

Private & Confidential

Un-Audited
2nd Quarter Ended Financial Statements
of
PAPER PROCESSING AND PACKAGING LTD.

BDG Corporate Building, Plot No.314/A,
Block-E, Road No.18,
Bashundhara R/A, Dhaka-1229
Bangladesh

For The Period From July 01, 2023 to December 31, 2023

Paper Processing and Packaging Ltd.

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2nd Quarter Ended December 31, 2023 Financial Statements

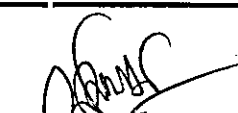
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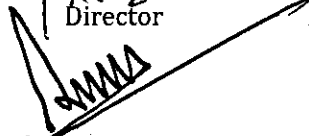
Paper Processing and Packaging Ltd.
Statement of Financial Position
As at December 31, 2023

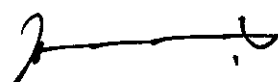
| Particulars | Notes | Amount in Taka | |
|---|--------------|----------------------|--------------------|
| | | December 31, 2023 | June 30, 2023 |
| Assets | | | |
| Non-Current Assets | | 378,274,964 | 382,725,085 |
| Property, Plant and Equipment | 3.00 | 378,190,264 | 382,640,385 |
| Investment in Share | 4.00 | 84,700 | 84,700 |
| Current Assets | | 687,243,563 | 599,707,469 |
| Inventories | 5.00 | 143,672,676 | 147,899,664 |
| Trade Receivable | 6.00 | 118,276,820 | 94,368,799 |
| Advances, Deposits and Pre-Payments | 7.00 | 243,232,483 | 213,142,605 |
| Inter Company Account | 8.00 | 105,951,081 | 111,745,732 |
| Advance Income Tax | 9.00 | 13,155,835 | 10,461,318 |
| Cash and Cash Equivalents | 10.00 | 62,954,668 | 22,089,351 |
| Total Assets | | 1,065,518,527 | 982,432,553 |
| Equity and Liabilities | | | |
| Equity | | 396,327,883 | 370,948,100 |
| Share Capital | 11.00 | 104,496,000 | 104,496,000 |
| Revaluation Reserve | 12.00 | 90,290,216 | 90,310,929 |
| Retained earnings | 13.00 | 201,541,667 | 176,141,170 |
| Non-Current Liabilities | | 260,963,635 | 257,530,182 |
| Long Term Bank Loan | 14.00 | 71,651,368 | 68,643,471 |
| Sponsor Directors Loan | 15.00 | 155,096,351 | 155,096,351 |
| Deferred Tax Liability | 16.00 | 34,215,916 | 33,790,360 |
| Current Liabilities | | 408,227,009 | 353,954,272 |
| Trade Payable | 17.00 | 2,354,664 | 2,645,027 |
| Liabilities for Expenses | 18.00 | 7,644,779 | 7,581,160 |
| Short Term Bank Loan | 19.00 | 283,479,694 | 269,245,066 |
| Long Term Bank Loan-Current Portion | 20.00 | 31,003,869 | 31,006,124 |
| Inter Company Loan Account | 21.00 | 44,732,000 | 11,417,000 |
| Provision for WPPF and Welfare Fund | 22.00 | 4,932,364 | 3,295,194 |
| Provision for Income Tax | 23.00 | 32,378,611 | 25,440,558 |
| Un-paid Dividend | 24.00 | 1,701,029 | 3,324,143 |
| Total Liabilities | | 669,190,644 | 611,484,454 |
| Total Equity and Liabilities | | 1,065,518,527 | 982,432,553 |
| Net Assets Value per share (NAV) | 25.00 | 37.93 | 35.50 |


Company Secretary


Chief Financial Officer


Director


Chairman


Managing Director

Place: Dhaka

Dated: January 30, 2024.

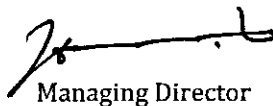
Paper Processing and Packaging Ltd.
Statement of Profit or Loss and other Comprehensive Income
For the Period ended 31 December 2023

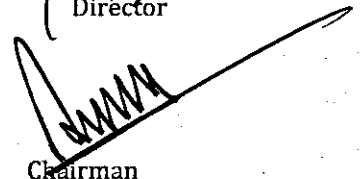
| Particulars | Notes | Amount in Taka | | | |
|--|--------------|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|
| | | July 01, 2023 to Dec. 31, 2023 | July 01, 2022 to Dec. 31, 2022 | Oct 01, 2023 to Dec. 31, 2023 | Oct 01, 2022 to Dec. 31, 2022 |
| Revenue | 26.00 | 285,120,252 | 244,145,100 | 158,049,711 | 125,647,100 |
| Cost of Goods Sold | 27.00 | (198,716,753) | (173,969,254) | (107,727,520) | (85,581,596) |
| Gross profit | | 86,403,499 | 70,175,846 | 50,322,191 | 40,065,504 |
| Operating expenses | | (23,807,036) | (30,703,125) | (12,128,611) | (19,598,221) |
| Office and Administrative Expenses | | (9,410,630) | (13,503,172) | (4,443,118) | (8,828,584) |
| Marketing and Distribution Expenses | | (14,396,406) | (17,199,953) | (7,685,493) | (10,769,637) |
| Profit from operation | | 62,596,463 | 39,472,721 | 38,193,580 | 20,467,283 |
| Financial Expenses | 28.00 | (28,228,459) | (15,083,342) | (20,482,585) | (8,098,607) |
| Non Operating Income | | 12,557 | 18,736 | 8,885 | 16,176 |
| Profit/(Loss) Before Tax & WPPF | | 34,380,561 | 24,408,115 | 17,719,880 | 12,384,852 |
| Contribution to WPPF and Welfare Fund | | (1,637,170) | (1,162,291) | (843,804) | (589,755) |
| Net Profit before tax | | 32,743,392 | 23,245,824 | 16,876,077 | 11,795,097 |
| Income Tax Expenses | | (7,367,264) | (4,592,022) | (3,797,118) | (2,301,877) |
| Current Tax | 29.00 | (6,938,052) | (4,160,307) | (3,582,512) | (2,086,019) |
| Deferred Tax | 16.01 | (429,212) | (431,715) | (214,606) | (215,858) |
| Net Profit/(Loss) after tax | | 25,376,128 | 18,653,802 | 13,078,959 | 9,493,220 |
| Earnings Per Share | 30.00 | 2.43 | 1.79 | 1.25 | 0.91 |


Company Secretary


Chief Financial Officer


Director


Managing Director

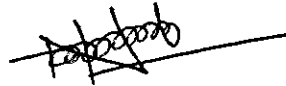

Chairman

Place: Dhaka
Dated: January 30, 2024.

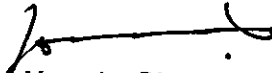
Paper Processing and Packaging Ltd.
Statement of Changes in Equity
As at December 31, 2023

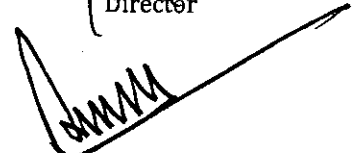
| Particulars | Amount in Taka | | | |
|---|--------------------|---------------------|--------------------|--------------------|
| | Share Capital | Revaluation Reserve | Retained Earnings | Total |
| Balance as on 01.07.2023 | 104,496,000 | 90,310,929 | 176,141,170 | 370,948,100 |
| Net profit after tax | - | | 25,376,128 | 25,376,128 |
| Transfer from Deferred Tax to revaluation surplus | - | 3,655 | - | 3,655 |
| Transfer of Revaluation to Retained Earnings | - | (24,369) | 24,369 | - |
| Balance as at 31.12.2023 | 104,496,000 | 90,290,216 | 201,541,667 | 396,327,883 |


Company Secretary


Chief Financial Officer


Director


Managing Director


Chairman

Place: Dhaka


Dated: January 30, 2024.


Paper Processing and Packaging Ltd.
Statement of Cash Flows
For the Period ended 31 December 2023

| Particulars | Note | Amount in Taka | |
|---|--------------|-----------------------------------|-----------------------------------|
| | | July 01, 2023 to Dec. 31, 2023 | July 01, 2022 to Dec. 31, 2022 |
| Cash Flow from Operating Activities | | | |
| Cash Received from Customer and Others | | 261,224,789 | 238,920,940 |
| Less: Paid to Suppliers and Others | | (228,802,611) | (252,551,240) |
| Less: Income Tax Paid | | (2,694,517) | - |
| Less: Financial Expenses | | (10,985,934) | (28,722,960) |
| Net Cash Provided by Operating Activities (A) | | 18,741,727 | (42,353,260) |
| Cash Flow from Investing Activities | | | |
| Acquisition of Property, Plant and Equipment | | (87,000) | - |
| Advance/Construction Work | | (15,273,692) | - |
| Net Cash Used by Investing Activities (B) | | (15,360,692) | - |
| Cash Flow from Financing Activities | | | |
| Receipts/ (Payments) of Short Term Loan | | - | 40,336,343 |
| Receipts/ (Payments) of Long Term Loan | | (2,255) | - |
| Inter Company /Director Loan Account | | 39,109,651 | (108,307,208) |
| Sponsor Directors Loan | | - | 120,275,381 |
| Dividend Paid | | (1,623,114) | (2,576,260) |
| Net Cash Provided by Financing Activities (C) | | 37,484,282 | 49,728,256 |
| Net Cash inflow/ outflow during the year (A+B+C) | | 40,865,317 | 7,374,996 |
| Cash and Cash equivalents at the beginning of the year | | 22,089,351 | 8,520,864 |
| Closing Cash and Cash equivalents at the end of the year | | 62,954,668 | 15,895,860 |
| Net Operating Cash Flows per share(NOCF) | 31.00 | 1.79 | (4.05) |


Company Secretary


Chief Financial Officer


Director


Managing Director


Chairman

Place: Dhaka
Dated: January 30, 2024.

Paper Processing and Packaging Ltd.
Notes to the Financial Statements
As at and for the period ended December 31, 2023

1.00 The Company and its Operations

1.01 Background

Paper Processing and Packaging Ltd. (C-18233(87)/89) is a Public Limited Company registered with the Registrar of Joint Stock Companies and Firms on 6th February, 1989. In 1990, the Company issued its share for public subscription and the Shares of the Company are listed in the Dhaka Stock Exchange Ltd.

1.02 Registered Office and Factory Place

The Registered office of Paper Processing and Packaging Ltd. is situated at BDG Corporate Building, Plot No.314/A, Block-E, Road No.18, Bashundhara R/A, Dhaka-1229 and the Factory is located at Sreerampur, Dhamrai, Dhaka.

1.03 Nature of Principal Activities

Paper Processing and Packaging Ltd. is engaged in Manufacturing, Converting and Printing of Paper & Paper Products and their Marketing.

2.00 Significant Accounting Policies

2.01 Compliance with Local Laws

The financial statements have been prepared in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted by the Institute of Chartered Accountants of Bangladesh . The Companies Act 1994 , The Securities and Exchange Rules 1987, Income Tax Ordinance & Rules 1984, The Value Added Tax Act & Rules 1991, The Customs Act 1969 and other relevant local laws as applicable.

2.02 Applicable Accounting Standards

The Company's status of compliance with applicable Financial Reporting Standards is as under:

| IAS & IFRS | Accounting Standards | Remarks |
|------------|---|----------|
| IAS-1 | Presentation of financial statements | Complied |
| IAS-2 | Inventories | Complied |
| IAS-7 | Statement of Cash Flows | Complied |
| IAS-8 | Accounting Policies, Changes in Accounting Estimates and Errors | Complied |
| IAS-10 | Events after the Reporting Period | Complied |
| IAS-12 | Income Taxes | Complied |
| IAS-16 | Property, Plant & Equipment | Complied |
| IAS-23 | Borrowing Costs | Complied |
| IAS-24 | Related Party Disclosures | Complied |
| IAS-32 | Financial Instrument: Presentation | Complied |
| IAS-33 | Earnings per share | Complied |
| IAS-36 | Impairment of Assets | Complied |
| IAS-37 | Provisions, Contingent Liabilities and Contingent Assets | Complied |
| IFRS-7 | Financial Instruments: Disclosures | Complied |
| IFRS-13 | Fair Value Measurement | Complied |
| IFRS-15 | Revenue from Contracts with Customers | Complied |

2.03 Accounting Policies

The accounts have been prepared under historical cost convention except revaluation of Property, Plant & Equipment and going concern basis in accordance with applicable disclosure and presentational requirements of the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) as adopted by the Institute of Chartered Accountants of Bangladesh.

2.04 Earnings Per Share (EPS)

Basic earning per share has been calculated in accordance with IAS-33 "Earnings per Share" which has been shown on the face of the Statement of Profit or Loss and Other Comprehensive Income. This has been calculated by dividing the net profit after Tax & WPPF by the weighted average number of ordinary shares outstanding during the year.

2.05 Statements of Cash Flows

Statement of Cash Flows has been prepared in accordance with IAS-7 "Statements of Cash Flows" and the Cash flow from operating activities has been presented under direct method.

2.06 Going Concern

During the period ended on December 31, 2023 the entity had achieved net profit after tax of Tk. 25,376,128/- from the earnings of profit it is the likely that the company can run's a going concern in the foreseeable future.

2.07 Related Party Disclosures

During the year, the Company carried out a number of transactions i.e. with units companies with related parties in the normal course of business and these transactions were recorded in the books of accounts as per IAS- 24 "Related Party Disclosures". The following statement represent the balance sheet date figure.

| | December 31, 2023 |
|---|----------------------|
| i) Investment in Share | |
| Bangladesh Monospool Paper Mfg.Co.Ltd. | 84,700 |
| ii) Inter Company Account (Current Assets) | |
| BDG Foundation | 1,833,360 |
| Bangladesh Development Group Ltd. | 3,490,013 |
| BD.News & Entertainment Ltd. | 29,392,185 |
| Millennium Spinning & Knitting Factory Ltd | 7,455,473 |
| Progressive Marketing Ltd | 8,410,358 |
| Magura Paper Mills Ltd. | 46,266,226 |
| Magura Recycled Paper Ind. Ltd. | 150,000 |
| Magura Group Limited | 8,953,466 |
| Total: | 105,951,081 |
| iii) Sponsor Director Loan Account | |
| Magura Group Limited | 65,009,141 |
| Bangladesh Development Group Ltd. | 71,566,239 |
| Mr. Mustafa Kamal Mohiuddin | 18,520,970 |
| Total: | 155,096,351 |
| iv) Inter Company Loan Account (Current Liability) | |
| Bangladesh Development Co. Ltd. | 44,732,000 |

v) Receivable

Magura Paper Mills Ltd.

23,348,249

vi) Advance against Salary

Uttam Kumar Debnath

830,625

Mokbul Hossain

216,500

Mobarok Hossain

105,000

Md. Baker Hossain

31,000

Hafizur Rahman

40,000

Total:

1,223,125

2.08 Date of Authorization

The Board of Directors has authorized these financial statements on **January 30, 2023**.

2.09 Reporting Currency

The figures in the financial statements represent Bangladeshi Taka Currency.

2.10 Comparative

Comparative information have been disclosed in respect of the previous years for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Re-arrangement

Previous year's figure has been re-arranged whenever considered necessary to ensure better comparability with the current year's presentation without causing any impact on the profit and value of assets and liability as reported in the Financial Statement.

2.11 General

(i) All calculation in Accounts have been rounded off to the nearest Taka.

(ii) For comparison, previous year's figure have been re-classified where necessary.

| Note No. | Particulars | Amount in Taka | |
|----------|-------------|-------------------|---------------|
| | | December 31, 2023 | June 30, 2023 |

3.00 Property, Plant and Equipment: Tk. 378,190,264

This is made up as follows:

| | | |
|---|--------------------|--------------------|
| Opening Balance | 358,670,321 | 340,809,495 |
| Add: Addition during the year | 87,000 | 17,860,826 |
| | 358,757,321 | 358,670,321 |
| Less: Opening Accumulated Depreciation | 82,278,090 | 72,634,300 |
| Less: Current period Depreciation | 4,512,752 | 9,643,790 |
| Written Down Value (Cost) | 271,966,479 | 276,392,230 |
| Re-Valuation: | | |
| Opening Balance | 111,492,720 | 111,492,720 |
| Add: Addition during the year | - | - |
| Sub-Total | 111,492,720 | 111,492,720 |
| Less: Opening Accumulated Depreciation | 5,244,566 | 5,194,044 |
| Less: Current period Depreciation | 24,369 | 50,522 |
| Written Down Value (Revaluation) | 106,223,786 | 106,248,154 |
| Total Written Down Value (Cost+Revaluation): | 378,190,264 | 382,640,385 |

The details Schedule of Property, Plant and Equipment are shown in (Annexure- A).

4.00 Investment in Share: Tk. 84,700

This is made up as follows:

| | | |
|--|---------------|---------------|
| Bangladesh Monospool Paper Mfg.Co.Ltd. | 84,700 | 84,700 |
| Total | 84,700 | 84,700 |

5.00 Inventories: Tk. 143,672,676

This is made up as follows:

| | | |
|-------------------------|--------------------|--------------------|
| Raw Materials | 102,247,655 | 93,598,066 |
| Finished Goods | 41,425,022 | 54,301,598 |
| Closing Balance: | 143,672,676 | 147,899,664 |

6.00 Trade Receivable: Tk. 118,276,820

This is made up as follows:

| | | |
|-------------------------|--------------------|-------------------|
| Receivable from parties | 118,276,820 | 94,368,799 |
| Total | 118,276,820 | 94,368,799 |

a) Ageing of the above receivables is given Below:

(Disclosure as per Schedule -XI, Part -I, of The Companies Act, 1994)

| 1 to 3 Months | 4 to 6 Months | 7 to 12 Month | Total | Total |
|---------------|---------------|---------------|-------------|------------|
| 116,144,068 | 2,132,752 | - | 118,276,820 | 94,368,799 |

| Note No. | Particulars | Amount in Taka | |
|--------------|---|--------------------|--------------------|
| | | December 31, 2023 | June 30, 2023 |
| 7.00 | Advances, Deposits and Pre-Payments: Tk. 243,232,483 | | |
| | This is made up as follows: | | |
| | Advances | 239,720,714 | 208,217,452 |
| | Security Deposit | 2,606,325 | 4,089,962 |
| | VAT Current Account | 683,983 | 799,892 |
| | Prepaid Group Insurance | 221,461 | 35,299 |
| | Closing Balance: | 243,232,483 | 213,142,605 |
| 8.00 | Inter Company Account: TK. 105,951,081 | | |
| | This is made up as follows: | | |
| | BDG Foundation | 1,833,360 | 1,833,360 |
| | Bangladesh Development Group Ltd. | 3,490,013 | 3,490,013 |
| | BDG-Magura Group Ltd. | - | 1,139,836 |
| | BD.News & Entertainment Ltd. | 29,392,185 | 29,392,185 |
| | Millennium Spinning & Knitting Factory Ltd | 7,455,473 | 7,455,473 |
| | Progressive Marketing Ltd | 8,410,358 | 8,410,358 |
| | Magura Paper Mills Ltd. | 46,266,226 | 47,166,226 |
| | Magura Recycled Paper Ind. Ltd. | 150,000 | 1,350,000 |
| | Pearl Paper and Board Mills Ltd | - | 3,204,815 |
| | Magura Group Limited | 8,953,466 | 8,303,466 |
| | Total: | 105,951,081 | 111,745,732 |
| 9.00 | Advance Income Tax: Tk. 13,155,835 | | |
| | This is made up as follows: | | |
| | Opening Balance | 10,461,318 | 37,446,902 |
| | Add: Addition during the year | 2,694,517 | 511,836 |
| | Less: Adjustment during the year | - | (27,497,420) |
| | Closing Balance | 13,155,835 | 10,461,318 |
| 10.00 | Cash and Cash Equivalents: Tk. 62,954,668 | | |
| | This is made up as follows: | | |
| | Cash in Hand | 24,392,123 | 17,061,906 |
| | Cash at Bank Note 10.01 | 38,562,545 | 5,027,445 |
| | Total | 62,954,668 | 22,089,351 |
| 10.01 | Cash at Bank: Tk.38,562,545 | | |
| | AB Bank Ltd., Principal BR, A/C # 4005-219312-000 | 1,274,035 | 18,921 |
| | Basic Bank Ltd., Bashundhara Br., A/C # 01-0000027 | 81,365 | 81,365 |
| | First Security Islami Bank -A/C #017711100000233 | 1,720 | 2,295 |
| | IBBL-Kalampur Br. A/C # 20500160900000608 | 18,214 | 18,789 |
| | NCC Bank Ltd, Bashundhara Br., A/C # 325000044 | 212,950 | 698,063 |
| | Premier Bank Ltd. -A/C #0155111000000319 | 40,272 | 43,904 |
| | Janata Bank Ltd. Local Office A/C # 0100220245203 | 26,536 | 26,996 |
| | SIBL, Principal BR, A/C # 0021330060499 | 97,144 | 137,985 |
| | SIBL. Bashundhura Branch #077136001197 | 35,023,124 | 1,083,307 |
| | SIBL. Bashundhura Branch #0771360001963 | 1,684,768 | 2,812,839 |
| | UCB Ltd., Bashundhara Br., # 0991301000000094 | 101,327 | 101,431 |
| | Union Bank-A/C # 0131010001131 | 1,090 | 1,550 |
| | Total: | 38,562,545 | 5,027,445 |

| Note No. | Particulars | Amount in Taka | |
|----------|-------------|----------------|--------------|
| | | 31-Dec-2023 | 30-June-2023 |

11.00 Share Capital: Tk. 104,496,000

This is made up as follows:

Authorized Capital:

| | | |
|---|-------------|-------------|
| 600,00,000 Ordinary Shares of Tk. 10/- each | 600,000,000 | 600,000,000 |
|---|-------------|-------------|

Issued, Subscribed, Called-up & Paid-up Capital:

| | | |
|--|-------------|-------------|
| 104,49,600 Ordinary Shares of Tk. 10/- each fully issued & paid-up are classified as follows:- | 104,496,000 | 104,496,000 |
|--|-------------|-------------|

| Classification | No. of Share | Face Value (Tk) | Value (Tk) |
|------------------------|-------------------|-----------------|--------------------|
| Group-A | | | |
| Sponsor and Director | 3,657,360 | 10.00 | 36,573,600 |
| Group-B | | | |
| Financial Institutions | 671,970 | 10.00 | 6,719,700 |
| Group-C | | | |
| General Public | 6,120,270 | 10.00 | 61,202,700 |
| Total | 10,449,600 | | 104,496,000 |

Classification of Shareholders and Their Share Holding Position are as follows:

| Name of Shareholder | Position | No. of Shares | Percentage of Share held | Amount |
|---|----------------------|---------------|--------------------------|----------------|
| Mr. Mustafa Kamal Mohiuddin | Chairman | 1,309,716 | 12.53% | 13,097,160 |
| Mr. Mostafa Jamal Mohiuddin | Director | 296,072 | 2.83% | 2,960,720 |
| Bangladesh Development Group Ltd. Represented by Mr. Ali Hossain Munir & Mr. Shafiqul Azam Khan | | 554,970 | 5.31% | 5,549,700 |
| Magura Group Ltd. Represented by Mr. Md. Mobarok Hossain | Managing Director | 521,306 | 4.99% | 5,213,060 |
| Advocate Md. Golam Kibria | Independent Director | - | 0.00% | - |
| Dr. Md. Rafiqul Islam | | - | 0.00% | - |
| Dr. Md. Abul Kalam Azad | | - | 0.00% | - |
| Mr. Mohiuddin Ahmed | Shareholder | 870,800 | 8.33% | 8,708,000 |
| Mr. Abu Baker Siddique | | 78,372 | 0.75% | 783,720 |
| Abirbhab Multimedia Ltd. | | 8,708 | 0.08% | 87,080 |
| Investment Consultants & Share Management Ltd. | | 17,416 | 0.17% | 174,160 |
| Financial Institutions | | 671,970 | 6.43% | 6,719,700 |
| General Public | | 6,120,270 | 58.57% | 61,202,700 |
| Total | | | 10,449,600 | 100.00% |

Classification of shareholders according to number of share Holdings are as follows:

| Holding Range | No. of share holders | No. of share | Percentage |
|-------------------------|----------------------|-------------------|----------------|
| 1- 15000 shares | 5,852 | 4,534,326 | 43.39% |
| 15001- 150000 shares | 53 | 1,578,985 | 15.11% |
| 150001- 300000 shares | 2 | 482,072 | 4.61% |
| 300001- 600000 shares | 3 | 1,673,701 | 16.02% |
| 600001- 900000 shares | 1 | 870,800 | 8.33% |
| 900001- 1200000 shares | 0 | - | 0.00% |
| 1200001- 1500000 shares | 1 | 1,309,716 | 12.53% |
| Total | 5,912 | 10,449,600 | 100.00% |

| Note No. | Particulars | Sub-Note | Amount in Taka | |
|----------|-------------|----------|-------------------|---------------|
| | | | December 31, 2023 | June 30, 2023 |

12.00 Revaluation Reserve: Tk. 90,290,216

This is made up as follows:

| | | |
|--|-------------------|-------------------|
| Opening Balance | 90,310,929 | 90,353,873 |
| Add: Current period Re-valuation | - | - |
| Add/(Less): Adjustment during the year | (24,369) | (50,522) |
| Add/(Less): Adjustment during the year as Deferred Tax Income-at revaluation | 3,655 | 7,578 |
| Closing Balance: | 90,290,216 | 90,310,929 |

This represent the value added to Non-Current Assets (Note-03) upon revaluation hereof by Malek Siddiqui Wali, Chartered Accountants vide their letter dated 24 May 2016.

13.00 Retained Earnings: Tk. 201,541,667

This is made up as follows:

| | | |
|--|--------------------|--------------------|
| Opening Balance | 176,141,170 | 135,217,091 |
| Add: Profit/(Loss) during the year | 25,376,128 | 49,233,237 |
| Add: Depreciation charged on revalued amount | 24,369 | 50,522 |
| Less: 8% Cash Dividend 2021-2022 | - | (8,359,680) |
| Closing Balance: | 201,541,667 | 176,141,170 |

14.00 Long Term Bank Loan: Tk. 71,651,368

This is made up as follows:

| | | |
|-------------------------------|-------------------|-------------------|
| HPSM Loan A/C # 0023220003518 | 14,726,802 | 14,726,802 |
| HPSM Loan A/C # 0023570000615 | 12,568,482 | 12,568,482 |
| HPSM Loan A/C # 0023420000045 | 3,542,242 | 3,542,242 |
| HPSM Loan A/C # 0023420000067 | 20,621,738 | 20,621,738 |
| Principal Outstanding | 51,459,264 | 51,459,264 |
| Add: Interest Outstanding | 20,192,104 | 17,184,207 |
| Total | 71,651,368 | 68,643,471 |

15.00 Sponser Directors Loan: TK. 155,096,351

This is made up as follows:

| | | |
|-----------------------------------|--------------------|--------------------|
| Magura Group Limited | 65,009,141 | 65,009,141 |
| Bangladesh Development Group Ltd. | 71,566,239 | 71,566,239 |
| Mr. Mustafa Kamal Mohiuddin | 18,520,970 | 18,520,970 |
| Total | 155,096,351 | 155,096,351 |

16.00 Deferred Tax Liability: Tk. 34,215,916

This is made up as follows:

| | | |
|---|-------------------|-------------------|
| Opening Balance | 33,790,360 | 30,682,914 |
| Deferred Tax Expenses during the period | 429,212 | 3,115,023 |
| | 34,219,571 | 33,797,938 |
| Add/(Less): Deferred Tax Expenses/(Income) on revaluation | (3,655) | (7,578) |
| Closing Balance: | 34,215,916 | 33,790,360 |

| Note No. | Particulars | Sub-Note | Amount in Taka | |
|----------|-------------|----------|-------------------|---------------|
| | | | December 31, 2023 | June 30, 2023 |

16.01 Deferred Tax: Tk. 429,212

This is made up as follows:

| | | |
|---|-------------------|-------------------|
| Carrying Amount as per Tax Law | 165,637,435 | 157,247,517 |
| WDV as per Accounts (Other than land) | 84,382,565 | 81,398,388 |
| Taxable Temporary Difference | 81,254,870 | 75,849,129 |
| Applicable Tax Rate | 22.5% | 20.0% |
| Total Deferred Tax Liability as on December 31, 2023 | 18,282,346 | 15,169,826 |
| Add/(Less): Previous year adjustment | - | - |
| Less: Opening deferred tax liabilities/(assets)-at cost | (17,853,134) | (14,738,111) |
| Deferred tax expenses /(income) during the period | 429,212 | 431,715 |

17.00 Trade Payable Tk.2,354,664

This is made up as follows:

| | | |
|-------------------------------|------------------|------------------|
| Kishoregong Paper House | 150,300 | 420,400 |
| Zeeshan International agency | - | 375,862 |
| Bhai Bhai Enterprise | - | 13,300 |
| New Jamuna Ink | 348,700 | 348,700 |
| New A. S. Traders | 407,205 | 407,205 |
| S.B Enterprise | 139,400 | 139,400 |
| Presstech Trading Corporation | 366,610 | 588,610 |
| Sail Corporation | 334,950 | 351,550 |
| Newaj Traders | 214,214 | - |
| Arafat Traders | 102,225 | - |
| Diamond CTP House | 133,260 | - |
| Milah Waimao | 157,800 | - |
| Total: | 2,354,664 | 2,645,027 |

18.00 Liabilities for Expenses: Tk. 7,644,779

This is made up as follows:

| | | |
|---|------------------|------------------|
| Jharna Engineering Works | 497,452 | 597,452 |
| Link 3 Technology | 12,500 | 14,000 |
| Metro net Bangladesh Ltd | 5,000 | 10,000 |
| RFL Plastics Limited | 552,700 | 552,700 |
| Robi Axiata Ltd | 2,947 | 827 |
| Grameen Phone | 3,091 | 6,046 |
| M/S New Mollah & Sons Transport Agency. | 48,000 | 48,000 |
| Cattering Service | 21,340 | 7,000 |
| TetraHost Bangladesh. | 3,500 | 3,500 |
| Raima Golpo Book Binding. | 114,268 | 30,622 |
| Rini Book Binding | 90,731 | 90,731 |
| Audit Fees | - | 230,000 |
| Dhaka Palli bidyut samity 3 | 67,938 | 208,111 |
| Bangladesh Advanced Technologies Ltd | 31,000 | - |
| Salary, Wages, OT, & Subsidy allowance | 6,194,312 | 5,782,171 |
| Total | 7,644,779 | 7,581,160 |

| Note No. | Particulars | Sub-Note | Amount in Taka | |
|----------|-------------|----------|-------------------|---------------|
| | | | December 31, 2023 | June 30, 2023 |

19.00 Short Term Bank Loan : Tk. 283,479,694

Details of Social Islami Bank Ltd. (SIBL) Short Term Loan are as Follows:

| | | |
|-----------------------------|--------------------|--------------------|
| Bai Muazzal (Commercial) | 205,483,119 | 176,380,908 |
| Bai Muazzal Work Order | 77,996,575 | 74,601,784 |
| Bai Muazzal (Trust Receipt) | - | 18,262,374 |
| Total | 283,479,694 | 269,245,066 |

20.00 Long Term Bank Loan-Current Portion Tk.31,003,869

Details of Social Islami Bank Ltd. (SIBL) Loan-Current Portion are as Follows:

| | | |
|-----------------------------------|-------------------|-------------------|
| HPSM Loan A/C # 0023220003518 | 3,997,062 | 3,997,062 |
| HPSM Loan A/C # 0023570000615 | 4,182,164 | 4,182,164 |
| HPSM Loan A/C # 23570000323/21 | 5,279,782 | 5,279,782 |
| HPSM Loan A/C # 0023600000089 /23 | 2,214,534 | 2,216,789 |
| HPSM Loan A/C # 0023600000091/34 | 6,711,031 | 6,711,031 |
| HPSM Loan A/C # 0023420000045 | 3,241,034 | 3,241,034 |
| HPSM Loan A/C # 00232200067 | 5,378,262 | 5,378,262 |
| Total | 31,003,869 | 31,006,124 |

21.00 Inter Company Loan Account: TK. 44,732,000

This is made up as follows:

| | | |
|---------------------------------|-------------------|-------------------|
| Bangladesh Development Co. Ltd. | 44,732,000 | 11,417,000 |
| Total | 44,732,000 | 11,417,000 |

22.00 Provision for WPPF and Welfare Fund: Tk.4,932,364

This is made up as follows:

| | | |
|------------------------------------|------------------|------------------|
| Opening Balance | 3,295,194 | 2,941,098 |
| Add: Interest during the year | - | - |
| Less: Payment made during the year | - | (2,941,098) |
| Available Balance | 3,295,194 | - |
| Add: Addition during the year | 1,637,170 | 3,295,194 |
| Closing Balance: | 4,932,364 | 3,295,194 |

The company has recognized Worker's Profit Participation Fund (WPPF) and outstanding payable will be disbursed within 2023-2024 financial year.

23.00 Provision for Income Tax: Tk. 32,378,611

This is made up as follows:

| | | |
|----------------------------------|-------------------|-------------------|
| Opening Balance | 25,440,558 | 39,382,367 |
| Add: During the period | 6,938,052 | 13,555,612 |
| Total | 32,378,611 | 52,937,979 |
| Less: Adjustment During the year | - | (27,497,420) |
| Closing Balance | 32,378,611 | 25,440,558 |

| Note No. | Particulars | Sub-Note | Amount in Taka | |
|----------|-------------|----------|-------------------|---------------|
| | | | December 31, 2023 | June 30, 2023 |

24.00 Un-paid Dividend: Tk. 1,701,029

This is made up as follows:

| | | |
|---------------------------------|------------------|-------------------|
| Opening Balance | 3,324,143 | 2,959,011 |
| Add: Declared during the period | - | 8,359,680 |
| Total | 3,324,143 | 11,318,691 |
| Less: Paid during the period | (1,623,114) | (7,994,548) |
| Closing Balance | 1,701,029 | 3,324,143 |

Un-paid Dividend and are classified as follows:

| | | |
|--------------------------------|------------------|------------------|
| Group-A Sponsor and Director | 140,418 | 156,020 |
| Group-B Financial Institutions | 40,728 | 50,910 |
| Group-C General Public | 1,519,883 | 3,117,213 |
| Total | 1,701,029 | 3,324,143 |

25.00 Net Assets Value per share (NAV):Tk.37.93

This is made up as follows:

Particulars

| | | |
|---------------------|--------------|--------------|
| Shareholders Equity | 396,327,883 | 370,948,100 |
| No. of Share | 10,449,600 | 10,449,600 |
| Total: | 37.93 | 35.50 |

| Note No. | Particulars | Sub-Note | Amount in Taka | |
|--------------|--|----------|--------------------------------|-------------------------------|
| | | | July 01, 2023 to Dec. 31, 2023 | July 01, 2022 to Dec 31, 2022 |
| 26.00 | Revenue: Tk. 285,120,252 | | | |
| | This is made up as follows: | | | |
| | Text Book/Exam Khata/Brochures / Register Khata /Diary/ Recycled paper/ Training Materials/ Others Printing Work | | 285,120,252 | 244,145,100 |
| | Total | | 285,120,252 | 244,145,100 |
| 27.00 | Cost of Goods Sold: Tk. 198,716,753 | | | |
| | This is made up as follows: | | | |
| | Raw materials Consumed | 27.01 | 157,556,345 | 144,077,451 |
| | Add: Factory Overhead | | 28,283,831 | 26,069,254 |
| | Cost of Production | | 185,840,176 | 170,146,705 |
| | Add: Opening finished goods | | 54,301,598 | 51,735,894 |
| | Cost of Goods Available for Sale | | 240,141,774 | 221,882,599 |
| | Less: Closing finished goods | | 41,425,022 | 47,913,345 |
| | Cost of Goods Sold: | | 198,716,753 | 173,969,254 |
| 27.01 | Raw Materials Consumed: Tk.157,556,345 | | | |
| | This is made up as follows: | | | |
| | Opening stock | | 93,598,066 | 90,081,930 |
| | Add: Purchase during the year | | 166,205,933 | 150,342,345 |
| | Available for use | | 259,803,999 | 240,424,275 |
| | Less: Closing stock | | 102,247,655 | 96,346,824 |
| | Consumption during the year | | 157,556,345 | 144,077,451 |
| 28.00 | Financial Expenses: Tk. 28,228,459 | | | |
| | This is made up as follows: | | | |
| | Interest on BAIM Loan | | 23,536,128 | 10,366,706 |
| | Interest on HPSM Loan | | 4,560,642 | 3,843,344 |
| | Bank Charges & Commission | | 131,689 | 873,292 |
| | Total: | | 28,228,459 | 15,083,342 |
| 29.00 | Current Tax: Tk. 6,938,052 | | | |
| | This is made up as follows: | | | |
| | Profit before Tax | | 32,743,392 | 23,245,823 |
| | Add: Accounting base depreciation | | 4,512,752 | 4,598,635 |
| | Less: Tax base depreciation | | (6,420,358) | (6,757,209) |
| | Taxable Profit for Current Tax | | 30,835,786 | 21,087,249 |
| | Applicable Tax Rate | | 22.5% | 20.0% |
| | Current Tax Expenses | | 6,938,052 | 4,217,450 |
| | Provision for Income tax | | | |
| | Advance tax paid | | 2,694,517 | - |
| | 22.50% on Profit | | 6,938,052 | 4,217,450 |
| | 0.6% on gross | | 1,710,722 | 1,464,871 |
| | Provision for Income tax (Wichever is higher) | | 6,938,052 | 4,217,450 |

| Note No. | Particulars | Sub-Note | Amount in Taka | |
|--------------|---|----------|--------------------------------|-------------------------------|
| | | | July 01, 2023 to Dec. 31, 2023 | July 01, 2022 to Dec 31, 2022 |
| 30.00 | Earnings Per Share(Basic): Tk. 2.43 | | | |
| | This is made up as follows: | | | |
| | Net Profit after Tax | | 25,376,128 | 18,653,802 |
| | No. of Share | | 10,449,600 | 10,449,600 |
| | Total: | | 2.43 | 1.79 |
| 31.00 | Net Operating Cash Flows per share(NOCF): Tk. 1.79 | | | |
| | This is made up as follows: | | | |
| | Net Cash Provided by Operating Activities | | 18,741,727 | (42,353,260) |
| | No. of Share | | 10,449,600 | 10,449,600 |
| | Total: | | 1.79 | (4.05) |
| 31.01 | Reconciliation of net profit/(loss) after tax with cash flows from operating activities under indirect method: | | | |
| | This is made up as follows: | | | |
| | Net Profit/(Loss) After Tax | | 25,376,128 | 18,653,802 |
| | Adjustments to reconcile net income to net cash | | | |
| | Depreciation | | 4,537,120 | 4,623,896 |
| | Finance Expenses | | 28,228,459 | 15,083,342 |
| | Provision for WPPF | | 1,637,170 | 1,162,291 |
| | Income Tax Expenses | | 6,938,052 | 4,160,307 |
| | Deffered Tax Liability | | 429,212 | 431,715 |
| | Changes in operating assets and liabilities: | | | |
| | Stock of Inventories | | 4,226,988 | (2,442,345) |
| | Trade Debtors | | (23,908,021) | (5,242,896) |
| | Advance, Deposit & Prepayments | | (14,816,186) | (45,060,785) |
| | Trade Creditors | | (290,363) | (835,000) |
| | Liability for Expenses | | 63,619 | (1,223,527) |
| | WPPF Paid | | - | (2,941,098) |
| | Income Tax Paid | | (2,694,517) | |
| | Bank Interest & Charge Paid | | (10,985,934) | (28,722,960) |
| | Net Cash flows from Operating Activities | | 18,741,727 | (42,353,260) |

Paper Processing and Packaging Ltd.
Schedule of Property, Plant and Equipment
For the period ended 31 December 2023

Annexure-A

| Particulars | Cost | | Rate of Dep. (%) | Depreciation | | Written Down Value as at 31.12.2023 |
|-------------------------------------|---------------------|--------------------------|------------------|--------------------------|-------------------------|-------------------------------------|
| | As on July 01, 2023 | Addition during the Year | | Balance as at 31.12.2023 | Charged during the Year | |
| Cost | | | | | | |
| Land and Land Development | 106,329,043 | - | 0% | - | - | 106,329,043 |
| Building and Construction | 77,157,120 | - | 2.5% | 854,389 | 9,660,357 | 67,496,763 |
| Plant and Machinery | 162,246,086 | - | 7% | 3,404,209 | 68,387,183 | 93,858,902 |
| Furniture and Fixture | 4,493,199 | - | 10% | 87,613 | 2,828,546 | 1,664,653 |
| Electrical Equipment | 1,573,877 | - | 10% | 34,341 | 921,400 | 652,477 |
| Office Equipment | 3,215,089 | 87,000 | 10% | 77,485 | 1,829,880 | 1,472,209 |
| Motor Vehicle | 3,655,907 | - | 20% | 54,715 | 3,163,475 | 492,432 |
| Sub Total as on 31.12.2023 | 358,670,321 | 87,000 | | 4,512,752 | 86,790,842 | 271,966,479 |
| Revaluation | | | | | | |
| Land and Land Development | 104,575,669 | - | - | - | - | 104,575,669 |
| Building and Construction | 3,224,642 | - | 2.5% | 18,982 | 1,725,034 | 1,499,608 |
| Plant and Machinery | 2,197,572 | - | 7% | 5,386 | 2,049,064 | 148,508 |
| Furniture and Fixture | 260,318 | - | 10% | - | 260,318 | - |
| Electrical Equipment | 346,354 | - | 10% | - | 346,354 | - |
| Office Equipment | 3,661 | - | 10% | - | 3,661 | - |
| Motor Vehicle | 884,504 | - | 20% | - | 884,504 | - |
| Sub Total as on 31.12.2023 | 111,492,720 | - | | 24,369 | 5,268,934 | 106,223,786 |
| Grand total as on 31.12.2023 | 470,163,041 | 87,000 | | 4,537,120 | 92,059,777 | 378,190,264 |

Allocation of depreciation Charge:

| Sl.No. | Particulars | % of allocation | Depreciation at Cost | Depreciation at Revaluation | Total |
|--------|-----------------------------------|-----------------|----------------------|-----------------------------|------------------|
| 1 | Factory Overhead | 85% | 3,835,839 | 20,713 | 3,856,552 |
| 2 | Administrative Overhead | 7.5% | 338,456 | 1,828 | 340,284 |
| 3 | Selling and distribution Overhead | 7.5% | 338,456 | 1,828 | 340,284 |
| | Total (1+2+3) | 100% | 4,512,752 | 24,369 | 4,537,120 |

Paper Processing and Packaging Ltd.

Statement of Tax Depreciation

Assessment Year 2023-2024

For the period from 01-07-23 to 31-12-2023

| SL. No | Assets | Opening assets at cost | Addition | Disposal | Closing Balance at cost | % of Depreciation | Adjustment | Depreciation at cost | Annexure-B Closing Balance |
|--------|---------------------------|------------------------|---------------|----------|-------------------------|-------------------|------------|----------------------|----------------------------|
| 1 | Land and Land Development | 106,329,043 | - | - | 106,329,043 | 0% | | - | 106,329,043 |
| 2 | Building | 49,667,594 | - | - | 49,667,594 | 10% | | 2,483,380 | 47,184,214 |
| 3 | Plant & Machinery | 36,850,071 | - | - | 36,850,071 | 20% | | 3,685,007 | 33,165,064 |
| 4 | Furniture | 1,752,492 | - | - | 1,752,492 | 10% | | 87,625 | 1,664,868 |
| 5 | Electric Equipments | 454,522 | - | - | 454,522 | 15% | | 34,089 | 420,432 |
| 6 | Motor Vehical | 526,896 | - | - | 526,896 | 20% | | 52,690 | 474,206 |
| 7 | Office Equipments | 1,464,349 | 87,000 | - | 1,551,349 | 10% | | 77,567 | 1,473,781 |
| | Total: | 197,044,966 | 87,000 | - | 197,131,966 | | | 6,420,358 | 190,711,608 |

Particulars:

The details of Deferred Tax Liability is as under:

WDV as per Accounts (Other than land)

WDV as per 3rd Schedule ITO 1984 (Other than land)

Temporary Difference

Applicable Tax Rate

Closing Balance:

Add/(Less): Previous year adjustment

Opening Balance

Expenses during the period

Total (Tk)

| |
|---------------------|
| 165,637,435 |
| 84,382,565 |
| 81,254,870 |
| 22.50% |
| 18,282,346 |
| - |
| (17,853,134) |
| 429,212 |

Revaluation surplus-PPE

Tax on capital gain

Closing deferred tax liabilities/(assets)-at revaluation

Opening deferred tax liabilities/(assets)-at revaluation

Deferred tax expense/(income)-at revaluation

| |
|---------------------|
| 106,223,786 |
| 15% |
| 15,933,568 |
| (15,937,223) |
| (3,655) |