

Private & Confidential

Auditors' Report and Financial Statements

of

Star Jute Mills Ltd.

Chandanimahal, Khulna.

For the year ended 30th June, 2022.

MASUD ALTAF & CO.

Chartered Accountants

Dom-Inno Lluvia, B-1

23/16, Khilji Road, Block-B

Shyamoli, Mohammadpur, Dhaka-1207.

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

Opinion

We have audited the Financial Statements of **Star Jute Mills Ltd.** which comprise the Statement of Financial position as on 30th June, 2022 and related the Statement of Manufacturing, Trading and Profit/(Loss) & 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 Profit/ (Loss) & 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 Profit/(Loss) & 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.
15th February, 2023.



[Handwritten Signature]
(MASUD ALTAF & CO.)
Chartered Accountants
DVC: 2302150684AS576063

Star Jute Mills Ltd.

Chandanimahar, Khulna.

Statements of Financial Position as on 30th June, 2022.

Sl. #	Particulars	Sch. / Notes	Amount (Tk.)	
			30.06.2022	30.06.2021
A.	Non Current Assets :			
	At Cost/Revaluation less Accumulated Depreciation	1.00	1,588,890,677.01	1,600,376,927.01
	Investment	2.00	141,337.00	141,337.00
B.	Current Assets :			
	Stock & Stores (Less : Provision)	3.00	13,018,966.72	22,851,690.72
	Debtors (Less : Provision)	4.00	167,540,785.25	317,441,710.10
	Due from BJMC Mills	5.00	13,262,847.55	12,747,460.80
	Advance, Deposit & Pre-Payments (Less : Prov.)	6.00	19,023,050.83	22,761,496.83
	Interim Revenue Support Receivable	7.00	26,110,788.00	26,110,788.00
	BJMC Current Account	8.00	-	-
	Cash & Bank Balance	9.00	103,171,698.57	100,825,208.34
C.	Total Current Assets		342,128,136.92	502,738,354.79
	Profit & Loss Account Balance	10.00	11,191,429,515.65	11,018,665,615.41
D.	Total Assets		13,122,589,666.58	13,121,922,234.21
E.	Capital & Liabilities :			
	Authorised Capital	11.00	25,000,000.00	25,000,000.00
	Issued, Subscribed & Paid-up Capital	12.00	11,500,000.00	11,500,000.00
	Govt. Equity Contribution	13.00	85,441,652.62	85,441,652.62
	Reserves	14.00	1,486,776,980.95	1,495,786,980.95
	BJMC Current Account	15.00	736,972,903.76	937,065,868.79
	Long Term Loan	16.00	10,102,284,704.65	9,128,422,365.86
	Gratuity Liabilities (Provision)	17.00	175,388,406.00	150,688,406.00
	Total		12,598,364,647.98	11,808,905,274.22
F.	Current Liabilities :			
	Bank Overdraft	18.00	113,504,005.98	99,134,947.16
	Liabilities for Goods	19.00	1,637,082.00	210,340,545.14
	Liabilities for Expenses	20.00	30,478,433.75	58,959,221.90
	Liabilities for other Finance	21.00	104,384,558.62	128,693,250.42
	Due to BJMC Mills	22.00	71,785,061.05	71,871,916.05
	Gratuity Payable Account (Current)	23.00	202,435,877.20	744,017,079.32
G.	Total Current Liabilities		524,225,018.60	1,313,016,959.99
H.	Total Liabilities		13,122,589,666.58	13,121,922,234.21

নীল রতন সাহা রায়
উপ-ব্যবস্থাপক (হিঃ ও অর্থ)
সি.আই.ডি নং-৩৩০৭০১৪
স্টার জুট মিলস লিমিটেড
চন্দানিমহল, খুলনা।

মোঃ আবুল কালাম আজাদ
প্রকল্প প্রধান
স্টার জুট মিলস লিমিটেড

This is the statement of Financial Position referred to in our separate report of even date.

Dated, Dhaka.
15th February, 2023.



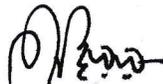
(MASUD ALTAF & CO.)
Chartered Accountants
DVC: 2302150684AS576063

Star Jute Mills Ltd.

Chandanimahala, Khulna.

Statement of Manufacturing, Trading and Profit/(Loss) or other Comprehensive Income for the year ended 30th June 2022.

Sl. #	Particulars	Sch.	Amount (Tk.)			Last year 2021
			Hessian	Sacking	Total	
Income :						
1	Local Sales	24.00	4,655,241.00	333,769.00	4,989,010.00	58,584,861.00
2	Foreign Sales	24.00	-	-	-	2,114,676.00
3	Total Sales : (1+2)		4,655,241.00	333,769.00	4,989,010.00	60,699,537.00
4	Subsidy	24.00	-	-	-	253,761.00
5	Total Income : (3+4)		4,655,241.00	333,769.00	4,989,010.00	60,953,298.00
Material Cost :						
6	Opening Work-in-Process		1,399,000.00	10,000.00	1,409,000.00	90,097,000.00
7	Raw Jute Consumption	25.00	-	-	-	-
8	Charges on Raw Jute	25.00	-	-	-	-
9	Other Direct Materials Consumed	26.00	-	-	-	-
10	Sub-Total : (6 to 9)		1,399,000.00	10,000.00	1,409,000.00	90,097,000.00
11	Closing Work-in-Process	27.00	-	-	-	1,409,000.00
12	Total Material Cost : (10-11)		1,399,000.00	10,000.00	1,409,000.00	88,688,000.00
Conversion Cost :						
13	Opening Work-in-Process		466,000.00	3,000.00	469,000.00	25,478,000.00
14	Wages	28.00	-	-	-	49,029,394.00
15	Salaries	29.00	42,646,258.84	21,969,284.86	64,615,543.70	60,161,607.77
16	Power/Electricity	30.00	1,606,810.92	827,751.08	2,434,562.00	5,429,718.00
17	Fuel	31.00	-	-	-	-
18	Repair & Maintenance	32.00	574,040.94	295,718.06	869,759.00	310,760.00
19	Depreciation	33.00	1,650,000.00	850,000.00	2,500,000.00	1,200,000.00
20	Insurance	34.00	32,012.64	16,491.36	48,504.00	136,479.00
21	Other Factory Overhead	35.00	992,618.46	511,348.90	1,503,967.36	-
22	Sub-Total : (13 to 21)		47,967,741.80	24,473,594.26	72,441,336.06	141,745,958.77
23	Closing Work-in-Process	27.00	-	-	-	469,000.00
24	Total Conversion Cost : (22-23)		47,967,741.80	24,473,594.26	72,441,336.06	141,276,958.77
25	Cost of Production : (12+24)		49,366,741.80	24,483,594.26	73,850,336.06	229,964,958.77
26	Opening Stock of Finished Goods		6,765,000.00	1,093,000.00	7,858,000.00	30,225,000.00
27	Cost of Goods Available for Sale : (25+26)		56,131,741.80	25,576,594.26	81,708,336.06	260,189,958.77
28	Closing Stock of Finished Goods	36.00	105,000.00	-	105,000.00	7,858,000.00
29	Total Cost of Sales : (27-28)		56,026,741.80	25,576,594.26	81,603,336.06	252,331,958.77
30	Administrative Expenses	37.00	8,118,816.00	12,178,224.00	20,297,040.00	22,877,031.55
31	Selling Expenses	38.00	233,830.94	350,746.42	584,577.36	2,612,780.27
32	Total Operating Expenses : (29 to 31)		64,379,388.74	38,105,564.68	102,484,953.42	277,821,770.59
33	Operating Profit/(Loss) : (5-32)		(59,724,147.74)	(37,771,795.68)	(97,495,943.42)	(216,868,472.59)
Financial Expenses :						
34	Interest	39.00	12,616,507.67	18,924,761.51	31,541,269.18	17,930,895.31
35	Total Profit/(Loss) : (33-34)		(72,340,655.42)	(56,696,557.18)	(129,037,212.60)	(234,799,367.90)
36	Non-Operating Income	40.00	-	-	-	-
37	Net Profit/(Loss) : (35+36)		(72,340,655.42)	(56,696,557.18)	(129,037,212.60)	(234,799,367.90)


নীল রতন সাহা রায়
উপ-ব্যবস্থাপক (হিসাব ও অর্থ)
স্টার জুট মিলস লিমিটেড
চন্দ্রনীরমহল, খুলনা।


মোঃ আবুল কালাম আজাদ
প্রকল্প প্রধান
স্টার জুট মিলস লিমিটেড
চন্দ্রনীরমহল, খুলনা।

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

Dated, Dhaka.
15th February, 2023.



(MASUD ALTAF & CO.)
Chartered Accountants
DVC: 2302150684AS576063

Star Jute Mills Ltd.

Chandanmahal, Khulna.

Statement of Manufacturing, Trading and Profit/(Loss) or other Comprehensive Income for the year ended 30th June 2022.

Sl. #	Particulars	Amount (Tk.)			Per M. Ton	
		Hassian	Sacking	Total	Hassian	Sacking
A.	Income :					
1	Local Sales	4,655,241.00	333,769.00	4,989,010.00	-	-
2	Foreign Sales	-	-	-	-	-
3	Total Sales : (1+2)	4,655,241.00	333,769.00	4,989,010.00	-	-
4	Subsidy	-	-	-	-	-
5	Total Operating Income : (3+4)	4,655,241.00	333,769.00	4,989,010.00	-	-
B.	Material Cost :					
6	Opening Work-in-Process	1,399,000.00	10,000.00	1,409,000.00	-	-
7	Raw Jute	-	-	-	-	-
8	Charges on Jute	-	-	-	-	-
9	Other Direct Materials	-	-	-	-	-
10	Sub-Total : (6+7+8+9)	1,399,000.00	10,000.00	1,409,000.00	-	-
11	Closing Work-in Process	-	-	-	-	-
12	Total Material Cost : (10-11)	1,399,000.00	10,000.00	1,409,000.00	-	-
C	Conversion Cost :					
13	Opening Work-in Process	466,000.00	3,000.00	469,000.00	-	-
14	Wages	-	-	-	-	-
15	Salaries	42,646,258.84	21,969,284.86	64,615,543.70	-	-
16	Power/Electricity	1,606,810.92	827,751.08	2,434,562.00	-	-
17	Fuel	-	-	-	-	-
18	Repairs & Maintenance	574,040.94	295,718.06	869,759.00	-	-
19	Depreciation	1,650,000.00	850,000.00	2,500,000.00	-	-
20	Insurance	32,012.64	16,491.36	48,504.00	-	-
21	Other Factory Overhead	992,618.46	511,348.90	1,503,967.36	-	-
22	Sub-Total : (13 to 21)	47,967,741.80	24,473,594.26	72,441,336.06	-	-
23	Closing Work-in-Process	-	-	-	-	-
24	Total Conversion Cost : (22-23)	47,967,741.80	24,473,594.26	72,441,336.06	-	-
25	Cost of Production : (12+24)	49,366,741.80	24,483,594.26	73,850,336.06	-	-
26	Opening Stock of Finished Goods	6,765,000.00	1,093,000.00	7,858,000.00	-	-
27	Cost of Goods available for Sale : (25+26)	56,131,741.80	25,576,594.26	81,708,336.06	-	-
28	Closing Stock of Finished Goods	105,000.00	-	105,000.00	-	-
29	Total Cost of Goods Sold : (27-28)	56,026,741.80	25,576,594.26	81,603,336.06	-	-
30	Administration Expenses	8,118,816.00	12,178,224.00	20,297,040.00	-	-
31	Selling Expenses	233,830.94	350,746.42	584,577.36	-	-
32	Total Operating Expenses : (29+30+31)	64,379,388.74	38,105,564.68	102,484,953.42	-	-
33	Operating Profit/Loss : (5-32)	(59,724,147.74)	(37,771,795.68)	(97,495,943.42)	-	-
D	Financial Expenses :					
34	Interest on Cash Credit	12,616,507.67	18,924,761.51	31,541,269.18	-	-
35	Interest on Long Term Loan	-	-	-	-	-
36	Total Interest : (34+35)	12,616,507.67	18,924,761.51	31,541,269.18	-	-
37	Non-Operating Income	-	-	-	-	-
38	Net Profit/Loss : (33-36+37)	(72,340,655.41)	(56,696,557.19)	(129,037,212.60)	-	-
40	Total Profit/Loss : (38+39)	(72,340,655.41)	(56,696,557.19)	(129,037,212.60)	-	-
41	Prior year Adjustment A/C	-	-	(43,726,687.64)	-	-
42	Tish year Total Profit/Loss	-	-	(172,763,900.24)	-	-
43	Previous year Accumulated Profit/Loss	-	-	(11,018,665,615.41)	-	-
44	Total Loss C/D to Balance sheet	-	-	(11,191,429,515.65)	-	-

Dated, Dhaka.
15th February, 2023.



(MASUD ALTAF & CO.)
Chartered Accountants
DVC: 2302150684AS576063

Star Jute Mills Ltd.

Chandanimahal, Khulna.

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)	(129,037,212.60)	(234,799,367.90)
	Depreciation	2,500,000.00	1,200,000.00
	Add : Prior year Adjustment	(43,726,687.64)	(3,704,163.69)
	Total	(170,263,900.24)	(237,303,531.59)
	(Increase)/(Decrease) in Current Assets		
	Stock & Stores	9,832,724.00	136,896,049.00
	Debtors	149,900,924.85	72,656,569.78
	Advance, Deposit & Pre-Payments	3,738,446.00	7,363,817.77
	Due from BJMC Mills Accounts	(515,386.75)	(186,301.00)
	Interim Revenue Support Receivables	-	-
	Total	162,956,708.10	216,730,135.55
	(Increase)/(Decrease) in Current Liabilities		
	Bank Overdraft	14,369,058.82	4,445,868.16
	Due to BJMC Mills	(86,855.00)	(1,305,832.62)
	Creditors for Goods	(208,703,463.14)	(8,983,662.68)
	Creditors for Expenses	(28,480,788.15)	(1,006,228,562.34)
	Creditors for Other Finance	(24,308,691.80)	(422,634,977.57)
	Gratuity Payable Account (Current)	(541,581,202.12)	(866,495,945.68)
	Total	(788,791,941.39)	(2,301,203,112.73)
	Total Net Cash Used in Operating Activities	(796,099,133.53)	(2,321,776,508.77)
B.	Cash Flow from Investing Activities :		
	Addition of Non Current Assets	(23,750.00)	(382,056.00)
	Revaluation of Non Current Assets	-	-
	Total Net Cash used in Investing Activities	(23,750.00)	(382,056.00)
C.	Cash Flow from Financing Activities :		
	BJMC Current Account	(200,092,965.03)	57,205,116.76
	Long Term Loan	973,862,338.79	2,352,232,479.41
	Gratuity Liabilities (Provision)	24,700,000.00	12,456,136.00
	Total Net Cash Generated from Financing Activities	798,469,373.76	2,421,893,732.18
	Net Cash Inflow / (Outflow) (A+B+C)	2,346,490.23	99,735,167.40
	Opening Cash & Bank Balances	100,825,208.34	1,090,040.94
	Closing Cash & Bank Balances	103,171,698.57	100,825,208.34

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

Dated, Dhaka.
15th February, 2023.



(MASUD ALTAF & CO.)

Chartered Accountants

DVC: 2302150684AS576063

Star Jute Mills Ltd.

Chandanimahal, Khulna.

Statement of Changes in Working Capital for the year ended 30th June, 2022.

Sl. #	Particulars	Sch./Note	Amount (Tk.)	
			2021-2022	2020-2021
A.	<u>Current Assets :</u>			
1	Stock & Stores (Less : Provision)	3.00	13,018,966.72	22,851,690.72
2	Debtors (Less : Provision)	4.00	167,540,785.25	317,441,710.10
3	Due from BJMC Mills	5.00	13,262,847.55	12,747,460.80
4	Advance, Deposits & Pre-Payments	6.00	19,023,050.83	22,761,496.83
5	Interim Revenue Support	7.00	26,110,788.00	26,110,788.00
6	BJMC Current A/C	8.00	-	-
7	Cash & Bank Balance	9.00	103,171,698.57	100,825,208.34
	Total Current Assets :		342,128,136.92	502,738,354.79
B.	<u>Current Liabilities :</u>			
1	BJMC Current A/C	15.00	736,972,903.76	937,065,868.79
2	Bank Overdraft	18.00	113,504,005.98	99,134,947.16
3	Liabilities for Goods	19.00	1,637,082.00	210,340,545.14
4	Liabilities for Expenses	20.00	30,478,433.75	58,959,221.90
5	Liabilities for other Finance	21.00	104,384,558.62	128,693,250.42
6	Due to BJMC Mills	22.00	71,785,061.05	71,871,916.05
7	Gratuity Payable Account (Current)	23.00	202,435,877.20	744,017,079.32
	Total Current Liabilities		1,261,197,922.36	2,250,082,828.78
	Net Working Capital (Decrease) : (A-B)		(919,069,785.44)	(1,747,344,473.99)



Star Jute Mills Ltd.

Chandanimahal, Khulna.

Quantity Schedule for the year ended 30th June, 2022.

Annexure - A

Particulars	Hessian	Sacking	M. Ton
<u>Weaving Production :</u>	-	-	-
<u>Materials :</u>			
Opening Work in Process	86.39	0.61	87.00
Less: Equivalent Production	-	-	-
Sub Total	86.39	0.61	87.00
Closing Work in Process	-	-	-
Baled Production	-	-	87.00
<u>Conversion :</u>			
Opening Work in Process	64.79	0.46	65.25
Less : Equivalent Production	-	-	-
Total	64.79	0.46	65.25
Closing Work in Process	-	-	-
Opening Stock Finished Goods	54.62	6.33	60.95
Goods Available for Sales	54.62	6.33	147.95
Closing Stock of Finished Goods	0.84	-	0.84
Local Sales	53.78	6.33	60.11
Foreign Sales	-	-	-
Total Sales	53.78	6.33	60.11



Stat Jute Mills Ltd.
Chandanmahal, Khulna.

Schedule of Fixed Assets for the year ended 30th June 2022.

A) Sundry Assets:

Particulars	Cost			Revaluation	Total
	Opening Balance as on 01.07.2021	Addition during the year	Cost as on 30.06.2022		
(1)	(2)	(3)	(4)	(5)	(6)
Land	732,765.76	-	732,765.76	1,080,519,234.24	1,081,252,000.00
Land Development	1,001,890.68	-	1,001,890.68	22,357,277.65	23,359,168.33
Building & Other Construction	21,230,364.64	-	21,230,364.64	232,103,013.24	253,333,377.88
Plant, Machinery & Equipment	89,692,891.51	-	89,692,891.51	203,452,989.29	293,145,880.80
Vehicles	3,263,000.00	-	3,263,000.00	-	3,263,000.00
Furniture & Fixture	2,356,532.42	-	2,356,532.42	2,594,967.58	4,951,500.00
Sundry Assets	1,495,591.33	-	1,495,591.33	111,928.67	1,607,520.00
Sub Total	119,773,036.34	-	119,773,036.34	1,541,139,410.67	1,660,912,447.01
B) Biological Assets :					
Trees	-	23,750.00	23,750.00	12,170,000.00	12,193,750.00
Grand Total : (A+B)	119,773,036.34	23,750.00	119,796,786.34	1,553,309,410.67	1,673,106,197.01

(A) Sundry Assets :

Particulars	On Original Cost			Depreciation			Written Down Value				
	Opening as on 01.07.2021	Charged during the year	Total as on 30.06.2022	Opening as on 01.07.2021	Charged during the year	Total as on 30.06.2022	Original Cost	Revaluation	Total		
										Total Depreciation	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Land	-	-	-	-	-	-	-	-	732,765.76	-	732,765.76
Land Development	58,500.00	15,000.00	73,500.00	542,500.00	77,000.00	619,500.00	92,000.00	693,000.00	928,390.68	1,080,519,234.24	1,081,252,000.00
Building & Other Construction	1,021,160.00	265,000.00	1,286,160.00	20,500,200.00	2,928,600.00	23,428,800.00	3,193,600.00	24,714,960.00	19,944,204.64	21,757,777.65	22,666,168.33
Plant, Machinery & Equipment	6,948,260.00	1,828,000.00	8,776,260.00	41,877,800.00	5,980,000.00	47,857,800.00	7,808,000.00	56,634,060.00	80,916,631.51	208,674,213.24	228,618,417.88
Vehicles	900,000.00	240,000.00	1,140,000.00	-	-	-	240,000.00	1,140,000.00	2,123,000.00	155,595,189.29	236,511,820.80
Furniture & Fixture	117,000.00	31,000.00	148,000.00	173,000.00	24,400.00	197,400.00	55,400.00	345,400.00	2,208,532.42	2,397,567.58	2,123,000.00
Sundry Assets	455,800.00	121,000.00	576,800.00	111,300.00	-	111,300.00	121,000.00	688,100.00	918,791.33	628.67	919,420.00
Sub Total	9,500,720.00	2,500,000.00	12,000,720.00	63,204,800.00	9,010,000.00	72,214,800.00	11,510,000.00	84,215,520.00	107,772,316.34	1,468,924,610.67	1,576,696,927.01
B) Biological Assets :											
Trees	-	-	-	-	-	-	-	-	23,750.00	12,170,000.00	12,193,750.00
Grand Total : (A+B)	9,500,720.00	2,500,000.00	12,000,720.00	63,204,800.00	9,010,000.00	72,214,800.00	11,510,000.00	84,215,520.00	107,796,066.34	1,481,094,610.67	1,588,890,677.01



Star Jute Mills Ltd.

Chandanimahar, Khulna.

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

A. Legal form of the Enterprise :

Star Jute Mills Ltd. incorporated in then the 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 Susequantly Industrial Nationaligation Act No. 25 of 2018.

B. Nature of Business :

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

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. 1st time Revaluation was made in the year 1992-93 and 2nd 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.

(b) The factory also provides Gratuity benefit to its every permanent employee equivalent to two months last basic wages/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.

K. Liabilities for Expenses :

Provision for certain expenses and known liabilities were made in the accounts during the year under audit.

L. Reporting period :

The financial statements of the factory cover the period of 1st July, 2021 to 30th June, 2022 consistently.