

Final

Private & Confidential

Auditors' Report and Financial Statements

of

Amin Jute Mills Ltd.

Sholashahar, Chattogram.

For the year ended 30th June, 2022.

MASUD ALTAF & CO.

Chartered Accountants

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Independent Auditor's Report of Amin Jute Mills Ltd.

Opinion

We have audited the Financial Statements of **Amin Jute Mills Ltd.** which Comprise the Statement of Financial position as on 30th June, 2022 and related the Statement of Manufacturing, Trading and Other Comprehensive Income 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 Company gives a true and fair view of the financial position as on 30th June, 2022 and of its Statement of Manufacturing, Trading and Other Comprehensive Income for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Auditing Standards (IAS). 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), We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and 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 opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements of the Company and also separate financial statement of the Company in accordance with IFRSs as explained in note 2 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 IASs 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 an audit in accordance with International Auditing Standards IASs, 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 achieves fair presentation.

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 Company so far as it appeared from our examination of those books.
- c) The Statement of Financial Position, Statement of Manufacturing, Trading and Other Comprehensive Income and Cash Flows 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 company's business for the year.

Dated, Dhaka.
2nd May, 2023.




(MASUD ALTAF & CO.)
Chartered Accountants

Amin Jute Mills Ltd.

Sholashahar, Chattogram.

Statement of Manufacturing, Trading & Other Comprehensive Income for the year ended 30th June, 2022.

Particulars	Notes/S ch.	Amount (Tk.)	
		2021-2022	2020-2021
Sales & Services :			
Local Sales (WIP)		724,535	36,594,947
Local Sales		494,958	69,324,635
Foreign Sales		-	300,350,022
Subsidy		-	35,831,399
Duty Draw Back		-	1,809,447
Gross Income :		1,219,493	443,910,450
Cost of Sales and Services :			
Material Cost :			
Opening work in process		871,000	39,700,484
Raw Materials Consumed	21.00	-	-
Other Direct Materials	22.00	-	392,975
Sub-Total :		871,000	40,093,459
Less : Closing work-in-process		-	871,000
Total Material Cost : A		871,000	39,222,459
Conversion Cost :			
Opening work-in-process		9,000	11,492,683
Wages (02 Month Notice Pay)	23.00	-	42,111,146
Salary Officers & Staff	24.00	83,722,642	81,741,780
Power	25.00	3,799,480	2,619,712
Fuel	26.00	16,100	139,126
Repair & Maintenance	27.00	472,883	488,753
Depreciation	28.00	4,049,200	4,049,200
Insurance	29.00	558,285	1,362,230
Other Factory Overhead	30.00	8,074,922	3,140,419
Sub-Total :		100,702,513	147,145,049
Closing work-in-process		-	9,000
Total Conversion Cost : B		100,702,513	147,136,049
Cost of Production & Services : (A + B)		101,573,513	186,358,508
Add : Opening stock of Finished Goods		4,533,310	434,131,150
Sub-Total :		106,106,823	620,489,658
Less : Closing stock of F/Goods		4,161,710	4,533,310
Cost of Goods Sold		101,945,113	615,956,348
Administrative Expenses	31.00	19,084,284	3,257,401
Selling Expenses	32.00	3,913,087	11,889,319
Total Operating Expenses		124,942,484	631,103,067
Operating Profit/(Loss)		(123,722,991)	(187,192,617)
Financial Expenses :			
Interest on Cash Credit	33.00	-	-
Interest on Long Term Loan	33.00	-	-
Interest on PF	33.00	2,173,162	2,173,162
Total Financial Expenses		2,173,162	2,173,162
Non - Operating Income	34.00	8,451,278	1,652,049
Net Profit/(Loss) before Tax		(117,444,875)	(187,713,730)
Source Tax Paid	35.00	5,413,095	4,005,331
Net Profit/(Loss) after Tax		(122,857,970)	(191,719,061)
Prior year Adjustment	36.00	39,152,092	23,791,789
Total Loss/ Profit		(83,705,878)	(167,927,272)
Previous year Profit/Loss B. F.		(11,080,705,243)	(10,912,777,971)
Balance Being Loss carried Forward To Balance Sheet		(11,164,411,121)	(11,080,705,243)

This is the Statement of Manufacturing, Trading & Other Comprehensive Income referred to in our separate report of even date.

Dated, Dhaka.

02 MAY 2023

(Signature)

মোঃ জহির উদ্দিন
চর-করালপুর (হিসাব ও অর্থ)

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এ এইচ এম কামরুল হাসান
মহাপরিচালক (অর্থ প্রধান)



(MASUD ALTAF & CO.)
Chartered Accountants

Amin Jute Mills Ltd.

Sholashahar, Chattogram.

Statement of Manufacturing, Trading and Other Comprehensive Income for the year ended 30th June, 2022.

Particulars	Hessian	Sacking	CBC	Yarn	Lamination	Others	Total (Tk. in Lac)
Income :							
Local Sales(WIP)	-	-	-	-	7.08	0.17	7.25
Local Sales	0.76	2.96	-	-	-	1.23	4.95
Foreign Sales	-	-	-	-	-	-	-
Total Sales	0.76	2.96	-	-	7.08	1.40	12.20
Subsidy	-	-	-	-	-	-	-
Total Operating Income :	0.76	2.96	-	-	7.08	1.40	12.20
Material Cost :							
Opening Work-in-Process	-	-	-	-	8.54	0.17	8.71
Raw Jute	-	-	-	-	-	-	-
Other Direct Materials	-	-	-	-	-	-	-
Sub Total :	-	-	-	-	8.54	0.17	8.71
Closing Work-in-Process	-	-	-	-	-	-	-
Total Material Cost:	-	-	-	-	8.54	0.17	8.71
Conversion Cost :							
Opening Work-in-Process	-	-	-	-	-	0.09	0.09
Wages	-	-	-	-	-	-	-
Salary	-	-	-	-	-	837.23	837.23
Power/Electricity	-	-	-	-	-	37.99	37.99
Fuel	-	-	-	-	-	0.16	0.16
Repair & Maint.	-	-	-	-	-	4.73	4.73
Depreciation	-	-	-	-	-	40.49	40.49
Insurance	-	-	-	-	-	5.58	5.58
Other Factory Overhead	-	-	-	-	-	80.75	80.75
Sub Total :	-	-	-	-	-	1,007.02	1,007.02
Closing Work-in-Process	-	-	-	-	-	-	-
Total Conversion Cost	-	-	-	-	-	1,007.02	1,007.02
Cost of Production	-	-	-	-	8.54	1,007.19	1,015.73
Opening Stock of F/Goods	31.44	9.17	0.43	0.20	4.09	-	45.33
Cost of Goods available for Sale	31.44	9.17	0.43	0.20	12.63	1,007.19	1,061.06
Closing Stock of F/Goods	30.68	6.21	0.43	0.20	4.09	-	41.61
Total Cost of Sales	0.76	2.96	-	-	8.54	1,007.19	1,019.45
Administrative Expenses	-	-	-	-	-	190.84	190.84
Selling Expenses	-	-	-	-	-	39.13	39.13
Total Operating Expenses	0.76	2.96	-	-	8.54	1,237.16	1,249.42
Operating Profit/(Loss)	(0.00)	-	-	-	(1.46)	(1,235.76)	(1,237.22)
Financial Expenses :							
Interest on Cash Credit	-	-	-	-	-	21.73	21.73
Interest on PF	-	-	-	-	-	-	-
Total Interest	-	-	-	-	-	21.73	21.73
Non Operating Income	-	-	-	-	-	84.51	84.51
Total Profit/(Loss)	(0.00)	-	-	-	(1.46)	(1,172.98)	(1,174.44)
Quantity in (M.Ton)							
Baled Production	-	-	-	-	-	-	-
Opening Stock of Finished Goods	25.56	11.70	0.35	0.26	1.82	-	39.69
Goods available for Sales	25.56	11.70	0.35	0.26	1.82	-	39.69
Closing Stock of Finished Goods	25.12	8.90	0.35	0.26	1.82	-	36.45
Local Sales	0.44	2.80	-	-	-	-	3.24
Foreign Sales	-	-	-	-	-	-	-
Total Sales	0.44	2.80	-	-	-	-	3.24
Local Sales (Work-in-Process)	-	-	-	-	5.53	-	5.53
Equivalent Production	-	-	-	-	-	-	-

This is the Statement of Manufacturing, Trading & Other Comprehensive Income referred to in our separate report of even date.

Dated, Dhaka.
2nd May, 2023.



(MASUD ALTAF & CO.)
Chartered Accountants

Amin Jute Mills Ltd.

Sholashahar, Chattogram.

Statement of Cash Flows for the year ended 30th June, 2022.

Sl. #	Particulars	Amount (Tk.)	
		2021-2022	2020-2021
A.	Cash Flow from Operating Activities :		
	Net Profit/(Loss) during the year	(122,857,970)	(191,719,061)
	Previous year Adjustment	39,152,092	23,791,789
	Depreciation	4,049,200	4,049,200
	Increase/ Decrease Stock & Stores	4,129,617	495,438,042
	Increase/ Decrease Debtors (Less : Provision)	131,591,535	6,955,394
	Increase/ Decrease Due from BJMC Mills	(27,499,503)	3,316,730
	Increase/ Decrease Advance Deposits & Prepayments	18,837,674	(2,312,088)
	Increase/ Decrease BJMC Current Account	(383,778,185)	(228,528,174)
	Increase/ Decrease Liabilities for Goods	(153,434,630)	(22,933,693)
	Increase/ Decrease Liabilities for Expenses	22,291,172	(77,619,891)
	Increase/ Decrease Liabilities for Other Finance	(33,537,147)	2,084,824
	Increase/ Decrease Due to BJMC Mills	(1,550,837)	4,491,156
	Increase/ Decrease Gratuity liabilities (Provision)	(4,764,111)	(5,617,744)
	Increase/ Decrease Gratuity Payable Account (Current)	(775,834,967)	(2,081,187,100)
	Net Cash Provided from Operating Activities : (A)	(1,283,206,059)	(2,069,790,615)
B.	Cash Flow from Investing Activities :		
	Acquisition of Fixed Assets	(64,454)	(273,600)
	Net Cash used for Investing Activities : (B)	(64,454)	(273,600)
C.	Cash Flow from Financing Activities :		
	Increase/Decrease in Long Term loan re-structure loan	1,322,969,194	2,226,617,486
	Net Cash used for Financing Activities : (C)	1,322,969,194	2,226,617,486
	Net Cash Increase/Decrease : (A+B+C)	39,698,680	156,553,270
	Cash & Bank Balance at the beginning of the year	212,988,115	56,434,845
	Cash & Bank Balance at the end of the year	252,686,795	212,988,115

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

Dated, Dhaka.
2nd May, 2023.



(MASUD ALTAF & CO.)
Chartered Accountants

Amin Jute Mills Ltd.

Sholashahar, Chattogram.

Schedule of Quantity (in M.Ton) as on 30th June, 2022.

Annexure-A

Particulars	Hessian	Sacking	CBC	Yarn	Other Product			Lamina tion	Grand Total
					Mat	Tape	Total Others		
Materials Cost :									
Opening Working Process	-	-	-	-	0.33	-	0.33	5.08	5.41
Equivalent Production	-	-	-	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-	-	-	5.41
Closing Work-in-Process	-	-	-	-	-	-	-	-	-
Baled Production	-	-	-	-	-	-	-	-	-
Conversion Cost :									
Opening Work-in-Process	-	-	-	-	0.25	-	0.25	3.81	4.06
Equivalent Production	-	-	-	-	-	-	-	-	-
Sub Total	-	-	-	-	0.25	-	0.25	3.81	4.06
Closing Work-in-Process	-	-	-	-	-	-	-	-	-
Opening Stock of F/Goods	25.56	11.70	0.35	0.26	-	-	-	1.82	39.69
Goods Available for Sales	25.56	11.70	0.35	0.26	-	-	-	1.82	39.69
Closing Stock of F/Goods	25.12	8.90	0.35	0.26	-	-	-	1.82	36.45
Local Sales	0.44	2.80	-	-	-	-	-	-	3.24
Foreign Sales	-	-	-	-	-	-	-	-	-
Total Sales	0.44	2.80	-	-	-	-	-	-	3.24
Local Sales (Work-in-Process)	-	-	-	-	-	-	-	5.53	5.53
Weaving Production	-	-	-	-	-	-	-	-	-



Amin Jute Mills Ltd.

Sholashahar, Chattogram.

Schedule of Fixed Assets as on 30th June, 2022.

Sl. #	Particulars	Cost			Revaluation	Total Cost as on 30.06.2022	Depreciation on Cost		
		Opening Balance as on 01.07.2021	Addition during the year	Cost as on 30.06.2022			Opening Balance as on 01.07.2021	Charge during the year	Total original cost as on 30.06.2022
1	Land	847,356	-	847,356	22,135,940,144	5=(3+4)	6	7	8=(7+8)
2	Land Development	2,167,169	-	2,167,169	278,195,331	22,136,787,500	-	-	-
3	Building & Other Construction	19,426,344	-	19,426,344	707,421,636	726,847,980	103,200	31,200	134,400
4	Plant & Machinery with Adamjee, Equipment's	143,439,959	64,454	143,504,413	829,009,779	972,514,192	1,395,600	465,200	1,860,800
5	Transport & Vehicles	15,816,341	-	15,816,341	-	15,816,341	9,435,343	2,296,800	11,732,143
6	Furniture & Fixture	2,114,157	-	2,114,157	901,904	3,016,061	4,219,631	1,140,000	5,359,631
7	Biological Assets (Tree)	-	-	-	13,377,850	13,377,850	-	-	-
8	Sundry Assets	133,011	-	133,011	932,359	1,065,370	39,900	13,300	53,200
	Total	183,944,337	64,454	184,008,791	23,965,779,003	24,149,787,794	15,505,229	4,049,200	19,554,429
Sl. #		Particulars		Depreciation on Revaluation		Total Depreciation		Written Down Value 30.06.2022	
		Opening Balance as on 01.07.2021	Charge during the year	Total as on 30.06.2022	For the year	Cumulative	Original Cost	Revaluation	Total
9			10	11=(9+10)	12=(8+10)	13=(8+11)	14=(3-8)	15=(4-11)	16=(6-14)
1	Land	-	-	-	-	-	847,356	22,135,940,144	22,136,787,500
2	Land Development	11,315,530	5,563,900	16,879,430	5,595,100	17,013,830	2,032,769	261,315,901	263,348,670
3	Building & Other Construction	12,893,747	1,768,500	14,662,247	2,233,700	16,523,047	17,565,544	692,759,389	710,324,933
4	Plant & Machinery with Adamjee, Equipment's	63,314,005	16,580,200	79,894,205	18,877,000	91,626,348	131,772,270	749,115,574	880,887,844
5	Transport & Vehicles	-	-	-	1,140,000	5,359,631	10,456,710	-	10,456,710
6	Furniture & Fixture	280,047	54,000	334,047	156,700	748,302	1,699,902	567,857	2,267,759
7	Biological Assets (Tree)	-	-	-	-	-	-	13,377,850	13,377,850
8	Sundry Assets	279,810	93,200	373,010	106,500	426,210	79,811	559,349	639,160
	Total	88,083,139	24,059,800	112,142,939	28,109,000	131,697,368	164,454,362	23,853,636,064	24,018,090,426

Note : Plant & Machinery including Tk. 24,164,534.00 being the cost of Machinery received from Adamjee Jute Mills Ltd. And Depreciation including an amount of tk. 24,164,078.00 as total depreciation charge on those assets upto 30 June' 2021

Sl. #	Particulars	Cost		Opening Dep. as on 01.07.2021	Charge during the year	Accumulated Depreciation	Net Value as on 30.06.2022
		Original Cost as on 01/07/2021	Addition during the year				
1	Plant & Machinery (Adamjee)	24,164,534	-	24,164,078	-	24,164,078	456



Amin Jute Mills Ltd.

Sholashahar, Chattogram.

Notes to the Financial Statements for the year ended 30th June, 2022.

A. Legal form of the Enterprise :

Amin Jute Mills Ltd. was incorporated in the then East Pakistan under the Company Act, 1913 subsequently amended in 1994. The mill was placed under the control and management of Bangladesh Jute Mills Corporation (BJMC) under P.O.27 of 1972. Subsequently Bangladesh Industrial Nationalised Act, 25 of 2018.

B. Nature of Business :

The principal activities of the company is manufacturing, local sale and export of jute yarn.

C. Significant Accounting Policies :

The Mill follows an integrated accounting system. These accounts have been prepared on a going concern basis under historical cost conversion based on the generally accepted accounting principles consistently applied.

D. Basis of Presentation :

Financial Statement presentation follows the formats recommended in the International Financial Reporting Standards.

E. Cash and Cash Equivalents :

Cash in hand and cash at bank have been considered as cash and cash equivalents for the preparation of these financial statements, which were held and are available for use by the factory without any restriction. There was no significant risk of changes in value of these current assets.

F. Fixed Assets :

The Fixed Assets are shown at cost & Revaluation less accumulated depreciation. First time Revaluation was made in the year 1992-93 and Second time Revaluation was made in the year 2016-2017 and increased value transferred to Capital Reserve Account as per BJMC Guide Line.

G. Depreciation :

Fixed Assets were depreciated at straight line method @ 2.5% to 25% according the type of assets.

H. Foreign Currency Transaction:

Revenue transactions of foreign currency are converted in Bangladeshi taka at the exchange rate prevailing on the date of transaction.

I. Service Benefits :

(a) The factory is maintaining a contributory Provident Fund for its every permanent employee. The factory is providing contribution to the own contribution 10% & Company Contribution 8.33% of basic salary year of 2017-2018 of each permanent employee.

(b) The factory also provides Gratuity benefit to its every permanent employee equivalent to two months last basic salary for each completed year of service.

J. Taxation :

The factory is incurring loss since long. This year the factory also incurred loss. On the other hand source tax deducted on export proceeds have adjusted against company tax.

