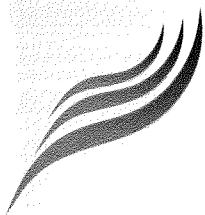


**AUDITORS' REPORT  
AND  
THE FINANCIAL STATEMENTS  
OF  
BD THAI FOOD & BEVERAGE  
LIMITED**

*For the year ended 30<sup>th</sup> June, 2021*



**Independent Auditors' Report**  
**To the Shareholders of**  
**BD THAI FOOD & BEVERAGE LIMITED**  
**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the Financial Statements of **BD THAI FOOD & BEVERAGE LIMITED** which comprise the Statement of Financial Position as at 30 June 2021, and Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying Financial Statements give true and fair view, in all material respects, of the Financial Position of the company as at 30 June 2021, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), The Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable laws and regulations.

**Basis for Opinion**

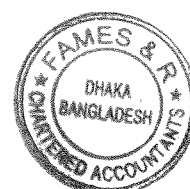
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the 'International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and informing our opinion thereon, and we do not provide separate opinion on these matters.

Risk	Revenue Recognition
<p><b>Our response to the risk</b></p> <p>At year end the reported total Turnover of Tk. 549,609,404.</p> <p>The company generates revenue from the sale goods to local customers.</p> <p>There is also a risk that revenue may be overstated /understated due to the timing differences.</p> <p>We identified revenue recognition as key audit matter as it is one of the key performance Indicators of the Company, which give rise to an inherent risk of the existence and the accuracy of the revenue.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <p>Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure that revenue is recognized in the appropriate accounting standards.</p> <p>Segregation of duties in invoice creation and modification and timing of revenue recognition.</p> <p>Assessing the appropriateness of the Company's accounting policies for revenue recognition and compliance of those policies with applicable accounting standards.</p> <p>Obtain supporting documentation for sale transaction recorded either side of year-end to determine whether revenue was recognized in the current period.</p> <p>Comparing a sample of revenue transactions recognized during the year with the sale invoices and other relevant underlying documentation.</p> <p>Critically assessing manual journals posted to revenue to identify unusual or irregular items, and finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.</p>
<p><i>Please see note no. 19.00 to the Statement of profit or loss &amp; other Comprehensive Income.</i></p>	

<b>Valuation of Inventory</b>	
<p>As at 30 June 2021, The reported amount of inventory is Tk. 495,191,173 held in plants warehouses.</p> <p>On the reporting date, inventories are carried at the lower of cost and net realizable value. As such, the companies apply judgment in determining the appropriate values of inventory in accordance with International Accounting Standards.</p> <p>Considering the risk as stated above the valuation of Inventory is a key audit matter to the Financial Statements.</p>	<p>We verified the appropriateness of, management's assumptions applied in calculating the value of the inventory as per International Accounting Standard (IAS) by:</p> <ul style="list-style-type: none"> <li>➤ Evaluating the design and implementation of key inventory controls operating across the factory, warehouse</li> <li>➤ Inventory counts and reconciling the results have been done by the management, due to COVID-19 situation, couldn't attend counting.</li> <li>➤ We have collected inventory count data sheet and relevant certification of inventories which indicates inventory items were maintained in good condition and maintaining all compliances.</li> <li>➤ Reviewing the historical accuracy of inventory provisioning and the level of inventory write-offs during the year</li> <li>➤ Obtaining a detailed review with the subsequent sales to compare with the net realizable value.</li> </ul>
<i>Please see note no. 5.00 to the Financial Statements</i>	
<b>Valuation of Tangible Fixed Assets</b>	
<p>The carrying value of the tangible fixed assets is Tk. 1,127,614,416 as at 30 June 2021. The valuation of tangible fixed assets was identified as a key audit matter due to significance of this balance to the Financial Statements.</p> <p>The expenditures are classified as an asset, if it is probable that the future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably.</p> <p>The useful lives of tangible fixed assets items are based on management's estimates regarding the period over which an asset is expected to be available for use. The estimates of the useful life of the assets is a matter of judgments based on the experience of the entity with similar assets and also take into consideration the physical condition of the assets.</p>	<p>Our audit included the following procedures:</p> <ul style="list-style-type: none"> <li>➤ We assessed whether the accounting policies in relation to the capitalization of expenditures are in compliance with IFRS and found them to be consistent.</li> <li>➤ We obtained a listing of capital expenditures incurred during the year and, on a sample basis, checked whether the items were procured during the year.</li> <li>➤ We verified the invoices and L/C documents on sample basis to segregate the capital and operating expenditure and found that the transactions are appropriately classified.</li> <li>➤ We evaluated whether the useful lives determined and applied by the management were in line with the nature of assets, the physical condition of the assets and its uses.</li> <li>➤ We checked whether the depreciation of tangible fixed assets items was commenced from the date of ready to use and found the depreciation had been started accordingly</li> </ul>
<i>Please see note no. 4.00 to the Financial Statements</i>	
<b>Long Term Loan &amp; Short Term Loan</b>	
<p>As at 30 June 2021, the reported amount of total long-term loan is Tk. 439,189,369 and Short-term loan is Tk. 615,706,028 respectively. The company borrowed fund from various Bank for the purpose of acquisition of non-current assets and working capital as well.</p> <p>The company may face difficulties due to unfavorable movement in interest rate &amp; monetary policy that may result in short-term and cash flow crisis.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> <li>➤ Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure the proper use of loan</li> <li>➤ We verified sanction letter, loan schedule bank statements to confirm the loan outstanding and found that the balance had been reported in the Financial Statements accurately.</li> <li>➤ We checked the financial expenses and classification of loan and repayment schedule on a test basis as well.</li> <li>➤ We checked the recording date of transactions and found the recording date is in line with the loan disbursement date.</li> </ul>
<i>Please see note no. 12.00 &amp; 14.00 to the Financial Statements</i>	



<b>Recoverability Assessment of Debtors</b>	
<p>The total amount of debtors is Tk. 314,970,062 at 30 June, 2021. There is significant large number of individual small customers. Customers in different business segments and jurisdictions are subject to their independent business risk.</p> <p>The increasing challenges over the economy and operating environment in the manufacturing industry during the year have increased the risks of default on receivables from the customers. In particular, in the event of insolvency of customers, the company is exposed to potential risk of financial loss when the customers fail to meet their contractual obligations in accordance with the requirements of the agreements.</p> <p>Accordingly, we identified the recoverability of debtors as a key audit matter because of the significance of debtors to Company's Financial Position and because of the significant degree of management judgment involved in evaluating the adequacy of the allowance for doubtful debts. Also due above 12 months, in last year was Tk. 227,389,858 but during the year's audit due amount shown which needs to be addressed properly.</p>	<p>Our audit procedures of assess the recoverability of trade receivables including the following:</p> <ul style="list-style-type: none"> <li>➤ Tested the accuracy of aging of debtors at year end on a sample basis;</li> <li>➤ Evaluating the Company's policy for making allowance for doubtful debts with reference to the requirements of the prevailing accounting standards;</li> <li>➤ Assessing the classification of trade receivables in the debtors ageing report by comparison with sales invoice and other underlying documentation on a taste basis;</li> <li>➤ Assessed the recoverability of the debtors on a sample basis through our evaluation of management's assessment with reference to the credit profile of the customers, historical payment pattern of customers and</li> <li>➤ Inspecting subsequent bank receipts from customers and other relevant underlying documentation relating to trade receivable balances at 30 June 2021;</li> </ul>
<b>Please see note no. 6.00 to the Financial Statements</b>	

#### **Other Information**

Management is responsible for other information. The other information comprises all of the information in the annual report other than the Financial Statements and our auditor's report thereon. The directors are responsible for other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls**

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with IFRSs, The Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management functions of the company.

In preparing the Financial Statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance



with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and event in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the Financial Statements *we* are responsible for the direction, supervision and performance of the company audit. We are solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



***Report on other Legal and Regulatory Requirements***

In accordance with the Companies Act 1994, and The Securities and Exchange Rules 1987 and relevant notifications issues by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the company so far as it appeared from our examinations of those books;
- c) The Statement of Financial Position, Statement of Profit or Loss & Other Comprehensive Income and Statement of Changes in Equity and Statement of Cash Flows of the Company dealt with by the report are in agreement with the books of accounts and returns; and
- d) The expenditure incurred was for the purpose of the Company's business.

Date : November 10, 2021  
Place : Dhaka

  
Fouzia Haque, FCA  
Partner

**FAMES & R**  
Chartered Accountants  
DVC # 2112261032AS811831



**BD THAI FOOD & BEVERAGE LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
AS AT 30 JUNE 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>1,127,614,416</b>	<b>1,144,310,227</b>
Property, Plant & Equipment	4.00	1,127,614,416	1,144,310,227
<b>Current Assets</b>		<b>1,105,546,226</b>	<b>973,018,681</b>
Inventories	5.00	495,191,173	536,250,181
Accounts Receivable	6.00	314,970,063	227,389,858
Advances, Deposits & Pre-payments	7.00	275,755,830	191,549,785
Cash & Cash Equivalents	8.00	19,629,160	17,828,857
<b>Total Assets</b>		<b>2,233,160,642</b>	<b>2,117,328,908</b>
<b>EQUITY &amp; LIABILITY:</b>			
<b>Shareholders' Equity</b>		<b>985,022,208</b>	<b>946,237,910</b>
Share Capital	9.00	665,000,000	665,000,000
Revaluation Reserve	10.00	93,469,332	93,469,332
Retained Earnings	11.00	226,552,876	187,768,578
<b>Non-Current Liabilities</b>		<b>521,359,859</b>	<b>492,167,226</b>
Long Term Loan	12.00	399,075,586	382,979,450
Deferred Tax Liabilities	13.00	122,284,274	109,187,776
<b>Current Liabilities</b>		<b>726,778,575</b>	<b>678,923,772</b>
Current Portion of Long Term Loan	12.00	40,113,783	28,671,349
Short Term Loan	14.00	615,706,028	589,975,587
Trade and Other Payable	15.00	19,487,646	21,254,111
Liabilities for Expenses	16.00	34,717,709	24,210,179
Provision for Income Tax	17.00	12,964,100	9,661,782
Workers' Profit Participation and Welfare Fund	18.00	3,789,308	5,150,764
<b>Total</b>		<b>2,233,160,642</b>	<b>2,117,328,908</b>
<b>Net Asset Value (NAV) Per Share (Adjusted)</b>	28.00	<b>14.81</b>	<b>14.23</b>

The accounting notes from an integral part of the financial statements


  
**Chairman**

  
**Managing Director**

  
**Chief Financial Officer**

  
**Company Secretary**

Signed in terms of our separate report annexed in our report of even date.

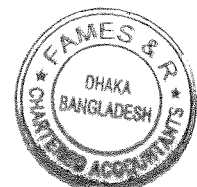
  
Fouzia Haque, FCA  
Partner

Dated: November 10, 2021

Place : Dhaka

**FAMES & R**  
Chartered Accountants

DVC # 2112261032AS811831



**BD THAI FOOD & BEVERAGE LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
FOR THE YEAR ENDED 30 JUNE 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
Turnover	19.00	549,609,404	549,040,801
Cost of Goods Sold	20.00	394,108,788	387,481,514
<b>Gross Profit</b>		<b>155,500,616</b>	<b>161,559,287</b>
<b>Operating Expenses</b>		<b>38,902,389</b>	<b>41,638,927</b>
Administrative Expenses	21.00	20,180,724	21,314,065
Selling & Distribution Expenses	22.00	18,721,665	20,324,862
<b>Operating Income</b>		<b>116,598,227</b>	<b>119,920,359</b>
Financial Expenses	23.00	59,432,946	66,900,034
<b>Profit before Other Income</b>		<b>57,165,281</b>	<b>53,020,325</b>
Other Income	24.00	776,987	1,240,069
<b>Net Profit before WPPF &amp; WFF</b>		<b>57,942,269</b>	<b>54,260,395</b>
Workers' Profit Participation and Welfare Fund	25.00	2,759,155	2,583,828
<b>Net Profit before Tax</b>		<b>55,183,114</b>	<b>51,676,567</b>
<b>Income Tax Expenses</b>		<b>16,398,816</b>	<b>11,255,547</b>
Current Tax	26.00	3,302,318	3,301,685
Deferred Tax	13.00	13,096,497	7,953,862
<b>Net Profit After Tax</b>		<b>38,784,298</b>	<b>40,421,019</b>
<b>Other Comprehensive Income</b>		-	-
<b>Total Comprehensive Income</b>		-	-
<b>Earnings Per Share (EPS) (Adjusted)</b>	27.00	<b>0.58</b>	<b>0.61</b>

The accounting notes from an integral part of the financial statements



Chairman



Managing Director

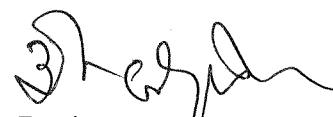


Chief Financial Officer



Company Secretary

Signed in terms of our separate report annexed in our report of even date.



Fouzia Haque, FCA  
Partner

Dated: November 10, 2021

Place : Dhaka

**FAMES & R**  
Chartered Accountants

DVC # 2112261032AS811831





**BD THAI FOOD & BEVERAGE LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2021**

Particulars	Share	Share Money	Revaluation	Retained	Total
	Capital	Deposit	Reserve	Earnings	
Balance as on 01-07-2020	665,000,000	-	93,469,332	187,768,578	946,237,910
Net profit during the year	-	-	-	38,784,298	38,784,298
<b>Balance as on 30-06-2021</b>	<b>665,000,000</b>	<b>-</b>	<b>93,469,332</b>	<b>226,552,876</b>	<b>985,022,208</b>

Particulars	Share	Share Money	Revaluation	Retained	Total
	Capital	Deposit	Reserve	Earnings	
Balance as on 01-07-2019	665,000,000	-	93,469,332	147,347,558	905,816,890
Net profit during the year	-	-	-	40,421,019	40,421,019
<b>Balance as on 30-06-2020</b>	<b>665,000,000</b>	<b>-</b>	<b>93,469,332</b>	<b>187,768,578</b>	<b>946,237,910</b>

The accounting notes form an integral part of the financial statements

*Rubina*  
Chairman

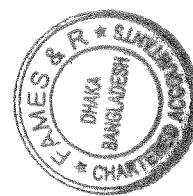
  
Managing Director



Chief Financial Officer



Company Secretary



Dated: November 10, 2021  
Place : Dhaka

**BD THAI FOOD & BEVERAGE LIMITED**  
**STATEMENT OF CASH FLOWS**  
FOR THE YEAR ENDED 30 JUNE 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
<b>Cash Flows from Operating Activities</b>			
Collection from Customers and others	19 (A)	461,825,683	497,175,335
Paid for Cost & Expenses		(430,225,256)	(437,441,002)
Income Tax Paid		(111,234)	(247,562)
<b>Net Cash generated from Operating Activities</b>		<b>31,489,192</b>	<b>59,486,771</b>
<b>Cash Flows from Investing Activities</b>			
Acquisition of Property Plant & Equipment		(23,524,955)	(44,545,776)
<b>Net Cash used in Investing Activities</b>		<b>(23,524,955)</b>	<b>(44,545,776)</b>
<b>Cash Flows from Financing Activities</b>			
Long Term Loan Receipt/(Paid)		27,538,570	10,368,925
Short Term Loan Receipt/(Paid)		25,730,441	39,180,739
Bank Interest & Charges Paid		(59,432,946)	(66,900,034)
<b>Net Cash generated from Financing Activities</b>		<b>(6,163,934)</b>	<b>(17,350,370)</b>
<b>Net Cash Increase in Cash &amp; Cash Equivalents</b>		<b>1,800,303</b>	<b>(2,409,375)</b>
<b>Cash &amp; Cash Equivalents at the Beginning of the year</b>		<b>17,828,857</b>	<b>20,238,232</b>
<b>Cash &amp; Cash Equivalents at the End of the year</b>		<b>19,629,160</b>	<b>17,828,857</b>
<b>Net Operating Cash Flows Per Share (NOCFPS) (Adjusted)</b>	<b>29.00</b>	<b>0.47</b>	<b>0.89</b>

The accounting notes from an integral part of the financial statements

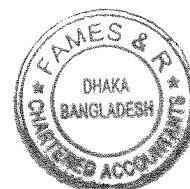
  
Chairman

  
Managing Director

  
Chief Financial Officer

  
Company Secretary

Dated: November 10, 2021  
Place : Dhaka



**BD THAI FOOD & BEVERAGE LIMITED**  
**NOTES, COMPRISING A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**AND EXPLANATORY INFORMATION**  
**AS AT AND FOR THE YEAR ENDED 30 JUNE 2021**

**1.00 Reporting Entity:**

**1.01 Formation and Legal Status**

The Company was incorporated in October 13, 2010 as a 'Private' Company limited by shares and registered with the Registrar of Joint Stock Companies & Firms of Bangladesh under the Companies Act, 1994 vide Registration No. C-87517/10. The Company Converted into Public Limited Company on August 30, 2017 vide issue no. 6755.

The registered and corporate office of the Company is located at BTA Tower, House # 29, Road # 17, Banani C/A, Dhaka-1213 and its factory is situated in its own premises at Kawalipara, Dhamrai, Dhaka, Bangladesh.

**1.02 Nature of Business**

The principal activities of the Company is to manufacture of quality food and beverage items and marketing thereof.

**2.00 Basis of Financial Statements Preparation and Presentation:**

**2.01 Statement of Compliance**

The financial statements of the company under reporting have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs).

**2.02 Regulatory Compliances**

As required, BD Thai Food & Beverage Limited complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- a) The Income Tax Ordinance 1984;
- b) The Income Tax Rules 1984;
- c) The Value Added Tax Act 1991;
- d) The Value Added Tax Rules 1991;
- e) Securities and Exchange Commission Rules 1987;
- f) The Customs Act 1969;
- g) The Labour Act 2006 (as amendment in 2013);
- h) The Securities and Exchange Commission Act 1993 and
- i) The Stamp Act 1899.

**2.03 Application of Standards**

The financial statements have been prepared in compliance with requirement of BASs (Bangladesh Accounting Standards) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as applicable in Bangladesh. The following BASs are applied to the financial statements for the year under audit:



<u>Ref. No.</u>	<u>Accounting Standards</u>	<u>Status</u>
IAS-1	Presentation of financial statements	Applied
IAS-2	Inventories	Applied
IAS-7	Statement of Cash Flows	Applied
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors	Applied
IAS-10	Events after the Reporting Date	Applied
IAS-12	Income Taxes	Applied
IAS-16	Property, Plant & Equipment	Applied
IFRS-15	Revenue	Applied
IAS -19	Employee benefits	Applied
IAS-23	Borrowing Costs	Applied
IAS-24	Related Party Disclosures	Applied
IAS-32	Financial Instrument: Presentation	Applied
IAS-33	Earnings Per Share	Applied
IAS-39	Financial Instruments: Recognitions and Measurement	Applied
IFRS-1	First Time Adoption of International Financial Reporting Standards	Applied
IFRS-7	Financial Instruments: Disclosures	Applied

#### **2.04 Functional and Presentation Currency**

The financial statements are expressed in Bangladeshi Taka which is both functional and reporting currency of the Company. The figures of financial statements have been rounded off to the nearest.

#### **2.05 Basis of Measurement**

The financial statements have been prepared on historical cost basis.

#### **2.06 Use of Estimates and Judgments**

The preparation of these financial statements is in conformity with IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

#### **2.07 Presentation of Audited Financial Statements**

The presentation of these financial statements is in accordance with the guidelines provided by IAS 1 'Presentation of Financial Statements'. The Financial Statements comprises the followings:

- a) a statement of financial position as at 30 June 2021;
- b) a statement of profit or loss and other comprehensive income for the year ended 30 June 2021;
- c) a statement of changes in equity for the year ended 30 June 2021;
- d) a statement of cash flows for the year ended 30 June 2021; and
- e) notes, comprising a summary of significant accounting policies and explanatory information.

#### **2.08 Reporting Period**

The financial period of the company covers twelve months period from 01 July 2020 to 30 June 2021.



**2.09 Preparation and Presentation of Audited Financial Statements of the Company**

The Board of Directors of BD Thai Food & Beverage Limited is responsible for the preparation and presentation of financial statements of the Company.

**2.10 Comparative Figures**

**Re-arrangement**

Comparative figures have been rearranged wherever considered necessary to 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 statements.

**Restatement**

During the year no restatements in opening balance of retained earnings and comparative figures were restated.

**3.00 Significant Accounting Policies:**

The accounting policies set out below have been applied consistently (otherwise as stated) to all periods presented in these financial statements.

**3.01 Property, Plant and Equipments (PPE)**

**i) Recognition of Property, Plant & Equipments**

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

Cost includes expenditure that is directly attributable to the acquisition of asset. The cost of self constructed asset includes the cost of material and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

**ii) Pre-Operating Expenses and Borrowing Costs**

Interest and other cost incurred by the company in respect of borrowing of fund are recognized as expenses in the period in which they incurred unless the activities that are necessary to prepare the qualifying assets for its intended use are in progress. Expenses capitalized also include applicable borrowing cost considering the requirement of IAS 23 "Borrowing Costs".

**iii) Subsequent Costs and Maintenance Activities**

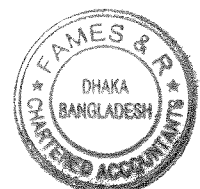
The Company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when the cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repair and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted an increase in the future economic benefit expected to be obtained from the use of fixed assets, the expenditure is capitalized as an additional cost of the assets. All other costs are recognized to the profit and loss account as expenses if incurred. All up-gradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

**iv) Disposal of Property, Plant & Equipment's**

No disposal of property, plant & equipment's, during the year 01 July 2020 to 30 June 2021.

**v) Maintenance Activities**

The Company incurs maintenance cost for all its major items of property, plant and equipment. Repair and maintenance costs are charged as expenses when incurred.



**vi) Revaluation of Property, Plant & Equipment's**

Financial statements of the Company have been prepared on historical cost basis. However, the values of land have been increased substantially during the last few years due to high inflationary trend. In this circumstance, management of BD Thai Food & Beverage Limited has been decided to determine fair market value of the land through revaluation. The information of revaluation assets have been provided in followings categories:

- **Date of Revaluation:** 01 July 2016;
- **Name of Independent Valuer:** S. F. Ahmed & Co., Chartered Accountants;
- the revaluation has been made on non depreciable assets i.e. land and land development so there has been no requirement of adjustment of revaluation reserve.

**vii) Depreciation**

Depreciation on all items of Property, Plant & Equipment other than Land & Land development is computed using the diminishing balance method so as to write off the assets over their expected useful life. Depreciation of an asset begins when it is available for use, ie when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

After considering the useful life of assets as per IAS-16 'Property, plant and equipment', the annual depreciation rates have been applied as under which is considered reasonable by the management.

Category of Fixed Assets	Rate of Depreciation
Land & Land Development	0%
Factory Building	2.5%
Building & Other Civil Work	2.5%
Plant & Machineries	5%
Office Decoration	20%
Office Equipment & Fitting	10%-20%
Furniture & Fixtures	10%
Solar System	10%
Tools & Accessories	10%
Motor Vehicles	20%
Laboratory Test Equipment	10%

**viii) Impairment of Assets**

The Company reviews the recoverable amount of its assets at each reporting date. If there exist any indication that the carrying amount of assets exceeds the recoverable amount, the company recognizes such impairment loss in accordance with IAS-36 "Impairment of Assets".

**3.02 Inventories & Consumables**

Inventories comprise of raw materials, work-in-process, finished goods, stores & spares, which are valued lower of cost or net realizable value in accordance with the Para of 21 & 25 of IAS-2 "Inventories".

**3.03 Revenue Recognition**

In compliance with the requirements of IFRS-15 "Revenue", revenue is recognized only when:

- i) The products are invoiced and dispatched to the customers (i.e. significant risk and reward associated with ownership are transferred to the customers);
- ii) Interest income is accrued on a time basis by reference to the principal outstanding at the effective interest applicable.



### **3.04 Taxation**

#### **i) Current Tax**

Provision for taxation has been made as per rates prescribed in the Finance Act and the Income Tax Ordinance, 1984 on net profit before tax or gross receipt by the Company, whichever is higher. As per IAS-12; Income Tax, provision has been made during the year as the Company earned taxable income.

#### **ii) Deferred Tax**

Deferred Tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes. 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 at the reporting date. Deferred tax asset or liability does not create a legal recovery/ liability from or to the income tax authority.

### **3.05 Loans and Borrowings**

Principal amount of the loans and borrowings are stated at their outstanding amount. Borrowings repayable within twelve months from the balance sheet date are classified as current liabilities whereas borrowings repayable after twelve months from the balance sheet date are classified as non-current liabilities.

### **3.06 Statement of Changes in Equity**

Statement of changes in equity is prepared in accordance with IAS-1 "Presentation of Financial Statements". This statement reflects information about the increase or decrease in net assets or wealth.

### **3.07 Events after the reporting period**

In compliance with the requirements of IAS 10 Events after the reporting period, post Balance Sheet events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the Balance Sheet date that are not adjusting events are disclosed in the notes when material.

### **3.08 Borrowing Cost**

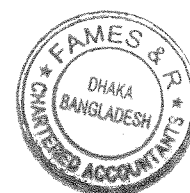
Borrowing costs that are not directly attributable to the acquisition, construction or production of qualifying assets are recognized in profit or loss using effective interest method. Borrowing cost incurred during the year was recognized as revenue expenses in accordance with IAS-23 "Borrowing Cost".

### **3.09 Trade Receivable**

Trade receivable is initially recognized at cost which is the fair value of the consideration given in return. After initial recognition these are carried at cost less impairment losses due to uncollectability of any amount so recognized.

### **3.10 Trade and Other Payable**

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the supplier.



### **3.11 Cash and Cash Equivalent**

According to IAS 7 "Statement of Cash Flows " cash comprises cash in hand and bank deposit and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. IAS 1 "Presentation of Financial Statements" provides that cash and cash equivalent are not restricted in use. Considering the provision of IAS- 7 and IAS- 1, cash in hand and bank balances have been considered as cash and cash equivalents.

### **3.12 Earnings Per Share**

Earnings Per Share (EPS) is calculated in accordance with the International Accounting Standard IAS-33 "Earnings Per Share".

i) **Basic Earnings Per Share:**

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the year.

ii) **Diluted Earnings Per Share:**

No diluted Earnings per share was required to be calculated for the period under review as there was no scope for dilution of Earnings Per Share for the year.

### **3.13 Related Party Transactions**

The objective of IAS- 24 'Related Party Disclosure' is to ensure that an entity's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties.

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions.

The Company transactions with related parties and recognize as per IAS- 24 "Related Party Disclosures". Related Party transactions have been disclosed under note 30.00.

### **3.14 Financial Expenses**

Financial expenses comprise the interest on external borrowings and bank charges and are recognized as they are accrued.

### **3.15 Employee Benefits**

i) **Short Term Employee Benefits**

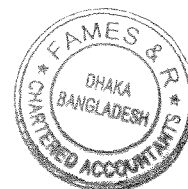
Salaries, bonuses and allowances are accrued in the financial year in which the associated services are rendered by the employees of the Company.

ii) **Workers' Profit Participation & Welfare Fund**

The Company maintains a Worker's Profit Participation & Welfare Fund as per the requirement of The Companies Profit (worker's participation) (amendment) Ordinance 1985 & Labour Act 2006 (as ammended 2013) but no Board of Trustees have yet been constituted.

iii) **Provident Fund**

The Company has established a provident fund scheme. The fund is wholly administered by a Board of Trustees. No part of the fund is included in the assets of the Company.





Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
<b>4.00</b>	<b>Property, Plant &amp; Equipment: Tk. 1,127,614,416</b>		
	The break-up of the above amount is as follows:		
	<b>Cost:</b>		
	Opening Balance	1,377,669,847	1,333,124,071
	Add: Addition during the year	23,524,955	44,545,776
	Add: Revaluation reserve	-	-
	Closing Balance	<b>1,401,194,802</b>	<b>1,377,669,847</b>
	<b>Depreciation:</b>		
	Opening Balance	233,359,620	191,938,130
	Add: Addition during the year	40,220,766	41,421,490
	Closing Balance	<b>273,580,386</b>	<b>233,359,620</b>
	<b>Written down value</b>	<b>1,127,614,416</b>	<b>1,144,310,227</b>

Details are given in **Annexure-A** with the report.

**5.00 Inventories: Tk. 495,191,173**

The break-up of the above amount is as follows:

Raw Material	Note-20.01	143,413,829	183,528,787
Packing Material	Note-20.02	130,183,755	119,349,737
Spare Parts	Note-20.03	77,015,502	82,142,907
Finished Goods	Annexure : B	69,512,358	69,569,850
Work-in-Process	Annexure : B	75,065,730	81,658,900
<b>Total</b>		<b>495,191,173</b>	<b>536,250,181</b>

Details are given in **Annexure-B** with the report.

**6.00 Accounts Receivable: Tk. 314,970,063**

The break-up of the above amount is as follows:

Opening Balance	227,389,858	174,953,965
Add: Addition during the year	375,410,517	368,571,949
Less Collection during the year	287,830,312	316,136,056
Closing Balance	<b>314,970,063</b>	<b>227,389,858</b>

- The above amounts are unsecured but good and have been subsequently realized. No provision was made for bad debt during the year under audit.
- No amount was due by the Directors (including Managing Director) or any other official of the Company and any of them severally or jointly with any other person.
- Aging of the above receivables is given below:

Particulars	up to 1 month	1 to 3 months	3 to above	Total
Accounts Receivable	126,302,995	143,153,893	45,513,174	314,970,063
<b>Total</b>	<b>126,302,995</b>	<b>143,153,893</b>	<b>45,513,174</b>	<b>314,970,063</b>

**7.00 Advances, Deposits & Pre-payments: Tk. 275,755,830**

This break-up of above amount as follows:

Advance to Suppliers & Others	255,742,125	171,647,314
Advance Income Tax	11,964,302	11,853,068
Advance against VAT	2,090,403	2,090,403
<b>Deposits:</b>		
Security Deposit-Titas	2,281,600	2,281,600
Security Deposit-REB	3,677,400	3,677,400
<b>Total</b>	<b>275,755,830</b>	<b>191,549,785</b>

- There is no amount due from directors or officers of the company other than advance against salary.

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020

**8.00 Cash & Cash Equivalents: Tk. 19,629,160**

The break-up of the above amount is as follows:

Cash in Hand	Note: 8.01	19,558,730	17,253,379
Cash at Bank	Note: 8.02	70,431	575,478
		<b>19,629,160</b>	<b>17,828,857</b>

**8.01 Cash in Hand: Tk. 19,558,730**

The break-up of the above amount is as follows:

Cash in Hand (Factory)	16,829,689	16,227,779
Cash in Hand (Head Office)	2,729,041	1,025,600
	<b>19,558,730</b>	<b>17,253,379</b>

As our appointment was post dated and due to COVID-19 situation, couldn't verified the Cash in hand position as on June 30,2021 but obtained Cash confirmation certificate from the management.

**8.02 Cash at Bank: Tk. 70,431**

The break-up of the above amount is as follows:

Agrani Bank Ltd., Principal Br. A/C # 0200000260278	1,658	20,050
Agrani Bank Ltd., Sauria Br. A/C # 750	800	472,655
Bank Asia, Banani Br. A/C # 1236050586	1,859	4,595
Bank Asia, Banani Br. A/C # 1233052801	-	-
EXIM Bank, Gulshan Br. A/C # 0711100184921	-	370
Sonali Bank Ltd., Banani Bazar Br. A/C # 1012278	2,198	1,908
Sonali Bank Ltd., Sauria Br. A/C # B-77	47,633	47,633
Shahjalal Bank Ltd., Banani Br. A/C # 131000000669	2,155	9,551
Dutch Bangla Bank Ltd., Banani Br. A/C # 1031100029620	1,894	2,282
Islami Bank Ltd., Gulshan Br. A/C # 429118	3,957	3,745
National Bank Ltd., Sauria Br. A/C # 127	6	1,334
Pubali Bank Ltd., Gulshan Br. A/C # 056901027892	2,559	1,977
Mercantile Bank Ltd., Banani Br. A/C # 110611118755949	73	1,223
Mercantile Bank Ltd., Banani Br. A/C # 110613123773807	5,611	7,442
Midland Bank Ltd., Principal Br. A/C # 00021050003438	30	715
<b>Total</b>	<b>70,431</b>	<b>575,478</b>

The bank balances have been confirmed and reconciled with respective bank statements.



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020

**9.00 Share Capital: Tk. 665,000,000**

**Authorized Capital:**

100,000,000 Ordinary Shares of Tk. 10.00 each

<u>1,000,000,000</u>	<u>1,000,000,000</u>
----------------------	----------------------

**Issued, Subscribed and Paid-up:**

66,500,000 Ordinary Shares of Tk. 10.00 each fully paid-up

Its represents the paid-up capital of the company consisting of :

<u>665,000,000</u>	<u>665,000,000</u>
--------------------	--------------------

**Shareholding Position is as follows:**

SL. No.	Name of shareholders	Percentage of Shareholdings (%)		Number of Shares	
		30-06-2021	30-06-2020	30-06-2021	30-06-2020
1	Mr. Zahid Maleque, MP	13.98	13.98	9,298,400	9,298,400
2	Mrs. Rubina Hamid	10.68	10.68	7,101,589	7,101,589
3	Mr. Dr. Kazi Aktar Hamid	4.18	4.18	2,776,548	2,776,548
4	Mr. Rahat Maleque	3.32	3.32	2,206,600	2,206,600
5	Mrs. Cynthia Maleque	0.74	0.74	495,000	495,000
6	Mr. Ryan Hamid	3.19	3.19	2,121,863	2,121,863
7	BD Thai Aluminium Ltd.	7.42	7.42	4,931,507	4,931,507
8	Sunlife Insurance Company Ltd.	16.64	16.64	11,068,493	11,068,493
9	General Public	39.85	39.85	26,500,000	26,500,000
<b>Total</b>		<b>100.00</b>	<b>100.00</b>	<b>66,500,000</b>	<b>66,500,000</b>

**10.00 Revaluation Reserve: Tk. 93,469,332**

The break-up of the above amount is as follows:

Opening Balance

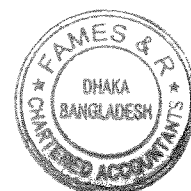
Add: Addition during the Year

Less: Adjustment with deferred tax of Land & Land Development

**Closing Balance**

93,469,332	93,469,332
-	-
-	-
<u>93,469,332</u>	<u>93,469,332</u>

The Company revalued it's land and land development on 01 July 2016 by S. F. Ahmed & Co., Chartered Accountants to reflect the up to date value of land and land development in the financial statements as at 30 June 2017.



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020

**11.00 Retained Earnings: Tk. 226,552,876**

The break-up of the above amount is as follows:

Opening Balance	187,768,578	147,347,558
Add: Net Profit after Tax during the year	38,784,298	40,421,019
Closing Balance	<u>226,552,876</u>	<u>187,768,578</u>

**12.00 Long Term Loan: Tk. 399,075,586**

The break-up of the above amount is as follows:

Total Long Term Loan	439,189,369	411,650,799
Less: Current Portion of Long Term Loan	40,113,783	28,671,349
	<u>399,075,586</u>	<u>382,979,450</u>

**a) Agrani Bank Ltd., Principal Office, Dhaka**

A/C No. 02633792	94,542,509		
A/C No. 02633793	82,404		
A/C No. 02633794	333,093,017		
	<u>427,717,931</u>		
Less: Current Portion	39,130,809	388,587,122	374,575,746

**b) Midland Bank Ltd., Account No. 292 (0130)**

	4,816,276		
Less: Current Portion	413,339	4,402,937	3,469,888

**c) Midland Bank Ltd., Account No. 309 (0176)**

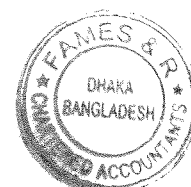
	6,655,162		
Less: Current Portion	569,635	6,085,527	4,933,816
		<u>399,075,586</u>	<u>382,979,450</u>

**Nature of Security of Loans:**

Particulars	Details
Name of Bank & Financial Institute	Agrani Bank Ltd., Principal Branch
Type of Facility	Long Term Loan
Limit	BDT 375,150,853
Repayment	Monthly
Interest Rate	9.00%
Period of Loan	87 Months
Expiry Date	1/4/2026
Renewal Status	Renewed/ Rescheduled
Securities	Security: 415.35 decimal land at Kawalipara, Dhamrai, Dhaka.
Purpose	For execution of business operations for the new and upcoming projects.

**Nature of Security of Loans:**

Particulars	Details
Name of Bank & Financial Institute	Midland Bank Ltd., Account No.- 292 (0130)
Type of Facility	Term Loan-1
Limit	BDT 4,141,204
Repayment	Monthly
Interest Rate	9.00%
Period of Loan	96 Months
Securities	Security: Purchased of different types of vehicles.
Purpose	Purchase of different types of vehicles



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
Nature of Security of Loans:			
	Particulars	Details	
	Name of Bank & Financial Institute	Midland Bank Ltd., Account No.- 309 (0176)	
	Type of Facility	Term Loan-2	
	Limit	BDT 5,724,844	
	Repayment	Monthly	
	Interest Rate	9.00%	
	Period of Loan	108 Months	
	Securities	Security: Purchased of different types of vehicles.	
	Purpose	Purchase of different types of vehicles	

### 13.00 Deferred Tax Liabilities: Tk. 122,284,274

The break-up of the above amount is as follows:

Opening Balance (other than Revaluation)	106,296,972	98,343,110
Add: During the Year (other than Revaluation)	13,096,497	7,953,862
<b>Sub total</b>	<b>119,393,470</b>	<b>106,296,972</b>
Add: On Revaluation of Land & Land Development	2,890,804	2,890,804
<b>Closing Balance</b>	<b>122,284,274</b>	<b>109,187,776</b>

#### As on 30 June 2021

Particulars	Accounting Base Carrying Value (Tk.)	Tax Base Carrying Value (Tk.)	Temporary Difference
Property, Plant & Equipment	772,990,902	475,196,000	297,794,902

Applicable Rate 30.00%

**Deferred Tax Liability as on 30 June 2021 (other than Revaluation)** **119,393,470**

**During the year** **13,096,497**

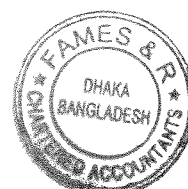
### 14.00 Short Term Loan: Tk. 615,706,028

The break-up of the above amount is as follows:

Agrani Bank Ltd., Principal Branch, A/C # 02308401	513,672,941	502,899,434
Short Term, CC HYPO (Block)	53,508,925	52,351,573
Demand Loan, Agrani Bank Ltd., Principal Branch	43,000,000	34,724,580
Bai Muazzal Hyp, Exim Bank Ltd., Gulshan Branch	5,524,163	-
<b>Total</b>	<b>615,706,028</b>	<b>589,975,587</b>

#### Nature of Security of Loans:

Particulars	Details
<b>Name of Bank &amp; Financial Institute</b>	Agrani Bank Ltd., Principal Branch
<b>Type of Facility</b>	CC (Hypo)
<b>Limit</b>	BDT 450,000,000
<b>Repayment</b>	Quarterly
<b>Interest Rate</b>	9.00%
<b>Period of Loan</b>	12 Months
<b>Expiry Date</b>	30/06/2021
<b>Renewal Status</b>	Renewed/ Rescheduled
<b>Securities</b>	Security: 415.35 decimal land at Kawalipara, Dhamrai, Dhaka.
<b>Purpose</b>	Working Capital



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020

**15.00 Trade and Other Payable: Tk. 19,487,646**

The break-up of the above amount is as follows:

Opening Balance	21,254,111	23,838,832
Add: Addition during the year	19,487,646	21,254,111
Less Adjustment during the year	21,254,111	23,838,832
Closing Balance	<b>19,487,646</b>	<b>21,254,111</b>

**Trade and Other Payable against purchase comprises followings:**

Supplier Name and Purpose		30 June 2021	30 June 2020
Aristo Corporation Ltd.	Plastic Cluser	235,250	535,250
BD Thai Aluminium Ltd.	Supply of promotional items	19,128,082	19,128,082
M/S Khorshed Alam & Sons	Wheat For Atta, Moida & Suji	58,700	658,700
Others Payable		65,614	932,079
<b>Total</b>		<b>19,487,646</b>	<b>21,254,111</b>

- i) This represents amount payable to suppliers of raw materials and packing materials etc. All suppliers were paid on a regular basis.
- ii) Aging of Trade and Other Payable

Particulars	1 to 6 months	Above 6 months	Total
Trade and Other Payable	<b>8,793,800</b>	<b>10,693,846</b>	<b>19,487,646</b>

**16.00 Liabilities for Expenses: Tk. 34,717,709**

The break-up of the above amount is as follows:

Director's Honorarium Payable	15,124,000	11,824,000
Salary & Wages Payable	304,526	1,035,700
Utility Payable (Gas Bill), Factory	6,022,050	2,440,336
Utility Payable (Electricity Bill), Factory	4,858,404	1,283,044
Tax and VAT Payable on various expenses	75,680	1,301,685
Income Tax payable against staff salary	184,356	325,600
Audit Fees	250,000	150,000
Rent Payable	2,036,000	768,000
Service Charge Payable	-	116,000
Printing bill payable	-	150,600
Provident Fund	5,862,693	4,815,214
<b>Total</b>	<b>34,717,709</b>	<b>24,210,179</b>

- i) Most of the outstanding liabilities have subsequently been paid;
- ii) No liabilities in the Statement of Financial Position are at value less than the amount at which it is repayable at the date of the Statement of Financial Position.

**17.00 Provision for Income Tax: Tk. 12,964,100**

The break-up of the above amount is as follows:

Opening Balance	9,661,782	21,385,180
Add: Addition during the year	3,302,318	3,301,685
	12,964,100	24,686,865
Less: Adjustment	-	15,025,083
Closing Balance	<b>12,964,100</b>	<b>9,661,782</b>



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020

**18.00 Workers' Profit Participation Fund: Tk. 3,789,308**

The break-up of the above amount is as follows:

Opening Balance	5,150,764	12,834,682
Add: Addition during the year	2,759,155	2,583,828
Total	7,909,919	15,418,510
Less: Paid during the year	4,120,611	10,267,746
Closing Balance	<b>3,789,308</b>	<b>5,150,764</b>

**19.00 Turnover: Tk. 549,609,404**

The break-up of the above amount is as follows:

Vatable Sales	3,305,626	4,666,626
Tariff Sales	1,583,971	1,320,191
Non Vatable Sales	546,070,265	544,864,480
<b>Gross sales</b>	<b>550,959,862</b>	<b>550,851,297</b>
Less: Supplementary Duty & VAT	1,350,458	1,810,496
<b>Turnover</b>	<b>549,609,404</b>	<b>549,040,801</b>

**19 (A) Statement of turnover, showing separately the amount of collection through banks and by cash are as follows:**

Collection through banking channel	169,119,404	210,538,734
Collection through cash	292,706,279	286,636,601
<b>Total</b>	<b>461,825,683</b>	<b>497,175,335</b>

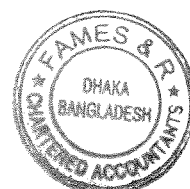
**19 (B) Details revenue earned from sale of Juice & Drinks, Mineral Water, Soft Drinks, Confectionery, Bakery & others are as follows:**

Juice and Drinks	1,583,971	1,387,191
Soft Drinks	3,305,626	3,079,003
Confectionery	365,870	681,103
Bakery and others	545,704,395	545,704,000
<b>Total</b>	<b>550,959,862</b>	<b>550,851,297</b>

**20.00 Cost of Goods Sold: Tk. 394,108,788**

The break-up of the above amount is as follows:

Raw Materials Consumed (Note-21.01)	243,651,300	238,001,599
Packing Materials Consumed (Note-21.02)	77,932,581	79,389,409
Spare Parts Consumed (Note-21.03)	8,473,745	18,311,830
Manufacturing Overheads (Note-21.04)	57,400,500	66,804,951
<b>Cost of Production</b>	<b>387,458,126</b>	<b>402,507,789</b>
Add: Opening Work in Process	81,658,900	70,900,510
Less: Closing Work in Process	75,065,730	81,658,900
	<b>394,051,296</b>	<b>391,749,399</b>
Add: Opening Finished Goods	69,569,850	65,301,965
Less: Closing Finished Goods	69,512,358	69,569,850
<b>Total Cost of Goods Sold</b>	<b>394,108,788</b>	<b>387,481,514</b>



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
<b>20.01 Raw Materials Consumed: Tk. 243,651,300</b>			
The break-up of the above amount is as follows:			
Opening Stock of Raw Materials		183,528,787	208,856,745
Add: Purchase of Raw Materials		203,536,342	212,673,641
		<b>387,065,129</b>	<b>428,030,386</b>
Less: Closing Stock of Raw Materials		143,413,829	183,528,787
<b>Consumption</b>		<b>243,651,300</b>	<b>238,001,599</b>
<b>20.02 Packing Materials Consumed: Tk. 77,932,581</b>			
Opening Stock of Packing Materials		119,349,737	84,859,444
Add: Purchase of Packing Materials		88,766,597	113,879,701
		<b>208,116,334</b>	<b>198,739,145</b>
Less: Closing Stock of Packing Materials		130,183,755	119,349,737
<b>Consumption</b>		<b>77,932,581</b>	<b>79,389,409</b>
<b>20.03 Spare Parts Consumed: Tk. 8,473,745</b>			
The break-up of the above amount is as follows:			
Opening Stock of Spare Parts		82,142,907	91,736,684
Add: Purchase of Spare Parts		3,346,340	8,718,053
		<b>85,489,247</b>	<b>100,454,737</b>
Less: Closing Stock of Spare Parts		77,015,502	82,142,907
<b>Consumption</b>		<b>8,473,745</b>	<b>18,311,830</b>
<b>20.04 Manufacturing Overheads: Tk. 57,400,500</b>			
The break-up of the above amount is as follows:			
Salary & Wages	6,928,274	8,004,074	
Bonus	483,276	608,876	
Overtime	125,800	237,759	
Electricity Bill	10,314,763	18,363,126	
Gas Bill	1,117,699	-	
Local Conveyance	12,870	2,240	
Fuel Expenses - Generator	690,242	639,742	
Fuel Expenses - Vehicle	134,925	260,725	
Garage Rent	-	2,000	
Printing and Stationary	4,210	14,210	
Factory Maintenance	124,500	24,500	
Entertainment Factory	36,850	188,215	
Carrying Inwards	65,860	-	
Carrying & Transportation	2,055,280	2,955,131	
Unload Charge	25,680	875	
Past Control Service	30,500	25,680	
Trips Allowance	12,600	-	
Repair & Maintenance	197,300	143,535	
Provident Fund	346,414	400,204	
Depreciation	34,693,457	34,934,059	
<b>Consumption</b>	<b>57,400,500</b>	<b>66,804,951</b>	

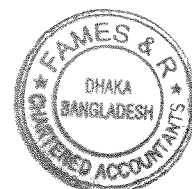




Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
<b>21.00</b>	<b>Administrative Expenses: Tk. 20,180,724</b>		
	The break-up of the above amount is as follows:		
	Director's Honorarium	3,300,000	2,200,000
	Salary and Honorarium	4,807,096	5,312,401
	Bonus	430,709	520,118
	Office Rent	1,268,000	1,268,000
	Garage Rent	86,400	62,800
	Entertainment	75,890	110,794
	Printing and Stationary	5,820	25,880
	Office Maintenance	7,860	12,580
	Repair & Maintenance	25,600	165,987
	T & T, Internet and Mobile Bill Expenses	756,000	650,145
	Local Conveyance	125,600	363,469
	Stamp Expenses	250	1,258
	Travelling Expenses	-	79,400
	Postage, Telegraph & Courier Bill Expenses	365,755	265,870
	Registration Renewal Fee	165,800	46,850
	Registration Fee	25,800	31,868
	Utility Expenses	220,000	229,734
	Certificate Fee	25,000	20,000
	Consultancy Fee	145,000	285,100
	Shipping Cost	-	1,265,080
	Service Charge	5,630	1,280
	Advertisement	78,500	25,094
	Vehicle Fuel Expenses	1,884,050	1,060,506
	Board Meeting Fee	232,500	240,000
	Audit Fee	250,000	150,000
	Trade mark & license fee	125,800	125,800
	Pre-IPO Placement Share Expenses	-	41,000
	Provident Fund	240,355	265,620
	Depreciation	5,527,309	6,487,431
		<b>20,180,724</b>	<b>21,314,065</b>
<b>22.00</b>	<b>Selling &amp; Distribution Expenses: Tk. 18,721,665</b>		
	The break-up of the above amount is as follows:		
	Salary & Allowances	9,214,200	10,790,000
	Bonus	721,420	662,500
	Travelling Allowance/Daily Allowance	2,565,850	2,278,980
	Fuel Expense	1,845,900	1,565,250
	Sales Incentive	1,983,905	2,481,494
	Sample Expenses	125,600	310,054
	Sales Promotion	1,803,550	1,695,704
	Provident Fund	460,710	539,500
	Medical Expense	530	1,380
		<b>18,721,665</b>	<b>20,324,862</b>
<b>23.00</b>	<b>Financial Expenses: Tk. 59,432,946</b>		
	The break-up of the above amount is as follows:		
	Bank Interest	59,407,196	66,865,182
	Others Interest	-	3,469
	Bank Charges & Commission	25,750	31,383
	<b>Total</b>	<b>59,432,946</b>	<b>66,900,034</b>



Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
<b>24.00</b>	<b>Other Income: Tk. 776,987</b>		
	The break-up of the above amount is as follows:		
	Bank Interest	2,087	3,469
	Cash Incentive	774,900	1,236,600
	<b>Total</b>	<b>776,987</b>	<b>1,240,069</b>
<b>25.00</b>	<b>Workers' Profit Participation and Welfare Fund: Tk. 2,759,155</b>		
	This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labour (Amendment) Act-2013 (Bangladesh Labour Law, 2006) and is payable to workers as defined in the said law.		
<b>26.00</b>	<b>Income Tax Expenses: Tk. 3,302,318</b>		
	The break-up of the above amount is as follows:		
	Current Tax	3,302,318	3,301,685
	<b>Total</b>	<b>3,302,318</b>	<b>3,301,685</b>
a)	Profit before Tax as per Income Statement	55,183,114	51,676,567
	Add: Accounting Depreciation	40,220,766	41,421,490
	Less: Tax Depreciation	(112,726,615)	(110,981,641)
	<b>Taxable Profit/(Loss)</b>	<b>(17,322,736)</b>	<b>(17,883,584)</b>
	<b>Tax @ 30.00%</b>	<b>(5,196,821)</b>	<b>(5,812,165)</b>
b)	Gross Receipt as per Turnover/Sales	549,609,404	549,040,801
	Add: Other Income	776,987	1,240,069
	<b>Total Gross Receipt</b>	<b>550,386,391</b>	<b>550,280,870</b>
	Tax @ 0.6% on Tk. 550,386,391	3,302,318	3,301,685
	<b>So, Current Tax is above a) or b) whichever is higher i.e.</b>	<b>3,302,318</b>	<b>3,301,685</b>
<b>27.00</b>	<b>Earning Per Share (EPS): Tk. 0.58</b>		
	The computation of EPS is given below:		
	Earning attributable to the Shareholders (net profit after tax)	38,784,298	40,421,019
	Number of Shares	66,500,000	66,500,000
	<b>Earnings Per Share (EPS) (Per value Tk. 10) (Adjusted)</b>	<b>0.58</b>	<b>0.61</b>
	During the year EPS slightly reduce from the last year because of increase in the COGS and operating expenses made the year review.		
<b>28.00</b>	<b>Net Asset Value (NAV) Per Share (EPS): Tk. 14.81</b>		
	The computation of NAV is given below:		
	Net Assets	985,022,208	946,237,910
	Number of Shares	66,500,000	66,500,000
	<b>Net Asset Value (NAV) Per Share (Adjusted)</b>	<b>14.81</b>	<b>14.23</b>
<b>29.00</b>	<b>Net Operating Cash Flows Per Share (NOCFPS): Tk. 0.47</b>		
	The computation of NOCFPS is given below:		
	Net Cash Generated from Operating Activities	31,489,192	59,486,771
	Number of Shares	66,500,000	66,500,000
	<b>Net Operating Cash Flows Per Share (NOCFPS) (Adjusted)</b>	<b>0.47</b>	<b>0.89</b>



**30.00 Related Party Transactions:**

The company has related party transactions as per IAS-24 "Related Party Disclosures".

**Related party transactions are as follows:**

Name of the Related Party	Purpose	Paid during the year	Adjustment during the year	Opening Balance	Closing Balance
BD Thai Aluminium Ltd.	Supply of promotional items	-	-	19,128,082	19,128,082

**31.00 Attendance Status of Board Meeting of Directors**

During the year ended 30 June 2021 there were four Board Meetings were held. The attendance status of all the meetings is as follows:

Name of the Directors	Designation	Meeting held	Attendance	Fees (BDT)
Mrs. Rubina Hamid	Chairman	04	04	30,000
Mr. Dr. Kazi Aktar Hamid	Director	04	04	30,000
Mr. Rahat Maleque	Director	04	04	30,000
Mr. Ryan Hamid	Director	04	04	30,000
Mr. Md. Joydal Abedin, FCA	Nominee Of Bangladesh Thai Aluminium Limited	04	04	30,000
Mr. Md. Rabiul Alam, ACS	Nominee Of Sunlife Insurance Company Limited	04	04	30,000
Mr. Muhammad Mohiuddin	Independent Director	01	01	7,500
Mr. Benjir Ahmed	Independent Director	02	02	15,000
Advocate Abdus Salam	Independent Director	04	04	30,000
<b>Total</b>				<b>232,500</b>

**32.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:**

**A. Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3:**

Employee position of the company as at 30 June, 2021:

Salary (Monthly)	Officer & Staff		Worker	Total Employees
	Factory	Head Office		
Below Tk. 5,000/-	-	-	-	-
Above Tk. 5,000/-	121	106	85	312
<b>For the year ended 30-06-2021</b>	<b>121</b>	<b>106</b>	<b>85</b>	<b>312</b>
<b>For the year ended 30-06-2020</b>	<b>129</b>	<b>162</b>	<b>85</b>	<b>376</b>



**B. Disclosure as per requirement of Schedule XI, Part II, Para 4:**

Name of Directors	Designation	Total Remuneration for the Year 2020-21	Total Remuneration for the Year 2019-20
Mrs. Rubina Hamid	Chairman	1,800,000	1,200,000
Mr. Rahat Maleque	Director	600,000	400,000
Mr. Ryan Hamid	Director	900,000	600,000
<b>Total</b>		<b>3,300,000</b>	<b>2,200,000</b>

**C. Disclosure as per requirement of Schedule XI, Part II, Para 7:**

Details of production capacity utilization:

Item	Unit	Production Capacity	Actual Production	Capacity Utilization
Juice and Drinks	Pcs	36,864,000	214,126	0.58%
Mineral Water	Pcs	11,059,200	-	0.00%
Soft Drinks	Pcs	44,236,800	225,092	0.51%
Confectionery	Pcs	85,616,801	20,201,154	23.59%
Bakery and others	Pcs	17,268,618	9,814,331	56.83%

**D. Disclosure as per requirement of Schedule XI, Part II, Para 8:**

Raw materials, spare parts, packing materials and capital machinery:

Items	Total Purchase (BDT)	Consumption (BDT)	% of Consumption Of Total Purchase
Raw materials	203,536,342	243,651,300	82.41%
Spare parts	3,346,340	8,473,745	2.87%
Packing materials	88,766,597	77,932,580	26.36%
<b>Total</b>	<b>295,649,279</b>	<b>330,057,625</b>	

**E. Value of export:**

Particulars	In foreign currencies (US\$)	In BDT
Export	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

i) The company has not been incurred any expenditure in foreign currencies for the period from 01 July, 2020 to 30 June, 2021 on account of royalty, know-how, professional fees, consultancy fees and interest;

ii) The company has not been earned any foreign exchanges for royalty, know-how, professional fees, consultancy fees and interest;

**33.00 Events after Reporting Period:**

There is no other significant event that has been occurred between the Financial Position date and the date when the Financial Statements were authorised for issue by the Board of Directors.

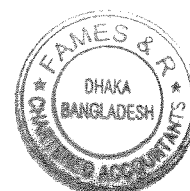
  
Chairman

  
Managing Director

  
Chief Financial Officer

  
Company Secretary

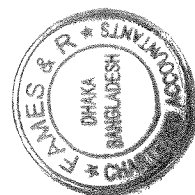
Dated: November 10, 2021  
Place : Dhaka



**BD THAI FOOD & BEVERAGE LIMITED**  
**SCHEDULE OF PROPERTY, PLANT & EQUIPMENTS**  
AS AT 30 JUNE 2021

Cost Portion					Annexure: A	
Particulars	Cost		Balance as at 30 June 2021	Depreciation		Written down value as at 30 June 2021
	Balance as at 01 July 2020	Addition during the year		Rate %	Balance as at 01 July 2020	
Land & Land Development	245,686,183	12,576,895	258,263,078	-	-	258,263,078
<b>Factory:</b>						
Factory Building & Civil Work	98,433,660	1,256,800	99,690,460	2.5	2,257,260	89,185,239
Building & Other Civil Work	226,890,112	3,568,975	230,459,087	2.5	5,084,666	201,573,567
Plant & Machinery	566,432,331	4,560,525	570,992,856	5	21,510,568	412,881,272
Office Decoration	18,436,003	-	18,436,003	20	1,955,710	7,822,842
Office Equipment & Fitting	34,035,937	125,600	34,161,537	20	2,170,562	19,650,186
Solar System	3,810,413	-	3,810,413	10	281,505	2,533,545
Tools & Accessories	7,160,527	375,860	7,536,387	10	601,729	5,760,103
Laboratory Test Equipment	11,537,430	125,600	11,663,030	10	831,457	7,598,243
<b>Head Office:</b>						
Furniture & Fixture	8,899,235	568,900	9,468,135	10	603,974	5,957,252
Office Decoration	25,765,653	-	25,765,653	20	2,217,684	8,870,735
Office Equipment	5,809,925	365,800	6,175,725	20	522,708	2,426,146
Motor Vehicle	28,412,002	-	28,412,002	20	2,182,943	8,731,772
<b>As at 30-06-2021</b>	<b>1,281,309,411</b>	<b>23,524,955</b>	<b>1,304,834,366</b>		<b>40,220,766</b>	<b>1,031,253,980</b>
<b>As at 30-06-2020</b>	<b>1,236,763,635</b>	<b>44,545,776</b>	<b>1,281,309,411</b>		<b>41,421,490</b>	<b>1,047,949,791</b>

Revaluation Surplus Portion							
Particulars	Cost		Depreciation			Written down value as at 30 June 2021	
	Balance as at 01 July 2020	Addition during the year	Balance as at 30 June 2021	Rate %	Balance as at 01 July 2020		Charged during the year
Land & Land Development	96,360,136	-	96,360,136	-	-	-	96,360,136
As at 30-06-2021	96,360,136	-	96,360,136	-	-	-	96,360,136
As at 30-06-2020	96,360,136	-	96,360,136	-	-	-	96,360,136
Grand Total	1,377,669,547	23,524,955	1,401,194,502		233,359,620	40,220,766	1,127,614,116
As at 30-06-2020	1,333,123,771	44,545,776	1,377,669,547	-	191,938,130	41,421,490	1,144,309,927
Allocation of Depreciation:							
	2020-2021		2019-2020				
	Taka		Taka				
Manufacturing Overhead	34,693,457		34,934,059				
Administrative Overhead	5,527,309		6,487,431				
Total	40,220,766		41,421,490				



**BD THAI FOOD & BEVERAGE LIMITED**  
**SUMMARY OF INVENTORY SCHEDULE**  
FOR THE YEAR ENDED 30 JUNE 2021

[Annexure: B]

**Raw Materials**

Particulars	Opening Balance	Received	Issued	Closing Balance
Local materials ( Beverage )	31,806,490	806,790	1,265,800	31,347,480
Imported Materials ( Beverage )	59,988,645	-	657,500	59,331,145
Confectionary items ( Local - Bakery, Atta, Moyda, Soji & Others )	91,733,652	202,729,552	241,728,000	52,735,204
<b>Total</b>	<b>183,528,787</b>	<b>203,536,342</b>	<b>243,651,300</b>	<b>143,413,829</b>

**Packaging Materials**

Particulars	Opening Balance	Received	Issued	Closing Balance
Beverage items	42,295,093	1,882,502	2,035,780	42,141,816
Confectionary items ( Local - Bakery, Atta, Moyda, Soji & Others )	77,054,644	86,884,095	75,896,800	88,041,939
<b>Total</b>	<b>119,349,737</b>	<b>88,766,597</b>	<b>77,932,580</b>	<b>130,183,755</b>

**Spare Parts**

Particulars	Opening Balance	Received	Issued	Closing Balance
Local (Civil Item)	9,553,201	122,560	2,568,900	7,106,861
Electrical Item	9,667,927	157,980	1,245,890	8,580,017
Mechanical Item	38,739,375	3,065,800	4,512,525	37,292,650
Imported Spare Parts For IMM/BMM	21,841,590	-	20,680	21,820,910
Imported Spare Parts For Mechanical	2,340,814	-	125,750	2,215,064
<b>Total</b>	<b>82,142,907</b>	<b>3,346,340</b>	<b>8,473,745</b>	<b>77,015,502</b>

**Working in Process**

Particulars	Opening Balance	Closing Balance
Beverage & Confectionary items	81,658,900	75,065,730
<b>Total</b>	<b>81,658,900</b>	<b>75,065,730</b>

**Finished Goods**

Particulars	Opening Balance	Closing Balance
Beverage & Confectionary items	69,569,850	69,512,358
<b>Total</b>	<b>69,569,850</b>	<b>69,512,358</b>

