

HAKKANI PULP & PAPER MILLS PLC.

FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THIRD QUARTER (Q3) ENDED 31 MARCH 2026



HAKKANI PULP & PAPER MILLS PLC.
Statement of Financial Position (Un-Audited)
As at 31 March 2026

	Note(s)	31 March 2026 Taka	30 June 2025 Taka
ASSETS			
Non Current Assets :			
Property, Plant and Equipment	4	861,060,941	869,398,864
Current Assets:			
Investment in Shares	5	9,975,076	10,249,593
Inventories	6	383,751,191	390,106,127
Trade Receivables	7	162,222,918	165,225,169
Advances, Deposits & Prepayments	8	129,934,785	126,567,778
Cash & Cash equivalents	9	82,703,277	58,124,106
TOTAL ASSETS		1,629,648,188	1,619,671,637
SHARE HOLDERS EQUITY & LIABILITIES			
Shareholders Equity:			
Share Capital	10	190,000,000	190,000,000
Dividend Equalization Reserve	11	11,237,712	11,237,712
Revaluation Reserve	12	228,623,080	234,016,741
Fair Value Reserve	5.01	(1,682,870)	(1,408,352)
Retained Earnings	13	33,922,709	26,668,816
Non Current Liabilities:			
Unsecured Loan	14	57,699,990	57,699,990
Long Term Loan-Non Current Portion	15	634,046,873	582,436,047
Deferred Tax Liability	16	94,729,786	96,692,637
Current Liabilities:			
Short Term Loan & Overdraft	17	51,240,978	61,857,518
Liability for Expenses	18	27,897,456	62,713,789
Workers Profit Participation and Welfare Fund	19	4,543,293	3,149,445
Long Term Loan-Current Portion	15.01	137,027,995	125,995,409
Trade Payables	20	21,143,139	27,125,192
Current Tax Liabilities	21	25,830,819	27,681,187
Liabilities for Other Finance	22	26,892,501	27,411,388
Unclaimed Dividend	23	1,992,894	1,892,285
Directors Current Account	24	84,501,833	84,501,833
Total Liabilities		1,167,547,557	1,159,156,720
TOTAL EQUITY & LIABILITIES		1,629,648,188	1,619,671,637
Net Asset Value Per Share (with revaluation)	33	24.32	24.24
Net Asset Value Per Share (without revaluation)	34	12.29	11.92

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

 CHAIRMAN	 MANAGING DIRECTOR	 DIRECTOR	 CFO-INCHARGE	 COMPANY SECRETARY
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Place: Chattogram
Date: April 25, 2026

HAKKANI PULP & PAPER MILLS PLC.
Statement of Profit or Loss and Other Comprehensive Income (Un-Audited)
For the Third quarter ended 31 March 2026

Note(s)	Third Quarter Ended			Quarter Ended	
	Jul 25-Mar 26	Jul 24-Mar 25	Jan 26-Mar 26	Jan 25-Mar 25	
25	868,728,116	882,787,606	288,182,738	261,389,471	
26	(720,247,255)	(754,501,529)	(245,676,428)	(226,814,130)	
	148,480,861	128,286,077	42,506,310	34,575,341	
Operating Expenses:					
	(15,493,983)	(15,778,714)	(5,764,304)	(5,102,689)	
	(34,379,598)	(41,965,697)	(8,824,608)	(13,356,672)	
	(49,873,581)	(57,744,411)	(14,588,912)	(18,459,361)	
	98,607,280	70,541,666	27,917,398	16,115,981	
	(70,172,606)	(57,852,358)	(18,593,361)	(18,952,791)	
	836,143	1,558,867	300,686	640,008	
	29,270,817	14,248,175	9,624,723	(2,196,801)	
	(1,393,848)	(678,485)	(458,320)	104,609	
	27,876,969	13,569,691	9,166,403	(2,092,192)	
21.02	(8,875,413)	(5,404,655)	(2,933,555)	(166,802)	
31	983,576	(2,847,195)	199,664	2,748,482	
	(14,067,788)	-	(5,691,554)	-	
	(21,959,625)	(8,251,850)	(8,425,445)	2,581,679	
	5,917,344	5,317,840	740,958	489,488	
Net profit after Tax					
Other Comprehensive Income:					
	951,823	1,016,594	317,275	338,865	
	(213,695)	573,661	336,591	(139,262)	
	(27,452)	57,366	33,659	(13,927)	
	6,628,020	6,965,461	1,428,483	675,166	
32	0.31	0.28	0.04	0.03	

Earnings Per Share - Basic (per value of Tk. 10)

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

Mst. Hani
CHAIRMAN

Place: Chattogram
Date: April 25, 2026

[Signature]
DIRECTOR

[Signature]
MANAGING DIRECTOR

[Signature]
COMPANY SECRETARY



HAKKANI PULP & PAPER MILLS PLC.
Statement of Changes in Equity (Un-Audited)
For the period ended 31 March 2026

Particulars	(Amount in Taka)					
	Share Capital	Dividend Equalization Reserve	Revaluation Reserve	Fair Value Reserve	Retained Earnings	Total
Balance as at 01 July 2025	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	-	-	(6,345,484)	-	6,345,484	-
Deferred Tax on Revaluation Surplus	-	-	951,823	-	-	951,823
Unrealized Gain/(Loss) on Investment in Shares	-	-	-	(213,695)	-	(213,695)
Dividend for the year 2024-2025	-	-	-	-	(5,008,935)	(5,008,935)
Net Profit after Tax	-	-	-	-	5,917,344	5,917,344
Balance as on 31 March 2026	190,000,000	11,237,712	228,623,080	(1,682,870)	33,922,709	462,100,631

For the period ended 31 March 2025

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	-	-	(6,777,288)	-	6,777,288	-
Deferred Tax on Revaluation Surplus	-	-	1,016,594	-	-	1,016,594
Unrealized Gain/(Loss) on Investment in Shares	-	-	-	573,661	-	573,661
Dividend for the year 2023-2024	-	-	-	-	(3,800,000)	(3,800,000)
Net Profit after Tax	-	-	-	-	5,317,840	5,317,840
Balance as on 31 March 2025	190,000,000	11,237,712	235,936,974	(895,514)	28,315,940	464,595,112

M. S. H.
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: April 25, 2026








HAKKANI PULP & PAPER MILLS PLC.

Statement of Cash Flows (Un-Audited)

For the Third quarter ended 31 March 2026

	Note(s)	1st July to 31 March 2026 Taka	1st July to 31 March 2025 Taka
A. Cash flows from Operating Activities:			
Receipts from customers against sales & other income		872,566,510	905,510,157
Paid to suppliers, operating and other expenses		(779,624,099)	(832,415,011)
Income Tax Paid		(6,345,627)	(1,233,608)
Net cash flows generated by operating activities	41	86,596,784	71,861,538
B. Cash flows from Investing Activities:			
Acquisition of Property, Plant & Equipment		(26,612,079)	(29,811,236)
Advance for Machinery		(800,000)	(2,488,903)
Sale of Investment in shares		-	752,207
Net cash flows used in investing activities		(27,412,079)	(31,547,932)
C. Cash flows from Financing Activities:			
Short Term Loan & Overdraft		(10,616,540)	6,239,907
Long Term Loan		51,610,826	32,681,416
Financial Expenses		(70,172,606)	(53,443,007)
Directors Current Account		-	(200,000)
Liabilities for Other Finance		(518,887)	2,250,760
Dividend Paid		(4,908,326)	(3,436,420)
Net Cash flows used in Financing Activities		(34,605,534)	(15,907,344)
D. Net Increase/(Decrease) in Cash and Bank Balances (A+B+C)		24,579,171	24,406,262
E. Cash and Cash Equivalents at 01 July		58,124,106	13,545,993
Cash and Cash Equivalents at 31 March (D+E)		82,703,277	37,952,255
F. Net Operating Cash Flows Per Share (NOCFPS)	35	4.56	3.78

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: April 25, 2026



HAKKANI PULP & PAPER MILLS PLC.
Notes to the Financial Statements (Un-Audited)
For the period ended 31 March 2026

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, 2025
 - 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 31 March 2026.
- b. A Statement of Profit or Loss and other Comprehensive Income for the Third quarter ended 31 March 2026.
- c. A Statement of changes in equity for the period ended 31 March 2026.
- d. A Statement of Cash flows for the Third quarter ended 31 March 2026.
- 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 25 April 2026.

2.06 Reporting Period:

The financial statements of the Company cover Nine months from 1 July 2025 to 31 March 2026.

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 no longer 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:

	31 March 2026	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	26,612,079	41,265,692
Balance as on 31 March	1,530,603,819	1,503,991,739
Less: Accumulated depreciation	669,542,878	634,592,876
Written down value as on 31 March	861,060,941	869,398,864

(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			D E P R E C I A T I O N			Written Down Value as on 31 Mar 2026
	Balance as on 01 July 2025	Addition during the period	Disposal/ Adjustment during the period	Balance as on 31 Mar 2026	Rate of Dep.	Balance as on 01 July 2025	Charged during the period	Disposal/ Adjustment during the period	Balance as on 31 Mar 2026							
At Cost																
Land & Land Development	44,786,572	5,974,520	-	50,761,092	-	-	-	-	-	-	-	-	-	-	-	50,761,092
Building & Other Construction	205,088,649	1,288,879	-	206,377,528	5%	71,864,579	5,021,001	-	76,885,581	-	-	-	-	-	-	129,491,947
Plant & Machinery	690,423,369	14,615,310	-	705,038,679	7%	318,097,120	19,757,466	-	337,854,586	-	-	-	-	-	-	367,184,093
Furniture & Fixture	2,293,568	-	-	2,293,568	10%	1,070,946	91,697	-	1,162,643	-	-	-	-	-	-	1,130,925
Office Equipment	4,979,676	1,565,700	-	6,545,376	10%	2,781,327	261,625	-	3,042,952	-	-	-	-	-	-	3,502,424
Electric Installation	51,960,818	2,738,431	-	54,699,249	10%	21,314,060	2,425,364	-	23,739,425	-	-	-	-	-	-	30,959,824
Gas Line Installation	3,932,191	-	-	3,932,191	10%	3,314,357	46,338	-	3,360,695	-	-	-	-	-	-	571,496
Telephone Line Installation	132,263	-	-	132,263	10%	110,800	1,610	-	112,410	-	-	-	-	-	-	19,853
Water Line Installation	9,514,803	243,040	-	9,757,843	10%	5,591,146	298,569	-	5,889,715	-	-	-	-	-	-	3,868,128
Fire Extinguisher	111,870	-	-	111,870	20%	105,708	924	-	106,632	-	-	-	-	-	-	5,238
Office Decoration	2,049,459	171,864	-	2,221,323	10%	1,054,809	80,966	-	1,135,776	-	-	-	-	-	-	1,085,547
Vehicle Car	3,011,672	-	-	3,011,672	20%	2,745,886	39,868	-	2,785,754	-	-	-	-	-	-	225,918
Motor Vehicle	5,290,605	6,335	-	5,296,940	20%	3,605,413	253,339	-	3,858,752	-	-	-	-	-	-	1,438,188
Factory Equipment	3,354,705	8,000	-	3,362,705	20%	1,189,018	325,751	-	1,514,769	-	-	-	-	-	-	1,847,936
"A"	1,026,930,220	26,612,079	-	1,053,542,299		432,845,170	28,604,518	-	461,449,688	-	-	-	-	-	-	592,092,611
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	2,023,800	-	58,719,659	-	-	-	-	-	-	51,944,190
Plant & Machinery	227,369,650	-	-	227,369,650	7%	145,051,847	4,321,685	-	149,373,531	-	-	-	-	-	-	77,996,119
"B"	477,061,519	-	-	477,061,519		201,747,706	6,345,484	-	208,093,190	-	-	-	-	-	-	268,968,329
Grand total as on 31 Mar 2026 (A+B)	1,503,991,740	26,612,079	-	1,530,603,819		634,592,876	34,950,002	-	669,542,878	-	-	-	-	-	-	861,060,941
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 31 Mar 2025	1,462,726,048	29,811,236	-	1,492,537,285		587,056,628	35,443,234	-	622,499,861	-	-	-	-	-	-	870,037,424

31 Mar 2025
Taka

31 Mar 2026
Taka



31 Mar 2025
Taka
389,802
35,053,432
35,443,234

31 Mar 2026
Taka
475,766
34,474,236
34,950,002

Allocation of Depreciation :-
Administrative Expenses
Factory Overhead

31 March 2026

30 June 2025

TakaTaka**5.00 INVESTMENT IN SHARES:**

5.01 The details of company-wise investments in shares, stated at their respective market values as at 31 Mar 2026, are presented below.

Name of company	No. of Shares	Cost Value	Market Value	Unrealized gain/(loss)
Brac Bank PLC	17,316	158,299	1,180,951	1,022,652
DESCO Ltd.	5,000	238,287	113,000	(125,287)
Dhaka Bank PLC	30,317	210,234	378,963	168,728
Exim Bank PLC	53,401	1,080,863	-	(1,080,863)
Grameenphone Ltd.	10,700	3,995,855	2,624,710	(1,371,145)
Islami Bank Bangladesh PLC.	5,570	198,339	217,787	19,448
Jamuna Oil Company Ltd.	2,299	271,136	394,508	123,373
Lafarge Holcim Bangladesh PLC	10,000	805,409	524,000	(281,409)
Meghna Petroleum Ltd.	2,402	249,369	482,562	233,193
Mutual Trust Bank PLC	25,685	207,749	326,200	118,450
National Bank Ltd.	82,779	902,974	405,617	(497,356)
One Bank PLC.	40,032	296,251	300,240	3,989
Square Pharmaceuticals PLC.	9,200	1,826,477	1,951,320	124,843
Standard Bank PLC.	22,637	200,804	126,767	(74,036)
Titas Gas T&D Co. PLC.	13,250	766,559	224,475	(542,084)
Shahjalal Islami Bank Ltd.	41,135	249,341	723,976	474,635
Total	371,723	11,657,945	9,975,076	(1,682,870)

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

Unrealized Gain/ (Loss) Closing	(1,682,870)	(1,408,352)
Less: Unrealized Gain/ (Loss) Opening	(1,469,175)	(1,469,175)
Gain/ (Loss) on Investment in Shares during the period	(213,695)	60,823

6.00 INVENTORIES:

Raw Materials Note-6.01	130,247,154	100,837,970
Finished Goods Note-6.02	180,170,200	215,484,252
Work-In-Process	9,294,882	28,954,845
Consumable Spares & Stores	31,716,266	8,994,026
Packing Materials	32,322,689	35,835,034
	383,751,191	390,106,127

6.01 Raw Materials

Wastage Paper	109,395,347	83,506,501
Chemicals Items	20,851,807	17,331,469
	130,247,154	100,837,970

6.02 Finished Goods

Newsprint Paper	94,363,675	105,542,236
Khata	2,825,360	4,196,765
Tissue Papers	82,981,165	105,745,251
	180,170,200	215,484,252

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.
- Inventory consists of a huge number of items for which the quantity could not be disclosed.



	31 March 2026	30 June 2025
	<u>Taka</u>	<u>Taka</u>
7.00 TRADE RECEIVABLES:		
Al- Madina Paper House	5,806,121	7,462,171
Agrani Printing Press	1,168,122	1,518,122
Anik Traders	214,245	309,245
AG Paper House	3,806,340	60,930
Avoy Enterprise	7,099,417	6,253,507
Babul Store	41,115,949	41,115,949
Bhai Bhai Store	-	172,464
Bhai Bhai Traders	209,456	349,456
Chandpur Paper House	6,051,420	4,569,860
CGT Tissue	175,638	345,638
Eastern Paper House	4,325,288	5,375,288
Epic Health Care	-	226,740
Fuluwang Limited	754,816	1,224,816
Handi Restaurant	164,458	192,300
Health Point Hospital	12,667	79,635
Ibn Sina Hospital	79,915	156,848
Intimate Apparels Ltd	-	490,551
M/S. Helal Enterprise	143,906	213,906
M J Paper House	7,362,782	6,498,783
Molla Traders	3,255,985	771,485
Oniruddho Trading	2,157,306	2,140,026
Rapid Pack Limited	978,818	216,031
Robin Enterprise	197,183	347,183
Rubel & Sons	2,311,191	3,361,191
RM Trade International	2,031,446	2,651,446
Sajib Enterprise	1,406,526	2,026,526
Shahnaj Trading Corporation	3,097,586	104,076
Sikandar Para Banijik Songasta	4,375,775	1,523,039
S.K Traders	5,650,393	11,914,940
Shohan Enterprise	4,690,594	53,074
Tanvir Enterprise	4,420,377	2,850,718
Amir & Brothers	760,160	760,160
Siddique Enterprise	321,114	436,114
Other Receivables	48,077,924	59,452,951
	<u>162,222,918</u>	<u>165,225,169</u>

Note: 7.04

Note-7.05

7.01 Ageing of Trade Receivables:		
Below-30 Days	27,577,896	28,088,279
Within 31- 60 Days	32,444,584	33,045,034
Within 61 - 90 Days	22,711,209	23,131,524
Within 90 - 180 Days	19,466,750	19,827,020
Above 180 Days	60,022,480	61,133,313
	<u>162,222,918</u>	<u>165,225,169</u>

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.



	31 March 2026	30 June 2025
	<u>Taka</u>	<u>Taka</u>
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	<u>ADVANCES, DEPOSITS & PREPAYMENTS:</u>	
	12,668,730	31,116,672
Advance Against Income Tax (Note: 8.01)	630,214	323,207
Advance Against Salary & Wages (Note: 8.02)	32,222,293	35,200,373
Advance Against Expenditure (Note: 8.03)	67,304,417	42,818,395
Advance Against L/C (Note: 8.04)	17,109,131	17,109,131
Deposits and Prepayments (Note: 8.05)	<u>129,934,785</u>	<u>126,567,778</u>
8.01	<u>Advance Against Income Tax</u>	
Advance Income Tax Paid	2,558,744	5,516,792
Advance Income Tax - Import	3,170,743	1,577,995
Advance Income Tax - Export	155,036	224,519
Advance Income Tax Deducted at Source	6,268,169	23,178,267
Advance Income Tax Deducted at Source (Dividend Income)	516,038	619,099
	<u>12,668,730</u>	<u>31,116,672</u>
8.02	<u>Advance Against Salary & Wages</u>	
	<u>630,214</u>	<u>323,207</u>
8.03	<u>Advance Against Expenditure</u>	
VAT Return-Mushak 9.1	127,401	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	31,464,164	33,487,584
	<u>32,222,293</u>	<u>35,200,373</u>
8.04	<u>Advance Against L/C</u>	
	<u>67,304,417</u>	<u>42,818,395</u>
8.05	<u>Deposits</u>	
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
	<u>17,109,131</u>	<u>17,109,131</u>

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.



9.00 CASH & CASH EQUIVALENTS:

		31 March 2026 <u>Taka</u>	30 June 2025 <u>Taka</u>
Cash in hand	Note 9.01	4,939,567	948,828
Cash at banks	Note 9.02	70,362,310	50,097,446
Fixed deposit with banks	Note 9.03	7,401,400	7,077,832
		82,703,277	58,124,106

9.01 Cash In Hand

At Head Office	4,914,567	923,828
At Dhaka Office	10,000	10,000
At Factory	15,000	15,000
	4,939,567	948,828

9.02 Cash at Banks

Bank	Branch	Account Number	Taka	Taka
First Security Islami Bank PLC.	Agrabad	STD A/C - 010413100000463	57,759	57,664
Social Islami Bank PLC.	Agrabad	STD Account-41360000458	308,952	311,554
Social Islami Bank PLC.	Agrabad	CD A/C - 0041330027978	41,044,162	33,885,127
Southeast Bank PLC.	Pahartali	CD A/C - 004111100007246	1,360	2,155
National Bank Ltd.	Pahartali	CD A/C-1055001054103	523,339	140,922
Premier Bank PLC.	Agrabad	CD A/C No-010311100015243	279,382	280,762
Prime Bank PLC.	Laldighi East	CD A/C -2145111015816	1,401,481	654,485
Islami Bank Bangladesh PLC.	Agrabad	CD A/C No-20501030100588315	519,444	522,306
Mercantile Bank PLC.	A.K Khan	CD A/C No-117511121143947	8,940,481	-
Trust Bank Ltd.	CDA Avenue	CD A/C No-00200210009922	18,683	19,528
Standard Bank PLC.	Jubilee Road	CD A/C No-01233005212	38,756	90,039
United Commercial Bank PLC.	Pahartali	CD A/C-No 0971101000000078	7,827	8,672
Eastern Bank PLC.	Agrabad	CD A/C No-11071082755	924,699	1,258,882
Pubali Bank PLC.	Pahartali	CD A/C No-825901027548	1,730,135	1,259,535
Dutch Bangla Bank PLC.	Agrabad	CD A/C No- 1021100040340	667,465	156,440
Mutual Trust Bank PLC.	Alankar Moor	CD A/C No- 1301000334447	38,913	39,887
Islami Bank Bangladesh PLC.	Pahartali	CD A/C No-20506920100018417	13,718,809	11,409,488
Islami Bank Bangladesh PLC.	Pahartali	SND A/C No-20506920000114	140,663	-
			70,362,310	50,097,446

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%	560,072	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%	2,776,616	2,612,056
Bangladesh Krishi Bank Ltd., Agrabad Branch, A/C # 29030330045646	One Year	Guarantee	6%	274,682	262,780
Social Islami Bank PLC, Agrabad Branch, A/C # 0045330035138	One Year	Guarantee	9.5%	502,814	465,568
Pubali Bank PLC, Pahartali Branch, A/C # 0825104032609	One Year	Guarantee	9.5%	1,742,990	1,745,990
National Bank PLC, Pahartali Branch, A/C No. 10550-0105-4103	Seven Year	Bond	13%	200,000	200,000
			Total	7,401,400	7,077,832

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.



	31 March 2026 Taka	30 June 2025 Taka
10.00 SHARE CAPITAL:		
10.01 Authorized:		
100,000,000 Ordinary shares of Tk. 10.00 each.	<u>1,000,000,000</u>	<u>500,000,000</u>
10.02 Issued, Subscribed and Paid-up:		
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>

10.03 The break up of shareholdings as on 31 March 2026 :-

Description	No of shares 31 Mar 2026	% of shareholding 31 Mar 2026	No of shares 30 June 2025	% of shareholding 30 June 2025
Sponsors & Directors	8,982,130	47.28	8,982,130	47.28
Institute	3,058,916	16.10	1,837,091	9.67
General Public	6,958,954	36.62	8,180,779	43.05
Total	19,000,000	100	19,000,000	100

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

Range of Holdings	No. of Shareholders		No. of Shareholdings		Percentage of Shareholdings	
	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025
Less than 500 shares	1,770	1,916	251,591	330,143	1.32	1.74
501 to 5,000 Shares	969	1,296	1,794,699	2,443,115	9.45	12.86
5,001 to 10,000 Shares	157	226	1,168,265	1,663,430	6.15	8.75
10,001 to 20,000 Shares	105	106	1,467,126	1,468,670	7.72	7.73
20,001 to 30,000 Shares	29	40	716,532	1,012,271	3.77	5.33
30,001 to 40,000 Shares	15	18	533,381	640,349	2.81	3.37
40,001 to 50,000 Shares	12	11	527,678	517,120	2.78	2.72
50,001 to 100,000 Shares	26	14	1,724,702	848,864	9.08	4.47
100,001 to 1,000,000 Shares	17	13	6,416,028	5,676,040	33.77	29.87
Over 1,000,000 Shares	3	3	4,399,998	4,399,998	23.16	23.16
Total	3,103	3,643	19,000,000	19,000,000	100	100

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 31 March 2026, the shares were quoted at Tk. 84.80 and Tk. 86.00 per share, respectively, with a nominal (face) value of Tk. 10.00 per share.



	31 March 2026	30 June 2025
	<u>Taka</u>	<u>Taka</u>
11.00 <u>DIVIDEND EQUALIZATION RESERVE:</u>		
Dividend Equalization Reserve is made-up as follows:		
Balance as on 01 July	11,237,712	11,237,712
Balance as on 31 March	<u>11,237,712</u>	<u>11,237,712</u>
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.		
12.00 <u>REVALUATION RESERVE:</u>		
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
	<u>477,061,519</u>	<u>477,061,519</u>
Less: Depreciation on Revalued Assets till 31.03.2026 (Note-4.01)	208,093,190	201,747,706
	<u>268,968,329</u>	<u>275,313,813</u>
Less : Adjustments for Deferred Tax @15%	40,345,249	41,297,072
Balance as on 31 March	<u>228,623,080</u>	<u>234,016,741</u>
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		
13.00 <u>RETAINED EARNINGS:</u>		
Balance as on 01 July	26,668,816	20,020,812
Less: Dividend declared for the year 2024-2025 as approved in the AGM	5,008,935	3,800,000
	<u>21,659,881</u>	<u>16,220,812</u>
Add: Net profit/(loss) after tax	5,917,344	1,411,620
	<u>27,577,225</u>	<u>17,632,432</u>
Add: Revaluation Surplus Realized (Note-4.01)	6,345,484	9,036,384
Balance as on 31 March	<u>33,922,709</u>	<u>26,668,816</u>
14.00 <u>UNSECURED LOAN:</u>		
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
	<u>57,699,990</u>	<u>57,699,990</u>
The above loans from directors are interest free.		
15.00 <u>LONG TERM LOAN:</u>		
HPSM Loan Under Tissue Projects	515,609,344	470,726,470
Bai Muazzal Term loan	252,750,053	233,098,203
Term Loan	2,715,471	4,606,783
	<u>771,074,868</u>	<u>708,431,456</u>
15.01 <u>LONG TERM LOAN- MATURITY ANALYSIS:</u>		
Due within the period- Current Portion	137,027,995	125,995,409
Due after more than the period- Non-Current Portion	634,046,873	582,436,047
	<u>771,074,868</u>	<u>708,431,456</u>



31 March 2026

30 June 2025

TakaTaka**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. 768,359,397 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)	(983,576)	5,192,294
Investment in shares (Note-16.02)	(27,452)	6,082
	<u>54,384,537</u>	<u>55,395,565</u>
Add: Deferred Tax for Revaluation Surplus (Note-12.00)	40,345,249	41,297,072
Balance as on 31 March	<u>94,729,786</u>	<u>96,692,637</u>

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 has been shown at Note-16.01 & 16.02.



	31 March 2026	30 June 2025
	<u>Taka</u>	<u>Taka</u>
16.01 Deferred Tax Liability on Property, Plant and Equipment		
(a) Carrying Amount of Property, Plant and Equipment (less revaluation and land value) as on 31 March	541,331,519	549,298,478
(b) Tax Based Property, Plant and Equipment	298,874,518	302,470,028
(c) Net Taxable Temporary Differences (a-b)	242,457,001	246,828,450
(d) Deferred Tax liability at effective Tax Rate 22.50%	54,552,825	55,536,401
(e) Deferred Tax expense/(income) on Net Taxable Temporary differences	<u>(983,576)</u>	<u>5,192,294</u>

Carrying amount of Property, Plant & Equipment represents net written down value of assets as on 31.03.2026

16.02 Deferred Tax Liability on Investment in Shares		
(a) Market value of Investment in Shares as on 31 March	9,975,076	10,249,593
(b) Cost value of Investment in Shares as 31 March	11,657,945	11,657,945
(c) Net Taxable Temporary Differences (a-b)	(1,682,870)	(1,408,352)
(d) Deferred Tax liability at effective Tax Rate 10%	(168,287)	(140,835)
(e) Deferred Tax expense/(income) on Net Taxable Temporary differences	<u>(27,452)</u>	<u>6,082</u>

17.00 SHORT TERM LOAN AND OVERDRAFT:

Mercantile Bank PLC. A.K Khan Branch-Cash Credit (CC) Hypo A/C:
1729000027824

LATR , Sight LC Loan From Mercantile Bank PLC.:

UPAS Loan from Mercantile Bank PLC.

Other Short Term Loan

34,995,877	41,161,602
10,144,036	9,773,261
5,365,770	10,187,360
735,295	735,295
<u>51,240,978</u>	<u>61,857,518</u>

17.01 Short Term Borrowing:

Particulars	Note	31 March 2026	30 June 2025
		Taka	Taka
Short term loan and overdraft	17.00	51,240,978	61,857,518
Long term loan-current portion	15.01	137,027,995	125,995,409
Total		<u>188,268,973</u>	<u>187,852,927</u>

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	32,250	423,750
Directors Remuneration	954,800	1,454,800
Electricity Bill	8,272,904	13,062,483
Gas Bill	12,322,238	37,764,912
Gas Bill-Factory Canteen	22,511	19,562
Gas Bill-Head Office	2,721	1,583
Office Rent	750,000	625,000
Overtime	1,653,235	2,737,416
Salaries & Allowances-Dhaka Office	83,372	85,724
Salaries & Allowances-Head Office	453,875	536,115
Salaries & Allowances-Factory Staffs	1,059,482	1,304,037
Wages & Allowances-Factory Workers	1,131,664	2,852,006
Salaries & Allowances-Sales & Marketing	998,478	1,646,526
Fooding Expenses	159,926	199,875
	<u>27,897,456</u>	<u>62,713,789</u>



	31 March 2026	30 June 2025
	<u>Taka</u>	<u>Taka</u>
19.00 WORKERS PROFIT PARTICIPATION & WELFARE FUND:		
Balance as on 01 July	3,149,445	2,275,734
Add: Provision made during the period	1,393,848	873,711
	<u>4,543,293</u>	<u>3,149,445</u>
Less: Payment made during the period	-	-
Balance as on 31 March	<u>4,543,293</u>	<u>3,149,445</u>
20.00 TRADE PAYABLES:		
Abul Khair Steel Melting Ltd.	565,852	615,852
Azad Engineering Workshop	658,350	835,850
Hossain Box Industries	723,426	2,518,859
International Bearing Center	217,443	675,243
Islam & Brothers	3,430,425	2,115,366
Khaja Polythene Mart	102,714	33,046
Mamun Hardware Store	697,515	769,641
M/s. Dohar Chemicals	171,815	1,424,115
S.R Packaging	3,034,858	3,580,625
Taslina Enterprise	2,294,794	2,467,194
Unimax Chemicals	1,388,250	142,300
United Trading Agency	1,281,823	1,302,611
Other Payable	6,575,874	10,644,490
	<u>21,143,139</u>	<u>27,125,192</u>
21.00 CURRENT TAX LIABILITIES:		
Balance as on 01 July	27,681,187	31,857,573
Provision during the period:		
Add: Against current period	8,875,413	10,870,301
	<u>36,556,600</u>	<u>42,727,874</u>
Less: Adjustment recognized following completion of assessments	10,725,781	15,046,687
Note: 21.01	<u>25,830,819</u>	<u>27,681,187</u>
Balance as on 31 March		
21.01 Adjustment for Completed assessment year		
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
Assessment year 2016-2017	1,637,851	-
Assessment year 2017-2018	2,046,829	-
Assessment year 2023-2024	7,041,101	-
	<u>10,725,781</u>	<u>15,046,687</u>
21.02 Computation of Provision for Income Tax:		
21.02.1 Net profit before tax	27,876,969	13,569,691
Less: Non-Operating Income	836,143	1,558,867
Note: 30	<u>27,040,826</u>	<u>12,010,824</u>
Add: Accounting depreciation	34,950,002	35,443,234
Note: 4.01	<u>61,990,828</u>	<u>47,454,058</u>
Less: Tax depreciation U/S 50 of ITA 2023	24,233,069	24,346,817
Net Operating Business Income/(loss) (A)	<u>37,757,759</u>	<u>23,107,241</u>
Add: Non-Operating Income (B)	836,143	1,558,867
Total Business Income (A+B)	<u>38,593,902</u>	<u>24,666,108</u>



			31 March 2026	30 June 2025
			Taka	Taka
	Amount	Rate		
Tax on Net Operating Business Income (C.)	37,757,759	22.50%	8,495,496	5,199,129
Add: Non-Operating Income				
Dividend Income	352,552	20%	70,510	94,937
Interest Income	470,774	22.50%	105,924	48,348
Profit on Sale of Investment in Shares	-	10%	-	28,446
Miscellaneous Income	12,817	22.50%	2,884	33,794
Tax on Non-Operating Income (D)	836,143		179,318	205,526
Total Current Tax (C+D)			8,674,814	5,404,655
21.02.2 Minimum Tax:	Amount	Rate		
Revenue	868,728,116	1%	8,687,281	5,296,726
Non-Operating Income	836,143	22.50%	188,132	9,353
Income Tax Provision during the period			8,875,413	5,306,079
Compared with tax on business income and minimum tax higher one has been provided U/S 163 of ITA 2023				
22.00 LIABILITIES FOR OTHER FINANCE:				
I.T. Deducted at Source			364,323	704,060
VAT Deducted at Source			28,178	207,328
Loan From Farhana Tarannum*			26,500,000	26,500,000
			26,892,501	27,411,388
**The above loans are interest free.				
23.00 UNCLAIMED DIVIDEND:				
Balance as on 1st July			1,892,285	1,532,796
Add: Dividend declared for the year 2024-2025 approved in the AGM			5,008,935	3,800,000
			6,901,220	5,332,796
Less: Dividend Paid			4,908,326	3,440,511
Balance as on 31 March			1,992,894	1,892,285
23.01 Year wise Unclaimed Dividend:				
The year wise breakup of unclaimed cash dividend as 31 Mar 2026 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
2024-2025			101,959	-
			1,992,894	1,892,285
24.00 DIRECTORS CURRENT ACCOUNT:				
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 Chairman			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 31 March 2026	1st July to 31 March 2025
	<u>Taka</u>	<u>Taka</u>
25.00 REVENUE FROM CONTRACTS WITH CUSTOMERS:		
Newsprint Paper	561,791,743	594,820,698
M.G. Newsprint	227,467,818	219,065,816
Tissue Paper	94,536,466	78,176,725
Khata	4,961,371	4,837,219
Gross Revenue	888,757,398	896,900,458
Less: Value Added Tax (VAT)	20,029,282	14,112,852
Net Revenue	868,728,116	882,787,606
26.00 COST OF SALES:		
Opening Stock of Raw Materials	100,837,970	93,461,252
Add: Purchased during the period	427,078,510	445,810,929
	527,916,480	539,272,181
Less: Closing Stock of Raw Materials	130,247,154	140,133,578
Raw Materials Consumed	397,669,326	399,138,603
Add: Factory overhead Note-26.01	267,603,914	298,734,475
Add: Opening Work-in-Process	28,954,845	31,773,179
	694,228,085	729,646,257
Less: Closing Work-in-Process	9,294,882	29,237,086
Cost of Production	684,933,203	700,409,171
Add: Opening Stock of Finished Goods	215,484,252	180,664,204
	900,417,455	881,073,375
Less: Closing Stock of Finished Goods	180,170,200	126,571,846
Cost of Sales	720,247,255	754,501,529
26.01 Factory overhead:		
Salaries, Wages and Allowances	43,221,953	45,092,919
Carriage Inward	2,030,880	1,366,390
Gas Bill	85,194,947	102,485,062
Electric Bill	56,040,724	68,875,543
Consumable Spare & Store	8,864,114	6,093,727
Packaging Material Consumed	18,642,275	17,481,497
Factory Maintenance	9,745,457	9,400,924
Loading Unloading Charge	201,840	207,407
Cutting Expense	6,542,167	6,815,257
Mobile bill	122,510	128,610
Fuel bill	350,634	439,583
Medical & Medicine	78,196	88,211
Gas Generator Upkeep	757,975	3,783,550
Boiler Upkeep	346,651	23,150
Insurance Premium	-	400,522
Canteen Expenses	315,610	293,784
Gas Bill- Canteen	88,090	93,250
Tea, Tiffin Expenses	585,655	611,657
Depreciation Note: 4.01	34,474,236	35,053,432
	267,603,914	298,734,475
27.00 ADMINISTRATIVE EXPENSES:		
Director Remuneration Notes-27.01	2,700,000	2,700,000
Salaries & Allowances	6,143,115	6,243,233
Office Rent	270,000	270,000
Telephone & Mobile Bill	171,398	172,590
Entertainment	164,732	204,555
Tiffin and Refreshment	243,010	247,843
Travelling Expenses	518,497	948,999
Dhaka Office Expenses	66,055	71,255
Canteen Expenses	62,810	7,850
Postage & Courier	24,928	28,840
Forms, Stamp & Legal Documents	3,300	2,440
Fees, Renewal & Subscription	1,351,513	1,569,043
Printing & Stationery	110,671	50,289



	1st July to 31 March 2026	1st July to 31 March 2025
	<u>Taka</u>	<u>Taka</u>
Gas Bill-Head Office	6,950	21,461
Meeting Expenses	650,965	657,241
Meeting Attendance Fees	756,995	417,000
Office Maintenance	968,537	616,629
Internet Bill	103,600	136,545
Legal & Professional Fee	145,000	127,250
Annual Subscription Fee of CDBL	56,000	56,000
Electric Bill- Head Office	79,777	260,000
Electric Bill- Dhaka Office	36,005	55,973
Fuel Bill	132,064	194,583
Vehicle Upkeep	188,183	209,902
Website Expenses	58,472	51,566
Rent, Rates & Taxes	5,640	67,825
Depreciation	475,766	389,802
Note: 4.01		
	<u>15,493,983</u>	<u>15,778,714</u>

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	2,700,000	2,700,000
Long term employee benefits	-	-
Post employee benefits	-	-
Termination benefits	-	-
Share -based payments expenses	-	-
Total	<u>2,700,000</u>	<u>2,700,000</u>

(a) The above short-term employee benefits include remuneration of Tk. 18,00,000 provided for the Managing Director and Tk. 9,00,000 provided for 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	119,500	262,867
Salaries & Allowances	8,983,271	11,159,289
Conveyance	1,616,956	2,132,905
Carriage Outward	20,920,610	25,620,071
C&F Bill-Export	20,700	45,477
Mobile bill	465,391	503,295
Entertainment	1,388,039	1,355,671
Advertisement	865,131	886,122
	<u>34,379,598</u>	<u>41,965,697</u>

29.00 FINANCIAL EXPENSES:

Bank Charges	342,725	420,747
Bank Guarantee Commission	-	145,330
Interest Expenses on Cash Credit	3,796,899	3,146,053
Interest Expenses on Short Term Loan	974,250	697,220
Interest Expenses on Long Term Loan	64,948,076	53,443,007
Interest Expenses on UPAS Loan	110,656	-
	<u>70,172,606</u>	<u>57,852,358</u>

30.00 NON-OPERATING INCOME:

Dividend Income	352,552	474,686
Interest Income	470,774	214,882
Profit on Sale of Investment in Shares	-	284,462
Cash Incentive-Export	-	434,640
Miscellaneous Income	12,817	150,197
	<u>836,143</u>	<u>1,558,867</u>



	1st July to 31 March 2026	1st July to 31 March 2025
	<u>Taka</u>	<u>Taka</u>
31.00 DEFERRED TAX EXPENSES:		
(a) Deferred Tax Liability on 31 March	54,411,989	53,044,384
(b) Deferred Tax Liability on 01 July	55,395,565	50,197,189
Deferred Tax Expenses for the period (a-b)	<u>(983,576)</u>	<u>2,847,195</u>
32.00 EARNINGS PER SHARE:		
<u>Net Profit after tax</u>	5,917,344	5,317,840
Number of shares outstanding	19,000,000	19,000,000
EPS (per value of Tk. 10)	0.31	0.28
The increase in Earnings Per Share (EPS) compared to the previous period was primarily driven by improved cost efficiency, as evidenced by a reduction in cost of sales.		
33.00 NET ASSET VALUE PER SHARE WITH REVALUATION:		
<u>Net Asset with Revaluation</u>	462,100,631	460,514,917
Number of shares outstanding	19,000,000	19,000,000
Net asset value per share (per value of Tk. 10)	24.32	24.24
34.00 NET ASSET VALUE PER SHARE WITHOUT REVALUATION:		
<u>Net Asset without revaluation</u>	233,477,551	226,498,176
Number of shares outstanding	19,000,000	19,000,000
Net asset value per share (per value of Tk. 10)	12.29	11.92
35.00 NET OPERATING CASH FLOWS PER SHARE:		
<u>Net cash flows from operation</u>	86,596,784	71,861,538
Number of shares outstanding	19,000,000	19,000,000
Net operating cash flows by per share (per value of Tk. 10)	4.56	3.78
The increase in the Company's Net Operating Cash Flows Per Share (NOCFPS) over the previous period was primarily driven by a reduction in operating expenses, reflecting improved cost efficiency.		
36.00 Number of Employees:		
The total employees of the company as on 31 March 2026 stood at 436 nos. comprising Head office staff 24 nos, Sales & Marketing staff 60 nos, Factory office staff 21 nos, Security 21 nos, Driver and helper 02 nos, Permanent worker 86 nos and Temporary worker 222 nos.		
Number of employees whose monthly salary was below Tk. 3,000	-	-
Number of employees whose monthly salary was above Tk. 3,000	436	441

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:

	1st July to 31 March 2026	1st July to 31 March 2025
	<u>Taka</u>	<u>Taka</u>
a) Exposure of Credit risk:		
Trade receivables	162,222,918	157,306,980
Advance, Deposit and Prepayments (excluding Deposit & Prepayments.)	112,825,654	158,916,333
Bank Balances	82,703,277	37,952,255
	357,751,849	354,175,568
b) Ageing of Trade Receivables are as follows:		
Below-30 Days	27,577,896	26,742,187
Within 31-60 Days	32,444,584	31,461,396
Within 61-90 Days	22,711,209	22,022,977
Within 90 - 180 Days	19,466,750	18,876,838
Above 180 Days	60,022,480	58,203,583
	162,222,918	157,306,980

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	771,074,868	137,027,995	634,046,873	771,074,868
Short Term Loan & Overdraft	51,240,978	51,240,978	-	51,240,978
Liability for Expenses	27,897,456	27,897,456	-	27,897,456
Workers Profit Participation and Welfare Fund	4,543,293	4,543,293	-	4,543,293
Trade Payables	21,143,139	21,143,139	-	21,143,139
Current Tax Liabilities	25,830,819	25,830,819	-	25,830,819
Liabilities for Other Finance	26,892,501	26,892,501	-	26,892,501
Unclaimed Dividend	1,992,894	1,992,894	-	1,992,894
Directors Current Account	84,501,833	84,501,833	-	84,501,833
Total	1,072,817,771	381,070,908	691,746,863	1,072,817,771

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 31 March 2026	1st July to 31 March 2025
Installed Capacity (in M.T)		
Actual Production (in M.T)	10125	10125
% of Capacity Utilization	54.97%	51.50%

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 31 March 2026
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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
Total			57,699,990	-	57,699,990

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
Total			84,501,833	-	84,501,833

39.03 LIABILITIES FOR OTHER FINANCE:

Mrs Farhana Tarannum	Close Family Member	Loan Received	26,500,000	-	26,500,000
Total			26,500,000	-	26,500,000



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 31 March 2026 <u>Taka</u>	1st July to 31 March 2025 <u>Taka</u>
Profit after Provision for Income Tax	5,917,344	5,317,840
Adjustment for:		
Depreciation	34,950,002	35,443,234
Provision for Deferred Tax Expenses	(983,576)	2,847,195
Financial Expenses	70,172,606	53,443,007
Workers Profit Participation and Welfare Fund	1,393,848	678,485
Deferred tax on unrealized gain/(loss) in investment in share	(27,452)	(89,551)
A	<u>111,422,772</u>	<u>97,640,209</u>
Changes in Working Capital		
(Increase)/Decrease in Inventories	6,354,936	4,645,717
(Increase)/Decrease in Trade Receivables	3,002,251	21,163,684
(Increase)/Decrease in Advance, Deposits & Prepayments	(2,567,007)	(52,108,338)
Increase/(Decrease) in Liability for Expenses	(34,816,333)	(3,031,697)
Increase/(Decrease) in Current portion of Long Term Loan	11,032,586	7,105,347
Increase/(Decrease) in Trade Payables	(5,982,053)	(8,958,037)
Increase/(Decrease) in Current Tax Liabilities	(1,850,368)	5,404,655
B	<u>(24,825,988)</u>	<u>(25,778,672)</u>
Net cash inflows/(out flows) from operating activities (A+B)	<u><u>86,596,784</u></u>	<u><u>71,861,538</u></u>

