### Annual Report 2010-2011



Northern Jute Manufacturing Co. Ltd.

### CONTENTS

Board of Directors, Bankers & Auditors	3
Notice of the Meeting	5
Directors' Report	6-7
Auditors' Report	8-9
Balance Sheet	. 10
Profit and Loss Accounts	-11
Cash Flow Statement	12
Statement of Changes of Equity	. 13
Notes to the Accounts	14-17,19-29
Schedule of Fixed Assets	18
Proxy Form	31

Board of Directors

Chairman

Mr. A.Ahmed Yusuf

Directors

Mr. Ashfaque Ahmed Mr. Asif Ashraf Mr. A.K.M. Nazrul Islam

Managing Director

Mr. M. Mahmood

### Auditors

Kazi Zahir Khan & Co. Chartered Accountants 67/4, Kakrail (Pioneer Road) Dhaka-1000

> Banker Janata Bank Limited

Registered Office
Jatiya Scout Bhaban (9<sup>th</sup> Floor)
70/1, Purana Paltan Line,
Kakrail, Dhaka-1000
Bangladesh

### NORTHERN JUTE MANUFACTURING COMPANY LIMITED

### Notice of the Thirty First Annual General Meeting

NOTICE is hereby given that the Thirty First Annual General Meeting of Messrs Northern Jute Manufacturing Company Limited will be held on Wednesday the 28<sup>th</sup> December 2011 at 12.30 P.M. in the Conference Room of the Factory Premises, BSCIC Industrial Estate, Kumargara, Kushtia to transact the following business:

### AGENDA

- (01) To receive and adopt the Audited Accounts for the year ended 30<sup>th</sup> June 2011 together with the Directors and Auditors Reports thereon.
- (02) To Elect Directors
- (03) To appoint Auditors for the year 2011-2012 and fix their remuneration.

By Order of the Board

Sd/-( M. Mahmood) Managing Director

Dated, Dhaka The 31<sup>st</sup> October 2011

### Note:

- (a) A member entitled to attend and vote at the above meeting may appoint a proxy to attend on his/her behalf but such proxy must be a member of the company.
- (b) The instrument appointing a proxy shall be deposited at the registered office of the Company not less than 48 (forty eight) hours before the time of holding the meeting.
- (c) The Share Transfer Books of the Company will remain closed on 8<sup>th</sup> December 2011.
- (d) A member having any queries on the related Accounts and Report should send the same in writing to the registered office at least 7(seven) days before the meeting.

### **DIRECTORS REPORT**

### FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2011

Dear Respected Shareholders, Northern Jute Manufacturing Company Limited

### Ladies and Gentlemen,

It is a pleasure for me to welcome you to the 31<sup>ST</sup> Annual General Meeting and to present on behalf of the Board of Directors, the 31<sup>St</sup> Annual Report together with Balance Sheet as at 30<sup>th</sup> June 2011 and Manufacturing Trading and Profit and Loss Account for the year ended on that date along with Auditors Report thereon.

### **OPERATIONS:**

Your Directors are to report that the company produced only 319.465 M Tons of jute yarn and twine during the year 2010-2011 as against 1280.283 M tons in the year 2009-2010. The quantum of production during the year under review was absolutely very low.

The reason for producing less quantity during the year under review compared to the production of last year is due to the fact that the company could not purchase required quantum of raw jute for shortage of huge working capital and run the mill in its full capacity:

The company exported / sold 349.342 M Tons jute yarn and twine only as compared to 1315.100 M tons in the last year and earned foreign exchange equivalent to Tk.270.23 lacs (gross) as against Tk.805.28 lacs of the previous year. The amount of Tk.270.23 lacs is inclusive of 10% external marketing assistance of Tk:16.30 lacs provided by the Government on the FOB value of goods exported.

### **WORKING RESULTS:**

Your Directors with great regret to report that the company incurred loss of Tk.139.22 lacs during the year under review as against the loss of Tk.97.17 lacs only in the last year.

### JUTE YARN AND TWINE MARKET:

The jute yarn and twine market was very steady during the year 2010-2011. The demand for jute yarn and twine during the year under review was also high for high quality yarn CRM/CRT/CRX. The mill could not confirm booking orders from foreign buyers due to shortage of working capital and as such the company incurred financial loss. The international market for jute yarn and twine was satisfactory.

### RETIREMENT OF DIRECTORS:

Pursuant to Article 125 of the Articles of Association of the Company Mr. A. Ahmed Yusuf and Mr. A.K.M. Nazrul Islam retire by rotation and being eligible themselves for re-election under Article 127 of the Articles of Association.

### APPOINTMENT OF AUDITORS:

Messrs. Kazi Zahir Khan & Company chartered accountants retire in this meeting as auditors of the company. An Audit Company will have to be appointed for the year 2011-2012.

### COMPLIANCE WITH THE CONDITION OF THE SECURITIES & EXCHANGE COMMISSION'S NOTIFICATION NO.SEC/CMRRCD/2006-158/ADMIN/02/08 DATED FEBRUARY 20, 2006 REGARDING CORPORATE GOVERNANCE GUIDELINES.

Your Directors are happy to report that they have complied with the conditions stipulated by the Securities & Exchange Commission regarding Corporate Governance Guidelines. Your Directors also happy to let the shareholders know that demat of shares of Northern Jute Mfg. Co. Ltd. as per directive of the Securities & Exchange Commission is in progress.

### THE DIRECTORS REPORT TO THE SHAREHOLDERS:

### i) LOW PRODUCTIVITY AND LOSS

You must have gone through the qualified opinion and observations of the auditors on the financial statements of the company regarding low production and loss. The main reasons for low productivity and loss are that the mill could not be operated in full capacity due to shortage of working capital. If we could run the mill in full capacity then the result would have been different.

### ii) REMEDIAL MEASURTE:

The Directors of the company would inform that they have made all out efforts to improve the performance of the mill but unfortunately it did not work due to shortage of working capital.

The Board of Directors in its meeting held on different date discussed the matter in details and are convinced that additional fund to the tune of Tk:700.00 lacs will have to be injected in the company either as loan or taking financier partners. If sufficient working capital can be injected the board do not find any reason why the company cannot make profit.

### **APPRECIATION:**

The Directors takes this opportunity of expressing their thanks and heartfelt gratitude to the Government for their valuable assistance, guidance and co-operation extended to the company from time to time.

Your Directors are also thankful to Janata Bank Limited for extending Cash Credit Facilities to the Company and renewal of the same for the year 2010-2011.

### **CONCLUSION:**

Your Directors also wish to place on record their appreciation of the services rendered by the officers, staff and workers of the company with loyalty and devotion to duty and they look forward to their continued efforts to achieve greater success of the company in the future.

Sd/-A. AHMED YUSUF <u>CHAIRMAN</u>

### NORTHERN JUTE MANUFACTURING COMPANY LIMITED

### AUDITORS REPORT TO THE SHAREHOLDERS

We have audited the accompanying financial statements of **NORTHERN JUTE MANUFACTURING COMPANY LIMITED** which comprise the Balance Sheet as at 30<sup>th</sup> June, 2011 and Profit & Loss Account, Statement of Changes in Equity and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

### MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS:

Management is responsible for the preparation and fair presentation of these financial statement accordance with Bangladesh Financial Reporting standards, and for such internal control as management determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

### AUDITOR'S RESPONSIBILITY:

Our responsibility is to express an independent opinion on these financial statements based on our audit.

### **BASIS OF OPINION:**

We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain responsible assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors judgment, including the assessment of the risks of materials misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting polices used and the

reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and provided a basis for our audit opinion.

### **OPINION:**

In our opinion, the financial statement present fairly, in all material aspects, give a true and fair view of the financial position of the company as of 30<sup>th</sup> June, 2011 and its financial performance and its cash flows for the year ended in accordance with Bangladesh Financial Reporting Standards and comply with companies Act, 1994, the Securities & exchange rules 1987 and other applicable laws and regulations.

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 as required by law have been kept by the company so as it appeared from our examination of those books;
- (c) The company's Balance Sheet, Profit & Loss Account and its Cash Flows Statement dealt with by this report are in agreement with the books of accounts; and
- (d) The expenditure was incurred for the purpose of the company's business.

SD/-

Dhaka, November 3, 2011

Kazi Zahir Khan & Co. Chartered Accountants

### Balance Sheet As at 30-06-2011

A.	Non Current Assets:	Notes	30/06/2011	30/06/2010
	Net Tangible Fixed Assets (At cost less			
	Accumulated Depreciation)	4	89,862,174	92,891,185
	Preliminary Expenses	5	198,974	198,974
	Deferred Revenue Expenses	6	1,470,000	1,470,000
			91,531,148	94,560,159
	Total Non-Current Assets (A)			
В.	Current Assets:			
	Inventories	7	56,798,172	52,673,193
	Advanced Deposit & Prepayment	8	3,810,139	3,770,732
	External Marketing Assistance Receivable	9	1,279,683	2,469,640
	Cash & Cash Equivalents	10	85,796	338,895
	Total Current Assets (B)		61,973,790	59,252,460
C.	Current Liabilities and Provision:			
	Loan (Secured)	11	69,094,084	66,856,115
	Liabilities For Goods Supplies	. 12	34,896,500	30,326,734
	Liabilities For Other Expenses	13	11,741,745	9,986,938
	Liabilities For Other Finance	14	717,777	309,824
	Short Term Loan	15	11,947,798	4,650,000
	<b>Total Current Liabilities</b>		128,397,904	112,129,611
D.	Net Current Assets(D=B-C)		(66,424,114)	(52,877,151)
E.	Net Assets: (E=A-D)		25,107,034	41,683,008
F.	Financed By:		-	
	Shareholders Equity			
	Share Capital	16	17,000,000	17,000,000
	Tax Holiday Reserve		638,498	638,498
	Revaluation Reserve	17	61,554,407	63,002,118
	Retained Earning- As Per Profit & Loss Account	27	(64,573,284)	(52,766,125)
	Total Shareholders Equity		14,619,621	27,874,491
	Long Term Loan	18	6,834,128	10,155,232
	Deferred Liabilities	19	1,559,639	1,559,639
	Deferred Tax Liabilities		2,093,646	2,093,646
	<b>Total Non-Current Liabilities</b>		10,487,413	13,808,517
	Total Capital And Liabilities		25,107,034	41,683,008
	Net Asset Value (NAV)		8.60	16.40

. The annexed notes and Schedules are integrated part of this Balance Sheet.

SD/- SD/- SD/
Chairman Managing Director KAZI ZAHIR KHAN & CO.

NJMCL NJMCL CHARTERED ACCOUNTANTS

### Profit & Loss Account For the year ended June 30, 2011

	[		Amount	in Taka
Particulars	l	Notes	30/06/2011	30/06/2010
100 2000 40		20 [	27,022,746	80,527,806
Revenue (Turnover)		20		55240944414654446555
Cost of Goods Sold		21	25,891,366	73,059,419
A. GROSS PROFIT/(LOSS)			1,131,380	7,468,387
B. Operating Expenses				1 (00 100
Administrative Overhead		22	4,670,126	4,680,128
Selling Overhead		23	1,867,904	4,626,894
Financial Overhead		24	8,723,232	8,216,510
Auditors Remuneration		25	25,000	25,000
TOTAL			15,286,262	17,548,532
C.Operating Profit/ (Loss) (A-B)			(14,154,882)	(10,080,145)
Other Income		26	233,012	362,976
Net profit / (Loss) before provision			(13,921,870)	(9,717,169)
D. Less Provision:				
Contribution to WPPF.			-	-
Income Tax			12	1 4
TOTAL			S#1	-
E. Net Profit / (Loss) After Provision			(13,921,870)	(9,717,169)
Profit/(Loss) Brought forward			(52,766,125)	(44,318,995)
Previous Year Adjustment			667,000.00	(141,817)
Adjustment of revaluation Reserve				
against Depreciation			1,447,711	1411856
Profit / (Loss) carried forward		27	(64,573,284)	(52,766,125)
Earning per share(EPS)			(8.19)	(5.72)
an/	SD/-		ç	D/-
SD/-				
Chairman	Managing Director	Г	KAZIZA	HIR KHAN & CO.

NJMCL

NJMCL

CHARTERED ACCOUNTANTS

### Cash Flow Statement For the year ended June 30 2011

Particulars	Figure I	n taka
	30/06/2011	30/06/2010
A. Cash flow from operating Activities:		
Collection from Turnover & Others	28,445,715.00	82,353,000.00
Payment to Suppliers & Employees	(34,850,377.00)	(84,087,000.00
Net Cash Used by Operating Activities:	(6,404,662.00)	(1,734,000.00
B. Cash Flow from Investing Activities:	æ	
Disposal of Fixed Assets		
Acquisition of Fixed Assets	(63,100.00)	(30,000.00
Net Cash Used by Investing Activities:	(63,100.00)	(30,000.0
C. Cash Flow from Financing Activities:		
Long Term Loan Received / (Repaid)	(3,321,104.00)	(3,326,000.00
Secured Loan Received / (Repaid)	2,237,969.00	3,600,000.00
Sort Term Loan Received / (Repaid)	7,297,798.00	149,895.00
Net Cash Provided by Financing Activities:	6,214,663.00	423,895.0
D. Net Cash Flow (A+B+C)	(253,099.00)	(1,340,105.00
E. Opening Cash and Cash Equivalents	338,895.00	1,679,000.00
F. Closing Cash and Cash Equivatents (D + E)	85,796.00	338,895.00
Net Operating Cash Flow Per Share	(3.77)	(1.02

SD/-Chairman NJMCL SD/-Managing Director NJMCL SD/-KAZI ZAHIR KHAN & CO. CHARTERED ACCOUNTANTS

Statement of Changes in Equity For the year ended 30-06-2011

Figure in taka

			P. Links	Dotoingd Farning	Total
DADTICIII ABS	Share Capital	Revaluation Reserve	lax Hollday Reserve	Retailled Falling	1000
	Amount in Taka	Amount in Taka	Amount in Taka	Amount in Taka	Amount in Taka
	AIIIOMIL III I ava				
0700	47 000 000	- 1	638.498	(52,766,125)	(35,127,627)
Balance as on U1-U/-ZU10	000,000,71			1070 600 687	/12 Q21 R70\
a di di a	1			(13,921,670)	(10,04,01)
Net profit after provision				2 114 711	2 114 711
Description your Adinetment				7,11,1	
Previous year Aujustilient		E4 EEA A07		1	61,554,407
Revaluation Reserve	1	104,400,10			
		1000	007 000	IEA 573 2841	14.619.621
Dalaman an an an an an and	17,000,000	61,554,407	020,430	(104,010,40)	
Balance as On SO-00-2011	2000111				

Northern Jute Manufacturing Company Limited Statement of Changes in Equity For the year ended 30-06-2010

			Tour Unlight Docomo	Retained Farning	Total
DARTICIII ARS	Share Capital	Revaluation Reserve	lax nollday neselve	Company of the control of the contro	
	Amount in Taka	Amount in Taka	Amount in Taka	Amount in Taka	Amount in Taka
	THORNE HAVE				
					1000000
0000	47 000 000		638,498	(44,318,995)	(26,680,497)
Balance as on 01-07-2009	000,000,7			102474601	(0 717 169)
A Charles and A Little A Little And A Little		i		(8,717,109)	(001,11,10)
Net profit after provision				4 270 030	1 270 039
to contact the contact of the contac	,			650,077,	200,012,1
Previous year Adjustment					R3 002 118
Dovolustion Recente		63,002,118	L	-	00,00
Nevaluation Neserve					
				THE POST OF	77 074 404
Delance ac on 20 06, 2040	17.000.000	63,002,118	638,498	(52,766,125)	104,410,12
Dalailce as Oil 30-00-2010					

SD/-Chairman NJMCL

Managing Director

SD/-KAZI ZAHIR KHAN & CO. CHARTERED ACCOUNTANTS

### NORTHERN JUTE MANUFACTURING COMPANY LIMITED

### NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED JUNE 30, 2011 FORMING INTEGRAL PART OF THE ACCOUNT

### 1 ACCOUNTING POLICIES AND RELEVANT INFORMATION:

### **LEGAL FORM OF THE COMPANY:**

NORTHERN JUTE MFG.CO.LTD. Was incorporated under the company Act. 1913 as a public Company Limited by share on September 17, 1980 and it's shares are listed in the Dhaka stock Exchange Limited in Bangladesh.

### ADDRESS OF REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS:

The address of the registered office and principal place of the business is 70/1, purana paltan Line, kakrial, jatiya Scout Bhaban (9<sup>th</sup> Floor), Dhaka and the manufacturing place is located at BSCIC Industrial Estate, Kumargara, Kushtia.

### **NATURE OF BUSINESS ACTIVITIES:**

The company is 100% export oriented Jute Yarn/ twine and sell them in the foreign market.

### 2 ACCOUNTING POLICIES:

### a Basis of accounting:

The accounts have been prepared on a going concept convention under Generally Accepted Accounting Principles (GAAP) and on accrual basis.

### b Recognition of Fixed Assets & Depreciation:

Fixed Assets are stated at their cost less accumulated depreciation in accordance with IAS 16 "property plant and equipment". Cost represents cost of acquisition of construction and revaluation. Revaluation represents revalued price of fixed assets, cost price less accumulated deprecation to the value of the assets at the date of balance sheet IAS 16 (30). Depreciation on all other property, plant, and equipments are computed using the reducing balance method in amounts sufficient to write off depreciable assets over their estimated useful economic lives. Six month deprecation is charged on Unit -2 Expenditure for maintenance and repairs are expended, major replacement, renewals and betterment are capitalized. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation and any gain or loss on such is reflected in operations for the year.

### The annual depreciation rates applicable to the principal categories are:

Building	5%
Plant & Machinery	10%
Office equipment	15%
Vehicles	20%
Electric Installation	15%
Furniture & Fixture	15%
Sundry assets	15%

### c Inventories:

Inventories comprise Raw Materials, Packing Materials, Work in Process, Finished Goods and Stock of Stationery and Spares and Accessories. They are stared at the lower of cost and net realizable value in accordance with IAS -2 "Inventories". The cost of inventories is assigned by using Weighted Average Cost formula. Cost of finished goods include 100% materials plus proportionate conversion cost. Cost of work in progress include 100% materials cost plus 50% of conversion cost as per previous practice.

### d cash and cash Equivalent:

According to IAS 7 "cash flow Statement cash" comprises of cash in hand and demand deposits. IAS 1 "presentation of financial Statement" 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.

### **Creditors and Accruals:**

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

### f. Taxation:

The company is a publicly traded company as per the Income Tax Ordinance. The company does not make any payment of tax and create any provision for tax during the year in financial statement, as it has no business income (company) incurred loss during the year.

### . Deferred Tax:

h.

Provision for deferred tax liabilities has been made up to 2005-06. we note that no provision has been made for deferred tax liabilities from 2006-07 to 2010-11.

### Cash flow Statement:

Cash flow statement is prepared principally in accordance with IAS 7 "Cash Flow Statement" and in the cash flow the operating activities have been presented under direct method as prescribed by the Security and Exchange Rule 1987.

### i. Foreign Currency Translation:

Translations in foreign currencies are converted into Bangladesh Taka at the exchange rate prevailing on the date of transaction in accordance with provision of IAS 21 "the effect of changes in foreign currency rate"

### . Revenue Recognition:

The company recognized revenue when risk of ownership has been transferred to the buyer, which satisfied all the condition for the revenue recognition as provided in IAS 18 "Revenue Recognition".

### Earning Per Share (EPS):

The company calculates Earning per Share (EPS) in accordance with IAS-33 "Earnings Par Share" which has been shown on the face of profit and loss account and the computation of EPS is stated in Accounts.

### l. Basic Earnings:

This represents earning for the year attributable to ordinary share holders. As there was no preference dividend minority interest on extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary share holders.

### m. Basic Earnings Per Share:

This has been calculated by dividing the basic earnings by the number of ordinary shares i the company.

### n. <u>Diluted Earnings Per Share:</u>

No diluted Earnings per Share (EPS) is required to be calculated for the year as there was no scope for dilution during the year under review.

### 3. <u>ADDITIONAL INFORMATION ON FINANCIAL STATEMENTS:</u>

### a. Responsibility For Preparation And Presentation of Financial Statements:

The Board of Directors is responsible for preparation and presentation of Financial Statements under section 183 of the Company Act. 1994 and as per the provision of "The Framework for The Preparation and Presentation of Financial Statements" issued by the International Accounting Standards Committee (IASC).

### b. Component of Financial Statements:

According to International Accounting Standard (IAS) "Presentation of Financial Statements" the complete set of Financial Statement includes the following component:

Balance Sheet as at June 30, 2011.

Income Statements (Profit and Loss Account) for the year ended June 30, 2011.

Cash Flow Statement for the year ended June 30, 2011.

Statements of Changes of Equity.

Accounting Policies and Explanatory Notes.

### c. Risk and Uncertainties For Use Estimates in Preparation of Financial Statements:

The preparation of Financial Statements in conformity with the International Accounting Standards (ISA) requires management to make estimates and assumption that affect the reported amounts of Assets and Liabilities and disclose of contingent assets and liabilities at the date of the affect Financial Statements and revenue and expenses during the period reported. Actual result could differ from those estimates. Estimates are used for accounting of certain items such as long.

d. Compliance With Local Laws:

The Financial Statements have been prepared in compliance with requirements of the Companies Act. 1994, the Securities and exchange Rules 1987 and other relevant local laws and rules.

- e. <u>Compliance With International Accounting Standards (IAS)</u>: The Financial Statements have been prepared in compliance with requirements of IAS's adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.
- f. Reporting Period:
  Financial Statements of the company cover one calendar year from 1<sup>st</sup> July, 2010 to 30<sup>th</sup>
  June, 2011.
- g. Reporting Currency and Level of Precision:
  The Figures in the Financial Statements represents Bangladesh Currency (Taka) which have been rounded off to the nearest Taka except where indicates other wise.
- h. Comparative Information:

  Comparative Information have been disclosed in respect of the year 2010 for all numerical information in the Financial Statements and also the narrative and descriptive information when it is relevant for understanding of the current period Financial Statements.

  Figure of the year 2011 have been re-arranged whenever considered necessary to ensure comparatively with the current period.
- i. <u>Subsequence Event Disclosure Under IAS 10 "Event After Balance Sheet Date":</u>
  There is no non-adjusting Balance Sheet of such importance, non-disclosure of which would affect the availability to the user of the Financial Statements to make proper evaluation and decision.
- j. <u>Transaction With Related Parties:</u>

  The company has carried on transaction with related parties in the normal course of Business.

## Schedule of Fixed Assets as on 30-06-2011

4.00 Fixed Assets: 89,862,174.00

Schedule-A

		COST	TS				Depre	Depreciation			
Assets Category	As on 1st July 2010	Addition Adjustment during the year year	Addition Adjustment during the year year	As on 30th June 2011	Rate	As on 1st July 2010	Adjustment during the year	Charge during the year	Total	Written down value 30th June 2011	Written down value 30th June 2010
UNIT-1											
Land & Land Development	42,876,240			42,876,240	0%		r ,	r	6	42.876.240	42.876.240
Building	24,888,572	9	X	24,888,572	5%	12,946,400	ac:	597,109	13,543,509	11.345.063	11,942,172
Electric Installation	1,634,661	Ü	(1)	1,634,661	15%	1,565,193	æ	10,420	1,575,613	59,048	69,468
Plant & Machinery	77,476,210	1	ì	77,476,210	10%	64,239,487	κ	1,323,673	65,563,160	11,913,050	13,236,723
Furniture & Fixtures	244,331	10	Ĕ	244,331	15%	228,496	3	2,375	230,871	13,460	15,835
Office Equipment	146,569	63,100	3	209,669	15%	98,837	t	16,625	115,462	94,207	47,732
Vehicle	2,378,135		×	2,378,135	20%	1,395,922	100	196,443	1,592,365	785,770	982,213
Sundry Assets	345,329	ı	1000	345,329	15%	315,027	1	4,545	319,572	25,757	30,302
Total Unit - 1 Taka =	149,990,047	63,100		150,053,147	,	80,789,362		2,151,190	82,940,552	67,112,595	69,200,685
UNIT - 2											
Building	13,639,682	Ē	Û	13,639,682	5%	3745385		247,357	3,992,742	9,646,940	9,894,297
Electric installation	484,103	4	×	484,103	15%	333975	£	11,260	345,235	138,868	150,128
Plant & Machinery	29,038,129	ı		29,038,129	10%	15392054		682,304	16,074,358	12,963,771	13,646,075
Total Unit - 2 Taka =	43,161,914			43,161,914	•	19,471,414	,	940,921	20,412,335	22,749,579	23,690,500
Grand Total 1&2 Taka=	193,151,961	63,100		193,215,061	1	100,260,776		3,092,111	103,352,887	89,862,174	92,891,185

50% depreciation charge on Unit-2

Depreciation Charged to Administration Cost = 2992111

Depreciation Charged to Direct Production Cost = 100000

3092111

### 5.00 PRELIMINARY EXPENSES : TAKA 198,974.00

This represents the balance of cost of public issue for the financial year 2010-2011. No amount has been amortized for the year due to loss as per Board resolution, which will be amortized against two years profit in future.

BODEFERRED REVENUE EXPENSES :TAKA 1,470,000.00   Machinery Overhauling   1,150,000.00   320,000.00   320,000.00   320,000.00   320,000.00   320,000.00   320,000.00   320,000.00   1,470,000.00   2,300.00   1,470,000			Amount i	n Taka
Machinery Overhaulling     1,150,000.00     320,000.00       Gratuity     320,000.00     320,000.00       TOTAL TAKA     1,470,000.00     1,470,000.00       7.00     INVENTORIES: Taka 56,798,172.33     Inventories (Stock & Stores) Comprises the following balances:     32,100.00     25,306.00       A. Direct Materials:     21,088,378.63     27,606.00     25,306.00       Jute Batching Oil     27,506.00     11,840.00       Lissapol     21,123,550.63     18,349,463.00       B. Consumable stores:     5,849,325.83     5,904,613.00       Machinery Spares     5,849,325.83     5,904,613.00       Electric Goods     224,356.90     223,961.00       Loose tools     11,845.54     13,223.00       Oil & Lubricant     15,271.56     28,083.00       Printing & Stationery     41,417.45     46,215.00       Construction Materials Sundry Stores     31,617.41     38,769.00       Sub - Total     6,185,162.56     6,272,318.00       C. Packing Materials:     25,139.00     22,500.00       Hessian Cloth     45,577.25     46,677.00       Polythene     25,139.00     22,500.00       Corrugated paper     1,902.43     1,902.04       Binding clip     325.00     325.00       Sub - Total     108,104.80			30/06/2011	30/06/2010
Machinery Overhaulling     1,150,000.00     320,000.00       Gratuity     320,000.00     320,000.00       TOTAL TAKA     1,470,000.00     1,470,000.00       7.00     INVENTORIES: Taka 56,798,172.33     Inventories (Stock & Stores) Comprises the following balances:     32,100.00     25,306.00       A. Direct Materials:     21,088,378.63     27,606.00     25,306.00       Jute Batching Oil     27,506.00     11,840.00       Lissapol     21,123,550.63     18,349,463.00       B. Consumable stores:     5,849,325.83     5,904,613.00       Machinery Spares     5,849,325.83     5,904,613.00       Electric Goods     224,356.90     223,961.00       Loose tools     11,845.54     13,223.00       Oil & Lubricant     15,271.56     28,083.00       Printing & Stationery     41,417.45     46,215.00       Construction Materials Sundry Stores     31,617.41     38,769.00       Sub - Total     6,185,162.56     6,272,318.00       C. Packing Materials:     25,139.00     22,500.00       Hessian Cloth     45,577.25     46,677.00       Polythene     25,139.00     22,500.00       Corrugated paper     1,902.43     1,902.04       Binding clip     325.00     325.00       Sub - Total     108,104.80	6.00	DEFERRED REVENUE EXPENSES :TAKA 1,470,000.00		
Gratuity   320,000.00   320,000.00   1,470,000.0	10.00		1,150,000.00	1,150,000.00
TOTAL TAKA 1,470,000.00 1,470,0		37 - PAT 12 - PAT 13	320,000.00	320,000.00
Inventories (Stock & Stores) Comprises the following balances:   A. Direct Materials:   Raw Jute			1,470,000.00	1,470,000.00
Inventories (Stock & Stores) Comprises the following balances:   A. Direct Materials:   Raw Jute	7.00	INVENTORIES: Taka 56,798,172.33		
A. Direct Materials: Raw Jute Jute Batching Oil Lissapol Sub - Total B. Consumable stores: Machinery Spares Electric Goods Lose tools Oil & Lubricant Printing & Stationery Construction Materials Sundry Stores Sundry Stores Sub - Total Sub - Total Sub - Total C. Packing Materials: Hessian Cloth Polythene Conical Spool Dyes & Chemical P.P Tape Corrugated paper Corrugated paper Binding clip Sub - Total  D. Work in Process E. Finished Goods Sub - Total  21,123,550.63 223,600.00 11,840.00 25,300.00 11,840.00 223,961.00 223,961.00 223,961.00 13,223.00 223,961.00 14,417.45 46,215.00 28,083.00 41,417.45 46,215.00 38,769.00 38,769.00 38,769.00 22,500.00 45,577.25 46,677.00 25,139.00 22,500.00 46,677.00 25,500.00 11,800.00 325.00 325.00 325.00 325.00 325.00 325.00 325.00 327,96358.00				
Jute Batching Oil         27,606.00         25,306.00           Lissapol         7,566.00         11,840.00           Sub - Total         21,123,550.63         18,349,463.00           B. Consumable stores :         5,849,325.83         5,904,613.00           Machinery Spares         5,849,325.83         5,904,613.00           Electric Goods         224,356.90         223,961.00           Loose tools         11,845.54         13,223.00           Oil & Lubricant         15,271.56         28,083.00           Printing & Stationery         41,417.45         46,215.00           Construction Materials Sundry Stores         31,617.41         38,769.00           Sundry stores         31,617.41         38,769.00           Sub - Total         6,185,162.56         6,272,318.00           C. Packing Materials:         25,139.00         22,500.00           Hessian Cloth         25,139.00         22,500.00           Polythene         25,139.00         22,500.00           Conical Spool         31.19         475.00           Dyes & Chemical         31.19         475.00           P.P Tape         1,902.43         1,902.00           Binding clip         325.00         325.00           Sub				
Lissapol 7,566.00 11,840.00 Sub - Total 21,123,550.63 18,349,463.00 Sub - Total 21,123,550.63 Sub		Raw Jute	21,088,378.63	18,312,317.00
Lissapol Sub - Total B. Consumable stores:  Machinery Spares Electric Goods Loose tools Oil & Lubricant Printing & Stationery Construction Materials Sundry Stores Sub - Total  C. Packing Materials: Hessian Cloth Polythene Conical Spool Dyes & Chemical P.P Tape Corrugated paper Binding clip Corrugated paper Binding clip Sub - Total  D. Work in Process E. Finished Goods Sub - Total  21,123,550.63 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 18,349,463.00 11,845.54 13,223,00 11,822,00 11,822,00 11,827,87 17,454.00 28,083.00 11,327,87 17,454.00 38,769,00 6,185,162,56 6,272,318.00 11,800.00 22,500.00 46,677.00 46,677.00 46,677.00 46,677.00 11,800.00 325.00 325.00 325.00 325.00 325.00 325.00 325.00 23,147,605.00 23,147,605.00 Sub - Total		Jute Batching Oil	27,606.00	25,306.00
Sub - Total     21,123,550.63     18,349,463.00       B. Consumable stores :     5,849,325.83     5,904,613.00       Machinery Spares     5,849,325.83     224,356.90       Electric Goods     11,845.54     13,223.00       Loose tools     11,845.54     13,223.00       Oil & Lubricant     15,271.56     28,083.00       Printing & Stationery     41,417.45     46,215.00       Construction Materials Sundry Stores     31,617.41     38,769.00       Sundry stores     31,617.41     38,769.00       Sub - Total     6,185,162.56     6,272,318.00       C. Packing Materials:     25,139.00     45,577.25     46,677.00       Polythene     45,577.25     46,677.00     46,677.00       Conical Spool     23,329.93     41,375.00       Dyes & Chemical     31.19     475.00       P.P Tape     1,902.43     1,902.00       Corrugated paper     11,800.00     325.00       Sub - Total     108,104.80     125,054.00       D. Work in Process     4,307,917.55     4,778,753.00       E. Finished Goods     23,381,354.34     27,926,358.00       Sub - Total     29,381,354.34     27,926,358.00			7,566.00	11,840.00
Machinery Spares       5,849,325.83       5,904,613.00         Electric Goods       224,356.90       123,961.00         Loose tools       11,845.54       13,223.00         Oil & Lubricant       15,271.56       28,083.00         Printing & Stationery       41,417.45       46,215.00         Construction Materials Sundry Stores       31,617.41       38,769.00         Sundry stores       31,617.41       38,769.00         Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00       46,677.00         Hessian Cloth       25,139.00       46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       1,800.00       325.00         Corrugated paper       11,800.00       325.00         Binding clip       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00		production and production of the production of t	21,123,550.63	18,349,463.00
Electric Goods Loose tools Oil & Lubricant Printing & Stationery Construction Materials Sundry Stores Sundry stores Sub - Total Conical Spool Dyes & Chemical P.P Tape Corrugated paper Corrugated paper Binding clip Sub - Total  D. Work in Process E. Finished Goods Sub - Total  Electric Goods 11,845.54 13,223.00 14,417.45 15,271.56 28,083.00 14,417.45 46,215.00 11,327.87 31,617.41 38,769.00 6,185,162.56 6,272,318.00 22,500.00 45,577.25 46,677.00 45,577.25 46,677.00 11,800.00 11,800.00 11,800.00 11,800.00 11,800.00 11,800.00 11,800.00 23,20.00 25,0073,436.79 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 26,773,438.00 27,926,358.00 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 28,147,605.00 29,381,354.34 27,926,358.00 20,727,318.00 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 28,147,605.00 29,381,354.34 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 27,926,358.00 27,926,358.00 28,147,605.00 29,381,354.34 28,288,200 27,926,358.00 28,147,605.00 28,147,605.00 28,147,605.00 29,381,354.34 28,281,200 28,281,200 28,281,200 28,281,200 28,281,200 28,281,200 28,281,200 28,281,200 28,281,200 28,281,200 28,28		B. Consumable stores :		
Electric Goods		Machinery Spares	5,849,325.83	5,904,613.00
Coll & Lubricant       15,271.56       28,083.00         Printing & Stationery       41,417.45       46,215.00         Construction Materials Sundry Stores       11,327.87       17,454.00         Sundry stores       31,617.41       38,769.00         Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00       22,500.00         Hessian Cloth       45,577.25       46,677.00         Polythene       45,577.25       46,677.00         Conical Spool       23,329.93       41,375.00         Dyes & Chemical       31.19       475.00         P.P Tape       1,902.43       1,902.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,967,358.00			224,356.90	223,961.00
On Each Learner       41,417.45       46,215.00         Printing & Stationery       11,327.87       17,454.00         Construction Materials Sundry Stores       31,617.41       38,769.00         Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00       22,500.00         Hessian Cloth       45,577.25       46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       11,800.00       11,800.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00		Loose tools	11,845.54	13,223.00
Printing & Stationery       41,417.45       46,215.00         Construction Materials Sundry Stores       11,327.87       17,454.00         Sundry stores       31,617.41       38,769.00         Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00       22,500.00         Hessian Cloth       45,577.25       46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       11,800.00       325.00         Corrugated paper       11,800.00       325.00         Binding clip       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00		- TO TO TO THE CONTROL OF THE CONTRO	15,271.56	28,083.00
Construction Materials Sundry Stores       11,327.87 31,617.41       17,454.00 38,769.00         Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00 45,577.25       22,500.00 46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19 475.00       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       11,800.00       325.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       4,307,917.55       4,778,753.00         23,147,605.00       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00			41,417.45	46,215.00
Sundry stores       31,617.41       38,769.00         Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00       22,500.00         Hessian Cloth       45,577.25       46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       11,800.00       11,800.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00			11,327.87	17,454.00
Sub - Total       6,185,162.56       6,272,318.00         C. Packing Materials:       25,139.00       22,500.00         Hessian Cloth       45,577.25       46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       11,800.00       11,800.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       4,307,917.55       4,778,753.00         23,147,605.00       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00			31,617.41	38,769.00
C. Packing Materials:       25,139.00       22,500.00         Hessian Cloth       45,577.25       46,677.00         Polythene       23,329.93       41,375.00         Conical Spool       31.19       475.00         Dyes & Chemical       1,902.43       1,902.00         P.P Tape       11,800.00       11,800.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00			6,185,162.56	6,272,318.00
Hessian Cloth				
Polythene Conical Spool Dyes & Chemical P.P Tape Corrugated paper Binding clip Sub - Total  D. Work in Process E. Finished Goods Sub - Total  46,677.00 23,329.93 41,375.00 475.00 475.00 1,902.43 1,902.00 11,800.00 325.00 325.00 108,104.80 125,054.00  4,778,753.00 23,147,605.00 23,147,605.00 29,381,354.34 27,926,358.00		A resident of the transfer of the residence and the second of the second	25,139.00	22,500.00
Conical Spool       23,329.93       41,375.00         Dyes & Chemical       31.19       475.00         P.P Tape       1,902.43       1,902.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       25,073,436.79         E. Finished Goods       29,381,354.34       27,926,358.00         Sub - Total       29,381,354.34       27,926,358.00			45,577.25	46,677.00
Dyes & Chemical       31.19       475.00         P.P Tape       1,902.43       1,902.00         Corrugated paper       11,800.00       325.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       25,073,436.79         E. Finished Goods       29,381,354.34       27,926,358.00         Sub - Total       29,381,354.34       27,926,358.00			23,329.93	41,375.00
P.P Tape Corrugated paper Binding clip Sub - Total  D. Work in Process E. Finished Goods Sub - Total  1,902.43 1,902.00 11,800.00 325.00 325.00 108,104.80 125,054.00  4,307,917.55 25,073,436.79 23,147,605.00 23,147,605.00 23,147,605.00 29,381,354.34 27,926,358.00			31.19	475.00
Corrugated paper       11,800.00       11,800.00         Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00		5 ( 1	1,902.43	1,902.00
Binding clip       325.00       325.00         Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00		50 SC 30 SC 10 C 20 SC 2	11,800.00	11,800.00
Sub - Total       108,104.80       125,054.00         D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00			325.00	325.00
D. Work in Process       4,307,917.55       4,778,753.00         E. Finished Goods       25,073,436.79       23,147,605.00         Sub - Total       29,381,354.34       27,926,358.00			108,104.80	125,054.00
E. Finished Goods 25,073,436.79 23,147,605.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 27,926,358.00 29,381,354.34 29,381,381,381,381,381,381,381,381,381,381		10 get 1 to 1,000		
Sub - Total 29,381,354.34 27,926,358.00		D. Work in Process	4,307,917.55	A STATE OF THE PARTY OF THE PAR
Sup - Total		E. Finished Goods	25,073,436.79	23,147,605.00
F0 700 470 22 F2 672 402 00		Sub - Total	29,381,354.34	
		GRAND TOTAL	56,798,172.33	52,673,193.00

Inventories have been hypothecated with Janata Bank Local Office, Dhaka against Cash Credit. which is valued by the Management of the Company under Average Cost Method. Inventory is not varified by the audit committee.

### 8.00 ADVANCE, DEPOSIT AND PREPAYMENTS: TAKA 3,810,139.02

No amount was due by the directors, managing agents, managers and other officers of the company and any of them severally or iointly with any other person

	Amount i	n Taka
	30/06/2011	30/06/2010
ADVANCE:		
Advance to workers against wages commission	3,800.00	3,800.00
Advance to Employees	97,521.00	97,521.00
Advance against purchase	1,104.00	492.00
Sub- Total	102,425.00	101,813.00
OTHER ADVANCE:		
Port Authority, Mongla.	10,448.40	10,448.40
Sub- Total	10,448.40	10,448.40
SECURITY DEPOSIT:		
Power development Board	143,250.00	143,250.00
Custom	1,000.00	1,000.00
Telephone	3,000.00	3,000.00
CentralDepository Bangaldesh Ltd.	100,000.00	1 <del>4</del> 2
Sub-Total	247,250.00	147,250.00
PRE-PAYMENTS:		х
Insurance	409,341.63	422,783.00
Income Tax	2,965,587.99	2,864,811.00
VAT	2,086.00	2,086.00
License Fees	73,000.00	37,500.00
Sub- Total	3,450,015.62	3,327,180.00
GRAND TOTAL	3,810,139.02	3,586,691.40

- i) there is no aggregate amount due by Directors, Officers of the Company or by associated companies and controlled firms
- ii) security Deposit are made to Govt.and statutory Authorities and hence considered good.
- iii) Advance to workers against wage commission is regularly being realized through their wages.
- iv) Advance to Employees is not realized this year, it will be realize as soon as possible.

### 9.00 EXTERNAL MARKETING ASSISTANCE RECEIVABLE: TAKA 1,279,683.00

This amount was receivable from the Government of the People's Republic of Bangladesh as subsidy and the amount has been realized subsequently.

### 10.00 CASH AND CASH EQUIVALENTS: TAKA 85,795.84

Closing Balance of Cash & Cash Equivalent

### CASH IN HAND: i) Head Office

ly rieda emice	,0,000.00	00,110.00
ii) Factory office	5,477.53	32,816.00
Sub- Total	20,577.03	66,232.00
CASH AT BANK:		
I) Janata Bank, L/O, Dhaka.current Account # 33011458,	3,333.37	137,621.00
ii) Janata Bank, Corporate Br., Kushtia. Current Account # 210035436,	13,486.44	87,988.00
iii) Janata Bank, Chourhas Br., Kushtia. Current account # 694,	4,060.00	5,560.00
iv) janata Bank L/O, Dhaka.FC. Account # 10,	32,408.00	32,408.00
vi) Agrani Bank, Principal Br., DhakaCurrent Account # 13616-6,	8,280.00	9,086.00
vii) IFIC BankLtd. Motijheel C/A.Current Account# 100-112376-001,	3,651.00	
Sub- Total	65,218.81	272,663.00

15,099.50

85,795.84

33,416.00

338,895.00

### 11.00 LOAN (SECURED) : TAKA 69,094,083.59

Cash Credit Hypothecation Account

69,094,083.59 **69,094,083.59**  66,856,115 **66,856,115** 

Cash Credit loan was secured by hypothecation of Raw materials, work in process, finished goods, stores & also by personal guarantee of all the Directors of the company.

		Amount in	Taka
		30/06/2011	30/06/2010
12.00	LIABILITIES FOR GOODS SUPPLIED : TAKA 34,896,500.07		
12.00	Liabilities for goods consist of following balance:		
	M/S. Kushtia Store	591,177.96	418,867.00
	MR. Rathindra Kumar Sikdar	982,162.38	982,163.00
	Mr. Raghunath Sikder	7,832,502.21	7,832,502.00
	Md. Liakat Ali	1,575,193.75	3.85
	Md. Khaiber Ali	335,842.86	435,843.00
	Mr. Ratan Kumar Sikder	3,295,500.88	3,295,501.00
	M/s. F.K. Corporation	2,800.00	2
	M/s. H.P. Traders	37,400.00	52,400.00
	M/s. Seba Enterprise	8,000.00	-
	M/s. ZIM Traders	27,858.35	27,858.00
	M/s. Khaleque Polythine Stores	21,445.00	21,000.00
	Mr. Bimal Kumar Kunda	9,748,348.66	7,077,672.00
	Mr. Karamat Ali	280,048.03	330,048.00
	M/s. Sea Tax	114,300.00	144,800.00
	Sree Hare Krishna Sarker	302,086.38	352,086.00
	M/s. Peple Mill Store	31,149.00	45,048.00
	M/s. Monowar Enterprise	146,550.00	125,450.00
	M/s. Abdul Baser & Sons	116,400.00	247,200.00
		1,039,535.38	1,139,535.00
	Mr. Sanjay Kumar Sikdar Mr. Premendra Nath Saha	8,335,495.73	7,616,960.00
	그 그리아 전에 그 그래 사이를 살아 보면 하는 사이를 보고 있었다. 그 보고 있다면 그리아	A-40 a-40	19,488.00
	M/s. Noor Engineering Works		13,530.00
	M/S. Bangladesh Spares	72,703.50	148,783.00
	M/S. Adarsha Traders TOTAL TAKA	34,896,500.07	30,326,734.00
13.00	LIABILITIES FOR OTHER EXPENSES : TAKA 11,741,745.49		
	Liabilities for expenses consists of following balances:	6,972,283.00	6,974,783.00
	M/s. Erba Ltd. (Interest free)	6,149.00	6,149.00
	Provision for Income Tax (Employees)	1,592,191.60	975,406.00
	Outstanding Salary	53,982.79	59,701.00
	Outstanding Wages (Direct)	16,099.10	29,020.00
	Outstanding Wages (Indirect)	450,000.00	244,609.00
	PDB, Kushtia	6,522.00	3,047.00
	Telephone (Head office)		4,606.00
	Telephone (Factory office)	2,757.00	48,000.00
	Audit Fee	50,000.00	100,498.00
	M/s. Prince Shipping Lines Ltd.	58,295.00	1,240,671.00
	Office Rent	1,403,295.00	1,240,071.00

M/s. Erba China Engineering Workshop	259,490.00	175,490.00
CBA (Subscription)	415.00	1,205.00
Assorter Bill		3,753.00
Other Provision	570,266.00	10 (# )
House rent	300,000.00	120,000.00
TOTAL TAKA	11,741,745.49	9,986,938.00
i) M/s. Erba Ltd. will be payable the amount against sales commission		
ii) M/s. Erba China Engineering will payable the amount against Fork Lift Rent.		

				Amount in	n Taka
				30/06/2011	30/06/2010
14.00	LIABILITIES FOR OTHER FINANCE:	TAKA 717,777.46			
	Advance against sale			400,000.00	(e)
	Unclaimed Dividend			271,568.00	271,568.00
	Unpaid Salary			37,136.46	29,183.00
	Tax at source (Dividend)		-	9,073.00	9,073
	TOTAL TAKA		=	717,777.46	300,751.00
15.00	SHORT TURM LOAN : TAKA 11,947,7	98.00			
	M/S. Timberex (Bangladesh) Ltd.			4,500,000.00	4,500,000.00
	Mr. M. Mahmood		160 160	7,447,798.00	150,000.00
	TOTAL TAKA		=	11,947,798.00	4,650,000.00
16.00	SHARE CAPITAL : TAKA 17,000,000.0	0			
	This represents:				
	<ul> <li>a) Authorized: 10,000,000 Ordinary Shareholding:</li> <li>Issued, Subscribed and Paid - up: (%</li> </ul>		each		
	i) Sponsors: 850,000 Ordinary Shares o	f taka 10.00 each (	50%)	8,500,000.00	8,500,000.00
	ii) Public Quota: 510,000 Ordinary Shar	res taka 10.00 each	n		
	Issued to Islamic Development Bank,	Jeddah (30%)		5,100,000.00	5,100,000.00
	iii) General public:340,000 Ordinary sha	res of taka 10.00 e	ach(20%)	3,400,000.00	3,400,000.00
	TOTAL TAKA	17,000,000.00	17,000,000.00		
	b) Distribution Schedule : Disclosure un	der the Listing regu	lation of Dhaka Stock Exc	change.	
	Range of holding in number of	No. of share	% of share	No. of share	% of share
	Shares	holders	holder		capital
	1 to 500	253	71.88	56,200	3.31
	501 to 5000	78	22.16	130,300	7.66
	5001 to 10000	3	0.85	24,400	1.44
	10001 to 20000	7	1.99	98,589	5.80
	20001 to 30000	2	0.57	58,668	3.45
	30001 to 40000	3	0.85	92,772	5.46
	40001 to 50000	-	-		
	50001 to 100000	3	0.85	246,255	14.48
	Over 100000 .	3	0.85	992,816	58.40
	TOTAL	352	100.00%	1,700,000	100%

### 17.00 REVALUATION RESERVE: TAKA 61,554,407

The company engaged and Independent valuer named "Asian Surveyors Ltd." 128, dilkusha C/A. Dhaka carried out the inspection and examination of the Fixed Assets located at the Factory premises vide letter No. NJM:MD:RE-VALUATION:2002-221. The management of the company thinks the value of the Fixed Assets is fair value and given effect in the Accounts of the company vide Board resolution dated 30 October, 2003. The above amount represents are as follows:

Name of Assets	Cost as on 01-07-2001 (a)	Accu-Dep. as on 1-7-01 (b)	Caring amount (c = a - b)	Revaluation price (d)	Revaluation reserve (e = c - d)
Land & Land					
Development	649,228	-	649,228	42,525,000	41,875,772
Building Unit-1	12,823,929	5,992,530	6,831,399	18,681,241	11,849,842
Building Unit-2	5,896,370	550,715	5,345,655	13,088,968	7,743,313
Plant & Machiner	ry				
Unit-1	56,331,108	43,819,236	12,511,872	32,596,944	20,085,072
Electric Installațio	on				
Unit-1	1,520,793	1,351,660	169,133	269,500	100,367
TOTAL TAKA	77,221,428	51,714,141	25,507,287	107,161,653	81,654,366

	Amount in Taka	
	30/06/2011	30/06/2010
Particulars		
Revaluation Reserve Balance (As on 01-07-2010	63,002,118	64,413,974
Adjustment of Revaluation Reserve against Depreciation (Current Year)	1,447,711	1,411,856
Revaluation Reserve Balance (As on 30-06-2011)	61,554,407	63,002,118

		Amount in Taka	
		30/06/2011	30/06/2010
18.00	LONG TERM LOAN: TAKA 6,834,128.00		
	This represents as below:		
	Bangladesh Small & Cottage Industries Corporation (BSCIC)	178,085.00	178,085.00
	cash Credit (Segregation) account	6,656,043.00	9,977,147.00
	TOTAL TAKA	6,834,128.00	10,155,232.00
19.00	DEFERRED LIABILITY (PROVISION FOR GRATUITY): 1,559,639		
	This represents as below:		
	Opening Balance	1,559,639.00	2,284,563.00
	Add: Provission during the year	1 9	90,982.00
	less : Paid during the year	-	(815,906.00)
	TOTAL TAKA	1,559,639.00	1,559,639.00
20.00	REVENUE (TURN OVER FROM SALES): TAKA 27,022,745.80		
	Export sales	25,392,854.80	74,425,266.00
	Add External Marketing Assistance	1,629,891.00	6,102,540.00
	TOTAL TAKA	27,022,745.80	80,527,806.00

Sales	Quantity

Particulars	
Work in Process (Opening)	
Add :Raw Jute input	
Cutting	
Jute Batching Oil	
Lissapole	
Total	
Less: Process loss	
Sewing yarn	
Colour yarn	
Work in Process (Closing)	
Total	
Production during the year	
Add Finished goods (Opening)	
Goods available for sales	
Less Finished goods (Closing)	
Sales during the year	

30/06/2011	30/06/2010
Qty. in M. ton	Qty. in M.ton
90.627	180.967
267.614	1,081.971
50.322	179.610
10.994	26.726
0.263	0.970
419.82	1,470.244
30.297	80.078
4.442	9.723
3.87	9.533
61.746	90.627
100.355	189.961
319.465	1,280.283
368.183	403.000
687.648	1,683.283
338.306	368.183
349.342	1,315.100
349.342	1,315.100

### 21.00 COST OF GOODS SOLD : TAKA 25,891,366.26

Work - in - Process (opening)
Raw jute consumed (Note:21.01)
Other direct materials (Note:21.02)
Work - in - Process (closing)
Total Consumption
Factory Overhead (Note:21.03)
Cost of Production
Finished Goods (Opening)
Goods available for sale
Finished Goods (Closing)
Total Cost of Goods of Sold

25,891,366.26	73,059,419.00
(25,073,436.79)	(23,147,605.00)
50,964,803.05	96,207,023.00
23,147,604.71	20,788,181.00
27,817,198.34	75,418,842.00
11,057,294.35	15,819,260.00
16,759,903.99	59,599,582.00
(4,307,917.55)	(4,778,754.00)
1,069,123.01	3,409,613.00
15,219,944.62	53,259,426.00
4,778,753.91	7,709,297.00

Amount in Taka

30/06/2010

30/06/2011

Addition disclosures under the companies Act, 1994: Item wise quantity and value of Raw jute stock are as follows:

Particulars
Stock as on 30-06-2010
Stock as on 30-06-2011

Unit	Quantity	Value in Taka
M. Ton	427.788	18,312,317.00
M. Ton	423.053	21,088,378.17

### 21.01

### **RAW JUTE CONSUMED: TAKA 15,219,944.62**

Particulars

Cut jute Consumption Cutting Consumption TOTAL

Quantity in	30/06/2011	30/06/2010	
M. Ton	Amount in Taka	Amount in Taka	
267.614	13,856,048.33	49,246,780.00	
50.322	1,363,896.29	4,012,647.00	
317.936	15,219,944.62	53,259,426.00	

Details of Cut Jute & Cutting consumption are shown in below :

Particulars		
Opening stock		
Add: purchase During the yea		
Add: assortment charges		
Total		
Less: Cutting consumption		
Cutting Sales		
Stock of Cutting		
Handling loss		
Stock of Long jute		
Stock of cut jute		
Total		
Cut Jute consumption		

Quantity in	30/06/2011	30/06/2010
M. Ton	Amount in Taka	Amount in Taka
427.788	18,312,317.00	27,775,298.00
315.378	17,848,605.97	59,047,941.45
¥1.	147,399.82	825,816.05
743.166	36,308,322.79	87,649,055.50
50.322	1,363,896.29	4,045,515.00
en.	78-1	
22.990	623,106.71	826,995.00
2.178	-	
250.000	12,695,624.42	9,112,082.70
150.062	7,769,647.04	6,082,662.97
475.552	22,452,274.46	20,067,255.67
267.614	13,856,048.33	67,581,799.83

### 21.02 OTHER DIRECT MATERIALS: TAKA 1,069,123.01

The above amount details as follows:

Jute batching Oil Lissapole Hessian Cloth Polythene Conical spool Dyes & Chemical

Dyes & Chemicals P.P. tape Corrugated paper TOTAL TAKA

1,069,123.01	3,409,613.00
-	1,000.00
-	423.00
2,793.86	9,771.00
160,818.43	532,576.00
67,856.22	213,796.00
267,961.00	1,243,700.00
19,874.00	71,780.00
549,819.50	1,336,567.00

### 21.03 FACTORY OVERHEAD: TAKA 11,057,294.35

Break up of the above amount is given below : Salary & Allowances Direct Wages (Production) Indirect Wages /Direct Labour

Power & Fuel Bonus

Repairs and Maintenance

Rent, Rates & Taxes

Amount in Taka			
30/06/2011	30/06/2010		
1,185,243.90	1,343,285.00		
2,613,801.82	1,414,008.00		
1,152,603.26	3,680,431.00		
1,385,906.00	2,546,831.00		
228,720.00	203,316.00		
361,880.32	1,663,849.00		
39,000.00	39,000.00		

			20,100.00
	Conveyance	982.00	244.00
	Postage & Telegram	5,971.00	7,762.00
	Telephone & Fax bill	13,679.00	18,361.00
	Entertainment	51,439.00	76,778.00
	Medical Expenses	6,050.00	11,492.00
	Service Charges		100.00
	Vehicle Repairs	2,920.00	3,855.00
	Fees & Renewals	28,750.00	19,000.00
	Vehicle running expenses	208,092.80	250,830.00
	Overtime	134,639.40	527,076.00
	Printing & Stationery	22,680.68	32,781.00
	Leave pay	•	7,553.00
	Insurance premium	602,300.67	657,935.00
	Depreciation	2,992,111.00	3,257,747.00
	TOTAL TAKA	11,057,294.35	15,819,260.00
22.00	ADMINISTRATIVE EXPENSES: TAKA 4,670,126.01		
	Break up of the above amount is given below :		
	Managing Director remuneration	780,000.00	780,000.00
	Salary & Allowance	1,950,971.58	2,108,682.00
	Bonus	166,130.00	180,760.00
	House rent	240,000.00	240,000.00
	Office Rent	162,624.00	162,624.00
	Traveling Expenses	2,725.00	11,559.00
	Conveyance	26,776.00	42,696.00
	Postage & Telegram	2,115.00	3,379.00
	Telephone & Fax bill	32,722.00	38,484.00
	Entertainment	143,287.00	43,946.00
	Medical Expenses	30.00	8.00
	Vehicle repairs	93,766.00	27,020.00
	Fees & Renewals	37,035.00	26,100.00
	Vehicle running expenses	61,816.00	58,023.00
	Overtime	2,798.33	2,724.00
	Ferry & Tolls	1,475.00	1,135.00
	Printing & Stationery	15,355.00	9,519.00
	CDBL Expenses	33,500.00	-
	Leave Pay	= 4 = 1 = 1 = 1 = 1 = 1 = 1 = 1 = 1 = 1	4,500.00
	Bank charges & Commission	592,314.50	511,027.00
	Directors attendance fee	15,000.00	24,000.00
	Board Meeting expenses	3,005.00	4,372.00
2	AGM expenses	70,017.60	76,873.00
	Gardening expenses		535.00
	News paper & periodicals	5,760.00	5,866.00
	Advertisement & Publicity	13,200.00	57,100.00

11,658.00

8,865.50

36,833.00

20,193.00

Carriage & Cartage

Traveling Expenses

	Subscription	34,600.00	25,750.00
	Computer Servicing Expenses	18,500.00	14,100.00
	Revenue Expenses	310.00	370.00
	V A T	2,254.00	8,604.00
	Legal Expenses		
	Office Maintenance	11,800.00	41,000.00
	Email Expenses	32,136.00	45,810.00
	Fax Expenses	10,400.00	7,817.00
	Photo copy expenses	403.00	2,305.00
	Depreciation	6,995.00	13,092.00
	TOTAL TAKA	100,000.00	100,000.00
	TOTAL TARA	4,670,126.01	4,680,128.00
23.00	SELLING & DISTRIBUTION EXPENSES - TAKA 4 967 002 64		
23.00	SELLING & DISTRIBUTION EXPENSES: TAKA 1,867,903.61 The above amount details as follows:		
		470.000.00	522 S
	Salary & Allowances	176,880.00	176,880.00
	Conveyance	1,210.00	5,546.00
	Postage & Telegram	225.00	2,128.00
	Entertainment	870.00	10,400.00
	Fees & Renewals	23,215.00	39,690.00
	Printing & Stationery		4,700.00
	Bank charges & Commission	51,500.00	235,634.00
	Bonus	14,500.00	14,500.00
	Commission	45,554.00	57,748.00
	Handling & Forwarding expenses	271,997.00	1,462,629.00
	Govt. Revenue	15,758.61	66,820.00
	Fork Lift Rent	84,000.00	84,000.00
	VAT	105.00	33,495.00
	Sea Freight	1,172,089.00	2,397,724.00
	Fumigation Expenses	10,000.00	35,000.00
	TOTAL TAKA	1,867,903.61	4,626,894.00
24.00	FINANCIAL OVERHEAD: TAKA 8,723,232.00		
	Interest on C.C. Hypo. Account	8,468,843.00	7,865,834.00
	Interest on C.C.Seg.Account	254,389.00	350,676.00
	TOTAL TAKA	8,723,232.00	8,216,510.00
		a	
25.00	<b>AUDITORS REMUNERATION: TAKA 25,000.00</b>		
¥0.00	181 ** 141 151 2	st annual general meeting and	
	includes no other remuneration.	and general mooting and	
26.00	OTHER INCOME : TAKA 233,012.00		
20.00	This is arrived at as follows :		
	Sale of caddies	7 339 00	12.052
	Duty draw back	7,329.00	12,952
		225,683.00	209,524
	011	1 11	140,000
	TOTAL TAKA	233,012.00	500
		233,012.00	362,976

### 27.00 RETAINED EARNINGS: TAKA (64,573,284)

Retained Earning Carried Forward	(64,573,284)	(52,766,125)
Adjustment of Revaluation Reserve (Current Year)	1,447,711	1,411,856
Previous Year Adjustment	667,000	(141,817)
Profit/(Loss) Brought Forward	(52,766,125)	(44,318,995)
Net Profit/(Loss) After Provition During The Year	(13,921,870)	(9,717,169)

### 28.00 Earning Per Share (EPS) Disclosure under IAS 33" Earning Per Share"

The computation of EPS is furnished below:

Particulars	Amount in taka		
	30/06/2011	30/06/2010	
a) Earning attributable to the ordinary shareholders net profit/loss	(13,921,870.08)	(9,717,169.00)	
b) weighted average number of ordinary shares outstanding	1,700,000	1,700,000	
c) Basic EPS	(8.19)	(5.72)	

### General for compliance with Securities Exchange Rule, 1987

- a) All shares have been fully called & paid up in cash.
- b) There was no preference shares issued by the company.
- c) There was no imported raw materials or spares etc. used during the year under audit.
- d) During the year under review there was four No. of Board Meeting the rate of the board meeting attendance fee per meeting per member was Taka 1,500.00 and these were drawn by the respective directors.
- e) The company is subject to foreign currency fluctuation as the local currency (Taka) varies with Us Dollars and other foreign currencies.
- f) Payment/ perquisites to directors and officers :
- i) Directors:

Remuneration and house rent was paid by the company to the Managing director of the company.

No amount of money was expended by the company for compensating any member of the board or special services rendered.

ii) Officers:

	Amount in	Taka
	30/06/2011	30/06/2010
Managerial remuneration	1,049,700	1,221,847
Bonus	174.950	195,320
Perquisites:	0500 contractor	
Medical	23,400	30,600
Others	589,512	745,749
	1,837,562	2,193,516

Plant Capacity & Capacity Utilization:

Particulars	Utilization capacity of production (M.T)		Rate of Capacity Utilization Rate of Capa	
A. Carilles Code as	2010-2011	2009-2010	2010-2011	2009-2010
Capacity of Production (M.T) 3,528.00	319.464	1,280.283	9.06%	36.29%

THE RELATED PARTY DISCLOSURES UNDER BAS - 24

Name of the related party	Relationship	Nature of transation	Payment durin the year(Amount in taka)	Balance Debit/ (Credit) Amount in Taka
M/S. Erba Limited M/S. Erba China Engineering	Associate	Sales Commission	2,500.00	6,972,283.00
Workshop	Associate	Rent of Fork lift	-	259,490.00
M/S. Timberex (BD) Ltd.	Associate	Short term loan	-	4,500,000.00
Mr. M. Mahmood	M.D.	Short term loan	200,000:00	7,447,798.00

- N.B. a) The sales commission of Erba Ltd. Is stoped since July, 2006. The amount shown is balance of commission due to them.
  - b) The monthly rent of Fork lift is taka 7,000.00 including maintence and cost of spares.
  - c) Loan taken for establishing unit-2 was taka 70.00 lacs of which taka 25.00 lacs have already been paid.
  - d) Loan taken from Mr. M. Mahmood taka 7,447,798.00 as short term loan.

### Northern Jute Manufacturing Company Limited Jatiya Scout Bhaban (9th Floor), 70/1, Purana Paltan Line, Kakrail, Dhaka-1000, Bangladesh

### Proxy Form

Manu	facturing Company Limit	ed hereby appoint Mr/M	being a member of Northern Jute ars/Miss
As wi	tness my hand this	day of	2011
(Signature of the Proxy) Date:		Revenue Stamp Tk:10.00	Signature of the Shareholder(s) Register Folio /BO No No of Share held Date: Signature verified
			Authorized Signature
Notes (a) (b) (c)	A member entitled to att his/her behalf but such p The instrument appointing	roxy must be a member of ng a proxy shall be deposed to hours before the time	ited at the registered office of the Company

Jatiya Scout Bhaban (9th Floor), 70/1 Purana Paltan Line, Kakrail, Dhaka-1000, Bangladesh

### SHAREHOLDER'S ATTENDANCE SLIP

I/We	hereby	record	my	attendance	at	the	Annual/Extra	Ordinary	General	Meeting	of	the
Name	of Shar	eholders	 									
Share	holder's	Folio/B	O No	):			Sign	ature:				
Name	e of Prox	y (in Blo	ock):				Foli	o / BO No				
Signa	ture of F	roxy										

Shareholder attending the meeting in person or by proxy is requested to complete the N.B: attendance slip and hand it over at the entrance of the meeting.