

OLYMPIC INDUSTRIES LIMITED
STATEMENT OF FINANCIAL POSITION
As at 31 December 2021

Particulars	Notes	Amount in Taka		
		31 December 2021	30 June 2021	
ASSETS		Taka	Taka	
Non-current Assets:				
Property, Plant & Equipment (at cost less accumulated depreciation)	03	3,281,435,674	3,203,655,631	2.43
Intangible Assets		1	1	-
Capital Work-in-progress		1,303,637,191	1,444,130,271	(9.73)
Right-of-Use Asset (RoU), Net	04	19,562,953	29,344,429	(33.33)
		4,604,635,819	4,677,130,332	(1.55)
Current Assets:				
Inventories	05	2,075,715,294	1,948,500,098	6.53
Trade & Other Receivables	06	468,595,349	463,390,701	1.12
Advances, Deposits & Pre-payments		987,849,152	891,386,021	10.82
Investments	07	4,390,523,412	4,385,446,920	0.12
Cash & Cash Equivalents	08	1,679,351,557	768,925,893	118.40
		9,602,034,764	8,457,649,633	13.53
Total Assets		14,206,670,583	13,134,779,965	8.16
EQUITY & LIABILITIES				
Shareholders' Equity:				
Share Capital	09	1,999,388,860	1,999,388,860	-
Retained Earnings (As per Statement of Changes in Shareholders' Equity)		6,881,369,624	7,239,860,546	(4.95)
		8,880,758,484	9,239,249,406	(3.88)
Non-current Liabilities:				
Long-term Loan - Non- Current Portion		299,022,999	338,530,721	(11.67)
Lease Finance - Non- Current Portion		-	10,909,581	(100.00)
Deferred Tax Liability	10	171,939,529	178,241,283	(3.54)
		470,962,528	527,681,585	(10.75)
Total Equity & Non - current Liabilities		9,351,721,012	9,766,930,991	(4.25)
Current Liabilities & Provisions:				
Short-term Loans and Overdraft		1,785,930,775	1,358,356,167	31.48
Long-term Loans-Current Portion		184,829,396	258,503,969	(28.50)
Lease Finance-Current Portion		21,724,705	20,789,078	4.50
Interest Payable		1,099,959	1,119,809	(1.77)
Trade Payable		522,572,774	663,663,597	(21.26)
Liabilities for Services		1,555,697	6,446,460	(75.87)
Liabilities for Expenses		191,496,290	61,021,398	213.82
Advance against Sales		422,979,751	313,535,229	34.91
Liabilities for Other Finance		417,413,283	157,148,047	165.62
Provision for Current Tax	12	41,594,287	37,555,119	10.76
Unclaimed Dividend	11	1,059,219,121	311,917,777	239.58
Employee Benefit Obligations		204,533,533	177,792,324	15.04
		4,854,949,571	3,367,848,974	44.16
Total Liabilities		5,325,912,099	3,895,530,559	36.72
Total Equity & Liabilities		14,206,670,583	13,134,779,965	8.16

Sd/- Mubarak Ali Managing Director	Sd/- Tanveer Ali Director	Sd/- Rokeya Quader Independent Director	Sd/- Begum Sakwat Banu Independent Director	Sd/- Md. Harun-Al-Rashid Chief Financial Officer	Sd/- Md. Nazimuddin Company Secretary
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Dated, Dhaka
30 January 2022

OLYMPIC INDUSTRIES LIMITED
STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME
For the period from 01 July 2021 to 31 December 2021

Notes	01 July 2021 to 31 December 2021	01 July 2020 to 31 December 2020	01 October 2021 to 31 December 2021	01 October 2020 to 31 December 2020	
REVENUE	13	10,351,854,462	9,329,257,574	5,386,349,567	4,670,589,200
Cost of Sales	14	(7,863,134,586)	(6,653,740,998)	(4,196,686,107)	(3,359,254,191)
GROSS PROFIT		2,488,719,876	2,675,516,576	1,189,663,460	1,311,335,009
Expenses		(1,574,818,387)	(1,284,100,829)	(793,904,538)	(625,412,824)
Administrative expenses		(189,940,608)	(180,282,509)	(97,629,957)	(92,147,482)
Selling expenses		(1,384,877,779)	(1,103,818,320)	(696,274,581)	(533,265,342)
Profit from Operations		913,901,489	1,391,415,747	395,758,922	685,922,185
Finance cost	15	(54,523,491)	(65,282,593)	(28,823,702)	(37,595,892)
		859,377,998	1,326,133,154	366,935,220	648,326,293
Other income	16	140,817,274	210,464,638	64,815,705	84,794,577
		1,000,195,272	1,536,597,792	431,750,925	733,120,870
Net changes during the period in fair value					
of Investment in Shares	07.01	(3,277,618)	2,910,338	(3,043,470)	220,763
		996,917,654	1,539,508,130	428,707,455	733,341,633
Contribution to W. P.P & W.Funds		(47,472,269)	(73,309,911)	(20,414,640)	(34,921,030)
PROFIT BEFORE TAX		949,445,385	1,466,198,219	408,292,815	698,420,603
Current Tax	12.01	(234,568,077)	(396,635,045)	(95,978,527)	(196,556,028)
Deferred Tax (Expenses) / Income	10	6,301,754	4,210,876	(3,864,234)	1,825,275
		(228,266,323)	(392,424,169)	(99,842,761)	(194,730,753)
NET PROFIT AFTER TAX	TK.	721,179,062	1,073,774,050	308,450,054	503,689,850
Other Comprehensive Income		-	-	-	-
		721,179,062	1,073,774,050	308,450,054	503,689,850

Basic & Diluted Earnings Per Share (EPS)	3.61	5.37	1.54	2.52
(Par value Tk.10/-)				
Number of Shares used to Compute EPS	199,938,886	199,938,886	199,938,886	199,938,886

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Mubarak Ali	Tanveer Ali	Rokeya Quader	Begum Sakwat Banu	Md. Harun-Al-Rashid	Md. Nazimuddin
Managing Director	Director	Independent Director	Independent Director	Chief Financial Officer	Company Secretary

Dated, Dhaka
30 January 2022

OLYMPIC INDUSTRIES LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the Period From 01 July 2021 to 31 December 2021

	Amount in Taka		
	Share Capital	Retained Earnings	Total
	Taka	Taka	Taka
Balance as on 01 July 2020	1,999,388,860	6,242,179,551	8,241,568,411
Transaction with Shareholders:			
Cash Dividend for 2020		(1,039,682,207)	(1,039,682,207)
Net Profit for the period from 01 July 2020 to 31 December 2020		1,073,774,050	1,073,774,050
Balance as on 31 December 2020	Tk. 1,999,388,860	6,276,271,394	8,275,660,254
Number of shares			199,938,886
Net Asset Value (NAV) Per Share			41.39
Balance as on 01 July 2021	1,999,388,860	7,239,860,546	9,239,249,406
Transaction with Shareholders:			
Cash Dividend for 2021		(1,079,669,984)	(1,079,669,984)
Net Profit for the period from 01 July 2021 to 31 December 2021	-	721,179,062	721,179,062
Balance as on 31 December 2021	Tk. 1,999,388,860	6,881,369,624	8,880,758,484
Number of shares			199,938,886
Net Asset Value (NAV) Per Share			44.42

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Mubarak Ali	Tanveer Ali	Rokeya Quader	Begum Sakwat Banu	Md. Harun-Al-Rashid	Md. Nazimuddin
Managing Director	Director	Independent Director	Independent Director	Chief Financial Officer	Company Secretary

Dated, Dhaka
30 January 2022

OLYMPIC INDUSTRIES LIMITED
STATEMENT OF CASH FLOWS
For the Period From 01 July 2021 to 31 December 2021

	31 December 2021	31 December 2020	Changes(%)
	Taka	Taka	
A. Cash Flows from Operating Activities :			
Cash received from Customers & Others	10,462,815,812	9,375,298,119	11.60
Cash paid to Suppliers & Employees	(9,403,921,387)	(7,802,451,129)	20.53
Cash Generated from Operation	1,058,894,425	1,572,846,990	(32.68)
Bank Charges	(3,412,329)	(3,420,235)	(0.23)
Income Taxes paid	(230,528,909)	(436,030,138)	(47.13)
Net Cash Generated from Operating Activities 20.01	824,953,187	1,133,396,617	(27.21)
B. Cash Flows from Investing Activities :			
Acquisition of Capital Assets	(302,146,708)	(74,741,606)	304.26
Capital Work in Progress	140,493,080	(80,567,748)	(274.38)
Advance for Commercial Space	(60,000,000)	(60,000,000)	-
Investments	(6,600,808)	(122,858,383)	(94.63)
Interest Received	132,542,970	206,109,142	(35.69)
Net Cash Used in Investing Activities	(95,711,466)	(132,058,595)	(27.52)
C. Cash Flows from Financing Activities:			
Short-term loans	427,574,608	244,452,031	74.91
Long-term loans	(113,182,295)	(165,490,900)	(31.61)
Interest Paid	(51,131,012)	(61,833,678)	(17.31)
Lease finance	(9,973,954)	(9,118,570)	9.38
Liabilities for other finance	260,265,236	212,013,224	22.76
Dividend Paid & transferred to Capital Market Stabilization Fund	(332,368,640)	(159,479,168)	108.41
Net Cash Generated from Financing Activities	181,183,943	60,542,939	199.27
Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	910,425,664	1,061,880,961	(14.26)
Cash & Cash Equivalents at Opening	768,925,893	675,271,818	13.87
D. Effects of foreign exchange rate changes on the balance of cash held in foreign currencies	-	-	-
Cash & Cash Equivalents at Closing	1,679,351,557	1,737,152,779	(3.33)
Number of shares used to compute Net Operating Cash Flow per share	199,938,886	199,938,886	
Net Operating Cash Flow per share	4.13	5.67	

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Mubarak Ali	Tanveer Ali	Rokeya Quader	Begum Sakwat Banu	Md. Harun-Al-Rashid	Md. Nazimuddin
Managing Director	Director	Independent Director	Independent Director	Chief Financial Officer	Company Secretary

Dated, Dhaka
30 January 2022

OLYMPIC INDUSTRIES LIMITED
Notes to the financial statements
For the Period From 01 July 2021 to 31 December 2021

01. Company information

a) Legal form of the enterprise

Olympic Industries Limited (here-in-after referred to as 'Company') is a company incorporated and domiciled as a public limited company. The company was originally incorporated in Bangladesh in the name of 'Bengal Carbide Limited' on 26 June 1979, bearing registration number C-7096/826 of 1978-1979.

Subsequently in June 1996, the company's name was changed to 'Olympic Industries Limited'.

It commenced commercial operation in 1982 and went for public issue of shares in 1984. The shares of the company are now listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. in Bangladesh.

b) Nature of business activities and significant events

The company is engaged in manufacturing and marketing of dry cell batteries, biscuits, candies, confectionery items,. The products are sold in local market as well as in abroad.

However, plastic products and cartons are also produced by the company, which are mainly used for its own consumption.

c) Address of Registered Office, Corporate Office and Factories.

The Registered Office of the company is at Lolati, Kanchpur, P.S. Sonargaon in the district of Narayanganj.

The Corporate Office of the Company is at 62-63 Motijheel Commercial Area, Dhaka-1000.

The factories of the company are located at Kanchpur and Lolati , P.S. Sonargaon and at Madanpur, P.S. Bondar all in the district of Narayanganj.

02. Disclosure of compliance with IFRSs

Accounting period and applicable reporting on accounting policies & methods of computation :

- * These financial statements cover the period from 01 July 2021 to 31 December 2021.
- * The interim financial report is in compliance with IAS 34: Interim Financial Reporting.
- * In the preparation of these statements, the same accounting policies and methods of computation as were adopted for the financial statements for the year ended 30 June 2021, have been followed for the same for the period under review.
- * The Accounting & Financial Reporting Standards that are applicable for the financial statements of the company, include the following:

IAS 1: Presentation of Financial Statements

IAS 2: Inventories

IAS 7: Statement of Cash Flows

IAS 8: Accounting Policies, Changes in accounting Estimates and Errors

IAS 10: Events after the Reporting Period

IAS 12: Income Taxes

IAS 16: Property, Plant and Equipment

IAS 19: Employee Benefits

IAS 20: Accounting for Government Grants and Disclosure for Government Assistance

IAS 21: The Effects of Changes in Foreign Exchange Rates

IAS 23: Borrowing Costs

IAS 24: Related Party Disclosures

IAS 26: Accounting and Reporting by Retirement Benefit Plans

IAS 32: Financial Instruments: Presentation

IAS 33: Earnings per Share

IAS 36: Impairment of Assets

IAS 37: Provisions, Contingent Liabilities and Contingent Assets

IAS 38: Intangible Assets

IAS 39: Financial Instruments: Recognition and Measurement

IFRS 5: Non-Current Assets Held for Sale and Discontinued Operations

IFRS 7: Financial Instruments: Disclosures

IFRS 8: Operating Segments

IFRS 9: Financial Instruments

IFRS 13: Fair Value Measurement

IFRS 15: Revenue from Contracts with Customers

IFRS 16: Leases

		Amount in Taka	
		31 December 2021	30 June 2021
03. Non-current assets :			
A) Tangible fixed assets at 31 December 2021 (Book Value)			
Land & Land development		532,311,288	529,311,051
Factory buildings & civil constructions		1,088,867,211	1,146,506,319
Plant & machinery		1,581,558,386	1,443,113,137
Office equipment		10,432,971	10,156,460
Furniture & fixtures		18,341,286	19,215,705
Transport & vehicles		49,924,532	55,352,959
		<u>3,281,435,674</u>	<u>3,203,655,631</u>
Capital Work-in-progress		1,303,637,191	1,444,130,271
		<u>4,585,072,865</u>	<u>4,647,785,902</u>
B) Intangible assets			
Represent Software (ERP) and arrived at as follows:			
At Cost		32,264,325	32,264,325
Accumulated amortization (considering life to be 5 year) Upto 30 June 2018		<u>(32,264,324)</u>	<u>(32,264,324)</u>
		<u>1</u>	<u>1</u>
Total of 'A' & 'B'		<u>4,585,072,866</u>	<u>4,647,785,903</u>
03.01 Tangible fixed assets of Tk.4,585,072,865 (30 June 2021: Tk.4,647,785,902) as stated above has been arrived at as follows :			
Book value at 01 July 2021 (including Capital-work-in-progress)		4,647,785,902	3,917,114,376
Acquisition during the period		<u>161,653,628</u>	<u>1,156,260,075</u>
		4,809,439,530	5,073,374,451
Disposal during the period (Book Value)		<u>-</u>	<u>(133)</u>
		4,809,439,530	5,073,374,318
Less : Depreciation for the period		<u>(224,366,665)</u>	<u>(425,588,416)</u>
Book value at 31 December 2021 (including Capital-work-in-progress)	Tk.	<u>4,585,072,865</u>	<u>4,647,785,902</u>
03.02 Intangible assets represent Software (ERP) and were acquired at a total cost of Tk.32,264,325. Those were amortized taking their life to be 5 (five) years. Amortization to the assets upto 30 June 2018 was Tk.32,264,324, thus leaving a book value of Tk.1.			
04. Right of Use Asset (RoU), Net:			
Balance as at 1st July 2021		29,344,429	48,907,381
Add: Addition During the Period		-	-
Less: Amortization Charged During the period		<u>(9,781,476)</u>	<u>(19,562,952)</u>
Written Down Value as at 31 December 2021		<u>19,562,953</u>	<u>29,344,429</u>
04.01 Lease Liability arising from Right of Use (RoU) Asset			
Opening Balance as at 1st July 2021		31,314,818	49,970,064
Add: Addition During the Period		-	-
Add: Interest Accrued		1,140,427	3,573,518
Less: Payments		<u>(11,114,382)</u>	<u>(22,228,764)</u>
Closing Balance as at 31 December 2021		<u>21,340,863</u>	<u>31,314,818</u>
The above Liability is classified as under:			
Lease Finance- Non Current Portion		-	10,909,581
Lease Finance- Current Portion		<u>21,340,863</u>	<u>20,405,237</u>
Total Lease Liability at 31 December 2021		<u>21,340,863</u>	<u>31,314,818</u>
Statement of Comprehensive Income :			
(i) Interest expense for the period under review arising from the Lease Liability		<u>1,140,427</u>	<u>3,573,518</u>
(ii) Amortization charge for the period under review for the Right-of-use asset :			
Charged to Administrative expenses		5,360,958	10,721,916
Charged to Selling expenses		<u>4,420,518</u>	<u>8,841,036</u>
Total Amortization Charge		<u>9,781,476</u>	<u>19,562,952</u>

		Amount in Taka	
		31 December 2021	30 June 2021
05. Inventories :			
	(Valued at lower of cost and net realizable value)		
	Materials	1,596,908,987	1,487,110,913
	In-transit	175,750,686	146,467,996
	Work-in-process	13,584,377	13,664,465
	Finished goods	100,498,088	129,257,876
	Stores & spares	188,973,156	171,998,848
		2,075,715,294	1,948,500,098
06. Trade & other receivables :			
	Trade receivables	337,891,370	320,375,980
	Other receivables being accrued interest on :		
	Fixed and Short-term deposits	122,967,355	131,243,605
	Zero Coupon Bonds issued by IPDC Finance Ltd.	7,736,624	11,771,116
		130,703,979	143,014,721
		468,595,349	463,390,701
6.01.	Trade receivables include Tk.24,197,029 (at 30 June 2021: Tk.17,856,199) being the amount receivable from overseas customers.		
07. Investments :			
	(i) Investment in fixed deposits with banks & other financial institutions (maturity period of which is more than 3 months)	4,351,393,690	4,336,778,690
	(ii) Shares of Listed Companies - as at fair value through Profit or Loss account (note # 07.01)	15,536,000	12,579,000
	(iii) Zero Coupon Bonds issued by IPDC Finance Ltd.	23,593,722	36,089,230
		4,390,523,412	4,385,446,920

07.01 Shares of Listed Companies (as at fair value)

Particulars	At 31 December 2021			Fair Value Gain / (Loss)
	Quantity	Book Value	Fair Value	
	No. of shares			
* Baraka Patenga Power Ltd.	30,000	1,453,068	1,026,000	(427,068)
* Lanka Bangla Finance	200,000	8,870,940	7,460,000	(1,410,940)
* National Bank Ltd.	940,000	8,489,610	7,050,000	(1,439,610)
Total		18,813,618	15,536,000	(3,277,618)

Particulars	At 30 June 2021			Fair Value Gain / (Loss)
	Quantity	Book Value	Fair Value	
	No. of shares			
* Brac Bank Limited	100,000	4,916,608	4,950,000	33,392
* Beximco Pharma Ltd.	30,000	5,358,211	5,319,000	(39,211)
* Prime Bank Ltd.	100,000	2,257,875	2,310,000	52,125
Total		12,532,694	12,579,000	46,306

Note: Fair Values represent quoted prices as at Balance Sheet dates of Dhaka stock Exchange.

08. Cash & cash equivalents :

Components of cash and cash equivalents are as under :

(i) Cash in hand	34,296,895	69,056,719
(ii) Cash at banks in Current , STD & FC Accounts	1,636,289,861	686,623,058
(iii) Fixed deposits of maturity period 3 months or less periods	7,675,754	7,675,754
(iv) Current account balance with brokerage house, City Bank Capital Resources Ltd.	1,089,047	5,570,362
	1,679,351,557	768,925,893

		Amount in Taka	
		31 December 2021	30 June 2021
09. Share Capital			
Authorized Capital			
200,000,000 Ordinary Shares of Tk.10 each		2,000,000,000	2,000,000,000
Issued, Subscribed and Paid up Capital			
199,938,886 Ordinary Shares of Tk.10 each - (Note 09.01)		1,999,388,860	1,999,388,860
09.01 Issued, Subscribed and Paid up Capital			
i)	7,948,070 Ordinary Shares of Tk.10 each paid up in cash	79,480,700	79,480,700
ii)	2,054,720 Ordinary Shares of Tk.10 each issued on Merge	20,547,200	20,547,200
iii)	189,936,096 Ordinary Shares of Tk.10 each issued as Bonus Shares	1,899,360,960	1,899,360,960
	199,938,886 Ordinary Shares of Tk.10 each	1,999,388,860	1,999,388,860

10. Deferred tax liability

This has been calculated as under, based on the deductible/taxable temporary difference arising from the difference between the carrying amounts of the assets or liabilities and their tax bases in accordance with the provision of IAS 12 : Income Taxes

Particulars	31 December 2021			30 June 2021		
	Carrying amount on reporting date	Tax Base	Taxable temporary difference /(Deductible temporary difference)	Carrying amount on reporting date	Tax Base	Taxable temporary difference /(Deductible temporary difference)
Deferred tax relating to items of profit or loss						
Property, plant & equipment (Depreciable items)	2,749,124,384	(1,961,269,513)	787,854,871	2,674,344,580	(1,836,900,163)	837,444,417
Temporary difference for IFRS 16: Lease	(1,777,910)	-	(1,777,910)	(1,970,389)	-	(1,970,389)
Provision for gratuity	(21,901,279)	-	(21,901,279)	(43,290,547)	-	(43,290,547)
Net taxable temporary difference	2,725,445,195	(1,961,269,513)	764,175,682	2,629,083,644	(1,836,900,163)	792,183,481
Applicable tax rate			22.5%			22.5%
Deferred tax relating items of Profit or loss at the end of the period (a)			171,939,529			178,241,283
Deferred tax relating items of Profit or loss at the beginning of the period (b)			178,241,283			185,897,673
Deferred tax income/(expense) recognized in profit or loss account			6,301,754			7,656,390

11. Unclaimed Dividend

This has been arrived as follows:

Opening Balance at 01 July 2021	311,917,777	255,625,820
Add : Gross dividend for the Year 2021	1,079,669,984	1,039,682,207
	1,391,587,761	1,295,308,027
Less: Transferred to Capital Market Stabilization Fund	(157,302,477)	-
Less : Paid during the Period	(175,066,163)	(983,390,250)
	1,059,219,121	311,917,777

Tk. 157,302,477 has been transferred, on 29 August 2021, from company's bank account to Capital Market Stabilization Fund (CMSF) SND A/C No. 001031 1521301, Community Bank Bangladesh Ltd., Gulshan Corporate Branch, Dhaka in compliance with a Directive of Bangladesh Security Exchange Commission vide the Commission's letter no.SEC/SRMIC/165-2020/part-1/182 dated 19 July 2021.

12. Provision for Current Tax

Represents :

Provision for the assessment year 2020-2021	-	687,082,055
Provision for the assessment year 2021-2022	630,315,592	630,315,592
Provision for the period (note 12.01)	234,568,077	-
	864,883,669	1,317,397,647
Less: Advance Income Tax	(823,289,382)	(1,279,842,528)
	41,594,287	37,555,119

		Amount in Taka	
		31 December 2021	31 December 2020
12.01 Current Tax Provision .			
	This has been computed at as follows :		
	Profit for the Period	949,445,385	1,466,198,219
	Add: Provision for Inadmissible Items and Possible Add-backs	55,097,650	41,441,292
	Add: Provision for Gratuity	21,901,279	22,055,886
	Accounting Depreciation	224,366,665	212,135,171
	Amortization of Right of Use Asset	9,781,476	-
	Less: Payments for Gratuity	(43,290,547)	
	Less: Tax Base Depreciation	(174,777,120)	(215,928,064)
	Taxable Income	1,042,524,788	1,525,902,504
	Effective Rate 22.5%	234,568,077	381,475,626
	Add: Short Provision for assessment year 2019-2020	-	15,159,419
		234,568,077	396,635,045
13. Revenue			
	This comprises :		
	Domestic sales (net of VAT)	10,225,212,631	9,178,223,378
	Export sales	126,641,831	151,034,196
		10,351,854,462	9,329,257,574
14. Cost of Sales			
	This has been arrived at as follows:		
	Work-in-process (Opening)	13,664,465	14,102,791
	Materials consumed	6,718,908,057	5,658,707,802
	Stores consumed	108,761,623	84,925,962
	Factory overhead	782,258,365	643,501,271
	Depreciation	224,366,665	212,135,171
	Work-in-process (Closing)	(13,584,377)	(13,878,659)
	Cost of goods manufactured	7,834,374,798	6,599,494,338
	Finished goods (Opening)	129,257,876	145,456,552
	Finished goods (Closing)	(100,498,088)	(91,209,892)
		7,863,134,586	6,653,740,998
15. Finance cost			
	Bank charges	3,412,329	3,420,235
	Interest	51,111,162	61,862,358
		54,523,491	65,282,593
16. Other income			
	Export Promotion Benefits (Cash incentives)	13,046,000	23,526,000
	Interest on fixed & short-term deposits	119,762,228	177,138,842
	Interest on Zero Coupon Bonds issued by IPDC Finance Ltd.	470,000	4,613,523
	Exchange Gain / (Loss)	382,456	-
	Gain / (Loss) arising from Offshore banking transaction	(200,474)	1,059,411
	Income/(Loss) on investment in shares	1,753,302	341,250
	Sale of by-products (net of VAT Tk.83,871)	5,123,762	2,612,852
	Others	480,000	1,172,760
		140,817,274	210,464,638

17. **Disclosure on Related Party Transactions (under IAS 24)**

The nature of related party transactions and their values are as under:

Name of the related party	Nature of transactions	Opening Balance at 1 July 2021	Transactions during the period		Closing Balance at 31 December 2021
			Debit	(Credit)	
(i) Directors' (meeting fees)	Board meeting fees	(2,355,475)	1,635,000	(230,000)	(950,475)
(ii) Directors (Loan)	Loan from Directors	(1,967,088)	-		(1,967,088)
(iii) Directors' Remuneration & House Accommodation		-	13,000,000	(14,700,000)	(1,700,000)
(iv) Lucerne Cocoa & Chocolate Products Ltd.	Processing Charges	(2,036,822)	14,458,730	(14,166,942)	(1,745,033)
(v) Ludwig Industrial Solutions Ltd.	Supplier	(648,251)	6,137,151	(6,086,520)	(597,620)

(vi) Short-term benefits to the Directors during the period.

Name of Director		Remuneration	Accommodation	Total
Mr. Mubarak Ali	Managing Director	9,000,000	4,500,000	13,500,000
Begum Sakwat Banu	Independent Director	1,200,000	-	1,200,000
		<u>10,200,000</u>	<u>4,500,000</u>	<u>14,700,000</u>

(vii) **Board meeting attendance fee of Tk. 230,000 paid during the period to the Directors was as under :**

Mr. Mubarak Ali,	Managing Director	20,000
Mr. Tanveer Ali	Director	70,000
Mrs. Rokeya Quader	Independent Director	70,000
Begum Sakwat Banu	Independent Director	70,000
		<u>230,000</u>

(viii) **Post employment benefits, other long-term benefits, termination benefits, share based payments :**

No payment has been made during the period under review and in the preceding period as post employment and other benefits.

18. **Earnings Per Share (EPS) (referred to Statement of Profit or Loss and Other Comprehensive Income)**

Basic Earnings Per Share & Diluted Earnings Per Share are the same as there was no potential dilutive claims outstanding during the periods and have been calculated as under :

	Amount in Taka	
	31 December 2021	31 December 2020
a) Earnings attributable to the Ordinary Shareholders (Net Profit After Tax)	721,179,062	1,073,774,050
b) Number of Ordinary Shares of Tk.10 each at Balance Sheet date	199,938,886	199,938,886
c) Earnings Per Share (EPS)	<u>3.61</u>	<u>5.37</u>

19. **Net Asset Value (NAV) Per Share (referred to Statement of Changes in Shareholders' Equity)**

Total Assets	14,206,670,583	12,970,191,709
Total liabilities	(5,325,912,099)	(4,694,531,455)
a) Net Asset Value (NAV)	<u>8,880,758,484</u>	<u>8,275,660,254</u>
b) Number of Ordinary Shares of Tk.10 each at Balance Sheet	199,938,886	199,938,886
c) Net Asset Value (NAV) Per Share	<u>44.42</u>	<u>41.39</u>

20. **Net Operating Cash Flow Per Share (referred to Cash Flow Statement)**

a) Cash Flows from Operating Activities as per Statement of Cash Flows	824,953,187	1,133,396,617
b) Number of Ordinary Shares of Tk.10 each at Balance Sheet date	199,938,886	199,938,886
c) Net Operating Cash Flow Per Share	<u>4.13</u>	<u>5.67</u>

Reconciliation of Net Profit with Cash Flows from Operating Activities
making adjustments for Non-cash items, for Non-operating items
and for the Net changes in Operating Activities

	Amount in Taka	
	31 December 2021	31 December 2020
Net Profit before tax as per Profit or Loss and Other Comprehensive Income	949,445,385	1,466,198,219
Adjustments for Non-cash items		
Depreciation	224,366,665	212,135,171
Amortization	9,781,476	9,781,476
	<u>1,183,593,526</u>	<u>1,688,114,866</u>
Adjustments for:		
Bank charges	(3,412,329)	(3,420,235)
Income taxes paid	(230,528,909)	(436,030,138)
	<u>949,652,288</u>	<u>1,248,664,493</u>
Adjustments for Non Operating Items :		
Finance Cost	54,523,491	65,282,593
Net Changes in Fair Value of Investment in Shares	3,277,618	(2,910,338)
Interest Income	(120,232,228)	(181,752,364)
Gain on Investment in Shares	(1,753,302)	(341,250)
	<u>(64,184,421)</u>	<u>(119,721,359)</u>
Adjustments for Net changes in Operating Activities :		
(Increase) / Decrease in :		
Inventories	(127,215,196)	239,718,519
Advances:		
Employees	6,141,645	(4,704,845)
Suppliers & Contractors	(55,782,421)	(316,635,892)
Deposits	26,849,891	25,386,421
Pre-payments	(13,672,246)	(12,065,886)
Trade Receivables	(17,515,390)	57,644,081
	<u>(181,193,717)</u>	<u>(10,657,602)</u>
Increase / (Decrease) in :		
Trade Payables	(141,090,823)	(51,915,258)
Liabilities for Services	(4,890,763)	(5,965,415)
Advance Against Sales	109,444,522	(38,915,148)
Employee Benefit Obligations	26,741,209	94,944,505
Liabilities for Expenses	130,474,892	16,962,401
	<u>120,679,037</u>	<u>15,111,085</u>
Net Cash Flows from Operating Activities	Tk. <u>824,953,187</u>	<u>1,133,396,617</u>

21. Post Balance Sheet Events - Disclosure under IAS - 10 : Events after Reporting Period :

Neither any 'Non-adjusting Events' nor any 'Adjusting Events' took place after the reporting period.

22. Reasons for ' Significant Deviation ' in certain items appearing in the Financial Statements

(i) Long-term Loans & Lease Finance

Decrease in Loans & Lease liabilities is due to timely repayments to the banks and other financial institutions in terms of the repayment schedules of the agreements executed between them and the company

(ii) Short-term Loans and Overdraft

Increase in Short-term loans and Overdraft is mainly due to fund availed as SOD for payment of dividend for 2021.

(iii) Liabilities for Expenses :

Liabilities for expenses mainly constitute the accrued expenses on account of utility bills (e.g. electricity & gas bills) and also the salaries & wages for December 2021, which liabilities, as usual, have been paid in January 2022.

(iv) Liabilities for Other Finance

Increase in Liabilities for Other finance is mainly due to the amounts of Taxes Deducted at Source from the amounts of dividend for 2021 and also taxes Deducted at Source from vendors.

(v) Unclaimed Dividend

Increase in Unclaimed dividend is mainly due to the amount of dividend for the year 2021 as approved in the company's Annual General Meeting held on 26 December 2021 (referred to Note # 11 to the accounts).

(vi) Advance against sales represents advances received from the company's distributors during December 2021, against orders placed by them, which liability has subsequently been liquidated.

(vii) Increase in advances, deposits & pre-payments is mainly due to payment against purchase of a commercial space and also payment against procurement of raw materials.

(viii) Net Changes in Fair Value of Investment in Shares and Deferred Tax Liability have been disclosed in respective notes to the account

(ix) Interest payable at period-end has subsequently been paid to the banks/financial institutions

(x) Gross Profit %

Decline in the Gross Profit Percentage is mainly due to higher cost of materials of the ingredients used in the production of our products and also for higher amount of factory overheads.

(xi) Earnings Per Share (EPS)

Decline in Earnings per Share (EPS) during the half year ended 31 December 2021 in comparison to that of the corresponding period of the preceding year 2020 are as follows :

- * Higher cost of materials, particularly that of Wheat Flour, Sugar and Edible Oil, the main ingredients used in our products;
- * Increase in Operating expenses, i.e. Administrative and Selling expenses;
- * Decrease in Other Income (refer to note # 16 to the accounts).

It may be stated that interest rates offered by banks & other financial institutions on our investments are lower in the period under review compared to those in the corresponding period of the preceding year.

(xii) Net Operating Cash Flow Per Share (NOCFPS) :

Reasons for decline in 'Net Operating Cash Flow Per Share' in the current period (HY 31-12-2021) are :

Lower amount of 'Cash Generated from Operations' for making higher payments to the suppliers for increased price of ingredients used as inputs, and decrease in Other Income as stated in the above paragraph.

23. Prior Period's figures have been re-arranged, re-classified and re-stated, wherever considered necessary, to conform to current period's presentation.
24. Figures have been rounded off to the nearest Taka.