

**Private & Confidential**

**Auditors' Report Financial Statements**

of

**R R Jute Mills Ltd.**

Banshbaria, Shitakundha, Chattogram.

For the year ended 30<sup>th</sup> June, 2025.

**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

Mobile no. 01711-536193

E-mail : macaudit.2002@gmail.com

## **Independent Auditors' Report of R R Jute Mills Ltd.**

### **Qualified Opinion**

We have audited the Financial Statements of **R R Jute Mills Ltd.** which comprise the Statement of Financial Position as on 30<sup>th</sup> June, 2025 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, except for the effects of the matter described in the basis for qualified opinion paragraph of our report, the accompanying financial statements of the Company gives a true and fair view of the financial position as on 30<sup>th</sup> June, 2025 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. They Could not maintain any fixed assets register amounting to **Tk. 940,738,407.00** 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. Duty Draw Back amounting to **Tk. 976,847.25** Which Coming from last year Without any adjustment & Management Could not Provide source documents (See Accounts Notes 4.00).
3. Due from BJMC Mills amounting to **Tk. 90,241,053.14** from 21 (Twenty-One) parties out of which **Tk. 88,606,525.91** from 20 (Twenty) parties coming from last year without any adjustment. (See Accounts Notes 5.00).
4. Receivable From Nature Bac amounting to **Tk. 59,870,483.69** Which has been Carrying froward since year 2009-2010 Without any adjustment (See Accounts Notes 6.00).
5. BJMC (HO) Lease Account amounting to **Tk. 47,397,931.50** Which Coming from last year Without any adjustment & Management Could not Provide source documents (See Accounts Notes 7.00).
6. Deposit amounting to **Tk. 728,150.35** Which Coming from last year Without any adjustment (See Accounts Notes 8.02.)
7. Interim Revenue Support Receivable amounting **Tk. 3,104,401.00** Which represents amount receivable against the loss for the year 1994-95 & 1995-96. (See Accounts Notes 9.00)



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 23/16, Khilji Road, Block-B  
 Shaymoli, Mohammadpur, Dhaka-1207.  
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8. The Entity incurred a series of net losses in the consecutive year to year due to operation of Mill production closed on 1<sup>st</sup> July 2020. Last four year details are given below.

| Financial year | Net profit/Loss after tax. | Profit & Loss account balance (Retained Earnings) |
|----------------|----------------------------|---|
| 2021-2022      | (28,237,035.16)            | (1,267,091,706.16)                                |
| 2022-2023      | (23,608,840.85)            | (1,304,288,854.85)                                |
| 2023-2024      | (24,214,444.78)            | (1,327,697,335.85)                                |
| 2024-2025      | (24,180,295.59)            | (1,352,634,302.27)                                |

9. BJMC Current account amounting **Tk. 356,620,078.23** are shown in the statement of financial Position which are not reconciled with BJMC. (See Accounts Notes 17.00).
10. Long Term Loans which are NCB loan amounting **Tk. 95,933,136.13**, Govt. Loan amounting **Tk. 712,023,510.56** & Govt. Loan for Retired and Terminated workers amounting **Tk. 211,916,705.00** are shown in the statement of financial Position where the management not provide any authentic or Source Document. (See Accounts Notes 18.00).
11. Due to BJMC Mills amounting to **Tk. 34,036,209.62** from 11 (Eleven) parties out of which **Tk. 31,931,575.39** from 10 (Ten) parties coming from last year without any adjustment. (See Accounts Notes 24.00.a).

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), 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 qualified 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.



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### **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 an audit in accordance with International Standards on Auditing (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.
- 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 achieves fair presentation.

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 relationship and other matters that may reasonably be thought to on our independence, and where applicable, related safeguards.



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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, 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, 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 company's business for the year.

Dated, Dhaka.  
3<sup>rd</sup> November, 2025.





(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. 0684

**MASUD ALTAF & CO.**

Chartered Accountants

**DVC: 2511030684AS115328**

**R R Jute Mills Ltd.**  
Banshbaria, Shitakundha, Chattogram.

**Statement of Financial Position as on 30th June, 2025.**

| Sl. #     | Particulars   | Notes/ Sch. | Amount (Tk.)            |                         |
|-----------|---|-------------|-------------------------|-------------------------|
|           |   |             | 30.06.2025              | 30.06.2024              |
| <b>A.</b> | <b>Property, Plant &amp; Equipment:</b>               |             |                         |                         |
|           | <b>Non Current Assets :</b>                           |             |                         |                         |
|           | (At Cost & Revaluation less accumulated depreciation) | 1           | 940,738,407.00          | 942,876,906.00          |
|           | Investment  | 2           | 8,000.00                | 8,000.00                |
|           | Deferred Expenses                                     |             |                         |                         |
|           | <b>Total Non Current Assets : (A)</b>                 |             | <b>940,746,407.00</b>   | <b>942,884,906.00</b>   |
| <b>B.</b> | <b>Current Assets :</b>                               |             |                         |                         |
|           | Stock of Stores & Spares                              | 3           | -                       | 6,510,698.42            |
|           | Debtors (less: Provisions)                            | 4           | 976,847.25              | 1,050,806.25            |
|           | Due from BJMC Mills & De-Nationalised Mills           | 5           | 90,529,972.31           | 90,505,209.31           |
|           | Receivable From Nature Bac                            | 6           | 60,021,176.69           | 60,156,184.69           |
|           | BJMC (HO) Lease A/c                                   | 7           | 47,397,931.50           | 47,397,931.50           |
|           | Advance, Deposits & prepayment .                      | 8           | 2,605,153.65            | 2,496,194.65            |
|           | Interim Revenue Support Receivable                    | 9           | 3,104,401.02            | 3,104,401.02            |
|           | BJMC Current A/C                                      | 10          | -                       | -                       |
|           | Cash & Bank Balances                                  | 11          | 2,570,379.89            | 2,443,611.65            |
|           | <b>Total Current Assets : (B)</b>                     |             | <b>207,205,862.31</b>   | <b>213,665,037.49</b>   |
|           | <b>Total Assets: (A+B)</b>                            |             | <b>1,147,952,269.31</b> | <b>1,156,549,943.49</b> |
|           | <b>Capital &amp; Liabilities :</b>                    |             |                         |                         |
| <b>C.</b> | <b>Authorised Capital</b>                             | 13          | 25,000,000.00           | 25,000,000.00           |
| <b>D.</b> | <b>Equity &amp; Retained Earnings :</b>               |             |                         |                         |
|           | Issued,Subscribed & paid -up Capital                  | 14          | 5,000,000.00            | 5,000,000.00            |
|           | Govt. Equity Contribution                             | 15          | 78,282,000.00           | 78,282,000.00           |
|           | Accumulated Profit & Loss(Retained Earnings)          | 12          | (1,352,634,302.27)      | (1,327,697,335.85)      |
|           | Reserve   | 16          | 892,335,712.02          | 893,579,885.02          |
|           | BJMC Current Account                                  | 17          | 356,620,078.23          | 344,525,303.32          |
|           | <b>Total Equity &amp; Retained Earnings : (D)</b>     |             | <b>(20,396,512.02)</b>  | <b>(6,310,147.51)</b>   |
| <b>E.</b> | <b>Long Term Liabilities:</b>                         |             |                         |                         |
|           | Long Term Loan  | 18          | 1,015,981,534.55        | 1,015,981,534.55        |
|           | Gratuity Liabilities (Provision )                     | 19          | 29,100,600.00           | 29,075,360.00           |
|           | <b>Total Long Term Liabilities: (E)</b>               |             | <b>1,045,082,134.55</b> | <b>1,045,056,894.55</b> |
| <b>F.</b> | <b>Current Liabilities :</b>                          |             |                         |                         |
|           | Bank Overdraft  | 20          | -                       | -                       |
|           | Liabilities for Goods                                 | 21          | 1,998,081.25            | 2,010,212.25            |
|           | Liabilities for Expenses                              | 22          | 23,331,321.61           | 19,843,604.01           |
|           | Liabilities for other Finance                         | 23          | 59,064,323.71           | 58,525,691.98           |
|           | Due to BJMC Mills & De-Nationalised Mills             | 24          | 34,283,797.59           | 32,834,565.59           |
|           | Gratuity Payable Account (Current)                    | 25          | 4,589,122.62            | 4,589,122.62            |
|           | <b>Total Current Liabilities : (F)</b>                |             | <b>123,266,646.78</b>   | <b>117,803,196.45</b>   |
|           | <b>Total Capital &amp; Liabilities : (D+E+F)</b>      |             | <b>1,147,952,269.31</b> | <b>1,156,549,943.49</b> |

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

মোঃ সাখাওয়াত হান্নকার  
ব্যবস্থাপক (হিসাব ও অর্থ)  
ও হিসাব বিভাগীয় প্রধান  
আর. আর. জুট মিলস লিমিটেড  
বান্দারিয়া, চট্টগ্রাম।

মোঃ নূর নবী  
ব্যবস্থাপক (উৎপাদন) ও  
প্রকল্প প্রধান  
আর. আর. জুট মিলস লিমিটেড

Dated, Dhaka  
3rd November, 2025.



(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. : 0684

MASUD ALTAF & CO.

Chartered Accountants

**R R Jute Mills Ltd.**

Banshbaria, Shitakundha, Chattogram.

**Statement of Manufacturing, Trading and Profit/(Loss) & other Comprehensive Income  
for the year ended 30th June, 2025.**

| Sl. # | Particulars                                       | Notes | Amount (Tk.) |      |                           | Last year<br>2023-2024    |
|-------|---|-------|--------------|------|---------------------------|---------------------------|
|       |   |       | C.B.C.       | Yarn | Total                     |                           |
|       | <b>Income:</b>                                    |       |              |      |                           |                           |
| 1     | Foreign Sales                                     | 26    | -            | -    | -                         | -                         |
| 2     | Local Sales                                       |       | -            | -    | -                         | -                         |
| 3     | <b>Total Sales : (1+2)</b>                        |       | -            | -    | -                         | -                         |
| 4     | Subsidy   |       | -            | -    | -                         | -                         |
| 5     | <b>Total Operating Income : (3+4)</b>             |       | -            | -    | -                         | -                         |
|       | <b>Material Cost :</b>                            |       |              |      |                           |                           |
| 6     | Opening Work in Process                           | 27    | -            | -    | -                         | -                         |
| 7     | Raw jute  | 28    | -            | -    | -                         | -                         |
| 8     | Charge on jute                                    | 29    | -            | -    | -                         | -                         |
| 9     | Other Direct Materials                            | 30    | -            | -    | -                         | -                         |
| 10    | <b>Sub Total : (6 to 9)</b>                       |       | -            | -    | -                         | -                         |
| 11    | Clo. work in Process                              | 31    | -            | -    | -                         | -                         |
| 12    | <b>Total Materials Cost : (10-11)</b>             |       | -            | -    | -                         | -                         |
|       | <b>Conversion Cost :</b>                          |       |              |      |                           |                           |
| 13    | Opening Work in Process                           | 27    | -            | -    | -                         | -                         |
| 14    | Wages(Notice pay)                                 | 32    | -            | -    | -                         | -                         |
| 15    | Salaries  | 33    | -            | -    | 17,764,985.33             | 18,171,941.70             |
| 16    | Power   | 34    | -            | -    | 569,250.00                | 405,391.00                |
| 17    | Fuel  | 35    | -            | -    | 97,538.00                 | 72,382.00                 |
| 18    | Repairs & Maintenance                             | 36    | -            | -    | 223,014.00                | 74,580.00                 |
| 19    | Depreciation                                      | 37    | -            | -    | 894,326.00                | 894,326.00                |
| 20    | Insurance   | 38    | -            | -    | 11,630.00                 | 11,630.00                 |
| 21    | Other Factory Overhead                            | 39    | -            | -    | -                         | -                         |
| 22    | <b>Sub-Total : (13 to 21)</b>                     |       | -            | -    | <b>19,560,743.33</b>      | <b>19,630,250.70</b>      |
| 23    | Closing Work in Process                           | 31    | -            | -    | -                         | -                         |
| 24    | <b>Total Conversion Cost : (22-23)</b>            |       | -            | -    | <b>19,560,743.33</b>      | <b>19,630,250.70</b>      |
| 25    | <b>Cost of Production : (12+24)</b>               |       | -            | -    | <b>19,560,743.33</b>      | <b>19,630,250.70</b>      |
| 26    | Opening Stock of F/Goods                          | 40    | -            | -    | -                         | -                         |
| 27    | <b>Cost of Goods available for Sale : (25+26)</b> |       | -            | -    | <b>19,560,743.33</b>      | <b>19,630,250.70</b>      |
| 28    | <b>Total Cost of Sales : (27-28)</b>              | 41    | -            | -    | -                         | -                         |
| 29    | <b>Gross Profit / (Loss) : (5-29)</b>             |       | -            | -    | <b>19,560,743.33</b>      | <b>19,630,250.70</b>      |
| 30    | Admn. Expenses                                    | 42    | -            | -    | 4,702,557.50              | 4,650,624.09              |
| 31    | Selling Expenses                                  | 43    | -            | -    | -                         | -                         |
| 32    | <b>Total Operating Expenses : (31 to 32)</b>      |       | -            | -    | <b>24,263,300.83</b>      | <b>24,280,874.79</b>      |
| 33    | <b>Operating Profit/(Loss) : (30-33)</b>          |       | -            | -    | <b>(24,263,300.83)</b>    | <b>(24,280,874.79)</b>    |
|       | <b>Financial Expenses :</b>                       |       |              |      |                           |                           |
| 34    | Interest Cash Credit                              | 45    | -            | -    | -                         | -                         |
| 35    | Interest on long Term Loan                        | 46    | -            | -    | -                         | -                         |
| 36    | <b>Total Interest : (36+37)</b>                   |       | -            | -    | -                         | -                         |
| 37    | <b>Total Profit / Loss : (34-38)</b>              |       | -            | -    | <b>(24,263,300.83)</b>    | <b>(24,280,874.79)</b>    |
| 38    | Non Operating Income                              | 47    | -            | -    | 83,005.24                 | 66,430.01                 |
| 39    | <b>Net Profit/(Loss) before Tax</b>               |       | -            | -    | <b>(24,180,295.59)</b>    | <b>(24,214,444.78)</b>    |
| 40    | <b>Less: Turnover Tax Paid/TDS</b>                | 44    | -            | -    | -                         | -                         |
| 41    | <b>Net Profit/(Loss) after Tax</b>                |       | -            | -    | <b>(24,180,295.59)</b>    | <b>(24,214,444.78)</b>    |
| 42    | Add:Previous year adjustment                      | 48    | -            | -    | (756,670.83)              | 805,963.78                |
| 43    | Add Accumulated loss up to Previous year          |       | -            | -    | (1,327,697,335.85)        | (1,304,288,854.85)        |
| 44    | <b>Balance Transfer to Balance Sheet</b>          |       | -            | -    | <b>(1,352,634,302.27)</b> | <b>(1,327,697,335.85)</b> |

This is the Statement of Manufacturing, Trading and Profit/(Loss) & other Comprehensive Income referred to in our separate report of

মোঃ সাখাওয়াত খন্দকার  
ব্যবস্থাপক (হিসাব ও অর্থ)  
ও হিসাব বিভাগীয় প্রধান  
আর. আর. জুট মিলস লিমিটেড  
বিশ্বাভারতা, চট্টগ্রাম।  
Dated, Dhaka  
3rd November, 2025.

মোঃ নূর নবী  
ব্যবস্থাপক (উৎপাদন) ও  
প্রকল্প প্রধান  
আর. আর. জুট মিলস লিমিটেড  
বিশ্বাভারতা, চট্টগ্রাম।



(Md. Altaf Hossain Masud, FCA)

Principal, Enrolment No. : 0684

MASUD ALTAF & CO.

Chartered Accountants

DVC: 2511020684AS115228

## R R Jute Mills Ltd.

Banshbaria, Shitakundha, Chattogram.

### Statement of Changes in Equity for year ended 30th June, 2025.

| Particulars                            | Share Capital       | Equity Contribution  | Reserve               | Profit and Loss Account   | Total                   |
|--|---------------------|----------------------|-----------------------|---------------------------|-------------------------|
| Balance as on 01.07.2024               | 5,000,000.00        | 78,282,000.00        | 893,579,885.02        | (1,327,697,335.85)        | (350,835,450.83)        |
| Deprication on Re-Valuation Assets     | -                   | -                    | (1,244,173.00)        | -                         | (1,244,173.00)          |
| Prior year Adjustment                  | -                   | -                    | -                     | (756,670.83)              | (756,670.83)            |
| Profit & Loss A/C                      | -                   | -                    | -                     | (24,180,295.59)           | (24,180,295.59)         |
| <b>Closing Blance as on 30.06.2025</b> | <b>5,000,000.00</b> | <b>78,282,000.00</b> | <b>892,335,712.02</b> | <b>(1,352,634,302.27)</b> | <b>(377,016,590.25)</b> |

### Statement of Changes in Equity for year ended 30th June, 2024.

| Particulars                            | Share Capital       | Equity Contribution  | Reserve               | Profit and Loss Account   | Total                   |
|--|---------------------|----------------------|-----------------------|---------------------------|-------------------------|
| Balance as on 01.07.2023               | 5,000,000.00        | 78,282,000.00        | 894,824,058.02        | (1,304,288,854.85)        | (326,182,796.83)        |
| Deprication on Re-Valuation Assets     | -                   | -                    | (1,244,173.00)        | -                         | (1,244,173.00)          |
| Prior year Adjustment                  | -                   | -                    | -                     | 805,963.78                | 805,963.78              |
| Profit & Loss A/C                      | -                   | -                    | -                     | (24,214,444.78)           | (24,214,444.78)         |
| <b>Closing Blance as on 30.06.2024</b> | <b>5,000,000.00</b> | <b>78,282,000.00</b> | <b>893,579,885.02</b> | <b>(1,327,697,335.85)</b> | <b>(350,835,450.83)</b> |

This is the Statement of Changes in Equity to in our separate report of even date.

Dated, Dhaka.  
3rd November, 2025.



*(Md. Altaf Hossain Masud, FCA)*  
Principal, Enrolment No. : 0684  
**MASUD ALTAF & CO.**  
Chartered Accountants  
DVC: 2511030684AS115328

## R R Jute Mills Ltd.

Banshbaria, Shitakundha, Chattogram.

### Statement of Cash Flows for the year ended 30th June, 2025.

| Sl. #     | Particulars   | Amount (Tk.)           |                        |
|-----------|---|------------------------|------------------------|
|           |   | 2024-2025              | 2023-2024              |
| <b>A.</b> | <b>Cash Flow from operating Activities :</b>          |                        |                        |
|           | Net profit/ (loss) for the year june 30.06.25         | (24,180,295.59)        | (24,214,444.78)        |
|           | Depreciation & Revaluation                            | 894,326.00             | 894,326.00             |
|           | Add : Prior year adjustment profit/(loss)             | (756,670.83)           | 805,963.78             |
|           | <b>Total</b>  | <b>(24,042,640.42)</b> | <b>(22,514,155.00)</b> |
|           | <b>Increase / (Decrease) in Current Assets :</b>      |                        |                        |
|           | Stock of Stores & Spares                              | 6,510,698.42           | -                      |
|           | Debtors (less: Provisions)                            | 73,959.00              | -                      |
|           | Due from BJMC Mills                                   | (24,763.00)            | 1,281,000.00           |
|           | BJMC (HO) Lease A/c                                   | -                      | -                      |
|           | Advance, Deposits & prepayment .                      | (108,959.00)           | 397,700.00             |
|           | <b>Total</b>  | <b>6,450,935.42</b>    | <b>1,678,700.00</b>    |
|           | <b>Increase / (Decrease) in Current Liabilities :</b> |                        |                        |
|           | Liabilities for Goods                                 | (12,131.00)            | 40.00                  |
|           | Liabilities for Expenses                              | 3,487,717.60           | 849,394.00             |
|           | BJMC Current Account                                  | 12,094,774.91          | 8,743,969.00           |
|           | Due to BJMC Mills                                     | 1,449,232.00           | -                      |
|           | Gratuity Liabilities ( Provision )                    | 25,240.00              | 644,340.00             |
|           | <b>Total</b>  | <b>17,044,833.51</b>   | <b>10,237,743.00</b>   |
|           | Total Cash Flow From Operating Activities             | <b>(546,871.49)</b>    | <b>(10,597,712.00)</b> |
| <b>B.</b> | <b>Cash Flow from Investing Activities :</b>          |                        |                        |
|           | Addition of Fixed Assets                              | -                      | -                      |
|           | Long Term Loan  | -                      | -                      |
|           | Total Cash Flow From Investing Activities             | -                      | -                      |
| <b>C.</b> | <b>Cash Flow from Financing Activities :</b>          |                        |                        |
|           | Liabilities for Other Finance                         | 538,631.73             | 95,855.70              |
|           | Gratuity Liabilities                                  | -                      | -                      |
|           | Total Cash Flow From Financing Activities             | <b>538,631.73</b>      | <b>95,855.70</b>       |
| <b>D.</b> | <b>Increase/(Decrease) in Cash and Bank Balance</b>   | <b>126,768.24</b>      | <b>(10,787,557.21)</b> |
| <b>E.</b> | Cash and Bank Balance at beginning of the year        | 2,443,611.65           | 13,231,168.86          |
| <b>F.</b> | <b>Cash &amp; Bank Balance as on 30.06.2025</b>       | <b>2,570,379.89</b>    | <b>2,443,611.65</b>    |

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

Dated, Dhaka.  
3rd November, 2025.



(Md. Altaf Hossain Masud, FCA)  
Principal, Enrolment No. : 0684  
**MASUD ALTAF & CO.**  
Chartered Accountants  
DVC: 2511030684AS115328

**R R Jute Mills Ltd.**  
Banshbaria, Shitakundha, Chattogram.

**Notes to the Financial Statements for the year ended 30th June, 2025.**

**A. Legal form of the Enterprise :**

**R.R. Jute Mills Ltd.** was incorporated in then the East Pakistan under the Company Act 1913 subsequently amended in 1994. The mill was placed under the control the Govt. of People's Republic of Bangladesh as per Presidential order No: 27 of 1972 subsequently amended the Industrial Nationalize Act. no 25, year of 2018.

**B. Nature of Business :**

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

**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 of Fixed Assets was made first time in 1993 and second time in the year of 2016-2017 by BJMC and the Revaluation surplus was transferred to capital Reserve as per BJMC guide line.

**G. Depreciation :**

Fixed Assets were depreciated at straight line percentage rate @ 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 Company is maintaining a contributory Provident Fund for its every permanent employee, the company is providing contribution to the Fund equivalent to 10% of basic wages and 8.33% on salary of each permanent employee.

(b) The Company also provides Gratuity benefit to its every permanent employee equivalent to two month's last basic wages/ salary for each completed year of service or Six month and above

**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, 2024 to 30th June, 2025 consistently.

**N. Present Secution :**

The company closed thier Production in 1 July, 2020 by Government Order.