

# EASTERN CABLES LIMITED

FACTORY & REGISTERED OFFICE: NORTH PATENGA, CHATTOGRAM.

We forward herewith the un-audited Financial Statement of the Company for Third Quarter ended, 31 March' 2022.

## STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH' 2022 (un-audited)

Amount in (BDT)

PARTICULARS	Note no.	As at 31.03.2022	As at 30.06.2021
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>173,906,555</b>	<b>178,814,499</b>
Property, Plant & Equipments	5.00	157,397,585	164,161,896
Deferred Tax	6.00	16,508,970	14,652,603
<b>Current Assets</b>		<b>1,477,799,479</b>	<b>1,394,415,860</b>
Inventories	7.00	225,846,090	210,737,440
Trade and other Receivable	8.00	80,144,189	77,191,371
Current A/c with Enterprise/Head Office	9.00	9,091,926	9,356,941
BSEC Dis-investment by Govt.	10.00	16,103,953	16,103,953
Advance, Deposits & Pre-payments	11.00	1,115,022,894	1,074,026,325
Cash & Cash Equivalents	12.00	31,590,427	6,999,830
<b>Total Assets</b>		<b>1,651,706,033</b>	<b>1,573,230,359</b>
<b>SHAREHOLDER'S EQUITY &amp; LIABILITIES:</b>			
<b>SHAREHOLDER'S EQUITY</b>		<b>218,897,497</b>	<b>275,176,037</b>
Share Capital	13.00	264,000,000	264,000,000
Assets Revaluation Reserve	14.00	18,043,823	18,043,823
Reserve & Surplus	15.00	304,917,809	304,917,809
Retaining Earning		(368,064,135)	(311,785,595)
<b>Liabilities:</b>			
<b>Non- Current Liabilities</b>		<b>201,622,991</b>	<b>192,015,211</b>
Long Term Loans	16.00	77,436,735	77,436,735
Defined Benefit Obligations-Gratuity	17.00	124,186,256	114,578,476
<b>Current Liabilities</b>		<b>1,231,185,546</b>	<b>1,106,039,111</b>
Short Term Loans	18.00	446,380,937	439,410,238
Creditors and Accruals	19.00	352,568,887	243,508,387
Current Account with BSEC	20.00	48,420,049	43,164,647
Dividend Payable (Unclaimed Dividend)	21.00	34,702,575	37,702,574
Advances from the Parties	22.00	19,364,832	14,082,037
Provision for Income Tax	23.00	329,748,265	328,171,227
<b>Total Shareholders' Equity &amp; Liabilities</b>		<b>1,651,706,033</b>	<b>1,573,230,359</b>
<b>Net Asset Value (NAV) per share in Taka</b>	28.00	<b>8.29</b>	<b>10.42</b>

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THIRD QUARTER ENDED 31 MARCH, 2022 (un-audited).

Amount in (BDT)

PARTICULARS	Note no.	01.07.21-31.03.22	01.07.20-31.03.21	01.01.22-31.03.22	01.01.21-31.03.21
Net Sales	24.00	261,967,005	606,603,431	75,082,737	102,131,430
Less: Cost of Goods sold	25.00	(241,772,741)	(616,267,258)	(55,045,538)	(100,622,258)
<b>Gross Profit/(loss)</b>		<b>20,194,264</b>	<b>(9,663,828)</b>	<b>20,037,199</b>	<b>1,509,172</b>
Less: Adm., Selling & Financial Expenses	26.00	(77,624,785)	(108,162,571)	(29,001,251)	(34,169,571)
<b>Net Operating Profit /(loss)</b>		<b>(57,430,521)</b>	<b>(117,826,399)</b>	<b>(8,964,052)</b>	<b>(32,660,399)</b>
Add: Non Operating Income	27.00	872,652	603,264	233,635	230,264
<b>Net Profit Before Provision for WPPF &amp; Tax</b>		<b>(56,557,869)</b>	<b>(117,223,135)</b>	<b>(8,730,417)</b>	<b>(32,430,135)</b>
Less: Contribution to WPPF and WWF	19.04	-	-	-	-
<b>Net Profit Before Tax</b>		<b>(56,557,869)</b>	<b>(117,223,135)</b>	<b>(8,730,417)</b>	<b>(32,430,135)</b>
Less: Corporate Tax	23.00	(1,577,038)	(3,643,240)	(451,898)	(614,240)
Add/(Less): Deferred Tax	Annex'B	1,856,367	1,741,500	618,886	651,500
<b>Net Profit /(loss) after Tax</b>		<b>(56,278,540)</b>	<b>(119,124,875)</b>	<b>(8,563,429)</b>	<b>(32,392,875)</b>
<b>Basic Earning Per Share (EPS) in Taka</b>	29.00	<b>(2.13)</b>	<b>(4.51)</b>	<b>(0.32)</b>	<b>(1.22)</b>

(GANASH CHANDRA BISWAS)  
CHIEF FINANCIAL OFFICER (In charge)

(MD. GOLAM MAWALA)  
COMPANY SECRETARY

(MD. ABUL KALAM AZAD)  
MANAGING DIRECTOR

(MD. MOFIZUR RAHMAN)  
DIRECTOR

(TANIA KHAN)  
DIRECTOR

**EASTERN CABLES LIMITED**  
FACTORY & REGISTERED OFFICE: NORTH PATENGA, CHATTOGRAM.

**STATEMENT OF CASH FLOWS**  
FOR THE THIRD QUARTER ENDED 31 MARCH' 2022(un-audited).

Amount in (BDT)

PARTICULARS	July-'21 to Mar-'22	July-'20 to Mar-'21
<b>A) Cash Flows From Operating Activities:</b>		
Cash Received from Customers	264,296,982	617,859,000
Cash Received from other Income	872,652	603,000
Cash payment to Suppliers, Employees and others	(192,847,293)	(291,067,000)
<b>Cash Generate from/(used in) Operations</b>	<b>72,322,342</b>	<b>327,395,000</b>
Income tax paid	(21,962,188)	(24,087,000)
<b>Net Cash from/(used in) Operations Activities:</b>	<b>50,360,154</b>	<b>303,308,000</b>
<b>B) Cash Flows From Investing Activities:</b>		
Acquisition of Fixed Assets	(84,790)	(4,764,000)
<b>Net Cash from/(used in) Investing Activities:</b>	<b>(84,790)</b>	<b>(4,764,000)</b>
<b>C) Cash Flows From Financing Activities:</b>		
Cash Credit	6,970,699	(187,642,000)
Financial Expenses/Others	(29,655,466)	(37,676,000)
Dividend Transfer to CMSF	(3,000,000)	-
<b>Net Cash from/(used in) Financing Activities:</b>	<b>(25,684,767)</b>	<b>(225,318,000)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>24,590,597</b>	<b>73,226,000</b>
<b>Cash &amp; Cash Equivalents at Beginning of the period</b>	<b>6,999,830</b>	<b>9,643,330</b>
Effect of Movements in Exchange Rate on Cash Held	-	-
<b>Cash &amp; Cash Equivalents at end of the period</b>	<b>31,590,427</b>	<b>82,869,330</b>
<b>Cash &amp; Cash Equivalents</b>		
Cash in Hand	456,357	603,338
Cash at Bank	31,134,070	82,265,992
	<b>31,590,427</b>	<b>82,869,330</b>
<b>Net operating cash flows Per Share(NOCFPS) in Taka (Note-30.00)</b>	<b>1.91</b>	<b>11.49</b>

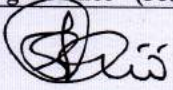
**STATEMENT OF CHANGES IN EQUITY**  
FOR THE THIRD QUARTER ENDED 31 MARCH' 2022(un-audited)


Amount in (BDT)


PARTICULARS	Share Capital	Asset Revaluation Reserve	Reserve & Surplus	Retained Earnings	Total Equity
Opening Balance(01.07.2021)	264,000,000	18,043,823	304,917,809	(311,785,595)	275,176,037
Net Profit/Loss after Income Tax			-	(56,278,540)	(56,278,540)
<b>Closing Balance (31.03.2022)</b>	<b>264,000,000</b>	<b>18,043,823</b>	<b>304,917,809</b>	<b>(368,064,135)</b>	<b>218,897,497</b>


**STATEMENT OF CHANGES IN EQUITY**  
FOR THE THIRD QUARTER ENDED 31 MARCH' 2021(un-audited)

Opening Balance(01.07.2020)	264,000,000	18,043,823	410,847,070	(294,062,517)	398,828,376
Net Profit/Loss after Income Tax			-	(119,124,875)	(119,124,875)
<b>Closing Balance (31.03.2021)</b>	<b>264,000,000</b>	<b>18,043,823</b>	<b>410,847,070</b>	<b>(413,187,392)</b>	<b>279,703,501</b>

  
(GANASH CHANDRA BISWAS)  
CHIEF FINANCIAL OFFICER (In charge)

  
(MD. GOLAM MAWALA)  
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DIRECTOR

The detail of the published Third Quarter financial statements is also available in the website. The address of the website is [www.easterncables.gov.bd](http://www.easterncables.gov.bd)

**EASTERN CABLES LIMITED**  
**NOTES TO THE (UN-AUDITED) FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 31 MARCH, 2022**

**1 Reporting Entity**

**1.1 Legal Form of Company**

Eastern cable was an enterprise of Bangladesh Steel & Engineering Company. It was incorporated on 18<sup>th</sup> December, 1986 under the then companies Act, as a Public Limited company & took over all assets and liabilities of eastern cable limited as per vendor's agreement. It offloaded its 49% share to the general public & employees of the company in 1987. The shares of the company were listed in the Dhaka Stock Exchange limited and Chittagong Stock Exchange limited respectively on 18-12-1987 and 19-06-1997.

**1.2 Address of Registered Office**

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

**1.3 Principal activities of the Company**

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

**2 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.

**3 Basis of Preparation**

**3.1 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 (IASs) and International Financial Reporting Standards (IFRSs).

**3.2 Basis of Reporting**

The financial statements are prepared and presented for external users by the company in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirements of IAS 1 - "Presentation of Financial Statements". The financial statements comprise of:

- A statement of financial position as at 31 March' 2022;
- A statement of profit or loss and other comprehensive income for the year ended 31 March' 2022;
- A statement of changes in equity for the year ended 31 March' 2022;
- A statement of cash flows for the year ended 31 March' 2022; and
- Notes, comprising summary of significant accounting policies and explanatory information.

**3.3 Other Regulatory Compliances**

The company is also required to comply with the following major laws and regulations along with the Companies Act 1994.

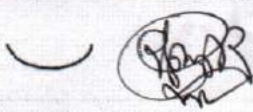
- The Income Tax Ordinance 1984;
- The Income Tax Rules 1984;
- The Value Added Tax Act 1991;
- The Value Added Tax Rules 1991;
- The Securities and Exchange Rules 1987;
- The Securities and Exchange Ordinance 1969;
- The Customs Act, 1969; and
- The Labor Act, 2006.

**3.4 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.

**3.5 Consistency**

Unless otherwise stated, the accounting policies and methods of computation used in preparation of Financial Statements for the Third Quarter ended on 31 March, 2022 are consistent with those policies and methods adopted in preparing the Financial Statements for the year ended on 30 June, 2021.



### 3.6 Comparative Information

Comparative information has been disclosed in respect of the Third quarter ended on 31 March'2022 for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period financial statements.

Previous period figures have been re-arranged wherever considered necessary to ensure comparability with the current period presentation as per IAS-8: Accounting Policies, "Changes in Accounting Estimates & Errors".

### 3.7 Reporting Period

The financial statements cover one financial year from 01st July, 2021 to 31 March, 2022.

### 4 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	6%
4	Plant & Machineries (B.M.R)	6%
5	Plant & Machineries	6 - 7.5%
6	Loose Tools	6 - 10%
7	Appreciated Assets (P&M)	6%
8	Furniture & Fixture	6%
9	Office Equipment	6 - 20%
10	Refrigerators	20%
11	Intercom Telephones	15%
12	Color Television	15%
13	Crockeries & Cutleries	20%
14	Appreciated Assets (F&F)	15%
15	Transport & Vehicles	5% - 20%

#### A. Inventories

B. 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



### **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.

### **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. 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 amount as a result of past service provided by the employee, and the obligation can be estimated reliably. Following benefits are provided as short-term benefits

- 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) Employee Gratuity Scheme**

##### **i) Management Gratuity Scheme**

The Company operates a funded gratuity scheme for the management employees. The Company contributes 35% of basic salary as contribution to the fund for the 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.

##### **ii) 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 @ 10% 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**

Included all branch officer and above who bear national pay scale 2015 grade nine and above. It is constituted under general provident fund rules 1979.

### **D. 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.



#### **E. 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 – 31 in notes to the financial statements.

#### **F. 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.

#### **G. 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 (22.5%) that have been enacted or substantively enacted by Finance Act 2021 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.

#### **H. Earnings Per Share (EPS)**

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

Note No.	Particulars	Amount in BDT	
		31-Mar-22	30-Jun-21
5.00	Property, Plant and Equipment		
	(A) Historical Cost		
	Opening Balance	524,538,921	518,047,593
	Addition/(Disposal) during the year	84,790	6,491,328
	Closing Balance	524,623,711	524,538,921
	(B) Accumulated Depreciation		
	Opening Balance	360,377,025	351,022,179
	Charged during the year	6,849,101	9,354,846
	Closing Balance	367,226,126	360,377,025
	Carrying Amount (A-B)	157,397,585	164,161,896
	*** Details shown in Annexure-A		
6.00	Deferred Tax (Assets)/ Liabilities:		
	Opening Balance	(14,652,603)	(12,229,465)
	(Increase)/Decrease of Deferred Tax Assets	(1,856,367)	(2,423,138)
	Closing Balance	(16,508,970)	(14,652,603)
	*** Details shown in Annexure(B&C)		
7.00	Inventories		
	Stock of Raw Materials	103,857,088	108,538,545
	Work-In-Progress	10,624,126	6,309,183
	Intermediate Products	13,818,908	25,776,260
	Stock of Finished Goods	64,937,647	30,433,037
	Stores & Sundry Stock	27,079,586	34,377,470
	Goods in Transit	6,612,782	6,386,993
		226,930,138	211,821,488
	Less: Amount considered obsolete/damaged	(1,084,048)	(1,084,048)
		225,846,090	210,737,440
8.00	Trade & Others receivables		
	Trade Receivables	78,810,198	75,857,380
	Other Receivables	1,333,991	1,333,991
		80,144,189	77,191,371
8.01	Trade Receivables	95,883,790	92,930,972
	Less: Amount considered Bad & Doubtful	(17,073,592)	(17,073,592)
		78,810,198	75,857,380
8.02	Other Receivable	1,805,421	1,805,421
	Less: Amount considered Bad & Doubtful	(471,430)	(471,430)
		1,333,991	1,333,991
9.00	Current Account With Project Under BSEC:		
	G. E. M. Co. Ltd.	6,592,642	7,295,428
	Chittagong Dry Dock Ltd.	1,150,910	901,160
	Eastern Tubes Ltd.	415,993	384,785
	National Tubes Ltd.	64,221	62,307
	Bangladesh Blade Factory Ltd.	1,033,355	1,002,912
	Dhaka steel Works ltd	12,706	11,940
	Prantik Traders	2,170	2,170
	Gazi Wires Ltd.	388,830	268,206
	Atlas (BD) Ltd.	431,967	428,903
		10,092,796	10,357,811
	Less: Amount considered Bad & Doubtful	(1,000,870)	(1,000,870)
		9,091,926	9,356,941
10.00	Current Accounts With Projects Under BSEC Dis-Invested by Govt.:		
	Chittagong Steel Mills Ltd.	11,435,198	11,435,198
	Dock Yard & Eng. Works Ltd.	984,936	984,937
	Bangladesh Cycle Industries Ltd.	2,374,931	2,374,932
	Metalex Corporation Ltd.	313,802	313,802
	Ispahani Marshal Ltd.	995,084	995,084
		16,103,953	16,103,953
11.00	Advances, Deposits & Pre- payments:		
	Others Advances	24,792,300	13,939,972
	Advance Income Tax	1,014,045,419	992,083,231
	Deposit	6,840,243	6,615,213
	Pre-payments (Prepaid VAT)	69,344,932	61,387,909
		1,115,022,894	1,074,026,325

②

*[Handwritten signature]*

11.01	Others Advances		24,916,672	14,064,344
	Less: Amount considered Bad & Doubtful		(124,372)	(124,372)
			<u>24,792,300</u>	<u>13,939,972</u>
11.02	Pre-payments(Pre-paid VAT)			
	Opening Balances		61,387,909	(3,597,548)
	Deposit During the years		49,033,509	166,755,378
	Adjusted During the years		110,421,418	163,157,830
			(41,076,486)	(101,769,921)
			<u>69,344,932</u>	<u>61,387,909</u>
12.00	Cash and Cash Equivalents:			
	Cash in Hand		456,357	49,054
	Cash at Bank		31,132,070	6,948,776
	Stamp		2,000	2,000
			<u>31,590,427</u>	<u>6,999,830</u>
13.00	Issued, Subscribed and Paid-up Capital			
	The made up as follows:			
	10,200,000 Ordinary shares of Tk 10 each		102,000,000	102,000,000
	(Fully Paid-up for consideration otherwise than in cash.)			
	9,800,000 Ordinary shares of Tk 10 each		98,000,000	98,000,000
	(Fully Paid-up for consideration in cash.)			
	4,000,000 Ordinary shares of Tk 10 each		40,000,000	40,000,000
	(Fully Paid-up as Bonus Share (For the year 1996-1997.)			
	2,400,000 Ordinary shares of Tk 10 each		24,000,000	24,000,000
	(Fully Paid-up as Bonus Share (For the year 2017-2018.)			
			<u>264,000,000</u>	<u>264,000,000</u>
14.00	Assets Revaluation Reserve			
	Opening Balance		18,043,823	18,043,823
	Revaluated During the year		-	-
	Transferred During the year		18,043,823	18,043,823
	Closing Balance		<u>18,043,823</u>	<u>18,043,823</u>
15.00	Reserve & 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 Equalisation Reserve		130,547,070	130,547,070
			<u>304,917,809</u>	<u>304,917,809</u>
16.00	Long Term Loans:			
	A.D. P Loan		1,467,614	1,467,614
	Quasi-Equity Loan (Interest. free)		67,252,000	67,252,000
	Govt. Loan for Manpower Equalization (Interest. free)		8,717,121	8,717,121
			<u>77,436,735</u>	<u>77,436,735</u>
	There is no current portion of long-term loan.			
17.00	Defined Benefit Obligations - Gratuity			
	Opening Balance		114,578,476	106,885,945
	Provision made during the year		10,636,345	15,470,900
	Paid during the year		125,214,821	122,356,845
	Closing Balance		(1,028,565)	(7,778,369)
			<u>124,186,256</u>	<u>114,578,476</u>
18.00	Cash Credit:			
	Sonali Bank North patenga, Ctg.		281,506,839	246,432,122
	UCBL Agrabad Br. Ctg.		87,795,876	83,931,372
	Basic Bank Ltd.,Agrabad, Ctg., CC A/c		77,078,223	73,609,244
	Deffered LC Liability		-	35,437,500
			<u>446,380,937</u>	<u>439,410,238</u>
19.00	Creditors and Accruals	Note		
	Accounts Payable to BSEC	19.01	278,802	278,802
	Liabilities for Goods Supplied	19.02	190,143,635	125,058,293
	Liabilities for Expenses	19.03	43,661,967	24,247,527
	Other Financial Liabilities and Provisions		115,852,185	91,291,467
	Workers' Profit Participation Fund and WWF	19.04	2,632,298	2,632,298
			<u>352,568,887</u>	<u>243,508,387</u>
19.01	Accounts Payable to BSEC	Note		
	Projects under BSEC:	19.01A	272,177	272,177
	Projects under BSEC Dis-Invested by Govt.	19.01B	6,625	6,625
			<u>278,802</u>	<u>278,802</u>
19.01A	Projects under BSEC:			
	Gazi Wires Ltd.		-	-
	Pragati Industries Ltd.		270,563	270,563
	Bangladesh Diesel plant Ltd.		1,614	1,614
			<u>272,177</u>	<u>272,177</u>

**19.01B Projects under BSEC Dis-Invested by Govt.**

General Iron & Steel Industries Ltd.  
Khulna Industrial & Trading Co. Ltd.  
National Iron & Steel Industries Ltd.  
Petro Synthetic Products Ltd.

1,894	1,894
3,096	3,096
300	300
1,335	1,335
<b>6,625</b>	<b>6,625</b>

**19.02 Liabilities for Goods Supplied:**

Present Liability (Local)  
Present Liability (Import)  
Liabilities against Customs Duty & others

8,117,412	13,073,960
98,000,000	-
84,026,224	111,984,333
<b>190,143,635</b>	<b>125,058,293</b>

**19.03 Liabilities for Expenses**

Liabilities against Sundry outstanding Expenses  
Accrued Expenses

-	8,948,177
43,661,967	15,299,350
<b>43,661,967</b>	<b>24,247,527</b>

**19.04 Workers Profit Participation Fund & Workers Welfare Fund:**

Opening Balance  
Add: Provision made during the period  
Paid during the period  
Adjusted during the period  
Closing Balance

2,632,298	2,632,298
-	-
-	-
-	-
<b>2,632,298</b>	<b>2,632,298</b>

**20.00 Current Account with BSEC**

Bangladesh Steel & Engineering Corporation (BSEC)

Note  
20.01

(48,420,049)	(43,164,647)
<b>(48,420,049)</b>	<b>(43,164,647)</b>

**20.01 Bangladesh Steel & Engineering Corporation (BSEC)**

Opening Balance  
Addition during the year

(43,164,647)	(31,197,255)
570,000	1,024,300

Adjustment during the year  
Closing Balance

(42,594,647)	(30,172,955)
(5,825,402)	(12,991,692)
<b>(48,420,049)</b>	<b>(43,164,647)</b>

**21.00 Dividend Payable (Unclaimed Dividend)**

Opening Balance  
Dividend declared for the year

37,702,575	43,104,990
-	-

Dividend Transfer to CMSF

37,702,575	43,104,990
(3,000,000)	(5,402,415)

Closing Balance

<b>34,702,575</b>	<b>37,702,575</b>
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\*\*\*Schedule of Years Wise Dividend Payable

Years
2000-01
2001-02
2002-03
2003-04
2004-05
2005-06
2006-07
2007-08
2008-09
2009-10
2010-11
2011-12
2012-13
2013-14
2014-15
2015-16
2016-17
2017-18
2018-19
2019-20
2020-21
2021-22 (As on 31-03-2022)

**Amounts in BDT**

39,890,687
44,077,455
37,454,640
39,366,181
22,040,903
40,886,433
49,243,251
55,019,435
64,367,056
60,227,013
72,539,442
75,888,770
66,006,013
34,516,792
32,614,420
33,643,381
35,001,219
34,957,668
36,445,236
43,104,989
37,702,575
34,702,575

**22.00 Advances from the Parties:**

19,364,832	14,082,037
<b>19,364,832</b>	<b>14,082,037</b>

**23.00 Provision for Income TAX:**

Opening Balance  
Add: Provision for the year

328,171,227	324,091,287
1,577,038	4,079,940
<b>329,748,265</b>	<b>328,171,227</b>

Less: Adjustment during the year

Closing Balance

<b>329,748,265</b>	<b>328,171,227</b>
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During the period the Company has made provision for income tax @ 0.6% on gross receipts u/s 82 (c) 4(a) as per Income Tax Ordinance, 1984.

Note No.	Particulars	Amount in BDT			
		01.07.2021- 31.03.2022	01.07.2020- 31.03.2021		
24.00	Net Sales:				
	Gross Sales	301,262,055	698,195,634		
	Less: VAT	(39,295,050)	(91,592,203)		
	Net Sales	<u>261,967,005</u>	<u>606,603,431</u>		
25.00	Cost of Goods Sold:	<u>241,772,741</u>	<u>616,267,258</u>		
26.00	Administrative, Selling & Financial Expenses:				
	Administrative Salary, Allowance & Expenses	32,846,067	44,552,288		
	Selling Salary, Allowance & Expenses	13,639,753	24,523,095		
	Managing Director's Salaries & Allowances	906,323	905,000		
	Director's Fee & Expenses	577,177	505,976		
	Financial Expenses	29,655,466	37,676,212		
		<u>77,624,785</u>	<u>108,162,571</u>		
27.00	MISC. Income:				
	Lease of Land, Pond etc.	23,970	18,867.00		
	Recovery from House Rent	576,593	507,668.00		
	Sales of Schedules & Tender Forms	254,600	14,000.00		
	Received from Furniture & Vehicle facilities	17,489	31,229.00		
	Testing Fees & Apprentich Ship Premium	-	31,500.00		
		<u>872,652</u>	<u>603,264</u>		
28.00	Net Assets Value Per Share (NAV)	<u>31-Mar-22</u>	<u>30-Jun-21</u>		
	i) Net Assets Value (NAV) (Note - 28.01)	218,897,497	275,176,037		
	ii) Number of Ordinary Shares Outstanding	26,400,000	26,400,000		
	iii) Net Assets Value per Share (NAV)	<u>8.29</u>	<u>10.42</u>		
28.01	Net Assets Value (NAV)				
	i) Total Assets	1,651,706,033	1,573,230,359		
	ii) Total Liabilities	(1,432,808,537)	(1,298,054,322)		
	iii) Net Assets Value	<u>218,897,497</u>	<u>275,176,037</u>		
29.00	Basic Earning Per Share	<u>01.07.2021- 31.03.2022</u>	<u>01.07.2020- 31.03.2021</u>		
	1) Net Profit/(Loss) After Tax	(56,278,540)	(119,124,875)		
	2) Weighted Average Number of Ordinary Shares Outstanding(Note - 29.01)	26,400,000	26,400,000		
	3) Number of Ordinary Shares Outstanding	26,400,000	26,400,000		
	4) Basic Earning Per Share (EPS)	<u>(2.13)</u>	<u>(4.51)</u>		
29.01	Calculation of Weighted Average Number of Ordinary Shares	<u>01.07.2021- 31.03.2022</u>	<u>01.07.2020- 31.03.2021</u>		
	Particulars	Number of Share	Day Outstanding	Weighted Average No. of Shares as at 31 March,2022	Weighted Average No. of Shares as at 31 March,2021
	Opening Ordinary Share	26,400,000	274/274	26,400,000	26,400,000
		<u>26,400,000</u>		<u>26,400,000</u>	<u>26,400,000</u>
30.00	Net Operating Cash Flows Per Share (NOCFPS):				
	1) Net Operating Cash Flows	50,360,154		303,308,000	
	2) Weighted Average Number of Ordinary Shares Outstanding(Note - 29.01)	26,400,000		26,400,000	
	Net Operating Cash Flows Per Share (NOCFPS)	<u>1.91</u>		<u>11.49</u>	

\*\*\*Net Operating Cash Flows of comparative period has been increased because of the company cash collection more than comparative period as a result Net Operating Cash Flows Per Share (NOCFPS) of comparative period has been increased.

30.01 Reconciliation of Net Income with Cash Flows from Operating Activities

Net Profit/(Loss) Before Tax

*Adjustments for:*

Depreciation Expense

Financial Expenses

	01.07.2021- 31.03.2022	01.07.2020- 31.03.2021
Net Profit/(Loss) Before Tax	(56,557,869)	(117,223,135)
Depreciation Expense	6,849,101	8,023,000
Financial Expenses	29,655,466	37,676,212
	(20,053,302)	(71,523,923)

*Changes In Working Capital:*

Inventories

Trade and Other Receivable

Current Account with Projects under BSEC

Advances, Deposits & Pre-payments

Defined Benefit Obligations - Gratuity

Creditors and Accruals

Current Account With BSEC

Advances from the Parties

Capital Work-In-Progress

Cash Generated from/(used in) Operations

Income Tax Paid

Net Cash from/(used in) Operating Activities

Inventories	(15,108,650)	327,105,000
Trade and Other Receivable	(2,952,818)	(1,519,000)
Current Account with Projects under BSEC	265,015	705,000
Advances, Deposits & Pre-payments	(19,034,381)	(8,676,000)
Defined Benefit Obligations - Gratuity	9,607,780	11,172,000
Creditors and Accruals	109,060,500	46,950,923
Current Account With BSEC	5,255,402	5,625,000
Advances from the Parties	5,282,795	12,775,000
Capital Work-In-Progress	-	4,781,000
Cash Generated from/(used in) Operations	72,322,342	327,395,000
Income Tax Paid	(21,962,188)	(24,087,000)
Net Cash from/(used in) Operating Activities	50,360,154	303,308,000

  
Company Secretary

  
Managing Director

10 Related Party Transaction

i) Transactions with key management personnel

Key management personnel compensation comprised the following:

Particulars	01.07.2021 - 31.03.2022	01.07.2020 - 31.03.2021
Meeting Attendance Fee	517,842	389,196
Meeting Expense	59,335	116,780
Retirement Benefit Scheme	16,495	168,000
Medical and Welfare	9,000	11,000
Housing	201,708	192,000
	<b>804,380</b>	<b>876,976</b>

ii) Related party transaction

During the Half year ended, 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 31.03.2022 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 31-03-2022	Balance as at 30-06-2021
			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	769,610	1,472,395	7,345,515 (Dr)	8,048,300 (Dr)
Eastern Tubes Ltd.	Subsidiary Company of BSEC	Multiple Business	31,209	-	593,085 (Dr)	561,876 (Dr)
Bangladesh Blade Factory Ltd.	Subsidiary Company of BSEC	Multiple Business	30,443	-	1,033,455 (Dr)	100,3012 (Dr)
Prantik Traders	Subsidiary Company of BSEC	Multiple Business	-	-	2,170 (Dr)	2,170 (Dr)
Gazi Wires Ltd.	Subsidiary Company of BSEC	Multiple Business	120,624	-	388,830 (Dr)	268,206 (Dr)
Pragati Industries Ltd.	Subsidiary Company of BSEC	Multiple Business	22,693	-	247,881 (Cr)	270,575 (Cr)
National Tube Ltd	Subsidiary Company of BSEC	Multiple Business	453,368	453,772	45,832 (Dr)	46,236 (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	3,064	-	431,967 (Dr)	428,903 (Dr)
Dhaka Steel Works Ltd.	Subsidiary Company of BSEC	Multiple Business	26,566	-	38,507 (Dr)	11,941 (Dr)
BSEC Current	<b>Parnet Concern</b>	Multiple Business	570,000	5,825,402	48,616,598 (Cr)	43,361,196 (Cr)
REB Dhaka Export	Common Director	Sales	-	-	705,106 (Dr)	705,106 (Dr)
REB Dhaka Local	Common Director	Sales	-	10,089,136	20,557,737 (Dr)	30,646,873 (Dr)



Company Secretary



Managing Director

**EASTERN CABLES LIMITED**  
**SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT**  
**FOR THE THIRD QUARTER ENDED 31 MARCH 2022**

Annexure - A

Part	Historical Cost		Rate of Depreciation (%)	Accumulated Depreciation			Carrying Amount As On 31 Mar, 2022
	Opening Balance As On 01st July, 2021	Addition During the Period		Closing Balance As On 31 Mar, 2022	Opening Balance As On 01st July, 2021	Charged During the Period	
Land Development	38,174,180	-	-	-	-	-	38,174,180
Roof	3,445,132	-	-	-	-	-	3,445,132
Comtion	292,090	-	5%	43,814	10,953	54,767	237,324
Built Other Constructions	111,333,158	-	2.5 - 7.5%	67,408,362	1,818,528	69,226,890	42,106,268
<b>Sub-A)</b>	<b>153,244,560</b>	<b>-</b>	<b>-</b>	<b>67,452,176</b>	<b>1,829,481</b>	<b>69,281,657</b>	<b>83,962,903</b>
Expncluding installation	118,068,350	-	6%	118,068,310	-	118,068,310	40
Plantshineries (B.M.R)	17,898,632	-	6%	17,898,612	-	17,898,612	20
Plantshineries	204,925,210	-	6-7.7.5%	129,219,240	4,531,559	133,750,799	71,174,411
Loos	486,644	-	6 - 10%	486,616	-	486,616	28
Appr Assets (P&M)	6,886,000	-	6%	6,885,988	-	6,885,988	12
<b>Sub-B)</b>	<b>348,264,836</b>	<b>-</b>	<b>-</b>	<b>272,558,766</b>	<b>4,531,559</b>	<b>277,090,325</b>	<b>71,174,511</b>
Furn Fixture	2,993,017	-	6%	1,831,475	75,877	1,907,352	1,085,665
Offtiments	8,201,988	84,790	6 - 20%	6,700,116	412,184	7,112,300	1,174,477
Refris	25,643	-	20%	25,641	-	25,641	2
Interlephones	428,229	-	15%	428,227	-	428,227	2
Colovision	55,324	-	15%	55,322	-	55,322	2
Croet Cutleries	54,504	-	20%	54,492	-	54,492	12
Appr Assets (F&F)	136,000	-	15%	135,994	-	135,994	6
<b>Sub-C)</b>	<b>11,894,704</b>	<b>84,790</b>	<b>-</b>	<b>9,231,267</b>	<b>488,061</b>	<b>9,719,328</b>	<b>2,260,166</b>
Vehit	11,038,821	-	20%	11,038,817	-	11,038,817	4
Appr Assets (Vehicles)	96,000	-	5 - 20%	95,998	-	95,998	2
<b>Sub-D)</b>	<b>11,134,821</b>	<b>-</b>	<b>-</b>	<b>11,134,815</b>	<b>-</b>	<b>11,134,815</b>	<b>6</b>
<b>As on 31 Dec 2021</b>	<b>524,538,921</b>	<b>84,790</b>	<b>-</b>	<b>360,377,024</b>	<b>6,849,101</b>	<b>367,226,125</b>	<b>157,397,586</b>

  
 Company Secretary

  
 Managing Director

**EASTERN CABLES LIMITED**  
**DEFERRED TAX**

FOR THE THIRD QUARTER ENDED 31 MARCH 2022

Annexure - B

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

Particulars	Amount in LAC	
	31.03.2022	30.06.2021
Opening Balance	(14,652,602)	(12,229,464)
(Increase)/Decrease of Deferred Tax Assets	(1,856,367)	(2,423,138)
Closing Balance	(16,508,969)	(14,652,602)

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

Deferred Tax Liability/(Assets)	Carrying Amount at Reporting Date	Tax Base	Temporary Differences
As At 31 Mar, 2022			
Property, Plant & Equipment (Except land)	6,849,101	15,099,620	(8,250,519)
Net Temporary Differences	6,849,101	15,099,620	(8,250,519)
Applicable Tax Rate			22.50%
Deferred Tax Liability/(Assets)			(1,856,367)



Company Secretary



Managing Director.

**EASTERN CABLES LIMITED**  
FOR THE THIRD QUARTER ENDED 31 MARCH 2022

Depreciation allowance as per 3rd Schedule of ITO 1984

Particulars	Historical Cost			Dep. Rate	Depreciation		Carrying Amount As On 31 Mar, 2022
	Opening Balance As On 01st July, 2021	Addition During the period	Closing Balance As On 31 Mar, 2022		Depreciation	Closing Balance As On 31 Mar, 2022	
<b>Land &amp; Land Development</b>							
Building & Other Constructions	23,790,905	-	23,790,905	20%	3,568,636	17,843,179	5,947,726
Communication	292,090	-	292,090	5%	10,953	54,767	237,323
<b>Sub-Total (A)</b>	<b>24,082,995</b>	<b>-</b>	<b>24,082,995</b>	<b>-</b>	<b>3,579,589</b>	<b>17,897,946</b>	<b>6,185,049</b>
<b>Plant &amp; Machineries</b>							
Plant & Machineries	69,855,768	-	69,855,768	20%	10,478,365	49,517,024	20,338,744
<b>Sub-Total (B)</b>	<b>69,855,768</b>	<b>-</b>	<b>69,855,768</b>	<b>-</b>	<b>10,478,365</b>	<b>49,517,024</b>	<b>20,338,744</b>
<b>Furniture &amp; Fixture</b>							
Furniture & Fixture	5,261,786	84,790	5,346,576	10%	400,993	2,224,411	3,122,164
<b>Sub-Total (C)</b>	<b>5,261,786</b>	<b>84,790</b>	<b>5,346,576</b>	<b>-</b>	<b>400,993</b>	<b>2,224,411</b>	<b>3,122,164</b>
<b>Vehicles</b>							
Vehicles	4,271,149	-	4,271,149	20%	640,672	3,203,361	1,067,787
<b>Sub-Total (D)</b>	<b>4,271,149</b>	<b>-</b>	<b>4,271,149</b>	<b>-</b>	<b>640,672</b>	<b>3,203,361</b>	<b>1,067,787</b>
<b>Total</b>	<b>103,471,698</b>	<b>84,790</b>	<b>103,556,488</b>	<b>-</b>	<b>15,099,620</b>	<b>72,842,743</b>	<b>30,713,745</b>



Company Secretary



Managing Director.