

ANNUAL REPORT 2011



OLYMPIC
INDUSTRIES LTD

www.olympicbd.com

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CORPORATE INFORMATION

Registered Office

Amin Court, (6th Floor)
62-63 Motijheel C/A
Dhaka - 1000, Bangladesh

Tel: +880-2-9565228
Fax: +880-2-9567485

Email: info@olympicbd.com
Website: www.olympicbd.com

Factories

Battery, Ballpoint Pen, Cereal Bar, Edible Oil
Kutubpur, Kanchpur, Bondar, Narayanganj
Biscuit, Confectionery, Bakery
Madanpur, Keodhala, Bondar, Narayanganj
Under Construction at Lolati

Listings

Dhaka Stock Exchange Ltd. June 9, 1984
Chittagong Stock Exchange Ltd. September 19, 1996

Memberships

Bangladesh Association of Publicly Listed Companies
Metropolitan Chamber of Commerce & Industry
Bangladesh-Malaysia Chamber of Commerce & Industry
Bangladesh Auto Biscuit & Bread Manufacturers Association
Bangladesh Agro Processors Association
India-Bangladesh Chamber of Commerce & Industry

Share Structure

of Shareholders - 10,237
Authorized Capital - Tk. 1,000,000,000.00
Paid-up Capital - Tk. 348,272,500.00
Face Value: Tk. 100.00 / Market Lot: 50 Shares
Demat Trading Commenced - June 15, 2004

Main Bankers

Agrani Bank Ltd, Amin Court Corporate Branch, Dhaka
The City Bank Ltd., Principal Branch, Dhaka
United Commercial Bank Ltd., Principal Branch, Dhaka
Habib Bank Limited, Motijheel Branch, Dhaka

Statutory Auditors

M/s M.J. Abedin & Co, Chartered Accountants

BOARD OF DIRECTORS & MANAGEMENT



Mohammad Bhai - Chairman

A renowned industrialist and reputed businessman, Mohammad Bhai was born in Kanpur, India and migrated to Dhaka before independence. He has been doing business in Bangladesh since 1948; he was a pioneer of the Bangladesh steel industry, establishing the country's first steel mill in 1959. In addition to his vast industrial experience, Mohammad Bhai is a former president of the Dhaka Chamber of Commerce & Industry and has served as president of the Aga Khan Supreme Council for Bangladesh for more than two decades.



Mubarak Ali - Managing Director

Mubarak Ali is a truly dedicated business personality and has been an industrial entrepreneur for over 40 years. He has been the managing director of Olympic since its inception and is solely credited with its success to date. In addition to his business accomplishments, he is a former vice president and treasurer of the Lions Club, an executive committee member of the Bangladesh Association of Publicly Listed Companies as well as the Bangladesh Auto Biscuits and Bread Manufacturers Association. Mubarak Ali is also a former chairman of Aga Khan Foundation National Committee, Bangladesh.



Aziz Mohammad Bhai - Director

Aziz Mohammad Bhai is a charismatic personality and a successful industrial entrepreneur in Bangladesh. He was actively engaged in the management of a steel producer for more than three decades and has been an innovator in the local pharmaceutical manufacturing industry with Ambee Pharmaceuticals. In addition to his long list of business accomplishments, Aziz Mohammad Bhai is a life member of the SAARC Chamber of Commerce.



Munir Ali - Director

Munir Ali, educated in the US at Indiana University, has been involved in the development of the company's biscuit and confectionery businesses. Mr. Ali is the founder and managing director of Asia Commodity Ltd and a director of Interglobe Aviation (BD) Ltd.

BOARD OF DIRECTORS & MANAGEMENT**Sharif M. Afzal Hossain -Independent Director**

Mr. Sharif M. Afzal Hossain has been appointed as an Independent Director of Olympic Industries Limited on October 23, 2010. He has long involvement with many associations in business and industry. He is the incumbent President of Bangladesh Specialized Textile Mills & Powerloom Industries Association and Spain Bangladesh Chamber of Commerce and Industry, former President of Bangladesh Chamber of Industries and former member of FBCCI. Soft spoken Mr. Sharif M. Afzal Hossain has led many trade and Business delegations of Bangladesh in different countries of the world.

Company Secretary: Mr. Md. Nazimuddin

Audit Committee: Mr. Mubarak Ali

Mr. Aziz Mohammad Bhai

Mr. Sharif M. Afzal Hossain (Chairman)

Management Team:

Mr Laskar A. Hafiz, Executive Director, Marketing and Sales

Mr. Madad Ali Virani, Executive Director, Operations

Mr. Md. Nazimuddin, Executive Director, Corporate Affairs

Mr. Harun Al-Rashid, General Manager, Accounts & Finance

Mr. Alfaf Hamid, Deputy General Manager, Administration & Human Resources

Mr. Mazharul Hasan Khan, Deputy General Manager, Legal Affairs

Mr. S. R. Mondal, Deputy General Manager, Accounts & Taxation

Mr. A.B.M. Abdul Hakim, Deputy General Manager, Import & Procurement

Mr. Rasedul Hasan, Manager, Accounts & Finance

Mr. Enamul Kabir, Head of Internal Audit

SUMMARY OF KEY OPERATING & FINANCIAL DATA

Condition No. 1.4(h) of Corporate Governance Guidelines issued by SEC
(dated February 20, 2006)

	Year Ended June 30, 2011	Year Ended June 30, 2010	Year Ended June 30, 2009	Year Ended June 30, 2008	Year Ended June 30, 2007
Face Value Per Share	100.00	100.00	100.00	100.00	100.00
Number of Shares Subscribed & Paid-up	3,482,725	2,321,817	1,934,848	1,729,376	1,729,376
Average Market Price Per Share					
Dhaka Stock Exchange	1,889.38	1,816.00	631.65	400.95	146.67
Chittagong Stock Exchange	1,896.02	1,810.00	634.34	397.75	141.00

(Amounts except in Bold and Ratios are in Millions of Taka)

Operating Results					
Net Turnover	3,885.10	2,457.75	2,099.56	1,460.11	1,058.69
Gross Profit	971.63	698.10	519.13	287.73	190.65
Net Profit Before Tax	353.39	263.68	176.82	62.68	44.14
Net Profit After Tax	256.21	191.17	128.80	45.28	32.57
Earnings Per Share (EPS)	73.57	54.89*	55.48	23.41	18.84
Financial Position					
Total Assets	1,850.32	1,361.91	996.28	765.41	665.34
Total Current Assets	1,076.07	797.33	541.40	492.95	422.66
Total Current Liabilities & Provisions	862.24	651.07	490.10	324.37	261.91
Total Shareholders' Equity	743.41	526.19	354.37	322.65	296.38
Current Ratio	1.25 : 1	1.22 : 1	1.10 : 1	1.52 : 1	1.61 : 1
Capitalization					
Authorized Capital	1,000.00	250.00	250.00	250.00	250.00
Paid-up Capital	348.27	232.18	193.48	172.93	172.93
Shareholders' Equity Per Share	213.46	226.63	183.15	186.57	171.38

* EPS of Tk. 82.34 per share diluted to Tk. 54.89 after distribution of 50% stock dividend

Comparison of Net Turnover & Gross Profit (in Millions of Taka)



NOTICE OF 32ND ANNUAL GENERAL MEETING

Notice is hereby given that the 32nd Annual General Meeting of Olympic Industries Limited will be held on Thursday, December 29, 2011 at 10:00 AM at the battery factory premises of the company at Kutubpur, Kanchpur, Bondar, Narayananj to transact the following business:

Agenda

1. To receive, consider and adopt the audited accounts for the year ended June 30, 2011 and the reports of the auditors and directors thereon.
2. To consider and approve the payment of 50% Stock Dividend i.e. 1 (one) ordinary share for every 2 (two) ordinary shares held and 10% Cash Dividend to the shareholders for year ended June 30, 2011, as recommended by the Board of Directors.
3. To consider the re-appointment of Mr. Aziz Mohammad Bhai, Director
4. To consider revision of remuneration of Chairman
5. To consider allowing out-of-pocket expenses for Managing Director to defray miscellaneous expenses borne for official company business
6. To appoint auditors for the year ending on June 30, 2012 and to fix up their remuneration.
7. To transact any other business of the company with the permission of the Chairman.

By order of the Board

Date: November 24, 2011



Md. Nazimuddin
Executive Director
& Company Secretary

Notes

1. The Record Date for entitlement of above Stock and Cash Dividends will be on December 5, 2011
2. The Proxy Form, if used, is to be deposited bearing revenue stamp of Tk.10.00 at the Registered Office of the Company at least 48 hours before the meeting. Proxy must be a shareholder of the company.
3. Admission to the meeting venue will be on production of the Attendance Slip, duly signed. Children and non-members are not allowed to attend the meeting. The Attendance Slip and Proxy Form will be sent with the Annual Report. The signature of Proxy is to be verified by the shareholder appointing the Proxy.
4. Change of address, if any, may please be informed in writing to the company.
5. If any shareholder has any questions pertaining to the accounts, the auditors' or directors' reports thereon, they must be submitted at the Registered Office of the

CHAIRMAN'S MESSAGE TO SHAREHOLDERS

Dear Shareholders,

It is with great pleasure that I welcome you to our 32nd Annual General Meeting and present to you our annual report for the fiscal year ended June 30, 2011. Once again, I wish to thank our loyal shareholders who have supported us diligently since we embarked on this journey. Along with the board of directors, I am pleased to state that Olympic has, yet again, reported record-breaking results.

Consumers in Bangladesh are demanding products of superior quality however they are also demanding that these products be produced within safe and hygienic environments. We feel that we are very well equipped to address the needs and demands of these consumers and we feel that our results speak for themselves. We are well positioned to take advantage of future growth by expanding our production capacity across all product ranges; these pre-emptive moves will, we expect, generate significant shareholder value along the way.

Looking back at the amalgamation of Tripti with Olympic three years ago, we can clearly see that our management team has optimized the results far beyond even our expectations. We have significantly improved our efficiencies and have also benefited from the amalgamated assets and resources acquired from Tripti, such as continual positive growth in the ballpoint pen industry.

We are what we are today because of the dedication and commitment of each and every member of our organization; knowing that we have this dedication allows us to elevate our goals and objectives. We must not forget the loyalty of our distributors and, of course, our consumers. Finally, we are grateful for the support and co-operation of the SEC, the stock exchanges, our financial institutions and government offices and agencies.

We would not be where we are today without the unwavering commitment of our managing director, Mr. Mubarak Ali; our financial results are a demonstration of his tireless efforts and his vision has shown us where we want to be in ten years. His diligence and dedication have helped Olympic set itself apart from its competitors.

Sincerely Yours,

A handwritten signature in black ink, appearing to read 'Mohammad Bhai', written in a cursive style.

Mohammad Bhai
Chairman

REPORT OF THE BOARD OF DIRECTORS

Dear Shareholders,

With great pleasure, we present our report of the board of directors for the year ended June 30, 2011, together with the audited accounts as well as the report of the auditors.

During the last fiscal year, we are pleased to report that Olympic has experienced positive results and offer the following figures to illustrate year-over-year growth.

Net Turnover	+58%	Gross Profit	+39%	Net Profit Before Tax	+34%
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Figure 1 - Net Turnover (in Millions of Taka)

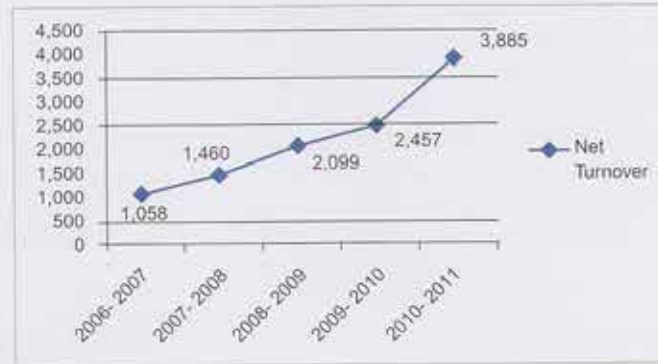
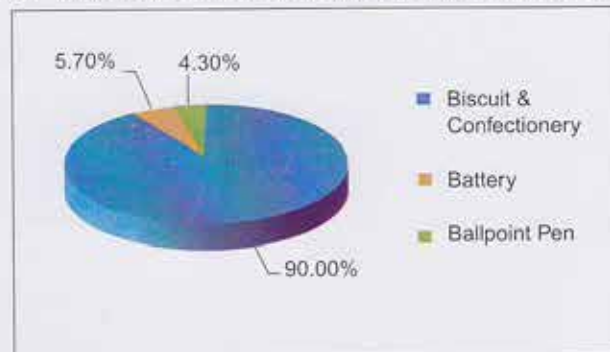


Figure 2 represents a breakdown of the company's net turnover over its three main units. A summary of activities for the fiscal year 2010-2011 follows

Figure 2 - Breakdown of 2010-2011 Net Turnover by Percentage



Biscuit and Confectionery

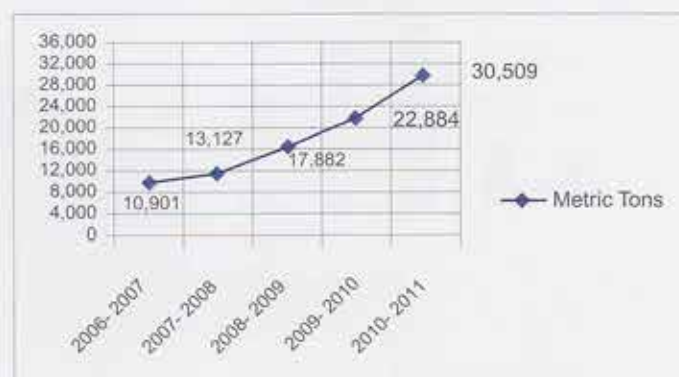
As you know, we commenced our venture into the biscuit and confectionery industries in December 1996 with a single biscuit line and hard-boiled candy line. Our flagship brands, Energy Plus and TIP, have become household names that are recognized across the country. We are pleased to report that we are currently operating four biscuit production lines round-the-clock as well as producing our biscuits in Chittagong under a third-party manufacturing agreement.

We have recently executed an agreement to purchase our fifth biscuit line from Italy and India, to be placed within our currently under-construction production complex in Lolati. It is expected that this line will have a monthly production capacity of 1,800 MT per month and commercial production should commence from July 2012. We are pleased to report that installation and commissioning of our bakery & cookie unit is underway and we expect commercial production to commence from February 2012.

In fiscal year 2010-2011, our biscuit and confectionery unit produced 30,509 MT of products as compared to 22,884 MT in fiscal year 2009-2010, representing a 33% increase in products manufacturing by this unit. The value of goods produced at this unit in fiscal year 2010-2011 totaled Tk. 3.49 billion, representing a 62% increase over the 2009-2010 value of Tk. 2.15 billion. It is interesting to note that the percentage of net turnover from the biscuit and confectionery continues to increase, now representing 90% of net turnover as compared to 87.7% for the previous year.

We are pleased to inform our shareholders that we have made great strides in our efforts to reduce production costs through improvements to our operational efficiency. Advanced packing machines, raw materials bulk handling equipment and efficient inventory management systems are just three examples of our commitment towards complete automation. Benefits include reduced raw material costs and improvements in quality and hygiene.

Figure 3 - Annual Biscuit and Confectionery Production



We informed our shareholders last year that we have, over the years, supplied fortified biscuits for the Bangladesh School Nutrition Program, administered by Land O' Lakes and funded by the United States Department of Agriculture; while this program has now concluded, we take immense pride in our involvement with their most recent project of producing and distributing mineral and vitamin fortified cereal bars to school children in Jamalpur district, under their Bangladesh Local Procurement Program. From this program, Olympic has earned USD 787,000.00 from the sale of an estimated 10 million cereal bars.

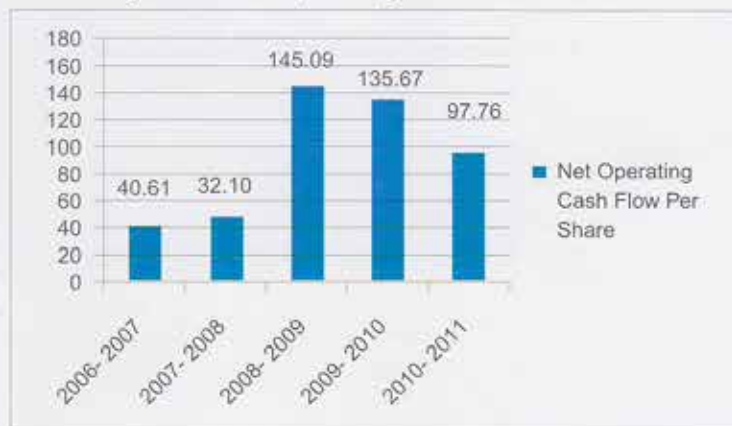
Olympic transitioned from hard-boiled candy production to depositor candy production through the installation of its first depositor candy line in January 2010. We are happy to report that we have imported a second depositor line in order to meet market demand and this line has been in commercial production since October 2011. We have and are currently exploring various options within the confectionery space and expect that this segment will continue to positively contribute to the company's net turnover and overall profitability.

We are pleased to announce that the board of directors has approved the procurement of an éclair production line and it is expected that this line will commence commercial production in July 2012. Our centre-filled gum line has commenced commercial production with the introduction of mango and mint varieties.

We are also pleased to announce that the board of directors has approved the procurement of jar and tray making machineries to assist us in meeting the growing need for raw materials due to a rise in demand for our products. This step towards backward integration will assist us in improving the quality of these packaging materials and ensuring uninterrupted supply of these components.

We have a strong commitment to our consumers and our shareholders of our dedication to hygiene, safety and health. As such, we are pleased to inform our stakeholders that we have passed our surveillance audit and received revalidation of our HAACP certification from SGS. We have temporarily delayed the final certification audit for our ISO 22000:2005 (Food Safety Management Systems) certification due to continual construction and development at our facilities; we expect to complete these formalities by the end of Q2 2012. We are of the opinion that there are no quick-fixes for hygiene, safety and health and these require constant attention and commitment; as we stated last year, the newly-established health & safety committee at the operations level is very active and reports to management on a quarterly basis on pertinent matters.

Figure 4 - Net Operating Cash Flow Per Share



Dry-cell Battery

Dry-cell battery sales during fiscal year 2010-2011 generated net turnover of Tk. 223.3 million, representing a 25% increase from 2009-2010 net turnover of Tk. 178.5 million. During fiscal year 2010-2011, Olympic sold 30.4 million pieces of dry-cell batteries, representing an improvement of 28% from the same period a year ago. As stated last year, considering the declining trends we have witnessed within the dry-cell battery industry in the last few years, we are very satisfied with these results. Similar to the previous two years, a heavy focus with placed on the marketing and promotion of our dry-cell batteries, resulting in high selling expenses.

We are pleased to report that net profit before tax for the battery unit during fiscal year 2010-2011 was Tk. 29.6 million which is 73% higher than fiscal year 2009-2010. It is interesting to note that this year's net profit before tax for the battery unit is 188% higher than the net profit before tax for the battery unit reported two years ago.

Olympic is currently producing UM-1, UM-3 and UM-4 sizes of dry-cell batteries. While we have anticipated a slow-down in the consumption of UM-1 batteries, there appears to be nominal growth potential within the other two sizes. Rechargeable torch lights as well as a reduction in production costs for Li-Ion or NiMH batteries for use in electronic devices have definitely hurt the single-use dry-cell battery industry. We will, of course, continue to assess the market in Bangladesh and make decisions that will deliver the best possible returns for our shareholders.

Ballpoint Pen

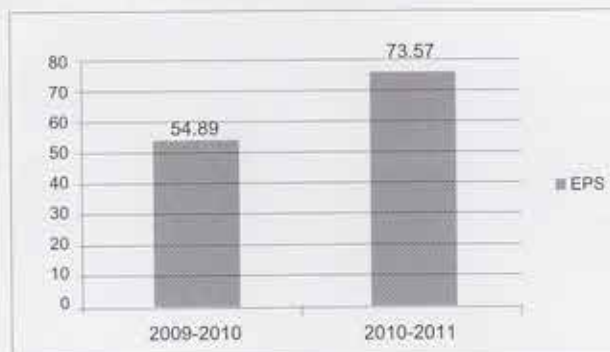
Olympic acquired the ballpoint pen unit during its amalgamation with Tripti Industries Limited. In fiscal year 2010-2011, the ballpoint pen unit produced 56.1 million pieces, representing a 38% increase over 40.5 million produced a year ago. The ballpoint pen unit contributed Tk. 167.8 million towards net turnover in fiscal year 2010-2011 representing a 34% year-over-year increase. While not substantial, we are pleased to report that the ballpoint pen unit has returned to profitability with the hard work and dedication of our sales and marketing team.

Our potato seed tissue cultivation project still has not reached the critical mass that we had expected. The potato seed market continues to be very volatile and we have taken steps to reduce our exposure as much as possible. We have concluded that it would be most prudent for shareholder value if we were to wind down these operations to focus on our core competencies.

The oil refining and hydrogenation unit is an acquired asset from the amalgamation of Tripti Industries Limited three years ago. At the moment, there are still considerable risks and many unknown factors within the edible oil market. While we are still continuing our consideration of various options, it is important to understand that, in order to attain market viability, a very substantial investment must be made toward fractionation, storage and bottling. As per discussions held during the 29th Annual General Meeting of the shareholders in 2008, we are seeking out interested parties who may desire to purchase the production unit, with or without the accompanying land. A decision would then be taken, considering the offered price from the prospective buyer and the best interests of the company. We will continue to update our shareholders on the status of this unit but, in the meanwhile, would like our shareholders to know that much caution and prudence shall be exercised to preserve and retain shareholder value.

Our electric bulb unit is currently non-operational due to a lack of allocation of space for the machinery, which was intended to be installed on the premises of the biscuit and confectionery unit. We are seeking suitable alternatives for relocation however we are unable to confirm the strength of demand for these products at this juncture.

Figure 5 - Earnings Per Share (Adjusted for 50% Stock Dividend)



Raw material prices continue to display significant instability, primarily due to frequent changes in demand and supply due to a global economic slowdown and natural disasters. Most base raw materials we utilize are either imported by ourselves or imported and value-added by processors; as such, we are highly dependent upon global economic prices, particularly for flour, sugar, oil, metal and chemical prices. Regardless of these instabilities, we have been able to maintain our low-margin products within the market. Due to our aggressive procurement policies and improvements in operational efficiency, we are proud to report yet more recording-breaking results and again, we must congratulate and commend each and every member of the organization.

We are proud to inform our shareholders that we have successfully implemented SAP enterprise resource planning software for full integration between the various areas and functions of the company, including but not limited to marketing & sales, production planning, materials management, accounting and finance. SAP ERP is the de facto industry standard for enterprise resource planning software, integrating global business best practices.

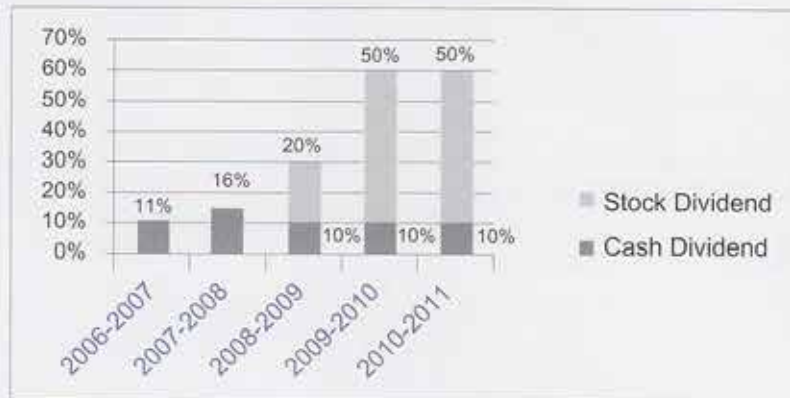
We are pleased to inform our shareholders that we have purchased 1.29 bigha of additional land at the site of our new manufacturing complex located in Lolati for a purchase price of Tk. 11.1 million, bringing our total at the site to 9.60 bigha of land. Furthermore, we have purchased 0.585 bigha of land at our existing biscuit and confectionery unit for a purchase price of Tk. 9.23 million, bringing our total at the site to 7.155 bigha. During fiscal year 2010-2011, a total of Tk. 115.8 million has been spent on building and construction at new and existing factory sites. Capital work-in-progress during the fiscal year ended June 30, 2011 was Tk. 239.8 million.

Dividend

The board of directors is pleased to recommend 10% cash dividend and 50% stock dividend for the year ended June 30, 2011. Of course, the distribution of this dividend shall be subject to the approval of the shareholders at the 32nd annual general meeting.

Shareholders whose name appears on either the list of shareholders or the CDBL register on the record date of December 5, 2011 shall be entitled to the dividend.

Figure 6 - Annual Dividend Declaration



Contribution to the National Exchequer

During the fiscal year ended June 30, 2011, Olympic Industries Limited contributed Tk. 658,593,500 to the National Exchequer in the form of value added tax, income tax, customs, duties, and other levies which equates to 16.95% of the annual net turnover of the company.

Election of Director

Mr. Aziz Mohammad Bhai, Director, retires by rotation (as per article 119 of the Articles of Association of the company). Being eligible (as per article 121 of the Articles of Association of the company), he offers himself for re-election.

Revision of Remuneration of Chairman

The board of directors hereby proposes to revise and fix the remuneration of Mr. Mohammad Bhai, Chairman from Tk. 500,000.00 per month to Tk. 1,000,000.00 per month. Subject to approval at the 32nd Annual General Meeting of the company, he shall draw the following remuneration and benefits from January 1, 2012:

Remuneration:	Tk. 1,000,000.00 per month
Accommodation:	Free, furnished accommodation at a maximum rental of Tk. 150,000.00 per month
Transportation:	Full-time transportation with fuel and driver
Bonus:	As per the rules of the company
Tax:	To be borne by individual

Out-of-Pocket Expenses for Managing Director

The board of directors has noted that the Managing Director frequently has to bear expenses personally for official company purposes. As such, the board of directors proposes out-of-pocket expense allowance of Tk. 200,000.00 per month for official company purposes to the Managing Director.

Appointment of Auditors

M/s M.J. Abedin & Co, chartered accountants who was appointed as auditors at the 31st Annual General Meeting of the company on December 30, 2010, completing their first year of service. M/s M.J. Abedin & Co, chartered accountants, has offered its services for appointment as auditors of the company for the year ending June 30, 2012. M/s M.J. Abedin & Co., chartered accountants, was paid Tk. 300,000.00 as remuneration.

Report of Audit Committee

The audit committee has reported to the board of directors that during its audit activities throughout the year, it did not find any concerns or irregularities.

Passing of Mr. Raja Mohammad Bhai, Director



The board of directors regrets to inform shareholders of the passing of our director, Mr. Raja Mohammad Bhai, on May 11, 2011(Inna Lillahe Wainna Ilaihe Rajeun). The board of directors humbly requests shareholders to pray for the departed soul. We pray for the strength and courage of his family to deal with this immense loss.



Mohammad Bhai
Chairman



Mubarak Ali
Managing Director

REPORT ON CORPORATE GOVERNANCE COMPLIANCE

In compliance with Notification No. SEC/CMRRCD/2006-158/Admin/02-08 issued by the Securities and Exchange Commission on February 20, 2006, the board of directors of the company report the following:

A. Financial statements, books of accounts, accounting policies and standards, etc (Condition 1.4)

1. The financial statements prepared by the management of the company fairly present its state of affairs, the results of its operations, cash flows and changes in equity.
2. Proper books of accounts of the company have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of the financial statements and the accounting estimated are based on reasonable and prudent judgment.
4. International accounting standards, as applicable in Bangladesh, have been strictly adhered to in preparation of the financial statements and any departure from these standards have been adequately disclosed and documented.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts on the company's ability to continue as a going concern.
7. Significant deviations from last fiscal year's operating results, if any, have been highlighted and reasons thereof have been documented and explained.
8. Key operating and financial data of preceding five years have been summarized and furnished.

B. Board meetings held during the period of the report and attendance by directors (Condition 1.4(j))

During the year ended June 30, 2011, a total of 26 meetings of the board of directors of the company were held and attendance by each director (including fees) is as follows:

Director	Attended	Fees
Mr. Mohammad Bhai, Chairman	26 meetings	Tk. 18,750
Mr. Mubarak Ali, Managing Director	26 meetings	Tk. 18,750
Mr. Aziz Mohammad Bhai, Director	-	-
Mr. Raja Mohammad Bhai, Director	25 meetings	Tk. 18,000
Mr. Munir Ali, Director	1 meeting	Tk. 750
Mr. Sharif M. Afzal Hossain, Independent Director	2 meetings	Tk. 1,500
	Total	Tk. 57,750

Non-attendance at meetings by directors were on the basis of health and leaves of absence were granted accordingly.

C. Pattern of Shareholding as on June 30, 2011 (Condition 1.4(k))

(i) Associated Company M/s Ambee Limited	143,247 shares
(ii) Directors, Company Secretary, Head of Internal Audit	
Mr. Mohammad Bhai, Chairman	127,156 shares
Mr. Mubarak Ali, Managing Director	208,936 shares
Mr. Aziz Mohammad Bhai, Director	540,801 shares
Mr. Raja Mohammed Bhai, Director (Deceased on May 11, 2011)	23,010 shares
Mr. Munir Ali, Director	53,020 shares
Mr. Md. Nazimuddin, Company Secretary	1,452 shares
Mr. Md. Enamul Kabir, Head of Internal Audit	0 shares

(iii) Top 5 Salaried Executives	
Mr. Laskar Hafiz	0 shares
Mr. Madad Ali Virani	0 shares
Mr. Harun-al-Rashid	3 shares
Mr. S. R. Mondal	10 shares
Mr. Mazharal Hasan Khan	45 shares
(iv) Shareholder holding 10% or more Voting Interest	
Mr. Aziz Mohammad Bhai, Director	540,801 shares

D) Status of compliance with conditions outlined in Corporate Governance Code - Condition 5.00:

Condition No.	Title	Compliance	
		Compliance	Compliance
1.1	Number of board members should not be less than 5 and more than 20	✓	
1.2(i)	Number of independent directors (at least 1/10th, minimum one)	✓	
1.2(ii)	Appointment of independent director by elected directors	✓	
1.3	Chairman and CEO should be different individuals and Chairman should be from amongst directors	✓	
1.4(a)	Fair presentation of financial statements	✓	
1.4(b)	Maintenance of proper books of accounts	✓	
1.4(c)	Consistent application of appropriate accounting policies and accounting estimates	✓	
1.4(d)	Adherence to international accounting standards as applicable in Bangladesh	✓	
1.4(e)	Sound and effective internal control system	✓	
1.4(f)	Ability to continue as a going concern	✓	
1.4(g)	Highlight significant deviations from previous year's operating results, if any	✓	
1.4(h)	Summary of key operating and financial data	✓	
1.4(i)	Reasons for non-declaration of dividend	✓	
1.4(j)	Breakdown of board meetings and attendance	✓	
1.4(k)	Reporting of pattern of shareholding	✓	
2.1	Appointment of Chief Financial Officer, Head of Internal Audit and Company Secretary	✓ (Partial)	CFO to be appointed shortly
2.2	Attendance of CFO and Company Secretary at board meetings, as required	✓ (Partial)	On appointment, CFO will attend

3.0	Formation of audit committee	✓		
3.1(i)	Audit committee to be composed of at least three members	✓		
3.1(ii)	Audit committee members should be appointed by board of directors and should include one independent director	✓		
3.1(iii)	Vacancy on audit committee should be filled within one month	✓		
3.2(i)	Board of directors should select one member of the audit committee as its chairman	✓		
3.2(ii)	Chairman of audit committee should have sufficient qualifications and knowledge in accounting or finance	✓		
3.3.1(i)	Reporting of activities of the audit committee to board of directors	✓		
3.3.1(ii) a	Report on conflicts of interest by audit committee to board of directors	✓		
3.3.1(ii) b	Report on fraud or irregularity or material defects in internal control systems by audit committee to board of directors	✓		
3.3.1(ii) c	Report on infringement of laws including securities-related laws, rules and regulations by the audit committee to the board of directors	✓		
3.3.1(ii) d	Immediate report on any other matters which should be disclosed by the audit committee to the board of directors	✓		
3.3.2	If the audit committee has reported to the board of directors any issue(s) of material impact on financial or operating conditions and it finds that the rectifications suggested have been ignored, audit committee should directly report its findings to the Commission, upon reporting such matters to the board of directors three times or upon the completion of a nine month period from its initial report	✓		
3.4	Report of activities carried out by the audit committee should be signed by the chairman and disclosed in the annual report	✓		
4.00(i)	Statutory auditor shall not perform services related to appraisal, valuation or fairness	✓		
4.00(ii)	Statutory auditor shall not perform services related to design and implementation of financial information systems	✓		

4.00(iii)	Statutory auditor shall not perform services related to book-keeping or accounting	✓		
4.00(iv)	Statutory auditor shall not perform broker-dealer services	✓		
4.00(v)	Statutory auditor shall not perform actuarial services			
4.00(vi)	Statutory auditor shall not perform services related to internal audits	✓		
4.00(vii)	Statutory auditor shall not perform any other service that audit committee determines	✓		

AUDITORS' REPORT

TO THE SHAREHOLDERS OF OLYMPIC INDUSTRIES LIMITED

We have audited the accompanying financial statements of Olympic Industries Limited which comprise the Statement of Financial Position as at 30 June 2011 and the Statement of Comprehensive Income, Statement of Changes in Shareholders' Equity and Statement of Cash Flows for the year then ended and a summary of significant accounting policies and explanatory notes thereto.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), and for such internal control as management determines is necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.


Opinion

In our opinion, the financial statements prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the state of the Company's affairs as at 30 June 2011 and the results of its Comprehensive Income and its Cash Flow for the year then ended and comply with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

We also report that :

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) in our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examination of those books;
- iii) the company's Statement of Financial Position and Statement of Comprehensive Income dealt with by this report are in agreement with the books of accounts and
- iv) the expenditures incurred were for the purpose of the company's business.

Dated, Dhaka
29 October 2011



M. J. ABEDIN & CO
Chartered Accountants

FINANCIAL STATEMENTS


STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2011

	Notes	Amount in Taka	
		30-Jun-11	30-Jun-10
NET ASSETS			
Non-current Assets			
Property, Plant and Equipment (At cost less accumulated depreciation)	8	526,741,124	456,599,913
Capital Work in Progress		239,826,157	95,095,683
Deferred Expenses (Lease Rent)		7,687,652	12,886,340
Current Assets		1,076,067,327	797,331,808
Inventories	9	349,721,212	245,123,706
Accounts Receivables	10	24,167,168	13,543,286
Advances, Deposits & Prepayments	11	175,199,888	190,097,008
Cash and Cash Equivalents	12	526,979,059	348,567,808
Current Liabilities and Provisions		(862,244,637)	(651,071,767)
Loans	13	188,676,526	139,365,995
Interest Payable		4,150,482	-
Creditors for Goods		270,226,750	185,965,306
Creditors for Services		4,522,314	4,250,216
Accrued Expenses		34,111,973	31,293,770
Advance against Sales		129,725,480	69,824,339
Liabilities for Other Finance		55,289,502	29,208,558
Lease Finance - Current Portion		30,382,411	32,018,265
Provision for Taxation	14	129,619,984	145,925,332
Unclaimed Dividend	15	15,539,215	13,219,986
Net Current Assets		213,822,690	146,260,041
Deferred Tax Liabilities		(22,780,104)	(18,444,598)
Deferred Liabilities	16	(78,599,368)	(61,758,055)
		886,698,151	630,639,324
FINANCED BY			
Shareholders' Equity		743,408,956	526,193,378
Share Capital	17	348,272,500	232,181,700
Share Premium	18	-	56,929,150
Retained Earnings			
- As per Statement of Changes in Shareholders' Equity		395,136,456	237,082,528
Non-Current Liabilities			
Long Term Loan (Secured)	19	132,135,699	62,686,050
Lease Finance - Long Term	20	11,153,496	41,759,896
		886,698,151	630,639,324


The annexed notes form part of these financial statements.
Approved by the board on 29 October 2011 and signed on its behalf by :


Mohammad Bhai
Chairman


Mubarak Ali
Managing Director


Md. Nazimuddin
Company Secretary
As per our separate report of even date annexed.

Dated, Dhaka
29 October 2011



M. J. ABEDIN & CO
Chartered Accountants

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2011

	Notes	Amount in Taka	
		30-Jun-11	30-Jun-10
Turnover	21	3,885,101,824	2,457,753,100
Cost of Goods Sold	22	(2,913,462,747)	(1,759,648,080)
Gross Profit		<u>971,639,077</u>	<u>698,105,020</u>
Operating Expenses		<u>(579,416,558)</u>	<u>(392,870,853)</u>
Administrative Expenses	23	(111,541,999)	(85,262,041)
Selling Expenses	24	(467,874,559)	(307,608,812)
Profit from Operations		<u>392,222,519</u>	<u>305,234,167</u>
Finance Cost	25	(52,132,767)	(38,148,952)
		<u>340,089,752</u>	<u>267,085,215</u>
Non Operating Income	26	30,977,340	9,781,955
		<u>371,067,092</u>	<u>276,867,170</u>
Contribution to Workers' Profit Participation / Welfare Funds		(17,669,862)	(13,184,151)
Profit Before Tax		<u>353,397,230</u>	<u>263,683,019</u>
Income Tax Expenses			
Current Tax		(92,848,732)	(67,410,091)
Deferred Tax Income / (Expense)		(4,335,506)	(5,102,740)
		<u>(97,184,238)</u>	<u>(72,512,831)</u>
Profit - After Tax Transferred to Statement of Changes in Shareholders' Equity		<u>256,212,992</u>	<u>191,170,188</u>
Basic Earnings Per Share (Par value Tk.100/-)	27	73.57	54.89
Number of Shares used to Compute EPS		<u>3,482,725</u>	<u>3,482,725</u>

The annexed notes form part of these financial statements.
Approved by the board on 29 October 2011 and signed on its behalf by :


Mohammad Bhai
Chairman


Mubarak Ali
Managing Director


Md. Nazimuddin
Company Secretary

As per our separate report of even date annexed.

Dated, Dhaka
29 October 2011



M. J. ABEDIN & CO
Chartered Accountants


STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2011

	Amount in Taka	
	30-Jun-11	30-Jun-10
A. Cash Flows from Operating Activities		
Cash Receipts from Customers & Others	3,934,389,175	2,491,124,269
Cash Paid to suppliers and Employees	(3,446,350,677)	(2,086,359,324)
Cash Generated from Operations	488,038,498	404,764,945
Interest Paid	(47,982,285)	(38,177,416)
Income taxes paid	(99,581,268)	(51,593,766)
Net Cash from Operating Activities	340,474,945	314,993,763
B. Cash Flows from Investing Activities		
Acquisition of Capital Assets	(283,985,571)	(174,774,070)
Interest Received	30,221,948	7,638,013
Net Cash Used in Investing Activities	(253,763,623)	(167,136,057)
C. Cash Flows from Financing Activities		
Loans	118,760,180	59,736,486
Lease Finance	(32,242,254)	(6,847,838)
Liabilities for Other Finance	26,080,944	5,214,814
Dividend Paid	(20,898,941)	(18,323,789)
Net Cash from Financing Activities	91,699,929	39,779,673
Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	178,411,251	187,637,379
Cash & Cash Equivalents at Opening	348,567,808	160,930,429
Cash & Cash Equivalents at Closing	526,979,059	348,567,808

The annexed notes form part of these financial statements.

Approved by the board on 29 October 2011 and signed on its behalf by :



Mohammad Bhai
Chairman


Mubarak Ali
Managing Director


Md. Nazimuddin
Company Secretary

As per our separate report of even date annexed.

Dated, Dhaka
29 October 2011


M. J. ABEDIN & CO
Chartered Accountants


STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED 30 JUNE 2011

	Amount in Taka			
	Share Capital	Share Premium	Retained Earnings	Total
Balance as on 01 July 2009	193,484,800	95,626,050	65,260,820	354,371,670
Bonus Shares Issued -1 Bonus Share against 5 Or. Shares of Tk.100/- each	38,696,900	(38,696,900)	-	-
Net Profit for the year ended 30 June 2010	-	-	191,170,188	191,170,188
Transferred to Dividend Payable Account	-	-	(19,348,480)	(19,348,480)
Balance as on 30 June 2010	232,181,700	56,929,150	237,082,528	526,193,378
Balance as on 01 July 2010	232,181,700	56,929,150	237,082,528	526,193,378
Bonus Shares Issued -1 Bonus Share against 2 Or. Shares of Tk.100/- each	116,090,800	(56,929,150)	(59,161,650)	-
Transferred to Dividend Payable Account	-	-	(23,218,170)	(23,218,170)
Short Provision of Income Tax in respect of earlier year	-	-	(15,779,244)	(15,779,244)
Net Profit for the year ended 30 June 2011	-	-	256,212,992	256,212,992
Balance as on 30 June 2011	348,272,500	-	395,136,456	743,408,956

The annexed notes form part of these financial statements.
Approved by the board on 29 October 2011 and signed on its behalf by :



Mohammad Bhai
Chairman


Mubarak Ali
Managing Director


Md. Nazimuddin
Company Secretary

As per our separate report of even date annexed.

Dated, Dhaka
29 October 2011


M. J. ABEDIN & CO
Chartered Accountants

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 30 JUNE 2011

1. Statutory Background of the Company and Overview of its Operational Activities

- (a) The Olympic Industries Ltd. (Formerly Bengal Carbide Limited) (the "Company"), is a company incorporated and domiciled in Bangladesh as a public limited company. It commenced commercial operation in 1982 and went for public issue of shares in 1984. The shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges of Bangladesh.

The registered office of the Company is located at 62-63, Motijheel Commercial Area Dhaka - 1000, Bangladesh. The industrial Units are located at Kanchpur and Bondar of Narayangonj.

The principal activities of the Company throughout the year continued to be manufacturing and marketing of Dry Cell Battery, Biscuit & Candy, Confectionery and Ball Pen items.

The products are sold in the local market.

- (b) During the year 2009, based on a decision adopted by the shareholders of the company in a meeting of the shareholders and creditors of the company and with due permission from the Hon'ble High Court division of Supreme Court of Bangladesh, the erstwhile Tripti Industries Ltd (Transferor Company) amalgamated with the company (Transferee company) and all the assets and liabilities of the Transferor company as of 1st July 2008 were transferred to the company (Transferee company) in exchange of issuance of 1 ordinary share of Tk. 100 each of the company to the shareholders of the transferor company for each 5.79 Ordinary shares of Tk 100 each of that company.

2. Corporate Financial Statements and Reporting

These comprise Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Shareholders' Equity, Statement Cash Flows and Explanatory Notes covering accounting policies.

This is prepared under the historical cost convention and in accordance with the requirements of the Companies Act 1994, the Securities and Exchange Rules 1987, the Listing Regulations of Dhaka and Chittagong Stock Exchanges and the International Financial Reporting Standards (IFRSs) and International Accounting Standards (IAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approved and authorized for issue of these financial statements.

The preparation of financial statements in conformity with Bangladesh Accounting Standards requires Board of Directors to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure of contingent assets and liabilities at the date of and during the reporting period. Due to the inherent uncertainty involved in making estimates, actual result reported could differ from those estimates.

3. **Critical Corporate Accounting Policies in respect of Recognition and Valuation of Key Accounting Issues**

Following are the accounting policies relating to recognition and valuation of items in financial statements which are material and critical in determining the company's results of operations for the year and financial position as on the Statement of Financial Position date and are consistent with those adopted in the financial statements for the previous year:

(a) **Recognition of Income**

Sales are accounted for on preparation of invoices along with delivery of goods.

(b) **Property, Plant and Equipment**

These are initially stated at cost of acquisition and subsequently stated at cost less accumulated depreciation. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes. Property, plant and equipment taken over on 1 July 2008 from the transferor company referred to in note 1 has been stated at carrying value of those assets as of 1 July 2008. In respect of major projects involving construction, related pre-operational expenses form part of the value of asset capitalized. Expenses capitalized also includes pre-operational borrowing cost. Expenditure incurred after the assets have been put into operation, such as repairs & maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets

Software and all up gradation/ enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

On retirement or otherwise disposal of fixed assets, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the Statement of Comprehensive Income which is determined with reference to the net book value of the assets and the net sales proceeds.

(c) **Depreciation**

Land is held on a freehold basis and is not depreciated considering the unlimited life. In respect of all other fixed assets, depreciation is provided using the straight-line method. Full year's depreciation is charged on additions and no depreciation is provided on retirement, irrespective of date of addition or retirement respectively.

The annual depreciation rates applicable to the principal categories are :

Building and other Construction	5% - 25%
Plant and Machinery	10% - 15%
Furniture & Fixtures	10%
Transport & Vehicles	20%
Office Equipment	10% - 25%

(d) Capital Work-In- Progress

Amount paid to acquire fixed assets and the cost of assets not put to use before the year-end are disclosed under Capital work-in-progress. Capital work-in- progress under the year under review represents expenses incurred in connection with:

Particulars	30 June 2011	30 June 2010
Machinery in Transit	73,966,833	23,554,187
Construction of Building	165,859,324	71,541,496
Total	239,826,157	95,095,683

(e) Deferred Sales Promotion Expenses

The deferred sales promotion expenses are amortized in 5 (five) years period.

(f) Borrowing Costs

Borrowing costs are charged as expenses for the year under review.

(g) Leases

Assets acquired during the period under lease finance has been classified as finance Lease. Assets acquired prior to 2006 were classified as Operating lease.

(h) Inventories

Inventories are carried at the lower of cost and net realizable value. Cost is determined on an weighted average cost basis. The cost of inventories comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Costs of conversion include all direct costs excluding interest expense. Net realizable value is the estimate of the selling price in the ordinary course of business less the cost of completion and selling expenses.

(i) Accounts Receivables

These are carried at original invoice amount which represent net realizable value only. This is considered good and collectible, and therefore, no amount was written off as bad debt and no debt was considered doubtful to provide for.

(j) Cash and Cash Equivalents

This comprises cash in hand and at banks.

(k) Other Current Assets

Other current assets have a value on realization in the ordinary course of the company's business, which are at least equal to the amount at which they are stated in the Statement of Financial Position.

(l) Income Taxes**Current Tax**

Income taxes are accounted for on an accrual basis with respect to currently payable amounts. Being publicly traded company, income tax @ 27.5% on profit has been provided.

Deferred Tax

The company has recognized deferred tax using Balance Sheet Liability Method in compliance with the provisions of Bangladesh Accounting Standards (BAS 12 : Income Taxes) The company's policy of recognition of deferred tax assets / liabilities is based on the following :

(i) Deferred tax liabilities are the amounts of income tax payable in future periods in respect of taxable or deductible temporary differences between the carrying amount (Book Value) of assets and liabilities for financial reporting purposes and its tax base.

(ii) Deferred tax assets are the amounts of income tax assets recoverable in future periods.

Temporary differences are differences between the carrying amounts of an asset or a liability in the Statement of Financial Position and its tax base.

(iii) Accordingly deferred tax income/expense has been considered to determine net profit (loss) after tax and Earnings Per Share.

(iv) Deferred Tax expense of 2011 - Tk 4,335,506

This represents the increase of deferred tax liability in 2011 in comparison to 2010 which has been reflected in the Statement of Comprehensive Income for the year under review.

(v) Deferred Tax expense of 2010 - Tk 5,102,740

This represents the increase of deferred tax liability in 2010 in comparison to 2009

(m) Cost of post Employment Benefits

The Company has recognized contributory provident fund scheme as a post employment benefit plan to eligible employees. Assets of provident fund are held in a separate trustee fund as per the relevant rules and is funded by payments from employees and by the company at pre-determined rates. The company's contributions to the provident fund is charged off as revenue expenditure in the period to which the contributions relate.

(n) Other Corporate Debt, Accounts Payable, Trade and Other Liabilities

These liabilities are carried at the anticipated settlement amount in respect of goods and services received, whether or not billed by the suppliers.

(o) Provisions

Provisions are liabilities of uncertain timings or amount. Provisions are recognized when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

(p) Share Premium

The Share Premium received in the earlier years has been utilized in accordance with provisions of the Companies Act 1994 and as directed by the Securities and Exchange Commission in this respect.

The Section 57 of the Companies Act, 1994 provides that the share premium account may be applied by the company:

- (a) in paying up unissued shares of the company to be issued to members of the company as fully paid bonus shares;
- (b) in writing off the preliminary expenses of the company;
- (c) in writing off the expenses or the commission paid or discount allowed on any issue of shares or debentures of the company; and
- (d) in providing for the premium payable on the redemption of any redeemable preference shares or of any debenture of the company.

In this respect, a statutory notification was issued in 1992 by the Controller of Capital Issues (now the Securities and Exchange Commission), allowing the above stated utilization of share premium including one additional purpose in adjusting or amortizing of intangible assets, subject to prior approval. The said notification also provides that the fund of the premium account is to be utilized in order of priority.

(q) Proposed Dividend

Dividend proposed by the board of directors for the year under review shall be accounted for after the approval of the shareholders in the annual general meeting.

(r) Earnings Per Share (EPS)

This has been calculated in compliance with the requirements of BAS 33 : Earnings Per Share by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

Basic Earnings

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

Weighted Average Number of Ordinary Shares Outstanding During the year

Current Year (2011)

The Bonus Shares issued during the year 2011 were treated as if they always had been in issue. Hence, in computing the Basic EPS of 2011, the total no. of shares including the said bonus shares has been considered as the Weighted Average No. of ordinary Shares outstanding during the year 2011.

Earlier Year (2010)

The number of Shares outstanding before the bonus issued has been adjusted for the proportionate change in the number of shares outstanding as if the bonus issue had occurred at the beginning of the earliest period reported (2010), and accordingly, in calculating the adjusted EPS of 2010, the total number of shares including the subsequent bonus issue in 2011 has been considered as the Weighted Average Number of Shares outstanding during the year 2010.

The basis of computation of number of shares as stated above is in line with the provisions of BAS 33 "Earnings per Share". The logic behind this basis, as stated in the said BAS is, that the bonus Shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings.

Diluted Earning per Share

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

(s) Foreign Currencies

Foreign Currency transactions are recorded at the applicable rates of exchange ruling at the transaction date.

4. Concentrations

As of Statement of Financial Position date, the Company does not have any significant concentration of business transaction with a particular customer, supplier or lender that could, if suddenly eliminated, severely affect the company's operations. The company also does not have a concentration of available sources of labour, services, or licenses or other rights that could, if suddenly eliminated, severely affect the operations of the company.

5. Reporting Currency

The amounts shown in these financial statements are presented in Bangladesh currency (Taka), which have been rounded off to the nearest Taka except where indicated otherwise.

6. Re - Classifications / Re-statements

Certain amounts for previous year have been re-classified / re-stated to conform with 2011 presentation.

7. Appropriation of Dividend for the period (2010)

On 30 December 2010, the 31st Annual General Meeting of the Company approved cash dividend of Tk. 10/= per share and 50% stock dividend for 2010. Accordingly, cash dividend amounting Tk. 23,218,170 and stock dividend of Tk. 116,090,800 in respect of 2010 have been provided in the accounts of 2011 and have been reflected in the Statement of Changes in Shareholders' Equity.

8. Property, Plant & Equipment

Particulars	Land and Land Development	Factory Building & Other const.	Plant & Machinery	Office Equipment	Furniture & Fixture	Transport & Vehicles	Total
Cost							
At 01 July 2010	70,674,924	128,334,610	577,834,765	7,385,148	9,112,931	46,528,556	839,670,932
Additions during the Year	28,203,755	11,581,940	99,212,836	39,700	216,866	-	139,255,097
Cost at 30 June 2011	98,878,679	139,916,550	676,847,601	7,424,848	9,329,797	46,528,556	978,926,029
Accumulated depreciation							
At 01.07.2010	-	59,441,626	296,713,240	4,888,250	5,243,332	16,784,571	383,071,019
Depreciation for the Year	-	9,125,086	49,847,904	729,168	819,136	8,592,592	69,113,886
Accumulated depreciation at 30 June 2011	-	68,566,712	346,561,144	5,617,418	6,062,468	25,377,163	452,184,905
Carrying Value at 30 June 2011	98,878,679	71,349,838	330,286,457	1,807,428	3,267,329	21,151,393	526,741,124
Carrying Value at 30 June 2010	70,674,924	68,892,984	280,793,773	2,495,362	3,998,885	29,743,985	456,599,913

This includes lease hold assets of Tk.76,817,920 which is made up as follows:

Particulars	Land and Land Development	Factory Building & Other const.	Plant & Machinery	Office Equipment	Furniture & Fixture	Transport & Vehicles	Total
Gross carrying amounts as on 01 July 2010	-	-	116,716,007	572,000	5,000,000	44,880,000	167,168,007
Additions during the Year	-	-	-	-	-	-	-
Transfer to Freehold Asset	-	-	(34,444,507)	-	(5,000,000)	(2,680,000)	(42,124,507)
Gross carrying amounts as on 30 June 2011	-	-	82,271,500	572,000	-	42,200,000	125,043,500
Accumulated depreciation as on 01 July 2010	-	-	35,333,094	457,600	2,625,000	16,590,000	54,005,694
Depreciation for the Year	-	-	8,227,150	114,400	-	8,440,000	16,781,550
Transfer to freehold Depreciation	-	-	(17,256,664)	-	(2,625,000)	(2,680,000)	(22,561,664)
Accumulated depreciation as on 30 June 2011	-	-	26,303,580	572,000	-	21,350,000	48,225,580
Net carrying amounts as on 30 June 2011	-	-	55,967,920	-	-	20,850,000	76,817,920
Net carrying amounts as on 30 June 2010	-	-	81,382,913	114,400	2,375,000	29,290,000	113,162,313

9. Inventories	Amount in Taka	
	as at	
	30-Jun-11	30-Jun-10
Materials	240,599,906	169,755,070
In-transit	48,490,031	27,968,699
Work-in-process	4,686,440	4,566,194
Finished Goods	18,214,771	15,269,301
Stores and Spares	37,730,064	27,564,442
	349,721,212	245,123,706

10. Accounts Receivables

- (a) Accounts Receivable of Tk. 24,167,168 is considered good in respect of which the company holds no security other than the debtors personal security.
- (b) No amount was due to the Directors (including Managing Director) Managing Agents, Managers and other Officers of the Company and any of them severally or jointly with any other person.
- (c) This includes Tk. 2,492,523 due from associated undertaking.
- (d) Debtors outstanding for a period

Exceeding six months	Tk. 8,114,925	Measures have been taken for realization of the dues.
Below six months	Tk. 16,052,243	

11. Advances, Deposits and Prepayments

Advances	144,995,046	155,161,440
Deposits	25,146,158	31,509,808
Pre-payments	5,058,684	3,425,760
	175,199,888	190,097,008
Advances :		
Bengal Steel Works Ltd. (Associated Company)	14,488,953	14,069,377
Panther Steel Mills Ltd. (Associated Company)	20,345,329	20,019,606
Bangladesh Agro Biotech Ltd	-	3,134,873
Income Tax	74,031,624	99,383,680
Employees	5,602,188	1,349,154
Suppliers and Contractors	30,526,952	17,204,750
	144,995,046	155,161,440

- (a) Advance to associated undertakings are secured by personal guarantee given by the directors.
- (b) Maximum amount due during the year under review from Associated undertaking was Tk.34,834,282 (2010-Tk.34,088,983)

- (c) Maximum amount due during the year under review from officers of the company was Tk.648,620 (2010-Tk 636,140).
- (d) No amount was due to the Directors (including Managing Director) and Managing Agents of the company and any of them severally or jointly with any other persons.

Deposits:

Security Deposit	5,410,847	4,675,799
VAT Deposit	8,924,706	14,213,673
Lease Deposit	6,335,991	8,145,722
Guarantee Margin Deposit	4,474,614	4,474,614
	25,146,158	31,509,808

Amount in Taka

as at

12. Cash and Cash Equivalents

	30-Jun-11	30-Jun-10
(a) Cash in hand	1,863,067	709,058
(b) Cash at Banks		
In current Accounts	30,431,993	29,004,400
In STD Account	37,765,597	24,811,430
In FD Account	456,912,107	294,034,107
In FC Account	6,295	8,813
	526,979,059	348,567,808

13. Loans

Loan from Banking Companies (Secured)	137,844,859	108,905,756
Current Portion of Long Term Loan (Note - 19.00)	46,316,103	25,238,871
Loan from Directors (Unsecured and interest free)	1,979,928	2,672,892
Loan from Others (Unsecured and interest free)	2,535,636	2,548,476
	188,676,526	139,365,995

14. Provision for Taxation

Provision made for the assessment year 2006-2007.	19,324,355	19,324,355
Provision made for the assessment year 2008-2009.	17,446,897	17,446,897
Provision made for the assessment year 2009-2010.	-	41,743,989
Provision made for the assessment year 2010-2011.	-	67,410,091
Provision made for the assessment year 2011-2012.	92,848,732	-
	129,619,984	145,925,332

The company filed appeals to the High Court Division of the Honorable Supreme Court of Bangladesh against further demand by the Income Tax authority of Tk. 6,530,750 and Tk. 15,931,357 for the assessment year 2006-2007 and 2008-2009 respectively.

15. Unclaimed Dividend

Year wise break up of the above is as follows:

1995	116,888	116,888
1997	904,210	905,210
2002	1,036,005	1,042,515
2003	941,912	949,970
2004	871,969	885,169
2005	818,389	830,563
2006	1,370,282	1,385,527
2007	624,265	662,709
2008	3,460,038	3,485,607
2009	1,577,728	1,624,622
2010	2,487,073	-
	<u>14,208,759</u>	<u>11,888,780</u>
In respect of erstwhile Tripti Industries Ltd (1988 to 2002)	1,330,456	1,331,206
	<u>15,539,215</u>	<u>13,219,986</u>

The above figures represent the dividends for which the warrants are either lying with the shareholders and have not been presented as yet by them to the bank for encashment or have been returned to the company undelivered due to change of address of those shareholders and their new address have not yet been communicated to the company. Under instruction from SEC, press advertisements were made to collect the past dividend warrants but many shareholders are yet to turn up to collect their respective warrants.

16. Deferred Liabilities

Workers Profit Participation and Welfare Funds	78,387,970	57,009,543
Contributory Provident Fund	211,398	4,748,512
	<u>78,599,368</u>	<u>61,758,055</u>

17. Share Capital

This represents :

Authorised Capital		
10,000,000 Ordinary shares of Tk.100 each	1,000,000,000	250,000,000
(2010: 2,500,000 ordinary shares of Tk.100 each)		
Issued Capital		
3,639,186 (2010:2,478,278) Ordinary shares of Tk.100 each	<u>363,918,600</u>	<u>247,827,800</u>

Subscribed and Paid Up Capital

794,807 Ordinary shares of Tk.100 each fully paid up in cash	79,480,700	79,480,700
205,472 Ordinary shares of Tk.100 each issued on merger	20,547,200	20,547,200
2,482,446 Bonus shares of Tk.100 each	248,244,600	132,153,800
	348,272,500	232,181,700

Ordinary Share Capital

45,000 Ordinary Shares of Tk.100 each fully paid up in cash in 1979 & 1980	4,500,000	4,500,000
45,000 Ordinary Shares of Tk.100 each fully paid up in cash in 1984	4,500,000	4,500,000
135,000 Ordinary Shares of Tk.100 each right issue at 1 : 1 in 1994	13,500,000	13,500,000
79,570 Ordinary Shares of Tk.100 each right issue at 1 : 1 in 1995	7,957,000	7,957,000
490,237 Ordinary Shares of Tk.100 each right issue at 1 : 1 in 1998	49,023,700	49,023,700
	79,480,700	79,480,700
205,472 Ordinary Shares of Tk.100 each issued in 2008 to the shareholders of erstwhile Tripti Industries Ltd. upon amalgamation with the company.	20,547,200	20,547,200
	20,547,200	20,547,200

Amount in Taka

as at

Bonus Share Capital

	30-Jun-11	30-Jun-11
45,000 Bonus Shares of Tk.100 each Issued from retained earnings at 2 : 1 in 1988.	4,500,000	4,500,000
270,000 Bonus Shares of Tk.100 each Issued from retained earnings at 1 : 1 in 1994.	27,000,000	27,000,000
206,523 Bonus Shares of Tk.100 each Issued from share premium at 3 : 1 in 1996.	20,652,300	20,652,300
413,046 Bonus Shares of Tk.100 each Issued from share premium at 2 : 1 in 1997.	41,304,600	41,304,600
386,969 Bonus Shares of Tk.100 each Issued from share premium at 5 : 1 in 2009.	38,696,900	38,696,900
1,160,908 Bonus Shares of Tk.100 each Issued from share premium and retained earnings at 2 : 1 in 2010.	116,090,800	-
	248,244,600	132,153,800

30.06.2011		30.06.2010		
No. of shares	%	No. of shares	%	
Directors and their family members	1,096,170	31.47	730,781	31.47
Institutions	586,017	16.83	395,672	17.04
Foreign Investors	836	0.02	558	0.02
General Public	1,799,702	51.68	1,194,806	51.47
3,482,725	100.00	2,321,817	100.00	

(a) Composition of share holdings

(b) The distribution schedule showing the number of shareholders and their share-holdings in percentage has been disclosed below as a requirement of Listing Regulation of Dhaka and Chittagong Stock Exchanges.

<u>Range of Holdings</u>	<u>No. of Shareholders</u>	<u>No. of Shares</u>	<u>Holdings %</u>
Less than 500 shares	9,892	453,830	13.03
501 to 5000 shares	298	416,965	11.97
5001 to 10000 shares	13	93,346	2.68
10001 to 20000 shares	7	89,888	2.58
20001 to 30000 shares	11	278,162	7.99
30001 to 40000 shares	1	38,461	1.10
40001 to 50000 shares	1	49,640	1.43
50001 to 100000 shares	7	514,710	14.78
100001 to 1000000 shares	7	1,547,723	44.44
Over 1000000 shares	-	-	-
	10,237	3,482,725	100.00

(c) Option on Unissued Shares

There is no option regarding authorised capital not yet issued but can be used to increase the issued, subscribed and paid up capital through the issuance of new shares.

(d) Market Price

Shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges and quoted at Tk 1,818 per share (2010-Tk.1,816) and Tk 1,810 per share (2010 Tk. 1,810) in the Dhaka and Chittagong Stock Exchanges respectively on 30.06.2011.

(e) Non-resident Share Holders

Particulars of non-resident share holders are as follows :

Particulars	Folio No.	30.06.2011 No. of Shares	30.06.2010 No. of Shares
Regent Moghul Fund Limited Level - 13, 1, Queen's Road, Central Hong Kong	96	324	216
Is Himalayan fund NV Herengracht 320, 1016, CE Amsterdam The Netherlands	1215	81	54
W.I. Carr(Far East) Limited	6263 (Ex TIL)	226	151
UBS Securities(East Asia) Ltd	6660 (Ex TIL)	15	10
Midland Bank Int'l Finance Corp. Ltd	7001 (Ex TIL)	189	126
Lloyds Bank PLC	7946 (Ex TIL)	1	1

Dividend is paid to non resident shareholders through local agents in BDT.

18. Share Premium

This is made up as follows:

(a) 31,390 Shares issued and allotted at a premium of Tk. 200- per share between April 1993 to March 1994.	6,278,000	6,278,000
(b) 103,610 Shares issued and allotted at a premium of Tk. 200- per share between April 1994 to March 1995.	20,722,000	20,722,000
(c) 79,570 Shares issued and allotted at a premium of Tk. 1,025/- per share between April 1994 to March 1995.	81,559,250	81,559,250
(d) 490,237 Shares issued and allotted at a premium of Tk. 100/- per share between April 1998 to March 1999	49,023,700	49,023,700
(e) 206,523 Bonus Share Issued between April 1995 to March 1996	(20,652,300)	(20,652,300)
(f) 413,046 Bonus Share Issued between April 1996 to March 1997	(41,304,600)	(41,304,600)
(g) 386,969 Bonus Share Issued between July 2009 to June 2010	(38,696,900)	(38,696,900)
(h) 569,291.5 Bonus Share Issued between July 2010 to June 2011	(56,929,150)	-
	-	56,929,150

The share premium has been utilised for the purposes as provided in the Securities and Exchange Ordinance 1969 as amended and the Companies Act, 1994.

	Amount in Taka	
	as at	
	30-Jun-11	30-Jun-10
19. Long Term Loan (Secured)		
United Commercial Bank Ltd	135,835,802	62,686,050
IPDC	-	12,076,090
Prime Finance & Investment Ltd	-	13,162,781
International Leasing & Financial Services Ltd	42,616,000	-
	<u>178,451,802</u>	<u>87,924,921</u>
Current Portion of Long Term Loan (Note - 13.00)	(46,316,103)	(25,238,871)
	<u>132,135,699</u>	<u>62,686,050</u>

Loan from United Commercial Bank Ltd (UCBL) - Term Loan

As against 13% interest bearing term loans of sanctioned limit of Tk. 18 (eighteen) crore, the company received an aggregate sum of Tk.146,583,406 from the bank during the year under review. The loans are repayable by December 2014

Loan from International Leasing & Financial Services Ltd (ILFSL) - Term Loan

During the year under review the company received an aggregate sum of Tk. 42,616,000 against total sanctioned limit of 17.83% interest bearing term loan of Tk. 5 (five) crore from International Leasing & Financial Services Ltd and repayable by 48 equal installments commencing from August 2011.

Nature of Security to UCBL and ILFSL

The loans are secured against hypothecation of related construction materials and machinery/equipments of the company and personal guarantee of Directors.

20. Lease Finance

This represents lease obligation for acquisition of lease hold assets :

Lease Finance	41,535,907	73,778,161
Current portion	(30,382,411)	(32,018,265)
	<u>11,153,496</u>	<u>41,759,896</u>

21. Turnover (Net of Vat)

	For the year			
	2011		2010	
	Qty.(Pcs/Mt)	Value (Tk.)	Qty.(Pcs/Mt)	Value (Tk.)
Battery Unit (Pcs)	30,468,908	223,333,485	23,769,744	178,540,155
Biscuit & Conf. Unit (MT)	30,527.13	3,493,962,323	22,822.00	2,154,267,795
Ballpen Unit (Pcs)	56,093,944	167,806,016	40,479,154	124,945,150
		3,885,101,824		2,457,753,100

Turnover of Biscuit & Confectionery unit includes sale proceeds of 400 MT cereal Bars amounting to Tk. 57,745,785 equivalent to US\$787,800. (Note - 38.00)

22. Cost of Goods Sold

	Amount in Taka	
	as at	
	30-Jun-11	30-Jun-11
Work-in-process (Opening)	4,566,194	3,392,631
Material Consumed (Note - 22.01)	2,595,351,100	1,537,284,725
Stores Consumed (Note - 22.02)	37,233,095	21,860,830
Factory Overhead (Note - 22.03)	214,830,382	147,897,796
Depreciation	69,113,886	59,658,065
Work-in-process (Closing)	(4,686,440)	(4,566,194)
Cost of Goods Manufactured	2,916,408,217	1,765,527,853
Finished Goods (Opening)	15,269,301	9,389,528
Finished Goods (Closing)	(18,214,771)	(15,269,301)
	2,913,462,747	1,759,648,080

This includes Tk.2,045,160 being the cost of battery top and washer transferred from Ball Pen Unit to Battery Unit at cost price.

Finished Goods	Qty	M.Unit	Value Taka
Opening Stock :			
Battery	413,856	Pcs	2,568,313
Biscuits	113.52	MT	8,047,444
Candy	14.91	MT	1,709,610
Ball Pen	1,100,832	Pcs	2,943,934
			15,269,301
Closing Stock:			
Battery	230,784	Pcs	1,665,478
Biscuits	125.24	MT	10,551,641
Candy	24.12	MT	3,513,937
Ball Pen	1,183,561	Pcs	2,483,715
			18,214,771

22. 01 Materials Consumed

Opening Stock	169,755,070	126,819,163
Purchases during the year	2,666,195,936	1,580,220,632
Closing Stock	(240,599,906)	(169,755,070)
	2,595,351,100	1,537,284,725

22. 02 Stores Consumed

Opening Stock	27,564,442	37,451,232
Purchases during the year	115,003,973	52,168,597
Transferred	(67,605,256)	(40,194,557)
Closing Stock	(37,730,064)	(27,564,442)
	37,233,095	21,860,830

	Amount in Taka	
	as at	
	30-Jun-11	30-Jun-11
22. 03 Factory Overhead		
Wages & Salaries	111,112,943	80,466,920
Repairs & Maintenance	12,433,350	4,125,168
Rent, Rates, Taxes & Fees	3,344,509	930,320
Insurance	7,417,631	5,791,565
Power & Fuel	26,346,214	20,059,867
Vehicles Repair & Maintenance	3,025,060	2,514,626
Printing & Stationery	2,380,684	1,728,673
Postage, Telephone & Telegram	387,776	403,499
Travelling & Conveyance	405,228	784,049
Subs. Newspaper & Periodicals	26,490	25,071
Entertainment	72,621	51,817
Legal Fees	72,000	135,926
Factory Maintenance Expenses	2,831,372	3,349,690
Donation	147,500	125,476
Transport & Carriage	7,788,648	8,127,755
Medical Expenses	340,872	246,344
Staff Food	2,112,007	1,286,498
Lease Rent	5,198,688	5,198,688
Labour Handling charge	3,187,425	2,243,753
Processing Charges	26,075,154	10,104,221
Research, Training & Development	124,210	197,870
	214,830,382	147,897,796

23. Administrative Expenses

Salaries & Allowances	53,669,806	38,830,639
Repairs & Maintenance	1,153,986	1,514,758
Rent	5,806,661	4,899,553
Rates & Taxes	336,360	468,548
Electricity, Gas & Water	914,815	1,006,290
Vehicles Repairs & Maintenance	4,133,250	2,680,984
Petrol, Oil & Lubricant	4,471,169	4,388,615
Printing & Stationery	1,484,158	1,201,102
Postages, Telephone & Telegram	3,900,931	4,897,311
Travelling & Conveyance	5,093,341	4,855,263
Subs. Newspaper & Periodicals	2,158,144	962,676
Entertainment	117,150	70,016
Audit Fees	300,000	225,000
Legal & Consultancy Fees	687,500	1,725,938
Directors' Remuneration & Allowances	17,800,000	11,600,000
Director's Board meeting Fees	58,500	65,250
Office Maintenance Expenses	4,596,205	3,961,784
Donation	2,062,600	113,450
Medical Expenses	15,024	27,680
Advertisement	1,179,987	730,010
A.G.M Expenses	1,602,412	1,037,174
	111,541,999	85,262,041

Break up of Directors' Board meeting fees are as follows:

Name of Directors	Position	Meeting held	Attended	Amount in Taka
Mr.Mohammad Bhai	Chairman	25	25	18,750
Mr. Mubarak Ali (CEO)	MD	25	25	18,750
Mr.Raja Mohammad Bhai	Director	25	25	18,750
Mr.Munir Ali	Director	25	1	750
Mr.Sharif M Afzal	Director	25	2	1,500
				58,500

	Amount in Taka	
	as at	
	30-Jun-11	30-Jun-11
24. Selling Expenses		
Salaries & Allowances	106,173,504	79,556,148
Repairs & Maintenance	42,580	799,920
Rent	2,041,345	1,626,584
Vehicles Repairs & Maintenance	502,306	811,236
Petrol, Oil & Lubricant	798,023	514,262
Electricity, Gas & Water	632,771	326,480
Printing & Stationery	3,819,421	3,721,428
Postage, Telephone & Telegram	728,664	471,426
Travelling & Conveyance	93,319,304	71,795,964
Subs. Newspaper & Periodicals	8,625	11,983
Entertainment	220,803	107,176
Legal Fees	40,200	86,536
Office Maintenances Expenses	1,259,547	444,556
Sales Promotion	118,912,828	63,074,734
Transport / Carriage	133,822,349	81,596,819
Medical Expenses	140,768	41,163
Advertisement	5,401,521	2,591,797
Research, Training & Development	10,000	30,600
	467,874,559	307,608,812
25. Finance Cost		
Bank charges	2,028,692	1,123,662
Interest	50,104,075	37,025,290
	52,132,767	38,148,952
26. Non Operating Income		
Interest earned on loans to:		
Bengal Steel Works Limited	419,576	839,152
Panther Steel Mills Limited	325,723	1,302,940
Interest Income on Bank deposit	30,221,948	7,638,013
Other Income	10,093	1,850
	30,977,340	9,781,955

	Amount in Taka	
	as at	
	30-Jun-11	30-Jun-11
27. Earnings Per Share (EPS)		
(a) Earnings attributable to the Ordinary Shareholders (Net profit after Tax)	256,212,992	191,170,188
(b) Weighted average number of ordinary Shares outstanding during the year [Note -3.00 (r)]	3,482,725	3,482,725
(c) Earnings Per Share (EPS)/(Adjusted EPS of 2010)	73.57	54.89
28. Net Asset Value		
Non-current assets	774,254,933	564,581,936
Net current assets	213,822,690	146,260,041
	988,077,623	710,841,977
Deduct:		
Long-term & deferred liabilities	(244,668,667)	(184,648,599)
	743,408,956	526,193,378
Number of Ordinary Shares at Balance Sheet date	3,482,725	2,321,817
NAV-Per Share		
On shares at balance sheet date	213.46	226.63
29. Net Operating Cash Flow Per Share		
Cash flows from operating activities as per Statement of cash flows	340,474,945	314,993,763
Number of Ordinary Shares at Balance Sheet date	3,482,725	2,321,817
Net Operating Cash Flow-Per Share		
On shares at balance sheet date	97.76	135.67

30. Related party transaction - disclosure under BAS 24

The company carried out a number of transactions with related parties in the normal course of business. The nature of transactions and their values are shown below :

Nature of Transactions	Value (Tk.)
Service charges paid to Quantum Electronics Ltd	900,000
Sales to : Ambee Pharmaceuticals Ltd	1,804,464
Due from Ambee Pharmaceuticals Ltd	2,492,523
Advances and Interest Receivable from:	
Bengal Steel Works Limited	14,488,953
Panther Steel Mills Limited	20,345,329
Loan from Directors	1,979,928
Interest income from:	
Bengal Steel Works Limited	419,576
Panther Steel Mills Limited	325,723

31. Dividend for the year

Subsequent to the balance sheet date, the Board of Directors recommended 50% (fifty percent) stock dividend i.e 1 (One) fully paid ordinary share for (two) ordinary shares and 10% (ten percent) cash dividend i.e Taka 10/- per share which will be recognized in the accounts as and when approved by the shareholders in the Annual General Meeting.

32. Salaries / Perquisites To Directors & Officers

The aggregate amounts paid / provided during the year in respect of directors and officers of the company as defined in the Securities and Exchange Rules, 1987 are disclosed below:

	Directors	Officers
Board Meeting Fees	58,500	Nil
Remuneration / salaries & allowance	15,800,000	41,050,083
Bonus	2,000,000	1,848,987
Accommodation	1,440,000	142,000
Company's Contribution to Provident Fund	-	460,278

33. Production Capacity & Capacity Utilisation

Products	Capacity		Utilization		Short Fall		Reason for Short Fall
	2011	2010	2011	2010	2011	2010	
Battery (pcs)	102,960,000	102,960,000	30,285,836	23,514,192	72,674,164	79,445,808	Less demand of UM-1 Battery
Biscuit & Confectionary (MT)	42,480	25,839	30,548.06	22,884.10	11,931.94	2,954.90	Less demand
Ball Pen (pcs)	100,000,000	46,080,000	56,176,673	40,579,514	43,823,327	5,500,486	Less demand
Soyabean Oil, Palm Olein and V.Ghee (MT)	120,000	120,000	-	-	120,000	120,000	Production suspended
Electric Bulb (pcs)	-	-	-	-	-	-	Production suspended

Utilization of biscuit & confectionary includes 2,757.51 MT which are produced through Oriental Bakery & Biscuit Industries Ltd Chittagong under 3rd Party manufacturing agreement.

34. Claim not acknowledged

There was no claim against the company not acknowledged as debt as on 30 June 2011.

35. Contingent Liabilities

There was no contingent liability as on 30 June 2011.

36. Capital Expenditure Commitment

There was no material capital expenditure authorized by the Board but not contracted for at 30 June 2011.

37. Credit Facility not availed

There was no credit facility available to the company under any contract, but not availed of as on 30 June 2011 other than trade credit available in the ordinary course of business.

38. Foreign Exchange earned

During the year under review an aggregate sum of USD 702,300 has been received out of USD 787,800 being sale proceeds of 100,000 Carton Cereal bar of 100 pcs each supplied to Land O Lake under USDA grant received by them with a view to increase school attendance of Primary school children in Bangladesh.

39. Post Balance Sheet Events - Disclosure Under BAS-10 "Events After The Balance Sheet Date"

Subsequent to the balance sheet date, the Board of Directors recommended 50% (fifty percent) stock dividend i.e 1 (One) fully paid ordinary share for 2 (two) ordinary shares and 10% (ten percent) cash dividend i.e Taka 10/- per share which will be recognized in the accounts as and when approved by the shareholders in the Annual General Meeting.

Excepting to that, no circumstances have arisen since the date of Statement of Financial Position which would require adjustment to, or disclosure in, the financial statements or notes thereto.

40. Approval of the Financial Statements

These financial statements were authorized for issue in accordance with a resolution of the company's board of directors on 29 October,2011.



Mohammad Bhai
Chairman



Mubarak Ali
Managing Director



Md. Nazimuddin
Company Secretary

Dated, Dhaka
29 October 2011

UNIT WISE WORKING RESULT

(AS PER REQUIREMENT OF SECURITIES AND EXCHANGE RULES, 1987)
FOR THE YEAR ENDED 30 JUNE 2011

	Notes	Amount in Taka				
		Battery Unit	Biscuit Unit	Ball Pen & Oil Unit	2011	2010
Turnover	21	223,333,485	3,493,962,323	167,806,016	3,885,101,824	2,457,753,100
Cost of Goods Sold	22	(162,846,199)	(2,604,178,663)	(146,437,885)	(2,913,462,747)	(1,759,648,080)
Gross Profit		60,487,286	889,783,660	21,368,131	971,639,077	698,105,020
Operating Expenses		(29,547,759)	(528,214,582)	(21,654,217)	(579,416,558)	(392,870,853)
Administrative Expenses	23	(6,411,946)	(100,312,311)	(4,817,742)	(111,541,999)	(85,262,041)
Selling Expenses	24	(23,135,813)	(427,902,271)	(16,836,475)	(467,874,559)	(307,608,812)
Profit from Operations		30,939,527	361,569,078	(286,086)	392,222,519	305,234,167
Finance Cost	25	(3,090,055)	(48,342,658)	(700,054)	(52,132,767)	(38,148,952)
		27,849,472	313,226,420	(986,140)	340,089,752	267,085,215
Non Operating Income	26	1,780,720	27,858,641	1,337,979	30,977,340	9,781,955
		29,630,192	341,085,061	351,839	371,067,092	276,867,170
Contribution to WPP & WF					(17,669,862)	(13,184,151)
Profit before Tax					353,397,230	263,683,019
Income Tax expense						
Current Tax					(92,848,732)	(67,410,091)
Deferred Tax Income / (Expense)					(4,335,506)	(5,102,740)
					(97,184,238)	(72,512,831)
					256,212,992	191,170,188

The annexed notes form part of these financial statements.
Approved by the board on 29 October 2011 and signed on its behalf by :



Mohammad Bhai
Chairman


Mubarak Ali
Managing Director


Md. Nazimuddin
Company Secretary

As per our separate report of even date annexed.

Dated, Dhaka
29 October 2011


M. J. ABEDIN & CO
Chartered Accountants

OLYMPIC INDUSTRIES LIMITED
AMIN COURT, (6TH FLOOR), 62 - 63, MOTIJHEEL C/A, DHAKA - 1000

ANNUAL GENERAL MEETING PROXY FORM

I/We
of
being a shareholder of Olympic Industries Limited and entitled to vote hereby appoint
Mr/Mrs
of
as my/our proxy to attend and vote for me/us on my/our behalf at the 32nd Annual General Meeting of the
Company to be held on December 29, 2011 at 10:00 AM and/or at any adjournment thereof.

The specimen signature and Folio/B.O. number of the proxy are furnished below.

As witness my/our hands this day of 2011 in the
presence of

Signature of Proxy Folio / B.O. No. of Proxy Signature of Witness	Signature of Shareholder(s) Folio/B.O. No. of Shareholder(s) No. of Shares Held
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Signature Verified

Authorized Signatory
Olympic Industries Limited

Note: A shareholder entitled to attend and vote at the Annual General Meeting may appoint another shareholder as a proxy to attend and vote on his/her behalf. The proxy form duly completed and stamped must be deposited at the registered office of the Company no later than 48 hours prior to the scheduled meeting time.



OLYMPIC
INDUSTRIES LTD

OLYMPIC INDUSTRIES LIMITED

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