



## PRICE SENSITIVE INFORMATION

This is for kind information of all concerned that the Board of Directors of the company in its 98<sup>th</sup> Meeting held on Thursday, 26<sup>th</sup> day of October 2023 at 3.00 p.m. has decided to declare and recommend the following proposals for approval of the shareholders in the 16<sup>th</sup> Annual General Meeting of the Company while considering Audited Financial Statements for the year ended 30 June 2023:

### 1. Declaration of Key Financial Performances:

Sl No.	Particulars	As on 30.06.2023	As on 30.06.2022
1.	Net Asset Value (NAV) per share	5.10	4.97
3.	Earnings Per Share (EPS)	0.13	(1.28)
5.	Net Operating Cash Flow Per Share (NOCFPS)	0.08	0.06

- 2. Date, Time and Venue of 16<sup>th</sup> Annual General Meeting:** Tuesday, December 26, 2023 at 10.00 a.m. Venue: Digital Platform.
- 3. Record Date for 16<sup>th</sup> Annual General Meeting:** Thursday, November 23, 2023.
- 4. Recommended dividend:** The Board of Directors has recommended 0.25% cash dividend (for 78,424,032 general shareholders only other than Sponsors/Directors) for the year ended June 30, 2023. The Sponsors/Directors hold 35,404,336 shares out of total 113,828,368 shares of the Company. Cash dividend to be payable to the General shareholders is Tk. 1,960,600.80.

### Auditor's Qualified Opinion:

- The financial statement shows WDV of Property Plant & Equipment Tk. 589,463,985 but no fixed assets register has been maintained by the company. However, we were provided with a list of those, based on which we have examined physical existence of those and found in agreement with that list.
- The financial statement shows Trade & Other Receivable Tk. 400,832,790 on 30 June 2023 which includes balance of Tk. 360,523,513 lying receivable from 15 customers without any movement during the year, against which provision for bad debts was made Tk. 285,797,060 in the earlier years, but no amount of additional provision has been made during this year. Moreover, we have received no response from the customers/parties confirming the year-end balance despite of our written approach to them which indicate significant doubt of realization of those amounts. We were also unable to obtain sufficient appropriate audit evidence in alternative approach to satisfy ourselves to provide our opinion, and conclude that there are no undetected material misstatements in the financial statement in this regard.
- The financial statement exhibits Gross Sales Revenue (Including VAT) Tk. 594,695,250 under note # 23.00 and Trade Receivables of Tk. 400,832,790 under note # 6.00, which indicates realization of Tk. 563,847,973 during the year, whereas bank statement produced to us by the company shows deposits of Tk. 114,078,090 only in company's bank accounts out of sales during the year under audit. Balance of Tk. 449,769,883 has been shown as recovery in cash and adjustment against purchase from M/S Dhaka Enterprise the only agent/buyer as well as supplier of the company. We were also unable to obtain sufficient appropriate audit evidence to satisfy ourselves to provide our opinion, and conclude that there are no undetected material misstatements in the financial statement in this regard.



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4. The financial statement shows an amount of Tk. 10,268,522 received as insurance claim from Crystal Insurance Company Ltd against Tk. 137,524,422 loss on fire by virtue of damage of Property Plant & Equipment and Inventory in the year 2020-21, though no claim receivable was accounted for in the earlier years'. As such the full amount of claim received has been recognized as other non-operating income during this year.

5. The company have not yet introduced employee provident fund and Gratuity/Compensation to the employees as per guideline of Bangladesh Labor Laws/Rules 2015, as such no provision have been made for these purpose, which is a non-compliance and misstatement in the financial statement.

**Matter of Emphasis:**

1. We found that the company is submitting the VAT Returns, Mushak 9.1 showing only sells Qty without mentioning sales revenue, though the company is paying VAT on the sales as per related VAT rule except for wastage sales. Income Tax Returns have not yet submitted from the accounting year 2016-17 to 2021-22. Our opinion is to ensure compliance with all related laws, rules and regulations to avoid any risk of the entity.

2. To the best of our understanding the company is suffering from liquidity crisis which has been obstructing operational performance of the company's due to the dependency on single agent and supplier in local market. All those have ultimately created going concern threats to the company though the management of the company has prepared the Financial Statement of the company considering it as a going concern and fully functional as stated in note # 2.01, but we were not provided with any written management plan to effectuate and ensuring this. Our opinion is to set up proper management plan in this regard ensure going concern of the entity.

By order of the Board of Directors

Md. Mohin Uddin  
Company Secretary

Date: October 26, 2023