

Dhaka Leather Company Limited

Nayarhat, Savar, Dhaka.

**INDEPENDENT AUDITOR'S REPORT
AND**

AUDITED FINANCIAL STATEMENTS

As at and for the year ended 30 June 2025

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**Independent Auditor's Report
To the Shareholders of
Dhaka Leather Company Limited**

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of **Dhaka Leather Company Limited** ("the Company"), which comprise the statement of financial position as at 30 June 2025, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the **Dhaka Leather Company Limited** as at 30 June 2025, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion

1. As disclosed in Note 1.2, operation of the company remained closed since 1998 and there is no prospective future plan to re-open its operation in near future. In addition to that (note 12), the accumulated loss of the company is TK. (731,642,312) which is 2.44 time higher than its share capital (including share money deposit), which indicates that there is significant doubt on the company's ability to continue as a going concern and we could not obtain sufficient appropriate evidence regarding the reasonableness of use of going concern assumption.
2. As disclosed in Note 4.00 to the financial statements, the company has remained non-operational since 1998; however, it continues to present property, plant, and equipment amounting to Tk. 595,748,218 and land amounting to Tk. 17,381,633 in the statement of financial position. However, we were unable to obtain sufficient appropriate audit evidence regarding the land. The company has not maintained a fixed asset register; consequently, we were unable to verify the existence and condition of the property, plant, and equipment. Furthermore, depreciation has not been charged on most classes of assets (except for computer equipment).
3. With reference to Note 5.00 to the financial statements, pre-operating expenses amounting to Tk. 161,940,172 have been recognized as non-current assets and carried forward without change of expenses. This accounting treatment is not in compliance with the requirements of IAS 38.
4. With reference to Note 10.00 to the financial statements relating to Share Capital, the updated Schedule X was not made available for our review. Consequently, we were unable to obtain sufficient and appropriate audit evidence to verify the accuracy, completeness, and validity of the share capital reflected in the financial statements.



5. As per the given financial statements of the company (Note 6.00), it possesses current assets for an amount of TK. 30,225,335 (including Inventory of TK. 20,722,806) as the company is remain closed for last 27 years and hence there is a reasonable doubt of recovering any economic benefit from the current assets. In addition, we could not find sufficient & appropriate evidence.
6. In reference to Notes 7.00, 17.00, and 8.00, the financial statements include balances under Current Account with Enterprise, Advances, Deposits, and Prepayments. These balances have been carried forward since 1998 following the closure of the company and have neither been adjusted, confirmed, nor realized during the last 27 years.

Due to the absence of sufficient appropriate audit evidence regarding the recoverability and realizable value of the aforesaid balances, we are unable to determine whether any adjustment is necessary in respect of these amounts in the accompanying financial statements.

7. As disclosed in Notes 13.00, and 19.00 to the financial statements, the Company has reported total loan liabilities amounting to Tk. 582,833,813 comprising Government Loan (ADP), and Current Account with BCIC. However, the Company has remained closed for the last 27 years, and we were unable to obtain sufficient and appropriate audit evidence regarding the completeness, accuracy, valuation, and reconciliation of these outstanding loan balances. Accordingly, we are unable to satisfy ourselves as to the correctness of the reported loan liabilities and its effect on Financial Expenses (Ref. Note No-22.00).
8. As the Company has remained closed since 1998, its regular expenses, including salaries and wages of officers and staff and general administrative overheads, have been financed by BCIC. However, such funds have not been received through the Company's banking channel. Accordingly, we were unable to obtain sufficient and appropriate audit evidence to confirm the mode of settlement of these expenses, other than direct payments made by BCIC.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other Matter

1. We refer to note no: 11.00 of the financial statements regarding Share Money Deposit which is Tk. 299,000,000. The Company is a Public Interest Entity (PIE) as per 2(8) (KA) of Financial Reporting Act-2015 & Financial Reporting Council notification no: 179/FRC/FRM/ Proggapon /2020-01 dated 11 March, 2020. As a Public Interest Entity (PIE) the Company did violate Financial Reporting Council (FRC) notification no: 146/FRC/ Proshason / Proggapon/2020/01



dated 11 February, 2020 by not converting Share Money Deposit into lawful Share Capital within 06 (six) month period from the date of deposit of the amount.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

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

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

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

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, except for the matters described in our "Basis for Qualified Opinion" section, we also report the following:

- a) We have obtained all the information and explanation 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 account as required by law have been kept by the Company so far as it appeared from our examinations of those books; and



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- c) The statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Place: Dhaka

Date: 17 JUN 2026

Tariq Khan

Tariquzzaman Khan, FCA

Partner

ICAB Enrolment No. 0687

Mahfel Huq & Co.

Chartered Accountants

Firm Registration No. CAF-001-133

DVC: 2606210687AS257319

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Dhaka Leather Company Limited

Statement of Financial Position

As at 30 June 2025

Particulars	Notes	Amount in Taka	
		30-Jun-25	30-Jun-24
Assets			
Non-Current Assets			
Property, Plant & Equipment	4.00	613,129,851	613,136,122
Pre-Operating Expenses	5.00	161,940,172	161,940,172
Total Non-Current Assets		775,070,023	775,076,294
Current Assets			
Inventory	6.00	20,722,806	20,722,806
Current Account with Enterprise	7.00	7,471,505	7,465,578
Advance, Deposits & Prepayments	8.00	2,031,024	2,031,024
Cash at Bank	9.00	-	-
Total Current Assets		30,225,335	30,219,408
Total Assets		805,295,358	805,295,702
Equity & Liabilities			
Capital and Reserves			
Share Capital	10.00	1,000,000	1,000,000
Share money Deposit (BCIC Equity)	11.00	299,000,000	299,000,000
Retained Earnings (Accumulated Loss)	12.00	(731,642,312)	(717,441,298)
Total Capital and Reserves		(431,642,312)	(417,441,298)
Non-Current Liabilities			
Govt. Loan (ADP)	13.00	51,521,091	50,869,316
Deferred Liabilities (Gratuity)	14.00	7,317,827	6,912,707
Total Non-Current Liabilities		58,838,918	57,782,023
Current Liabilities & Provision			
Creditor for Expenses	15.00	2,583,403	3,447,577
Creditor for Other Finance	16.00	7,891,507	7,548,026
Current Account with Enterprise	17.00	246,424	219,424
BCIC Loan Account (Short Term)	18.00	636,064,696	636,064,696
Current Account with BCIC	19.00	531,312,722	517,675,254
Total Current Liabilities & Provision		1,178,098,752	1,164,954,977
Total Liabilities		1,236,937,670	1,222,737,000
Total Equity and Liabilities		805,295,358	805,295,702

The annexed notes form an integral part of these financial statements.


 Shamsun Nahar Nipa
 Company Secretary


 Md. Abdul Aziz
 Managing Director


 Md. Moniruzzaman
 Director

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

Place: Dhaka
Date: 17 JUN 2026




 Tariquzzaman Khan, FCA
 Partner
 ICAB Enrolment No: 0687
 Mahfel Huq & Co.
 Chartered Accountants
 Firm Registration No. CAF-001-133
 DVC: 2606210687AS257319

Dhaka Leather Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2025

Particulars	Notes	Amount in Taka	
		30-Jun-25	30-Jun-24
Income			
Sales of Tender Document		-	-
Job Charge Received		-	-
Probit on Sales on Assets		-	-
Total Income		-	-
Operating Expenses			
Officers & Staff Salary	20.00	8,080,562	7,206,581
General Administrative overhead	21.00	5,468,677	7,530,684
Financial Expense	22.00	651,775	651,775
Total Operating Expenses (B)		14,201,014	15,389,040
Profit Before Income Tax		(14,201,014)	(15,389,040)
Income Tax Expenses		-	-
Profit/ (Loss) after Tax for the year		(14,201,014)	(15,389,040)

The annexed notes form an integral part of these financial statements.


Shamsun Nahar Nipa
Company Secretary


Md. Abdul Aziz
Managing Director


Md. Moniruzzaman
Director

Signed in terms of our separate report of even date annexed

Place: Dhaka
Date: 17 JUN 2026


Tariquzzaman Khan, FCA
Partner
ICAB Enrolment No: 0687
Mahfel Huq & Co.
Chartered Accountants
Firm Registration No. CAF-001-133
DVC: 2606210687AS257310



Dhaka Leather Company Limited
Statement of Changes in Equity
For the year ended 30 June 2025

Particulars	Amount in Taka		
	Paid-up Capital	Share Money Deposit	Retained Earning
Balance as on 01.07.2024	1,000,000	299,000,000	(717,441,298)
Net Profit/ (Loss) after Tax	-	-	(14,201,014)
Balance as at 31.12.2025	1,000,000	299,000,000	(731,642,312)
			(431,642,312)

For the year ended 30 June 2024

Particulars	Amount in Taka		
	Paid-up Capital	Share Money Deposit	Retained Earning
Balance as on 01.07.2023	1,000,000	299,000,000	(702,052,258)
Net Profit/ (Loss) after Tax	-	-	(15,389,040)
Balance as at 30.06.24	1,000,000	299,000,000	(717,441,298)
			(417,441,298)


Shamsun Nahar Nipa
Company Secretary


Md. Abdul Aziz
Managing Director

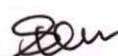

Md. Moniruzzaman
Director
মোঃ মনিরুজ্জামান
পরিচালক (বাসিডিক), বিসিআইসি



Place: Dhaka
Date: 17 JUN 2026

Dhaka Leather Company Limited
Statement of Cash Flows
For the year ended 30 June 2025

Particulars	Notes	Amount in Taka	
		30-Jun-25	30-Jun-24
Cash flows from operating activities			
Cash receipts from BCIC		-	14,737,265
Cash paid to Salaries & Administrative Overhead		(13,542,968)	(16,040,815)
Finance Expenses (Provision)		-	(651,775)
Other Operating expenses		-	-
Net cash generated by operating activities (A)		(13,542,968)	(1,955,325)
Cash flows from investing activities			
Net cash (used)/generated by investing activities (B)		-	-
Cash flows from Financing Activities			
Current Account with BCIC		13,542,968	-
Govt. Loan (ADP)		-	1,955,325
Net cash used in financial activities (C)		13,542,968	1,955,325
Cash Surplus/ (Deficit) for the year (A+B+C)		-	-
Cash and cash equivalents at the beginning of the year		-	-
Cash and cash equivalents at the end of the year		-	-


Shamsun Nahar Nipa
Company Secretary


Md. Abdul Aziz
Managing Director


Md. Moniruzzaman
Director
মোঃ মনিরুজ্জামান
পরিচালক (বাণিজ্যিক), বিসিআইসি

Place: Dhaka

Date: 17 JUN 2026



Statement of Financial Position
Notes to the Financial Statements
As at and for the year ended 30 June 2025

1.00 REPORTING ENTITY

1.01 LEGAL STATUS AND NATURE OF THE COMPANY

Dhaka Leather Company Limited was registered (here in after referred to as the "Company") was incorporated in Dhaka, Bangladesh on 4 February 1996 vide ND-C 30240 (1466)/96 as a Public Limited Company under the Companies Act (#18) 1994.

1.02 NATURE OF BUSINESS

The company was established to carry on the business of manufacturing finished leather, various leather goods including shoes and by products of all kinds. The comeercial production of the Company was started in financial year 1996-1997 and continued only for 6 (six) days. Further production could not be continued due to non-availability of raw materials i.e hides and skins, it was then agreements in financial year 1996-1997 and 1997-1998 for rental established and facilities but the subcontractor also failed. The Company has been fully closed since the year 1998.

1.03 REGISTERED OFFICE

The registered office of the Company is located at Nayarhat, Savar, the Eastern Bank of the River Bangshawi and by the side of Dhaka-Aricha Highway 37 Kilometer away from the Capital City.

2.00 BASIS OF PREPARATION AND PRESENTATION FINANCIAL STATEMENTS

2.01 STATEMENT OF COMPLIANCE

The Financial Statements have been prepared in accordance with International Accounting Standards (IASs) and International Financial Reporting Statandard (IFRSs), Compliance Act 1994 another applicable laws and regulations

- IAS-01 Presentation of the financial statements
- IAS-07 Statemnet of Cash Flows
- IAS-08 Accounting policies, changes in accounting estimates and Errors
- IAS-10 Events after the reporting period
- IAS-12 Income Taxes
- IAS-16 Property, plant and equipments
- IAS-19 Employee Benefits
- IAS-24 Related Party Disclosure
- IAS-37 Provisions, Contingent Liabilities and Contingent assets.

2.02 REGULATORY COMPLIANCES

As required, Dhaka Leather Company Limited complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- a. The Income Tax Act 2023;
- b. The Value Added Tax and Supplementary Duty Act 2012;
- c. The Value Added Tax and Supplementary Duty Rules 2016;

2.03 FUNCTIONAL AND PRESENTATIONAL CURRENCY

These financial statements are prepared in Bangladesh Taka (Taka/Tk.) currency, which is the company's functional currency. All financial information presented in Taka has been rounded off to the nearest Taka.



Statement of Financial Position
Notes to the Financial Statements
As at and for the year ended 30 June 2025

2.04 USE OF ESTIMATES AND JUDGMENT

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

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

2.05 GOING CONCERN

A company is required to make an assessment at the end of each year to assess its capability to continue as going concern. The Directors continue to adopt the going concern assumption while preparing the financial statements though the company remains closed since the year 1998 and thereafter the company is funded by the BCIC to meet up its regular expenses such as staff salary, general administrative overhead etc.

2.06 COMPONENTS OF FINANCIAL STATEMENTS

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

- a. Statement of Financial Position as at 30 June 2025;
- b. Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2025;
- c. Statement of Changes in Equity for the year ended 30 June 2025;
- d. Statement of Cash Flows for the year ended 30 June 2025; and
- e. Notes, comprising a summary of significant accounting policies and explanatory information.

BASIC MANAGEMENT

These financial statements have been prepared under the historical cost convention except the statement of cash flows

2.07 REPORTING PERIOD

The financial period of the company covers one year from 01 July 2024 to 30 June 2025 and is followed consistently.

3.00 SIGNIFICANT ACCOUNTING POLICIES

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

3.01 PROPERTY, PLANT AND EQUIPMENT

As per IAS 16: Property, plant and equipment, items of property, plant and equipment should be depreciated when the assets become usable as intended by the management and should have been measured at cost less accumulated depreciation and accumulated impairment losses, if any but no depreciation is charged from 1998-1999 and till to date no impairment/ impairment review has taken place as the company has remained fully closed since 1998. As a result PPE is materially overstated by Tk. 570,922,851. Moreover, the company recognized Land Development amounting TK. 17,381,633 but the company has no ownership documents like mutation and simultaneously maintaining a provision for the purchase of 18 Acres land from Bangladesh Council of Scientific and Industrial Research (BCSIR) amounting to Tk. 5,400,000.



Statement of Financial Position
Notes to the Financial Statements
As at and for the year ended 30 June 2025

3.02 INVENTORY

As per IAS-2: Inventory, items of inventory should be recognised at "Lower of cost and Net realizable Value". But the company is now closed and last years inventory balance has been carried forward without of any changes.

3.03 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include notes and coins in hand, cash at banks which are held and available for use by the company without any restriction.

3.04 REVENUE RECOGNITION

The company remains closed since the year 1998, there is no revenue to be recognised.

3.05 EMPLOYEES BENEFIT

Only for two employees, Company operates the following schemes:

GRATUITY SCHEME

The Company has two gratuity schemes one for the central cadre (officer) of the DLCL managed centrally by the BCIC Trustee Board that means funded and another for the staff of the DLCL managed by the DLCL itself which is unfunded. Gratuity is provided to employees on retirement of employment; equivalent to two last salary for every completed year (more than 4 month considered as full year) of service.

PROVIDENT FUND SCHEME-FUNDED

The company operates contributory provident fund for all its permanent employees as per the government policy. This fund is recognised by National Board of Revenue and management by an independent Board of Trustee. The provident fund is administered by the Board of Trustee and is funded by contributions from employees @ 10 %. These contributions are invested separately from the Company's business.

3.06 CURRENT TAX

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous years. The applicable tax rate of the Company is 27.50%. However, the company has no taxable income during the year.

3.07 DEFERRED TAX

As per IAS 12: Income Taxes, deferred tax is calculated using the balance sheet method, providing for temporary differences between the carrying amount of assets and liabilities and their tax IAS. The deferred tax asset/income or liabilities/ expenses does not create a legal obligation to, or recoverability for the income tax authority. However, no deferred tax is recognised in this financial statements as the company remains closed since 1998.

3.08 STATEMENT OF CASH FLOWS

Statement of Cash Flows have been prepared under direct method in accordance with IAS-7, "Statement of Cash Flows".

3.09 GENERAL

- I) Figures appearing in these Financial Statements have been rounded off to the nearest integer.
- II) Prior year's figures have been shown to ensure comparability with the current year and
- III) Bracket figures are denote negative.



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Notes	Amount in Taka	
			30-Jun-25	30-Jun-24
4.00	Property, Plant & Equipment			
	Opening balance		715,802,061	715,802,061
	Add: Prior year adjustment		-	-
	Less: Disposal during the year		-	613,143,090
	Add: Addition made during the year		-	-
	Closing balance		715,802,061	102,658,971
	Accumulated Depreciation:			
	Opening balance		102,665,939	102,658,971
	Add: Prior year adjustment		-	-
	Less: Adjustment for disposal		-	-
	Add: Charged during the year		6,271	6,968
	Closing balance		102,672,210	102,665,939
	Written down value		613,129,851	613,136,122

(Details of Property, plant & equipment along with depreciation charged thereon as on June 30, 2025 has been shown under 'Annexure-A')

5.00 Pre-Operating Expenses

A. Expenses :

Factory Overhead	40,443,250	40,443,250
General Admin Overhead	8,995,907	8,995,907
Interest & Financial Expenses	16,727,815	16,727,815
Revaluation of Finished Stock	101,755,621	101,755,621
Salaries & Allowance	1,709,088	1,709,088
	169,631,681	169,631,681

B. Less : Sales & Other Income :

Sales	25,089	25,089
Job Work	1,020,578	1,020,578
Misc. Income	384,795	384,795
Gain of Sales of Car	42,207	42,207
Interest Recived	528,857	528,857
Registration Fees	79,315	79,315
Adjustment	5,610,668	5,610,668
	7,691,509	7,691,509
	161,940,172	161,940,172

Pre-operating Expenses Taka 161,940,172 has been carried forward since long without of any changes.

6.00 Inventory

Packing Materials	6,978	6,978
Spares Accessories & Stores	20,715,828	20,715,828
	20,722,806	20,722,806



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Notes	Amount in Taka	
			30-Jun-25	30-Jun-24
6.01	Spares Accessories & Stores			
	Motor Vehicles, Trailor & Cycle Parts		2,175	2,175
	Spare parts		10,299,812	10,299,812
	Bearings		13,469	13,469
	Metal working		49,527	49,527
	Special Industries Machinery		7,647,982	7,647,982
	Handling Equipment		314,264	314,264
	Pumps & Compressor		387,400	387,400
	Pipe, Tube & Fittings		102,154	102,154
	Hand Tools		614,155	614,155
	Hand ware		209,698	209,698
	Construction Building materials		414,676	414,676
	Electrical Equipment		301,563	301,563
	Electrical ware		132,319	132,319
	Laboratory Equipment		67,295	67,295
	Furniture		4,200	4,200
	Hardware & Appliance		15,585	15,585
	Office Equipment		225	225
	Books		791	791
	Brushes & Paints		20,012	20,012
	Fuel & Lubricants		67,653	67,653
	Misc. Stores		8,073	8,073
	Rope, Cable, Chair & Fittings		42,800	42,800
	Total		20,715,828	20,715,828
7.00	Current Account with Enterprise			
	A. Running :			
	Bangladesh Insulator and Sanitaryware Factory Ltd.		2,849,356	2,849,356
	TSP Complex Ltd.		3,014,253	3,014,253
	Shahjalal Fertilizer Company Ltd. (Former NGFFL)		9,962	9,962
	Training Institute for Chemical Industries		-	-
	Chatak Cement Company Ltd.		2,284	2,284
	Jamuna Fertilizer Company Ltd.		20,077	14,150
	B. Pay off/Closed :			
	North Bengal Paper mills Ltd.		1,461,331	1,461,331
	Kornophuli Rayon & Chemicals Ltd.		28,950	28,950
	Khulna Newsprint Mills Ltd.		83,362	83,362
	Polash Urea Fertilizer Factory Ltd.		-	-
	Takerghat Lime Stone mining Project		1,930	1,930
	Total		7,471,505	7,465,578



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Notes	Amount in Taka	
			30-Jun-25	30-Jun-24
8.00	Advance, Deposits & Prepayments			
	Advance	8.01	1,072,849	1,072,849
	Deposits	8.02	958,175	958,175
			2,031,024	2,031,024
8.01	Advance			
	Advance against Expenses			
	Mr. Md. Iqbal Hossain, Manager (Admin)		13,000	13,000
	Mr. A.K. Roy (SAT)		4,200	4,200
	Mr. Md. Nazmul Haque (SAC)		4,235	4,235
	Advance against TA/DA			
	Mr. Md. Shamsul Alam Khan Manager (Admin)		-	-
	Advance against Party			
	Lindey Bangladesh Ltd. (Ex. BOC Ltd.)		19,397	19,397
	Advance against Carries			
	M/S. Didar Transport Agency		578,614	578,614
	Advance against Income Tax		427,360	427,360
	Advance against Facilities		21,847	21,847
	Arrear Festival Bonus (Officer)		8,840	8,840
	I.T. Deduction		16,791	16,791
			1,094,284	1,094,284
	Less: Provision for Bad Debts		21,435	21,435
	Closing Balance		1,072,849	1,072,849
8.02	Deposits			
	Deposit with T & T Board		15,720	15,720
	Deposit with Polly Biddut Samitte		523,375	523,375
	Deposit with Titas Gas T & D Co. Ltd.		409,080	409,080
	Deposit with Linde Bangladesh Ltd. (Ex. BOC Ltd.)		10,000	10,000
			958,175	958,175
9.00	Cash at Bank			
	Janata Bank Ltd.		-	-
	Closing Balance		-	-



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Amount in Taka	
		30-Jun-25	30-Jun-24

10.00	Share Capital		
	Authorized capital		
	500,000,000 ordinary shares of Tk. 100/- each	5,000,000,000	5,000,000,000
10.01	Ordinary share/ Paid Up Capital		
	10,000 shares at Tk. 100 per share	1,000,000	1,000,000
	Total	1,000,000	1,000,000

Name of Share Holders	2025			2024		
	Percentage of total share holdings	No of shares	Amount in Taka	Percentage of total share holdings	No of shares	Amount in Taka
Bangladesh Chemical Industries Corporation (BCIC) Represented by Mr. M. Badiuzzaman	99.93	9,993	999,300	99.93	9,993	999,300
Mr. M. Badiuzzaman	0.01	1	100	0.01	1	100
Dr. A. K. M. Masood	0.01	1	100	0.01	1	100
Mr. Atiqur Rahman	0.01	1	100	0.01	1	100
Mr. K. M. R. Islam Abu Wahed	0.01	1	100	0.01	1	100
Mr. J. C. Biswas	0.01	1	100	0.01	1	100
Mr. Md. Abdul Aziz Mollah	0.01	1	100	0.01	1	100
Mr. N. N. M. Nazrul Hasan	0.01	1	100	0.01	1	100
Total	100	10,000	1,000,000	100	10,000	1,000,000



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Amount in Taka	
		30-Jun-25	30-Jun-24
11.00 Share money Deposit (BCIC Equity)		299,000,000	299,000,000
	Closing Balance	299,000,000	299,000,000
12.00 Retained Earnings (Accumulated Loss)			
	Opening Balance of Accumulated Loss	(717,441,298)	(702,052,258)
	Add. Profit/(Loss) for the year	(14,201,014)	(15,389,040)
	Closing Balance	(731,642,312)	(717,441,298)
13.00 Govt. Loan (ADP)			
	Principal Loan from ADP	13,035,500	13,035,500
	Add. Accumulated interest	37,833,816	37,182,041
	Opening Balance	50,869,316	50,217,541
	Add: Interest during this year	651,775	651,775
	Closing Balance	51,521,091	50,869,316
14.00 Deferred Liabilities (Gratuity)			
	Opening Balance as per last year A/C	6,912,707	7,924,267
	Addition during the year	405,120	407,380
		7,317,827	8,331,647
	Less: Adjusted during this year	-	1,418,940
	Closing Balance	7,317,827	6,912,707
14.01 Addition during this year (Gratuity)			
	Staff:		
	Mr. Kamal Hossain Hawladar (RS)	108,940	101,760
	Mr. Md. Munshi Akkas Uddin (SG)	116,760	147,480
	Mr. Md. Jasim Uddin (SG)	47,320	35,840
	Mr. Md. Nazrul Islam (Peon)	81,120	75,640
	Mr. Md. Abdul Motaleb (SG)	50,980	46,660
	Closing Balance	405,120	407,380
15.00 Creditor for Expenses			
	Audit Fees	86,000	86,000
	Legal Expenses	767,897	717,897
	Land Tax	610,634	570,634
	Electricity Bill	-	33,442
	Anser & Labour Contract Bill	135,884	135,884
	Overtime Allowance (June 2025)	20,243	13,831
	Factory repairs and maintenance Exp.	184,715	1,111,859
	FC Bill (June 2025)	4,000	4,000
	Telephone Bill (1998)	52,377	52,377
	M/S. Didar Transport Agency	715,951	715,951
	Car Running Expenses	5,702	5,702
	Gas Bill	-	-
	Printing & Stationery	-	-
		2,583,403	3,447,577
16.00 Creditor for Other Finance			
	Liabilities for land purchases (BCSIR)	5,400,000	5,400,000
	DLCL Welfare Fund	643,165	643,165
	DLCL Employee's P.F Trust	62,561	61,584
	Welfare Loan (Other Project)	69,710	69,710
	BCIC Employee's P.F Trust	478,493	353,961



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Amount in Taka	
		30-Jun-25	30-Jun-24
	Security Deposit 16.01	437,432	437,432
	Housing Allowance deduction	378,224	378,224
	Incentive Bonus deduction	95,523	95,523
	Uniform & Leverages deduction	12,736	12,736
	Vehicle Loan (Motor cycle)	63,215	63,215
	Transport Charge Payable	948	1,476
	House Building Loan	249,500	31,000
	Total	7,891,507	7,548,026
16.01	Security Deposit		
	M/S. Didar Transport (1994-95)	250,000	250,000
	M/S. Hakkane Enterprise (1992-93)	50,000	50,000
	M/S. Helena Enterprise (1998-99)	39,256	39,256
	M/S. Delux Enterprise (1992-93)	10,000	10,000
	M/S. Chowdhury Leather Co. Ltd. (1998-99)	16,026	16,026
	M/S. Millerns Pump (2013-14)	12,228	12,228
	M/S. Saiful Enterprise (1992-93)	3,302	3,302
	M/S. People Typewriter (1992-93)	286	286
	M/S. Ali & Co. (1992-93)	7,021	7,021
	M/S. Samad & Sons (1992-93)	5,443	5,443
	M/S. Bangladesh Traders	1,800	1,800
	M/S. Gafur Enterprise (1992-93)	132	132
	M/S. Kazi wood works (1992-93)	3,000	3,000
	M/S. Bengal Auto (1992-93)	5,000	5,000
	M/S. Dhaka Traders (1992-93)	3,000	3,000
	M/S. Welcome Tailors (1992-93)	6,000	6,000
	M/S. The Dhaka Oxyliarize Ltd. (1992-93)	3,000	3,000
	M/S. Rimco Ltd. (1995-96)	3,000	3,000
	M/S. BD Leather Development Co. Ltd. (1995-96)	3,138	3,138
	M/S. Tilak Enterprise (1996-97)	800	800
	M/S. Reliable Leather works (1996-97)	3,000	3,000
	M/S. S.K.G. Enterprise (1996-97)	3,000	3,000
	M/S. Tanchem Trading (1996-97)	3,000	3,000
	M/S. Dewan Traders (1996-97)	3,000	3,000
	M/S. Setu Enterprise (1996-97)	3,000	3,000
	Closing Balance	437,432	437,432
17.00	Current Account with Enterprise		
	<u>Running Factory</u>		
	Chittagonj Urea Fertilizer Ltd.	17,180	17,180
	Ashugonj Fertilizer & Chemical Company Ltd.	80,958	80,958
	Karnaphuli Paper Mills Ltd.	9,000	9,000
	Bangladesh Insulator & Sanitaryware Factory Ltd.	-	-
	<u>Pay off/Closed :</u>		
	Ghorasal Polash Fertilizer PLC	38,159	38,159
	Khulna Newsprint Mills Ltd	27,000	-
	Chittagonj Chemical Complex	73,535	73,535
	Ujala Match Factory Ltd.	592	592
		246,424	219,424



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Amount in Taka	
		30-Jun-25	30-Jun-24
18.00 BCIC Loan Account (Short Term)			
	Loan from BCIC	636,064,696	636,064,696
	Closing Balance	636,064,696	636,064,696
	* This amount of loan had been taken by the Dhaka Leather Company Ltd. From BCIC during its establishment period to make payment for its plant and machinery.		
19.00 Current Account with BCIC			
	Opening balance	517,675,254	501,067,902
	Add: Addition during the year	13,637,468	16,607,352
		531,312,722	517,675,254
	Less: Adjusted during the year	-	-
	Closing Balance	531,312,722	517,675,254
	*The company remains closed since 1998 and thereafter this company is funded by the BCIC to meet up its regular expenses such as officers & staff salary, general administrative over head etc.		
20.00 Officers & Staff Salary			
	Officers' Salary 20.01	5,162,853	4,356,495
	Staff Salary 20.02	2,917,709	2,850,086
	Total	8,080,562	7,206,581
20.01 Officers' Salary			
	Basic Salary	2,152,256	1,309,475
	Privileges Allowance 5%	108,091	67,827
	House Rent Allowance	1,080,956	678,295
	Medical Allowance	51,000	34,500
	Gratuity & Leave Pay	1,018,920	472,120
	Honourarium	-	-
	Recreation Allowance	-	43,630
	Education Allowance	28,000	17,067
	Festival Bonus	387,060	236,060
	Boishakhe Allowance	38,706	23,606
	Food & Conveyance	48,800	49,200
	Company Contribution to PF	124,532	135,659
	BCIC Pension Fund Exp.	124,532	1,289,056
	Total	5,162,853	4,356,495
20.02 Staff Salary			
	Basic Salary	1,180,446	1,172,966
	Privileges Allowance 5%	61,712	63,319
	House Rent Allowance	500,971	491,040
	Medical Allowance	88,500	93,450
	Conveyance Allowance	3,120	3,600
	Washing Allowance	4,350	6,230
	Tiffin Allowance	9,600	12,460
	Gratuity & Leave Pay	405,120	407,380
	Overtime Allowance	173,636	219,947
	Education Allowance	23,000	25,150
	Festival Bonus	200,340	203,770



Dhaka Leather Company Limited
Notes to the Financial Statements
As at and for the year ended 30 June 2025

Notes	Particulars	Amount in Taka	
		30-Jun-25	30-Jun-24
	Company Contribution to PF	79,236	96,548
	Boishakhe Allowance	19,986	19,026
	Lumpgrant Bill	167,692	35,200
	Total	2,917,709	2,850,086
21.00	General Administrative overhead		
	Electricity Bill	430,133	552,667
	Gas Bill	51,840	51,840
	Telephone Facilities	88,620	46,420
	Factory Repairs & Maintenance	361,688	666,369
	Ansar's Salary & Allowance	2,790,743	2,912,966
	Uniform & Liveries	11,788	18,178
	Audit Fees Expenses	54,000	54,000
	Legal & Professional Fees	50,000	50,000
	Entertainment Expenses	38,440	87,110
	Printing & Stationery	40,002	39,187
	Board Meeting Expenses	116,000	101,000
	Land Tax	40,000	40,000
	TA/DA Expenses	48,137	62,035
	Depreciation - Computer	6,271	6,968
	Colony Repairs & Maintenance	67,946	1,508,910
	Planting Trees Exp.	1,560	29,850
	Fish Farming Exp.	17,090	20,890
	Car Rent Exp. A/c.	40,500	82,000
	Honourarium	6,000	6,000
	Casual Labour Bill	1,207,919	1,194,294
	Total	5,468,677	7,530,684
22.00	Financial Expense		
	Interest on ADP Loan	651,775	651,775
		651,775	651,775
23.00	Approval of Financial Statement		

Financial statement for the year ended 30 June 2025 have been approved by the Board of Directors at its meeting held on 17th June 2026.



Dhaka Leather Company Limited
Schedule of Property, Plant & Equipment
As at 30 June 2025

Annexure-A

Sl. No.	Category of Assets	Cost				Rate	Depreciation				Written down value
		Opening balance as on 01.07.24	Prior year adjustment	Purchased during the year	Total as on 30.06.25		Opening balance as on 01.07.24	Prior year adjustment	Charged during the year	Total as on 30.06.25	
	1	2	3	4	5=(2+3+4)	6	7	8	9	10=(7+8-9)	11=(5-10)
1	Land & Land Development	17,381,633	-	-	17,381,633		-	-	-	-	17,381,633
2	Building & Other Costs.	199,446,413	-	-	199,446,413		23,581,206	-	-	23,581,206	175,865,207
3	Factory Plant, Machinery & Other Equipment	494,933,176	-	-	494,933,176		76,906,863	-	-	76,906,863	418,026,313
4	Office Equipment	397,829	-	-	397,829		370,125	-	-	370,125	27,704
5	Furniture & Equipment	3,122,846	-	-	3,122,846		1,474,686	-	-	1,474,686	1,648,160
6	Other Assets	402,164	-	-	402,164		277,769	-	-	277,769	124,395
7	Computer	118,000	-	-	118,000	10%	55,290	-	6,271	61,561	56,439
Total Assets as on 30 June 2025		715,802,061	-	-	715,802,061		102,665,939	-	6,271	102,672,210	613,129,851
Total Assets as on 30 June 2024		715,802,061	-	-	715,802,061		102,658,971		6,968	102,665,939	613,136,122

Note: Depreciation on fixed assets of DLCL has been charged up to 1998-99 and there after no depreciation has been charged on fixed assets except computer as the factory was closed since then.

