

**Independent Auditors' Report  
To the shareholder's  
Of Chittagong Urea Fertilizer Limited**

We have audited the accompanying Financial Statements of "Chittagong Urea Fertilizer Limited" which comprise the Statement of Financial Position as at June 30, 2020, and the Statement of Profit or Loss and Other Comprehensive Income Statement of Change in Equity and Statement of Cash Flows for the year then ended June 30, 2020 and a summary of significant accounting policies and other explanatory information.

*Management responsibility for the financial Statements*

Management is responsible for the preparation of financial statements that give a true and fair in accordance with International financial reporting standards (IFRS) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

*Auditor' Responsibility*

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISA). Those standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risk of material misstatement of financial statements, whether due to fraud or error. In making those risk assessment, we consider internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the equity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.



**Basis for Qualified Opinion:**

1. 55.039 M.T. bagged urea valued at Tk. 421,194 as on 30 June 2016 found to be damaged/ lost at a depot in 2005 is still shown as closing stock.

**Qualified Opinion:**

In our opinion, except for the matters described in the basis of Qualified Opinion paragraphs, the financial statements give a true and fair view of the financial position of Chittagong Urea Fertilizer Limited as at June 30, 2019 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

**Other Matters**

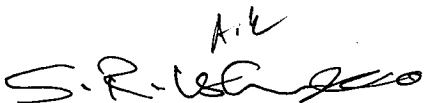
Chittagong Urea Fertilizer Ltd. Workers' and Employees' Union filed a writ petition against the company challenging the decision of re-fixing sale price of urea in 2009 and the Honorable High Court Division of the Supreme Court of Bangladesh granted a stay order on finalization of Financial Statements and conducting Annual General Meeting of the company. In 2016, the union withdrew the petition and the Honorable High Court Division vacated the stay order. Upon withdrawal of petition and vacation of stay order, the company will take steps to finalize the Financial Statements and conduct the Annual General Meeting with permission of the court.

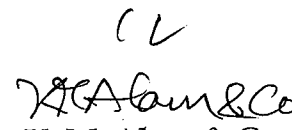
**We also report that:**

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law been kept by Company so far as it appeared from our examination of those books; and
- c) The statement of financial position and the statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts.

Date: 28 February 2021

Dhaka

  
S. R. Islam & Co.  
Chartered Accountants

  
K. M. Alam & Co.  
Chartered Accountants



**CHITTAGONG UREA FERTILIZER LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
As at 30 June 2020

|   | Notes | Amount In Taka       |                      |
|---|-------|----------------------|----------------------|
|   |       | June 30, 2020        | June 30, 2019        |
| <b>SOURCES OF FUND:</b>                           |       |                      |                      |
| Authorized Capital                                |       | 10,000,000,000       | 10,000,000,000       |
| Paid up capital                                   |       |                      |                      |
| 7 Ordinary Shares of Tk. 100 each                 | 4     | 700                  | 700                  |
| Govt. Equity/Capital contribution                 | 5     | 7,483,715,000        | 7,483,715,000        |
|   |       | 7,483,715,700        | 7,483,715,700        |
| <b>Reserve and Surplus:</b>                       |       |                      |                      |
| Retained Earnings                                 |       | (1,285,293,952)      | (187,783,060)        |
| <b>Total Shareholders' Equity</b>                 |       | <b>6,198,421,748</b> | <b>7,295,932,640</b> |
| <b>LONG TERM LIABILITIES</b>                      |       |                      |                      |
| Foreign Currency Loan/ Grant                      | 6     | 2,178,892,480        | 2,198,892,480        |
| ADP Loan  |       | 38,474,240           | 38,474,240           |
| Non-Development Govt. Loan (Voluntary Retirement) |       | 4,500,000            | 4,500,000            |
| <b>Total Long Term Liabilities</b>                |       | <b>2,221,866,720</b> | <b>2,241,866,720</b> |
| <b>CAPITAL EMPLOYED</b>                           |       | <b>8,420,288,469</b> | <b>9,537,799,360</b> |
| <b>APPLICATION OF FUND:</b>                       |       |                      |                      |
| Property, plant and equipment                     |       |                      |                      |
| At Cost   | 7     | 21,740,860,699       | 20,862,912,706       |
| Less: Accumulated Depreciation                    |       | 18,754,549,731       | 18,554,727,924       |
| <b>Total property, plant and equipment</b>        |       | <b>2,986,310,968</b> | <b>2,308,184,782</b> |
| <b>OTHER LONG TERM ASSETS</b>                     |       |                      |                      |
| Loans to Projects (Sister concerns)               | 8     | 415,376,062          | 415,376,062          |
| House Building Loans                              | 9     | 148,037,446          | 157,911,536          |
| Investments - At cost                             | 10    | -                    | 487,398,300          |
|   |       | 563,413,508          | 1,060,685,898        |
| <b>Total Fixed and Other Long Term Assets</b>     |       | <b>3,549,724,476</b> | <b>3,368,870,680</b> |
| <b>CURRENT ASSETS</b>                             |       |                      |                      |
| Inventories                                       |       |                      |                      |
| Raw Materials, Chemicals and Packing Materials    | 11    | 450,309,000          | 523,694,130          |
| Stores, Spares and Accessories                    | 12    | 2,259,719,747        | 2,000,279,562        |
| Stores in Transit                                 | 13    | 122,037,601          | 881,575,748          |
| Work-in-Process                                   | 14    | 60,740,768           | 25,718,620           |
| Finished Goods                                    | 15    | 61,264,307           | 341,174,939          |
| <b>Total Inventories</b>                          |       | <b>2,954,071,423</b> | <b>3,772,442,999</b> |



**OTHER CURRENT ASSETS**

|                                    |    |                      |                      |
|------------------------------------|----|----------------------|----------------------|
| Trade debtors                      | 16 | -                    | -                    |
| Other debtors                      | 17 | 163,906,402          | 209,108,299          |
| Advances, Deposits and Prepayments | 18 | 265,788,798          | 149,335,777          |
| Advances Income tax                | 19 | 444,415,594          | 438,277,891          |
| Short Term loan to BCIC            | 20 | 1,375,734,867        | 1,375,734,867        |
| Current Account with Projects      | 21 | 238,331,720          | 216,340,855          |
| Fixed Deposits with Banks          | 22 | 1,810,250,000        | 2,450,250,000        |
| Cash and Cash equivalent           | 23 | 301,066,813          | 150,528,845          |
| <b>Total Other Current Assets</b>  |    | <b>4,599,494,194</b> | <b>4,989,576,534</b> |
| <b>Total Current Assets</b>        |    | <b>7,553,565,617</b> | <b>8,762,019,533</b> |

**CURRENT LIABILITIES**

|                                      |    |                      |                      |
|--------------------------------------|----|----------------------|----------------------|
| Creditors for goods supplied         | 24 | 110,827,630          | 328,927,001          |
| Creditors for expenses               | 25 | 533,829,764          | 445,844,860          |
| Creditors for other finance          | 26 | 613,818,348          | 503,786,743          |
| Current account with BCIC            | 27 | 305,250,599          | 175,224,303          |
| Current account with projects        | 28 | 64,502,897           | 73,256,383           |
| Provision for W.P.P and Welfare Fund |    | 4,814,448            | 4,814,448            |
| Provision for income tax on turnover | 29 | -                    | 15,233,215           |
| Provision for income tax             | 30 | 1,054,016,933        | 1,050,337,338        |
| <b>Total Current Liabilities</b>     |    | <b>2,687,060,619</b> | <b>2,597,424,290</b> |
| <b>Net Current Assets</b>            |    | <b>4,866,504,998</b> | <b>6,164,595,242</b> |
| Deferred expenses                    | 31 | 4,058,992            | 4,333,438            |
| <b>TOTAL ASSETS</b>                  |    | <b>8,420,288,469</b> | <b>9,537,799,360</b> |

Company Secretary

Director

Managing Director

Signed in terms of our separate report of even date annexed

S. R. Islam & Co.  
Chartered Accountants

Date: 28 Feb, 2020  
Dhaka

K. M. Alam & Co.  
Chartered Accountants



**CHITTAGONG UREA FERTILIZER LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2020**

|   | Notes | Amount in Taka  |               |
|---|-------|-----------------|---------------|
|   |       | 2019-2020       | 2018-2019     |
| Sales Revenue   |       |                 |               |
| Sale of Urea  | 32    | 387,171,200     | 1,406,420,100 |
| Sale of Ammonia   | 32    | -               | 9,227,498     |
| Net Local Sales Revenue   |       | 387,171,200     | 1,415,647,598 |
| Less: Cost of sales<br>(Cost of sales statement attached at page-7)               |       | 1,333,142,307   | 1,180,381,650 |
| Gross (Loss)/Profit   |       | (945,971,107)   | 235,265,948   |
| Less: Other operating expenses:   |       |                 |               |
| Salaries and allowance (Admin)  |       | 172,007,163     | 196,661,345   |
| Salaries and allowance (Sales)  |       | 5,733,572       | 6,555,378     |
| General administrative expenses   | 33    | 73,845,271      | 85,481,202    |
| Audit fees  |       | 120,000         | 120,000       |
| Head Office Levy  |       | 100,000,000     | 150,696,000   |
| Selling and distribution expenses   | 34    | 20,217,756      | 21,269,472    |
|   |       | 371,923,762     | 460,783,397   |
| Operating (Loss)/Profit   |       | (1,317,894,871) | (225,517,449) |
| Add: Other/miscellaneous income   | 35    | 226,094,617     | 207,395,330   |
|   |       | (1,091,800,255) | (18,122,120)  |
| Less: Financial expenses  | 36    | 2,031,042       | 1,472,872     |
| Net (Loss)/ profit before charging Workers' Profit Participation and Welfare Fund |       | (1,093,831,297) | (19,594,992)  |
| Less: Workers' Profit Participation and Welfare Fund                              |       | -               | -             |
| Net (Loss)/Profit before tax  |       | (1,093,831,297) | (19,594,992)  |
| Less: Provision for income tax  |       | 3,679,595       | 9,738,258     |
| Net (Loss)/ Profit after tax  |       | (1,097,510,892) | (29,333,250)  |
| Other comprehensive income  |       | -               | -             |
|   |       | (1,097,510,892) | (29,333,250)  |

Company Secretary

Director

Managing Director

Signed in terms of our separate report of even date annexed

*S.R. Islam & Co.*  
S. R. Islam & Co.  
Chartered Accountants

*K.M. Alam & Co.*  
K. M. Alam & Co.  
Chartered Accountants

Date: 28 Feb, 2020  
Dhaka



**CHITTAGONG UREA FERTILIZER LIMITED**  
**STATEMENT OF COST OF SALES**  
**FOR THE YEAR ENDED JUNE 30, 2020**

|  | Amount In Taka       |                      |
|--|----------------------|----------------------|
|  | 2019-2020            | 2018-2019            |
| <b>VARIABLE COST</b>                   |                      |                      |
| <u>Direct Material Cost</u>            |                      |                      |
| Raw materials consumed                 | 158,355,958          | 307,814,517          |
| Chemicals consumed                     | 29,190,785           | 50,880,052           |
| Packing materials consumed             | 16,546,133           | 72,357,332           |
| Total Material Cost                    | 204,092,876          | 431,051,902          |
| Direct/contract labour                 | 43,961,814           | 41,376,230           |
| <u>Factory Overhead (Variable)</u>     |                      |                      |
| Indirect material consumed             | -                    | 15,600,898           |
| Natural gas usage as fuel              | 75,069,649           | 247,563,146          |
| Oil and lubricants                     | 8,185,648            | 6,400,674            |
| Spare and accessories                  | 10,219,649           | 13,411,675           |
| Stores consumed                        | 923,332              | 473,043              |
| Repairs and maintenance                | 7,456,282            | 4,282,941            |
| Other factory overhead (Note-37)       | 59,794,002           | 56,229,636           |
| Total Variable Factory Overhead        | 161,648,562          | 343,962,013          |
| Total Variable Cost                    | 409,703,252          | 816,390,145          |
| <b>FIXED COST</b>                      |                      |                      |
| Direct factory salary and wages        | 177,740,735          | 203,216,723          |
| <u>Fixed Factory Overhead</u>          |                      |                      |
| Indirect salary and wages              | 217,875,740          | 249,104,370          |
| Electricity                            | 23,320,572           | 28,905,644           |
| Oil and lubricants                     | 3,508,135            | 2,743,146            |
| Spare and accessories                  | 6,813,099            | 8,941,117            |
| Stores consumed                        | 395,714              | 202,733              |
| Repairs and maintenance                | 17,397,992           | 9,993,529            |
| Overhauling/turnaround expenses        | 9,146,999            | 17,585,173           |
| Factory insurance                      | 11,513,308           | 11,513,308           |
| Factory depreciation (Note-7)          | 185,212,276          | 150,642,026          |
| Other factory overhead (Note-37)       | 25,626,001           | 24,098,416           |
| Total Fixed Factory Overhead           | 500,809,836          | 503,729,462          |
| Total Fixed Cost                       | 678,550,572          | 706,946,185          |
| Net Manufacturing Cost                 | 1,088,253,824        | 1,523,336,329        |
| Add: Opening Work-in-process           | 25,718,620           | 23,517,685           |
|  | 1,113,972,444        | 1,546,854,014        |
| Less: Closing Work-in-process          | 60,740,768           | 25,718,620           |
| Cost of Goods Manufactured             | 1,053,231,676        | 1,521,135,394        |
| Add: Opening stock of finished goods   | 341,174,939          | 421,194              |
| Total Cost of Goods available for sale | 1,394,406,615        | 1,521,556,588        |
| Less: Closing stock of finished goods  | 61,264,308           | 341,174,939          |
| <b>COST OF SALES</b>                   | <b>1,333,142,307</b> | <b>1,180,381,650</b> |



**CHITTAGONG UREA FERTILIZER LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2020**

|  | Share<br>Capital | Govt.<br>equity/Capital<br>contribution | Reserve and<br>surplus | Total                |
|--|------------------|---|------------------------|----------------------|
|  | Taka             | Taka                                    | Taka                   | Taka                 |
| Balance as on 01 July 2018                         | 700              | 7,483,715,000                           | (153,689,810)          | 7,330,025,890        |
| Paid up capital(addition)                          | -                | -                                       | -                      | -                    |
| Retrospective Adjustments (Note-38)                | -                | -                                       | (4,760,000)            | (4,760,000)          |
| Net Profit after tax for the year 2019             | -                | -                                       | (29,333,250)           | (29,333,250)         |
| <b>Shareholders' Equity at the end of the year</b> | <b>700</b>       | <b>7,483,715,000</b>                    | <b>(187,783,060)</b>   | <b>7,295,932,640</b> |
| Balance as on 01 July 2019                         | 700              | 7,483,715,000                           | (187,783,060)          | 7,295,932,640        |
| Paid up capital(addition)                          | -                | -                                       | -                      | -                    |
| Retrospective Adjustments (Note-38)                | -                | -                                       | -                      | -                    |
| Net Profit after tax for the year 2020             | -                | -                                       | (1,097,510,892)        | (1,097,510,892)      |
| <b>Shareholders' Equity at the end of the year</b> | <b>700</b>       | <b>7,483,715,000</b>                    | <b>(1,285,293,952)</b> | <b>6,198,421,748</b> |

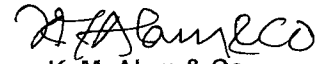
Company Secretary

Director

Managing Director



S. R. Islam & Co.  
Chartered Accountants



K. M. Alam & Co.  
Chartered Accountants

Date: 28 Feb, 2020  
Dhaka



**CHITTAGONG UREA FERTILIZER LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

|  | Amount In Taka       |                      |
|--|----------------------|----------------------|
|  | 2019-2020            | 2018-2019            |
| <b>Cash flows from Operating activities</b>                        |                      |                      |
| Net profit before tax  | (1,093,831,297)      | (19,594,992)         |
| Adjustment to reconcile net profit tax & PPE to net cash:          |                      |                      |
| Depreciation   | 199,821,806          | 165,357,866          |
| Retrospective adjustment   | -                    | (4,760,000)          |
|  | <b>(894,009,490)</b> | <b>141,002,874</b>   |
| <b><u>Increase /(Decrease) in Current Assets /Liabilities:</u></b> |                      |                      |
| Inventories  | 806,741,405          | (1,272,024,130)      |
| Advance Income tax   | (21,370,918)         | (23,154,947)         |
| Trade Debtors  | -                    | 1,208,309            |
| Other debtors  | 45,201,897           | (2,554,475)          |
| Advance, Deposits and Prepayments                                  | (114,215,105)        | 16,746,988           |
| Current account with BCIC  | 138,414,450          | 169,776,066          |
| Current account with project                                       | (21,990,865)         | 23,514,352           |
| Fixed deposits with Bank   | 640,000,000          | 1,049,850,000        |
| Creditors for goods supplied                                       | (216,892,754)        | 315,931,760          |
| Creditors for expenses   | 91,710,881           | (22,088,939)         |
| Provision for WPPF   | -                    | (24,099,150)         |
| Creditors for other finance  | 149,598,136          | (127,881,360)        |
| Current account with project                                       | (8,623,057)          | 23,891,928           |
|  | <b>1,488,574,070</b> | <b>129,116,403</b>   |
|  | <b>594,564,580</b>   | <b>270,119,277</b>   |
| <b>Net Cash Flow From Operating Activities</b>                     |                      |                      |
| <b>Cash flow from Investing activities</b>                         |                      |                      |
| Purchased/Acquisition of fixed assets                              | (877,947,993)        | (431,956,322)        |
| Deffered exp.  | 274,446              | 25,125,447           |
| <b>Net Cash Flow From investing Activities</b>                     | <b>(877,673,547)</b> | <b>(406,830,875)</b> |
| <b>Cash Flows from Financing Activities</b>                        |                      |                      |
| Paid up capital  | -                    | -                    |
| House Building Loans   | 9,874,090            | (25,625,873)         |
| Foreign Currency Loan/Grant  | (20,000,000)         | -                    |
| Investment - At cost   | 487,398,300          | -                    |
| <b>Net cash flow from Financing Activities</b>                     | <b>477,272,390</b>   | <b>(25,625,873)</b>  |
| <b>Net Increase/(Decrease) in cash during the year</b>             | <b>194,163,422</b>   | <b>(162,337,470)</b> |
| <b><u>Check:</u></b>   |                      |                      |
| Cash and Cash equivalent at the beginning of the year              | 150,528,845          | 312,866,315          |
| Cash and Cash equivalent at the end of the year                    | 318,020,552          | 150,528,845          |
|  | <b>167,491,707</b>   | <b>(162,337,470)</b> |

Company Secretary

Director

Managing Director



S. R. Islam &amp; Co.

Chartered Accountants



K. M. Alam &amp; Co.

Chartered Accountants

Date: 28 Feb 2020  
Dhaka

**CHITTAGONG UREA FERTILIZER LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT AND FOR THE YEAR ENDED JUNE 30, 2020**

**1.00 CORPORATE STATUS AND ACTIVITIES**

Chittagong Urea Fertilizer Limited was incorporated on November 22, 1980 as a private company limited by shares (Registration no- C-8540/379 of 1980) registered under the Companies Act 1913 (since repealed by the Companies Act 1994) with the Registrar of Joint Stock Companies and Firms which is fully owned by the Government of the People's Republic of Bangladesh and operated under the supervision of Bangladesh Chemical Industries Corporation (BCIC), with an Authorized Share Capital of Tk. 10,000,000,000 divided into 100,000,000 ordinary shares of Tk. 100 each.

The principal activities of the company throughout the year were manufacturing and marketing of Urea and Ammonia (Intermediary product). The attainable capacity of the company is 561,000 M.T. of Urea per annum.

**2.00 BASIS OF PREPARATION**

**2.01 Statement of compliance**

These financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS) and Interpretations of BASs & BFRSs.

**2.02 Presentation of Financial statements**

The financial statements have been presented in the format prescribed by BCIC which is consistent with that prescribed by the Companies Act, 1994.

**2.03 Regulatory compliance**

The company is required to comply with amongst others, the following rules and regulations:

- (i) The Companies Act 1994.
- (ii) The Income Tax Ordinance 1984.
- (iii) The Income Tax Rules 1984
- (iv) The Value Added Tax (Vat) Act 1991
- (v) The Value Added Tax (VAT) Rules 1991, etc.

**2.04 Basis of measurement**

These financial statements have been prepared on a going concern basis under historical cost convention.

**2.05 Functional and presentation currency**

These financial statements are presented in Bangladesh Taka ( Taka / Tk) which is the company's functional and presentation currency. The figures of financial statements have been rounded off to the nearest Taka.

**2.06 Reporting period**

The financial period of the Company covers one year from July 1 to June 30 which is consistently followed.

**2.07 Use of estimates and judgements**

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. Actual results may differ from these estimates. Estimates and assumptions are reviewed on an ongoing basis.



**2.08 Comparative information**

Comparative information has been disclosed in respect of the year 2018-2019 for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

Figures for the year 2019-2020 have been rearranged, wherever necessary, to ensure comparability with the current year.

**2.09 Going Concern**

The company has adequate resources and intention to continue its operation in foreseeable future. Hence, the Financial Statements have been prepared on a going concern basis.

**3.00 SIGNIFICANT ACCOUNTING POLICIES****3.01 Foreign currency**

Transactions in foreign currency are translated to the Bangladesh Taka at exchange rates at the dates of transactions. Monetary assets and liabilities denominated in foreign currencies at reporting date are re-translated into Bangladesh Taka at the exchange rates ruling at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies, stated at historical cost, are translated into Bangladesh Taka at the exchange rate ruling at the date of transaction. Foreign exchange differences arising on translation are recognized in the Statement of Profit & Loss and Other Comprehensive Income.

**3.02 Property, plant and equipment****3:02:01 Recognition and measurement**

Property, Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self constructed/installed assets includes the cost of materials and direct labor, any other cost directly attributable to bringing the asset to a working condition for its intended use, and the cost of dismantling and removing the items and restoring the site on which they are located and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The gain or loss on disposal of an item of property, plant and equipment is determined by comparing the proceeds from disposal with the carrying amount of the property, plant and equipment, and is recognised net within other income/other expenses in profit or loss.

**3:02:02 Subsequent cost**

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day to day servicing of property, plant and equipment are recognised in profit and loss as incurred.

**3:02:03 Depreciation**

Depreciation on Property, Plant Equipment excepting land and land development is calculated on the straight line method applying the rate so as to write off the cost of the assets over their estimated useful lives. In respect of additions fully year's depreciation is charged on Property, Plant and Equipment acquired during any part of the year while no depreciation is charged on assets disposed during the year. The principal annual rates are as follows:



| <u>Category</u>                     | <u>Rates</u>  |
|-------------------------------------|---------------|
| Building and structure              | 2.5% and 4%   |
| Other construction                  | 5% to 10%     |
| Plant and machinery                 | 4%            |
| Equipment and loose tools           | 7.5% to 12.5% |
| Communication Equipment             | 12.5% to 20%  |
| Other Equipment                     | 12.50%        |
| Office Equipment                    | 12% to 25%    |
| Motor vehicles                      | 20%           |
| Furniture and fixtures              | 10%           |
| Household and commercial furnishing | 20%           |
| Sundry assets                       | 10% to 25%    |

### 3.03 Financial instruments

A Financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### 3:03:01 Financial assets

The Company initially recognises receivables and deposits on the date that they are originated. All other financial assets are recognised initially on the date at which the company becomes a party to the contractual provisions of the transaction.

The Company derecognises a financial asset when the contractual rights or probabilities of receiving the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial assets are transferred.

Financial assets include cash and cash equivalents and trade debtors.

##### (a) cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank which are available for use by the Company without any restriction.

##### (b) Trade debtors

Trade and other debtors represent the amounts due from customers or parties for delivering goods or any other purposes. Trade and other debtors are initially recognised at cost which is the fair value of the consideration given in return. After initially recognition these are carried at cost less impairment losses due to uncollectibility of any amount so recognised.

#### 3:03:02 Financial liabilities

A financial liability is recognised when its contractual obligations arising from past event are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits. The Company initially recognises financial liabilities on the transaction date at which the company becomes a party to the contractual provisions of the liability. The Company derecognises a financial liabilities when its contractual obligations are discharged or cancelled or expired. Financial liabilities include trade creditors, payables against expenses and accruals, sundry creditors and other non-current liabilities.

### 3.04 Inventories

#### Items

Raw materials, chemicals and packing materials  
Stores, spares and accessories  
Stores-in-Transit  
Work-in-process  
Finished Goods

#### Basis of Valuation

At moving average method  
At moving average method  
At book value  
At predetermined cost  
At cost or net realizable value whichever is lower

### 3.05 Impairment

#### 3:05:01 Property, plant and equipment

The carrying amount of the company's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount.



**3:05:02 Receivables**

Company policy is to provide for impairment loss on debtors, if any receivables is not realised within three years from due date.

**3.06 Employee benefits****3:06:01 Gratuity**

The Company maintains a Funded Gratuity Scheme for its permanent employees and payments to gratuity fund is made at two months basic salary for every completed year of services rendered by eligible employees as per corporation rules.

**3:06:02 Provident Fund**

The company operates a Recognized Provident Fund for its permanent employees for which each employee subscribes 10% of his basic salary and the company also contributes an equal amount to the Fund.

**3:06:03 Workers' Profit Participation and Welfare Fund**

Previous year accounts was not finalized due to writ petition. That is why, WPP and Welfare Fund's profit was same as last year.

**3.07 Provisions**

A provision is recognised in the financial statements when the Company has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

**3.08 Revenue Recognition**

Sales are recognized when goods are delivered to the buyers.

**3.09 Tax****3:09:01 Current tax expenses**

Income tax expenses are recognised in the Statement of Profit or Loss and Other Comprehensive Income as per the provisions of Income Tax Ordinance 1984. Provision for minimum income tax has been made @ 0.6% on Gross Receipt of the year as the company has been made net loss during the year.

**3:09:02 Deferred tax expenses**

Deferred tax has not been recognized in the financial statements as required under BAS-12

**3.10 Financial income and costs**

Financial income comprises interest income on funds invested. Interest income is recognised on cash basis. Financial costs comprise interest expenses on bank loans and bank charges. All financial costs are recognised in the Statement of Profit or Loss and other Comprehensive Income.



## 4.00 SHARE CAPITAL

Authorised :

100,000,000 Ordinary shares of TK 100 each

| Amount In Taka |               |
|----------------|---------------|
| June 30, 2020  | June 30, 2019 |

Issued, Subscribed and Paid Up :

7 Ordinary Shares of Tk. 100 each

|                |                |
|----------------|----------------|
| 10,000,000,000 | 10,000,000,000 |
|----------------|----------------|

|     |     |
|-----|-----|
| 700 | 700 |
|-----|-----|

Details of issued share capital are as follows:

| Name of Shareholder           | No. of Shares |      |        |        |
|-------------------------------|---------------|------|--------|--------|
|                               | 2020          | 2019 |        |        |
| Mr. Md. Haiul Quaium          | -             | 1.00 | -      | 100.00 |
| Mr. Md. Ziaur Rahman Khan     | 1.00          | 1.00 | 100.00 | 100.00 |
| Mr. Md. Amin UI Ahsan         | 1.00          | 1.00 | 100.00 | 100.00 |
| Mr. Md. Rafiqul Islam         | -             | 1.00 | -      | 100.00 |
| Eng. Mr. Gopinath Banik       | -             | 1.00 | -      | 100.00 |
| Mr. Bidyut Kumar Biswas       | -             | 1.00 | -      | 100.00 |
| Mr. Md Mostafizur Rahman      | 1.00          | -    | 100.00 | -      |
| Mr. Md Lutfor Rahman FCMA     | 1.00          | -    | 100.00 | -      |
| Mr. Md Billal Hossain         | 1.00          | -    | 100.00 | -      |
| Mr. Engr. Sudip Majumder Peng | 1.00          | -    | 100.00 | -      |
| Mr. Abdur Rahim               | 1.00          | 1.00 | 100.00 | 100.00 |
|                               | 7.00          | 7.00 | 700.00 | 700.00 |

## 5.00 GOVERNMENT EQUITY/ CAPITAL CONTRIBUTION

Total equity contribution received by the company from Government was Tk. 7,483,715,000 up to June 30, 2020 and the balance is made up as follows:

|                                     |               |               |
|-------------------------------------|---------------|---------------|
| Government loan converted to equity | 3,462,339,000 | 3,462,339,000 |
| ADP loan converted to equity        | 51,348,000    | 51,348,000    |
| QECF loan converted to equity       | 3,787,058,000 | 3,787,058,000 |
| CIDA loan converted to equity       | 182,970,000   | 182,970,000   |
|                                     | 7,483,715,000 | 7,483,715,000 |

No shares has yet been allotted to the Government of Bangladesh in return for the government contribution towards the equity of the company as envisaged in the agreement between the Government and the company to that effect.

## 6.00 FOREIGN CURRENCY LOAN/GRANT

6.1 Foreign Currency Loan

- (a) ADFAED 576  
(b) SFD 3/146  
(c) IDA-1204-BD  
(d) OECF-BDP-21

Foreign  
Currency

|     |               |               |
|-----|---------------|---------------|
| DH  |               | 6,684,720     |
| SR  | 1,237,716,501 | 1,237,716,501 |
|     | 154,258,845   | 154,258,845   |
| YEN | 486,648,435   | 486,648,435   |
|     | 1,878,623,781 | 1,885,308,501 |

## 6.2 CIDA Grants-170/10738

|     |               |               |
|-----|---------------|---------------|
| CNS | 300,268,699   | 313,583,979   |
|     | 2,178,892,480 | 2,198,892,480 |



7. PROPERTY, PLANT AND EQUIPMENT - AT COST LESS DEPRECIATION

| Particulars                         | COST                             |                           |                      |                             | Rate of Depreciation | Accumulated Depreciation |                      | Written Down Value as at 30.06.2020 |
|-------------------------------------|----------------------------------|---------------------------|----------------------|-----------------------------|----------------------|--------------------------|----------------------|-------------------------------------|
|                                     | Opening Balance as at 01.07.2019 | Additions during the year | Adjustment /Deletion | Total Cost as at 30.06.2020 |                      | Charged for the year     | Adjustment/ Deletion |                                     |
| Land and land Development           | 258,240,795                      | -                         | -                    | 258,240,795                 | -                    | -                        | -                    | 258,240,795                         |
| Building and Structure              | 3,425,833,270                    | 530,600                   | -                    | 3,426,363,870               | 2.5% and 4%          | 83,963,988               | 2,709,924,483.74     | 716,439,386                         |
| Other construction                  | 504,094,250                      | -                         | -                    | 504,094,250                 | 5% to 10%            | 497,957,686              | 499,278,187.30       | 4,816,063                           |
| Plant and machinery                 | 16,070,697,279                   | 873,782,629               | -                    | 16,944,479,908              | 4%                   | 14,873,980,541           | 14,968,974,289.45    | 1,975,505,619                       |
| Equipment and loose tools           | 428,666,896                      | 2,810,206                 | -                    | 431,477,102                 | 7.5% to 12%          | 384,785,215              | 402,957,539.73       | 28,519,662                          |
| Communication Equipment             | 56,096,457                       | -                         | -                    | 56,096,457                  | 12.5% to 20%         | 55,423,959               | 55,629,635.31        | 466,822                             |
| Other Equipment                     | 78,602                           | -                         | -                    | 78,602                      | 12.50%               | 74,805                   | 75,958.18            | 2,644                               |
| Office Equipment                    | 16,358,828                       | 505,950                   | -                    | 16,864,778                  | 12% to 25%           | 15,557,760               | 15,877,510.21        | 987,268                             |
| Motor vehicles                      | 44,969,002                       | -                         | -                    | 44,969,002                  | 20%                  | 44,851,400               | 44,880,800.10        | 88,202                              |
| Furniture and fixtures              | 43,999,715                       | 318,609                   | -                    | 44,318,324                  | 10%                  | 43,050,144               | 43,278,542.67        | 1,039,761                           |
| Household and commercial furnishing | 8,892,255                        | -                         | -                    | 8,892,255                   | 20%                  | 8,117,245                | 8,690,430.83         | 201,824                             |
| Sundry assets                       | 4,985,356                        | -                         | -                    | 4,985,356                   | 10% to 25%           | 4,968,674                | 4,982,353.68         | 3,002                               |
| June 30, 2020                       | 20,862,912,705                   | 877,947,994               | -                    | 21,740,860,699              |                      | 18,554,727,924           | 18,754,549,731       | 2,986,310,959                       |
| June 30, 2019                       | 20,430,956,385                   | 431,956,321               | -                    | 20,862,912,706              |                      | 18,389,370,058           | 18,554,727,924       | 2,308,184,781                       |

Allocation of Depreciation:

- a) Factory overhead ( statement of cost of sales page - 7)
- b) General administrative expenses
  - Transport and vehicle (Notes-33)
  - Furniture and fixtures (Notes-33)
  - Buildings (Notes-33)

2019-2020  
Taka

|                |
|----------------|
| 185,212,276.10 |
| 14,609,530     |
| 29,400         |
| 801,584        |
| 13,778,546     |
| 199,821,806    |

2018-2019  
Taka

|             |
|-------------|
| 150,642,026 |
| 14,715,840  |
| 29,400      |
| 940,600     |
| 13,745,841  |
| 165,357,867 |



| Amount in Taka |               |
|----------------|---------------|
| June 30, 2020  | June 30, 2019 |

**8.00 LOANS TO PROJECTS ( SISTER CONCERNS)****Running Project:**

Karnaphuli Paper Mills Limited

Principal

40,000,000 40,000,000

Add: Interest for the year @ 7%

2,800,000 2,800,000

42,800,000 42,800,000

Add: Accumulated interest for previous years

50,162,192 47,362,192

92,962,192 90,162,192

Less: Provision against interest on loan due from Karnaphuli paper Mills Ltd.

39,200,000 36,400,000

53,762,192 53,762,192

**Discounted Projects:**

Khulna Newsprint Mills Limited

283,336,481 283,336,481

Karnaphuli Rayon and Chemicals Limited

29,953,345 29,953,345

North Bangal Paper Mills Limited

48,324,044 48,324,044

361,613,870 361,613,870

**Total****415,376,062 415,376,062**

Khulna Newsprint Mills Limited, Karnaphuli Rayon and Chemicals Limited, and North Bangal Paper Mills Limited are currently not in operation. No interests have been charged on the loans receivable from these three Projects.

**9.00 HOUSE BUILDINGS LOANS****148,037,446 157,911,536**

Loan policy for purchase of land/house building for its permanent workers, staffs and officers was approved by the BCIC in the 1443 Board Meeting held on 17 July, 2013 and a Committee has been formed.

On 21.07.2014 the committee (Formed on 17.07.2013 by board meeting 1443) decided that house building loan amount of TK.50,000,000 for the year ended 2014-2015, would be distributed to 139 workers, staffs and officers based on the criteria that, among others, the minimum 10 years continuous service years, age limit of 55 years and 80% of net payable of service. This amount will be recovered from monthly wages/salaries of the respective workers/staffs/officers after six (06) months of disbursement of first installment of loan.

**10.00 INVESTMENT - AT COST**

Investment in Karnaphuli Fertilizer Company Limited. (KAFCO)

- 487,398,300

**11.00 RAW MATERIALS, CHEMICALS AND PACKING MATERIALS****Raw Materials, Chemicals and Packing Materials:**

Twine and thread

1,404,766 2,159,357

WPP and PE bags

3,544,321 18,010,571

Poly Bags

6,070,623 6,070,623

Process chemicals

24,076,389 26,471,016

Catalysts

324,794,664 303,025,473

Hessian bags

76,652 76,652

Adjustment for Proposed write off against inventory shortage (Notes-25)

86,690,317 162,735,621

446,657,732 518,549,313

**Inventory in Plants**

Chemicals

1,014,451 909,187

WPP and PE bags

1,733,115 2,816,953

Jute twine

4,266 4,266

Sewing thread

47,119 47,118

Medical supplies

852,318 1,367,293

3,651,268 5,144,817

450,309,000 523,694,130



**12.00 STORES, SPARES AND ACCESSORIES**

|   | Amount In Taka       |                      |
|---|----------------------|----------------------|
|   | June 30, 2020        | June 30, 2019        |
| Spares and accessories for plant            | 842,547,300          | 844,251,407          |
| Pipes, tubes and hoses                      | 102,951,191          | 102,597,681          |
| Laboratory instruments                      | 89,228,828           | 94,502,620           |
| Valves powered and non powered              | 200,025,334          | 201,468,650          |
| Engine, turbine and components ( Group 28)  | 571,282,983          | 311,323,923          |
| Hardware materials for plant                | 53,250,239           | 53,190,208           |
| Electrical spares and accessories           | 64,171,551           | 67,187,025           |
| Engine accessories (group 29)               | 49,668,095           | 49,668,094           |
| Electrical wire distribution equipment      | 41,977,365           | 44,550,136           |
| Bagging machinery spares                    | 86,519,631           | 29,016,824           |
| Expand metal and stainless steel            | 18,672,852           | 20,185,653           |
| Steam and drying equipment                  | 27,183,576           | 73,558,087           |
| Special industry machinery                  | 18,610,697           | 18,612,069           |
| Alarm and singal system                     | 10,905,947           | 10,905,946           |
| Bearings                                    | 9,357,763            | 8,091,167            |
| Metal working machinery                     | 7,128,931            | 5,043,421            |
| Lighting, fixture and lamp                  | 7,275,425            | 6,857,027            |
| Construction, highway maintenance equipment | 4,653,198            | 4,706,840            |
| Construction and building materials         | 14,558,801           | 15,609,160           |
| Sewing for bagging plant                    | 8,111,577            | 8,140,234            |
| Pre-fabricate structures                    | 8,822,058            | 8,338,139            |
| Fuels, lubricants, oils and waxes           | 6,880,328            | 10,175,277           |
| Machine tools                               | 2,361,055            | 2,441,065            |
| Communication equipment                     | 884,522              | 885,229              |
| Water purification equipment                | 2,399,543            | -                    |
| Veehicles, equipment and components         | 814,346              | 806,710              |
| Tyres and tubes ( Group 26 )                | 958,610              | 1,083,073            |
| Plumbing and heating                        | 1,705,802            | 1,701,182            |
| Refrigeration and air condition             | 605,956              | 998,484              |
| Wooden plank                                | 1,484,238            | 1,415,887            |
| Mechanical power transmission               | 496,248              | 503,118              |
| Lumber millwork, plywood and venner         | 462,529              | 462,529              |
| Fire fighting rescues                       | 850,505              | 873,261              |
| Tartila leather and fans                    | 15,179               | 2,571                |
| Brushes, paints, scales etc.                | 1,702,449            | 40,180               |
| Maintenance repairing shop equipment        | 160,158              | 160,158              |
| Furniture and fixtures                      | 121,585              | 9,235                |
| Office equipment                            | 15,697               | 13,656               |
| Uniform and liveries                        | 256,457              | 253,155              |
| Ropes, cables, chains and fittings          | 468,913              | 467,454              |
| Measuring tools                             | 31,021               | 37,809               |
| Cleaning equipments and supplies            | 94,153               | 115,340              |
| Toiletries ( Group 85 )                     | 759                  | 1,876                |
| Household and commercial furnishing         | 32,775               | 14,259               |
| Container, drums, cans and boxes            | 3,786                | 3,790                |
| Domestic equipments                         | 9,277                | 9,277                |
| Agricultural machineries                    | 518                  | 677                  |
|   | <b>2,259,719,747</b> | <b>2,000,279,562</b> |

**13.00 STORES IN TRANSIT**

|                                   |                    |                    |
|-----------------------------------|--------------------|--------------------|
| Spares and accssories             | 118,912,238        | 856,747,793        |
| Materials, chemicals and catalyst | 3,125,363          | 24,827,955         |
|                                   | <b>122,037,601</b> | <b>881,575,748</b> |

**14.00 WORK-IN-PROCESS**

|                               |                   |                   |
|-------------------------------|-------------------|-------------------|
| Ammonia - 4013 MT @ Tk. 15136 | <b>60,740,768</b> | <b>25,718,620</b> |
|-------------------------------|-------------------|-------------------|

\*Ammonia has been valued based on cost of production of 2018-2019.



|              |   | Amount In Taka     |                    |
|--------------|---|--------------------|--------------------|
|              |   | June 30, 2020      | June 30, 2019      |
| <b>15.00</b> | <b>FINISHED GOODS</b>   |                    |                    |
|              | Bagged Urea (Schedul-1)   |                    |                    |
|              | Loose Urea  | 4,418.35           | 13,316             |
|              | Bagged Urea   | 143.30             | 14,000             |
|              | Bagged Urea (Depot)   | 55.04              | 7,652.64           |
|              |   | <u>61,264,307</u>  | <u>341,174,939</u> |
| <b>16.00</b> | <b>TRADE DEBTORS</b>  |                    |                    |
|              | Local Debtors:  |                    |                    |
|              | Bangladesh Agricultural Development Corporation (BADC)            |                    | 141,055            |
|              | Deputy Commissioners/Thana/Upazilla Nirbahi Officers (Schedule-3) |                    | 1,208,309          |
|              | Foreign Debtors:  |                    |                    |
|              | Agricultural Input Corporation, Nepal                             |                    | 5,483,671          |
|              |   | <u>6,833,035</u>   | <u>6,833,035</u>   |
|              | Less: Received during the year                                    |                    |                    |
|              | Less: Provision for doubtful debts                                |                    |                    |
|              | Bangladesh Agricultural Development Corporation                   |                    | 141,055            |
|              | Agricultural Input Corporation, Nepal                             |                    | 5,483,671          |
|              | Deputy Commissioners/Thana/Upazilla Nirbahi Officers (Schedule-3) |                    | 1,208,309          |
|              |   | <u>6,833,035</u>   | <u>6,833,035</u>   |
|              |   |                    | 0                  |
| <b>17.00</b> | <b>OTHER DEBTORS</b>  |                    |                    |
|              | (a) General   |                    |                    |
|              | Chittagong Port Authority (Berthing)                              | 16,217,313         | 16,217,313         |
|              | Insurance claim for losses  | 4,894,147          | 4,894,147          |
|              | Export performance benefit  | 958,852            | 958,851            |
|              | Other claim receivable  | 1,905,060          | 1,905,060          |
|              | Duty and tax refund claim   | 71,104             | 71,104             |
|              |   | <u>24,046,476</u>  | <u>24,046,475</u>  |
|              | (b) Sales and Store on loan                                       |                    |                    |
|              | Ashugonj Fertilizer Chemical Limited (AFCCCL)                     | 57,960,027         | 57,960,027         |
|              | Jumuna Fertilizer Company Limited                                 | 26,372,000         | 26,372,000         |
|              | Urea Fertilizer Factory Limited                                   | 17,181,312         | 17,181,312         |
|              | Polash Fertilizer Factory Limited                                 | 8,708,940          | 8,708,940          |
|              | Shajalal Fertilizer Factory Limited (NGFF)                        | 6,763,167          | 6,763,167          |
|              | Linde Bangladesh Limited (Formerly BOC Bangladesh Ltd.)           | 8,694              | 8,694              |
|              | Receivable against material issued on loan to KAFCO               | 584,689            | 584,689            |
|              |   | <u>117,578,829</u> | <u>117,578,829</u> |
|              | (C) Others  |                    |                    |
|              | Interest Receivable against FDRs                                  | 28,112,081         | 73,330,600         |
|              | Advance receivable against sale of fixed asset                    | 5,393              | 5,393              |
|              |   | <u>28,117,474</u>  | <u>73,335,993</u>  |
|              | Sub Total (a+b+c)   | <u>169,742,779</u> | <u>214,961,297</u> |
|              | Less: (d) Provision for doubtful debts                            |                    |                    |
|              | Insurance claim for loss  | 4,894,147          | 4,894,147          |
|              | Export performance benefit  | 942,230            | 958,851            |
|              |   | <u>5,836,377</u>   | <u>5,852,998</u>   |
|              | Grand Total (a+b+c-d)   | <u>163,906,402</u> | <u>209,108,299</u> |



| Amount in Taka |               |
|----------------|---------------|
| June 30, 2020  | June 30, 2019 |

**18.00 ADVANCES, DEPOSITS AND PREPAYMENTS****A. Advances:**

|   |                    |                    |
|---|--------------------|--------------------|
| Advance to suppliers and parties (Schedule-4) | 46,382,215         | 24,383,626         |
| Advance against: transportation cost          | 34,518,386         | 34,518,386         |
| Advance against : Contractors' bills          | 46,581,179         | 43,624,706         |
| Advance against: Customs duty                 | 19,835,262         | 2,509,976          |
| Advance against: Salary                       | 91,277,880         | 21,939,345         |
| Advance against: Expenses                     | 2,041,851          | 2,332,961          |
| Advance against: C&F Agents                   | 25,485             | -                  |
| Advance against: TA and DA                    | 226,710            | 202,093            |
| Advance to others                             | 148,000            | 148,000            |
| Advance to Ahmed Akter and Co. (C.A. Firm)    | 23,225             | 23,225             |
| Advance against facilities                    | 3,192              | 11,809,997         |
| Advance Factory Insurance                     | 16,881,951         | -                  |
|   | <u>257,945,337</u> | <u>141,492,316</u> |

**B. Deposits:**

|   |                    |                    |
|---|--------------------|--------------------|
| Customs and excise duty                               | 1,000,000          | 1,000,000          |
| Linde Bangladesh Ltd. (Formerly BOC (Bangladesh) Ltd) | 25,000             | 25,000             |
| Power Development Board (PDB)                         | 3,547,522          | 3,547,522          |
| Bangladesh Telecommunication Company Limited          | 1,510,730          | 1,510,730          |
| Security deposit (Receivable)                         | 1,760,209          | 1,760,209          |
|   | <u>7,843,461</u>   | <u>7,843,461</u>   |
|   | <u>265,788,798</u> | <u>149,335,777</u> |

**19.00 ADVANCE INCOME TAX**

This represents advance income tax deducted at source from import materials and interest on FDRs and STDs. For the year 2019-2020 at Tk. 21,370,917.00

Tournover income Tax adjustment for 2005-2006 & 2006-2007 15,233,215.00

**20.00 SHORT TERM LOAN TO BCIC**

1,375,734,867 1,375,734,867

**21.00 CURRENT ACCOUNT WITH PROJECTS**

| Name of Enterprise                            | Material Loan    | Inter Project Current Account | 2020 Total         | 2019 Total         |
|---|------------------|-------------------------------|--------------------|--------------------|
|   | Taka             | Taka                          | Taka               | Taka               |
| Polash Urea Fertilizer Factory Limited        | 1,246,596        | -                             | 1,246,596          | 1,246,596          |
| Karnaphully Paper Mills Ltd.                  | 12,914           | 3,974,380                     | 3,987,294          | 3,720,159          |
| Chatak Cement Company Ltd.                    | 101              | 1,394,802                     | 1,394,903          | 1,159,953          |
| DAP Fertilizer Co. Ltd (DAP 1)                | -                | 221,422,436                   | 221,422,436        | 202,007,851        |
| TSP Complex Ltd.                              | -                | 3,128,438                     | 3,128,438          | 3,159,378          |
| Karnaphully Rayon and Chemicals Co. Ltd       | -                | 882,825                       | 882,825            | 882,825            |
| North Bangal Paper Mills Ltd.                 | -                | 197,942                       | 197,942            | 197,942            |
| Dhaka Leather Company Ltd.                    | -                | 21,840                        | 21,840             | 21,840             |
| Magura Paper Mills Ltd.                       | -                | -                             | -                  | -                  |
| Sylhet Paper and Pulp Mills Ltd.              | -                | -                             | -                  | -                  |
| Khulna Hard Board Mills Ltd.                  | -                | 16,577                        | 16,577             | 16,577             |
| Training Institute for Chemical Industries    | -                | 1,451,132                     | 1,451,132          | 1,452,928          |
| Ashugong Fertilizer and Chemical Company Ltd. | -                | -                             | -                  | -                  |
| Shahjalal Fertilizer Factory Co. Ltd.         | 28,185           | 3,363,983                     | 3,392,168          | 1,419,203          |
| Eagle Box and Carton Manufacturing Co. Ltd.   | 1,950            | -                             | 1,950              | 1,950              |
| Jamuna Fertilizer Company Ltd.                | -                | -                             | -                  | -                  |
| Chittagong Chemical Complex                   | -                | 1,007,258                     | 1,007,258          | 1,053,653          |
| PG.U.F.P. Narsingdi                           | -                | 180,362                       | 180,362            | -                  |
|   | <u>1,289,746</u> | <u>237,041,975</u>            | <u>238,331,720</u> | <u>216,340,855</u> |



**22.00 FIXED DEPOSITS WITH BANKS**

Fixed Depsits with Banks  
Less: Provision for Bad debts - Eastern Bank Limited

| Amount in Taka       |                      |
|----------------------|----------------------|
| June 30, 2020        | June 30, 2019        |
| 1,815,322,160        | 2,455,322,160        |
| 5,072,160            | 5,072,160            |
| <b>1,810,250,000</b> | <b>2,450,250,000</b> |

**23.00 CASH AND CASH EQUIVALENT**

Cash in hand

24,419

29,823

Cash at Banks with:

| <u>Bank Name</u>                     | <u>A/c No</u>      |                    |                    |
|--------------------------------------|--------------------|--------------------|--------------------|
| <b><u>Sonali Bank Limited</u></b>    |                    |                    |                    |
| CUFL Branch, Chittagong              | STD 02             | 49,429,729         | 9,934,063          |
| Agrabad Branch, Chittagong           | STD 56000154       | (3,255,293)        | (14,888,732)       |
| Local Office, Motijhel, Dhaka        | STD 000236000624   | 1,469,445          | 1,423,492          |
| Barisal Corporate Branch, Barisal    | STD -C-4           | 516,011            | 3,175,699          |
| Bhola Branch, Bhola                  | STD 13             | 1,835,250          | 6,860,739          |
| Patuakhali Branch, Patuakhali        | STD 2848           | 8,850              | 7,442,660          |
| Railgate Bazar Branch, Jessore       | STD 5              | 10,000             | 10,000             |
| Sirmoni Branch, Khulna               | STD 4              | 2,734              | 2,734              |
|                                      |                    | 50,016,725         | 13,960,655         |
| <b><u>Janata Bank Limited</u></b>    |                    |                    |                    |
| CUFL Branch, Chittagong              | STD 01             | 32,798,225         | 25,207,829         |
| CUFL Branch, Chittagong              | CD 213             | 1,672,369          | 1,780,354          |
| Strand Road Branch, Chittagong       | STD 10             | 53,571,377         | 15,171,152         |
| Gaibandha Main Branch                | STD 93             | 91,762             | 91,762             |
| Pulhat Branch, Dinajpur              | STD 38             | 4,117              | 4,117              |
| kurigram Branch                      | STD 43             | 5,975              | 5,975              |
| Alamnagar Branch, Rangpur            | STD 13             | 81,663             | 81,663             |
| Regdhi Branch, Gopalgong             | STD 10             | 132,470            | 3,301,616          |
| Foridpur, Branch                     | STD 276            | 322,712            | -                  |
|                                      |                    | 88,680,671         | 45,644,467         |
| <b><u>Pubali Bank Limited</u></b>    |                    |                    |                    |
| Agrabad Branch, Chittagong           | STD 67             | 27,208,908         | 19,286,022         |
| Port Branch, Chittagong              | STD 14             | 29,102,451         | 17,790,790         |
|                                      |                    | 56,311,358         | 37,076,811         |
| <b><u>Uttara Bank Limited</u></b>    |                    |                    |                    |
| Agrabad Branch, Chittagong           | STD 41108          | 751,055            | 728,062            |
| <b><u>BASIC Bank Limited</u></b>     |                    |                    |                    |
| Asadgong branch, Chittagong          | STD 04000745       | 37,422,751         | 20,676,859         |
| <b><u>UCB Limited</u></b>            |                    |                    |                    |
| Agrabad Branch, Chittagong           | STD 00413100000836 | 9,993,936          | 1,616,019          |
| <b><u>NCC Bank Limited</u></b>       |                    |                    |                    |
| Majhirghat Branch, Chittagong        | STD 002303200996   | 27,180,049         | 16,804,539         |
| <b><u>Bank Asia Limited</u></b>      |                    |                    |                    |
| MCB S K Mujib Road, Chittagong       | STD 0093000887     | 30,675,848         | 13,991,609         |
| <b><u>Mutual Trust Bank Ltd.</u></b> |                    |                    |                    |
| Agrabad                              |                    | 10,000             | -                  |
|                                      |                    | 301,042,394        | 150,499,022        |
|                                      |                    | <b>301,066,813</b> | <b>150,528,845</b> |

**24.00 CREDITORS FOR GOODS SUPPLIED**

Liabilities for Goods Supplied

-Local

10,948,329

15,033,218

-Import

99,601,379

313,697,618

Cash purchase clearing

277,922

196,165

110,827,630

328,927,001



**25.00 CREDITORS FOR EXPENSES**

|   | Amount In Taka     |                    |
|---|--------------------|--------------------|
|   | June 30, 2020      | June 30, 2019      |
| Liability for write off of inventory shortage (Schedule-17) | 86,690,317         | 162,735,621        |
| Incentive bonus   | 65,515,930         | 46,517,707         |
| Provision for head office levy                              | 17,028,676         | 43,650,676         |
| Gas   | 166,477,793        | 25,424,318         |
| Royalty and taxes   | 5,568,358          | 15,734,357         |
| Gratuity  | 35,678,293         | 19,258,443         |
| Provision for TICl levy                                     | 77,987,073         | 68,300,810         |
| Overtime  | 14,528,951         | 6,458,246          |
| BSTI marking fee  | 6,782,588          | 5,282,588          |
| Income tax deducted from Salaries                           | 1,233,518          | 996,893            |
| Repair and maintenance - Civil                              | 6,450,078          | 8,021,358          |
| Casual labour   | 6,315,545          | 7,131,135          |
| Depot expenses  | 10,312,011         | 52,835             |
| Electricity   | 3,868,951          |                    |
| Handling charges  | 1,854,063          | 3,745,439          |
| Club expenses   | 835,500            | 1,458,500          |
| Extra duty  | 682,695            | 727,295            |
| Sanitation expenses   | 280,476            | 209,636            |
| Other expenses  | 554,121            | 3,078,848          |
| Audit fees  | 232,680            | 206,430            |
| Repair and maintenance - vehicle                            | 111,600            | -                  |
| Guest house expenses  | 63,470             | -                  |
| Uniform and liveries  | 1,295,735          | 1,295,735          |
| Telephone and telex   | 63,079             | 75,721             |
| Scholarship and grants                                      | 59,699             | 52,301             |
| Boat hire charges   | 5,364              | 5,364              |
| Entertainment   | 15,949             | 797                |
| Festival Bonus  | 19,468,851         | 20,154,981         |
| Printing & Stationary                                       | 194,730            |                    |
| Unpaid salary and wages                                     | 2,130              | 2,130              |
| Canteen subsidy   | 13,647             | 13,647             |
| Watch and ward  | 3,032,730          | 3,095,400          |
| Repair & maint.(Plant)                                      | 20,100             | 465,500            |
| Provision for Honorarium                                    | 385,648            | 146,700            |
| Insurance   | 131,445            | 131,445            |
| Natural Gas   | -                  | 556,793            |
| Provision for (TA/DA)                                       | 62,352             | 123,964            |
| Electrical repair & maint.                                  | -                  | 9,000              |
| Transport Hire Charge                                       | -                  | 167,316            |
| Cultural Activities   | -                  | 266,400            |
| Plantation & Gardening                                      | -                  | 100,580            |
| Medical & Medicine  | -                  | 189,952            |
| Prov.For Local Conveyance                                   | 25,620             | -                  |
| <b>Sub Total</b>  | <b>533,829,764</b> | <b>445,844,860</b> |
| Workers Profit Participation Fund                           | 4,814,448          | 4,814,448          |
| <b>Total</b>  | <b>538,644,212</b> | <b>450,659,308</b> |

**26.00 CREDITORS FOR OTHER FINANCE**

|   |                    |                    |
|---|--------------------|--------------------|
| BCIC and interproject payable on sales ( Note 26.01)        | (64,433,994)       | (31,594,991)       |
| Advance received against sale of Urea (Note 26.02)          | 195,756,634        | 41,949,173         |
| Other accounts payable and accrued liabilities (Note 26.03) | 381,932,874        | 381,114,592        |
| Withholding income tax and VAT from suppliers (Note 26.04)  | 3,437,842          | 4,038,696          |
| Deductions and withholding (Note 26.05)                     | 97,124,992         | 108,279,273        |
|   | <b>613,818,348</b> | <b>503,786,743</b> |



|   | Amount In Taka      |                     |
|---|---------------------|---------------------|
|   | June 30, 2020       | June 30, 2019       |
| <b>26.01 BCIC and Interproject payable on sales</b>         |                     |                     |
| BCIC imported Urea  | (64,433,994)        | (31,594,991)        |
|   | <u>(64,433,994)</u> | <u>(31,594,991)</u> |
| <b>26.02 Advance Received Against Sale of Urea</b>          |                     |                     |
| Advance received from : Dealers                             | 93,160,986          | (60,650,553)        |
| Rangpur Depot   | 23,244,324          | 23,244,324          |
| Siromoni Depot  | 37,094,609          | 37,094,609          |
| Kurigram Depot  | 13,030,800          | 13,030,800          |
| Gaibandha Depot   | 10,255,398          | 10,255,398          |
| Dinajpur Depot  | 9,070,654           | 9,070,654           |
| Barishal Depot  | (2,555,253)         | (2,551,175)         |
| Bhola Depot   | 3,891,126           | 3,891,126           |
| Jessore Depot   | 8,541,769           | 8,541,769           |
| Takerhat Depot  | 22,131              | 22,131              |
| Parbotipur Depot  | 90                  | 90                  |
|   | <u>195,756,634</u>  | <u>41,949,173</u>   |
| <b>26.03 Other Accounts Payable and Accrued Liabilities</b> |                     |                     |
| Security deposit by Urea dealers                            | 303,400,000         | 300,147,200         |
| Barthing charge clearing account                            | 15,966,976          | 15,966,976          |
| Refundable security deposit                                 | 33,798,010          | 40,816,596          |
| River dues received from KAFCO                              | 18,766,170          | 13,644,734          |
| River dues received from dealers                            | 86,805              | 86,805              |
| Other account payable                                       | 4,733,841           | 4,733,841           |
| Shift allowance   | 313,343             | 255,837             |
| Provision for shortage buffer fertilizer                    | 404,655             | 404,655             |
| Arrear overtime   | 316,897             | 2,434,593           |
| BCIC club subscription                                      | -                   | -                   |
| BCIC Engineers' Association                                 | 3,442               | 4,620               |
| KAFCO   | 4,033,204           | 2,509,204           |
| Advance against sale of Ammonia                             | 109,531             | 109,531             |
|   | <u>381,932,874</u>  | <u>381,114,592</u>  |
| <b>26.04 Withholding income tax and VAT from Suppliers</b>  |                     |                     |
| Income tax deducted at source from contractors              | 1,287,567           | 1,425,833           |
| Value added tax deducted at source                          | 2,150,275           | 2,612,862           |
|   | <u>3,437,842</u>    | <u>4,038,696</u>    |



| Amount In Taka |               |
|----------------|---------------|
| June 30, 2020  | June 30, 2019 |

**26.05 Deductions and withholding****(a) Deduction from Employee**

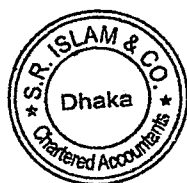
|  |                   |                   |
|--|-------------------|-------------------|
| Recovery of Provided Fund loan and interest          | 1,867,312         | 1,734,334         |
| Employee's Contribution to Provident Fund            | 70,264,151        | 70,207,757        |
| Recovery of Welfare Fund loan and interest           | 365,731           | 62,565            |
| Donation for death and disease                       | 145,148           | 225,798           |
| Workers' profit Participation Fund Loan              | 7,027,102         | 7,055,363         |
| Recovery of gross pension                            | 79,649            | 79,649            |
| Recovery of welfare House building loan and Interest | 1,438,279         | 529,659           |
| Revenue stamp  | 437,158           | 221,088           |
| Donation and gifts                                   | 2,001             | 2,001             |
| Dish scheme  | 12,450            | 61,356            |
| Subscription for chemical society                    | 2,740             | 2,500             |
| Recovery of motorcycle loan                          | 81,049            | 83,549            |
| Flood rehabilitation                                 | 22,431            | 22,431            |
| Others   | 7,835             | 7,835             |
| Farewell   | 40,190            | 40,190            |
| Officers' association subscription                   | 13,303            | 12,030            |
| Diploma subscription                                 | 16,822            | 5,500             |
| Tirtha Jatra Utshab                                  | 25,632            | 25,317            |
| Employee's club subscription                         | 8,248             | 8,238             |
| Material loan  | 9,389             | 9,389             |
| Union subscription                                   | 11,050            | 8,570             |
| Penalty and liquidity                                | 470               | 470               |
| Mosque subscription                                  | 3,540             | 3,510             |
| Co-operative subscription                            | 210               | 210               |
| Sports subscription                                  | 17,100            | 17,220            |
| Ladies club subscription                             | 2,190             | 2,090             |
| Sharashati puja                                      | 7,566             | 7,566             |
| Freedom Fighters' welfare contribution               | 330               | 330               |
| Canteen Subsidy                                      | 435,063           | 90,817            |
| Hajj scheme  | 53,187            | 52,737            |
| Accounts accountants forum                           | 18,000            | 36,200            |
| Welfare fund subscription                            | (1,240,216)       | (1,647,648)       |
| Lions Club subscription                              | 56                | 56                |
| Salary Income Tax                                    | 10,546            | 10,546            |
| BCIC Krira shangstha                                 | 100,000           | -                 |
|  | <b>81,285,712</b> | <b>78,979,223</b> |

**(b) Recovery from concerned employees against audit objection**

|                                   |                   |                   |
|-----------------------------------|-------------------|-------------------|
| Uniform                           | 4,287,354         | 4,577,805         |
| House rent                        | 3,890,231         | 9,114,361         |
| Gas allowance                     | 1,232,544         | 1,562,106         |
| Project allowance recovery        | 527,809           | 527,809           |
| Washing allowance                 | 817,316           | 900,756           |
| Lump sum grant                    | 1,198,662         | 1,196,870         |
| Incentive bonus                   | 652,680           | 612,305           |
| Electric bill                     | 545,205           | 626,461           |
| Water bill                        | 169,376           | 169,376           |
| T S P (Audit objection)           | 22,676            | 22,676            |
| Arrear festive bonus              | 436,315           | 411,215           |
| Earnest money retained            | 9,868             | 9,868             |
| Gas bill                          | 507,593           | 524,603           |
| Annual get-together               | 5,080             | 6,930             |
| Merit scholarship                 | 1,800             | 1,800             |
| Cash received against Eid holiday | 450               | 450               |
| Overtime                          | 1,446,448         | 8,544,495         |
| TA/DA                             | -                 | 422,252           |
| House rent allowance              | 24,020            | 24,020            |
| Income Tax                        | 63,853            | 43,892            |
|                                   | <b>15,839,280</b> | <b>29,300,050</b> |

Total (a+b)

|  |                   |                    |
|--|-------------------|--------------------|
|  | <b>97,124,992</b> | <b>108,279,273</b> |
|--|-------------------|--------------------|



## 27.00 CURRENT ACCOUNT WITH BCIC

|             |             |
|-------------|-------------|
| 305,250,599 | 175,224,303 |
|-------------|-------------|

## 28.00 CURRENT ACCOUNT WITH PROJECTS (PAYABLE):

| Amount in Taka |               |
|----------------|---------------|
| June 30, 2020  | June 30, 2019 |

| Name of Enterprise                               | Material Loan    | Inter project current account | 2020 Total        | 2019 Total        |
|--|------------------|-------------------------------|-------------------|-------------------|
|  | Taka             | Taka                          | Taka              | Taka              |
| Polash Urea Fertilizer Factory Ltd               | -                | 17,860,762                    | 17,860,762        | 27,136,080        |
| Ashugong Fertilizer and Chemical Company Ltd.    | 2,848,122        | 4,123,245                     | 6,971,367         | 7,725,578         |
| Khulna Newsprint Mills Ltd.                      | -                | 4,994,938                     | 4,994,938         | 4,994,938         |
| Urea Fertilizer Company Ltd. Ghorashal           | 2,128,719        | 4,016,836                     | 6,145,555         | 4,101,332         |
| Usmania Glass Sheet Factory Ltd.                 | 1,628,064        | -                             | 1,628,064         | 1,628,064         |
| Jamuna Fertilizer Company Ltd.                   | 327,958          | 24,058,685                    | 24,386,643        | 25,154,823        |
| Shahjalal Fertilizer Factory Co. Ltd.            | -                | 747,921                       | 747,921           | 747,921           |
| TSP Complex Ltd.                                 | 1,286,728        | -                             | 1,286,728         | 1,286,728         |
| Bangladesh Insulator & Sanitaryware Factory Ltd. | -                | 480,919                       | 480,919           | 480,919           |
|  | <u>8,219,591</u> | <u>56,283,305</u>             | <u>64,502,897</u> | <u>73,256,383</u> |

## 29.00 PROVISION FOR INCOME TAX ON TURNOVER

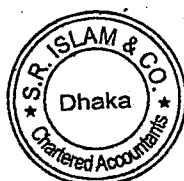
|   |            |
|---|------------|
| - | 15,233,215 |
|---|------------|

This amount represents income tax for the year 2006-07 and 2005-06 provided @ 0.25% and 0.50% on sale respectively.

## 30.00 PROVISION FOR INCOME TAX

Income tax on taxable income has been provided in the financial statements @ 32.5% on profit before tax and minimum tax 0.6% on gross receipts for the income year 2019-2020 as per Statement of Profit or Loss and Other Comprehensive Income. Details are as below:

|   |                      |                      |
|---|----------------------|----------------------|
| Accounting year 2008-2009 (Assessment year 2009-2010) | 179,989,311          | 179,989,311          |
| Accounting year 2010-2011 (Assessment year 2011-2012) | 40,631,504           | 40,631,504           |
| Accounting year 2011-2012 (Assessment year 2012-2013) | 292,723,413          | 292,723,413          |
| Accounting year 2012-2013 (Assessment year 2013-2014) | 300,681,431          | 300,681,431          |
| Accounting year 2013-2014 (Assessment year 2014-2015) | 115,423,822          | 115,423,822          |
| Accounting year 2013-2014 (Assessment year 2015-2016) | 56,418,541           | 56,418,541           |
| Accounting year 2015-2016 (Assessment year 2016-2017) | 2,559,905            | 2,559,905            |
| Accounting year 2016-2017 (Assessment year 2017-2018) | 1,839,801            | 1,839,801            |
| Accounting year 2017-2018 (Assessment year 2018-2019) | 50,331,352           | 50,331,352           |
| Accounting year 2018-2019 (Assessment year 2019-2020) | 9,738,258            | 9,738,258            |
| Accounting year 2019-2020 (Assessment year 2020-2021) | 3,679,595            |                      |
|   | <u>1,054,016,933</u> | <u>1,050,337,338</u> |



31.00 DEFERRED EXPENSES

|   | <u>Taka</u>      | <u>Taka</u>    | <u>Taka</u> | <u>Taka</u>      | <u>Taka</u>    | <u>Taka</u>   | <u>Taka</u>      | <u>Taka</u>      |
|---|------------------|----------------|-------------|------------------|----------------|---------------|------------------|------------------|
| Over hauling                                      | 558,767          | 939,444        | 27,389      | 2,169,194        | 564,393        | 74,250        | 4,333,438        | 29,458,884       |
| Short Shut down                                   | 13,101,796       | 939,444        | 3,935,355   | 4,241,578        | 564,393        | 74,250        | 21,278,729       | 84,894,219       |
|   | 13,660,563       | 939,444        | 3,962,744   | 6,410,773        | 564,393        | 74,250        | 25,612,167       | 114,353,103      |
| Catalyst in store Production and Catalyst process |                  |                |             |                  |                |               |                  |                  |
| Durable Chemicals                                 |                  |                |             |                  |                |               |                  |                  |
| Depot Maintenance Expenses                        |                  |                |             |                  |                |               |                  |                  |
| Techno Electric Feasibility Study                 |                  |                |             |                  |                |               |                  |                  |
| Total 2020  |                  |                |             |                  |                |               |                  |                  |
| Total 2019  |                  |                |             |                  |                |               |                  |                  |
| Opening balance as on 01 July                     | 558,767          | 939,444        | 27,389      | 2,169,194        | 564,393        | 74,250        | 4,333,438        | 29,458,884       |
| Add: Expenses incurred during the year            | 13,101,796       | 939,444        | 3,935,355   | 4,241,578        | 564,393        | 74,250        | 21,278,729       | 84,894,219       |
|   | 13,660,563       | 939,444        | 3,962,744   | 6,410,773        | 564,393        | 74,250        | 25,612,167       | 114,353,103      |
| Less: Amortized during the year                   | 12,073,964       | 380,996        | 3,962,744   | 4,996,913        | 101,432        | 37,125        | 21,553,175       | 110,019,665      |
| Closing balance as at 30 June                     | <u>1,586,599</u> | <u>558,448</u> | <u>-</u>    | <u>1,413,859</u> | <u>462,961</u> | <u>37,125</u> | <u>4,058,992</u> | <u>4,333,438</u> |

32.00 SALE OF UREA

| Sales category      | <u>Quantity</u><br><u>MT</u> | <u>Rate</u><br><u>Tk.</u> | <u>2020</u><br><u>Taka</u> | <u>2019</u><br><u>Taka</u> |
|---------------------|------------------------------|---------------------------|----------------------------|----------------------------|
| Sales from Factory  | 27,340.80                    | 14,000                    | 382,771,200                | 1,388,900,100              |
| Sales to Tea Garden | 275                          | 16,000                    | 4,400,000                  | 17,520,000                 |
|                     | <u>27,616</u>                | <u>30,000</u>             | <u>387,171,200</u>         | <u>1,406,420,100</u>       |



| Amount In Taka |           |
|----------------|-----------|
| 2019-2020      | 2018-2019 |

**33.00 GENERAL ADMINISTRATIVE EXPENSES**

|   |                   |                   |
|---|-------------------|-------------------|
| Depreciation on building (Note-7)               | 13,778,546        | 13,745,841        |
| Levy for TICI                                   | 9,682,000         | 20,000,000        |
| Vehicle running expenses - POL                  | 5,708,168         | 6,580,371         |
| Repair and maintenance- transport and vehicles  | 564,859           | 1,809,910         |
| Advertising expenses                            | 5,629,689         | 5,264,029         |
| Watch and word/Security out post                | 11,880,384        | 11,160,018        |
| Local travel cost                               | 4,705,285         | 6,015,925         |
| Uniform and liveries                            | 2,014,977         | 1,544,377         |
| Printing and reproduction                       | -                 | -                 |
| Transport hire charges                          | 1,507,723         | 2,777,608         |
| Legal fees                                      | 1,437,824         | 802,029           |
| Cultural activities/exhibitions                 | 978,178           | 1,226,816         |
| Entertainment and refreshment                   | 737,308           | 687,183           |
| Guest house expenses                            | 1,123,768         | 1,525,615         |
| Insurance on transport and vehicle              | 830,648           | 922,515           |
| Expenses on club                                | 21,000            | 466,050           |
| Rent, rates and taxes                           | 941,838           | 602,956           |
| Medical expenses                                | 342,960           | 470,860           |
| Board meeting expenses                          | 1,376,565         | 1,087,975         |
| Local conveyance                                | 472,344           | 445,483           |
| Canteen subsidy                                 | 116,279           | 287,988           |
| Depreciation on furniture and fixtures (Note-7) | 801,584           | 940,600           |
| Depreciation on Transport & Vehicle (Note-7)    | 29,400            | 29,400            |
| Periodicals and publications                    | 178,729           | 293,571           |
| Education and training                          | 27,496            | 40,646            |
| LAN and internet expenses                       | 263,008           | 235,560           |
| Telephone                                       | 547,872           | 223,952           |
| Boat hire charges                               | 61,300            | 98,900            |
| Gardening expenses                              | -                 | 15,500            |
| Honorarium and rewards                          | 954,459           | 1,138,939         |
| Games and sports                                | 121,500           | 99,098            |
| Picnic  | 447,301           | 357,960           |
| Postage   | 140,552           | 137,780           |
| Expenses on mosque                              | 58,350            | 63,450            |
| Other professional fees                         | 135,200           | 174,375           |
| Scholarship and grant                           | 224,019           | -                 |
| Insurance expenses                              | 2,082             | 2,082             |
| Natural gas (Domestic)                          | 1,905,001         | 845,123           |
| Expenses for school                             | 373,910           | 660,815           |
| Employees' death compensation                   | 2,981,172         | 1,874,880         |
| Stationary                                      | 741,993           | 302,955           |
| BCIC Krira Sangatha                             | -                 | 400,000           |
| Foreign Travel Cost                             | -                 | 122,068           |
|   | <b>73,845,271</b> | <b>85,481,202</b> |

**34.00 SELLING AND DISTRIBUTION EXPENSES**

|                               |                   |                   |
|-------------------------------|-------------------|-------------------|
| Handling and carrying charges | 1,794,020         | 5,625,822         |
| Potua khali depot             | 2,499,134         | 1,678,436         |
| Buffer depot- jessore         | 101,432           | -                 |
| Buffer depot- Barisal         | 3,999,708         | 2,674,350         |
| Buffer depot- Bhola           | 1,978,331         | 3,410,395         |
| Takerhat depot                | 2,522,918         | 2,326,817         |
| Mongla depot                  | 2,254,640         | 2,069,988         |
| TG Godown Chittagong          | 3,023,430         | 3,483,663         |
| Tapakhola Depot               | 2,044,144         | -                 |
| KAFCO F.LTFT                  | -                 | -                 |
|                               | <b>20,217,756</b> | <b>21,269,472</b> |



**35.00 OTHER /MISCELLANEOUS INCOME**

|                              | Amount in Taka     |                    |
|------------------------------|--------------------|--------------------|
|                              | 2019-2020          | 2018-2019          |
| Interest on FDR              | 151,244,132        | 167,956,614        |
| Bank interest on STD Account | 9,470,478          | 11,129,347         |
| Interest on Others (HBL)     | 6,359,920          | 5,438,918          |
| Scrap sale                   | 685,500            | 1,881,800          |
| Forfeiture account           | 360,273            | 421,486            |
| Sale of tender form          | 544,000            | 715,730            |
| Other Income                 | 1,896,311          | 8,241,953          |
| House Rent Recovery          | 38,780,795         | 9,084,423          |
| Berthing charges             | 15,353,360         | -                  |
| Interest on Motorcycle Loan  | 170,000            | 51,000             |
| Revenue from School          | 1,229,848          | 2,474,058          |
|                              | <b>226,094,617</b> | <b>207,395,330</b> |

**36.00 FINANCIAL EXPENSES**

|                             |                  |                  |
|-----------------------------|------------------|------------------|
| Bank charges and commission | 2,031,042        | 1,472,872        |
|                             | <b>2,031,042</b> | <b>1,472,872</b> |

**37.00 OTHER FACTORY OVERHEAD**

|   |                   |                   |
|---|-------------------|-------------------|
| Other factory Overhead (Variable- Page 7) | 59,794,002        | 56,229,636        |
| Other factory Overhead (Fixed - Page 7)   | 25,626,001        | 24,098,416        |
|   | <b>85,420,003</b> | <b>80,328,052</b> |

**37.01 Other Factory Overhead (Variable and Fixed)**

|  |                   |                   |
|--|-------------------|-------------------|
| Repair and maintenance- other construction | 11,216,957        | 12,872,060        |
| Royalty and taxes                          | 6,121,340         | 1,315,938         |
| Watch and ward security out post           | 27,818,726        | 26,040,042        |
| Uniform and liveries                       | 4,701,614         | 4,666,226         |
| BSTI marking fees                          | 1,500,000         | 500,000           |
| Laboratory suppliers                       | 1,627,136         | 832,668           |
| Sanitation expenses                        | 2,893,549         | 4,975,391         |
| Stationery and office supplies             | 2,006,817         | 1,593,109         |
| Medical expenses                           | 962,294           | 1,175,537         |
| Handling charge                            | 2,076,503         | 1,289,614         |
| Expenses on club                           | 49,000            | 1,227,025         |
| Education and training                     | 64,657            | 80,113            |
| Safety materials and suppliers             | 444,478           | 374,474           |
| License renewal fee                        | 226,528           | 301,742           |
| Canteen subsidy                            | 271,272           | 123,972           |
| Games and sports                           | 283,500           | 301,300           |
| Picnic (Get Together)                      | 1,020,369         | 744,520           |
| Honorarium and reward                      | 2,094,953         | 2,319,737         |
| Expenses for mosque                        | 136,150           | 148,050           |
| Employer's death compensation scheme       | 6,905,031         | 4,374,720         |
| Scholarship and grants                     | 107,378           | -                 |
| Expenses for school                        | 861,173           | 1,227,484         |
| Natural gas (Domestic)                     | 4,228,888         | 2,114,878         |
| Occupancy Water                            | 7,938,992         | 11,725,854        |
| Plantation & Gardening                     | -                 | 3,600             |
|  | <b>85,557,304</b> | <b>80,328,052</b> |



| Amount In Taka |                  |
|----------------|------------------|
| 2019-2020      | 2018-2019        |
|                | 4,760,000        |
|                | <u>4,760,000</u> |

**38.00 RETROSPECTIVE ADJUSTMENTS**

AFCCL Sales price adjustment (2007-2008)

4,760,000

4,760,000**39.00 CONTINGENT LIABILITY**

There was no contingent liability of the Company at the reporting date.

**40.00 CAPITAL COMMITMENT**

There was no Capital Commitment of the Company at the reporting date.

**41.00 EVENTS AFTER THE REPORTING PERIOD**

There was a pending litigation against the company filed by Chittagong Urea Fertilizer Ltd. Workers' and Employees' Union against the re-fixation of selling price by the management of the Company which has since been withdrawn by the Union and these financial statements were not affected by the event.No other material events have occurred from the reporting date of issue of these financial statements which could affect the values and information stated in the financial statements.



## 42 BUDGET VARIANCE

|  | Budget     | Actual      | Variance<br>Favourable/<br>(unfavourable) |
|--|------------|-------------|---|
| A. Production (M. Ton):                |            |             |   |
| Urea                                   | 100,000.00 | 7,188.00    | (92,812.00)                               |
| B. Cost of Production (Figures in Lac) |            |             |   |
|  | Taka       | Taka        | Taka                                      |
|  | (In Lac)   | (In Lac)    | (In Lac)                                  |
| Gross Sales Revenue: Urea              | 14,000.00  | 3,871.71    | (10,128.29)                               |
| Recovery from DAP                      | 2,512.50   | -           |   |
| Net sales revenue                      | 16,512.50  | 3,871.71    | (10,128.29)                               |
| Less: Cost of sales(42.1)              | 21,350.61  | 13,331.42   | 8,019.19                                  |
| Gross Profit                           | (4,838.11) | (9,459.71)  | (18,147.48)                               |
| Less: Other operating expenses:        |            |             |   |
| Salaries and allowances                | 2,290.51   | 1,777.41    | 513.10                                    |
| General administrative expenses        | 964.45     | 738.45      | 226.00                                    |
| Audit fees                             | 1.30       | 1.20        | 0.10                                      |
| Head office management expenses        | 1,000.00   | 1,000.00    | -   |
| Research & Development Expenses        | 100.00     | -           | 100.00                                    |
| Selling and distribution expenses      | 268.71     | 202.18      | 66.53                                     |
| Sub-total                              | 4,624.97   | 3,719.24    | 905.73                                    |
| Operating loss                         | (9,463.08) | (13,178.95) | 3,715.87                                  |
| Add: Miscellaneous income              | 1,998.50   | 2,260.95    | (262.45)                                  |
| Total (Loss)/Profit                    | (7,464.58) | (10,918.00) | 3,453.42                                  |
| Less: Financial expenses               | 20.00      | 20.31       | (0.31)                                    |
| Net (Loss)/Profit before tax           | (7,484.58) | (10,938.31) | 3,453.73                                  |
| Less: Provision for income tax         | -          | 36.80       | (36.80)                                   |
| Net (Loss)/Profit after tax            | (7,484.58) | (10,975.11) | 3,490.53                                  |



## 42.1 BUDGET VARIANCE - for Cost of Sales (Figures in lac Taka)

| <u>Particulars</u>                                 | Budget           | Actual           | Variance<br>Favourable/<br>(unfavourable) |
|--|------------------|------------------|---|
| <b>Variable Cost:</b>                              |                  |                  |   |
| Raw Material Consumed                              | 4,890.44         | 1,583.56         | 3,306.88                                  |
| Chemical Consumed                                  | 412.79           | 291.91           | 120.88                                    |
| Packing Material                                   | 862.74           | 165.46           | 697.28                                    |
| <b>Total Material Cost</b>                         | <b>6,165.97</b>  | <b>2,040.93</b>  | <b>4,125.04</b>                           |
| Direct/Contract Labour                             | 500.00           | 439.62           | 60.38                                     |
| <b>Factory Overhead (Variable)</b>                 |                  |                  |   |
| Indirect Material Consumed                         | 133.79           | -                | 133.79                                    |
| Electricity (PDB)                                  | -                | -                | -   |
| Gas  | 3,937.07         | 750.70           | 3,186.37                                  |
| Oil and Lubricants                                 | 105.00           | 81.86            | 23.14                                     |
| Spares, accessories and stores consumed            | 350.00           | 102.20           | 247.80                                    |
| Repairs and maintenance and Overhauling exp.       | 300.00           | 74.56            | 225.44                                    |
| Stores Consumed                                    | 38.50            | 9.23             | 29.27                                     |
| Other Variable Overhead                            | 1,125.01         | 597.94           | 527.07                                    |
| <b>Total Variable Overhead</b>                     | <b>5,989.37</b>  | <b>1,616.49</b>  | <b>4,372.88</b>                           |
| <b>Total Variable Cost:</b>                        | <b>12,655.34</b> | <b>4,097.04</b>  | <b>8,558.30</b>                           |
| <b>Fixed Cost:</b>                                 |                  |                  |   |
| Direct factory salary and wages                    | 2,290.51         | 1,777.41         | 513.10                                    |
| <b>Fixed Factory Overhead:</b>                     |                  |                  |   |
| Indirect Salary and Wages                          | 2,807.72         | 2,178.76         | 628.96                                    |
| Spares, accessories and stores consumed            | 250.00           | 68.13            | 181.87                                    |
| Repairs and maintenance and Overhauling exp.       | 400.00           | 173.98           | 226.02                                    |
| Factory Insurance                                  | 116.00           | 115.13           | 0.87                                      |
| Oil & Lubricants                                   | 45.00            | 35.08            | 9.92                                      |
| Stores Consumed                                    | 16.50            | 3.96             | 12.54                                     |
| Electricity  | 325.00           | 233.21           | 91.79                                     |
| Factory Depreciation                               | 1,676.68         | 1,852.12         | (175.44)                                  |
| Other Repairs and maintenance and Overhauling exp. | 500.00           | 91.47            | 408.53                                    |
| Other factory overhead                             | 267.86           | 256.26           | 11.60                                     |
| <b>Total Fixed Factory Overhead</b>                | <b>6,404.76</b>  | <b>5,008.10</b>  | <b>1,396.66</b>                           |
| <b>Total Fixed Cost</b>                            | <b>8,695.27</b>  | <b>6,785.51</b>  | <b>1,909.76</b>                           |
| <b>Total manufacturing cost:</b>                   | <b>21,350.61</b> | <b>10,882.55</b> | <b>10,468.06</b>                          |
| Add: Opening work-in-process                       | 257.19           | 257.19           | -   |
| <b>Total Goods in process</b>                      | <b>21,607.80</b> | <b>11,139.74</b> | <b>10,468.06</b>                          |
| Less: Closing work-in-process                      | 257.19           | 607.41           | (350.22)                                  |
| Recovery Expenses                                  | 21,350.61        | 10,532.33        | 10,818.28                                 |
| <b>Cost of Goods Manufactured</b>                  | <b>21,350.61</b> | <b>10,532.33</b> | <b>10,818.28</b>                          |
| Add: Opening stock of finished goods               | 3,411.75         | 3,411.75         | -   |
| <b>Total Cost of goods available for sale</b>      | <b>24,762.36</b> | <b>13,944.08</b> | <b>10,818.28</b>                          |
| Less: Closing stock of finished goods              | 3,411.75         | 612.64           | 2,799.11                                  |
| <b>Cost of Sales</b>                               | <b>21,350.61</b> | <b>13,331.44</b> | <b>8,019.17</b>                           |



## 43 RATIO ANALYSIS

## LIQUIDITY RATIO

| Particulars                              | Workings                                     | 2020                                  | 2019             |
|--|--|---------------------------------------|------------------|
| 1. Current                               | <u>Current Assets</u><br>Current Liabilities | <u>7,595,144,825</u><br>2,755,308,722 | 2.76:1<br>3.37:1 |
| 2. Acid Test Ratio                       | <u>Quick Assets</u><br>Current Liabilities   | <u>4,629,443,231</u><br>2,755,308,722 | 1.68:1<br>1.92:1 |
| 3. Working Capital to Total Assets Ratio | <u>Working Capital</u><br>Total Assets       | <u>4,839,836,103</u><br>8,393,619,573 | 0.58:1<br>0.65:1 |

## INVENTORY RATIO

|                                   |   |                                       |                              |
|-----------------------------------|---|---------------------------------------|------------------------------|
| 1. Finished Goods Turnover Ratio  | <u>Cost of Sales</u><br>Average Finished Goods        | <u>1,339,756,507</u><br>371,807,093   | 3.60 times<br>6.91 times     |
| 2. Inventory Turnover Ratio       | <u>Cost of Sales</u><br>Average Inventory             | <u>1,339,756,507</u><br>4,851,923,094 | 0.28 times<br>0.38 Times     |
| 3. Direct Material Turnover Ratio | <u>Direct Materials Consumed</u><br>Average Inventory | <u>204,092,876</u><br>4,851,923,094   | 0.04 times<br>0.09 times     |
| 4. Spares Turnover Ratio          | <u>Spares Consumed</u><br>Average Inventory           | <u>10,219,649</u><br>4,851,923,094    | 0.0021 times<br>0.0027 Times |
| 5. Assets Turnover Percentage     | <u>Sales X 100</u><br>Total Assets                    | <u>387,171,200</u><br>8,393,619,573   | 4.61%<br>14.84%              |

## PROFITABILITY PERCENTAGE

|                               |   |   |                    |
|-------------------------------|---|---|--------------------|
| 1. Gross Loss                 | <u>Gross Profit X 100</u><br>Sales  | <u>(952,585,307)</u><br>387,171,200       | -246.04%<br>16.62% |
| 2. Net Profit                 | <u>Net Profit before tax X 100</u><br>Sales                                   | <u>(1,120,503,011)</u><br>387,171,200     | -289.41%<br>-1.38% |
| 3. Return on Capital Employed | <u>Net Profit before tax plus interest expenses X 100</u><br>Capital employed | <u>(1,118,472,469)</u><br>8,393,619,573   | -13.33%<br>-0.19%  |
| 4. Return on Equity Employed  | <u>Net profit before tax X 100</u><br>Total Equity                            | <u>(1,120,503,011)</u><br>(1,311,962,847) | 85.41%<br>10.43%   |

## LEVERAGE RATIO

|                         |   |                                       |                  |
|-------------------------|---|---------------------------------------|------------------|
| 1. Debt to Equity Ratio | <u>Long Term Debt</u><br>Capital Employed | <u>2,221,866,720</u><br>8,393,619,573 | 0.26:1<br>0.24:1 |
|-------------------------|---|---------------------------------------|------------------|

## COST BREAK DOWN PERCENTAGE

|   |  |                                     |                 |
|---|--|-------------------------------------|-----------------|
| 1. Direct Materials to cost of Goods Manufactured | <u>Direct Materials Consumed X 100</u><br>Cost of Goods Manufactured | <u>204,092,876</u><br>1,059,845,876 | 0.19%<br>28.34% |
| 2. Power & Fuel to cost of Goods Manufactured     | <u>Power &amp; Fuel consumed X 100</u><br>Cost of Goods Manufactured | <u>83,275,807</u><br>1,059,845,876  | 7.85%<br>16.70% |



**CHITTAGONG UREA FERTILIZER LIMITED**  
**SCHEDULE OF FINISHED GOODS AND WORK IN PROCESS**  
 As at 30 June 2020

**WORK-IN-PROCESS**

| Item    | Opening Stock as on 01.07.2019 |           | Production Quantity | Sales Quantity | Consumption Quantity | Shortage | Closing Stock as on 30.06.2020 |            |
|---------|--------------------------------|-----------|---------------------|----------------|----------------------|----------|--------------------------------|------------|
|         | Quantity                       | Price     |                     |                |                      |          | Quantity                       | Price      |
|         | M.T.                           | Tk.       | M.T.                | M.T.           | M.T.                 | M.T.     | Tk.                            | Tk.        |
| Ammonia | 1,820                          | 14,131.11 | 11,159              | 4,818          | 4,148.00             | -        | 15,136.00                      | 60,740,768 |

Schedule-1

**FINISHED**

| Particulars                       | Bulk Urea (MT) |            | Bagged Urea  |            |
|-----------------------------------|----------------|------------|--------------|------------|
|                                   | Factory (MT)   | Depot (MT) | Factory (MT) | Depot (MT) |
| Opening Stock as on 01.07.2019    | 14,094.05      | 10,895     | 55.039       |            |
| Add: Production during the year   | 7,188.00       | 16,864     |              |            |
| Total Urea available for the year | 21,282.050     | 27,759.100 | 55.039       |            |
| Less: Bagged Urea during the year | 16,863.70      |            |              | 55.04      |
| Less: Sales during the year       | 4,418.35       |            |              |            |
| Closing Stock as at 30.06.2020    | 4,418.35       | 143.30     |              | 55.04      |

**Value of Closing Stock**

|                     |          |          |                   |
|---------------------|----------|----------|-------------------|
| Loose Urea          | 4,418.35 | 13,316   | 58,836,914        |
| Bagged Urea         | 143.30   | 14,000   | 2,006,200         |
| Bagged Urea (Depot) | 55.04    | 7,652.64 | 421,194           |
|                     |          |          | <b>61,264,307</b> |



**CHITTAGONG UREA FERTILIZER LTD**  
**SCHEDULE OF STORE IN TRANSIT**  
**As at 30 June 2020**

Schedule-2

| Sl no. | Order no.     | Date         | Name of Materials                               | Amount         |
|--------|---------------|--------------|---|----------------|
| 1      | 1261          | 02.12.10     | Caustic Soda                                    | 4,828,113.72   |
| 2      | 1485          | 07.04.19     | Spare Parts For Low Pressure Flooding Pump      | 565,262.00     |
| 3      | 1486          | 18.04.19     | Spare Parts For Atlas Copco Compressure         | 26,403.00      |
| 4      | 1489          | 24.04.19     | Spare Parts For Mtoyama Parallel Slide Valve    | 132,426.00     |
| 5      | 1512          | 16.01.20     | Starting Reactor                                | 29,155.00      |
| 6      | Various Order | Various Date | PSI Bill  | 9,413,597.50   |
| 7      | 1502          | 06.10.19     | 3000Kgs Potassium Nitrite                       | 53,875.00      |
| 8      | 1496          | 08.08.19     | Steam Turbine Complete Set                      | 2,202,128.00   |
| 9      | 1508          | 21.11.19     | 4000 kgs Potasium Carbonate                     | 36,179.00      |
| 10     | 1524          | 29.03.20     | Non-Chromate Cooling Water Treat                | 22,613.00      |
| 11     | 1506          | 22.10.19     | Spare Parts for Steam Co2 Gas Comp.             | 409,428.00     |
| 12     | 1487          | 20.01.20     | Spare Parts for Syn Gas Copm                    | 102,795.00     |
| 13     | 1510          | 09.02.20     | 1370 KW Inducetion Motor for Urea Cooling Tower | 215,310.00     |
| 14     | 1513          | 11.02.20     | Askania Type Extraction Pressure Cont.op        | 146,433.00     |
| 15     | 1515          | 24.04.20     | 2 Set Seal flush pump assembly                  | 69,010.00      |
| 16     | 1518          | 26.04.20     | Complete valve Body assembly                    | 122,725.00     |
| 17     | 1520          | 14.05.20     | Complete Multi Stage Water Pump Assembly        | 724,427.82     |
| 18     | 1516          | 18.05.20     | 4 Items Stud Bolt with nut                      | 21,819.00      |
| 19     | 1522          | 17.06.20     | 3 Item Steam Trap                               | 62,496.00      |
| 20     | 1514          | 25.06.20     | 4 Set Sulphuric Acid Injection Pump             | 64,793.00      |
| 21     | 1523          | 29.06.20     | Glove Valve                                     | 23,681.00      |
| 22     | 1525          | 30.06.20     | Pressure Gauge                                  | 28,858.00      |
| 23     | 1504          | 17.02.20     | Spare Parts recycle Solution                    | 34,851,272.69  |
| 24     | 1480          | 12.11.19     | Chlorinator & Spare Parts                       | 1,391,060.18   |
| 25     | 1482          | 19.11.19     | Helical Gearboxes Motors                        | 1,125,624.53   |
| 26     | 1493          | 18.02.20     | Conveyor Belt                                   | 47,004,312.43  |
| 27     | 1492          | 15.03.20     | 3 Nos Titling check valve                       | 28,056,378.05  |
| 28     | Various Order | 30.06.20     | PSI Bill  | 1,477,648.55   |
| Total  |               |              |   | 133,207,824.47 |



**CHITTAGONG UREA FERTILIZER LIMITED**  
**SCHEDULE OF TRADE RECEIVABLES FROM DEPUTY COMMISSIONER/THANA NIRBAHI OFFICE**

As at 30 June 2020

| Name of the Parties                            | Schedule-3       |                  |
|--|------------------|------------------|
|  | Amount In Taka   |                  |
|  | June 30, 2020    | June 30, 2019    |
| Thana Nirbahi Officer- Sadar Thana, Narail     | 1,034            | 1,034            |
| Thana Nirbahi Officer- Keshabpur, Jessore      | 4,218            | 4,218            |
| Thana Nirbahi Officer- Sadar Thana, Jessore    | 7,146            | 7,146            |
| Thana Nirbahi Officer- Bangapara, Jessore      | 5,277            | 5,277            |
| Thana Nirbahi Officer- Satakania, Chittagong   | 39,750           | 39,750           |
| Thana Nirbahi Officer- Raojan, Chittagong      | 73,012           | 73,012           |
| Thana Nirbahi Officer- Patiya, Chittagong      | 39,332           | 39,332           |
| Thana Nirbahi Officer- Sadar Thana, Mymensingh | 15,167           | 15,167           |
| Thana Nirbahi Officer- Phulpur                 | 166,950          | 166,950          |
| Thana Nirbahi Officer- Gafargaon, Mymensingh   | 11,600           | 11,600           |
| BCIC District- Khulna                          | 221,986          | 221,986          |
| Deputy Commissioner- Cox's Bazar               | 233              | 233              |
| Deputy Commissioner- Rangpur                   | 36,982           | 36,982           |
| Deputy Commissioner- Nilphamari                | 235,520          | 235,520          |
| Deputy Commissioner- Bogra                     | 133,135          | 133,135          |
| Deputy Commissioner- Natore                    | 60,000           | 60,000           |
| Deputy Commissioner- Gaibanda                  | 36,000           | 36,000           |
| Deputy Commissioner- Naogaon                   | 29,199           | 29,199           |
| Deputy Commissioner- Sirajgonj                 | 60,000           | 60,000           |
| Deputy Commissioner- Bhola                     | 31,768           | 31,768           |
|  | <b>1,208,309</b> | <b>1,208,309</b> |



**CHITTAGONG UREA FERTILIZER LIMITED**  
**SCHEDULE OF ADVANCE TO SUPPLIERS AND PARTIES**  
As at 30 June 2020

| Name of the Parties                                  | Schedule-4        |                   |
|--|-------------------|-------------------|
|  | Amount In Taka    |                   |
|  | June 30, 2020     | June 30, 2019     |
| Linde Bangladesh Ltd (Formerly BOC (Banglades) Ltd.) | 1,647,174         | 1,568,396         |
| Bakarabad Gas Company Limited                        | 170,417           | 170,417           |
| BISW Limited   | 2,197             | 2,197             |
| District Adjusted, Ansar and VDP, Bhola              | 194,040           | 144,138           |
| District Adjusted, Ansar and VDP, Barisal            | (5,706)           | (8,635)           |
| District Adjusted, Ansar and VDP, Shiromoni          | (150)             | (150)             |
| District Adjusted, Ansar and VDP, Jessore            | 4,499             | 4,499             |
| District Adjusted, Ansar and VDP, Chittagong         | 517               | 3,199,097         |
| District Adjusted, Ansar and VDP, Dinajpur           | (2,159)           | (2,159)           |
| District Adjusted, Ansar and VDP, Patuakhali         | 119,603           | 120,280           |
| District Adjusted, Ansar and VDP, Gopalgong          | 590,781           | 98,269            |
| Eastern Cables Limited                               | 173,801           | 89,708            |
| Flora Limited  | 57,798            | 57,798            |
| Film Publication                                     | 278,000           | 278,000           |
| Fitco Furniture Limited                              | 761,207           | (14,121)          |
| Gazi Wares Limited                                   | 1,096,782         | 1,096,782         |
| Jumuna Oil Company Limited                           | 4,918,659         | 1,549,920         |
| Karnaphuli Paper Mills Limited                       | 1,284,081         | 1,284,081         |
| Karnaphuli Rayon and Chemicals Limited               | 949,034           | 949,034           |
| Maher Industries Limited                             | 65,800            | 65,800            |
| Mr. Safiqul islam Chydhoy, Advocate                  | 17,000            | 17,000            |
| TSP Complex Limited                                  | 2,939,040         | 6,966,363         |
| Toma Construction and Company Limited                | 5,000,000         | 5,000,000         |
| MR Joygopal CHY. Advocated                           | 20,000            | 20,000            |
| Akin Enterprise                                      | -                 | 77,050            |
| Atlas Copco, Dhaka Office                            | 300,000           | 300,000           |
| Barger Paints (BD) Ltd.                              | -                 | 51,766            |
| Bangladesh Telecommunication Co. Ltd.                | -                 | 47,500            |
| KAFCO  | 7,018,302         | 740,302           |
| Liton Brothers, Chittagong                           | -                 | 43,680            |
| MAA Traders & Suppliers, CTG                         | -                 | 26,000            |
| Navana Furniture Ltd.                                | -                 | 40,390            |
| S. N. Engineering Works                              | -                 | 106,224           |
| Sena Kallayan Sangstha B. U. D. C.                   | -                 | 294,000           |
| Bismillha Trading CTG                                | 270,000           | -                 |
| Eastern Tubes Ltd. Dhaka                             | 860,210           | -                 |
| New Metali Printers                                  | 150,088           | -                 |
| Rural Development Academy, Bogra                     | 17,407,000        | -                 |
| Star Tech & Engineering Ltd.                         | 94,200            | -                 |
|  | <b>46,382,215</b> | <b>24,383,626</b> |



**CHITTAGONG UREA FERTILIZER LIMITED**  
**SCHEDULE OF FIXED DEPOSITS**  
As at 30 June 2020

Schedule-5

| S L  | Bank name                     | FDR No.         | Amount In Taka |               |
|------|-------------------------------|-----------------|----------------|---------------|
|      |                               |                 | June 30, 2020  | June 30, 2019 |
| 1.00 | <b>Bangladesh Krishi Bank</b> |                 |                |               |
|      | Chittagong Corporate Branch   | FDR 573299/4988 | 20,000,000     | 20,000,000    |
|      |                               | FDR 574424/5012 | 20,000,000     | 20,000,000    |
|      |                               | FDR 574589/5136 | 50,000,000     | 50,000,000    |
|      |                               | FDR 137771/5435 |                | -             |
|      |                               | FDR 137790/5454 |                | -             |
|      |                               | FDR 137791/5455 | -              | 160,000,000   |
|      |                               | FDR 137794/5458 | -              | 80,000,000    |
|      |                               | FDR 137795/5459 | 30,000,000     | 30,000,000    |
|      |                               | FDR 139595/5518 | 20,000,000     | 20,000,000    |
|      |                               | FDR 139599/5522 | 20,000,000     | 20,000,000    |
|      |                               | FDR 079297/5284 | -              | 50,000,000    |
|      |                               | FDR 572878/791  | 10,000,000     | 10,000,000    |
|      |                               | FDR 572889/802  | 10,000,000     | 10,000,000    |
|      | Chalpatty Branch              | FDR 572902/815  | -              | 10,000,000    |
|      |                               | FDR 009624/856  | 20,000,000     | 20,000,000    |
|      |                               | FDR 009648/880  | 30,000,000     | 30,000,000    |
|      |                               | FDR 572904/816  | 10,000,000     | 10,000,000    |
|      |                               | FDR 008538/909  | -              | 30,000,000    |
|      |                               | FDR 138565/936  |                | -             |
|      |                               | FDR 138577/948  |                | -             |
|      |                               | FDR 008537/908  | 10,000,000     | 10,000,000    |
|      |                               | FDR 535176/817  | 10,000,000     | 10,000,000    |
|      |                               | FDR 597887/827  | 10,000,000     | 10,000,000    |
|      |                               | FDR 088698/996  |                | -             |
|      |                               | FDR 088699/997  |                | -             |
|      |                               | FDR 140155/1006 | 10,000,000     | 10,000,000    |
|      | Khatungonj Branch             | FDR 088696/994  |                | -             |
|      |                               | FDR 597980/920  |                | -             |
|      |                               | FDR 597904/844  | 10,000,000     | 10,000,000    |
|      |                               | FDR 597952/892  | 20,000,000     | 20,000,000    |
|      |                               | FDR 597903/843  | 10,000,000     | 10,000,000    |
|      |                               | FDR 088720/1018 | -              | 50,000,000    |
|      |                               | FDR 088721/1019 | 50,000,000     | 50,000,000    |
|      | Tea Board Branch              | FDR 573981/1629 | 30,000,000     | 30,000,000    |
|      |                               | FDR 573183/1514 |                | -             |
|      |                               | FDR 573180/1511 | -              | 10,000,000    |
|      | Agrabad Corporate Branch      | FDR 047092/4800 |                | -             |
|      |                               | FDR 047130/4838 | 50,000,000     | 50,000,000    |
|      |                               | FDR 047186/4874 |                | -             |
|      |                               | FDR 047564/5162 | -              | 100,000,000   |
|      |                               | FDR 047565/5163 | -              | 100,000,000   |
|      |                               | FDR 47659/5256  | 20,000,000     | 20,000,000    |
|      |                               | FDR 047502/5102 | -              | 80,000,000    |
|      |                               | FDR 045505/5105 | 100,000,000    | 100,000,000   |
|      | Sholosahar Branch             | FDR 009886/1487 | -              | 30,000,000    |
|      |                               | FDR 138912/1753 |                | -             |
|      |                               | FDR 138914/1755 | 20,000,000     | 20,000,000    |
|      |                               | FDR 138991/1831 | -              | 120,000,000   |
|      |                               | FDR 140598/1879 | 40,000,000     | 40,000,000    |
|      | Chaturi Branch                | FDR 276006/385  | -              | 20,000,000    |
|      |                               | FDR 276608/4278 | 20,000,000     | -             |



|      |                                |                      |            |            |
|------|--------------------------------|----------------------|------------|------------|
|      | Pachutia Dighir Par Branch     | FDR 239146/1827      | 10,000,000 | 10,000,000 |
|      | Patiya Branch                  | FDR 106347           | -          | -          |
|      |                                | FDR 183263/3298      | -          | 10,000,000 |
|      |                                | FDR 183193/3368      | 10,000,000 | -          |
|      | Anowara Branch                 | FDR 105502/1115      | -          | -          |
|      | College Bazar Branch           | FDR 183564/919       | 10,000,000 | 10,000,000 |
|      |                                | FDR 183576/931       | -          | 10,000,000 |
|      |                                | FDR 183530/886       | 20,000,000 | 20,000,000 |
|      |                                | FDR 239822/984       | 10,000,000 | -          |
| 2.00 | Janata Bank Ltd.               |                      |            |            |
|      |                                | FDR 616429/8202      | -          | -          |
|      |                                | FDR 616430/8219      | -          | -          |
|      |                                | FDR 616446/8375      | -          | -          |
|      | Laldighi East Corporate Branch | FDR 616443/55008342  | -          | 40,000,000 |
|      |                                | FDR 0456047/11569    | -          | -          |
|      |                                | FDR 0456141/12484    | -          | -          |
|      |                                | FDR 0456140/12476    | -          | -          |
|      |                                | FDR 212873/5501      | -          | -          |
|      |                                | FDR 237152/1044      | -          | -          |
|      |                                | FDR 237199/1091      | -          | 30,000,000 |
|      | CUFL Branch                    | FDR 0423973/1239     | -          | 30,000,000 |
|      |                                | FDR 391003/1095-4    | -          | 10,000,000 |
|      |                                | FDR 0423974/1240     | -          | 20,000,000 |
|      |                                | FDR 0498219/1285     | -          | 60,000,000 |
|      |                                | FDR 0498298/1364     | -          | 40,000,000 |
|      |                                | FDR 0498300/1366     | -          | 60,000,000 |
|      | Foreign exchange branch        | FDR 0421899/2064     | -          | 20,000,000 |
|      |                                | FDR 0498262/1328     | -          | -          |
|      |                                | FDR 0498263/1329     | -          | -          |
|      |                                | FDR 0498294/1360-4   | -          | -          |
|      |                                | FDR 042526/1382-2    | -          | -          |
|      |                                | FDR 630493/8814      | -          | -          |
|      |                                | FDR 000981/9416      | -          | -          |
|      |                                | FDR 00425335/1500-4  | -          | -          |
|      |                                | FDR 07304/0030215    | -          | -          |
|      | Strand Road Branch             | FDR 0499006/9644     | -          | -          |
|      |                                | FDR 6499005/9633     | -          | 30,000,000 |
|      |                                | FDR 000943/9121      | -          | 20,000,000 |
|      |                                | FDR 000911/8916      | -          | 10,000,000 |
|      |                                | FDR 0499057/10112    | -          | 40,000,000 |
|      | City Corporate Branch          | FDR 208952/3879      | -          | -          |
|      |                                | FDR 07304/00302152-5 | -          | -          |
|      | Chawkbazar Branch              | FDR 0411105/2575     | -          | -          |
| 3.00 | BASIC Bank Ltd.                |                      |            |            |
|      | Dewanhat Branch                | FDR 008641/897       | 20,000,000 | 20,000,000 |
|      | Asadgonj Branch                | FDR 019723/1395      | 20,000,000 | 20,000,000 |
|      |                                | FDR 100873/5422      | 50,000,000 | -          |
|      |                                | FDR 100849/5191      | 20,000,000 | 20,000,000 |
|      |                                | FDR 100925/5790      | 20,000,000 | -          |
|      |                                | FDR 100936/5854      | 20,000,000 | -          |
|      |                                | FDR 100937/5860      | 10,000,000 | -          |
|      |                                | FDR 100938/5875      | 20,000,000 | -          |
|      |                                | FDR 100948/5881      | 20,000,000 | -          |
|      | Agrabad Branch                 | FDR 094329/7531      | 40,000,000 | 40,000,000 |
|      |                                | FDR 094328/7526      | 40,000,000 | 40,000,000 |
|      |                                | FDR 033187/908       | 20,000,000 | 20,000,000 |
|      |                                | FDR 094211/11360     | 50,000,000 | -          |



|      |                                     |                   |                      |                      |
|------|-------------------------------------|-------------------|----------------------|----------------------|
|      |                                     | FDR 100906/5721   | 100,000,000          | -                    |
|      |                                     | FDR 123779/656    | 20,000,000           | 20,000,000           |
|      |                                     | FDR 094250/11695  | 50,000,000           | -                    |
|      |                                     | FDR 123529/11786  | 10,000,000           | -                    |
|      |                                     | FDR 123530/01818  | 20,000,000           | -                    |
|      |                                     | FDR 123533/11814  | 10,000,000           | -                    |
|      | CEPZ Branch                         | FDR 033951/2351   | 20,000,000           | 20,000,000           |
|      |                                     | FDR 033851/6548   | 40,000,000           | -                    |
|      | Jubilee Road Branch                 | FDR 010215/4814   | 30,000,000           | 30,000,000           |
|      |                                     | FDR 010639/7015   | 50,000,000           | -                    |
|      |                                     | FDR 010706/1318   | 20,000,000           | -                    |
|      |                                     | FDR 010732/7083   | 10,000,000           | -                    |
|      |                                     | FDR 010733/7099   | 10,000,000           | -                    |
|      |                                     | FDR 010734/7106   | 20,000,000           | -                    |
|      |                                     | FDR 010751/7132   | 20,000,000           | -                    |
|      | Khatungonj Branch                   | FDR 002634/2211   | 20,000,000           | 20,000,000           |
|      |                                     | FDR 002635/2226   | 20,000,000           | 20,000,000           |
|      |                                     | FDR 002858/3890   | 40,000,000           | -                    |
|      | Sholo Shahar Branch                 | FDR 032441/3264   | 50,000,000           | 50,000,000           |
|      |                                     | FDR 065042/2418   | 20,000,000           | 20,000,000           |
|      |                                     | FDR 065701/12411  | 20,000,000           | -                    |
|      | Pahartali Branch                    | FDR 062846/2025   | 20,000,000           | 20,000,000           |
|      |                                     | FDR 088800/8237   | 10,000,000           | 10,000,000           |
|      |                                     | FDR 096678/4518   | 20,000,000           | 20,000,000           |
|      |                                     | FDR 088920/8947   | 50,000,000           | -                    |
|      | Potherhat Branch                    | FDR 067137/11032  | 50,000,000           | -                    |
|      |                                     |                   |                      |                      |
| 4.00 | Sonali Bank Ltd.                    |                   |                      |                      |
|      | CUFL Branch                         | FDR 207348        |                      | -                    |
|      |                                     | FDR 0456322       | -                    | 20,000,000           |
|      |                                     | FDR 0297308       |                      |                      |
|      |                                     | FDR 0457500       |                      |                      |
|      | Agrabad Cor. Branch                 | FDR 0676246/464   |                      |                      |
|      |                                     | FDR 0395075       |                      | -                    |
|      |                                     | FDR 786170        |                      | -                    |
|      |                                     | FDR 786171        |                      | -                    |
|      |                                     | FDR 786172        |                      | -                    |
|      | Laldeghi Cor. Branch                | FDR 0614223       |                      | -                    |
|      |                                     | FDR 0614057       |                      | -                    |
|      |                                     | FDR 0614221/6544  |                      | -                    |
| 5.00 | Agrani Bank Ltd.                    |                   |                      |                      |
|      |                                     | FDR 0572445/1679  |                      | -                    |
|      |                                     | FDR 0050631/1487  |                      | -                    |
|      |                                     | FDR 0050666/1520  |                      | -                    |
|      |                                     | FDR 0572336/1570  |                      | -                    |
|      |                                     | FDR 0572337/1571  |                      | -                    |
|      | Strand Road Branch                  | FDR 17852/1785    | -                    | 100,000,000          |
|      |                                     | FDR 0572416/1650  |                      | -                    |
|      | Amanat Khan Sarkar Branch           | FDR 0573873/21/15 |                      | -                    |
|      |                                     |                   |                      |                      |
| 6.00 | Eastern Bank Ltd.                   |                   |                      |                      |
|      | Agrabad Branch                      | FDR 33562         |                      | -                    |
|      |                                     | FDR35372          |                      | -                    |
|      | FDR school addition on current year |                   | 250,000              | 250,000              |
|      | <b>Total</b>                        |                   | <b>1,810,250,000</b> | <b>2,450,250,000</b> |



**CHITTAGONG UREA FERTILIZER LIMITED**  
**SCHEDULE OF LIABILITIES FOR GOODS SUPPLIED (LOCAL)**  
As at 30 June 2020

| Name of the Parties                  | Schedule-6     |               |
|--------------------------------------|----------------|---------------|
|                                      | Amount In Taka |               |
|                                      | June 30, 2020  | June 30, 2019 |
| Eastern Cables Ltd.                  | 1,284          | 1,284         |
| Karnaphuli Paper Mills Ltd.          | 30,685         | 30,685        |
| M/s. Trade Linkers                   | 253,000        | 253,000       |
| BOC Bangladesh Ltd.                  | (265,768)      | (756,505)     |
| Jamuna Oil Company Ltd.              | 543,014        | (4,151)       |
| FIDCO Furniture Ltd.                 | 14,137         | (46,220)      |
| M/s. TSP Complex Ltd.                | 1,920,662      | 6,600,598     |
| M/s. Prvaz Enterprise                | -              | 6,751         |
| M/s. Flora Limited                   | 74,448         | 74,448        |
| M/s. City Traders                    | 14,223         | 14,223        |
| M/s. Tech Valley Computer            | -              | 22,863        |
| M/s. Al Aksa Offset                  | -              | 16,875        |
| M/s. Arif Scientific Stores          | -              | 19,882        |
| M/s. Gazi Wires Ltd.                 | 1,103,637      | 1,103,637     |
| The General Electric Company BD Ltd. | 12,000         | 12,000        |
| M/s. Hossain Brothers                | -              | 11,860        |
| M/s. Masud & Brothers                | -              | 8,064         |
| M/s. Gobai Heavy Industries          | -              | 63,000        |
| M/s. Idrish & Brothers               | -              | 6,525         |
| M/s. Key-on Machinery Stores         | -              | 5,194         |
| M/s Tech Village (Pvt) Ltd.          | -              | 4,400         |
| M/s. S M Awlia Enterprise            | -              | 2,500         |
| M/s. Bangladesh Carpet House         | -              | 2,123         |
| M/s. S. Alam Engineer Works          | -              | 2,080         |
| M/s. Simla Enterprise                | -              | 1,825         |
| M/s. Brothers Engineers              | 3,095          | 3,095         |
| M/s. Al Arafat Papers                | -              | 1,150         |
| M/s. Al Amin Motors                  | -              | 400           |
| M/s. Amin & Brothers                 | 19,593         | 19,593        |
| M/s. Bepari Enterprize               | 100            | 100           |
| M/s. Lucky Traders                   | 83,836         | 83,836        |
| M/s. Nabi Electric Stores            | -              | 58,633        |
| M/s. Rifat Enterprise                | (6,306)        | (399,838)     |
| M/s. Sonali Motors                   | -              | 400           |
| M/s. Padma Stationery, Ctg           | -              | 112,506       |
| M/s. Power Sign Elect.               | -              | 6,550         |
| Abdullah Scientific Store            | 3,528          | 3,528         |
| Bangladesh Suppliers                 | -              | 4,500         |
| Delta Electric & Eng. Works          | -              | 47,040        |
| Nippon Scientific Store Ctg          | 11,830         | 22,630        |
| Bangladesh Chemical Complex          | 12,079         | 12,079        |
| Eastern Tubes Ltd                    | 861,410        | -             |
| Eastern Type Writer                  | -              | 9,500         |
| Masud In-corporation                 | -              | 48,636        |
| Sagar Overseas International         | -              | 393,500       |
| Galaxy Enterprise                    | 167,500        | 3,000         |



|                         |                   |                   |
|-------------------------|-------------------|-------------------|
| Sonia Enterprise        | 5,427,870         | 5,427,870         |
| Mahboob Brothers        | -                 | 517,491           |
| Al Amin Cloth Store     |                   | -                 |
| Bismillah Enterprise    | 1,640             | 1,640             |
| M/S Sarker Enterprise   | 5,950             | 5,950             |
| Business solution BD    | 2,043             | 2,043             |
| Graphic Machinery       | 280,000           | 280,000           |
| Joy Enterprise, CTG     | 5,750             | 23,836            |
| MAA Traders & Suppliers | -                 | 26,000            |
| Rangs Electronics       | -                 | 688,000           |
| S.R.B. Enterprise, CTG  | -                 | 139,360           |
| T.T. Enterprise         | -                 | 33,250            |
| Taj Traders (PTE) Ltd.  | 3,630             |                   |
| Universe Power          | 363,460           |                   |
|                         | <u>10,948,329</u> | <u>15,033,218</u> |

Company Secretary

Director

Managing Director

S. R. Islam & Co.  
Chartered Accountants

Date: 28 Feb, 2020  
Dhaka

K. M. Alam & Co.  
Chartered Accountants

