

The Growing

4 YEARS

| | | 1999-2000 | 1998-1999 | 1997-1998* | 1996-1997 |
|---------------------------------------|--------|-----------|-----------|------------|-----------|
| Authorised Capital | 000'Tk | 200,000 | 200,000 | 200,000 | 200,000 |
| Share Capital | 000'Tk | 178,678 | 178,678 | 178,678 | 178,678 |
| Reserves and Surplus | 000'Tk | 31,283 | 19,991 | 9,340 | - |
| Shareholders' Equity | 000'Tk | 209,961 | 198,669 | 188,018 | 178,678 |
| Total Shareholders | No. | 5,877 | 6,802 | 6,874 | 7,883 |
| Shareholders' Equity per Share | Tk. | 117.51 | 111.19 | 105.23 | 100.00 |
| Dividend per Share | Tk. | 12.00 | 12.00 | 10.00 | - |
| Net Profit | 000'Tk | 32,733 | 32,092 | 27,208 | - |
| Earnings per Share | Tk. | 18.32 | 17.96 | 15.22 | - |
| Market Price of Share | Tk. | 115.00 | 95.79 | 91.00 | - |
| Price Earning Ratio | Times | 6.28 | 5.33 | 5.98 | - |
| Dividend Yield | % | 10.43 | 12.53 | 10.99 | - |
| Price Book Value Ratio | Times | 1.43 | 1.47 | 0.86 | - |
| | | | | | |
| Current Assets to Current Liabilities | Times | 1.08 | 0.83 | 1.04 | - |
| Inventory Turnover | Times | 3.57 | 3.96 | 2.28 | - |
| Debtors Turnover | Days | 87.13 | 62.00 | 20.00 | - |
| | | | | | |
| Turnover | 000'Tk | 167,826 | 144,478 | 63,950 | - |
| Gross Profit Margin | % | 37.38 | 39.93 | 55.66 | - |
| Net Profit Margin | % | 19.50 | 22.21 | 42.55 | - |
| Number of Employees | No. | 240 | 222 | 190 | - |
| Commercial Operation | Month | 12 | 12 | 3 | - |

* The company started commercial operation on 30th March, 1998.

Balance SHEET

As on 30th June, 2000

| | Notes | 30.06.2000 | 30.06.1999 |
|--|-------|------------------------|------------------------|
| NET ASSETS: | | | |
| Non-current Assets | | | |
| Property, Plant & Equipments (At Cost less Accumulated Depreciation) | 3 | 270,670,036 | 245,442,473 |
| Security Deposit | 4 | 1,328,814 | 824,314 |
| Preliminary & Pre-production Expenses | 5 | 14,819,566 | 20,208,502 |
| Current Assets | | | |
| Stocks | 6 | 48,932,359 | 44,871,117 |
| Trade Debtors | 7 | 40,061,878 | 26,952,987 |
| Advances, Deposits & Pre-payments | 8 | 1,161,953 | 973,147 |
| Cash & Cash Equivalents | 9 | 3,817,320 | 642,523 |
| Current Liabilities & Provisions | | | |
| Short Term Loan from Bank | 10 | 48,251,104 | 52,789,742 |
| Liabilities for Expenses | 11 | 7,858,535 | 9,566,691 |
| Liabilities for Other Finance | 12 | 9,100,051 | 4,384,470 |
| Proposed Dividend | 13 | 21,441,360 | 21,441,360 |
| Net Current Assets | | 7,322,460 | (14,742,489) |
| | | Tk. 294,140,876 | Tk. 251,732,800 |
| FINANCED BY: | | | |
| Shareholders' Equity | | | |
| Share Capital | 14 | 209,960,696 | 198,669,475 |
| Tax Holiday Reserve | 15 | 178,678,000 | 178,678,000 |
| Retained Earnings (as per Profit & Loss Account) | 16 | 27,609,964 | 17,790,190 |
| | 17 | 3,672,732 | 2,201,285 |
| Long Term Loan & Deferred Liability | | | |
| Loan from Directors | 18 | 48,567,343 | 53,063,325 |
| Deferred Liability | 19 | 35,612,837 | - |
| | | Tk. 294,140,876 | Tk. 251,732,800 |

The attached accounting policies and notes form an integral part of these financial statements. The financial statements were signed on behalf of the Board of Directors on 30th October, 2000 by:

Sd/-
Mahmudul Hoque
Chairman & Managing Director

Sd/-
Hubbun Nahar Hoque
Director

Sd/-
M. Abul Kalam Mazumdar
Director

This Balance Sheet referred to in our opinion of even date.

Dated : Dhaka
The 30th October, 2000

Sd/-
Ata Khan & Co.
Chartered Accountants

Profit & Loss

For the year ended 30th June, 2000

ACCOUNT

| | Notes | 1999-2000 | 1998-1999 |
|--|-------|----------------------|----------------------|
| SALES REVENUE | 20 | 167,826,447 | 144,477,688 |
| COST OF GOODS SOLD | 21 | 105,089,521 | 86,791,464 |
| GROSS PROFIT | | 62,736,926 | 57,686,224 |
| EXPENSES | | | |
| Administrative Expenses | 22 | 17,104,091 | 16,372,743 |
| Marketing Expenses | 23 | 2,685,152 | 3,540,730 |
| Financial Expenses | 24 | 8,578,473 | 4,075,700 |
| | | 28,367,716 | 23,989,173 |
| OPERATING PROFIT | | 34,369,210 | 33,697,051 |
| Contribution to WPPF | 25 | 1,636,629 | 1,604,621 |
| NET PROFIT FOR THE PERIOD | | 32,732,581 | 32,092,430 |
| Tax Holiday Reserve | 26 | 9,819,774 | 9,627,729 |
| SURPLUS FOR THE PERIOD | | 22,912,807 | 22,464,701 |
| Prior Year's Surplus Brought Forward | | 2,201,285 | 1,177,944 |
| SURPLUS AVAILABLE FOR APPROPRIATION | | 25,114,092 | 23,642,645 |
| Proposed Dividend (Tk. 12/- per share) | | 21,441,360 | 21,441,360 |
| ACCUMULATED SURPLUS CARRIED FORWARD | | Tk. 3,672,732 | Tk. 2,201,285 |

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Sd/-
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Chairman & Managing Director

Sd/-
Hubbun Nahar Hoque
Director

Sd/-
M. Abul Kalam Mazumdar
Director

This Profit & Loss Account referred to in our opinion of even date.

Dated : Dhaka
The 30th October, 2000

Sd/-
Ata Khan & Co.
Chartered Accountants

Cash Flow STATEMENT

For the year ended 30th June, 2000

| | Notes | 1999-2000 | 1998-1999 |
|---|-------|----------------------|---------------------|
| Cash Flow from Operating Activities : | 27 | | |
| Collection from Sales | | 154,717,556 | 121,325,051 |
| Payment for Cost & Expenses | | (121,974,619) | (92,099,415) |
| Interest Paid on Short Term Borrowings | | (8,578,473) | (4,075,700) |
| Net Cash Flow from Operating Activities | | 24,164,464 | 25,149,936 |
| Cash Flow from Investing Activities : | | | |
| Payment for Property, Plant & Equipment | | (14,508,616) | (46,146,643) |
| Sale of Machinery | | 16,629,060 | - |
| Net Cash Flow from Investing Activities | | 2,120,444 | (46,146,643) |
| Cash Flow from Financing Activities : | | | |
| Loan from Directors | | (4,495,982) | (2,935,096) |
| Cash Credit & Other Short Term Loan | | - | 40,010,651 |
| Dividend Paid | | (18,614,129) | (15,724,404) |
| Net Cash Flow from Financing Activities | | (23,110,111) | 21,351,151 |
| Increase/(Decrease) in Cash & Cash Equivalent | | 3,174,797 | 354,444 |
| Opening Cash & Cash Equivalent | | 642,523 | 288,079 |
| Closing Cash & Cash Equivalent | 9 | Tk. 3,817,320 | Tk. 642,523 |

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Sd/-
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Chairman & Managing Director

Sd/-
Hubbun Nahar Hoque
Director

Sd/-
M. Abul Kalam Mazumdar
Director

This Cash Flow Statement referred to in our opinion of even date.

Dated : Dhaka
The 30th October, 2000

Sd/-
Ata Khan & Co.
Chartered Accountants