

#### 43.00 Reconciliation of Net Profit with Cash Flows from Operating Activities

	Amount in Taka	
	Jul'21 - Sept'21	Jul'20 - Sept'20
Profit before Tax	18,996,764	41,007,393
Adjustment for:		
Add: Depr. on Property, Plant and Equipment	12,231,572	13,435,930
Add: Depreciation of ROU Assets	192,530	192,530
Add: Exchange Loss	27,188	2,188,578
Add /(Less): (Incr.) / Decr. in Inventory	(59,728,407)	83,857,721
Add /(Less): (Incr.) / Decr. in Trade Receivables	68,247,096	12,001,226
Add /(Less): (Incr.) / Decr. in Loans, Adv. & Deposits (Excl. VAT)	(2,160,662)	(60,915,588)
Add /(Less): Incr. / (Decr.) in Trade Payables	81,609,508	(1,697,887)
Add /(Less): Incr. / (Decr.) in Deposits against Sales	389,120	1,453,852
Add /(Less): Incr. / (Decr.) in Liabilities for Expenses	(8,914,880)	(8,693,496)
Add /(Less): Incr. / (Decr.) in Liability for Contribution to WPPF	949,838	2,050,370
<b>Cash Generated from Operations</b>	<b>111,839,666</b>	<b>84,880,629</b>
Less: VAT & Income Tax Paid	(32,425,230)	(20,669,666)
<b>Net Cash (used in) / generated from operating activities</b>	<b>79,414,435</b>	<b>64,210,962</b>

#### 44.00 Provision of tax liability between accounts and Final Assessment

Assessment Year	Accounting Year	Tax Provision as per Accounts	Tax Liability as per Final Assessment (with interest)	Difference of Tax Provision as per Final Assessment	Adjustment of Advance of Tax	Tax Liability Provision
2015-2016	2014	11,017,752	11,017,752	U/s 82BB	-	-
2016-2017	2016	14,853,225	14,853,225	U/s 82BB	-	-
2017-2018	2016-2017	11,633,292	11,633,292	U/s 82BB	-	-
2018-2019	2017-2018	15,697,637	15,697,637	U/s 82BB	-	-
2019-2020	2018-2019	46,838,132	46,838,132	U/s 82BB	-	-
2020-2021	2019-2020	42,542,869	42,542,869	U/s 82BB	-	-
2021-2022	2020-2021	22,061,365			-	22,061,365
2022-2023	2021-2022	4,274,272			-	4,274,272
<b>Total</b>		<b>168,918,544</b>	<b>142,582,907</b>	<b>-</b>	<b>-</b>	<b>26,335,637</b>

#### 45.00 Depreciation of Revaluation Adjustment

	Amount in Taka	
	Jul'21 - Sept'21	Jul'20 - Sept'20
Depreciation on Revaluation adjustment	1,362,583	1,489,427
	<b>1,362,583</b>	<b>1,489,427</b>

- (a) Depreciation on partial revaluation increase of Plant & Machinery as well as Building had been charged during the period 2021-2020 amounting to Tk. 54,50,333/- and adjusted in statement of Changes in Equity. Details has been shown in "Schedule-10".

#### 46.00 Proposed Dividend

- (a) Appropriation of cash dividend Tk. 4,44,67,854/-  
Cash dividend has been appropriated on paid-up capital of Tk. 14,822,618/- @ 30% as per approval in the AGM will be held on **30 December 2021**.
- (b) Appropriation of Stock Dividend of 00/- shares.  
Stock dividend has been appropriated on paid-up capital of Tk. 14,822,618/- @ 0% as per approval in the AGM will be held on **30 December 2021**.

#### 47.00 Additional Information as per Requirement of the Companies Act, 1994

- (a) Total number of factory staffs (each received annual salaries & wages Tk. 16,000 & above ) was 84 nos.
- (b) Total number of H/O staffs ( each received annual salaries & wages Tk. 16,000 & above) was 17 nos.
- (c) Payment to Directors as Remuneration & Perquisite in the Period has been shown in Note-29.01.

#### 48.00 Plant Capacity & Utilization

Name of Products	Annual Attainable Capacity (Qty.M.Ton)	Actual Production	
		(Qty M.Ton)	% of Capacity
Sulphuric Acid	48,000.00	8,870.000	18.48%
Alum Sulphate	18,000.00	1,608.000	8.93%
Zinc Sulphate	6,000.00	992.00	16.53%
Magnesium Sulphate	6,000.00	900.00	15.00%



**49.00 Payment in Foreign Currency & Foreign Currency Earned**

- (a) No payment in foreign currency (except import cost of materials) was made in the Period.  
 (b) No foreign currency was earned in the Period.

**50.00 Commission, Brokerage & Discount to the Selling Agent**

Company had no selling agent as such no payment of commission, brokerage and discount was made.

**51.00 Contingent Liability**

Commissioner of Customs, Excise and VAT Directorate, Dhaka has raised claim amounting to Tk. 41,427,896 based on their audit objection vide letter dated 11.08.2014. Against this claim, company has filed appeal with Appellate Commissioner on deposit of amount Tk. 4,142,790. The case is still pending with appellate Tribunal. No additional liability had been accounted.

**52.00 Related Parties & Transactions**

Related parties and transactions are considered in line with IAS-24 as under:

Related parties disclosure, details of which are as follows

**a) Short Term Employee Benefit:****i) Remuneration**

Name	Designation	Amount in taka	
		Jul'21 - Sept'21	
		Total	Payable
Md. Nazrul Islam	Managing Director	1,200,000	334,571
Mr. A.H.M. Abdullah	Director	600,000	179,671
Mr. Mahmudul Hasan	Director	270,000	88,893
Festival Bonus		414,000	414,000

**ii) Top Five Salaried Officers**

Name	Designation	Amount in taka	
		Jul'21 - Sept'21	
		Total	Payable
Shamsul Huq	Company Secretary	296,634	130,766
Md. Ali Hasan	Chief Financial Officer	424,380	184,885
Md. Abu Taher Bhuyan	General Manager ( Factory)	386,859	171,079
Md. Ashraful Alam	General Manager ( F & A)	379,126	168,432
A S M Farhan Reza	Maintenance Eng. (Civil)	271,513	111,415

**b) Post Employees Benefits : Nil****c) Others Long-Term Benefits: Nil****d) Termination Benefits: Nil****e) Share -Based Payment : Nil****f) Short Term Loan with Managing Director:**

Short Term loan to Managing Director (Mr. Nazrul Islam) was free of interest.

**g) Apart from the above, the company didn't made any transaction with related parties in normal course of business and or a arm's length basis.****53.00 Impact of COVID 19**

As the COVID-19 pandemic is complex and rapidly evolving, the Company's plans as described below may change. At this point, the company cannot reasonably estimate the duration and severity of this pandemic, which have or could have a material adverse impact on the company's business, results of operations, financial position and cash

**Risk Factors**

**The company's business has financially affected by the ongoing COVID-19 pandemic.**

In December 2019, COVID-19 emerged and has subsequently spread worldwide. The World Health Organization has declared COVID-19 a pandemic resulting government and private entities mandating various restrictions, including travel restrictions, restrictions on public gatherings, stay at home orders and advisories and quarantining of people who may have been exposed to the virus. After close monitoring and taking into consideration the guidance from the government of Bangladesh, in an effort to mitigate the spread of COVID-19, the Company opened its factory activities with very minimum level just to keep its machineries active or running and to ensure continue support at public necessity to Dhaka and Chittagong WASA. However, the company continues to monitor developments, including government requirements and recommendations to evaluate possible extensions to all or part of such closures.





We depend upon strong cash flows from our operations to supply capital to fund our operations, growth, and interest and debt repayment.

Our business depends upon our operations to continue to generate strong cash flow to supply capital to support our general operating activities, to fund our growth and our return of cash to stockholders through dividends, and to pay our interest and debt repayments. For example, as a result of the ongoing COVID-19 pandemic, we temporarily closed our business beginning in March 2020. Our inability to continue to generate sufficient cash flows to support these activities or to repatriate cash from our operations in a manner that is cost effective have adversely affect our growth plans, capital expenditures, operating expenses, and financial performance including our earnings per share. Changes in the capital and credit markets, including market disruptions, limited liquidity, and interest rate fluctuations may increase the cost of financing or restrict our access to these potential sources of liquidity.

#### Recent Events and Trends

The Company continues to monitor developments, including government requirements and recommendations to evaluate possible extensions to all or part of such closures. The temporary closure of our business has an adverse impact on our results of operations, financial position and liquidity.

In addition, we have taken several steps to further strengthen our financial position and maintain financial liquidity and flexibility, including reviewing operating expenses, evaluating material purchases, reducing capital expenditures and received as working capital loan under Stimulus Package declared by the government of Bangladesh.



Razi Uddin Ahmed  
Chairman




Md. Nazrul Islam  
Managing Director



A.H.M. Abdullah  
Director



Md. Ali Ahsan  
Chief Finance Officer



Shamsul Huq  
Company Secretary

Dated; Dhaka  
December 7, 2021



**WATA CHEMICALS LIMITED**  
Schedule of Property, Plant & Equipment (PPE)  
As at 30 September, 2021

Schedule-01

SL No.	Name of Assets	Cost / Revaluation				Rate	Depreciation			Written Down Value 30.09.2021
		As at 01.07.2021	Addition this period	Adjustment this period	Total 30.09.2021		As on 01.07.2021	Addition this year	Adjustment this year	
01	Land & Land Development	106,402,620	-	-	106,402,620	-	-	-	-	106,402,620
02	Plant & Machinery & Equip.	982,922,829	220,040	-	983,142,869	10%	363,562,995	9,216,506	372,779,501	610,363,368
03	Factory Building	263,310,331	-	-	263,310,331	5%	67,880,444	2,442,874	70,323,318	192,987,013
04	Boundary Wall	784,468	-	-	784,468	15%	648,435	5,101	653,536	130,932
04	Laboratory Equipment	526,744	-	-	526,744	15%	341,737	6,938	348,675	178,069
05	Motor Vehicles	28,241,826	-	-	28,241,826	10%	15,403,848	320,949	15,724,797	12,517,029
06	Bi-Cycle	5,200	-	-	5,200	10%	2,837	59	2,896	2,304
07	Furniture & Fixture	6,199,964	46,200	-	6,246,164	10%	2,469,524	93,646	2,563,170	3,682,994
08	Office Equipment	7,181,100	802,224	-	7,983,324	10%	2,725,170	122,342	2,847,512	5,135,812
09	Computer & Software	890,158	-	-	890,158	10%	366,873	13,082	379,955	510,203
10	Generator	989,835	-	-	989,835	10%	586,834	10,075	596,909	392,926
Total		1,397,455,075	1,068,464	-	1,398,523,539		453,988,697	12,231,572	466,220,269	932,303,270

**NB:** (a) Depreciation for 03 months ending 30th September'2021 has been charged following reducing balance method.

(b) Depreciation on addition has been charged for the period from the date of acquisition.

(c) Depreciation has been charged on Plant & Machinery which were in use as under:

Particulars	WDV	Addition	Rate	Depreciable Value	Depreciation
Depreciation on Sulfuric Acid Plant Unit-1	53,026,055	-	10%	53,026,055	1,325,651
Depreciation on Sulfuric Acid Plant Unit-2	231,916,144	-	10%	231,916,144	5,797,904
Depreciation on Alum Sulphate Plant Unit-1	19,261,358	-	10%	19,261,358	481,534
Depreciation on Zinc Plant	17,258,433	-	10%	17,258,433	431,461
Depreciation on Magnesium Plant	30,274,143	-	10%	30,274,143	756,854
Depreciation on Utilities Plant	16,823,702	220,040	10%	17,043,742	423,103
<b>Total</b>	<b>368,559,835</b>	<b>220,040</b>		<b>368,779,875</b>	<b>9,216,506</b>





# WATA CHEMICALS LIMITED

## Movement of Raw Materials Stock

For the First Quarter from 1st July'2021 to 30th September'2021

Schedule-02

Particulars	Opening Stock		Purchased during the period		Adj. during the period		Consumption		Closing Stock	
	01-Jul-21		Jul'21-Sept'21		Jul'21-Sept'21		Jul'21-Sept'21		30-Sep-21	
	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka
Rock Sulphur	1,645.820	35,142,822	3,871.540	96,243,218	-	-	3,104.500	72,219,801	2,412.860	59,166,239
Alumina Hydrate	40.607	1,015,175	575.695	15,258,711	-	-	466.320	12,195,876	149.982	4,078,010
Zinc Ash	6.664	190,018	375.000	10,725,000	-	-	376.960	10,781,056	4.704	133,962
Magnesium Powder	14.470	397,925	150.000	4,125,000	-	-	162.000	4,455,000	2.470	67,925
Linear Alkyl Benzene			200.000	34,423,828	-	-	-	-	200.000	34,423,828
<b>Total</b>	<b>1,707.561</b>	<b>36,745,940</b>	<b>5,172.235</b>	<b>160,775,757</b>	<b>-</b>	<b>-</b>	<b>4,109.780</b>	<b>99,651,733</b>	<b>2,770.016</b>	<b>97,869,964</b>

## Raw Materials consumption in relation with production (Input Ratio)

For the First Quarter from 1st July'2021 to 30th September'2021

Product Name	Raw Materials Used	Production Qty. (M.Ton)	Input Ratio (Per Ton)	Consumption of RM			Value of Consumed Materials		
				Purchased Materials	Own Product Internal used	Qty. (M.Ton)	Purchased Raw Materials used	Own Product Internal used	Average rate (Per M.Ton)
				Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	In Taka	In Taka	In Taka
Sulphuric Acid	Rock Sulphur	8,870.00	0.350	3,104.500	-	-	72,219,801	-	23,263
Aluminum Sulphate	Alumina Hydrate	1,608.00	0.290	466.320	-	-	12,195,876	-	26,153
Do	Sulphuric Acid	1,608.00	0.600	-	964.800	-	-	12,858,864	13,328
Zinc Sulphate	Zinc Ash	992.00	0.380	376.960	-	-	10,781,056	-	28,600
Do	Sulphuric Acid	992.00	0.620	-	615.040	-	-	8,197,259	13,328
Magnesium Sulphate	Magnesium Powder	900.00	0.180	162.000	-	-	-	-	-
Do	Sulphuric Acid	900.00	0.820	-	738.000	-	-	9,836,072	13,328
<b>Total</b>		<b>15,870.00</b>		<b>4,109.780</b>	<b>2,317,840</b>	<b>-</b>	<b>95,196,733</b>	<b>30,892,195</b>	

## Movement of Raw Materials Stock

For the First Quarter from 1st July'2020 to 30th September'2020

Particulars	Opening Stock		Purchased during the period		Adj. during the period		Consumption		Closing Stock	
	01-Jul-20		Jul'20-Sept'20		Jul'20-Sept'20		Jul'20-Sept'20		30-Sep-20	
	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka	Qty. (M.Ton)	Amount in Taka
Rock Sulphur	4,738.451	55,974,802	-	-	-	-	4,721.500	55,774,562	16.951	200,240
Alumina Hydrate	1,002.538	30,144,476	-	-	-	-	447.180	13,445,881	555.358	16,698,595
Zinc Ash	128.644	3,679,219	220.000	6,292,000	-	-	342.000	9,781,200	6.644	190,019
Magnesium Powder	56.470	1,552,925	120.000	3,300,000	-	-	162.000	4,455,000	14.470	397,925
Linear Alkyl Benzene	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>5,926.103</b>	<b>91,351,422</b>	<b>340.000</b>	<b>9,592,000</b>	<b>-</b>	<b>-</b>	<b>5,672.680</b>	<b>83,456,643</b>	<b>593.423</b>	<b>17,486,779</b>

**WATA CHEMICALS LIMITED**  
**Movement of Finished Goods Stock**  
**For the First Quarter from 1st July'2021 to 30th September'2021**

Schedule-03

Particulars	Opening Stock		Production during the period		Internal Used during the period		Sale during the period		Closing Stock	
	01-Jul-20		Jul'21-Sept'21		Jul'21-Sept'21		Jul'21-Sept'21		30-Sep-20	
	Qty. M.Ton	Amount in Taka	Qty. M.Ton		Qty. M.Ton		Qty. M.Ton		Qty. M.Ton	Amount in Taka
Sulphuric Acid	357.255	4,322,089	8,870.000		-		6,437.400		472.015	6,291,021
Alumina Sulphate	203.500	2,411,475	1,608.000		964.800		1,664.000		147.500	1,995,675
Zinc Sulphate	66.720	973,311	992.000		615.040		1,057.000		1.720	24,291
Magnesium Sulphate	77.420	764,135	900.000		738.000		976.000		1.420	14,015
<b>Total</b>	<b>704.895</b>	<b>8,471,011</b>	<b>12,370.000</b>		<b>2,317.840</b>		<b>10,134.400</b>		<b>622.655</b>	<b>8,325,001</b>

**WATA CHEMICALS LIMITED**  
**Movement of Finished Goods Stock**  
**For the First Quarter from 1st July'2020 to 30th September'2020**

Particulars	Opening Stock		Production during the period		Internal Used during the period		Sale during the period		Closing Stock	
	01-Jul-20		Jul'20-Sept'20		Jul'20-Sept'20		Jul'20-Sept'20		30-Sep-20	
	Qty. M.Ton	Amount in Taka	Qty. M.Ton		Qty. M.Ton		Qty. M.Ton		Qty. M.Ton	Amount in Taka
Sulphuric Acid	1,956.822	15,200,779	13,490.000		-		11,993.600		1,232.022	8,862,116
Alumina Sulphate	361.000	4,505,280	1,542.000		925.200		1,287.500		615.500	7,293,675
Zinc Sulphate	66.720	985,721	900.000		558.000		900.000		66.720	973,311
Magnesium Sulphate	77.420	783,181	900.000		738.000		900.000		77.420	764,135
<b>Total</b>	<b>2,461.962</b>	<b>21,474,961</b>	<b>16,832.000</b>		<b>2,221.200</b>		<b>15,081.100</b>		<b>1,991.662</b>	<b>17,893,237</b>





**WATA CHEMICALS LIMITED****Sales (Net of VAT)**

For the First Quarter from 1st July'2021 to 30th September'2021

Schedule-04

Particulars	Jul'21-Sept'21			
	Quantity	Gross Sale Value (Including VAT)	VAT on Sale	Sale Value (Net of VAT)
	(M. Ton)	In Taka	In Taka	In Taka
Sulphuric Acid	6,437.400	72,919,652	9,511,297	63,408,355
Alumina Sulphate	1,664.000	42,131,712	5,495,458	36,636,254
Zinc Sulphate (VAT Exempted)	1,057.000	48,410,600	-	48,410,600
Magnesium Sulphate (VAT Exempted)	976.000	36,697,600	-	36,697,600
<b>Total</b>	<b>10,134.400</b>	<b>200,159,563</b>	<b>15,006,755</b>	<b>185,152,808</b>

**WATA CHEMICALS LIMITED****Sales (Net of VAT)**

For the First Quarter from 1st July'2020 to 30th September'2020

Particulars	Jul'20-Sept'20			
	Quantity	Gross Sale Value (Including VAT)	VAT on Sale	Sale Value (Net of VAT)
	(M. Ton)	In Taka	In Taka	In Taka
Sulphuric Acid	11,993.600	136,352,587	17,785,195	118,567,393
Alumina Sulphate	1,287.500	36,691,602	4,786,407	31,905,195
Zinc Sulphate (VAT Exempted)	900.000	24,750,000	-	24,750,000
Magnesium Sulphate (VAT Exempted)	900.000	16,470,000	-	16,470,000
<b>Total</b>	<b>15,081.100</b>	<b>214,264,189</b>	<b>22,571,602</b>	<b>191,692,588</b>



**WATA CHEMICALS LIMITED**

**Trade Receivables**  
As at 30 September, 2021

**Schedule-05**

Sl. No	Name of Customers	Amount in Taka	
		30-Sep-21	30-Jun-21
1	M/S Asad Trading	85,908,215	159,086,611
2	Afil Paper Mills Ltd.	47,959	55,201
3	Ashugong Fertilizer Chemical Co. Ltd.	-	3,283,000
4	Basundhara Paper Mills	384,512	384,512
5	BSK Chemical Industries Ltd.	3,673,950	3,673,950
6	Friends Chemicals	1,774,800	1,661,525
7	Green Dot.Com Ltd.	533,663	474,188
8	Leather Net BD	67,137	67,137
9	Modunaghat Water Treatment Plant	656,339	656,339
10	Mohara Division (CWASA)	7,521,668	-
11	M/s. Asad Trading Unit-2	85,001,099	60,755,672
12	M/s Aysha Trading Corporation	295,409	-
13	M/s. Jaman Enterprise.	736,997	736,997
14	M/S Masud Auto Parts & Chemicals	-	63,943
15	M/s. M.R. Chemicals	34,165,228	44,898,975
16	M/s Munshi Chemicals	57,096	63,580
17	M/s Tarek Enterprise	223,920	221,345
18	M/s. Zharna Chemical Supply Co.	8,439,210	10,413,535
19	Zharna Traders	7,655,389	9,235,739
20	N.M. Corporation	381,890	1,599,390
21	Raima Chemicals Industry	2,000,234	2,000,234
22	Rajshahi WASA	89,516	89,516
23	Refa Chemicals	520,000	520,000
24	Rone Chemical/Trading House	15,361	15,361
25	Saidabad Water Treatment Plant.	12,357,000	35,432,000
26	Sheik Russel Pani Sodhonagar	2,440,512	6,508,032
27	Sheik Hasina Water Treatment Plant	10,087,423	6,520,079
28	SIM Fabrics	447,276	447,276
29	SM Chemicals	90,169,155	71,221,555
30	Sonali Chemicals	90,250	90,250
31	SS Chemicals Industries Ltd	167,580	167,580
32	Tamim Enterprise	123,790	123,790
33	Traigon International	19,465	19,465
34	Uttara Chemicals	11,162,670	14,975,033
35	Waste Chem International	108,353	108,353
<b>Total</b>		<b>367,323,064</b>	<b>435,570,160</b>

**Deposit against Sales**  
As at 30 September, 2021

**Schedule-06**

SL. No	Name of Customers	Amount in Taka	
		30-Sep-21	30-Jun-21
1	Dohar Chemicals	749,997	382,747
2	M/S Masud Auto Parts & Chemicals	3,765	-
3	Dhaka Chemicals	658,083	658,083
4	Regimix Industary Ltd	18,105	-
<b>Total</b>		<b>1,429,949</b>	<b>1,040,830</b>





**WATA CHEMICALS LIMITED****Trade Payables****As at 30 September, 2021****Schedule-07**

Sl. No	Particulars	Amount in Taka	
		30-Sep-21	30-Jun-21
1	Abir Shiping Limited ( C & F )	15,064,567	15,148,259
2	Adarsh Furnace & Refractory Works	26,250	26,250
3	Amber IT Limited	76	76
4	Arthosuchak . Com	5,000	5,000
5	Bismillah Engineering Workshop	64,725	64,725
6	Bismillah Enterprise	31,858	31,858
7	Care Consultant	20,000	20,000
8	Electromach Engineering	212,228	312,228
9	Executive Technology Solution		251,024
10	Inovative Technology International	190,000	190,000
11	Kazi Enterprise	148,215	348,215
12	K.M.Standard Boring & Foundation	134,775	
13	MM Corporation ( C & F )	9,766,761	9,216,425
14	Mozid Engineering Workshop	121,745	260,718
15	M/s. Faiza Thai Glass Center	8,412	8,412
16	M/s Harun Rong Bitan	5,500	5,500
17	M/s Kamal & Brothers	694,997	
18	M/s Nazrul Enterprise	106,300	206,300
19	Robi Painting Interior & Exterior	25,700	
20	Rongdhonu Industrial Engineering	48,000	48,000
21	Shawon Engineering	346,961	346,961
22	Sobuj Enterprise (Tiles Work)	11,339	11,339
23	Tara Beebi International	240,960	290,960
24	Technaf Engineering Pvt. Limited.	167,400	
25	Technomax Engineering		132,421
26	Univision Engineering	46,000	146,000
27	Waterchem Technology	484,850	404,100
28	Water Ion Exchange	101,700	301,700
<b>Total</b>		<b>28,074,319</b>	<b>27,776,472</b>



# WATA CHEMICALS LIMITED

Advance to Suppliers  
As at 30 September, 2021

## Schedule-08

Sl. No	Particulars	Amount in Taka	
		30-Sep-21	30-Jun-21
1	Abhishek Engineering & Chemicals	29,000	29,000
2	Achol Enterprise	53,680	53,680
3	Aesthetic Engineering Services	60,000	
4	Akram Mill Store	2,000,000	2,000,000
5	Ambient Steel Ltd.	2,055,000	
6	Auto Evolution Workshop	350,000	
7	BBS Cables Ltd.	138,014	138,014
8	Bengal Interior	1,200,488	1,200,488
9	Binary Kraft	2,951,488	2,951,488
10	BSRM Steel Ltd	1,302,400	1,302,400
11	Daily Share Bazar	12,000	12,000
12	Dhaka Engineering Works (Md. Shihab)	3,702,982	627,982
13	Didar Construction	404,500	404,500
14	Energytech Power Solution	374,000	374,000
15	Executive Technology Solution	73,962	
16	Expert Soil Engineer	1,340	
17	F. Rahman Construction ( Fazlur Rahman )	9,601,566	8,431,566
18	Jahangir Stone Corporation Ltd.	520,000	520,000
19	Jamuna Trading Corporation	1,049,715	1,068,216
20	Md. Manwar Eha Hashem (F. Beautification Work)	50,000	50,000
21	Md.Mojnu (Tree Plantation Work)	211,700	211,700
22	Md. Najmul (Sanitary Engr.)	18,000	18,000
23	Md. Rezaul Karim (Turbine Consultant)	150,000	150,000
24	Meghna Seeds Crushing Mills Ltd.	802,000	802,000
25	M/s. Amzad & Brothers	938,470	938,470
26	M/s Fahim Transport Agency	260,411	1,000,882
27	M/S Habib Enterprise	2,000,000	
28	M/s. Joynal & Sons	3,287,750	487,750
29	M/s. LRD Enterprise	483,300	447,100
30	M/s. Moklesur Rahman & Brothers	1,825,700	1,825,700
31	M/s. Monowara Enterprise	1,620,280	
32	M/S. New Glass Center	17,360	
33	M/s Nizam Enterprise	535,400	
34	M/s Noor Enterprise	1,688,275	
35	M/S Reza Construction	831,000	
36	M/S Shawon Enterprise	410,000	410,000
37	M/s. Sohel & Brothers (Pipe House)	720,000	
38	National Tradings.	333,300	333,300
39	New Boiler Museum	645,300	645,300
40	New Progoty Iron Traders	779,618	779,618
41	Nis Chemical	117,166,261	117,166,261
42	Nitol Motors Limited	300,000	300,000
43	Omad International	200,000	200,000
44	Pran RFL Group	140,000	20,000
45	Rangs Workshop Limited.	22,317	22,317
46	Rooftec Trade	5,767,811	5,747,241
47	Rudro International	225,000	225,000
48	Ruhul Amin / Contractor	2,956,800	2,956,800
49	S A Marine Collection	430,000	430,000
50	Serve & Solve Corporation	269,554	269,554
51	Shorifuddin ( Pond Digging )	201,000	201,000
52	Sino Well Sailling Chemical Co. (BD) Ltd.	4,144,140	4,144,140
53	Soudi Radiator Engineering Works	170,000	170,000
54	Technaf Engineering Pvt. Limited.		186,000
55	Technomax Engineering	150,000	
56	Turbo Technology Ltd.	981,500	831,500
57	Unique Cement Industries Ltd.	869,000	
58	Uttara Creadoor	52,000	52,000
<b>Total</b>		<b>177,533,382</b>	<b>160,134,967</b>





**WATA CHEMICALS LIMITED**  
**Calculation of Deferred Tax Liability**  
For the First Quarter from 1st July'2021 to 30th September'2021

Schedule-09

(a) Carrying amount at Balance Sheet date

i) Carrying Cost of Fixed Assets-WDV (Net of Land Value & Revaluation increase):

Particulars	Amount in Taka			
	30-Sep-21	30-Jun-21	30-Jun-20	30-Jun-19
Written Down Value (As per Schedule-1)	932,303,270	943,466,378	997,117,967	1,049,091,731
Less: Revaluation Increase	<b>320,735,984</b>	<b>322,098,567</b>	<b>407,814,137</b>	<b>407,814,137</b>
Plant & Machinery Increase	353,253,863	353,253,863	353,253,863	353,253,863
Factory Building Increase	54,663,662	54,663,662	54,663,662	54,663,662
Other Assets Value (Decrease)	-	-	(103,388)	(103,388)
Less: Depreciation of Revaluation	(87,181,541)	(85,818,958)	-	-
	<b>611,567,286</b>	<b>621,367,811</b>	<b>589,303,830</b>	<b>641,277,594</b>
Less: Land Value	(106,402,620)	(106,402,620)	(106,402,620)	(106,402,620)
Net WDV (Except Land Value & Revaluation)	<b>505,164,666</b>	<b>514,965,191</b>	<b>482,901,210</b>	<b>534,874,974</b>
ii) Carrying value of Right-of-use (ROU) asset	5,968,420	6,160,950	6,931,070	-
iii) Carrying value of Lease Obligation	(5,259,643)	(5,164,503)	(5,189,269)	-
Total Carrying value at Balance Sheet date (i+ii+iii)	<b>505,873,443</b>	<b>515,961,639</b>	<b>484,643,011</b>	<b>534,874,974</b>

(b) Carrying amount as Tax Base

Tax Based Fixed Assets-WDV as on 30 September 2021

As per Tax Depreciation Schedule as shown below (Including addition during year):

Particulars	Amount in Taka			
	30-Sep-21	30-Jun-21	30-Jun-20	30-Jun-19
Plant & Machinery	192,964,602	202,900,594	251,546,743	313,624,364
Factory Building	93,182,603	98,086,951	122,608,689	153,141,811
Motor Vehicle & Bi-cycle	7,084,624	7,457,499	12,056,357	12,309,082
Furniture & Fixture	3,617,500	3,664,056	3,902,123	2,080,180
Office Equipment (including computer)	5,633,757	4,975,988	4,815,743	4,258,885
Laboratory Equipment	427,223	443,868	522,198	614,350
Generator	21,978	23,135	28,919	36,149
	<b>302,932,287</b>	<b>317,552,091</b>	<b>395,480,771</b>	<b>486,064,821</b>
(c) Temporary Taxable Difference (a-b)	202,941,156	198,409,548	89,162,240	48,810,153
(d) Deferred Tax Liability on Temporary Taxable Difference (C*22.5%)	45,661,760	44,642,148	22,290,560	12,202,538
(e) Deferred Tax Recognised on Depreciation of Revaluation Charged for the Period @22.5% (Schedule-10)	306,581	1,340,484	1,629,072	1,782,873
(f) Deferred Tax Liability as on 30 Sept' 2021 (d+e)	<b>45,968,341</b>	<b>45,982,632</b>	<b>23,919,632</b>	<b>13,985,411</b>

Computation of Tax Based WDV of Fixed Assets						
As on 30 September 2020 (As per 3rd Schedule of ITO, 1984)						
Assessment Year-2021-2022						
Description of Assets	Opening WDV as on	Addition during the year	Total	Rate of Dep.	Depreciation for the period	Closing WDV
	01-Jul-21					30-Sep-21
Plant & Machinery	202,900,594	220,040	203,120,634	20%	10,156,032	192,964,602
Factory Building	98,086,951	-	98,086,951	20%	4,904,348	93,182,603
Motor Vehicles & Bi-Cycle	7,457,499	-	7,457,499	20%	372,875	7,084,624
Furniture & Fixture	3,664,056	46,200	3,710,256	10%	92,756	3,617,500
Office Equipment (Including Computer)	4,975,988	802,224	5,778,212	10%	144,455	5,633,757
Laboratory Equipment	443,868	-	443,868	15%	16,645	427,223
Generator	23,135	-	23,135	20%	1,157	21,978
<b>Total</b>	<b>317,552,091</b>	<b>1,068,464</b>	<b>318,620,555</b>		<b>15,688,268</b>	<b>302,932,287</b>



**WATA CHEMICALS LIMITED**  
**Depreciation Adjustment with Revaluation Reserve**

Schedule-10

Particulars	Plant & Machinery	Factory Building	Total
Revaluation Increase	353,253,863	54,663,662	407,917,525
Depreciation Charged on Revaluation Increase	102,453,863	54,663,662	157,117,525
Rate of Depreciation	10%	5%	
For the Year 31.12.2012	10,245,386	2,733,183	12,978,569
For the Year 31.12.2013	9,220,848	2,596,524	11,817,372
For the Year 31.12.2014	8,298,763	2,466,698	10,765,461
For the Year 31.12.2015	7,468,887	2,343,323	9,812,209
For the Period 30.06.2016 (6 Months)	3,360,999	1,113,097	4,474,096
For the Year 30.06.2017	6,385,899	2,170,542	8,556,441
For the Year 30.06.2018	5,747,308	2,062,015	7,809,323
For the Year 30.06.2019	5,172,577	1,958,914	7,131,491
For the Year 30.06.2020	4,655,320	1,860,968	6,516,288
For the Year 30.06.2021	4,189,788	1,767,920	5,957,708
For the Year 30.06.2022	3,770,809	1,679,524	5,450,333

- (a) Depreciation on Plant & Machinery had been charged on partial revaluation increase amounting to Tk. 102,453,863 against total revaluation increase of Tk. 353,253,863 which is equal to 29% of total revaluation increase on Plant & Machinery value.
- (b) Adjustment in respect of depreciation on revaluation increase for the year 2021-2022 for total amount of Tk.5,450,333/- had been made through "Change in Equity Statement".





**WATA CHEMICALS LIMITED**  
**Statement of Yearwise Unclaimed Dividend Account**

Schedule-11

SL No.	Year of Dividend	Amount of Taka		
		Demat	Non Demat	Total
		Schedule-11 (A)	Schedule-11 (B)	
1	Dividend Year - 2010	-	73,826	73,826
2	Dividend Year - 2011	9,480	88,592	98,072
3	Dividend Year - 2014	19,856	57,584	77,440
4	Dividend Year - 2015 -2016	18,961	143,961	162,922
5	Dividend Year - 2016 -2017	76,760	158,357	235,117
6	Dividend Year - 2017 -2018	110,041	167,415	277,456
7	Dividend Year - 2018 -2019	81,027	648,525	729,552
8	Dividend Year - 2019 -2020	80,710	945,765	1,026,475
<b>Subtotal (A)</b>		<b>396,834</b>	<b>2,284,026</b>	<b>2,680,860</b>

**Yearwise Statement of Transfer to ICB**

SL No.	Year of Dividend	Amount of Taka		
		Demat	Non Demat	Total
		Schedule-11 (A)	Schedule-11 (B)	
1	Dividend Year - 2010		73,550	73,550
2	Dividend Year - 2011	9,480	88,260	97,740
3	Dividend Year - 2014	19,856	57,369	77,225
4	Dividend Year - 2015 -2016	18,961	143,423	162,384
5	Dividend Year - 2016 -2017	76,760	157,765	234,525
<b>Unclaimed Dividend Transferred Subtotal (B)</b>				<b>645,423</b>
<b>Less: TDS on Dividend</b>				<b>(94,973)</b>
<b>Unclaimed Dividend Account Net Transferred Subtotal (A)</b>				<b>550,450</b>
<b>Unclaimed Dividend Account Balance (A-B) = C</b>				<b>2,035,437</b>



# **First Quarter Accounts**

## **Wata Chemicals Ltd.**

**Unaudited Financial Statements  
For the First Quarter (Q-1)  
Ended on 30 September, 2021**



## **Wata Chemicals Ltd.**





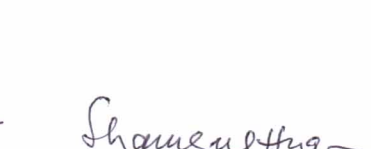
17/B (3rd Floor), Monipuripara  
Sangshad Avenue, Dhaka-1215, Bangladesh  
Tel: 58152001, 58155206, Fax: 880-2-58155091  
E-mail: [watachemicals@gmail.com](mailto:watachemicals@gmail.com)  
Website: [www.watachemicals.com](http://www.watachemicals.com)



**WATA CHEMICALS LIMITED**  
**Statement of Financial Position (Un-audited)**  
As at 30 September, 2021

Particulars	Notes	Amount in Taka	
		30-Sep-21	30-Jun-21
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>		<b>1,772,245,678</b>	<b>1,735,737,576</b>
Property, Plant and Equipment (PPE)	2.00	932,303,270	943,466,378
Capital Work-in-Progress (CWIP)-BMRE	3.00	833,973,988	786,110,248
Right-of-Use (ROU) Asset	4.00	5,968,420	6,160,950
<b>CURRENT ASSETS</b>		<b>898,239,659</b>	<b>888,335,379</b>
Inventories	5.00	168,968,202	109,239,794
Trade Receivables	6.00	367,323,064	435,570,160
Advance Income Tax	7.00	27,584,420	17,654,979
Advances, Prepayments & Deposits	8.00	319,158,551	294,502,098
Cash & Cash Equivalents	9.00	15,205,422	31,368,347
<b>TOTAL ASSETS</b>		<b>2,670,485,337</b>	<b>2,624,072,956</b>
<b>SHAREHOLDER'S EQUITY &amp; LIABILITIES</b>			
<b>SHAREHOLDER'S EQUITY</b>		<b>907,391,802</b>	<b>892,655,019</b>
Share Capital	10.00	148,226,180	148,226,180
Share Premium	11.00	32,400,000	32,400,000
Revaluation Reserve	12.00	395,097,581	396,766,745
Retained Earnings	13.00	331,668,041	315,262,094
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>		<b>559,787,876</b>	<b>546,159,138</b>
Long Term Loan	14.00	507,944,102	494,136,963
Deferred Tax Liability	15.00	45,968,341	45,982,632
Lease Liability	16.00	5,875,433	6,039,543
<b>CURRENT LIABILITIES</b>		<b>1,203,305,659</b>	<b>1,185,258,799</b>
Bank Overdraft & Loans	17.00	970,756,994	954,295,861
Current Portion of Long Term Loan	18.00	116,930,416	112,117,776
Short term Loan (Unsecured)	19.00	(443,597)	(916,397)
Lease Liability	16.00	615,790	875,040
Trade Payables	20.00	28,074,319	27,776,472
Deposit against Sales	21.00	1,429,949	1,040,829
Liabilities for Expenses	22.00	16,547,005	25,202,635
Workers Profit Participation Fund & Welfare Fund	23.00	41,023,710	40,073,872
Provision for Taxation	24.00	26,335,637	22,061,365
Unclaimed Dividend Account	25.00	2,035,437	2,731,346
<b>TOTAL LIABILITIES</b>		<b>1,763,093,536</b>	<b>1,731,417,937</b>
<b>TOTAL SHAREHOLDER'S EQUITY &amp; LIABILITIES</b>		<b>2,670,485,337</b>	<b>2,624,072,956</b>
<b>Net Assets Value (NAV) Per Share in Taka</b>	26.00	61.22	60.22

The annexed notes 1 to 53 and schedule 1 to 11 form an integral part of these financial statements.

 Razi Uddin Ahmed Chairman	 Md. Nazrul Islam Managing Director	 A.H.M. Abdullah Director	 Md. Ali Ahsan Chief Finance Officer	 Shamsul Huq Company Secretary
---	--	---	---	---

Dated; Dhaka  
December 7, 2021





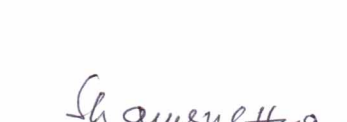


# WATA CHEMICALS LIMITED

## Statement of Profit or Loss & Other Comprehensive Income (Unaudited) For the First Quarter from 1st July'2021 to 30th September'2021

Particulars	Notes	Amount in Taka	
		Jul'21 - Sept'21	Jul'20 - Sept'20
		03 Months	03 Months
Revenue	27.00	185,152,808	191,692,588
Cost of Sales	28.00	(131,812,545)	(116,780,412)
<b>Gross Profit</b>		<b>53,340,263</b>	<b>74,912,176</b>
Administrative, Selling and Distribution Expenses	29.00	(11,769,248)	(14,388,845)
<b>Operating Profit</b>		<b>41,571,015</b>	<b>60,523,331</b>
Finance Expenses	30.00	(21,624,413)	(17,465,567)
Non Operating Income	31.00	-	-
<b>Profit before contribution to WPPF &amp; Welfare Fund</b>		<b>19,946,602</b>	<b>43,057,765</b>
Contribution to WPPF & Welfare Fund		(949,838)	(2,050,370)
<b>Profit before Tax</b>		<b>18,996,764</b>	<b>41,007,395</b>
<b>Income Tax Expenses</b>		<b>(3,953,400)</b>	<b>(10,220,760)</b>
Current Tax		(4,274,272)	(10,251,849)
Deferred Tax Income/(Expense)	32.00	320,872	31,089
<b>Profit after Tax</b>		<b>15,043,364</b>	<b>30,786,634</b>
<b>Other Comprehensive Income / Expenses</b>			
Deferred Tax on Revaluation of PPE		(306,581)	(372,357)
<b>Total Comprehensive Income</b>		<b>14,736,783</b>	<b>30,414,277</b>
<b>Earning Per Share (EPS) in Taka</b>	33.00	<b>1.01</b>	<b>2.08</b>

The annexed notes **1 to 53** and schedule **1 to 11** form an integral part of these financial statements.

 <b>Razi Uddin Ahmed</b> Chairman	 <b>Md. Nazrul Islam</b> Managing Director	 <b>A.H.M. Abdullah</b> Director	 <b>Md. Ali Ahsan</b> Chief Finance Officer	 <b>Shamsul Huq</b> Company Secretary
--	---	--	--	--

Dated; Dhaka  
December 7, 2021





**WATA CHEMICALS LIMITED**  
**Statement of Changes in Equity (Unaudited)**  
For the First Quarter from 1st July'2021 to 30th September'2021

Amount in Taka

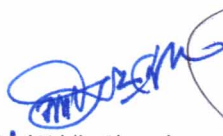
Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earning	Total
Balance as at 01 July 2021	148,226,180	32,400,000	396,766,745	315,262,094	892,655,019
Profit after Tax during the period	-	-	-	15,043,364	15,043,364
Cash dividend for the year 20-21	-	-	-	-	-
Stock dividend for the year 20-21	-	-	-	-	-
Adj. of Realized Depreciation on Revaluation	-	-	(1,362,583)	1,362,583	-
Deferred Tax on Revaluation transferred to Revaluation Reserve	-	-	(306,581)	-	(306,581)
Balance as at 30 Sept'2021	148,226,180	32,400,000	395,097,581	331,668,041	907,391,802


For the First Quarter from 1st July'2020 to 30th September'2020

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earning	Total
Balance as at 01 July 2020	148,226,180	32,400,000	404,064,938	290,191,549	874,882,666
Profit after Tax during the period	-	-	-	30,786,634	30,786,634
Cash dividend for the year 19-20	-	-	-	-	-
Stock dividend for the year 19-20	-	-	-	-	-
Adj. of Realized Depreciation on Revaluation	-	-	(1,489,427)	1,489,427	-
Deferred Tax on Revaluation transferred to Revaluation Reserve	-	-	(372,357)	-	(372,357)
Balance as at 30 Sept'2020	148,226,180	32,400,000	402,203,154	322,467,609	905,296,943

The annexed notes 1 to 53 and schedule 1 to 11 form an integral part of these financial statements.

  
Razi Uddin Ahmed  
Chairman

  
Md. Nazim Islam  
Managing Director

  
A.H.M. Abdullah  
Director

  
Md. Ali Ahsan  
Chief Finance Officer

  
Shamsul Huq  
Company Secretary




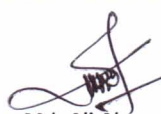
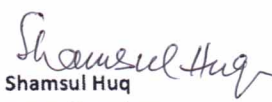
Dated; Dhaka  
December 7, 2021



**WATA CHEMICALS LIMITED**  
**Statement of Cash Flows (Unaudited)**  
For the First Quarter from 1st July'2021 to 30th September'2021

Particulars	Notes	Amount in Taka	
		Jul'21 - Sept'21	Jul'20 - Sept'20
<b>Cash Flows from Operating Activities:</b>			
Cash receipts from Customers and others	34.00	251,628,362	144,232,077
Cash paid to Suppliers and others	35.00	(79,614,932)	(6,090,910)
Cash paid to employees and for expenses	36.00	(60,173,764)	(53,260,540)
Cash paid for VAT & Tax	37.00	(32,425,230)	(20,669,666)
<b>Net Cash (used in)/generated from operating activities (A)</b>		<b>79,414,436</b>	<b>64,210,962</b>
<b>Cash Flows from Investing Activities:</b>			
Acquisition of Fixed Assets	38.00	(49,260,424)	(20,662,874)
Paid of Lease Liability	38.00	164,110	-
<b>Net Cash (used in)/generated from investing activities (B)</b>		<b>(49,096,314)</b>	<b>(20,662,874)</b>
<b>Cash Flows from Financing Activities:</b>			
Loan Received	39.00	23,163,951	143,741,308
Loan Repaid	40.00	(68,921,900)	(183,745,934)
Dividend Paid	41.00	(695,909)	(36,687)
<b>Net Cash (used in)/generated from financing activities (C)</b>		<b>(46,453,858)</b>	<b>(40,041,312)</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>		<b>(16,135,736)</b>	<b>3,506,776</b>
Effect of movements in exchange rate on cash held		(27,188)	(2,188,578)
Opening Cash & Cash Equivalents		31,368,347	7,832,309
<b>Closing Cash &amp; Cash Equivalent at Reporting Date</b>		<b>15,205,422</b>	<b>9,150,507</b>
<b>Net Operating Cash Flow Per Share (NOCFPS) in Taka</b>	42.00	5.36	4.33
(Previous year's NOCFPS has been restated based on 14,822,618 shares)			

The annexed notes 1 to 53 and schedule 1 to 11 form an integral part of these financial statements.

 Razi Uddin Ahmed Chairman	 Md. Nazrul Islam Managing Director	 A.H.M. Abdullah Director	 Md. Ali Ahsan Chief Finance Officer	 Shamsul Huq Company Secretary
---	--	---	---	---

Dated; Dhaka  
December 7, 2021





**WATA CHEMICALS LIMITED**  
**Notes to the Financial Statements**  
As at and for the period ended 30 September'2021

**1.0 Reporting Entity**

**1.1 Company Profile**

"WATA CHEMICALS LIMITED" hereinafter referred as to the Company was incorporated in Bangladesh on August 19, 1981 under Companies Act, 1913 (Subsequently amended in 1994). Its shares are listed with Dhaka Stock Exchange Limited since 1992 & Chittagong Stock Exchange Limited since 1997.

The registered office of the company is at 17/B, Monipuripara (3rd Floor), Sangshad Avenue, Dhaka-1215. Its factory is situated at Murapara, Rupgonj, Narayangonj, Bangladesh.

**1.2 Nature of Business**

The Company produces Alum, Zinc Sulphate, Magnesium Sulphate, Sulphuric Acid, Basic Chrome Powder (BCP) and Linear Alkyl Benzene Sulphonic Acid (LABSA) for 100% local consumption.

**1.3 Presentation of Financial Statements**

As per IAS-1 "Presentation of Financial Statements", financial statements shall comprise statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and notes to the financial statements comprising summary of accounting policies and other explanatory information. Furthermore, IAS-1 states that, an entity shall present its current and non-current assets and liabilities, as separate classifications in its statement of financial position. However, presentation of the financial statements has been changed/rearranged during this year to comply with the requirement of IAS-1 "Presentation of Financial Statements" fully and to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements. In previous years the financial statements presented under traditional formats.

**i. Components of the Financial Statements**

According to the International Accounting Standards (IAS)-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components":

- i. Statement of Financial Position as at **30 September 2021**
- ii. Statement of Profit or Loss & Other Comprehensive Income for the period ended **30 Sept'21**
- iii. Statement of Changes in Equity for the period ended **30 September 2021**
- iv. Statement of Cash Flows for the period ended **30 September 2021** and
- v. Notes to the financial statements and other explanatory information.



**ii. Revenue**

The core principle of IFRS 15 is that an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This core principle is delivered in a five-step model framework as follows;

- i. Identify the contract(s) with a customer
- ii. Identify the performance obligations in the contract
- iii. Determine the transaction price
- iv. Allocate the transaction price to the performance obligations in the contract
- v. Recognise revenue when (or as) the entity satisfies a performance obligation. However, the company has complied with the applicable requirements of IFRS 15 in recognizing revenue.

Moreover, the entity assesses whether it transfers control over time by following prescribed criteria for satisfying performance obligation. If none of the criteria is met then the entity recognizes revenue at point of time at which it transfers control of the goods to the customer.

Revenue is measured net of value added tax, trade discount, returns and allowances (if any). In case of cash delivery, revenue is recognised when delivery is made and cash is received by the Company

**1.4 Measurement of Elements in the Financial Statements**

Measurement is the process of determining the monetary amounts at which the elements of the financial statements are to be recognized and carried in the financial statements. The measurement basis adopted by the Company is historical cost except for plant & machinery & equipment, building, land & land development and other assets which are stated in accordance with the policies mentioned in the respective notes.

**1.5 Use of Estimates and Judgments**

The preparation of financial statements 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, and disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, post employment benefits liabilities, accruals, taxation and provision.

**1.6 Comparative Information and Rearrangement thereof**

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.





#### **1.7 Going Concern**

When preparing financial statements, management makes an assessment of the Company's ability to continue as a going concern. The Company prepares financial statements on a going concern basis. In spite of working capital constant, the Company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements.

#### **1.8 Accrual Basis of Accounting**

The Company prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the Company recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the Framework.

#### **1.9 Materiality and Aggregation**

The Company presents separately each material class of similar items. The Company presents separately items of a dissimilar nature or function unless they are immaterial. Financial statements result from processing large numbers of transactions or other events that are aggregated into classes according to their nature or function.

#### **1.10 Reporting Period**

These financial statements of the Company has covered from **01 July 2021 to 30 September 2021**.

#### **1.11 Authorization of the Financial Statements for Issue**

The financial statements were authorized by the Board of Directors on **07 December 2021** after completion of review by the Audit Committee.

#### **1.12 Statement of Cash Flows**

Cash Flow Statement is prepared in accordance with IAS 7-"Statement of Cash Flows". The Statement shows the structure of changes in cash and cash equivalents during the financial year. Statement of Cash Flows is prepared principally in accordance with IAS-7 "Cash Flow Statement" and the cash flow from the operating activities have been presented under direct method, paragraph 19 of IAS-7 which provides that "Enterprises are Encouraged to Report Cash Flow from Operating Activities Using the Direct Method".

#### **1.13 Statement of Changes in Equity**

Statement of Changes in Equity has been prepared in accordance with IAS 1 -"Presentation of Financial Statements".

#### **1.14 Changes in Accounting Policies**

The company changes its accounting policy only if the change is required by a IFRS or results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the company financial position, financial performance or cash flows. Changes in accounting policies is made through retrospective application by adjusting opening balance of each affected components of equity i.e. as if new policy has always been applied.



**1.15 Changes in Accounting Estimates**

Estimates arise because of uncertainties inherent within them, judgment is required but this does not undermine reliability. Effect of changes of accounting estimates is included in profit or loss account. The preparation of the financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies.

**1.16 Correction of Error in Prior Period Financial Statements**

The company corrects material prior period errors retrospectively by restating the comparative amounts for the prior period(s) presented in which the error occurred; or if the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and equity for the earliest prior period presented.

**1.17 Segment Reporting**

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

**1.18 Reporting Currency and Level of Precision**

Figures appearing in the financial statements have been rounded off to the nearest Taka.

**1.19 Foreign Currency Transaction**

Transaction in foreign currencies are converted into Bangladesh Taka at the Exchange rate prevailing on the date of transaction in accordance with provisions of IAS 21 "The Effects of changes in foreign currency Rate".

**1.20 Summary of Significant Accounting Policies**

Accounting policies are determined by applying the relevant IFRS. Where there is no available guidelines of IFRS, management uses its judgment in developing and applying an accounting policy that results in information that is relevant and reliable. The company selects and applies its accounting policies for a period consistently for similar transactions, other events and conditions, unless a IFRS or specifically requires or permits categorization of items for which different policies may be appropriate. The accounting policies set out below have been applied consistently in all material respects to all periods presented in these financial statements.

**1.21 Cash and Cash Equivalents**

Cash and cash equivalents include notes and coins in hand and at bank, which are not ordinarily susceptible to change in value. For the purpose of Balance Sheet and Cash Flow Statement, Cash in Hand and Bank balances represent cash and cash equivalents considering the IAS-1 "Presentation of Financial Statements" and IAS-7 "Cash Flow Statement", which provide that Cash and Cash equivalents are readily convertible to known amounts of Cash and are subject to an insignificant risk of changes in value and are not restricted as to use.

**1.22 Non-current Assets [Property, Plant & Equipment and Intangibles]**

**1.22.1 Recognition**

The cost of an item of property, plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits will flow to the Company and the cost of the item can be measured reliably.





#### **1.22.2 Measurement at Recognition**

An item of property, plant and equipment that qualifies for recognition as an asset is measured at its cost.

The cost of an item of property, plant and equipment is the cash price equivalent at the recognition date.

The cost of a self-constructed asset is determined using the same principles as for an acquired asset.

#### **1.22.3 Elements of Costs and Subsequent Costs**

Cost includes purchase price (including import duties and non-refundable purchase taxes), directly attributable costs to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management and the initial estimate of the cost of dismantling and removing the item and restoring the site on which it is located. Costs of day to day servicing (repairs and maintenance) are recognized as expenditure as incurred. Replacement parts are capitalized, provided the original cost of the items they replace is derecognized.

#### **1.22.4 Measurement of Property, Plant & Equipment after Recognition**

##### **Cost model**

After recognition as an asset, an item of property, plant and equipment shall be carried at its cost less any accumulated depreciation.

##### **Revaluation model**

The revaluation model requires an asset, after initial recognition, to be measured at a revalued amount, which is its fair value less subsequent accumulated depreciation.

Where an asset's carrying amount is increased as a result of a revaluation, the increase is recognized in equity under the heading of revaluation reserve. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

Where an asset's carrying amount is decreased as a result of a revaluation, the decrease is recognized in profit or loss. However, the decrease is recognized in equity to the extent of any credit balance existing in the revaluation reserve in respect of that asset. The decrease recognized in equity reduces the amount accumulated under the heading of revaluation reserve.

The revaluation reserve included in equity in respect of an item of property, plant and equipment is transferred directly to retained earnings when the asset is derecognized. However, some of the surplus is transferred as the asset is used by the Company. In such a case, the amount of the revaluation reserve transferred would be the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost.

#### **1.22.5 Derecognition of Property, Plant and Equipment**

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is included as other income in profit or loss when the item is derecognized.





#### 1.22.6 Impairment of Assets

Entity applies periodic review to ensure that its assets are carried at no more than their recoverable amount. Which is hunger of an asset's or Cash generating unit's fair value less costs to sell and its value in use as prescribed in IAS36 "Impairment of Assets". However, the company has measured the carrying amount of non-financial assets considering possible impairment of assets and performed the impairment testing of assets under the scope of International Accounting Standards (IAS) 36 at the reporting date. In conducting asset impairment testing, the company has considered all the non-current assets under the scope of Impairment as single cash generating unit and Value in Use has been considered as its recoverable value. However, no impairment loss has been made on such assets in its financial statements for the year ended 30 June 2020 as the carrying amount of assets or its cash-generating unit did not exceed its recoverable amount.

#### 1.22.7 Depreciation

The depreciation charge for each period is recognized in profit or loss unless it is included in the carrying amount of another asset. Depreciation of an asset begins when it is installed and available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognized. Depreciation has been charged using Reducing Balance Method (RBM) on additions from the date of acquisition, when the related assets are put into use and no depreciation is charged on assets disposed of during the year. Expenditure for maintenance and repairs are expensed, major replacements, renewals and betterment are capitalized.

Depreciation is calculated based on the cost/revalued amount of items of fixed assets [property, plant & equipment] less their estimated residual values using reducing balance method (RBM) over their useful lives and recognized in profit and loss. Land is not depreciated. Rates of depreciation considering the useful life of respective assets are as follows:

Particulars	Rate
Plant & Machinery	10%
Factory Building	5%
Boundary Wall	15%
Motor Vehicles and Bi-cycle	10%
Furniture & Fixtures	10%
Office Equipments	10%
Laboratory Equipments	15%
Computer	10%
Generator	10%

Depreciation has been charged to Statement of Profit or Loss and other Comprehensive Income consistently.



### 1.23 Valuation of Inventories

Inventories are assets held for sale in the ordinary course of business, in the process of production for such sale or in the form of materials or supplies to be consumed in the production process. Inventories are stated at the lower of cost or net realizable value in compliance to the requirements of Para 10 of IAS-2. Costs including an appropriate portion of fixed and variable overhead expenses are assigned inventories by the method most appropriate to the particular class of inventory. Net realizable value represents the estimated selling price for the inventories less all estimated cost of completion and cost necessary to make the sale. Item wise valuation is as follows:

Category of Inventories	Basis of Valuation
Raw & Packing Materials	At Weighted average cost
Work-in Progress	At Weighted average cost
Finished Goods	At Weighted average cost

### 1.24 Other Provisions, Accruals and Contingencies

#### 1.24.1 Recognition of Provisions, Accruals and Contingencies

A provision is recognized when the Company has a present obligation (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; a reliable estimate can be made of the amount of the obligation. Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amount due to employees.

#### 1.24.2 Measurement of Provision

The amount recognized as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

### 1.25 Workers' Profit Participation Fund (WPPF) & Welfare Fund

As per Bangladesh Labour Law, 2006 as amended in 2013 all companies fall within the scope of WPPF (which includes Company) are required to provide 5% of its profit after charging such expense to their eligible employees within the stipulated time. As required by Law, the Company has maintained WPPF and kept sufficient provision against profit participation fund.

### 1.26 Taxation

The tax expense for the period comprises current tax and deferred tax. Tax is recognized in the income statement, except in the case it relates to items recognized directly in equity.

#### 1.26.1 Current Tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date and any adjustment to the tax payable in respect of previous years. Provision for current income tax has been made on taxable income of the company as per following rates: The Company is "Publicly Traded Company" as per the Finance Act, 2019 and the rate of Minimum tax applicable is .60%.

Type of Income	2020-2021	2019-20
Business income	22.50%	25%
Capital gain	10% to 15%	10% to 15%
Minimum Tax Section 16BBB+82C(4)	0.60%	0.60%





### 1.26.2 Deferred Tax

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the Statement of Financial Position as liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

#### Principles of Recognition

Deferred tax is recognized as income or an expense amount within the tax charge, and included in the net profit or loss for the period. Deferred tax relating to items dealt with directly in equity is recognized directly in equity.

### 1.27 Share Capital and Reserves

#### 1.27.1 Capital

##### Authorized Capital

Authorized Capital is the maximum amount of share capital that the Company is authorized to raise as per its Memorandum and Articles of Association.

##### Paid-up Capital

Paid-up Capital represents total amount of shareholders' capital that has been paid in full by the shareholders. Shareholders are entitled to receive dividend as approved from time to time in the Annual General Meeting.

#### 1.27.2 Share Premium

Premium received amounting of Tk. 32,400,000 as against 162,000 ordinary share of Tk. 200 each of the share in the year 1997.

The Share Premium shall be utilized in accordance with provisions of the Companies Act, 1994 and as directed by the Securities and Exchange Commission in this respect. The section 57 of the Companies Act, 1994 provides that the Company may apply the Share Premium Account as follows:

- i. in paying up un-issued shares of the Company to be issued to members of the Company as fully paid bonus shares;
- ii. in amortized off the preliminary expenses of the Company;
- iii. in amortized off the expenses or the commission paid or discount allowed on any issue of shares or debentures of the Company; and
- iv. in providing for the premium payable on the redemption of any redeemable preference shares or of any debenture of the Company.

#### 1.27.3 Assets Revaluation Reserve

This represents the difference between the book value and the re-valued amount of Building and other Construction and Plant & Machineries of the Company as assessed by professional valuers in the year 2008. The reserve is not distributable.





## **1.28 Expenses**

### **1.28.1 Management and Other Expenses**

Expenses incurred by the Company are recognized on an accrual basis.

### **1.29 Earnings Per Share (EPS)**

#### **Measurement**

The Company calculates basic earnings per share amounts for profit or loss attributable to ordinary equity holders of the parent entity. Basic earnings per share is calculated by dividing profit or loss attributable to ordinary equity holders of the parent entity (the numerator) by the weighted average number of ordinary shares outstanding (the denominator) during the period.

#### **Presentation**

The Company presents in the statement of profit or loss and comprehensive income earnings per share. The Company present earnings per share with equal prominence for all periods presented. The Company presents earnings per share, even if the amounts are negative (i.e. a loss per share).

### **1.30 Employee Benefits**

According to para-05 of IAS 19, employee benefits are given below :

#### **a) Short-term Employee Benefits**

- i) Paid Wages, Salaries and no Social Security Contributions;
- ii) Paid 20 (Twenty) days Annual (Casual Leave), 14 (Fourteen) days Medical (Sick Leave), 06 (Six) days Earn Leave, 120 (One Hundred Twenty) days Maternity Leave and General Holidays as per Govt declaration;
- iii) Paid Festival Bonuses and 05 (Five) percent WPPF(Workers Profit Participation Fund) as profit-sharing; and
- iv) No non-monetary benefit for current employees except lunch facility and accidental medical facilities at work station.

#### **b) Post-employment Benefits**

- i) No retirement benefit; and
- ii) No other post employment benefits such as post-employment life insurance and post-employment medical care.

#### **c) Other Long-term Employee Benefits, such as the followings**

- i) No long-term paid absences such as long-service leave or sabbatical leave;
- ii) No jubilee or other long-service benefits; and
- iii) No long-term disability benefits; and

#### **d) Termination Benefits**

No termination benefits but paid onetime financial benefit due to death of any employee on the basis of financial condition of employee but not less than 06 (six) months salary avail in the last month.



### 1.31 Leases

Implementation of IFRS 16 and its relevant assumptions and disclosures IFRS 16: "Leases" has come into force on 1 January 2019, as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Wata Chemicals Limited applied IFRS 16 where the Company measured the lease liability at the present value of the remaining lease payments, discounted it using incremental borrowing rate at the date of initial application, and recognised a right-of-use asset at the date of the initial application on a lease by lease basis.

#### Right-of-use assets

The Company recognises right-of-use assets at the date of initial application of IFRS 16. Right-of-use assets are measured at cost, less any accumulated depreciation. Right-of-use asset is depreciated on a straight-line basis over the lease term. The right-of-use asset is presented under property, plant and equipment.

#### Lease liabilities

At the commencement date of the lease, the Company recognises lease liability measured at the present value of lease payments to be made over the lease term using incremental borrowing rate of 9% at the date of initial application. Lease liability is measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments.

Interest on the lease liability in each period during the lease term shall be the amount that produces a constant periodic rate of interest on the remaining balance of the lease liability.

However, the Company has only lease agreement for rental its Head Office with the Landlord for 10 years with effect from 01 July 2019 has been considered for lease as IFRS 16 and recognized in the financial statements accordingly.

### 1.32 Compliance with Financial Reporting Standards as Applicable in Bangladesh

The Companies complied, as per Para 12 of Securities & Exchange Rule 1987, with the following International Accounting Standards (IASs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements of the Company subject to departure where we have followed :

SN	Standard Number	Title of Standards	Compliance Status
01	IAS 01	Presentation of Financial Statements	Complied
02	IAS 02	Inventories	Complied
03	IAS 07	Statement of Cash Flows	Complied
04	IAS 08	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
05	IAS 10	Events after the Reporting Period	Complied
06	IAS 12	Income Taxes	Complied
07	IAS 16	Property, Plant & Equipment	Complied
08	IAS 19	Employee Benefits	Complied
09	IAS 23	Borrowing Costs	Complied
10	IAS 24	Related Party Disclosures	Complied
11	IAS 33	Earnings per Share	Complied
12	IAS 36	Impairment of Assets	Complied
13	IAS 37	Provisions, Contingent Liabilities and Contingent Assets	Complied
14	IFRS 9	Financial Instruments	Complied
15	IFRS 15	Revenue from Contracts with Customers	Complied
16	IFRS 16	Leases	Complied



## 2.00 Property, Plant & Equipment (PPE)

### At Cost / Revalued:

Opening Balance  
Add: Addition during the year  
Less: Disposal during the year

### Depreciation:

Opening Balance  
Add: Depreciation charged during the year  
Less: Disposal during the year

Written Down Value as on 30 September 2021

The details has been shown in "Schedule-01".

Amount in Taka	
30-Sep-21	30-Jun-21
1,397,455,075	1,398,013,176
1,068,464	2,961,182
-	(3,519,283)
<b>1,398,523,539</b>	<b>1,397,455,075</b>
453,988,697	400,895,209
12,231,572	53,878,288
-	(784,800)
<b>466,220,269</b>	<b>453,988,697</b>
<b>932,303,270</b>	<b>943,466,378</b>

## 3.00 Capital Work-In-Progress (CWIP)-BMRE

### Opening Balance

Add: Addition during the year

Less: Adjustment / Transfer to Non-current Assets

### Closing Balance

N.B. It is to be noted that BMRE Project cost will be capitalized after successfully completion of test Production in compliance with the relevant IAS/IFRS.

Amount in Taka	
30-Sep-21	30-Jun-21
786,110,248	318,999,166
47,863,740	467,111,082
833,973,988	786,110,248
-	-
<b>833,973,988</b>	<b>786,110,248</b>

## 4.00 Right-of-Use (ROU) Asset

### Cost

Opening Balance  
Add: Addition during the year

### Depreciation

Opening Balance  
Add: Depreciation charged during the year

Written Down Value as on 30 September 2021

Amount in Taka	
30-Sep-21	30-Jun-21
7,701,189	7,701,189
-	-
<b>7,701,189</b>	<b>7,701,189</b>
1,540,239	770,119
192,530	770,120
<b>1,732,769</b>	<b>1,540,239</b>
<b>5,968,420</b>	<b>6,160,950</b>

## 5.00 Inventories

Raw Materials Stock  
Finished Goods Stock  
Materials-In-Transit  
Stores & Spares

Note: 5.01

Note: 28.02

Raw Materials (M. Ton)  
Finished Goods (M. Ton)  
Total (M. Tons)

Amount in Taka	
30-Sep-21	30-Jun-21
97,869,964	36,745,940
8,325,001	8,471,011
58,910,750	60,482,502
3,862,486	3,540,341
<b>168,968,202</b>	<b>109,239,794</b>
2,770,016	1,707,541
622,655	704,895
<b>3,392,671</b>	<b>2,412,436</b>

- a) Raw materials stock with quantity and value are shown in "Schedule-02".  
b) Finished goods stock with quantity and value are shown in "Schedule-03".

## 5.01 Materials-In-Transit

LC Margin Account  
Lc No - 0121020217 (1000 MT Sulphur)  
Lc No - 0121020227 (700 MT Hydrate)  
Lc No - 0121020229 (1000 MT Sulphur)  
Lc No - 0121020230 (1000 MT Sulphur)  
Lc No - 0121020236 (1000 MT Sulphur)  
Lc No - 121020102 ( 1000 MT Sulphur )  
Lc No - 121020107 ( 2000 MT Sulphur )  
Lc No - 121020121 ( 1000 MT Sulphur )  
Lc No - 121020153 ( 200 MT LAB )  
Lc No - 121020172 ( 1000 MT Sulphur )  
Lc No - 120020284 ( 1000 MT Hydrate )



Amount in Taka	
30-Sep-21	30-Jun-21
38,040,791	37,877,070
20,186,887	
127,845	
141,793	
140,643	
158,252	
114,540	237,160
	401,906
	21,242,851
	340,022
	226,657
	156,837
<b>58,910,750</b>	<b>60,482,502</b>



## 6.00 Trade Receivables

### Opening Balance

Add: Sales during the year

Less: Received during the year

### Closing Balance

Amount in Taka	
30-Sep-21	30-Jun-21
435,570,160	353,867,470
200,159,563	655,999,059
<b>635,729,723</b>	<b>1,009,866,529</b>
(268,406,659)	(574,296,369)
<b>367,323,064</b>	<b>435,570,160</b>

- (a) Name wise Accounts receivable as on **30 September 2021** are shown in **Schedule-05**.  
(b) Classification schedule as required by schedule XI of Companies Act 1994 is as follows:

### Ageing of the above debtors' balances is as follows:

Below 180 days

Above 180 days

366,418,552	434,665,648
904,512	904,512
<b>367,323,064</b>	<b>435,570,160</b>

I. Accounts Receivable considered good in respect of which the company is fully secured.	366,418,552	434,665,648
II. Accounts Receivable considered doubtful or bad.	904,512	904,512
<b>Total</b>	<b>367,323,064</b>	<b>435,570,160</b>

The company has also assessed whether there is any significant credit risk involved as per IFRS 9 and the requirement of providing Expected Credit Loss as per the IFRS. However, no such allowance has been provided as more than 99% of the Trade Receivable is recoverable in time and below 180 days aged.

## 7.00 Advance Income Tax (AIT)

### Opening Balance

Add : Tax Deduction at Import

Add : Tax Deduction from Sale

Add : Income Tax Paid in Cash

Less : Adjustment during this period

### Closing Balance

Amount in Taka	
30-Sep-21	30-Jun-21
17,654,979	23,766,599
6,572,079	10,213,878
3,357,361	7,454,290
-	18,776,270
<b>27,584,420</b>	<b>60,211,036</b>
	(42,556,057)
<b>27,584,420</b>	<b>17,654,979</b>

## 8.00 Advances, Prepayments & Deposits

Advance against Salary

Advance against Capital Expenditures

Bank Guarantee Margin with Agrani Bank

Security & Earnest Money Deposit

FDR at IPDC Finance

VAT Deduction at Import (Not Adjusted)

VAT Deposit Against (10% of Claim)

VAT Deposit

Note:-8.01

Note:-8.02

Note:-8.03

Amount in Taka	
30-Sep-21	30-Jun-21
1,875,826	1,178,311
285,832,261	268,433,846
1,592,497	1,919,697
3,494,545	4,095,859
10,000,000	10,000,000
3,623,230	3,623,230
4,142,790	4,142,790
8,597,401	1,108,365
<b>319,158,551</b>	<b>294,502,098</b>

### 8.01 Advance against Salary

Advance against Salary

Advance against Expenses

Amount in Taka	
30-Sep-21	30-Jun-21
463,083	450,083
1,412,743	728,228
<b>1,875,826</b>	<b>1,178,311</b>

### 8.02 Advance against Capital Expenditure

Advance payment to suppliers

Asset in Transit

LC No 0120020041 ( LABSA Capital Machinery)

LC No 119010157 ( Capital Machi & Equipment )

LC No 119010107 ( Acid Resistance Bricks )

LC No 118020228 ( Spare Parts )

LC No 119010132 ( Acid Pump & Blower)

LC No 119010410 ( Adbestor Cement Sheet )

Amount in Taka	
30-Sep-21	30-Jun-21
177,533,382	160,134,966
<b>108,298,880</b>	<b>108,298,880</b>
9,357,530	9,357,530
79,401,901	79,401,901
1,125,096	1,125,096
7,323,768	7,323,768
10,058,433	10,058,433
1,032,152	1,032,152
<b>285,832,261</b>	<b>268,433,846</b>

The details of Advance Payment to Suppliers has been shown in "Schedule-08".



### 8.03 VAT Deposit

Opening Balance
<b>Add: Deposit during the year</b>
VAT Cash Deposit
VAT Deduction at Import
AT Deduction at Import
VAT on (Gas & Electricity Bill)
<b>Total Deposit</b>
Less: Adjustment during the year
<b>Closing Balance</b>

Amount in Taka	
30-Sep-21	30-Jun-21
1,108,365	789,647
22,495,790	79,585,763
8,200,000	64,500,000
8,852,969	4,378,805
5,001,077	8,979,625
441,744	1,727,333
<b>23,604,155</b>	<b>80,375,410</b>
(15,006,755)	(79,267,045)
<b>8,597,400</b>	<b>1,108,365</b>

### 9.00 Cash & Cash Equivalents

<b>Cash in hand</b>
Cash (Head Office)
Cash (Factory)-Current
<b>Cash at Bank</b>
Agrani Bank, Principal Branch, CD A/c No 0200000982200
BD Krishi Bank CD A/c No. 1001 0210040946
Prime Bank A/c No.2127115015947
Jamuna Bank CD A/c No. 01030210004758
Basic Bank, A/c-01010069
BDBL Account, CD-001133003901
BDBL CD A/c 6521111019973
Brac Bank Ltd. Asad Gate Br. CD A/c
Dutch-Bangla Bank, CD-10123000271
Janata Bank Limited-Dilkusha Corporate Br.
Uttara Bank, CD-21303

Amount in Taka	
30-Sep-21	30-Jun-21
<b>10,970,101</b>	<b>2,529,646</b>
5,879,392	234,272
5,090,709	2,295,374
<b>4,235,321</b>	<b>28,838,701</b>
2,357,095	19,153,713
5,260	5,260
1,790,488	9,551,851
7,500	52,899
20,213	20,213
13,947	13,947
3,014	3,014
6,000	6,000
2,434	2,434
24,533	24,533
4,838	4,838
<b>15,205,422</b>	<b>31,368,347</b>

(a) Few Bank accounts are inoperative and carried on accounts for number of years without movement.

### 10.00 Share Capital

Paid-up Capital (1,620,000 Ordinary Shares of Tk. 10 each)
Add: Issue of Right Share in year 1995
Add: Issue of Bonus Share in year 1997
Add: Issue of Bonus Share in year 2012
Add: Issue of Bonus Share for year 2013
Add: Issue of Bonus Share for year 2014
Add: Issue of Bonus Share for year 2015-2016
Add: Issue of Bonus Share for year 2016-2017
Add: Issue of Bonus Share for year 2017-2018
Add: Issue of Bonus Share for year 2018-2019

Amount in Taka	
30-Sep-21	30-Jun-21
16,200,000	16,200,000
16,200,000	16,200,000
8,100,000	8,100,000
8,100,000	8,100,000
14,580,000	14,580,000
15,795,000	15,795,000
7,897,500	7,897,500
4,343,620	4,343,620
27,364,830	27,364,830
29,645,230	29,645,230
<b>148,226,180</b>	<b>148,226,180</b>
<b>32,400,000</b>	<b>32,400,000</b>

### 11.00 Share Premium

The above share premium has been carried forward in the financial statements since 1995. This represents premium @ Tk. 200 per share collected on issue of right shares of 162,000.

### 12.00 Revaluation Reserves

<b>Opening Balance</b>
Less: Depreciation on Revaluation
Less: Deferred Tax on Revaluation Depreciation
<b>Closing Balance</b>

Amount in Taka	
30-Sep-21	30-Jun-21
396,766,745	404,064,937
(1,362,583)	(5,957,708)
(306,581)	(1,340,484)
<b>395,097,581</b>	<b>396,766,745</b>

(a) One consultant, namely, Dr. Engg. Khurshad-ul-Islam Phd. in Industrial & Process Engineering (Germany) of Bangladesh. Bangladesh Resources Management and Development Company revalued company's Plant & Machinery and Equipment in the Middle of year 2008 on replacement cost basis.

Another civil Engineering Consultant revalued Land at present market price and Building including other civil construction at replacement cost basis in the year 2008.

(b) Revaluation reserve was taken into accounts as per Board's decision:





**Details of Revaluation Reserve are as under:**

Machinery and Equipment	483,200,000	483,200,000
Land	89,266,750	89,266,750
Building & Other Civil Construction	80,200,149	80,200,149
<b>Revaluation Value (Net of Depreciation)</b>	<b>652,666,899</b>	<b>652,666,899</b>
Other Assets	4,205,463	4,205,463
<b>Total Revaluation at replacement cost</b>	<b>656,872,362</b>	<b>656,872,362</b>
Less: Written down value as on 31.12.2008	165,442,789	165,442,789
<b>Revaluation Reserve</b>	<b>491,429,573</b>	<b>491,429,573</b>
<b>Less: Depreciation Adjustment</b>	<b>87,181,541</b>	<b>85,818,959</b>
For the year 2012	12,978,569	12,978,569
For the year 2013	11,817,372	11,817,372
For the year 2014	10,765,461	10,765,461
For the year 2015	9,812,209	9,812,209
For the period 2016 (6 months)	4,474,096	4,474,096
For the year 2016-2017	8,556,441	8,556,441
For the year 2017-2018	7,809,323	7,809,323
For the year 2018-2019	7,131,491	7,131,491
For the year 2019-2020	6,516,288	6,516,288
For the year 2020-2021	5,957,708	5,957,708
For the year 2021-2022	1,362,583	-
Less: Deferred Tax Adjustment on Depreciation on Revaluation	(9,150,451)	(8,843,870)
<b>Balance as on 30 September 2021</b>	<b>395,097,581</b>	<b>396,766,744</b>

- (c) Details of depreciation calculation on revalued assets have been shown in **Schedule-10**
- (d) Depreciation on Revalued assets had been recognised in statement of profit or loss and other Comprehensive Income in line with Para-41 of IAS-16 and transfer has been made between revaluation reserve and retained earning in compliance with the requirement of the IAS 16 since 2012

**13.00 Retained Earnings**

	Amount in Taka	
	30-Sep-21	30-Jun-21
Accumulated Profit (Opening Balance)	315,262,094	290,191,550
Net Profit/(Loss) after tax for the period	15,043,364	90,957,313
Stock Dividend for the year 2020-2021	-	-
Cash Dividend for the year 2020-2021	-	(51,879,163)
Adjustment of previous years deferred tax expenses	-	(19,965,313)
Adjustment of Realized Depreciation on Revaluation	1,362,583	5,957,708
	<b>331,668,041</b>	<b>315,262,094</b>

**14.00 Long Term Loan**

	Amount in Taka	
	30-Sep-21	30-Jun-21
<b>Opening Balance</b>	<b>606,254,739</b>	<b>508,028,074</b>
Agrani Bank Term Loan	558,804,685	508,028,074
	47,450,054	-
<b>Add: Addition During the period</b>	<b>21,881,142</b>	<b>102,575,149</b>
Agrani Bank Term Loan (Interest on IDCP)	20,594,254	50,776,611
Term Loan from IPDC Finance Interest	1,286,888	51,798,538
<b>Less: Payment during the period</b>	<b>3,261,363</b>	<b>4,348,484</b>
Agrani Bank Term Loan (Interest on IDCP)	-	-
Term Loan from IPDC Finance	3,261,363	4,348,484
<b>Less: Transferred to Current Liability during the period</b>	<b>116,930,416</b>	<b>112,117,776</b>
Agrani Bank Term Loan	103,884,964	103,884,964
Term Loan from IPDC Finance	13,045,452	8,232,812
<b>Closing Balance</b>	<b>507,944,102</b>	<b>494,136,963</b>
Agrani Bank Term Loan	475,513,975	454,919,721
Term Loan from IPDC Finance	32,430,127	39,217,242

- a) Agani Bank sanctioned Project Loan of Tk. 50.91 crore vide letter no. প্রাণা/খন/প্রকল্প/উন্নয়ন/11/2018 dated 18 December 2018 for financing BMRE project cost at 70:30 debt equity ratio. This loan is repayable in 30 (Thirty) quarterly installment with interest @ of 9% p.a (as per MOU). This Loan was sanctioned against Mortgage of company's Land, Building, Plant & Machinery as well as personal guarantee of Directors. Considering Corona Virus (Covid - 19) Pandemic effect, Agani Bank revised project loan repayment period and instalment size vide letter no. প্রাণা/খন/প্রকল্প/উন্নয়ন/কেমিক্যালস/299/2021 dated 06 April 2021 against our proposal, total instalment 28 nos and the 1st instalment will be started 13 / 04 / 2021 each amounting tk,2,59,71,241/- on quarterly basis.





- b) IPDC Finance Ltd. sanctioned Project Loan of Tk. 5.00 crore vide letter no. IPDC/WCL/2021/34661 dated February 04, this loan is repayable in 60 (Sixty) monthly installment (each amounting Tk10,87,121/-) with interest @ of 11% p.a (as per MOU) starting from March 10, 2021 upto February 10, 2026.

#### 15.00 Deferred Tax Liability

Deferred tax liability on taxable temporary differences between carrying amount as per accounts and tax base amounts has been calculated into accounts in line with IAS-12.

	Amount in Taka	
	30-Sep-21	30-Jun-21
a) Deferred Tax Recognised on Taxable Temporary Difference	45,661,760	44,642,148
b) Deferred Tax Recognised on Depreciation of Revaluation Increases	306,581	1,340,484
<b>Closing Balance of Deferred Tax Liability</b>	<b>45,968,341</b>	<b>45,982,632</b>

Computation of deferred tax liability on taxable temporary differences and deferred on revaluation increase are shown at Schedule-09

#### 16.00 Lease Liability

	Amount in Taka	
	30-Sep-21	30-Jun-21
<b>Opening Balance</b>	6,914,583	8,094,296
Add: Addition during the period		
Interest Expense	149,440	647,487
	<b>7,064,023</b>	<b>8,741,783</b>
Less: Paid during the period	572,800	1,827,200
<b>Closing Balance</b>	<b>6,491,223</b>	<b>6,914,583</b>
Lease Liability-Long Term	5,875,433	6,039,543
Lease Liability-Current	615,790	875,040
	<b>6,491,223</b>	<b>6,914,583</b>

#### 17.00 Bank Overdraft and Loans

	Amount in Taka	
	30-Sep-21	30-Jun-21
Agrani Bank CC Hypo, Principal Branch	598,429,301	664,089,838
Agrani Bank Incentive Loan, Principal Branch	194,374,643	193,564,634
UPAS Loan Liability	177,953,050	96,641,389
	<b>970,756,994</b>	<b>954,295,861</b>

Note:-17.01

Note:-17.02

#### 17.01 Agrani Bank Incentive Loan under Stimulus Package

During Pandemic Corona Virus (COVID 19) crisis, the Government has declared various Stimulus Packages as working capital loan for industries, SME and other who are affected by COVID 19. Under this package, Agrani Bank has sanctioned working capital loan of Taka 19.00 crore in favor of the Company on 15 June 2020 according to BRPD Circular 08 dated 12 April 2020. This loan carries interest at rate of 9%, The loan from Agrani Bank under this package balance outstanding of Tk.19,43,74,643 crore as of 30 September 2021.

- 17.02 Agrani Bank UPAS loan was Tk.17,79,53,050/- for 180 days deferred to make payment to the consignor against each invoice value with interest & Handlling cost for materials arriving at factory till 30 September 2021.

#### 18.00 Current Portion of Long Term Loan

	Amount in Taka	
	30-Sep-21	30-Jun-21
Agrani Bank Term Loan	103,884,964	103,884,964
Term Loan from IPDC Finance	13,045,452	8,232,812
	<b>116,930,416</b>	<b>112,117,776</b>

#### 19.00 Short Term Loan (Unsecured)

	Amount in Taka	
	30-Sep-21	30-Jun-21
<b>Loan from Managing Director :</b>		
Opening Balance	(916,397)	331,603
Add: Loan received during the year	472,800	-
Less : Loan paid during the year	-	(1,248,000)
	<b>(443,597)</b>	<b>(916,397)</b>

#### 20.00 Trade Payables

	Amount in Taka	
	30-Sep-21	30-Jun-21
<b>Opening Balance</b>	27,776,472	2,615,050
Add: Purchase/addition during the year (local)	56,598,434	481,259,773
	<b>84,374,906</b>	<b>483,874,822</b>
Less: Payment / adjustment during the year	(56,300,587)	(456,098,350)
<b>Closing Balance</b>	<b>28,074,319</b>	<b>27,776,472</b>

The details has been shown in "Schedule-08".



**21.00 Deposit against Sales**

Dohar Chemicals  
M/S Masud Auto Parts & Chemicals  
Dhaka Chemicals  
Regimix Industry Ltd

Amount in Taka	
30-Sep-21	30-Jun-21
749,997	382,747
3,765	-
658,083	658,083
18,105	-
<b>1,429,949</b>	<b>1,040,830</b>

**22.00 Liabilities for Expenses**

Audit Fee Payable  
Welfare Expenses Payable  
Directors Remuneration Payable  
Festival Bonus Payable  
Salaries & Wages Payable (Head Office & Factory)  
Utilities Bill Payable  
Party Bill Payable  
Source VAT & Tax Payable

Note:-22.01

Note:-22.02

Amount in Taka	
30-Sep-21	30-Jun-21
510,302	411,116
461,645	461,645
1,131,135	1,131,135
2,045,206	2,053,466
3,552,312	3,561,951
2,232,667	2,461,616
5,436,479	14,687,049
1,177,259	434,657
<b>16,547,005</b>	<b>25,202,635</b>

**22.01 Directors Remuneration Payable**

Md. Nazrul Islam (Managing Director)  
A H M Abdullah  
Mahamudul Hasan (Director)  
Consultant Remuneration

Amount in Taka	
30-Sep-21	30-Jun-21
574,571	574,571
299,671	299,671
142,893	142,893
114,000	114,000
<b>1,131,135</b>	<b>1,131,135</b>

**22.02 Source Tax and VAT Payable**

TDS on Party Bill  
TDS on Salary & Remuneration  
VAT Payable on Party Bill

Amount in Taka	
30-Sep-21	30-Jun-21
(2,238,657)	(2,954,100)
57,546	57,479
3,358,370	3,331,278
<b>1,177,259</b>	<b>434,657</b>

**23.00 Workers Profit Participation Fund & Welfare Fund**

Opening Balance  
Add: Addition during this period  
  
Less: Paid during this period

Amount in Taka	
30-Sep-21	30-Jun-21
40,073,872	35,171,413
949,838	4,902,459
<b>41,023,710</b>	<b>40,073,872</b>
-	-
<b>41,023,710</b>	<b>40,073,872</b>

**24.00 Provision for Taxation**

Opening Balance  
Add: Provision made during the period  
Less: Provision For Previous Years (Over) / Under  
  
Less: Adjustment during this period  
Closing Balance

Amount in Taka	
30-Sep-21	30-Jun-21
22,061,365	58,269,573
4,274,272	22,061,065
-	(15,726,404)
<b>26,335,637</b>	<b>64,604,234</b>
-	(42,542,869)
<b>26,335,637</b>	<b>22,061,365</b>

**25.00 Unclaimed Dividend Account**

1 Dividend Year - 2010  
2 Dividend Year - 2011  
3 Dividend Year - 2014  
4 Dividend Year - 2015 -2016  
5 Dividend Year - 2016 -2017  
6 Dividend Year - 2017 -2018  
7 Dividend Year - 2018 -2019  
8 Dividend Year - 2019 -2020

Amount in Taka	
30-Sep-21	30-Jun-21
276	75,500
332	100,080
215	78,746
538	166,186
592	238,707
277,456	280,086
729,552	744,202
1,026,475	1,047,840
<b>2,035,437</b>	<b>2,731,347</b>

The details has been shown in "Schedule-11".





**26.00 Net Assets Value (NAV) Per Share**

Net Assets Value	Note:-26.01
Number of shares outstanding	
<b>NAV Per Share</b>	
(Previous year's NAV restated on the basis of 14,822,618 shares)	

Amount in Taka	
30-Sep-21	30-Jun-21
907,391,801	892,655,019
14,822,618	14,822,618
<b>61.22</b>	<b>60.22</b>

**26.01 Net Assets Value (NAV)**

Total Assets
Less: Non-Current Liabilities
Less: Current Liabilities

Amount in Taka	
30-Sep-21	30-Jun-21
2,670,485,337	2,624,072,956
(559,787,876)	(546,159,138)
(1,203,305,659)	(1,185,258,799)
<b>907,391,801</b>	<b>892,655,019</b>

**27.00 Revenue**

Gross Sales	Note:-27.01
Less: VAT on Sales	Note:-27.03

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
200,159,563	214,264,189
(15,006,755)	(22,571,602)
<b>185,152,808</b>	<b>191,692,588</b>

**27.01 Gross Sales**

Sulphuric Acid
Alum Sulphate
Zinc Sulphate
Magnesium Sulphate

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
72,919,652	136,352,587
42,131,712	36,691,602
48,410,600	24,750,000
36,697,600	16,470,000
<b>200,159,563</b>	<b>214,264,189</b>

(a) Product wise sales with quantity, rate, value and VAT thereon during the years have been shown in "Schedule-04".

**27.02 Per Share Gross Sales**

Gross Sales
Number of Shares
Per Share Sales

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
200,159,563	214,264,189
14,822,618	14,822,618
<b>13.50</b>	<b>14.46</b>

During Pandemic Corona Virus (COVID - 19) 2nd wave crisis, Sales of the First Quarter of 2021-2022 is comparatively lower than the First Quarter EPS of 2020-2021. Sulphuric Acid was decreased by Tk. 6,34,32,936/- against the same period of the previous year though sale of Alum Sulphate, Zinc Sulphate & Magnesium Sulphate were increased by Tk. 54,40,110/-, Tk. 2,36,60,600/- & 2,02,27,600/- respectively. But due to pandemic Corona Virus (COVID - 19) digester which was unavoidable & beyond our control, the company try to continue consistency in sales & production process. Since value of gross sales has been decreased and per share sale has also been decreased.

**27.03 VAT on Sales**

VAT on Sulphuric Acid Sale
VAT on Alum Sulphate Sale
VAT on Zinc Sulphate Sale (Exempted)
VAT on Magnesium Sulphate Sale (Exempted)

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
9,511,297	17,785,195
5,495,458	4,786,407
-	-
-	-
<b>15,006,755</b>	<b>22,571,602</b>

(a) Product wise Sales with quantity, rate, value and VAT thereon during the period have been shown in "Schedule-04".

**28.00 Cost of Sales**

Raw Materials Consumed	Note:-28.01
Carriage Inward	
Store & Spares used	Note:-28.02
Factory Overheads	Note:-28.03
<b>Cost of goods manufactured</b>	
Opening Stock of Finished Goods	
<b>Cost of goods available for sales</b>	
Closing Stock of Finished Goods	

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
99,651,733	83,456,643
531,864	72,210
1,225,389	527,535
30,257,549	29,142,301
<b>131,666,535</b>	<b>113,198,689</b>
8,471,011	21,474,961
140,137,546	134,673,650
(8,325,001)	(17,893,237)
<b>131,812,545</b>	<b>116,780,412</b>





**28.01 Raw Materials Consumed**

Rock Sulphar  
Alum Hydrate  
Zinc Ash  
Magnesium Powder  
Linear Alkyl Benzene

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
72,219,801	55,774,562
12,195,876	13,445,881
10,781,056	9,781,200
4,455,000	4,455,000
-	-
<b>99,651,733</b>	<b>83,456,643</b>

- (a) Movement of raw materials stock showing opening stock, purchased and consumed during the year and closing stock with quantity and value have been shown in "Schedule-02".  
(b) Raw materials stock had been valued at weighted average purchase price.

**28.02 Store & Spares Used**

Opening Balance  
Add: Purchase During the year  
Store & Spares available for Used  
Less: Used during the year  
For Production  
For BMRE (Capital WIP).

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
3,540,341	1,656,082
2,302,764	1,317,786
<b>5,843,105</b>	<b>2,973,868</b>
<b>1,980,619</b>	<b>1,760,792</b>
1,225,389	527,535
755,230	1,233,257
<b>3,862,486</b>	<b>1,213,076</b>

Closing Balance

**28.03 Factory Overheads**

Air & Water Test Fee  
Gas Bill  
Electric Bill  
Packing Materials  
Wages & Salaries including Overtime & Bonus  
Chemical Purchase for ETP/ATP/LAB  
Daily Labor & Wages (Misc. Work)  
Fork Lift Expenses  
Oxygen & L.P Gas Purchase  
Labor Bill for Alum Breaking  
Loading & Unloading charges (Inward & Outward)  
Medical Expenses (Factory)  
Product Testing Expenses  
Repairs & Maintenance (General -Factory)  
Repairs & Maintenance (Plant & Machinery)  
Transport License Fee  
Factory Depreciation

Note:-28.04

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
7,600	7,600
1,907,976	1,953,850
2,496,820	2,316,490
472,900	385,600
10,882,879	9,574,824
473,250	317,160
107,442	37,900
392,800	93,410
31,950	50,850
843,138	630,204
382,080	357,080
13,460	214,625
133,975	273,375
85,608	52,000
274,252	87,360
80,000	20,000
11,671,419	12,769,973
<b>30,257,549</b>	<b>29,142,301</b>

**28.04 Factory Depreciation**

Depreciation on Plant & Machinery  
Depreciation on Factory Building  
Depreciation on Factory Boundary Wall  
Depreciation on Laboratory Equipment

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
9,216,506	10,184,364
2,442,874	2,571,446
5,101	6,001
6,938	8,162
<b>11,671,419</b>	<b>12,769,973</b>

**29.00 Administrative, Selling and Distribution Expenses**

Salaries & Allowances including Eid Bonus (Office)  
Annual Subscription to Listed Companies  
Director Remuneration  
Bank Charges and Commission  
Business Development Expenses  
Car Repairs & Maintenance  
CDBL Line Charges  
Charity & Donation (Factory & Office)  
Computer Operating Expenses  
Credit Rating Expenses  
Consultant Remuneration  
Conveyance (Office & Factory)

Note:-29.01

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
3,227,715	3,063,524
-	148,266
2,484,000	2,484,000
136,846	1,304,224
-	120,000
589,905	544,145
9,450	9,450
2,500	4,500
71,700	47,080
80,625	-
358,500	175,500
59,795	37,518



Crookes & Cutlery	-	3,340
Dish Bill (Factory & Office)	3,900	3,900
Electric Bill (Office)	167,912	150,226
Entertainment & Lunch Exp. (Office & Factory)	268,244	438,576
Exchange Loss	27,188	2,188,578
Gas Bill (Office)	5,880	6,149
Internet Expenses (Factory & Office)	42,300	38,700
License Renewal Expenses	34,000	34,000
Loan Processing Expenses	-	145,000
Medical Expenses	8,869	177,390
Mobile Expenses (Office & Factory)	77,489	55,650
News Paper & Periodicals (Factory & Office)	2,650	2,300
Office Expenses (Factory & Office)	169,450	188,562
Audit Fee	99,186	99,186
Annual General Meeting & Board Meeting Expenses	-	25,000
Office Stationery (Factory & Office)	47,782	54,956
Oil & Fuel Expenses	286,384	408,314
Parking & Toll Charge	6,340	18,575
Photocopy Charge (Factory & Office)	5,695	13,398
Postage & Courier and Fax Exp.	7,524	1,500
Repair & Maintenance-Office Equipment	8,250	16,960
Stamp Purchase	8,435	18,932
Telephone Bill (Office)	1,557	1,557
Water Bill (Office & Factory)	6,224	7,456
Fish & Deer Upkeep (Factory)	525,580	177,620
Tree Plantation	-	7,200
Carriage Outward	1,794,300	800,000
Tender Documentation Charges	13,230	20,625
Advertisement & Publicity	24,000	206,054
Fine & Penalty	-	13,188
Loading & Unloading (Outward)	353,160	269,260
Depreciation (Office)	752,683	858,486
<b>Note:-29.02</b>	<b>11,769,248</b>	<b>14,388,845</b>

#### 29.01 Director Remuneration

- (i) Md. Nazrul Islam, Managing Director
- (ii) Mr. A.H.M Abdullah, Director
- (iii) Mr. Mahmudul Hasan, Director
- (v) EID Bonus (For Director'S)

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
1,200,000	1,200,000
600,000	600,000
270,000	270,000
414,000	414,000
<b>2,484,000</b>	<b>2,484,000</b>

#### 29.02 Depreciation (Office)

- Depreciation on Motor Vehicles
- Depreciation on Bi-Cycle
- Depreciation on Furniture & Fixture
- Depreciation on Office Equipment
- Depreciation on Computer
- Depreciation on Generator
- Depreciation on ROU Asset

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
320,949	432,568
59	66
93,646	100,206
122,342	110,368
13,082	11,554
10,075	11,194
192,530	192,530
<b>752,683</b>	<b>858,486</b>

#### 30.00 Finance Expenses

- Interest on Agrani Bank C.C (Hypo)
- Interest on Stimulus Package Loan
- Interest on IPDC Loan
- Interest & Handling Exp. Of Materials Import (UPAS)
- Interest on Lease Liability

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
14,779,242	15,105,097
2,592,330	1,865,596
1,286,888	-
2,816,514	333,003
149,440	161,872
<b>21,624,413</b>	<b>17,465,567</b>





**31.00 Non-operating Income**

Fish Sale  
Misc. Sales Income

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
-	-
-	-
-	-

**32.00 Deferred Tax Expense/(Income)**

Carrying Value at Balance Sheet Date  
Carrying Value of Fixed Assets (WDV)  
Less: Revaluation Increase (Net Of Depreciation)  
**Net carrying Cost**  
Less: Land Value  
**Net Carrying cost (Net of Land & Land Development) (A)**  
**Right-of-Use (ROU) Asset (B)**  
**Lease Liability (C)**  
**Total Carrying Value at Balance Sheet Date (A+B-C)**  
Less: Tax Based WDV (Estimated)  
**Temporary Taxable Differences**  
**Deferred Tax on Depreciation on Revaluation-Increase**  
Deferred Tax Liability on Temporary Taxable @ 22.5%  
Deferred Tax on Depreciation on Revaluation Increase through OCI  
**Deferred Tax Liability on 30 September 2021**  
Less: Opening Deferred Tax Liability  
Less: Deferred Tax on Revaluation Transferred to Revaluation Reserve  
**Deferred Tax Expenses (Income) Recognised during the period**

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
932,303,270	983,920,537
(320,735,984)	407,814,137
<b>611,567,286</b>	<b>576,106,400</b>
(106,402,620)	(106,402,620)
<b>505,164,666</b>	<b>469,703,780</b>
<b>5,968,420</b>	<b>6,738,540</b>
<b>(5,259,643)</b>	<b>(4,726,278)</b>
<b>505,873,443</b>	<b>471,716,043</b>
(302,932,287)	(376,161,869)
<b>202,941,156</b>	<b>95,554,174</b>
45,661,760	23,888,543
306,581	372,357
<b>45,968,341</b>	<b>24,260,900</b>
(45,982,632)	(23,919,632)
(306,581)	(372,357)
<b>(320,872)</b>	<b>(31,089)</b>

**33.00 Earning per share (EPS)**

Basic Earning Per Share, as per IAS - 33, is calculated as below:

$$\text{EPS} = \frac{\text{Net Profit After Tax}}{\text{Number of Share}}$$

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
15,043,364	30,786,634
14,822,618	14,822,618
<b>1.01</b>	<b>2.08</b>

During Pandemic Corona Virus (COVID - 19) 2nd wave crisis, EPS of the First Quarter of 2021-2022 is comparatively lower than the First Quarter EPS of 2020-2021. The First Quarter EPS of 2021-2022 is Tk. 1.01 though the same period of the previous year the EPS was Tk. 2.08/-. Sulphuric Acid was decreased by Tk. 6,34,32,936/- against the same period of the previous year though sale of Alum Sulphate, Zinc Sulphate & Magnesium Sulphate were increased by Tk. 54,40,110/-, Tk. 2,36,60,600/- & 2,02,27,600/- respectively. But due to pandemic Corona Virus (COVID - 19) digester which was unavoidable & beyond our control, the company try to continue consistency in sales & production process. COGS thus decreased by Tk. 2,15,71,913/-. As a result Net income after deduction of tax decreased by Tk.1,57,43,270/- which causes the significant deviation in EPS.

**34.00 Cash Receipts From Customers and Others**

Gross Sales  
Non Operating Income  
Trade Receivables: Decrease (Increase)  
Loan & Advance - Net of VAT & Tax (Increase)  
Deposit against Sales Increase / (Decrease)

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
200,159,563	214,264,189
-	-
68,247,096	12,001,226
(17,167,417)	(83,487,190)
389,120	1,453,852
<b>251,628,362</b>	<b>144,232,077</b>

**35.00 Cash paid to Suppliers and Others**

Raw Materials Purchase  
Stores & Spares Purchase  
Packing Materials  
Material in Transit: Increase / (Decrease)  
Trade Payables-(Increase) / Decrease

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
160,775,757	9,592,000
2,302,764	1,317,786
472,900	385,600
(1,571,752)	(5,968,349)
(82,364,738)	763,873
<b>79,614,932</b>	<b>6,090,910</b>





**36.00 Cash paid to Employees and for Other Expenses**

Salaries & Allowances including Eid Bonus (Office)
Carriage Inward
Factory Overheads (Excl. Depreciation)
Administrative & Marketing Exp. (Excl. Salaries, Depr. & Exch. Loss)
Finance costs
Liabilities for Expenses: Decrease (Increase)

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
3,227,715	3,063,524
531,864	72,210
18,113,230	15,986,728
7,761,662	8,278,257
21,624,413	17,303,695
8,914,880	8,556,125
<b>60,173,764</b>	<b>53,260,540</b>

**37.00 Cash paid for VAT & Tax**

(a) Payment of VAT
VAT Deposit in Cash
VAT Paid at Import
AT Paid at Import
VAT on Utility Bill
(b) Payment of Tax
AIT on Import
AIT Deduction from Sale Bill
Payment of Tax in Cash

**Total (A+B)**

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
<b>22,495,790</b>	<b>16,847,572</b>
8,200,000	16,400,000
8,852,969	-
5,001,077	-
441,744	447,571
<b>9,929,440</b>	<b>3,822,094</b>
6,572,079	-
3,357,361	3,822,094
-	-
<b>32,425,230</b>	<b>20,669,666</b>

**38.00 Acquisition of Non-current Assets**

Addition to Fixed Assets (Net of Adjustment)
Addition for Capital Work in Progress
Payment of Lease Liability

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
1,068,464	238,500
47,863,740	20,424,374
164,110	-
<b>49,096,314</b>	<b>20,662,874</b>

**39.00 Loan Received**

Loan from Agrani Bank
Project Loan from Agrani Bank (IDCP Interest)
Loan from Managing Director

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
810,009	132,056,662
21,881,142	11,684,646
472,800	-
<b>23,163,951</b>	<b>143,741,308</b>

**40.00 Loan Repaid**

Loan Payment to Agrani Bank
Payment to IDLC Loan Instalment
Loan from Managing Director

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
65,660,537	183,745,934
3,261,363	-
-	-
<b>68,921,900</b>	<b>183,745,934</b>

**41.00 Dividend Paid**

Dividend Paid
---------------

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
695,909	36,687
<b>695,909</b>	<b>36,687</b>

Unclaimed Dividend Account balance (Except last three years) amounting Tk. 5,50,450/- has been transferred to **Capital Market Stabilization Fund** ( SND A/c No. 0010311521301 Community Bank Bangladesh Ltd., Gulshan Corporate Branch, Dhaka ) after deducting TDS Complying with the Commission's Directive No. BSEC/CMRRCD/2021-386/03 - dated 14 January 2021 during the year.

**42.00 Net Operating Cash Flow Per Share (NOCFPS)**

Net Operating Cash Flows
Weighted average number of shares

Amount in Taka	
Jul'21 - Sept'21	Jul'20 - Sept'20
79,414,435	64,210,962
14,822,618	14,822,618
<b>5.36</b>	<b>4.33</b>

Collection from Sales and Trade Debtors was increased by Tk. 10,73,96,285/- but Payment for Raw Materials & Trade Creditors, Payment for Salaries & Wages & Others Expenses and Payment of VAT and Tax were increased by Tk.7,35,24,022/-, Tk.69,13,224/- & Tk.1,17,55,564/- against the same period of the previous period. As a result Cash Flow from Operating Activities stand at TK.7,94,14,436/- which causes the significant deviation in NOCFPS.

