

**Bangladesh Monospool Paper
Manufacturing Company Ltd.**

**Auditors' Report
&
Financial Statements**

For the year ended 30 June 2022

Bangladesh Monospool Paper Manufacturing Company Ltd.
For the year ended 30 June 2022
Contents of the Report

Serial No.	Particulars	Page No.
1	Auditor's Report	1-8
2	Statement of Financial Position	9
3	Statement of Profit or Loss and other Comprehensive Income	10
4	Statement of Changes in Equity	11
5	Statement of Cash Flows	12
6	Notes to the Financial Statements	13-42
7	Schedule of Property, Plant & Equipment (Annexure-A)	43
8	Calculation of Deffered Tax (Annexure-B)	44
9	Schedule of Inventory (Annexure-C)	45

Independent Auditors' Report

To the shareholders of Bangladesh Monospool Paper Manufacturing Company Ltd.

Report on the Audit of the Financial Statements

Opinion:

We have audited the financial statements of **Bangladesh Monospool Paper Manufacturing Company Ltd. ('the Company')**, which comprise the Statement of Financial Position as at 30 June 2022, and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the company as at 30 June 2022, 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, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basic for Opinion :

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 the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

Emphasis of Matter:

Without qualifying our opinion, we draw attention on the matters disclosed as under:

1. The investment under land and land development and capital work-in- progress (CWIP) amounting to Tk. 63,522,631 and 4,538,080 respectively being made during this year, were totally made in cash and thereby deserve authenticity in terms of quantum of expenditure to that effect. Naturally scope of misstatement exists.

2. There appeared sister concern loan during the year. Moreover the company incurred Tk. 108,436,462 as interest to that effect.
3. The company made a payment of Tk. 6,342,573 under Workers Profit Participate Fund (WPPF) in cash which represent awaiting of due compliance in this regards.
4. The total fixed assets amount of Tk. 498,076,718 deserves maintenance of proper fixed assets register to avoid loss of any items their on, in future.
5. The company made a payment of Tk. 55,250,000 for Advance against Land Purchase in cash as under our audit period.
6. Due care need be maintained with regard to Tax and VAT compliance.

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statement of the current period. 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 Matters (KAM)

Particulars	Risks	Auditor's responses
<p>Revenue recognition: The Company reported total revenue of BDT Tk. 663,987,441 at the year ended on 30 June 2022.</p> <p>All of the Company's sales revenue comes from printing of paper and paper products. Revenue is recognized at the point of delivery from factory. Sales made during the year are material and considered to be complex and judgmental.</p> <p>Refer to note no 29 to the financial statements.</p>	<p>There is a risk of revenue being misstated as a result of faulty estimations over discounts, incentives and rebates.</p> <p>There is also a risk that revenue may be overstated due to fraud through manipulation of the discounts, incentives and rebates recognized resulting from the pressure local management may feel to achieve performance targets.</p>	<p>Our audit procedures included the following to test the design and operating effectiveness of key control focusing on:</p> <ul style="list-style-type: none"> ➤ Segregation of duties in invoice creation and modification; ➤ Timing of revenue recognition considering point of recognition; <p>Our substantive procedures in relation to the revenue recognition and measurement comprises the following:</p> <ul style="list-style-type: none"> ➤ Obtaining and documenting a thorough understanding of the complete procedures followed and controls performed by the Company. ➤ Inspecting selected sample sales transactions recognized during the year with source documents such as sales order, sales invoice and delivery challan. ➤ Performing reconciliation of sales revenue recognized during the year with monthly Value Added Tax returns submitted to VAT authority. ➤ The strategy's compliance with Revenue recognitions. ➤ Finally assessing the appropriateness and presentation of disclosure notes with IFRS 15: Revenue from contracts with customers. <p>Optimum results: We considered the revenue items shown in financial statements acceptable.</p>

Key Audit Matters (KAM)

Particulars	Risks	Auditor's responses
<p>Measurement of deferred tax liabilities:</p> <p>The deferred tax liabilities amounting to BDT Tk. 40,215,812 were shown in the financial statements as at 30 June 2022.</p> <p>For significant accounting policies and critical accounting estimates for the recognition and measurement of deferred tax liabilities.</p> <p>We refer to note number 18 of the financial statements.</p>	<p>Recognition and measurement of deferred tax liabilities containing judgment and objective estimates regarding future taxable profit and the usability of unused tax losses and tax credits.</p> <p>The significant risk arises from estimation of future usability of the benefits. Such estimation required in relation to deferred tax liabilities as their recoverability is dependent on forecasts of profitability available in near future.</p>	<ul style="list-style-type: none"> ➤ We have conducted a risk assessment to obtain an understanding of the relevant tax laws and regulations considering the following: ➤ Evaluation of the policies used for recognition and measurement of deferred tax liabilities in accordance with IAS 12, ➤ Test of design, implementation and operating effectiveness of internal controls with respect to recognition of deferred tax liabilities, ➤ The computation of deferred tax liabilities by applying appropriate provisions of tax law to scheduled reversals particularly the potential tax rates applicable at the time of expected reversals, ➤ The strategy's compliance with the tax laws. <p>Optimum results: We considered recognition and measurement of deferred tax liabilities in particular regarding the assumptions and parameters to develop the taxable profit and usability of tax losses and credit it's appeared not reasonable.</p>

Key Audit Matters (KAM)

Particulars	Risks	Auditor's responses
Overall Documentation Process of the Company: The documentation process of transaction are maintained in separate business premises and posted in accounting software from different places. Source documents are kept at factory premises. Documentation systems are complex and judgmental.	As part of our risk assessment, we identified the following significant judgments and estimates which could give rise to material misstatement or management bias: <ul style="list-style-type: none"> The information of the financial statements may be misstated in case of error posting, absent of original sources documents, etc. 	We have tested the design and operating effectiveness of key controls focusing on the following: <ul style="list-style-type: none"> ➤ Examining the source documents ➤ Collecting the sufficient and appropriate audit evidence. Optimum results: Company is engaged in converting and printing of paper & paper products and their marketing. Documentation appears to be satisfactory.

Other Information:

Management is responsible for other information. The other information comprises all of the information in the annual audit report other than the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and thereby we do not express any observation to that effect.

However, in connection with our audit of the financial statements, our responsibility is to read the other information identified in the Annual Report as & when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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 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. The companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management factions of the company.

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.

Auditors' 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 judgment 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 circumstances.

- 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 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 event in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the financial statement we are responsible for the direction, supervision and performance of the group audit. We solely responsible for our audit opinion.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

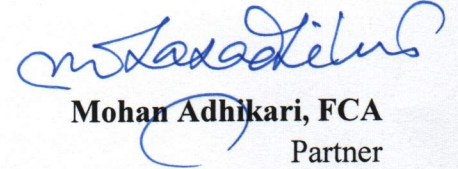
Report on other Legal and Regulatory Requirements:

In accordance with the Companies Act 1994, and the Securities and Exchange Rules 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books.
- The statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income of the Company dealt with by the report are in agreement with the books of account and returns;

Dhaka.

Dated: 28/09/2022



Mohan Adhikari, FCA

Partner

ICAB Enroll. No. 1729

Pinaki & Company

Chartered Accountants

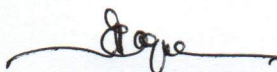
DVC:	2210031729AS146598
-------------	--------------------

Bangladesh Monospool Paper Manufacturing Company Ltd.

Statement of Financial Position

As at 30 June 2022

Particulars	Notes	Amount in Taka	
		30 June 2022	30 June 2021
ASSETS			
Non-Current Assets		846,996,310	860,533,011
Property, Plant and Equipment	4.00	498,076,718	440,740,856
Insurance Claim Receivable	5.00	-	3,155,079
Capital Work-in-Progress	6.00	28,794,366	24,256,286
Long Term Investment	7.00	320,125,226	392,380,790
Current Assets		654,709,298	527,578,342
Inventories	8.00	186,985,573	151,329,038
Trade Receivables	9.00	138,661,858	96,802,561
Inter Company Account	10.00	91,791,178	114,200,560
Investment in FDR	11.00	591,502	561,197
Advances, Deposits and Prepayments	12.00	171,579,549	127,948,446
Advance Income Tax	13.00	41,506,921	30,010,705
Cash and Cash Equivalents	14.00	23,592,717	6,725,835
TOTAL ASSETS		1,501,705,608	1,388,111,353
EQUITY AND LIABILITIES			
		421,374,652	379,616,883
Share Capital	15.00	93,888,256	93,888,256
Revaluation Reserve	16.00	187,839,443	188,924,473
Retained Earnings	17.00	139,646,954	96,804,155
LIABILITIES			
Non-Current Liabilities		660,202,587	586,336,229
Deferred Tax Liabilities	18.00	40,215,812	40,902,848
Long Term Loan	19.00	619,986,775	545,433,381
Current Liabilities		420,128,369	422,158,241
Trade Payables	20.00	1,961,365	1,493,771
Liabilities for Expenses	21.00	8,235,100	9,144,384
Short Term Loan	22.00	278,267,464	253,350,984
Long Term Bank Loan-Current Portion	23.00	70,661,204	84,188,598
Inter Company/Directors Loan Account	24.00	11,387,183	33,705,311
Un-paid Dividend	25.00	2,729,786	2,296,884
Worker's Profit Participation Fund	26.00	3,129,052	6,342,573
Provision for Income Tax	27.00	43,757,214	31,635,736
Total Liabilities		1,080,330,956	1,008,494,470
TOTAL EQUITY AND LIABILITIES		1,501,705,608	1,388,111,353
Net Assets Value Per Share (NAVPS)	28.00	44.88	40.43



Company Secretary



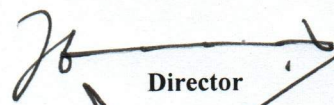
Managing Director

Dhaka, Bangladesh

Date: 28/09/2022



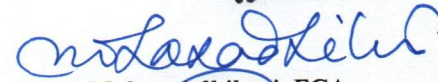
Chief Financial Officer



Director



Chairman



Mohan Adhikari, FCA

Partner

ICAB Enroll no: 1729

Pinaki & Company

Chartered Accountants

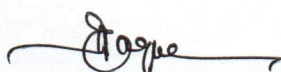
DVC: 2210031729AS146598

Bangladesh Monospool Paper Manufacturing Company Ltd.

Statement of Profit or Loss and other Comprehensive Income

For the year ended 30 June 2022

Particulars	Notes	Amount in Taka	
		2021 - 2022	2020 - 2021
Revenue	29.00	663,987,441	299,819,319
Cost of Goods Sold	30.00	(437,506,484)	(141,568,127)
Gross Profit		226,480,957	158,251,192
Operating Expenses		(52,669,538)	(27,538,334)
Administrative Expense	31.00	(20,744,678)	(11,561,583)
Selling and Distribution Expense	32.00	(31,924,860)	(15,976,751)
Operating Profit		173,811,419	130,712,858
Financial Expense	33.00	(108,436,462)	(112,136,357)
Profit before other income		65,374,957	18,576,500
Other Income	34.00	335,132	1,879,212
Profit/(Loss) Before Tax and WPPF		65,710,089	20,455,712
Provision for WPPF		(3,129,052)	(974,082)
Profit/(Loss) Before Tax		62,581,037	19,481,631
Income Tax Expenses		(11,425,727)	(7,969,952)
Current Tax Charge	35.00	(12,121,478)	(7,393,567)
Deferred Tax	35.01	695,751	(576,384)
Net Profit/(Loss) After Tax		51,155,310	11,511,679
Earnings Per Share (EPS)	36.00	5.45	1.23



Company Secretary



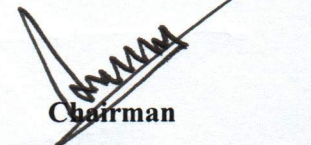
Chief Financial Officer



Director

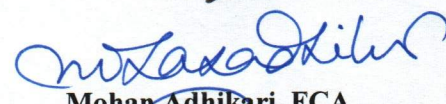


Managing Director



Chairman

Dhaka, Bangladesh
Date: 28/09/2022


Mohan Adhikari, FCA
Partner
ICAB Enroll no: 1729
Pinaki & Company
Chartered Accountants

DVC: 2210031729AS146598

Bangladesh Monospool Paper Manufacturing Company Ltd.

Statement of Changes in Equity

For the year ended 30 June 2022

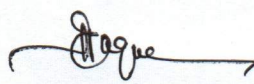
Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as at 01.07.2021	93,888,256	188,924,473	96,804,155	379,616,883
Net Profit/(Loss) after Tax	-	-	51,155,310	51,155,310
10% Cash Dividend	-	-	(9,388,826)	(9,388,826)
Transferred From Deferred Tax provision to Revaluation Reserve	-	161,447	-	161,447
Previous year adjustment for Defferd Tax	-	(170,162)	-	(170,162)
Transfer from Revaluation Reserve to Retained Earnings	-	(1,076,315)	1,076,315	-
Balance as at 31.06.2022	93,888,256	187,839,443	139,646,954	421,374,652


Bangladesh Monospool Paper Manufacturing Company Ltd.

Statement of Changes in Equity


For the year ended 30 June 2021

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as at 01.07.2020	30,483,200	189,693,526	162,729,589	382,906,315
Net Profit/(Loss) after Tax	-	-	11,511,679.21	11,511,679
8% Stock Dividend	2,438,656	-	(2,438,656)	-
200% Stock Dividend	60,966,400	-	(60,966,400)	-
9 % Cash Dividend of 2019-2020	-	-	(2,743,488)	(2,743,488)
Transferred From Deferred Tax provision to Revaluation Reserve	-	335,907	-	335,907
Previous year adjustment for Defferd Tax	-	-	798,560	798,560
Adjustment for Short Provision	-	-	(13,192,090)	(13,192,090)
Transfer from Revaluation Reserve to Retained Earnings	-	(1,104,960)	1,104,960	-
Balance as at 30.06.2021	93,888,256	188,924,473	96,804,155	379,616,883


Company Secretary

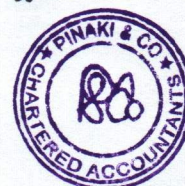

Chief Financial Officer


Director


Managing Director

Dhaka, Bangladesh


Chairman

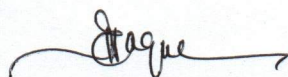


Bangladesh Monospool Paper Manufacturing Company Ltd.

Statement of Cash Flows

For the Year ended 30 June 2022

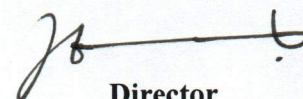
Particulars	Notes	Amount in Taka	
		June 30, 2022	June 30, 2021
<u>A. Cash Flow from Operating Activities:</u>			
Cash Received from Customer and Others		625,588,050	305,746,799
Less: Paid to Suppliers and Others		(514,811,155)	(253,480,254)
Less: Financial Expense		(31,763,467)	(15,386,466)
Adjustment for Short Tax Provision		-	13,192,090
Less: Income Tax Paid		(11,496,216)	(9,678,891)
<i>Net Cash flows from Operating Activities (A)</i>		67,517,213	40,393,278
<u>B. Cash Flow from Investing Activities:</u>			
Acquisition of Property, Plant and Equipment		(68,060,711)	(90,377,961)
Advance against land purchases		(55,250,000)	-
<i>Net Cash used in Investing Activities (B)</i>		(123,310,711)	(90,377,961)
<u>C. Cash Flow from Financing Activities:</u>			
Long Term Loan Received/(Paid)		13,152,219	(1,180,705)
Short Term Loan Received/(Paid)		(3,882,733)	58,502,979
Received/(Payments) of others debt		72,346,818	(16,028,380)
Dividend Paid		(8,955,924)	(468,382)
<i>Net Cash flows from/(Used by) Financing Activities (C)</i>		72,660,380	40,825,512
Net Increase/(Decrease) in Cash and Bank Balance		16,866,882	(9,159,171)
Cash and Bank Balance at the opening of the year		6,725,835	15,885,005
Cash and Bank Balance at the end of the year		23,592,717	6,725,834
Net Operating Cash Flows per share (NOCFPS)	38.00	7.19	4.30



Company Secretary



Chief Financial Officer



Director



Managing Director



Chairman

Dhaka, Bangladesh



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements
For the year ended June 30, 2022

1.00 Significant Accounting Policies and other Material Information:

1.01 Legal form of the Enterprise:

Bangladesh Monospool Paper Manufacturing Company Ltd. is a Public Limited Company registered with the Registrar of Joint Stock Companies and Firms on 23rd January, 1988. In 1989, the company issued its share for public subscription. The Shares of the Company are listed in the Dhaka Stock Exchange Ltd and Chittagong Stock Exchange Ltd.

1.02 Registered Office of the Company:

The Registered Office is situated at BDG Corporate Building, Plot No. 314/A, Block-E, Road No. 18, Bashundhara R/A, Dhaka-1229 and the Factory is located at Sreerampur, Dhamrai, Dhaka.

1.03 Principal activities and nature of the business:

Bangladesh Monospool Paper Manufacturing Company Ltd. is engaged in Converting and Printing of Paper & Paper Products and their Marketing.

2.00 Basis of Financial Statements Preparation and Presentation:

2.01 Statement of Compliance:

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 but the Financial Reporting Standards (FRS) under this council are yet to be issued for public interest entities such as listed entities.

As the FRS is yet to be issued by FRC hence as per the provisions of the FRA (section-69), the financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the Companies Act, 1994. The title and format of these financial statements follow the requirements of IFRSs which are to some extent different from the requirement of the Companies Act, 1994. However, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders.

Bangladesh Monospool Paper Mfg. Co. Ltd. complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- a) The Income Tax Ordinance 1984
- b) The Income Tax Rules 1984
- c) The Value Added Tax and Supplementary Duty Act 2012
- d) The Value Added Tax and Supplementary Duty Rules 2016
- e) The Securities and Exchange Rules 1987
- f) The Customs Act 1969
- g) The Labour Act 2006 (as amended in 2013)



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

2.02 Authorization date for issuing Financial Statements:

The financial statements were authorized by the Board of Directors on **September 28, 2022**.

2.03 Reporting period:

The financial statements cover one year from **01 July 2021 to 30 June 2022**.

2.04 Preparation and Presentation of Financial Statements of the Company:

The Board of Directors of Bangladesh Monospool Paper Manufacturing Company Ltd. is responsible for the preparation and presentation of financial statements of the Company.

2.05 Going Concern:

The company has adequate resources to continue in operation for foreseeable future. For this reason, the directors continued to adopt going concern basis in preparing the Financial Statements. The current credit facilities and resources of the company provide sufficient fund to meet the present requirements of its existing businesses and operations.

2.06 Comparative and Reclassification:

Comparative information has been disclosed for all numerical, narrative and descriptive information where it is relevant for understanding of the current year financial statements. Comparative figures have been rearranged/reclassified wherever considered necessary, to ensure better comparability with the current year financial statements and to comply with relevant IFRSs.

2.07 Functional and Presentation Currency:

These financial statements are presented in Bangladeshi Taka (Taka/TK/BDT) which is the Company's functional currency. All amounts have been rounded off to the nearest Taka, unless otherwise indicated.

2.08 Corporate Accounting Standards Practiced:

The financial statements have been prepared in compliance with requirement of IASs (International Accounting Standards) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as applicable in Bangladesh. The following IFRSs are applied to the financial statements for the year under audit:

IAS-1	Presentation of Financial Statements;
IAS-2	Inventories;
IAS-7	Statement of Cash Flows;
IAS-8	Accounting Policies, Changes in Accounting Estimates & Errors;
IAS-10	Events after the Reporting Period;
IAS-12	Income Taxes;
IAS-16	Property, Plant & Equipment;
IAS-19	Employee Benefits;
IAS-21	The Effects of Changes in Foreign Exchange Rates
IAS-24	Related Party Disclosures;



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

IAS-32	Financial instruments: Presentation;
IAS-33	Earnings per Share;
IAS-36	Impairment of Assets;
IAS-37	Provisions, Contingent Liabilities and Contingent Assets;
IAS-38	Intangible Assets;
IAS-39	Financial Instruments: Recognition and Measurement;
IFRS-5	Non-Current Assets Held for Sale and Discontinued Operations
IFRS-7	Financial Instruments Disclosures;
IFRS-8	Operating Segments;
IFRS-9	Financial Instruments;
IFRS-13	Fair Value Measurement
IFRS-15	Revenue from Contracts with Customers;
IFRS-16	Leases

2.09 Measurement Bases Used in Preparing the Financial Statements:

The financial statements have been prepared on "Historical Cost" convention basis, which is one of the most commonly adopted base provided in "the framework for the preparation and presentation of financial statements" issued by the International Accounting Standard Committee (IASC).

2.10 Functional and Presentation Currency:

The financial statements are expressed in Bangladesh Taka. The figures of financial statements have been rounded off to the nearest Taka.

2.11 Components of the Financial Statements:

According to IAS-1 "presentation of the Financial Statements" the complete set of financial statement includes the following components:

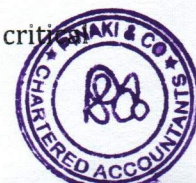
- a) Statement of Financial Position as at June 30, 2022.
- b) Statement of Profit or Loss and Other Comprehensive Income for the year ended June 30, 2022.
- c) Statement of Changes in Equity for the year ended June 30, 2022.
- d) Statement of Cash Flows for the year ended June 30, 2022.
- e) Accounting Policy Notes to the financial statements for the year ended June 30, 2022.

2.12 Use of Estimates and Judgments:

The preparation of these financial statements is in conformity with IFRSs 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. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In particular, information about significant areas of estimation, uncertainty and critical



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

Note: 4	Property, Plant and Equipment
Note: 9	Trade and Other Receivables
Note: 19	Trade and Other Payables
Note: 20	Liabilities for Expenses

3.00 Significant Accounting Policies:

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

3.01 Property, Plant and Equipment:

3.01.01 Recognition of Property, Plant & Equipment:

Cost includes expenditure that is directly attributable to the acquisition of asset. The cost of self-constructed asset includes the cost of material and direct labor, any other costs directly attributable to bringing the assets to a working condition for their intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

3.01.02 Revaluation of Property, Plant & Equipment:

The management of the company revalued its Property, Plant & Equipment by Malek Siddiqui Wali, Chartered Accountants and the revaluation surplus has been incorporated in the financial statement as on June 30, 2016.

3.01.03 Subsequent Costs:

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the profit and loss account as incurred.



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

3.01.04 Impairment of Assets:

Impairment of assets (IAS-36), at each balance sheet date, the company assess whether there is any indication that the carrying amount of an asset exceeds its recoverable amount. An asset is carried at more than its recoverable amount if its carrying amount exceeds the amount to be recovered through use or sale of the asset. If this is the case, the asset is described as impaired and an impairment loss is recognized as an expense in the profit and loss statement unless the asset is carried at revalued amount in accordance with International Accounting Standard (IAS) 16 - Property, Plant and Equipment, in which case any impairment loss of a revalued asset should be treated as a revaluation decrease under that Accounting Standard. No fact and circumstances indicate that company's assets including property, plant and equipment may be impaired. Hence, no evaluation of recoverability of assets was performed.

3.01.05 Depreciation:

Depreciation on fixed assets is charged on reducing balance method. Depreciation continues to be charged on each item of fixed assets until the written down value of such fixed assets is reduced to Taka one. Depreciation on addition to fixed assets is charged from the date of acquisition and no depreciation has been charged on fixed of the date of disposal. The residual value, if not insignificant, is reassessed annually.

Rates of depreciation on various classes of fixed assets are as under:

Category	Rate of Depreciation
Building and Other Construction	2.50%
Plant and Machinery	7.00%
Furniture and Fixture	10.00%
Electrical Installation	10.00%
Link Road	20.00%
Office Equipment	10.00%
Motor Vehicle	20.00%

3.02 Inventories:

Inventories are assets held for sale in the ordinary course of business, in the process of production for such sale or in the form of materials or supplies to be consumed in the production process. Inventories are stated at the lower of cost and net realizable value in compliance to the requirements of Para 21 and 25 of IAS-2. Costs including an appropriate portion of fixed and variable overhead expenses are assigned inventories by the method most appropriate to the particular class of inventory. Net realizable value represents the estimated selling price for the inventories less all estimated cost of completion and cost necessary to make the sale. Item wise valuation is as follows:

Category of Inventories	Basis of Valuation
Raw & Packing Materials	At Weighted Average Cost or net realizable value whichever is lower
Finished Goods	At cost or net realizable value whichever is lower



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

3.03 Financial Assets:

The company initially recognizes receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the trade date, which is the date the company becomes a party to the contractual provisions of the instrument.

The company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

Financial assets include Short Term Investments; Trade & Other Receivables; Advances, Deposits; Cash and Bank balance etc.

3.03.01 Investment in FDR:

Investment in FDR includes fixed deposit in Banks. The fixed deposits are renewed upon maturity at the option of the company.

3.03.02 Trade and Other Receivables:

Trade and other receivables are initially recognized at cost which is the fair value of the consideration given in return. After initial recognition, these are carried at cost less impairment losses, if any, due to un-collectability of any amount so recognized.

3.03.03 Advances, Deposits:

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads such as property, plant and equipment, inventory or expenses.

3.03.04 Deposits:

Deposits are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to Statement of Profit or Loss and other Comprehensive Income.

3.03.05 Cash and Cash Equivalents:

Cash and cash equivalents include cash in hand, deposits and other short/ fixed term deposits with banks and non-banking financial institutions which are held and available for use by the company without any restriction.

3.04 Financial Liabilities:

The company recognizes all financial liabilities on the trade date which is the date the company becomes a party to the contractual provisions of the instrument. The company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. Financial liabilities include loans and borrowings, trade & other payables and other current liabilities.



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

3.04.01 Trade Payables and Other Liabilities:

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

The entity recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

3.04.02 Loans and Borrowing:

Principal amounts of loans and borrowings are stated at their outstanding amount. Borrowings repayable after twelve months from the reporting date are classified as non-current liabilities whereas the portion payable within twelve months, unpaid interest and other charges are classified as current liabilities.

3.05 Statement of Cash Flows:

Statement of Cash Flows is prepared in accordance with IAS-7 "Statement of Cash Flows". The cash flows from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 18(b) of IAS-7 which provides that "Enterprises are encouraged to report cash flows from the operating activities using the Direct Method".

3.06 Statement of Changes in Equity:

The Statement of Changes in Equity reflects information about the increase or decrease in net assets or wealth.

3.07 Provisions:

The preparation of financial statements in conformity with International Accounting Standards IAS-37 Provisions, Contingent Liabilities and Contingent Assets requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

3.08 Contingent liability:

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognized in the statement of financial position of the Company. Moreover, contingencies arising from claims, litigations, assessments, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

3.09 Contingent Assets:

A provision is recognized in the Statement of Financial Position when the company has a legal or contractual obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Contingencies arising from claims, litigations, assessments, fine, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. Contingent assets are not recognized.

3.10 Taxation:

Income tax comprises current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to a business combination, or items recognized directly in equity or in other comprehensive income

3.10.01 Current Tax

Income Tax is calculated and provision is made in accordance with IAS-12 'Income taxes' and Income Tax Ordinance, 1984. Provision for income tax has been made at the rate of 20% on operational income.

3.10.02 Deferred Tax

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted at the reporting date. Deferred tax asset or liability does not create a legal recovery / liability from or to the income tax authority.

3.11 Share Capital

Paid-up-capital represents total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. Incremental costs directly attributable to the issue of ordinary shares are recognized as expenses as and when incurred. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders rank after all other shareholders. Creditors are fully entitled to any proceeds of liquidation before all shareholders.

3.12 Capital Management

For the purpose of the company's capital management, capital includes issued capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business.



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

To maintain or adjust capital structure, the Company may adjust the amount of dividend, return on capital, issue new share or obtain long term-debt. All major investment and financing decisions, as a part of its capital management, are evaluated and approved by its Board of Directors.

No changes were made in the objectives, policies or processes for managing capital during the year ended 30 June 2022.

3.13 Employee Benefit

Workers' Profit Participation & Welfare Fund

The Worker's profit participation & welfare fund yet to be established as per the requirement of Labor Act 2006 (As amended 2013).

3.14 Revenue Recognition

The Company has initially applied IFRS 15 Revenue from contracts with customers. The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle, IFRS 15 establishes a five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognize revenue when (or as) the entity satisfies a performance obligation.

Considering the five steps model, the Company recognizes revenue when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of those goods. Revenue from contracts with customers against sales is recognized when products are dispatched to customers, that is, when the significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably.

3.15 Finance Income and Expense

3.15.01 Finance Income

Interest income from bank deposits are recognized on accrual basis following specific rate of interest in agreement with banks.

3.15.02 Finance Expenses

Finance expenses comprise interest expenses on loan, overdraft and bank charges. All borrowing costs are recognized in the profit and loss account using effective interest method except to the extent that they are capitalized during constructions period of the plants in accordance with IAS-23 Borrowing cost.



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

3.16 Earnings per Share (EPS)

The Company calculates Earning per Share (EPS) in accordance with IAS-33: "Earnings per Share", which has been shown on the face of Statement of Profit or Loss and other Comprehensive Income.

3.16.01 Basic Earnings

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

3.16.02 Weighted average number of ordinary shares outstanding during the year

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time-weighting factor. The time weighting factor is the numbers of days the specific shares are outstanding as a proportion of the total number of days in the year.

3.16.03 Basic earnings per share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding for the year.

3.16.04 Diluted earnings per share

No diluted earnings per share are required to be calculated per year as there was no scope for dilution during the year.

3.17 Events after the reporting period

In compliance with the requirements of IAS-10 Events after the reporting period, post financial statements events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the financial statements date that are not adjusting events are disclosed in the notes when material.

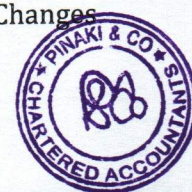
Following events occurred since the balance date:

The board of directors recommended 10% cash and 10% Stock dividend at the 184th Board meeting held on 28 September, 2022 for the year ended June 30, 2022. This dividend is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.

3.18 Comparative Information

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

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



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

For the year ended June 30, 2022

3.19 Related Party Transactions

The objective of IAS-24 'Related Party Disclosures' is to ensure that an entity's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties.

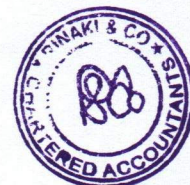
Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions.

A party is related to an entity if: [IAS-24] directly, or indirectly through one or more intermediaries, controls, is controlled by, or is under common control with, the entity has an interest in the entity that gives it significant influence over the entity, has joint control over the entity, the party is a member of the key management personnel of the entity or its parent, the party is a close member of the family of any individual, the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual and the party is a post-employment benefit plan for the benefit of employees of the entity.

The Company transacts with related parties and recognize as per IAS-24 'Related Party Disclosures'. Related party transactions have been disclosed under Note - 39.

3.20 General

- i) Figures appearing in these accounts have been rounded off to the nearest taka.
- ii) Prior year's figures have been rearranged wherever considered necessary to ensure comparability with the current year.
- iii) Bracket figures denote negative.



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements
As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

4.00 Property, Plant and Equipment: Tk. 498,076,718

This is made up as follows:

Particulars

Balance as at 01.07.2021

Add: Addition made during the Year

Balance as at 30.06.2022

Accumulated Depreciation

Balance as at 01.07.2021

Add: Charged during the Year

Balance as at 30.06.2022

Cost Less Accumulated Depreciation

Add: Revaluation of Assets

Total Written Down Value as at 30.06.2022

298,222,440	207,844,479
63,522,631	90,377,961
361,745,071	298,222,440
79,545,479	74,038,241
5,110,454	5,507,239
84,655,933	79,545,479
277,089,138	218,676,961
220,987,580	222,063,895
498,076,718	440,740,856

5.00 Insurance Claim Receivable: Tk. 0

This is made up as follows:

Particulars

Claim against Goods

Total

-	3,155,079
-	3,155,079

In September 2004 factory premises was flooded. Insurance claim with Bangladesh Co-Operative Insurance Company Ltd. was made for an amount of Tk. 53,237,607.80. Claim agreed by the insurer was Tk. 23,154,549 on November 19, 2009. Out of this remaining amount of Tk. 31,55,079 has been realized with in June 30,2022.

6.00 Capital Work-in-Progress: Tk. 28,794,366

This is made up as follows:

Particulars

Balance as at 01.07.2021

Add: Addition made during the Year

Balance as at 30.06.2022

24,256,286	24,256,286
4,538,080	-
28,794,366	24,256,286

7.00 Long Term Investment: Tk.320,125,226

The details of Long Term Investment are as follows:

Name of Company:

BD.News & Entertainment

Magura Paper Mills Ltd

Pearl Paper and Board Mills Ltd.

Paper Processing & Packaging Ltd.

Total

6,448,841	6,448,841
-	7,807,959
237,474,075	266,393,141
76,202,310	111,730,850
320,125,226	392,380,790



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

8.00 Inventories: Tk. 186,985,573

This is made up as follows:

Particulars

Raw Materials in Stock

Note:8.01

Finished Goods

Note:8.02

Total

143,729,870	118,198,785
43,255,703	33,130,253
186,985,573	151,329,038

Details of Raw Materials are shown in Annexure-C.

8.01 Raw Materials in Stock : Tk. 143,729,870

Particulars

Opening balance

Add: Purchase during the year

Total available Raw Materials

Less: Consumption during the year

Closing balance

118,198,785	101,011,190
424,682,871	123,298,252
542,881,655	224,309,442
(399,151,785)	(106,110,657)
143,729,870	118,198,785

8.02 Finished Goods: Tk. 43,255,703

Particulars

Opening balance

Add: Cost of goods produced during the year

Cost of goods available for sale during the year

Less: Cost of goods sold during the year

Closing balance

33,130,253	42,630,253
447,631,934	132,068,127
480,762,187	174,698,380
(437,506,484)	(141,568,127)
43,255,703	33,130,253

9.00 Trade Receivables : Tk. 138,661,858

This is made up as follows:

Particulars

Trade Receivable

138,661,858	96,802,561
138,661,858	96,802,561

a) Ageing of Trade Receivables

(Disclosure as per Schedule-XI, Part-I, of The Companies Act, 1994)

Due within 3 months

Due over 3 months but within 6 months

Due over 6 months

Total

128,047,233	91,404,560
10,614,625	5,398,001
-	-
138,661,858	96,802,561

i) Receivable considered Good & secured

ii) Receivable considered Good without security

iii) Receivable considered doubtful or Bad

iv) Receivable due by Directors or other Officers

v) Receivable due from companies under same management

138,661,858	96,802,561
-	-
-	-
-	-
35,604,193	-

b) Trade receivable have been stated at their nominal value. Trade receivable are accrued in the ordinary course of business. These are carried at invoice amount. All receivable have been considered as good and realizable. Therefore, no amount was written off as bad debt and no debt was considered as doubtful to provide for.



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements
As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

10.00 Inter Company Account: TK. 91,791,178

This is made up as follows:

Name of Company:

Magura Group Ltd
Bangladesh Development Co. Ltd.
Kores Bangladesh Ltd.
World of Textile
Progressive Marketing Ltd
BD.News & Entertainment
Magura Paper Mills Ltd
Paper Processing & Packaging Ltd.
Bangladesh Press Holding
Intermediate and Secondary Books Publication.
Madrasha Prokashana Ltd.
Prathamik Pustak Prokashona Ltd.

4,711,634	4,711,634
9,195,930	
-	30,084,411
4,000,000	4,000,000
1,320,050	1,320,050
12,999,000	11,499,000
59,314,559	56,306,600
-	6,028,860
39,500	39,500
38,225	38,225
95,205	95,205
77,075	77,075
91,791,178	114,200,560

11.00 Short Term Investment: Tk. 591,502

This is made up as follows:

Particulars

SIBL FDR A/C NO. 0025330050855
Total

591,502	561,197
591,502	561,197

12.00 Advances, Deposits and Prepayments: Tk. 171,579,549

This is made up as follows:

Particulars

Advances
Deposits
Advance against land purchases
Capital Work-in-Progress
Prepayments
Total

Note- 12.01
Note-12.02

Note-12.03

107,837,677	55,652,197
8,236,320	8,560,129
55,250,000	-
-	63,522,631
255,552	213,489
171,579,549	127,948,446

12.01 Advances: Tk.107,837,677

This is made up as follows:

Particulars

Advance against Works
Advance against Salary and Wages
Advance against Purchases

Note- 12.01.01
Note- 12.01.02
Note- 12.01.03

1,803,538	1,234,685
863,300	838,300
105,170,839	53,579,213
107,837,677	55,652,197

Total



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements
As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

12.01.01 Advance against Works: Tk.1,803,538

This is made up as follows:

Particulars

Nazmul hasan Sakil Transport Officer
AAA Finance & Investment
Abdul Hai
ICB Capital management Ltd
Rasel Engineering Works
Rajdip
R.I Enterprise
PNS Industrial machinery
Total

-	38,385
650,000	650,000
-	67,546
200,000	200,000
630,000	-
323,538	42,907
-	134,347
-	101,500
1,803,538	1,234,685

12.01.02 Advance against Salary and Wages: Tk.863,300

This is made up as follows:

Particulars

Mr Rasedul Haque
Mr Mizanur Rahman
Md.Hossain (PS-1 to Chairman)
Md.AI-Amin Mollah
Md Altaf Hossain
Sohel howlader
Najmul Haque
Md. Faruk
Mobarok Hossain
Rashed Talukder
Khalid Hasan
Md Abdus Sobhan
Mr. Ataur Rahman
Total

-	50,000
-	4,000
43,500	79,500
-	2,000
3,500	9,500
20,000	-
20,000	11,000
7,800	8,800
360,000	540,000
25,000	-
29,500	35,500
74,000	98,000
280,000	-
863,300	838,300

12.01.03 Advance against Purchases: Tk.105,170,839

This is made up as follows:

Particulars

Advance against Local Material
Base Paper Ltd
M M Shah Trading
Amber Super Paper Ltd.
Creative Paper Mills Ltd
Partex Paper Mills Limited-
Sonali Paper and Board Mills
Younus Fine Paper Mills Ltd.
RFL Plastics Ltd.
Insaf Paper House
Meghna Pulp & Paper Mills Ltd
Zeeshan International Agencies Pvt Ltd

98,601,021	41,655,547
-	19,320
-	1,925
-	46,117
-	18,859
60,143	652,876
-	191,887
-	3,100
105,764	-
33,220	-
18,653	-
2,674,777	-



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements
As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021
	FTT # 15/0075	-	249,283
	L/C No# 120221010227	-	2,101,623
	L/C No# 120221010262	-	816,012
	L/C No# 120221020018	-	811,815
	L/C No# 120221020019	-	795,818
	L/C No# 120221020030	-	3,783,372
	L/C No# 120220020100	-	2,086,000
	L/C No# "120222010081	139,830	-
	L/C No# "120222010144	610,054	-
	L/C No# "120222010220	1,189,332	-
	L/C No# "120222010223	396,956	-
	L/C No# "120222010234	513,470	-
	L/C No# "120222010278	827,619	-
	L/C No# 120221010114	-	345,659
	Total	105,170,839	53,579,213

12.02 Deposits: Tk.8,236,320

This is made up as follows:

Particulars

Earnest Money	3,591,554	4,083,075
Enlistment money	110,000	110,000
Bank Guarantee	151,163	180,107
Performance Guarantee	286,676	90,020
Other Security Deposits	4,096,927	4,096,927
Total	8,236,320	8,560,129

12.03 Prepayments: Tk.255,552

This is made up as follows:

Particulars

Prepaid Insurance	255,552	213,489
Total	255,552	213,489

- i) All the advances, deposit and prepayment amount are considered good and recoverable.
ii) There is no amount due from directors or officers of the company other than advance against salary & wages to employees.

13.00 Advance Income Tax: Tk.41,506,921

This is made up as follows:

Particulars

Opening Balance	30,010,705	94,414,360
Add: Addition during the Year	11,496,216	9,678,891
Less: Adjustment During the year	-	(74,082,546)
Closing Balance	41,506,921	30,010,705



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

14.00 Cash and Cash Equivalents: Tk. 23,592,717

This is made up as follows:

Particulars

Cash at Bank

Cash in Hand

Total

Note- 14.01

6,590,907	5,136,964
17,001,811	1,588,872
23,592,717	6,725,835

14.01 Cash-at-Bank: Tk. 6,590,907

This is made up as follows:

Particulars

Sonali Bank Ltd., Local Office Br.33008364

A.B. Bank Ltd., Principal Br..208507430

Agrani Bank Ltd.-10180101

SIBL, Bashundhara Br-0771330002408

Basic Bank Ltd., Bashundhara Br.4910-01-000389

SIBL, Principal Br-0021330009899.

Shahjalal Islami Bank Ltd.,-Mitijheel Br.110003488

UCBL, Bashundhara Br.0099-132-0000067

Shahjalal Islami Bank Ltd.,-F.Ex.Br.4014-13100001071

Islami Bank Bangladesh Limited-Kalampur Branch 00709

First Security Islami Bank #017711100000231

Meghna Bank Ltd. #11011100000730

SIBL, Bashundhura Br-0771360001186.

SIBL, Bashundhura Br-(WPPF)077136000591.

SIBL, Bashundhura Br-(WPPF)077136000602

SIBL, Bashundhura Br-(WPPF)077136000613

SIBL Motijheel -PB Br-002360003444

SIBL, Bashundhura Br-(Dividend Payment)0771360001873

Shimanto Bank Ltd. # 1002241000113

The Premier Bank Ltd.-0155111-00000320

Brac Bank Ltd. 150520230668201

Total

51,716	52,061
313,909	622,449
8,677	9,655
1,105	295
23,838	24,528
2,807,536	2,153,936
-	606
41,465	41,957
1,279	2,404
19,824	21,089
3,560	4,710
30,544	3,104
578,709	170,247
430	-
430	-
430	-
1,541	2,691
2,359,660	
7,240	7,240
332,371	2,013,350
6,642	6,642
6,590,907	5,136,964

15.00 Share Capital: Tk. 93,888,256

Authorized Capital: Tk.500,000,000

5,00,00,000 Ordinary Shares @ Tk.10.00 each.

500,000,000	500,000,000
500,000,000	500,000,000

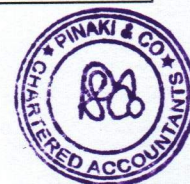
Issued, Called and Paid-up Capital: Tk.93,88,826

93,88,826 Ordinary Shares @ Tk.10.00 each

93,888,256	93,888,256
93,888,256	93,888,256

Paid-up Capital and are classified as follows:

Classification	No. of Share	Face value (Tk)	Total Value (Tk)
Group-A : Sponsor and Director	4,879,616	10	48,796,160
Group-B: Financial Institutions	32,860	10	328,600
Group-C: General Public	4,476,349	10	44,763,490
Total :	9,388,825		93,888,250



Bangladesh Monospool Paper Manufacturing Company Ltd.
Notes to the Financial Statements
As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

Classification of Shareholders and their Share Holding Position are as follow:

Name of Shareholder	Position	No. of Share Held	Percentage of Share Held
Mr. Mustafa Kamal Mohiuddin	Chairman	2,040,000	21.73%
Mr. Mostafa Jamal Mohiuddin	Managing Director	512,638	5.46%
Bangladesh Development Group Ltd. Represented by Abu Nasir Ahmed Md. Mobarok Hossain	Director	1,316,949	14.03%
BDG-Magura Group Limited Represented by Md. Amir Hossain		803,972	8.56%
Pearl Paper and Board Mills Ltd.	Shareholder	63,526	0.68%
Mr. Muhammad Enayet Ali	Independent Director	-	0.00%
Dr. Md. Mahbubul Alam Joarder		-	0.00%
Dr. Ataur Rahman		-	0.00%
Mr. Ashfaque Islam	Sponsor Shareholder	40,656	0.43%
Mr. M.U. Ahmed		1,694	0.02%
Mr. Mohiuddin Ahmed		6,335	0.07%
Miah Md. Rezaul Haque		40,656	0.43%
Mr. Md. Mobarok Hossain	Shareholder	18,701	0.20%
Abrirbhab Multi Media Limited		10,164	0.11%
Investment Consultants and Share Management Ltd.		15,855	0.17%
Paper Processing and Packaging Ltd.		8,470	0.09%
Financial Institutions		32,860	0.35%
General Public		4,476,349	47.68%
Total		9,388,825	100%

Distribution of each Class of equity, setting out the number of holders and percentage, in the following categories:

Holding Range	No. of Shareholders	Total Holdings	In Percentage
01-----3000	4099	1,339,326	14.27%
3001-----15000	211	1,302,525	13.87%
15001-----30000	16	329,804	3.51%
300001-----300000	9	853,901	9.09%
300001-----1500000	4	3,523,269	37.53%
1500001-----1800000	0	-	0.00%
1800001-----2100000	1	2,040,000	21.73%
	4340	9,388,825	100.00%



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

16.00 Revaluation Reserve: Tk.187,839,443

This is made up as follows:

Particulars

Opening Balance
Deffered Tax provision on re-valuation surplus
Previous year adjustment for Defferd Tax
Adjustment of Depreciation on Re-valued Assets.

188,924,473	189,693,526
161,447	335,907
(170,162)	-
(1,076,315)	(1,104,960)
187,839,443	188,924,473

Total

17.00 Retained Earnings: Tk. 139,646,954

This is made up as follows:

Particulars

Opening Balance
Profit/(Loss) during the year
8% Stock Dividend
9 % Cash Dividend
200% Stock Dividend
10 % Cash Dividend
Adjustment Short Provision up to 2018-2019
Adjustment of Depreciation on Re-valued Assets
Previous year adjustment for Defferd Tax
Closing Balance

96,804,155	162,729,589
51,155,310	11,511,679
-	(2,438,656)
-	(2,743,488)
-	(60,966,400)
(9,388,826)	-
-	(13,192,090)
1,076,315	1,104,960
-	798,560
139,646,954	96,804,155

18.00 Deffered Tax Liabilities : Tk. 40,215,812

This is made up as follows:

Particulars

Opening Balance
Add/(Less): Previous year adjustment
Add/(Less): Deferred Tax Expenses/(Income) on cost
Add/(Less): Deferred Tax Expenses/(Income) on revaluation

40,902,848	41,460,930
170,162	(798,560)
(695,751)	576,385
(161,447)	(335,907)
40,215,812	40,902,848

Total

19.00 Long Term Loan: Tk.619,986,775

This is made up as follows:

Particulars

Social Islami Bank Ltd.
Phoneix finance and Investment Ltd.

Total

19.01	15,551,069	21,702,613
19.02	604,435,705	523,730,768
	619,986,775	545,433,381

19.01 Social Islami Bank Ltd.: Tk.15,551,069

This is made up as follows:

Particulars

HPSM#0023600000078
HPSM#00236000000102
HPSM#00236000000181
HPSM#00236000000282

Principal Outstanding

Add: Interest Outstatnding

Total

711,587	2,016,622
2,255,520	5,688,705
1,853,718	3,377,851
8,280,571	8,555,715
13,101,396	19,638,893
2,449,673	2,063,720
15,551,069	21,702,613



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

19.02 Phoneix finance and Investment Ltd. :Tk.604,435,705

This is made up as follows:

Particulars

PFIL/SME/TL-64/2017

PFIL/SME/TL-57/17

Principal Outstanding

Add: Interest Outstatnding

Total

114,128,610	102,242,490
315,101,544	307,297,949
429,230,154	409,540,439
175,205,551	114,190,329
604,435,705	523,730,768

20.00 Trade Payables Tk.1,961,365

This is made up as follows:

Particulars

Arafat Traders

Bhai bhai enterprise

M/S Aleya Enterprise

Nafi Trading

Newaj Traders

M/S. New A.S. Traders

Sahanoor Printing & Packaging Ltd

S.B. Enterprise

Souimate Packaging & Accessories Ltd.

Total

234,950	55,520
294,095	147,576
178,889	122,509
-	71,820
147,026	359,793
-	81,388
262,606	357,606
-	78,820
843,799	218,739
1,961,365	1,493,771

21.00 Liabilities for Expenses: Tk.8,235,100

This is made up as follows:

Particulars

Bangladesh Advance Technologies Ltd

Chittagong Stock Exchange Ltd

Dhaka Stock Exchange Ltd

Grameen Phone

Jannatul Ferdus

Jharna Engineering Works

Link 3 Technologies

Metro Net Bangladesh Ltd

Pinaki & Co.

Pinnacle Power Ltd

Raima Golpo Book Binding

Robi Axiata Ltd

Rini Book Binding

Two Star Catering

Tetra Host Bangladesh

Others Payable

Vat Current Account

Wages, Salary and Allowance

Total

49,000	86,000
245,000	445,000
-	1,312
13,241	10,852
-	46,360
238,440	168,700
32,300	32,300
15,000	10,000
201,250	201,250
-	39,824
429,394	254,719
9,292	14,209
543,641	369,266
32,130	-
6,000	6,000
46,111	-
682,315	1,026,235
5,691,986	6,432,357
8,235,100	9,144,384



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

22.00 Short Term Loan: Tk. 278,267,464

This is made up as follows:

Details of Social Islami Bank Ltd. (SIBL) Short Term Loan are as Follows:

Particulars

Bai Muazzal (Commercial)	22.01	94,482,528	82,959,134
Bai Muazzal Work Order	22.02	52,234,850	46,982,888
Bai Muazzal (Trust Receipt)	22.03	120,719,086	112,662,961
UPAS Deffered L/C	22.04	10,831,000	10,746,000
Total		278,267,464	253,350,984

22.01 Bai Muazzal (Commercial): Tk. 94,482,528

This is made up as follows:

Particulars

BIAM# 0023120149161	38,100,000	38,100,000
BIAM# 0023120154302	-	5,335,000
BIAM# 0023120154324	-	4,200,000
BIAM# 0023120154335	4,400,000	4,400,000
BIAM# 0023120154695	5,055,882	10,000,000
BIAM# 0023120154739	7,300,000	7,300,000
BIAM# 0023120167611	3,500,000	-
BIAM# 0023120167622	4,000,000	-
BIAM# 0023120167756	4,000,000	-
BIAM# 0023120167767	3,600,000	-
BIAM# 0023120154741	-	650,000
BIAM LOAN# 002310013227	5,000,000	5,000,000
BIAM # 0023130014836	5,000,000	-
Principal Outstanding	79,955,882	74,985,000
Add: Interest Outstanding	14,526,646	7,974,134
Total	94,482,528	82,959,134

22.02 Bai Muazzal Work Order: Tk. 52,234,850

This is made up as follows:

Particulars

BIAM LOAN# 00239900002309	39,418,752	39,418,752
Add: Interest Outstanding	12,816,098	7,564,136
Total	52,234,850	46,982,888



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

22.03 Bai Muazzal (Trust Receipt): Tk.120,719,086

This is made up as follows:

Particulars

LTR #0023110049348	-	4,990,354
LTR #0023110049539	-	1,129,847
LTR #0023110050248	-	7,858,323
LTR #0023110050441	-	3,756,237
LTR #0023110050676	160,754	3,341,094
LTR# 0023110051295	1,061,869	1,061,869
LTR# 0023110051306	3,286,015	3,286,015
LTR# 0023110051317	4,748,143	4,748,143
LTR# 0023110051543	428,810	428,810
LTR# 0023110051879	15,750,000	15,750,000
LTR# 0023110051881	-	809,853
LTR# 0023110052781	3,977,082	3,977,082
LTR# 0023110052858	6,171,459	6,171,459
LTR# 0023110054669	2,540,918	2,540,918
LTR# 0023110055121	4,151,014	4,151,014
LTR# 0023110055931	1,260,711	1,260,711
LTR# 0023110058236	3,810,173	-
LTR # 0023110058811	2,834,269	-
LTR#0023110058844	6,951,426	-
LTR#0023110059002	185,000	-
LTR#0023110059463	5,217,524	-
LTR#0023110059507	2,115,000	-
LTR#0023110059619	1,500,207	-
LTR#0023110059665	3,801,216	-
LTR# 0023110054175	8,081,137	8,081,137
LTR# 0024290000018	5,254,405	5,355,487
LTR# 0024290000029	1,942,892	1,942,892
LTR# 0024290000031	6,530,291	6,530,291
LTR# 0024290000042	4,271,484	4,271,484
LTR# 0024290000132	3,095,752	3,095,752
LTR# 0024290000142	3,795,000	3,795,000
Principal Outstanding	102,922,551	98,333,772
Add: Interest Outstanding	17,796,536	14,329,189
Total	120,719,086	112,662,961

22.04 UPAS Deffered L/C : Tk.10,831,000

This is made up as follows:

Particulars

L/C No# 120221020018	3,824,000	3,853,000
L/C No# 120221020019	7,007,000	6,893,000
Total	10,831,000	10,746,000



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

23.00 Long Term Bank Loan-Current Portion Tk.70,661,204

This is made up as follows:

Details of Long Term Bank Loan-Current Portion are as Follows:

Particulars

SIBL- HPSM#0023600000078

SIBL- HPSM#0023600000102

SIBL- HPSM#0023600000181

SIBL- HPSM#0023600000282

PFIL/SME/TL-64/17

PFIL/SME/TL-57/17

Total

1,425,512	120,477
3,522,909	368,830
1,613,433	185,369
1,119,429	844,285
8,697,835	20,583,955
54,282,087	62,085,682
70,661,204	84,188,598

24.00 Inter Company/Directors Loan Account: TK.11,387,183

This is made up as follows:

Particulars

Pearl Paper and Board Mills Ltd.

Bangladesh Development Co. Ltd.

Magura Recycle Paper Ind. Ltd.

Kores Bangladesh Ltd.

Magura Group Ltd

Mr. Mustafa Kamal Mohiuddin (Chairman)

Total

-	12,946,416
-	20,758,895
500,000	-
2,800,000	-
5,000,000	-
3,087,183	-
11,387,183	33,705,311

25.00 Un-paid Dividend: Tk. 2,729,786

This is made up as follows:

Particulars

Opening Balance

Add: Declared during the Period

Total

Less: Paid during the Year

Closing Balance

2,296,884	21,778
9,388,826	2,743,488
11,685,710	2,765,266
(8,955,924)	(468,382)
2,729,786	2,296,884

Un-paid Dividend and are classified as follows:

Group-A Sponsor and Director

Group-B Financial Institutions

Group-C General Public

Total :

819,559	1,472,521
62,850	31,988
1,847,378	792,355
2,729,786	2,296,864

26.00 Workers Profit Participation Fund: Tk.3,129,052

This is made up as follows:

Particulars

Balance as at 01.07.2021

Less: Payment made during the year

Available Fund

Add: Interest applied during the year

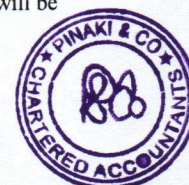
Total Available Fund

Add: Profit apportioned for the year

Closing Balance as on 30.06.2022

6,342,573	6,587,566
(6,342,573)	(1,794,270)
-	4,793,296
-	575,195
-	5,368,491
3,129,052	974,082
3,129,052	6,342,573

The company has not recognized Worker's Profit Participation Fund (WPPF) and outstanding payable will be



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

27.00 Provision for Income Tax: Tk.43,757,214

This is made up as follows:

Particulars

Opening Balance	31,635,736	85,132,625
Add: Short Provision up to 2018-2019	-	13,192,090
Current Year Tax	12,121,478	7,393,567
Sub-Total	43,757,214	105,718,282
Less: Tax adjustment during the year	-	(74,082,546)
Closing Balance	43,757,214	31,635,736

28.00 Net Assets Value per share(NAV): Tk. 44.88

This is made up as follows:

Particulars

Shareholders Equity	421,374,652	379,616,883
No. of Share	9,388,825	9,388,825
Total	44.88	40.43



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka		
		Under Section 82 (C)	Other than under Section 82 (C)	1st July, 2021 to 30th June, 2022

29.00 Revenue: Tk.663,987,441

This is made up as follows:

Particulars

Computer Paper(W/P)	22,537,258	-	22,537,258	53,664,223
Computer Paper (NCR)	45,324,370	-	45,324,370	70,255,615
Cheque Books & Other Security Products	68,281,439	-	68,281,439	100,913,527
Photocopy Paper/Wast Paper	9,838,600	479,671,839	489,510,439	30,233,606
ATM Roll	11,646,334	-	11,646,334	24,045,212
TP Roll	6,526,201	-	6,526,201	9,575,519
Khata	20,161,400	-	20,161,400	11,131,617
Total	184,315,602	479,671,839	663,987,441	299,819,319

30.00 Cost of Goods Sold: Tk437,506,484

This is made up as follows:

Particulars

Materials Consumed	30.01	399,151,785	106,110,657
Factory Overhead	30.02	48,480,149	25,957,470
Cost of Manufactured		447,631,934	132,068,127
Opening Work-in-Process		-	-
		447,631,934	132,068,127
Closing Work-in-Process		-	-
Cost of Production		447,631,934	132,068,127
Opening Finished Goods		33,130,253	42,630,253
		480,762,187	174,698,380
Closing Finished Goods		43,255,703	33,130,253
Total		437,506,484	141,568,127

30.01 Raw Materials Consumed: Tk.399,151,785

This is made up as follows:

Particulars

Opening Raw Materials	118,198,785	101,011,190
Purchase during the year	424,682,871	123,298,252
Raw Materials Available	542,881,655	224,309,442
Closing Raw Materials	143,729,870	118,198,785
Raw Materials Consumed	399,151,785	106,110,657



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka			
		Under Section 82 (C)	Other than under Section 82 (C)	1st July, 2021 to 30th June, 2022	1st July, 2020 to 30th June, 2021

30.02 Factory Overhead: Tk.48,480,149

This is made up as follows:

Particulars

Wages, Salary and Allowance
Depreciation on at Cost
Depreciation on at Revaluation
Insurance Expenses
Fuel and Lubricant & Gas
Entertainment
Loading and Unloading Expenses
Repair, Maintenance and Others
Medical Expenses
Stationery and Others
Travelling and Conveyance

41,887,348	19,621,923
4,343,886	4,681,153
914,868	939,216
386,412	329,825
1,234	17,550
273,719	127,544
62,350	57,440
465,835	129,389
20,100	17,049
42,050	1,800
82,347	34,581
48,480,149	25,957,470

Total

31.00 Administrative Expenses: Tk.20,744,678

This is made up as follows:

Particulars

Salary and Allowance
Audit /Consultancy/Professional fee
AGM Expenses
Board Meeting Fee
Car Running & Maintenances
Cleaning and Sanitation
Depreciation on at Cost
Depreciation on at Revaluation
Enlistment Fees
Entertainment
Form, Fees and License
Insurance Expenses
Registration and Renewals
Stationery and Others
Service Charge Catering
Travelling and Conveyance
Telephone, Fax and Internet
Wasa, Gas and Electricity

4,958,697	12,904,754	17,863,451	8,414,168
69,744	181,506	251,250	237,250
18,043	46,957	65,000	20,495
127,999	333,112	461,111	36,000
33,547	87,306	120,853	123,038
7,181	18,689	25,870	25,634
170,233	443,022	613,254	660,869
35,853	93,305	129,158	132,595
22,528	58,628	81,156	279,437
80,410	209,262	289,672	184,703
21,232	55,256	76,488	146,036
3,789	9,862	13,651	75,402
22,999	59,853	82,852	101,301
11,242	29,258	40,500	128,517
55,587	144,663	200,250	99,450
8,683	22,597	31,280	36,975
110,725	288,157	398,882	602,328
-	-	-	257,385
5,758,494	14,986,184	20,744,678	11,561,583

Total



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka		
		Under Section 82 (C)	Other than under Section 82 (C)	1st July, 2021 to 30th June, 2022

32.00 Selling and Distribution Expenses: Tk.31,924,860

This is made up as follows:

Particulars

Salary and Allowance	8,357,509	21,749,986	30,107,495	14,403,441
Books, News Paper and Periodicals	28,858	75,101	103,959	11,488
Carriage Outward	84,387	219,613	304,000	321,000
Depreciation on at Cost	42,558	110,755	153,314	165,217
Depreciation on at Revaluation	8,963	23,326	32,289	33,149
Entertainment	28,488	74,138	102,626	59,532
CNG, Fuel, Lubricant and Others	75,539	196,588	272,127	205,484
Loading and Unloading Expenses	71,183	185,250	256,433	366,505
Postage and Stamp	5,203	13,542	18,745	29,309
Repairs and Maintenance	4,314	11,226	15,540	9,540
Stationery Expenses	14,227	37,024	51,251	61,570
Telephone, Mobile & Internet etc.	40,882	106,394	147,276	6,524
Travelling and Conveyance	51,740	134,650	186,390	158,888
Tender Schedule Expenses	48,138	125,277	173,415	145,104
Total	8,861,990	23,062,870	31,924,860	15,976,751

33.00 Financial Expense: Tk.108,436,462

This is made up as follows:

Particulars

Bank Loan Interest (SIBL)	11,815,190	15,977,632	27,792,822	26,115,180
Interest Expenses of PFIL	34,058,310	46,056,912	80,115,222	84,607,410
Bank Charges and Others	146,683	381,735	528,418	838,572
Interest on WPP Fund	-	-	-	575,195
Total	46,020,183	62,416,279	108,436,462	112,136,357

34.00 Other Income: Tk.335,132

This is made up as follows:

Particulars

Bank Interest Received	-	38,256	38,256	36,678
Wastage Sale	-	296,876	296,876	231,534
Factory Rent	-	-	-	1,611,000
Total	-	335,132	335,132	1,879,212

35.00 Current Tax: Tk.12,121,478

This is made up as follows:

Particulars

Profit before Tax	44,375,115	18,205,922	62,581,037	19,481,631
Add: Accounting base depreciation	-	5,110,454	5,110,454	5,507,239
Less: Tax base depreciation	-	(7,084,101)	(7,084,101)	(8,068,949)
Taxable Profit for Current Tax	44,375,115	16,232,274	60,607,390	16,919,921
Applicable Tax Rate	20.00%	20.00%	20.00%	22.50%
Provision for Income tax	8,875,023	3,246,455	12,121,478	3,806,982
Advance tax paid for 82(C)	8,875,023	2,621,193	11,496,216	7,393,567
20% on Profit before Tax	8,875,023	3,246,455	12,121,478	3,806,982
0.6% on gross receipt for 82(C)	1,105,894	2,878,031	3,983,925	1,798,916
Current Tax (Whichever is higher)	8,875,023	3,246,455	12,121,478	7,393,567



Bangladesh Monospool Paper Manufacturing Company Ltd.

Notes to the Financial Statements

As at 30 June 2022

Note No.	Particulars	Amount in Taka			
		Under Section 82 (C)	Other than under Section 82 (C)	1st July, 2021 to 30th June, 2022	1st July, 2020 to 30th June, 2021

35.01 Deferred tax expenses during the period : Tk. -695,751

This is made up as follows:

Particulars

Carrying Amount as per Company Policy	-	76,942,675	76,942,675	82,053,129
Carrying Amount as per Tax Law	-	41,604,300	41,604,300	47,549,013
Taxable Temporary Difference	-	35,338,376	35,338,376	34,504,116
Applicable Tax Rate	20.0%	20.0%	20.0%	22.5%
Total Deferred Tax Liability as on June 30, 2022	-	7,067,675	7,067,675	7,763,426
Add / (Less) Previous Year Adjustment	-	-	-	798,560
Less: Opening deferred tax	-	(7,763,426)	(7,763,426)	(7,985,602)
Deferred tax expenses /(income)	-	(695,751)	(695,751)	576,384

36.00 Earning Per Share (Basic): Tk.5.45

This is made up as follows:

Particulars

Net Profit after Tax	35,500,092	15,655,218	51,155,310	11,511,679
Number of Ordinary Shares	9,388,825	9,388,825	9,388,825	9,388,825
Total	3.78	1.67	5.45	1.23

37.00 Allocation of Comprehensive Income (based on Section-82C and other Than 82C):

Revenue	184,315,602	479,671,839	663,987,441	299,819,319
Cost of Goods Sold	(77,081,065)	(360,425,420)	(437,506,484)	(141,568,127)
Gross Profit	107,234,537	119,246,419	226,480,957	158,251,192
Operating Expenses	(14,620,484)	(38,049,054)	(52,669,538)	(27,538,334)
Administrative Expense	(5,758,494)	(14,986,184)	(20,744,678)	(11,561,583)
Selling and Distribution Expense	(8,861,990)	(23,062,870)	(31,924,860)	(15,976,751)
Operating Profit	92,614,054	81,197,365	173,811,419	130,712,858
Financial Expense	(46,020,183)	(62,416,279)	(108,436,462)	(112,136,357)
Profit before other income	46,593,871	18,781,086	65,374,957	18,576,501
Other Income	-	335,132	335,132	1,879,212
Profit/(Loss) Before Tax and WPPF	46,593,871	19,116,218	65,710,089	20,455,713
Provision for WPPF	(2,218,756)	(910,296)	(3,129,052)	(974,082)
Profit/(Loss) Before Tax	44,375,115	18,205,922	62,581,037	19,481,631
Income Tax Expenses	(8,875,023)	(2,550,704)	(11,425,727)	(7,969,951)
Current Tax Charge	(8,875,023)	(3,246,455)	(12,121,478)	(7,393,567)
Deferred Tax	-	695,751	695,751	(576,384)
Net Profit/(Loss) After Tax	35,500,092	15,655,218	51,155,310	11,511,680
Earnings Per Share (EPS)	3.78	1.67	5.45	1.23



Note No.	Particulars	Amount in Taka	
		30 June 2022	30 June 2021

38.00 Net Operating Cash Flows per share(NOCF): Tk.7.19

This is made up as follows:

Particulars

Net Cash flows from Operating Activities	38.01	67,517,213	40,393,278
No. of Share		9,388,825	9,388,825
Total		7.19	4.30

38.01 Reconciliation of net profit/(loss) after tax with cash flow from operating activities under indirect

This is made up as follows:

Particulars

Net Profit/(Loss) After Tax	51,155,310	11,511,679
Adjustments to reconcile net income to net cash		
Depreciation	6,186,769	6,612,199
Finance Expenses	108,436,462	112,136,357
Insurance Claim Receivable	3,155,079	1,000,000
Provision for WPPF	3,129,052	974,082
Income Tax Expenses	12,121,478	7,393,567
Deffered Tax Liability	(695,751)	576,385
Changes in operating assets and liabilities:		
Stock of Inventories	(35,656,535)	(7,687,595)
Trade Debtors	(41,859,297)	3,077,020
Investment in FDR	(30,305)	(28,752)
Advance, Deposit & Prepayments	11,618,897	(64,607,149)
Trade Creditors	467,594	(711,731)
Liability for Expenses	(909,285)	(2,993,159)
Income Tax Paid	(11,496,216)	(9,678,891)
WPPF Paid	(6,342,573)	(1,794,270)
Bank Charge Paid	(31,763,467)	(15,386,466)
Net Cash flows from Operating Activities	67,517,213	40,393,278

39.00 Related party transactions

During the period the company carried out a number of transactions with related parties in the normal course of business on an arms' length basis. Names of those related parties, nature of those transactions and their value have been set out in accordance with the provisions of IAS-24: Related party disclosure.

Sl. No.	Name of the Related Parties	Nature of Transactions	Balance as at 30-June-2022
1	Md.Hossain (PS-1 to Chairman)	Advance against Salary	43,500
2	Md Altaf Hossain		3,500
3	Sohel howlader		20,000
4	Najmul Haque		20,000
5	Md. Faruk		7,800
6	Mobarok Hossain		360,000
7	Rashed Talukder		25,000
8	Khalid Hasan		29,500
9	Md Abdus Sobhan		74,000
10	Mr. Ataur Rahman		280,000
11	BD.News & Entertainment	Long Term Investment	6,448,841
12	Pearl Paper and Board Mills Ltd.		237,474,075
13	Paper Processing & Packaging Ltd.		76,202,310



14	Magura Group Ltd	Inter Company Account (Current Assets)	4,711,634
15	Bangladesh Development Co. Ltd.		9,195,930
16	World of Textile		4,000,000
17	Progressive Marketing Ltd		1,320,050
18	BD.News & Entertainment		12,999,000
19	Magura Paper Mills Ltd		59,314,559
20	Bangladesh Press Holding		39,500
21	Intermediate and Secondary Books Publication.		38,225
22	Madrasha Prokashana Ltd.		95,205
23	Prathamik Pustak Prokashona Ltd.		77,075
24	Magura Recycle Paper Ind. Ltd.	Inter Company/Directors Loan Account	500,000
25	Kores Bangladesh Ltd.		2,800,000
26	Magura Group Ltd		5,000,000
27	Mr. Mustafa Kamal Mohiuddin (Chairman)		3,087,183

39.01 Disclosure of Key Management Personnel Benefits in total and for each of the following categories

During the year, the amount of compensation paid to key management personnel including Board of Directors is as under (as per 17 of IAS-24)

Sl. No.	Particulars	30 June 2022	30 June 2021
01	Short term employee benefits:	9,579,123	8,968,260
02	Post-employment benefits;	582,456	144,200
03	Other long-term benefits	-	-
04	Termination benefits; and	-	-
05	Share-based payment	-	-
06	Total (1+....+5)	10,161,579	9,112,460

40.00 Disclosure as per requirement of Schedule XI, Part II of The Company Act 1994

40.01 Employee Position of the Company as per requirement of schedule XI, part II, Para 3

For the year ended 30 June 2022		Officer & Staff		Worker & Employee	
Salary Range (Monthly)	Total Employee	Head Office	Factory	Head Office	Factory
Below 5,300	-	-	-	-	-
Above 5,300	423	25	8	9	381

40.02 Production/Sales capacity (BDT)

Particulars	2022	2021
Normal Capacity	850,000,000	850,000,000
Production/Sales	663,987,441	299,819,319
Capacity Utilized(%)	78.12%	35.27%

41.00 Capital expenditure commitment

Details of capital expenditure commitment are shown in Annexure-"A"

42.00 Contingent Liabilities

The company has no Contingent liability as on 30 June 2022.

43.00 Events after the reporting period

The Board of Directors of the Company has recommended 10% cash and 10% Stock dividend for all shareholders in its 184th Board meeting held on September 28, 2022 for the year ended June 30, 2022.



Bangladesh Monospool Paper Manufacturing Company Ltd.
Schedule of Property, Plant and Equipment
For the year ended 30 June 2022

Cost Value:

Annexure-A

Cost (Amount in Taka)		Depreciation (Amount in Taka)				Written Down		
Particulars	Balance as at 01.07.2021	Addition /Adjustment	Balance as at 30.06.2022	Rate	Balance as at 01.07.2021	Charge during the Period	Balance as at 30.06.2022	Value as at 30.06.2022
Land and Land Development	136,623,831	63,522,631	200,146,462	0%	-	-	-	200,146,462
Building and Construction	34,121,341	-	34,121,341	2.5%	13,596,455	513,122	14,109,577	20,011,764
Plant and Machinery	100,589,733	-	100,589,733	7%	48,241,736	3,664,360	51,906,096.06	48,683,637
Electrical Installation	5,352,749	-	5,352,749	10%	2,228,926	312,382	2,541,308	2,811,441
Furniture and Fixture	2,857,871	-	2,857,871	10%	1,743,800	111,407	1,855,208	1,002,663
Link Road	912,987	-	912,987	20%	862,479	10,102	872,580	40,407
Office Equipment	13,561,009	-	13,561,009	10%	8,768,130	479,288	9,247,418	4,313,591
Motor Vehicle	4,202,919	-	4,202,919	20%	4,103,953	19,793	4,123,746	79,173
Total :	298,222,440	63,522,631	361,745,071		79,545,479	5,110,454	84,655,933	277,089,138

Revaluation Value :

Revaluation Value :		Revaluation (Amount in Taka)		Depreciation (Amount in Taka)			Cost Less
Particulars	Balance as at 01.07.2021	Addition /Adjustment	Balance as at 30.06.2022	Rate	Balance as at 01.07.20201	Charge during the Period	Balance as at 30.06.2022
Land and Land Development	179,548,069	-	179,548,069	-	-	-	179,548,069
Building and Construction	50,598,825	-	50,598,825	2.5%	8,378,538	1,055,507	41,164,780
Plant and Machinery	3,268,320	-	3,268,320	7%	2,976,795	20,407	271,119
Electrical Installation	465,819	-	465,819	10%	461,805	401	3,612
Furniture and Fixture	20,587	-	20,587	10%	20,587	-	-
Office Equipment	18,214	-	18,214	10%	18,214	-	-
Motor Vehicle	94,159	-	94,159	20%	94,159	-	-
Total :	234,013,993	-	234,013,993		11,950,098	1,076,315	220,987,580
Balance as on June 30, 2022	532,236,433	63,522,631	595,759,064		91,495,577	6,186,769.34	498,076,718

Allocation of depreciation charged during the year

Particulars	% of Allocation	Depreciation at Cost	Depreciation at Revaluation	Total
Factory Expenses	85.00%	4,343,886	914,868	5,258,754
Administrative Expenses	12.00%	613,254	129,158	742,412
Selling and Distribution Expenses	3.00%	153,314	32,289	185,603
Total	100%	5,110,454	1,076,315	6,186,769



Bangladesh Monospool Paper Mfg. Co.Ltd
Statement of Tax Depreciation
Calculation of Deferred Tax

Assessment Year 2022-2023
For the Year from 01-07-21 to 30-06-2022

Annexure-B

SL. No	Assets	Opening Balance	Addition	Closing Balance at cost	% of Depreciation	Depreciation at cost	Depreciation on Revaluation	Total Depreciation	Closing Balance
1	Land & Land Development	136,646,229	63,522,631	200,168,860	-	-	-	-	200,168,860
2	Building & Construction	14,386,768	-	14,386,768	5%	719,338	-	719,338	13,667,430
3	Plant & Machinery	25,689,135	-	25,689,135	20%	5,137,827	-	5,137,827	20,551,308
4	Electrical Installation	2,014,519	-	2,014,519	20%	402,904	-	402,904	1,611,615
5	Furniture & Fixture	1,080,948	-	1,080,948	10%	108,095	-	108,095	972,853
6	Link Road	192,621	-	192,621	10%	19,262	-	19,262	173,359
7	Office Equipment	3,682,066	-	3,682,066	10%	368,207	-	368,207	3,313,859
8	Motor Vehicle	1,642,344	-	1,642,344	20%	328,469	-	328,469	1,313,875
	Total:	185,334,630	63,522,631	248,857,261	-	7,084,101	-	7,084,101	241,773,160

Carrying Amount	Tax Base	Taxable/ Deductible
-----------------	----------	---------------------

Deferred Tax Liabilities as at 30 June 2022

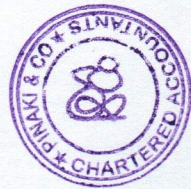
Property, Plant & Equipment except land at cost
Tax on business income
Closing deferred tax liability/(assets)-at cost
Opening deferred tax liabilities/(assets)-at cost
Deferred tax expenses/(income)-at cost

76,942,675 41,604,300 35,338,376
20.00%

7,067,675
(7,763,426)
(695,751)

Revaluation surplus
Tax on capital gain
Closing deferred tax liabilities/(assets)-at revaluation
Opening deferred tax liabilities/(assets)-at revaluation
Deferred tax expense/(income)-at revaluation

220,987,580
15%
33,148,137
(33,309,584)
(161,447)



Bangladesh Monospool Paper Manufacturing Company Ltd.

Schedule of Inventories

As at 30 June 2022

Annexure-C

Raw Materials:

Items Name	Unit	Opening Balance as on July 01, 2021		Procurement		Total		Consumption		Closing Balance as on June 30, 2022	
		Quantity	Value (Tk.)	Quantity	Value (Tk.)	Quantity	Value (Tk.)	Quantity	Value (Tk.)	Quantity	Value (Tk.)
Import											
CBS-1 Paper Foreign	MT	35	8,808,115	230.77	56,097,924	265.53	64,906,039	219.48	49,007,392	46.06	15,898,647
NCR Paper-Foreign	MT	5	778,817	69.7	12,990,233	74.87	13,769,050	70.44	11,466,251	4.43	2,302,799
Thermal Paper Foreign	MT	21	2,165,319	59.2	10,869,723	79.81	13,035,042	58.28	9,549,558	21.53	3,485,484
Printing Ink & Glue	Lbs	-	-	200	1,091,768	200.00	1,091,768	200	1,091,768	-	-
Local											
NCR Paper-Local	MT	52	7,455,493	127.8	18,587,753	179.88	26,043,246	130.79	21,932,632	49.09	4,110,614
White Printing Paper	MT	1,215	77,749,886	258	22,749,828	1,472.60	100,499,714	413.55	53,285,561	1,059.05	47,214,153
West Paper			-		290,555,503	-	290,555,503		239,063,942	-	51,491,561
Oil & Lubricants	Ltr		40,751		715,524	-	756,275		674,237	-	82,038
Packing Materials	Tk.		13,193,655		7,009,679	-	20,203,334		8,528,801	-	11,674,533
Store, Spares & Others	Tk.		4,813,720		2,264,910	-	7,078,630		2,649,583	-	4,429,047
Printing, Stationeries & Others	Tk.		3,193,028		1,750,026	-	4,943,054		1,902,060	-	3,040,994
Total			118,198,785		424,682,871		542,881,655		399,151,785		143,729,870

Finished Goods:

Items Name	Unit	Opening Balance as on July 01, 2021		Production		Total		Delivery		Closing Balance as on June 30, 2022	
		Quantity	Value (Tk.)	Quantity	Value (Tk.)	Quantity	Value (Tk.)	Quantity	Value (Tk.)	Quantity	Value (Tk.)
Computer Paper(W/P)	Box	10,675	9,455,674	32,945	42,285,561	43,620	51,741,235	30,258	38,836,445	13,362	12,904,790
Computer Paper (NCR)	Box	1,898	3,169,245	18,234	44,136,226	20,132	47,305,471	17,820	43,133,488	2,312	4,171,983
Cheque Books & Other Security Products	Box	1,575	7,724,644	918	57,840,304	2,493	65,564,947	1,259	59,369,221	1,234	6,195,726
Photocopy Paper/Wast Paper	Box	-	3,755,704		270,640,328	-	274,396,031		270,108,278	-	4,287,753
ATM and TP Roll	Roll	12,100	512,236	176,095	10,725,965	188,195	11,238,201	128,946	7,854,121	59,249	3,384,080
Khata	Khata		8,512,751	-	22,003,551	-	30,516,302		18,204,931	-	12,311,371
Total			33,130,253		447,631,934		480,762,187		437,506,484		43,255,703
Total Closing Stock as on 30.06.22											186,985,573

