

**Auditor's Report**  
of  
**KARNAPHULI PAPER MILLS LIMITED**  
Financial Statements  
For the year ended June 30, 2020

**Submitted By:**

**M A Fazal & Co.**

**Chartered Accountants**

29, Bangabandhu Avenue (2<sup>nd</sup> Floor)

Dhaka- 1000, Bangladesh.

Mobile: 01720505499

**M. Z. Islam & Co.**

**Chartered Accountants**

Eastern View (10<sup>th</sup> Floor)

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**Independent Auditor's Report  
To the Shareholders of Karnaphuli Paper Mills Limited  
Report on the Audit of the Financial Statements**

**Qualified Opinion**

We have audited the financial statements of **Karnaphuli Paper Mills Limited**, which comprise the statement of financial position as at June 30, 2020, and statements of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information disclosed in notes 01 to 42 and annexure A to C.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at June 30, 2020 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994.

**Basis for Qualified Opinion**

- The entity is showing Work in Progress without handing over the BMR Project and Other of KPM amounting taka 2,313,232,876.
- The entity could not recover its Accounts Receivables and Other Receivables from last 6-7 years amounting taka 26,234,227.
- The entity is showing Capital Reserve amounting taka 342,088,959 but they did not have assets and proper documents against The Capital Reserve.
- We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Control**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the Company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

1. 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;
2. b) 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 these books;
3. the statements of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns; and
4. the expenditure incurred was for the purposes of the Company's business.

**Matiur Rahman FCA**  
Partner  
M A Fazal & Co.  
Chartered Accountants

Dated: Dhaka  
September 09, 2021

**Mohammad Fakhru Alam Potwary FCA**  
Managing Partner  
M. Z. Islam & Co.  
Chartered Accountants



**KARNAPHULI PAPER MILLS LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
As at June 30, 2020.

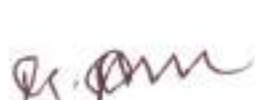
Particulars	Notes	Amount in Taka	
		June 30, 2020	June 30, 2019
<b>ASSETS</b>			
<b>Non-Current Assets</b>		<b>2,690,644,246</b>	<b>2,652,004,219</b>
Property, Plant and Equipment	03.00	199,064,770	212,795,743
Capital Work in Progress	04.00	2,313,232,876	2,313,232,876
Deferred Expenses	05.00	178,346,600	125,975,600
<b>Long Term Investment</b>		<b>2,807,550</b>	<b>2,807,550</b>
Investment	06.00	2,807,550	2,807,550
<b>Current Assets</b>		<b>1,689,391,575</b>	<b>1,323,405,765</b>
Advance, Deposit and Pre-Payment	07.00	108,340,464	91,240,584
Advance against Income Tax	08.00	120,913,009	112,046,982
Trade Debtors/ Accounts Receivables	09.00	281,891,909	96,220,339
Other Debtors/ Other Receivables	10.00	23,957,234	22,965,202
Current Accounts with Enterprise	11.00	20,631,412	17,835,440
Inventories	12.00	1,128,380,458	971,674,382
Investment in FDR	13.00	512,732	512,732
Cash & Cash Equivalent	14.00	4,764,357	10,910,104
<b>Total Assets</b>		<b>4,382,843,371</b>	<b>3,978,217,534</b>
<b>Shareholders Equity and Liabilities</b>			
<b>Authorized Capital</b>	15.01	<b>1,500,000,000</b>	<b>1,500,000,000</b>
<b>Paid Up Capital &amp; Government Equity</b>		<b>995,242,685</b>	<b>995,242,685</b>
Issued, Subscribed and Paid up capital	15.02	46,000,070	46,000,070
Government Equity/ Capital Contribution	16.00	949,242,615	949,242,615
<b>Reserve and Contingent Account</b>		<b>(5,939,279,799)</b>	<b>(5,433,635,916)</b>
Retain Earnings	17.00	(6,281,368,758)	(5,775,724,875)
Capital Reserve	18.00	342,088,959	342,088,959
<b>Long Term Liabilities</b>		<b>2,754,979,703</b>	<b>2,757,296,727</b>
Interest Free Government Loan	19.00	57,100,000	57,100,000
Government Loan (BMR)	20.00	1,572,885,318	1,520,514,318
Debenture Loan	21.00	112,280,951	112,280,951
Non-Development Government Loan (ADP)	22.00	130,500,000	130,500,000
Loan from CUFL	23.00	92,962,192	90,162,192
Deferred Liabilities (Gratuity)	24.00	789,251,242	846,739,266



**KARNAPHULI PAPER MILLS LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
As at June 30, 2020.

Particulars	Notes	Amount in Taka	
		June 30, 2020	June 30, 2019
<b>Current Liabilities</b>		<b>6,571,900,782</b>	<b>5,659,314,038</b>
BCIC Loan Account	25.00	2,791,595,473	2,394,371,126
BCIC Current Account	26.00	1,263,956,691	1,227,392,818
Creditors for Expenses	27.00	898,485,496	654,730,692
Creditor for Other Finance	28.00	933,599,515	898,307,188
Creditors for Suppliers/ Accounts Payables	29.00	334,282,272	194,314,317
Current Account with Enterprise	30.00	261,043,226	261,881,202
Creditor for Workers Profit Participation Fund	31.00	910,605	816,405
Bank Overdraft	32.00	76,917,089	19,239,334
Provision for Tax	33.00	11,110,416	8,260,956
<b>Total Capital &amp; Liabilities</b>		<b>4,382,843,371</b>	<b>3,978,217,534</b>

The annexed notes form 01 to 42 and Annexure A to C form integral part of these financial statements.



Company Secretary



Managing Director

Director

Signed in term of our separate report of even date.



Matiur Rahman FCA  
Partner

M A Fazal & Co.  
Chartered Accountants



Mohammad Fakhru Alam Patwary FCA  
Managing Partner

M.Z. Islam & Co.  
Chartered Accountants

Dated: Dhaka  
September 09, 2021



**KARNAPHULI PAPER MILLS LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
For the year ended June 30, 2020.

Particulars	Notes	Amount in Taka	
		June 30, 2020	June 30, 2019
Sales Quantity (MT)	35.00	4,811	5,169
<b>Revenue</b>			
Sales Revenue	36.00	474,301,848	508,042,691
Less: Cost of Sales	37.00	664,863,396	708,562,518
<b>Gross Profit/Loss</b>		<b>(190,561,548)</b>	<b>(200,519,827)</b>
<b>Operating Expenses</b>			
General and Administrative Expenses	38.00	83,127,680	101,655,179
Selling and Distribution Expenses	39.00	5,789,973	7,682,351
<b>Profit from operating Activities</b>		<b>(279,479,201)</b>	<b>(309,857,357)</b>
Financial Expenses	40.00	20,207,888	26,269,829
<b>Profit before Other Income</b>		<b>(299,687,089)</b>	<b>(336,127,186)</b>
Other Income	41.00	1,998,920	5,211,676
<b>Profit before Income Tax</b>		<b>(297,688,169)</b>	<b>(330,915,508)</b>
Income Tax Expenses	42.00	2,849,459	3,079,526
Prior years adjustment	24.00	205,106,255	176,218,275
<b>Total Comprehensive Income</b>		<b>(505,643,883)</b>	<b>(510,213,309)</b>

The annexed notes form 01 to 42 and Annexure A to C form integral part of these financial statements.



Company Secretary



Managing Director

Director

Signed in term of our separate report of even date.



Matiur Rahman FCA  
Partner  
M A Fazal & Co.  
Chartered Accountants



Mohammad Fakhru Alam Patwary FCA  
Managing Partner  
M.Z. Islam & Co.  
Chartered Accountants

Dated: Dhaka  
September 09, 2021



**KARNAPHULI PAPER MILLS LIMITED**  
**STATEMENT OF RETAIN EARNINGS**  
For the year ended June 30, 2020.

Particular	Notes	Amount in Taka	
		June 30, 2020	June 30, 2019
Opening Balance		(5,775,724,875)	(5,265,511,567)
Add: Addition during the year		(505,643,883)	(510,213,308)
<b>Retaining at the end of the year</b>		<b>(6,281,368,758)</b>	<b>(5,775,724,875)</b>

The annexed notes form 01 to 42 and Annexure A to C form integral part of these financial statements.



Company Secretary



Managing Director

Director

Signed in term of our separate report of even date.

Dated: Dhaka  
August 19, 2021



**Matiur Rahman FCA**  
Partner  
**M A Fazal & Co.**  
Chartered Accountants



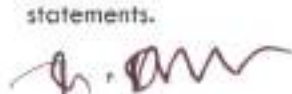
**Mohammad Fakhru Alam Patwary FCA**  
Managing Partner  
**M.Z. Islam & Co.**  
Chartered Accountants



**KARNAPHULI PAPER MILLS LIMITED**  
**STATEMENT OF CASH FLOWS**  
For the year ended 30 June 2020

Particulars	Amount in Taka	
	June 30, 2020	June 30, 2019
<b>A. Cash Flows from Operating Activities</b>		
Net profit/ loss during the year	(297,688,169)	(333,995,033)
Add: Prior years adjustment	(205,106,255)	(176,218,275)
Depreciation	13,730,973	14,920,081
Increase in Advance, Deposit and Pre-Payment	(17,099,880)	13,729,739
Increase in Advance against Income Tax	(8,866,027)	-
Increase in Trade Debtors/ Accounts Receivables	(185,671,570)	2,466,590
Increase in Other Debtors/ Other Receivables	(992,032)	(1,135,285)
Increase in Current Accounts with Enterprise	(2,795,972)	(400,235)
Increase Inventories	(156,706,076)	75,547,651
Increase in Government Loan (BMR)	52,371,000	52,371,000
Decrease in Deferred Liabilities (Gratuity)	(57,488,024)	178,511,664
Increase in BCIC Loan Account	397,224,347	1,124,078,870
Increase in BCIC Current Account	36,563,873	(52,238,391)
Increase in Creditors for Expenses	243,754,804	(141,264,641)
Increase in Creditor for Other Finance	35,292,327	(92,055,439)
Increase in Creditors for Suppliers	139,967,955	(609,585,121)
Decrease in Current Account with Enterprise	(837,976)	1,151,491
Increase in Creditor for WPPF	94,200	84,000
Increase in Bank Overdraft	57,677,755	5,973,626
<b>Net cash flow from/(used in) operating activities</b>	<b>43,425,253</b>	<b>61,942,292</b>
<b>B. Cash Flows from Investing Activities</b>		
(Increase)/ Decrease in Deferred Expenses	(52,371,000)	(72,846,598)
<b>Net cash flow from/(used) in investing activities</b>	<b>(52,371,000)</b>	<b>(72,846,598)</b>
<b>C. Cash Flows from Financing Activities</b>		
(Increase)/ Decrease in Other Long Term Loan	2,800,000	2,800,000
<b>Net cash flow from/(used) in financing activities</b>	<b>2,800,000</b>	<b>2,800,000</b>
Net increase in cash and cash equivalents (A+B+C)	(6,145,747)	(8,104,306)
Add : Beginning cash and cash equivalents	10,910,104	19,014,410
<b>Ending cash &amp; cash equivalents</b>	<b>4,764,357</b>	<b>10,910,104</b>
<b>Closing balance represents:</b>		
Cash in hand	56,381	114,162
Cash at bank	4,707,976	10,795,942
<b>Total</b>	<b>4,764,357</b>	<b>10,910,104</b>

The annexed notes from 01 to 42 and from Annexure A to C are integral part of these financial statements.



Company Secretary



Managing Director

Director

Signed in terms of our separate report of even date annexed.





**KARNAPHULI PAPER MILLS LIMITED**  
Notes to the Financial Statements  
As at and for the year ended June 30, 2020.

**01.00 COMPANY PROFILE AND ITS OBJECTIVES**

**Karnaphuli Paper Mills Limited** was incorporated on 23 October 1953 as a Public Limited Company by taking over paper mills set up by the erstwhile Pakistan Industrial Development Corporation (PIDC) at Chandraghona, Rangamati. The date of commencement of business was on 22 September 1953. M/s. Dawood Industry was appointed as managing agent in Extra Ordinary General Meeting of the shareholders held on 11 April 1958 and the managing agency was formally assigned to the new managing agent on 02 July 1958. After liberation, the shares were vested with the government of Bangladesh who engaged BIDC/BPBC to manage the affairs of the Company. After merger of BPBC with Bangladesh Chemical Industries Corporation (BCIC), the management of company vested with BCIC effecting from 01 July 1976.

The installed capacity of the mills was to produce 30,000 M. Tons of papers per annum. The company produces writing, printing and brown sulphate papers of various grades ranging from 40GSM to 350 GSM. It also produces corrugated board/box, bituminized paper, paper con, gum tape etc.

**02.00 ACCOUNTING POLICIES**

**02.01 Basis of Accounting**

The Financial Statements of the company are prepared on a going concern concept and on accrual basis of accounting under historical cost convention and in accordance with generally accepted accounting principles. Wherever appropriate, such principles are explained in the succeeding notes.

**02.02 Depreciation on Fixed Assets**

Fixed Assets except land are depreciated on reducing balance method at rates varying from 2.5% to 25% considering the useful lives of each category of assets. Depreciation is charged on additions to fixed asset on day basis as and when the assets are available for use and no depreciation is charged in the date of disposal.

**02.03 Inventories and its Valuation**

Components	Basis of valuation, as consistently followed
Raw Materials	Moving Average Cost
Chemicals	Moving Average Cost
Stores and Spares	Moving Average Cost
Work-in-Process	Cost of Materials Plus Proportionate Conversion Cost
Finished Goods	At a present rate of BCIC/Net Realizable Value



#### 02.04 Retirement Benefits

The company has introduced a retirement benefit plan covering substantially all of its employees. Under this plan, benefit (Gratuity) is based on two-month basic salary/ wages for each completed year of service. In addition to gratuity, the employees subscribed certain percentages of their basic salaries and wages to the provident fund to which the company contributes equally subject to a maximum of 10%.

#### 02.05 Allocation of expenses for services provided by BCIC

The company obtains some administrative and other support services from Bangladesh Chemical Industries Corporation (BCIC) in those areas where common services can be efficiently provided by BCIC. Those include internal audit, administrative and technical support, arrangement of finance, supplies, etc. Payment for these services is made by the company to BCIC on allocated charge as head office expense determined by BCIC.

#### 02.06 AUTHORIZED CAPITAL

The authorized capital is Tk. 1,500,000,000 of the company represents value of 150,000,000 ordinary shares of Tk. 10 each.

#### 02.07 ISSUED SUBSCRIBED AND PAID-UP CAPITAL

The above amount of paid-up capital is Tk. 46,000,070 represents the value of 4,600,007 Ordinary shares of Tk. 10 each held in the name of Bangladesh Chemical Industries Corporation (BCIC) and its nominees.

#### 02.08 GOVERNMENT EQUITY / CAPITAL CONTRIBUTION

The Government Equity / Capital Contribution is Tk. 949,242,615, which has been carried forward from previous year's accounts without any change during the year under audit, details of which are given below:

Particulars	June 30, 2020	June 30, 2019
Government Contribution in Cash (1976-1978)	46,500,000	46,500,000
Transferred from General Reserve (1981-1982)	49,345,215	49,345,215
Conversion of ADP Loan (1981-1982)	8,154,715	8,154,715
Conversion of ADP (BMRE) Loan (1986-1987)	36,180,285	36,180,285
Conversion of ADP (RD and BE) Loan (1986-1987)	110,782,400	110,782,400
Govt. Loan (BMR) 40%	698,280,000	698,280,000
<b>Total</b>	<b>949,242,615</b>	<b>949,242,615</b>



## 02.09 CAPITAL RESERVE

The Capital Reserve is Tk. 342,088,959, which has been carried forward from previous year's accounts without any change during the year under audit, details of which are given below:

Particulars	June 30, 2020	June 30, 2019
Capital Fund of Dawood Corporation Ltd.	23,452,053	23,452,053
Share Capital of River Transport Department	500,000	500,000
Capital Gain on Sales of Fixed Assets	5,800,906	5,800,906
Capital Reserve	312,336,000	312,336,000
<b>Total</b>	<b>342,088,959</b>	<b>342,088,959</b>

## 02.10 INTEREST FREE GOVT. LOAN

The amounting Tk. 57,100,000 received from Government of Bangladesh (GOB) in 1994-1995 against Golden Handshake Scheme where 367 workers were retired. The fund was fully utilized by paying the benefits of leave pay and gratuity of above numbers workers.



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
03.00	<b>Property, Plant and Equipment</b>			
	This is made up as follows:			
	<b>A. At Cost</b>			
	Opening Balance		1,398,058,546	1,398,058,546
	Add: Addition during the year		-	-
	<b>Closing Balance</b>		<b>1,398,058,546</b>	<b>1,398,058,546</b>
	<b>B. Accumulated Depreciation</b>			
	Opening balance		1,185,262,803	1,170,342,722
	Add: Depreciation charged during the year		13,730,973	14,920,081
	<b>Closing Balance</b>		<b>1,198,993,776</b>	<b>1,185,262,803</b>
	<b>Written Down Value as on June 30, 2020 (A-B)</b>		<b>199,064,770</b>	<b>212,795,743</b>
	Details are shown in Annexure-A			
04.00	<b>Capital Work in Progress</b>			
	This is made up as follows:			
	BMR Project	04.01	2,218,794,318	2,218,794,318
	Other of KPM	04.02	94,438,558	94,438,558
	<b>Total</b>		<b>2,313,232,876</b>	<b>2,313,232,876</b>
04.01	<b>BMR Project</b>			
	This is made up as follows:			
	Opening Balance		2,218,794,318	2,218,794,318
	Add: Addition during the year		-	-
	<b>Closing Balance</b>		<b>2,218,794,318</b>	<b>2,218,794,318</b>
04.02	<b>Other of KPM</b>			
	This is made up as follows:			
	Maintenance work for recovery & boiler (KPM)		18,710,099	18,710,099
	Jute Project		75,728,459	75,728,459
	<b>Total</b>		<b>94,438,558</b>	<b>94,438,558</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>05.00</b>	<b>Deferred Expenses</b>			
	This is made up as follows:			
	Opening Balance		125,975,600	105,500,000
	Add: Addition during the year		52,371,000	20,475,600
			<u>178,346,600</u>	<u>125,975,600</u>
	Less: Adjustment during the year		-	-
	<b>Closing Balance</b>		<u><b>178,346,600</b></u>	<u><b>125,975,600</b></u>
<b>06.00</b>	<b>Investment</b>			
	This is made up as follows:			
	Investment in Karnaphuli Rayon & Chemicals Ltd.		2,807,550	2,807,550
	<b>Total</b>		<u><b>2,807,550</b></u>	<u><b>2,807,550</b></u>
<b>07.00</b>	<b>Advance, Deposit and Pre-Payment</b>			
	This is made up as follows:			
	Advance to Employee	07.01	14,121,527	16,346,063
	Advance to Contractors & Suppliers	07.02	40,959,615	32,946,774
	Audit Objection	07.03	3,591,985	2,652,743
	Deposits	07.04	44,342,836	36,631,589
	Prepayments	07.05	5,324,501	2,663,415
	<b>Total</b>		<u><b>108,340,464</b></u>	<u><b>91,240,584</b></u>
<b>07.01</b>	<b>Advance to Employee</b>			
	This is made up as follows:			
	Advance against Salary		26,218	308
	Advance against TA & DA		669,162	779,570
	Advance against Medical		269,233	286,533
	Advance against Purchases		2,676,817	3,189,550
	Cyclone Advance		5,860	5,860
	Advance to Relief Fund		90,000	-
	Advance against Wages Commission		4,335,843	4,619,789
	Advance against Final Settlement		890,000	1,100,000
	Advance against Facilities & Others		5,158,394	6,364,453
	<b>Total</b>		<u><b>14,121,527</b></u>	<u><b>16,346,063</b></u>
<b>07.02</b>	<b>Advance to Contractors &amp; Suppliers</b>			
	This is made up as follows:			
	Contractors Labor & Others		478,481	388,481
	Stores Suppliers		40,481,134	32,558,293
	<b>Total</b>		<u><b>40,959,615</b></u>	<u><b>32,946,774</b></u>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>07.03</b>	<b>Audit Objection</b>			
	This is made up as follows:			
	Audit Objection against Arrear Overtime		951,205	951,205
	Audit Objection against Maternity Allowance		15,700	15,700
	Audit Objection against Medical Treatment		1,685,838	1,685,838
	Audit Objection against Electricity Bill		939,242	-
	<b>Total</b>		<b>3,591,985</b>	<b>2,652,743</b>
<b>07.04</b>	<b>Deposits</b>			
	This is made up as follows:			
	Security Deposit to Govt. Agencies		41,962,425	36,631,589
	VAT Payable		2,380,411	-
	<b>Total</b>		<b>44,342,836</b>	<b>36,631,589</b>
<b>07.05</b>	<b>Prepayments</b>			
	This is made up as follows:			
	Royalty on FRM		5,806,146	3,806,146
	Salary Income Tax		(995,851)	(1,656,937)
	Insurance		514,206	514,206
	<b>Total</b>		<b>5,324,501</b>	<b>2,663,415</b>
<b>08.00</b>	<b>Advance against Income Tax</b>			
	This is made up as follows:			
	Opening Balance		112,046,982	112,046,982
	Add: Addition during the year		8,866,027	-
			<b>120,913,009</b>	<b>112,046,982</b>
	Less: Adjustment during the year		-	-
	<b>Closing Balance</b>		<b>120,913,009</b>	<b>112,046,982</b>
	<b>Details are shown in Annexure-B</b>			
<b>09.00</b>	<b>Trade Debtors/ Accounts Receivables</b>			
	This is made up as follows:			
	Government & Other Industries.	09.01	282,024,208	96,352,638
	Less: Bad Debt Provision		132,299	132,299
	<b>Total</b>		<b>281,891,909</b>	<b>96,220,339</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>09.01</b>	<b>Government &amp; Other Industries.</b>			
	This is made up as follows:			
	BD. Sty. Office, Tejgao.		152,464,561	80,746,823
	The Secretary, NCTB Dhaka.		127,476,397	13,522,565
	Security printing Corporation		-	-
	Lever Brothers (BD) Ltd./Unilever(BD. Ltd		707,223	707,223
	Padma Oil Company		-	-
	Danish Condensed Milk		5,507	5,507
	Mehar Industries (BD) Ltd.		29,833	29,833
	Karanaphuli Jute Mills Ltd.		16,457	16,457
	Sagar Screen Printers		6,373	6,373
	Seedat Brothers		125,490	125,490
	Bangladesh Bureau of Statistics		1,157,297	1,157,297
	UNICEF Account		11,945	11,945
	Others		23,125	23,125
	<b>Total</b>		<b>282,024,208</b>	<b>96,352,638</b>
<b>10.00</b>	<b>Other Debtors/ Other Receivables</b>			
	This is made up as follows:			
	Other Debtors	10.01	17,345,421	16,353,389
	Claims Receivables	10.02	6,558,618	6,558,618
	Others	10.03	53,195	53,195
	<b>Total</b>		<b>23,957,234</b>	<b>22,965,202</b>
<b>10.01</b>	<b>Other Debtors</b>			
	This is made up as follows:			
	River Transport Department (RTD)		780,444	780,444
	Shop Keepers		8,215,843	7,416,368
	Other Debtors (Misc)		901,131	708,574
	Setasa Trading		4,400,000	4,400,000
	Testing fee receivable		319,500	319,500
	Empl. Co-Operative Society		285,848	285,848
	Other Debtors Karnaphuli Jute Mills		2,442,655	2,442,655
	Officers Welfare Association		-	-
	<b>Total</b>		<b>17,345,421</b>	<b>16,353,389</b>
<b>10.02</b>	<b>Claims Receivables</b>			
	This is made up as follows:			
	Meghna Petroleum Ltd.		6,558,618	6,558,618
	<b>Total</b>		<b>6,558,618</b>	<b>6,558,618</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
10.03	<b>Others</b>			
	This is made up as follows:			
	Stores issued on loan		53,195	53,195
	<b>Total</b>		<b>53,195</b>	<b>53,195</b>
11.00	<b>Current Accounts with Enterprise</b>			
	This is made up as follows:			
	Khulna Hard Board Mills Ltd. (KHBM)		135,895	135,895
	Chhatak Cement Co. Ltd		1,005,838	1,005,838
	Usmania Glass Sheet Factory (UGSF) Ltd.		645,493	645,493
	BCIC Distrib. Division (BCIC Current A/c)		116,489	116,489
	BCIC Branch Office		21,985	21,985
	Ashugonj Fertilizer Factory Ltd.		36,248	-
	Chittagong Urea Fertilizer Ltd. (CUFL)		4,439,134	5,062,837
	Shajjal Fertilizer Company Ltd. (Former-NGFF)		233,841	321,798
	TSP Complex Ltd.		9,671,162	9,396,762
	Training Institute for Chemical Industries (TICI)		356,289	356,669
	DAP Fertilizer Company Ltd.		3,549,597	352,233
	Dhaka Leather Company Ltd.		56,430	56,430
	Ujala Mach Factory Ltd.		317,530	317,530
	North Bengal Paper Mills Ltd		45,481	45,481
	<b>Total</b>		<b>20,631,412</b>	<b>17,835,440</b>
12.00	<b>Inventories</b>			
	This is made up as follows:			
	Raw Materials, Chemicals & Packing Mater	12.01	130,174,222	121,834,703
	Spare Parts & Accessories	12.02	308,863,330	308,783,070
	Stock in Transit	12.03	293,318,948	313,503,833
	Work in Process	12.04	126,366,022	124,059,557
	Finished Goods	12.05	269,657,936	103,493,219
	<b>Total</b>		<b>1,128,380,458</b>	<b>971,674,382</b>
12.01	<b>Raw Materials, Chemical &amp; Packing Materials</b>			
	This is made up as follows:			
	<b>Raw Materials</b>			
	FRM Stock (Changdraghona Yard)	12.01.1	28,124,630	24,177,794
	Chipper House	12.01.2	29,803,003	33,648,163
	FRM Depo (Kaptai)	12.01.3	-	228,943
	Chemicals & Others	12.01.4	72,246,588	63,779,803
	<b>Total</b>		<b>130,174,222</b>	<b>121,834,703</b>





Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
12.01.1	<b>FRM Stock (Changdraghona Yard)</b>			
	Bamboo-Muli		6,341,692	6,367,484
	Bamboo-Barla		598,246	598,246
	Wood		21,184,692	17,212,064
	<b>Total</b>		<b>28,124,630</b>	<b>24,177,794</b>
12.01.2	<b>Chipper House</b>			
	Stock Materials		29,803,003	33,648,163
	<b>Total</b>		<b>29,803,003</b>	<b>33,648,163</b>
12.01.3	<b>FRM Depo (Kaptai)</b>			
	Stock Materials		-	228,943
	<b>Total</b>		<b>-</b>	<b>228,943</b>
12.01.4	<b>Chemicals &amp; Others</b>			
	Chandraghona Stores		29,448,199	58,859,366
	Chittagong Stores		151,007	151,008
	Packing Materials		2,193,789	2,107,093
	Materials in Plant		40,453,593	2,662,336
	<b>Total</b>		<b>72,246,588</b>	<b>63,779,803</b>
12.02	<b>Spare Parts &amp; Accessories</b>			
	This is made up as follows:			
	Furnace Oil & Lubricants		4,774,791	4,656,639
	Construction Materials		1,311,614	1,286,229
	Iron & Nonferrous Materials		5,478,409	4,843,548
	Machine Clothing		18,604,026	17,833,801
	Capital Stores		16,839,076	15,799,076
	General Stores		18,951,451	19,765,465
	Spares & Accessories		213,072,306	214,928,618
	Non-Movable Stores		313,138	313,138
	Deferred Stores (DS-1)		327,963	327,963
	Deferred Stores (DS-2)		510,108	510,108
	Stores in Hand-FRM		27,214,256	27,214,256
	Stores in Hand-RTD		518,861	518,861
	Stores Clearing A/c		6,069	6,069
	Fuel Stock in KCSS		941,262	779,299
	<b>Total</b>		<b>308,863,330</b>	<b>308,783,070</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>12.03</b>	<b>Stock in Transit</b>			
	This is made up as follows:			
	Raw Materials and Other Materials		293,318,948	313,503,833
	<b>Total</b>		<b>293,318,948</b>	<b>313,503,833</b>
<b>12.04</b>	<b>Work in Process</b>			
	This is made up as follows:			
	Liquid / Solid Alum	12.04.1	99,038,413	100,372,867
	Calcium Hypo	12.04.2	27,327,609	23,686,690
	<b>Total</b>		<b>126,366,022</b>	<b>124,059,557</b>
<b>12.04.1</b>	<b>Liquid / Solid Alum</b>			
	Thick Black Liquor		99,038,413	96,237,015
	Un-blessed Pulp (Digester)		-	3,649,686
	Un-blessed Pulp (Washing)		-	486,166
	<b>Total</b>		<b>99,038,413</b>	<b>100,372,867</b>
<b>12.04.2</b>	<b>Calcium Hypo</b>			
	Bleached Pulp (Bleaching Section)		403,090	403,090
	Bleached Pulp (Bleater House)		207,600	207,600
	Chips in Silo		25,354,255	21,713,336
	Hydro Chloric Acid (HCl)		62,664	62,664
	Brine		1,300,000	1,300,000
	<b>Total</b>		<b>27,327,609</b>	<b>23,686,690</b>
<b>12.05</b>	<b>Finished Goods</b>			
	This is made up as follows:			
	Paper		254,287,064	89,728,207
	Mill Wrapper		9,180,027	8,334,350
	Br. Sulphate paper		3,793,071	2,701,301
	Bituminized Paper		841,195	841,195
	Corrugated Board/ Box		1,556,579	1,888,166
	<b>Total</b>		<b>269,657,936</b>	<b>103,493,219</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
13.00	<b>Investment in FDR</b>			
	This is made up as follows:			
	Sonali Bank FDR No. 800609		50,000	50,000
	Agrani Bank FDR No. 0259295/14/05		275,000	275,000
	Agrani Bank FDR No. 0259296/15/05		37,732	37,732
	Agrani Bank FDR No. 11 A-0009701/20/05		150,000	150,000
	<b>Total</b>		<b>512,732</b>	<b>512,732</b>
14.00	<b>Cash &amp; Cash Equivalent</b>			
	This is made up as follows:			
	Cash at Bank	14.01	4,707,976	10,795,942
	Cash in Hand	14.02	56,381	114,162
	<b>Total</b>		<b>4,764,357</b>	<b>10,910,104</b>
14.01	<b>Cash at Bank</b>			
	This is made up as follows:			
	Sonali Bank,CNA.		302,327	302,327
	Sonali Bank,CTG.(Ac No-643)		-	387,253
	Sonali Bank, Mymensingh		1,880	1,880
	Sonali Bank, Lalmonirhat		2,790	2,790
	Agrani Bank, CTG. (D.C.L)		1,156	1,156
	BASIC Bank CTG (2410-01-0003128)		5,030,604	5,330,604
	Sonali Bank, Dhaka/N.Gan]		4,892	4,892
	Sonali Bank, Matiranga.		5,112	5,112
	Sonali Bank Kalibari (Ac No-13046)		59,408	59,408
	Agrani Bank, CTG. (RTD)		6,247	6,247
	Sonali Bank, Malibagh Br,Dhaka (K-968)		524,794	37,686
	Sonali Bank,CTG.(STD 37)		174,428	174,428
	Sonali Bank, Malibagh, Dhaka (STD-12)		4,239,092	1,267,787
	Sonali Bank, Chandraghona		969,530	2,374,434
	Janata Bank, Batakandi		1,038	1,038
	Agrani Bank, Baburhat, ChandPur.		1,056	1,056
	BASIC Bank CTG (2416-01-0000866)		-	29,898
	Agrani Bank, Chandraghona (Ac No # 06)		(6,616,378)	807,946
	<b>Total</b>		<b>4,707,976</b>	<b>10,795,942</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
14.02	<b>Cash in Hand</b>			
	This is made up as follows:			
	Imprest, CNA.		31,986	46,598
	Imprest at Chittagong office		1,295	46
	Imprest For Chittagong Guest house		5,000	5,000
	Imprest For KPM Hospital		1,800	4,846
	Imprest For Transport (KPM)		5,000	9,420
	Imprest For Transport ( FRM)		4,000	4,000
	Imprest For School & College		1,000	2,987
	Imprest For Kaptai Bamboo Yard		2,000	2,000
	Imprest For FRM Gorrage		2,000	39,265
	Imprest For CTG. Transport		2,300	-
	<b>Total</b>		<b>56,381</b>	<b>114,162</b>
15.00	<b>Share Capital</b>			
	This is made up as follows:			
15.01	<b>Authorized Capital</b>			
	150,000,000 ordinary shares of Tk.10 each		<u>1,500,000,000</u>	<u>1,500,000,000</u>
15.02	<b>Issued, Subscribed and Paid up capital</b>			
	Paid up Capital (4,600,007 shares @10 per share)		<u>46,000,070</u>	<u>46,000,070</u>
16.00	<b>Government Equity/ Capital Contribution</b>			
	This is made up as follows:			
	Government Contribution in Cash (1976-1978)		46,500,000	46500000
	Transferred from General Reserve (1981-1982)		49,345,215	49345215
	Conversion of ADP Loan (1981-1982)		8,154,715	8154715
	Conversion of ADP (BMRE) Loan (1986-1987)		36,180,285	36180285
	Conversion of ADP (RD and BE) Loan (1986-1987)		110,782,400	110782400
	Government Equity Portion on BMR 40%		698,280,000	698280000
	<b>Total</b>		<b>949,242,615</b>	<b>949,242,615</b>
	Government contributed these amount as Government Equity/ Capital in several years for governance and development.			
17.00	<b>Retain Earnings</b>			
	This is made up as follows:			
	Opening Balance		(5,775,724,875)	(5,265,511,567)
	Add: Net Profit/Loss during the year		<u>(505,643,883)</u>	<u>(510,213,308)</u>
	<b>Closing Balance</b>		<b>(6,281,368,758)</b>	<b>(5,775,724,875)</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>18.00</b>	<b>Capital Reserve</b>			
	This is made up as follows:			
	Capital Fund of Dawood Corporation Ltd.		23,452,053	23,452,053
	Share Capital of River Transport Department		500,000	500,000
	Capital Gain on Sales of Fixed Assets		5,800,906	5,800,906
	Capital Reserve		312,336,000	312,336,000
	<b>Total</b>		<b>342,088,959</b>	<b>342,088,959</b>

**19.00 Interest Free Government Loan**

This is made up as follows:

Govt. Loan	57,100,000	57,100,000
<b>Total</b>	<b>57,100,000</b>	<b>57,100,000</b>

This represents amount received from Government of Bangladesh (GOB) in 1994-1995 against Golden Handshake Scheme where 367 workers were retired. The fund was fully utilized by paying the benefits of leave pay and gratuity of above numbers workers.

**20.00 Government Loan (BMR)**

This is made up as follows:

Opening Balance	1,520,514,318	1,468,143,318
Add: Interest addition during the year	52,371,000	52,371,000
	<b>1,572,885,318</b>	<b>1,520,514,318</b>
Less: Adjustment/ Payment during the year	-	-
<b>Closing Balance</b>	<b>1,572,885,318</b>	<b>1,520,514,318</b>

Details are shown in Annexure-C

**21.00 Debenture Loan**

This is made up as follows:

Overdraft (Principal)	41,131,880	41,131,880
Add: Interest up to December 1984	99,600,209	99,600,209
Add: Interest due from Jan. 1985 to December 31, 1991	13,838,655	13,838,655
	<b>154,570,744</b>	<b>154,570,744</b>
Less: Repayment on Debenture:		
Principal	28,451,138	28,451,138
Interest	13,838,655	13,838,655
<b>Closing Balance</b>	<b>112,280,951</b>	<b>112,280,951</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019

**22.00 Non-Development Government Loan (ADP)**

This is made up as follows:

Government Loan (ADP)	130,500,000	130,500,000
<b>Total</b>	<b><u>130,500,000</u></b>	<b><u>130,500,000</u></b>

The above loan was received from GOB through BCIC in June 2003 for reduction of man power of the company under Voluntary Retirement Scheme vide Government order dated 23 June 2003. The loan is repayable within 5 (five) years together with interest @ 5%.

**23.00 Loan from CUFL**

This is made up as follows:

Opening Balance	90,162,192	87,362,192
Add: Addition during the year	2,800,000	2,800,000
<b>Closing Balance</b>	<b><u>92,962,192</u></b>	<b><u>90,162,192</u></b>

The above amount was taken from Chittagong Urea Fertilizer Ltd. (CUFL) as long-term loan (Tk. 2 core each in July 2001 and August 2001). The rate of interest is 7% per annum. These loans are repayable in 10 yearly installments at the end of December each year after a grace period of one year along with interest due thereon as per repayment schedule.

**24.00 Deferred Liabilities (Gratuity)**

This is made up as follows:

Opening Balance	846,739,266	668,227,602
Add: Provision during the year	14,997,680	88,109,138
Add: Prior years adjustment	-	176,218,275
	<b><u>861,736,946</u></b>	<b><u>932,555,015</u></b>
Less: Payment / Adjustment for the year	72,485,704	85,815,749
<b>Closing Balance</b>	<b><u>789,251,242</u></b>	<b><u>846,739,266</u></b>

**25.00 BCIC Loan Account**

This is made up as follows:

Loan Amount	2,791,595,473	2,394,371,126
<b>Total</b>	<b><u>2,791,595,473</u></b>	<b><u>2,394,371,126</u></b>

**26.00 BCIC Current Account**

This is made up as follows:

Loan Amount	1,263,956,691	1,227,392,818
<b>Total</b>	<b><u>1,263,956,691</u></b>	<b><u>1,227,392,818</u></b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>27.00</b>	<b>Creditors for Expenses</b>			
	This is made up as follows:			
	Construction, Handling and Labor Supply C	27.01	618,868,374	418,325,286
	Other Expenses	27.02	66,069,125	68,659,981
	Unpaid Salaries and Allowances	27.03	195,879,713	150,115,921
	Provision for Interest on Loan	27.04	17,569,504	17,569,504
	Welfare Expenses	27.05	60,000	60,000
	Arrear Salaries for Wages Commission	27.06	38,780	-
	<b>Total</b>		<b>898,485,496</b>	<b>654,730,692</b>
<b>27.01</b>	<b>Construction, Handling and Labor Supply Contractor</b>			
	This is made up as follows:			
	Creditor for Construction Contract		6,248,076	5,942,721
	Creditor Handling & Labor Supply		10,453,639	9,274,499
	Creditors for Others		601,887,790	402,829,197
	Creditor for Work-in-Progress		278,869	278,869
	<b>Total</b>		<b>618,868,374</b>	<b>418,325,286</b>
<b>27.02</b>	<b>Other Expenses</b>			
	This is made up as follows:			
	Self-Manufacturing, Clearing A/C Workshop Made		4,642,223	4,642,223
	Self-Manufacturing, Clearing A/C -Alum		19,096,003	19,096,003
	Self-Manufacturing, Lime Cline		1,156,005	1,156,005
	Self-Manufacturing, Bleached Chemicals		495,000	495,000
	Liabilities for Audit Objection		3,809,025	2,750,083
	Levy for Training Institute and Chemical Industry Levy		131,439	131,439
	Provision for Audit Fees		480,000	120,000
	Provision for Insurance		120,000	2,510,187
	Head Office Levy		3,130,602	4,707,602
	Creditor for Other Expenses-KPM		5,503,200	5,545,811
	Creditor for Other Expenses-River Transport Departme		25,960,468	25,960,468
	Land Revenue		1,545,160	1,545,160
	<b>Total</b>		<b>66,069,125</b>	<b>68,659,981</b>
<b>27.03</b>	<b>Unpaid Salaries and Allowances</b>			
	This is made up as follows:			
	Salary Clearing		195,879,713	150,115,921
	<b>Total</b>		<b>195,879,713</b>	<b>150,115,921</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>27.04</b>	<b>Provision for Interest on Loan</b>			
	This is made up as follows:			
	Provision for Interest on BCIC Loan		17,569,504	17,569,504
	<b>Total</b>		<b>17,569,504</b>	<b>17,569,504</b>
<b>27.05</b>	<b>Welfare Expenses</b>			
	This is made up as follows:			
	Medical Expense		60,000	60,000
	<b>Total</b>		<b>60,000</b>	<b>60,000</b>
<b>27.06</b>	<b>Arrear Salaries for Wages Commission</b>			
	This is made up as follows:			
	Waggess Commission		38,780	-
	<b>Total</b>		<b>38,780</b>	<b>-</b>
<b>28.00</b>	<b>Creditor for Other Finance</b>			
	This is made up as follows:			
	Deposits from Customers	28.01	12,723,588	37,099,668
	Fare Price Shop Account (Ctg./ Dhaka)	28.02	16,705,373	7,147,620
	Secretary Providend Fund	28.03	687,313,543	642,566,023
	Income Tax on Party's Bill Payables	28.04	69,758,573	63,313,127
	VAT on Parties Bill Payables	28.05	32,810,743	31,721,862
	Contractors Security Deposit	28.06	80,035,946	80,033,407
	Advance Received against Scrap Sales	28.07	4,058,464	4,007,782
	Sundry Creditors for Others Finance	28.08	23,625,788	25,850,202
	Interest on Agrani Bank Debenture	28.09	6,567,497	6,567,497
	<b>Total</b>		<b>933,599,515</b>	<b>898,307,188</b>
<b>28.01</b>	<b>Deposits from Customers</b>			
	This is made up as follows:			
	Chittagong Dealers		5,888,913	5,888,913
	Dhaka Dealers		25,432,808	25,431,721
	Moffasal Dealers		1,450,129	1,505,839
	Govt. & Industrial		(20,048,262)	4,273,195
	<b>Total</b>		<b>12,723,588</b>	<b>37,099,668</b>





Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>28.02</b>	<b>Fare Price Shop Account (Ctg./ Dhaka)</b>			
	This is made up as follows:			
	Fare Price Shop A/C-Chittagong		1,909,793	2,580,957
	Fare Price Shop A/C-Dhaka		14,795,580	4,566,663
	<b>Total</b>		<b>16,705,373</b>	<b>7,147,620</b>
<b>28.03</b>	<b>Secretary Provident Fund</b>			
	This is made up as follows:			
	Employees Own Contribution		54,689,052	38,612,453
	Cons. Contribution		54,689,052	38,612,453
	21/2 Add Own Contribution		1,038,889	850,688
	PF Loan Recovered		46,430,300	41,876,958
	Current Account with Secretary PF		530,466,250	522,613,471
	<b>Total</b>		<b>687,313,543</b>	<b>642,566,023</b>
<b>28.04</b>	<b>Income Tax on Party's Bill Payables</b>			
	This is made up as follows:			
	Store Supplies & Others		42,973,333	36,599,755
	Forest Raw Materials Suppliers		24,169,599	24,169,599
	Construction		2,193,155	2,121,287
	Scrap Sale		422,486	422,486
	<b>Total</b>		<b>69,758,573</b>	<b>63,313,127</b>
<b>28.05</b>	<b>VAT on Parties Bill Payables</b>			
	This is made up as follows:			
	Contractor		11,591,152	827,149
	Suppliers		351,635	6,647,225
	Store Materials		8,680,361	1,935,416
	Bamboo Chips Carrying		1,941,194	471,444
	FRM Suppliers		474,439	9,771,962
	VAT Revolving Accounts		9,771,962	12,068,666
	<b>Total</b>		<b>32,810,743</b>	<b>31,721,862</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>28.06</b>	<b>Contractors Security Deposit</b>			
	This is made up as follows:			
	Lease Forest (FRM)		20,265,457	21,688,957
	Local Suppliers (FRM)		17,182,851	16,709,351
	Out Station (FRM)		4,760,354	4,995,354
	Construction (Civil)		2,109,498	2,057,101
	Store Supplier & Others		24,734,765	23,599,623
	Paper Dealers		10,819,500	10,819,500
	Chips Carrying		59,121	59,121
	Kacha House Holder		104,400	104,400
	<b>Total</b>		<b>80,035,946</b>	<b>80,033,407</b>
<b>28.07</b>	<b>Advance Received against Scrap Sales</b>			
	This is made up as follows:			
	Advance Receive against Scrap Sales		4,058,464	4,007,782
	<b>Total</b>		<b>4,058,464</b>	<b>4,007,782</b>
<b>28.08</b>	<b>Sundry Creditors for Others Finance</b>			
	This is made up as follows:			
	Recovery of HO Other PF Cont & Interest		10,458,082	13,682,082
	Recovery of Welfare Loan, Subs, Loan & Int.		2,287,895	1,980,913
	BCIC Welfare Fund		469,740	469,740
	Recovery of House Building Loan & Int. (H.O)		4,621,824	3,910,125
	Liabilities against Godown Rent		4,366,707	4,366,707
	KV Club (Subscription)		150,595	56,319
	Mohila Club (Subscription)		(1,432)	(11,329)
	KPM Sramik Karmachari CB Kendra		192,785	208,915
	Karnaphuli Club CTG		20,211	19,491
	BCIC Club Cnrg.		690	690
	Officers Welfare Association		23,257	82,717
	Hajj Scheme		289,447	289,447
	Bangladesh Chemical Society		8,400	21,030
	Payable to Agrani Bank Ltd.		2,000	2,000
	Donation (Medical Treatment)		12,837	12,837
	Union Subscription (Employees Union)		17,489	7,862
	Schoal Fund		538,544	538,544
	Prakoushali Samity		23,235	17,835
	Diploma Association		58,889	41,589
	Hindu Mandir		4,881	36,151
	Scout Fee		21,800	55,160
	Budhist Fund		57,912	48,012
	Welfare Fund A/C		-	13,365
	<b>Total</b>		<b>23,625,788</b>	<b>25,850,202</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>28.09</b>	<b>Interest on Agrani Bank Debenture</b>			
	This is made up as follows:			
	Int. on Agrani Bank Debenture (1985-86)		6,567,497	6,567,497
	<b>Total</b>		<b>6,567,497</b>	<b>6,567,497</b>
<b>29.00</b>	<b>Creditors for Suppliers/ Accounts Payables</b>			
	This is made up as follows:			
	Creditor for Stores Supply	29.01	84,076,854	95,187,550
	Creditor for FRM purchase/ Expenses	29.02	30,783,634	35,932,748
	Creditor for Materials and Chemicals	29.03	31,986,410	14,305,547
	Creditor for Cost and Other Expenses	29.04	187,328,774	48,781,872
	Stores Received on Loan	29.05	106,600	106,600
	<b>Total</b>		<b>334,282,272</b>	<b>194,314,317</b>
<b>29.01</b>	<b>Creditor for Stores Supply</b>			
	This is made up as follows:			
	Stores Supply Local		84,076,854	95,187,550
	<b>Total</b>		<b>84,076,854</b>	<b>95,187,550</b>
<b>29.02</b>	<b>Creditor for FRM purchase/ Expenses</b>			
	This is made up as follows:			
	Royalty Payable		4,911,202	4,911,202
	FRM Suppliers		(27,106,268)	(22,437,151)
	FRM Cutting & rafting		4,816,646	5,296,643
	FRM Out Station		-	-
	Adv. Ag. Bamboo Chips Carrying Exp.		130,140	130,140
	Creditors for Accrued Expenses (Misc)		48,031,914	48,031,914
	<b>Total</b>		<b>30,783,634</b>	<b>35,932,748</b>
<b>29.03</b>	<b>Creditor for Materials and Chemicals</b>			
	This is made up as follows:			
	Amin Jute Mills Ltd.		799,128	799,128
	Cash Purchase Clearing Account		(54,806)	108,800
	Creditors for Raw Materials		31,242,088	13,397,619
	<b>Total</b>		<b>31,986,410</b>	<b>14,305,547</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>29.04</b>	<b>Creditor for Cost and Other Expenses</b>			
	This is made up as follows:			
	Store in Transit (Cr. Balance)		162,454,594	-
	Import Clearing Account		24,874,180	48,781,872
	<b>Total</b>		<b>187,328,774</b>	<b>48,781,872</b>
<b>29.05</b>	<b>Stores Received on Loan</b>			
	This is made up as follows:			
	Stores received on loan		106,600	106,600
	<b>Total</b>		<b>106,600</b>	<b>106,600</b>
<b>30.00</b>	<b>Current Account with Enterprise</b>			
	This is made up as follows:			
	Running Factories	30.01	148,461,163	147,954,148
	Pay Off/ Closed Factories	30.02	112,582,063	113,927,054
	<b>Total</b>		<b>261,043,226</b>	<b>261,881,202</b>
<b>30.01</b>	<b>Running Factories</b>			
	This is made up as follows:			
	Bangladesh Insulator and Sanitary ware Factory Ltd. (E Ashugonj Fertilizer and chemical Co. Ltd.		1,666,360	1,666,360
	Jamuna Fertilizer Co. Ltd.		886,600	351,558
	Urea Fertilizer Factory Ltd. Ghorashal		668,311	668,311
	Polash Urea Fertilizer Factory Ltd.		2,333,905	2,333,905
	BMR of KPM Ltd.		142,905,987	142,905,987
	<b>Total</b>		<b>148,461,163</b>	<b>147,954,148</b>
<b>30.02</b>	<b>Pay Off/ Closed Factories</b>			
	This is made up as follows:			
	BCIC Current Account Ltd. (Former SPPM)		3,900,600	3,900,600
	Chittagong Chemical Complex (CCC)		5,172,522	5,172,522
	Karnaphuli Rayon and Chemicals Ltd. (KRC)		101,116,790	102,461,781
	Takerghat Lime Stone Mining Project (TLMP)		22,682	22,682
	Khulna Newsprint Mills Ltd. (KNM)		2,369,469	2,369,469
	<b>Total</b>		<b>112,582,063</b>	<b>113,927,054</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>31.00</b>	<b>Creditor for Workers Profit Participation Fund</b>			
	This is made up as follows:			
	Opening Balance		816,405	732,405
	Add: Addition during the year		94,200	84,000
			<u>910,605</u>	<u>816,405</u>
	Less: Payment during the year		-	-
	<b>Closing Balance</b>		<u><b>910,605</b></u>	<u><b>816,405</b></u>
<b>32.00</b>	<b>Bank Overdraft</b>			
	This is made up as follows:			
	Sonali Bank Ltd., Ctg		806,447	-
	Sonali Bank Ltd., Ctg A/c No. 1704		2,858,837	4,461,314
	Sonali Bank Ltd., CNA		26,250,405	14,778,020
	Basic Bank, CTG-0866		47,001,400	-
	<b>Total</b>		<u><b>76,917,089</b></u>	<u><b>19,239,334</b></u>
<b>33.00</b>	<b>Provision for Tax</b>			
	This is made up as follows:			
	Opening Balance		8,260,956	5,181,430
	Add: Addition during the year		2,849,459	3,079,526
			<u>11,110,416</u>	<u>8,260,956</u>
	Less: Payment during the year		-	-
	<b>Closing Balance</b>		<u><b>11,110,416</b></u>	<u><b>8,260,956</b></u>
<b>35.00</b>	<b>Sales Quantity (MT)</b>			
	This is made up as follows:			
	Papers		4,811	5,169
	<b>Total</b>		<u><b>4,811</b></u>	<u><b>5,169</b></u>
<b>36.00</b>	<b>Sales Revenue</b>			
	This is made up as follows:			
	Local Sales		497,961,548	531,872,361
	Less: VAT		23,659,700	23,829,670
	<b>Net Sales</b>		<u><b>474,301,848</b></u>	<u><b>508,042,691</b></u>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>37.00</b>	<b>Cost of Sales</b>			
	This is made up as follows:			
	Opening Finished goods		103,493,220	78,363,163
	Add: Cost of production	37.01	914,166,420	806,619,832
			<b>1,017,659,640</b>	<b>884,982,995</b>
	Less: Recovered from KRC & Others		83,138,308	72,927,258
	Less: Closing Finished goods	12.05	269,657,936	103,493,219
	<b>Cost of goods sold</b>		<b>664,863,396</b>	<b>708,562,518</b>
<b>37.01</b>	<b>Cost of production</b>			
	This is made up as follows:			
	Opening Stock		124,059,557	133,120,749
	Add: Purchase			
	Raw Materials	37.02	439,145,024	325,013,456
	Chemical and Other Materials	37.03	16,491,688	19,541,156
			<b>579,696,269</b>	<b>477,675,361</b>
	Less: Closing Stock	12.04	126,366,022	124,059,557
	Less: Received from KRC & Others			
	<b>Raw and Other Material Consumed</b>		<b>453,330,247</b>	<b>353,615,805</b>
	Add: Factory Overhead	37.04	460,836,173	453,004,027
	<b>Cost of production</b>		<b>914,166,420</b>	<b>806,619,832</b>
<b>37.02</b>	<b>Raw Materials</b>			
	This is made up as follows:			
	FRM Materials	37.02.1	3,845,160	7,919,336
	Pulp Materials	37.02.2	426,181,215	301,655,765
	Talcum Powder	37.02.3	9,118,649	15,438,355
	<b>Total</b>		<b>439,145,024</b>	<b>325,013,456</b>
<b>37.02.1</b>	<b>FRM Materials</b>			
	Bamboo Mull		3,696,135	7,919,336
	Wood		149,025	-
	<b>Total</b>		<b>3,845,160</b>	<b>7,919,336</b>
<b>37.02.2</b>	<b>Pulp Materials</b>			
	Foreign Pulp		392,293,443	262,474,644
	Old C.C. & Others		33,887,772	39,181,121
	<b>Total</b>		<b>426,181,215</b>	<b>301,655,765</b>
<b>37.02.3</b>	<b>Talcum Powder</b>			
	Talcum Powder		9,118,649	15,438,355
	<b>Total</b>		<b>9,118,649</b>	<b>15,438,355</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>37.03</b>	<b>Chemical and Other Materials</b>			
	This is made up as follows:			
	Caustic		4,015,885	7,755,284
	Rosin		492,517	889,264
	AKD/ SK/ KE		5,379,615	5,833,298
	Starch		2,164,751	762,733
	Sulfit Cake/ S. Sulphate		4,458	-
	Lime Stone		-	3,129
	Colors and Dyes		1,149,816	3,168,006
	Solid Alum		130,162	54,988
	Soda Ash		2,174	-
	Other Chemicals		3,152,310	98,613
	C.C. Plant		-	748,139
	Alum Plant		-	164,934
	Chemicals & Others		-	62,769
	<b>Total</b>		<b>16,491,688</b>	<b>19,541,156</b>
<b>37.04</b>	<b>Factory Overhead</b>			
	This is made up as follows:			
	Labour Bills		14,723,055	19,721,198
	Gas		220,706,671	138,724,139
	Electricity		15,193,472	14,740,373
	Oil & Lubricants		3,718,355	4,339,369
	Stores and Spares		20,681,060	20,593,173
	Factory Salaries & Wages		142,197,630	219,024,778
	Factory Depreciation		11,808,637	12,831,270
	Handling & Transportation		2,968,911	3,664,207
	Repairs and Maintenance		10,957,477	9,070,058
	Advertisement and Publicity		2,547,325	4,076,739
	Accident / Death Compensation		5,666,154	4,220,035
	Uniforms		1,080,172	953,164
	Medical		46,368	45,000
	Other welfare		8,540,886	1,000,524
	<b>Total</b>		<b>460,836,173</b>	<b>453,004,027</b>
<b>37.05</b>	<b>Recovered from KRC &amp; Others</b>			
	This is made up as follows:			
	Stock Recovered from KRC & Others		83,138,308	72,927,258
	<b>Total</b>		<b>83,138,308</b>	<b>72,927,258</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
<b>38.00</b>	<b>General and Administrative Expenses</b>			
	This is made up as follows:			
	Salaries & Allowances		48,697,818	75,008,486
	Audit Fees		120,000	120,000
	Enterprise Board Meeting Expenses		62,000	239,065
	Entertainment Expenses Others		210,350	455,674
	Entertainment Expenses Guest House		251,917	(84,312)
	Professional Charges		225,012	440,415
	Newspaper and Periodicals		7,436	17,392
	Office Expenses		138,901	65,674
	Printing & Stationery		407,894	647,645
	Postage, Telegraph		29,577	578,093
	Telephone and Telex		57,504	67,890
	Travelling and Conveyance		1,797,647	1,574,311
	Bus Hire Charges		5,265	-
	Vehicles Running and Maintenance		801,837	871,918
	Vehicles Maintenance		3,387,814	506,799
	Training Expenses		-	12,000
	TICI. Levy		-	450,000
	Security Expenses		10,420,894	10,849,903
	Accident/ Death Compensation		944,359	703,339
	Advertisement and Publicity		214,835	343,821
	General Repair and Maintenance		3,506,393	2,902,419
	Depreciation		1,647,717	1,790,410
	Land Revenue		263,926	392,436
	Lighting & Electricity		4,546	166,165
	Office Rent		1,775,511	-
	Renewal Rate & Taxes		2,704,340	1,451,085
	Municipal Tax			1,136,680
	Welfare Expenses (Medical)		13,602	13,200
	Welfare Expenses (Other)		5,040,523	590,473
	Welfare Expenses (Uniform)		390,062	344,198
	<b>Total</b>		<b>83,127,680</b>	<b>101,655,179</b>





Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
39.00	<b>Selling and Distribution Expenses</b>			
	This is made up as follows:			
	Salaries & Allowances		3,895,825	6,000,679
	Handling and Transportation		329,879	407,134
	Depreciation		274,619	298,402
	Accident/Death Compensation		384,739	286,546
	Advertisement and Publicity		306,907	491,173
	Repairs & Maintenance		146,100	120,934
	Welfare Expenses (Uniform)		30,005	26,477
	Welfare Expenses (Medical)		1,855	1,800
	Welfare Expenses (Other)		420,044	49,206
	<b>Total</b>		<b>5,789,973</b>	<b>7,682,351</b>
40.00	<b>Financial Expenses</b>			
	This is made up as follows:			
	Int. on Commercial Bank Loan		825,571	1,847,021
	Interest on P.F. Loan		16,509,149	21,611,668
	Bank Charges, Misc.		73,168	11,140
	Interest on CUFL Loan		2,800,000	2,800,000
	Interest on Govt. BMR Loan		-	-
	<b>Total</b>		<b>20,207,888</b>	<b>26,269,829</b>
41.00	<b>Other Income</b>			
	This is made up as follows:			
	Interest on STD A/c		306,528	436,957
	Gain on Fixed Assets			
	KC Service Station		14,548	366,390
	Sales of Stores Mats & Others		-	43,581
	School & College		1,390,878	1,995,075
	Other Sales		151,130	78,581
	Sundry Receipts		135,836	2,291,094
	<b>Total</b>		<b>1,998,920</b>	<b>5,211,678</b>



Note No.	Particulars	Notes	Amount in Taka	
			June 30, 2020	June 30, 2019
42.00	<b>Income Tax Expenses</b>			
	This is made up as follows:			
<b>A</b>	<b>Regular Tax</b>			
	Net Profit before Income Tax		(5,775,724,875)	(5,265,511,567)
	Tax @ rate 35%		-	-
<b>B</b>	<b>Minimum Tax U/S 82c</b>			
	Gross Receipt		474,909,890	513,254,369
	Minimum Tax @ Rate 0.60%		2,849,459	3,079,526
	Tax Expense (A or B whichever is higher)		2,849,459	3,079,526



**KARNAPHULI PAPER MILLS LIMITED**  
**SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT**  
 As at June 30, 2020

Annexure-A

Sl No.	Particulars	AT COST			Rate of Depreciation %	DEPRECIATION			Written Down Value as on 30.06.2020
		Balance as on 01.07.2019	Addition During The Year	Balance as on 30.06.2020		Balance as on 01.07.2019	Charged During The Year	Balance as on 30.06.2020	
1	Land	2,384,354	-	2,384,354	0%	307,579	-	307,579	2,076,775
2	Building (KPM)	201,026,300	-	201,026,300	2.5-7.5%	1,46,171,062	1,885,519	1,48,056,581	52,969,719
3	Building (CC PLANT)	21,798,465	-	21,798,465	2.5-7.5%	11,921,533	493,846	12,415,379	9,383,086
4	Jetty Roads	89,553,530	-	89,553,530	10-15%	87,178,312	247,476	87,425,788	2,127,742
5	Plant & Machinery (KPM)	747,885,319	-	747,885,319	7.5%	667,820,352	6,004,919	673,825,271	74,060,048
6	Plant & Machinery (CC Plant)	138,175,912	-	138,175,912	7.5%	89,330,936	3,663,372	92,994,308	45,181,604
7	Motor Vehicle	108,353,944	-	108,353,944	20-25%	105,184,855	721,497	105,906,352	2,447,592
8	Flotilla	1,036,468	-	1,036,468	20.0%	1,036,081	77	1,036,158	310
9	Furniture & Fixture (KPM)	31,268,364	-	31,268,364	10-25%	28,936,893	199,552	29,136,445	2,131,919
10	Furniture & Fixture (CCP)	4,296,333	-	4,296,333	10-25%	3,202,725	109,361	3,312,086	984,247
11	Ropeway	39,480,995	-	39,480,995	5.0%	34,589,128	244,593	34,833,721	4,647,274
12	Sundry Assets	12,798,562	-	12,798,562	5.0%	9,583,347	160,761	9,744,108	3,054,454
<b>Total</b>		<b>1,398,058,546</b>	<b>-</b>	<b>1,398,058,546</b>		<b>1,185,262,803</b>	<b>13,730,973</b>	<b>1,198,993,776</b>	<b>199,064,770</b>

Depreciation Allocated to:

Factory Overhead	86%	11,808,637
General Administrative Expenses	12%	1,647,717
Selling & Distribution Expenses	2%	274,619
<b>Total</b>	<b>100%</b>	<b>13,730,973</b>



**KARNAPHULI PAPER MILLS LIMITED**  
**SCHEDULE OF ADVANCE AGAINST INCOME TAX**  
**As at June 30, 2020**

Annexure-B

Particulars	Balance as on 01.07.19	Addition During The Year	Adjustment During The Year	Balance as on 30.06.20
<b>Advance Payments</b>				
Karnaphuli Paper Mills Limited (KPML)	1,698,633	-	-	1,698,633
River Transport Division (RTD)	50,000	-	-	50,000
<b>Sub Total (A)</b>	<b>1,748,633</b>			<b>1,748,633</b>
<b>Income Tax Deducted at Source from Paper Bills</b>				
Bangladesh Stationery Office (BSO)	59,596	-	-	59,596
Controller of Military Accounts	18,260	-	-	18,260
Director General of Defense Purchase, Dhaka	40,965	-	-	40,965
<b>Sub Total (B)</b>	<b>118,821</b>			<b>118,821</b>
Advance Income Tax deducted at source from Paper Bill under (Rule-16)	80,402,665	-	-	80,402,665
Advance Income Tax deducted from Imported Materials (Rule-17)	29,776,863	-	-	29,776,863
<b>Sub Total (C)</b>	<b>110,179,528</b>			<b>110,179,528</b>
<b>Total (A + B + C)</b>	<b>112,046,982</b>			<b>112,046,982</b>



**KARNAPHULI PAPER MILLS LIMITED**  
**SCHEDULE OF INTEREST CALCULATION OF BRM LOAN**  
 As of June 30, 2020

Annexure-C

Date	Government Releasing Total Amount	Government Equity @40%	Government Loan @60%	%	Duration	Interest
02.06.2008	72,500,000	29,000,000	43,500,000	5%	1 Months	181,250
29.10.2008	100,000,000	40,000,000	60,000,000	5%	8 Months	2,000,000
15.12.2008	100,000,000	40,000,000	60,000,000	5%	7 Months	1,750,000
20.04.2009	100,000,000	40,000,000	60,000,000	5%	2 Months	500,000
14.05.2009	10,000,000	4,000,000	6,000,000	5%	1 Months	25,000
31.08.2009	182,500,000	73,000,000	109,500,000	5%	10 Months	4,562,500
23.12.2009	182,500,000	73,000,000	109,500,000	5%	6 Months	2,737,500
17.09.2010	33,500,000	13,400,000	20,100,000	5%	-	-
03.03.2010	182,500,000	73,000,000	109,500,000	5%	4 Months	1,825,000
31.05.2010	231,400,000	92,560,000	138,840,000	5%	1 Months	578,500
30.06.2011	465,800,000	186,320,000	279,480,000	5%	12 Months	9,109,430
30.06.2012	85,000,000	34,000,000	51,000,000	5%	12 Months	50,984,459
30.06.2013	-	-	-	5%	12 Months	56,083,682
30.06.2014	-	-	-	5%	12 Months	58,887,866
30.06.2015	-	-	-	5%	12 Months	61,832,259
30.06.2016	-	-	-	5%	12 Months	64,923,872
30.06.2017	-	-	-	5%	12 Months	52,371,000
30.06.2018	-	-	-	5%	12 Months	52,371,000
30.06.2019	-	-	-	5%	12 Months	52,371,000
30.06.2020	-	-	-	5%	12 Months	52,371,000
	<b>1,745,700,000</b>	<b>698,280,000</b>	<b>1,047,420,000</b>			<b>525,465,318</b>

Received from Government as Equity and Loan (BMR), Government divided the amount as 40% Equity & Government Loan BMR 60% + Interest.

