

Audit Report & Audited Financial Statement

Of

Kushtia Sugar Mills Limited
For the year ended 30 June, 2022.

Auditors



MZ Islam & Co.
Chartered Accountants



*An International Affiliated Member Firm of
MGM Accountants Pty Ltd. Australia*



Independent Auditors' Report
To the Shareholders of Kushtia Sugar Mills Limited
Report on the Audited the Financial Statements

Opinion

We have audited the financial statements of **Kushtia Sugar Mills Limited** which comprise the Statements of financial Position as at 30 June 2022, and the Statement of profit or loss and other Comprehensive Income, Statement of cash flows, Statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 respect, the financial position of **Kushtia Sugar Mills Limited** as at June 30, 2022 and its financial performance for the year then ended in accordance with International Financial Reporting Standards (IFRS) and comply with the Companies Act 1994, regulations as **Bangladesh Sugar and Food Industries Corporation (BSFIC)** and other applicable laws/rules & regulations.

Basis for Qualified Opinion

1. AS per Para -51 of IAS-16, the residual value and useful life of assets shall be review at least at each financial year and if expectation differ from previous estimates, the changes shall be accounted for as a change in an accounting estimate in accordance with IAS-8. But such review has not been made by the management of the company.
2. As per IAS-2 inventories are to be valued at the lower of cost and net realizable value. But the inventories of the company are valued at cost. In consequence the value of the inventories is overstated as a result profit may be overstated and current value also overstated at the end of the year.

Moreover, we observed that shortage of inventory goods of Sugar BDT. 33,20,100 (52.700 M. T @ Tk. 63,000/- per M.T), Cattle feed Tk. 5,110 and Polyethene bag Tk. 81,610. There is no adjustment made in profit or loss accounts during the year for those shortage of inventory as a result aggregate value BDT. 34,06,720 profit overstated.

3. No disclosure or explanation has been given in notes to the accounts about the going concern of the company. But as per our judgment there is a going threat on the entities continues loss cumulative loss BDT. (6,500,803,233), negative cash inflow and current liabilities are much more than current assets. More Over The Company Production Already Closed.
4. Kushtia Sugar Mills has taken loan from employer provident fund which stands Tk. 80,121,169 as on June 30, 2022 but no interest is charging against such loan from employee provident fund. Moreover, Kushtia Sugar Mills Had Conducted Provident Fund Audit Last Year 2017-2018. We Suggest to Conduct PF Audit Up to date Year. To Ascertain Real Position of Fund & its Liability.
5. As per note no. 6.01 (Annexure-01) the notes to the financial statements BDT. 11,911,022 has been shown as stock in transit. But the amount has been carry forwarded from last few years which is not justified and in this regard the management of the mill could not give supporting documents or complete information in favor of stock in transit.





Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matters provided in the context.

Risk	Other Information
Physical Existence of Inventory	
As our audit was postdated, we could not verify the inventories physically. But KSML management as well on 30 June, 2022 did the verification of stocks and Provided relevant documents.	But subsequently, we verified the stock physical on test basis in our auditing period and found in order.

Other Information:

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report there on. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion there on.

In connection with our audit of the financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appeared to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

Managements is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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.





Auditors' 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 material misstatement when it exists. Misstatements can arise from expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- 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 disclosure 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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



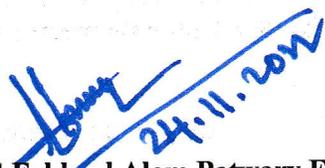


Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and regulations as **Bangladesh Sugar and Food Corporation (BSFIC)**, 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 purposes 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 company's statement of financial position statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns.
- d) The expenditure incurred were for the purpose of the companies for the year.

Dated: Dhaka
November 24, 2022


Mohammad Fakhru Alam Patwary FCA
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2212151249A69393 27



KUSHTIA SUGAR MILLS LIMITED
JAGATI, KUSHTIA
Statement of Financial Position
As at June 30, 2022

Particulars	Notes	Amount in Taka	
		30-June-2022	30-June-2021
Properties and Assets:			
Non-Current Assets		100,713,521	114,648,805
Property, Plant and Equipment at WDV	4.00	100,713,521	74,858,287
Capital Work -In- Progress	5.00	-	39,790,518
Current Assets		177,792,188	219,936,052
Inventories	6.00	57,903,835	109,850,209
Trade and Other Receivable (Sundry Debtor)	7.00	16,875	1,941,175
Inter Project Current Account	8.00	85,700,720	63,882,216
Advances, Deposits and Prepayments	9.00	27,998,311	35,761,663
Cash and Cash Equivalents	10.00	6,172,446	6,692,846
Mills Current Account with Farm (Contra)		-	1,807,943
Total Properties and Assets		278,505,709	334,584,857
Capital Fund and Liabilities:			
Shareholders' Fund		30,000,000	30,000,000
Share Capital	11.00	30,000,000	30,000,000
Reserve and Surplus:		(6,489,339,073)	(6,048,994,900)
Government Equity Fund	12.00	3,067,377	3,067,377
Government Grants	13.00	542,586	619,043
Capital Reserve	14.00	7,854,197	7,854,197
Retained Earnings	15.00	(6,500,803,233)	(6,060,535,517)
Total Capital Fund		(6,459,339,073)	(6,018,994,900)
Non-Current Liabilities		516,043,204	498,678,822
Long Term Loan	16.00	516,043,204	498,678,822
Current Liabilities		6,221,801,578	5,854,900,934
Cash Credit (Agriculture Loan)	17.00	2,385,637,289	2,175,064,840
BSIC Current Account	18.00	3,484,400,726	3,298,950,504
Liability for Goods Supply	19.00	42,302,227	45,203,075
Liability for Expenses	20.00	3,002,173	3,840,104
Liability for Other Finance	21.00	249,450,263	196,844,265
Provision for Leave Pay and Gratuity	22.00	51,711,906	124,437,332
Inter Project Current Account	23.00	4,897,846	8,752,872
Liabilities for Income Tax	24.00	399,148	-
Mills Current Account with Farm (Contra)		-	1,807,943
Total Liabilities		6,737,844,782	6,353,579,757
Total Capital Fund and Liabilities		278,505,709	334,584,857

Accompanying notes from 1 to 30 form an integral part of these Financial Statements

KA
General Manager (Finance)
~~Managing Director~~
Kushtia Sugar Mills Ltd.

Handwritten Signature
Managing Director
Kushtia Sugar Mills Ltd.

Director
Kushtia Sugar Mills Ltd.

Signed in terms of our report of even date.

Handwritten Signature
24.11.2022

Mohammad Fakhru Alam Patwary, FCA
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
200-201/202/203/204/205/206/207/208/209/210/211/212/213/214/215/216/217/218/219/220/221/222/223/224/225/226/227/228/229/230/231/232/233/234/235/236/237/238/239/240/241/242/243/244/245/246/247/248/249/250/251/252/253/254/255/256/257/258/259/260/261/262/263/264/265/266/267/268/269/270/271/272/273/274/275/276/277/278/279/280/281/282/283/284/285/286/287/288/289/290/291/292/293/294/295/296/297/298/299/300/301/302/303/304/305/306/307/308/309/310/311/312/313/314/315/316/317/318/319/320/321/322/323/324/325/326/327/328/329/330/331/332/333/334/335/336/337/338/339/340/341/342/343/344/345/346/347/348/349/350/351/352/353/354/355/356/357/358/359/360/361/362/363/364/365/366/367/368/369/370/371/372/373/374/375/376/377/378/379/380/381/382/383/384/385/386/387/388/389/390/391/392/393/394/395/396/397/398/399/400/401/402/403/404/405/406/407/408/409/410/411/412/413/414/415/416/417/418/419/420/421/422/423/424/425/426/427/428/429/430/431/432/433/434/435/436/437/438/439/440/441/442/443/444/445/446/447/448/449/450/451/452/453/454/455/456/457/458/459/460/461/462/463/464/465/466/467/468/469/470/471/472/473/474/475/476/477/478/479/480/481/482/483/484/485/486/487/488/489/490/491/492/493/494/495/496/497/498/499/500/501/502/503/504/505/506/507/508/509/510/511/512/513/514/515/516/517/518/519/520/521/522/523/524/525/526/527/528/529/530/531/532/533/534/535/536/537/538/539/540/541/542/543/544/545/546/547/548/549/550/551/552/553/554/555/556/557/558/559/560/561/562/563/564/565/566/567/568/569/570/571/572/573/574/575/576/577/578/579/580/581/582/583/584/585/586/587/588/589/590/591/592/593/594/595/596/597/598/599/600/601/602/603/604/605/606/607/608/609/610/611/612/613/614/615/616/617/618/619/620/621/622/623/624/625/626/627/628/629/630/631/632/633/634/635/636/637/638/639/640/641/642/643/644/645/646/647/648/649/650/651/652/653/654/655/656/657/658/659/660/661/662/663/664/665/666/667/668/669/670/671/672/673/674/675/676/677/678/679/680/681/682/683/684/685/686/687/688/689/690/691/692/693/694/695/696/697/698/699/700/701/702/703/704/705/706/707/708/709/710/711/712/713/714/715/716/717/718/719/720/721/722/723/724/725/726/727/728/729/730/731/732/733/734/735/736/737/738/739/740/741/742/743/744/745/746/747/748/749/750/751/752/753/754/755/756/757/758/759/760/761/762/763/764/765/766/767/768/769/770/771/772/773/774/775/776/777/778/779/780/781/782/783/784/785/786/787/788/789/790/791/792/793/794/795/796/797/798/799/800/801/802/803/804/805/806/807/808/809/810/811/812/813/814/815/816/817/818/819/820/821/822/823/824/825/826/827/828/829/830/831/832/833/834/835/836/837/838/839/840/841/842/843/844/845/846/847/848/849/850/851/852/853/854/855/856/857/858/859/860/861/862/863/864/865/866/867/868/869/870/871/872/873/874/875/876/877/878/879/880/881/882/883/884/885/886/887/888/889/890/891/892/893/894/895/896/897/898/899/900/901/902/903/904/905/906/907/908/909/910/911/912/913/914/915/916/917/918/919/920/921/922/923/924/925/926/927/928/929/930/931/932/933/934/935/936/937/938/939/940/941/942/943/944/945/946/947/948/949/950/951/952/953/954/955/956/957/958/959/960/961/962/963/964/965/966/967/968/969/970/971/972/973/974/975/976/977/978/979/980/981/982/983/984/985/986/987/988/989/990/991/992/993/994/995/996/997/998/999/1000



KUSHTIA SUGAR MILLS LIMITED
JAGATI, KUSHTIA
Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2022

Particulars	Notes	Amount in Taka	
		30-June-2022	30-June-2021
Sales Revenue (Net Off Vat)	25.00	54,934,222	215,312,912
Cost of Goods Sold	26.00	119,326,092	227,231,227
Gross Profit/ (Loss)		(64,391,870)	(11,918,315)
Less: Operating Expenses			
Administrative Expenses	27.00	12,403,249	189,611,689
Marketing & Selling Expenses	28.00	519,480	814,325
		12,922,729	190,426,014
Profit from Operations		(77,314,599)	(202,344,329)
Add: Other Income	29.00	11,699,223	4,646,735
Add: Profit on Experimental Farm	Annexure-24	2,335,344	2,086,073
Less: Financial Expenses	30.00	376,588,537	378,769,326
Profit/Loss Before Tax		(439,868,568)	(574,380,847)
Less: Tax Expenses			
Current Tax	24.00	399,148	1,296,655
Deferred Tax			
		399,148	1,296,655
Net Profit/ (Loss) after Tax		(440,267,716)	(575,677,502)
Add: Other Comprehensive Income		-	-
Total Comprehensive Income		(440,267,716)	(575,677,502)

Accompanying notes from 1 to 30 form an integral part of these Financial Statements


General Manager (Finance)
Managing Director
Kushtia Sugar Mills Ltd.


Managing Director
Kushtia Sugar Mills Ltd.

Director
Kushtia Sugar Mills Ltd.

Signed in terms of our report of even date.

Dated: November 24, 2022
Dhaka;


Mohammad Fakhru Alam Patwary, FCA
Managing Partner
M. Z. Islam & Co.
Chartered Accountants



KUSHTIA SUGAR MILLS LIMITED
JAGATI, KUSHTIA

Statement of Changes in Equity
For the year ended June 30, 2022

Particulars	Share capital	Government Equity	Government Grant	Capital Reserve	Retained Earnings	Total
Balance as on 01 July, 2021	30,000,000	30,676,377	619,046	7,854,197	(6,060,535,517)	(5,991,385,897)
Addition during the year	-	-	-	-	(440,267,716)	(440,267,716)
Adjustment during the year	-	-	(76,464)	-	-	(76,464)
Balance as on 30 June, 2022	30,000,000	30,676,377	542,582	7,854,197	(6,500,803,233)	(6,431,730,077)
Balance as on 01 July, 2020	30,000,000	3,067,377	695,510	7,854,197	(5,484,858,015)	(5,443,240,930)
Addition during the year	-	-	-	-	(575,677,502)	(575,677,502)
Adjustment during the year	-	-	(76,464)	-	-	(76,464)
Balance as on 30 June, 2021	30,000,000	3,067,377	619,046	7,854,197	(6,060,535,517)	(6,018,918,432)

KA

General Manager (Finance)
Managing Director

Kushtia Sugar Mills Ltd.

[Signature]
Managing Director

Kushtia Sugar Mills Ltd.

Director

Kushtia Sugar Mills Ltd.

Dated: November 24, 2022
Dhaka;



KUSHTIA SUGAR MILLS LIMITED
JAGATI, KUSHTIA
Statement of Cash Flows
For the year ended June 30, 2022

Particular	Amount in Taka	
	30-June-2022	30-June-2021
A. Cash Flows from Operating Activities:		
Net Profit/ (Loss) for the year	(440,267,716)	(575,677,502)
Depreciation	9,846,253	9,207,342
Adjustment of Current Year	(69,927,650)	-
	(500,349,113)	(566,470,160)
Increase/Decrease in Government grants	(76,457)	(76,467)
Increase/Decrease in Inventories	51,946,374	200,616,729
Increase/Decrease in Trade and other receivable	1,924,300	183,488
Increase/Decrease in Inter project current account	(21,818,504)	(25,196,142)
Increase/Decrease in Advances, deposits and prepayments	7,763,352	8,421,015
Increase/Decrease in Liability for good supply	(2,900,848)	(2,796,153)
Increase/Decrease in Liability for expenses	(837,931)	(85,197,226)
Increase/Decrease in Liability for other finance	52,605,998	55,846,468
Increase/Decrease in Provision for leave pay and gratuity	(72,725,426)	(29,881,347)
Increase/Decrease in Inter project current account	(3,855,026)	3,483,643
Increase/Decrease in Provision for Tax	399,148	
	12,424,980	125,404,006
Net cash generated from/(used in) operating activities	(487,924,133)	(441,066,154)
B. Cash Flows from Investing Activities:		
Addition to Property, Plant and Equipment	(34,732,496)	(400,045)
Capital Work -In- Progress	39,790,518	(26,679,227)
Property, Plant and Equipment Disposal	68,958,659	-
Net cash generated from/(used in) investing activities	74,016,681	(27,079,272)
C. Cash Flows from Financing Activities:		
Increase/Decrease in Cash credit (Agriculture loan)	210,572,449	154,284,501
Increase/Decrease in Current account with BSFIC	185,450,222	262,328,460
Increase/Decrease in long term loan	17,364,381	42,964,292
Net cash generated from/(used in) financing activities	413,387,052	459,577,253
Net increase /decrease (A+B+C)	(520,400)	(8,568,174)
Cash and Cash Equivalents at beginning of period	6,692,846	15,261,020
Cash and Cash Equivalents at end of period	6,172,446	6,692,846

K.A.
General Manager (Finance)
Managing Director
Kushtia Sugar Mills Ltd.

[Signature]
Managing Director
Kushtia Sugar Mills Ltd.

Director
Kushtia Sugar Mills Ltd.

KUSHTIA SUGAR MILLS LIMITED
JAGATI, KUSHTIA
Notes to the Financial Statements
For the year ended June 30, 2022

1.00 Legal status of the company and its activities

Kushtia Sugar Mills Limited (the Company or the Mill) was established in the year 1962 and vested to the then EPIDC after incorporating as Public Limited Company in 1970 under the Companies Act 1913 and subsequently placed under the management and control of Bangladesh Sugar and Food Industries Corporation (BSFIC) after Liberation of the Country. The Mills located at Jagati, Kushtia.

It went into production during the financial year 1966-67. The production capacity of the Mill is 1524 TCD. The plant and machineries were supplied and installed by Heavy Mechanical compels of Pakistan. The vendors agreement has been executed between the Ministry of Industries, Government of Bangladesh and Bangladesh Sugar and Food Industries Corporation (BSFIC). The authorized capital of the Company is Tk. 500,000,000 divided into 50,000,000 ordinary shares of Tk 10 each. The paid up capital is Tk 30,000,000 divided into 3,000,000 ordinary shares of Tk 10 each. The entire shares of the Company is vested in favour of Government of the People's Republic of Bangladesh.

The main product of the Company is plantation white sugar and by product is molasses produced from sugar cane. Sugar is sold in the local market at selling price fixed by the Government and molasses are sold in the market through press tender.

The Mill started its commercial production in the year 1966-67. Initially its annual installed production capacity was 1000 TCD of sugar and subsequently its production capacity was enhanced to 1524 TCD of sugar per day through BMRE of the Mill.

2.00 Summary of Significant Accounting Policies

2.01 Accounting policy

The accounting and reporting policies of the Company conform to the generally accepted accounting principles (GAAP), International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS). The Company carries its assets and liabilities at historical cost under the accrual method of accounting. It follows integrated accounting system as designed and prescribed by BSFIC.

2.02 Fixed assets

Property, plant and equipment are stated at historical cost less accumulated depreciation.

2.03 Depreciation

Depreciation is consistently charged on straight line method on all fixed assets except on land and land development where no depreciation is charged. Fixed assets are depreciated at the rates varying from 2.5% to 25% depending on the nature of assets.



2.04 Valuation of inventories

Finished products

The valuation of finished products (sugar) has been made at the price list Tk. 63,000 per M.T for 50 kg bag and Tk. 68,000 per M.T for 1 kg bag fixed by the Government. Molasses is valued at average net realizable value .

Store in transit

Store in transit has been valued at actual cost.

Store and spares

Stock of stores and spares has been valued at weighted average method.

2.05 Income tax

During the year under audit provision for income tax has been made in the accounts.

2.06 Value added tax

Value added tax imposed on sale of molasses as per circular of National Board of Revenue.

2.07 Government fund and loan

Government fund and loan are used for acquiring fixed assets and capitalized. Depreciation is provided at applicable rates from the day of commissioning of the assets. Interest on loan and fund is capitalized up to the date of completion of the project and thereafter charged to the Government.

2.08 General

Previous year's figures have been rearranged where necessary to conform current year's presentation.

Figures in the financial statement have been rounded off to the nearest integer in BD Taka currency.

3.00 Components of the financial statements

- i Statement of Financial Position
- ii Statement of Profit or Loss and Other Comprehensive Income
- iii Statement of Changes in Equity
- iv Cash flow statement.
- v Notes to the Financial Statements



Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
4.00	Property, Plant & Equipment:			
	At Cost:			
	Opening Balance		309,021,181	308,621,136
	Add: Addition during the year		34,732,496	400,045
	Less: Adjustment during the year		68,958,659	-
			274,795,018	309,021,181
	Accumulated Depreciation:			
	Opening Balance		234,162,894	224,955,552
	Add: Depreciation Charged during the year		9,846,253	9,207,342
	Less: Adjustment during the year		69,927,650	-
			174,081,497	234,162,894
	Closing Balance at WDV		100,713,521	74,858,287
	The details of Property, Plant & Equipment have been given in Schedule-A			
5.00	Capital Work -In- Progress:			
	Tourbo alternatore margin		39,790,518	13,111,291
	Add: Addition during the year		-	26,679,227
			39,790,518	39,790,518
6.00	Inventories			
	Stock of Stores	6.01	47,696,455	52,010,849
	Work in Process	6.02	-	-
	Stock of Finished Goods	6.03	10,207,380	57,839,360
			57,903,835	109,850,209
6.01	Stock of Stores			
	Store in Transit	Annexure-01	11,911,022	11,911,022
	Stock of Store	Annexure-02	35,144,483	39,458,877
	Stock of fertilizer, biocides, Non Judicial Stamp and others	Annexure-03	554,230	554,230
	Stock of Cattle feed		5,110	5,110
	Stock of Polyethylene bags		81,610	81,610
	Stock of farm stores		-	-
			47,696,455	52,010,849
6.02	Work in Process (Annexure -04)		-	-
6.03	Stock of Finished Goods			
	Sugar (52.700 M.T shortage @ TK.	Annexure -22	3,320,100	7,701,900
	Molasses in Steel Tank	Annexure-23	6,887,280	50,137,460
			10,207,380	57,839,360

The details of Finished Goods have been given in **Annuxure-05**



Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
7.00	Trade and Other Receivable			
	Opening Balance		1,941,175	2,124,663
	Add: Addition during the year		3,628,206	25,818,250
			5,569,381	27,942,913
			5,569,381	27,942,913
	Less: Adjustment during the year		5,552,506	26,001,738
	Closing Balance		16,875	1,941,175

The details of Trade and Other Receivable have been given in **Annuxure-06**

8.00 Inter Project Current Account

Carew & Co. Bangladesh Ltd.	28,651,013	26,805,693
Faridpur Sugar Mills Ltd.	33,704,947	24,430,696
Jaipurhat Sugar Mills Ltd.	877,591	809,961
Mobarakganj Sugar Mills Ltd.	6,216,128	-
Natore Sugar Mills Ltd.	1,232,699	1,034,226
Pabna Sugar Mills Ltd.	2,947,993	2,947,993
Rajshahi Sugar Mills Ltd.	4,495,182	-
Rangpur Sugar Mills Ltd.	709,068	747,018
Satabganj Sugar Mills Ltd.	5,343,025	5,246,965
Shyampur Sugar Mills Ltd	503,373	590,636
Thakaurgoan-Sugar Mills Ltd.	635,153	1,176,118
Zeal Bangla Sugar Mills Ltd.	384,548	92,909
	85,700,720	63,882,216

9.00 Advances, Deposits and Prepayments

Loan and Advance	9.01	23,347,104	33,973,098
Deposit and Prepayment	9.02	4,651,207	1,788,565
		27,998,311	35,761,663

9.01 Loan and Advance

Realizable from Staffs	Annex-7	459,390.87	911,269
Advance against Salary	Annex-8	153,568.00	2,788,893
Advance against TA/DA	Annex-9	42,404.00	93,215
Advance against Expenses	Annexure-10	202,771	398,011
Advance against Supply	Annexure-11	2,023,840.00	2,223,840
Bicycle/ Motorcycle Loan	Annexure-12	-	286,140
Advance against Loading Bill	Annexure-13	54,199	70,990
Advance Against Gratuity	Annexure-14	-	3,664,996
Other Loan and Advance	Annexure-21	20,410,930.74	1,918,817
Contractor Current A/C		-	4,335
Agriculture Loan		-	21,612,592
		23,347,104	33,973,098



Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
9.02	Deposit and Prepayment			
	VAT on Molasses 15%		311,285	495,298
	Tax on Molasses 5%		129,690	191,024
	Vat on Molasses 7.5%		194,524	286,535
	Deposit with central excise authority (Manufacturing of Sugar)		1,000	1,000
	Security deposit with Kushtia Palli Budyut Samity		351,423	351,423
	Deposit Against Transit to SBC		25,000	25,000
	Primary School, KSM		6,000	6,000
	Security deposit with Lindey		412,000	412,000
	Electric Supply (PDB) Bheramara		20,285	20,285
	FDR Against Shop Rent Security Money		3,200,000	-
			4,651,207	1,788,565
10.00	Cash and Cash Equivalents			
	Cash in Hand		66,117	65,773
	Cash at Bank	10.01	6,106,330	6,627,073
			6,172,446	6,692,846
10.01	Cash at Bank			
	Sonali Bank Ltd., KSM, A/C No- 3012233000066		769,153	338,734
	Sonali Bank Ltd., KSM, A/C No- 3012236000039		130,396	101,518
	Sonali Bank Ltd., KSM, A/C No- 3012233000999		25,999	41,964
	Sonali Bank Ltd., Chini Shilpa Bhaban, Dhaka, A/C No- 1617036000016		4,588,876	4,525,311
	Rupali Bank Ltd., Kushtia A/C No. 3160020002796		585,026	909,271
	Rupali Bank Ltd., Kushtia, Wallet A/C No. 015911575353		-	703,396
	Share Subscription		6,880	6,880
			6,106,330	6,627,073
11.00	Share Capital			
	Authorized Capital			
	50,00,000 ordinary shares of Tk.100 each		500,000,000	500,000,000
	Issued, Subscribed and Paid up Capital			
	30,00,000 ordinary shares of Tk. 10 each fully paid up and issued in favour of Government of the People's Republic of Bangladesh		30,000,000	30,000,000
12.00	Government Equity Fund			
	Government equity has been acquired through conversion of Government loan which was financed by Govt. for Implementation of the Mills which details are as under:			
	SMRF 40% of Equity	12.01	2,048,007	2,048,007
	ICDS Fund Mill Zone	12.02	1,019,370	1,019,370
			3,067,377	3,067,377



Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
12.01	Seed Multiplication and Research Farm Scheme (SMRF)			
	The Govt. financed local currency for this project (SMRF Scheme) as ADP loan. 40% of this ADP loan was subsequently converted into equity pursuant to the Govt. Order Number: PIE/IDN/RO(iv)/102/81-958 DATED: 25-03-1981.			
	SMRF Fund		<u>2,048,007</u>	<u>2,048,007</u>
12.02	Integrated Cane Development Scheme (ICDS) (Mills Zone)			
	Then above balance represent Govt. equity which was placed to the company through conversion of ADP loan provided for ICDS as per Govt. Order			
	ICDS Fund		<u>1,019,370</u>	<u>1,019,370</u>
13.00	Government Grants			
	ICDS Phase 1		2	2
	ICDS Phase 2	13.01	542,584	619,041
			<u>542,586</u>	<u>619,043</u>
13.01	ICDS Phase 2			
	Opening		619,041	695,508
	Add: Addition during the Year		-	-
	Less: Adjustment during the Year		76,457	76,467
			<u>542,584</u>	<u>619,041</u>
14.00	Capital Reserve			
	Capital Reserve (Mill)		5,679,935	5,679,935
	Capital Reserve (Firm)		2,174,262	2,174,262
			<u>7,854,197</u>	<u>7,854,197</u>
15.00	Retained Earnings			
	Opening Balance		(6,060,535,517)	(5,484,858,015)
	Less: Loss during this year		(440,267,716)	(575,677,502)
	Closing Balance		<u>(6,500,803,233)</u>	<u>(6,060,535,517)</u>
16.00	Long Term Loan			
	Loan from Govt & Others	16.01	269,358,338	264,952,167
	Interest on Long term loan	16.02	91,409,063	78,493,853
	Cash Credit (Block Account) Sonali Bank Dhaka	16.03	155,275,802	155,232,802
			<u>516,043,204</u>	<u>498,678,822</u>
16.01	Loan from Govt & Others			
	ADP Loan		201,125	201,125
	Foreign Loan (U.K Credit)	16.01.01	28,361,100	28,361,100
	Belgium Credit		3,959,000	3,959,000
	Fund Against Gratuity		51,218,942	51,218,942
	Loan From Govt.(100 Crore)		67,000,000	67,000,000
	Loan From Govt.(150 Crore)		89,212,000	89,212,000
	Operating Loan From Govt.(100 Crore)		25,000,000	25,000,000
	ICDS Ph-1		846,029	-
	ICDS Ph-2		3,560,142	-
			<u>269,358,338</u>	<u>264,952,167</u>

Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
16.01.01	Foreign Loan (U.K Credit)			
	Foreign Loan (U.K Credit)		20,921,342	20,921,342
	Expansion Fund		7,439,758	7,439,758
			28,361,100	28,361,100
16.02	Interest on Long term loan			
	Interest on Govt. Loan		39,299,726	29,193,059
	Interest on Expansion Fund		70,392	60,336
	Interest on Belgium Credit		6,732,180	6,494,640
	Interest on Fund Against Gratuity		45,306,765	42,745,818
			91,409,063	78,493,853
16.03	Cash Credit (Block Account) Sonali Bank Dhaka			
	Sonali Bank Ltd. Dhaka-A/C-1617037000097		150,457,534	150,417,534
	Sonali Bank Ltd. Dhaka-A/C-1617037000106		4,818,268	4,815,268
			155,275,802	155,232,802
17.00	Secured Loans (Agricultural Loan)			
	Agricultural Loan from Sonali Bank			
	2018-19-A/C-62000008		548,264,473	499,876,317
	2017-18-A/C-62000007		513,104,958	467,817,565
	2016-17-A/C-62000006		486,397,419	443,465,399
	2015-16-A/C-35012076		471,961,794	430,302,870
	2014-15-A/C-35011375		365,908,645	333,602,688
			2,385,637,289	2,175,064,840
18.00	BSFIC (Head Office) Current Account			
	Opening Balance		3,298,950,504	3,036,622,044
	Add: Addition during the year		206,071,177	398,365,491
			3,505,021,681	3,434,987,535
	Less: Adjust during the year		20,620,955	136,037,031
	Closing Balance		3,484,400,726	3,298,950,504
19.00	Liabilities for Goods Supply			
	Creditors for goods Supply	Annexure-15	42,302,227	45,203,075
20.00	Liabilities for Expenses			
	Provision for expenses	Annexure-16	493,043	2,041,314
	Provision for employee income tax		20,451	(63,223)
	Compensation for water & Electricity Line		495,497	495,497
	Salary & Wages payable account (Pay Bill)		1,835,828	1,110,486
	Cane Price Payable		157,354	256,030
			3,002,173	3,840,104



Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
21.00	Liabilities for Other Finance			
	Sundry creditors for other finance	Annexure-17	20,241,507	21,142,038
	Security and earnest money	Annexure-18	3,948,007	1,941,921
	Staff security money	Annexure-19	120,000	120,000
	Welfare Fund		6,096,305	1,704,400
	Accident Recovery Fund		56,064	41,964
	Provident Fund	21.01	80,121,169	77,955,739
	Unclaimed Salary, TA/DA and others		1,042,688	969,155
	Deposit against sales of sugar		-	568,000
	Deposit against sales of Molasses		-	1
	Contractor Fixed Deposit		51,699	51,699
	Gratuity payable account	Annexure-20	131,517,129	90,165,160
	Gratuity payable (20%)		2,356,936	1,068,778
	Contractor Current Account		-	5,000
	Other Liabilities (Annexure-21)	Annexure-21	3,898,759	1,110,410
			249,450,263	196,844,265
21.01	Provident Fund			
	Employees Provident Fund (P)		54,710,755	-
	Employees Provident Fund (Head Office & Others Mills)		17,048,524	-
	Employees Provident Fund (F)		8,361,890	-
			80,121,169	-
22.00	Provision for Leave Pay and Gratuity			
	Opening Balance		124,437,332	154,318,679
	Add: Addition during the year		23,872,100	53,350,860
			148,309,432	207,669,539
	Less: Adjusted during the year		96,597,526	83,232,207
	Closing Balance		51,711,906	124,437,332
23.00	Inter Project Current Account			
	North Bengal Sugar Mills Ltd.		1,780,949	2,255,771
	Reinwick, Jagneswar & Co.		2,976,394	4,837,523
	Panchagar Sugar Mills Ltd.		140,503	140,503
	Mobarakgonj Sugar Mills Ltd.		-	1,519,076
			4,897,846	8,752,872
24.00	Liabilities for Income Tax			
	Opening Balances		-	-
	Add: Provision for the year		399,148	1,296,655
			399,148	1,296,655
	Less: Tax Paid/Adjustment for the year		-	1,296,655
	Closing balance		399,148	-

	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
25.00	Sales Revenue			
	Gross Sales of Sugar	Annexure -22	4,381,800	198,046,750
	Gross Sales of Molasses	Annexure-23	64,454,338	21,151,046
	Less: Value Added Tax (VAT)		13,901,916	3,884,886
			54,934,222	215,312,912
26.00	Cost of Goods Sold			
	Raw Material Consumed	26.01	-	-
	Add: Work-In-Process-Opening		-	1,369,538
			-	1,369,538
	Less: Work-In-Process-Write-Off		-	1,369,538
	Less: Work-In-Process-Closing		-	-
	Material Consumed		-	-
	Add: Factory Over Head	26.02	71,694,112	39,654,587
	Cost of Goods Manufactured		71,694,112	39,654,587
	Add: Opening Finished Goods		57,839,360	245,416,000
	Cost of Goods Available for Sales		129,533,472	285,070,587
	Less: Closing Finished Goods		10,207,380	57,839,360
	Cost of Goods Sold for the Period		119,326,092	227,231,227
26.01	Raw Material Consumed			
	Raw Material Consumed		-	-
26.02	Factory Overhead			
	Salary and Wages		68,708,512	17,826,642
	Power and Fuel		2,194,963	8,160,512
	Repair and Maintenance		790,637	13,431,684
	Cane Development Expenses		-	235,749
			71,694,112	39,654,587
27.00	Administrative Expenses			
	Salaries and allowances		-	155,745,225
	Head office overhead		319,923	6,986,341
	Audit fees		157,125	229,477
	Power and Fuel		-	-
	Insurance		549,802	1,592,388
	Repair & maintenance		-	10,405,663
	Staff Welfare expenses		15,021	461,985
	Training expense		-	22,855
	Printing and stationary		54,818	1,848,526
	Rent, Rates and Tax		887,355	1,612,508
	Travelling Expenses		252,778	830,376
	Postage, Telegram and Telephone		4,375	18,869
	Entertainment & Ceremonials		115,830	267,124

Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
	Legal Expenses		84,971	224,832
	Director Remuneration		155,000	115,500
	Donation and Subscription		24,160	29,675
	Advertisement Expenses			9,860
	Misc. Expenses		12,295	79,609
	Depreciation		9,769,796	9,130,875
			12,403,249	189,611,689
28.00	Marketing & Selling Expenses			
	Staking and Loading		7,045	814,325
	Advertising & Publicity Expenses		512,435	-
			519,480	814,325
29.00	Other Income			
	Miscellaneous Income	29.01	2,361,548	796,309
	Gain on disposal	29.02	9,228,899	-
	Interest Income	29.03	108,777	3,850,427
			11,699,223	4,646,735
29.01	Miscellaneous Income			
	Shop Rent, KSM		290,149	17,203
	Sub-Zone Office Rent		27,875	14,487
	House Rent/ Land Rent		471,398	206,712
	Transport Hire Charges		8,080	5,400
	Sales of Scrap		539,350	375,760
	Sales of Press Mud			-
	Sales of Schedule			29,850
	Other Income		1,024,696	146,897
			2,361,548	796,309
29.02	Gain on disposal			
	Gain on disposal of plant & Machinery		9,228,899	-
	Net Gain		9,228,899	-
29.03	Interest Income			
	Sonali Bank, Shilpa Bhaban Branch, STD A/C No-1		74,599.80	33,119
	Sonali Bank, KSM Branch, STD A/C No-5		34,176.80	-
	Interest on cane growers loan		-	3,817,308
			108,777	3,850,427



Notes	Particulars	Sub Notes	Amount in Taka	
			30-June-2022	30-June-2021
30.00	Financial Expenses			
	Interest on Loan	30.01	376,283,733	378,417,107
	Bank Charge		304,804	352,219
			376,588,537	378,769,326
30.01	Interest on Loan			
	Interest on cash credit (Block Account)		43,000	15,052,248
	Interest on agriculture loan	30.01.01	210,372,449	154,084,501
	Interest on Belgium credit		237,540	237,540
	Interest on fund against gratuity expenses		2,560,947	2,560,947
	Interest on expansion fund (ADP)		10,056	10,056
	Interest debited by Head Office (BSFIC)		152,953,073	206,471,815
	Interest on Govn't Loan		10,106,667	-
			376,283,733	378,417,107
30.01	Interest on Agriculture Loan			
	2014-2015		32,265,957	23,632,200
	2015-2016		41,618,924	30,483,200
	2016-2017		42,892,020	31,415,736
	2017-2018		45,247,392	33,141,035
	2018-2019		48,348,156	35,412,329
			210,372,449	154,084,501

