

Second Quarter Accounts

Wata Chemicals Ltd.

**Unaudited Financial Statements
For the Second Quarter (Q-2)
Ended on 31st December, 2020**



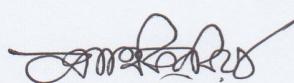
Wata Chemicals Ltd.

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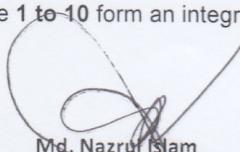
WATA CHEMICALS LIMITED
Statement of Financial Position (Un-audited)
As at 31st December, 2020

Particulars	Notes	Amount in Taka		
		31-Dec-20	30-Jun-20	
ASSETS				
NON-CURRENT ASSETS				
Property, Plant and Equipment (PPE)	2.00	1,332,279,689	1,323,048,203	
Capital Work-in-Progress (CWIP)-BMRE	3.00	970,666,695	997,117,967	
Right-of-Use (ROU) Asset	4.00	355,066,984	318,999,166	
		6,546,010	6,931,070	
CURRENT ASSETS				
Inventories	5.00	1,163,305,393	1,159,038,945	
Trade Receivables	6.00	80,124,829	141,127,471	
Advance Income Tax	7.00	381,737,939	353,867,470	
Advances, Prepayments & Deposits	8.00	31,991,580	23,766,599	
Cash & Cash Equivalents	9.00	656,829,728	632,445,096	
		12,621,317	7,832,309	
TOTAL ASSETS		2,495,585,082	2,482,087,148	
SHAREHOLDER'S EQUITY & LIABILITIES				
SHAREHOLDER'S EQUITY				
Share Capital	10.00	883,187,379	874,882,666	
Share Premium	11.00	148,226,180	148,226,180	
Revaluation Reserve	12.00	32,400,000	32,400,000	
Retained Earnings	13.00	400,341,370	404,064,937	
		302,219,829	290,191,549	
LIABILITIES				
NON-CURRENT LIABILITIES				
Long Term Loan	14.00	507,431,132	538,589,488	
Deferred Tax Liability	15.00	475,082,643	508,028,074	
Lease Liability	16.00	26,007,826	23,919,632	
		6,340,664	6,641,782	
CURRENT LIABILITIES				
Bank Overdraft & Loans	17.00	1,104,966,571	1,068,614,995	
Current Portion of Long Term Loan	18.00	858,753,842	927,343,869	
Short term Loan (Unsecured)	19.00	48,985,960	-	
Lease Liability	16.00	133,603	331,603	
Trade Payables	20.00	1,177,376	1,452,513	
Deposit against Sales	21.00	1,615,303	2,615,050	
Liabilities for Expenses	22.00	2,130,257	1,256,965	
Workers Profit Participation Fund & Welfare Fund	23.00	23,272,752	38,095,463	
Provision for Taxation	24.00	39,322,884	35,171,413	
Dividend Payable	25.00	79,026,929	58,269,573	
		50,547,665	4,078,547	
TOTAL LIABILITIES		1,612,397,703	1,607,204,482	
TOTAL SHAREHOLDER'S EQUITY & LIABILITIES		2,495,585,082	2,482,087,148	
Net Assets Value (NAV) Per Share in Taka	26.00	59.58	59.02	

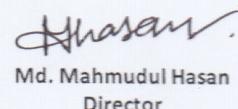
The annexed notes 1 to 53 and schedule 1 to 10 form an integral part of these financial statements.



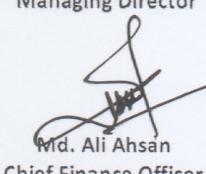
Md. Amzad Hossain Kibria
Chairman



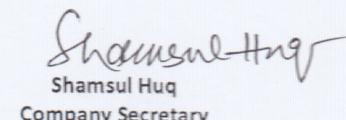
Md. Nazrul Islam
Managing Director



Md. Mahmudul Hasan
Director



Md. Ali Ahsan
Chief Finance Officer

Shamsul Huq
Company Secretary

Dated: Dhaka
January 28, 2021

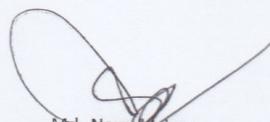
WATA CHEMICALS LIMITED
Statement of Profit or Loss & Other Comprehensive Income (Unaudited)
For the Second Quarter from 1st July'2020 to 31st December'2020

Particulars	Notes	Amount in Taka			
		Jul'20 - Dec'20 06 Months	Jul'19 - Dec'19 06 Months	Oct'20 - Dec'20 03 Months	Oct'19 - Dec'19 03 Months
Revenue	27.00	324,995,763	491,193,750	133,302,939	238,900,267
Cost of Sales	28.00	(178,048,361)	(296,943,279)	(61,267,948)	(142,019,951)
Gross Profit		146,947,402	194,250,471	72,034,991	96,880,316
Administrative, Selling and Distribution Expenses	29.00	(25,117,139)	(21,350,781)	(10,728,794)	(9,561,715)
Operating Profit		121,830,263	172,899,691	61,306,197	87,318,601
Finance Expenses	30.00	(37,221,001)	(33,054,590)	(19,755,433)	(16,632,000)
Non Operating Income	31.00	2,571,634	1,360,900	2,571,634	1,360,900
Profit before contribution to WPPF & Welfare Fund		87,180,896	141,206,001	44,122,398	72,047,502
Contribution to WPPF & Welfare Fund		(4,151,471)	(6,724,095)	(2,101,067)	(3,430,833)
Profit before Tax		83,029,425	134,481,905	42,021,331	68,616,668
Income Tax Expenses		(22,100,836)	(36,662,419)	(11,879,902)	(19,573,546)
Current Tax		(20,757,356)	(33,620,476)	(10,505,333)	(17,154,167)
Deferred Tax income/(expense)	32.00	(1,343,480)	(3,041,942)	(1,374,569)	(2,419,379)
Profit after Tax		60,928,589	97,819,487	30,141,429	49,043,122
Other Comprehensive Income / Expenses					
Deferred Tax on Revaluation of PPE		(744,713)	(814,536)	(372,354)	(407,268)
Total Comprehensive Income		60,183,875	97,004,951	29,769,075	48,635,854
Earning Per Share (EPS) in Taka	33.00	4.11	6.60	2.03	3.31

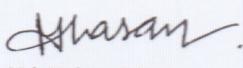
The annexed notes 1 to 53 and schedule 1 to 10 form an integral part of these financial statements.



Md. Amzad Hossain Kibria
Chairman



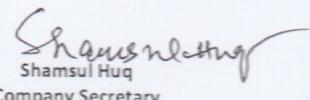
Md. Nazrul Islam
Managing Director



Md. Mahmudul Hasan
Director



Md. Ali Ahsan
Chief Finance Officer



Shamsul Huq
Company Secretary



Dated; Dhaka
January 28, 2021

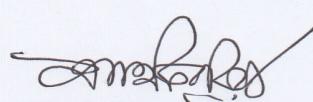
WATA CHEMICALS LIMITED
Statement of Changes in Equity (Unaudited)
For the Second Quarter from 1st July'2020 to 31st December'2020

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earning	Amount in Taka
					Total
Balance as at 01 July 2020	148,226,180	32,400,000	404,064,937	290,191,549	874,882,667
Profit after Tax during the period	-	-	-	60,928,589	60,928,589
Cash dividend for the year 19-20	-	-	-	(51,879,163)	(51,879,163)
Stock dividend for the year 19-20	-	-	-	-	-
Adj. of Realized Depreciation on Revaluation	-	-	(2,978,854)	2,978,854	-
Deferred Tax on Revaluation transferred to Revaluation Reserve	-	-	(744,713)	-	(744,713)
Balance as at 31st Dec'20	148,226,180	32,400,000	400,341,370	302,219,829	883,187,379

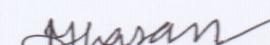
WATA CHEMICALS LIMITED
Statement of Changes in Equity (Unaudited)
For the Second Quarter from 1st July'2019 to 31st December'2019

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earning	Amount in Taka
					Total
Balance as at 01 July 2019	118,580,950	32,400,000	412,210,297	229,571,317	792,762,564
Profit after Tax during the period	-	-	-	97,819,487	97,819,487
Cash dividend for the year 18-19	-	-	-	(35,574,285)	(35,574,285)
Stock dividend for the year 18-19	29,645,230	-	-	(29,645,230)	-
Adj. of Realized Depreciation on Revaluation	-	-	(3,258,144)	3,258,144	-
Deferred Tax on Revaluation transferred to Revaluation Reserve	-	-	(814,536)	-	(814,536)
Balance as at 31st Dec'19	148,226,180	32,400,000	408,137,617	265,429,433	854,193,230

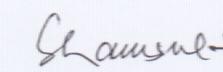
The annexed notes **1 to 53** and schedule **1 to 10** form an integral part of these financial statements.


Md. Amzad Hossain Kibria
Chairman


Md. Nazrul Islam
Managing Director


Md. Mahmudul Hasan
Director


Md. Ali Ahsan
Chief Finance Officer


Shamsul Huq
Company Secretary

Dated; Dhaka
January 28, 2021



WATA CHEMICALS LIMITED
Statement of Cash Flows (Unaudited)
For the Second Quarter from 1st July'2020 to 31st December'2020

Particulars	Notes	Amount in Taka	
		Jul'20 - Dec'20	Jul'19 - Dec'19
Cash Flows from Operating Activities:			
Cash receipts from Customers and others	34.00	315,919,605	332,836,627
Cash paid to Suppliers and others	35.00	(61,905,910)	(141,548,674)
Cash paid to employees and for expenses	36.00	(103,837,156)	(49,200,436)
Cash paid for VAT & Tax	37.00	(47,972,186)	(45,752,749)
Net Cash (used in)/generated from operating activities (A)		102,204,354	96,334,768
Cash Flows from Investing Activities:			
Acquisition of Fixed Assets	38.00	(37,069,226)	(98,464,086)
Net Cash (used in)/generated from investing activities (B)		(37,069,226)	(98,464,086)
Cash Flows from Financing Activities:			
Loan Received	39.00	98,509,752	49,969,888
Loan Repaid	40.00	(151,257,250)	(40,737,000)
Dividend Paid	41.00	(5,410,045)	-
Net Cash (used in)/generated from financing activities (C)		(58,157,542)	9,232,888
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		6,977,585	7,103,570
Effect of movements in exchange rate on cash held		(2,188,578)	(136,940)
Opening Cash & Cash Equivalents		7,832,309	1,013,429
Closing Cash & Cash Equivalent at Reporting Date		12,621,317	7,980,059
Net Operating Cash Flow Per Share (NOCFPS) in Taka	42.00	6.90	6.50
(Previous year's NOCFPS has been restated based on 14,822,618 shares)			

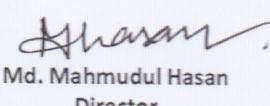
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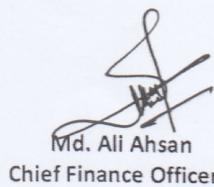
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Chairman



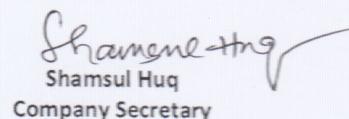
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Managing Director



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Director



Md. Ali Ahsan
Chief Finance Officer



Shamsul Huq
Company Secretary

Dated: Dhaka
January 28, 2021



WATA CHEMICALS LIMITED
Notes to the Financial Statements
As at and for the period ended 31st December'2020

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 31st December 2020
- ii. Statement of Profit or Loss & Other Comprehensive Income for the period ended 31st Dec'2020
- iii. Statement of Changes in Equity for the period ended 31st December 2020
- iv. Statement of Cash Flows for the period ended 31st December 2020 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 2020 to 31st December 2020.

1.11 Authorization of the Financial Statements for Issue

The financial statements were authorized by the Board of Directors on 27th January 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 are 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 as on 31st December 2020. 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 31st December 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	25%	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 presents 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

Amount in Taka	
31-Dec-20	30-Jun-20
1,398,013,176	1,390,976,245
425,152	7,036,931
1,398,438,328	1,398,013,176

Depreciation:

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

400,895,209	341,884,514
26,876,425	59,010,695
427,771,633	400,895,209
970,666,695	997,117,967

Written Down Value as at 31st Dec'20

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

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

Opening Balance

Add: Addition during the year

Amount in Taka	
31-Dec-20	30-Jun-20
318,999,166	148,788,783
36,067,818	170,210,383
355,066,984	318,999,166
355,066,984	318,999,166

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.

4.00 Right-of-Use (ROU) Asset

Cost

Opening Balance
Add: Addition during the year

Amount in Taka	
31-Dec-20	30-Jun-20
7,701,189	-
7,701,189	7,701,189
7,701,189	7,701,189
770,119	-
385,060	770,119
1,155,179	770,119
6,546,010	6,931,070

Depreciation

Opening Balance
Add: Depreciation charged during the period

Written Down Value as at 31st Dec'20

5.00 Inventories

Raw Materials Stock

Finished Goods Stock

Materials-In-Transit

Stores & Spares

Note: 5.01
Note: 28.02

Amount in Taka	
31-Dec-20	30-Jun-20
12,823,035	91,351,422
16,730,340	21,474,961
48,231,293	26,645,007
2,340,162	1,656,082
80,124,829	141,127,471
484,080	5,926,103
1,616,212	2,461,962
2,100,292	8,388,065

Raw Materials (M. Ton)

Finished Goods (M. Ton)

Total (M. Tons)

- 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 - 120020241 (2000 MT Sulphur)

Lc No - 120020242 (1000 MT Sulphur)

Lc No - 120020275 (2000 MT Sulphur)

Lc No - 120020277 (1000 MT Sulphur)

Lc No - 120020322 (2000 MT Sulphur)

Lc No - 120020332 (2000 MT Sulphur)

Lc No - 120020284 (1000 MT Hydrate)

Note:-5.02

Amount in Taka	
31-Dec-20	30-Jun-20
15,378,552	26,645,007
12,289,040	-
200,002	-
19,575,760	-
128,189	-
281,599	-
278,149	-
100,002	-
48,231,293	26,645,007



5.02 LC Margin Account

	Amount in Taka	
	31-Dec-20	30-Jun-20
Lc No - 120020241 (2000 MT Sulphur)	1,953,850	-
Lc No - 120020242 (1000 MT Sulphur)	976,925	-
Lc No - 120020275 (2000 MT Sulphur)	2,051,543	-
Lc No - 120020277 (1000 MT Sulphur)	1,025,771	-
Lc No - 120020322 (2000 MT Sulphur)	2,319,135	-
Lc No - 120020332 (2000 MT Sulphur)	2,319,235	-
Lc No - 120020284 (1000 MT Hydrate)	2,251,175	-
Lc No - 119020144 (1000 MT Hydrate)	-	2,339,119
Lc No - 120020041 (LABSA Capital Machinery)	1,271,447	1,271,447
Lc No - 119020273 (2000 MT Sulphur)	-	2,251,417
Lc No - 119020108 (2000 MT)	71,765	1,617,077
Lc No - 119020130 (1000 MT Sulphur)	1,107,148	1,107,148
Lc No - 119020297 (2000 MT Sulphur)	-	2,333,266
Lc No - 119020321 (2000 MT Sulphur)	-	2,069,598
Lc No - 119020322 (192 MT Hydrate)	-	504,432
Lc No - 119020338 (2000 MT Sulphur)	-	1,817,602
Lc No - 119020371 (2000 MT Sulphur)	-	1,764,880
Lc No - 119020373 (2000 MT Sulphur)	-	1,764,880
Lc No - 119020380 (2016 MT Hydrate)	-	5,473,843
Lc No - 119020382 (1000 MT Sulphur)	-	890,925
Lc No - 119020199 (1020 MT Sulphur)	30,558	1,439,373
	15,378,552	26,645,007

6.00 Trade Receivables

Opening Balance

Add: Sales during the year

Less: Received during the year

Closing Balance

(a) Name wise Accounts receivable as on **31st December 2020** 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	380,833,427	352,962,958
Above 180 days	904,512	904,512
	381,737,939	353,867,470

I. Accounts Receivable considered good in respect of which the company is fully secured.

II. Accounts Receivable considered doubtful or bad.

Total

380,833,427	352,962,958
904,512	904,512
381,737,939	353,867,470

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

8.00 Advances, Prepayments & Deposits

Advance against Salary

Advance against Capital Expenditures

Bank Guarantee Margin with Agrani Bank

Security & Earnest Money Deposit

VAT Deduction at Import (Not Adjusted)

VAT Deposit Against (10% of Claim)

VAT Deposit

	Amount in Taka	
	31-Dec-20	30-Jun-20
	23,766,599	86,698,797
	1,987,604	19,586,879
	6,250,566	4,179,719
	-	28,767,959
	32,004,768	139,233,355
	13,188	115,466,756
	31,991,580	23,766,599

	Amount in Taka	
	31-Dec-20	30-Jun-20
Note:-8.01	990,687	851,294
Note:-8.02	645,409,149	617,111,494
Note:-8.03	1,227,272	1,818,786
Note:-8.04	3,667,313	4,107,855
	3,623,230	3,623,230
	4,142,790	4,142,790
Note:-8.05	(2,230,714)	789,647
	656,829,728	632,445,096



8.01 Advance against Salary

Advance against Salary
Advance against Expenses

Amount in Taka	
31-Dec-20	30-Jun-20
315,083	382,083
675,604	469,211
990,687	851,294

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	
31-Dec-20	30-Jun-20
538,088,469	519,017,082
107,320,680	98,094,412
9,357,530	131,262
79,401,901	79,401,901
1,125,096	1,125,096
7,323,768	7,323,768
9,080,233	9,080,233
1,032,152	1,032,152
645,409,149	617,111,494

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

8.03 Bank Guarantee Margin

Titas Gas /L/2632/17
Chittagong WASA
Dhaka WASA

Amount in Taka	
31-Dec-20	30-Jun-20
114,360	114,360
725,312	436,386
387,600	1,268,040
1,227,272	1,818,786

8.04 Security & Earnest Money Deposit

Titas Gas
Narayanganj PBS-2
Dhaka WASA
Ashuganj Fertilizer & Chemical Co. Ltd.
Ashuganj Power Station
Chittagong WASA
Jamuna Fertilizer Factory Ltd.
Ghorasal Power Station

Amount in Taka	
31-Dec-20	30-Jun-20
863,600	863,600
480,000	480,000
	600,000
	150,000
236,721	-
1,732,737	1,760,000
254,255	254,255
100,000	-
3,667,313	4,107,855

8.05 VAT Deposit

Opening Balance
Add: Deposit during the year
VAT Cash Deposit
VAT Deduction at Import
AT Deduction at Import
VAT on (Gas & Electricity Bill)

Schedule-04

Amount in Taka	
31-Dec-20	30-Jun-20
789,647	769,616
39,734,017	67,560,887
36,200,000	34,300,000
550,278	13,813,951
1,987,604	18,774,584
996,135	672,352
40,523,663	68,330,503
(42,754,377)	(67,540,857)
(2,230,714)	789,647

9.00 Cash & Cash Equivalents

Cash in hand

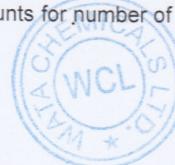
Cash (Head Office)
Cash (Factory)-Current

Cash at Bank

Agrani Bank, Principal Branch, CD A/c No 0200000982200
BD Krishi Bank CD A/c No. 1001 0210040946
Prime Bank A/c No.2127115015947
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	
31-Dec-20	30-Jun-20
7,769,691	1,612,556
65,240	47,254
7,704,451	1,565,302
4,851,626	6,219,753
4,707,648	6,071,312
6,704	11,167
62,295	62,295
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
12,621,317	7,832,309

(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	
31-Dec-20	30-Jun-20
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
148,226,180	148,226,180
32,400,000	32,400,000

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

Opening Balance

Less: Depreciation on Revaluation Increase / Decrease
 Less: Deferred Tax on Revaluation Depreciation

Closing Balance

Amount in Taka	
31-Dec-20	30-Jun-20
404,064,937	412,210,297
(2,978,854)	(6,516,288)
(744,713)	(1,629,072)
400,341,370	404,064,937

(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
Revaluation Value (Net of Depreciation)	652,666,899	652,666,899
Other Assets	4,205,463	4,205,463
Total Revaluation at replacement cost	656,872,362	656,872,362
Less: Written down value as on 31.12.2008	165,442,789	165,442,789
Revaluation Reserve	491,429,573	491,429,573

Less: Depreciation Adjustment

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	2,978,854	2,978,854
Less: Deferred Tax Adjustment on Depreciation on Revaluation	(8,248,099)	(7,503,386)
Balance as on 31.12.2020	400,341,370	404,064,937

(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

Accumulated Profit (Opening Balance)
 Net Profit/(Loss) after tax for the period
 Stock Dividend for the year 2019-2020
 Cash Dividend for the year 2019-2020
 Adjustment of Realized Depreciation on Revaluation

Amount in Taka	
31-Dec-20	30-Jun-20
290,191,549	229,571,318
60,928,589	119,323,458
(51,879,163)	(29,645,230)
2,978,854	6,516,288
302,219,829	290,191,549



14.00 Long Term Loan

Opening Balance

Agrani Bank Term Loan

Amount in Taka	
31-Dec-20	30-Jun-20
508,028,074	395,420,985
508,028,074	395,420,985
-	-
16,040,530	112,607,089
16,040,530	112,607,089
-	-
48,985,960	-
48,985,960	-
-	-
475,082,643	508,028,074
475,082,643	508,028,074
-	-

Add: Received during the year

Agrani Bank Term Loan (Interest on IDCP)

Less: Transferred to Current Liability during the year

Agrani Bank Term Loan

Closing Balance

Agrani Bank Term Loan

a) Agani Bank sanctioned Project Loan of Tk. 50.91 crore vide letter no. প্রশা/ঘন/প্রকল্প/গুয়াটা কেমিক্যালস /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 (each amounting Tk. 2,44,92,980/-) with interest @ of 9% p.a (as per MOU) with 12 (Twelve) months implementation period and grace period of 06 (six) months. This Loan was sanctioned against Mortgage of company's Land, Building, Plant & Machinery as well as personal guarantee of Directors. However, due to Corona Virus (Covid - 19) Pandemic effect forein experts involved in the project are unable to get VISA and thus an application has been submitted to the Bank by Wata Chemicals Limited to increase the implementation period of this project for additional 12 (Twelve) months from previously sanctioned implementation period.

15.00 Deferred Tax Liability

Deferred tax liability on taxable temporary differences between carrying amount as per accounts and tax base amounts as on 31st December 2020 has been calculated into accounts in line with IAS-12.

	Amount in Taka	
	31-Dec-20	30-Jun-20
a) Deferred Tax Recognised on Taxable Temporary Difference	25,263,112	22,290,560
b) Deferred Tax Recognised on Depreciation of Revaluation Increases	744,713	1,629,072
Closing Balance of Deferred Tax Liability	26,007,826	23,919,632

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

16.00 Lease Liability

Opening Balance

Add: Addition during the period
Interest Expense

Less: Paid during the period

Closing Balance

Lease Liability-Long Term
Lease Liability-Current

Amount in Taka	
31-Dec-20	30-Jun-20
8,094,296	7,701,189
323,744	693,107
8,418,040	8,394,296
900,000	300,000
7,518,040	8,094,296
6,340,664	6,641,782
1,177,376	1,452,513
7,518,040	8,094,296

17.00 Bank Overdraft and Loans

Agrani Bank CC Hypo, Principal Branch
Agrani Bank Incentive Loan, Principal Branch
UPAS Loan Liability

Note:-17.01	612,969,285	664,725,739
Note:-17.02	194,213,099	59,987,421
	51,571,458	202,630,708
	858,753,842	927,343,869

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%, half to be borne by borrower and half by Government as a subsidy. BB has published a circular detailing about eligibility, application, management and other terms of the package on 12 April 2020.

17.02 Agrani Bank UPAS loan was Tk.5,15,71,458/- for 180 days deferred to make payment to the consignor against each invoice value with interest & Handlling cost for materials arriving.



18.00 Current Portion of Long Term Loan

Opening Balance

Add: Transferred from Long Term Loan
Less : Loan paid during the year

Amount in Taka	
31-Dec-20	30-Jun-20
48,985,960	-
-	-
48,985,960	-

Note:-14.00

19.00 Short Term Loan (Unsecured)

Loan from Managing Director :

Opening Balance
Add: Loan received during the year
Less : Loan paid during the year

Amount in Taka	
31-Dec-20	30-Jun-20
331,603	868,603
-	40,200,000
(198,000)	(40,737,000)
133,603	331,603

20.00 Trade Payables

Opening Balance

Add: Purchase/addition during the year (local)

Less: Payment/adjustment during the year

Closing Balance

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

Amount in Taka	
31-Dec-20	30-Jun-20
2,615,050	2,446,607
17,359,691	193,432,745
19,974,741	195,879,352
(18,359,437)	(193,264,302)
1,615,303	2,615,050

21.00 Deposit against Sales

Dohar Chemicals
Afif Paper Mills Ltd.
Dhaka Chemicals
Zharna Traders

Amount in Taka	
31-Dec-20	30-Jun-20
207,190	198,723
-	11,242
986,580	73,663
936,487	973,338
2,130,257	1,256,965

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
Tax Deduction at Source
VAT Deduction at Source

Note:-22.01

Note:-22.02

Note:-22.03

Amount in Taka	
31-Dec-20	30-Jun-20
212,744	382,372
461,645	461,645
666,000	1,026,000
-	2,058,267
3,292,428	3,116,496
2,251,578	2,101,298
14,135,892	23,475,291
(2,248,597)	(7,182,569)
4,501,062	12,656,664
23,272,752	38,095,463

22.01 Directors Remuneration Payable

Md. Nazrul Islam (Managing Director)
Subrata Pal (Finance Consultant)
Md. Iftikhar -uz- Zaman (Consultant)
A H M Abdullah
Mahamudul Hasan (Director)
Sikender Ali (Tax Consultant)

Amount in Taka	
31-Dec-20	30-Jun-20
360,000	360,000
30,000	30,000
-	360,000
180,000	180,000
81,000	81,000
15,000	15,000
666,000	1,026,000

22.02 Tax Deduction at Source

TDS on Party Bill
TDS on Salary & Remuneration

Amount in Taka	
31-Dec-20	30-Jun-20
(2,291,362)	(7,358,683)
42,765	176,114
(2,248,597)	(7,182,569)

22.03 VAT Deduction at Source

VAT Payable on Party Bill

Amount in Taka	
31-Dec-20	30-Jun-20
4,501,062	12,656,664
4,501,062	12,656,664



23.00 Workers Profit Participation Fund & Welfare Fund

Opening Balance

Add: Addition during this period

Less: Paid during this period

Amount in Taka	
31-Dec-20	30-Jun-20
35,171,413	26,662,839
4,151,471	8,508,574
39,322,884	35,171,413
39,322,884	35,171,413

24.00 Provision for Taxation

Opening Balance

Add: Provision made during the period

Less: Adjustment during this period

Closing Balance

Amount in Taka	
31-Dec-20	30-Jun-20
58,269,573	62,564,836
20,757,356	42,542,869
79,026,929	105,107,705
-	46,838,132
79,026,929	58,269,573

25.00 Dividend Payable

Opening Balance

Add: Addition during the year

Cash Dividend for the year

Sale of Fraction Share

Stock Dividend for the year

Dividend Return (From Bank Payment)

Less: Paid / Transferred during the year

Transferred to Share Capital

Paid through Bank

Closing Balance

Amount in Taka	
31-Dec-20	30-Jun-20
4,078,547	3,038,117
51,888,774	66,373,862
51,879,163	35,574,285
-	305,000
-	29,645,230
9,611	849,348
55,967,321	69,411,979
5,419,656	65,333,432
-	29,645,230
5,419,656	35,688,202
50,547,665	4,078,547

26.00 Net Assets Value (NAV) Per Share

Net Assets Value

Note:-26.01

Number of shares outstanding

NAV Per Share

(Previous year's NAV restated on the basis of 14,822,618 shares)

Amount in Taka	
31-Dec-20	30-Jun-20
883,187,379	874,882,666
14,822,618	14,822,618
59.58	59.02

26.01 Net Assets Value (NAV)

Total Assets

Less: Non-Current Liabilities

Less: Current Liabilities

Amount in Taka	
31-Dec-20	30-Jun-20
2,495,585,082	2,482,087,148
(507,431,132)	(538,589,488)
(1,104,966,571)	(1,068,614,995)
883,187,379	874,882,666

27.00 Revenue

Gross Sales

Note:-27.01

Note:-27.03

Less: VAT on Sales

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
367,750,140	527,149,134
(42,754,377)	(35,955,384)
324,995,763	491,193,750

Amount in Taka	
Oct'20 - Dec'20	Oct'19 - Dec'19
153,485,714	258,239,204
(20,182,775)	(19,338,937)
133,302,939	238,900,267

27.01 Gross Sales

Sulphuric Acid

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
266,546,108	201,700,549
59,984,032	97,666,585
24,750,000	127,845,000
16,470,000	99,937,000
367,750,140	527,149,134

Amount in Taka	
Oct'20 - Dec'20	Oct'19 - Dec'19
130,193,284	113,553,097
23,292,430	34,684,107
-	63,066,000
-	46,936,000
153,485,714	258,239,204

(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

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Gross Sales	367,750,140	527,149,134	153,485,714	258,239,204
Number of Shares	14,822,618	14,822,618	14,822,618	14,822,618
Per Share Sales	<u>24.81</u>	<u>35.56</u>	<u>10.35</u>	<u>17.42</u>

During Pandemic Corona Virus (COVID - 19) crisis, production and sales became totally frustrated. But comparatively the last Quarter of 2019-2020 with the first and second Quarter of 2020-2021, sales have increased gradually. Sulphuric Acid sales were increased by Tk. 6,48,45,559/- against the same period of the previous year though sale of Alum Sulphate, Zinc Sulphate & Magnesium Sulphate decreased by Tk. 3,76,82,533/-, Tk. 10,30,95,000/- & 8,34,67,000/- respectively. But due to pandemic Corona Virus (COVID - 19) digester which is unavoidable & beyond our control, the company unable 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

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
VAT on Sulphuric Acid Sale	34,927,613	26,312,464	17,142,418	14,814,895
VAT on Alum Sulphate Sale	7,826,764	9,642,920	3,040,357	4,524,042
VAT on Zinc Sulphate Sale (Exempted)				
VAT on Magnesium Sulphate Sale (Exempted)				
	<u>42,754,377</u>	<u>35,955,384</u>	<u>20,182,775</u>	<u>19,338,937</u>

(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

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Raw Materials Consumed	Note:-28.01	114,696,172	230,728,284	31,239,528
Carriage Inward		80,710	10,000	8,500
Store & Spares used	Note:-28.02	1,651,062	1,641,010	1,123,527
Factory Overheads	Note:-28.03	56,875,797	53,649,262	27,733,496
Cost of goods manufactured		173,303,740	286,028,556	60,105,051
Opening Stock of Finished Goods		21,474,961	32,554,741	17,893,237
Cost of goods available for sales		194,778,701	318,583,297	77,998,288
Closing Stock of Finished Goods		(16,730,340)	(21,640,018)	(16,730,340)
		<u>178,048,361</u>	<u>296,943,279</u>	<u>61,267,948</u>

28.01 Raw Materials Consumed

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Rock Sulphur	78,276,126	151,063,118	22,501,564	75,269,257
Alum Hydrate	22,183,846	28,407,804	8,737,965	13,360,897
Zinc Ash	9,781,201	35,113,192	-	15,416,030
Magnesium Powder	4,455,000	16,144,170	-	7,110,104
	<u>114,696,172</u>	<u>230,728,284</u>	<u>31,239,528</u>	<u>111,156,288</u>

(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

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Opening Balance	1,656,082	8,717,757	1,213,076	7,866,474
Add: Purchase During the year	3,833,616	4,288,463	2,515,830	2,771,496
Store & Spares available for Used	5,489,698	13,006,220	3,728,906	10,637,970
Less: Used during the year	3,149,536	6,763,900	1,388,744	4,395,650
For Production	1,651,062	1,641,010	1,123,527	820,260
For BMRE (Capital WIP).	1,498,474	5,122,890	265,217	3,575,390
Closing Balance	2,340,162	6,242,320	2,340,162	6,242,320



28.03 Factory Overheads

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Air & Water Test Fee	7,600	16,340	-	7,600
Gas Bill	3,899,847	2,522,078	1,945,997	1,790,002
Electric Bill	5,045,793	1,631,577	2,729,303	1,372,692
Packing Materials	816,950	730,700	431,350	321,200
Wages & Salaries including Overtime & Bonus	17,577,213	16,983,940	8,002,389	7,828,708
Chemical Purchase for ETP/ATP/LAB	1,050,360	598,950	733,200	476,450
Daily Labor & Wages (Misc. Work)	67,800	3,150	29,900	1,900
Fork Lift Expenses	154,340	266,260	60,930	153,670
Oxygen & L.P Gas Purchase	99,650	110,350	48,800	46,800
Labor Bill for Alum Breaking	1,181,458	1,165,530	551,254	589,864
Loading & Unloading charges (Inward & Outward)	563,600	609,995	206,520	366,906
Medical Expenses (Factory)	216,315	7,817	1,690	5,402
Oil & Lubricants		231,030	-	180,690
Product Testing Expenses	385,500	246,100	112,125	171,325
Repairs & Maintenance (General -Factory)	52,560	15,350	560	1,350
Repairs & Maintenance (Plant & Machinery)	95,560	301,180	8,200	117,075
Transport License Fee	120,000	160,000	100,000	120,000
Factory Depreciation	Note:-28.04	25,541,251	28,048,915	12,771,278
	56,875,797	53,649,262	27,733,496	14,028,234
				27,579,868

28.04 Factory Depreciation

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Depreciation on Plant & Machinery	20,370,032	22,605,086	10,185,668	11,306,319
Depreciation on Factory Building	5,142,892	5,410,503	2,571,446	2,705,252
Depreciation on Factory Boundary Wall	12,003	14,121	6,002	7,060
Depreciation on Laboratory Equipment	16,324	19,205	8,162	9,603
	25,541,251	28,048,915	12,771,278	14,028,234

29.00 Administrative, Selling and Distribution Expenses

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Salaries & Allowances including Eid Bonus (Office)	5,745,453	5,066,634	2,681,929	2,311,343
Annual Subscription to Listed Companies	346,492	56,000	198,226	56,000
Director Remuneration	Note:-29.01	4,554,000	2,112,000	2,070,000
Bank Charges and Commission	1,721,874	2,221,733	417,650	230,612
Business Development Expenses	585,480	86,365	465,480	83,115
Car Repairs & Maintenance	787,631	543,427	243,486	234,274
CDBL Line Charges	18,900	13,149	9,450	6,300
Charity & Donation (Factory & Office)	38,500	38,000	34,500	34,000
Computer Operating Expenses	82,530	95,750	35,450	58,735
Consultant Remuneration	424,000	915,000	248,500	748,500
Conveyance (Office & Factory)	97,181	89,111	59,663	44,584
Credit Rating Expenses	80,625	80,250	80,625	-
Crokeres & Cutleries	4,465	31,745	1,125	31,745
Dish Bill (Factory & Office)	7,800	7,800	3,900	3,900
Electric Bill (Office)	247,960	239,007	97,734	104,993
Entertainment & Lunch Exp. (Office & Factory)	839,863	645,175	401,287	307,656
Exchange Loss	2,188,578	136,939	-	136,939
Gas Bill (Office)	13,979	13,575	7,830	5,850
Internet Expenses (Factory & Office)	89,600	106,209	50,900	49,700
Land Survey Expenses	22,000	60,000	22,000	-
License Renewal Expenses	54,576	66,428	20,576	30,288
Loan Processing Expenses	145,000	-	-	-
Medical Expenses	323,260	727,110	145,870	27,515
Mobile Expenses (Office & Factory)	103,465	70,700	47,815	29,100
News Paper & Periodicals (Factory & Office)	5,330	5,350	3,030	2,725
Notary Charges		500	-	-
Office Expenses (Factory & Office)	457,942	178,110	269,380	95,521
Office Rent	-	600,000	-	300,000
Audit Fee	198,372	189,750	99,186	99,186
Annual General Meeting & Board Meeting Expenses	389,900	190,000	364,900	190,000
Office Stationery (Factory & Office)	128,591	121,824	73,635	71,630
Oil & Fuel Expenses	812,963	539,660	404,649	255,120
Parking & Toll Charge	39,345	36,224	20,770	17,660
Photocopy Charge (Factory & Office)	48,661	28,007	35,263	13,167
Postage & Courier and Fax Exp.	4,490	24,165	2,990	21,380
Rates & Taxes	128	20,000	128	-



Renewal of Tax Tocken & Fitness Certificate	275,213	35,553	275,213	35,553
Repair & Maintenance-Office Equipment	69,810	22,930	52,850	3,100
Stamp Purchase	25,972	50,445	7,040	35,725
Telephone Bill (Office)	3,220	5,240	1,663	2,395
Travelling Expenses	5,685	1,477,620	5,685	385,200
Water Bill (Office & Factory)	21,501	15,800	14,045	9,192
Fish & Deer Upkeep (Factory)	312,915	30,995	135,295	8,690
Tree Plantation	41,990	11,740	34,790	7,640
Carriage Outward	953,040	1,835,980	153,040	994,780
Tender Documentation Charges	91,014	132,629	70,389	91,984
Advertisement & Publicity	518,932	459,643	312,878	449,643
Fine & Penalty	13,188	230	-	-
Loading & Unloading (Outward)	455,491	491,968	186,231	261,647
Depreciation (Office)	1,720,234	1,424,311	861,748	714,628
Note:-29.02	25,117,139	21,350,781	10,728,794	9,561,715

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		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
(i) Md. Nazrul Islam, Managing Director	2,400,000	900,000	1,200,000	450,000
(ii) Mr. A.H.M Abdullah, Director	1,200,000	660,000	600,000	330,000
(iii) Mr. Mahmudul Hasan, Director	540,000	360,000	270,000	180,000
(v) EID Bonus (For Director'S)	414,000	192,000	-	-
	4,554,000	2,112,000	2,070,000	960,000

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		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Depreciation on Motor Vehicles	865,137	961,263	432,569	480,632
Depreciation on Bi-Cycle	131	146	65	73
Depreciation on Furniture & Fixture	200,963	200,195	100,757	91,100
Depreciation on Office Equipment	221,529	212,154	111,161	117,546
Depreciation on Computer	25,025	25,676	13,471	12,838
Depreciation on Generator	22,389	24,877	11,195	12,439
Depreciation on ROU Asset	385,060	-	192,530	-
	1,720,234	1,424,311	861,748	714,628

30.00 Finance Expenses

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

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Interest on Agrani Bank C.C (Hypo)	29,656,281	29,198,413	14,551,184	14,470,474
Interest on Stimulus Package Loan	6,233,525	-	4,367,929	-
Interest & Handling Exp. Of Materials Import (UPAS)	1,007,451	3,856,177	674,448	2,161,526
Interest on Lease Liability	323,744	-	161,872	-
	37,221,001	33,054,590	19,755,433	16,632,000

31.00 Non-operating Income

- Fish Sale
- Misc. Sales Income

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Fish Sale	587,250	825,300	587,250	825,300
Misc. Sales Income	1,984,384	535,600	1,984,384	535,600
	2,571,634	1,360,900	2,571,634	1,360,900

32.00 Deferred Tax Expense/(Income)

- Carrying Value of Fixed Assets (WDV) at Balance Sheet date
- Less: Revaluation Increase
- 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 @ 25%
- Deferred Tax on Depreciation on Revaluation Increase through OCI
- Deferred Tax Liability on 30 September 2020**
- 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'20 - Dec'20	Jul'19 - Dec'19
Carrying Value of Fixed Assets (WDV) at Balance Sheet date	970,666,695	1,026,275,387
Less: Revaluation Increase	407,814,137	407,814,137
Net carrying Cost	562,852,558	618,461,250
Less: Land Value	106,402,620	106,402,620
Net Carrying cost (Net of Land & Land Development) (A)	456,449,938	512,058,630
Right-of-Use (ROU) Asset (B)	6,546,010	-
Lease Liability (C)	(5,163,288)	-
Total Carrying Value at Balance Sheet Date (A+B-C)	457,832,660	512,058,630
Less: Tax Based WDV (Estimated)	356,780,212	443,949,216
Temporary Taxable Differences	101,052,449	68,109,414
Deferred Tax on Depreciation on Revaluation-Increase	25,263,112	17,027,353
Deferred Tax Liability on Temporary Taxable @ 25%	744,713	814,536
Deferred Tax on Depreciation on Revaluation Increase through OCI	26,007,826	17,841,889
Deferred Tax Liability on 30 September 2020	(23,919,632)	(13,985,411)
Less: Opening Deferred Tax Liability	(744,713)	(814,536)
Less: Deferred Tax on Revaluation Transferred to Revaluation Reserve	1,343,480	3,041,942
Deferred Tax Expenses (Income) Recognised during the period	1,343,480	3,041,942



33.00 Earning per share (EPS)

	Amount in Taka		Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19	Oct'20 - Dec'20	Oct'19 - Dec'19
Basic Earning Per Share , as per IAS - 33 , is calculated as below:				
EPS = $\frac{\text{Net Profit After Tax}}{\text{Number of Share}}$	= 60,928,589	97,819,487	30,141,429	49,043,122
	14,822,618	14,822,618	14,822,618	14,822,618
	<u>4.11</u>	<u>6.60</u>	<u>2.03</u>	<u>3.31</u>

During Pandemic Corona Virus (COVID - 19) crisis, production and sales became totally frustrated. But comparatively the last Quarter of 2019-2020 with the First and Second Quarter of 2020-2021, sales have increased gradually. As a result, EPS of the Second Quarter of 2019-2020 was Tk. (6.60) whereas the Second Quarter EPS of 2020-2021 is Tk. 4.11. Sulphuric Acid sales were increased by Tk. 6,48,45,559/- against the same period of the previous year on the otherhand sale of Alum Sulphate, Zinc Sulphate & Magnesium Sulphate were decreased by Tk. 3,76,82,533/-, Tk. 10,30,95,000/- & 8,34,67,000/- respectively. But due to pandemic Corona Virus (COVID - 19) digester which is unavoidable & beyond our control, the company unable to continue consistency in sales & production process. COGS thus decreased by Tk. 4,73,03,069/. As a result Net income after deduction of tax decreased by Tk.3,68,90,898/- 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'20 - Dec'20	Jul'19 - Dec'19
Gross Sales	367,750,140	527,149,134
Non Operating Income	2,571,634	1,360,900
Trade Receivables: Decrease (Increase)	(27,870,469)	(178,411,189)
Loan & Advance - Net of VAT & Tax (Increase)	(27,404,992)	(18,074)
Deposit against Sales Increase / (Decrease)	873,292	(17,244,145)
	<u>315,919,605</u>	<u>332,836,627</u>

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'20 - Dec'20	Jul'19 - Dec'19
Raw Materials Purchase	36,167,785	182,222,511
Stores & Spares Purchase	3,833,616	(834,427)
Packing Materials	816,950	730,700
Material in Transit: Increase / (Decrease)	21,586,286	(40,734,597)
Trade Payables-(Increase) / Decrease	(498,727)	164,486
	<u>61,905,910</u>	<u>141,548,674</u>

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. (Excd.Salaries, Depr. & Exch. Loss)
Finance costs
Liabilities for Expenses: Decrease (Increase)

	Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19
Salaries & Allowances including Eid Bonus (Office)	5,745,453	5,066,634
Carriage Inward	80,710	10,000
Factory Overheads (Excl. Depreciation)	30,517,596	24,869,647
Administrative & Marketing Exp. (Excd.Salaries, Depr. & Exch. Loss)	15,462,874	14,722,897
Finance costs	36,897,257	33,054,590
Liabilities for Expenses: Decrease (Increase)	15,133,266	(28,523,332)
	<u>103,837,156</u>	<u>49,200,436</u>

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'20 - Dec'20	Jul'19 - Dec'19
39,734,017	36,047,125	
36,200,000	25,000,000	
550,278	4,861,605	
1,987,604	5,784,969	
996,135	400,552	
	<u>8,238,170</u>	<u>9,705,624</u>
1,987,604	6,597,264	
6,250,566	3,108,360	
	<u>6,250,566</u>	<u>3,108,360</u>
	<u>47,972,186</u>	<u>45,752,749</u>

38.00 Acquisition of Non-current Assets

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

	Amount in Taka	
	Jul'20 - Dec'20	Jul'19 - Dec'19
425,152	6,656,881	
36,067,818	91,807,205	
	<u>37,069,226</u>	<u>98,464,086</u>
576,256	-	



39.00 Loan Received

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

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
82,469,223	9,769,888
16,040,530	-
-	40,200,000
98,509,752	49,969,888

40.00 Loan Repaid

Loan Payment to Agrani Bank
 Loan from Managing Director

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
151,059,250	-
198,000	40,737,000
151,257,250	40,737,000

41.00 Dividend Paid

Dividend Paid
 Less : Sale of Fraction Share
 Less : Dividend refund to Bank

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
5,419,656	-
-	-
(9,611)	-
5,410,045	-

42.00 Net Operating Cash Flow Per Share (NOCFPS)

Net Operating Cash Flows
 Weighted average number of shares

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
102,204,354	96,334,768
14,822,618	14,822,618
6.90	6.50

Collection from Sales and Trade Debtors and Payment for Raw Materials & Trade Creditors were decreased by Tk. 1,69,17,022/- & Tk. 7,96,42,764/- respectively but Payment for Salaries & Wages & Others Expenses and Payment of VAT and Tax was increased by Tk. 5,46,36,720/- & Tk. 22,19,437/- against the same period of the previous period. As a result Cash Flow from Operating Activities stand at TK.10,22,04,354/- which causes the significant deviation in NOCFPS.

43.00 Reconciliation of Net Profit with Cash Flows from Operating Activities

Profit before Tax

Adjustment for:

Add: Depr. on Property, Plant and Equipment
 Add: Depreciation of ROU Assets
 Add: Exchange Loss
 Add / (Less): (Incr.) / Decr. in Inventory
 Add / (Less): (Incr.) / Decr. in Trade Receivables
 Add / (Less): (Incr.) / Decr. in Loans, Adv. & Deposits (Excl. VAT)
 Add / (Less): Incr. / (Decr.) in Trade Payables
 Add / (Less): Incr. / (Decr.) in Deposits against Sales
 Add / (Less): Incr. / (Decr.) in Liabilities for Expenses
 Add / (Less): Incr. / (Decr.) in Liability for Contribution to WPPF

Cash Generated from Operations

Less: VAT & Income Tax Paid

Net Cash (used in) / generated from operating activities

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
83,029,425	134,481,905
26,876,425	29,473,227
385,060	-
2,188,578	136,939
61,002,642	102,630,529
(27,870,469)	(178,411,189)
15,349,385	35,937,310
(999,747)	(164,486)
873,292	(17,244,145)
(14,809,522)	28,523,332
4,151,471	6,724,094
150,176,540	142,087,517
(47,972,186)	(45,752,749)
102,204,354	96,334,768

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
Opening Balance						
2017-2018	2016-2017	11,633,292	11,633,292	U/s 82BB	-	15,726,704
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
2021-2022	2020-2021	20,757,356				20,757,356
Total		137,469,286	74,169,061	-	-	79,026,929

45.00 Depreciation of Revaluation Adjustment

Depreciation on Revaluation adjustment

Amount in Taka	
Jul'20 - Dec'20	Jul'19 - Dec'19
1,489,427	3,258,144
1,489,427	3,258,144

(a) Depreciation on partial revaluation increase of Plant & Machinery as well as Building had been charged during the period 2020-2021 amounting to Tk. 59,57,708/- and adjusted in statement of Changes in Equity. Details has been shown in "Schedule-10".



46.00 Appropriation of Dividend

- (a) Appropriation of cash dividend Tk. 5,18,79,163/-
Cash dividend has been appropriated on paid-up capital of Tk. 14,82,26,180/- @ 35% as per approval in the AGM held on **24 December 2020**.
- (b) Appropriation of Stock Dividend of -/- shares.
No stock dividend has been appropriated on paid-up capital of Tk. 14,82,26,180/- as per approval in the AGM held on **24 December 2020**.

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	48,000.000	25,190.000	52.48%
Alum Sulphate	18,000.000	2,550.000	14.17%
Zinc Sulphate	6,000.000	900.000	15.00%
Magnesium Sulphate	6,000.000	900.000	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 this Period.
- (b) No foreign currency was earned in this 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'20 - Dec'20	
		Total	Payable
Md. Nazrul Islam	Managing Director	2,400,000	360,000
Mr. A.H.M. Abdullah	Director	1,200,000	180,000
Mr. Mahmudul Hasan	Director	540,000	81,000
Festival Bonus		414,000	-

- ii) Top Five Salaried Officers

Name	Designation	Amount in taka	
		Jul'20 - Dec'20	
		Total	Payable
Shamsul Huq	Company Secretary	496,040	72,888
Md. Ali Hasan	Chief Financial Officer	707,320	100,681
Md. Abu Taher Bhuyan	General Manager (Factory)	645,160	94,558
Md. Ashraful Alam	General Manager (F & A)	632,380	94,000
A S M Farhan Reza	Maintenance Eng. (Civil)	454,500	66,725

- 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 flows.

Risk Factors

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

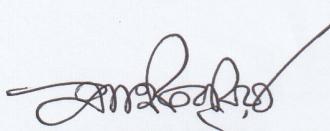
COVID-19 emerged and has subsequently spread worldwide. The World Health Organization has declared COVID-19 a pandemic resulting government and private entities mandating various restrictions, including travel restrictions, restrictions on public gatherings, stay at home orders and advisories and quarantining of people who may have been exposed to the virus during March 2020. After close monitoring and taking into consideration the guidance from the government of Bangladesh, in an effort to mitigate the spread of COVID-19, effective March 19, 2020, the Company closed its Head Office for at least 1.5 Months and operated 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.

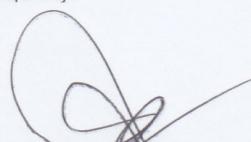
Our business depends upon our operations to continue to generate strong cash flow to supply capital to support our general operating activities, to fund our growth and our return of cash to stockholders through dividends, and to pay our interest and debt repayments. For example, as a result of the ongoing 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

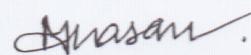
The Company continues to monitor developments, including government requirements and recommendations to evaluate possible extensions to all or part of such closures. The temporary closure of our business has an adverse impact on our results of operations, financial position and liquidity.



Md. Amzad Hossain Kibria
Chairman



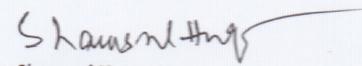
Md. Nazrul Islam
Managing Director



Md. Mahmudul Hasan
Director



Md. Ali Ahsan
Chief Finance Officer



Shamsul Huq
Company Secretary

Dated; Dhaka
January 28, 2021



WATA CHEMICALS LIMITED
Schedule of Property, Plant & Equipment (PPE)
As at 31st December, 2020

Schedule-01

SL No.	Name of Assets	Cost / Revaluation			Rate	As on 01.07.2020	Depreciation this year	As on 31.12.2020	Written Down Value 31.12.2020
		As at 01.07.2020	Addition this period	Adjustment this period					
01	Land & Land Development	106,402,620	-	-	106,402,620	-	322,723,606	343,093,638	106,402,620
02	Plant & Machinery & Equip.	980,843,829	106,500	-	980,950,329	10%	57,594,661	5,142,892	637,856,691
03	Factory Building	263,310,331	-	-	263,310,331	5%	624,429	12,003	200,572,779
04	Boundary Wall	784,468	-	-	784,468	15%	309,089	16,324	148,036
04	Laboratory Equipment	526,744	-	-	526,744	15%	865,137	-	325,413
05	Motor Vehicles	31,761,109	-	-	31,761,109	10%	14,458,375	-	15,323,512
06	Bi-Cycle	5,200	-	-	5,200	10%	2,575	131	2,706
07	Furniture & Fixture	6,030,914	63,100	-	6,094,014	10%	2,062,682	200,963	2,263,645
08	Office Equipment	6,582,968	140,552	-	6,723,520	10%	2,264,747	221,529	3,830,369
09	Computer & Software	775,158	115,000	-	890,158	10%	312,989	25,025	4,237,244
10	Generator	989,835	-	-	989,835	10%	542,056	22,389	552,144
Total		1,398,013,176	425,152	-	1,398,438,328		400,895,209	26,876,425	427,711,633
									970,666,695

NB: (a) Depreciation 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	Depreciable Value	Rate	Depreciation
Depreciation on Sulfuric Acid Plant Unit-1	58,917,839	-	58,917,839	10%	= 2,945,892
Depreciation on Sulfuric Acid Plant Unit-2	257,684,604	-	257,684,604	10%	= 12,884,230
Depreciation on Alum Sulphate Plant Unit-1	21,401,509	-	21,401,509	10%	= 1,070,075
Depreciation on Zinc Plant	19,176,037	-	19,176,037	10%	= 958,802
Depreciation on Magnesium Plant	33,637,937	-	33,637,937	10%	= 1,681,897
Depreciation on Utilities Plant	16,502,298	106,500	16,608,798	10%	= 829,136
Total	407,320,224	106,500.00	407,426,724		20,370,032



WATA CHEMICALS LIMITED
Movement of Raw Materials Stock
For the Second Quarter from 1st July'2020 to 31st December'2020

Schedule-02

Particulars	Opening Stock		Purchased during the period		Adjustment during the period		Consumed during the period		Closing Stock	
	01-Jul-20	Jul'20-Dec'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
Rock Sulphur	4,738.451	55,974,802	4,164.219	23,231,620	-	-	8,816.500	78,276,126	86.170	930,296
Alumina Hydrate	1,002.538	30,144,476	120.958	3,344,165	-	-	746.700	22,183,846	376.796	11,304,795
Zinc Ash	128.644	3,679,219	220.000	6,292,000	-	-	342.000	9,781,201	6.644	190,018
Magnesium Powder	56.470	1,552,925	120.000	3,300,000	-	-	162.000	4,455,000	14.470	397,925
Total	5,926.103	91,351,422	4,625.177	36,167,785	-	-	10,067.200	114,696,172	484.080	12,823,035

Raw Materials consumption in relation with production (Input Ratio)

For the Second Quarter from 1st July'2020 to 31st December'2020

Product Name	Raw Materials Used	Consumption of Raw Materials			Value of Consumed Materials	
		Production	Input Ratio (Per Ton)	Purchased Materials	Own Product Internal used	Purchased Raw Materials used
	Qty. (M.Ton)	Production	Qty. (M.Ton)	Qty. (M.Ton)	In Taka	In Taka
Sulphuric Acid	Rock Sulphur	25,190.000	0.350	8,816.500	-	78,276,126
Aluminum Sulphate	Alumina Hydrate	2,550.000	0.290	746.700	-	-
Do	Sulphuric Acid	2,550.000	0.600	-	22,183,846	29,709.18
Zinc Sulphate	Zinc Ash	900.000	0.380	342.000	1,530.000	12,836,690
Do	Sulphuric Acid	900.000	0.620	-	-	8,389.99
Magnesium Sulphate	Magnesium Powder	900.000	0.180	162.000	558.000	28,600.00
Do	Sulphuric Acid	900.000	0.820	-	4,455,000	4,681,616
	Total	33,890.000	10,067.200	2,826.000	114,696,172	23,710,121



WATA CHEMICALS LIMITED

Movement of Finished Goods Stock

For the Second Quarter from 1st July'2020 to 31st December'2020

Schedule-03

Particulars	Opening Stock		Production during the period	Internal Used during the period	Sale during the period	Closing Stock	
	01-Jul-20					Jul'20-Dec'20	31-Dec-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	25,190.000	-	23,558.400	762.422	6,396,716
Alumina Sulphate	361.000	4,505,280	2,550.000	1,530.000	2,201.350	709.650	8,596,178
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
Total	2,461.962	21,474,961	29,540.000	2,826.000	27,559.750	1,616.212	16,730,340

WATA CHEMICALS LIMITED

Movement of Finished Goods Stock

For the Second Quarter from 1st July'2019 to 31st December'2019

Particulars	Opening Stock		Production during the period	Internal Used during the period	Sale during the period	Closing Stock	
	01-Jul-19					Jul'19 - Dec'19	31-Dec-19
	Qty. M.Ton	Amount in Taka	Qty. M.Ton	Qty. M.Ton	Qty. M.Ton	Qty. M.Ton	Amount in Taka
Sulphuric Acid	2,247.672	17,948,782	23,650.000	-	17,978.850	2,068.822	17,673,754
Alumina Sulphate	1,111.000	13,473,340	2,766.000	1,659.600	3,700.700	176.300	2,376,524
Zinc Sulphate	31.720	603,981	2,910.000	1,804.200	2,890.000	51.720	873,034
Magnesium Sulphate	42.420	528,638	2,910.000	2,386.200	2,890.000	62.420	716,706
Total	3,432.812	32,554,741	32,236.000	5,850.000	27,459.550	2,359.262	21,640,018



WATA CHEMICALS LIMITED
Sales (Net of VAT)
For the Second Quarter from 1st July'2020 to 31st December'2020

Schedule-04

Particulars	Jul'20-Dec'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	23,558.400	266,546,108	34,927,613	231,618,495
Alumina Sulphate	2,201.350	59,984,032	7,826,764	52,157,268
Zinc Sulphate (VAT Exempted)	900.000	24,750,000	-	24,750,000
Magnesium Sulphate (VAT Exempted)	900.000	16,470,000	-	16,470,000
Total	27,559.750	367,750,140	42,754,377	324,995,763

WATA CHEMICALS LIMITED
Sales (Net of VAT)
For the Second Quarter from 1st July'2019 to 31st December'2019

Particulars	Jul'19 - Dec'19			
	Quantity	Gross Sale Value (Including VAT)	VAT on Sale	Sale Value (Net of VAT)
	(M. Ton)	In Taka	In Taka	In Taka
Sulphuric Acid	17,978.850	201,700,549	26,312,464	175,388,085
Alumina Sulphate	3,700.700	97,666,585	9,642,920	88,023,665
Zinc Sulphate (VAT Exempted)	2,890.000	127,845,000	-	127,845,000
Magnesium Sulphate (VAT Exempted)	2,890.000	99,937,000	-	99,937,000
Total	27,459.550	527,149,134	35,955,384	491,193,750



WATA CHEMICALS LIMITED

Trade Receivables

As at 31st December, 2020

Schedule-05

Sl. No	Name of Customers	Amount in Taka	
		31-Dec-20	30-Jun-20
1	Afil Paper Mills Ltd.	9,790	-
2	Ashugong Power Station Ltd.	1,867,200	-
3	M/S Asad Trading	58,523,805	49,197,981
4	Basundhara Paper Mills	384,512	384,512
5	BSK Chemical Industries Ltd.	7,427,925	3,295,575
6	Friends Chemicals	1,468,601	-
7	Green Dot.Com Ltd.	347,923	37,316
8	Leather Net BD	67,137	67,137
9	Modunaghat Water Treatment Plant	10,656,239	656,339
10	Mohara Division (CWASA)	19,152,330	5,086,620
11	M/s. Asad Trading Unit-2	98,544,871	114,336,006
12	M/s. Jaman Enterprise.	397,172	60,016
13	M/S Masud Auto Parts & Chemicals	44,650	99,825
14	M/s. M.R. Chemicals	19,916,013	4,149,550
15	M/s Munshi Chemicals	28,548	38,274
16	M/s Tarek Enterprise	1,456,195	350,345
17	M/s. Zharna Chemical Supply Co.	527,389	58,489
18	N.M. Corporation	11,999,390	17,499,390
19	Refa Chemicals	520,000	520,000
20	Rone Chemical/Trading House	32,523	65,290
21	Saidabad Water Treatment Plant.	43,095,000	66,288,000
22	Sheik Russel Pani Sodhonagar	13,192,140	3,324,510
23	SIM Fabrics	447,276	447,276
24	SM Chemicals	75,041,555	82,132,921
25	Sonali Chemicals	90,250	90,250
26	SS Chemicals Industries Ltd	167,580	167,580
27	Tamim Enterprise	123,790	-
28	Traigon International	19,465	19,464
29	Uttara Chemicals	16,080,317	5,386,452
30	Waste Chem International	108,353	108,353
Total		381,737,939	353,867,470

Deposit against Sales
As at 31st December, 2020

Schedule-06

SL. No	Name of Customers	Amount in Taka	
		31-Dec-20	30-Jun-20
1	Dohar Chemicals	207,190	198,723
2	Afil Paper Mills Ltd.	-	11,242
3	Dhaka Chemicals	986,580	73,663
4	Zharna Traders	936,487	973,338
Total		2,130,257	1,256,965



WATA CHEMICALS LIMITED

Trade Payables

As at 31st December, 2020

Schedule-07

Sl. No	Particulars	Amount in Taka	
		31-Dec-20	30-Jun-20
1	Adarsh Furnace & Refractory Works	26,250	26,250
2	Arthosuchak.com	5,000	5,000
3	Amber IT	76	76
4	Bismillah Engineering Workshop	64,725	64,725
5	Care Consultant	20,000	20,000
6	Expert Engineering Survey Consultants	-	-
7	Harun & Ashik Rong Bitan	5,500	89,185
8	Mozid Engineering Workshop	10,105	10,105
9	M/s. Amzad & Brothers	-	439,280
10	M/s Faiza Thai Glass Center	8,412	8,412
11	M/s. Shawon Engineering	346,961	346,961
12	M/s Moklesur Rahman & Brothers	-	174,300
13	Native Technoloy Limited	139,650	
14	Sha Ali Metal	-	39,848
15	Rongdhonu Industrial Engineering	48,000	48,000
16	Sobuj Enterprise (Tiles Works)	11,339	11,339
17	Bismillah Enterprise	-	962,907
18	TechKnowGram Limited	37,500	
19	Technomax Engineering	101,759	-
20	Tara Beebi International	316,225	320,963
21	Water Ion Exchange	473,800	47,700
Total		1,615,302	2,615,051



WATA CHEMICALS LIMITED

Advance to Suppliers

As at 31st December, 2020

Schedule-08

Sl. No	Particulars	Amount in Taka	
		31-Dec-20	30-Jun-20
1	Abhishek Engineering & Chemicals	29,000	29,000
2	Abir Shiping Ltd.	113,196,974	113,115,195
3	Achol Enterprise	53,680	53,680
4	Daily Share Bazar	12,000	12,000
5	BBS Cables	945,000	
6	Bengal Interiors	750,488	300,488
7	BinaryKraft	2,951,488	2,951,488
8	Bismillah Enterprise	2,200,093	-
9	BSRM Steel Ltd.	1,302,400	-
10	Dhaka Engineering Works	49,580,064	47,530,064
11	Didar Construction	404,500	404,500
12	Electromach Engineering	702,772	602,772
13	Executive Technology Solution	1,087,100	-
14	F. Rahman Construction	6,861,566	4,381,566
15	Inovative Technology Solution	570,000	
16	Jahangir Stone Corporation Ltd.	520,000	520,000
17	Jamuna Trading Corporation	1,058,274	1,067,556
18	Kazi Engineering	230,625	146,625
19	Md. Manwar Eha Hashem (Beautification Works)	50,000	50,000
20	Md. Monju (Tree Plantation Works)	211,700	211,700
21	Md. Najmul (Sanitary engr.)	18,000	18,000
22	Md. Rezaul Karim Hawlader (Turbine Consultant)	150,000	150,000
23	MM Corporation -1	87,550,976	87,581,365
24	M/s. Amzad & Brothers	938,470	-
25	M/s Fahim Transport Agency	857,116	
26	M/s. Shawan Enterprise	410,000	410,000
27	M/s Moklesur Rahman & Brothers	1,825,700	-
28	M/s. New Progoti Iron Traders	779,618	779,618
29	M/s. Joynal & Sons	487,750	487,750
30	National Trading	333,300	333,300
31	Nis Chemicals Trading Co.	235,308,796	235,308,796
32	Nitol Motors Limited.	300,000	300,000
33	Omad International	200,000	-
34	Rooftec Trade	9,147,725	7,877,625
35	M/s. LRD Enterprise	6,958,000	4,964,000
36	Rudro International	225,000	225,000
37	Ruhul Amin Construction	2,956,800	2,956,800
38	SA Marine Collection	430,000	-
39	Serve & Solve Corporation	269,554	269,554
40	New Boiler Museum	645,300	-
41	Shorifuddin (Pond Digging)	201,000	201,000
42	SINO WELL SAILING CHEMICAL CO (BD) LTD	4,144,140	4,144,140
43	Soudi Radiator Engineering Works	170,000	170,000
44	Turbo Technology Ltd.	711,500	711,500
45	Technomax Engineering	-	700,000
46	Waterchem Technology	300,000	-
47	Uttara Creadoor	52,000	52,000
Total		538,088,469	519,017,082



WATA CHEMICALS LIMITED
Calculation of Deferred Tax Liability
For the Second Quarter from 1st July'2020 to 31st December'2020

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			
	31-Dec-20	30-Jun-20	30-Jun-19	30-Jun-18
Written Down Value (As per Schedule-1)	970,666,695	997,117,967	1,049,091,731	590,325,375
Less: Revaluation Increase	407,814,137	407,814,137	407,814,137	407,814,137
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)	(103,388)	(103,388)
	562,852,558	589,303,830	641,277,594	182,511,238
Less: Land Value	(106,402,620)	(106,402,620)	(106,402,620)	(103,852,620)
Net Written Down Value (Except Land Value & Revaluation)	456,449,938	482,901,210	534,874,974	78,658,618
ii) Carrying value of Right-of-use (ROU) asset	6,546,010	6,931,070	-	-
iii) Carrying value of Lease Obligation	(5,163,288)	(5,189,269)	-	-
Total Carrying value at Balance Sheet date (i+ii+iii)	457,832,660	484,643,011	534,874,974	78,658,618

(b) Carring amount as Tax Base

Tax Based Fixed Assets-WDV as on 31st December 2020

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

Particulars	Amount in Taka			
	31-Dec-20	30-Jun-20	30-Jun-19	30-Jun-18
Plant & Machinery	226,487,919	251,546,743	313,624,364	30,382,773
Factory Building	110,347,820	122,608,689	153,141,811	2,377,038
Motor Vehicle & Bi-cycle	10,850,721	12,056,357	12,309,082	10,157,475
Furniture & Fixture	3,766,962	3,902,123	2,080,180	1,113,952
Office Equipment (including computer)	4,817,730	4,815,743	4,258,885	3,113,537
Laboratory Equipment	483,033	522,198	614,350	664,162
Generator	26,027	28,919	36,149	40,166
	356,780,212	395,480,771	486,064,821	47,849,102
(c) Temporary Taxable Difference (a-b)	101,052,449	89,162,240	48,810,153	30,809,516
(d) Deferred Tax Liability on Temporary Taxable Difference (C*25%)	25,263,112	22,290,560	12,202,538	7,702,379
(e) Deferred Tax Recognised on Depreciation of Revaluation Charged for the Period @25% (Schedule-10)	744,713	1,629,072	1,782,873	1,952,331
(f) Deferred Tax Liability as on B/S date (d+e)	26,007,826	23,919,632	13,985,411	9,654,710

Computation of Tax Based WDV of Fixed Assets
As on 31st December 2020 (As per 3rd Schedule of ITO, 1984)
Assessment Year-2021-2022

Description of Assets	Opening WDV	Addition during the year	Total	Rate of Dep.	Depreciation for the period	Closing WDV
	as on					31-Dec-20
Plant & Machinery	251,546,743	106,500	251,653,243	20%	25,165,324	226,487,919
Factory Building	122,608,689	-	122,608,689	20%	12,260,869	110,347,820
Motor Vehicles & Bi-Cycle	12,056,357	-	12,056,357	20%	1,205,636	10,850,721
Furniture & Fixture	3,902,123	63,100	3,965,223	10%	198,261	3,766,962
Office Equipment (Including Cor	4,815,743	255,552	5,071,295	10%	253,565	4,817,730
Laboratory Equipment	522,198	-	522,198	15%	39,165	483,033
Generator	28,919	-	28,919	20%	2,892	26,027
Total	395,480,771	425,152	395,905,923		39,125,711	356,780,212

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

- (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 2020-2021 for total amount of Tk.5,957,708/- had been made through "Change in Equity Statement".

