

2021-2022

Auditor's Report

of

Taufika Foods and Lovello Ice-Cream PLC

For the year ended on 30th June, 2022.

ISLAM QUAZI SHAFIQUE & CO.

CHARTERED ACCOUNTANTS

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Al-Haj Shamsuddin Mansion (4th Floor), Room #C
17 New Eskaton Road
Moghbar, Dhaka-1000.

Branch Office:

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Unit # 6B, Sector # 04
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ISLAM QUAZI SHAFIQUE & CO.

Chartered Accountants

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Abu Nasser FCA

Md. Abdur Rahman FCA, ACS, LL.B

INDEPENDENT AUDITOR'S REPORT

to the shareholders of

Taufika Foods and Lovello Ice-Cream PLC

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Taufika Foods and Lovello Ice-Cream PLC** 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 then ended 30 June 2022, and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements of the Company give a true and fair view of the financial position of the Company as at 30 June 2022, and of its financial performance and its cash flows for the year then ended 30 June 2022 in accordance with International Financial Reporting Standards (IFRSs), the company Act 1994 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significant in the audit of the financial statement for 2022. These matters were addressed in the context of the audit of the financial statement as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statement section of our report, including in relation to those matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risk of material misstatement of the financial statement. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statement.



Appropriateness of revenue recognition and disclosures.

At year end the Company reported total revenue of BDT 960,385,039. Revenue is measured net of discounts, VAT, incentives and rebates earned by customers on the Company's sales. Within a number of the Company's markets, the estimation of discounts, incentives and rebates recognized based on sales made during the year is material and considered to be complex and judgmental. Therefore, there is a risk of revenue being misstated as a result of faulty estimations over discounts, incentives, rebates. 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.

How our audit addresses the key audit matter

We have tested the design and operating effectiveness of key controls focusing on the following:

- Segregation of duties in invoice creation and modification
- Authorization of credit terms and credit limits to customers
- Approval of Price list
- Calculation of discounts, incentives and rebates;
- Timing of revenue

Our substantive procedures in relation to the revenue recognition comprises the following:

- Performed substantive analytical procedure to calculated expected revenue booked.
- Obtaining supporting documentation for sales transactions recorded either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period;
- Examine the sample sales transaction with source documents including the credit limit, VAT, Credit notes etc.
- Performed cut off test to assure the completeness and accuracy of booking revenue in the reporting period and revenue has been recognized as per policy.
- Critically assessing manual journals posted to revenue to identify unusual or irregular items; and
- Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.

Inventory Valuation

The company had inventory of BDT 364,927,361 at 30 June 2022, held in distribution centers, warehouses and numerous branches, and across multiple product lines. Inventories are carried at the lower of cost and net realizable value. As a result, the Directors apply judgement in determining the appropriate values for slow-moving or obsolete items.

How our audit addresses the key audit matter

We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:

- Evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of distribution centers, warehouses and branches;
- Attending inventory counts and reconciling the count results to the inventory listings to test the completeness of data;
- Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete;
- Reviewing the historical accuracy of inventory provisioning, and the level of inventory write-offs during the year;

Long-term loan

At reporting date, the position of Long-term Loan including current portion outstanding was BDT 579,672,006 for the Company. In other words, approximately 48.61% of total liabilities are represented by loans for the Company Evidently, the Company is using loan to operate the business and also, to acquire non-current assets. Loan, therefore, has been considered as key audit area.



How our audit addresses the key audit matter

We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the loans. Our audit procedures included, among others, the followings:

- Understanding and reviewing the nature or types of loans;
- Reviewing the board meeting minutes on arrangements of the loans;
- Obtaining the repayment schedules, loan statements and facility offer letters to review terms, debt covenants, interest rates and other conditions associated with the loans;
- Recalculating the interest related to loans;
- Finally, assessing the appropriateness and presentation of disclosures against relevant accounting standards.

Our procedures above did not identify any issues with regard to loans.

Information Other than the Financial Statement and Auditors Report Thereon

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the financial statements and our auditors' 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 we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above 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.

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 of the Company in accordance with International Financial Reporting Standards (IFRSs) and the company Act 1994 and other applicable laws and regulations for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with ISAs, we exercise professional 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 the 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 of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to 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 communicates with those charged with governess, 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 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, the Securities and Exchange Rules 2020, we also report that:

- (i) 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;
- (ii) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- (iii) the statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (iv) The Expenditure incurred was for the purpose of the company's business.

Place: Dhaka

Dated: October 23, 2022





DVC: 2210230165AS521529


Quazi Shafiqul Islam, FCA
Enrolment No. 0165
Islam Quazi Shafique & Co.
Chartered Accountants

Taufika Foods and Lovello Ice-Cream PLC
Statement of Financial Position
As at 30 June 2022

PARTICULARS	NOTES	Amount in Taka	
		30-Jun-22	30-Jun-21
ASSETS:			
A. Non-current Assets		1,267,601,299	1,275,443,445
Property, Plant & Equipments	4.00	1,041,217,250	986,583,283
ROU Assets	4.01	212,247,197	240,328,113
Intangible Assets	5.00	633,610	839,720
Capital Work-in-progress	6.00	-	34,784,052
Investment	7.00	13,503,241	12,908,277
B. Current Assets		1,021,372,111	875,465,334
Inventories	8.00	364,927,361	299,734,955
Trade & Other Receivables	9.00	355,518,907	298,843,538
Inter-company Receivables	10.00	2,500,000	-
Advance, Deposits & Prepayments	11.00	173,060,217	103,735,987
Cash and Cash Equivalents	12.00	125,365,626	173,150,854
TOTAL ASSETS (A+B)		2,288,973,410	2,150,908,778
EQUITIES & LIABILITIES:			
C. Shareholders' Equity		1,096,389,086	1,068,294,076
Share Capital	13.00	850,000,000	850,000,000
Retained Earnings	14.00	246,389,086	218,294,076
D. Non-current Liabilities		746,779,741	680,293,494
Deferred Tax Liability	15.00	59,436,286	47,774,428
Long-term Loan	16.00	450,856,005	418,249,653
Lease Liability	17.00	236,487,451	214,269,413
E. Current Liabilities		445,804,583	402,321,209
Current Portion of Long-term Loan	16.00	128,816,001	119,499,901
Current Portion of Lease Loan	17.00	86,673,649	78,530,644
Short-Term Loan	18.00	86,522,537	51,246,072
Trade & Other Payables	19.00	29,608,177	62,971,350
Liabilities for Expenses	20.00	21,537,447	18,384,654
Provision for WPPF	21.00	7,759,281	5,672,354
Provision for Income Tax	22.00	79,378,873	66,016,234
Unclaimed Dividend	23.00	5,508,618	-
Total Equity & Liabilities:		2,288,973,410	2,150,908,778
Net Asset Value Per Share	31.00	12.90	12.57

The accompanying notes form an integral part of this financial statements are to be read in conjunction therewith.

Company Secretary Chief Financial Officer Managing Director Chairman

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

Place: Dhaka
Dated: October 23, 2022
DVC: 2210230165AS521529


 Quazi Shafique Islam FCA
 Enrolment No. 0165
 Islam Quazi Shafique & Co.
 Chartered Accountants



Taufika Foods and Lovello Ice-Cream PLC
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
Sales	24.00	960,385,039	850,801,390
Less: Cost of Goods Sold	25.00	557,319,210	494,909,633
Gross Profit		403,065,829	355,891,757
Operating Expenses:		141,143,960	139,688,077
Administrative Expenses	26.00	17,101,509	16,231,797
Marketing & Selling Expenses	27.00	124,042,451	123,456,281
Operating income		261,921,869	216,203,680
Financial Expenses		120,022,392	118,035,700
Finance cost	28.00	120,022,392	118,035,700
Profit before other income		141,899,478	98,167,980
Other Income	29.00	12,051,004	3,598,895
Net profit before WPPF		153,950,482	101,766,875
Provision for WPPF	21.00	7,330,975	4,846,042
Net Profit Before Tax		146,619,507	96,920,833
Income Tax Expense		25,024,497	1,912,957
Current Tax	22.00	13,362,639	18,794,777
Deferred Tax	15.00	11,661,858	(16,881,820)
Net Profit after Tax		121,595,010	95,007,875
Other Comprehensive Income			
Total Comprehensive Income		121,595,010	95,007,875
Earnings per Share (Per value Tk. 10)	30.00	1.43	1.41

The accompanying notes form an integral part of this financial statements are to be read in conjunction therewith.


Company Secretary


Chief Financial Officer


Managing Director


Chairman

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

Dated, Dhaka

Dated: October 23, 2022

DVC: 2210230165AS21529


Quazi Shafique Islam FCA

Enrolment No. 0165

Islam Quazi Shafique & Co.
Chartered Accountants



Taufika Foods and Lovello Ice-Cream PLC
Statement of Changes in Equity
For the year ended 30 June 2022

Particulars	Amount in Taka			
	Share Capital	Share Money Deposit	Retained Earnings	Total
Balance as on July 01, 2021	850,000,000	-	218,294,076	1,068,294,076
Share Capital				
Net Income for the year			121,595,010	121,595,010
Less: Dividend for FY 2020-21			(93,500,000)	(93,500,000)
Balance as on June 30, 2022	850,000,000	-	246,389,086	1,096,389,086

Taufika Foods and Lovello Ice-Cream PLC
Statement of Changes in Equity
For the year ended 30 June 2021

Particulars	Amount in Taka			
	Share Capital	Share Money Deposit	Retained Earnings	Total
Balance as on July 01, 2020	550,000,000	-	151,050,672	701,050,672
Share Capital	300,000,000			300,000,000
Net Income for the year			95,007,875	95,007,875
Less: IPO Expenses			(27,764,472)	(27,764,472)
Balance as on June 30, 2021	850,000,000	-	218,294,076	1,068,294,076


Company Secretary


Chief Financial Officer


Managing Director


Chairman

Place: Dhaka
Dated: October 23, 2022

Taufika Foods and Lovello Ice-Cream PLC
Statement of Cash Flows
For the year ended 30 June 2022

PARTICULARS	Note	Amount in Taka	
		2021-2022	2020-2021
A. Cash Flows from Operating Activities :			
Cash Received from Customers		903,709,670	820,732,878
Cash Received from other Sources		12,051,004	3,598,895
Cash Paid to Suppliers and Creditors		(675,418,200)	(562,876,990)
Cash Paid for Operating Expenses		(46,159,701)	(78,902,908)
Cash paid for Income Taxes		(15,962,639)	(10,777,994)
Net cash inflow/(outflow) from operating activities		178,220,134	171,773,881
B. Cash flow from Investing Activities:			
Acquisition of Property, Plant & Equipment		(157,240,635)	(177,431,751)
Increase Investment		(594,965)	(856,777)
Capital Work in Progress		34,784,052	(34,784,052)
Net cash inflow/ (outflow) in Investing Activities		(123,051,548)	(213,072,580)
C. Cash flow from Financing Activities:			
Paid up capital		-	300,000,000
Bank Loan		77,198,917	(72,089,615)
Lease Loan		30,361,042	-
Dividend Paid		(87,991,382)	-
Inter-company Receivables		(2,500,000)	-
Financial Expenses		(120,022,392)	(118,035,700)
Net cash inflow/(outflow) in financing activities		(102,953,814)	109,874,685
D. Increase(Decrease) in Cash and Cash Equivalent (A+B+C)		(47,785,228)	68,575,987
E. Opening of Cash and Cash Equivalent		173,150,854	104,574,867
F. Ending Cash and Cash Equivalent (D+E)		125,365,626	173,150,854
Net Operating Cash Flow Per Share (NOCFPS)		32.00	2.10
			2.55


Company Secretary


Chief Financial Officer

 
Managing Director Chairman

Place: Dhaka
Dated: October 23, 2022

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
As at and for the year ended 30 June 2022

1.00 Corporate History of the Reporting Entity

1.01 Legal Status of the Entity

Taufika Foods and Lovello Ice-Cream PLC, The Company (Former Taufika Foods and Agro Industries Limited) was incorporated in Bangladesh as a Private Limited Company under The Companies Act, 1994 vide Registration No. C-94700/11 dated August 07, 2011. Subsequently, the Company was converted into a public limited Company dated 08 July 2019 and the company has been enlisted with DSE & CSE on February 02, 2021. And the company also change its name Taufika Foods and Agro Industries Limited to Taufika Foods and Lovello Ice-Cream PLC on 20th June 2021.

The Company started its commercial operation on January 02, 2016. Its Corporate Head Office located at Plot-80, Road-02, Banani, Dhaka-1213 and Factory is located at Bashil, Kathali, Valuka, Mymensingh.

1.02 Corporate Business

The Company is an Ice-cream manufacturer and supplier in Bangladesh.

2.00 Basis of preparation, presentation and disclosures of financial statements

2.01 Statement of Compliance

The financial statements have been prepared under historical cost convention on a going concern basis following accrual basis of accounting in accordance with the International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs), The Companies Act 1994 and Securities and Exchange Rules 1987.

2.02 Regulatory Compliances

The financial statements of the company under reporting have been prepared in accordance with Generally Accepted Accounting Principles and Practice in Bangladesh in compliance with The Companies Act 1994, The Securities and Exchange Rules 1987, The Listing Regulations of Dhaka Stock Exchange Ltd (DSE) & Chittagong Stock Exchange Ltd. (CSE), International Accounting Standards (IAS) as adopted by Financial Reporting Council (FRC), International Financial Reporting Standards (IFRS) as adopted by Financial Reporting Council (FRC) and other applicable rules and regulations.

2.03 Basis of measurement

These financial statements have been prepared under the 'historical cost' convention method.

2.04 Fundamental Accounting Concepts/ Assumption

The Financial Statements have been prepared based on Going Concern, Consistency and Accrual Concepts and such other convention as required by IAS-1 for Fair Presentation of Financial Statements.

2.05 Other regulatory compliances

In addition, the Company is also required to comply with the following major legal provisions:

- The Income Tax Ordinance, 1984
- The Income Tax Rules, 1984
- The Value Added Tax Act, 1991
- The Value Added Tax Rules, 1991
- The Value Added Tax (Amendment) Act, 2012
- The Value Added Tax (Amendment) Rules, 2012
- The Customs Act 1969
- The Company Act 1994
- The Bangladesh Labour Act 2006, and
- Bangladesh Labour (Amendment) Act 2013

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
As at and for the year ended 30 June 2022

2.06 Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by IAS 1 'Presentation of Financial Statements'. The Financial Statement comprises

- a) a statement of financial position;
- b) a statement of profit or loss and other comprehensive income;
- c) a statement of changes in equity;
- d) a statement of cash flows; and
- e) notes, comprising a summary of significant accounting policies and explanatory information.

2.07 Preparation and Presentation of Financial Statements of the Company

The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approved and authorized for issue of this financial statements.

2.08 Going Concern

The company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business.

2.09 Reporting Period

The period of the financial statements covers period from July 01, 2021 to June 30, 2022.

2.10 Provisions

In accordance with the guidelines as prescribed by IAS-37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations:

- a. when the company has an obligation (legal or constructive) as a result of past events;
- b. when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- c. reliable estimates can be made of the amount of the obligation.

2.11 Events after the Reporting Period

In compliance with the requirements of IAS 10: Events After the Reporting Period, post statement of financial position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting period there are adjusting events those are disclosed as follows:

- i. VAT payables are settled within July 28, 2022
- ii. The company has been declared 12% cash dividend in this financial year (2021-2022)

2.12 Functional and Presentational (Reporting) Currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), Which is the company's functional currency. All financial information presented have been rounded off to the nearest Taka except where indicated otherwise.

Figures in brackets indicated negative balance.

2.13 Comparative Information and Rearrangement Thereof

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
As at and for the year ended 30 June 2022

2.14 Principal Accounting Policies

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect in preparation and presentation of financial statements within the framework of IAS-1 "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 the format of financial statements were also taken into full consideration for fair presentation:

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 & Equipment
IAS 19	Employees Benefits
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 33	Earnings Per Share
IAS 37	Provisions, Contingent Liabilities and Contingent Assets,
IAS 38	Intangible Assets
IFRS 01	First-time Adoption of International Financial Reporting Standards
IFRS 07	Financial Instruments: Disclosures
IFRS 09	Financial Instruments
IFRS 13	Fair Value Measurement
IFRS 15	Revenue from Contracts with Customers
IFRS 16	Leases

3.00 Summary of Significant Accounting Policies

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 the format of financial statements were also taken into full consideration for fair presentation.

3.01 Property, Plant & Equipment (PPE)

i) Recognition of Property, Plant & Equipment

These are capitalized at cost of acquisition and revalued amount and subsequently stated at cost less accumulated depreciation. The cost of acquisition comprises of purchase price, including import duties and non-refundable Taxes and any directly attributable cost of bringing the assets to its working condition for its intended use. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the PPE, the expenditure is capitalized as an additional cost of the PPE. On retirement or otherwise disposal of PPE, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the income statement which is determined with reference to the net book value of PPE and the net sales proceeds.

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
As at and for the year ended 30 June 2022

ii) Depreciation

Depreciation on all PPE other than Land & Land development has been charged when the PPE was available for use and is computed using the Reducing balance method so as to write off the assets over their expected useful life. Office space is depreciated as per lease contract.

After considering the useful life of PPE as per IAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

Particulars	30 June, 2022	30 June 2021
Land & Land Development	0%	0%
Building & Civil Works	5%	5%
Plant and Machinery	10%	10%
Furniture and Fixtures	10%	10%
Freezer	10%	10%
Office Equipment	10%	10%
Motor Vehicles	20%	20%
Office Space	20%	20%
Computer Software	50%	50%

3.02 Capital Work-in-progress

Capital work-in-progress represents the cost incurred for acquisition and/or construction of property, plant and equipment that were not ready for use at the end of the period 30 June 2022 and these are stated at cost.

3.03 Impairment of assets

All Fixed assets have been reviewed and it was confirmed that no such fixed assets have been impaired during the year and for this reasons, no provision has been made for impairment of assets.

3.04 Revenue Recognition

As per IFRS-15 "Revenue from Contracts with Customers", Revenue is too recognized when it is probable that the economic benefits associated with the transaction will flow to the organization and the amount of revenue can be measured reliably. The Company recognizes revenue at the point of raising invoices to the customers/clients. Turnover is shown net of return and discount. Sales revenue is recognized on accrual basis as and when goods are delivered.

Other Income

All other income is recognized when the Company's right to receive such income has been reasonably determined and all conditions precedent is satisfied.

3.05 Long Term Loan

Long Term loans are non-current liabilities arising from loans taken from different banks which are not repayable within one year.

3.06 Short term loan and bank overdraft

Short term loans are current liabilities arising from loans taken from different banks which are repayable within one year. Bank overdrafts are repayable on demand which were taken to meet up the working capital requirement.

3.07 Liability for expenses

Liabilities are recognized for amounts to be paid in future for goods and services, whether or not billed by the suppliers.

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3.08 Advances, deposits and pre-payments

Advances, Deposits & Pre-payments are unsecured but considered good.

i) Advances

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or changes to other accounts heads.

ii) Deposits

Deposits are measured at payment value.

iii) Prepayments

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charge to profit and loss accounts.

3.09 Inventories

Inventories comprise Raw Materials, Packaging Material, Finished Goods and Work in process. They are stated at the lower of cost or net realizable value in accordance with IAS 2 "Inventories" after making due allowance for any obsolete or slow moving item. The costs of inventories are assigned by using weighted average cost method. Net realizable value of Work in Process is determined after deducting the estimated cost of completion and estimated cost necessary to make the sale from estimated selling price.

3.10 Basis of valuation of inventories

<u>Category</u>	<u>Basis of Valuation</u>
Finished products and work-in-process	At the lower of cost and net realizable value. The cost includes allocation of production overheads that relate to bringing the inventories to their present condition and location.
Raw and packaging materials	At the lower of cost and net realizable value.
Goods in transit	At cost including related charges.

3.11 Finance Costs:

Finance costs comprise interest expense on bank loan and other borrowings and are recognized in the income statement using effective interest method.

3.12 Finance Income:

Finance income comprise of interest income receivable from FDR from Trust Bank Ltd. and Shimanto Bank Ltd. And also interest received from bank current accounts.

3.13 Employees' benefit schemes

i) Defined contribution fund (Provident fund)

The Company maintains an equal contributory recognized provident fund @10% for its eligible permanent employees. The provident fund is being considered as defined contribution plan being managed by a separate Board of Trustees.

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ii) Workers' profit participation and welfare fund

The Company recognizes a provision for workers' profit participation and welfare fund (WPPF) @ 5% of income before tax and it has been managing, disbursing and investing as per provisions of the Bangladesh Labour (Amendment) Act, 2013. The Company is making the payment within nine months at the end of the relevant financial year. 80% of the Fund is being paid to eligible employees, 10% to Government Workers Welfare Foundation and remaining 10% to Taufika Foods and Lovello Ice-Cream PLC Employees Welfare Fund as per provision of Bangladesh Labour (Amendment) Act, 2013.

iii) Group insurance scheme

The Company operates a group insurance scheme for its permanent employees as per provision of the Bangladesh Labor (Amendment) Act, 2013. The permanent employees include full time permanent employees and workers of the Company. Payment in this regard has been accounted for in the accompanying financial statements

3.14 Statement of Cash flows

Cash Flow Statement is prepared in accordance with IAS-7: Statement of Cash Flows under Direct Method as prescribed by Bangladesh Securities and Exchange (BSEC) rule 1987

3.15 Cash and Cash Equivalents

Cash and cash equivalents consist of bank balances, cash in hand and cash equivalents like demand draft, pay orders etc in hand that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.16 Trade receivables

Trade receivables are recognized and stated at original invoiced amounts and carried at anticipated realizable values. Bad debts are written off when it is established that they are irrecoverable. No bad debt incurred in the period.

3.17 Trade payables

Trade payables are stated at cost which approximates the fair value of the consideration to be paid for goods and services received.

3.18 Provisions

All provision is recognized on the balance sheet date if, as a result of a past event. The company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefit will be required to settle the obligation.

3.19 Borrowings Costs

Financial Expenses (Borrowing Costs) incurred during the year was recognized as revenue expenses in accordance with IAS-23 "Borrowings Costs". No borrowing cost incurred during the period.

3.20 Income Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the income statement, except to the extent that it relates to items recognised other comprehensive income or directly in equity. In this case, the tax is recognised in other comprehensive income or directly in equity, respectively.

i) Current Tax

Necessary provision for tax has been made as per Income Tax Ordinance 1984. Current tax is the expected tax payable on the taxable income for the financial year, using tax rates enacted or subsequently enacted after the reporting date and any adjustment to tax payable in respect of previous years. Provision for taxation is calculated on the basis of applicable current tax rate and incompliance with Finance Act on the accounting profit made by the company as per ITO 1984 in compliance with IAS-12 "Income Taxes".

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ii) Deferred Tax

Deferred Tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the balance sheet date. The impact on the account of changes in the deferred tax assets and liabilities for the year ended June 30, 2020 has been recognized in the statement of Profit or Loss and other comprehensive income as per IAS-12 "Income Taxes".

3.21 Contingent Liabilities and Assets

Contingent liabilities are current or possible obligations, arising from past events and whose existence is due to the occurrence or non- occurrence of one or more uncertain future events, which are not within the control of the company. In accordance with IAS 37 provisions, contingent liabilities and contingent assets, there were no contingent liabilities and assets.

- i. the company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- ii. the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- iii. the amount of revenue can be measured reliably;
- iv. it is probable that the economic benefits associated with the transaction will flow to the company; and
- v. the cost incurred or to be incurred in respect of the transaction can be measured reliably.

3.22 VAT

The Company's net sales is considered with 15% applicable VAT and 5% supplementary duty.

3.23 Statement of Changes in Equity

Statement of changes in equity is prepared in accordance with IAS-1 "Presentation of Financial Statements". This statement reflects information about the increase or decrease in net assets or wealth.

3.24 Related party disclosures

The Company carried out a number of transactions with related parties in the normal course of business and on an arms' length basis. The information as required by IAS-24: "Related Party Disclosures" has been disclosed in a separate note to the financial statements.

3.25 Materiality and aggregation

Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or function are presented separately unless they are immaterial.

3.26 Segment information

The Company is primarily engaged in the manufacturing and selling of similar type of products. The Company's business is not organized in such a way which may identify different products/ geographical components structurally. Hence segmentation within a wide portfolio of products/ geographical location is not a part of the regular internally reported financial information to the operating decision makers. Therefore, it is not possible to segment the Company's results by products/ geographic location which might involve a high degree of estimation.

3.27 Earnings per Share

This has been calculated in compliance with the requirements of IAS 33: "Earnings Per share" by dividing the basic earnings by the number of ordinary shares outstandings during the year.

3.28 Basic Earning

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

Taufika Foods and Lovello Ice-Cream PLC
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3.29 Changes in significant accounting policies - IFRS 16 Leases
IFRS 16 Leases
Nature and effect of Changes

Previously, LOVELLO determined at contract inception whether an arrangement is or contains a lease under IFRIC 4. Under IFRS 16, LOVELLO assesses whether a contract is or contains a lease based on the definition of a lease. On transition to IFRS 16, LOVELLO evaluated all types of contracts to assess whether a contract is or contains, a lease at the date of initial application.

As a Lessee,

As a lessee, LOVELLO previously classified leases as operating or finance leases based on its assessment of whether the lease transferred significantly all of the risks and rewards incidental to ownership of the underlying asset to LOVELLO. Under IFRS 16, LOVELLO recognises right-of-use assets and lease liabilities for all leases.

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For the year ended June 30, 2022

		Amount in Taka	
		30-Jun-22	30-Jun-21
4.00	Property, Plant & Equipment		
	At Cost:		
	Opening Balance	1,377,424,500	1,200,619,949
	Addition During the Year	156,955,635	176,804,551
	Closing balance	1,534,380,136	1,377,424,500
	Accumulated Depreciation:		
	Opening Balance	390,841,217	296,327,876
	Addition During the Year	102,321,668	94,513,342
	Closing Balance	493,162,885	390,841,217
	Written Down Value	1,041,217,250	986,583,283
	(Details of Property, Plant & Equipment are provided in the Annexure-A)		
4.01	ROU Assets		
	At Cost:		
	Opening Balance	407,384,234	407,384,234
	Addition During the Year	-	-
	Closing balance	407,384,234	407,384,234
	Accumulated Depreciation:		
	Opening Balance	167,056,121	135,401,609
	Addition During the Year	28,080,916	31,654,512
	Closing Balance	195,137,037	167,056,121
	Written Down Value	212,247,197	240,328,113
	(Details of Property, Plant & Equipment are provided in the Annexure-A)		
5.00	Intangible Assets		
	At Cost:		
	Opening Balance	3,323,633	2,696,433
	Addition During the Year	285,000	627,200
	Closing Balance	3,608,633	3,323,633
	Accumulated Depreciation:		
	Opening Balance	2,483,913	1,957,793
	Addition During the Year	491,110	526,120
	Closing Balance	2,975,023	2,483,913
	Written Down Value	633,610	839,720
	(Details Intangible Assets are provided in the Annexure-A)		
6.00	Capital Work in Progress		
	Storage Box	-	9,146,752
	Plant & Machinery	-	25,637,300
		-	34,784,052
7.00	Investment		
	FDR Investment	7.01	
		13,503,241	12,908,277
		13,503,241	12,908,277
7.01	FDR Investment		
	Name of Bank	FDR No.	
	Trust Bank	0022-0330059006	11,264,502
	Shimanto Bank	1001-343000092	2,238,739
			13,503,241
			12,908,277



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	Amount in Taka	
	30-Jun-22	30-Jun-21
8.00 Inventories		
Raw Materials	125,733,318	184,056,096
Work in Progress	17,019,365	17,619,365
Finished Goods	222,174,678	98,059,494
	364,927,361	299,734,955

At the end of the year physical verification of Inventories were carried out.

9.00 Trade & Other Receivables		
Trade Receivables	9.01	
	355,518,907	298,843,538
	355,518,907	298,843,538
9.01 Trade Receivables		
Bogra Territory	20,136,953	19,742,376
Khulna Territory	19,852,849	14,702,821
Barisal Territory	19,689,045	14,997,432
Rangpur Territory	19,690,385	19,875,438
Chittagong Territory	24,846,671	24,334,369
Cumilla Territory	24,937,919	24,683,450
Uttara Territory	25,799,404	25,543,740
Rampura Territory	32,608,095	31,956,859
Jatrabari Territory	24,889,638	19,515,968
Sylhet Territory	19,821,612	18,730,134
Faridpur Territory	19,663,183	15,049,649
Bosilla Territory	29,243,477	29,541,880
Cox's Bazar Territory	19,433,477	15,406,385
Noaykhali Territory	16,171,406	8,032,752
Jessore Territory	15,246,715	8,313,788
Mymensingh Territory	17,459,446	8,416,497
Rajshahi Territory	6,028,632	-
	355,518,907	298,843,538
Ageing of Trade receivables		
Due for 3 months	220,421,722	185,282,993
Due for 3 to 6 months	117,321,239	98,618,367
Due for above 6 months	17,775,945	14,942,177
	355,518,907	298,843,538

Full information as per requirements of the Para 4 Part I, schedule XI, of the Companies Act, 1994 regarding Trade receivables as on June 30, 2022 are as follows:

Sl.	Particulars	30 June, 2022	30 June, 2021
i.	Receivables considered good in respect of which the company is fully secured.		
ii.	Receivables considered good in respect of which the company holds no security other than the debtor personal security.	355,518,907	298,843,538
iii.	Receivable considered doubtful or bad.		
iv.	Accounts Receivable due by any director or other officer of the company or any of them either severally or jointly with any other person or debts due firm or private companies respectively in which any director is a partner or a director or a member to be separately stated.		



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		Amount in Taka	
		30-Jun-22	30-Jun-21
v.	Receivables due by companies under the same management to be disclosed with the names of the companies;		
vi.	The maximum amount of receivable due by any director or other officer of the company at any time during the year to be shown by way of a note.		

- i) Debt considered good and in respect of which the company can realize it fully.
ii) Debts considered good for which the company holds no security other than the debtors personal security
iii) Management considered the trade receivables are collectible and thus no provision had been made.
iv) There is no such trade receivables due by or to director or other officers of the company.

10.00 Inter-company Receivables	2,500,000	-
	<u>2,500,000</u>	

This represent temporary advance and short term in nature, and repayable on demand.. Management has obtained confirmation from the aforesaid entities and assessed recoverability, upon which satisfied that all these balances are recoverable in full.

11.00 Advance, Deposits & Pre-payments			
Advance	11.01	149,835,592	62,584,422
Deposit	11.02	19,501,835	38,508,579
Pre-payments	11.03	3,722,791	2,642,986
		<u>173,060,217</u>	<u>103,735,987</u>
11.01 Advance		118,299,036	64,937,444
AIT & Source Tax	11.01.01	54,761,182	38,798,543
Advance to BSTI & Halal Sonod		1,933,446	-
Advance for Office Rent		1,150,000	1,150,000
Advance to Supplier		91,444,115	22,635,879
Advance for Listing Fees		546,849	-
		<u>149,835,592</u>	<u>62,584,422</u>
11.02 Deposit			
L/C margin	11.02.01	19,501,835	38,508,579
		<u>19,501,835</u>	<u>38,508,579</u>
11.03 Pre-payments			
Karnahuli Insurance Co. Ltd.		3,530,251	2,487,164
Metlife Insurance Co. Ltd.		192,540	155,822
		<u>3,722,791</u>	<u>2,642,986</u>
11.01.01 AIT & Source Tax			
Opening Balance		38,798,543	28,020,549
Addition During the Year		15,962,639	10,777,994
		54,761,182	38,798,543
Adjustment During the Year			-
Closing Balance		<u>54,761,182</u>	<u>38,798,543</u>
11.02.01 L/C margin			
Opening Balance		38,508,579	19,882,424
Addition during the year		19,501,835	38,508,579
Net Adjustment During the Year		(38,508,579)	(19,882,424)
Closing Balance		<u>19,501,835</u>	<u>38,508,579</u>

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Amount in Taka	
30-Jun-22	30-Jun-21

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

	30-Jun-22	30-Jun-21
Advance, deposits & prepayments considered good & secured	173,060,217	103,735,987
Advance, deposit & prepayments considered Good without security		
Advance, deposit & prepayments considered doubtful & bad		
Advance, deposit & prepayments due by directors or other officers & staffs		
Advance, deposit & prepayments due from companies under same management		
Maximum advance due by directors or officers & staffs at any time		
Total	173,060,217	103,735,987

12.00 Cash and Cash Equivalents

Cash in Hand	12.01	66,312,921	19,987,598
Cash at Bank	12.02	59,052,705	153,163,256
		125,365,626	173,150,854

12.01 Cash in Hand

Factory Office		110,000	5,972,533
Corporate Office		5,080,819	4,295,599
Depot Office		61,122,102	9,719,466
		66,312,921	19,987,598

12.02 Cash at Bank

Trust Bank Ltd	CD	0022-0210012550	101,402	78,278
Pubali Bank Ltd	CD	0565901028140	17,680	891,577
Premier Bank Ltd	CD	010411100078610	15,394	881,819
Prime Bank Ltd	CD	2132113001637	6,460	477,246
Brac Bank Ltd	CD	1507203439665001	1,384,900	51,544
Islami Bank Ltd	CD	20501770100435601	123,062	1,477,778
Dutch Bangla Bank l	CD	1031100033118	583,502	102,272
Union Bank Ltd	CD	0291010001239	41,338	49,603
Mercantile Bank Ltd	CD	111311118966001	4,298	692,676
UCBL	CD	541101000005430	6,974	504,370
NRB Bank	CD	1022070063031	-	550,980
Shimanto Bank Limi	CD	1001241000258	-	66,461,687
City Bank Ltd	CD	1402538242001	47,234	47,234
AB Bank Ltd	SND	4033-761383-430	17,198	564,935
Shimanto Bank Limi	SND	1001441001020	-	198,162
Trust Bank Ltd	SND	0022-0320000775	47,453,191	78,051,906
National Bank Limite	CD	1106003604218	150,932	789,200
Dutch Bangla Bank l	CD	2811100002179	143,721	1,132,311
Shimanto Bank Limi	SND	1003441000029	-	63,898
Shimanto Bank Limi	CD	1001241001122	18,190	95,781
NRB Bank	CD	1022010104230	3,378,762	-
Shimanto Bank Limi	CD	1005241000030	28,555	-
Shimanto Bank Limi	SND	1005441000036	13,697	-
Trust Bank Ltd	CD	7022-0212003722	9,371	-
Trust Bank Ltd	SND	0022-0320000962	5,506,845	-
			59,052,705	153,163,256

All bank balances are reconciled with bank statements and bank book and reconciled balance extracted here.

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Amount in Taka	
30-Jun-22	30-Jun-21

13.00 Share Capital

13.01 Authorized Capital

(100,000,000 Ordinary shares of Tk.10 each)

1,000,000,000 1,000,000,000

13.02 Issued, Subscribed and Paid-up

85,000,000 shares of Tk.10 each

850,000,000 850,000,000

Shareholding Position is as follows:

Sl. No.	Name of shareholders	Percentage of Shareholdings		Number of Shares	
		2021-22	2020-21	2021-22	2020-21
1	Md. Ekramul Haque	35.29%	38.82%	30,000,000	33,000,000
2	Ms Shamima Nargis Haque	3.41%	3.41%	2,900,000	2,900,000
3	Muhsinina Sharika Ekram	3.53%	0.00%	3,000,000	
4	Taufika Engeneering	14.24%	13.59%	12,100,964	11,550,000
5	Muhsinina Taufika Ekram	2.41%	2.41%	2,050,000	2,050,000
6	Abu Taher Muhammed	1.18%	1.18%	1,000,000	1,000,000
7	Md. Abdus Sultan	0.85%	0.85%	725,000	725,000
8	Zakir Hossain	0.12%	0.12%	100,000	100,000
9	Kazi Amdadul Haque	1.25%	1.25%	1,060,000	1,060,000
10	Rizvi Kaiser	0.01%	0.01%	10,000	10,000
11	Md. Saiful Islam Helaly	1.23%	1.23%	1,045,000	1,045,000
12	Md. Mizanur Rahman	0.01%	0.01%	5,000	5,000
13	Tahmina Chowdhury	0.24%	0.24%	205,000	205,000
14	Masuma Khatun	0.30%	0.30%	255,000	255,000
15	Hosne Ara Begum	1.29%	1.29%	1,095,000	1,095,000
16	Initial Public Offering	34.65%	35.29%	29,449,036	30,000,000
	Total	100%	100%	85,000,000	85,000,000

14.00 Retained Earnings

Opening Balance	218,294,076	151,050,672
Add: Profit During the Period	121,595,010	95,007,875
Less: Dividend for FY 2020-21	(93,500,000)	-
Less: Adjustment for IPO Expenses	-	(27,764,472)
Closing Balance	<u>246,389,086</u>	<u>218,294,076</u>

15.00 Deferred Tax Liability

Opening Balance	47,774,428	64,656,247
Add: During the Year	11,661,858	(16,881,820)
Closing Balance	<u>59,436,286</u>	<u>47,774,428</u>

As on 30 June 2022

WDV as per Accounts	1,169,736,567	1,227,751,116
WDV as per 3rd Schedule	872,555,140	1,015,420,327
Temporary Difference	<u>297,181,428</u>	<u>212,330,789</u>
Applicable Tax Rate	20.00%	22.50%
Deferred Tax Liability	59,436,286	47,774,428
Deferred Tax Liability	<u>59,436,286</u>	<u>47,774,428</u>

16.00 Long-term Loan

Long-term Loan from Shimanto Bank Limited	16.01	579,672,006	537,749,554
		<u>579,672,006</u>	<u>537,749,554</u>

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
For the year ended June 30, 2022

	Amount in Taka	
	30-Jun-22	30-Jun-21
Current Portion Classification		
Due within one year	128,816,001	119,499,901
Due after one year	450,856,005	418,249,653
	579,672,006	537,749,554

16.01 Long-term Loan from Shimanto Bank Limited

1001741000052	13,331,747	14,443,760
1001741000061	1,912,446	1,977,896
1001741000070	2,449,882	2,542,051
1001741000089	5,079,687	5,275,724
1001741000098	1,701,629	1,765,131
1001741000105	1,498,507	1,554,265
1001741000114	15,118,581	15,418,596
1001741000123	14,016,584	14,233,704
1001741000141	4,726,936	4,800,191
1001741000150	5,317,421	5,287,153
1001741000187	514,518,586	470,451,085
	579,672,006	537,749,554

Nature of Security of Loans:

Particulars	Details
Name of Bank & Financial	Shimanto Bank Limited
Type of Facility	Long Term Loan
Limit	BDT TK 69.50 Crore
Repayment	Monthly
Interest Rate	9% p.a with monthly rest or as revised from time to time by SMBL
Period of Loan	60 months
Expiry Date	5 Years from the the date of 1st disbursement.
Renewal Status	Renewed
Securities	i. Joint Registration and comprehensive insurance of vehicles ii. Postdated Cheque covering each EMI
Purpose	To purchase glass top deep freezer, storage box for cold room, pick up, Refrigerated van, auto vehicles, office car, motorcycle etc

17.00 Lease Liability

Lease Loan from Lankabangla	17.01	318,202,609	285,671,418
Office Space	17.02	4,958,491	7,128,640
		323,161,100	292,800,058

Current Portion Classification

Due within one year	86,673,649	78,530,644
Due after one year	236,487,451	214,269,413
	323,161,100	292,800,058

17.01 Lease Loan from Lankabangla

0013 71400000025	15,690,226	14,314,163
0013 71400000026	37,750,375	34,461,537
0011 71400000131	150,834,025	137,660,648
0011 72200000070	113,927,983	99,235,070
	318,202,609	285,671,418

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
For the year ended June 30, 2022

		Amount in Taka	
		30-Jun-22	30-Jun-21
Nature of Security of Loans:			
Particulars	Details		
Name of Bank & Financial Institute	Lanka Bangla Finance Limited		
Type of Facility	Lease Finance		
Limit	BDT 316,200,725		
Repayment	Quarterly		
Interest Rate	14.00%		
Period of Loan	60 months		
Expiry Date	June, 2026		
Renewal Status	Renewal		
Securities	i. Subsequent Charges/Hypothecation on all the Fixed Assets of TFAIL ii. Ownership of Leased Assets iii. Personal Guarantee of Directors iv. Corporate Guarantee of Taufika Engineering Limited (TEL)		
Purpose	To procure Glass Top Deep Freezer and Try Cycle, Ref. Van & Cold Store		

17.02 Lease Liability (Office Space)

Office Space	7,128,640	9,054,537
Less: Adjustment for IFRS 16 for Current year	(2,170,149)	(1,925,897)
	<u>4,958,491</u>	<u>7,128,640</u>

Current Portion Classification

Due within one year	2,445,378	2,170,149
Due after one year	2,513,113	4,958,491
	<u>4,958,491</u>	<u>7,128,640</u>

18.00 Short-term Loan

Short-term Loan Trust Bank	18.01	86,522,537	51,246,072
		<u>86,522,537</u>	<u>51,246,072</u>

These loans are taken to finance import materials value and L/C related expenses. The average tenure of these facilities are normally 06 months with renewal option. The rate of interest/profit against these facilities is 9%.

18.01 Short-term Loan Trust Bank

Loan Against Trust Receipt (LTR)	55,868,387	40,878,988
Overdraft (Working Capital)	30,654,150	10,367,084
	<u>86,522,537</u>	<u>51,246,072</u>

19.00 Trade & Other Payables

Trade Payables	19.01	10,063,146	11,893,177
Others Payables	19.02	19,545,031	51,078,172
		<u>29,608,177</u>	<u>62,971,350</u>

19.01 Trade Payables

Siam Chemical	424,156	719,997
Noorani Agro & Food Complex Ltd	-	949,058
Jahanara Plastics Product	-	291,495
Emkay Enterprise	193,291	130,420
Mais Industries Ltd	-	395,910

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
For the year ended June 30, 2022

	Amount in Taka	
	30-Jun-22	30-Jun-21
PremiaFlex Plastic Ltd	840,890	840,890
International Television Channel LTD.	1,615,541	1,463,579
Maasranga Communications Ltd.	7,200	7,200
MMX advertising communication	421,684	148,239
RTR Traders	4,758,246	5,378,856
Opus Sign	1,464,207	1,109,308
Rivers Sign	337,932	458,227
	10,063,146	11,893,177

This represents amount payable to suppliers of raw materials, packing materials and finished goods. All suppliers were paid on a regular basis.

Ageing of Trade Payables		
Due for 3 months	8,553,674	10,109,201
Due for 3 to 6 months	1,006,315	1,189,318
Due for above 6 months	503,157	594,659
	10,063,146	11,893,177

19.02 Others Payables

Payable for PPE	7,718,798	7,876,325
VAT payable	11,826,233	43,201,848
	19,545,031	51,078,172

VAT payable has been paid on 28.07.2022

20.00 Liabilities for Expenses

Audit Fees	240,000	230,000
Electricity Bill Payable	5,960,735	4,724,479
Salary & Wages Payable	5,836,310	4,955,112
Payable for PF	9,350,402	8,325,063
Remuneration Payable	150,000	150,000
	21,537,447	18,384,654

All these payables are temporary in nature and repayable in demand. No interest/profit is charged for these payables. Its derived from taking different types of service.

21.00 Provision for WPPF :

Opening Balance	5,672,354	8,775,549
Add: Addition During the year	7,330,975	4,846,042
	13,003,329	13,621,591
Less: Paid During the year	(5,244,048)	(7,949,237)
Closing Balance	7,759,281	5,672,354

The management of Taufika Foods and Lovello Ice-Cream PLC have already taken all necessary steps to maintain compliance and they take decision to deposit all amounts within one year.

22.00 Provision for Income Tax

Opening Balance	66,016,234	47,221,457
Current Year Provision	13,362,639	18,794,777
Total Current Year Provision	13,362,639	18,794,777
	79,378,873	66,016,234
Adjustment During the year	-	-
Closing Balance	79,378,873	66,016,234

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
For the year ended June 30, 2022

	Amount in Taka	
	30-Jun-22	30-Jun-21
Tax Computation		
Business Income	134,568,502	93,321,938
Other Income	12,051,004	3,598,895
Total Income	146,619,507	96,920,833
Acc. Dep	130,893,694	126,693,974
Tax Dep	215,744,333	140,082,464
Total Taxable Income	61,768,868	83,532,343
Applicable tax Rate	20.00%	22.50%
Current Year Tax	12,353,774	18,794,777
Minimum TAX	0.60% on Gross receipt	
	5,834,616	5,133,885
	<u>5,834,616</u>	<u>5,133,885</u>
Advance Income Tax considered for minimum TAX	13,362,639	10,777,994
	<u>13,362,639</u>	<u>10,777,994</u>
23.00 Unclaimed Dividend		
Dividend for the FY 2020-21	93,500,000	-
Disbursement	(87,991,382)	-
Closing Balance	<u>5,508,618</u>	-

	Amount in Tk.	
	2021-22	2020-21
24.00 Sales		
Gross Sales	1,159,664,935	1,027,342,679
Less: (SD+VAT)	199,279,896	176,541,289
Net Sales	960,385,039	850,801,390

Quantity wise Sales Information:

Item	2021-22	2020-21
Lolly (All Kinds) 62 MI Ice Cream	9,673,811	8,569,992
Chocobar 72 MI	81,507,743	72,207,394
Hidden Heart Single 50 MI	127,289,901	112,765,631
Cruncy Bar Mega 82 MI	7,330,684	6,494,224
Cruncy Bar Mini 52 MI	33,596,220	29,762,761
Sheel & Core 62 MI	4,369,707	3,871,106
Malai Ice Cream 55 MI	12,036,352	10,662,958
Cup Regular 100 MI (All Flav.)	140,259,303	124,255,174
Cup Regular 50 MI (All Flav.)	5,144,536	4,557,525
1 Ltr. Container Ice Cream	43,324,384	38,380,904
750 MI Container Ice Cream	2,392,404	2,119,421
500 MI Container Ice Cream	52,040,828	46,102,768
250 MI Container Ice Cream	40,593,165	35,961,328
Hazel Beats 80 MI Ice Cream	4,489,273	3,977,029
Toffe Beats 80 MI Ice Cream	3,692,468	3,271,143
Chocoblast 100ML	8,634,260	7,649,057
Cone Maxi 121 MI (All Flav.)	131,865,534	116,819,166
Cone Mini 72 MI (All Flav.)	135,220,835	119,791,615
Round Shape Cake 1 Ltr.	1,434,040	1,270,410
Heart Shape Cake 1.5 Ltd.	288,631	255,697
Swirly Sundae 100 MI	3,868,542	3,427,127
Kulfi 50 MI Ice Cream	80,725,330	71,514,258
Double Sundry 1 Ltr. Ice Cream	9,878,156	8,751,020
Shahi Khajur Malai	3,165,474	2,804,281
Bulk Liter 9 per 1 Ltr	2,372,375	2,101,678
Lovello Swing Ball 100 ML Ice Cream	5,839,155	5,172,885
Lovello Ambrisia 1 Ltr. Ice Cream	249,747	221,250
Lovello Doi, Kheer Premium 1 Ltr Ice Cream	2,864,539	2,537,684
Lovello Shahi Shondesh, Black Forest Premium 1 Ltr.	797,754	706,727
Lovello Double Sundry Premium 500 ML Ice Cream	3,096,578	2,743,247
Lovello Doi, Kheer Premium 500 ML Ice Cream	2,343,310	2,075,930
Total	960,385,039	850,801,390

25.00 Cost of Goods Sold

Raw Materials Consumed: Note- 25.01	526,540,444	365,386,241
Add: Factory Overhead Charges Note- 25.02	154,293,950	146,060,695
Cost of Production	680,834,394	511,446,936
Add: Opening Work in Process	17,619,365	15,544,814
	698,453,759	526,991,750
Less: Closing Work in Process	(17,019,365)	(17,619,365)
Cost of Goods Manufactured	681,434,394	509,372,385

Add: Opening Stock of Finished Goods
Cost of Goods available for Sale
Less: Closing Stock of Finished Goods
Cost of Goods Sold

Amount in Tk.	
2021-22	2020-21
98,059,494	83,596,742
779,493,888	592,969,127
(222,174,678)	(98,059,494)
557,319,210	494,909,633

25.01 Raw Materials Consumed

The break-up of the amount is given bellow:

Opening Stock	184,056,096	165,471,075
Purchase During the year	468,217,665	383,971,262
Raw Materials available for Use	652,273,761	549,442,337
Less: Closing Stock	(125,733,318)	(184,056,096)
Raw Materials Consumed	526,540,444	365,386,241

25.02 Manufacturing Overhead

Electricity Bill	34,492,180	30,051,499
Fuel & Lubricants	12,087,137	12,333,814
Wages & Salary	49,917,041	47,540,040
Festival Bonus	5,695,816	5,424,587
Overtime and Other Allowance	1,979,028	1,884,789
Tour and Travles	1,119,940	1,317,577
Pool Car Expenses	286,798	196,629
Telecommunication Expenses(Tracking)	103,664	90,142
Factory Supplies	1,097,442	1,371,802
Loading & Unloading Expenses	148,925	175,206
Postage & Courier	27,766	29,610
Printing & Stationary	568,724	670,407
Food and Entertainment	710,904	836,358
Repair & Maintenance	2,162,814	2,276,646
Spare Parts	4,325,986	4,407,483
Insurance Expenses	4,285,475	3,359,556
Licenses Renewal Fees	1,466,130	1,361,426
Depreciation	33,818,179	32,733,124
154,293,950	146,060,695	

26.00 Administrative Expenses

Salary & Allowance	7,578,153	7,429,561
Festival Bonus	1,028,797	1,008,625
Meeting Allowance	125,000	130,000
Provident Fund Expenses	1,642,075	1,323,981
Utility Charge	531,702	389,390
Director Remuneration	1,800,000	1,800,000
Office Vehicles expense	595,150	570,706
Entertainment Expense	205,099	205,367
Vehicle Insurance & Others	455,950	632,748
Audit Fees	405,000	275,000
Listing Fees	353,151	-
Telephone, Mobile & Internet Bill	206,267	360,314
Postage & Couriers	122,570	136,759
Printing & Stationery	163,357	204,477
Legal & Statutory Expenses	244,853	399,133

	Amount in Tk.	
	2021-22	2020-21
Repair Maintenance of Head office	280,895	226,119
Health Safety Measure Expenses	61,890	133,005
Consultancy Fees	480,000	50,000
Depreciation	821,599	795,238
	17,101,509	16,231,797
27.00 Marketing & Selling Expenses		
Salary & Allowance	12,540,522	11,921,309
Festival Bonus	1,045,044	1,379,749
Provident Fund Expenses	1,722,661	1,589,541
Fuel & Toll for Vehicles	4,096,679	4,377,789
TA/DA and Other Allowances	1,485,542	1,982,991
Repair Maintenance & Others Vehicles Exp	1,242,038	1,922,717
Tour and Travles	701,171	589,384
Postage & Couriers	253,445	128,377
Incentive and Commision	337,799	29,262
Event Management Expenses	359,114	378,015
Health Safety Measure Expenses	36,437	48,583
Trade Promotion Expenses	503,758	382,709
Advertisement Expenses	3,464,325	5,560,243
Depreciation	96,253,915	93,165,611
	124,042,451	123,456,281
28.00 Finance Cost		
Bank Service Charges	1,487,568	1,233,002
Interest on Bank Loan	75,293,782	76,049,469
Interest on Lease Loan	42,531,191	39,799,126
Interest Expense on Office Space	709,851	954,103
	120,022,392	118,035,700
Consistent with prior periods banks charges and others bank loan interest expenses are included as finance costs		
29.00 Others Income		
Scrap Sale	6,534,942	1,089,413
Rent Received against Freezer	4,362,550	1,363,297
Interest income	1,153,513	1,146,185
	12,051,004	3,598,895

Taufika Foods and Lovello Ice-Cream PLC
Explanatory Notes to the Financial Statements
For the period ended 30 June 2022

Amount in TK	
30-Jun-22	30-Jun-21

30.00 Earning per Share (EPS)

The Computation of EPS is given below:

Earning attributable to the Shareholders (net profit after tax)	121,595,010.06	95,007,875
Total number of Shares	85,000,000.00	67,246,575

Adjusted/Basic Earnings per Share (EPS) (Per value

Tk. 10)	1.43	1.41
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For Current Year				
Total Share	No of shares	No. of Days Used	Total No. of Days	Weighted Average
85,000,000	85,000,000	365	365	85,000,000
85,000,000	85,000,000			85,000,000

For Previous Year				
Total Share	No of shares	No. of Days Used	Total No. of Days	Weighted Average
550,000,000	55,000,000	365	365	55,000,000
300,000,000	30,000,000	149	365	12,246,575
850,000,000	85,000,000			67,246,575

31.00 Net Asset Value (NAV) per Share

The Computation of NAV is given below:

Net Assets	1,096,389,086	1,068,294,076
Total number of Shares	85,000,000	85,000,000
Net Asset Value (NAV) per Share	12.90	12.57

Total number of shares

Paid-up-capital	850,000,000	850,000,000
Share money deposit	-	-
Total	850,000,000	850,000,000
Number of shares (Per value Tk. 10)	85,000,000	85,000,000

32.00 Net Operating Cash Flows per Share (NOCFPS)

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	178,220,134	171,773,881
Total number of Shares	85,000,000	67,246,575
Net Operating Cash Flows per Share (NOCFPS)	2.10	2.55

33.00 Reconciliation of Net Operating Cash Flow

Particulars	Amount in BDT	
	30.06.2022	30.06.2021
Net Profit after Tax	121,595,010	95,007,875
Adjustment to reconcile netcash provided by operating activities:		
Depreciations	130,893,694	126,693,974
Provision for Income Tax	13,362,639	18,794,777
Provision for WPPF	7,330,975	4,846,042
Deferred Tax	11,661,858	(16,881,820)
Loan Interest	120,022,392	118,035,700
Increase in Inventories	(65,192,406)	(35,122,324)
Increase in Trade & Other Receivables	(56,675,369)	(30,068,512)
Increase in Advance, Deposits & Prepayments	(69,324,230)	(48,102,765)
Increase/Decrease in Trade & Other Payables	(33,363,172)	(28,253,387)
Increase in Liabilities for Expenses	3,152,792	2,538,028
Adjustments for WPPF	(5,244,048)	(7,949,237)
Adjustments for IPO Expenses	-	(27,764,472)
Net cash inflow/(outflow) from operating activities	178,220,134	171,773,881

34.00 Related Party Transactions:

The company has related party transactions as per IAS-24 "Related Party Disclosures".

Related party transactions are as follows:

Sl.	Name of the Related Party	Relationship	Nature of transaction	Opening Balance	Transaction during the year	Payment/ Recieved	Closing Balance
1	Taufika Engineering Limited	Intercompany	Advance	-	2,500,000	-	2,500,000
2	Ms. Shamima Nargis Haque	Chairman	Meeting Allowance	-	25,000	25,000	-
3	Md. Ekramul Haque	Managing Director	Remuneration and Meeting Allowance	150,000	1,825,000	1,825,000	150,000
4	Md. Kawsar Ahmed (Nominee Director of Taufika Engineering Limited)	Director	Meeting Allowance		15,000	15,000	
5	Muhsinina Taufika Ekram	Director	Meeting Allowance		25,000	25,000	
6	Muhsinina Sharika Ekram	Director	Meeting Allowance	-	10,000	10,000	-
7	Imtiaz Lutful Baset FCMA, FCA	Independent Director	Meeting Allowance	-	25,000	25,000	-

35.00 Attendance Status of Board Meeting of Directors

During the year ended 2021-22 there were Eight Board Meetings were held. The attendance status of all the meetings is as follows:

Name of the Directors	Designation	Meeting held	Attendance
Ms. Shamima Nargis Haque	Chairman	5	5
Md. Ekramul Haque	Managing Director	5	5
Md. Kawsar Ahmed (Nominee Director of Taufika Engineering Limited)	Director	5	3
Muhsinina Taufika Ekram	Director	5	5
Muhsinina Sharika Ekram	Director	5	2
Imtiaz Lutful Baset FCMA, FCA	Independent Director	5	5

36.00 General:

All the figures in the financial statements represent Bangladeshi taka currency (BDT) rounded off to the nearest figure. The comparative information has been disclosed of 2021-2022 for all numerical information in the financial statements and also the narrative and descriptive information as found relevant for understanding of the current years financial statements. To facilitate comparison, certain relevance balances pertaining to the previous year have been rearranged or reclassified whenever considered necessary to conform to current year presentation.

37.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:

A. Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3:

Employee position of the company as at 30 June, 2022:

Salary (Monthly)	Factory	Head Office	Sales & Marketing	Total Employees
Below BDT 6,000	-	-	-	-
Above BDT 6,000	203	20	25	248
Total	203	20	25	248

B. Disclosure as per requirement of Schedule XI, Part II, Para 4:

Name of Directors	Designation	Meeting allowance	Total Remuneration for the year ended 2021-22
Ms. Shamima Nargis Haque	Chairman	25,000	-
Md. Ekramul Haque	Managing Director	25,000	1,800,000
Md. Kawsar Ahmed (Nominee Director of Taufika Engineering Limited)	Director	15,000	-
Muhsinina Taufika Ekram	Director	25,000	-
Imtiaz Lutful Baset FCMA, FCA	Independent Director	25,000	-
Muhsinina Sharika Ekram	Director	10,000	-

38.00 As per IAS- 24:

An entity shall disclose key management personnel compensation in total and for each of the

- (a) Short-term employee benefits
(b) Post-employee benefits
(c) Other long term benefits
(d) termination benefits and
(e) Share- based payment

-	-
-	-
-	-
-	-
-	-
-	-
-	-

39.00 Events after Reporting Period:

In compliance with the requirements of IAS 10: Events After the Reporting Period, post statement of financial position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting period there are adjusting events those are disclosed as follows:

- i. VAT payables are settled on July 28, 2022.
ii. The company has been declared 12% cash dividend in this financial year (2021-2022)

40.00 Disclosure as per requirements of Schedule XI, Part-II., Para-3 of the Companies Act. 1994

Requirements under condition No.	Compliance status of Disclosure Schedule XI, Part II, Para 3
3(i)(a) The turnover	Complied
3(i)(b) Commission paid to selling agents	Not Applicable
3(i)(c) Brokerage and discount of sales, other than the usual trade discount	Not Applicable
3(i)(d)(i) The value of the raw materials consumed, giving item-wise as as possible	Complied
3(i) (d)(ii) The opening and closing stocks of goods produced	Complied
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	Not Applicable
3(i)(f) In the case of Companies rendering or supplying services, the gross income derived from services rendered	Not Applicable
3(i)(g) Opening and closing stocks, purchases, sales and consumption of raw materials with value and quantity breakup for the Company, which falls under one or more categories i.e. manufacturing and/or trading	Complied
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period	Complied
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets	Complied
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and the Manager	Not Applicable
3(i)(l) Charge for income tax and other taxation on profits	Complied
3(i)(m) Reserved for repayment of share capital and repayment of loans	Not Applicable
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserves, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up.	Not Applicable
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	Not Applicable
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments.	Not Applicable

3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required.	Not Applicable
3(i)(p) Expenditure incurred on each of the following items, separately for each item:	Complied
(i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) 1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve.	

Taufika Foods and Lovello Ice-Cream PLC
Schedule of Property, Plant & Equipment
As at 30 June 2022

Particulars	Cost			Rate of Dep. (%)	Depreciation		Written Down Value as on 30-06-2022
	Balance as on 01-07-2021	Addition during the year	Balance as on 30-06-2022		Balance as on 01-07-2021	Charged during the year	
Land & Land Development	84,361,490	-	84,361,490	0%	-	-	84,361,490
Building & Civil Works	91,694,977	-	91,694,977	5%	21,888,455	3,490,326	66,316,196
Plant and Machinery	414,437,939	76,871,386	491,309,326	10%	140,186,111	31,268,752	319,854,463
Furniture and Fixtures	9,425,340	401,458	9,826,798	10%	2,241,998	738,407	6,846,393
Freezer	628,974,033	49,738,654	678,712,687	10%	147,500,014	50,634,335	480,578,338
Office Equipment	8,360,012	882,950	9,242,962	10%	1,743,667	705,782	6,793,513
Motor Vehicles	140,170,710	29,061,187	169,231,896	20%	77,280,972	15,484,066	76,466,858
Total as on 30.06.2022	1,377,424,500	156,955,635	1,534,380,136		390,841,217	102,321,668	1,041,217,250
Total as on 30.06.2021	1,200,619,949	176,804,551	1,377,424,500	-	296,327,876	94,513,342	986,583,283

Right of Use Assets

Particulars	Cost			Rate of Dep. (%)	Depreciation		Written Down Value as on 30-06-2022
	Balance as on 01-07-2021	Addition during the year	Balance as on 30-06-2022		Balance as on 01-07-2021	Charged during the year	
Plant and Machinery	4,079,499	-	4,079,499	10%	1,254,242	282,526	2,542,731
Freezer	324,745,500	-	324,745,500	10%	118,642,773	20,610,273	185,492,454
Motor Vehicles	67,662,134	-	67,662,134	20%	42,618,647	5,008,697	20,034,789
Office Space	10,897,101	-	10,897,101	20%	4,540,459	2,179,420	4,177,222
Total as on 30.06.2022	407,384,234	-	407,384,234		167,056,121	28,080,916	212,247,197
Total as on 30.06.2021	407,384,234	-	407,384,234	-	135,401,609	31,654,512	240,328,113



Intangible assets

Particulars	Cost			Rate of Dep. (%)	Depreciation			Written Down Value as on 30-06-2022
	Balance as on 01-07-2021	Addition during the year	Balance as on 30-06-2022		Balance as on 01-07-2021	Charged during the year	Balance as on 30-06-2022	
Computer Software	3,323,633	285,000	3,608,633	50%	2,483,913	491,110	2,975,023	633,610
Total as on 30.06.2022	3,323,633	285,000	3,608,633		2,483,913	491,110	2,975,023	633,610
Total as on 30.06.2021	2,696,433	627,200	3,323,633	-	1,957,793	526,120	2,483,913	839,720
Grand Total as on 30.06.2022	1,788,132,367	157,240,635	1,945,373,003		560,381,251	130,893,694	691,274,945	1,254,098,057
Total as on 30.06.2021	1,610,700,616	177,431,751	1,788,132,367	-	433,687,278	126,693,974	560,381,251	1,227,751,116

Amount in Taka

Allocation of depreciation	30.06.2022
Manufacturing Overhead	33,818,179
Administrative Expenses	821,599
Marketing & Selling Expenses	96,253,915
Total	130,893,694



Taufika Foods and Lovello Ice-Cream PLC
Schedule of Property, Plant & Equipment
As at 30 June 2021

Particulars	Cost			Rate of Dep. (%)	Depreciation		Written Down Value as on 30-06-2021
	Balance as on 01-07-2020	Addition during the year	Balance as on 30-06-2021		Balance as on 01-07-2020	Charged during the year	
Land & Land Development	84,361,490		84,361,490	0%	-	-	84,361,490
Building & Civil Works	91,694,977		91,694,977	5%	3,674,027	21,888,455	69,806,522
Plant and Machinery	371,972,040	42,465,899	414,437,939	10%	28,113,209	140,186,111	274,251,828
Furniture and Fixtures	6,738,763	2,686,577	9,425,340	10%	648,895	2,241,998	7,183,342
Freezer	506,733,380	122,240,653	628,974,033	10%	46,705,966	147,500,014	481,474,019
Office Equipment	7,062,732	1,297,280	8,360,012	10%	663,078	1,743,667	6,616,345
Motor Vehicles	132,056,568	8,114,142	140,170,710	20%	14,708,167	77,280,972	62,889,737
Total as on 30.06.2021	1,200,619,949	176,804,551	1,377,424,500		296,327,876	390,841,217	986,583,283

Right of Use Assets

Particulars	Cost			Rate of Dep. (%)	Depreciation		Written Down Value as on 30-06-2021
	Balance as on 01-07-2020	Addition during the year	Balance as on 30-06-2021		Balance as on 01-07-2020	Charged during the year	
Plant and Machinery	4,079,499		4,079,499	10%	313,917	1,254,242	2,825,257
Freezer	324,745,500		324,745,500	10%	22,900,303	118,642,773	206,102,727
Motor Vehicles	67,662,134		67,662,134	20%	6,260,872	42,618,647	25,043,487
Office Space	10,897,101		10,897,101	20%	2,179,470	4,540,459	6,356,643
Total as on 30.06.2021	407,384,234	-	407,384,234		31,654,512	167,056,121	240,328,113



Intangible assets	Particulars	Cost		Rate of Dep. (%)	Depreciation		Written Down Value as on 30-06-2021
		Balance as on 01-07-2020	Addition during the year		Balance as on 01-07-2021	Charged during the year	
	Computer Software	2,696,433	627,200	50%	1,957,793	526,120	839,720
	Total as on 30.06.2021	2,696,433	627,200		1,957,793	526,120	839,720
	Grand Total as on 30.06.2021	1,610,700,616	177,431,751		433,687,278	126,693,974	1,227,751,116

Amount in Taka

30.06.2021
32,733,124
795,238
93,165,611
126,693,974

Allocation of depreciation

Manufacturing Overhead
Administrative Expenses
Marketing & Selling Expenses
Total

