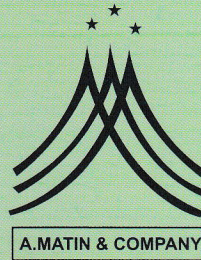


**PRIVATE & CONFIDENTIAL**

**AUDIT REPORT  
&  
FINANCIAL STATEMENTS  
OF  
MEGHNA JUTE MILLS LIMITED  
FOR THE YEAR ENDED ON 30<sup>TH</sup> JUNE, 2025**



**এ.মতীন এন্ড কোং  
A. MATIN & COMPANY  
CHARTERED ACCOUNTANTS**

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এ. মতীন এন্ড কোং  
**A. MATIN & CO.**  
Chartered Accountants

**INDEPENDENT AUDITOR'S REPORT**

To The Shareholders

Meghna Jute Mills Limited

Nagoriyakandi, Narsingdi.

FOR THE FINANCIAL YEAR ENDED 30<sup>TH</sup> JUNE 2025.

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

**Qualified Opinion**

We have audited the financial statements of **Meghna Jute Mills Limited**, which comprise of the Statement of Financial Position as at 30<sup>th</sup> June 2025, Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended and Notes to the Financial Statements.

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 or give a true and fair view of the Financial Position of the Company as at 30<sup>th</sup> June 2025 and of its Financial Performance and Cash Flows for the year then ended in accordance with the International Financial Reporting Standards (IFRS).

**Basis for Qualified Opinion**

With modification to this report, we would like to state that

1. During the course of our audit, we observed that although the entity applies the revaluation model for its property, plant and equipment, no revaluation has been carried out since 2016-2017, which is not in compliance with paragraph 31 of IAS 16. Furthermore, despite the existence of indicators of impairment, such as most of the assets are obsolete or physically damaged and remain idle, the entity has not performed an impairment assessment in accordance with paragraph 9 of IAS 36.
2. During the year, the entity disposed of **Plant, Machinery and Equipment** having a **cost of Tk. 7,373,829/-** and a **revaluation balance of Tk. 17,614,219/-**, with **accumulated depreciation of Tk. 2,654,086/- on cost** and **Tk. 8,037,531/- on revaluation**. However, no supporting documents or explanations were provided to enable us to verify the basis on which the cost and revaluation balances, along with the related accumulated depreciation of the disposed assets as at the date of disposal, were determined.

We also observed that **only depreciation on cost has been charged to profit or loss**, while **depreciation relating to the revaluation portion has been adjusted against Reserves (Note-13)**, which does not comply with **IAS 16**, as the standard requires that **depreciation on both the cost and revaluation components be recognized in profit or loss**.

3. The entity has failed to provide us any books of accounts or other alternative documents to substantiate the adjustment of Dewan Trade of Tk. 1,568,706/- reported under Trade Debtors Foreign (Note-4.01), Revenue Reserve against sale of Fixed Assets of Tk. 1,289,812/- (Note-14.00). As a result, we are unable to verify these reported balances.



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এ. মতীন এন্ড কোং  
**A. MATIN & CO.**  
Chartered Accountants

### Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, we also report the following except for the effects of the matter described in the Basis for Qualified Opinion:

- 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; and
- 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 accounts.
- d) The Expenditure incurred was for the purpose of the Company's Business.

Monika Nashat Matin, FCA

Enrolment No. 1968

A. Matin & Co.

Chartered Accountants

DVC: 260 308 1968 AS 9 27 29 0

Place: Dhaka, Bangladesh

Dated: 08 MAR 2026





এ. মতীন এন্ড কোং  
**A. MATIN & CO.**  
Chartered Accountants

**Meghna Jute Mills Limited**  
Statement of Financial Position

As on 30th June, 2025

Particulars	Notes	Amount in (Tk.)	
		30.06.2025	30.06.2024
<b>Property &amp; Assets:</b>			
<b>A. Non Current Assets:</b>			
At Cost/Revaluation less accumulated depreciation	1.00	2,178,810,417	2,203,439,094
Investment	2.00	-	-
<b>Total Non Current Assets:</b>		<b>2,178,810,417</b>	<b>2,203,439,094</b>
<b>B. Current Assets:</b>			
Stock, Stores & Spares	3.00	-	-
Debtors (Less: Provisions)	4.00	13,627,302	15,196,008
Due from BJMC Mills	5.00	-	-
Advance, Deposit & Pre-payments	6.00	-	-
Interim Revenue support receivable	7.00	6,637,366	6,637,366
BJMC Current Accounts	8.00	-	-
Cash & Bank Balance	9.00	-	-
<b>Total Current Assets</b>		<b>20,264,668</b>	<b>21,833,374</b>
<b>Total Property &amp; Assets: (A+B)</b>		<b>2,199,075,085</b>	<b>2,225,272,468</b>
<b>C Capital &amp; Liabilities:</b>			
Authorised Capital	11.00	50,000,000	50,000,000
<b>D. Shareholders Equity &amp; Retained Earning:</b>			
Issued, Subscribed & Paid-up Capital	12.00	10,000,000	10,000,000
Govt. Equity Contribution	13.00	55,185,640	55,185,640
Reserves	14.00	2,151,273,046	2,170,587,550
Accumulated Profit & Loss Account (Retained Earning)	10.00	(2,792,894,430)	(2,768,723,914)
<b>Total Equity &amp; Retained Earning</b>		<b>(576,435,744)</b>	<b>(2,703,538,274)</b>
<b>Non Current Liabilities</b>			
<b>E. Current Accounts with United Jute Mills</b>			
Long Term Loan	15.00	2,761,462,606	2,746,345,344
Gratuity Liabilities (Provision)	16.00	-	-
<b>Total Non Current Liabilities</b>	17.00	<b>8,727,178</b>	<b>6,081,178</b>
<b>F. Current Liabilities:</b>			
Bank Over Draft	18.00	-	-
Liabilities for Goods	19.00	-	-
Liabilities for Expenses	20.00	4,377,096	3,997,096
Liabilities for other Finance	21.00	943,949	1,799,574
Due to BJMC Mills	22.00	-	-
Gratuity Payable Account (Current)	23.00	-	-
<b>Total Current Liabilities</b>		<b>5,321,045</b>	<b>5,796,670</b>
<b>Total Capital &amp; Liabilities (D+E+F)</b>		<b>2,199,075,085</b>	<b>2,225,272,468</b>

Manager (Accounts & Finance)

General Manager (Project Head)

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



  
Monika Nashat Matin, FCA  
Enrollment No. 1968  
A. Matin & Co.

Place: Dhaka, Bangladesh.

Date: 08 MAR 2025



**Meghna Jute Mills Limited**

Statement of Profit or Loss & Other Comprehensive Income  
For the year ended 30th June, 2025

Particulars	Notes	Amount in Taka			
		2024-25			2023-24
		Hessian	Sacking	Total	
<b>Income:</b>					
1 Foreign sales	25	-	-	-	-
2 Local sales	26	-	-	-	-
3 Total sales (1+2):		-	-	-	-
4 Subsidy		-	-	-	-
5 Total Income (3+4):		-	-	-	-
<b>Material Cost:</b>					
6 Opening work-in-process		-	-	-	-
7 Raw Jute consumption	27	-	-	-	-
8 Charges on Raw Jute	28	-	-	-	-
9 Other direct materials consumed	29	-	-	-	-
10 Sub-Total (6 to 9):		-	-	-	-
11 Closing work-in-process		-	-	-	-
12 Total Material cost (10-11):		-	-	-	-
<b>Conversion Cost:</b>					
13 Opening work-in-process		-	-	-	-
14 Wages	30	-	-	-	-
15 Salaries	31	-	-	21,176,318	21,422,014
16 Power/Electricity	32	-	-	595,377	423,436
17 Fuel	33	-	-	-	-
18 Repairs & maintenance	34	-	-	147,288	65,245
19 Depreciation	35	-	-	594,430	2,966,817
20 Insurance	36	-	-	4,602	4,321
21 Other Factory overhead	37	-	-	-	34,795
22 Sub-Total (13 to 21):		-	-	22,518,015	24,916,628
23 Closing work-in-process		-	-	-	-
24 Total Conversion cost (22-23):		-	-	22,518,015	24,916,628
25 Cost of production (12+24):		-	-	22,518,015	24,916,628
26 Opening stock of Finished goods		-	-	-	-
27 Cost of goods available for sale(25+26)		-	-	22,518,015	24,916,628
28 Closing stock of Finished goods		-	-	-	-
29 Total cost of sales (27- 28):		-	-	22,518,015	24,916,628
30 Administrative expenses	38	-	-	3,485,144	3,412,742
31 Selling expenses	39	-	-	-	74,621
32 Total operating expenses (29 to 31):		-	-	26,003,159	28,403,991
33 Operating Profit/(Loss) (5 - 32)		-	-	(26,003,159)	(28,403,991)
<b>Financial Expenses:</b>					
34 Interest (Cash Credit)		-	-	-	-
35 Interest (Long term Loan)	40	-	-	-	-
36 Total Interest (34+35):		-	-	-	-
37 loss On Sale Of Plant & Machinery	41	-	-	(6,870,393)	-
38 Total Profit/(Loss) (33+36):		-	-	(32,873,552)	(28,403,991)
39 Tax Paid At Source (TDS)	42	-	-	873,652	-
40 Net Profit/(Loss) After Tax (TDS)(39-40)		-	-	(33,747,203)	(28,403,991)

Manager (Accounts & Finance)

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

General Manager (Project Head)



*[Signature]*  
Monika Nashat Matin, FCA  
Enrollment No. 1968  
A. Matin & Co.

Chartered Accountants

Place: Dhaka, Bangladesh.

Date: 30 June 2025



**Meghna Jute Mills Ltd.**

Statement of Change in Equity  
For year ended 30th June, 2025

Particulars	Share Capital	Equity Contribution	Reserves	P&L A/C	Total
Balance as on 01.07.2024	10,000,000	55,185,640	2,170,587,550	(2,768,723,914)	(532,950,724)
Depreciation on Re-Valuation Assets	-	-	(9,737,816)	-	(9,737,816)
Disposal of Fixed Assets	-	-	(9,576,688)	-	(9,576,688)
Profit on Disposal of Fixed Assets	-	-	-	9,576,688	9,576,688
Loss During the Year	-	-	-	(33,747,203)	(33,747,203)
Closing Balance as on 30.06.25	10,000,000	55,185,640	2,151,273,046	(2,792,894,430)	(576,435,744)

Manager (Accounts & Finance)

General Manager (Project Head)





**Meghna Jute Mills Limited**

Statement of Cash Flow

For the Year Ended June 30, 2025

Particulars	Amount in Taka	
	2024-2025	2023-2024
<b>A. Cash Flows from Operating Activities</b>		
Net Profit Before Tax	(32,873,552)	(28,403,991)
Prior year adjustment		
Add: Finance Cost	-	-
Add: Depreciation on Fixed Assets (Cost)	594,430	2,966,817
Less: Profit/Loss on Disposal of Fixed Assets	9,576,688	2,472,863
(Increase)/Decrease in Stock, Stores & Spares	-	-
(Increase)/Decrease in Debtors (Less: Provisions)	1,568,706	1,989,500
(Increase)/Decrease in Due from BJMC Mills	-	-
(Increase)/Decrease in Advance, Deposit & Pre-payments	-	-
(Increase)/Decrease in Interim Revenue support receivable	-	-
(Increase)/Decrease in BJMC Current Account	-	-
(Increase)/Decrease in Current A/C with United Jute Mills	15,117,262	10,796,425
(Increase)/Decrease in Current A/C with Chandpur Jute Mills	-	-
Increase/(Decrease) in Liabilities for Goods	-	-
Increase/(Decrease) in Liabilities for Expenses	380,000	629,941
Increase/(Decrease) in Liabilities for Other Finance	(855,626)	1,697,002
Increase/(Decrease) in Due to BJMC/ De-Nationalised Jute Mills	-	-
Increase/(Decrease) in Gratuity Liabilities (Provision)	2,646,000	476,844
<b>Cash Generated from Operations</b>	<b>(3,846,092)</b>	<b>(7,374,599)</b>
Tax Paid	(873,652)	-
Less: Bank Commission & Charges Paid	-	-
<b>Net Cash Generated from Operating Activities</b>	<b>(4,719,743)</b>	<b>(7,374,599)</b>
<b>B. Cash flows from Investing Activities</b>		
Cash Payment to acquire Fixed Assets	-	-
Disposal of Fixed Asset	4,719,743	7,374,599
<b>Net cash used in investing activities</b>	<b>4,719,743</b>	<b>7,374,599</b>
<b>C. Cash flows from Financing Activities</b>		
Cash Receipt from Long-Term Liabilities	-	-
Cash Paid for Gratuity Liabilities (Provision)	-	-
<b>Net cash Flow from Financing Activities</b>	<b>-</b>	<b>-</b>
<b>D. Net Cash Inflows/(outflows) {A+B+C}</b>	<b>-</b>	<b>-</b>
<b>E. Cash and Cash Equivalent at The Beginning of The Year</b>	<b>-</b>	<b>-</b>
<b>F. Cash and Cash Equivalent at The End of The Year</b>	<b>-</b>	<b>-</b>

