

TOSRIFA INDUSTRIES LIMITED

TOSRIFA INDUSTRIES LIMITED
Statement of Financial Position
As at 31 March 2022



NORTHERN TOSRIFA
GROUP
Un-Audited

Particulars	Notes	Amount in Taka	
		31 March 2022	30 June 2021
Assets			
Non-current assets		3,113,232,587	3,119,755,761
Property, plant and equipment	6.00	3,111,860,005	3,118,150,404
Intangible assets	7.00	1,372,582	1,605,357
Current assets		2,633,562,931	1,284,843,924
Advances, deposits and prepayments	8.00	78,830,674	87,611,636
Trade and other receivables	9.00	423,881,588	320,137,909
Accrued income	10.00	15,056,000	16,486,800
Inventories	11.00	1,868,927,152	713,550,946
Cash and cash equivalents	12.00	246,867,517	147,056,633
Total assets		5,746,795,518	4,404,599,685
Equity and Liabilities			
Shareholders' equity		1,982,842,632	1,946,820,983
Share capital	13.00	679,851,197	663,269,460
Share premium	14.00	433,059,200	433,059,200
Retained earnings	15.00	334,302,999	314,863,086
Revaluation surplus	16.00	535,629,237	535,629,237
Non-current liabilities		948,512,883	1,195,561,115
Long term loans (secured), net of current portion	17.00	831,547,346	1,087,952,967
Deferred tax liabilities	18.00	116,965,537	107,608,148
Current liabilities		2,815,440,002	1,262,217,587
Trade and other payables	19.00	768,493,101	567,068,822
Provisions for expenses	20.00	8,252,000	488,750
Short term loans	21.00	1,852,215,725	602,126,688
Current portion of long term loans	22.00	172,359,632	82,447,239
Provision for income tax	23.00	-	-
Workers' profit participation and welfare fund	24.00	14,119,545	10,086,088
Total equity and liabilities		5,746,795,518	4,404,599,685
Net asset value (NAV) per share	33.00	29.17	28.64


Managing Director


Director


Director


CFO


Company Secretary

Dated: 27 April 2022
Place: Dhaka

TOSRIFA INDUSTRIES LIMITED
Statement of Profit or Loss and other Comprehensive Income
For the 3rd Quarter ended 31 March 2022

Particulars	Notes	Three Quarter Ended		Un-Audited 3rd Quarter	
		Amount in Taka		Amount in Taka	
		1st July 2021 to 31st March 2022 (9 months)	1st July 2020 to 31st March 2021 (9 months)	1st January 2022 to 31st March 2022 (3 months)	1st January 2021 to 31st March 2021 (3 months)
Sales revenue (export)	25.00	3,280,604,135	2,198,243,407	1,162,770,735	770,976,791
Less: Cost of sales	26.00	2,984,556,409	1,942,533,610	1,069,302,221	674,090,803
Gross profit		296,047,726	255,709,798	93,468,514	96,885,988
Less: Operating expenses		165,794,444	149,545,048	52,095,167	50,376,722
General and administrative expenses	27.00	68,118,407	67,020,349	24,128,583	21,813,876
Marketing, selling and distribution expenses	28.00	97,676,037	82,524,698	27,966,584	28,562,846
Operating profit		130,253,281	106,164,750	41,373,347	46,509,266
Add: Other income	29.00	24,657,563	35,206,744	15,056,000	36,101
Profit before finance costs		154,910,844	141,371,494	56,429,347	46,545,367
Less: Finance costs	30.00	70,208,240	87,925,716	21,824,109	26,792,761
Profit before WPPF		84,702,604	53,445,777	34,605,238	19,752,606
Less: Workers' profit participation and welfare fund	31.00	4,033,457	2,545,037	1,647,868	940,600
Profit before income tax		80,669,147	50,900,740	32,957,370	18,812,006
Less: Income tax expenses	32.00	28,065,761	27,012,397	9,467,337	9,769,521
Current tax expense		18,708,372	14,743,908	6,643,919	5,732,503
Deferred tax expense		9,357,389	12,268,489	2,823,418	4,037,017
Profit after income tax		52,603,386	23,888,343	23,490,032	9,042,485
Add: Other comprehensive income					
Total comprehensive income		52,603,386	23,888,343	23,490,032	9,042,485
Earnings per share					
Basic earnings per share (Existing Share)	34.00	0.77	0.35	0.35	0.13


Managing Director


Director


CFO


Company Secretary

Dated: 27 April 2022, Dhaka



TOSRIFA INDUSTRIES LIMITED
Statement of Changes in Equity (Un-Audited)
For the 3rd Quarter ended 31 March 2022

Particulars	Share capital	Share premium	Retained earnings	Revaluation surplus	Total
Balance as at 01 July, 2021	663,269,460	433,059,200	314,863,086	535,629,237	1,946,820,983
Total comprehensive income for the period					
Profit			52,603,386	-	52,603,386
Other comprehensive income					
Transactions with owners of the Company:					
Issue of ordinary shares	16,581,737	-	-	-	16,581,737
Share premium					
Stock dividend			(16,581,736.50)		(16,581,737)
Cash dividend			(16,581,736.50)		(16,581,737)
Transfer from revaluation surplus to retained earnings					
Balance as at 31st March 2022	679,851,197	433,059,200	334,302,999	535,629,237	1,982,842,632

TOSRIFA INDUSTRIES LIMITED
Statement of Changes in Equity
For the 3rd Quarter ended 31 March 2021

Un-Audited
(Amount in Taka)

Particulars	Share capital	Share premium	Retained earnings	Revaluation surplus	Total
Balance as at 01 July, 2020	663,269,460	433,059,200	272,085,985	535,629,237	1,904,043,882
Total comprehensive income for the period					
Profit			23,888,343		23,888,343
Other comprehensive income					
Transactions with owners of the Company:					
Issue of ordinary shares					
Share premium					
Stock dividend					
Cash dividend					
Transfer from revaluation surplus to retained earnings					
Balance as at 31st March 2021	663,269,460	433,059,200	295,974,327	535,629,237	1,927,932,224

Managing Director

Director

Director

CFO

Company Secretary

Dated: 27 April 2022, Dhaka

TOSRIFA INDUSTRIES LIMITED
Statement of Cash Flows
For the 3rd Quarter ended 31 March 2022

Particulars	Notes	1st July 2021 to 31st March 2022	1st July 2020 to 31st March 2021
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		3,176,860,456	2,210,125,919
Cash receipts from other sources		26,068,718	35,176,700
Cash paid to suppliers, contractors and others		(4,003,909,183)	(1,899,627,777)
Finance costs		(70,208,240)	(87,925,716)
Income taxes paid		(18,708,372)	(14,743,908)
Net cash (used in)/generated by operating activities		(889,896,621)	243,005,218
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for acquisition of property, plant and equipment		(79,540,926)	(83,990,100)
Payments for capital work-in-progress		-	-
Payments for acquisition of intangible assets		-	-
Net cash used in investing activities		(79,540,926)	(83,990,100)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from/(repayment of) long term loans		(256,405,621)	65,766,181
Proceeds from/(payment of) accepted liabilities for machinery		-	-
Proceeds from/(repayment of) short term loans		1,250,089,037	(291,554,920)
Current portion of Long term loan		89,912,393	36,845,962
Interest income		19,645	30,044
Payment of dividend		(14,201,490)	(4,918)
Proceeds from/(refund of) unsuccessful IPO application money		-	-
Net cash generated by financing activities		1,069,413,963	(188,917,651)
D. Net changes in cash and cash equivalents (A+B+C)		99,976,417	(29,902,534)
E. Cash and cash equivalents at the beginning of the year		147,056,633	99,810,503
F. Exchange Fluctuation loss /gain (Net)		(165,533)	(3,524,756)
F. Cash and cash equivalents at the end of the year (D+E)		246,867,517	66,383,212
Net operating cash flow per share (Existing Share)	35.00	(13.09)	3.57


Managing Director


Director


Director


CFO


Company Secretary

Dated: 27 April 2022
Place: Dhaka

NOTES TO THE FINANCIAL STATEMENTS

For the 3rd Quarter period ended 31 March 2022

1.00 Corporate Information of the reporting entity

Tosrifa Industries Limited (hereinafter referred to as "the Company") is a public limited Company incorporated in Bangladesh on 27 August 2002 under the Companies Act, 1994 vide registration number C-46888 and has its address at 4/2 A, Mouja 135, Gopalpur, Munnu Nagar, Tongi, Gazipur. The Company was initially registered as a private limited Company and subsequently converted into a public limited Company on 18 August 2011. It commenced its commercial operation in 2005. The Garments Unit and the principal place of the business of the Company is located at 135 Gopalpur (Level 1-6), Munnu Nagar, Tongi, Gazipur. The Fabric Unit is located at Holding - 121/1, Block-H, Beraiderchala, Sreepur, Gazipur.

The Company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE).

2.00 Nature of business

The Company operates an international standard industrial unit of readymade garments to carry on the business of knitting, dyeing, designing, manufacturing and marketing of readymade garments to deal in the foreign markets.

3.00 Financial statements and corporate reporting

These financial statements comprise a statement of financial position, a statement of profit or loss and other comprehensive income, a statement of changes in equity, a statement of cash flows and other explanatory notes.

3.01 Authorization for issue

These financial statements were authorized for issue by the Board of Directors of the Company on **27 April 2022**.

4.00 Basis of preparation

4.01 Statement of compliance

The financial statements have been prepared in compliance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987, the Listing Regulations of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws as applicable and in accordance with the applicable International Financial Reporting Standards (IFRSs) including International Accounting Standards (IAS) as issued by International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Prior year financial statements were prepared in accordance with International Financial Reporting Standards (IFRSs) and International Accounting Standards (IAS) which were adopted accounting standards from IASB.

4.02 Basis of measurement

These financial statements have been prepared on going concern basis. Unless otherwise specifically mentioned, historical cost principle has been followed for the purpose of these financial statements.

4.03 Going Concern

The company has adequate resources to continue its operations for the foreseeable future. For this reason the directors continue to adopt the going concern basis in preparing the Financial Statements. The current revenue generations and resources of the company are sufficient to meet the present obligation of its existing businesses and operations.

4.04 Components of the Financial Statements

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

- a) Statement of financial position as at **31 March 2022**;
- b) Statement of profit or loss and other comprehensive income for the period from **01 July 2021 to 31 March 2022**;
- c) Statement of changes in equity for the period ended **31 March 2022**;
- d) Statement of cash flows for the period from **01 July 2021 to 31 March 2022**;
- e) Notes, comprise a summary of significant accounting policies and other explanatory information for the period from **01 July 2021 to 31 March 2022**;



4.05 Applicable Accounting Standards & Financial Reporting Standards

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

Sl. No.	Name of the IAS	IAS's no.
1	Presentation of Financial Statement	1
2	Inventories	2
3	Statement of Cash flows	7
4	Accounting policies, Changes in accounting Estimates and Errors	8
5	Events after the Reporting Period	10
6	Income taxes	12
7	Property plant & Equipment	16
8	Leases	17
9	Revenue	18
10	Employee Benefits	19
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12	Borrowing Costs	23
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14	Financial Instruments: Presentation	32
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16	Impairment of Assets	36
17	Provision, Contingent Liabilities and Contingent Assets	37
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Sl. No.	Name of the IFRS	IFRS No
1	Financial Instruments: Disclosures	7
2	Operating Segments	8
3	Financial Instruments	9
4	Fair Value Measurement	13

4.06 Functional and presentation currency

Items Included in these financial statements are measured using the currency of the primary economic environment in which the company operates (the functional currency). These financial statements are presented in Bangladesh Taka (Taka/Tk./BDT) which is also the functional currency of the Company. The amounts in these financial statements have been rounded off to the nearest Taka. Because of these rounding off, in some instances the totals may not match the sum of Individual balances.

4.07 Accrual basis of accounting

These financial statements have been prepared under the accrual basis of accounting

4.08 Use of estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets liabilities affected in future periods. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates recognized in the period in which the estimates are revised and in any future periods affected thereby.

4.09 Reporting period

The financial statements of the company cover 9 months from 01 July 2021 to 31 March 2022.

4.10 Compliances with Local laws

As required by the company, the management complies with the following major legal provisions In addition to the Companies Act 1994 and the Securities and Exchange rules 1987.

- (i) The Income Tax Ordinance 1984;
- (ii) The Income Tax Rules 1994;



- (iii) The Value Added Tax Act 1991;
- (iv) The Value Added Tax Rules 1991;
- (v) The Customs Act, 1969; and
- (vi) Bangladesh Labor Law, 2006.

4.11 Comparative Information

Comparative Information has been disclosed in accordance with IAS-1: Presentation of Financial Statement in respect of the previous period for all numerical Information in the current financial statements as below:

- a) Statement of Financial Position as at the end of the preceding financial period;
- b) Statement of Profit or Loss and other Comprehensive Income for the comparable period of preceding financial period;
- c) Statement of Changes in Equity for the comparable period of preceding financial period, and
- d) Statement Cash Flows for the comparable Interim period of preceding financial period.

The narrative and descriptive Information where it is relevant for understanding of the current period financial statement has also represented

Re-arrangement

Comparative figures have been rearranged wherever considered necessary ensure better comparability with the current period without causing any impact on the profit and value of assets and liability as reported in the financial statement.

5.00 Significant accounting policies

Accounting policies set out below have been applied consistently to all periods presented in these financial statements. Comparative information has been rearranged wherever considered necessary to conform to the current period's presentation.

5.01 Current versus non-current classification

The Company presents assets and liabilities in 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 normal operating cycle,
- II. held primarily for the purpose of trading,
- III. expected to be realized within twelve months after the reporting period, or
- IV. cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when it is:

- I. expected to be settled in normal operating cycle,
- II. held primarily for the purpose of trading
- III. due to be settled within twelve months after the reporting period, or
- 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 liabilities are classified as non-current liabilities.

5.02 Offsetting

The Company reports separately both assets and liabilities, and income and expenses, unless required by an applicable accounting standard or offsetting reflects the substance of the transaction and such offsetting is permitted by applicable accounting standard.



5.03 Property, plant and equipment

5.03.1 Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes, after deducting trade discount and rebates, and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the intended manner. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When major parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

5.03.2 Subsequent costs

The cost of replacing or up gradation of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the item will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced component is derecognized. The costs of the day to day servicing of property, plant and equipment are recognized in profit or loss as incurred.

5.03.3 Depreciation

No depreciation is charged on land and land developments as the land has unlimited useful life.

Depreciation on other items of property, plant and equipment is recognized on a diminishing balance method over the estimated useful life of each item of property, plant and equipment.

Depreciation method, useful lives and residual values are reviewed at each period-end and adjusted if appropriate. Depreciation has been charged on addition of assets during the year when the assets available for use. The depreciation rate based on estimated useful lives of the items of property, plant and equipment for the current and comparative periods are as follows:

Particulars	March 31, 2021	June 30, 2021
	Rate	Rate
Plant and machinery	15%	15%
Motor vehicles	20%	20%
Furniture and fixtures	10%	10%
Office equipment	15%	15%
Building and civil works (RCC)	2.5%	2.5%

Fabric Department

Plant and machinery

Production machinery – Dyeing	5%	5%
Lab Equipment	5%	5%
Utility Machinery – Dyeing	7.5%	7.5%
Effluent Treatment Plant	7.5%	7.5%
Electrical Sub-Station & Equipment- Dyeing	10%	10%

Building & civil works (RCC)

Production Building	2.5%	2.5%
WTP & Chemical Store	2.5%	2.5%
Utility Building	2.5%	2.5%
Husk Boiler Building	5%	5%
Effluent Treatment Plant Building	2.5%	2.5%



5.04 Capital work-in-progress

Capital work-in-progress (CWIP) consists of unfinished building and civil works at sites and capital plant and machinery.

5.05 Intangible assets

5.05.1 Recognition and measurement

Intangible assets that are acquired by the Company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized when all the conditions for recognition as per IAS 38 Intangible Assets are met. The cost of an intangible asset comprises its purchase price, import duties and non-refundable taxes and any directly attributable cost of preparing the asset for its intended use.

5.05.2 Subsequent costs

Subsequent costs are capitalized only when they increase the future economic benefits embodied in the specific asset to which they relate. All other costs are recognized in profit or loss as incurred.

5.05.3 Amortization

Amortization is recognized in profit or loss on a reducing method basis of intangible assets. The amortization rate based on estimated useful lives are as follows:

	March 31, 2021	June 30, 2021
	Rate	Rate
Software and Application	20%	20%
Website	20%	20%

Amortization methods, useful lives and residual values are reviewed at each period-end and adjusted, if appropriate.

5.06 Advances, deposits and prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deduction, adjustment 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. After initial recognition, prepayments are carried at cost less charges to profit and loss account.

5.07 Financial Instruments

Financial assets and liabilities are recognized on the statement of financial position when the company has become party to a contractual provision of the instrument

5.08 Trade and other receivables

Trade and other receivables are stated at their nominal value and considered good. No provision has been made for doubtful debt and no amount was written off as bad.

5.09 Accrued Income

Accrued Income includes Incomes which have been earned but not received during the reporting period.

5.10 Inventories

Inventories comprise of raw materials (yarn), raw materials (finished fabrics), raw materials (accessories), needle and spare parts, work-in-process, and finished goods. Inventories are stated at the lower of cost and net realizable value. The cost of Inventories includes expenditure incurred in acquiring the Inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured Inventories and work in process, cost includes an appropriate share of production overheads based on normal operation capacity. Cost of inventories is determined by using the weighted average cost formula. Net realizable value represents the estimated selling price for Inventories less all estimated costs of completion and costs necessary to make the sale.



5.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash at banks, and other bank deposits free of encumbrance and having maturity dates of three months or less from respective dates of deposit.

5.12 Share capital

Ordinary shares are classified as equity.

5.13 Loans

Interest bearing bank loans and overdrafts are recorded at the proceeds received net of direct issue costs. Finance charges are accounted for on an accrual basis.

5.14 Trade and other payables

Trade and other payables are stated at their nominal value.

5.15 Accruals, provisions and contingencies

(a) 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 amounts due to employees. Accruals are reported as part of trade and other payables.

(b) Provisions

A provision is recognized in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date. Where the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

(c) Contingencies

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 or 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.

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

5.16 Income tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in profit or loss except to the extent that it relates to Items recognized directly in equity, in which case it is recognized in equity.

(a) Current tax

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. The applicable tax rate for the Company is currently 12% on its taxable income derived from export and 25% on taxable income derived from sources other than export. The company is an internationally recognized green building certified involve with 100% export oriented RMG business, according to the SRO no. 164-AIN/Income Tax/2020 dated 06-07-2020, applicable tax rate on its business income is 10%.

(b) Deferred tax

Deferred tax is recognized in compliance with IAS 12 Income Taxes, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purpose and amounts used for taxation purpose. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the date of statement of financial position. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to Income taxes levied by the same tax authority on the same taxable entity.



A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each period-end and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

5.17 Employee benefits

5.17.1 Worker's profit participants & welfare funds

The company contributed 5% of net profit before charging the amount to the aforementioned fund in accordance with the requirement of section 234 of Labor Act 2006, (Amendment 2013).

5.18 Revenue recognition, measurement and presentation

Revenue of the Company is derived from sale of goods (i.e. readymade garments) to foreign buyers through export. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognized when all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the entity, and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

5.19 Finance costs

The Company's finance costs include Interest expenses on bank loans, and other borrowings. Interest expense is recognized using the effective Interest method.

5.20 Foreign currency transactions

These financial statements are presented in Taka/Tk./BDT, which is Company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statement of financial position are translated into Taka at the exchange rate prevailing at that date. 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 the initial transaction. Non-monetary Items measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value was determined. Exchange differences arising on the settlement of monetary items or on translating monetary Items at the end of the reporting period are recognized in profit or loss as per IAS 21 the Effects of Changes in Foreign Exchange Rates.

5.21 Related party transactions

The Company carried a number of transactions in arm length price with its related parties in the normal course of its business. The nature of those transactions and their total value have been disclosed.

5.22 Earnings per share

The Company presents basic and diluted (when dilution is applicable) earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for the effect of change in number of shares for bonus issue, share split and reverse split. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of dilutive potential ordinary shares. However, dilution of EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during the relevant periods.

5.23 Statement of cash flows

Cash flows from operating activities are presented under direct method in accordance with IAS-7 "Statement of Cash Flows". It has been also prepared in accordance with the Securities and Exchange Rules, 1987.



5.24 Events after the reporting period

Amounts recognized in the financial statements are adjusted for events after the reporting period that provide evidence of conditions that existed at the end of the reporting period. No adjustment is given in the financial statements for events after the reporting period that are indicative of conditions that arose after the reporting period. Material non-adjusting events are disclosed in the financial statements.

6.25 Segment Reporting

No segmental reporting is applicable to the company as required by "IFRS-8: Operating Segment" as the company operates in a single industry segment and within as geographical segment.

5.26 Impairment of Assets

In accordance with the provision of IAS-36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in the statement of comprehensive income. No such indication of impairment has been observed till the end of the period.



		Amount in Taka	
Notes	Particulars	31.03.2022	30.06.2021
6.00	Property, Plant and equipment		
	Opening Balance of Property, plant and equipment	3,918,948,038	3,752,704,028
	Add: Addition during the period	4,962,674	84,002,392
		3,923,910,712	3,836,706,420
	Less: Depreciation Charges during the period	812,050,707	718,556,016
	Closing Balance of Property, plant and equipment	3,111,860,005	3,118,150,404
7.00	Intangible Assets		
	Opening Balance of Property, plant and equipment	5,604,345	5,604,345
	Add: Addition during the period	-	-
		5,604,345	5,604,345
	Less: Depreciation Charges during the period	4,231,763	3,998,988
	Closing Balnce of Property, plant and equipment	1,372,582	1,605,357
8.00	Advances, deposits and prepayments		
	Advance against salary	1,188,335	727,485
	Advance against expenses	26,383,821	34,194,981
	Advance against purchase	4,438,800	1,573,864
	Advance against building construction	5,911,958	14,282,019
	Security deposits	27,342,941	27,342,941
	LC margin	8,214,260	6,918,460
	Advance Against Mobile	5,863	22,206
	Prepaid insurance	5,344,696	2,549,680
		78,830,674	87,611,636
9.00	Trade and other receivables		
	Trade recivable	423,881,588	320,137,909
		423,881,588	320,137,909
10.00	Accrued income		
	Accrued cash incentive	15,056,000	16,486,800
		15,056,000	16,486,800
11.00	Inventories		
	Raw materials (yarn)	849,730,751	278,818,261
	Raw materials (finished fabrics)	80,853,525	50,850,432
	Raw materials (accessories)	34,813,609	26,606,603
	Raw materials (Dyes & Chemicals)	145,753,792	37,038,158
	Needle and spare parts	16,635,298	9,280,607
	Work-in-process	424,459,012	184,021,278
	Finished goods (garments)	316,681,165	126,935,607
		1,868,927,152	713,550,946



Notes	Particulars	Amount in Taka	
		31.03.2022	30.06.2021
12.00	Cash and cash equivalents		
	Cash in hand	2,329,018	5,781,515
	Cash at bank	244,538,499	141,275,118
		<u>246,867,517</u>	<u>147,056,633</u>
	Cash at bank (Foreign currency) bank account maintained in foreign currency has been disclosed in local currency; foreign exchange fluctuation gain/(loss) has been recognized		
13.00	Share capital		
	Authorized		
	(100,000,000 Ordinary shares of Tk. 10.00 each)	<u>1,000,000,000</u>	<u>1,000,000,000</u>
	Issued, Subscribed & Paid-up:		
	(67,985,119.65 Ordinary shares of Tk. 10.00 each fully paid up in cash)	<u>679,851,197</u>	<u>663,269,460</u>
	The Shareholdings consist of:		
	Holders	No. of Holders	Total Holdings
	Sponsor	8	32,030,519
	Institution	68	15,860,050
	General Public	6567	20,094,550
		<u>6643</u>	<u>67,985,119</u>
			<u>100%</u>
14.00	Share premium		
	Share premium	433,059,200	433,059,200
		<u>433,059,200</u>	<u>433,059,200</u>
15.00	Retained earnings		
	Opening balance	314,863,086	272,085,985
	Add: Net profit/(loss) during the period	52,603,386	42,777,101
		<u>367,466,472</u>	<u>314,863,086</u>
	Less: Dividend	33,163,473	-
		<u>334,302,999</u>	<u>314,863,086</u>
16.00	Revaluation surplus		
	Opening balance	535,629,237	535,629,237
	Less Transfer to retained earnings from building & civil works	-	-
		<u>535,629,237</u>	<u>535,629,237</u>
17.00	Long term loans (secured), net of current portion		
	Term Loan with The City Bank Ltd (Civil Construction)	245,699,684	278,814,316
	Term Loan with The City Bank Ltd (Machine)	657,517,312	735,286,324
	Term Loan with The City Bank Ltd (Stimulus)	64,257,523	108,961,645
	Term Loan with IDCOL (Machine)	36,432,459	47,337,921
		<u>1,003,906,978</u>	<u>1,170,400,206</u>
	Less: Current portion of long term loan	172,359,632	82,447,239
	Net current liability	<u>831,547,346</u>	<u>1,087,952,967</u>
18.00	Deffered tax liabilities		
	Opening balance	114,142,119	88,411,990
	Add: Provision made during the period	2,823,418	19,196,158
		<u>116,965,537</u>	<u>107,608,148</u>
	*Details shown in Annex-B		
19.00	Trade and other payables		
	Trade payables: Back to Back (BTB) and other LC	656,949,297	477,472,937
	Other payables:		
	Building construction	3,157,147	3,863,842
	Withholding income tax (TDS)	10,178,851	9,257,504
	Withholding VAT (VDS)	323,987	53,904
	Dividend Payable	3,049,849	3,049,849
	Unclaimed IPO application money	2,575,428	195,181
	Unclaimed dividend	92,258,542	73,175,605
	Account Payable	<u>768,493,101</u>	<u>567,068,822</u>



Notes	Particulars	Amount in Taka	
		31.03.2022	30.06.2021
20.00	Provision for expenses		
	Provision salary	-	-
	Gas Bill	-	-
	Electric Bill	8,252,000	-
	Audit fee	-	488,750
		<u>8,252,000</u>	<u>488,750</u>
21.00	Short term loans		
	The City Bank Ltd	49,920,068	(2,509,660)
	AB Bank Ltd	(608,852)	115,363
	Standard Chartered Bank	71,428	(787,003)
	The City Bank Ltd & SCB	246,432,466	165,459,804
	The City Bank Ltd	1,428,733,300	304,463,708
	The City Bank Ltd	127,667,316	135,384,475
		<u>1,852,215,725</u>	<u>602,126,688</u>
22.00	Current portion of long term loan		
	The City Bank Ltd	172,359,632	82,447,239
		<u>172,359,632</u>	<u>82,447,239</u>
23.00	Provision for income tax		
	Opening balance	-	-
	Provision made during the period	6,643,919	19,108,812
	Less: Payment made during the period (note 23.01)	(6,643,919)	(19,108,812)
		<u>-</u>	<u>-</u>
23.01	Advance income tax paid during the period		
	Against export proceeds	6,261,704	15,048,051
	Against cash incentive	-	3,031,566
	Against interest income	-	4,917
	Income Tax Others	69,715	643,586
	Against vehicle	312,500	380,692
		<u>6,643,919</u>	<u>19,108,812</u>
24.00	Workers profit participation and welfare fund		
	Opening balance	12,471,616	6,031,984
	Add: Addition during the period	1,647,868	4,054,104
		<u>14,119,484</u>	<u>10,086,088</u>
	Less: Disbursed during the period	-	-
		<u>14,119,484</u>	<u>10,086,088</u>
25.00	Sales revenue (export)		
	Export of RMG	2,689,353,445	1,968,501,483
	Deemed export	591,250,690	229,741,924
		<u>3,280,604,135</u>	<u>2,198,243,407</u>
26.00	Cost of Sales		
	Opening inventories of raw materials	1,824,212,716	248,354,988
	Add: Raw Materials purchased during the period	3,066,021,448	1,242,169,799
	Raw materials available for use	<u>4,890,234,164</u>	<u>1,490,524,787</u>
	Less: Closing Inventories of raw materials	(2,549,405,630)	(314,646,991)
	Raw materials consumed	<u>2,340,828,534</u>	<u>1,175,877,797</u>
	Add: Direct expenses	533,264,729	378,296,599
	Prime cost	<u>2,874,093,263</u>	<u>1,554,174,396</u>
	Add: Factory overhead	540,646,438	439,982,747
	Cost of production	<u>3,414,739,701</u>	<u>1,994,157,143</u>
	Add: Opening inventories of work-in-process	752,059,703	133,098,424
	Manufacturing cost at standard	<u>4,166,799,404</u>	<u>2,127,255,567</u>
	Less: Closing inventories of work-in-process	(992,497,437)	(174,254,739)
	Cost of goods manufactured	<u>3,174,301,967</u>	<u>1,953,000,828</u>
	Add: Opening inventories of finished goods	465,792,539	69,943,878
	Goods available for sale	<u>3,640,094,506</u>	<u>2,022,944,706</u>
	Less: Closing Inventories of finished goods	(655,538,097)	(80,411,096)
	Cost of Sales	<u>2,984,556,409</u>	<u>1,942,533,610</u>



Notes	Particulars	Amount in Taka	
		July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021
27.00	General and administrative expenses		
	Advertisement		
	AGM and board meeting expenses	198,713	102,404
	Amortization of intangible assets (Annexure-B)	301,250	289,528
	Audit fees with VAT	232,775	286,205
	Cleaning expenses	-	-
	Computer accessories	692,000	340,000
	Consultancy fees	53,325	25,120
	Contribution-BGMEA	-	80,000
	Conveyance	811,428	564,973
	Credit rating fees	990,989	517,949
	Croceries & Cutleries	-	-
	CSR expenses	150,930	32,200
	Depreciation	-	-
	Directors' remuneration	18,698,938	18,554,574
	Discount Allowed	2,430,000	4,758,750
	Earn leave	2	189,383
	Electric bill	900,732	1,222,302
	Electric goods	1,573,127	1,935,015
	Entertainment	13,450	237,981
	Festival bonus	458,596	226,478
	Fire Fighting Expenses	1,556,814	1,754,340
	Fuel and lubricants	-	-
	Holiday Allowance	774,748	764,668
	Internet bill	301,048	442,642
	Lab expenses	164,808	290,374
	Legal expenses	49,014	48,200
	License and membership renewal fees	34,500	34,500
	Maintenance	935,443	796,384
	Medical Expenses	1,604,626	1,469,909
	Miscellaneous expenses	-	43,670
	Mobile expenses	227,535	53,298
	Office rent	260,705	206,739
	Overtime allowance	-	-
	Paper and periodicals	-	58,058
	Postage and courier	-	-
	Printing & Stationery	107,467	26,552
	Renewal & Registration Fees	469,999	721,114
	Salaries and allowances	191,000	105,750
	Security service	29,665,795	28,399,743
	Service benefit	-	-
	Staff refreshment	655,028	405,187
	Stamp charges	-	15,502
	Telephone/fax/internet	517,180	186,990
	Tiffin Bill	876,496	23,400
	Toner (photocopier and printer)	66,043	175,469
	Transport & Fooding (Director)	149,940	335,760
	Transport allowance (employees)	1,246,187	592,840
	Training & Motivation	376,210	706,399
	Uniform	182,200	-
	Value Added Tax	90,300	-
		109,066	-
		68,118,407	67,020,349



Notes	Particulars	Amount in Taka	
		July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021
28.00	Marketing, selling and distribution expenses		
	Advertisement Expenses	-	-
	Bank charge (foreign currency commission)	20,652,327	10,954,881
	Bank Charge(Miscell.)	145,641	34,602
	BGMEA Service Charges	293,000	49,570
	Bill of lading charges	1,410,212	2,013,792
	Buyer's Commission _ MSD	7,238,994	4,694,017
	C&F charges	6,587,874	5,014,845
	Conveyance	8,000	3,000
	Claim Against Goods Problem_MSD	56,017	2,463,120
	Cleaning Expenses _ MSD	24,264	279,693
	Document collection charges	278,748	1,085,375
	Document postage charges	997,825	
	Earn leave	132,300	139,120
	EPB Expenses	-	68,047
	Exchange Fluctuation Loss	165,533	3,524,756
	Exp. Certify Charge	-	15,130
	Fabric testing	2,964,851	7,182,020
	Festival bonus	546,370	583,550
	Freight charges	18,398,733	14,446,486
	Fuel and lubricant	763,359	212,264
	GSP fees	-	50,335
	Holiday allowance	5,550	9,025
	Maintenance	200,948	120,800
	Mobile bill	80,306	136,629
	Night Bill_ MSD	10,370	-
	Other accessories	385,177	1,351,983
	Postage and courier	4,764,500	3,019,805
	Printing & Stationery	-	3,000
	Salaries and allowances	13,171,207	11,772,164
	Sampling expenses	-	1,600
	Services Benefit	76,533	19,000
	Target bonus	950,650	-
	Toner (photocopier and printer)	427,680	90,800
	Tours and travelling	4,717,151	-
	Trade promotion	681,165	5,701,557
	Training & Motivation	50,000	
	Transport allowance (employees)	495,323	1,291,733
	Transportation expenses	10,521,040	5,830,000
	UD Fees	474,390	361,998
		97,676,037	82,524,698
29.00	Other income		
	Interest income	19,645	30,044
	Cash incentive	22,219,200	35,176,700
	Exchange Fluctuation Gain	2,418,718	-
		24,657,563	35,206,744
30.00	Finance cost		
	Bank charge	930,081	1,875,795
	Interest on EDF loans	6,432,335	12,331,351
	Interest on FDBP	894,412	1,653,237
	Interest on PC loans	10,065,819	5,203,672
	Interest on term loans	43,881,359	62,302,869
	Interest on SOD loans	1,101,191	447,550
	Interest on STL loans	6,903,043	4,111,242
		70,208,240	87,925,716
31.00	Workers profit participation and welfare fund		
	Workers profit participation and welfare fund	4,033,457	2,545,037
		4,033,457	2,545,037



Amount in Taka

Notes	Particulars	July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021
32.00	Income tax expenses		
	Current tax expenses	18,708,372	14,743,908
	Deferred tax expenses	9,357,389	12,268,489
		<u>28,065,761</u>	<u>27,012,397</u>

*Details shown in Annexure-A

33.00	Net asset value (NAV) per share	31.03.2022	30.06.2021
	Total assets	5,746,795,518	4,404,599,685
	Less: Total liabilities	(3,763,952,886)	(2,457,778,702)
	A. Net asset value	<u>1,982,842,632</u>	<u>1,946,820,983</u>
	B. Number of ordinary shares	67,985,120	67,985,120
	Net asset value (NAV) per share (A/B)	<u>29.17</u>	<u>28.64</u>

34.00	Earnings per share		
	Basic Earnings Per Share		
	A. Profit attributable to the ordinary shareholders (basic)	52,603,386	23,888,343
	B. Weightage average number of shares outstanding (basic)	67,985,120	67,985,120
	Ordinary shares fully outstanding	67,985,120	67,985,120
	Basic Earnings Per Share (EPS) (A/B)	<u>0.77</u>	<u>0.35</u>

35.00	Net operating cash flow per share		
	A. Net cash (used in)/generated by operating activities	(889,896,621)	243,005,218
	B. Number of ordinary shares	67,985,120	67,985,120
	Net operating cash flow per share (A/B)	<u>(13.09)</u>	<u>3.57</u>

35.01 Case No. 5(2) (e) of notification No. BSEC/CMRRCD/2006-158/2008/Admin/81, Dated : 20 June 2018:

Reconciliation of Net Operating Cash Flow under indirect method:

	July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021
Profit after income tax	52,603,386	23,888,343
Depreciation expense	93,494,691	92,772,869
Amortization expense	232,775	286,205
Interest income (Consider in financing activities)	(19,645)	(30,044)
Decrease in Account receivable		11,882,512
Increase in Account receivable	(103,743,679)	
Increase in Account Payable	199,750,727	229,495,372
Decrease in Account Payable		
Increase in Provision for expense	7,763,250	
Decrease in Provision for expense		(34,974,009)
Deferred tax expense	9,357,389	12,268,489
Decrease in accrued income	1,430,800	
Increase in accrued income		
Increase in inventory	(1,155,376,206)	(117,915,536)
Decrease in inventory		
Increase in advance deposit & prepayment		
Decrease in advance deposit & prepayment	410,901	19,261,223
Decrease in provision for WPPF		
Increase in provision for WPPF	4,033,457	2,545,037
Exchange fluctuation gain		
Exchange Fluctuation loss	165,533	3,524,756
Net cash (used in)/generated by operating activities	<u>(889,896,621)</u>	<u>243,005,218</u>



36.00 Related party disclosures

During the period ended 31st March 2022, the Company entered into a number of transactions with related parties in the normal course of business of business. The names of the significant related parties, nature of these transactions and amounts thereof have been set out below in accordance with the provisions of IAS 24 Related Party Disclosures. Nature of relationship and significance of the amounts have been considered in giving this disclosure.

36.01 Related party transaction during the period

				Amount in Taka	
Name of the related parties	Relationship	Nature of transaction	July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021	
Northern Corporation Ltd.	Shareholders & Common Directorship	Purchase of materials and dyeing service	4,977,956	9,107,564	
Enviro Pac Ltd.	Common Directorship	Purchase of accessories	20,924,175	16,118,008	
Printer and Printers Ltd.	Common Directorship	Purchase of accessories	33,059,663	39,266,244	
Fashion Asia Ltd.	Common Directorship	Purchase of accessories	-	-	
		Fabric sale	240,829,019	107,308,100	
Northern Knit Ltd.	Common Directorship	Lease rent	204,600	204,600	

36.02 Receivables /(payables) with related parties

Northern Corporation Ltd.	Shareholders & Common Directorship	Purchase of materials and dyeing service		
Enviro Pac Ltd.	Common Directorship	Purchase of accessories	(11,931,424)	(9,220,200)
Printer and Printers Ltd.	Common Directorship	Purchase of accessories	6,155,390	(1,070,560)
Fashion Asia Ltd.	Common Directorship	Purchase of accessories	-	(10,262,254)
		Fabric sale	77,731,561	5,426,411
Northern Knit Ltd.	Common Directorship	Lease rent	(1,086,012)	(898,712)

36.03 Disclosure of Directors' remuneration under Paragraph 4 of Schedule XI, PART II of the Companies Act, 1994

Directors have received the following remuneration from the Company during the period from July 01, 2021 to March 31, 2022

Name of Directors	Designation	Monthly remuneration	Monthly House rent	01.07.2021 to 31.03.2022	01.07.2020 to 31.03.2021
Mr. Mohim Hassan	MD	160,000	25,000	1,665,000	2,497,500
Mr. Naim Hassan	Director	60,000	25,000	765,000	1,147,500
				2,430,000	3,645,000

*Directors remuneration is reduce from July 2021

36.04 Compensation of Key personnels

Sl.No.	Name of Key Person	Designation	Remuneration/ Salary Per Month	
			01.07.2021 to 31.03.2022	01.07.2020 to 31.03.2021
1	Mr. Mohim Hassan	MD	185,000	277,500
2	Mr. Naim Hassan	Director	85,000	127,500
3	Mr. Armanul Azim	COO	184,000	184,000
4	Mr. Hayder All	CS	141,500	141,500
5	Mr. Abul Hasnat Moh. Quamruzzaman	CFO	100,000	100,000
6	Mr. Habibur Rahman	Sr. DGM -Fab. Division	204,500	204,500



TOSRIFA INDUSTRIES LIMITED

**Income Tax Liabilities
As at 31st March, 2022**

Annexure-A

Particulars	Amount in Taka 31st March 2022	Amount in Taka 31st December 2021	Amount in Taka 30 September 2021
Computation of Total Income			
Accounting Profit before other Income and Tax	17,901,370	25,739,291	12,370,923
Add: Other Inadmissible Allowances			
Accounting Depreciation & Amortization	31,813,862.6	31,076,297	30,837,306
Provision for WPPF	14,119,544.9	12,471,676	11,126,269
Less: Items for Separate Consideration			
Depreciation as per 3rd Schedule	61,695,914	64,662,793	64,976,107
Payment for WPPF (Previous)			-
Total Taxable Income	2,138,863	4,624,472	(10,641,609)
Rate	10%	10%	10%
A. Tax on Total Taxable Income	213,886.33	462,447.21	-
Other Income (Except Cash Incentive)	-	1,168,852	1,269,511
Rate	22.5%	22.5%	22.5%
B. Tax from Other Income (Except Cash Incentive)	-	262,992	285,640
Other Income (Cash Incentive)	15,056,000	0	7,163,200
Rate	10%	10%	10%
C. Tax from Other Income (Cash Incentive)	1,505,600	-	716,320
Total Tax Expenses (A+B+C)	1,719,486	725,439	1,001,960
Calculation of Gross Receipt as per 82 (C) :			
Sales during the year	1,162,770,735	1,220,905,589	896,927,811
Add: Trade receivable as on 31st december 2021	529,741,320	349,503,159	320,137,909
Less: Trade receivable as on 31st March 2022	(423,881,588)	(529,741,320)	(349,503,159)
Gross receipt from sale (A)	1,268,630,468	1,040,667,428	867,562,560
Add: Other income during the year	15,056,000	1,168,852	8,432,711
Add: Accrued income as on 31st December 2021	-	-	16,486,800
Less: Accrued income as on 31st March 2022	(15,056,000)	-	-
Gross receipt from Other Income (B)	-	1,168,852	24,919,511
Tax rate as per 82© Minimum Tax @ 0.20% (A)	2,537,261	2,081,335	1,735,125
Tax rate as per 82© Minimum Tax @ .60% (B)	-	7,013	149,517
Tax As per 82 ©	2,537,260.9	2,088,348	1,884,642
TDS during the year	6,643,919.1	5,375,143	6,689,310
Which ever is higher from above calculation	6,643,919.1	5,375,143	6,689,310
Add: Previous year Tax	-	-	-
Total Tax	6,643,919.1	5,375,143	6,689,310
Business profit as per profit or loss accounts	17,901,369.6	25,739,291	12,370,923
Tax rate @ 10%	1,790,137.0	2,573,929.14	1,237,092.26
Add: Tax on other income	1,505,600.0	262,992	1,001,960
Total Tax Liability	3,295,737.0	2,836,921	2,239,052

Note: Minimum tax rate calculation for business income as 82 ©

As per paripatra 2016-2017, whenever any company pay tax at reducing rate, minimum tax rate on gross receipt of

reducing rate income will be reduce proportionately based on general tax rate. Here

General tax Rate	30.00%	30.00%	30.00%
Minimum tax rate as per 82 ©	0.60%	0.60%	0.60%
Tax rate for green building garments factory	10.00%	10.00%	10%
Minimum tax rate for green building garments factory	0.20%	0.20%	0.200%



TOSRIFA INDUSTRIES LIMITED
Deferred Tax Liability
As at 31st March, 2022

Deferred tax assets/liability recognized in accordance with the provision of IAS-12, is arrived as follows:

Annexure-B

Particulars	31st March 22	Amount in Taka	
		31st December 21	30 September 2021
Opening Balance	114,142,119	110,918,010	107,608,148
Deferred Tax Liability /(Assets) as on 31st March 2022	116,965,537	114,142,119	110,918,010
Increase/(Decrease) of Deferred Tax Liability	2,823,418	3,224,109	3,309,862

Particulars	Carrying Amount on Balance Sheet date (Taka)	Tax Base (Taka)	Temporary Differences (Taka)
At 30 September 2021			
Property, Plant & Equipment	3,111,860,005	1,928,574,137	1,183,285,869
Intangible Assets	1,372,582	883,532	489,050
Temporary difference for lease Assets	-	-	-
Liability to Employees	(14,119,545)	-	(14,119,545)
Net temporary difference	3,099,113,042	1,929,457,669	1,169,655,374
Applicable Tax rate			10%
Deferred Tax Liability/(Asset)			116,965,537



Clarification regarding signification deviation in NOCFPS: This reporting period sales revenue has been increased Tk.108.00 Crore compare to in the same previous period. For support the present & future sales order need to inventory level significantly up compare to previous period. From last 6 to 7 months yarn market was volatile and price increase significantly. In this situation, for smooth running the business operation at optimum level we had procured more raw materials specially yarn by creation of EDF loan and payment at sight to suppliers which was impact directly Company's cash flow from operating activities Tk.(88.98) crore and cash flow from short term loan Tk.125.00 crore and resulting in NOCFPS decreased to Tk. (13.09) in the period ended 31 March 2022 which was Tk.3.57 per share in the previous same period.

Signification deviation in EPS: As a result of increase in sales revenue and profit, EPS has been increased during current period over last reporting period.

