

**ZEAL BANGLA SUGAR MILLS LIMITED**

Financial Statements

For the year ended June 30, 2024



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**Partners:**

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Sampad Kumar Basak, FCA  
Sarwar Mahmood, FCA  
Md. Ashrafal Haque, FCA

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**INDEPENDENT AUDITOR'S REPORT**  
**To the Shareholders of Zeal Bangla Sugar Mills Limited**  
**Report on the Audit of the Financial Statements**

**Qualified Opinion**

We have audited the financial statements of Zeal Bangla Sugar Mills Limited (the Company), which comprise the statement of financial position as at 30 June 2024 along with the statement of profit or loss and other comprehensive income and statement of changes in equity and statement of cash flows 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 respects, the financial position of the Company as at 30 June 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

**Basis for Qualified Opinion**

1. In note # 18.00 of the financial statements regarding Long Term Loan (Secured) of Tk. 1,353,261,753.00 in which includes a sum of Taka 31,627,007.00 representing Golden Handshake Loan received from Bangladesh Govt. and carried forward since 2005-2006. we are unable to obtain sufficient and appropriate audit evidence against the same.
2. In reference to note # 22.00, the company has disclosed provision for leave pays and gratuity amounting to Tk. 233,743,179.00 made during the year 2023-2024. But as per the company's retirement policy, the company is required to make provision for Leave pays and Gratuity amounting to Taka 251,026,373.00. As a result, provision for leave pay and gratuity has been understated by Taka 17,283,194.00. Besides, valuation of leave pays and gratuity as per IAS 19 is supposed to be made.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' 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) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities by these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

**Emphasis of Matter**

1. **Note No. 5.00 Inventories Tk. 319,054,503.00**

The company had inventories of Tk. 319,054,503.00 at 30 June 2024 held in factory premises and warehouse. Stock of Molasses Inventory and Sugar Inventory are measured by company's own policy based on press tender and Govt. order which is not complied with the IAS 2. The same comment is also applicable for Work in Progress.

2. **Note No. 7.00 Loans & Advance Tk. 89,0739,37.00**

The financial statements and Annexure-G regarding cane growers loan amounting to Tk. 89,0739,37.00 out of which a sum of Tk. 24,456,947.00 was carried forward for a long period. There is a significant doubt that this amount will be recovered.

3. **Note No. 8.00 Advance Income Tax Tk. 6,159,881.00**

Advance Income Tax, amounting to Tk. 6,159,881.00 has been accumulated from the financial year 1991-1992 to 1994-1995 & 2023-2024 out of which Taka 3,160,081.00 from the financial year 1991-1992 is remain unadjusted till 30 June 2024.

4. **Note No. 9.00 Advance, Deposits & Prepayments Tk. 856,311.00**

Advance, Deposits & Prepayments Tk. 856,311.00 is shown in the statement of Financial Position as on 30<sup>th</sup> June 2024. We are only provided Ledger accounts balance but did not provide supporting evidence for payments.

5. **Note No. 17, 18 & 30: Long term Loan and Interest on Loan**

No Principal amount and interest amount have been paid sing long.

6. **Note 19.03 Creditors for other Finance**

a) **Provident Fund**

Particulars	Taka
Provident Fund (Permanent)	33,245,799
Provident Fund (Seasonal)	11,590,818
Provident Fund (Head Office)	2,455,233
Provident Fund (Mills)	868,468

Our observation is as follows:

- It is not approved by the NBR.
- The above amounts are carried for forward since long without payment to the Zeal Bangla Sugar Mills Limited Employees Provident Fund.

7. **Note No. 23.00 provision for doubtful advances Tk. 783,879.00**

It is disclosed that a provision for doubtful advances amounting to Tk. 783,879.00 has been carried forward since 1993-1994. According to IFRS 09, there is a requirement to measure and recognize lifetime Expected Credit Loss (ECL) for financial assets exhibiting significantly increased credit loss.

8. **Note No. 25.00 Sales Tk. 243,106,470.00**

The company reported total sales of Tk. 243,106,470.00 for the year ended 30 June 2024. Sales fall down by Tk. 102,558,573 which shows 30% lower revenue compared to last year showing closing stock by increasing 478% than that of last year.

9. **Confirmation Letter sent and not received:**

- Current Account with BSIFC Enterprises (Receivables & Payables);
- Sonali Bank Cash Credit A/C no-213 loan amount Tk. 150,494,185.65
- Short Term Loan Tk. 59,554,097.19

**Material uncertainty related to going concern**

The Company has been incurring loss for a long time. Its accumulated loss was Tk. (6,567,507,365) for the year ended 30 June, 2024 and, as of that date the Company's total ties exceeded its total assets by Tk. (5904,568,213.00) also the bank loan (agriculture) and short-term loan in the amounts of Tk. 2,539,156,644.00 and Tk. 59,554,097.00 were carried forward for a considerable span of time, as indicated in notes 17 and 24 of the financial statements. It has come to our attention that the business reported missing loan payments for the fiscal years 2007, 2018, 2019 and 2020. This big loan default raises serious questions about the company's financial stability and liquidity. These circumstances or occurrences suggest that there is considerable uncertainty that could seriously impair the company's capacity to continue operating in the foreseeable future and it also seems that the company unable to run its operation without government support.



### **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 of our 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.

### **Other Information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. We have not been provided the Director's report and other information contained within the annual report except the financial statements to the date of our auditor's report. We expect to obtain the remaining reports of the Annual report after the date of our auditor's report. Management is responsible for the other information.

In connection with our audit of financial statements, our responsibility is to read the other information identified above when it becomes available 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 appears to be materially misstated.

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

### **Other Matters**

The financial statements of the company for the year ended 30 June 2023 were audited by Mahfel Huq & Co., Chartered Accountants who expressed a qualified opinion on those statements on 29 October 2023.

### **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 in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 2020 and other applicable laws and regulations and for such internal control, the management determines its necessity 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 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 ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Our objectives are to obtain reasonable assurance about 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 it does not give 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 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 but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities 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.

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Securities & Exchange Rules 2020, the Companies Act, 1994, we also report that:

- (a) We have obtained all the information and explanations 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 company's statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes 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;

Date: October 28, 2024

Place: Dhaka.

  
**Md. Shafiqul Islam FCA**

Enrollment # 0595

Partner

Shafiq Basak & Co.

Chartered Accountants

DVC:2410280595AS167075



**ZEAL BANGLA SUGAR MILLS LIMITED**  
**Statement of Financial Position**  
As at 30 June 2024

PARTICULARS	Notes	Amount in BDT	
		June 30,2024	June 30,2023
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>147,245,048</b>	<b>140,818,910</b>
Property, Plant & Equipment	4.00	147,245,048	140,818,910
<b>Current Assets</b>		<b>515,694,104</b>	<b>313,454,775</b>
Inventories	5.00	319,054,503	135,209,608
Trade & Other Receivables	6.00	899,237	998,075
Loans & Advances	7.00	89,073,937	62,031,984
Advance Income Tax	8.00	6,159,881	3,160,081
Advance Deposits & pre-payment	9.00	856,311	856,311
Current Account with BSFIC Enterprises	10.00	12,556,039	25,224,303
Cash & Cash Equivalents	11.00	87,094,196	85,974,413
<b>Total Assets</b>		<b>662,939,152</b>	<b>454,273,685</b>
<b>EQUITY &amp; LIABILITIES:</b>			
<b>Shareholder's Equity :</b>		<b>(6,380,366,668)</b>	<b>(5,952,446,902)</b>
Share Capital	12.00	60,000,000	60,000,000
Capital Reserve	13.00	1,815,056	1,815,056
Equity Fund	14.00	90,725,636	90,725,636
Grants (Phase- I & II)	15.00	34,600,005	16,200,005
Retained Earnings	16.00	(6,567,507,365)	(6,121,187,599)
<b>Non-current Liabilities</b>		<b>3,906,188,944</b>	<b>3,398,711,661</b>
Bank loan (Agriculture)	17.00	2,539,156,644	2,342,582,004
Long Term Loan (Secured)	18.00	1,353,261,753	1,042,071,025
Deferred Tax Liability	Annexure - I	13,770,547	14,058,632
<b>Current Liabilities</b>		<b>3,137,116,876</b>	<b>3,008,008,926</b>
Creditors	19.00	233,321,130	190,835,811
Current Account with BSFIC	20.00	2,392,840,428	2,502,875,525
Current Account with BSFIC Enterprises (Payable)	21.00	23,171,001	18,475,211
Provision for Leave Pay & Gratuity	22.00	427,446,342	235,484,404
Provision for Doubtful Advances	23.00	783,879	783,879
Short Term Loan	24.00	59,554,097	59,554,097
<b>Total Liabilities</b>		<b>7,043,305,820</b>	<b>6,406,720,587</b>
<b>Total Shareholder's Equity &amp; Liabilities</b>		<b>662,939,152</b>	<b>454,273,685</b>
<b>Net Asset Value (NAV) Per Share</b>	32.00	<b>(1,063.39)</b>	<b>(992.07)</b>

The Annexed notes form an integral part of these financial statements

  
**Company Secretary**

  
**Managing Director**

  
**Director**

Signed in terms of our separate report of even date

  
**Md. Shafiqul Islam FCA**  
Enrollment # 0595  
Partner  
Shafiq Basak & CO.  
Chartered Accountants  
DVC:2410280595AS167075

Date: October 28, 2024  
Place: Dhaka



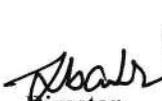
**ZEAL BANGLA SUGAR MILLS LIMITED**  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the year ended 30 June 2024

PARTICULARS	Notes	Amount in BDT	
		June 30, 2024	June 30, 2023
Sales	25.00	243,106,470	345,665,043
Less: Cost of Goods Sold	26.00	(355,386,608)	(540,767,343)
<b>Gross Profit / Loss for the Year</b>		<b>(112,280,138)</b>	<b>(195,102,300)</b>
<b>Less: Operating Expenses</b>			
Salaries and Allowances ( Adm ) Annexure-B		69,580,103	70,967,131
Administrative Expenses	27.00	10,427,312	10,308,389
Selling and Distribution Expenses	28.00	988,041	1,451,641
Audit Fees		150,000	100,000
Interest on Loan	29.00	260,852,961	256,338,640
Depreciation Annexure-C		533,488	468,303
		<b>342,531,905</b>	<b>339,634,104</b>
<b>Operating Profit / Loss for the Year</b>		<b>(454,812,043)</b>	<b>(534,736,404)</b>
Add : Income from Experimental Farm		2,519,451	(402,463)
Add : Miscellaneous Income	30.00	9,948,719	4,076,397
Less : Worker's Profit Participation Fund		-	-
<b>Profit Before Tax</b>		<b>(442,343,873)</b>	<b>(531,062,470)</b>
Less: Current Tax	31.00	4,263,977	2,991,179
Less: Deffered Tax Expense/(Income) Annexure-I		(288,085)	365,374
<b>Net profit/Loss for the Year</b>		<b>(446,319,766)</b>	<b>(534,419,023)</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>(446,319,766)</b>	<b>(534,419,023)</b>
<b>Earnings Per Share (EPS)</b>	33.00	<b>(74.39)</b>	<b>(89.07)</b>

The Annexed notes form an integral part of these financial statements

  
**Company Secretary**

  
**Managing Director**

  
**Director**

  
**Director**

Signed in terms of our separate report of even date

  
**Md. Shafiqul Islam FCA**  
Enrollment # 0595  
Partner  
Shafiq Basak & CO.  
Chartered Accountants  
DVC:2410280595AS167075

Date: October 28, 2024  
Place: Dhaka



**ZEAL BANGLA SUGER MILLS LIMITED**

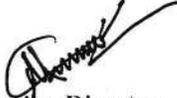
**Statement of Cash Flows**

For the year ended 30 June 2024

PARTICULARS	Notes	Amount in BDT	
		June 30, 2024	June 30, 2023
<b>A. Cash Flows From Operating Activities:</b>			
Cash received from customers and others		243,205,308	348,865,102
Cash paid to suppliers and other exp.		(620,145,864)	(775,900,105)
Cash paid for Bank Interest		-	-
Income tax paid		-	-
<b>Net Cash (Used In)/Generated By Operating Activities</b>		<b>(376,940,556)</b>	<b>(427,035,003)</b>
<b>B. Cash Flows From Investing Activities</b>			
Loan to cane growers, net		(21,725,755)	(17,155,090)
Acquisition of Fixed Assets		(16,344,177)	(25,417,363)
<b>Net Cash (Used In)/Generated By Investing Activities</b>		<b>(38,069,932)</b>	<b>(42,572,453)</b>
<b>C. Cash Flows From Financing Activities</b>			
Long Term Loan Net		507,765,368	431,590,983
Short Term Loan		-	-
Grant received		18,400,000	16,200,000
Current Account with BSFIC, net		(110,035,097)	76,067,657
<b>Net Cash (Used In)/Generated By Financing Activities</b>		<b>416,130,271</b>	<b>523,858,640</b>
<b>D. Increase/(Decrease) In Cash And Cash Equivalents (A+B+C)</b>		<b>1,119,783</b>	<b>54,251,184</b>
Opening Cash and Cash Equivalents		85,974,413	31,723,229
Exchange Gain or Loss		-	-
<b>Closing Cash &amp; Cash Equivalents</b>		<b>87,094,196</b>	<b>85,974,413</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	34.00	<b>(62.82)</b>	<b>(71.17)</b>

The Annexed notes form an integral part of these financial statements

  
Company Secretary

  
Managing Director

  
Director

  
Director

Date: October 28, 2024  
Place: Dhaka



ZEAL BANGLA SUGAR MILLS LTD

Statement of Changes in Equity

For the year ended 30 June 2024

Particulars	Paid up Capital Taka	Capital Reserve Taka	Equity Fund Taka	Grants Taka	Accumulated Losses Taka
Balance as on 1st July 2023	60,000,000	1,815,056	90,725,636	16,200,005	(6,121,187,599)
Net profit/loss for the year	-	-	-	18,400,000	(446,319,766)
Addition during the year	-	-	-	-	-
<b>Balance as on 30 June 2024</b>	<b>60,000,000</b>	<b>1,815,056</b>	<b>90,725,636</b>	<b>34,600,005</b>	<b>(6,567,507,365)</b>

Statement of Changes in Equity

For the year ended 30 June 2023

Particulars	Paid up Capital Taka	Capital Reserve Taka	Equity Fund Taka	Grants Taka	Accumulated Losses Taka
Balance as on 1st July 2022	60,000,000	1,815,056	90,725,636	5	(5,586,768,576)
Net profit/loss for the year	-	-	-	-	(534,419,023)
Government Grants received during the year	-	-	-	16,200,000	-
<b>Balance as on 30 June 2023</b>	<b>60,000,000</b>	<b>1,815,056</b>	<b>90,725,636</b>	<b>16,200,005</b>	<b>(6,121,187,599)</b>

The Annexed notes form an integral part of these financial statements



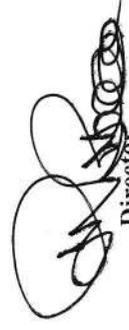
Company Secretary



Managing Director



Director



Director

Date: October 28, 2024

Place: Dhaka



## ZEAL BANGLA SUGAR MILLS LIMITED

### Notes to the financial statements

As at and for the year ended June 30, 2024

#### 1.00 Legal Status and Activities of the Company

#### 2.00 Domicile, Legal Form and Country of Incorporation:

Zeal Bangla Sugar Mills Ltd. was incorporated on May 16, with RJSC Reg. Number C- 1913 in the year 1963 as a public Limited company Act 1913. The Company is Listed with the Dhaka Stock Exchange (DSE),

#### 3.00 Nature of the Business Activities:

The main activities of the company during the year under audit were to produce sugar from sugarcane and molasses as by-product. Both sugar and molasses were sold out in the local market to growers, employees, Ministry of defense and others.

#### i) Address of Registered Office and Mills:

The registered office of the Company and the mill is located at Dewanganj, Jamalpur, Bangladesh.

#### ii) Number of Employees:

The total number of employees at the end of the year is 858. Details are as under:

Particulars	Number of Employees
Permanent	287
Seasonal	309
Master role	186
<b>Total</b>	<b>782</b>

#### 3.01 Statement of compliance

The financial statements of the company have been prepared in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by Financial Reporting Council. The compliance status of these IAS's & IFRS's are as follows:

IAS/IFRS	Name of the Standard	Compliance
IAS 1	Presentation of Financial Statements	Complied
IAS 2	Inventories	Complied
IAS 7	Statement of Cash Flows	Complied
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
IAS 10	Events after the Reporting Period	Complied
IAS 12	Income Taxes	Complied
IAS 16	Property, Plant and Equipment	Complied
IAS 19	Employee Benefits	Complied
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance	Complied
IAS 21	The Effects of Changes in Foreign Exchange Rates	Not applicable
IAS 23	Borrowing Costs	Complied
IAS 24	Related Party Disclosure	Complied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	Complied
IAS 27	Separate Financial Statements	Not applicable
IAS 28	Investment in Associates and Joint Ventures	Not applicable
IAS 29	Financial Reporting in Hyperinflationary Economics	Not applicable
IAS 32	Financial Instruments: Disclosure and Presentation	Not applicable
IAS 33	Earnings per Share	Complied
IAS 34	Interim Financial Reporting	Not applicable
IAS 36	Impairment of Assets	Complied
IAS 37	Provisions, Contingent Liabilities and Contingent assets	Not applicable



IAS 38	Intangible Assets	Complied
IAS 39	Financial Instruments: Recognition and Measurement	Not applicable
IAS 40	Investment Property	Not applicable
IAS 41	Agriculture	Not applicable
IFRS 1	First time Adoption of International Financial Reporting Standards	Not applicable
IFRS 2	Share based Payment	Not applicable
IFRS 3	Business Combinations	Not applicable
IFRS 4	Insurance Contracts	Not applicable
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations	Not applicable
IFRS 6	Exploration for and Evaluation of Mineral Resources	Not applicable
IFRS 7	Financial Instruments: Disclosures	Complied
IFRS 8	Operating Segments	Not applicable
IFRS 9	Financial Instruments	Complied
IFRS 10	Consolidated Financial Statements	Not applicable
IFRS 11	Joint Arrangements	Not applicable
IFRS 12	Disclosure of Interests in Other Entities	Complied
IFRS 13	Fair Value Measurement	Complied
IFRS 14	Regulatory Deferral Accounts	Not applicable
IFRS 15	Revenue from Contracts with Customers	Complied
IFRS 16	Leases	Not applicable

#### **Compliance with other regulatory requirements**

The Company complied with the requirements of following laws and regulations from various government bodies:

- The Companies Act, 1994;
- The Income Tax and amendment thereon;
- The Income Tax Law, 2023;
- The Value Added Tax and Supplementary Duty Act 2012;
- The Value Added Tax and Supplementary Duty Rule 2016;
- The Stamp Act, 1899;
- The Bangladesh Labor Act, 2006 and amended in 2015, The Bangladesh Labor Rules, 2010;
- The Bangladesh Securities and Exchange Ordinance, 1969;
- The Bangladesh Securities and Exchange Rules, 1987;
- Listing Regulations of Dhaka and Chittagong Stock Exchanges;
- The Income Tax Act, 2023.

### **3.2 SPECIFIC ACCOUNTING POLICIES-DISCLOSURE UNDER IAS-1"**

#### **3.3 Basis of Measurement used in preparing the financial Principle:**

The element of financial statements has been measured on "Historical Cost" convention and on accrual basis in accordance the company Act. 1994, the securities and exchange rules 1987, listing regulation of DSE and International Accounting Standards (IAS) and International Financial Reporting Standard (IFRS) and BSEC guidelines.

#### **3.04 Recognition of property, Plant and equipment and Depreciation IAS-16**

Property, Plant and Equipment are stated at their cost less accumulated depreciation in accordance with IAS-16 "Property, Plant and Equipment". Cost of acquisition or construction and capitalization as per requirements of companies Act. 1994. Expenditure for repairs and maintenance are recognized as expenses; major, replacements, renewals and betterments are capitalized.

#### **3.05 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, balance and deposits with financial institutions that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

#### **3.06 Depreciation:**



No depreciation is charged on Land and Land development. Depreciation is commenced when the asset is in the location and condition necessary for it to be capable of operating in the manner intended. Property plant and equipment of the company are depreciated using reducing balance method. Depreciation is expressed in terms of percentage of cost of the related assets. The depreciation rates per annum applicable to different categories of property, plant and equipment are as follows:

Asset category	Rate of depreciation
01. Building on Freehold Land	5%
02. 1 No. Steel Tank (BMRE)	3%
03. Plant & Machinery	10%
04. Office Equipment and Electrical Installation	10%
05. Vehicles & Transport	5%
06. Furniture, Fixture & Office Equipment	10%
07. Sundry Assets	10%

### 3.07 Inventories-IAS-2:

Inventories comprise raw materials, work in process, finished goods, packing materials, stores and spares, Molasses and goods in transit, The valuation of stores & spares has been made at Weighted average cost price. Store in transit has been valued at actual price. The value of work in process has been calculated at 100% of raw material. The valuation of finished sugar has been made by the price of Govt. order and molasses has been made by the press tender.

### 3.08 Trade Debtors:

These are carried at original invoice amount. This is considered good and collectible.

### 3.09 Creditors and Accrued Expenses:

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the supplier.

### 3.10 Taxation:

#### Income Tax

Tax provision has been made during the period on the basis of Turnover as per Section 163 Para 5 of Income Tax Law, 2023 since the company sustained loss.

#### Deferred Tax

The company has recognized deferred tax using balance sheet method in compliance with the provisions of IAS 12: Income Taxes. The company's policy of recognition of deferred tax assets/liabilities is based on temporary differences (taxable or deductible) between the carrying amount [Book value] of assets and liabilities for financial reporting purpose and its tax base, and accordingly, deferred tax income/expenses has been considered to determine net profit after tax. A deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available, against which temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

### 3.11 Borrowing Cost:

Borrowing costs as charged as expenses under the head interest on loan (IAS-23)

### 3.12 Revenue Recognition:

Sales are recognized when products are delivered. Sales comprise sales of surer and molasses and sales are shown in the financial statements of the company after excluding VAT and other duty (IFRS-15)

### 3.13 Cash Flow Statement:

Statement of cash flows is prepared under direct method in accordance with IAS-7 "Statement of Cash Flows" as required by the Bangladesh Securities and Exchange Rules 1987.



**3.14 Accounting of Sugar Cane Wastage:**

Sales proceeds of Bagasse's and Mud are included in the miscellaneous income.

**3.15 ADDITIONAL INFORMATION OF FINANCIAL STATEMENTS:**

**3.15.1 Responsibilities for preparation and presentation of Financial**

The Management is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act, 1994 and as per the provisions of "The Framework for the preparation of Financial Statements" issued by the International Accounting Standards (IAS).

**3.15.2 Components of Financial Statements:**

According to the International Accounting Standard (IAS 1) Presentation of Financial Statements" the complete set of Financial Statements included the following components:

- a) Statements of Financial Position as at June 30, 2024.
- b) Statements of Profit and Loss and other comprehensive Income for the period ended June 30, 2024.
- c) Statements of Changes in Equity for the period ended June 30, 2024.
- d) Statement of Cash Flows for the period ended June 30, 2024.
- e) Accounting policies and Explanatory notes as at and for the year ended 30 June 2024

**3.16 Reporting Period:**

Financial Statements of the company covers one financial year from 01 July 2023 to 30 June 2024.

**3.17 Reporting Currency and Level of precision:**

The figure in the financial Statements represent Bangladesh Taka (BDT.) which have been rounded off the nearest taka except where indicates otherwise.

**3.18 Comparative Information:**

Previous year's figure has been rearranged in line with current year's figures for fair presentation of Financial Statements.

**3.19 Contingent Liabilities:**

All known liabilities as of balance sheet date have been provided for and included in the financial statements. There are no contingent liabilities of Zeal Bangla Sugar Mills Limited.

**3.20 Post Balance Sheet:**

**Events:**

There were no material events occurring after the balance sheet date.

**Events after the reporting period**

Events after the reporting period that provide additional information about the Company's position at the reporting date or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Amounts recognized in the financial statements are adjusted for events after the reporting period that provide evidence of conditions that existed at the end of the reporting period. No adjustment is given in the financial statements for events after the reporting period that are indicative of conditions that arose after the reporting period. Material non-adjusting events are disclosed in the financial statements.



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
4.00	<b>Property, Plant &amp; Equipment</b>		
	<b>A. Cost/revaluation</b>		
	Opening balance	365,635,915	340,218,552
	Addition during the year	16,344,177	25,417,363
	Disposal/adjustment during the year	-	-
	<b>Total</b>	<b>381,980,092</b>	<b>365,635,915</b>
	<b>B. Accumulated Depreciation</b>		
	Opening balance	224,817,005	216,110,819
	Depreciation for the year	9,918,039	8,706,186
	Disposal/adjustment during the year	-	-
	<b>Total</b>	<b>234,735,044</b>	<b>224,817,005</b>
	<b>Net book value (A-B)</b>	<b>147,245,048</b>	<b>140,818,910</b>
5.00	<b>Inventories</b>		
	Stock of Spares	64,254,416	65,036,229
	Stores in Transit	15,969,932	6,330,387
	Fertilizer and Insecticides	19,864,607	25,491,747
		<b>100,088,955</b>	<b>96,858,363</b>
	<b>Finised Goods:</b>		
	Sugar 1065.58M.Ton @ tk125,000 & 11.00M.Ton @230,000	135,727,500	3,241,800
	Molasses 1832.04M Ton@TK 45,004	82,449,128	34,506,050
		<b>218,176,628</b>	<b>37,747,850</b>
	Work in Process	788,920	603,395
	<b>Total</b>	<b>319,054,503</b>	<b>135,209,608</b>
6.00	<b>Trade and Other Receivables</b>		
	Trade Debtors 6.01	777,500	876,338
	Sundry Debtors, Douthful of recovery 6.02	121,737	121,737
	Mr. Mainul Hossain, Advocate	-	-
	<b>Total</b>	<b>899,237</b>	<b>998,075</b>
6.01	<b>Trade Debtors</b>		
	<b>Sugar:</b>		
	Bsfic	777,500	801,338
	Ration shop	-	75,000
		<b>777,500</b>	<b>876,338</b>
6.02	<b>Sundry Debtors Doubtful of Recovery</b>		
	1. Mr. Shah Alam, Ex-CDA	61,231	61,231
	2. Mr. Jamat Ali, Ex-CDA	60,506	60,506
		<b>121,737</b>	<b>121,737</b>
7.00	<b>Loans &amp; Advance</b>		
	Advance against Motor-cycle & Bi-cycle	263,300	438,444
	Advance against Salary	953,418	1,103,679
	Advance against Expenses	347,401	323,378
	Cane Grower's Loan (Annexure-G)	87,498,362	60,145,466
	Advance against TA/DA	9,964	21,017
	Advance to cane account	1,492	-
	<b>Total</b>	<b>89,073,937</b>	<b>62,031,984</b>
8.00	<b>Advance Income Tax</b>		
	Financial Year :		
	1991-1992	440,882	440,882
	1993-1994	1,944,224	1,944,224
	1994-1995	774,975	774,975
	2023-2024	2,999,800	-
	<b>Total</b>	<b>6,159,881</b>	<b>3,160,081</b>



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
	Tax Deducted at source from the sales of sugar supplied to Ministry of Defense of GOB 5% on total		
9.00	<b>Advance Deposits &amp; pre-payment</b>		
	National Board of Revenue	677,811	677,811
	Bangladesh Power Development Board	140,500	140,500
	Bangladesh Oxygen Limited	37,000	37,000
	Central Excise Land Custom	1,000	1,000
	<b>Total</b>	<b>856,311</b>	<b>856,311</b>
	<b>Grand Total</b>	<b>856,311</b>	<b>856,311</b>

i. Deposits with national board of revenue Tk. 677,811.00 represents the payment against the capacity

**10.00 Current account with BSFIC Ent.( Receivable)**

**Name of Enterprise**

Renwick Jagswar & Co.	4,947,784	4,764,368
Mobarakgonj Sugar Mills Ltd	8,964	20,004
Kushtia Sugar Mills Ltd	1,126,193	948,430
Carew & Company Ltd		13,265,138
Setabgonj Sugar Mills Limited,	6,171,363	6,226,363
Faridpur Sugar Mills Ltd	24,847	
Shympur Sugar Mills Ltd	276,888	
<b>Total</b>	<b>12,556,039</b>	<b>25,224,303</b>

**11.00 Cash & Cash Equivalents**

Cash in Hand	16	7,785
Cash at Banks	87,094,180	85,966,628
<b>Total</b>	<b>87,094,196</b>	<b>85,974,413</b>

**11.01 Cash at Banks**

STD A/C # 1, Sonali Bank , D.S. Mills Branch	1,781,274	6,741,975
Sales Collection A/C # P-2/5 with Sonali Bank, D.S. Mills Branch	27,136,287	35,771,357
Janata Bank, Dilkusha, Dhaka A/C # 513	645,005	630,388
Sonali Bank, Shilpa Bhaban Branch , Dhaka A/C # 662	1,475	1,475
Sonali Bank, Shilpa Bhaban Branch , Dhaka A/C # 338	10,996,679	840,073
Rupali bank ,Melandah Branch,Jamalpur	26,203,925	41,586,210
Zbsm Revolving Fund	20,329,535	395,150
<b>Total</b>	<b>87,094,180</b>	<b>85,966,628</b>

**12.00 Share Capital**

**60,000,000** **60,000,000**

**12.01 Authorized Capital:**

50,000,000 Ordinary Share of TK 10 each	500,000,000	500,000,000
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**12.02 Issued, Subscribed & Paid Up Capital:**

Name of Subscriber		
BSFIC 3,060,000 shares	30,600,000	30,600,000
General Public 2,940,000 shares	29,400,000	29,400,000
	<b>60,000,000</b>	<b>60,000,000</b>

**Classification of shares by number of shares held**

Level of Share Holding	Number of Shareholders	Number of Shares	Total holding (%)
Less than 500 shares	4691	432,964	7.22
501 to 5,000 shares	482	750,831	12.51
5,001 to 10,000 shares	39	275,566	4.59
10,001 to 20,000 shares	20	300,704	5.01
20,001 to 30,000 shares	7	177,424	2.96
30,001 to 40,000 shares	3	136,453	2.27



SLNo	Particulars	Amount in BDT		
		June 30, 2024	June 30, 2023	
	40,001 to 50,000 shares	2	88,982	1.48
	50,001 to 100,000 shares	1	75,970	1.27
	100,001 to 1,000,000 shares	2	701,106	11.69
	Over 1,000,000 shares	1	3,060,000	51.00
	<b>Total</b>	<b>5248</b>	<b>6,000,000</b>	<b>100</b>
<b>13.00</b>	<b>Capital Reserve</b>			
	Balance as on 1st July 2023		1,815,056	1,815,056
	Add : Addition during the Year		-	-
			1,815,056	1,815,056
	Less : Adjustment made during the Year		-	-
	Balance as on 30 June 2024		<b>1,815,056</b>	<b>1,815,056</b>
<b>14.00</b>	<b>Equity Fund</b>			
	Received from Government for SM & RF 14.01		2,070,996	2,070,996
	Quasi Equity		88,207,140	88,207,140
	Integrated Cane Development Program		447,500	447,500
			<b>90,725,636</b>	<b>90,725,636</b>
<b>14.01</b>	<b>Quasi-Equity Loan (Interest Free)</b>			
	The above amount represents the net valuation gain made by the company through calculating net worth by a professional firm M/S Basu Banarjee & Co Chartered Accountants on 24th March 1988			
	Summary of calculation is given below :			
	Calculation of revalued net worth :			
		<b>Original Cost</b>	<b>Revalued Value</b>	
	Total Assets	171,716,682	290,864,262	
	Less : Total Liabilities	144,672,950	142,657,522	
	Net Worth	<b>27,043,732</b>	<b>148,206,740</b>	
	<b>The above net worth constituted as follows :</b>			
	Share Capital	60,000,000		
	Quasi- Equity Loan ( Revaluation Surplus )	88,207,140		
		<b>148,207,140</b>		
	It is noted that the net valuation gain has been account under the head of Quasi - Equity Loan ( Interest Free )			
<b>15.00</b>	<b>Grants</b>			
	The above amount was received from Government for Intensive			
		34,600,005	16,200,005	
		34,600,005	16,200,005	
	Balance as on 30th June 2024	<b>34,600,005</b>	<b>16,200,005</b>	
<b>16.00</b>	<b>Retained Earnings</b>			
	Opening Balance	(6,121,187,599)	(5,586,768,576)	
	Total comprehensive income for the year	(446,319,766)	(534,419,023)	
	<b>Total</b>	<b>(6,567,507,365)</b>	<b>(6,121,187,599)</b>	
<b>17.00</b>	<b>Bank Loan (Agriculture)</b>			
	Sonali Bank, D.S.Mills Branch, Agricultural Loan A/C# 673000010	372,067,338	343,250,558	
	Sonali Bank, D.S.Mills Branch, Agricultural Loan A/C# 673000011	483,898,039	446,433,787	
	Sonali Bank, D.S. Mills Branch, Agricultural Loan A/C # 673000012	510,812,908	471,267,425	
	Sonali Bank, D.S. Mills Branch, Agricultural Loan A/C # 462000006	584,117,083	538,903,248	
	Sonali Bank, D.S. Mills Branch, Agricultural Loan A/C # 462000007	588,261,276	542,726,986	
	<b>Total</b>	<b>2,539,156,644</b>	<b>2,342,582,004</b>	



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
18.00	<b>Long Term Loan (Secured)</b>		
	SM & RFS ( Seed Multiplication &	566,470	566,470
	Sonali Bank Cash Credit A/C . 213 ( Block )	150,494,185	150,494,185
	ADP loan for BMRE (Balancing ,	7,203,438	6,860,418
	Golden Handshake loan received from	31,627,007	29,836,799
	Operating loan (Received From Govt )	1,163,370,653	854,313,153
	<b>Total</b>	<b>1,353,261,753</b>	<b>1,042,071,025</b>
18.01	<b>Sonali Bank Cash Credit A/c No-213</b>		
	Balance as on 1st July 2023	150,494,185	150,494,185
	Add. Loan received from Bank	-	-
	Add: Interest Charged during the year	150,494,185	150,494,185
	Less : Repayment made during the year	-	-
	Balance as on 30 June 2024	<b>150,494,185</b>	<b>150,494,185</b>
18.02	<b>ADP loan for BMRE (Balancing , Modernization, Replacement) and Extension of Mills</b>		
	Balance as on 1st July 2023	6,860,418	6,533,731
	Add: Interest Charged during the year	343,020	326,687
		7,203,438	6,860,418
	Less : Repayment made during the year	-	-
	Balance as on 30 June 2024	<b>7,203,438</b>	<b>6,860,418</b>
18.03	<b>Golden Handshake loan received from Bangladesh Govt.</b>		
	Balance as on 1st July 2023	29,836,799	28,147,924
	Add: Interest Charged during the year	1,790,208	1,688,875
		31,627,007	29,836,799
	Less : Repayment made during the year	-	-
	Balance as on 30 June 2024	<b>31,627,007</b>	<b>29,836,799</b>
18.04	<b>Operating Loan (Received From Govt)</b>		
	This account has been introduce from 2005-2006		
	Balance as on 1st July 2023	854,313,153	600,277,380
	Add: Addition during the year	266,341,842	224,021,904
	Add: Interest Charged during the year	42,715,658	30,013,869
		1,163,370,653	854,313,153
	Less : Repayment made during the year	-	-
	Balance as on 30 June 2024	<b>1,163,370,653</b>	<b>854,313,153</b>
19.00	<b>Creditors</b>		
	Creditos for Good Supplied	38,982,799	33,589,929
	Creditors for Expenses	22,087,733	17,698,756
	Creditors for other finance	172,250,598	139,547,127
	<b>Total</b>	<b>233,321,130</b>	<b>190,835,811</b>
19.01	<b>Creditors for Goods Supplied</b>		
	Suppliers Current A/C	38,982,799	33,589,929
	<b>Total</b>	<b>38,982,799</b>	<b>33,589,929</b>
19.02	<b>Creditors for Expenses</b>		
	Provision for Tax	21,862,733	17,598,756
	Audit fees	225,000	100,000
	<b>Total:</b>	<b>22,087,733</b>	<b>17,698,756</b>



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
19.02.01	<b>Provision for Tax</b>		
	Opening balance	17,598,756	16,759,476
	Add: during the year	4,263,977	2,991,180
	Less: adjustment	-	2,151,900
	<b>Total</b>	<b>21,862,733</b>	<b>17,598,756</b>
19.03	<b>Creditors for other finance: Tk.</b>		
	Sundry Creditors	3,922,629	3,581,058
	Unpaid cane price	913,227	872,205
	Welfare fund	(368,660)	(70,075)
	Supplier VAT	57,823	374,079
	Staff Security	23,033	23,033
	Security deposit (contractors Suppliers Dealer)	4,977,660	4,970,833
	Provident Fund (Permanent)	33,245,799	21,400,925
	Provident Fund (Seasonal)	11,590,818	11,600,847
	Provident Fund (Head Office)	2,455,233	1,593,953
	Provident Fund (Other Mills)	868,468	793,520
	Education Cess	489,353	1,050,527
	Suppliers Income Tax	83,168	230,322
	Sugar Sales Income Tax	-	-
	Salary Income Tax	221,351	192,606
	Revenue Stamp	106,582	81,142
	Interest Payable	98,287,320	87,769,824
	Salary Payable	9,486,307	4,842,794
	Provision for Doubtful Debts	121,737	121,737
	Source VAT(7.5%Molasses)		5,244
	Source Tax(10%Molasses)		100,938
	STP Subsidy A/C	5,768,750	
	VAT(15%Molasses)		11615
	<b>Total</b>	<b>172,250,598</b>	<b>139,547,127</b>
	Provision for Doubtful Debts Tk.121,737 was made from agriculture loan which is distributed to cane		
19.03.01	<b>Interest Payable: Tk.</b>		
	Agril Credit A/C- 673000010	14,408,390	12,866,797
	Agril Credit A/C- 673000011	18,732,126	16,727,683
	Agril Credit A/C-673000012	19,772,741	17,656,902
	Agril Credit A/C-462000006	22,606,918	20,187,683
	Agril Credit A/C-462000007	22,767,145	20,330,759
	<b>Total</b>	<b>98,287,320</b>	<b>87,769,824</b>
20.00	<b>Current Account With BSFIC</b>		
	Balance as on 1st July 2023	2,502,875,525	2,426,807,868
	Add. Addition during the year	340,911,752	369,384,374
		2,843,787,277	2,796,192,242
	Less: Adjustment during the year	450,946,849	293,316,717
	<b>Balance as on 30 June 2024</b>	<b>2,392,840,428</b>	<b>2,502,875,525</b>
21.00	<b>Current account with BSFIC Enterprise (Payable)</b>		
	<b>Name of Enterprises:</b>		
	Joypurhat Sugar Mills Ltd	6,256,167	6,240,259
	Panchagar Sugar Mills Ltd	802,489	789,649
	Rangpur Sugar Mills Ltd	3,353,228	5,757,613
	Pabna Sugar Mills Ltd	689,287	450,052
	Thakurgoan Sugar Mills Ltd	234,492	183,051
	Natore Sugar Mills Ltd	842,083	840,907
	North Bengal Sugar Mills Ltd.	2,103,623	1,762,899



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
	Shampur Sugar Mills Ltd		894,501
	Carew & Company Ltd	7,151,192	
	Rajshahi Sugar Mills Ltd	1,738,440	1,556,280
	<b>Total</b>	<b>23,171,001</b>	<b>18,475,211</b>
22.00	<b>Provision of Leave Pay of Gratuity: Tk.</b>		
	Balance as on 1st July 2023	235,484,404	149,084,268
	Add. Provision for the year @ 30% of Basic Pay	233,743,179	118,706,331
		469,227,583	267,790,599
	Less: Payment/Adjustment made during the year	41,781,241	32,306,195
	Balance as on 30 June 2024	<b>427,446,342</b>	<b>235,484,404</b>
23.00	<b>Provision for Doubtful Advances</b>	783,879	783,879
	This amount has been carrying from 1993-1994. It includes Tk. 210,002.00 for 1993-1994 & Tk. 573,877.00 for 2007-2008.		
24.00	<b>Short Term Loan</b>		
	Cash Credit-246 (Sonali Bank PLC.)	59,554,097	59,554,097
		<b>59,554,097</b>	<b>59,554,097</b>
	Balance as on 1st July	59,554,097	59,554,097
	Add: Loan Received from Bank	-	-
	Add: Interest and Charges during the year	-	-
		59,554,097	59,554,097
	Less: Repayment made during the year	-	-
	<b>Balance as on 30 June 2024</b>	<b>59,554,097</b>	<b>59,554,097</b>
25.00	<b>Sales</b>		
	<b>Quantity in Metric Ton</b>		
	1. Sugar 1673.194	210,885,410	285,955,500
	2. Molasses 1067.00	32,221,060	59,709,543
	<b>Total</b>	<b>243,106,470</b>	<b>345,665,043</b>
25.01	<b>Molasses</b>		
	Gross Sales	38,811,733	79,115,148
	Less : Vat @ 15% & VDS @ 7.5%	6,590,673	13,434,649
	Less: IT @ 10%	6,590,673	5,970,956
		6,590,673	19,405,605
	<b>Total</b>	<b>32,221,060</b>	<b>59,709,543</b>
26.00	<b>Cost of Goods Sold</b>		
	<b>Stock as on 1st July 2023</b>		
	Sugar 32.13M.Ton @ tk 1,00,000 & .144M.Ton@2,00,000	3,241,800	51,009,500
	Molasses 985.69M.ton @ tk 35,007	34,506,050	66,531,168
		37,747,850	117,540,668
	Add: Cost of Production	535,815,386	460,974,525
		<b>573,563,236</b>	<b>578,515,193</b>
	<b>Less : Stock as on 30 June'2024</b>		
	Sugar 1065.58M.Ton @ tk125,000 & 11.00M.Ton @230,000	135,727,500	3,241,800
	Molasses 1832.04M Ton@TK 45004	82,449,128	34,506,050
		218,176,628	37,747,850
		<b>355,386,608</b>	<b>540,767,343</b>
26.01	<b>Cost of Production</b>		
	Opening Work in Process	603,395	297,152
	Add. Purchase of Sugarcane	248,156,008	157,213,403



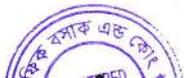
Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
	<b>Other Direct Expenses:</b>		
	Procurement Expenses 26.01.01	5,391,889	3,763,942
	Production store and Packing Materials 26.01.02	8,284,168	6,650,246
	Factory Salaries and Wages (Annexure-B) 26.01.03	219,019,726	248,609,311
	Factory Repairs and Maintenance 26.01.04	26,601,931	20,262,838
	Insurance	468,224	393,815
	Fuel and Power 26.01.05	15,739,505	13,529,193
	Depreciation (Annexure-c) 26.01.06	9,207,231	8,082,229
	Other Factory Overhead 26.01.07	3,132,229	2,775,791
		287,844,903	304,067,365
	Less: Closing work in process (Annexure -D)	788,920	603,395
	<b>Total</b>	<b>535,815,386</b>	<b>460,974,525</b>
<b>26.01.01</b>	<b>Procurement Expenses</b>		
	Loading and Unloading	4,575,121	3,158,908
	Other Indirect Materials	431,646	344,076
	Bonus for Cane Hauling	385,122	260,958
	<b>Total</b>	<b>5,391,889</b>	<b>3,763,942</b>
<b>26.01.02</b>	<b>Production store and Packing Materials</b>		
	Packing Materials	2,084,675	2,683,382
	Lime	1,484,917	1,016,569
	Sulfur	1,990,789	1,767,225
	Other Chemicals	2,723,787	1,183,070
	<b>Total</b>	<b>8,284,168</b>	<b>6,650,246</b>
<b>26.01.03</b>	<b>Factory Salaries and Wages (Annexure-B)</b>		
	Cane Procurement	29,324,862	31,238,563
	Transport	24,303,034	27,709,166
	Mechanical	47,200,197	47,338,669
	Chemical	23,410,183	25,639,949
	Steam Genration	11,570,801	14,420,953
	Power	8,328,401	9,465,622
	Electrical Maintaince	13,009,290	14,209,091
	Civil	6,593,521	7,347,742
	Cane Development	55,279,437	71,239,556
	<b>Total</b>	<b>219,019,726</b>	<b>248,609,311</b>
<b>26.01.04</b>	<b>Factory Repairs and Maintenance</b>		
	Cane Procurement	808,241	628,751
	Transport	5,581,343	3,315,996
	Mechanical	11,986,772	11,202,831
	Chemical	455,312	502,259
	Steam Generation	2,992,225	1,044,058
	Power	650,137	343,510
	Electrical Maintenance	1,457,208	1,771,619
	Civil	2,631,653	1,438,689
	Cane Development	39,040	15,125
	<b>Total</b>	<b>26,601,931</b>	<b>20,262,838</b>
<b>26.01.05</b>	<b>Fuel and Power</b>		
	Transport	7,007,256	6,236,588
	Mechanical	2,597,064	2,133,811
	Chemical	1,330	1,690
	Steam Generation	1,156,247	629,683
	Power	1,598,684	2,077,745
	Electrical Maintenance	3,150,819	2,357,889
	Cane Development	228,105	91,787
	<b>Total</b>	<b>15,739,505</b>	<b>13,529,193</b>



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
26.01.06	<b>Depreciation: (Annexure-C)</b>		
	Cane Procurement	551,050	483,719
	Transport	643,825	565,158
	Mechanical	3,420,690	3,002,727
	Chemical	1,572,922	1,380,732
	Steam Generation	878,686	771,322
	Power	906,660	795,878
	Electrical Maintenance	956,844	839,930
	Cane Development	276,554	242,763
	<b>Total</b>	<b>9,207,231</b>	<b>8,082,229</b>
26.01.07	<b>Other Factory Overhead</b>		
	Other Indirect Materials	203,553	153,054
	Rent, Rate and Taxes	668,638	697,357
	Cane Development Expenses	1,539,058	996,895
	Traveling Expenses	530,453	730,654
	Inaugural , Ceremonial and Entertainment	190,527	197,831
	<b>Total</b>	<b>3,132,229</b>	<b>2,775,791</b>
27.00	<b>Administrative Expenses</b>		
	Staff and Labor Welfare	1,038,334	1,310,525
	Training Expenses	142,303	264,152
	Repairs and Maintenance	579,330	353,040
	Other Indirect Materials	265,099	243,324
	Rent, Rate and Taxes	1,443,387	1,415,162
	Travelling and Conveyance	392,026	451,330
	Postage and Telegram	140,330	141,056
	Inaugural, Ceremonial and Entertainment	348,240	327,308
	Advertising and Publicity	1,404,930	1,701,919
	Bank Charges	123,894	105,158
	Insurance	3,234,198	3,230,689
	Legal Expenses	182,326	74,601
	AGM, Borad Meeting Expenses	504,450	443,842
	Miscellaneous Expenses	241,868	104,571
	Guest House Exp.	386,597	141,712
	<b>Total</b>	<b>10,427,312</b>	<b>10,308,389</b>
28.00	<b>Selling and Distribution Expenses</b>		
	Stocking and Loading	799,363	1,283,532
	Depreciation	177,320	155,654
	Advertising and Publicity	11,358	12,455
	<b>Total</b>	<b>988,041</b>	<b>1,451,641</b>
29.00	<b>Interest on Loan</b>		
	Sonali Bank, Shilpo Bhaban Branch , Motijheel, Dhaka		
	Cash Credit A/C 213,246	-	326,687
	Interest on ADP Loan	343,020	1,688,875
	Golden Handshake Laon	1,790,208	26,751,176
	Agril Credit A/C- 673000010	30,358,373	36,431,771
	Agril Credit A/C- 673000011	39,468,695	38,959,783
	Agril Credit A/C-673000012	41,661,323	54,285,601
	Agril Credit A/C-462000006	47,633,069	48,363,094
	Agril Credit A/C-462000007	47,970,676	



Sl.No	Particulars	Amount in BDT	
		June 30, 2024	June 30, 2023
	Interest on BSFIC Loan	8,911,939	19,517,784
	Interest on Operating loan	42,715,658	30,013,869
	<b>Total</b>	<b>260,852,961</b>	<b>256,338,640</b>
<b>30.00</b>	<b>Miscellaneous Income</b>		
	House Rent Deduction from Salary	31,569	24,160
	Rent from Market	322,300	393,700
	Sale of Bagasses and Press Mud	776,776	167,020
	Forfeiture of Security Money	290,764	3,170
	Transport hire charge	6,000	6,600
	Sundries Income	595,367	238,542
	Electricity charge	-	-
	Discount received	25,220	2,203
	Interest Income from Cane Growers Loan	7,398,593	3,234,002
	Sales of Scrap	502,130	7,000
	Interesat received		
	<b>Total</b>	<b>9,948,719</b>	<b>4,076,397</b>
<b>31.00</b>	<b>Provision for Tax</b>		
	Sugar Sales	210,885,410	285,955,500
	Molasses Sales (Net Value)	32,221,060	59,709,543
		243,106,470	345,665,043
		0.60%	0.60%
	<b>Tax on Gross Receipts</b>	<b>1,458,639</b>	<b>2,073,990</b>
	Tax on other Income	2,805,338	917,189
	<b>Total</b>	<b>4,263,977</b>	<b>2,991,179</b>
<b>32.00</b>	<b>Calculation of Net Asset Value Per Share (NAV)</b>		
	Net Asset	(6,380,366,668)	(5,952,446,902)
	Weighted average number of share outstanding	6,000,000	6,000,000
		<b>(1,063.39)</b>	<b>(992.07)</b>
<b>33.00</b>	<b>Earnings per share</b>	<b>(74.39)</b>	<b>(89.07)</b>
	<b>Basic earnings per share</b>		
	Profit attributable to ordinary shareholder	(446,319,766)	(534,419,023)
	Weighted average number of share outstanding	6,000,000	6,000,000
	<b>EPS</b>	<b>(74.39)</b>	<b>(89.07)</b>
<b>34.00</b>	<b>Reconciliation of Net Operating Cash Flow Under Indirect Method:</b>		
	<b>Cash Flow From Operating Activities:</b>		
	Operating Profit / Loss	(442,343,873)	(531,062,470)
	Depreciation Expenses	9,918,039	8,706,186
	<b>Adjustment to Reconcile net income to net cash provided by operating activities:</b>		
	Increase/Decrease in Trade and Other Receivables	98,838	(876,338)
	Increase/Decrease in Inventories	(189,472,035)	48,211,835
	Increase/Decrease in Loans & Advances	310,942	996,304
	Increase/Decrease in Advance Income Tax	(2,999,800)	
	Increase/Decrease in Current Accounts		
	with BSFIC Enterprises	12,668,264	(21,752,628)
	Increase/Decrease in Creditors	38,221,341	(14,243,921)
	Increase/Decrease in Provision for leave & gratuity	191,961,938	86,400,136
	Increase/Decrease in Current Accounts		
	with BSFIC Enterprises (Payable)	4,695,790	(3,414,107)
		<b>(376,940,556)</b>	<b>(427,035,003)</b>
	<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>(62.82)</b>	<b>(71.17)</b>



Sl.No	Particulars	Amount in BDT		Remarks
		June 30, 2024	June 30, 2023	
		30-Jun-24	30-Jun-23	
<b>35.00</b>	<b>Key Ratios</b>			
1.	Debt-Equity Ratio	(1.10)	(1.08)	Unsatisfactory
2.	Current Ratio	0.16	0.10	Unsatisfactory
3.	Quick Ratio	0.06	0.06	Unsatisfactory
4.	Asset Turnover Ratio	0.37	0.76	Unsatisfactory
5.	Inventory Turnover Ratio	1.56	3.39	Unsatisfactory
6.	Sales to Working Capital Ratio	(0.09)	(0.13)	Unsatisfactory
7.	Working Capital	(2621422772)	(2694554151)	Unsatisfactory
8.	Earning Per Share	(74.43)	(89.07)	Unsatisfactory
9.	Net Operating Cash Flow Per Share (NOCFPS)	(62.82)	(71.17)	Unsatisfactory
10.	Net Assets Value per share (NAVPS )	(1063)	(992)	Unsatisfactory

**Significant Deviation:**

1. Earnings Per Share (EPS) has negatively decreased due to: Net loss i.e. cost of production increased than that of previous year
2. Net Operating Cash Flow Per Share (NOCFPS) has negatively decreased due to decreased of cash paid to supplier and other expenses than that of previous year.
3. Net Assets Value Per Share (NAVPS) has negatively increased due to total liability increased than that of previous year.

**Attendance at Board Meeting during the year 2023-2024**

Composition	Position	No.of Board	No.of Board
Mr. Sheikh Shoebul Alam nde (Grade-01)	Chairman	4	4
Mr. Pulok kanti Borua	Director	4	2
Mr. A.T. M. Kamrul Islam Tang	Director	4	1
Khondoker Azim Ahmed NDC	Director	4	4
Eng. Ataur Rahman Khan (Grade-02)	Director	4	2
Jiban Nahar	Director	4	2
Md Monirul Islam, FCMA	Independent Director	4	2
Mr.Md. Jasim Uddin Akond, FCMA	Independent Director	4	2
Dr. Feroz Iqbal Faruque FCS	Independent Director	4	1
Mr. Md. Rabbik Hasan, FCMA	Managing Director	4	4



**ZEAL BANGLA SUGAR MILLS LTD**

**Related party Disclosure**

For the year ended 30 June 2024

Name Related Party	Nature of Relationship	Opening Balance		Transaction during the year		Balance	
		Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
Joypurhat Sugar Mills Ltd	Inter Transaction		6,238,989		17,178	-	6,256,167
Setabgonj Sugar Mills Limited	Inter Transaction	6,226,363			55,000	6,171,363	
Carew & Company Ltd	Inter Transaction	13,265,138		11,081,160	31,497,490		7,151,192
Panchagar Sugar Mills Ltd	Inter Transaction		789,648	24,847	12,840	24,847	802,488
Faridpur Sugar Mills Ltd	Inter Transaction		5,757,612	2,481,410	77,025		3,353,227
Rangpur Sugar Mills Ltd	Inter Transaction		1,556,280		182,160		1,738,440
Rajshahi Sugar Mills Ltd	Inter Transaction		450,052		239,235		689,287
Pabna Sugar Mills Ltd	Inter Transaction		183,051	9,928	61,369		234,492
Thakurgoan Sugar Mills Ltd	Inter Transaction	4,764,368		7,487,754	7,304,338	4,947,784	
Renwick Jagswar & Co.	Inter Transaction	948,430		561,336	383,573	1,126,193	
Kushtia Sugar Mills Ltd	Inter Transaction		840,907		1,176		842,083
Natore Sugar Mills Ltd	Inter Transaction		1,762,900	748,276	1,089,000		2,103,624
North Bengal Sugar Mills Ltd.	Inter Transaction				11,040	8,964	
Mobarakgonj Sugar Mills Ltd	Inter Transaction	20,004		1,206,720	35,331	276,888	
Shyampur Sugar Mills Ltd	Inter Transaction		894,501				
Bangladesh Sugar & food Industries Corporation	Inter Transaction		2,502,875,525	450,946,849	340,911,752		2,392,840,428
<b>Total</b>		<b>25,224,303</b>	<b>2,521,349,465</b>	<b>474,548,280</b>	<b>381,878,507</b>	<b>12,556,039</b>	<b>2,416,011,428</b>

**Key Management Personnel Compensation**

Name	Designation	Basic Salary (Annual)	House Rent (Annual)	Education Allowance (Annual)	Medical Allowance (Annual)	Grows Salary Amount (Annual)
Md.Rabbik Hasan	Managing Director	825,240		6,000	18,000	849,240
Sharif Mohammad Ziaul Haque	Chief Financial officer	767,520		12,000	18,000	797,520
		<b>1,592,760</b>	<b>-</b>	<b>18,000</b>	<b>36,000</b>	<b>1,646,760</b>



**ZEAL BANGLA SUGAR MILLS LIMITED**  
**Schedule of Property, Plant and Equipment**  
As at and for the year ended 30 June 2024

Annexure-A  
Amount in BDT

Category of assets	Cost or revaluation				Rate (%)	Depreciation		Net Book Value as at 30 June 2024	
	Balance as at 1 July 2023	Addition	Disposal/ Adjustment	Balance as at 30 June 2024		Charged during the year	Adjustment during the year		Balance as at 30 June 2024
<b>Cost</b>									
<b>Tangible Assets</b>									
Freehold Land	14,107,800	-	-	14,107,800				14,107,800	
Building on Freehold Land	46,875,475	2,071,536	-	48,947,011	2.5%-5%	483,944		37,680,537	
1 No. Steel Tank (BMRE)	3,420,000	-	-	3,420,000	3%	1,676,786		1,720,366	
Plant & Machinery	173,213,598	12,858,236	-	186,071,834	10%	114,956,344		120,782,069	
Office Equipment and Electrical	21,361,059	1,287,205	-	22,648,264	10%	12,214,273		13,128,952	
Installation	88,907,878	100,000	-	89,007,878	5%	48,155,522		50,193,140	
Vehicles & Transport	3,301,890	27,200	-	3,329,090	10%	3,068,231		3,091,597	
Furniture, Fixture & Office Equipment	8,127,922		-	8,127,922	10%	3,244,308		3,732,669	
Sundry Assets	359,315,622	16,344,177	-	375,659,799		9,817,273		230,329,330	
<b>As at 30 June 2024</b>									
<b>Other Tangible Assets</b>									
Seed Multiplication & Research Farm	2,483,814			2,483,814	5%	764,192		850,173	
Scheme	132,000			132,000	5%	40,613		45,182	
Integrated Cane Development Program (ICDP)	646,875			646,875	5%	445,469		455,539	
ICDS- Phase -I (Buildings)	3,053,380			3,053,380	5%	3,053,375		3,053,375	
ICDS- Phase -II (Buildings)	6,316,069			6,316,069		4,303,649		4,404,269	
<b>As at 30 June 2024</b>									
Cattle Grand Plant	4,224			4,224	5%	1,299		1,445	
<b>As at 30 June 2024</b>									
<b>Grand Total As at 30 June 2024</b>	<b>365,635,915</b>	<b>16,344,177</b>	<b>-</b>	<b>381,980,092</b>	<b>0</b>	<b>224,817,005</b>	<b>9,918,039</b>	<b>234,735,044</b>	
								<b>147,245,048</b>	



**ZEAL BANGLA SUGAR MILLS LTD****Schedule of Salary & Wages**

For the year ended 30 June 2024

**Annexure-B**

Allocation	Note	30-Jun-24	30-Jun-23
<b>Manufacturing (Cost of Goods Sold)</b>	26.01.03	219,019,726	248,609,311
Administrative	P/L A/C	69,580,103	70,967,131
<b>Total</b>		<b>288,599,829</b>	<b>319,576,442</b>

**Schedule Of Depreciation**

For the year ended 30 June 2024

**Annexure-C**

Allocation	Note	30-Jun-24	30-Jun-23
<b>Manufacturing (Cost of Goods Sold)</b>	26.01.06	9,207,231	8,082,229
Administrative	P/L A/C	533,488	468,303
Selling and Distribution	1.34	177,320	155,654
<b>Total</b>		<b>9,918,039</b>	<b>8,706,186</b>

**Working In Process**

For the year ended 30 June 2024

**Annexure-D**

Particulars	Quantity/ Value
1. Cane Crushed (M.T)	44,988.00
2. Sugar Production (M.T)	2,717.50
3. Working In-Process (M.T)	8.67
4. Recovery (%)	6.04
6. Cane under process (M.T)	143
7. Cost of Cane under the process (Tk.)	779,350.00
8. Cost of chemical under process (TK)	9,570.00
8. Total work In Process Valuation (Tk.)	788,920.00

**Schedule of Sugar Sales**

For the year ended 30 June 2024

**Annexure-E**

Particulars	Quantity/ M.T	Value
1. Police	1054.70	<b>131,837,500</b>
2. Ration	35.25	<b>4,193,750</b>
3. Free Sale	248.74	<b>31,286,870</b>
4. H O	70.00	<b>10,052,000</b>
5. Defence	117.00	<b>15,077,790</b>
6. Growers	147.50	<b>18,437,500</b>
<b>Total :</b>	<b>1673.19</b>	<b>210,885,410</b>

Manager (Accounts)

GM.(FIn)



**ZEAL BANGLA SUGAR MILLS LTD**

**Schedule of Molasses Sales**

For the year ended 30 June 2024

Annexure-F

Steel Tank	1067.00 (M.T)
Net Value	38,811,733.00
VAT 22.5%	6,590,673.00
I.T 10%	0.00
Total Taka	32,221,060.00

Cane Growers Loan  
For the Year ended 30 June 2024

Annexure-G

Particulars	Parincipal	Interest	Total Loan	Recovery during the year 2023-24	Balance as on 30-06-2024
Upto 2021-22	24,571,442		24,571,442	114,495	24,456,947
2022-23	32,340,022	3,234,002	35,574,024	35,574,024	0
2023-24	55,788,863	7,252,552	63,041,415		63,041,415
					87,498,362

**Schedule of stock of Spares**  
For the Year ended 30 June 2024

Annexure-H

Code No	Particulars	June 30 2024	June 30 2023
1	Construction materials	762,343	83,511
2	Iron, steel and Non-Ferous	3,172,435	3,232,538
3	Pipe, tubes and fitting	3,411,720	2,443,827
4	Refractories	4,296,572	4,529,610
5	Fuel, Oil and Lubricant	3,502,866	4,123,602
6	Production Materials	3,819,721	6,421,483
7	Paints and Vernishes	101,881	111,230
8	General Hardware	830,798	870,721
9	Loose tools	280,647	259,960
10	Domestic Equipment	17,636	22,411
11	Furniture & fixture	-	-
12	Cord Rops and Chains	82,586	68,755
13	Packing Materials	845,507	955,691
14	Chemical and Lab Equipment	251,384	106,446
15	Medical Supplies	7,832	7,832
16	Printing and stationary	529,579	634,596
17	Mechanical Spares	33,962,760	32,926,471
18	Electrical Spares	3,805,738	4,020,462
19	Office Equipment	199	-
20	Miscellaneous Store Mat	1,477,771	1,627,916
21	Transport/Garag Spares	3,267,541	2,589,127
22	Sub Total	64,427,516	65,036,229
	Fertilizer & Pesticides	19,691,507	25,491,747
	<b>Total</b>	<b>84,119,023</b>	<b>90,527,976</b>

Manager (Accounts)

GM.(Fin)



**ZEAL BANGLA SUGAR MILLS LTD**  
**Deferred Tax Calculations**  
**For the year ended June 30, 2024**

Annexure-I

**Deferred Tax Liability:**

Opening balance	14,058,632
Closing Balance	13,770,547
<b>Deferred Tax expenses / (Income)</b>	<b>(288,085)</b>

Deferred Tax Calculation

	<u>Accounts Base</u>	<u>Tax Base</u>	<u>Difference</u>
WDV of Fixed Assets	147,245,048	86,042,615	61,202,433
Total	<b>147,245,048</b>	<b>86,042,615</b>	<b>61,202,433</b>
Deferred Tax Liability @22.5%			13,770,547

Deferred tax is related to taxable temporary timing differences on account of depreciation on property, plant and equipment.



**ZEAL BANGLA SUGAR MILLS LTD**

**Schedule of Fixed Assets (Tax Base)**

For the year ended June 30, 2024

(Annexure-J)

SL. No.	Particulars	C O S T			Total	Rate	Charged for the year	Written down Value as on 30.06.2024
		Opening Balance as on 01.07.2023	Addition during the Period	Disposal during the Period				
	<b>Tangible Assets</b>							
1	Freehold Land (Building and Other)	8,303,630	-	-	8,303,630	-	-	8,303,630
2	Building on Freehold Land (Factory Building 50%)	7,628,651	2,071,536	-	9,700,187	10%	970,019	8,730,168
3	Office and Dometory	454,287	-	-	454,287	10%	45,429	408,858
4	Plant & Machinery	35,606,088	12,858,236	-	48,464,324	10%	4,846,432	43,617,892
5	Equipment	7,304,013	1,287,205	-	8,591,218	10%	859,122	7,732,096
6	Furniture	251,966	-	-	251,966	10%	25,197	226,769
7	Vehicle	13,974,849	100,000	-	14,074,849	10%	1,407,485	12,667,364
8	Sundry Assets	4,812,619	27,200	-	4,839,819	10%	483,982	4,355,837
	<b>Total</b>	<b>78,336,103</b>	<b>16,344,177</b>	<b>-</b>	<b>94,680,280</b>		<b>8,637,665</b>	<b>86,042,615</b>

Manager (Accounts)

GM.(Fin)

