

Private & Confidential

Meghna Condensed Milk Industries Limited

Navana Tower, 45 Gulshan Avenue, (15th Floor),
Flat No. 16/A, Gulshan-1, Dhaka-1212.

For the year ended June 30, 2023

AUDITOR:

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AHMED ZAKER & CO, Chartered Accountants

Green City Edge (Level-10), 89 Kakrail, Dhaka-1000, Bangladesh Tel: 880-2-8300501-8,
Fax: 880-2-8300509, E-mail: azcbangladesh@gmail.com



Independent auditor's report to the shareholders of MEGHNA CONDENSED MILK INDUSTRIES LIMITED

Report on the Audit of the Financial Statements

Adverse Opinion

We have audited the financial statements of **MEGHNA CONDENSED MILK INDUSTRIES LIMITED** (the 'Company'), which comprise of the statement of financial position as at 30 June, 2023, and the statement 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.

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion section of our report, the accompanying financial statements do not give a true and fair view of the financial position of the Company as at June 30, 2023, and of its financial Performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Adverse Opinion

1. In the Statement of Financial Position note-3.00 Property, plant & equipment has shown amount of Tk. 141,109,497 but management of the company didn't maintain Assets register & books of accounts properly. Moreover, the company has not conducted any impairment test as per IAS-36 therefore the recoverability of the recorded amount of Property, Plant & Equipment could not be verified.
2. In the Statement of Financial Position note-4.00 Inventories have shown amount of Tk. 80,187,800 but the management of the company didn't provide us Inventory ledger or any supporting documents of the above-mentioned Inventory amount. At the time of physical Inventory counting, we didn't find any Inventories at the factory premises of the company. Management has not stated Inventories at the lower of cost and net realizable value instead stated them solely at saleable value, which constitutes a departure from IAS 2 Inventories. Consequently, this would have understated cost of sales resulting in an overstatement of net profit and total assets simultaneously in the financial statements.
3. In the Statement of Financial Position note-5.00 the Company recorded Advances, Deposits & Prepayments amount of Tk. 55,834,857 carried from previous years and management has not confirmed the probability of getting benefit out of that Advances, Deposits & Prepayments amount in the near future. We feel that in the event of non-adjustment/ non recovery of the shown amount the management should come into a decision to write off required amount with a view to reflect the asset and net profit shown in the financial statement correctly without misstatement.
4. In the Statement of Financial Position note-6.00 Sundry debtors & other Receivable has shown amount of Tk. 9,029,000 but management of the company didn't maintain books of accounts properly nor provide us any supporting documents against aforesaid amounts. In course of our audit, we found those amounts remain unadjusted for more than one year. We feel that in the event of non-adjustment/ nonpayment of the shown amount the management should come into a decision to make provision as required amount as per IFRS-9 with a view to reflect the liability and net profit shown in the financial statement correctly. Moreover, we sought permission for sending balance confirmation to the Sundry debtors & other Receivable but the management of the company denied to give permission by not providing the signed statement stating the balance amount as well as non-available of the address of the concerned parties.
5. In the Statement of Financial Position note-7.00 Loan (unsecured) has shown amount of Tk. 34,000,000 but the management of the company didn't provide us ledger, agreement, purpose of loan obtained or any other supporting documents against the aforesaid amount. Related Party transactions should be made in the banking channel but we were unable to confirm the loan amount received and paid during the year in the bank statements as the management did not provide us all bank statements. In absence of sufficient and appropriate audit evidence, the completeness and accuracy of the recorded amount could not be verified.



6. In the Statement of Financial Position note-8.00 Cash & Cash Equivalents has shown amount of Tk. 9,878,032 which comprised of Cash in hand Tk. 9,875,134 & Cash at bank Tk. 2,898. The company has been maintaining 3 bank accounts but the management of the company neither provide us bank statements except First Security Islami Bank. (A/C No.010111000023414) nor bank book and for cash in hand the management of the company didn't provide us cash books. Balance confirmation has been sent to the respective bank but not received till the reporting date. As a result, Bank Balance remain unconfirmed.
7. In the Statement of Financial Position note-9.00 shown total number of shares 16,000,000 which comprised shareholding of sponsors 8,000,000 shares & General public 8,000,000 shares. During the year shareholding position of the company has been changed by decreasing sponsors share from 8,000,000 to 5,985,540 shares & increasing General public share from 8,000,000 to 10,014,460 shares but management of the company did not provide us RJSC&F certified copy or any supporting documents as to substantiate the said increase and decrease.
8. In the Statement of Financial Position note-10.00 & note-11.00 the company recorded Long-term Loan Tk. 642,775,645 which was borrowed from Sonali Bank Limited but management of the company didn't provide us loan statement or any documents related to such loan. Also, the company didn't present the Bank loan in the separate line stating the noncurrent portion in the noncurrent liabilities and the current portion in the current liabilities which is a departure of IAS- 1. In absence of audit evidence, the completeness and accuracy of the Loan amount and financial expenses could not be verified and remained unconfirmed totally. The bank loan is non-performing loan stated in note-10.00.
9. In the Statement of Financial Position note-11.00 Cash credit & overdrafts has shown amount of Tk. 387,243,797. Out of total amount Tk. 227,790,731 borrowed from Sonali Bank Limited but management of the company didn't provide us loan statement or any documents in support of the said amount. Also, the company didn't present the Bank loan in the separate line the noncurrent portion in the noncurrent liabilities and the current portion in the current liabilities which is a departure of IAS- 1. In absence of audit evidence, the completeness and accuracy of the Loan amount and financial expenses remained unverified.
10. In the Statement of Financial Position note-12.00 Liabilities for expenses & Other Finance has shown amount of Tk. 451,889,290 but management of the company neither maintain books of accounts properly nor provide us any supporting documents to confirm the Liabilities for expenses & Other Finance. In the absence of audit evidence, the completeness and accuracy of the recorded amount could not be verified.
11. In the Statement of Financial Position note-13.00 "Worker's profit participation Fund" Taka 960,089 for which the company has not maintained any books of accounts. In course of our audit, we found those amounts remain unadjusted for several years. We feel that in the event of non-adjustment/nonpayment of the shown amount the management should come into a decision to write off of required amount as per IFRS-9 with a view to reflect the liability and net profit shown in the financial statement correctly.
12. In the Statement of Financial Position note-14.00 Dividend payable has shown amount of Tk. 1,673,604 but management of the company didn't maintain books of accounts properly. As a result, we could not verify the authenticity and correctness of the above amount.
13. In the Statement of profit or loss & other comprehensive income note-17.00 Administrative expenses shown amount of Tk. 10,098,178 but management of the company neither maintain books of accounts properly nor provide us any supporting documents to confirm the administrative expenses. In the absence of audit evidence, the completeness and accuracy of the recorded amount could not be verified.
14. According to clause 5 (2) (e) of the BSEC notification (No. BSEC/CMRRCD/2006-158/208/Admin/81-dated 20 June 2018 the management did not present any disclosures on reconciliation of the statement of cash flows.



15. As per paragraph 58 of IAS-12 "Income Taxes" the company has not recognized deferred tax expense/income in the statement of profit or loss and other comprehensive income.
16. The company has not provided required disclosure regarding compensation package of key management personnel, who is the related parties of the company which is non-compliance and departure of paragraph 17 of IAS-24 "Related Party Disclosures".
17. The company has transferred the depreciation on revaluation surplus of asset from revaluation reserve to retained earnings without adjustment of deferred tax on depreciation on revaluation surplus which is non-compliance of paragraph 20 and 64 of IAS-12 "Income Taxes".
18. The management of the company didn't provide us Trial Balance as at June 30, 2023, 12 Months VAT return, Tax return, Assessment order, 23B Acknowledgement and Updated Schedule 'X' & 'XII' from RJSC&F.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's 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), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse opinion.

Material Uncertainty Related to Going Concern

We draw attention to the note- 2.2 in the financial statement, which indicates that the company incurred a net loss of tk. 34,041,874 during the year ended June 30, 2023 and as of that date, the company's Net Asset Value Per Share (NAVPS) is (72.22), Earning per Share (EPS) is (2.13) & Net Operating Cash Flow per Share (NOCFPS) is (0.94). As stated in note- 2.2, these events or conditions, along with other matters as set forth in note- 2.2, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	
Revenue recognition	How the matter was addressed in our audit
During the year the company had no revenue due to the production stop from few years. Revenue recognition has significant and wide influence on financial statements. Revenue is recognized when the amounts and the related costs are reliably measured, and the performance obligation is complete through passing of control to the customers. Revenue from the sale of goods is recognized when the Company has delivered products to the customers and control has passed. To obtain sufficient audit evidence, magnitude audit work and resource is required.	Our audit procedures in this area included, among others: - We understood, evaluated and validated the key controls related to the Company's sales process from end to end, from contracts approval and sign-off, recording of sales and customers' outstanding balances. - We tested the completeness of journal entries compared to financial statements; as well as if there any exception existed that the debit accounts of sales recognition were not related to cash and bank, trade receivable or advances from customers.



We identified revenue recognition as a key audit matter because revenue is one of the key performance indicators of the Company and therefore there is an inherent risk of manipulation of the timing of recognition of revenue by management to meet specific targets or expectations.	- We conducted substantive testing of revenue recorded over the year using sampling techniques, by examining the relevant supporting documents including sales invoices. In addition, we confirmed certain customers' receivable balances at the balance sheet date, selected on a sample basis by considering the amounts outstanding with those customers. * During the year the company had no revenue due to the production stop from few years.
Inventory Valuation At 30 June 2023 Stock & Stores to the value of Tk. 22,637,134 is held on the financial position. Inventory is disclosed in Notes-6.00. The measurements of the inventories involve significant management judgments and estimates as it involves the consideration of a number of factors, including, future sales and estimated selling costs, using factors existing at the reporting date.	How the matter was addressed in our audit Our procedures included the following to assess inventory provisions: - Assessing the reasonableness of the methodologies applied by management for consistency with prior years and using the information obtained as evidence for evaluating the appropriateness of the assumptions made in the current year. - Understanding, evaluating and testing key internal controls with particular focus on management's monitoring and review of provision for inventories. - Evaluating the assumptions and estimates applied to the methodologies for slow moving, obsolete and damaged inventories - Testing the estimated future sales values, less estimated costs to sell, against the carrying value of the inventories. - Recalculating the arithmetical accuracy of the computations. * The company's production stop from few years therefore no movement in the Inventory.
Property, plant and equipment (PPE) PPE includes the Company's long-term assets, which flow economic benefits to the entities more than one year. PPE is measured at cost or revaluation less accumulated depreciation. The carrying value of PPE represents significant portion of total assets, which is amounting to Tk. 56,689,406 for the Company at the reporting date. PPE is disclosed in Notes- 04, Annexure- A.	How the matter was addressed in our audit We have tested the design and operating effectiveness of key controls over PPE. Our audit procedures included, among others. Followings are our audit procedures on the carrying value of PPE - Reviewing basis of recognition, measurement of assets; - Observing procedures of assets acquisition, depreciation and disposal; - Checking ownership of the asset's addition;



The carrying value of PPE is Include asset addition during the year is Tk. Nil the function of depreciation charges on cost/revaluated that involved estimation. Therefore, it has been considered as significant area of auditor's judgment and require special attention.	- Checking the Capital-Work-in-Progress (CWIP) and its transfer to PPE as well as capital expenditure commitment; - Performing due physical asset verification on sample basis at the year-end; - Checking estimated rates of depreciation being used and assessed its fairness; - Finally, assessing the appropriateness and presentation of disclosures against relevant accounting standards. * The company has not conducted any impairment test as per IAS-36
Going Concern	How the matter was addressed in our audit
As at June 30, 2023, the production of the Company has been stopped since 2019. As disclosed in note 2.2 in the financial statements, the Company has accumulated loss Tk. 1,405,454,459, during the year loss Tk. 30,041,874 and Shareholders equity has decreased from Tk. (1,121,418,489) to Tk. (1,155,460,363) from the year 2022 to 2023. Further, the Company has prepared cash flow forecast for next twelve months which involves judgment and estimation around sources of funds to meet the financial obligations and cash flow requirements over the next twelve months. Considering the above, we have identified the assessment of going concern assumption as a key audit matter considering that the Company has net current liabilities & accumulated loss.	Our audit procedures included the following: • We have obtained an understanding of the process of management assessment, of going concern and also assessed the same. • We read the management assessment in Note 2.2 which states: Management is taking various initiatives for reduction of debt & increases of profit. • We have obtained the future cash flows of the Company. We have considered the same for our assessment of the Company's capability to meet its financial obligation falling due within next twelve months. • We have assessed the disclosures made by the Company in relation to this matter.

Other Matter

The financial statements of the company as at and for the year ended June 30, 2022 were audited by Islam Quazi Shafique & Co. Chartered Accountants who express a modified opinion on those statements.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), where practicable Companies Act 1994 and other applicable rules & 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 **MEGHNA CONDENSED MILK INDUSTRIES LIMITED** 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 **MEGHNA CONDENSED MILK INDUSTRIES LIMITED** or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing **MEGHNA CONDENSED MILK INDUSTRIES LIMITED** 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 scepticism 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

We also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by **MEGHNA CONDENSED MILK INDUSTRIES LIMITED** so far as it appeared from our examination of those books; and
- c) the statement of financial position and the statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Location: Dhaka

Dated: **05 NOV 2023**

DVC- **2311050719AS122968**

Ahmed Zaker & Co.
Chartered Accountants



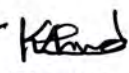
Meghna Condensed Milk Industries Limited
Statement of Financial Position
As at 30 June 2023

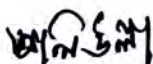
Particulars	Notes	Amount in Taka	
		June 30, 2023	June 30, 2022
ASSETS:			
Non-Current Assets		141,109,497	157,627,519
Property, Plant & Equipment	3.00	141,109,497	157,627,519
Current Assets		188,929,689	196,768,692
Inventories	4.00	80,187,800	80,187,800
Advances, Deposits & Prepayments	5.00	55,834,857	55,834,857
Sundry Debtors & Other Receivable	6.00	9,029,000	15,004,000
Unsecured Loan	7.00	34,000,000	34,000,000
Cash & Cash Equivalent	8.00	9,878,032	11,742,035
Total Assets		330,039,186	354,396,211
SHAREHOLDERS EQUITY & LIABILITIES:			
Shareholders' Equity		(1,155,460,363)	(1,121,418,489)
Share Capital	9.00	160,000,000	160,000,000
Retained Earnings		(1,405,454,459)	(1,379,598,915)
Revaluation Reserve		89,994,096	98,180,426
Non-Current Liabilities		642,775,645	642,775,645
Bank Loan	10.00	642,775,645	642,775,645
Current Liabilities		842,723,904	833,039,055
Cash Credit & Overdrafts	11.00	387,243,797	374,036,832
Liabilities for Expenses & Other Finance	12.00	451,889,290	455,411,406
Workers Profit Participation Fund	13.00	960,089	960,089
Dividend Payable	14.00	1,673,604	1,673,604
Liabilities for Tax	15.00	957,124	957,124
Total Shareholders Equity & Liabilities		330,039,186	354,396,211
NAVPS	21.00	(72.22)	(70.09)

The annexed notes form an integral part of these financial statements

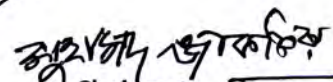

Company Secretary


CFO


Director


Director

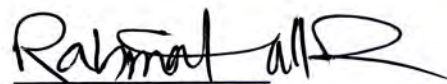

Managing Director


Chairman

Signed in terms of our separate report of even date annexed

Place : Dhaka

Date: 05 NOV 2023


Ahmed Zaker & Co.
Chartered Accountants

DVC- 2311050719 AS122968

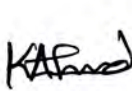
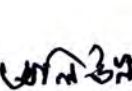
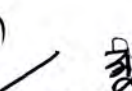


Meghna Condensed Milk Industries Limited
Statement of Profit or Loss & Other Comprehensive Income
For the year ended 30 June 2023

Particulars	Notes	Amount in Taka	
		2022-2023	2021-2022
Sales/ Turn- over		-	-
Less: Cost of Goods Sold	16.00	10,736,714	12,996,951
Gross Profit/(Loss)		(10,736,714)	(12,996,951)
Operating Expenses			
Less: Administrative, Selling & Distribution Expenses	17.00	10,098,178	12,289,408
Operating Profit/(Loss)		(20,834,892)	(25,286,359)
Less: Financial Expenses	18.00	13,206,982	11,219,819
Net Profit/(Loss) for the year before Cont. to WPPF and Tax		(34,041,874)	(36,506,178)
Less: Contribution to Workers Profit Participation Fund		-	-
Net Profit/(Loss) for the year before Tax		(34,041,874)	(36,506,178)
Less: Income Tax Expenses		-	-
Net Profit/(Loss) for the year after Tax		(34,041,874)	(36,506,178)
Net Profit/(Loss) Earning Per Share	20.00	(2.13)	(2.28)

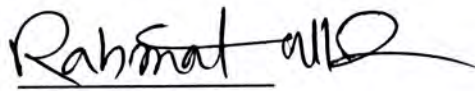
The annexed notes form an integral part of these financial statements

Note: The company's operation was totally closed from dated 19.10.2019.

 Company Secretary
  CFO
  Director
  Director
  Managing Director
  Chairman

Signed in terms of our separate report of even date annexed

Date: **05 NOV 2023**
Place : Dhaka


Ahmed Zaker & Co.
 Chartered Accountants

DVC- 2311050719AS122968



Meghna Condensed Milk Industries Limited
Statement of Changes in Equity
For the year ended 30 June 2023

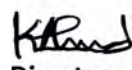
Particulars	Paid up Capital	Revaluation Reserve	Retained Earnings	Total Taka
Balance as on 01-07-2022	160,000,000	98,180,426	(1,379,598,915)	(1,121,418,489)
Net Profit/(Loss)	-	-	(34,041,874)	(34,041,874)
Depreciation on revalued property, Plant & Equipment Transfer to Revaluation Reserve & Retained earnings	-	(8,186,330)	8,186,330	-
Balance as on 30.06.2023	160,000,000	89,994,096	(1,405,454,459)	(1,155,460,363)

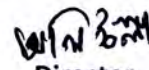
Statement of Changes in Equity
As at 30 June 2022

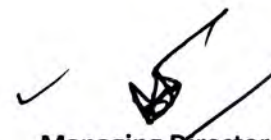
Particulars	Paid up Capital	Revaluation Reserve	Retained Earnings	Total Taka
Balance as on 01-07-2021	160,000,000	108,105,421	(1,353,017,732)	(1,084,912,311)
Net Profit/(Loss)	-	-	(36,506,178)	(36,506,178)
Depreciation on revalued property, Plant & Equipment Transfer to Revaluation Reserve & Retained earnings	-	(9,924,995)	9,924,995	-
Balance as on 30.06.2022	160,000,000	98,180,426	(1,379,598,915)	(1,121,418,489)

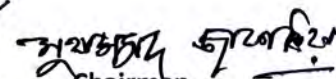

Company Secretary


CFO


Director


Director


Managing Director

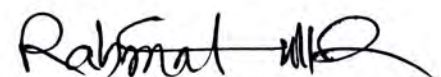

Chairman

Signed in terms of our separate report of even date annexed

Place : Dhaka

Date: 05 NOV 2023

DVC- 2311050719AB122968



Ahmed Zaker & Co.
Chartered Accountants



Meghna Condensed Milk Industries Limited

Statement of Cash Flows

For the year ended 30 June 2022

Particulars	Amount in Taka	
	2022-2023	2021-2022
A. Cash Flow from Operating Activities:		
Collection from Customers & Others	-	-
Payment for Cost & General & other related Expenses	(5,386,102)	(9,832,050)
Financial Expenses/Interest on Loan	(13,206,982)	(11,219,819)
Liabilities for Expenses & Other Finance	3,522,116	2,270,500
Liabilities for Tax	-	-
Net Cash Generated from Operating Activities	(15,070,968)	(18,781,369)
B. Cash Flow from Investing Activities:		
Unsecured Loan	-	18,600,000
Investment in FDR	-	-
Advance, Deposits & Pre payments	-	-
Net Cash used in Investing Activities	-	18,600,000
C. Cash Flow from Financing Activities:		
Cash Credit & Overdrafts	13,206,965	11,344,603
Net Cash Generated from Financing Activities	13,206,965	11,344,603
Net Cash Inflow/(Outflow) during the year (A+B+C)	(1,864,003)	11,163,234
Cash & Cash equivalent at the beginning of the year	11,742,035	578,801
Cash & Cash equivalent at the end of the year	9,878,032	11,742,035
Net Operating Cash Flow Per Share (NOCFPS)	22	(0.94)
		(1.17)

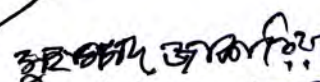

Company Secretary


CFO


Director


Director


Managing Director


Chairman

Signed in terms of our separate report of even date annexed

Place : Dhaka

Date: 05 NOV 2023

DVC- 2311050719A8122968

Ahmed Zaker & Co.
Chartered Accountants



Meghna Condensed Milk Industries Limited

Notes to the Financial Statements

As at 30 June, 2023

1. Significant Information:

1.1. Legal form of the Enterprise:

Meghna Condensed Milk Industries Limited was incorporated in Bangladesh vide registration on 9th June, 1999 as a Private Limited Company under the Companies Act, 1994 and subsequently converted into a Public Limited Company to set up an Industry for Manufacturing & Marketing of Condensed Milk & Drinking Water in Baral, Baghmara, Laksham, Comilla. The enterprise was established on 1.27 acre of Land. The Company went for issue of public shares in 2000-2002 and its shares are listed with Dhaka Stock Exchange Limited from October 23, 2001.

1.2. Registered Office of the Company:

The Registered Office of the Company is situated at Meghna Industrial Complex-2, Boral, Baghmara, Lalmai, Comilla.

1.3. Address of the Factory:

The Manufacturing Plant is established at Baral, Baghmara, Laksham, Comilla.

1.4. Principal Activities and Nature of the Business:

The Company owns and operates an Industrial Plant for producing Sweetened & Non-Sweetened Condensed Milk.

1.5. Date of Authorization:

The Board of Directors of Meghna Condensed Milk Industries Ltd. approved this financial statement on 26th October 2023.

2. Significant Accounting Policies:

2.1. Basis of Preparation of Financial Statements:

The Financial Statements of the Company are prepared on a going concern basis under historical cost convention and in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), The Companies Act 1994, The Securities and Exchange Rules 2020 and other laws and rules applicable in Bangladesh.

2.2. Going Concern:

This financial statement has been prepared on the assumption that the entity is a going concern and will continue its business for the foreseeable future. Hence it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation. During the year the entity has incurred a net loss of Tk. 34,041,874 and the accumulated loss as on June 30, 2023 stands at Tk. 1,405,454,459.

The company is exerting its utmost efforts to mobilize its resources through outsourcing of foreign investment to meet the working capital requirements to continue its operation for the foreseeable future. The current credit facilities extended by the financial institutions other than block fund appearing against the company's liabilities turns to be stumbling block to run the company as a going concern. The management of the company is trying to explore avenues of various earning sources with a bid to generate funds by adopting various measures including boosting production and marketing of the products of the company.



2.3. Cash Flow Statement:

Cash Flow Statement is prepared in accordance with IAS-7 "Statement of Cash Flows" and The Securities and Exchange Rules 1987 and the cash flow from the operating activities are shown under the direct method as prescribed.

2.4. Recognition of Property Plant & Equipment and Depreciation:

In accordance with the International Accounting Standard adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) as IAS 16 'Property, Plant and Equipment', Property, Plant & Equipment have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items. Depreciation on all Property Plant & Equipment has been applied on reducing balance method at the following rate.

Asset Name	Rate
a) Land & Land Developments	0%
b) Factory Building	7.50%
c) Floor Compaction & Machinery	20.00%
d) Plant & Machinery	20.00%
e) Gas Generator	20.00%
f) Internal Road	20.00%
g) Sanitation & Drainage	15.00%
h) Office Equipment	15.00%
i) Furniture & Fixtures	10.00%
j) Boundary Wall	20.00%
k) Water Tank including Deep Tube-well	10.00%
l) Electrification/Electric Substation	20.00%
m) Air Cooler/ Fan	20.00%
n) Welding Machine	15.00%
o) Office Decoration	20.00%
p) Vehicles	20.00%
q) Factory Shed	20.00%
r) Computer	15.00%
s) Cylinder	15.00%
t) Boiler & Accessories	15.00%
u) Covered Van	15.00%
v) Forklift & Pressure gauge	20.00%
w) Air Compressor	20.00%

2.5. Impairment :

In accordance with the provisions of IAS-36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in profit and loss account. No such indication of impairment has been observed till the end of the year.

2.6. Revenue Recognition:

During the year the company has not any commercial production due to disconnect of Gas line & shortage of working capital. The company hardly try to run of production as soon as possible.



2.7. Other Income

Income classified as other income has been accounted for on cash basis.

Valuation of Current Assets:

2.7.1. Accounts Receivable:

These are carried forward at their original invoiced value amount and represents net realizable value. Management considered the entire bills receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current year's account.

2.7.2. Inventories:

In compliance with the requirements of IAS-2 'Inventories', the Inventories have been valued at the lower of cost and net realizable value. The cost is determined on weighted average cost basis. The cost of inventories comprises of expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further cost expected to be incurred to make the sales. Inventories are valued by management.

2.7.3. Financial Instruments:

- **Derivative:**

According to IFRS-7 'Financial Instruments: Disclosures', the company was not a party to any derivative contract (financial instruments) at the Balance Sheet date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessee in future.

- **Non-Derivative:**

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per IAS-39 'Financial Instruments: Recognition and Measurement'.

2.7.4. Currency of Reporting and Foreign Currency Transactions:

2.7.5. Currency of Reporting:

The financial statement of the Company has been prepared in Bangladesh Taka.

2.7.6. Foreign Currency Transactions:

Foreign Currency Transactions in foreign currencies are converted into equivalent Taka applying the ruling rate at the date of such transactions as per IAS-21 'The Effects of Changes in Foreign Exchange Rates'.

2.8. Long Term Liabilities:

Long term liabilities comprises the amount borrowed from the bank and other concern for the long period of time and accounted and shown in the accounts at transaction cost as per IAS-39 'Financial Instruments: Recognition and Measurement'.

2.9. Contingent Liabilities:

Contingent Liabilities are those which arise due to the past event which shall be settled in the future on the occurrence or non-occurrence of some uncertain event, cost of which



can be measured reliably as per IAS-37 'Provision and Contingent Assets and Liabilities'. In the year under review a significant amount of Tk. 533,630,126/= has been calculated as contingent liability with Sonali Bank Ltd. The amount came to knowledge when a notice has been furnished by the bank for payment of all dues from the company.

2.10. Taxation:

2.10.1. Current Tax

The Company was enjoyed tax holiday for a period of 5 years which expired on May, 2006. The tax return for the assessment year 2022-2023 has been submitted to the tax authority and it's under finalization stage.

2.10.2. Deferred Taxation:

Deferred tax is recognized on differences between the carrying amounts of asset and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

2.11. Workers' Profit Participation Fund (WPPF)

The company recognizes a provision for Workers Profit Participation Fund (WPPF) as per Labor Act 2006.

2.12. Borrowing Cost:

Borrowing costs relating to projects already in commercial operation and are against Hypo, Pledge & LTR are charged as expenses for the year under review. In respect of projects loan that have been rescheduled by Bank as non-interest bearing such borrowing costs are debited to project loan interest and credited to the respective loan account.

The borrowing cost is capitalized unless active developments of related assets are interrupted or cease when the borrowing cost directly transferred to the Statement of Comprehensive Income account as per IAS-23 'Borrowing Cost'.

2.13. Earnings per Share:

The company calculates Earning per Share (EPS) in accordance with IAS-33 'Earning per Share' which has been shown on the face of the Statement of Profit or Loss and Other Comprehensive Income.

2.14. Events after the Reporting date:

As per IAS-10 'Event after the Statement of Financial Position date' are those event favorable and unfavorable, that occur between the end of the reporting year and the date when the financial statements are authorized for issue. All material event after balance sheet date have been considered and where necessary adjusted for or disclosed.

Those that provide evidence of conditions that existed at the end of the reporting year (adjusting events after Reporting date), and

Those that is indicative of conditions which arose after the reporting year (Non-adjusting events after Balance Sheet Date).

2.15. Information on Financial Statement:

2.15.1. Responsibility for Preparation and Presentation of Financial Statements:

The company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of The Companies Act 1994.



2.15.2. Components of the Financial Statements:

Following are the components of the financial statements:

- Statement of Financial Position as at June 30, 2023.
- Statement of Profit or Loss & Other Comprehensive Income for the year ended June 30, 2023.
- Statement of Changes in Equity for the year ended June 30, 2023.
- Statement of Cash Flows for the year ended June 30, 2023.
- Significant Accounting Policies and Other Explanatory Notes.

2.15.3. Use of estimates & judgments:

The preparation of financial statements in conformity with International Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and for contingent assets and liabilities that require disclosure, during and at the date of the financial statements.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected as required by **IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors**.

2.15.4 Related Party Transactions:

The related party is the party who has the significant power in the management process and cast significant power in the company's affairs and the management duly identified the party is related to the company and discloses the transactions of the related party as per IAS 24: "Related Party Disclosures". (Note -19)

2.15.5 Compliance with Local Laws:

The financial statements have been prepared in compliance with requirements of the Companies Act, 1994, the Bangladesh Securities and Exchange Rules, 1987 and other relevant laws and rules.

2.15.6 Comparative:

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

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per IAS-8 'Accounting Policies, Changes in Accounting Estimates and Errors'.

2.15.7 Reporting Period:

The Financial Statements of the Company cover a year from July 01, 2022 to June 30, 2023.

2.15.8 Compliance with financial reporting standards as applicable in Bangladesh:

The Company as per Para-12 of Securities & Exchange Rule-1987, with the following International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements.



Sl. No.	IAS No.	IAS Title	Compliance Status
1	1	Presentation of Financial Statements	Complied
2	2	Inventories	Complied
3	7	Statement of Cash Flows	Complied
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after the Reporting Period	Complied
6	12	Income Taxes	Not Complied
7	16	Property, Plant & Equipment	Complied
8	17	Leases	Complied
9	19	Employee Benefits	Complied
10	20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
11	21	The Effects of Changes in Foreign Exchange Rates	Complied
12	23	Borrowing Cost	Complied
13	24	Related Party Disclosures	Complied
14	26	Accounting and Reporting by Retirement Benefit Plans	Complied
15	27	Separate Financial Statements	Not Applicable
16	28	Investments in Associates and joint ventures	Not Applicable
17	29	Financial Reporting in Hyper Inflationary Economics	Not Applicable
18	31	Interest in Joint Ventures	Not Applicable
19	32	Financial Instruments: Presentation	Complied
20	33	Earnings per Share	Complied
21	34	Interim Financial Reporting	Complied
22	36	Impairment of Assets	Complied
23	37	Provisions, Contingent Liabilities and Contingent Assets	Complied
24	38	Intangible Assets	Complied
25	39	Financial Instruments: Recognition and Measurement	Not Applicable
26	41	Agriculture	Not Applicable

Sl. No.	IFRS No.	IFRS Title	Compliance Status
1	1	First-time adoption of International Financial Reporting Standards	Complied
2	2	Share-based Payment	Not Applicable
3	3	Business Combinations	Not Applicable
4	4	Insurance Contracts	Not Applicable



Sl. No.	IFRS No.	IFRS Title	Compliance Status
5	5	Non-current Assets Held for Sale and Discontinued Operations	Not Applicable
6	6	Exploration for and Evaluation of Mineral Resources	Not Applicable
7	7	Financial Instruments: Disclosures	Complied
8	9	Financial Instruments	Not Applicable
9	8	Operating Segments	Not Applicable
10	10	Consolidated Financial Statements	Not Applicable
11	11	Joint Arrangements	Not Applicable
12	12	Disclosure of Interests in other Entities	Not Applicable
13	13	Fair Value Measurement	Complied
14	14	Regulatory Deferral Accounts	Not Applicable
15	15	Revenue from Contracts with Customers	Complied
16	16	Leases	Not Applicable
17	17	Insurance Contracts	Not Applicable





Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
3.00	Property, Plant & Equipment:		
A	Cost:		
	Opening Balance	1,215,717,546	1,215,717,546
	Add: Addition during the year	-	-
		1,215,717,546	1,215,717,546
	Less: Disposal during the year	-	-
	Closing Balance	1,215,717,546	1,215,717,546
B	Accumulated Depreciation:		
	Opening Balance	1,058,090,027	1,038,094,718
	Add: Charge during the year	16,518,022	19,995,309
		1,074,608,049	1,058,090,027
	Less: Disposal during the year	-	-
	Closing Balance	1,074,608,049	1,058,090,027
	Written down value (A - B)	141,109,497	157,627,519

Details of Property, Plant & Equipment are shown in "Annexure- A"

4.00 Inventories:

Raw & Packing Materials	Note - 16.01	60,317,500	60,317,500
Finished Goods	Note - 16.02	19,870,300	19,870,300
		80,187,800	80,187,800

5.00 Advances, Deposits & Pre-payments:

The above amount of advance, deposits & pre-payments are mostly carried forwarded from the previous year's account without any major movement thereof, the make-up of which is as under:

A. Advances:

i) Value Added Tax (VAT) :

Opening Balance (as per last A/C)	25,122,596	25,122,596
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ii) Tax Deduction at Source (TDS):

As per last A/C	22,810,786	22,810,786
	47,933,382	47,933,382

B. Deposits:

iii) Bank Guarantee Margin	1,359,843	1,359,843
iv) Deposit-Gas Supply (Margin with Sonali Bank Ltd.)	1,501,866	1,501,866
v) Deposit- 3 FDR to Bakharabad against Bank Guarantee	3,500,000	3,500,000
vi) FDR against Writ Petition	1,000,000	1,000,000
vii) VAT Deposit against Appeal	529,766	529,766
viii) Telephone	10,000	10,000
	7,901,475	7,901,475
	55,834,857	55,834,857

Note: Bank Guarantee Margine of Tk. 1,359,843/= carried forwarded since 2004 and kept with Dutch Bangla Ltd. Bank towards issuance of bank guarantee in favour of Custom House Chittagong for Custom Duty & Other charges for clearing the consignment.

Deposit includes Tk. 1,501,866 as cash margin with Sonali Bank Ltd. in favour of Bakharabad Gas Supply Ltd (BGSL) against which a litigation is pending with the Honorable High Court awaiting decision.



Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
	3 FDR amounting to Tk. 3,500,000.00 were deposited to Bakhrabad Gas Transmission System Ltd. Against Bank guarantee.		
Note:	Nos. of 04(Four) cheques were deposits to M/S. Hazi Muslim Store, 5 Moulavi Bazar, Dhaka-1100 as a guarantee/security, both cheques No. respectively, 1) No. C0164856 = Tk. 77,02,400, 2) No. B9385729 = Tk. 61,61,920, 3) No. C0164876 = Tk. 6,19,650, 4) No. B9385727 = Tk. 84,72,640.		
6.00 Sunday Debtors & Other Receivable:			
	Mr. Joyonto Kumar (as per last A/C)	-	5,975,000
	Mr. Anisur Rahman Mondal	4,200,000	4,200,000
	Mr. Tarique Al-Mamun	200,000	200,000
	Eng. Mr. Asaduzzaman	4,629,000	4,629,000
		9,029,000	15,004,000
7.00 Unsecured Loan:			
	This represents the outstanding balance receivable from Company's sister concern, the make-up of which is as under:		
	01 Meghna PET Ind. Ltd. 421342994189	14,000,000	14,000,000
	02 Meghna PET Ind. Ltd. 421342994189	10,000,000	10,000,000
	03 Meghna PET Ind. Ltd. 421342994189	10,000,000	10,000,000
		34,000,000	34,000,000
8.00 Cash & Cash Equivalent:			
	Cash in Hand	9,875,134	11,738,346
	Cash at Bank Note: 8.01	2,898	3,689
		9,878,032	11,742,035
8.01 Cash at Bank:			
	Dutch Bangla Bank Ltd. (STD No - 101120831)	1,753	1,986
	First Security Islami Bank . (A/C No.010111000023414)	1,145	1,145
	The Premier Bank Ltd. (A/C No. 01191110008968)	-	558
		2,898	3,689
9.00 Share Capital:			
	Authorized Share Capital:		
	80,000,000 Ordinary Shares of Tk. 10/- each	800,000,000	800,000,000
	Issued, Subscribed and Paid-up Capital:		
	16,000,000 Ordinary Shares of Tk. 10/- each, fully paid-up in cash	160,000,000	160,000,000
	Category of Shareholders		
	The composition of Share Capital held by Promoter Shareholders and Public Shareholders are as under :		
	Sponsor/Director/Promoter	59,855,400	80,000,000
	Public Shareholder	100,144,600	80,000,000
		160,000,000	160,000,000





Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
	The Company allotted 8,000,000 Ordinary Shares of Tk. 10/- each to General Public, Non-Resident Bangladeshi & Financial Institutions on 05.08.2001. The position of different quantity of Shares held by the Shareholder's are as under :		

9.01 Share holdings position:

Particulars of shareholders and their share holding position is as under:

Name of the Shareholders	Sponsor Director	No. of Shares	Amount in Taka	
			June 30, 2023	June 30, 2022
Mohammed Zakaria	Director	1051050	10,510,500	80,000,000
Mr. M F Kamal	Director	1944800	19,448,000	
Mr. Md. Wali Ullah	Director	1007230	10,072,300	
Mr. Md. Abu Taher	Director	1007230	10,072,300	
Mr. Kabir Ahmed	Director	975230	9,752,300	
General Public	Public	10014460	100,144,600	80,000,000
Total:		16000000	160,000,000	160,000,000

10.00 Long Term Loan:

Opening Balance: Project Loan A/C-38011685 (SIBL)	642,775,645	642,775,645
Add: Interest provided for current year	-	-
	642,775,645	642,775,645
Less: Paid during the year	-	-
	642,775,645	642,775,645
Less: Interest amount transferred to Liabilities for Expenses A/C	-	-
Closing Balance	642,775,645	642,775,645

This represents dues payable on account of secured loan from Sonali Bank Ltd., local office under ICD Agro based project A/C No.- 38011685.

Sonali Bank Ltd., Local Office, Motijheel, Dhaka sanctioned a Project Loan of Tk. 274,291,400 which is repayable in 29 (twenty nine) quarterly installments at 8.50% interest p.a. effective from 31.12.2001. The amount was sanctioned mainly against i) Registered Mortgage of Land & Building of the Company ii) Hypothecation of Plant & Machinery, various types of Spare Parts iii) Personal Guarantees of the Directors of the Company.

And no Bank Statement is supplied by the Bank due to the loan are classified and during the year no interest calculation/provision on this loan A/C.

11.00 Cash Credit & Overdrafts A/C:

a) Hypothecation A/C No. 38001447 - Sonali Bank Ltd.			
Balance as per last A/C	66,201,175		
Add: Interest Provided during the year	-		
	66,201,175		
Less: Interest amount transferred to Liabilities for Exps. A/C	-	66,201,175	66,201,175
b) Pledge A/C No. 38001455 Sonali Bank Ltd.			
Balance as per last A/C	161,589,556		
Add: Interest Provision during the year	-		
	161,589,556		
Less: Interest amount transferred to Liabilities for Exp. A/C	-	161,589,556	161,589,556



Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
c)	A/C-01017120000005-FSIBL	147,280,767	135,348,450
d)	A/C-01017240002568-FSIBL	2,826,985	2,528,588
e)	A/C-010172400082569-FSIBL	2,998,280	2,687,087
f)	A/C-010172400082570-FSIBL	2,995,025	2,684,187
g)	A/C-010172400082571-FSIBL	3,352,009	2,997,789
		387,243,797	374,036,832

Note : During the year no interest provision on Sonali Bank loan A/C.

12.00 Liabilities for Expenses & Other Finance:

Audit & Professional Fees	80,000	80,000
Salaries & Wages	340,000	750,000
Gas Bill (as per actual consumption)	-	1,354,790
Telephone & Mobile Bill	6,800	10,500
Share Application Money (Payable to general public),	10,000	10,000
Other Finance (as per last a/c)		
Office Rent	80,000	80,000
Fire Insurance Bill	-	1,753,626
Provision for Bank Interest (SBL):		
Opening Balance As per last A/C	451,372,490	451,372,490
	451,889,290	455,411,406

13.00 Workers Profit Participation Fund (WPPF)

Opening Balance	960,089	960,089
Add: Addition During the year	-	-
	960,089	960,089
Less: Adjustment/Payment During the Year	-	-
Closing Balance	960,089	960,089

14.00 Dividend Payable:

Opening Balance	1,673,604	1,673,604
Add: Addition During the Year	-	-
	1,673,604	1,673,604
Less: Adjustment/Payment during the year	-	-
Closing Balance	1,673,604	1,673,604

15.00 Liabilities for Tax:

Opening Balance	957,124	957,124
Add: During this year	-	-
Less: Adjustment during the year	-	-
Closing Balance	957,124	957,124

Income Tax Return for the tax year 2022-2023 has been submitted to Income Tax circle which is under process.





Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
26.00	Cost of Goods Sold:		
	01. Raw and Packing Materials:		
	Opening Stock (As per last A/C)	60,317,500	60,317,500
	Add: Purchases	-	-
	Less: Closing Stock (Note - 4.00)	60,317,500	60,317,500
	Raw Material Consumed	<u>-</u>	<u>-</u>
	02. Factory Overhead:		
	Salaries/Wages	-	-
	Depreciation - 65% of Total depreciation charge	Annexure- A 10,736,714	12,996,951
	Total Factory Overhead	<u>10,736,714</u>	<u>12,996,951</u>
	Cost of Production-Finished Goods	<u>10,736,714</u>	<u>12,996,951</u>
	Add: Opening Finished Goods (As per last A/C)	19,870,300	19,870,300
	Less: Closing Finished Goods (Note - 4)	19,870,300	19,870,300
	Cost of Goods Sold	<u>10,736,714</u>	<u>12,996,951</u>





Note No.	Particulars	Amount in Taka	
		2022-2023	2021-2022
17.00	Administrative, Selling & Distribution Expenses:		
	Salary & Allowances (Office Staff & Security)	2,650,000	3,650,780
	Audit Fees	80,000	80,000
	Miscellaneous Expenses	120,000	90,000
	Stationery & Supplies	3,570	7,540
	Office Rent	960,000	960,000
	Chittagong Office Expenses	96,700	107,500
	Office Expenses	59,500	62,300
	Mobile/Internet	28,500	31,250
	Telephone Bill	8,500	9,500
	License & Renewal	1,200	1,200
	Vehicle Expenses (Fuel & Gas)	67,000	72,000
	Listing Renewal Fee (DSE + BAPLC) (80000+50000)	130,000	110,000
	Bank Charges	9,700	6,780
	CDBL	56,000	56,000
	Advertisement	46,200	46,200
	Depreciation (35% of Total Depreciation) Annexure- A	5,781,308	6,998,358
	Total	10,098,178	12,289,408

18.00 Financial Expenses

Sonali Bank (Provision)	-	-
Other Bank-Other Loan	13,206,982	11,219,819
Total	13,206,982	11,219,819

19.00 Related Party Disclosure

The details of related party transactions during the period along with the relationship is illustrated below in accordance with IAS 24 :

Following are the parties who have made transactions with the company and have a significant power to influence the company's affairs:

Name of the Party	Designation	Nature of Transaction	Amount in Taka
Meghna PET Ind. Ltd.	Inter Company Transaction	Loan given by Company	14,000,000
Meghna PET Ind. Ltd.	Inter Company Transaction	Loan given by Company	10,000,000
Meghna PET Ind. Ltd.	Inter Company Transaction	Loan given by Company	10,000,000



Note No.	Particulars	Amount in Taka	
		2022-2023	2021-2022
21.00	Earnings Per Share (EPS)		
	Surplus Earnings attributable to the Ordinary Shareholders	(34,041,874)	(36,506,178)
	Weighted average number of Ordinary Shares	16,000,000	16,000,000
		(2.13)	(2.28)
21.00	Net Asset value per Share (NAVPS)		
	Net Asset value	(1,155,460,363)	(1,121,418,489)
	Weighted average number of Ordinary Shares	16,000,000	16,000,000
		(72.22)	(70.09)
22.00	Net Operating Cash Flows Per Share (NOCFPS)		
	Net Cash Generated from Operating Activities	(15,070,968)	(18,781,369)
	Weighted average number of Ordinary Shares	16,000,000	16,000,000
		(0.94)	(1.17)



Meghna Condensed Milk Industries Limited
Schedule of Property, Plant & Equipment
As at 30 June 2023

Cost:

SL No	Particular	Cost		As-on 30.06.2023	Rate of Dep %	Depreciation			Annexure-A	
		As on 01.07.2022	Additions during the year			As on 01.07.2022	Charged During the year	Total as on 30.06.2023	As on 30.06.2023	As on 30.06.2022
1	Land & Land Development	1,968,845	-	1,968,845	-	-	-	-	1,968,845	1,968,845
2	Factory Building	68,441,556	-	68,441,556	7.50%	46,727,744	1,628,536	48,356,280	20,085,276	21,713,812
3	Floor Compaction & Machinery	18,238,502	-	18,238,502	20%	18,033,709	40,959	18,074,667	163,835	204,793
4	Plant & Machinery	459,551,998	-	459,551,998	20%	454,533,978	1,003,604	455,537,582	4,014,416	5,018,020
5	Gas Generator	88,431,247	-	88,431,247	20%	71,978,790	3,290,491	75,269,281	13,161,966	16,452,457
6	Internal Road	2,900,075	-	2,900,075	20%	2,615,334	56,948	2,672,282	227,793	284,741
7	Sanitation & Drainage	6,763,724	-	6,763,724	15%	6,506,691	38,555	6,545,246	218,478	257,033
8	Office Equipment	985,492	-	985,492	15%	932,204	7,993	940,197	45,295	53,288
9	Furniture & fixture	1,832,505	-	1,832,505	10%	1,230,961	60,154	1,291,115	541,390	601,544
10	Boundary Wall	18,701,712	-	18,701,712	20%	17,033,520	333,638	17,367,158	1,334,554	1,668,192
11	Water Tank including Deep Tube-well	8,340,738	-	8,340,738	10%	5,270,966	306,977	5,577,943	2,762,795	3,069,772
12	Electrification/Electric Substation	7,919,974	-	7,919,974	20%	7,202,212	143,552	7,345,764	574,210	717,762
13	Air Cooler/ Fan	15,981,947	-	15,981,947	20%	14,102,369	375,916	14,478,284	1,503,663	1,879,578
14	Welding Machine	817,250	-	817,250	15%	786,193	4,659	790,852	26,398	31,057
15	Office Decoration	6,027,795	-	6,027,795	20%	5,107,755	184,008	5,291,763	736,032	920,040
16	Vehicles	10,368,548	-	10,368,548	20%	10,019,495	69,811	10,089,306	279,242	349,053
17	Factory Shed	14,730,146	-	14,730,146	20%	13,510,261	243,977	13,754,238	975,908	1,219,885
18	Computer	1,257,449	-	1,257,449	15%	1,026,194	34,688	1,060,882	196,567	231,255
19	Cylinder	562,819	-	562,819	15%	496,548	9,941	506,489	56,330	66,271
20	Boiler & Accessories	2,605,240	-	2,605,240	15%	1,850,294	113,242	1,963,536	641,704	754,946
21	Covered Van	2,135,000	-	2,135,000	15%	1,876,867	38,720	1,915,587	219,413	258,133
22	Forklift & Pressure gauge	2,172,864	-	2,172,864	20%	2,049,040	24,765	2,073,804	99,060	123,824
23	Air Compressor	6,152,083	-	6,152,083	20%	4,549,291	320,558	4,869,849	1,282,234	1,602,792
	Sub-Total	746,887,509	-	746,887,509		687,440,416	8,331,692	695,772,108	51,115,401	59,447,093



Annexure-A

Revaluation:

SL No	Particular	Cost		Rate of Dep %	Depreciation			Written down value	
		As on 01.07.2022	Additions during the year		As on 01.07.2022	Charged During the year	Total as on 30.06.2023	As on 30.06.2023	As on 30.06.2022
1	Land & Land Development	42,481,155	-	-	-	-	-	42,481,155	42,481,155
2	Factory Building	53,719,422	-	7.50%	30,932,252	1,709,038	32,641,289	21,078,133	22,787,170
4	Plant & Machinery	340,338,129	-	20%	311,103,306	5,846,965	316,950,271	23,387,858	29,234,823
5	Gas Generator	5,709,787	-	20%	5,219,320	98,093	5,317,413	392,374	490,467
11	Water Tank including Deep Tube-well	1,545,182	-	10%	1,060,287	48,489	1,108,777	436,405	484,895
12	Electrification/Electric Substation	17,080,026	-	20%	15,612,863	293,433	15,906,296	1,173,730	1,467,163
20	Boiler & Accessories	6,769,200	-	15%	5,636,420	169,917	5,806,337	962,863	1,132,780
22	Forklift & Pressure gauge	1,187,136	-	20%	1,085,162	20,395	1,105,557	81,579	101,974
	Sub-Total	468,830,037	-		370,649,611	8,186,330	378,835,940	89,994,097	98,180,426
	Grand Total	1,215,717,546	-	-	1,058,090,027	16,518,022	1,074,608,049	141,109,497	157,627,519

Allocation of Depreciation Charges :

Amount in Taka

Cost of Production 65% 10,736,714
Admin, Selling & Distribution Expenses 35% 5,781,308

Total:

16,518,022



Meghna Condensed Milk Industries Limited

Schedule of Property, Plant & Equipment

As at 30 June 2022

Annexure-A

SL No	Particular	Cost		Rate of Dep %	Depreciation			Written down value	As on 30.06.2021
		As on 01.07.2021	Additions during the year		As on 30.06.2022	Charged During the year	Total as on 30.06.2022		
1	Land & Land Development	1,968,845	-	-	1,968,845	-	-	1,968,845	1,968,845
2	Factory Building	68,441,556	-	7.50%	68,441,556	1,760,579	46,727,744	21,713,812	23,474,391
3	Floor Compaction & Machinery	18,238,502	-	20%	18,238,502	51,198	18,033,709	204,793	255,992
4	Plant & Machinery	459,551,998	-	20%	459,551,998	1,254,505	454,533,978	5,018,020	6,272,525
5	Gas Generator	88,431,247	-	20%	88,431,247	4,113,114	71,978,790	16,452,457	20,565,571
6	Internal Road	2,900,075	-	20%	2,900,075	71,185	2,615,334	284,741	355,926
7	Sanitation & Drainage	6,763,724	-	15%	6,763,724	45,359	6,506,691	257,033	302,391
8	Office Equipment	985,492	-	15%	985,492	9,404	932,204	53,288	62,692
9	Furniture & fixture	1,832,505	-	10%	1,832,505	66,838	1,230,961	601,544	668,383
10	Boundary Wall	18,701,712	-	20%	18,701,712	417,048	17,033,520	1,668,192	2,085,240
11	Water Tank including Deep Tube-well	8,340,738	-	10%	8,340,738	341,086	5,270,966	3,069,772	3,410,858
12	Electrification/Electric Substation	7,919,974	-	20%	7,919,974	179,441	7,202,212	717,762	897,203
13	Air Cooler/ Fan	15,981,947	-	20%	15,981,947	469,895	14,102,369	1,879,578	2,349,473
14	Welding Machine	817,250	-	15%	817,250	5,481	786,193	31,057	36,537
15	Office Decoration	6,027,795	-	20%	6,027,795	230,010	5,107,755	920,040	1,150,050
16	Vehicles	10,368,548	-	20%	10,368,548	87,263	10,019,495	349,053	436,316
17	Factory Shed	14,730,146	-	20%	14,730,146	304,971	13,510,261	1,219,885	1,524,856
18	Computer	1,257,449	-	15%	1,257,449	40,810	1,026,194	231,255	272,065
19	Cylinder	562,819	-	15%	562,819	11,695	496,548	66,271	77,965
20	Boiler & Accessories	2,605,240	-	15%	2,605,240	133,226	1,850,294	754,946	888,171
21	Covered Van	2,135,000	-	15%	2,135,000	45,553	1,876,867	258,133	303,686
22	Forklift & Pressure gauge	2,172,864	-	20%	2,172,864	30,956	2,049,040	123,824	154,781
23	Air Compressor	6,152,083	-	20%	6,152,083	400,698	4,549,291	1,602,792	2,003,490
Sub-Total		746,887,509	-		746,887,509	10,070,314	687,440,416	59,447,093	69,517,407



Annexure-A

Revaluation:

SL No	Particular	Cost		Rate of Dep %	Depreciation			Written down value	
		As on 01.07.2021	Additions during the year		As on 01.07.2021	Charged During the year	Total as on 30.06.2022	As on 30.06.2022	As on 30.06.2021
1	Land & Land Development	42,481,155	-	-	-	-	-	42,481,155	42,481,155
2	Factory Building	53,719,422	-	7.50%	29,084,643	1,847,608	30,932,252	22,787,170	24,634,779
4	Plant & Machinery	340,338,129	-	20%	303,794,601	7,308,706	311,103,306	29,234,823	36,543,528
5	Gas Generator	5,709,787	-	20%	5,096,703	122,617	5,219,320	490,467	613,084
11	Water Tank including Deep Tube-well	1,545,182	-	10%	1,006,410	53,877	1,060,287	484,895	538,772
12	Electrification/Electric Substation	17,080,026	-	20%	15,246,072	366,791	15,612,863	1,467,163	1,833,954
20	Boiler & Accessories	6,769,200	-	15%	5,436,518	199,902	5,636,420	1,132,780	1,332,682
22	Forklift & Pressure gauge	1,187,136	-	20%	1,059,668	25,494	1,085,162	101,974	127,468
	Sub-Total	468,830,037	-		360,724,616	9,924,995	370,649,611	98,180,426	108,105,421
	Grand Total	1,215,717,546	-	-	1,038,094,718	19,995,309	1,058,090,027	157,627,519	177,622,828

Allocation of Depreciation Charges :

Cost of Production 65%	12,996,951
Admin, Selling & Distribution Expenses 35%	6,998,358
Total:	19,995,309

