

APEX FOODS LIMITED

SHANTA SKYMARK, LEVELS, 8TH TO 13TH, 18 GULSHAN AVENUE, GULSHAN, DHAKA-1212, BANGLADESH.

UN-AUDITED FIRST QUARTER (Q1) FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 30TH SEPTEMBER, 2022

STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 30TH SEPTEMBER, 2022

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER, 2022

		Value in Taka '000'		
Notes	As on 30.09.2022	As on 30.06.2022	Growth %	
ASSETS				
Non-Current Assets:				
Property, Plant and Equipment	4	75,587	77,439	(2)
Investments	5	329,960	320,455	3
Right of Use (ROU) asset	6	-	-	-
Security Deposits	7	6,003	6,003	0
		411,550	403,897	2
Current Assets:				
Inventories	8	414,722	261,341	59
Trade Receivables	9	47,801	44,826	7
Advances, Deposits & Prepayments	10	62,271	33,593	85
Other Receivables	11	71,316	268,969	(73)
Investment in Financial Assets	12	229,376	224,137	2
Cash & Cash Equivalents	13	3,183	3,220	(1)
		828,669	836,086	
TOTAL ASSETS		1,240,219	1,239,984	
EQUITY AND LIABILITIES				
Shareholders' Equity:				
Share Capital	14	57,024	57,024	0
Share Premium	15	209,088	209,088	0
Reserve and Surplus	16	217,169	205,744	6
Fair Valuation Surplus of Investments	17	256,241	247,685	3
		739,521	719,541	3
Non-Current Liabilities:				
Deferred Tax Liabilities	18	34,772	53,585	(35)
Long Term Loan	19	-	-	-
		34,772	53,585	(35)
Current Liabilities:				
Working Capital Loan (Secured)	20	303,408	312,870	(3)
Long Term Loan-Current Maturity	21	1,305	2,088	(38)
Lease Liabilities	22	-	-	-
Short Term Loan	23	84	7,217	(99)
Trade Payables	24	75,962	56,490	34
Other Payables	25	23,796	56,086	(58)
Current Tax Liabilities	26	60,062	30,797	95
Unclaimed Dividend Account	27	1,309	1,310	(0)
		465,926	466,858	(0)
Total Liabilities		500,697	520,443	(4)
TOTAL EQUITY & LIABILITIES		1,240,219	1,239,984	
Net Assets Value (NAV) Per Share	40	129.69	126.18	

		Value in Taka '000'		
Notes	01.07.2022 to 30.09.2022	01.07.2021 to 30.09.2021	Growth %	
REVENUE				
	28	577,313	1,108,603	(48)
Cost of goods sold	29	(510,812)	(1,016,370)	(50)
		66,501	92,233	(28)
GROSS PROFIT				
Other operating income/(loss)	33	199	25	0
Administrative & selling overhead	34	(41,725)	(68,497)	(39)
		24,975	23,761	5
OPERATING PROFIT/(LOSS)				
Finance & Other Income	35	3,460	2,563	35
Financial expenses	36	(6,462)	(12,759)	(49)
		21,973	13,566	62
Provision for contribution to PPF & WF	37	(1,046)	(646)	62
		20,927	12,920	62
PROFIT/(LOSS) BEFORE TAX				
Tax Expenses:	38	(9,502)	(9,077)	5
Current tax	(A)	(29,265)	(7,051)	315
Deferred tax (expenses)/income	(B)	19,763	(2,026)	(1,075)
		11,425	3,843	197
NET PROFIT/(LOSS) AFTER TAX				
Other comprehensive income				
Fair valuation surplus/(deficit) of investments	17	9,505	54,690	(83)
Deferred tax income/(expenses) on share valuation surplus		(951)	(5,469)	(83)
		19,980	53,064	(62)
TOTAL COMPREHENSIVE INCOME				
Basic Earnings Per Share (EPS)	39	2.00	0.67	197

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER, 2022

Value in Taka '000'							
Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Capital Gain	Fair Valuation surplus of Investments	Total
As at 1st July 2022	57,024	209,088	51,163	153,974	607	247,685	719,541
Net Profit/(Loss) for the first quarter ended on 30th September 2022	-	-	-	11,425	-	-	11,425
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	8,555	8,555
As at 30th September 2022	57,024	209,088	51,163	165,399	607	256,240	739,521

STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER, 2022

		Value in Taka '000'		
Notes	01.07.2022 to 30.09.2022	01.07.2021 to 30.09.2021	Growth %	
CASH FLOWS FROM OPERATING ACTIVITIES:				
Collection from revenue	574,551	1,083,679	(47)	
Income from SND	-	-	-	
Receive from PF lapse (Employer's portion)	-	-	-	
Bank Charges & Commission	(2,178)	(2,743)	(21)	
Income tax paid during the period	(28,657)	(6,131)	367	
Payment for costs and expenses	(520,982)	(1,075,187)	(52)	
Net cash generated from operating activities (a)	22,734	(382)	(6,049)	
CASH FLOWS FROM INVESTING ACTIVITIES:				
Property, Plant & Equipment acquired	(1,839)	(2,338)	(21)	
Income from FDR's	6,136	7,385	(17)	
Investment in Financial Assets	(5,239)	(6,316)	(17)	
Net cash used in investing activities (b)	(942)	(1,269)	(26)	
CASH FLOWS FROM FINANCING ACTIVITIES:				
Working Capital Loan received/(repaid)	(9,462)	23,097	(141)	
Long Term loan received/(repaid)	(783)	(1,178)	34	
Short Term loan received/(repaid)	(7,133)	(474)	1,405	
Payment on Lease Liabilities	0	(637)	-	
Interest & Other financial charges paid	(4,437)	(9,993)	(56)	
Dividend paid during the period	(0)	(8,785)	(100)	
Net cash used in financing activities (c)	(21,815)	2,030	(1,175)	
Net increase/(decrease) in cash & cash equivalents (a+b+c)	(23)	379	(106)	
Cash & cash equivalents on opening	3,220	2,884	12	
The effect of foreign currency translation gain / (loss)	(13)	25	0	
Cash & cash equivalents on closing	3,183	3,288	(3)	
Net Operating Cash Flows Per Share (NOCFPS) 41	3.99	(0.07)		

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER, 2021

Value in Taka '000'							
Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Capital Gain	Fair Valuation surplus of Investments	Total
As at 1st July 2021	57,024	209,088	51,163	136,063	607	226,854	680,799
Net Profit/(Loss) for the first quarter ended on 30th September 2021	-	-	-	3,843	-	-	3,843
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	49,221	49,221
As at 30th September 2021	57,024	209,088	51,163	139,906	607	276,075	733,863

Note: Published first quarterly financial statements can be available in the web-site of the Company.
The address of the web-site is www.apexfoods.com

Please refer to Note no. 45 for reconciliation of cash flows from operating activities under direct method and indirect method as per requirement of BSEC.

Sd/-
Zahur Ahmed PhD
Vice Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary

**NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE FIRST QUARTER (Q1) ENDED ON 30TH SEPTEMBER, 2022
FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS**

1. The company and its operation:

1.01 Legal Form of the Enterprise:

Apex Foods Limited is a Public Limited Company registered under the Companies Act, 1913 (Repealed in 1994). The Company was incorporated in Bangladesh vide its RJSC registration No. C-6841(571) dated 21.03.1979. Shares of the Company are listed in the Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. in Bangladesh.

1.02 Address of Registered Office and Factory:

The Registered Office is located at Shanta Skymark, Levels, 8th to 13th, 18 Gulshan Avenue, Gulshan, Dhaka-1212, Bangladesh and the Factory is located at 51-B Shagarika Road, Fouzderhat Industrial Estate, Pahartali, Chattogram, Bangladesh.

1.03 Nature of Business Activities:

The Company owns and operates a modern Shrimps Processing Plant and exports 100% of its products in the foreign markets.

2. Basis of the preparation of the Financial Statements:

2.01 Accounting Convention and Basis:

These interim Financial Statements have been prepared under the Historical Cost Convention, Accrual and Going Concern basis in accordance with applicable International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) in Bangladesh which do not vary from the requirements of the Companies Act, 1994 and the Listing Regulations of the Stock Exchanges, The Securities & Exchange Rules, 2020 and other laws and rules applicable in Bangladesh.

2.02 Application of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs):

We have complied the following IASs and IFRSs as applicable for the financial statements for the period under review:

IAS-1	Presentation of Financial Statements	Complied With	IAS-24	Related Party Disclosures	Complied With
IAS-2	Inventories	Complied With	IAS-33	Earnings Per Share	Complied With
IAS-7	Statement of Cash Flows	Complied With	IAS-34	Interim Financial Reporting	Complied With
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied With	IAS-36	Impairment of Assets	Complied With
IAS-10	Events after the Reporting Period	Complied With	IAS-37	Provisions, Contingent Liabilities and Contingent Assets	Complied With
IAS-12	Income Taxes	Complied With	IFRS-7	Financial Instruments: Disclosures	Complied With
IAS-16	Property, Plant and Equipment	Complied With	IFRS-9	Financial Instruments	Complied With
IAS-21	The Effects of Changes in Foreign Exchange Rates	Complied With	IFRS-15	Revenue from contracts with customers	Complied With
IAS-23	Borrowing Costs	Complied With	IFRS-16	Leases	Complied With

2.03 Compliance with local laws:

These interim Financial Statements have been prepared in compliance with requirements of the Companies Act, 1994, The Securities & Exchange Rules, 2020, The Income Tax Ordinance 1984, The Income Tax Rules 1984, The VAT & Supplementary Act 2012, The VAT & Supplementary Rules 2016 and other relevant local laws and rules.

2.04 Compliance with International Financial Reporting Standards (IFRSs):

These Interim Financial Statements have been prepared in compliance with requirements of IFRS's.

3. Other Explanatory Notes:

- (a) These Interim financial statements have been prepared under the historical cost convention and going concern basis.
 (b) No interim dividend paid during the interim period ended on 30th September 2022.
 (c) No diluted EPS is required to be calculated as there was no dilution during this period.
 (d) Last year's first quarter (Q1) figures have been re-arranged where considered necessary to conform to current year's first quarter (Q1) presentation.
 (e) Figures were rounded-off to the nearest thousand Taka.
 (f) Reporting Period: These interim financial statements cover the period from 01st July 2022 to 30th September 2022.
 (g) Comparative Figure: Comparative information has been disclosed in respect of same period of the year 2021-2022 for income statement & financial position with 30th June 2022.

	Value in Taka '000'	
	As on 30.09.2022	As on 30.06.2022
4. PROPERTY, PLANT & EQUIPMENT:		
Details of property, plant & equipment and depreciation at as September 30, 2022 are as follows:		
Fixed assets at cost:		
Opening Balance	749,849	732,112
Add: Addition during the period	1,836	17,737
Closing Balance (Cost)	751,685	749,849
Accumulated Depreciation:		
Opening Balance	672,410	657,462
Add: Addition during the period	3,688	14,948
Closing Balance (Depreciation)	676,098	672,410
Written Down Value (WDV)	75,587	77,439

During the period, Fixed Assets addition has been made for Tk.1,835,636/- & depreciation has been charged (reducing method) on additions made during the period from the month in which that assets are ready to use as per IAS 16.

5. INVESTMENTS:	329,960	320,455
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During the period, investments have been changed due to fair valuation of share.

6. RIGHT OF USE - ASSETS:

Cost:		
Opening Balance	-	3,562
Add: Addition during the period	-	-
Less: Disposal during the period	-	-
	-	3,562

Accumulated Depreciation:

Opening Balance	-	2,374
Add: Depreciation during the period	-	1,187
	-	3,562

Written down value as on 30.09.2022

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7. SECURITY DEPOSITS:

Security Deposits to Office Rent	405	405
Security Deposits to TNT & Mobile	9	9
Security Deposits to Bangladesh Power Development Board	903	903
Security Deposits to BGSL/ Karnaphuli Gas Distribution Co.Ltd.	4,686	6,003
	6,003	6,003

Security deposits are made to statutory bodies and hence secured.

8. INVENTORIES:

Shrimps (Finished Goods)	404,554	248,744
Packing Materials	3,048	3,777
Chemical & Ingredients	7,120	8,820
	414,722	261,341

9. TRADE RECEIVABLES:

Export Bills Receivable	47,801	44,826
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Trade receivables are stated at invoice value and considered good.

10. ADVANCES, DEPOSITS & PREPAYMENTS:

Advance against Expenses	167	1,175
Pre-payments	2,437	1,408
Advance Income Tax 10.(a)	59,238	30,581
Bank Guarantee Margin	429	429
	62,271	33,593

10. (a) Advance Income Tax:

Opening Balance	30,581	35,263
Add: Paid during the period	28,657	31,414
	59,238	66,678
Less: Adjustment during the period	-	(36,097)
	59,238	30,581

The growth of 85% in Advances, deposits & pre-payments mainly due to tax deduction at source on export proceeds & cash incentive.

11. OTHER RECEIVABLES:

Insurance Claim Receivable	16,255	16,255
Cash Incentive Receivable	50,450	245,427
FDR's Interest Receivable	4,367	7,043
P.F Lapse (employer's portion)	244	244
	71,316	268,969

12. INVESTMENT IN FINANCIAL ASSETS:

FDRs with Dhaka Bank Limited	205,776	200,537
FDRs with Agrani Bank Limited	23,600	23,600
	229,376	224,137

All FDRs are made for more than 3 (Three) months.

13. CASH & CASH EQUIVALENTS:

Cash in Hand:	172	70
Head Office	14	6
Factory Office	158	64
Cash at Bank with:		
Agrani Bank Limited, Agrabad Corporate Br., Chattogram	349	487
Eastern Bank Limited, Principal Branch, Dhaka	29	29
The Hongkong & Shanghai Banking Corporation Ltd. , CD A/C, Dhaka	74	74
The Hongkong & Shanghai Banking Corporation Ltd. (CD-Div), Dhaka	2,466	2,467
Dhaka Bank Limited, Foreign Exchange Branch, Dhaka	93	93
	3,011	3,150
	3,183	3,220

	Value in Taka '000'	
	As on 30.09.2022	As on 30.06.2022
14. SHARE CAPITAL:		
Authorized Capital:		
15,000,000 Ordinary Shares of Tk. 10/= each	150,000	150,000
Issued, Subscribed & Paid up Capital:		
5,702,400 Ordinary Shares of Tk. 10/= each	57,024	57,024
● There was no preference share issued by the Company.		

COMPOSITION OF SHARE HOLDINGS:

	No. of Share	%	No. of Share	%
Sponsors & Directors	2,056	36.06%	2,056	36.06%
Institutions	312	5.47%	243	4.26%
Public - Local	3,334	58.47%	3,403	59.68%
	5,702	100.00%	5,702	100.00%

15. SHARE PREMIUM:

	209,088	209,088
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This represents premium of Tk. 1,100 per share of 190,080 Right Shares of Tk.100 each.

16. RESERVE AND SURPLUS:

Reserve for re-investment	51,163	51,163
Retained Earnings	165,399	153,974
Capital Gain	607	607
	217,169	205,744

17. FAIR VALUATION SURPLUS OF INVESTMENTS:

Opening Balance	247,685	226,854
Adjustment for fair valuation surplus/(deficit) in this period	9,505	23,145
Less: Deferred tax @10%	(951)	(2,315)
Fair valuation surplus/(deficit) during this period	8,555	20,831
	256,241	247,685

This represents the difference of market value and the cost of the investments.

18. DEFERRED TAX LIABILITIES:

a) Book Value of Depreciable Assets:		
Tax base of Depreciable Assets	75,587	77,439
Net Taxable Temporary Difference	73,134	76,865
Effective Tax Rate	2,453	574
	12.00%	10.00%
Closing Deferred Tax (Assets)/Liabilities arising from assets	294	57
Opening Deferred Tax Balance	57	242
Deferred Tax Income/(Expense)	(237)	185

b) Foreign currency translation gain/(loss) -Unrealized:

Effective Tax Rate	199	36
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liabilities arising from Unrealized translation gain/(loss)	40	7
Opening Deferred Tax Balance	7	(0)
Deferred Tax Income/(Expense)	(33)	(7)

c) PF Lapse Receivable (employer's portion):

Effective Tax Rate	244	244
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liability Arising from PF Lapse	49	49
Opening Deferred Tax Balance	49	53
Deferred Tax Income/ (Expense)	-	4

d) Unrealized Interest on FDRs:

Effective Tax Rate	4,367	7,043
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liabilities arising from Unrealized FDRs Interest	873	1,409
Opening Deferred Tax Balance	1,409	1,856
Deferred Tax Income/(Expense)	535	447

e) Cash Incentive Receivable:

Effective Tax Rate	50,450	245,427
	10.00%	10.00%
Closing Deferred Tax (Assets)/Liabilities arising from Cash Incentive Receivable	5,045	24,543
Opening Deferred Tax Balance	24,543	6,744
Deferred Tax Income/(Expense)	19,498	(17,799)
Deferred Tax Income/(Expense)- (a+b+c+d+e)	19,763	(17,170)

f) Deferred Tax (Assets)/Liabilities arising from Other Comprehensive Income:

Tax for (Losses)/gains on available for sale of investments	28,471	27,521
Closing Deferred Tax (Assets)/Liabilities arising from investments	28,471	27,521
Opening Deferred Tax Balance	27,521	25,206
Deferred Tax income/(expense) arising from investments	(951)	(2,315)
Total Deferred Tax (Assets)/Liabilities (a+b+c+d+e+f)	34,772	53,585

Decrease in deferred tax liabilities arises due to implementation of IAS 12 "Income Taxes".

19. LONG TERM LOAN: (a+b)

a) Opening Balance	-	917
Less: Paid during the period	-	(917)
	-	-

b) Stimulus Salary Loan

Opening Balance	2,088	4,698
Add: Loan Taken During the period	-	-
Less: Paid during the period	(783)	(2,610)
	1,305	2,088
Less: Transferred to current maturity	(1,305)	(2,088)
	-	-

This represents the stimulus salary loan taken from Agrani Bank Ltd.

20. WORKING CAPITAL LOAN (SECURED):

	As on 30.09.2022	As on 30.06.2022
Against Hypothecation	127,404	138,951
Against Pledge of Finished Goods	176,004	173,920
	303,408	312,870

The Working Capital loan was taken from Agrani Bank Limited, Agrabad Corporate Branch, Chattogram.

21. LONG TERM LOAN-CURRENT MATURITY:

Term Loan	-	-
Stimulus Salary Loan	1,305	2,088
	1,305	2,088

This represents the stimulus salary loan payable in next five months as per schedule of re-payment.

22. LEASE LIABILITIES :

Opening Balance	-	1,453
Add: Addition during the period	-	-
Add: Interest charged during the period	-	33
Less: Payment during the period	-	(1,486)
	-	-

This represents the application of IFRS 16 as current lease agreement has been expired on 31st December, 2021.

23. SHORT TERM LOAN:

Dhaka Bank Limited	84	7,217
	84	7,217

24. TRADE PAYABLES:

	75,962	56,490
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Trade Payables represents the amount payable to the gher owners of Shrimps from whom we procure the shrimos.

25. OTHER PAYABLES:

Advance against export	6,834	35,086
Audit Fees including VAT	403	403
Chemicals	-	74
Clearing & Forwarding	228	244
Consumable Stores & Spares	57	50
Contribution to PPF & WPPF	4,911	3,864
Contribution to Provident Fund	308	38
Director's Remuneration	400	400
Electricity & WASA Charges	-	58
Entertainment	-	-
Factory Building	7	10
Factory Equipment	-	-
Ice	224	519
Interest Payable on Overdue	-	153
Legal & Professional Fees	30	5
License & renewals	-	30
Laboratory Expenses	-	3
Newspaper & Periodicals	-	0
Ocean Freight	-	2,016
Office Maintenance	2	5
Packing Materials	2,754	4,499
Plant & Machinery	-	-
Power, Fuel and Water	54	51
Postage & Stamps	-	3
Printing & Stationery	-	52
Corporate & Other Expenses	461	-
Repairs (Factory Building)	0	-
Repairs (Machinery & Equipments)	122	275
Salaries & Allowances	1,904	2,627
Sanitation Expenses	28	15
Staff income tax	67	68
Staff Welfare Expenses	112	68
Survey Fees & Inspection	5	10
Telephone, Telex & Fax	4	15
T.A & Conveyance	-	427
Tax Payable to Govt.	5	5
Uniform & Liveries	15	44
Wages & Salaries	4,839	4,900
Transportation Expenses	-	48
VAT Payable to Govt.	23	22
	23,796	56,086

26. CURRENT TAX LIABILITIES:

Opening Balance	30,797	36,097
Add: Current period tax (Note-38)	29,265	30,797
Less: Adjustment against completion of tax assessment	-	(36,097)
	60,062	30,797

During the period the increase of 95% in provision due to tax deduction at source on export & Cash Incentive.

27. UNCLAIMED DIVIDEND ACCOUNT:

	1,309	1,310
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The details break up as on 30 September 2022 is as under

Year of Dividend

2018-2019	460	461
2019-2020	379	379
2020-2021	470	470
	1,309	1,310

	Value in Taka '000'	
	01.07.2022	01.07.2021
	to	to
	30.09.2022	30.09.2021
28. REVENUE:	577,313	1,108,603

Revenue has been decreased 48% (i.e. From 1,108.60 million to 577.31) as compared to the revenue of same period of last year as demand decline in foreign market.

29. COST OF GOODS SOLD:

Opening Stock of Finished Goods	248,744	491,091
Add: Cost of Production - Note 30	666,622	958,439
	915,366	1,449,530
Less: Closing Stock of Finished Goods	(404,554)	(433,160)
	510,812	1,016,370

30. COST OF PRODUCTION:

Raw Materials	622,309	907,710
Packing Materials, Chemicals & Ice Consumed - Note 31	17,955	24,797
Direct Labour	8,608	8,176
Factory Overhead - Note 32	17,750	17,756
	666,622	958,439

31. PACKING MATERIALS, CHEMICALS & ICE CONSUMED:

Opening balance (Packing Materials)	3,777	5,079
Add: Packing Materials Purchase	14,453	18,837
	18,230	23,917
Less: Packing Materials in hand	(3,048)	(5,085)
	15,182	18,831
Opening balance (Chemicals & Ingredients)	8,820	4,439
Add: Chemicals, Ingredients & Ice Purchase	1,073	4,249
	25,075	27,518
Less: Chemicals & Ingredients in hand	(7,120)	(2,722)
	17,955	24,797

32. FACTORY OVERHEAD:

Wages & Salaries	4,765	5,879
Bonus to Workers'	249	173
Power, Fuel & Water	7,351	6,772
Consumable Stores & Spares	218	224
Repair & Maintenance	1,656	1,346
Carriage Inward	1	7
Depreciation	3,510	3,355
	17,750	17,756

33. OTHER OPERATING INCOME / (LOSS):

Foreign Currency Translation Gain / (Loss)	199	25
	199	25

34. ADMINISTRATIVE & SELLING OVERHEAD:

Advertisement	-	5
Bonus to Staff	2,000	1,126
Contribution to Provident Fund	613	402
Depreciation on tangible assets	178	194
Depreciation on right of use Assets	-	594
Directors Remuneration	1,200	2,325
Donation & Subscription	1	1
Electricity & WASA Charges	241	102
Entertainment	154	52
Freight ,Forwarding & Export Expenses	20,624	48,605
General Fees & Charges	26	1
Guest House Expenses	140	157
Laboratory Expenses	1	22
Laboratory Testing Expenses	1,381	3,814
Legal & Professional Fees	29	14
License & renewals	42	83
Medical Expenses	-	0
Membership Subscription	1	-
Newspaper & Periodicals	1	1
Office Maintenance	4	55
Postage & Stamp	59	108
Printing & Stationery	178	148
Corporate & Other Expenses	419	150
VAT on Lease Rent	-	93
Salaries & Allowances	8,104	7,071
Sales Commission	1,406	-
Sales Promotion Expenses	3,759	2,203
Sanitation Expenses	70	75
Staff Fooding	110	246
Staff Welfare Expenses	335	132
T.A & Conveyance	190	192
Telephone, Telex & Fax	108	106
Uniform & Liveries	106	157
Transportation Expenses	243	263
	41,725	68,497

The decrease of 39% is mainly for decrease in revenue.

35. FINANCE & OTHER INCOME:

Interest Earned on FDR's	3,460	2,532
P.F Lapse (employer's portion)	-	31
	3,460	2,563

36. FINANCIAL EXPENSES:

Interest	4,284	9,993
Charges	2,178	2,743
Interest Expenses on Lease Liabilities	-	23.34
	6,462	12,759

Sd/-
Zahur Ahmed Phd
Vice Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary

	Value in Taka '000'	
	01.07.2022	01.07.2021
	to	to
	30.09.2022	30.09.2021
37. PROVISION FOR CONTRIBUTION TO PPF & WF:	(1,046)	(646)

This represents 5% of the net profit after charging such contribution provided as per provisions of the Bangladesh Labour Law, 2006 & Bangladesh Labour Rules, 2015 & is payable to workers' as defined in the said Act.

38. TAX EXPENSES:

(A) CURRENT TAX:

Current tax consists of tax provision made on business income means higher of below a,b,c i.e. Tax on operating profit basis, Minimum Tax U/S -82c(2) & Minimum Tax U/S -82c(4) and realized amount of finance & other income for the period from 1st July 2021 to 30th September 2022. Details are as follows:

Calculation of current tax:

a) Tax on Operating profit Basis

Profit before tax	20,927	12,920
Other Operating Income/(Loss)	(199)	(25)
Finance & Other Income	(3,460)	(2,563)
Net Operating Profit/ Loss	17,268	10,331
Tax Rate	12.00%	11.25%
Tax on Operating profit/ loss	2,072	1,162

b) Minimum Tax U/S-82c(2):

TDS on export proceeds	5.463	5.389
	5.463	5.389

c) Minimum Tax U/S-82c(4):

Realized from Revenue = (0.60%/20.00%*12%)	2.068	3.251
Realized from other operating Income	(119)	(6)
Realized from Cash Incentive	1,354	-
Realized from finance & Other Income	37	44
Realized from Other Income PF Lapse	-	-
	3.340	3.290

So, Current tax

Business tax- Higher of a,b & c **	5.463	5.389
TDS on Cash Incentive	22,574	-
Tax on Finance Income (Realized)	1,227	1,662
Tax on other operating Income (Realized)	-	-
Realized from Other Income PF Lapse	-	-
	29,265	7,051

Effective Tax Rate= Tax Expenses/Profit Before Tax

** Since the source tax deducted under Income Tax Ordinance 1984 for Tk. 5.463/- is higher than tax on operating profit basis Tk. 2,072/- and minimum tax on gross receipts Tk. 3,340/-, so higher is provided as current tax liability from business for the period ended September, 2022.

38. (B) DEFERRED TAX (EXPENSES) / INCOME:

The provision for deferred tax (expenses)/income is made to pay/adjust future income tax liability/asset due to accumulated temporary differences of interest on FDRs receivable, foreign currency translation, PF Lapse receivable and WDV of fixed assets. Detailed calculations are shown for above in Note - 18.

39. BASIC EARNINGS PER SHARE (EPS):

	30.09.2022	30.06.2022
Earnings Attributable to Ordinary Shareholders	11,425	3,843
Number of Ordinary Shares	5,702	5,702
Basic Earnings Per Share (EPS) (Q1)	2.00	0.67

There was a significant variance occurs between 1st quarterly performance of 2022-2023 and same period of 2021-2022 financial statements as the EPS of 1st quarter was Tk. 0.67 & Tk. 2.00 in the same period of 2022-2023 which is a result of efficiently running of the Company as well as cost minimization.

40. NET ASSETS VALUE (NAV) PER SHARE :

Equity Attributable to the Owners of the Company	739,521	719,541
Number of Ordinary Shares	5,702	5,702
Net Assets Value (NAV) Per Share (Q1)	129.69	126.18

41. NET OPERATING CASH FLOWS PER SHARE (NOCFPS) :

Net Operating Cash Flows	22,734	(382)
Number of Ordinary Shares	5,702	5,702
Net Operating Cash Flows Per Share (NOCFPS) (Q1)	3.99	(0.07)

Net operating cash flow is Tk. 3.99 per share for the 1st quarter ended on 30th September 2022 but it was Tk. (0.07) for the same period of last year, however the scenario is changeable time to time depending on different issues.

42. CONTINGENT LIABILITY:

There is Tk.1.72 million as Bank guarantee for which the Company is contingently liable as on 30th September 2022.

43. EVENTS AFTER REPORTING PERIOD:

There is no other significant event that has occurred between the Statement of Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors of the Company.

44. RELATED PARTY TRANSACTIONS:

(a) There was no related party transaction (Inter Company) during the quarter under review.

(b) The Company is paying remuneration to the Directors who are rendering full time service to the Company and in addition to that there is nothing paid to them (Note No.34).

(c) The Company operates a contributory provident fund which is administrated by the Board of Trustee. The Company has also a Group Insurance Scheme. The Company pays its monthly contribution for the Key Management to the Provident Fund Trust and the Company has no further liability. Group insurance premium is paid to the Insurance Company once in a year and if there is any claim that will be entertained by the Insurance Company for the Key Management and the Company has no liability. In addition to that there is nothing to them except salaries and allowances.

45. RECONCILIATION OF NET PROFIT WITH CASH FLOWS FROM OPERATING ACTIVITIES:

Reconciliation of net income or net profit with cash flows from operating activities making adjustment for

non-cash items, for non-operating items and for the net changes in operating accruals has been disclosed as per BSEC notification no.: BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June,2018.

	Value in Taka '000'	
	01.07.2022 to 30.09.2022	01.07.2021 to 30.09.2021
Cash flows from operating activities:		
Net Profit after tax expenses	11,425	3,843
Less: Depreciation on tangible assets	3,688	4,143
Less: Effect of Foreign currency translation gain / (loss)	13	(25)
Less: Finance & Other income during the period	(3,460)	(2,532)
Add: Interest during the period	4,284	10,017
Add: Tax Expenses	9,502	9,077
(Increase)/Decrease in Inventories	(153,381)	59,642
(Increase)/Decrease in Trade Receivables	(2,974)	(24,924)
(Increase)/Decrease in Advances, Deposits & Pre-payments	(21)	791
(Increase)/Decrease in Other Receivables	194,977	(31,454)
Income tax paid during the period	(28,657)	(6,131)
(Increase)/Decrease in Security deposits	-	-
Increase/(Decrease) in Trade Payables	19,472	(10,496)
Increase/(Decrease) in Other Payables	(32,134)	(12,331)
Net cash flows generated from/(Used in) operating activities	22,734	(382)
RECONCILIATION:		
Net cash flows generated from/(Used in) operating activities Indirect Method:	22,734	(382)
Net cash flows generated from/(Used in) operating activities Direct Method:	22,734	(382)
Differences	-	-

Sd/-
Zahur Ahmed PhD
Vice Chairman

Sd/-
Shahriar Ahmed
Managing Director

Sd/-
Ashim Kumar Barua
Director

Sd/-
Sheuli Rani Dey
Chief Financial Officer

Sd/-
Kamrul Islam
Company Secretary