



**KDS Accessories Ltd.**

BANGLADESH | CHINA | HONG KONG | UK

---

# Financial Statements (Un-Audited)

## as at and for the period ended 30 September 2023

---



**CHATTOGRAM** : 191-192 BAIZID BOSTAMI ROAD NASIRABAD I/A, CHATTOGRAM 4210, BANGLADESH  
T- 880 31 681701-3 | 685207-9 F + 880 31 682137

**DHAKA OFFICE**: ROAD- 04, HOUSE- 63, BLOCK- C, BANANI, DHAKA-1213, BANGLADESH  
T + 9821667, 9821665, 9820353, 8827948 F + 9821682

**FACTORY** : 191-192, BAIZID BOSTAMI ROAD, NASIRABAD I/A, CHATTOGRAM 4210, BANGLADESH  
E ACCESSORIES@KDSGROUP.NET W KDSACCESSORIES.COM





**KDS ACCESSORIES LIMITED**  
**Statement of Financial Position (Un-audited)**  
**As at 30 September 2023**

		<u>30 Sep 2023</u>	<u>30 June 2023</u>
	Note(s)	Taka	Taka
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property, plant and equipment	11	1,148,413,564	1,170,535,016
Intangible assets	12	399,828	438,520
Capital work-in-progress	13	2,413,890	1,105,171
Investment in SKYS Securities Limited	14	30,377,066	30,377,066
Other investment	15	4,999,573	5,013,936
<b>Total Non-current Assets</b>		<b>1,186,603,921</b>	<b>1,207,469,709</b>
<b>Current Assets</b>			
Inventories	16	634,160,380	782,223,348
Trade receivables	17	1,315,527,359	1,417,250,223
Other receivables	18	688,357	375,233
Advances, deposits and prepayments	19	101,615,008	87,806,414
Due from affiliated company	20	859,340,168	862,918,947
Short term investment	21	-	2,374,677
Cash and cash equivalents	22	56,834,384	18,840,442
<b>Total Current Assets</b>		<b>2,968,165,656</b>	<b>3,171,789,284</b>
<b>Total Assets</b>		<b>4,154,769,577</b>	<b>4,379,258,993</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share capital	23	711,823,610	711,823,610
Share premium		120,000,000	120,000,000
Revaluation reserve		214,391,703	214,391,703
Retained earnings		849,387,432	813,907,497
<b>Total Shareholders' Equity</b>		<b>1,895,602,745</b>	<b>1,860,122,810</b>
<b>Non-current Liabilities</b>			
Long term borrowings	24	75,257,447	82,556,471
Defined benefit obligation- gratuity	25	140,092,752	137,297,430
Deferred tax liability	26	22,448,920	23,728,391
<b>Total Non-current Liabilities</b>		<b>237,799,119</b>	<b>243,582,292</b>
<b>Current Liabilities</b>			
Trade and other payables	27	1,163,896,741	1,137,795,473
Unclaimed Dividend	28	820,459	820,459
Current portion of long term borrowings	24	33,913,224	33,422,964
Current tax liability	29	63,235,185	54,281,545
Short term bank loan	30	663,809,889	958,350,954
Provision for WPPF and Welfare Fund	31	95,692,214	90,882,496
<b>Total Current Liabilities</b>		<b>2,021,367,712</b>	<b>2,275,553,891</b>
<b>Total Equity and Liabilities</b>		<b>4,154,769,577</b>	<b>4,379,258,993</b>
<b>Net Assets Value Per Share</b>	32	<b>26.63</b>	<b>26.13</b>

  
Chairman

  
Managing Director

  
Director

  
CFO

  
Company Secretary





**KDS ACCESSORIES LIMITED**

**Statement of Profit or Loss and Other Comprehensive Income (Un-audited)  
For the period from 01 July 2023 to 30 September 2023**

	Note(s)	01 July 2023	01 July 2022
		to 30 Sept 2023	to 30 Sept 2022
		Taka	Taka
Revenue		589,774,843	771,283,483
Cost of goods sold		(489,087,507)	(654,889,973)
<b>Gross Profit</b>		<b>100,687,336</b>	<b>116,393,510</b>
<b>Operating expenses</b>			
Administrative expenses		(36,689,712)	(45,133,426)
Selling and distribution expenses		(23,759,240)	(28,408,772)
<b>Operating Profit</b>		<b>40,238,384</b>	<b>42,851,312</b>
Finance cost		(30,905,907)	(12,433,771)
Finance income		34,792,931	31,235,301
<b>Profit before other income</b>		<b>44,125,408</b>	<b>61,652,841</b>
Other income		1,299,965	730,230
<b>Profit before income tax and distribution of WPPF and WF</b>		<b>45,425,373</b>	<b>62,383,071</b>
Workers' Profit Participation and Welfare Fund		(2,271,269)	(3,119,154)
<b>Profit before income tax</b>		<b>43,154,104</b>	<b>59,263,917</b>
Provision for income tax:			
-Current tax		(8,953,640)	(10,452,763)
-Deferred tax		1,279,471	825,902
<b>Profit after Income Tax</b>		<b>35,479,935</b>	<b>49,637,056</b>
<b>Total Comprehensive Income</b>		<b>35,479,935</b>	<b>49,637,056</b>
<b>Earnings Per Share (Basic)</b>	<b>Note-33</b>	<b>0.50</b>	<b>0.70</b>

  
Chairman

  
Managing Director

  
Director

  
CFO

  
Company Secretary



**KDS ACCESSORIES LIMITED**  
**Statement of Changes in Equity (Un-audited)**  
**For the period from 01 July 2023 to 30 September 2023**

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total Equity
Balance as on 01 July 2022	711,823,610	120,000,000	214,391,703	774,546,730	1,820,762,043
Net Profit after tax for the period	-	-	-	49,637,056	49,637,056
<b>Balance as at 30 September 2022</b>	<b>711,823,610</b>	<b>120,000,000</b>	<b>214,391,703</b>	<b>824,183,786</b>	<b>1,870,399,099</b>
Balance as on 01 July 2023	711,823,610	120,000,000	214,391,703	813,907,497	1,860,122,810
Net Profit after tax for the period	-	-	-	35,479,935	35,479,935
<b>Balance as at 30 September 2023</b>	<b>711,823,610</b>	<b>120,000,000</b>	<b>214,391,703</b>	<b>849,387,432</b>	<b>1,895,602,745</b>

  
 Chairman

Managing Director

  
 Director

  
 CFO

  
 Company Secretary





**KDS ACCESSORIES LIMITED**  
**Statement of Cash Flows (Un-audited)**  
**For the period from 01 July 2023 to 30 September 2023**

Note(s)	01 July 2023	01 July 2022
	to 30 Sept 2023	to 30 Sept 2022
	Taka	Taka
<b>A. Operating activities</b>		
Received from customers	793,824,029	1,035,634,502
Received from other sources	409,965	340,230
Paid to suppliers	(394,447,455)	(1,082,718,795)
Paid for operating expenses	(49,576,522)	(53,991,559)
<b>Cash generated by operations</b>	<b>350,210,018</b>	<b>(100,735,622)</b>
Interest paid (net)	(9,170,335)	924,067
Income Tax Paid	(7,344,781)	(9,483,471)
<b>Net cash flows from operating activities</b>	<b>333,694,902</b>	<b>(109,295,026)</b>
<b>B. Investing activities</b>		
Acquisition of property, plant and equipment	(3,640,186)	(1,918,709)
Proceed from sale of non-current assets	500,001	-
Increase in investments	2,389,040	-
<b>Net cash flows from investing activities</b>	<b>(751,145)</b>	<b>(1,918,709)</b>
<b>C. Financing activities</b>		
Dividend Paid	-	(3,208)
Receipt / (Repayment) of long term borrowings	(6,808,764)	(1,225,696)
Receipt/(Repayment) of short term borrowings	(294,541,065)	2,680,307
Short term loan Receipt/ (Repayment) from/to affiliated companies	3,578,779	(114,341,578)
<b>Net cash flows from financing activities</b>	<b>(297,771,050)</b>	<b>(112,890,174)</b>
<b>D. Net changes of cash and cash equivalents (A+B+C)</b>	<b>35,172,706</b>	<b>(224,103,909)</b>
E. Cash and cash equivalents at the beginning of the period	18,840,442	270,139,607
F. Effect of foreign exchange rate changes on cash and cash equivalents	2,821,236	(6,299,683)
<b>G. Cash and cash equivalents at the end of the period (D+E+F)</b>	<b>56,834,384</b>	<b>39,736,014</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>4.69</b>	<b>(1.54)</b>

Note-34

 Chairman     
  Managing Director     
  Director     
  CFO     
  Company Secretary





**Selected Explanatory Notes to the Interim Financial Statements (Un-audited)  
As at and for the period ended 30 September 2023**

**1 Formation and Legal Status**

KDS Accessories Limited was incorporated on 21 April 1991 as a private limited company by shares (Registration no- C-H-C-862/154 of 1991) under Companies Act 1913 (since replaced and substituted by the Companies Act 1994 which was amended in 2020) with the Registrar of Joint Stock Companies & Firms. The company was converted from Private Limited Company to Public Limited Company through an Extra-Ordinary General Meeting held on 17 April 2012 and was subsequently approved by RJSC on 26 November 2012. The Company commenced its commercial production on 01 July 1991. Its Registered Office is located at 255, Nasirabad I/A, Chittagong and factory & corporate office is located at 191-192 Baizid Bostami Road, Nasirabad I/A, Chittagong and the Company established its 2nd unit at Mirzapur, Gazipur at Dhaka in the year 2009.

The company refixed the face value of its shares from Tk 100 to Tk 10 each and enhanced its Authorized Share Capital from Tk 200,000,000 to Tk 2,000,000,000 with approval of the shareholders through an Extra-Ordinary General Meeting held on 10 August 2010.

**2 Nature of Business**

The principal activities of the Company are producing different types of standard cartons & display cartons, woven & smart labels, hanger, offset, silk screen, web, thermal printing, button and cold peel, hot peel, puff, glitter, image & sublimation transfers and marketing thereof.

**3 Reporting**

The half yearly financial report has been prepared based on International Accounting Standard (IAS) - 34 "Interim Financial Reporting". This interim financial statements should be read in conjunction with the audited financial statement for the year ended 30 June 2023, as they provide an update to previously reported information.

**4 Accounting policies and method of computations**

The accounting policies and presentation used are consistent with those used in the Audited Financial Statements for the period ended 30 June 2023.

**5 Statement of compliance**

The financial statements of the company under reporting have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh.

**6 Application of Accounting Standards**

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

**Accounting Standards**

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





IAS-23	Borrowing Costs
IAS-24	Related Party Disclosures
IAS-26	Accounting and Reporting by Retirement Benefit Plans
IAS-28	Investments in Associates and Joint Ventures
IAS-33	Earnings Per Share
IAS-34	Interim Financial Reporting
IAS-36	Impairment of Assets
IAS-37	Provisions, Contingent Liabilities and Contingent Assets
IAS-38	Intangible Assets
IFRS-7	Financial Instruments: Disclosures
IFRS-9	Financial Instruments
IFRS-13	Fair Value Measurement
IFRS-15	Revenue from Contract with Customers
IFRS-16	Leases

## 7 Earnings Per Share

Earnings Per Share (EPS) has been calculated based on number of shares outstanding for the period ended 30 September 2022 and profit for the same period. The number of shares outstanding for the period was 71,182,361. Earnings per share for the same period of preceding year has also been calculated based on same number of shares.

## 8 Subsequent events

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statement to make proper evaluation and decision.

## 9 Impairment of assets

With reference to the paragraph 9 of BAS-36, there was no such indication of impairment observed relating to property plant and equipment till the end of 30 September 2023.

## 10 General

**10.01** Wherever considered necessary, prior period's figures and phrases have been re-arranged to conform to this period's presentation.

**10.02** The amounts in these financial statements have been rounded off to the nearest taka.

**10.03** Bracket figures denotes negative balance.





	30 Sep 2023	30 June 2023
	Taka	Taka
<b>11.00 Property, plant &amp; equipment (at cost less accumulated depreciation)</b>		
Land and Land Development	431,214,704	431,214,704
Plant and Machineries	409,236,197	423,314,606
Administrative Building	25,388,093	25,805,077
Factory Building	243,190,514	249,204,477
Office Equipment	3,655,705	3,977,134
Electric Installation	24,082,620	24,960,534
Furniture & Fixture	1,320,892	1,389,426
Computer Equipment	3,660,482	3,422,600
Motor Vehicle	6,664,357	7,246,458
	<b>1,148,413,564</b>	<b>1,170,535,016</b>
<b>12.00 Intangible assets (at cost less accumulated amortization)</b>		
Software	399,828	438,520
	<b>399,828</b>	<b>438,520</b>
<b>13.00 Capital Work In Progress</b>		
Factory building	2,201,890	1,105,171
Administrative Building	212,000	-
Plant & machinery	-	-
Land & Development	-	-
Electric equipment and installations	-	-
	<b>2,413,890</b>	<b>1,105,171</b>
<b>14.00 Investment in SKYS Securities Limited</b>	<b>30,377,066</b>	<b>30,377,066</b>
<p>KDS Accessories Limited ("KDSAL") currently hold only 15.59% shares in SKYS Securities Limited and "KDSAL" has no representation in the Board of Directors of SKYS Securities Limited ("SKYS"). As per IAS-28, Investments in Associates and Joint Ventures has to be treated as associate, if it has got significant influence over the investee i.e. SKYS Securities Limited. On the other hand, an investor is considered to have significant influence, if it has 20% or more voting power, representation in Board, participation in policy making, material transactions between the investor and investee etc. As criteria for considering an investment as "Investment in Associate" no longer exists, investment in SKYS Securities Limited is no longer required to report as investment in associate under IAS-28. Hence, as stipulated in IAS-28, recognition of investment under equity method is discontinued and the fair value of the investment in "SKYS" is recognized on initial recognition as a financial asset in accordance with IFRS 9.</p>		
<b>15.00 Other investment</b>		
Investment in Fixed Deposit (1 to 3 years)	4,999,573	5,013,936
	<b>4,999,573</b>	<b>5,013,936</b>
<b>16.00 Inventories</b>		
Raw materials	501,609,948	664,794,182
Work-in-process	21,752,244	18,870,386
Finished goods	8,350,146	7,454,366
Stores & spares	94,777,255	84,944,671
Goods in transit	7,670,787	6,159,743
	<b>634,160,380</b>	<b>782,223,348</b>
<b>17.00 Trade receivables</b>	<b>1,315,527,359</b>	<b>1,417,250,223</b>
<b>18.00 Other receivables</b>		
Rent receivable	390,000	-
Accrued interest income on FDR	298,357	375,233
	<b>688,357</b>	<b>375,233</b>
<b>19.00 Advances, deposits and prepayments</b>		
Advances	86,238,176	71,281,735
Security deposits	13,482,262	13,592,262
Prepayments	1,894,570	2,932,417
	<b>101,615,008</b>	<b>87,806,414</b>
<b>20.00 Due from affiliated companies</b>		
KDS Poly Industries Limited	66,941,624	68,090,697
KDS Thread Limited	792,398,544	794,828,250
	<b>859,340,168</b>	<b>862,918,947</b>
<b>21.00 Short term investment</b>		
Investment in Fixed Deposit (less than 1 year)	-	2,374,677
	-	<b>2,374,677</b>
<b>22.00 Cash and cash equivalents</b>		
Cash in hand	677,525	530,396
Cash at bank	56,156,859	18,310,046
	<b>56,834,384</b>	<b>18,840,442</b>







**Selected Explanatory Notes to the Interim Financial Statements (Un-audited)  
As at and for the period ended 30 September 2023**

	<b>30 Sep 2023</b>	<b>30 June 2023</b>
	<b>Taka</b>	<b>Taka</b>
<b>23.00 Share capital</b>		
<b>Authorized Capital</b>		
200,000,000 Ordinary Shares of Tk. 10 each	2,000,000,000	2,000,000,000
	<b><u>2,000,000,000</u></b>	<b><u>2,000,000,000</u></b>
<b>Issued, subscribed and paid-up Capital</b>		
1,000 Ordinary Shares of Tk. 10 each as at 21 April 1991	10,000	10,000
2,100,000 Ordinary Shares of Tk. 10 each as at 17 June 2004	21,000,000	21,000,000
10,505,000 Ordinary Shares of Tk. 10 each as at 30 June 2010	105,050,000	105,050,000
17,522,340 Ordinary Shares of Tk. 10 each as at 6 March 2012	175,223,400	175,223,400
9,871,660 Ordinary Shares of Tk. 10 each as at 8 June 2013	98,716,600	98,716,600
12,000,000 Ordinary Shares of Tk.10 each issued through IPO 10 September 2015	120,000,000	120,000,000
5,200,000 Ordinary Shares of Tk. 10 each as at 01 September 2016 (Bonus share)	52,000,000	52,000,000
2,860,000 Ordinary Shares of Tk. 10 each as at 07 November 2017 (Bonus share)	28,600,000	28,600,000
3,003,000 Ordinary Shares of Tk. 10 each as at 04 November 2018 (Bonus share)	30,030,000	30,030,000
3,153,150 Ordinary Shares of Tk. 10 each as at 13 November 2019 (Bonus share)	31,531,500	31,531,500
4,966,211 Ordinary Shares of Tk. 10 each as at 30 November 2020 (Bonus share)	49,662,110	49,662,110
<b><u>71,182,361</u></b> Ordinary Shares of Tk. 10 each	<b><u>711,823,610</u></b>	<b><u>711,823,610</u></b>
<b>24.00 Long term borrowings</b>		
Due within one year	33,913,224	33,422,964
Due after one year	75,257,447	82,556,471
	<b><u>109,170,671</u></b>	<b><u>115,979,435</u></b>
<b>25.00 Defined benefit obligation- gratuity</b>	<b><u>140,092,752</u></b>	<b><u>137,297,430</u></b>

**26.00 Deferred tax liability**

Deferred tax liability has been calculated below at the applicable tax rate on the difference between the carrying value of property, plant and equipment and intangible assets as per financial statements and tax written down value and financial position method for gratuity obligation and investment in SKYS Securities Limited.

	<b>30 Sep 2023</b>	<b>30 June 2023</b>
	<b>Taka</b>	<b>Taka</b>
Opening balance	23,728,391	23,656,041
Provided during the year		
Taxable/(deductible) temporary difference of PPE and intangible asset (excluding land)	(944,032)	4,602,383
Provision for Gratuity	(335,439)	(4,530,033)
	<b><u>(1,279,471)</u></b>	<b><u>72,350</u></b>
<b>Closing balance</b>	<b><u>22,448,920</u></b>	<b><u>23,728,391</u></b>

Reconciliation of deferred tax liabilities /(assets) are as follows :

	Carrying Amount	Tax Base	Tax Rate	Taxable /(Deductible) Temporary Difference	Deferred tax liabilities/ (assets)
	Taka	Taka	Percentage	Taka	Taka
Property, plant & equipment (excluding land)	793,787,167	455,142,128	10.00%	338,645,039	33,864,504
Gratuity	(140,092,752)		10.00%	(140,092,752)	(14,009,275)
Investment in associates	30,377,066		15% - 20%	6,972,066	1,098,865
<b>Net taxable temporary difference</b>				<b><u>205,524,353</u></b>	<b><u>20,954,094</u></b>





**Selected Explanatory Notes to the Interim Financial Statements (Un-audited)  
As at and for the period ended 30 September 2023**

	<u>30 Sep 2023</u>	<u>30 June 2023</u>
	<u>Taka</u>	<u>Taka</u>
<b>27.00 Trade and other payables</b>		
Trade payable	938,211,701	919,183,629
For revenue expenses	224,788,836	218,054,152
For other finance	896,204	557,692
	<u><b>1,163,896,741</b></u>	<u><b>1,137,795,473</b></u>
<b>28.00 Unclaimed Dividend</b>		
Opening Balance	820,459	861,655
Add: Cash dividend declared during the year	-	113,891,778
Less: Paid/adjusted during the year	-	(113,932,974)
	<u><b>820,459</b></u>	<u><b>820,459</b></u>
<b>29.00 Current tax liability</b>	<u><b>63,235,185</b></u>	<u><b>54,281,545</b></u>
<b>30.00 Short term bank loan</b>		
Bank Overdraft	113,334,204	115,259,940
Local Documentary Bill Purchase (LDBP)	31,062,163	319,879,580
Demand and Time Loan	519,413,522	523,211,434
	<u><b>663,809,889</b></u>	<u><b>958,350,954</b></u>
<b>31.00 Provision for WPPF and Welfare Fund</b>	<u><b>95,692,214</b></u>	<u><b>90,882,496</b></u>
<b>32.00 Calculation of Net Asset Value (NAV) per ordinary share of Tk 10 each:</b>		
A. Total equity of the company	1,895,602,745	1,860,122,810
B. Total number of outstanding ordinary shares at the end of the period	71,182,361	71,182,361
C. Net Asset Value (NAV) per ordinary share (A/B) rounded off upto two decimal places	<u><b>26.63</b></u>	<u><b>26.13</b></u>





**Selected Explanatory Notes to the Interim Financial Statements (Un-audited)  
As at and for the period ended 30 September 2023**

	<u>01 July 2023</u> <u>to 30 Sep 2023</u>	<u>01 July 2022</u> <u>to 30 Sep 2022</u>
	<u>Taka</u>	<u>Taka</u>
<b>33.00 Calculation of first quarterly Earnings Per Share (EPS) per ordinary share of Tk 10 each:</b>		
A. Net profit after tax	35,479,935	49,637,056
B. Total number of outstanding ordinary shares at the end of the period	71,182,361	71,182,361
<b>C. Basic Earnings Per Share (EPS)</b>	<b>0.50</b>	<b>0.70</b>
	<u>01 July 2023</u> <u>to 30 Sep 2023</u>	<u>01 July 2022</u> <u>to 30 Sep 2022</u>
	<u>Taka</u>	<u>Taka</u>
<b>34.00 Calculation of Net Operating Cash Flows Per Share (NOCFPS) per ordinary share of Tk 10 each:</b>		
A. Net cash (used in)/generated from operating activities	333,694,902	(109,295,026)
B. Total number of outstanding ordinary shares at the end of the period	71,182,361	71,182,361
<b>C. Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>4.69</b>	<b>(1.54)</b>
<b>35.00 Reconciliation of cash (used in)/generated from operations-Indirect Method</b>		
Profit before income tax	43,154,104	59,263,917
Depreciation charged	24,452,919	25,594,096
Amortization charged	38,692	31,625
(Gain)/loss on sale of property, plant and equipment	(500,000)	-
(Profit)/loss from investment in SKYS Securities Limited	-	-
Finance Income	(34,792,931)	(31,235,301)
Finance Cost	30,905,907	12,433,771
Increase/(Decrease) in Inventory	148,062,968	(331,712,191)
(Increase)/ Decrease in Trade Receivables (after adjusting foreign currency fluctuation gain)	204,049,186	264,351,019
(Increase)/ Decrease in other receivables	(390,000)	(390,000)
(Increase) / Decrease in Advances, Deposits and Pre-payments	(6,463,813)	1,983,075
Increase/ (Decrease) in Trade and Other payables (after adjusting foreign currency fluctuation loss)	(65,912,056)	(107,970,514)
Increase in provision of WPPF and WF	4,809,718	5,039,168
Increase in provision of gratuity	2,795,322	1,875,711
<b>Cash (used in)/generated from operations</b>	<b>350,210,017</b>	<b>(100,735,623)</b>
Interest paid (net)	(9,170,335)	924,067
Income tax paid (net)	(7,344,781)	(9,483,471)
<b>Reconciled net income</b>	<b>333,694,902</b>	<b>(109,295,026)</b>
<b>Net cash (used in)/generated from operating activities as per direct method</b>	<b>333,694,902</b>	<b>(109,295,026)</b>
Difference		





**Selected Explanatory Notes to the Interim Financial Statements (Un-audited)  
As at and for the period ended 30 September 2023**

**36.00 Reconciliation of effective tax rate**

	<u>01 Jul 2023 to 30 Sep 2023</u>		<u>01 Jul 2022 to 30 Sep 2022</u>	
<b>Profit before tax</b>	43,154,104		59,263,917	
<b>Total income tax expense</b>	(8,953,640)		(10,452,763)	
	<b>Rate</b>	<b>Taka</b>	<b>Rate</b>	<b>Taka</b>
<b>Factors affecting the tax charge:</b>				
Tax using the applicable rate	20.00%	8,630,821	22.50%	11,852,783
Difference between accounting and fiscal depreciation	3.65%	1,573,386	5.12%	1,276,660
Inadmissible expenses	1.18%	507,690	0.70%	384,003
Difference between WPPF & WF provision and payment	1.05%	454,254	1.18%	623,831
Difference between gratuity provision and payment	1.30%	559,064	0.75%	375,142
Rebate on income generated from export sales	-6.42%	(2,771,575)	-14.47%	(4,059,657)
Adjustment for reduced rated taxable income	0.00%	-	0.00%	-
	<b>20.75%</b>	<b>8,953,640</b>	<b>15.79%</b>	<b>10,452,763</b>

**37.00 Note on increase of Earnings Per Share (EPS):**

1) Sale was decreased by 23.53% from last year and profitability decreased by 28.52% due to increase of financial cost and decrease of Sales.

**38.00 Note on decrease of Net Operating Cash Flows Per Share (NOCFPS):**

The reason of decrease of Net Operating Cash Flows Per Share (NOCFPS) is as follows:

1) Due to increase of collection from customers.

**39.00 Note on increase of Net Asset Value (NAV):**

1) Due to increase of net profit .

