

APEX FOODS LIMITED

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

UN-AUDITED NINE MONTH'S (Q3) FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31ST MARCH, 2023 STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 31ST MARCH, 2023

Value in Taka '000'

Notes	As on		Growth %
	31.03.2023	30.06.2022	
ASSETS			
Non-Current Assets:			
4	77,368	77,439	(0)
5	287,186	320,455	(10)
6	6,003	6,003	0
Current Assets:			
7	128,350	261,341	(51)
8	109,219	44,826	144
9	55,078	33,593	64
10	153,389	268,969	(43)
11	259,289	224,137	16
12	5,043	3,221	57
TOTAL ASSETS			
	<u>1,080,926</u>	<u>1,239,984</u>	(13)
EQUITY AND LIABILITIES			
Shareholders' Equity:			
	719,746	719,541	0
13	57,024	57,024	0
14	209,088	209,088	0
15	235,892	205,744	15
16	217,742	247,685	(12)
Non-Current Liabilities:			
17	39,071	53,585	(27)
18	-	-	(27)
Current Liabilities:			
19	18,047	312,870	(94)
20	-	2,088	(100)
21	-	7,217	(100)
22	219,841	56,490	289
23	31,552	56,086	(44)
24	51,001	30,797	66
25	1,667	1,310	27
Total Liabilities			
	<u>361,179</u>	<u>520,443</u>	(31)
TOTAL EQUITY & LIABILITIES			
	<u>1,080,926</u>	<u>1,239,984</u>	
Net Assets Value Per Share (NAV)			
38	126.22	126.18	

Notes	01.07.2022 to 31.03.2023		Growth %	01.07.2021 to 31.03.2022		Growth %
	31.03.2023	31.03.2022		31.03.2023	31.03.2022	
REVENUE						
26	2,121,868	3,160,332	(33)	669,067	660,199	1
27	(1,904,051)	(2,858,130)	(33)	(588,585)	(574,563)	2
GROSS PROFIT						
	217,817	302,203	(28)	80,482	85,637	(6)
Other operating income/(loss)						
31	98	23	337	(105)	(4)	2,516
Administrative & selling overhead						
32	(128,061)	(220,456)	(42)	(40,427)	(58,634)	(31)
OPERATING PROFIT/(LOSS)						
33	89,854	81,769	10	39,950	26,998	48
Finance & Other Income						
34	17,636	14,057	25	4,552	2,834	61
Financial expenses						
34	(22,055)	(36,025)	(39)	(6,541)	(8,815)	(26)
PROFIT BEFORE PPF & WF						
35	85,435	59,801	43	37,961	21,017	81
Provision for contribution to PPF & WF						
35	(4,068)	(2,848)	43	(1,807)	(1,001)	81
PROFIT/(LOSS) BEFORE TAX						
	81,367	56,953	43	36,154	20,017	81
Tax Expenses:						
36	(39,815)	(42,721)	(7)	(14,984)	(12,055)	24
Current tax						
(A)	(51,001)	(22,079)	131	(13,185)	(7,041)	87
Deferred tax (expenses)/income						
(B)	11,187	(20,642)	(154)	(1,798)	(5,014)	(64)
NET PROFIT/(LOSS) AFTER TAX						
	41,552	14,232	192	21,170	7,962	166
Other comprehensive income						
16	(29,942)	83,301	(136)	(16,091)	86,349	(119)
Fair valuation surplus/(deficit) of investments						
16	(33,289)	92,557	(136)	(17,879)	95,944	(119)
Deferred tax income/(expenses) on share valuation surplus						
16	3,327	(9,256)	(136)	1,788	(9,595)	(119)
TOTAL COMPREHENSIVE INCOME						
	11,610	97,533	(88)	5,079	94,310	(95)
Basic Earnings Per Share (EPS)						
37	7.29	2.50	192	3.71	1.40	166

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2023

Particulars	Value in Taka '000'						
	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 nine months ended on 31st March 2023	-	-	-	41,552	-	-	41,552
Dividend for the year 2021-22	-	-	-	(11,405)	-	-	(11,405)
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	(29,942)	(29,942)
As at 31st March 2023	57,024	209,088	51,163	184,122	607	217,743	719,746

STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2023

Value in Taka '000'

Notes	01.07.2022 to 31.03.2023		Growth %
	31.03.2023	31.03.2022	
CASH FLOWS FROM OPERATING ACTIVITIES:			
	2,057,475	3,253,724	(37)
Collection from revenue			
	0	-	0
Finance Income from SND			
	212	-	0
Other Income from foreign exchange gain / (loss) from operator			
	-	-	0
Receive from PF lapse (Employer's portion)			
	(6,466)	(7,802)	(17)
Bank Charges & Commission			
	(51,251)	(22,166)	131
Income tax paid during the period			
	(1,636,061)	(2,877,912)	(43)
Payment for costs and expenses			
	363,910	345,844	5
Net cash generated from operating activities (a)			
CASH FLOWS FROM INVESTING ACTIVITIES:			
	(11,656)	(6,000)	94
Property, Plant & Equipment acquired			
	9,798	10,360	(5)
Financial Income from FDR's			
	5,954	5,954	0
Income form Dividend			
	(35,152)	(7,974)	341
Investment in Financial Assets			
	(31,056)	2,340	(1,427)
Net cash used in investing activities (b)			
CASH FLOWS FROM FINANCING ACTIVITIES:			
	(294,824)	(286,754)	3
Working Capital Loan received/(repaid)			
	(2,088)	(2,744)	24
Long Term loan received/(repaid)			
	(7,217)	(7,148)	1
Short Term loan received/(repaid)			
	0	(1,486)	(100)
Payment on Lease Liabilities			
	(15,741)	(28,190)	(44)
Interest paid			
	(11,047)	(19,731)	(44)
Dividend paid during the period			
	(330,917)	(346,053)	(4)
Net cash used in financing activities (c)			
Net increase/(decrease) in cash & cash equivalents (a+b+c)			
	1,937	2,132	(9)
Cash & cash equivalents on opening			
	3,221	2,884	12
The effect of foreign currency translation gain / (loss)			
	(114)	23	(606)
Cash & cash equivalents on closing			
	<u>5,043</u>	<u>5,038</u>	0
Net Operating Cash Flows Per Share (NOCFPS) 39			
	63.82	60.65	

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED 31ST MARCH, 2022

Particulars	Value in Taka '000'						
	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 nine months ended on 31st March 2022	-	-	-	14,232	-	-	14,232
Dividend for the year 2020-21	-	-	-	(11,405)	-	-	(11,405)
Fair valuation surplus/(deficit) of investments	-	-	-	-	-	83,301	83,301
As at 31st March 2022	57,024	209,088	51,163	138,890	607	310,155	766,927

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

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 NINE MONTHS (Q3) ENDED ON 31ST MARCH, 2023
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 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, 2015 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 compiled 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:

The 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):

The 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 31st March 2023.
 (c) No diluted EPS is required to be calculated as there was no dilution during this period.
 (d) Last year's nine month's (Q3) figures have been re-arranged where considered necessary to conform to current nine month's (Q3) 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 31st March 2023.
 (g) Comparative Figure: These interim 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
31.03.2023 As on
30.06.2022

Value in Taka '000'
As on
31.03.2023 As on
30.06.2022

4. PROPERTY, PLANT & EQUIPMENT:

Details of property, plant & equipment and depreciation as at March 31, 2023 are as follows:

Fixed assets at cost:

Opening Balance	749,848	732,112
Add: Addition during the period	11,655	17,737
Closing Balance (Cost)	761,503	749,848

Accumulated Depreciation:

Opening Balance	672,410	657,462
Add: Addition during the period	11,725	14,948
Closing Balance (Depreciation)	684,135	672,410

Written Down Value (WDV)

	77,368	77,439
--	---------------	---------------

During the period, Fixed Assets addition has been made for Tk.11,654,912/- & 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:

	287,186	320,455
--	----------------	----------------

During the period, investments have been changed due to fair valuation of share.

6. 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 BGSU Karnaphuli Gas Distribution Co.Ltd.	4,686	4,686
	6,003	6,003

Security deposits are made to statutory bodies and hence secured.

7. INVENTORIES:

Shrimps (Finished Goods)	119,708	248,744
Packing Materials	3,073	3,777
Chemical & Ingredients	5,569	8,820
	128,350	261,341

8. TRADE RECEIVABLES:

Export Bills Receivable	109,219	44,826
-------------------------	----------------	---------------

Trade receivables are stated at invoice value and considered good.

9. ADVANCES, DEPOSITS & PREPAYMENTS:

Advance against Expenses	957	1,175
Pre-payments	2,405	1,408
Advance Income Tax 9. (a)	51,035	30,581
Bank Guarantee Margin	429	429
L/C margin with Agrani Bank Limited	252	-
	55,078	33,593

9. (a) Advance Income Tax:

Opening Balance	30,581	35,263
Add: Paid during the period	51,251	31,414
	81,832	66,679
Less: Adjustment during the period	30,797	(36,097)
	51,035	30,581

The increase of 63.96% in Advances, deposits & pre-payments mainly due to rate of tax deduction at source on export increase from 0.50% to 1%.

10. OTHER RECEIVABLES:

Insurance Claim Receivable	16,255	16,255
Cash Incentive Receivable	127,964	245,427
FDR's Interest Receivable	8,800	7,043
P.F Lapse (employer's portion)	370	244
	153,389	268,969

11. INVESTMENT IN FINANCIAL ASSETS:

FDRs with Dhaka Bank Limited	235,689	200,537
FDRs with Agrani Bank Limited	23,600	23,600
	259,289	224,137

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

12. CASH & CASH EQUIVALENTS:

Cash in Hand:	167	70
Head Office	2	6
Factory Office	165	64

Cash at Bank with:

Agrani Bank Limited, Agrabad Corporate Br., Chattogram	2,687	487
Eastern Bank Limited, Principal Branch, Dhaka	30	29
The Hongkong & Shanghai Banking Corporation, CD A/C, Dhaka	28	74
The Hongkong & Shanghai Banking Corporation(CD-Div), Dhaka	1,704	2,467
Dhaka Bank Limited, Foreign Exchange Branch, Dhaka	427	93
	4,876	3,151
	5,043	3,221

13. 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	36.06	2,056	2,056	36.06
Institutions	7.53	429	243	4.26
Public - Local	56.41	3,217	3,403	59.68
	100.00	5,702	5,702	100.00

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'
As on 31.03.2023 As on 30.06.2022

Value in Taka '000'
As on 31.03.2023 As on 30.06.2022

14. SHARE PREMIUM: 209,088 209,088

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

15. RESERVE AND SURPLUS:

Reserve for re-investment	51,163	51,163
Retained Earnings	184,122	153,974
Capital Gain	607	607
	<u>235,892</u>	<u>205,744</u>

16. FAIR VALUATION SURPLUS OF INVESTMENTS:

Opening Balance	247,685	226,854
Adjustment for fair valuation surplus/(deficit) in this period	(33,269)	23,145
Less: Deferred tax @10%	3,327	(2,315)
Fair valuation surplus/(deficit) during this period	(29,942)	20,831
	<u>217,742</u>	<u>247,685</u>

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

17. DEFERRED TAX LIABILITIES:

a) Book Value of Depreciable Assets:

Tax base of Depreciable Assets	77,369	77,439
Net Taxable Temporary Difference	75,118	76,865
Effective Tax Rate	2,251	574
	12.00%	10.00%
Closing Deferred Tax (Assets)/Liabilities arising from assets	270	57
Opening Deferred Tax Balance	57	242
Deferred Tax Income/(Expense)	(213)	185

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

Effective Tax Rate	(114)	36
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liabilities arising from Unrealized translation gain/(loss)	(23)	(7)
Opening Deferred Tax Balance	7	(0)
Deferred Tax Income/(Expense)	30	(7)

c) Unrealized Interest on FDRs:

Effective Tax Rate	8,800	7,043
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liabilities arising from Unrealized FDRs Interest	1,760	1,409
Opening Deferred Tax Balance	1,409	1,856
Deferred Tax Income/(Expense)	(351)	447

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

Effective Tax Rate	370	244
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liability Arising from PF Lapse	74	49
Opening Deferred Tax Balance	49	53
Deferred Tax Income/ (Expense)	(25)	4

e) Cash Incentive Receivable:

Effective Tax Rate	127,964	245,427
	10.00%	10.00%
Closing Deferred Tax (Assets)/Liabilities arising from Cash Incentive Receivable	12,796	24,543
Opening Deferred Tax Balance	24,543	6,744
Deferred Tax Income/(Expense)	11,746	(17,799)

f) Dividend Receivable

Effective Tax Rate	-	-
	20.00%	20.00%
Closing Deferred Tax (Assets)/Liability Arising from Dividend Receivable	0	0
Opening Deferred Tax Balance	0	0
Deferred Tax Income/(Expense)	-	-
Deferred Tax Income/(Expense) (a+b+c+d+e+f)	11,187	(17,170)

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

Tax for (Losses)/gains on available for sale of investment	24,194	27,521
Closing Deferred Tax (Assets)/Liabilities arising from investments	24,194	27,521
Opening Deferred Tax Balance	27,521	25,206
Deferred Tax income/(expense) arising from investments	3,327	(2,315)
Total Deferred Tax (Assets)/Liabilities (a+b+c+d+e+f+g)	39,071	53,585

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

18. LONG TERM LOAN:

Stimulus Salary Loan

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

This represents the stimulus salary loan taken from Agrani Bank Ltd and subsequently paid during the period.

19. WORKING CAPITAL LOAN (SECURED):

Against Hypothecation
Against Pledge of Finished Goods

15,007	138,951
3,039	173,920
<u>18,047</u>	<u>312,870</u>

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

20. LONG TERM LOAN-CURRENT MATURITY:

Term Loan	-	-
Stimulus Salary Loan	-	2,088
	-	<u>2,088</u>

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

21. SHORT TERM LOAN:

Dhaka Bank Limited	-	7,217
	-	<u>7,217</u>

22. TRADE PAYABLES:

219,841 56,490

Trade Payables represents the amount payable to the gher owners of Shrimps from whom we procure the shrimps.

23. OTHER PAYABLES:

Advance against export	14,321	35,086
Audit Fees including VAT	302	403
Chemicals	235	74
Clearing & Forwarding	248	244
Consumable Stores & Spares	91	50
Contribution to PPF & WPPF	4,068	3,864
Contribution to Provident Fund	313	38
Directors' Remuneration	400	400
Electricity & WASA Charges	-	58
Factory Building	7	10
Ice	24	519
Interest Payable on Overdraft	-	153
Laboratory Expenses	22	3
Legal & Professional Fees	-	5
License & renewals	-	30
Newspaper & Periodicals	-	0
Factory Equipments	2	-
Ocean Freight	-	2,016
Office Maintenance	2	5
Packing Materials	6,182	4,499
Power, Fuel and Water	54	51
Postage & Stamps	-	3
Printing & Stationery	-	52
Repairs (Factory Building)	269	-
Repairs (Machinery & Equipments)	601	275
Salaries & Allowances	2,039	2,627
Sanitation Expenses	75	15
Staff income tax	78	68
Staff Welfare Expenses	109	68
Survey Fees & Inspection	-	10
Shrimp processing Ingredients	-	15
Telephone, Telex & Fax	6	427
T.A & Conveyance	-	5
TDS Payable to Govt.	3	22
Uniform & Liveries	24	44
Wages & Salaries	2,049	4,900
Transportation Expenses	-	48
VAT Payable to Govt.	29	22
	<u>31,552</u>	<u>56,086</u>

24. CURRENT TAX LIABILITIES:

Opening Balance	30,797	36,097
Add: Current period tax (Note-36)	51,001	30,797
Less: Adjustment against completion of tax assessment Year 2022-2023	(30,797)	(36,097)
	<u>51,001</u>	<u>30,797</u>

25. UNCLAIMED DIVIDEND ACCOUNT:

The details break up as on 31st March 2022, is as under:

Year of Dividend

2018-2019	458	460
2019-2020	370	379
2020-2021	469	470
2021-2022	370	-
	<u>1,667</u>	<u>1,310</u>

Sd/-
Zahur Ahmed PHD

Sd/-
Shahriar Ahmed

Sd/-
Ashim Kumar Barua

Sd/-
Sheuli Rani Dey

Sd/-
Kamrul Islam

	01.07.2022 to 31.03.2023	01.07.2021 to 31.03.2022
--	--------------------------------	--------------------------------

26. REVENUE:

2,121,868	3,160,332
-----------	-----------

Revenue has been decreased 33% (i.e. From 3,160.33 million to 2,121.86 million) as compared to the revenue of same period of 2021-22 because demand decline in foreign market due to inflation & economic slowdown in shrimp importing countries.

27. COST OF GOODS SOLD:

Opening Stock of Finished Goods	248,744	491,091
Add: Cost of Production - Note 28	1,775,015	2,436,333
	2,023,759	2,927,424
Less: Closing Stock of Finished Goods	(119,708)	(69,294)
	1,904,051	2,858,130

28. COST OF PRODUCTION:

Raw Materials	1,627,255	2,268,252
Packing Materials, Chemicals & Ice Consumed-Note 29	60,166	83,924
Direct Labour	21,304	24,825
Factory Overhead - Note 30	66,289	59,333
	1,775,015	2,436,333

29. PACKING MATERIALS, CHEMICALS & ICE CONSUMED:

a) Opening balance (Packing Materials)	3,777	5,079
Add: Packing Materials Purchase	52,095	64,814
	55,872	69,894
Less: Packing Materials in hand	(3,073)	(3,190)
	52,800	66,703
b) Opening balance (Chemicals & Ingredients)	8,820	4,439
Add: Chemicals, Ingredients & Ice Purchase	4,116	18,408
	12,936	22,847
Less: Chemicals & Ingredients in hand	(5,569)	(5,626)
	7,367	17,220
	60,166	83,924

30. FACTORY OVERHEAD:

Wages & Salaries	15,793	19,661
Bonus to Workers'	249	173
Power, Fuel & Water	26,266	19,764
Consumable Stores & Spares	1,202	882
Insurance Premium	3,305	3,691
Repair & Maintenance	8,287	4,809
Carriage Inward	9	13
Depreciation	11,179	10,340
	66,289	59,333

31. OTHER OPERATING INCOME / (LOSS):

Foreign Exchange Gain/(Loss) from operation	212	-
Foreign Exchange Gain/(Loss) from translation	(114)	23
	98	23

32. ADMINISTRATIVE & SELLING OVERHEAD:

Advertisement	161	208
Audit Fee (Including VAT)	302	302
Board Meeting Fees (Including VAT)	18	15
Bonus to Staff	2,000	1,126
Contribution to Provident Fund	1,707	1,509
Depreciation on Tangible Assets	546	589
Depreciation on Right of Use (ROU) Assets	-	1,187
Directors' Remuneration	3,600	5,775
Donation & Subscription	4	5
Electricity & WASA Charges	503	236
Entertainment	451	324
Freight, Forwarding & Export Expenses	67,080	168,918
General Fees & Charges	149	26
Guest House Expenses	339	361
Laboratory Expenses	28	73
Laboratory Testing Fees	4,830	8,613
Legal & Professional Fees	501	57
License & renewals	718	709
Medical Expenses	1	13
Membership Subscription	84	10
Newspaper & Periodicals	1	2
Office Maintenance	7	165
Postage & Stamp	221	317
Printing & Stationery	509	596
Rent, Rates & Taxes	259	-
Corporate & Other Expenses	2,850	150
VAT on Lease Rent	-	216
Salaries & Allowances	23,787	21,669
Sales Promotion Expenses	9,007	3,402
Sales Commission	3,475	-
Sanitation Expenses	229	217
Staff Fooding	461	670
Staff Welfare Expenses	1,886	659
T.A & Conveyance	652	686
Telephone, Telex & Fax	396	354
Uniform & Liveries	456	377
Transportation Expenses	845	919
	128,061	220,456

The Decrease of 41.91% is mainly for decrease in Freight, Forwarding & Export Expenses.

33. FINANCE & OTHER INCOME:

Interest Earned on FDR's	11,555	8,058
Interest Earned on SND	0	-
Dividend Income	5,954	5,954
P.F Lapse (employer's portion)	126	45
	17,636	14,057

34. FINANCIAL EXPENSES:

Interest	15,589	28,190
Charges	6,466	7,802
Interest Expenses on Lease Liability	-	33
	22,055	36,025

35. PROVISION FOR CONTRIBUTION TO PPF & WF:

(4,068)	(2,848)
---------	---------

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.

36. TAX EXPENSES:

(39,815)	(42,721)
----------	----------

(A) CURRENT TAX:

(51,001)	(22,079)
----------	----------

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 2022 to 31st March 2023.

Calculation of current tax:

Applicable tax rate %

a) Tax on Operating Profit Basis

Profit before tax	81,367	56,953
Other Operating (Income) /(Loss)	(98)	(23)
Finance & Other Income	(17,636)	(14,057)
Net Operating Profit/ Loss	63,633	42,874
Tax on Operating profit/ loss @	(12% / 11.25%)	4,823

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

%

TDS on export proceeds	(1% / 0.50%)	20,451	16,308
		20,451	18,557

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

%

Realized from Revenue = (0.60%/20.00%*12.00%)	0.36	7,407	9,761
Realized from other operating Income	0.60	1	-
Realized from Cash Incentive	0.60	1,641	135
Realized from Dividend Income	0.60	36	36
Realized from finance & Other Income	0.60	59	62
Realized from Other Income PF Lapse	0.60	-	-
		9,144	9,994

So, Current tax

Business tax- Higher of a,b & c **	above b	20,451	16,308
Tax on Cash Incentive	10.00	27,357	2,250
Tax on Dividend Income	20.00	1,191	1,191
Tax on Finance Income (Realized)	20.00	1,960	2,331
Tax on other operating Income (Realized)	20.00	42	-
Realized from Other Income PF Lapse	20.00	-	-
		51,001	22,079

Effective Tax Rate= Tax Expenses/Profit Before Tax

48.93%	75.01%
--------	--------

** Since the source tax deducted under Income Tax Ordinance 1984 for Tk. 20,451/- is higher than tax on operating profit basis Tk. 7,636/- and minimum tax on gross receipts Tk. 9,143/-, so higher is provided as current tax liability from business for the period ended 31st March 2023.

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

11,187	(20,642)
--------	----------

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, Cash Incentive Receivable, PF Lapse receivable and WDV of fixed Assets. Detailed calculations are shown for above in Note - 17.

37. BASIC EARNINGS PER SHARE (EPS):

Earnings Attributable to Ordinary Shareholders	41,552	14,232
Number of Ordinary Shares	5,702	5,702
Basic Earnings Per Share (EPS) - (Q3)	7.29	2.50

There was significant variant occurrences between last year's 3rd quarterly performance and current year's 3rd quarterly performance as the EPS of last year's nine months was Tk. 2.50 but it became Tk. 7.29 current year's nine months period due to strong exchange rate support, Ocean Freight decrease & sustainability financial expenses decrease resulted in better profitability and an upward trend. However the scenario is changeable time to time depending on different issues.

38. NET ASSETS VALUE (NAV) PER SHARE :

Equity Attributable to the Owners of the Company	719,746	719,541
Number of Ordinary Shares	5,702	5,702
Net Assets Value (NAV) Per Share (Q3)	126.22	126.18

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

Net Operating Cash Flows	363,910	345,844
Number of Ordinary Shares	5,702	5,702
Net Operating Cash Flows Per Share (NOCFPS) - (Q3)	63.82	60.65

Net operating cash flow is Tk. 63.82 per share for the nine months ended on 31st March 2023 but it was Tk. 60.65 for the same period of last year, this is mainly for decrease in Payment for costs & Expenses during the period, however the scenario is changeable time to time depending on different issues.

40. CONTINGENT LIABILITY:

There is Tk.1.72 million as Bank guarantee for which the Company is contingently liable as on 31st March 2023.

41. EVENTS AFTER REPORTING PERIOD:**a) Independent Director:**

The Board of director has appointed Mr. Tarek Nizamuddin Ahmed as Independent Director in its the Board Meeting held on 05th April 2023, subject to approval from BSEC as the tenor of existing Independent Director Mr. Kazi Faruq Kader was complete.

b) Other Significant Events:

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.

42. RELATED PARTY TRANSACTIONS:

(a) There was no related party transaction (Inter Company) during the period 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.32).

(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.

43. 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	01.07.2021
	to	to
	31.03.2023	31.03.2022
Cash flows from operating activities:		
Net Profit after tax expenses	41,552	14,232
Add: Depreciation on tangible assets	11,725	12,116
Less: Effect of Foreign currency translation gain / (loss)	114	(23)
Less: Finance & Other income during the period	(17,510)	(14,012)
Add: Interest paid during the period	15,589	28,223
Add: Tax Expenses	39,815	42,721
(Increase)/Decrease in Inventories	132,992	422,498
(Increase)/Decrease in Trade Receivables	(64,393)	93,392
(Increase)/Decrease in Advances, Deposits & Pre-payments	(1,031)	(494)
(Increase)/Decrease in Other Receivables	117,336	(212,386)
Income tax paid during the period	(51,251)	(22,166)
(Increase)/Decrease in Security deposits	-	-
Increase/(Decrease) in Trade Payables	163,351	3,561
Increase/(Decrease) in Other Payables	(24,380)	(21,817)
Net cash flows generated from/(Used in) operating activities	363,910	345,844
RECONCILIATION:		
Net cash flows generated from/(Used in) operating activities	363,910	345,844
Indirect Method:		
Net cash flows generated from/(Used in) operating activities	363,910	345,844
Direct Method:		
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