

**Private & Confidential**

*Final  
12.2.25*

**Auditors' Report and Financial Statements**

of

**Star Jute Mills Ltd.**

Chandanimahal, Khulna.

For the year ended 30<sup>th</sup> June, 2024.

**MASUD ALTAF & CO.**

Chartered Accountants

Dom-Inno Apartment, B-1, 23/16, Khilji Road  
Block-B, Shyamoli, Mohammadpur, Dhaka-1207.

Telephone No. 88-02-48117178

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**MASUD ALTAF & CO.**

Chartered Accountants

Dom-Inno Apartment, B-1  
23/16, Khilji Road, Block-B  
Shaymoli, Mohammadpur, Dhaka-1207.  
Tel : 88-02-48117178, 01711-536193  
E-mail : macaudit.2002@gmail.com

## Independent Auditors' Report of Star Jute Mills Ltd.

### Qualified Opinion

We have audited the Financial Statements of **Star Jute Mills Ltd.** which comprise the Statement of Financial Position as on 30<sup>th</sup> June, 2024 and related the Statement of Manufacturing, Trading and Profit (Loss) and Other Comprehensive Income, Changes in Equity and Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Entity are not give a true and fair view of the financial position as on 30<sup>th</sup> June, 2024 and of its Statement of Manufacturing, Trading and Profit (Loss) and Other Comprehensive Income, Changes in Equity and Cash Flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note B and other applicable laws and regulations.

### Basis for Qualified Opinion

1. There are no any fixed assets register and physical verification was not carried inception with tagging of the same. Therefore, we could not comment on any damage, obsolete items, scrap, over under statement and its impact in annual financial statements.
2. Trade Debtors (Foreign) amounting to **Tk. 47,126,749.00** and Trade Debtors (Local) amounting to **Tk. 58,495,992.00** is being carried forward from previous years without any realization/adjustments. (See Accounts Notes 4.01 & 4.02). The entity provided the party break-up but did not provide the details address and information to confirm the figures through balance confirmation.
3. Due from BJMC Mills amounting to **Tk. 13,265,617.00** from 6 (six) party coming from last year without any adjustment. (See Accounts Notes 5.00). This is not reconciling with other Party.
4. Interim Revenue Support Receivable amounting **Tk. 26,110,788.00** that coming from last year without any adjustment.
5. The Entity incurred a series of net losses in the consecutive year to year. Last four year details are given below :

Financial year	Net profit/Loss after Tax.	Profit & Loss account balance (Retained Earnings)
2020-2021	(234,799,367)	(11,018,665,615)
2021-2022	(129,037,213)	(11,191,429,516)
2022-2023	(71,548,437)	(11,174,115,388)
2023-2024	(88,433,697)	(11,286,780,810)

As of 30<sup>th</sup> June, 2024 the entity's current liabilities stood at **Tk. 256,032,290.00** and non-current liabilities stood **Tk. 11,248,756,750.00** which exceeded its total assets of **Tk. 1,783,706,863.00** by **Tk. 9,721,882,177.00**.



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**Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994, the rules and regulations issued by regulatory authorities, 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 Entity so far as it appeared from our examination of those books.
- c) The Statement of Financial Position, Manufacturing, Trading and Profit (Loss) and Other Comprehensive Income, Changes in Equity & Cash Flow for the year then ended dealt with by the report are in agreement with the books of account and returns, and
- d) The expenditures incurred were for the purpose of the Entity's business for the year.

Dated, Dhaka.

8<sup>th</sup> February, 2025



  
(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. 0684

**MASUD ALTAF & CO.**

Chartered Accountants

**DVC: 2502080684AS383670**

## Star Jute Mills Ltd.

Chandanmahal, Khulna.

### Statements of Financial Position as on 30th June, 2024.

Sl. #	Particulars	Sch. / Notes	Amount (Tk.)	
			30.06.2024	30.06.2023
<b>Assets :</b>				
<b>A. Non Current Assets :</b>				
	At Cost/Revaluation less Accumulated Depreciation	1.00	1,565,948,890	1,577,458,890
	Investment	2.00	141,337	141,337
	<b>Total Non-Current Assets</b>		<b>1,566,090,227</b>	<b>1,577,600,227</b>
<b>B. Current Assets :</b>				
	Stock & Stores (Less : Provision)	3.00	12,946,439	12,987,504
	Debtors (Less : Provision)	4.00	32,471,885	163,925,090
	Due from BJMC Mills	5.00	13,265,618	13,262,847
	Advance, Deposit & Pre-Payments (Less : Prov.)	6.00	16,580,610	18,598,808
	Interim Revenue Support Receivable	7.00	26,110,788	26,110,788
	BJMC Current Account	8.00	-	-
	Cash & Bank Balance	9.00	11,565,227	45,430,064
	<b>Total Current Assets</b>		<b>112,940,567</b>	<b>280,315,101</b>
<b>C. Total Assets</b>				
			<b>1,679,030,794</b>	<b>1,857,915,328</b>
<b>Capital &amp; Liabilities :</b>				
<b>D. Equity &amp; Retained Earnings :</b>				
	Authorised Capital	10.00	25,000,000	25,000,000
	Issued, Subscribed & Paid-up Capital	11.00	11,500,000	11,500,000
	Govt. Equity Contribution	12.00	85,441,653	85,441,653
	Reserves	13.00	1,468,756,981	1,477,766,981
	Profit & Loss Account Balance	14.00	(11,357,473,774)	(11,174,115,388)
	<b>Total Equity &amp; Retained Earnings :</b>		<b>(9,791,775,141)</b>	<b>(9,599,406,754)</b>
<b>E. Non-Current Liabilities :</b>				
	BJMC Current Account	15.00	993,550,078	984,694,001
	Long Term Loan	16.00	10,103,810,104	9,988,678,704
	Contingent Liabilities (Provision)	17.00	121,879,646	120,244,889
	<b>Total Non-Current Liabilities :</b>		<b>11,219,239,829</b>	<b>11,093,617,594</b>
<b>F. Current Liabilities :</b>				
	Bank Overdraft	18.00	29,903,569	33,495,250
	Liabilities for Goods	19.00	936,613	939,786
	Liabilities for Expenses	20.00	12,283,175	28,835,095
	Liabilities for other Finance	21.00	106,175,656	110,177,056
	Due to BJMC Mills	22.00	51,874,160	51,779,573
	Contingent Payable Account (Current)	23.00	50,392,935	137,901,401
	Provision for Income Tax	24.00	-	576,328
	<b>Total Current Liabilities</b>		<b>251,566,107</b>	<b>363,704,489</b>
	<b>Total Capital &amp; Liabilities :</b>		<b>1,679,030,794</b>	<b>1,857,915,328</b>

Manager (Accounts & Finance)

সিল বতন সাহা রায়  
সি.এস.এস. (বি.এ. ও অর্থ)  
সি.এস.এস. নং. ০০০৭০১৪  
সি.এস. জুট মিলস্ লিমিটেড  
চন্দানমহল, খুলনা।

Financial Position referred to in our separate report of even date.

Deputy General Manager  
মোঃ আবুল কালাম আজাদ  
প্রকল্প প্রধান  
স্টার জুট মিলস্ লিমিটেড  
চন্দানমহল, খুলনা।

(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. 0684

MASUD ALTAF & CO.



**Star Jute Mills Ltd.**  
Chandanimahala, Khulna.

**Statement of Manufacturing, Trading and Profit/(Loss) or other Comprehensive Income  
for the year ended 30th June 2024.**

Sl.#	Particulars	Sch.	Amount (Tk.)	
			2023-2024	2022-2023
	<b>Income :</b>			
1	Local Sales	25.00	-	-
2	Foreign Sales		-	29,540,155
3	Other Sales		-	29,540,155
4	<b>Total Sales : (1+2+3)</b>		-	-
5	Subsidy	26.00	-	29,540,155
6	<b>Total Income : (4+5)</b>		-	-
	<b>Material Cost :</b>			
7	Opening Work-in-Process		-	-
8	Raw Jute Consumption	27.00	-	-
9	Charges on Raw Jute	28.00	-	-
10	Other Direct Materials Consumed	29.00	-	-
11	<b>Sub-Total : (7to 10)</b>		-	-
12	Closing Work-in-Process	30.00	-	-
13	<b>Total Material Cost : (12-11)</b>		-	-
	<b>Conversion Cost :</b>			
14	Opening Work-in-Process		-	-
15	Wages	31.00	-	-
16	Salaries	32.00	63,918,456	64,847,954
17	Power/Electricity	33.00	2,471,773	2,052,201
18	Fuel	34.00	-	-
19	Repair & Maintenance	35.00	173,966	231,068
20	Depreciation	36.00	2,500,000	2,500,000
21	Insurance	37.00	14,543	14,543
22	Other Factory Overhead	38.00	926,888	905,041
23	<b>Sub-Total : (14 to 22)</b>		70,005,627	70,550,807
24	Closing Work-in-Process	30.00	-	-
25	<b>Total Conversion Cost : (23-24)</b>		70,005,627	70,550,807
26	<b>Cost of Production : (13+25)</b>		70,005,627	70,550,807
27	Closing Stock of Finished Goods		105,000	105,000
28	<b>Cost of Goods Available for Sale : (26+27)</b>		70,110,627	70,655,807
29	Closing Stock of Finished Goods	39.00	105,000	105,000
30	<b>Total Cost of Sales : (28- 29)</b>		70,005,627	70,550,807
31	Administrative Expenses	40.00	18,611,632	17,927,593
32	Selling Expenses	38.00	743,625	36,325
33	<b>Total Operating Expenses : (30 to 32)</b>		89,360,884	88,514,725
34	<b>Operating Profit/(Loss) : (6-33)</b>		(89,360,884)	(58,974,570)
	<b>Financial Expenses :</b>			
35	Interest	42.00	(406,237)	11,997,541
36	<b>Total Profit/(Loss) : (34-35)</b>		(88,954,646)	(70,972,111)
37	Total Operating Income	40.00	520,949	-
38	<b>Profit/(Loss) Before Tax : (36+37)</b>		(88,433,698)	(70,972,111)
39	Less: Current Tax Expenses	44.00	-	576,328
40	<b>Profit/(Loss) after Tax</b>		(88,433,698)	(71,548,439)

Manager Accounts & Finance)

সংস্থাপক (হিসাব ও অর্থ)  
তারিখ: ২০-০৬-২০২৪  
তারিখ: ২০-০৬-২০২৪

Deputy General Manager

মোঃ আব্দুল কালাম আজাদ  
প্রকল্প প্রধান  
নংার জুট মিলস্ লিমিটেড

Statement of Manufacturing, Trading and Profit/(Loss) or other Comprehensive Income referred to in our separate report of even date.



(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. 0684

MASUD ALTAF & CO.

Chartered Accountants

**Star Jute Mills Ltd.**  
Chandanimahal, Khulna.

**Statement of Cash Flows for the year ended 30th June, 2024.**

Sl. #	Particulars	Amount (Tk.)	
		2023-2024	2022-2023
<b>A.</b>	<b>Cash Flow From Operating Activities :</b>		
	Net Profit/ (Loss)	(88,433,698)	(71,548,437)
	Depreciation	2,500,000	2,500,000
	Add : Prior year Adjustment	(94,924,689)	88,862,565
	<b>Total</b>	<b>(180,858,387)</b>	<b>19,814,128</b>
	<b>(Increase)/(Decrease) in Current Assets</b>		
	Stock & Stores	41,065	31,463
	Debtors	131,453,205	3,615,695
	Advance, Deposit & Pre-Payments	2,018,198	424,243
	Due from BJMC Mills Accounts	(2,770)	-
	<b>Total</b>	<b>133,509,697</b>	<b>4,071,401</b>
	<b>(Increase)/(Decrease) in Current Liabilities</b>		
	Bank Overdraft	(3,591,681)	(80,008,756)
	Due to BJMC Mills	94,587	(20,005,488)
	Creditors for Goods	(3,173)	(697,296)
	Creditors for Expenses	(16,551,920)	(1,643,339)
	Creditors for Other Finance	(4,001,400)	5,792,498
	Gratuity Payable Account (Current)	(87,508,466)	(64,534,477)
	Provision for Income Tax	(576,328)	576,328
	<b>Total</b>	<b>(112,138,382)</b>	<b>(160,520,531)</b>
	<b>Total Net Cash Used in Operating Activities</b>	<b>(159,487,072)</b>	<b>(136,635,002)</b>
<b>B.</b>	<b>Cash Flow from Investing Activities :</b>		
	Addition of Non Current Assets	-	(78,213)
	<b>Total Net Cash used in Investing Activities</b>	<b>-</b>	<b>(78,213)</b>
<b>C.</b>	<b>Cash Flow from Financing Activities :</b>		
	BJMC Current Account	8,856,078	247,721,097
	Long Term Loan	115,131,400	(113,606,001)
	Gratuity Liabilities (Provision)	1,634,757	(55,143,517)
	<b>Total Net Cash Generated from Financing Activities</b>	<b>125,622,235</b>	<b>78,971,580</b>
	<b>Net Cash Inflow / (Outflow) ( A+B+C )</b>	<b>(33,864,837)</b>	<b>(57,741,635)</b>
	Opening Cash & Bank Balances	45,430,064	103,171,699
	<b>Closing Cash &amp; Bank Balances</b>	<b>11,565,227</b>	<b>45,430,064</b>

Manager (Accounts & Finance)

Deputy General Manager

This is the statement of Cash Flows referred to in our separate report of even date.

Dated, Dhaka  
8th February, 2025.



(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. 0684

MASUD ALTAF & CO.

Chartered Accountants

DVC: 2502080684AS383670

**5000 Jute Mills Ltd.**  
Chartered Accountants, Dhaka

**Schedule of Fixed Assets for the year ended 30th June, 2024.**

**A) Sundry Assets:**

Particulars	Cost			Revaluation	Total Cost as on 30.06.2024
	Opening Balance as on 01.07.2023	Addition during the year	Cost as on 30.06.2024		
	2	3	4 = (2+3)	5	6 = (4+5)
Land and Development	732,766	-	732,766	1,080,519,234	1,081,252,000
Building & Other Construction	1,001,891	-	1,001,891	22,357,278	23,359,168
Plant, Machinery & Equipment	21,230,365	-	21,230,365	232,103,013	253,333,378
Vehicles	89,692,892	-	89,692,892	203,452,989	293,145,881
Furniture & Fixture	3,341,213	-	3,341,213	-	3,341,213
Sundry Assets	2,356,532	-	2,356,532	2,594,968	4,951,500
<b>Sub Total</b>	<b>1,495,591</b>	<b>-</b>	<b>1,495,591</b>	<b>111,929</b>	<b>1,607,520</b>
<b>Sub Total</b>	<b>119,851,249</b>	<b>-</b>	<b>119,851,249</b>	<b>1,541,139,411</b>	<b>1,660,990,660</b>
<b>B) Biological Assets:</b>					
Trees	23,750	-	23,750	12,170,000	12,193,750
<b>Grand Total : (A+B)</b>	<b>119,874,999</b>	<b>-</b>	<b>119,874,999</b>	<b>1,553,309,411</b>	<b>1,673,184,410</b>

**A) Sundry Assets :**

Particulars	On Original Cost		Depreciation			Written Down Value					
	Opening as on 01.07.2023	Charged during the year	On Revaluation		Total Depreciation	Original Cost	Revaluation	Total Written Down Value as on 30.06.2024			
			Operating as on 01.07.2023	Charged during the year					For the year	Cumulative	
	2	3	4 = (2+3)	5	6	7 = (5+6)	8 = (3+6)	9 = (4+7)	10	11	12
Land Development	88,500	-	103,500	696,500	77,000	773,500	92,000	877,000	898,391	1,080,519,234.24	1,081,252,000.00
Building & Other Construction	1,551,160	265,000	1,816,160	26,357,400	2,928,600	29,286,000	3,193,600	31,102,160	19,414,205	202,817,013	222,231,218
Plant, Machinery & Equipment	10,604,260	1,828,000	12,432,260	53,837,800	5,980,000	59,817,800	7,808,000	72,250,060	77,260,632	143,635,189	220,895,821
Vehicles	1,380,000	240,000	1,620,000	-	-	-	240,000	1,620,000	1,721,213	-	1,721,213
Furniture & Fixture	179,000	31,000	210,000	221,800	24,400	246,200	55,400	456,200	2,146,532	2,348,768	4,495,300
Sundry Assets	697,800	121,000	818,800	111,300	-	111,300	121,000	930,100	676,791	629	677,420
<b>Sub Total</b>	<b>14,500,720</b>	<b>2,500,000</b>	<b>17,000,720</b>	<b>81,224,800</b>	<b>9,010,000</b>	<b>90,234,800</b>	<b>11,510,000</b>	<b>107,235,520</b>	<b>102,850,529</b>	<b>1,450,904,611</b>	<b>1,553,755,140</b>
<b>B) Biological Assets :</b>											
Trees	-	-	-	-	-	-	-	-	23,750	12,170,000	12,193,750
<b>Grand Total : (A+B)</b>	<b>14,500,720</b>	<b>2,500,000</b>	<b>17,000,720</b>	<b>81,224,800</b>	<b>9,010,000</b>	<b>90,234,800</b>	<b>11,510,000</b>	<b>107,235,520</b>	<b>102,874,279</b>	<b>1,463,074,611</b>	<b>1,565,948,890</b>

