	-	-	477,061,519		201,747,706	2,115,161	-	203,862,867	273,198,652
Grand totalas on 30 September 2025 (A+B)										
	1,503,991,740	4,267,485	-	1,508,259,225		634,592,876	11,572,900	-	646,165,777	862,093,448
As on 30 June 2025	1,462,726,048	41,265,692	-	1,503,991,740		587,056,628	47,536,249	-	634,592,876	869,398,864
As on 30 Sep 2024	1,333,750,909	128,975,140	-	1,462,726,048		544,825,385	42,231,242	-	587,056,628	875,669,422

**Allocation of Depreciation :**

Administrative Expenses

Factory Overhead

	30 Sep 2025 Taka	30 Sep 2024 Taka
Administrative Expenses	155,214	127,511
Factory Overhead	11,417,686	11,485,553
<b>Taka =</b>	<b>11,572,900</b>	<b>11,613,063</b>





30 Sep 2025  
Taka

30 June 2025  
Taka

**5.00 INVESTMENT IN SHARES:**

5.01 The details of company-wise investments in shares, stated at their respective market values as at 30 Sep 2025, are presented below.

Name of company	No. of Shares	Cost Value	Market Value	Unrealized gain/(loss)
Brac Bank PLC	17,316	158,299	1,201,730	1,043,431
DESCO Ltd.	5,000	238,287	117,500	(120,787)
Dhaka Bank PLC	30,317	210,234	345,614	135,379
Exim Bank PLC	53,401	1,080,863	197,584	(883,279)
Grameenphone Ltd.	10,700	3,995,855	3,188,600	(807,255)
Islami Bank Bangladesh PLC.	5,570	198,339	226,142	27,803
Jamuna Oil Company Ltd.	2,299	271,136	431,752	160,617
Lafarge Holcim Bangladesh PLC	10,000	805,409	561,000	(244,409)
Meghna Petroleum Ltd.	2,402	249,369	513,067	263,698
Mutual Trust Bank PLC	25,685	207,749	321,063	113,313
National Bank Ltd.	82,779	902,974	281,449	(621,525)
One Bank PLC.	40,032	296,251	292,234	(4,017)
Shahjalal Islami Bank Ltd.	41,135	249,341	765,111	515,770
Square Pharmaceuticals PLC.	9,200	1,826,477	1,981,680	155,203
Standard Bank PLC.	22,637	200,804	129,031	(71,773)
Titas Gas T&D Co. PLC.	13,250	766,559	262,875	(503,684)
<b>Total</b>	<b>371,723</b>	<b>11,657,945</b>	<b>10,816,431</b>	<b>(841,515)</b>

**5.02 Gain/ (Loss) on Investment in Shares:**

Unrealized Gain/ (Loss) Closing	(841,515)	(1,469,175)
Less: Unrealized Gain/ (Loss) Opening	(1,469,175)	89,046
Add: Deferred tax Opening	-	8,905
<b>Gain/ (Loss) on Investment in Shares during the period</b>	<b>627,660</b>	<b>(1,549,316)</b>

**6.00 INVENTORIES:**

Raw Materials <b>Note-6.01</b>	126,496,128	100,837,970
Finished Goods <b>Note-6.02</b>	207,675,686	215,484,252
Work-In-Process	11,105,253	28,954,845
Consumable Spares & Stores	12,231,061	8,994,026
Packing Materials	33,822,689	35,835,034
	<b>391,330,817</b>	<b>390,106,127</b>

**6.01 Raw Materials**

Wastage Paper	103,375,990	83,506,501
Chemicals Items	23,120,138	17,331,469
	<b>126,496,128</b>	<b>100,837,970</b>

**6.02 Finished Goods**

Newsprint Paper	119,928,244	105,542,236
Khata	1,675,744	4,196,765
Tissue Papers	86,071,698	105,745,251
	<b>207,675,686</b>	<b>215,484,252</b>

Inventories comprise raw materials, consumable stores and spare parts, packing materials, work-in-process, and finished goods. The valuation of inventories has been made in accordance with IAS 2 – Inventories, as detailed below:

- Raw materials, consumable stores and spare parts, and packing materials are valued at cost, determined using the **weighted average method**.
- Work-in-process is valued at cost, which includes **100% of raw material cost, 75% of direct labour cost, and 50% of manufacturing overheads** incurred up to the reporting date.
- Finished goods are valued at the **lower of cost and net realizable value (NRV)**.
- Cost includes all expenditure incurred in bringing inventories to their present location and condition.
- Physical verification of inventories was carried out **at the year-end by the management in the presence of the company's auditors**, and the results of the physical count were found to be in agreement with the book records.
- Inventory consists of a huge number of items for which the quantity could not be disclosed.





		30 Sep 2025 Taka	30 June 2025 Taka
<b>7.00</b>	<b><u>TRADE RECEIVABLES:</u></b>		
	Al- Madina Paper House	7,612,421	7,462,171
	Agrani Printing Press	1,368,122	1,518,122
	Anik Traders	259,245	309,245
	AG Paper House	799,200	60,930
	Avoy Enterprise	3,402,637	6,253,507
	Babul Store	41,115,949	41,115,949
	Bhai Bhai Store	122,464	172,464
	Bhai Bhai Traders	379,456	349,456
	Chandpur Paper House	9,479,778	4,569,860
	CGT Tissue	295,638	345,638
	Eastern Paper House	5,125,288	5,375,288
	Epic Health Care	97,974	226,740
	Fuluwang Limited	1,104,816	1,224,816
	Handi Restaurant	186,269	192,300
	Health Point Hospital	34,715	79,635
	Ibn Sina Hospital	129,915	156,848
	Intimate Apparels Ltd	490,551	490,551
	M/S. Helal Enterprise	193,906	213,906
	M J Paper House	3,639,783	6,498,783
	Molla Traders	2,029,005	771,485
	Oniruddho Trading	2,020,026	2,140,026
	Rapid Pack Limited	-	216,031
	Robin Enterprise	277,183	347,183
	Rubel & Sons	3,111,191	3,361,191
	RM Trade International	2,531,446	2,651,446
	Sajib Enterprise	1,906,526	2,026,526
	Shahnaj Trading Corporation	166,186	104,076
	Sikandar Para Banijik Songasta	1,537,399	1,523,039
	S.K Traders	12,636,025	11,914,940
	Shohan Enterprise	2,983,874	53,074
	Tanvir Enterprise	3,378,558	2,850,718
	Amir & Brothers	760,160	760,160
	Siddique Enterprise	436,114	436,114
	Other Receivables	53,949,220	59,452,951
		<b>163,561,040</b>	<b>165,225,169</b>

Note-7.05

**7.01 Ageing of Trade Receivables:**

Below-30 Days	27,805,377	28,088,279
Within 31- 60 Days	32,712,208	33,045,034
Within 61 - 90 Days	22,898,546	23,131,524
Within 90 - 180 Days	19,627,325	19,827,020
Above 180 Days	60,517,585	61,133,313
	<b>163,561,040</b>	<b>165,225,169</b>

**7.02** Trade receivables represent amounts due from customers arising in the ordinary course of business.

**7.03** These receivables are unsecured but considered good and collectible by the management; hence, no provision for expected credit losses has been recognized.

**7.04** Suits have been filed against Babul Store for recovery of Tk. 41,415,949 (CR Case Nos. 172/22 to 182/22, dated 10 January 2022), initially before the Chief Metropolitan Magistrate Court, Chattogram, and later transferred to the Metropolitan Sessions Judge Court.

Charges were framed on 11 September 2022, and the complainant's deposition was recorded in nine cases on 18 October 2023. Petitions under Section 561A of the Criminal Procedure Code were dismissed by the Hon'ble High Court Division, and appeals are currently pending before the Hon'ble Appellate Division.

Based on legal advice, the management does not anticipate any material adverse financial impact from these cases.





	30 Sep 2025	30 June 2025	
	Taka	Taka	
7.05	The Company has filed suits against Amir & Brothers (CR Case Nos. 74/24, 75/24, 76/24) and Siddique Enterprise (CR Case Nos. 547/24, 548/24) for recovery of outstanding dues. The cases, initially marked "Ready for Trial" at the Chief Metropolitan Magistrate Court, Chattogram, have been transferred to the Metropolitan Sessions Judge Court, Chattogram, and are pending hearing on charge framing. Based on legal advice, the management does not expect any material financial impact.		
8.00	<b><u>ADVANCES, DEPOSITS &amp; PREPAYMENTS:</u></b>		
	Advance Against Income Tax (Note: 8.01)	32,867,280	31,116,672
	Advance Against Salary & Wages (Note: 8.02)	356,207	323,207
	Advance Against Expenditure (Note: 8.03)	38,849,966	35,200,373
	Advance Against L/C (Note: 8.04)	40,864,146	42,818,395
	Deposits and Prepayments (Note: 8.05)	17,109,131	17,109,131
		<b>130,046,730</b>	<b>126,567,778</b>
8.01	<b><u>Advance Against Income Tax</u></b>		
	Advance Income Tax Paid	7,024,292	5,516,792
	Advance Income Tax - Import	1,748,972	1,577,995
	Advance Income Tax - Export	224,519	224,519
	Advance Income Tax Deducted at Source	23,223,970	23,178,267
	Advance Income Tax Deducted at Source (Dividend Income)	645,527	619,099
		<b>32,867,280</b>	<b>31,116,672</b>
8.02	<b><u>Advance Against Salary &amp; Wages</u></b>		
		<b>356,207</b>	<b>323,207</b>
8.03	<b><u>Advance Against Expenditure</u></b>		
	VAT Return-Mushak 9.1	30,763	1,082,061
	Lanka Bangla Securities PLC.	906	906
	City Brokerage PLC.	899	899
	Bank Gaurantee Margin	628,923	628,923
	Advances for spares parts and other materials	38,188,475	33,487,584
		<b>38,849,966</b>	<b>35,200,373</b>
8.04	<b><u>Advance Against L/C</u></b>		
		<b>40,864,146</b>	<b>42,818,395</b>
8.05	<b><u>Deposits</u></b>		
	Security Deposit (PBS-1)	3,321,100	3,321,100
	Security Deposit (BGSL) Boiler	6,531,912	6,531,912
	Security Deposit (BGSL) Generator	4,455,445	4,455,445
	Security Deposit (PDB)	55,920	55,920
	Security Deposit (GEP Holdings Ltd)	8,000	8,000
	Security Deposit (Grameenphone)	20,000	20,000
	Security Deposit (BTCL)	6,000	6,000
	Security Deposit (CDBL)	300,000	300,000
	Security Deposit- Bank Guarantee Against Gas Generator	257,040	257,040
	Security Deposit- Bank Guarantee Against Boiler	1,043,250	1,043,250
	Security Deposit Container Purpose	1,110,464	1,110,464
		<b>17,109,131</b>	<b>17,109,131</b>

The management believes that all advances, deposits, and prepayments disclosed above are fully recoverable either in cash or in kind. Accordingly, no provision for impairment has been recognized as at the reporting date.





		30 Sep 2025 Taka	30 June 2025 Taka
<b>9.00 CASH &amp; CASH EQUIVALENTS:</b>			
Cash in hand	Note 9.01	2,636,483	948,828
Cash at banks	Note 9.02	51,408,594	50,097,446
Fixed deposit with banks	Note 9.03	7,157,499	7,077,832
		<b>61,202,576</b>	<b>58,124,106</b>

**9.01 Cash In Hand**

At Head Office	2,611,483	923,828
At Dhaka Office	10,000	10,000
At Factory	15,000	15,000
	<b>2,636,483</b>	<b>948,828</b>

**9.02 Cash at Banks**

Bank	Branch	Account Number	Taka	Taka
First Security Islami Bank PLC.	Agrabad	STD A/C - 010413100000463	57,664	57,664
Social Islami Bank PLC.	Agrabad	STD Account-41360000458	310,204	311,554
Social Islami Bank PLC.	Agrabad	CD A/C - 0041330027978	38,358,639	33,885,127
Southeast Bank PLC.	Pahartali	CD A/C - 004111100007246	2,155	2,155
National Bank Ltd.	Pahartali	CD A/C-1055001054103	655,438	140,922
Premier Bank PLC.	Agrabad	CD A/C No-010311100015243	280,762	280,762
Prime Bank PLC.	Laldighi East	CD A/C -2145111015816	866,478	654,485
Islami Bank Bangladesh PLC.	Agrabad	CD A/C No-20501030100588315	602,118	522,306
Trust Bank Ltd.	CDA Avenue	CD A/C No-00200210009922	19,528	19,528
Standard Bank PLC.	Jubilee Road	CD A/C No-01233005212	21,385	90,039
United Commercial Bank PLC.	Pahartali	CD A/C-No 0971101000000078	8,672	8,672
Eastern Bank PLC.	Agrabad	CD A/C No-11071082755	660,311	1,258,882
Pubali Bank PLC.	Pahartali	CD A/C No-825901027548	1,447,493	1,259,535
Dutch Bangla Bank PLC.	Agrabad	CD A/C No- 1021100040340	706,298	156,440
Mutual Trust Bank PLC.	Alankar Moor	CD A/C No- 1301000334447	39,787	39,887
Islami Bank Bangladesh PLC.	Pahartali	CD A/C No-20506920100018417	7,371,664	11,409,488
			<b>51,408,594</b>	<b>50,097,446</b>

**9.03 Fixed Deposit With Banks**

Particulars	Tenure	Purpose	Rate of Interest	Taka	Taka
Mercantile Bank PLC, A.K Khan Branch, A/C # 1410000495044	One Year	Guarantee	9%	444,736	418,378
Mercantile Bank PLC, A.K Khan Branch, A/C # 1410000538124	One Year	Guarantee	9%	526,879	526,879
Mercantile Bank PLC, A.K Khan Branch, A/C # 1410000443135	One Year	Guarantee	9%	899,490	846,181
Mercantile Bank PLC, A.K Khan Branch, A/C # 1410001438299	One Year	Guarantee	9%	2,612,056	2,612,056
Bangladesh Krishi Bank Ltd., Agrabad Branch, A/C # 29030330045646	One Year	Guarantee	6%	262,780	262,780
Social Islami Bank PLC, Agrabad Branch, A/C # 0045330035138	One Year	Guarantee	9.5%	465,568	465,568
Pubali Bank PLC, Pahartali Branch, A/C # 0825104032609	One Year	Guarantee	9.5%	1,745,990	1,745,990
National Bank PLC, Pahartali Branch, A/C No. 10550-0105-4103	Seven Year	Bond	13%	200,000	200,000
<b>Total</b>				<b>7,157,499</b>	<b>7,077,832</b>

All bank account balances have been reconciled with the respective bank statements, and the reconciliations were found to be in order. The balances presented represent the actual cash and cash equivalents available to the Company at year end.





	30 Sep 2025 Taka	30 June 2025 Taka
<b>10.00 SHARE CAPITAL:</b>		
<b>10 Authorized:</b>		
100,000,000 Ordinary shares of Tk. 10.00 each.	<u>1,000,000,000</u>	<u>500,000,000</u>
<b>10 Issued, Subscribed and Paid-up:</b>		
85,00,000 Ordinary shares of Tk. 10.00 each fully paid up in cash.	85,000,000	85,000,000
1,05,00,000 Ordinary shares of Tk. 10.00 each fully paid up other than cash.	105,000,000	105,000,000
	<u>190,000,000</u>	<u>190,000,000</u>

**10 The break up of shareholdings as on 30 Sep 2025 :-**

Description	No of shares 30 Sep 2025	% of shareholding 30 Sep 2025	No of shares 30 June 2025	% of shareholding 30 June 2025
Sponsors & Directors	8,982,130	47.28	8,982,130	47.28
Institute	1,837,091	9.67	1,837,091	9.67
General Public	8,180,779	43.05	8,180,779	43.05
<b>Total</b>	<b>19,000,000</b>	<b>100</b>	<b>19,000,000</b>	<b>100</b>

**10 Number of shareholders & their shareholdings in percentage are as follows:**

Range of Holdings	No. of Shareholders		No. of Shareholdings		Percentage of Shareholdings	
	30 Sep 2025	30 June 2025	30 Sep 2025	30 June 2025	30 Sep 2025	30 June 2025
Less than 500 shares	2,034	1,916	348,447	330,143	1.83	1.74
501 to 5,000 Shares	1,608	1,296	2,995,392	2,443,115	15.77	12.86
5,001 to 10,000 Shares	228	226	1,668,094	1,663,430	8.78	8.75
10,001 to 20,000 Shares	109	106	1,529,790	1,468,670	8.05	7.73
20,001 to 30,000 Shares	32	40	805,850	1,012,271	4.24	5.33
30,001 to 40,000 Shares	11	18	381,279	640,349	2.01	3.37
40,001 to 50,000 Shares	9	11	415,298	517,120	2.19	2.72
50,001 to 100,000 Shares	16	14	1,065,688	848,864	5.61	4.47
100,001 to 1,000,000 Shares	12	13	5,390,164	5,676,040	28.37	29.87
Over 1,000,000 Shares	3	3	4,399,998	4,399,998	23.16	23.16
<b>Total</b>	<b>4,062</b>	<b>3,643</b>	<b>19,000,000</b>	<b>19,000,000</b>	<b>100</b>	<b>100</b>

**10.05 Market price of Shares:**

The Company's ordinary shares are listed on Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC. As at 30 September 2025, the shares were quoted at Tk. 75.40 and Tk. 73.60 per share, respectively, with a nominal (face) value of Tk. 10.00 per share.





	30 Sep 2025	30 June 2025
	<u>Taka</u>	<u>Taka</u>
<b>11.00 <u>DIVIDEND EQUALIZATION RESERVE:</u></b>		
Dividend Equalization Reserve is made-up as follows:		
Balance as on 01 July	11,237,712	11,237,712
<b>Balance as on 30 September</b>	<b>11,237,712</b>	<b>11,237,712</b>
Dividend Equalization Reserve was established in prior years with the approval of the Board of Directors. The purpose of this reserve is to ensure the payment of dividends to shareholders during periods of lower profitability or financial constraints.		
<b>12.00 <u>REVALUATION RESERVE:</u></b>		
A revaluation of Land , Buildings and Plant and Machinery has been made during the financial year 2010-2011 by M/S. G. K. Adjusters, a professional valuer and the surplus amount of these assets were transferred to Revaluation Reserve Account. Breakup of such surplus is as follows:		
Land and land development	139,028,020	139,028,020
Factory Building & Other Civil Constructions	110,663,849	110,663,849
Plant & Machinery	227,369,650	227,369,650
	477,061,519	477,061,519
Less: Depreciation on Revalued Assets till 30.09.2025 (Note-4.01)	203,862,867	201,747,706
	273,198,652	275,313,813
Less : Adjustments for Deferred Tax @15%	40,979,798	41,297,072
<b>Balance as on 30 September</b>	<b>232,218,854</b>	<b>234,016,741</b>
Revaluation Reserve relates to the revaluation of Property, Plant & Equipment.		
i) Effective date of valuation 18th April, 2011		
ii) Intial reserve of revaluation amount of Tk. 477,061,519		
<b>13.00 <u>RETAINED EARNINGS:</u></b>		
Balance as on 01 July	26,668,816	20,020,812
Less: Dividend declared for the year 2023-2024 as approved in the AGM	-	3,800,000
	26,668,816	16,220,812
Add: Net profit/(loss) after tax	998,830	1,411,620
	27,667,646	17,632,432
Add: Revaluation Surplus Realized (Note-4.01)	2,115,161	9,036,384
<b>Balance as on 30 September</b>	<b>29,782,807</b>	<b>26,668,816</b>
<b>14.00 <u>UNSECURED LOAN:</u></b>		
Mr. Mohammed Abdullah, Ex-Chairman	19,448,060	19,448,060
Mrs. Hosne Ara Begum, Director	3,800,000	3,800,000
Mr. Md. Golam Haider, Ex-Vice Chairman	7,457,975	7,457,975
Mr. Md. Golam Kibria, Managing Director	13,114,175	13,114,175
Mr. Md. Golam Morshed, Deputy Managing Director	4,707,475	4,707,475
Mr. Md. Golam Mostofa, Ex-Managing Director	4,464,830	4,464,830
Mr. Md. Golam Rasul Muktadir, Chairman	4,707,475	4,707,475
	57,699,990	57,699,990
The above loans from directors are interest free.		
<b>15.00 <u>LONG TERM LOAN:</u></b>		
HPSM Loan Under Tissue Projects	491,225,215	470,726,470
Bai Muazzal Term loan	242,074,107	233,098,203
Term Loan	3,899,506	4,606,783
	737,198,828	708,431,456
<b>15.01 <u>LONG TERM LOAN- MATURITY ANALYSIS:</u></b>		
Due within the period- Current Portion	131,065,592	125,995,409
Due after more than the period- Non-Current Portion	606,133,236	582,436,047
	737,198,828	708,431,456





30 Sep 2025

30 June 2025

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15.02

**TERMS OF LONG TERM LOAN :****Hire Purchase under Shirkatul Melk (HPSM) Loan****Lenders:**

The Company has entered into a secured long-term loan agreement with Social Islami Bank PLC, Agrabad Branch, Chattogram.

**Total Long Term Loan Facilities:**

Total disbursement amount was Tk. 311,176,404 against sanction amount of total long term loan Tk. 432,634,000.

**Rate of Interest:**

Interest rate is 15.50% per annum subject to change as per decision of the management of the Bank and variable depending on the situation of money market. The company currently enjoying the loan @ 15.50% interest.

**Disbursement:**

The disbursement of Hire Purchase under Shirkatul Melk (HPSM) Commercial Loan was made on November 24, 2015 for Balancing, Modernization, Replacement and Expansion (BMRE) of existing unit and Tissue Unit on January 01, 2017 and May 17, 2017 respectively.

**Repayments:**

This secured long term loan is repayable in 66 (Sixty Six) months.

**Securities:**

- Hypothecation of stock.
- Land, Building and Machinery has been placed as prime securities against the Loans.
- Total 697.13 decimal land has been placed as prime securities against the loan.
- Creation of charge with RJSC.
- Personal Guarantee of Director was also provided

**Purpose:**

The loan has been taken for business expansion of existing project and establishment of Tissue Project.

**BAI MUAZZAL (BAIM) LONG TERM LOAN:****Lender and Sanction:**

Bai-Muazzal (Commercial Trading) loan was sanctioned by Social Islami Bank PLC, Agrabad Branch on 5 May 2015. The loan was rescheduled on 5 November 2023 and converted into a long-term loan repayable in 57 installments. rescheduled dated on 5 November 2023 and converted into long term loan which is repayable in 57 installments.

**Loan Limit and Interest Rate:**

The sanctioned limit of the loan is Tk. 13 crore, carrying interest at 15.50% per annum.

**Purpose:**

The loan was obtained to meet the working capital requirements of the Company's Paper Unit.

15.03

**Loan with Social Islami Bank PLC**

The Company maintains an outstanding loan balance of Tk. 733,299,323 with Social Islami Bank PLC, Agrabad Branch, which is currently in the process of being merged with four other Islamic banks under the name United Islami Bank PLC, as per regulatory directives issued by the Bangladesh Bank.

The merger has been initiated in response to liquidity constraints observed within the Islamic banking sector. In view of this development, there exists potential exposure to liquidity and operational risks, including uncertainties regarding the continuity of banking operations, possible revisions to existing loan terms, and potential challenges in fund accessibility or refinancing arrangements.

The Company Management is monitoring the situation and maintaining regular communication with the bank to ensure continued access to necessary banking facilities. At this stage, no material adverse impact on the Company's financial position has been identified; however, management remains vigilant and will take appropriate measures to mitigate any potential financial or operational risks arising from the merger process.

16.00

**DEFERRED TAX LIABILITY:**

Balance as on 01 July	55,395,565	50,197,189
Deferred Tax (Income)/ Expenses for the period -(Note-16.01)	(402,593)	5,192,294
Investment in shares (Note-16.02)	56,684	6,082
	55,049,656	55,395,565
Add: Deferred Tax for Revaluation Surplus (Note-12.00)	40,979,798	41,297,072
<b>Balance as on 30 September</b>	<b>96,029,454</b>	<b>96,692,637</b>

This represents provision made for deferred income tax to pay future income tax liability for temporary differences of Property, plant and equipment value. Calculation of Deferred Tax Liability as on 30.09.2025 has been shown at Note-16.01 & 16.02.





	30 Sep 2025	30 June 2025
	<u>Taka</u>	<u>Taka</u>
<b>16.01 Deferred Tax Liability on Property, Plant and Equipment</b>		
(a) Carrying Amount of Property, Plant and Equipment (less revaluation and land value) as on 30 Sep	544,108,223	549,298,478
(b) Tax Based Property, Plant and Equipment	299,069,075	302,470,028
(c) Net Taxable Temporary Differences (a-b)	245,039,148	246,828,450
(d) Deferred Tax liability at effective Tax Rate 22.50%	55,133,808	55,536,401
(e) Deferred Tax expense/(income) on Net Taxable Temporary differences	<b>(402,593)</b>	<b>5,192,294</b>

Carrying amount of Property, Plant & Equipment represents net written down value of assets as on 30.09.2025

<b>16.02 Deferred Tax Liability on Investment in Shares</b>		
(a) Market value of Investment in Shares as on 30 Sep	10,816,431	10,249,593
(b) Cost value of Investment in Shares as 30 Sep	11,657,945	11,657,945
(c) Net Taxable Temporary Differences (a-b)	(841,514)	(1,408,352)
(d) Deferred Tax liability at effective Tax Rate 10%	(84,151)	(140,835)
(e) Deferred Tax expense/(income) on Net Taxable Temporary differences	<b>56,684</b>	<b>6,082</b>

**17.00 SHORT TERM LOAN AND OVERDRAFT:**

Mercantile Bank PLC. A.K Khan Branch-Cash Credit (CC) Hypo  
A/C:117577521729167

LATR, Sight LC Loan From Mercantile Bank PLC.

UPAS Loan from Mercantile Bank PLC.

Other Short Term Loan

41,644,218	41,161,602
8,384,028	9,773,261
-	10,187,360
735,295	735,295
<b>50,763,541</b>	<b>61,857,518</b>

**17.01 Short Term Borrowing:**

Particulars	Note	30 Sep 2025	30 June 2025
		<u>Taka</u>	<u>Taka</u>
Short term loan and overdraft	17.00	50,763,541	61,857,518
Long term loan-current portion	15.01	131,065,592	125,995,409
<b>Total</b>		<b>181,829,133</b>	<b>187,852,927</b>

a) The Company has obtained a renewable Cash Credit (Hypo) facility from Mercantile Bank PLC, A.K. Khan Moor Branch, sanctioned on 28 May 2017.

b) The sanctioned limit of the facility is Tk. 4.00 crore (Account No. 1729000027824).

c) The loan carries interest at 14.50% per annum.

d) Personal guarantees of the Directors have been provided.

e) Total land measuring 135.55 decimals has been provided as primary security against the loan.

**18.00 LIABILITY FOR EXPENSES:**

Audit Fee	387,750	423,750
Directors Remuneration	1,454,800	1,454,800
Electricity Bill	10,696,486	13,062,483
Gas Bill	21,278,643	37,764,912
Gas Bill-Factory Canteen	21,882	19,562
Gas Bill-Head Office	1,912	1,583
Office Rent	600,000	625,000
Overtime	1,893,656	2,737,416
Salaries & Allowances-Dhaka Office	77,372	85,724
Salaries & Allowances-Head Office	346,995	536,115
Salaries & Allowances-Factory Staffs	1,169,543	1,304,037
Wages & Allowances-Factory Workers	1,223,692	2,852,006
Salaries & Allowances-Sales & Marketing	1,506,755	1,646,526
Fooding Expenses	159,026	199,875
	<b>40,818,512</b>	<b>62,713,789</b>





		30 Sep 2025	30 June 2025
		<u>Taka</u>	<u>Taka</u>
<b>19.00</b>	<b><u>WORKERS PROFIT PARTICIPATION &amp; WELFARE FUND:</u></b>		
	Balance as on 01 July	3,149,445	2,275,734
	Add: Provision made during the period	189,182	873,711
		<b>3,338,627</b>	<b>3,149,445</b>
	Less: Payment made during the year	-	-
	<b>Balance as on 30 September</b>	<b>3,338,627</b>	<b>3,149,445</b>
<b>20.00</b>	<b><u>TRADE PAYABLES:</u></b>		
	Abul Khair Steel Melting Ltd.	565,852	615,852
	Azad Engineering Workshop	735,850	835,850
	Hossain Box Industries	1,623,159	2,518,859
	International Bearing Center	361,283	675,243
	Islam & Brothers	2,475,314	2,115,366
	Khaja Polythene Mart	93,816	33,046
	Mamun Hardware Store	747,011	769,641
	M/s. Dohar Chemicals	349,015	1,424,115
	S.R Packaging	3,399,281	3,580,625
	Taslima Enterprise	2,374,114	2,467,194
	Unimax Chemicals	2,485,500	142,300
	United Trading Agency	1,531,823	1,302,611
	Other Payable	9,431,390	10,644,490
		<b>26,173,408</b>	<b>27,125,192</b>
<b>21.00</b>	<b><u>CURRENT TAX LIABILITIES:</u></b>		
	Balance as on 01 July	27,681,187	31,857,573
	<b>Provision during the period:</b>		
	Add: Against current period	3,187,399	10,870,301
		<b>30,868,586</b>	<b>42,727,874</b>
	Less: Adjustment recognized following completion of assessments	-	15,046,687
	<b>Balance as on 30 September</b>	<b>30,868,586</b>	<b>27,681,187</b>
<b>21.01</b>	<b><u>Adjustment for Completed assessment year</u></b>		
	Assessment year 2015-2016	-	1,900,000
	Assessment year 2018-2019	-	1,702,107
	Assessment year 2019-2020	-	2,917,512
	Assessment year 2020-2021	-	2,892,410
	Assessment year 2021-2022	-	2,368,479
	Assessment year 2022-2023	-	3,266,179
		<b>-</b>	<b>15,046,687</b>
<b>21.02</b>	<b><u>Computation of Provision for Income Tax:</u></b>		
<b>21.02.1</b>	<b><u>Net profit before tax</u></b>	<b>3,783,636</b>	<b>9,389,326</b>
	Less: Non-Operating Income	255,773	356,868
		<b>3,527,863</b>	<b>9,032,458</b>
	Add: Accounting depreciation	11,572,900	11,613,063
		<b>15,100,763</b>	<b>20,645,521</b>
	Less: Tax depreciation U/S 50 of ITA 2023	7,668,438	7,508,691
	Net Operating Business Income/(loss) (A)	7,432,325	13,136,830
	Add: Non-Operating Income (B)	255,773	356,868
	<b>Total Business Income (A+B)</b>	<b>7,688,098</b>	<b>13,493,698</b>





			30 Sep 2025 Taka	30 June 2025 Taka
	Amount	Rate		
Tax on Net Operating Business Income (C.)	7,432,325	22.50%	1,672,273	2,955,787
Add: Non-Operating Income				
Dividend Income	132,145	20%	26,429	61,322
Interest Income	113,810	22.50%	25,607	4,327
Miscellaneous Income	9,817	22.50%	2,209	14,646
Tax on Non-Operating Income (D)	255,773		54,245	80,295
Total Current Tax (C+D)			1,726,518	3,036,082
<b>21.02.2 Minimum Tax:</b>	Amount	Rate		
Revenue	312,985,024	1%	3,129,850	1,758,810
Non-Operating Income	255,773	22.50%	57,549	144,299
Income Tax Provision during the period			3,187,399	1,903,109
Compared with tax on business income and minimum tax higher one has been provided U/S 163 of ITA 2023				
<b>22.00 LIABILITIES FOR OTHER FINANCE:</b>				
I.T. Deducted at Source			691,617	704,060
VAT Deducted at Source			177,853	207,328
Loan From Farhana Tarannum*			26,500,000	26,500,000
			27,369,470	27,411,388
**The above loans are interest free.				
<b>23.00 UNCLAIMED DIVIDEND:</b>				
Balance as on 1st July			1,892,285	1,532,796
Add: Dividend declared for the year 2023-2024 approved in the AGM			-	3,800,000
			1,892,285	5,332,796
Less: Dividend Paid			1,350	3,440,511
Balance as on 30 September			1,890,935	1,892,285
<b>23.01 Year wise Unclaimed Dividend:</b>				
The year wise breakup of unclaimed cash dividend as 30 Sep 2025 are as follows:				
2014-2015 to 2018-2019			999,979	999,979
2019-2020			82,650	82,650
2020-2021			36,016	36,016
2021-2022			72,024	72,024
2022-2023			341,858	341,858
2023-2024			358,409	359,759
			1,890,935	1,892,285
<b>24.00 DIRECTORS CURRENT ACCOUNT:</b>				
Mr. Mohammed Abdullah, Ex-Chairman			20,800,000	20,800,000
Mr. Md. Golam Kibria, Managing Director			10,934,787	10,934,787
Mr. Md. Golam Mostofa, Ex-Managing Director			3,500,000	3,500,000
Mr. Md Golam Haider, Ex-Vice Chiarmen			4,500,000	4,500,000
Mr. Md. Golam Morshed, Deputy Managing Director			8,448,066	8,448,066
Mr. Md. Golam Rasul Muktadir, Chairman			9,118,980	9,118,980
Mrs. Farhana Ferdous-Director			27,200,000	27,200,000
			84,501,833	84,501,833

These balances represent short-term financial assistance obtained from the Directors to meet working capital requirements, as and when needed. All transactions were conducted through account payee cheques. The loans are interest-free.





		1st July to 30 September 2025 Taka	1st July to 30 September 2024 Taka
<b>25.00</b>	<b><u>REVENUE FROM CONTRACTS WITH CUSTOMERS:</u></b>		
	Newsprint Paper	186,910,712	192,817,681
	M.G. Newsprint	94,829,868	78,690,996
	Tissue Paper	36,404,891	24,610,638
	Khata	1,897,071	1,248,032
	<b>Gross Revenue</b>	<b>320,042,542</b>	<b>297,367,346</b>
	Less: Value Added Tax (VAT)	7,057,518	4,232,409
	<b>Net Revenue</b>	<b>312,985,024</b>	<b>293,134,937</b>
<b>26.00</b>	<b><u>COST OF SALES:</u></b>		
	Opening Stock of Raw Materials	100,837,970	93,461,252
	Add: Purchased during the year	158,721,154	148,317,479
		<b>259,559,124</b>	<b>241,778,731</b>
	Less: Closing Stock of Raw Materials	126,496,128	96,542,209
	<b>Raw Materials Consumed</b>	<b>133,062,996</b>	<b>145,236,522</b>
	Add: Factory overhead Note-26.01	101,326,420	92,775,909
	Add: Opening Work-in-Process	28,954,845	31,773,178
		<b>263,344,261</b>	<b>269,785,609</b>
	Less: Closing Work-in-Process	11,105,253	33,416,874
	<b>Cost of Production</b>	<b>252,239,008</b>	<b>236,368,735</b>
	Add: Opening Stock of Finished Goods	215,484,252	180,664,204
		<b>467,723,260</b>	<b>417,032,939</b>
	Less: Closing Stock of Finished Goods	207,675,686	170,124,551
	<b>Cost of Sales</b>	<b>260,047,574</b>	<b>246,908,388</b>
	<b><u>26.01 Factory overhead:</u></b>		
	Salaries, Wages and Allowances	14,404,877	13,183,192
	Carriage Inward	839,150	500,100
	Gas Bill	33,403,031	33,108,005
	Electric Bill	21,300,836	21,225,964
	Consumable Spare & Store	2,407,370	4,017,330
	Packaging Material Consumed	12,021,091	5,269,734
	Factory Maintenance	1,168,062	1,314,317
	Loading Unloading Charge	73,229	58,882
	Cutting Expense	3,072,876	1,577,290
	Mobile bill	45,760	41,560
	Fuel bill	84,306	112,608
	Medical & Medicine	36,514	22,554
	Gas Generator Upkeep	743,300	157,200
	Insurance Premium	-	400,522
	Canteen Expenses	112,709	105,760
	Gas Bill- Canteen	30,101	42,117
	Tea, Tiffin Expenses	165,522	153,221
	Depreciation Note: 4.01	11,417,686	11,485,553
		<b>101,326,420</b>	<b>92,775,909</b>
<b>27.00</b>	<b><u>ADMINISTRATIVE EXPENSES:</u></b>		
	Director Remuneration Notes-27.01	900,000	900,000
	Salaries & Allowances	1,996,158	2,081,996
	Office Rent	90,000	90,000
	Telephone & Mobile Bill	61,610	59,600
	Entertainment	62,866	58,469
	Tiffin and Refreshment	71,000	46,155
	Travelling Expenses	210,483	161,037
	Dhaka Office Expenses	24,470	17,885
	Canteen Expenses	11,390	-
	Postage & Courier	9,410	6,420
	Forms, Stamp & Legal Documents	2,150	1,580
	Fees, Renewal & Subscription	143,345	161,566
	Printing & Stationery	29,191	14,032





	1st July to 30 September 2025	1st July to 30 September 2024
	<u>Taka</u>	<u>Taka</u>
Gas Bill-Head Office	3,070	
Meeting Expenses	41,836	3,727
Meeting Attendance Fees	147,000	30,240
Office Maintenance	155,066	93,600
Internet Bill	38,100	186,728
Audit Fee	-	38,700
Legal & Professional Fee	70,000	61,500
Electric Bill- Head Office	49,412	80,000
Electric Bill- Dhaka Office	6,532	7,822
Fuel Bill	37,088	61,926
Vehicle Upkeep	52,556	84,900
Rent, Rates & Taxes	5,640	31,102
Depreciation	155,214	127,511
	<u>4,373,587</u>	<u>4,406,496</u>

Note: 4.01

#### **27.01 Short-Term Employee Benefits – Key Management Personnel**

In accordance with the Para 17 of IAS-24 related party disclosure:

Short term employee benefits	900,000	900,000
Long term employee benefits	-	-
Post employee benefits	-	-
Termination benefits	-	-
Share -based payments expenses	-	-
<b>Total</b>	<b><u>900,000</u></b>	<b><u>900,000</u></b>

(a) The above short-term employee benefits include remuneration of Tk. 6,00,000 paid to the Managing Director and Tk. 3,00,000 paid to the Deputy Managing Director.

(b) No remuneration has been paid to any other Director of the Board, other than attendance fees, which are separately disclosed.

(c) No amounts have been incurred by the Company for compensating any other Board members for special services rendered.

(d) In addition to the above remuneration, the Managing Director and Deputy Managing Director are provided with Company vehicles for transportation purposes. These key management personnel are not entitled to any other benefits, and no amounts are receivable from the Directors.

#### **28.00 SELLING & DISTRIBUTION EXPENSES:**

Sales Promotion Expenses	-	258,000
Salaries & Allowances	4,060,942	3,802,439
Conveyance	675,329	607,839
Carriage Outward	7,608,200	8,012,570
C&F Bill-Export	-	15,246
Mobile bill	156,716	146,720
Entertainment	564,213	392,742
Advertisement	64,731	-
	<u>13,130,131</u>	<u>13,235,556</u>

#### **29.00 FINANCIAL EXPENSES:**

Bank Charges	30,685	41,247
Bank Guarantee Commission	-	145,330
Interest Expenses on Cash Credit	1,649,606	1,139,369
Interest Expenses on Short Term Loan	357,077	38,980
Interest Expenses on Long Term Loan	29,568,662	18,002,108
Interest Expenses on UPAS Loan	110,656	-
	<u>31,716,687</u>	<u>19,367,034</u>

#### **30.00 NON-OPERATING INCOME:**

Dividend Income	132,145	272,543
Interest Income	113,810	19,233
Profit on Sale of Investment in Shares	-	284,462
Miscellaneous Income	9,817	65,092
	<u>255,773</u>	<u>641,330</u>





	1st July to 30 September 2025	1st July to 30 September 2024
	<u>Taka</u>	<u>Taka</u>
<b>31.00 DEFERRED TAX EXPENSES:</b>		
(a) Deferred Tax Liability on 30 September	54,992,972	56,075,016
(b) Deferred Tax Liability on 01 July	55,395,565	50,197,190
Deferred Tax Expenses for the period (a-b)	<u>(402,593)</u>	<u>5,877,826</u>
<b>32.00 EARNINGS PER SHARE:</b>		
Net Profit after tax	998,830	475,418
Number of shares outstanding	19,000,000	19,000,000
EPS (per value of Tk. 10)	0.05	0.03
The Company's Earnings Per Share (EPS) has increased significantly compared to the previous period, primarily due to higher sales revenue and a reduction in operating expenses during the period.		
<b>33.00 NET ASSET VALUE PER SHARE WITH REVALUATION:</b>		
Net Asset with Revaluation	462,397,858	460,514,917
Number of shares outstanding	19,000,000	19,000,000
Net asset value per share (per value of Tk. 10)	24.34	24.24
<b>34.00 NET ASSET VALUE PER SHARE WITHOUT REVALUATION:</b>		
Net Asset without revaluation	230,179,004	226,498,176
Number of shares outstanding	19,000,000	19,000,000
Net asset value per share (per value of Tk. 10)	12.11	11.92
<b>35.00 NET OPERATING CASH FLOWS PER SHARE:</b>		
Net cash flows from operation	36,335,118	62,874,735
Number of shares outstanding	19,000,000	19,000,000
Net operating cash flows by per share (per value of Tk. 10)	1.91	3.31
The Company's Net Operating Cash Flows Per Share (NOCFPS) has declined significantly compared to the previous period, primarily due to higher cash outflows related to payments to suppliers, increased financial expenses, and other operational expenditures.		
<b>36.00 Number of Employees:</b>		
The total employees of the company as on 30 Sep 2025 stood at 437 nos. comprising Head office staff 24 nos, Sales & Marketing staff 55 nos, Factory office staff 20 nos, Security 21 nos, Driver and helper 02 nos, Permanent worker 81 nos and Temporary worker 234 nos.		
Number of employees whose monthly salary was below Tk. 3,000	-	-
Number of employees whose monthly salary was above Tk. 3,000	437	407

**37.00 RISK MANAGERMENTS**

International Financial Reporting Standard IFRS-7 Financial Instruments: Disclosures - requires of disclosure of Information relating to both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information - the Company's policies for controlling risk and exposures.

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyze the risk faced by the company to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks from its use of financial instruments.

- a) Credit Risk
- b) Liquidity Risk
- c) Market Risk





**37.01 a) Credit Risk:**

Credit risk is the risk of a financial loss to the company if a customer or a counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivable from Trade Receivables. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. In monitoring credit risk, Trade Receivables are grouped according to their risk profiles, i.e. their legal status, financial condition ageing etc. Trade receivable are related to sale of News Print Paper, M.G News print, Medium Paper and Tissues paper.

Maximum exposure to credit risk of the company at reporting date are as follows:

**a) Exposure of Credit risk:**

Trade receivables  
Advance, Deposit and Prepayments (excluding Deposit & Prepayments.)  
Bank Balances

1st July to 30 September 2025	1st July to 30 September 2024
<u>Taka</u>	<u>Taka</u>
163,561,040	176,970,664
112,937,599	115,195,485
61,202,576	30,287,191
<b>337,701,215</b>	<b>322,453,340</b>

**b) Ageing of Trade Receivables are as follows:**

Below-30 Days  
Within 31-60 Days  
Within 61-90 Days  
Within 90 - 180 Days  
Above 180 Days

27,805,377	30,085,013
32,712,208	35,394,133
22,898,546	24,775,893
19,627,325	21,236,480
60,517,585	65,479,146
<b>163,561,040</b>	<b>176,970,664</b>

**37.02 b) Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or other financial assets. The Company's approach to manage liquidity 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 obligations through preparation of the cash flow forecast, based on time line of payment of financial obligations and accordingly arrange for sufficient liquidity/fund to make the expected payments within due dates. Moreover, the Company has short term credit facilities with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment. The requirement is determined in advance through cash flow projections and credit lines with banks are negotiated accordingly.

**37.02.01 Exposure to Liquidity risk**

The followings are the contractual maturities of financial liabilities:

Non-derivative financial liabilities	Carrying amount	Within 12 month	More than 12 month	Total
Unsecured Loan	57,699,990	-	57,699,990	57,699,990
Long Term Loan	737,198,828	131,065,592	606,133,236	737,198,828
Short Term Loan & Overdraft	50,763,541	50,763,541	-	50,763,541
Liability for Expenses	40,818,512	40,818,512	-	40,818,512
Workers Profit Participation and Welfare Fund	3,338,627	3,338,627	-	3,338,627
Trade Payables	26,173,408	26,173,408	-	26,173,408
Current Tax Liabilities	30,868,586	30,868,586	-	30,868,586
Liabilities for Other Finance	27,369,470	27,369,470	-	27,369,470
Unclaimed Dividend	1,890,935	1,890,935	-	1,890,935
Directors Current Account	84,501,833	84,501,833	-	84,501,833
<b>Total</b>	<b>1,060,623,730</b>	<b>396,790,504</b>	<b>663,833,226</b>	<b>1,060,623,730</b>

**37.03 c) Market Risk:**

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

**i) Currency Risk**

The company is not exposed to foreign currency risk.

**ii) Interest Rate Risk:**

Interest Rate Risk is the risk that arises from the changes in interest rates on borrowings. The company's Local Loans are not significantly affected by fluctuations in interest rates. The company has not entered in to any type of derivative instrument in order to hedge interest rate risk as at the reporting date.





**38.00 CAPACITY UTILIZATION:**

Particulars	1st July to 30 September 2025	1st July to 30 September 2024
Installed Capacity (in M.T)	3375	3375
Actual Production (in M.T)	1846	1724
% of Capacity Utilization	54.71%	51.08%

Installed capacity could not be utilized due to following reason(s):

- (i) Break down of boiler as well as generator
- (ii) Break down of Production Machinery
- (iii) Schedule maintenance of running plant etc.
- (iv) Load shedding and deficiency of electricity supply

**39.00 RELATED PARTY TRANSACTION:**

Name of the Parties	Relationship	Nature of Transactions	Balance as on 1st July 2025	Transaction during the period	Balance as on 30 Sep 2025
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**39.01 UNSECURED LOAN:**

Mr. Mohammed Abdullah	Ex-Chairman	Loan Received	19,448,060	-	19,448,060
Mrs. Hosne Ara Begum	Director	Loan Received	3,800,000	-	3,800,000
Mr. Md. Golam Haider	Ex-Vice Chairman	Loan Received	7,457,975	-	7,457,975
Mr. Md. Golam Rasul Muktadir	Chairman	Loan Received	4,707,475	-	4,707,475
Mr. Md. Golam Kibria	Managing Director	Loan Received	13,114,175	-	13,114,175
Mr. Md. Golam Morshed	Deputy Managing Director	Loan Received	4,707,475	-	4,707,475
Mr. Md. Golam Mostofa	Ex- Managing Director	Loan Received	4,464,830	-	4,464,830
<b>Total</b>			<b>57,699,990</b>	<b>-</b>	<b>57,699,990</b>

**39.02 DIRECTORS CURRENT ACCOUNT:**

Mr. Mohammed Abdullah	Ex-Chairman	Loan Received	20,800,000	-	20,800,000
Mr. Md Golam Haider	Ex-Vice Chairman	Loan Received	4,500,000	-	4,500,000
Mr. Md. Golam Rasul Muktadir	Chairman	Loan Received	9,118,980	-	9,118,980
Mr. Md. Golam Kibria	Managing Director	Loan Received	10,934,787	-	10,934,787
Mr. Md. Golam Morshed	Deputy Managing Director	Loan Received	8,448,066	-	8,448,066
Mr. Md. Golam Mostofa	Ex- Managing Director	Loan Received	3,500,000	-	3,500,000
Mrs Farhana Ferdous	Director	Loan Received	27,200,000	-	27,200,000
<b>Total</b>			<b>84,501,833</b>	<b>-</b>	<b>84,501,833</b>

**39.03 LIABILITIES FOR OTHER FINANCE:**

Mrs Farhana Tarannum	Close Family	Loan Received	26,500,000	-	26,500,000
<b>Total</b>			<b>26,500,000</b>	<b>-</b>	<b>26,500,000</b>





**40.00 CONTRIBUTION TO WORKERS PROFIT PARTICIPATION FUND:**

This represents 5% of the net profit before tax, calculated in accordance with the provisions of the Labor Act, 2006, as amended in 2018, and is payable to workers as defined therein. Interest attributable to the investment portion will be recognized and paid on a cash basis at the time of payment.

**41.00 CASH FLOWS FROM OPERATING ACTIVITIES UNDER INDIRECT METHOD:**

	1st July to 30 September 2025 <u>Taka</u>	1st July to 30 September 2024 <u>Taka</u>
Profit after Provision for Income Tax	998,830	475,418
<b>Adjustment for:</b>		
Depreciation	11,572,900	11,613,063
Provision for Deferred Tax Expenses	(402,593)	5,877,826
Financial Expenses	31,716,687	18,188,685
Workers Profit Participation and Welfare Fund	189,182	469,466
Deferred tax on unrealized gain/(loss) in investment in share	56,684	31,328
<b>A</b>	<b>44,131,690</b>	<b>36,655,787</b>
<b>Changes in Working Capital</b>		
(Increase)/Decrease in Inventories	(1,224,690)	4,815,000
(Increase)/Decrease in Trade Receivables	1,664,129	1,500,000
(Increase)/Decrease in Advance, Deposits & Prepayments	6,353,468	(2,077,523)
Increase/(Decrease) in Liability for Expenses	(21,895,277)	22,091,325
Increase/(Decrease) in Current portion of Long Term Loan	5,070,183	1,112,105
Increase/(Decrease) in Trade Payables	(951,784)	(4,258,042)
Increase/(Decrease) in Current Tax Liabilities	3,187,399	3,036,082
<b>B</b>	<b>(7,796,572)</b>	<b>26,218,947</b>
<b>Net cash inflows/(out flows) from operating activities (A+B)</b>	<b>36,335,118</b>	<b>62,874,735</b>

