

Eastern Cables Limited
Auditor's Report
And
Financial Statement
For the year ended 30th 2023



**Independent Auditors' Report
To The Shareholders of
Eastern Cables Limited
Report on the Audit of the Financial Statements**

Qualified Opinion

We have audited the financial statements of Eastern Cables Limited, which comprise the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, 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.

In our opinion, except for effect of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly in all material respects of the statement of financial position of Eastern Cables Limited as at 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Company Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Qualified Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standard 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 in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

- BDT 3,38,64,922 has been shown as Unclaimed Dividend in the financial statements of the company as at 30 June 2023, though the balance of the bank account for dividend was BDT 874,144 which is non-compliance of Bangladesh Security Exchange Commission Directive (no. BSEC/CMRRCD/2021-386/03) where it is stated that any unpaid or unclaimed cash dividend if remains, shall be transferred to separate bank account of the issuer as maintained for this purpose, within one year from the date of declaration or approval or record date.
- The company's deferred tax has not been correctly estimated in accordance with IAS 12 Income Tax paragraph 17 and the complete computation of income tax has not been disclosed in the notes to the financial statements in accordance with paragraphs 46 and 81(g) of IAS 12 Income Tax.
- The amount of trade receivables, which is BDT 59,397,341 out of BDT 9,06,25,551, has remained the same over the past few years, and the company has not made any provisions. It contravenes the instruction outlined in IFRS 9's paragraph 5.5 regarding how to account for credit losses on financial instruments.



- With reference to Note No. 11.00 of the notes to the financial statements, a sum of Tk. 16,103,953 has been reported as Current Assets under the heading "Current Account with Projects under BSEC Dis-invested By Government" for a long time without any addition or modification. Additionally, no supporting documentation regarding the stated sum has been sent to us for the purpose of verifying the accuracy of our information. The sum was therefore unconfirmed and unverified.
- The entity has a gratuity fund approved by the NBR. As per clause -03 of the condition of the approval, the gratuity fund should have been audited for every financial year. The company does not comply with this clause.

Emphasis of Matter

Instead of transferring BDT 16,961,379 to Provident Fund, the company has shown this amount in current liabilities.

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 are 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.

| Risk | Our Response to the risk |
|---|---|
| Property, Plant and Equipment: The company has represented total Property Plant and Equipment (WDV) BDT 8,94,46,95,961 during the financial year 30 June 2023. The company represents addition for property, plant and equipment BDT 46,467. This was an area of focus for our audit and significant audit effort. | We tested the design and operating effectiveness of key control focusing on the following: <ul style="list-style-type: none">• We verified the existence and legal ownership of Property, Plant and Equipment.• Calculate and verify the depreciation of property, plant and equipment.• Evaluating the adequacy of disclosure to financial statements. Finally assessed the appropriateness and presentation of disclosures against property, plant and equipment. |
| Note no. 05.00 to the financial statements | |
| Recoverability assessment of Trade and Other Receivable The company has a net Trade and Other Receivable of Tk. 9,06,25,551 as at 30 June 2023. Trade receivables of the company comprise mainly receivables in relation to the trading business regarding the Sales of finished goods. | <ul style="list-style-type: none">• Tested the accuracy of aging of trade receivables at year end on a sample basis;• Obtained a list of outstanding receivables and identified any debtors with financial difficulty through discussion with management;• Assessed the recoverability of the unsettled receivables on a sample basis |



| | |
|---|--|
| <p>The recoverable amount was estimated by management based on their specific recoverability assessment on debtor with reference to the aging profile, historical payment pattern and the past record of default of the customer.</p> | <p>through our evaluation of management's assessment with reference to the credit profile of the customers, historical payment pattern of customers, publicly available information and latest correspondence with customers and to consider if any additional provision should be made; and Tested subsequent settlement of trade receivables after the balance sheet date on a sample basis, if any.</p> |
|---|--|

Note no. 9.00 to the financial statements

| | |
|---|--|
| <p>Tax provisioning and recognition of deferred tax asset</p> <p>The Company reported current tax provision Tk. 26,70,706 and deferred tax income 21,44,095. The Company has recognized deferred Tax Liability for deductible temporary differences that it believes are payable. The recoverability of recognized deferred tax liability is in part dependent on the company's ability to generate future taxable profits sufficient to utilize deductible temporary differences.</p> | <ul style="list-style-type: none">• Use of our own tax specialists to assess the company's tax computation. Our tax specialists were also used to evaluate tax strategies that the company expects will hardly enable the successful recovery of the recognized deferred tax liability taking into account the Company's tax position and our knowledge and experience of the application of relevant tax legislation;• To analyses and challenge the assumptions used to determine tax provisions based on our knowledge and experiences of the application of the local legislation;• Evaluating the adequacy of the financial statement disclosures, including disclosures of key assumptions, judgments and sensitivities related to tax and deferred tax.• Assess the tax provision calculation with reference to ITO 1984 under section 82C and Financial Act 2020. |
|---|--|

Note no. 32.00 to the financial statements

| | |
|---|---|
| <p>Revenue Recognition</p> <p>Revenue of BDT 490,717,999 is recognized in the statement of profit or loss and other comprehensive income for the year ended 30 June 2023 by the company. This material item is subject to considerable inherent risk due to the complexity of the system necessary for proper recognition, measurement, and substantive audit procedures, including:</p> | <ul style="list-style-type: none">• In light of the fact that the high degree of complexity and estimates and assumptions give rise to and increased risk of accounting misstatements, we assessed the Company's processes and controls for recognizing revenue as part of our audit. Furthermore, in order to mitigate the inherent risk in this audit area, our audit approach included testing |
|---|---|



| | |
|---|--|
| <p>recording considering the complexity of the standard on revenue recognition, International Financial Reporting Standard 15 "Revenue from Contracts with Customers". Therefore, there is a risk of revenue being misstated as a result of faulty recognitions.</p> | <p>of the controls and substantive audit procedures, including:</p> <ul style="list-style-type: none">• Assessing the environment of the measurement as well as other relevant systems supporting the accounting of revenue.• Assessing controls for systems and procedures supporting revenue recognition.• Assessing the invoicing and measurement system up to entries in the general ledger.• Examining customer invoices and receipts of payment on a test basis in accordance with contract.• Testing the revenue recognition in line with contract and reporting standard.• Furthermore, we assessed the accounting effects new business and price models. We assured ourselves of the appropriateness of the systems, Processes, a Controls in place and that the estimates assumptions made by management are sufficient documented and substantiated to ensure that revenue is properly recognized. |
| <p>See Note No. 25.00 to the Statement of Financial Statement.</p> | |
| <p>b) Valuation of Inventory</p> <p>The company had inventory of BDT 428,723,674 as at June 30, 2023, held in distribution centers, warehouses and numerous branches.</p> <p>Inventories are carried at the lower of cost and net realizable value. As a result, the Directors apply judgement in determining the appropriate values for slow-moving or obsolete items.</p> <p>The provision is calculated within the company's accounting systems using an automated process.</p> | <p>Our audit included the following procedure:</p> <ul style="list-style-type: none">• Attending inventory counts and reconciling the count results to the inventory listings to test the completeness of data.• Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete; <p>Challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory lines to assess whether provisions for slow moving/obsolete inventories are valid and complete;</p> <ul style="list-style-type: none">• Evaluating the design and implementation of key inventory controls operating across the |



| | |
|---|---|
| | company including those at a sample of distribution centers, warehouses and branches. |
| See note and 08.00 to the financial statements. | |

Going Concern

We are required to report if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of the financial statements. We have nothing to report in these respects.

Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor’s report thereon.

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

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 appears 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.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, Companies Act 1994 and for such internal control as management determines



is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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, 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 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.



- Obtained sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express opinion on the financial statements. We are responsible for the direction, supervision and performance of the company 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 the 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 and Securities and Exchange Rules, 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account;
- d) the expenditure incurred and payments made were for the purpose of the Company Business;
- e) the information and explanation required by us have been received and found satisfactory.

Dated, Dhaka
November 06, 2023

Md. Iqbal Hossain FCA
Partner, Enrolment No.:596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
DVC: 2311070596AS811106



EASTERN CABLES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

| | Notes | Amount in BDT | |
|---|-------|-----------------------|-----------------------|
| | | 30.06.2023 | 30.06.2022 |
| ASSETS | | | |
| Non-current Assets | | 8,963,687,470 | 8,970,901,404 |
| Property, Plant and Equipment | 5.00 | 8,944,695,961 | 8,954,053,989 |
| Deferred Tax | 6.00 | 18,991,510 | 16,847,415 |
| Current Assets | | 1,652,280,165 | 1,457,933,679 |
| Inventories | 8.00 | 428,723,674 | 228,602,694 |
| Trade and Other Receivable | 9.00 | 90,625,550 | 79,991,135 |
| Current Account with Projects under BSEC | 10.00 | 10,198,172 | 9,230,940 |
| Current Account with Projects under BSEC Dis-invested By Government | 11.00 | 16,103,953 | 16,103,953 |
| Advances, Deposits and Pre-payments | 12.00 | 1,097,891,733 | 1,108,643,158 |
| Cash and Cash Equivalents | 13.00 | 8,737,083 | 15,361,799 |
| Total Assets | | 10,615,967,635 | 10,428,835,082 |
| EQUITY & LIABILITIES: | | | |
| Shareholders' Equity | | 9,090,638,829 | 9,083,091,908 |
| Share Capital | 14.00 | 264,000,000 | 264,000,000 |
| Assets Revaluation Reserve | 15.00 | 8,816,898,675 | 8,816,898,675 |
| Reserve and Surplus | 16.00 | 304,917,809 | 304,917,809 |
| Retained Earnings | | (295,177,655) | (302,724,576) |
| Liabilities | | | |
| Non-current Liabilities | | 208,922,171 | 196,715,363 |
| Long Term Loans | 17.00 | 77,436,735 | 77,436,735 |
| Defined Benefit Obligations - Gratuity | 18.00 | 131,485,436 | 119,278,628 |
| Current Liabilities | | 1,316,406,636 | 1,149,027,810 |
| Short Term Loan | 19.00 | 570,997,329 | 483,206,218 |
| Creditors and Accruals | 20.00 | 296,261,277 | 238,386,194 |
| Current Account With BSEC | 21.00 | 57,918,896 | 50,295,048 |
| Unclaimed Dividend Accounts | 22.00 | 33,864,922 | 32,702,575 |
| Advances from the Parties | 23.00 | 24,805,727 | 14,549,997 |
| Provision for Income Tax | 24.00 | 332,558,485 | 329,887,779 |
| Total Equity and Liabilities | | 10,615,967,635 | 10,428,835,082 |
| Net Asset Value (NAV) Per Share | 33.00 | 344.34 | 344.06 |

Sanjay kumar Datta
Company Secretary

Syed Mohammed Saherul Azam
Managing Director

Md. Mofizur Rahman
Director

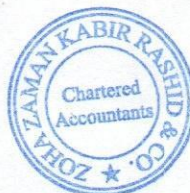
Md. Salim Ullah
Independent Director

Md. Iqbal Hossain FCA
Partner, Enrolment No.:596 (ICAB)
Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

DVC: 2311070596AS811106

Place: Dhaka
Date: 06 November 2023





EASTERN CABLES LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2023

| | Notes | Amount in (BDT) | |
|--|-------|--------------------|--------------------|
| | | 2022-2023 | 2021-2022 |
| Revenue (Net of VAT) | 25.00 | 490,717,999 | 384,952,058 |
| Cost of Goods Sold | 26.00 | (369,786,566) | (267,817,041) |
| Gross Profit/(Loss) | | 120,931,434 | 117,135,017 |
| Operating Expenses | | | |
| Administrative Expenses | 27.00 | (51,204,605) | (46,602,860) |
| Selling and Distribution Expense | 28.00 | (30,036,982) | (21,494,082) |
| Audit Fee | 29.00 | (195,000) | (142,025) |
| Operating Profit/(Loss) | | 39,494,846 | 48,896,049 |
| Other Income | 30.00 | 26,202,757 | 2,255,077 |
| Financial Expenses | 31.00 | (51,641,253) | (42,116,642) |
| Profit/(Loss) Before WPPF and Tax | | 14,056,350 | 9,034,484 |
| Contribution to WPPF and Workers Welfare Fund | | (702,818) | (451,724) |
| Net Profit/(Loss) Before Tax | | 13,353,532 | 8,582,760 |
| Income Tax Expenses | | | |
| Corporate Tax | 32.00 | (2,670,706) | (1,716,552) |
| Deferred Tax | 32.00 | 2,144,095 | 2,194,811 |
| Net Profit/(Loss) After Tax | | 12,826,921 | 9,061,020 |
| Total Comprehensive Income for the Year | | 12,826,921 | 9,061,020 |
| Basic Earning Per Share (EPS) | 34.00 | 0.49 | 0.34 |

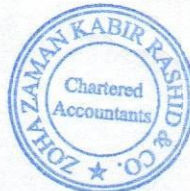
Sanjay Kumar Datta
Company Secretary

Syed Mohammed Saherul Azam
Managing Director

Md. Mofizur Rahman
Director

Md. Salim Ullah
Independent Director

Place: Dhaka
Date: 06 November 2023



Md. Iqbal Hossain FCA
Partner, Enrolment No.:596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants



EASTERN CABLES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023

| Particulars | Share Capital | Assets Revaluation Reserve | Reserve and Surplus | Retained Earnings | Total Equity |
|-----------------------------------|--------------------|----------------------------|---------------------|----------------------|----------------------|
| Balance as at 01 July 2022 | 264,000,000 | 8,816,898,675 | 304,917,809 | (302,724,576) | 9,083,091,909 |
| Cash Dividend(21-22) | - | - | - | (5,280,000) | (5,280,000) |
| Net Profit/(Loss) After Tax | - | - | - | 12,826,921 | 12,826,921 |
| Balance as at 30 June 2023 | 264,000,000 | 8,816,898,675 | 304,917,809 | (295,177,655) | 9,090,638,830 |

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022

| Particulars | Share Capital | Assets Revaluation Reserve | Reserve and Surplus | Retained Earnings | Total Equity |
|--|--------------------|----------------------------|---------------------|----------------------|----------------------|
| Balance as at 01 July 2021 | 264,000,000 | 18,043,823 | 304,917,809 | (311,785,596) | 275,176,036 |
| Adjustments Replcement of Machinery with Reserve & Sulplus | - | 8,798,854,852 | - | - | 8,798,854,852 |
| Net Profit/(Loss) After Tax | - | - | - | 9,061,020 | 9,061,020 |
| Balance as at 30 June 2022 | 264,000,000 | 8,816,898,675 | 304,917,809 | (302,724,576) | 9,083,091,908 |

Sanjay kumar Datta
Company Secretary

Syed Mohammed Saherul Azam
Managing Director

Md. Mofizur Rahman
Director

Md. Salim Ullah
Independent Director

Place:Dhaka
Date: 06 November 2023

Md. Iqbal Hossain FCA
Partner, Enrolment No.:596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants





EASTERN CABLES LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

| | Amount in (BDT) | |
|--|---------------------|--------------------|
| | 2022-2023 | 2021-2022 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash Received from Customers | 490,339,315 | 382,620,253 |
| Cash Received from Other Income | 26,202,757 | 2,255,077 |
| Cash Payment to Suppliers, Employees and Others | (534,264,511) | (350,264,915) |
| Cash Generated from/(used in) Operations | (17,722,440) | 34,610,415 |
| Income Tax Paid | (20,888,015) | (22,744,276) |
| Net Cash from/(used in) Operating Activities | (38,610,455) | 11,866,139 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of Property, Plant & Equipment | (46,467) | (183,508) |
| Net Cash from/(Used in) Investing Activities | (46,467) | (183,508) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds/(Repayment) of Short Term Loan | 87,791,111 | 43,795,980 |
| Financial Charge Paid | (51,641,253) | (42,116,642) |
| Dividend Paid | (4,117,653) | (5,000,000) |
| Net Cash from/(Used in) Financing Activities | 32,032,205 | (3,320,662) |
| Net Increase/ (Decrease) in Cash & Cash Equivalents | (6,624,716) | 8,361,969 |
| Cash and Cash Equivalents at the Beginning of the Year | 15,361,799 | 6,999,830 |
| Effect of Movements In Exchange Rates on Cash Held | - | - |
| Cash and Cash Equivalents at the End of the Year | 8,737,083 | 15,361,799 |
| Cash and Cash Equivalents | | |
| Cash in Hand | 226,009 | 70,702 |
| Cash at Bank | 8,511,074 | 15,291,097 |
| | 8,737,083 | 15,361,799 |
| Net Operating Cash Flows Per Share (Note - 34) | (1.46) | 0.45 |

Sanjay Kumar Datta
Company SecretarySyed Mohammed Saherul Azam
Managing DirectorMd. Mofizur Rahman
DirectorMd. Salim Ullah
Independent DirectorPlace: Dhaka
Date: 06 November 2023Md. Iqbal Hossain FCA
Partner, Enrolment No.:596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants



EASTERN CABLES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2023

01.00 Reporting Entity

01.01 Legal Form of Company

Eastern Cables Limited is an enterprise of Bangladesh Steel & Engineering Corporation. It was incorporated on 18th December, 1986 under the then companies Act, as a Public Limited company & took over all assets

and liabilities of Eastern Cables Limited as per vendor's agreement. Its offloaded 49% share to the general public in 1987. The company listed with Dhaka Stock Exchange limited and Chittagong Stock Exchange limited respectively on 18-12-1987 and 19-06-1997.

01.02 Address of Registered Office

The Registered office of the Company is situated at North Patenga, Chattogram.

Principal activities of the Company

01.03 The Company is primarily engaged in production and sales of electrical cables & Conductors.

02.00 Going Concern

The Directors have a reasonable expectation, through internal and external assessment, that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, the directors continue to be on going concern basis in preparing the Financial Statements based on the current revenue generation and resources of the company provide sufficient fund to meet the present requirement of its existing business and operation. A long-term planning has been undertaken for business expansion and diversification.

03.00 Basis of Preparation

03.01 Statement of Compliance

The financial statements of the company under reporting have been prepared on a going concern Basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRSs).

03.02 Basis of Reporting

The financial statements are prepared and presented for external users by the company in accordance with

- A statement of financial position as at 30th June, 2023;
- A statement of profit or loss and other comprehensive income for the year ended 30th June, 2023;
- A statement of changes in equity for the year ended 30th June, 2023;
- A statement of cash flows for the year ended 30th June, 2023; and
- Notes, comprising summary of significant accounting policies and explanatory information.

03.03 Other Regulatory Compliances

The company is also required to comply with the following major laws and regulations along with the

- The Income Tax Ordinance 1984;
- The Income Tax Rules 1984;
- The Value Added Tax Act 1991;
- The Value Added Tax Rules 1991;
- The Securities and Exchange Rules 1987;
- The Securities and Exchange Ordinance 1969;
- The Customs Act, 1969; and
- The Labor Act, 2006.



03.04 Functional and Presentation Currency

These financial statements are presented in Bangladesh Taka (BDT) which is the company's functional currency. All the financial information presented in Bangladesh Taka has been rounded off to the nearest Taka except when otherwise indicated.

03.05 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance With IAS7 - "Statement of Cash Flows" and the cash flows from operating activities have been presented under direct method. A reconciliation of net income or net profit with cash flows from operating activities making adjustments for non-cash items, for non-operating items and for the net changes in operating accruals as per requirement of Securities and Exchange Rules 1987.

03.06 Use of Estimates and Judgments

The preparation of the financial statements in conformity with IFRSs requires management to make judgments, The estimates and underlying assumptions are based on past experience and various other factors that are

Estimates and assumptions

Key estimates and assumptions used in preparation of these financial statements are:

- Applicable tax rate for Income Year 2022-2023 will be declared by Finance Act 2022-2023. For the purpose
- Appropriate financial and demographic assumptions have been used in consultation with a certified actuary
- Key assumptions about the likelihood and magnitude of outflow of resources have been used to recognize

03.07 Consistency

Unless otherwise stated, the accounting policies and methods of computation used in preparation of Financial

03.08 Comparative Information

Comparative information has been disclosed in respect of the year ended 30th June, 2023 for all numerical

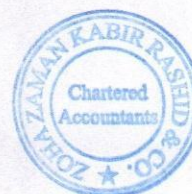
03.09 Reporting Period

The financial statements cover one financial year from 01st July, 2021 to 30th June, 2023.

04.00 Significant accounting policies:

The company has consistently applied the following accounting policies to all periods presented in these Set out below is an index of the significant accounting policies, the details of which are available on the pages

| Section | Description | Page |
|---------|--------------------------------------|------|
| A | Property, plant and equipment | 13 |
| B | Inventories | 14 |
| C | Financial Assets | 14 |
| D | Impairment of Assets | 15 |
| E. | Employee benefits | 15 |
| F. | Creditors and Accruals | 17 |
| G. | Provisions | 17 |
| H. | Related Party Disclosure | 17 |
| I. | Revenue from contract with customers | 17 |
| J. | Finance income and finance costs | 18 |
| K. | Borrowing Costs | 18 |
| L. | Income taxes | 18 |
| M. | Earnings per share | 19 |
| N. | Contingencies | 19 |
| O. | Financial Risk Management | 19 |





A. Property, plant and equipment

Recognition and measurement

In accordance with "IAS 16: Property, Plant and Equipment" items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses, if any. This year Asset Relauation has been done . So the Revaluated price has been carried .

The cost of an item of property, plant and equipment comprises of its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates. The cost of self-constructed asset includes the cost of material, direct labor and any other cost directly attributable to bringing the assets to a working condition for their intended use. It also includes any costs directly attributable to the asset to the location and condition necessary.

Any gain or loss on disposal of an item or property, plant and equipment are recognized in profit or loss, if any.

Subsequent costs

The costs of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its costs can be measured reliably. The cost of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

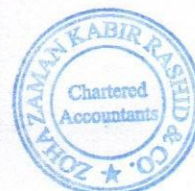
Depreciation

Depreciation is calculated to write off the cost of items of property, plant and equipment over their estimated useful lives and is generally recognized in profit or loss.

Items of property, plant and equipment are depreciated using the straight-line method over the estimated useful lives. Depreciation on addition of property, plant and equipment are charged from available for use.

The estimated useful lives of property, plant and equipment for current and comparative periods are as follows:

| SL No. | Nature | Depreciation rate |
|--------|-----------------------------------|-------------------|
| 1 | Building & Other Constructions | 2.5 - 7.5% |
| 2 | Communication | 5% |
| 3 | Expansions including installation | 5 - 6% |
| 4 | Plant & Machineries (B.M.R) | 6% |
| 5 | Plant & Machineries | 7.50% |
| 6 | Loose Tools | 6 - 10% |
| 7 | Appreciated Assets (P&M) | 6% |
| 8 | Furniture & Fixture | 6% |
| 9 | Office Equipment | 6 - 20% |
| 10 | Refrigerators | - |
| 11 | Intercom Telephones | 15% |
| 12 | Color Television | 15% |
| 13 | Crockeries & Cutleries | - |
| 14 | Appreciated Assets (F&F) | 15% |
| 15 | Transport & Vehicles | 5% - 20% |





Retirement and disposals

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined by the difference between the net disposal proceeds and the carrying amount of an asset and is recognized in profit or loss.

Capital work in progress

Property, plant and equipment that is in the process of acquisition/import is accounted for as capital work in progress until acquisition/import is completed and measured at cost.

Revaluation of Property, Plant and Equipment

The company revalued its property, plant and equipment for the first time on 31st March, 1987. The Revaluation work has been done by The valuation firm Ahmed Zaker & Co., Chartered Accounts for the Second time. (with Effect from 30.06.22).

Inventories

Inventories are carried at the lower of cost and net realizable value as prescribed by "IAS 2: Inventories". Cost is determined on weighted average cost basis. The cost of inventories comprises of expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sale. The following assumption in case of valuation of closing inventories:

Category of Stocks

Stocks of Raw Materials
Work-In-Process
Intermediate Products
Stock of Finished Goods
Stores and Sundry Stock
Goods in Transit

Basis of Valuation

Weighted Average Cost
Weighted Average Cost
Net Realizable Value
Net Realizable Value
Weighted Average Cost
Cost Value i.e. cost so far incurred

B. Financial Assets

The Company initially recognizes receivables and deposits on the date that they are originated. All Other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the instrument.

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expires, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial assets are transferred. Financial assets are classified into the following categories: financial assets at fair value through profit or loss, held to maturity, loans and receivables and available-for-sale financial assets.

At fair value through profit or loss

A financial asset is classified as at fair value through profit or loss if it is classified as held for trading or is designated as such on initial recognition. Financial assets are designated as at fair value through profit or loss if the company manages such investment and makes purchase or sale decisions based on their fair value in accordance with the company's documented risk management or investment Strategy. Attributable transactions costs are recognized in profit and loss as incurred.



**(a) Trade and Other Receivable**

Trade receivable are initially recognized at cost which is the fair value of the consideration given in return. After initial recognition, these are carried at cost less impairment losses, if any, due to un-collectability of any amount so recognized. If any receivables are not realized within the credit period. It has been dealt with on case to case Basis. Company policy is to provide for impairment loss on debtors, except Government Organizations, if any receivables are not realized within three years from due date.

(b) Advances, Deposits and Prepayments

Advances are initially measured at Cost. After initial recognition, advances are carried at Cost less deductions, adjustments or charges to other account heads Such as Property, Plant and Equipment, Inventory or Expenses. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to profit or loss.

(c) Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and demand deposits, together with short-term, highly liquid investments that are readily convertible to a known amount of cash, and that are subject to an insignificant rise of changes in value.

Financial Liabilities

The company initially recognizes all financial liabilities on the trade date which is the date the company becomes a party to the contractual provisions of the instrument. The company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. The company classifies non-derivative financial liabilities into the other financial liability's category, such financial liabilities are recognized initially at fair value less directly attributable transaction cost. Subsequent to initial recognition, these financial liabilities are measured at amortized cost: Other financial liabilities comprise loans and borrowings, bank overdrafts and creditors and accruals.

(a) Creditors and Accruals

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

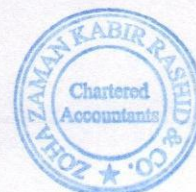
C. Impairment of Assets

The carrying amount of the company's assets are revalued at each reporting date to determine whether there is any indication of impairment's any such indication exists then the assets recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceed its recoverable amount. The management has made assessment of impairment and found no impairment.

D. Employee benefits**(i) Short-term benefits**

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related services are provided. A liability is recognized for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the company has a present legal or constructive obligation to pay this

- Absences: Paid annual leave and sick leave, recreation leave.
- Basic Pay: Salary as per national pay scale.
- Non-monetary Benefit: Car facilities, telephone.
- Performance Pay: Profit Bonus.





(ii) Defined contributions plan

a) Gratuity Scheme

i) Pension Scheme

The Company contribute to the BSEC Pension Fund for the Central cadre i.e (9th grade & above) employees. The Company contributes 35% of basic salary as contribution to the fund for the employees from the date of joining. The fund is managed by a Board of Trustees under BSEC. Members of this fund become eligible to receive pension as par Govt. rules.

b) Employee Gratuity Scheme

The Company operates funded gratuity scheme for the non-management employees whereby the Company contributes 25% of basic salary as contribution to the fund for the non-management employees from the date of joining. The Fund is managed by a Board of Trustees. Members of this fund become eligible to receive gratuity on completion of 5 years of continuous services with the Company.

b) Provident Fund

The company operates two types of provident funds:

i) Contributory provident fund

Contributory provident fund for its all staff, workers and junior officers which were recognized on 30th June, 1967 under the Income Tax Ordinance 1984. Contribution to the fund is made equally by employee and employer @ 8.33% of basic pay for eligible permanent employees. The said fund is managed by a duly constituted four-member board of trustees. Assets of provident fund are held in a separate trustee fund as per the relevant rules and is funded by payments from employee and by the company. The company's contributions to the provident fund is charged as revenue expenditure in the period to which the contributions relate.

ii) General provident funds

All Central Cader officer who is under national pay scale 2015 grade nine and above. It is constituted under general provident fund rules 1979.

c) Workers' Profit Participation Fund

The Company operates fund for workers as "Workers' Profit Participation Fund" and 5% of the net profit before charging such expense has been transferred to this fund as per section 234 of Bangladesh Labor Act 2006 (amended in 2013).

d) Share Based Payment

No Share based payment has been made during the year.

E. Creditors and Accruals

Creditors

The company has recognized creditors as expenses that have already been incurred by the company for goods and services received and which are going to be due for payment in the future.

Accruals





Accruals are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

F. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit or loss net of any reimbursement.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is probable that an outflow of resources embodying economic benefits are required to settle the obligation, the provisions are reversed.

G. Related Party Disclosure

Parties are considered to be related if one of the Parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties. Related party disclosures have given in notes – 37 in notes to the financial statements.

H. Revenue from contract with customers

Eastern Cables Limited has applied IFRS 15 using the cumulative effect method and therefore the comparative information has not been restated and continues to be reported under IAS 18. Under IFRS 15, revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The company recognizes revenue when it satisfies a performance obligation by transferring control over services/goods to a customer.

The company considers the terms of the contract and its customary business practices to determine the transaction price. The transaction price is the amount of consideration to which an entity expects to be entitled in exchange for transferring promised goods or services to a customer. The consideration promised in a contract with a customer may include fixed amounts, variable amounts, or both.

In the comparative period, revenue was measured at the fair value of the consideration received or receivable. Revenue was recognized when good or services rendered, to the extent it was probable that the economic benefits from the transactions would flow to the company and the revenue could be reliably measured.

Nature of Services

The following is a description of the principal activities from which the company generates its revenue.

Local Sales of Wire

Sales are recognized at the time of actual delivery to the users and dealers from factory godown, Chittagong and Dhaka Sales Center.

I. Finance income and finance costs

The Eastern Cables Limited finance income and finance costs include:

Interest income;





· Interest expense;

Interest income or expense is recognized using the effective interest method.

The “effective interest rate” is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- The gross carrying amount of the financial asset; or
- The amortized cost of the financial liability.

In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortized cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortized cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to the gross Basis.

J. Borrowing Costs

Interest and other costs incurred by the company in with the borrowing of funds are recognized as expense in the year in which they are incurred, unless such borrowing cost relates to acquisition/construction of assets in progress that are capitalized as per IAS 23 "Borrowing Costs". Borrowing Cost incurred against short term loan has been capitalized under effective interest rate method.

K. Income taxes

The income tax expense represents the sum of the tax currently payable and deferred tax.

Corporate tax

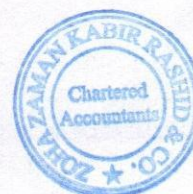
The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in profit or loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company’s liability for corporate tax is calculated using tax rates (20%) that have been enacted or substantively enacted by Finance Act 2023 and applicable at the end of the reporting period.

A provision is recognized for those matters for which the tax determination is uncertain but it is considered probable that there will be a future outflow of funds to a tax authority. The provisions are measured at the best estimate of the amount expected to become payable. The assessment is based on the judgment of tax professionals within the company supported by previous experience in respect of such activities and in certain cases based on specialist independent tax advice.

Deferred tax

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.





Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realized based on tax laws and rates that have been enacted or substantively enacted at the reporting date.

Corporate tax and deferred tax for the year

Corporate and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the corporate and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where corporate tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

L. Earnings Per Share (EPS)

The company calculates Earning/ (Loss) per share (EPS) in accordance with IAS-33 "Earning per Share".

Basic Earning

The company calculates earning for the year attributable of the ordinary shareholders. As there is no preference dividend, Minority interest or extra ordinary items. The net profit after tax for the year has been considered or fully attributable to ordinary.

Basic Earnings Per Share

This has been calculated by divided the basic earning by the weighted average number of ordinary share outstanding during the year.

Diluted Earnings Per Share

No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year under review.

M. Contingencies

Contingent assets

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Contingent liabilities

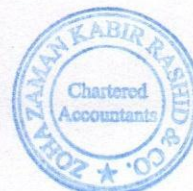
Contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

N. Financial Risk Management

Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks from its use of financial instruments.

- Credit risk
- Liquidity risk
- Market risk

a) Credit Risk





Credit risk is the risk of a financial loss to the company if a customer or counter party to a financial instrument fails to meet its contractual obligation and arise principally from the company's debtors. Management has a credit policy in place and exposure to credit risk is monitoring ongoing basis. Risk exposure from financial assets, i.e., cash at bank and other external receivables are nominal.

b) Liquidity Risk

Liquidity risk is the risk at the company will not be able to meet the financial obligation as they fall due. The company approach to management liquidity (Cash & Cash Equivalent) is to ensure as per as possible, that it will always has sufficient liquidity to meets its liabilities when, due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company reputation. Typically, the company ensure that it has sufficient cash & cash equivalents to meet the expected operational expenses, including financial obligation through preparation of cash flow. Forecast, prepared base on timeline of payment of the financial obligations and accordingly arranged for sufficient liquidity/fund to make the expected payment within due date.

In extreme stressed conditions, the company may get support from the related company in the form of short-term financing.

c) Market Risk

Market risk is the risk that change in market prices such as foreign exchange rates and interest that affect the company income or values of its holding of financial instrument. The objectives of the market risk management are to manage and control market risk exposures within acceptable parameters.

i) Currency Risk:

As on 30th June, 2023 there was no exposure to currency risk as there were no foreign currency transactions made during year under review.

ii) Interest rate risk:

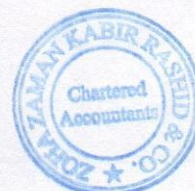
Interest rate risk is the risk that arises due to change in interest rate on borrowing. There was no loan which to subject floating rates of interest. The company has not entered into any type of derivate instruments in order to hedge interest rate as at the reporting date.

O. Export :

The Company Export after 9 years later to China National Tecnical Export & Import Corporation.(CNTIC). The amount of Export is \$10,50,000 against 1000 km Insulated Wasp Conductor.

P. Significant Daviations:

- a) Due to net profit the EPS has increased.
- b) As more liabilities has been paid than previous year so the NOCFPS has decreased.





Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

| | Amount in (BDT) | |
|--|----------------------|----------------------|
| | 2022-2023 | 2021-2022 |
| 5.00 Property, Plant and Equipment: | | |
| (A) Historical Cost | | |
| Opening Balance | 9,323,577,281 | 524,538,921 |
| Asset Revaluation | - | 8,798,854,852 |
| Addition/(Disposal) during the year | 46,467 | 183,508 |
| Closing Balance | <u>9,323,623,748</u> | <u>9,323,577,281</u> |
| (B) Accumulated Depreciation | | |
| Opening Balance | 369,523,292 | 360,377,024 |
| Charged during the year | 9,404,495 | 9,146,268 |
| Closing Balance | <u>378,927,787</u> | <u>369,523,292</u> |
| Carrying Amount (A-B) | <u>8,944,695,961</u> | <u>8,954,053,989</u> |

***For Details Please See Annexure - A

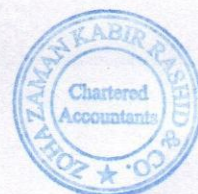
| | | |
|--|---------------------|---------------------|
| 6.00 Deferred Tax: | | |
| Opening Balance | (16,847,415) | (14,652,603) |
| (Increase)/Decrease of Deferred Tax Assets | (2,144,095) | (2,194,811) |
| Closing Balance | <u>(18,991,510)</u> | <u>(16,847,415)</u> |

***Details shown in Annexure - B

| | | |
|------------------------------------|--------------------|--------------------|
| 8.00 Inventories: | | |
| Stocks of Raw Materials | 215,258,827 | 97,759,601 |
| Work-In-Process | 37,726,653 | 5,898,241 |
| Intermediate Products | 19,596,930 | 15,419,732 |
| Stock of Finished Goods | 122,426,490 | 75,819,712 |
| Stores and Sundry Stock | 34,798,823 | 33,000,189 |
| Goods in Transit | - | 1,789,267 |
| | <u>429,807,722</u> | <u>229,686,742</u> |
| Amount considered obsolete/damaged | (1,084,048) | (1,084,048) |
| | <u>428,723,674</u> | <u>228,602,694</u> |

***Physical Inventories as on 30.06.2023 has been taken by the Inventory Committee of the Company.

| | 2022-2023 | | 2021-2022 | |
|-------------------------|------------------|--------------------|----------------|-------------------|
| | Quantity (MT) | BDT | Quantity (MT) | BDT |
| Aluminum Rod | 75.040 | 46,055,628 | 79.790 | 17,077,395 |
| Copper Rod | 10.024 | 22,693,545 | 22.190 | 21,746,200 |
| Chalk Powder | 138.000 | 3,517,620 | 38.800 | 654,010 |
| Stabilizer | 50.750 | 15,670,331 | 9.250 | 2,230,702 |
| PVC Resin | 324.000 | 44,627,112 | - | - |
| DOP | 127.800 | 29,542,759 | 41.000 | 6,647,904 |
| PVC Fast (Pigment) | 0.870 | 1,368,747 | 0.550 | 966,443 |
| Soot Paste | 2.000 | 552,988 | 3.500 | 878,980 |
| Titan Di Oxide | 2.950 | 611,411 | 3.150 | 652,863 |
| Cablec | 1.800 | 1,091,261 | 0.300 | 253,962 |
| Paraffin wax | 3.450 | 905,639 | 2.550 | 426,758 |
| Gum Cotton tape | 2.140 | 4,034,199 | 0.820 | 1,334,466 |
| Soft PVC Tape | 8.920 | 1,471,046 | 8.929 | 1,473,027 |
| Copper Tape | 1.860 | 2,908,843 | 1.380 | 2,511,620 |
| Steel FlatWire & Strips | 33.490 | 3,965,881 | 41.390 | 3,547,553 |
| ACSR Core wire | 270.400 | 25,430,540 | 271.170 | 25,430,540 |
| Conducting tape | 1.460 | 1,815,796 | 0.720 | 613,190 |
| Calsind Clay N-501 | 3.830 | 772,749 | 4.530 | 915,181 |
| Chlora Paraffin N-40 | 3.740 | 175,705 | 3.740 | 175,705 |
| Others | 5.316 | 265,508 | 19.570 | 971,955 |
| | <u>1,067.840</u> | <u>207,477,309</u> | <u>553.329</u> | <u>88,508,453</u> |
| Packing Materials | - | 618,911 | - | 511,998 |
| Scrap Materials | - | 7,162,607 | - | 8,739,150 |
| | <u>1,067.84</u> | <u>215,258,827</u> | <u>553.33</u> | <u>97,759,601</u> |





8.02 Stores and Sundry Stocks:

| |
|---------------------------------|
| Construction Materials |
| Iron, Steel & Others Metal |
| Pipe, Tubes & Fittings |
| Fuel, Oil & Lubricants |
| Process Materials |
| Prints & Varnishes |
| General Hardware |
| Loose Tools |
| Domestic Equipments |
| Furniture & Fixture |
| Cord, Rope & Chains |
| Packing Gasket & Ins. Materials |
| Medicine |
| Stationery |
| Mechanical Spares |
| Electrical Spares |
| Office Equipment |
| Miscellaneous |

| Amount in (BDT) | |
|-------------------|-------------------|
| 2022-2023 | 2021-2022 |
| 2022-2023 | 2021-2022 |
| 138,113 | 96,621 |
| 179,764 | 201,954 |
| 78,427 | 54,874 |
| 1,083,613 | 1,142,874 |
| 309,746 | 39,784 |
| 107,886 | 63,608 |
| 403,417 | 368,329 |
| 83,617 | 69,677 |
| 234,221 | 390,610 |
| 62,883 | 62,883 |
| 35,996 | 35,373 |
| 23,755 | 19,562 |
| 38,099 | 17,086 |
| 1,159,807 | 774,764 |
| 22,479,962 | 21,801,103 |
| 8,338,388 | 7,861,087 |
| 41,130 | |
| - | |
| 34,798,823 | 33,000,189 |

9.00 Trade and Other Receivable:

Trade Receivable (Note - 9.01)

| 90,625,550 | 79,991,134 |
|------------|------------|
| 90,625,550 | 79,991,134 |

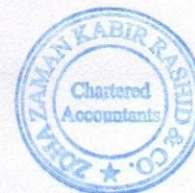
9.01 Trade and Other Receivable:

| |
|--|
| M/S. Amin Enterprise |
| M/S. Ali Electric, Sylhet. |
| M/S Ahmedia Traders |
| Evergeen Enterprise, Dhaka |
| Habib Brothers, Chittagong |
| Kustia Electric, Dhaka |
| The New Electric Co. Dhaka |
| Nurani Traders, Chittagong |
| New Moon Light, Chittagong |
| Purbanchol Electric, Dhaka |
| S. K. Electric Engineers, Dhaka |
| R.S. Enterprise, Ctg |
| T.F.C Electric center |
| ECL Sales Center, Dhaka |
| Gazi Wires Ltd. |
| Adex Corporation Ltd., Dhaka |
| New Somonbag Cha Bagan Molovibazar, Sylhet |
| Admjee EPZ (BEPZA) Narayangonj |
| Latif Bawany Jute Mills |
| Admjee Jute Mills Ltd. Narayangonj |
| Bd.Gas Fields Company Ltd. Cumilla |
| Bangladesh Railways, Chittagong |
| Barind Multipurpose Dev. Project, Rajshahi |
| Bd Sugar & Food Mills Corp.Dhaka |
| Ctg. Dry Dock Ltd. Ctg |
| Commanding Officer (Navy), Chittagong |
| Carpetting Jute Mills, Jessore |
| Dhaka Electric Supply Co. (Local) |
| Dhaka Electric Supply Authority |
| Eastern Electric |
| Eastern Enterprise |
| Eastern Refinery Limited, Ctg |
| Export sales |
| Export Processing Zone Authority, Ctg |

| | |
|-----------|---------|
| 261,005 | 0 |
| 292 | 889 |
| 958 | 958 |
| 97,777 | 74654 |
| 3,500 | 3500 |
| 148,875 | 148111 |
| 9,978 | 9978 |
| 32,551 | 40682 |
| 700 | 700 |
| 76,466 | 76466 |
| 325,545 | 325545 |
| 0 | 566518 |
| 6,774 | 6774 |
| 1,864,784 | 4661881 |
| 9,122 | 304081 |
| 92,731 | 92731 |
| 2,217 | 2217 |
| 365,823 | 365823 |
| 1,192 | 1192 |
| 2,345 | 2345 |
| 0 | 19545 |
| 1,285,533 | 1285533 |
| 197,957 | 197957 |
| 507,752 | 507752 |
| 260,864 | |
| 1,788,763 | 977800 |
| 1,002 | 1002 |
| 615,415 | 615415 |
| 2,082,671 | 2082671 |
| 1,177 | 1177 |
| 1,010 | 1010 |
| 928,591 | 935955 |
| 234,306 | 234306 |
| 27,118 | 27118 |



| | Amount in (BDT) | |
|---|-----------------|-----------|
| | 2022-2023 | 2021-2022 |
| General Electric Mfg.Co.Ltd. (GEMCO) | 755,254 | 752874 |
| Jalalabad Gas Fields Ltd. | 252,800 | 252800 |
| Jamuna Oil Co. Ltd Ctg | 326,984 | 235322 |
| Osmania Glass Sheet Factory Ltd. | 6,793 | 6793 |
| REB, Dhaka Export | 705,106 | 705106 |
| REB, Dhaka Local | 20,557,737 | 20557737 |
| Padma Oil Co. Ltd. Ctg | 14,255 | 14255 |
| PDB, Dhaka (AAC/ACSR) | 5,062,204 | 5062204 |
| PDB, Dhaka (11 KVA-Cables) | 2,940,122 | 2940122 |
| PDB, (Insulated, WASP), Dhaka | 99,492 | 99492 |
| PDB Central Purchase | 4,809,145 | 4809145 |
| PDB, Chittagong | 1,211,186 | 1211186 |
| PDB, Chittagong Hill Tract Electrification Project | 997,654 | 997654 |
| PDB, 18-Town Power Dist. Project | 37,619 | 37619 |
| PDB, 09-Town Power Dist. Project | 292,036 | 292036 |
| GR PDP, Rajshahi (Local) | 33,483 | 33483 |
| Ashugong Electric Supply | 883,595 | 883595 |
| Rangamati Power Distribution Project-II | 608 | 608 |
| Pabna Sugar Mills | 247 | 247 |
| Toya Eng. Works | 73,864 | 73864 |
| WASA, Dhaka | 24,040,599 | 4445905 |
| BD. Atomic Energiee Corp., Dhaka | 87,120 | 87120 |
| Bangladesh Textile Mills Ltd. | 498 | 498 |
| Cemex Cement (BD) Ltd. | 204 | 204 |
| BSEC Head Office, Dhaka | 324,316 | 301812 |
| Sylhet Gas Fields | 449,900 | 449900 |
| Ctg. Urea Fertilizer Ltd | 209,356 | |
| North Bengal Sugar Mill | 4,835 | 5255 |
| A.S.M Shadhudul Hoque Bulbul, director, ECL | 419 | |
| Progati Industries Ltd. | 294,345 | 294787 |
| Pacific Accesories Ltd/Pacific Jeanes Ltd | 749,889 | 2897345 |
| Chittagong Engineering University | 7,740 | 7740 |
| Chittagong WASA | 53,390 | 53390 |
| Chittagong University | 16,924 | 16924 |
| Meghna Petroleum Ltd., Chittagong | 28,917 | 28917 |
| Palash Urea Fertilizer | 3,601 | 3601 |
| Sattar Electrical & Abonite | 2,461 | 1165 |
| Mishuk Electric Co., Chittagong | 2,444 | 2444 |
| KEPZ, Chittagong | 5,651 | 5651 |
| Ctg City Corporation | 56,708 | 56708 |
| Urea Fertilizer Factory Ltd., Gorashal | 171,752 | 171752 |
| Faridpur Sugar Mills Ltd. | 0 | 232 |
| Dhaka City Corporation, Dhaka | 12,132 | 12132 |
| The Security Printing Corporation | 83,766 | 94756 |
| Standard Asiatic Oil Co. Ltd., Guptakhlal | 54,116 | 54116 |
| Suveccha Engineering,Pahartali Chittagong. | 0 | 2782 |
| M/s. Gas Transmission Co. Ltd. | 24,206 | 24206 |
| ECL. Direct Sales With full Discount | 0 | |
| Jamuna Fertilizer Co.Ltd | 175,954 | 177621 |
| Postal Department of Bangladesh, Directorate of Postal, Dhaka | 26,517 | 26517 |
| The Light House, Chittagong | 99,868 | 99868 |
| Derms Electric Island | 457 | 983 |
| Bakhrabad Gas System Ltd., Comilla | 2,131 | 2131 |
| ECL Sals Centre ,CTG. | 1,194,764 | 2755061 |
| Comilla Export Proccesing Zone,Comilla. | 293 | 293 |
| Mymensingh Polli Biddut Shamiti-2 | 583,684 | 583684 |
| Ashugonj Fertilizer & Chemical Company Limited. | 414,054 | 414054 |
| Rajshahi Sugar Mill Ltd. Rajshahi | 494 | 494 |
| Mubarakgonj Sugar Mills Ltd., Jhenidha | 20,489 | 29464 |
| Concred Engr. & Construction (WTC) | 73,410 | 3847 |
| Telephone Shilpa Sangsta Ltd., Gazipur | 42,237 | 42237 |





Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

| Amount in (BDT) | | |
|---|-----------|-----------|
| 2022-2023 | 2021-2022 | |
| Bangladesh Forest Research Institute, Chittagong | 2,625 | 2419 |
| SALES & DISPLAY CENTRE, BSEC BHAVAN | 8,317,597 | 8313735 |
| The Crescent Jute Mills Company Limited, Khulna | 59,156 | 59156 |
| Zeal Bangla Sugar Mill's Ltd. Jamalpur | 37,523 | |
| West Zone Power Dist. Khulna | 606,807 | 606807 |
| CUET | 73,280 | 73280 |
| Eastern Tubes Ltd | 177,091 | 177091 |
| Power Grid Co. of Bangladesh Ltd., Dhaka | 7,025 | 12024 |
| Dhaka North City Corporation | 3,206,121 | 3206121 |
| TeleTalk Bangladesh Limited, Dhaka. | 49,050 | 49050 |
| Karnaphully Gas Distribution Co. Ltd. | 1,219 | 1219 |
| BD Petroleum Exploration & Prod Co. (Bapex) | 342,503 | 328155 |
| Dhaka South City Corporation | 104,040 | |
| Hajigonj Pourashava, Chandpur | 6,808 | 6808 |
| Galfa Habib Ltd. Ctg. | 16,399 | 16399 |
| Electricity Generation Co. Bangladesh | 729 | 729 |
| Bangladesh Cable Industries Limited, Khulna | 586 | 586 |
| Bangladesh Jute Mills Ltd. Gorashal, Norshingdi. | 127,596 | 127596 |
| Hafiz Jute Mills Ltd. Ctg. | 10,370 | 10370 |
| Chittagong Power Station, Rowjan | 263,985 | 263985 |
| Bangladesh Standard & Testing Institution (BSTI) | 224,735 | 19739 |
| Dhaka University Of Engineering & Technology (D.U.E.T) | 91,390 | 17772 |
| Bangladesh University Of Engineering & Technology (B.U.E.T) | 36,697 | 41764 |
| 210, Megawatt shiddirgonj, biddut kendro, Shirajgonj. | 128,333 | 128333 |
| Noakhali Palli Bidyut | 282,612 | 282612 |
| Rajshahi Jute Mills | 2,235 | 2235 |
| Tangail Palli Bidyut Samity | 574,406 | 574407 |
| Noakhali Science & Technology | 18,148 | 22015 |
| Palli Bidut Shamity-3, Dhaka | 205,804 | 205804 |
| Chittagong Port Authority | 4,594,933 | 4594933 |
| UMC, Jute mills Ltd. | 47,089 | 47089 |
| SALES & DISPLAY CENTRE, ECL Factory Gate | 0 | 5115126 |
| Public Private Partnership Authority | 1,815 | 1815 |
| Sharanarti Tran O Prattabashon Commission, Cox's Bazar | 373 | 373 |
| Sales Center at Nababpur, Dhaka | 4,589,197 | 3725405 |
| Star Jute Mills | 10,091 | 10091 |
| Bepza, Dhanmondi, dhaka | 3,866 | |
| Sales Center Rangpur | 75,650 | 75650 |
| Sales Center at Mymensingh | 416,498 | 428054 |
| BITAC | 3,268 | 5357 |
| Sales Center at Tongi, Dhaka | 1,604,795 | 1418726 |
| Essential Drugs Co. Ltd. | 142,804 | 142804 |
| Bangladesh Forest Development Corporation | 14,172 | 16857 |
| National poet Kazi Najrul Islam University, Maymansing | 954,649 | 954647 |
| Bangladesh milk producer's co-operative union Ltd. | 16,732 | 16732 |
| Feni Pourosova | 0 | 2046 |
| Shobhan Builders, Paikpara Power House, Muslim Nagar, Narayan | 11,723 | 11723 |
| Barishal Pallibidduth Samity | 7,626 | 7626 |
| BRAC | 33,624 | 187154 |
| Dhaka steel Work Ltd | 13,860 | 13860 |
| Reliance Traders | 393 | 393 |
| Four H Group | 44,025 | 44025 |
| Meridian Foods Ltd. Ctg | 19,630 | - |
| Popular Pharmaceutical Ltd. | 290,070 | - |
| ETP at 14 Sugar Mills | 735,000 | |
| Sikder Enterprise, College road. | 1,283,185 | |
| Custom Rebate / Duty Draw back on Export | | 1,372,707 |
| Insurance Claim Receivable | | 432,436 |
| Survey Fee | | 277 |

Amount Considered Bad & Doubtful

| | |
|---------------------|---------------------|
| 109,504,562 | 98,870,146 |
| (18,879,012) | (18,879,012) |
| 90,625,550 | 79,991,134 |





| | Amount in (BDT) | |
|--|----------------------|----------------------|
| | 2022-2023 | 2021-2022 |
| 10.00 Current Account With Project Under BSEC: | | |
| G. E. M. Co. Ltd. | 6,120,372 | 6,591,111 |
| Chittagong Dry Dock Ltd. | 1,590,560 | 1,234,160 |
| Gazi Wires Ltd. | 736,062 | 425,948 |
| National Tube Ltd. | 231,253 | 64,659 |
| Eastern Tubes Ltd. | 594,670 | 425,513 |
| Bangladesh Blade Factory Ltd. | 1,145,217 | 1,042,700 |
| Dhaka Steel Workshop | 79,518 | 12,881 |
| Atlas (BD) Ltd. | 699,219 | 432,667 |
| Prantik Traders | 2,170 | 2,170 |
| | 11,199,042 | 10,231,810 |
| Amount Considered Bad & Doubtful | (1,000,870) | (1,000,870) |
| | 10,198,172 | 9,230,940 |
| 11.00 Current Accounts With Projects Under BSEC Dis-Invested by Government: | | |
| Chittagong Steel Mills Ltd. | 11,435,198 | 11,435,198 |
| Dock Yard & Eng. Works Ltd. | 984,936 | 984,936 |
| Bangladesh Cycle Industries Ltd. | 2,374,931 | 2,374,931 |
| Metalex Corporation Ltd. | 313,802 | 313,802 |
| Ispahani Marshal Ltd. | 995,084 | 995,084 |
| | 16,103,953 | 16,103,953 |
| 12.00 Advances, Deposits and Pre- payments: | | |
| Advances (Note - 12.01) | 1,045,662,648 | 1,027,730,847 |
| Deposit (Note - 12.02) | 6,397,272 | 6,840,243 |
| Pre-payments (Prepaid VAT) (Note - 12.03) | 45,831,813 | 74,072,068 |
| | 1,097,891,733 | 1,108,643,158 |
| 12.01 Advances: | | |
| Advance against Expenses | 3,528,032 | 6,271,792 |
| Advance against T.A./D.A. | 1,207,236 | 1,214,976 |
| Advances against wages Commission | 15,011 | 15,011 |
| Officers Mess. | 47,025 | 65,225 |
| Advance to Cement Clinker against Housing Colony | 1,050,093 | 1,047,897 |
| Advance to T.S.P. against Housing Colony | 1,599,743 | 1,759,311 |
| Washing Allowances | - | - |
| Advance against Pre-Liberation (BTOB advertising Ltd.) | 11,000 | 11,000 |
| North Bangel Papers Mill | 1,394 | 1,394 |
| Advance against Flood & Cyclone | 163,002 | 163,002 |
| Eid Advance | 19,188 | 19,188 |
| Advance to Supplies | 1,650,681 | 1,650,681 |
| Advance to BOC | 8,649 | 37,646 |
| Advance to Railway | 122,978 | 122,978 |
| RAB-7 | 647,467 | 647,467 |
| EKECHIS | - | 144 |
| Advance Gas Bill | - | - |
| Advance Income Tax (Note - 12.01A) | 1,035,715,522 | 1,014,827,507 |
| | 1,045,787,020 | 1,027,855,219 |
| Amount Considered Bad & Doubtful | (124,372) | (124,372) |
| | 1,045,662,648 | 1,027,730,847 |





12.01A Advance Income Tax:

Opening Balance
Deducted at source during the year

Adjusted during the year
Closing Balance

Details break-up as follows:

Cash
Bill of Entry
TDS -Govt. Organization
TDS- Bank L/C
TDS-Bank interest

12.02 Deposits:

Security Deposits
Margin against Bank Guarantee

12.03 Pre-payments (Pre-paid VAT):

Opening Balance
Deposit during the year

Adjusted during the year
Closing Balance

13.00 Cash and Cash Equivalents:

Cash in Hand
Cash at Bank (Note - 13.01)
Stamp

13.01 Cash at Bank:

| Bank & Branch Name | Account Type & No | Amount in (BDT) | |
|--|----------------------------|------------------|-------------------|
| | | 2022-2023 | 2021-2022 |
| Sonali Bank, North Patenga Br., Ctg. | STD 0802004000021 | 91,973 | 10,411,575 |
| Agrani Bank, Steel Mill Br, Ctg. | STD -0200006329747 | 252,416 | 510,070 |
| Agrani Bank, Thatari Bazar Br. Dhaka | STD-0200002599847 | 2,126,480 | 1,530,240 |
| Sonali Bank, Baitul Mokarram Br. | STD 0104240000247 | 1,455,023 | 313,030 |
| Janata Bank, Kawran Bazar Br., Dhaka | Current A/C No.-200020463 | 17,219 | 17,909 |
| Agrani Bank, WASA Br. Dhaka | Current A/C-0200000797623 | 217,644 | 40,727 |
| Janata Bank, Patenga Road Br., Ctg. | STD-0100021100794 | 63,849 | 63,569 |
| Sonali Bank, North Patenga Br., Ctg. | Current A/C No. 001003129 | 537,975 | 11,650 |
| AB Bank Ltd., Kawran Bazar Br. | Current A/C-4002776270-430 | 874,145 | 860,288 |
| The City Bank Limited, Jubilee Road B | STD 3101066054001 | 2,425,442 | 539,852 |
| AB Bank, Kawran Bazar Br., Dhaka | Current A/C-4002538388000 | 336,121 | 876,034 |
| UCBL . Agrabad Branch Ctg | SND 41301000000682 | 79,907 | 101,864 |
| UCBL . Agrabad Branch Ctg | CD 41101000002062 | 13,883 | 14,003 |
| AB Bank Ltd. Anderkilla Branch Ctg | C/D 4125-796698-000 | 285 | 285 |
| SND A/C with Sonali Bank Agrabad Branch, Ctg | | 10,104 | |
| SND A/C with Janata Bank , EPZ Bran | | 8,609 | |
| | | 8,511,074 | 15,291,097 |



**14.00 Share Capital:****14.01 Authorised Capital:**

60,000,000 Ordinary Shares @ 10/- each

***Pursuant to the order No-SEC/CMRRCD/2009-193/109 Dated 15th September, 2011 of Securities Exchange Commission (SEC) to change the denomination of Share (face value) of Eastern Cables Limited from existing Tk.100.00 to Tk.10.00. Decision has been taken in an Extra Ordinary General Meeting (EGM) of the Company held on 24th November, 2011.

14.02 Issued, Subscribed and Paid-up Capital:

Details break-up are as follows:

10,200,000 Ordinary shares of Tk 10 each

(Fully Paid-up for consideration otherwise than in cash.)

9,800,000 Ordinary shares of Tk 10 each

(Fully Paid-up for consideration in cash.)

4,000,000 Ordinary shares of Tk 10 each

(Fully Paid-up as Bonus Share (For the year 1996-1997.))

2,400,000 Ordinary shares of Tk 10 each

(Fully Paid-up as Bonus Share (For the year 2017-2018.))

| Amount in (BDT) | |
|-----------------|-------------|
| 2022-2023 | 2021-2022 |
| 600,000,000 | 600,000,000 |
| 264,000,000 | 264,000,000 |
| 102,000,000 | 102,000,000 |
| 98,000,000 | 98,000,000 |
| 40,000,000 | 40,000,000 |
| 24,000,000 | 24,000,000 |
| 264,000,000 | 264,000,000 |

14.02A Issued, Subscribed and Paid-up Capital:

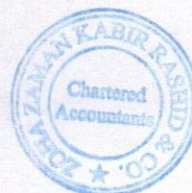
***20,000,000 Nos. Ordinary Shares @10/- each have been issued. Out of which 10,200,000 Ordinary Shares worth Tk. 102,000,000/- have been allotted and allocated to the Govt. of the Peoples Republic of Bangladesh being 51 %, which have subsequently been handed over to Bangladesh Steel & Engineering Corporation. 6,800,000 Ordinary Shares worth Tk. 68,000,000/- have been issued to the General Public and Other Organizations being 34 % of total Issued Capital. The balance 3,000,000 Ordinary Shares worth Tk. 30,000,000/- being 15 % of Issued Capital have been kept reserve for the Employees of ECL but the said shares have been allotted to Bangladesh Steel & Engineering Corporation in 1990 as per Rules B of 8-A of the Articles of Association of the Company as the Employees of ECL have failed to purchase the said shares in due course. In 1996 these 15 % shares i.e. (3,000,000 Shares) have been sold to the general public through ICB as per advice by the Government of Bangladesh.

14.02B Bonus Share:

As per decision taken in the 97th meeting of the Board of Directors and unanimously accepted in the 10th Annual General meeting, the Company issued 20 % Bonus Share i.e. 4,000,000 Ordinary Shares @10/- each amounting to Tk. 40,000,000 on issued and Paid Up Capital during the financial year 1996-97 and subsequently decision taken in the 393th meeting of the Board of Directors and unanimously accepted in the 32th Annual General meeting, the Company issued 10 % Bonus Share

14.03 Classification of Shareholders by Holding:

| Range of Holdings | 2022-2023 | | |
|-------------------------------|-------------------|------------------|--------------------|
| | Number of Holders | Number of Shares | % of Share Holding |
| Less than or equal 500 shares | 11,676 | 1,141,512 | 4.32 |
| 501 to 5,000 shares | 1,200 | 1,597,740 | 6.05 |
| 5,001 to 10,000 shares | 40 | 319,000 | 1.21 |
| 10,001 to 20,000 shares | 7 | 355,000 | 1.34 |
| 20,001 to 30,000 shares | 4 | 168,000 | 0.64 |
| 30,001 to 40,000 shares | 6 | 207,395 | 0.79 |
| 40,001 to 50,000 shares | 3 | 139,899 | 0.53 |
| 50,001 to 100,000 shares | 10 | 707,820 | 2.68 |
| 100,001 to 1000,000 shares | 3 | 749,222 | 2.84 |
| Over 1000,001 shares | 7 | 21,014,412 | 79.60 |
| | 12,956 | 26,400,000 | 100 |





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

| Amount in (BDT) | |
|-----------------|-----------|
| 2022-2023 | 2021-2022 |

14.04 **Position of Shareholdings:**

| Name of Shareholders | 2022-2023 | | |
|---|-------------------|-------------------|--------------------|
| | Number of Holders | Number of Shares | % of Share Holding |
| Bangladesh Steel & Engineering Corporation | 1 | 13,464,000 | 51 |
| General Public (Institution and Individual) | 12,955 | 12,936,000 | 49 |
| | 12,956 | 26,400,000 | 100 |

14.05 **Market Price of Ordinary Shares:**

15.00 **Assets Revaluation Reserve:**

| | | |
|-----------------------------|----------------------|----------------------|
| Opening Balance | 8,816,898,675 | 18,043,823 |
| Revaluated During the year | - | 8,798,854,852 |
| | 8,816,898,675 | 8,816,898,675 |
| Transferred During the year | - | - |
| Closing Balance | 8,816,898,675 | 8,816,898,675 |

16.00 **Reserve and Surplus:**

| | | |
|--|--------------------|--------------------|
| Reserve for XLPE (High Voltage Insulated Cables) | 42,000,000 | 42,000,000 |
| Redemption Reserve | 22,500,000 | 22,500,000 |
| Reserve for Replacement of Machinery | 109,870,739 | 109,870,739 |
| Dividend Equalization Reserve | 130,547,070 | 130,547,070 |
| | 304,917,809 | 304,917,809 |

17.00 **Long Term Loans:**

| | | |
|---|-------------------|-------------------|
| A.D.P Loan (Note - 17.01) | 1,467,614 | 1,467,614 |
| Quasi-Equity Loan (Interest. free) (Not - 17.02) | 67,252,000 | 67,252,000 |
| Govt. Loan for Manpower Equalization (Note - 17.03) | 8,717,121 | 8,717,121 |
| | 77,436,735 | 77,436,735 |

17.01 **A.D. P Loan:**

| | | |
|-------------------------------|------------------|------------------|
| Opening Balance | 1,467,614 | 1,467,614 |
| Addition During the Year | - | - |
| | 1,467,614 | 1,467,614 |
| Paid/Adjusted during the year | - | - |
| Closing Balance | 1,467,614 | 1,467,614 |

17.02 **Quasi-Equity Loan (Interest Free):**

| | | |
|-----------------|-------------------|-------------------|
| Closing Balance | 67,252,000 | 67,252,000 |
|-----------------|-------------------|-------------------|

17.03 **Govt. Loan for Manpower Equalization (Interest Free):**

| | | |
|-----------------|------------------|------------------|
| Closing Balance | 8,717,121 | 8,717,121 |
|-----------------|------------------|------------------|

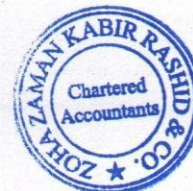




Zoha Zaman Kabir Rashid & Co.

Chartered Accountants
Amount in (BDT)

| | 2022-2023 | 2021-2022 |
|---|--------------------|--------------------|
| 18.00 Defined Benefit Obligations - Gratuity: | | |
| Opening Balance | 119,278,628 | 114,578,476 |
| Provision made during the year | 12,469,831 | 17,485,365 |
| | 131,748,459 | 132,063,841 |
| Paid during the year | (263,023) | (12,785,213) |
| Closing Balance | 131,485,436 | 119,278,628 |
| 19.00 Short Term Loan: | | |
| Sonali Bank North patenga, Ctg. A/C No.# 201000017 | 294,282,690 | 310,300,782 |
| UCBL Agrabad Br. Ctg. A/C No. # 0041749000000/354 | 98,147,264 | 92,187,382 |
| Basic Bank Ltd.,Agrabad, Ctg., CC A/C No. # 0850-05-0000381 | 91,231,612 | 80,718,054 |
| Security Over Draft Loan | 87,335,763 | - |
| | 570,997,329 | 483,206,218 |
| 20.00 Creditors and Accruals: | | |
| Accounts Payable to BSEC (Note - 20.01) | 320,077 | 320,077 |
| Liabilities for Goods Supplied (Note - 20.02) | 136,277,980 | 83,935,790 |
| Liabilities for Expenses (Note - 20.03) | 22,301,812 | 18,045,243 |
| Other Financial Liabilities and Provisions (Note - 20.04) | 133,981,125 | 133,001,062 |
| Workers' Profit Participation Fund and Workers' Welfare Fund (Note - 20.05) | 3,380,284 | 3,084,023 |
| | 296,261,277 | 238,386,194 |
| 20.01 Accounts Payable to BSEC: | | |
| Projects under BSEC (Note - 20.01A) | 313,451 | 313,451 |
| Projects under BSEC Dis-Invested by Govt. (Note - 20.01B) | 6,625 | 6,625 |
| | 320,077 | 320,077 |
| 20.01A Projects under BSEC: | | |
| Gazi Wires Ltd. | - | - |
| Pragati Industries Ltd. | 311,837 | 311,837 |
| Bangladesh Diesel Plant Ltd. | 1,615 | 1,615 |
| | 313,451 | 313,451 |
| 20.01B Projects under BSEC Dis-Invested by Government: | | |
| General Iron & Steel Industries Ltd. | 3,096 | 3,096 |
| National Iron & Steel Industries Ltd. | 300 | 300 |
| Petro Synthetic Products Ltd. | 1,894 | 1,894 |
| Khulna Industrial & Trading Co. Ltd. | 1,335 | 1,335 |
| | 6,625 | 6,625 |
| 20.02 Liabilities for Goods Supplied: | | |
| Supplier Current Accounts (Local) | 37,346,686 | 6,527,271 |
| Supplier Current Accounts (Import) | 98,931,294 | 77,408,519 |
| | 136,277,980 | 83,935,790 |
| 20.03 Liabilities for Expenses: | | |
| Sundry outstanding Expenses | 847,526 | 1,873,663 |
| Accured Expenses | 21,454,286 | 16,171,580 |
| | 22,301,812 | 18,045,243 |





20.04 Other Financial Liabilities & Provisions:

Details break-up are as follows:

| | | |
|--|--------------------|--------------------|
| Payable to Provident Fund (ECL) | 16,961,379 | 19,364,719 |
| Provident fund Loan(ECL) | 32,401,266 | 31,322,623 |
| BSEC PF Loan | - | 639,270 |
| BSEC Provident Fund | 8,415 | 235,000 |
| Prograti PF Contribution | 57,748 | 54,976 |
| CDDL PF Contribution | 11,206 | 11,206 |
| Workers Union(97) | 23,568 | 20,788 |
| Workers Union(841) | 2,614 | 2,614 |
| BSEC Accounts Forum | 700 | 700 |
| Officers Forum | 46,419 | 39,219 |
| Diploma Association | 61,871 | 40,871 |
| Insurance Group Term | 7,860 | 7,860 |
| EKECHIS | 145 | 145 |
| VAT Payable on Party | 2,565,867 | 726,252 |
| Source Tax | 3,015,155 | 3,932,869 |
| Income Tax Payable (Customers Payable) | 1,858,727 | 669,493 |
| Gas Bill (Karnofuli Gas/Bakhrabad Gas Systems Ltd) | 758,341 | 320,880 |
| Loan with Interest | 1,487 | 1,487 |
| Interest Free Loan | 202,134 | 202,134 |
| Revenue Stamp | 27,461 | 23,731 |
| Amount against Canteen contractor | 3,090 | 590 |
| Earnest Money | 398,730 | 398,730 |
| Security Money | 6,118,498 | 5,567,498 |
| Power Development Board | 170,690 | 170,690 |
| Outstanding Wages of Labour | 191,981 | 191,981 |
| Interest on TA/DA | 14,420 | 14,420 |
| Interest on CSM | 13,756,519 | 13,756,519 |
| Amount against audit objection | 38,108,855 | 38,108,855 |
| Salary Income Tax | 451,760 | 447,590 |
| BSEC Loan (Moto cycle, Computer, House) | 59,000 | - |
| Insurance Claim Receivable | 13,774,628 | 13,774,628 |
| Salary & Wages Commission | 53,609 | 53,609 |
| Freedom fighters benefit | 760,410 | 760,410 |
| Loan of KEPZ | 292 | 292 |
| Advance to Washing Allowance | 219,951 | 219,951 |
| Creditor for advances against Expenses | 48,783 | 121,117 |
| Creditor for advances against TA/DA | 98,992 | 87,485 |
| Advance against salary | 21,596 | 21,596 |
| House Rent | 2,000 | 2,000 |
| D.A with bonus | 245,972 | 245,972 |
| ECL Welfare Fund | 1,263,157 | 1,093,698 |
| ECL Co-operative Society | 225 | 225 |
| Laboratory Chemical | 600 | 600 |
| Official Equipment | - | 118,414 |
| Miscellaneous stores | 176,450 | 198,801 |
| Stores Issued on loan | 28,554 | 28,554 |
| | 133,981,125 | 133,001,062 |

20.05 Workers' Profit Participation Fund & Workers' Welfare Fund:

Net profit of the company (including the adjustment of last year) as per the Bangladesh Gazette published on 11th October, 2006 is based on the calculation @ 5%. Workers profit participation Fund & Workers welfare Fund is in the proportion of 80 : 10 : 10.

Details are given below:

| | | |
|---|------------------|------------------|
| Workers Profit Participation Fund (Note - 20.05A) | 631,516 | 430,649 |
| Workers Welfare Fund (Note - 20.05B) | 2,112,575 | 2,042,293 |
| Workers Welfare Fund (Government) (Note - 20.05C) | 636,193 | 611,081 |
| | 3,380,284 | 3,084,023 |





| | | |
|---|---------------------|---------------------|
| 20.05A Workers' Profit Participation Fund: | | |
| Opening Balance | 430,649 | 69,270 |
| Provision made during the year | 562,246 | 361,379 |
| | 992,895 | 430,649 |
| Paid during the year | (361,379) | - |
| Adjustment during the year | - | - |
| Closing Balance | 631,516 | 430,649 |
| 20.05B Workers' Welfare Fund: | | |
| Opening Balance | 2,042,293 | 1,997,120 |
| Provision made during the year | 70,282 | 45,173 |
| | 2,112,575 | 2,042,293 |
| Paid during the year | - | - |
| Closing Balance | 2,112,575 | 2,042,293 |
| 20.05C Workers' Welfare Fund (Government): | | |
| Opening Balance | 611,081 | 565,908 |
| Provision made during the year | 70,286 | 45,173 |
| | 681,367 | 611,081 |
| Paid during the year | (45,173) | - |
| Closing Balance | 636,193 | 611,081 |
| 21.00 Current Account with BSEC: | | |
| Bangladesh Steel & Engineering Corporation (BSEC) (Note- 21.01) | (57,918,896) | (50,295,048) |
| | (57,918,896) | (50,295,048) |
| 21.01 Bangladesh Steel & Engineering Corporation (BSEC): | | |
| Opening Balance | (50,295,048) | (43,164,647) |
| Addition during the year | 1,466,704 | 1,590,552 |
| | (48,828,344) | (41,574,095) |
| Adjustment during the year | (9,090,552) | (8,720,953) |
| Closing Balance | (57,918,896) | (50,295,048) |
| 22.00 Unclaimed Dividend Accounts: | | |
| Opening Balance | 32,702,575 | 37,702,575 |
| Dividend for the year (21-22) | 5,280,000 | - |
| | 37,982,575 | 37,702,575 |
| Paid during the year | (4,117,653) | - |
| | 33,864,922 | 37,702,575 |
| Paid to Capital Market Stabilization Fund(CMSF) | - | (5,000,000) |
| Closing Balance | 33,864,922 | 32,702,575 |
| 23.00 Advances from the Parties: | | |
| Closing Balance | 24,805,727 | 14,549,997 |
| 24.00 Provision for Income Tax: | | |
| Opening Balance | 329,887,779 | 328,171,227 |
| Provision made during the year | 2,670,706 | 1,716,552 |
| | 332,558,485 | 329,887,779 |
| Paid/Adjusted during the year | - | - |
| Closing Balance | 332,558,485 | 329,887,779 |



Year wise analysis of income tax is given below:

Financial Year - 2022-2023
Financial Year - 2021-2022
Financial Year - 2020-2021
Financial Year - 2019-2020
Financial Year - 2018-2019
Financial Year - 2017-2018
Financial Year - 2016-2017
Financial Year - 2015-2016
Financial Year - 2014-2015
Financial Year - 2013-2014
Financial Year - 2012-2013
Financial Year - 2011-2012
Financial Year - 2010-2011
Financial Year - 2009-2010
Financial Year - 2008-2009
Financial Year - 2007-2008
Financial Year - 2006-2007
Financial Year - 2005-2006
Financial Year - 2004-2005
Financial Year - 2003-2004
Financial Year - 2002-2003
Financial Year - 2001-2002
Financial Year - 2000-2001
Financial Year - 1999-2000
Before

Adjustment made during the year

| Amount in BDT | |
|----------------------|--------------------------|
| Advance Income Tax | Provision for Income Tax |
| 20,888,015 | 2,670,706 |
| 22,744,276 | 1,716,552.00 |
| 37,125,594 | 4,079,940 |
| 34,293,747 | 3,473,856 |
| 30,934,257 | 2,714,046 |
| 102,933,052 | 7,421,689 |
| 82,721,988 | 8,414,923 |
| 73,093,070 | 9,896,818 |
| 90,612,308 | 26,901,999 |
| 80,218,547 | 45,039,141 |
| 79,023,001 | 56,565,667 |
| 92,124,760 | 18,575,005 |
| 73,770,142 | 27,383,510 |
| 14,289,337 | 4,641,926 |
| 26,307,117 | 2,000,058 |
| 36,057,857 | 12,603,426 |
| 22,869,545 | 10,789,526 |
| 17,606,531 | 8,936,285 |
| 23,535,991 | 9,739,111 |
| 13,371,817 | 12,233,182 |
| 18,042,503 | 11,849,549 |
| 34,202,141 | 21,129,881 |
| 16,990,267 | 25,968,577 |
| 12,605,347 | 10,119,459 |
| 20,154,672 | 5,393,653 |
| 1,076,515,882 | 350,258,485 |
| (40,800,360) | -17,700,000 |
| 1,035,715,522 | 332,558,485 |





25.00 Revenue (Net of VAT):

| | Sales Quantity (in M. Ton) | | Amount in (BDT) | |
|--------------------|----------------------------|---------------|--------------------|--------------------|
| | 2022-2023 | 2021-2022 | 2022-2023 | 2021-2022 |
| Local Sales | 377.69 | 356.39 | 439,908,297 | 391,083,316 |
| Export Sales | 389.00 | 194.59 | 108,150,000 | 45,099,142 |
| Total Sales | 766.69 | 550.98 | 548,058,297 | 436,182,458 |
| Value Added Tax | | | (57,340,298) | (51,230,400) |
| Net Sales | 766.69 | 550.98 | 490,717,999 | 384,952,058 |

25.01 Production and Sales (Quantity):

| | Quantity (in MT) | | | |
|---------------------------|------------------|---------------|---------------|---------------|
| | Opening Stock | Production | Sales | Closing Stock |
| Domestic Cables | 82.34 | 100.33 | 119.18 | 63.49 |
| H.T./L.T. Power Cables | 126.74 | 173.82 | 215.82 | 84.74 |
| A.C.S.R. Conductor | 1.97 | 0.81 | 2.53 | 0.25 |
| A. AC. Insulated Wasp Ant | 8.12 | 481.78 | 429.16 | 60.74 |
| | 219.17 | 756.74 | 766.69 | 209.22 |

26.00 Cost of Goods Sold:

| | Amount in (BDT) | |
|--|----------------------|---------------------|
| | 2022-2023 | 2021-2022 |
| | 409,774,699 | 225,076,828 |
| Raw Materials Consumption (Actual) (Note - 26.01) | 367,326,186 | 194,928,313 |
| Overhead | 42,448,513 | 30,148,515 |
| Opening Stock of Work-in-Process | 5,774,871 | 6,309,183 |
| Raw Materials | 4,763,357 | 4,766,605 |
| Overhead | 1,011,514 | 1,542,578 |
| | 415,549,570 | 231,386,011 |
| Closing Stock of Work-in-Process | (38,713,275) | (5,774,871) |
| Raw Materials | (36,503,288) | (4,763,357) |
| Overhead | (2,209,987) | (1,011,514) |
| | 454,262,845 | 237,160,882 |
| Scrap Sales | (8,739,150) | - |
| Exchange Gain | (1,841,927) | - |
| | 366,255,217 | 225,611,140 |
| Under/(Over) Absorbed Production Overhead (Note - 26.02) | 41,102,914 | 71,075,642 |
| Cost of Cables Manufactured | 407,358,131 | 296,686,782 |
| Cost of Drums | 9,035,213 | 16,516,933 |
| Raw Materials | 8,312,304 | 13,017,270 |
| Overhead | 722,909 | 3,499,663 |
| Production Cost with Drums | 416,393,344 | 313,203,716 |
| Opening Stock of Finished Goods | 75,819,712 | 30,433,037 |
| Raw Materials | 70,906,999 | 22,995,203 |
| Overhead | 4,912,713 | 7,437,834 |
| | 492,213,056 | 343,636,753 |
| Closing Stock of Finished Goods | (122,426,490) | (75,819,712) |
| Raw Materials | (115,356,484) | (70,906,999) |
| Overhead | (7,070,006) | (4,912,713) |
| Cost of Goods Sold | 369,786,566 | 267,817,041 |



26.01 Raw Materials Consumption:

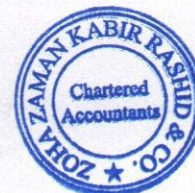
| | | |
|---|--------------------|--------------------|
| Opening Stock of Raw Materials | 97,759,601 | 108,538,545 |
| Purchase During the Year (Note - 26.01A) | 498,862,542 | 178,257,755 |
| Raw Material Available for Use | 596,622,143 | 286,796,300 |
| Stock adjustment of Intermediate, Sectional and Work-in-process | (5,724,826) | 18,908,884 |
| Closing Stock of Raw Materials | (215,258,827) | (97,759,601) |
| Raw Material Consumed | 375,638,490 | 207,945,583 |
| Raw Material Consumption (Actual) | 367,326,186 | 194,928,313 |
| Packing Materials used | 8,312,304 | 13,017,270 |
| | 375,638,490 | 207,945,583 |

26.01A Raw Materials Purchase/Adjustment:

| | Material (Quantity in MT) | | Amount in (BDT) | |
|-------------------------|---------------------------|----------------|--------------------|--------------------|
| | 2022-2023 | 2021-2022 | 2022-2023 | 2021-2022 |
| Aluminum Rod | 500.000 | - | 164,080,426 | - |
| Copper Rod | 146.960 | 149.990 | 175,614,611 | 155,039,600 |
| Chalk powder | 150.000 | - | 4,158,492 | - |
| Stabilizer | 50.000 | - | 16,064,194 | - |
| PVC Resin | 501.030 | 52.950 | 69,010,271 | 9,487,747 |
| DOP | 150.000 | - | 37,504,375 | - |
| PVC Fast (Pigment) | 0.700 | 0.200 | 1,011,516 | 578,046 |
| Soot Paste | 2.000 | - | 641,739 | - |
| Titan Di Oxide | - | - | - | - |
| Cablec | 3.000 | - | 1,746,685 | - |
| Paraffin wax | 3.000 | - | 1,030,140 | - |
| Gum Cotton tape | 2.000 | 1.000 | 3,991,586 | 1,631,377 |
| Soft PVC Tape | - | - | - | - |
| Copper Tape | 2.000 | 2.000 | 4,335,108 | 4,105,845 |
| Steel FlatWire & Strips | 20.000 | 20.880 | 3,723,124 | 3,026,760 |
| ACSR Core wire | - | 0.300 | - | 25,671 |
| Conducting tape | 1.000 | - | 1,525,967 | - |
| Calsind Clay N-501 | - | - | - | - |
| Chlora Paraffin N-40 | - | - | - | - |
| Others | 3.500 | 4.600 | 2,389,243 | 1,819,300 |
| | 1,535.190 | 231.92 | 486,827,477 | 175,714,344 |
| Packing Materials | - | - | 12,035,065 | 2,543,411 |
| Scrap and Wastage | - | - | - | - |
| | 1,535.190 | 231.920 | 498,862,542 | 178,257,755 |

26.01B Raw Materials Consumption (Actual):

| | Material (Quantity in MT) | | Amount in (BDT) | |
|--------------------------------|---------------------------|-----------|-----------------|-------------|
| | 2022-2023 | 2021-2022 | 2022-2023 | 2021-2022 |
| Aluminum Rod | 504.750 | 141.67 | 135,102,193 | 30,320,051 |
| Copper Rod | 159.126 | 127.80 | 174,667,266 | 133,293,400 |
| Chalk Powder | 50.800 | 37.50 | 1,294,882 | 701,994 |
| Stabilizer | 8.500 | 4.75 | 2,624,565 | 1,145,496 |
| PVC Resin | 177.027 | 81.82 | 24,383,159 | 11,969,553 |
| DOP | 63.200 | 39.60 | 14,609,520 | 6,420,902 |
| PVC Fast (Pigment) | 0.380 | 0.11 | 609,212 | 195,064 |
| Soot Paste | 3.500 | 1.89 | 967,731 | 473,393 |
| Tetandioxide | 0.200 | 0.40 | 41,452 | 82,903 |
| Cablec | 1.500 | 0.88 | 909,386 | 740,722 |
| Paraffin Wax | 2.100 | 1.00 | 551,259 | 167,356 |
| Gum Cotton Tape | 0.680 | 0.18 | 1,291,853 | 296,911 |
| Soft PVC Tape | - | - | - | - |
| Copper Tape | 1.520 | 1.50 | 3,937,885 | 2,730,339 |
| Steel Flat, Wire & Steel Strip | 27.900 | 5.54 | 3,304,796 | 2,398,522 |





| | | | | |
|----------------------|------------------|----------------|--------------------|--------------------|
| ACSR Core Wire | - | - | - | - |
| Conducting Tape | 0.020 | 0.02 | 323,361 | 17,130 |
| Calsind Clay N-501 | 0.700 | 0.27 | 142,432 | 55,618 |
| Chlora Paraffin N-40 | - | - | 0 | - |
| Others | 1.530 | 1.53 | 2,565,236 | 3,918,959 |
| | 1,003.433 | 446.44 | 367,326,186 | 194,928,313 |
| Packing Materials | | | | 2,620,910 |
| Scrap and Wastage | | - | 8,739,150.00 | |
| | 1,003.433 | 446.440 | 376,065,336 | 197,549,223 |

26.01 Comparative analysis of Raw Materials Consumption:

| | Copper Rod (%) | P.V.C. & Other (%) | Aluminum Rod (%) | Core Wire (%) |
|-----------------|----------------|--------------------|------------------|---------------|
| Domestic Cables | 62.60 | 37.40 | - | - |
| LT Power Cables | 71.75 | 28.25 | - | - |
| HT Power Cables | 28.20 | 71.80 | - | - |
| ACSR | - | - | 67.90 | 32.10 |

26.02 Production Overhead:

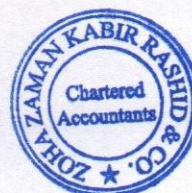
| | 2022-2023 | 2021-2022 |
|--|-------------------|--------------------|
| Factory Salary, Wages and Allowances (Note - 26.02A) | 56,140,041 | 76,209,437 |
| Others Factory overhead Expenses 26.02B | 28,398,196 | 25,325,903 |
| | 84,538,237 | 101,535,340 |
| Over Applied of Overhead | (43,435,323) | (30,459,698) |
| | 41,102,914 | 71,075,642 |

26.02A Salary, Wages and Allowances:

| | | |
|----------------------------------|-------------------|-------------------|
| Basic Salary & Wages | 25,587,953 | 35,000,590 |
| Leave Pay & Gratuity | 7,035,779 | 12,917,232 |
| Provident Fund | 1,765,026 | 2,260,666 |
| Conveyance allowance | 211,037 | 283,528 |
| House Rent allowances | 11,674,628 | 15,986,299 |
| Night shift Allowance | 12,000 | 30,300 |
| Medical allowance | 1,613,897 | 2,151,206 |
| Festival Bonus | 6,819,475 | 5,670,908 |
| Shifting Entertainment allowance | - | - |
| Boishakh Allowance | 508,030 | 529,670 |
| Washing Allowance | 700 | 108,912 |
| Over time Allowance | - | - |
| Education Allowance | 445,500 | 1,046,500 |
| Recreation Allowances | 342,410 | 72,530 |
| Workers' Risk Allowance | 123,606 | 151,096 |
| | 56,140,041 | 76,209,437 |

26.02B Others Factory overhead Expenses

| | | |
|--|-----------|-----------|
| Electricity expenses | 6,792,105 | 5,523,793 |
| Gas & Fuel Expenses | 379,283 | 357,437 |
| Consumable Stores & Tools | 343,209 | 647,801 |
| Daily Basis Employee Wages | 5,261,839 | 2,998,742 |
| Factory Clearing & Sanitation | 3,000 | 14,773 |
| Water Bill (Fact.) | 2,000 | 2,900 |
| Repair & Maintenance | 1,793,437 | 2,014,456 |
| License & Renewal | 222,379 | 297,379 |
| Insurance Premium (Group Term & General) | 1,592,213 | 1,384,533 |
| Depreciation (Annexure - A) | 7,711,686 | 7,499,940 |
| Canteen Subsidy | 1,952,776 | 2,542,670 |
| Medical Expenses | 3,864 | 83,037 |





| | | |
|--|-------------------|-------------------|
| Milk Expenses | - | 44,239 |
| Training Expenses | - | 4,000 |
| Accident Compensation | 5,000 | 16,255 |
| Uniform and kits | 280,080 | 234,718 |
| Advertisement & Publicity | 1,025,140 | 267,443 |
| Travelling & Conveyance | 211,387 | 167,488 |
| Entertainment Expenses | 107,648 | 56,154 |
| Stationeries | 312,817 | 187,614 |
| Telephone | - | 4,178 |
| Books & newspaper | - | 1,600 |
| Scholarship & Award | 4,000 | - |
| Photocopy | - | 420 |
| Carrying Charge | 37,300 | 34,600 |
| Testing Expenses (BSTI & ISO) | 145,360 | 655,794 |
| Computer | 4,352 | 14,500 |
| Honarium of Tender Valuation Committee | 207,320 | 269,440 |
| | 28,398,196 | 25,325,903 |

27.00 Administrative Expenses:

| | | |
|--|-------------------|-------------------|
| Administrative Salary and Allowance (Note - 27.01) | 24,571,215 | 17,590,703 |
| Other Administrative Expenses (Note - 27.02) | 24,409,884 | 26,841,655 |
| Managing Director's Remuneration & Allowances (Note - 27.03) | 1,477,984 | 1,331,696 |
| Directors' Remuneration & Allowances | 671,722 | 783,806 |
| Legal Expenses (Note - 27.04) | 73,800 | 55,000 |
| | 51,204,605 | 46,602,860 |

Amount in (BDT)

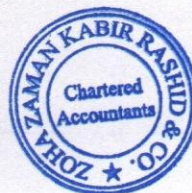
2022-2023 **2021-2022**

27.01 Administrative Salary and Allowance:

| | | |
|----------------------------------|-------------------|-------------------|
| Basic Salary | 11,028,033 | 8,309,552 |
| Leave Pay & Gratuity | 2,979,722 | 2,212,804 |
| Provident fund | 613,488 | 468,817 |
| Conveyance allowance | 111,038 | 96,290 |
| House Rent allowance | 5,037,451 | 3,873,258 |
| Medical allowance | 712,168 | 622,572 |
| Festival Bonus | 2,813,255 | 1,368,900 |
| Charge Allowance | 41,141 | 47,184 |
| Boishakh Allowance | 155,586 | 143,334 |
| Washing Allowance | 14,388 | 17,597 |
| Shifting Entertainment allowance | 10,488 | 10,700 |
| Over time Allowance | - | 42,205 |
| Education Allowance | 880,677 | 302,000 |
| Recreation Allowances | 173,780 | 75,490 |
| | 24,571,215 | 17,590,703 |

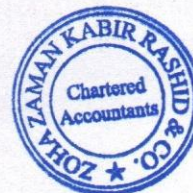
27.02 Other Administrative Expenses:

| | | |
|--|-----------|-----------|
| Contract Labor Wages | 1,946,389 | 1,644,987 |
| Daily Basis Employee Wages | 794,287 | 744,287 |
| Electricity Bill for Housing Colony | 1,478,523 | 1,632,286 |
| Gas, Oil, Fuel & Lubricants | 933,003 | 723,013 |
| Consumable Stores | 55,264 | 43,990 |
| Repair & Maintenance | 46,098 | 46,633 |
| Gardening Expenses | 12,250 | 1,000 |
| Licenses & Renewal | 201,557 | 190,500 |
| Tax Expenses (Municipal & Other) | 5,200,600 | 5,689,300 |
| Insurance Premium (Fidelity, Group Term & Vehicles etc.) | 205,472 | 710,352 |
| Depreciation (Annexure - A) | 1,410,674 | 1,371,940 |
| Canteen Subsidy | 992,162 | 802,840 |
| Medical Expenses | 2,730 | 22,824 |
| Recreation & Sports | 238,420 | - |





| | | |
|--|-------------------|-------------------|
| Training expenses | 17,716 | 80,000 |
| Social Amenities (Picnic, Eid-E-Miladunnabi & Other) | 105,226 | 168,042 |
| Uniform and kits | 186,721 | 25,000 |
| Washing expenses | 550 | - |
| Advertisement & Publicity | 358,546 | 218,300 |
| Travelling & Conveyance | 702,442 | 385,797 |
| Entertainment Expenses | 309,218 | 392,575 |
| Transport Rent | 161,753 | 180,727 |
| Stationeries | 54,708 | 279,369 |
| Postage & Telegram | 19,842 | 41,365 |
| Telephone Bill | 84,861 | 26,452 |
| Books & newspaper | 6,104 | 7,140 |
| Subscription(DSE,CSE,BAPL,CDBL) | - | 420,000 |
| Scholarship & Award | 95,678 | 46,475 |
| Photocopy Expenses | 730 | 2,000 |
| Computer Repaire, Internet& Software Expenses | 266,526 | 246,461 |
| Audit Fee (WPPF & PF) | - | 312,000 |
| BSEC Overhead | 7,500,000 | 7,500,000 |
| Share Office Expenses | 708,454 | 1,173,941 |
| Committee Meeting Expenses | 85,350 | 143,634 |
| Annual General Meeting Expenses | 119,150 | 158,210 |
| Company Board Meeting Expenses | 102,400 | 61,865 |
| Honarium of Tender Valuation Committee | 6,480 | 14,360 |
| Bad & Doubtful Expenses | - | 1,333,990 |
| | 24,409,884 | 26,841,655 |
| 27.03 <u>Managing Director's Remuneration & Allowances:</u> | | |
| Basic Salary | 712,884 | 672,360 |
| Leave Pay & Gratuity | 249,509 | 235,326 |
| House Rent Allowance | 285,154 | 268,944 |
| Medical Allowance | 18,000 | 18,000 |
| Festival Bonus | 117,120 | 112,060 |
| Boishakh Allowance | 11,712 | 11,206 |
| Education Allowance | 11,300 | 12,000 |
| Felicitation/Charge & others Allowance | 72,305 | 1,800 |
| | 1,477,984 | 1,331,696 |
| 27.04 <u>Legal Expenses:</u> | | |
| 15% Share Case | - | - |
| Land Case | - | - |
| Recruitment Case | 60,000 | 55,000 |
| Income Tax Case | - | - |
| Insurance Case | - | - |
| Custom Audit Case | 13,800 | - |
| Case against Raw material(Stabiliger) shortage delivery | - | - |
| Sue against workers' transfer | - | - |
| ECL Matter no. 214/2108 Case operating | - | - |
| | 73,800 | 55,000 |
| 28.00 <u>Selling and Distribution Expenses:</u> | | |
| Selling Salary & allowance (Note - 28.01) | 15,257,643 | 12,838,710 |
| Distribution Expenses (Note - 28.02) | 14,779,340 | 8,655,372 |
| | 30,036,982 | 21,494,082 |
| 28.01 <u>Selling Salary and allowance:</u> | | |
| Basic Salary | 7,050,165 | 6,103,245 |
| Leave Pay & Gratuity | 2,204,821 | 2,120,003 |
| Provident fund | 201,894 | 169,305 |
| Conveyance allowance | 35,100 | 30,900 |
| House rent Allowance | 3,242,840 | 2,800,076 |
| Medical allowance | 366,532 | 318,291 |
| Festival Bonus | 1,744,770 | 1,084,730 |
| Boishakh Allowance | 107,734 | 88,844 |
| Washing Allowance | 8,400 | 7,900 |
| Over time Allowance | - | - |
| Education Allowance | 86,677 | 90,597 |
| Recreation Allowances | 194,310 | 17,620 |
| Workers' Risk allowance | 14,400 | 7,200 |
| | 15,257,643 | 12,838,710 |





| | | Amount in (BDT) | |
|--------------|--|----------------------|----------------------|
| | | 2022-2023 | 2021-2022 |
| 28.02 | <u>Distribution Expenses:</u> | | |
| | Daily Basis Employee | 611,439 | 512,640 |
| | License & Trade Mark | 32,200 | 97,400 |
| | Insurance Premium | - | - |
| | Depreciation (Annexure - A) | 282,134.86 | 274,388.00 |
| | Canteen Expenses | 564,535 | 454,580 |
| | Medical Expenses | - | 10,778 |
| | Training Expenses | 3,000 | 16,000 |
| | Dressing/Uniform and kits | 93,360 | 5,000 |
| | Advertisement & Publicity | 1,523,295 | 1,511,640 |
| | Travelling Expenses | 113,709 | 114,774 |
| | Entertainment Expenses | 114,923 | 49,174 |
| | Stationeries | 2,500 | 213,570 |
| | Postage & Parcel | 11,608 | 460 |
| | Telephone | - | 3,412 |
| | Book/Newspaper | - | - |
| | Photostat Expenses, Computer Expenses | 17,369 | 1,940 |
| | Sales Promotion | 5,301,344 | 3,056,025 |
| | Transportation Expenses | 3,291,808 | 277,952 |
| | Sales Centre Expenses (Baitul Mukarom Market, Dhaka) | 101,016 | 351,408 |
| | Sales Center Expenses (Nandonkanon, Chittagong) | 157,520 | 243,300 |
| | Sales Centre Expenses (BSEC Bhaban, Dhaka) | 564,982 | 362,958 |
| | Sales center expenses (Main Gate, ECL) | 62,400 | - |
| | Sales Center Expenses (Nobabpur Road, Dhaka) | 1,347,366 | 524,267 |
| | Sales Center Expenses (Rangpur) | - | - |
| | Sales Center Expenses (Maymansingh) | 18,713 | 106,088 |
| | Sales Center Expenses (Tongi) | 564,118 | 467,618 |
| | | 14,779,340 | 8,655,372 |
| 29.00 | <u>Audit Fee:</u> | | |
| | Statutory & Asset Revaluation Audit Fee | 170,000 | 113,850 |
| | Compliance Audit Fee | 25,000 | 28,175 |
| | | 195,000 | 142,025 |
| 30.00 | <u>Other Income:</u> | | |
| | Recovery from House Rent | 1,495,699 | 928,770 |
| | Received from Vehicle facilities | 20,222 | 24,164 |
| | Sales of Schedules & Tender Forms | 134,100 | 259,400 |
| | Bank Interest on Short Term Deposits | 132,745 | 82,753 |
| | Scrap Sales | 24,064,991 | 8,750 |
| | Cultivation of unused land | 355,000 | 23,970 |
| | Prior Years Income | - | 927,270 |
| | | 26,202,757 | 2,255,077 |
| | | Amount in (BDT) | |
| | | 2022-2023 | 2021-2022 |
| 31.00 | <u>Financial Expenses:</u> | | |
| | Bank Charges | 934,138 | 521,815 |
| | Interest on Bank Overdraft / CC Loan | 50,707,115 | 41,594,827 |
| | | 51,641,253 | 42,116,642 |
| 32.00 | <u>Income Tax Expenses:</u> | | |
| | Corporate Tax (Note - 24.00) | 2,670,706 | 1,716,552 |
| | Deferred Tax (Note - 6.00) | (2,144,095) | (2,194,811) |
| | | 526,611 | (478,259) |
| 33.00 | <u>Net Assets Value Per Share (NAVPS):</u> | | |
| | i) Net Assets Value (NAV) (Note - 33.01) | 9,090,638,829 | 9,083,091,909 |
| | ii) Number of Ordinary Shares Outstanding | 26,400,000 | 26,400,000 |
| | iii) Net Assets Value per Share (NAVPS) | 344.34 | 344.06 |
| 33.01 | <u>Net Assets Value (NAV):</u> | | |
| | i) Total Assets | 10,615,967,635 | 10,428,835,082 |
| | ii) Total Liabilities | (1,525,328,807) | (1,345,743,174) |
| | | 9,090,638,829 | 9,083,091,909 |



34.00 Basic Earning Per Share:

- i) Net Profit/(Loss) After Tax
- ii) Weighted Average Number of Ordinary Shares Outstanding (Note - 33.01)
- iii) Number of Ordinary Shares Outstanding
- iv) Basic Earnings Per Share (EPS)

*** Due to profit the EPS has increased.

| Amount in (BDT) | |
|-----------------|-------------|
| 2022-2023 | 2021-2022 |
| 12,826,921 | 9,061,020 |
| 26,400,000 | 26,400,000 |
| 26,400,000 | 26,400,000 |
| 0.49 | 0.34 |

34.01 Calculation of Weighted Average Number of Ordinary Shares:

| Particulars | Number of Share | Days Outstanding | Weighted average no. of Shares at June 30, 2023 | Weighted average no. of Shares at June 30, 2022 |
|------------------------|-------------------|------------------|---|---|
| Opening Ordinary Share | 26,400,000 | 365/365 | 26,400,000 | 26,400,000 |
| | 26,400,000 | | 26,400,000 | 26,400,000 |

35.00 Net Operating Cash Flows Per Share (NOCFPS):

- i) Net Operating Cash Flows
 - ii) Weighted Average Number of Ordinary Shares Outstanding (Note - 33.01)
- Net Operating Cash Flows per Share (NOCFPS)

***As more liabilities has been paid than previous year so the NOCFPS has decreased.

| | |
|---------------|-------------|
| (38,610,455) | 11,866,139 |
| 26,400,000 | 26,400,000 |
| (1.46) | 0.45 |

36.00 Reconciliation of Net Income with Cash Flows from Operating Activities:

| | | |
|---|---------------------|-------------------|
| Net Profit/(Loss) Before Tax | 13,353,532 | 8,582,760 |
| Adjustments for: | | |
| Depreciation Expense | 9,404,495 | 9,146,268 |
| Financial Expenses | 51,641,253 | 42,116,642 |
| | 74,399,280 | 59,845,670 |
| Changes In Working Capital: | | |
| Inventories | (200,120,980) | (17,865,254) |
| Trade and Other Receivable | (10,634,415) | (2,799,763) |
| Current Account with Projects under BSEC | (967,232) | 126,000 |
| Advances, Deposits & Pre-payments | 31,639,440 | (11,872,558) |
| Defined Benefit Obligations - Gratuity | 12,206,808 | 4,700,152 |
| Creditors and Accruals | 57,875,082 | (5,122,195) |
| Current Account With BSEC | 7,623,849 | 7,130,402 |
| Advances from the Parties | 10,255,730 | 467,960 |
| Cash Generated from/(used in) Operations | (17,722,439) | 34,610,414 |
| Income Tax Paid | (20,888,015) | (22,744,276) |
| Net Cash from/(used in) Operating Activities | (38,610,454) | 11,866,138 |



37.00 Related Party Transaction:

i) Transactions with key management personnel

Key management personnel compensation comprised the following:

| | Amount in (BDT) | |
|---------------------------|------------------|------------------|
| | 2022-2023 | 2021-2022 |
| Meeting Attendance Fee | 757,072 | 783,806 |
| Meeting Expense | 85,350 | 205,499 |
| Remuneration | | |
| Retirement Benefit Scheme | 249,509 | 235,326 |
| Medical and Welfare | 18,000 | 18,000 |
| Housing | 285,154 | 268,944 |
| | <u>1,395,085</u> | <u>1,511,575</u> |

ii) Other related party transaction

During the year, the company carried out a number of transaction with related parties in the normal course of business and on arms length basis . The name of these related parties, nature of transaction and balance as at 30th June, 2022 in accordance with the provision of IAS-24 are presented below:

| Name of the Related Parties | Relationship | Nature of the Transaction | Transaction During the Year | | Balance as at 30 June, 2023 | Balance as at 30 June, 2022 |
|--------------------------------|----------------------------|---------------------------|-----------------------------|------------------|-----------------------------|-----------------------------|
| | | | DR | CR | | |
| Chittagong Steel Mills Limited | Subsidiary Company of BSEC | Multiple Business | - | - | 11,435,198 (Dr) | 11,435,198 (Dr) |
| G. E. M Company Limited | Subsidiary Company of BSEC | Multiple Business | - | 470,739 | 6,120,372 (Dr) | 6,591,111 (Dr) |
| Chittagong Dry Dock Ltd. | Subsidiary Company of BSEC | Multiple Business | 356,400 | | 1,590,560 (Dr) | 1,234,160 (Dr) |
| Eastern Tubes Ltd. | Subsidiary Company of BSEC | Multiple Business | 169,157 | | 594,670 (Dr) | 425,513 (Dr) |
| Bangladesh Blade Factory Ltd | Subsidiary Company of BSEC | Multiple Business | 102,517 | | 1,145,217 (Dr) | 1,042,700 (Dr) |
| Prantik Traders | Subsidiary Company of BSEC | Multiple Business | | | 2,170 (Dr) | 2,170 (Dr) |
| Gazi Wires Ltd. | Subsidiary Company of BSEC | Multiple Business | 310,114 | | 736,062 (Dr) | 425,948 (Dr) |
| Pragati Industries Ltd. | Subsidiary Company of BSEC | Multiple Business | | | 311,837 (Cr) | 311,837 (Cr) |
| National Tubes Limited | Subsidiary Company of BSEC | Multiple Business | 166,594 | | 231,253 (Dr) | 64,659 (Dr) |
| Bangladesh Diesel Plant Ltd. | Subsidiary Company of BSEC | Multiple Business | | | 1,615 (Cr) | 1,615 (Cr) |
| Atlas (BD) Ltd. | Subsidiary Company of BSEC | Multiple Business | 266,552 | | 699,219 (Dr) | 432,667 (Dr) |
| Dhaka Steel Works Ltd. | Subsidiary Company of BSEC | Multiple Business | 66,637 | | 79,518 (Dr) | 12,881 (Dr) |
| BSEC Current | Parents Concern | Multiple Business | - | 7,623,848 | 57,918,896 (Cr) | (50,295,048) (Cr) |
| Total | | | 1,437,971 | 8,094,587 | 80,866,589 | (28,314,588) |



**38.00 Debt and Claim:**

There was no other debt of the company except ADP Loan, Quasi Equity Loan and Govt. Loan for Manpower Equalization (Interest Free).

39.00 Production and Sales:

| | Quantity (in MT) | |
|--------------------------|------------------|---------------|
| | 2022-2023 | 2021-2022 |
| Production capacity | 4,500.00 | 4,500.00 |
| Production target | 4,500.00 | 4,500.00 |
| Actual production | 756.74 | 493.09 |
| Sales target | 4,500.00 | 4,500.00 |
| Actual sales | 766.69 | 550.98 |

41.00 National Exchequer Payment:

| | | |
|-------------------------------|-------------------|--------------------|
| Import Duty | 19,932,249 | 27,939,220 |
| Advance Payment of Vat | 29,100,043 | 63,914,559 |
| Advance Payment of Income Tax | 20,888,015 | 22,744,276 |
| | 69,920,307 | 114,598,055 |

42.00 Salary & Allowances of Staff & Officers (Para-3 Schedule XI, Part II):**Number of Employee**

| Salary Range (Monthly) | Head office/ Factory | | | Dhaka Share Office and Sales Canter | | |
|---------------------------|----------------------|-----------|-----------|-------------------------------------|----------|----------|
| | Officer | Staff | Worker | Officer | Staff | Worker |
| Bellow - BDT 3000 | - | - | - | - | - | - |
| Above - BDT 3000 | 45 | 25 | 72 | 4 | 6 | - |
| 30 June' 2023 | 31 | 25 | 72 | 4 | 6 | - |
| 30 June' 2022 | 39 | 19 | 91 | 4 | 6 | - |

43.00 Payment Information to Director: Para-4 of Schedule XI, Part II of Companies Act 1994:**i) Aggregate Amount Of Remuneration Paid to all Directors**

| Particulars | Payment Type | Amount in (BDT) | |
|-------------|-----------------------------|-----------------|----------------|
| | | 2022-2023 | 2021-2022 |
| Directors | Board Meeting | 671,722 | 783,806 |
| Directors | Conveyance & Other Expenses | 21,580 | 6,000 |
| | | 693,302 | 789,806 |





ii) Attendance Status of Director in Board Meetings

During the year ended 30 June'2023, Nine (9) board meetings were held. The attended status of all meetings are as follows :

| Name of the Director | Position | Meeting Held | Attendance |
|-------------------------------------|------------------------------|--------------|------------|
| Mr. Md. Moniruzzaman | Chairman | 2 | 2 |
| Mr. Md. Shahidul Hoque Bhuiyan(NDC) | Previous Chairman(ECL Board) | 5 | 5 |
| Tania Khan | Independent Director | 7 | 7 |
| Mr. Md. Solim Ullaha | Independent Director | 7 | 7 |
| Mr. Debasis Chakroborti | Director | 7 | 7 |
| Syed Mohammed Saherul Azam | Director | 1 | 1 |
| Md. Abul Kalam Azad | Director | 6 | 6 |
| Mr. Md. Emdadul Haque | Director | 7 | 6 |
| Mr. Md. Mofizur Rahman | Director | 7 | 7 |
| Mr. Md. Habibur Rahman | Director | 7 | 7 |
| Mr. Md. Shamsur Rahman | Director | 7 | 5 |

44.00 Other Disclosure:

44.01 Number of Employees:

Number of Employees

| Balance (in No.) | |
|------------------|------------|
| 2022-2023 | 2021-2022 |
| 138 | 159 |
| 138 | 159 |

44.02 Credit Facilities:

The following maximum credit facilities are availed by the company (in Crore)

| | Sonali Bank | UCBL, Agrabad | BASIC Bank Ltd. Agrabad |
|----------------|-------------|---------------|-------------------------|
| Cash Credit | 30 | 10 | 10 |
| LC | 30 | 30 | 30 |
| Bank Guarantee | 20 | 20 | 20 |
| LTR | - | 20 | 20 |
| Total | 80 | 80 | 80 |



EASTERN CABLES LIMITED
SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT (Cost & Revalued Price)
FOR THE YEAR ENDED JUNE 30, 2023

| Particulars | Historical Cost | | | Rate of Depreciation (%) | Accumulated Depreciation | | | Carrying Amount As On 30th June, 2023 |
|-----------------------------------|---------------------------------------|--------------------------|---------------------------------------|--------------------------|---------------------------------------|-------------------------|-------------------------------|---------------------------------------|
| | Opening Balance As On 01st July, 2022 | Addition During the Year | Closing Balance As On 30th June, 2023 | | Opening Balance As On 01st July, 2022 | Charged During the Year | Balance As On 30th June, 2023 | |
| Land & Land Development | 8,834,844,500 | - | 8,834,844,500 | - | - | - | 8,834,844,500 | |
| Roads | 3,445,132 | - | 3,445,132 | - | - | - | 3,445,132 | |
| Communication | 292,090 | - | 292,090 | 5% | 58,418 | 14,604.50 | 219,068 | |
| Building & Other Constructions | 113,517,691 | - | 113,517,691 | 2.5 - 7.5% | 69,833,067 | 2,481,888.15 | 41,202,755 | |
| Sub-Total (A) | 8,952,099,413 | - | 8,952,099,413 | - | 69,891,485 | 2,496,492.65 | 8,879,711,435 | |
| Expansions including installation | 118,068,350 | - | 118,068,350 | 6% | 118,068,310 | - | 40 | |
| Plant & Machineries (B.M.R) | 17,898,632 | - | 17,898,632 | 6% | 17,898,612 | - | 20 | |
| Plant & Machineries | 204,925,210 | - | 204,925,210 | 6-7.5% | 135,261,318 | 6,285,816 | 63,378,076 | |
| Loose Tools | 486,644 | - | 486,644 | 10% | 486,616 | - | 28 | |
| Appreciated Assets (P&M) | 6,886,000 | - | 6,886,000 | 6% | 6,885,988 | - | 12 | |
| Sub-Total (B) | 348,264,836 | - | 348,264,836 | - | 278,600,844 | 6,285,815.55 | 63,378,176 | |
| Furniture & Fixture | 2,993,017 | 45,231 | 3,038,248 | 6% | 1,932,646 | 102,379.31 | 1,003,222 | |
| Office Equipments | 8,385,496 | 1,236 | 8,386,732 | 15% | 7,263,825 | 519,807.86 | 603,099 | |
| Refrigerators | 25,643 | - | 25,643 | 20% | 25,641 | - | 2 | |
| Intercom Telephones | 428,229 | - | 428,229 | 20% | 428,227 | - | 2 | |
| Colour Television | 55,324 | - | 55,324 | 20% | 55,322 | - | 2 | |
| Crockeries & Cutleries | 54,504 | - | 54,504 | 20% | 54,492 | - | 12 | |
| Appreciated Assets (F&F) | 136,000 | - | 136,000 | 20% | 135,994 | - | 6 | |
| Sub-Total(C) | 12,078,212 | 46,467 | 12,124,679 | - | 9,896,147 | 622,187.17 | 1,606,345 | |
| Vehicles | 11,038,821 | - | 11,038,821 | 20% | 11,038,817 | - | 4 | |
| Appreciated Assets (Vehicles) | 96,000 | - | 96,000 | 20% | 95,998 | - | 2 | |
| Sub-Total (D) | 11,134,821 | - | 11,134,821 | - | 11,134,815 | - | 6 | |
| Balance as on 30 June 2023 | 9,323,577,281 | 46,467 | 9,323,623,748 | - | 369,523,291 | 9,404,495.37 | 8,944,695,961.75 | |
| Balance as on 30 June 2022 | 524,538,921 | 8,798,854,852 | 9,323,577,281 | - | 360,377,023 | 9,146,268 | 8,954,053,990.11 | |

| Allocation of Depreciation | Notes | Amount in (BDT) | |
|----------------------------|-------|---------------------|------------------|
| | | 2022-2023 | 2021-2022 |
| Manufacturing Expenses | 25.02 | 7,711,686.20 | 7,499,940 |
| Administrative Expenses | 26.02 | 1,410,674.31 | 1,371,940 |
| Selling Expenses | 27.02 | 282,134.86 | 274,388 |
| Total | | 9,404,495.37 | 9,146,268 |



Annexure - A/I

| Particulars | Revaluation | | | Rate of Depreciation (%) | Accumulated Depreciation | | | Carrying Amount As On 30th June, 2022 |
|-----------------------------------|---------------------------------------|------------------------------|--------------------------|--------------------------|---------------------------------------|-------------------------|---------------------------------------|---------------------------------------|
| | Opening Balance As On 01st July, 2022 | Revaluation as at 27.06.2022 | Addition During the Year | | Closing Balance As On 30th June, 2022 | Charged During the Year | Opening Balance As On 01st July, 2021 | |
| Land & Land Development | 8,834,844,500 | | - | - | - | - | - | 8,834,844,500 |
| Roads | 3,445,132 | | - | - | - | - | - | 3,445,132 |
| Communication | 292,090 | | - | 5% | 14,604.50 | 58,418 | 73,023 | 219,068 |
| Building & Other Constructions | 113,517,691 | | - | 2.5 - 7.5% | 2,481,888.15 | 69,833,067 | 72,314,955 | 41,202,736 |
| Sub-Total (A) | 8,952,099,413 | | | | 2,496,492.65 | 69,891,485 | 72,387,978 | 8,879,711,435 |
| Expansions including installation | 118,068,350 | | - | 6% | - | 118,068,310 | 118,068,310 | 40 |
| Plant & Machineries (B.M.R) | 17,898,632 | | - | 6% | - | 17,898,612 | 17,898,612 | 20 |
| Plant & Machineries | 204,925,210 | | - | 6-7.5% | 6,285,815.55 | 135,261,319 | 141,547,135 | 63,378,075 |
| Loose Tools | 486,644 | | - | 10% | - | 486,616 | 486,616 | 28 |
| Appreciated Assets (P&M) | 6,886,000 | | - | 6% | - | 6,885,988 | 6,885,988 | 12 |
| Sub-Total (B) | 348,264,836 | | | | 6,285,815.55 | 278,600,845 | 284,886,661 | 63,378,175 |
| Furniture & Fixture | 2,993,017 | | 45,231 | 6% | 102,379.31 | 1,932,646 | 2,035,025 | 1,003,222 |
| Office Equipments | 8,385,496 | | 1,236 | 15% | 519,807.86 | 7,263,825 | 7,783,633 | 603,099 |
| Refrigerators | 25,643 | | - | 20% | - | 25,641 | 25,641 | 2 |
| Intercom Telephones | 428,229 | | - | 20% | - | 428,227 | 428,227 | 2 |
| Colour Television | 55,324 | | - | 20% | - | 55,322 | 55,322 | 2 |
| Crockeries & Cutleries | 54,504 | | - | 20% | - | 54,492 | 54,492 | 12 |
| Appreciated Assets (F&F) | 136,000 | | - | 20% | - | 135,994 | 135,994 | 6 |
| Sub-Total (C) | 12,078,212 | | 46,467 | | 622,187.17 | 9,896,147 | 10,518,334 | 1,606,345 |
| Vehicles | 11,038,821 | | - | 20% | - | 11,038,817 | 11,038,817 | 4 |
| Appreciated Assets (Vehicles) | 96,000 | | - | 20% | - | 95,998 | 95,998 | 2 |
| Sub-Total (D) | 11,134,821 | | | | | 11,134,815 | 11,134,815 | 6 |
| Balance as on 30 June 2023 | 9,323,577,282 | | 46,467 | | 9,404,495.37 | 369,523,292 | 378,927,788 | 8,944,695,961.21 |
| Balance as on 30 June 2022 | 524,538,921 | 8,798,854,852 | 183,508 | | 9,146,268 | 360,377,024 | 369,523,291 | 8,954,053,990 |

| Allocation of Depreciation | Notes | Amount in (BDT) | |
|----------------------------|-------|---------------------|------------------|
| | | 2022-2023 | 2021-2022 |
| Manufacturing Expenses | 25.02 | 7,711,686.20 | 7,499,940 |
| Administrative Expenses | 26.02 | 1,410,674.31 | 1,371,940 |
| Selling Expenses | 27.02 | 282,134.86 | 274,388 |
| Total | | 9,404,495.37 | 9,146,268 |





EASTERN CABLES LIMITED

DEFERRED TAX

FOR THE YEAR ENDED JUNE 30, 2023

Annexure - B

Deferred tax (Assets)/Liability recognized in accordance with the provision of IAS-12, is arrived as follows:

| | Amount in (BDT) | |
|--|---------------------|---------------------|
| | 2022-2023 | 2021-2022 |
| Opening Balance | (16,847,413) | (14,652,603) |
| (Increase)/Decrease of Deferred Tax Assets | (2,144,095) | (2,194,811) |
| Closing Balance | <u>(18,991,508)</u> | <u>(16,847,413)</u> |

Reconciliation of Deferred Tax Liabilities/(Assets) are as follows:

| | Carrying Amount at Reporting Date | Tax Base | Temporary Differences |
|---|-----------------------------------|-------------------|-----------------------|
| At 30 June, 2023 | | | |
| Property, Plant & Equipment (Except land) | 9,404,495 | 20,124,970 | (10,720,475) |
| Net Temporary Differences | <u>9,404,495</u> | <u>20,124,970</u> | <u>(10,720,475)</u> |
| Applicable Tax Rate | | | 20.00% |
| Deferred Tax Liability/(Assets) | | | <u>(2,144,095)</u> |

| | Carrying Amount at Reporting Date | Tax Base | Temporary Differences |
|---|-----------------------------------|-------------------|-----------------------|
| At 30 June, 2022 | | | |
| Property, Plant & Equipment (Except land) | 9,146,268 | 20,120,323 | (10,974,055) |
| Net Temporary Differences | <u>9,146,268</u> | <u>20,120,323</u> | <u>(10,974,055)</u> |
| Applicable Tax Rate | | | 20.00% |
| Deferred Tax Liability/(Assets) | | | <u>(2,194,811)</u> |



EASTERN CABLES LIMITED
SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT
FOR THE YEAR ENDED 30 JUNE, 2023

Annexure - C

Depreciation allowance as per 3rd Schedule of ITO 1984:
Income Year 2022 - 2023

| Particulars | Historical Cost | | | Depreciation Rate | Depreciation | | Carrying Amount as on 30th June, 2023 |
|---|---------------------------------------|--------------------------|---------------------------------------|-------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | Opening Balance As On 01st July, 2022 | Addition During the year | Closing Balance As On 30th June, 2023 | | Opening Balance As On 01st July, 2022 | Closing Balance As On 30th June, 2023 | |
| Land & Land Development | | | | | | | |
| Land & Land Development Roads | | | | | | | |
| Building & Other Constructions | 23,790,905 | - | 23,790,905 | 20% | 19,032,724 | 4,758,181 | 23,790,905 |
| Communication | 292,090 | - | 292,090 | 5% | 58,419 | 14,605 | 73,024 |
| Sub-Total | 24,082,995 | - | 24,082,995 | - | 19,091,143 | 4,772,785 | 23,863,928 |
| Plant & Machineries | | | | | | | |
| Plant & Machineries | 69,855,768 | - | 69,855,768 | 20% | 53,009,812 | 13,971,154 | 66,980,966 |
| Furniture, Fixture & Office Equipments | | | | | | | |
| Furniture & Fixture | 1,247,753 | 45,231 | 1,292,984 | 10% | 237,691 | 129,298 | 366,990 |
| Office Equipments | 3,934,695 | 1,236 | 3,935,931 | 10% | 1,569,974 | 393,593 | 1,963,567 |
| Refrigerators | 4,954 | - | 4,954 | 10% | 1,486 | 495 | 1,982 |
| Intercom Telephones | 33,128 | - | 33,128 | 10% | 9,938 | 3,313 | 13,251 |
| Colour Television | - | - | - | - | - | - | - |
| Others | 480 | - | 480 | 10% | 144 | 48 | 192 |
| Crockeries & Cutleries | 534 | - | 534 | 10% | 160 | 53 | 213 |
| Furniture, Fixture & Office Equipments | 5,221,545 | 46,467 | 5,268,012 | 10% | 1,819,394 | 526,801 | 2,346,195 |
| Vehicles | | | | | | | |
| Vehicles | 4,271,149 | - | 4,271,149 | 20% | 2,562,689 | 854,230 | 3,416,919 |
| Appreciated Assets | | | | | | | |
| Vehicles | 4,271,149 | - | 4,271,149 | 20% | 2,562,689 | 854,230 | 3,416,919 |
| Total | 103,431,457 | 46,467 | 103,477,924 | - | 76,483,038 | 20,124,970 | 96,608,008 |
| | | | | | | | 6,869,916 |



EASTERN CABLES LIMITED
RATIO ANALYSIS
FINANCIAL YEAR 2022-2023

| | FORMULA | AMOUNT | STANDARD | RATIO | |
|--|---|---|----------|------------|------------|
| | | | | 2022-2023 | 2021-2022 |
| A) Liquidity and Solvency Ratios: | | | | | |
| i) | Current Ratio | 1,652,280,165 1,316,406,636 | 2:1 | 1.26:1 | 1.27:1 |
| ii) | Quick Ratio | 1,223,556,491 1,316,406,636 | 1:1 | .93:1 | 1.07:1 |
| iii) | Debt to Equity Ratio | 1,525,328,807 9,090,638,829 | - | .17:1 | .15:1 |
| iv) | Earning Per Share(EPS) | 12,826,921 | - | 0.49 | 0.34 |
| v) | Net Asset Value (NAV) Per Share | 26,400,000 9,090,638,829 26,400,000 | - | 344.34 | 344.06 |
| B) Activity Ratios: | | | | | |
| i) | Inventory Turnover Ratio | 369,786,566 328,663,184 | - | 1.13 Times | 1.22 Times |
| ii) | Finished Inventory Turnover Ratio | 369,786,566 99,123,101 | - | 3.73 Times | 5.04 Times |
| iii) | Raw Material Inventory Turnover Ratio | 367,326,186 156,509,214 | - | 2.35 Times | 1.89 Times |
| iv) | Ratio of Inventories to Current Assets | 428,723,674 1,652,280,165 | - | 25.95% | 15.68% |
| v) | Advance, Deposits & Pre-payment to Current Assets | 1,097,891,733 1,652,280,165 | - | 66.45% | 76.04% |





C) Cost Break Down Ratio:

| | | | | | |
|---|--|----------------------------|---|--------|--------|
| i) Raw Materials to Cost of Sales | Material Used Cost of Sales | 291,136,770 502,864,406 | - | 57.90% | 38.88% |
| ii) Production Overhead to Cost of Sales | Production Overhead Cost of Sales | 80,918,569 502,864,406 | - | 16.09% | 28.50% |
| iii) Packing Material to Cost of Sales | Packing Material Cost of Sales | 8,312,304 502,864,406 | - | 1.65% | 3.44% |
| iv) Administrative Overhead to Cost of Sales | Administrative Overhead Cost of Sales | 51,399,605 502,864,406 | - | 10.22% | 12.36% |
| v) Selling & Distribution Overhead to Cost of Sales | Selling & Distribution Overhead Cost of Sales | 30,036,982 502,864,406 | - | 5.97% | 5.68% |
| vi) Financial Expenses to Cost of Sales | Financial Expenses Cost of Sales | 51,641,253 502,864,406 | - | 10.27% | 11.14% |

D) Profit Ratio:

| | | | | | |
|---------------------------------|---|----------------------------|---------|--------|--------|
| 1) Gross Profit/(Loss) | Gross Profit/(Loss) Net Sales | 120,931,434 490,717,999 | 20%-30% | 24.64% | 30.43% |
| 2) Profit Before WPPF and Tax | Profit Before WPPF and Tax Net Sales | 14,056,350 490,717,999 | - | 2.86% | 2.35% |
| 3) Net Profit/(Loss) Before Tax | Net Profit/(Loss) Before Tax Net Sales | 13,353,532 490,717,999 | - | 2.72% | 2.23% |
| 4) Net Profit/(Loss) After Tax | Net Profit/(Loss) After Tax Net Sales | 12,826,921 490,717,999 | - | 2.61% | 2.35% |

