



# 2Q

REPORT FOR THE 2<sup>nd</sup> QUARTER ENDED ON DECEMBER 31, 2022  
**BASHUNDHARA PAPER MILLS LTD.**

## 2022-2023



### **Bashundhara Paper Mills Ltd.**

Bashundhara Industrial Headquarters-2, Plot# 56/A, Block# C, Umme Kulsum Road,  
Bashundhara R/A, Dhaka, Bangladesh. [www.bashundharagroup.com](http://www.bashundharagroup.com), [www.bashundharapapermills.com](http://www.bashundharapapermills.com)

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# BASHUNDHARA PAPER MILLS LIMITED

## Statement of financial position

As at 31 December 2022


	Notes	31-Dec-22	30-Jun-22
		Amount in Taka	
<b>ASSETS</b>			
<b>Non-current assets</b>		<b>24,865,696,933</b>	<b>24,094,298,838</b>
Property, plant and equipment, net		23,126,084,489	23,025,591,008
Intangible Assets, net		155,849,131	156,255,465
Right-of-use assets		11,249,026	15,293,590
Capital work-in-progress		1,307,514,287	632,158,774
Investment		265,000,000	265,000,000
<b>Current assets</b>		<b>12,878,255,756</b>	<b>10,759,811,898</b>
Inventories		8,726,093,010	8,269,900,957
Trade and other receivables		1,764,086,373	1,014,646,121
Advances, deposits and prepayments		1,064,862,684	695,779,620
Advance income tax		405,432,210	366,547,565
Cash and bank equivalents		917,781,479	412,937,636
<b>Total assets</b>		<b>37,743,952,689</b>	<b>34,854,110,736</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>		<b>13,374,994,407</b>	<b>13,070,441,273</b>
Share capital	2	1,737,914,410	1,737,914,410
Share premium	3	1,739,583,292	1,739,583,292
Revaluation reserve	4	6,693,697,560	6,699,420,709
Retained earnings	5	3,203,799,145	2,893,522,862
<b>Liabilities</b>		<b>15,483,869,938</b>	<b>14,469,418,738</b>
<b>Non-current Liability</b>		<b>15,483,869,938</b>	<b>14,469,418,738</b>
Long term borrowings	6	14,303,638,974	13,375,182,257
Deferred tax liability	8	1,180,230,963	1,094,236,481
<b>Current liabilities</b>		<b>8,885,088,344</b>	<b>7,314,250,725</b>
Long term borrowings-current portion		2,054,298,201	1,997,367,081
Short term borrowings		5,352,335,402	3,993,660,017
Trade and other payables		1,060,705,310	1,198,790,266
Provision for expenses		255,053,147	1,161,873
Income tax provision		162,696,285	123,271,488
<b>Total liabilities</b>		<b>24,368,958,282</b>	<b>21,783,669,463</b>
<b>Total equity and liabilities</b>		<b>37,743,952,689</b>	<b>34,854,110,736</b>
<b>Net Asset Value Per Share</b>	12	<b>76.06</b>	<b>74.31</b>

The annexed notes form an integral part of these financial statements.

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

# BASHUNDHARA PAPER MILLS LIMITED

## Statement of profit or loss and other comprehensive income

for the period ended 31 December 2022


	Notes	01-Jul-2022 to 31-Dec-2022	01-Jul-2021 to 31-Dec-2021	01-Oct-2022 to 31-Dec-2022	01-Oct-2021 to 31-Dec-2021
Amount in Taka					
Revenue, net		6,560,837,321	5,402,981,575	3,439,230,363	3,406,006,279
Cost of sales		(5,168,189,118)	(4,249,726,780)	(2,760,332,065)	(2,686,597,651)
<b>Gross profit</b>		<b>1,392,648,203</b>	<b>1,153,254,795</b>	<b>678,898,298</b>	<b>719,408,628</b>
Other income		113,227,424	68,808,255	58,140,274	29,350,144
Administrative expenses		(225,333,043)	(182,882,359)	(110,471,034)	(92,065,593)
Selling & distribution expenses		(109,485,237)	(97,482,338)	(48,786,631)	(44,760,943)
Finance costs		(718,454,808)	(651,443,483)	(425,041,090)	(430,502,738)
<b>Profit before distribution of WPP &amp; WF</b>		<b>452,602,539</b>	<b>290,254,870</b>	<b>152,739,817</b>	<b>181,429,498</b>
Workers' profit participation & welfare fund		(22,630,127)	(14,512,743)	(7,636,991)	(9,071,475)
<b>Profit before tax</b>		<b>429,972,412</b>	<b>275,742,126</b>	<b>145,102,826</b>	<b>172,358,023</b>
<b>Income tax expenses</b>	9	<b>(125,419,279)</b>	<b>(94,462,112)</b>	<b>(49,715,720)</b>	<b>(59,218,837)</b>
Current tax (expense)/income		(39,424,796)	(32,420,134)	(20,695,154)	(20,438,282)
Deferred tax (expense)/income		(85,994,482)	(62,041,978)	(29,020,565)	(38,780,555)
<b>Profit after tax</b>		<b>304,553,134</b>	<b>181,280,014</b>	<b>95,387,106</b>	<b>113,139,186</b>
<b>Other comprehensive income</b>					
<i>Items that will not be reclassified subsequently to profit or loss</i>		-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>		-	-	-	-
<b>Total Comprehensive Income for the period</b>		<b>304,553,134</b>	<b>181,280,014</b>	<b>95,387,106</b>	<b>113,139,186</b>
<b>Earnings per share</b>					
<b>Basic earnings per share (per value of Tk. 10)</b>	10	<b>1.75</b>	<b>1.04</b>	<b>0.55</b>	<b>0.65</b>

The annexed notes form an integral part of these financial statements.

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

## BASHUNDHARA PAPER MILLS LIMITED

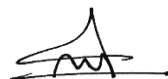
### Statement of changes in equity

for the period ended 31 December 2022

	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total Equity
	Amount in Taka				
Balance as on 01 July 2021	1,737,914,410	1,739,583,292	2,053,172,481	2,581,504,791	8,112,174,974
Transfer to retained earnings	-	-	(9,876,238)	9,876,238	-
Total Comprehensive Income for the period	-	-	-	181,280,014	181,280,014
<b>Balance as at 31 December 2021</b>	<b>1,737,914,410</b>	<b>1,739,583,292</b>	<b>2,043,296,243</b>	<b>2,772,661,044</b>	<b>8,293,454,989</b>
Balance as at 01 July 2022	1,737,914,410	1,739,583,292	6,699,420,709	2,893,522,862	13,070,441,273
Transfer to retained earnings	-	-	(5,723,150)	5,723,150	-
Total Comprehensive Income for the period	-	-	-	304,553,134	304,553,134
<b>Balance as at 31 December 2022</b>	<b>1,737,914,410</b>	<b>1,739,583,292</b>	<b>6,693,697,560</b>	<b>3,203,799,145</b>	<b>13,374,994,407</b>



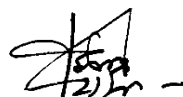
Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman

# BASHUNDHARA PAPER MILLS LIMITED

## Statement of cash flows

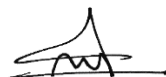
for the period ended 31 December 2022

	Notes	01-Jul-2022 to 31-Dec-2022	01-Jul-2021 to 31-Dec-2021
Amount in Taka			
<b>A) Cash flows from operating activities</b>			
Receipts from customers		6,174,364,336	5,602,035,307
Receipts from other income		161,701,693	86,651,615
		6,336,066,029	5,688,686,922
Payment to suppliers, employees & others		(5,815,711,080)	(3,721,694,621)
Cash generated from operations		520,354,949	1,966,992,301
VAT paid		(390,016,353)	(299,319,662)
SD Paid		(21,425,183)	(18,054,207)
Income taxes paid		(38,884,645)	(33,948,230)
Bank charges and commission		(7,521,628)	(7,773,564)
<b>Net cash (used in)/ generated by operating activities</b>		<b>62,507,140</b>	<b>1,607,896,638</b>
<b>B) Cash flows from investing activities</b>			
Payments for property, plant and equipment		(306,833,464)	(155,193,821)
Payments for intangible assets		(3,537,187)	-
Adjustment/ transfer of intangible assets		-	-
Adjustment/ transfer for property, plant and equipment		(12,051,918)	123,500
Receipts/ transfer of capital work-in-progress		(868,370,771)	(590,670,087)
<b>Net cash (used in)/ generated by investing activities</b>		<b>(1,190,793,340)</b>	<b>(745,740,408)</b>
<b>C) Cash flows from financing activities</b>			
Received/ (repayment) of short term borrowings		1,358,675,385	832,205,257
Payments of Bank interest and other charges		(710,933,180)	(643,669,919)
Received/ (repayment) of lease liabilities		-	(196,748,930)
Received/ (repayment) of long term borrowings		985,387,838	(777,284,267)
<b>Net cash (used in)/ generated by financing activities</b>		<b>1,633,130,043</b>	<b>(785,497,860)</b>
<b>D) Net increase in cash and cash equivalents (A+B+C)</b>		<b>504,843,843</b>	<b>76,658,370</b>
<b>E) Cash and cash equivalents at the beginning</b>		<b>412,937,636</b>	<b>416,398,153</b>
<b>F) Cash and cash equivalents at the end (D+E)</b>		<b>917,781,479</b>	<b>493,056,523</b>
<b>Net Operating Cash Flows per share</b>	<b>13</b>	<b>0.36</b>	<b>9.25</b>

The annexed notes form an integral part of these financial statements.



Chief Financial Officer



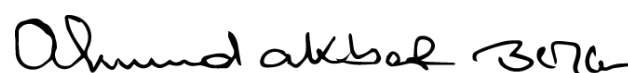
Company Secretary



Managing Director



Director



Chairman

# Bashundhara Paper Mills Limited

## Notes to the financial statements

As at and for the period ended 31 December 2022

		Amount in Taka	
01.00	SELECTED EXPLANATORY NOTES	31-Dec-22	30-Jun-22

These financial statements have been prepared in line with accounting policies as adopted in the preparation of financial statements for the period ended from 01 July 2022 to 31 December 2022. The basis of preparation and significant accounting policies governing the quarterly statutory reporting has not been changed from the last reporting date. Hence no policy related general notes are being provided for Q2, 2022-2023 financial statements. This interim financial report includes only those selected explanatory notes as were deemed appropriate for better understanding of unaudited financial statements. Certain figures for the Q2, 2021-2022 have been rearranged wherever considered necessary, to ensure better comparability with the current period's financial and to comply with relevant IASs, IFRSs and other applicable rules and regulations.

### 02.00 SHARE CAPITAL

As per the disclosure requirements laid down in schedule under the rule 12(2) of the Securities and Exchange Rules 1987, the followings are the part and parcel of share capital:

#### Authorized share capital:

500,000,000 nos. ordinary shares of Taka 10 each.

<b>5,000,000,000</b>	<b>5,000,000,000</b>
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#### Issued, subscribed & paid up:

173,791,441 nos. ordinary shares of Taka 10 each issued and fully paid-up in cash.

1,737,914,410	1,737,914,410
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**Total**

<b>1,737,914,410</b>	<b>1,737,914,410</b>
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#### 02.01 Movement of share capital:

##### Opening balance

1,737,914,410	1,737,914,410
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Issuance of ordinary shares during the period

-	-
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**Closing balance**

<b>1,737,914,410</b>	<b>1,737,914,410</b>
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#### 02.02 Position of shareholding

##### 02.02.1 Percentage of Shareholders

Name of shareholders	31-Dec-22		30-Jun-22	
	Nos. of Shares	Percentages of holdings	Nos. of Shares	Percentages of holdings
Mr. Ahmed Akbar Sobhan	4,000,000	2.30%	4,000,000	2.30%
Mrs. Afroza Begum	5,885,200	3.39%	5,885,200	3.39%
Mr. Sadat Sobhan	8,203,000	4.72%	8,203,000	4.72%
Mr. Shafiat Sobhan	3,203,000	1.84%	8,203,000	4.72%
Mr. Sayem Sobhan	3,203,000	1.84%	8,203,000	4.72%
Mr. Safwan Sobhan	8,203,000	4.72%	8,203,000	4.72%
Mr. Md. Imrul Hassan	4,002,000	2.30%	4,002,000	2.30%
East West Property Development (Pvt.) Ltd. Represented by-Mr. Md. Nazmul Alam Bhuiyan	101,050,575	58.14%	101,050,575	58.14%
General public and institutions	36,041,666	20.74%	26,041,666	14.98%
<b>Total</b>	<b>173,791,441</b>	<b>100%</b>	<b>173,791,441</b>	<b>100%</b>

## 02.02.2 Classification of shareholder's by holding range

Holding range	No of Share holders		No of shares	
	31-Dec-22	30-Jun-22	31-Dec-22	30-Jun-22
1-500 shares	8,585	7,052	2,233,173	1,145,836
501 to 5,000 shares	4,299	2,656	7,455,921	4,848,491
5,001 to 10,000 shares	596	391	4,452,551	2,965,359
10,001 to 20,000 shares	349	219	5,024,386	3,100,981
20,001 to 30,000 shares	117	86	2,351,700	2,115,205
30,001 to 40,000 shares	45	36	1,608,747	1,244,086
40,001 to 50,000 shares	36	29	1,685,444	1,326,059
50,001 to 100,000 shares	61	35	4,458,802	2,559,279
100,001 to 1,000,000 shares	33	28	5,248,605	6,736,370
1,000,001 to 1,000,000,000 shares	8	7	139,272,112	147,749,775
<b>Total</b>	<b>14,129</b>	<b>10,539</b>	<b>173,791,441</b>	<b>173,791,441</b>

		Amount in Taka	
		31-Dec-22	30-Jun-22
<b>03.00</b>	<b>SHARE PREMIUM</b>		
	Opening Balance	1,739,583,292	1,739,583,292
	Add: Addition during the period	-	-
	Less: Adjustment during the period	-	-
	<b>Closing Balance</b>	<b>1,739,583,292</b>	<b>1,739,583,292</b>
03.01	In the year 2017-18 the Company issued 26,041,666 ordinary shares, from which 60% i.e. 15,625,000 ordinary shares for Eligible Investors (EIs) at cut-off price of Tk. 80.00 at a premium Tk. 70 and remaining 40% i.e 10,416,667 ordinary shares at a 10% discounted from the cut-off price of Tk. 72.00 per share at a premium Tk. 62 for General Public including NRB and Others totaling Tk. 2,000,000,000 (approx.)		
<b>04.00</b>	<b>REVALUATION RESERVE</b>		
	Opening Balance	6,699,420,709	2,306,671,844
	<b>Add: Addition during the year</b>	<b>-</b>	<b>4,406,185,151</b>
	Increase arising on revaluation of freehold land	-	4,542,458,919
	Related tax	-	(136,273,768)
	Adjustment of deferred tax on revaluation reserve	-	-
	<b>Less: Transferred to retained earnings</b>	<b>(5,723,150)</b>	<b>(13,436,286)</b>
	Depreciation on revaluation reserve	(7,153,937)	(16,795,358)
	Deferred tax on revaluation reserve	1,430,787	3,359,072
	<b>Closing Balance</b>	<b>6,693,697,560</b>	<b>6,699,420,709</b>
04.01	Tax rate, as per Section 53H of the Income Tax Ordinance 1984 read with Income Tax Rule 17II		
<b>05.00</b>	<b>RETAINED EARNINGS</b>		
	Opening balance	2,893,522,862	2,580,788,166
	<b>Add:</b> Profit attributable to the owners of the Company	<b>304,553,134</b>	<b>507,848,139</b>
	Transferred from properties revaluation reserve	5,723,150	13,436,286
	<b>Less:</b> Payment of dividend	<b>-</b>	<b>(208,549,729)</b>
	<b>Closing balance</b>	<b>3,203,799,145</b>	<b>2,893,522,862</b>
<b>06.00</b>	<b>LONG TERM BORROWINGS</b>		
	Long term borrowings	15,634,687,456	14,520,511,661
	Other Finance	713,008,529	835,884,312
	<b>Total Long Term borrowings</b>	<b>16,347,695,985</b>	<b>15,356,395,973</b>
	Less: Current portion of long term borrowings	(2,044,057,011)	(1,981,213,717)
	<b>Due after one year</b>	<b>14,303,638,974</b>	<b>13,375,182,257</b>
<b>07.00</b>	<b>LEASE LIABILITIES</b>		
	Islamic Finance & Investment Ltd.	10,241,190	16,153,364
	First Security Islami Bank Ltd.	-	-
	<b>Total lease liabilities</b>	<b>10,241,190</b>	<b>16,153,364</b>
	<b>Less:</b> Current portion of lease liabilities	<b>(10,241,190)</b>	<b>(16,153,364)</b>
	<b>Due after one year</b>	<b>-</b>	<b>-</b>

08.00 DEFERRED TAX (ASSETS) / LIABILITIES		Amount in Taka	
		31-Dec-22	30-Jun-22
Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of IAS 12: Income Taxes. The following is the analysis of deferred tax (assets)/liabilities presented in the statement of financial position:			
<b>Opening balance</b>		<b>1,094,236,481</b>	<b>930,887,110</b>
<b>Provided during the period:</b>		<b>85,994,482</b>	<b>163,349,371</b>
Deferred tax income		(10,904,270)	(110,462,244)
Deferred tax expense		96,898,752	380,301,667
Deferred tax income resulting from reduction in income tax rate		-	(106,490,052)
Adjustment made during the period		-	-
<b>Closing balance</b>		<b>1,180,230,963</b>	<b>1,094,236,481</b>

08.01 Temporary timing difference:	Accounting base Carrying Amount	Tax base Carrying Amount	Temporary Difference
<b>As at December 31, 2022</b>			
Property, Plant and equipment	15,662,100,092	(8,090,799,388)	7,571,300,704
Right-of-use assets	11,249,026	(19,450,157)	(8,201,131)
Intangible assets	155,849,131	(109,303,067)	46,546,064
Pre-operating expenses	-	(48,734,357)	(48,734,357)
Unused tax loss carry forward	-	(2,201,047,847)	(2,201,047,847)
Difference for vehicle	-	(2,460,645)	(2,460,645)
<b>Net taxable temporary difference</b>	<b>15,829,198,249</b>	<b>(10,471,795,461)</b>	<b>5,357,402,788</b>
Applicable tax rate			20%
<b>Deferred tax liability-31 December 2022</b>			<b>1,071,480,558</b>
Deferred tax liability-30 June 2022			(985,486,075)
Adjustment to opening deferred tax liability resulting from reduction in tax rate			-
<b>Deferred tax expense/ (income) for the period</b>			<b>85,994,482</b>

	Accounting base Carrying Amount	Tax base Carrying Amount	Temporary Difference
<b>As at June 30, 2022</b>			
Property, Plant and equipment	15,564,035,688	(8,472,646,171)	7,091,389,518
Right-of-use assets	15,293,590	(21,611,286)	(6,317,696)
Intangible assets	156,255,465	(111,453,604)	44,801,861
Pre-operating expenses	-	(51,299,323)	(51,299,323)
Unused tax loss carry forward	-	(2,148,409,933)	(2,148,409,933)
Difference for vehicle	-	(2,734,051)	(2,734,051)
<b>Net taxable temporary difference</b>	<b>15,735,584,744</b>	<b>(10,808,154,368)</b>	<b>4,927,430,376</b>
Applicable tax rate			20%
<b>Deferred tax liability-30 June 2022</b>			<b>985,486,075</b>
<b>Less: Deferred tax liability-30 June 2021</b>			<b>(958,410,472)</b>
<b>Adjustment to opening deferred tax liability resulting from reduction in tax rate @ 2.50%</b>			<b>106,490,052</b>
<b>Deferred tax expense/ (income) for the year</b>			<b>133,565,656</b>

## 09.00 INCOME TAX EXPENSE

In compliance with the requirements of Para 79 of IAS-12: Income Tax, the major components of tax expenses are given below:

<b>a. Current tax expense:</b>	<b>39,424,796</b>	<b>32,420,134</b>
Current tax expense in respect of the current period	39,424,796	32,420,134
Adjustments recognized in the current year in relation to the current tax of prior year's	-	-
<b>b. Deferred tax expense/ (income):</b>	<b>85,994,482</b>	<b>62,041,978</b>
Deferred tax expenses recognized in the period	85,994,482	62,041,978
Adjustments to deferred tax attributable to changes in tax rates and laws	-	-
<b>c. Total income tax expense recognized in the current period (a+b)</b>	<b>125,419,279</b>	<b>94,462,112</b>

**09.01 The income tax expense for the year can be reconciled to the accounting profit as follows:**

In compliance with the requirements of para-81 (c) of IAS-12: (Income tax), the reconciliation of tax expense and product of accounting profit are given below:

	<i>Amount in Taka</i>	
	<b>2022-2023</b>	<b>2021-2022</b>
Accounting profit for the period	429,972,412	275,742,126
Less: Share of profit of equity	-	-
	<b>429,972,412</b>	<b>275,742,126</b>
Tax on accounting profits @ 20% ( 2021-2022 @ 22.5%)	85,994,482	62,041,978
Effect of income that is exempt from taxation	-	-
Effect of expenses that are not deductible in determining taxable profit	-	-
Effect of concessions (research and development and other allowances)	-	-
Impairment losses on goodwill that are not deductible	-	-
Effect of minimum tax	39,424,796	32,420,134
Effect of unused tax losses and tax offsets not recognized as deferred tax assets	-	-
Effect of previously unrecognized and unused tax losses and deductible temporary differences now recognized as deferred tax assets	-	-
Effect of different tax rates of subsidiaries operating in other jurisdictions	-	-
Effect on deferred tax balances due to the change in income tax rate	-	-
Effect of unused tax credits	-	-
	125,419,279	94,462,112
Adjustments recognized in the current year in relation to the current tax of prior years	-	-
<b>Income tax expense recognized in profit or loss</b>	<b>125,419,279</b>	<b>94,462,112</b>

**10.00 EARNINGS PER SHARE (EPS)**

**10.01 Basic Earnings per Share:**

Profit attributable to the Ordinary Shareholders	304,553,134	181,280,014
Weighted Average Number of shares	173,791,441	173,791,441
<b>Basic Earnings Per Share</b>	<b>1.75</b>	<b>1.04</b>

**10.02 Diluted Earnings Per Share:**

As per IAS-33 "Earnings Per Share", the calculation of diluted earning per share does not assume conversion, exercise or other issue of potential ordinary shares that would have an anti dilutive effect on earning per share. No diluted EPS was required to be calculated for the year since there was no scope for dilution of share during the year under review.

**10.03 Weighted average number of ordinary shares**

The weighted average number of ordinary shares outstanding during the year is the number of ordinary shares outstanding at the beginning of the year, adjusted by the number of ordinary shares issued during the year multiplied by a time weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the year.

**10.04 Total Number of Ordinary Share outstanding**

Opening number of shares outstanding	173,791,441	173,791,441
Add: Ordinary shares issued during the period	-	-
<b>Total</b>	<b>173,791,441</b>	<b>173,791,441</b>

## 11.00 RELATED PARTY TRANSACTIONS

Balances and transactions between the Company and its sister concern, and shareholders, which are related parties of the company, have been eliminated are not disclosed in this note. Details of transactions between the Company and other related parties are disclosed below:

### 11.01 Loans to/from related parties:

Name of related Companies	Relationship	Nature of transaction	31-Dec-22	Compensation
East West Property Development (Pvt.) Ltd.	Shareholder & Sister Concern	Long term Loan	(1,105,559,552)	Market Price
East West Media Group Ltd.	Sister Concern	Short term Loan	171,078,846	Market Price
Bashundhara Steel and Engineering Ltd.	Sister Concern	Short term Loan	56,790,293	Market Price
Bashundhara Multi-Paper Industries Ltd.	Sister Concern	Short term Loan	(225,037,559)	Market Price
Bashundhara Infrastructure Development Ltd.	Sister Concern	Short term Loan	3,281,222	Market Price
Bashundhara Industrial Complex Ltd.	Sister Concern	Short term Loan	(170,566,492)	Market Price
Bashundhara Industrial Complex Ltd.	Sister Concern	Investment	265,000,000	Market Price
Bashundhara Cement Industries Ltd.	Sister Concern	Short term Loan	(1,681,564)	Market Price
Sundarban Industrial Complex Ltd.	Sister Concern	Short term Loan	25,417,465	Market Price
Bashundhara Food & Beverage Industries L	Sister Concern	Short term Loan	(10,434,169)	Market Price
Bashundhara Packaging & Accessories Industries Ltd.	Sister Concern	Short term Loan	1,371,500	Market Price
Bashundhara LP Gas Ltd.	Sister Concern	Short term Loan	(189,475,479)	Market Price
Bashundhara Airways Ltd.	Sister Concern	Short term Loan	228,944,661	Market Price
Bashundhara Amusement Park Ltd.	Sister Concern	Short term Loan	22,897,872	Market Price
Meghna Cement Mills Limited	Sister Concern	Short term Loan	54,363,621	Market Price
Bashundhara Industrial Economic Zone	Sister Concern	Short term Loan	192,989,776	Market Price
Bashundhara Chemical Industries Ltd.	Sister Concern	Short term Loan	12,220,000	Market Price
Toggi Services Ltd.	Sister Concern	Short term Loan	72,300,000	Market Price
Toggi Real Estate & Construction Ltd.	Sister Concern	Short term Loan	4,603,232	Market Price
Bashundhara Multi Trading Ltd.	Sister Concern	Short term Loan	(393,481)	Market Price
Bashundhara Multi Steel Industries Ltd.	Sister Concern	Short term Loan	118,706,280	Market Price
Bashundhara Readymix & Construction Industries Ltd.	Sister Concern	Short term Loan	5,175,000	Market Price
Millennium Media Ltd.	Sister Concern	Short term Loan	20,000,000	Market Price

### 11.02 Compensation of key management personnel during the period as follows:

Short-term benefits  
Post-employment benefits  
Other long term benefits  
Termination benefits

Amount in Taka	
2022-2023	2021-2022
48,000,000	6,000,000
-	-
-	-
-	-
<b>48,000,000</b>	<b>6,000,000</b>

### 11.03 Disclosure requirements of IAS 24, Para 18 minimum disclosure shall include

a) The amount of transaction	48,000,000	6,000,000
b) The amount of outstanding balance, including commitments, and:	(522,884,311)	(798,789,779)
i) Their terms & condition, including whether they are secured, and the nature of the consideration to be provided in settlement; and	Remuneration, Working Capital Management	Remuneration, Working Capital Management
ii) details of any guarantee given or received	Nil	Nil
c) Provisions for doubtful debts related to the amount of outstanding balances; and	Nil	Nil
d) The expenses recognized during the year in respect of bad or doubtful debts due from related parties	Nil	Nil

		<i>Amount in Taka</i>	
		2022-2023	2021-2022
<b>12.00</b>	<b>NET ASSET VALUE (NAV) PER SHARE</b>		
	Total Assets	37,743,952,689	34,854,110,736
	Less: Intangible Assets	(155,849,131)	(156,255,465)
	Total Liabilities	(24,368,958,282)	(21,783,669,463)
	<b>Net Asset Value (NAV)</b>	<b>13,219,145,277</b>	<b>12,914,185,808</b>
	Weighted Average Number of Ordinary shares outstanding during the period	173,791,441	173,791,441
	<b>Net Asset Value (NAV) Per Share (per value Tk. 10 each)</b>	<b>76.06</b>	<b>74.31</b>
<b>13.00</b>	<b>NET OPERATING CASH FLOW (NOCFPS) PER SHARE</b>		
	Net Operating Cash Flows	62,507,140	1,607,896,638
	Weighted Average Number of Ordinary shares outstanding	173,791,441	173,791,441
	<b>Net Operating Cash Flows Per Share (per value Tk. 10 each)</b>	<b>0.36</b>	<b>9.25</b>
<b>14.00</b>	<b>RECONCILIATION OF OPERATING CASH FLOW WITH NET PROFIT</b>		
	Net Profit after tax	304,553,134	181,280,014
	<b>Adjustment for:</b>		
	Income tax expense recognized in profit and loss	125,419,279	94,462,112
	Workers' profit participation & welfare fund	22,630,127	14,512,743
	Amortization of intangible assets	3,943,521	4,776,747
	Depreciation of non-current assets	407,136,489	588,138,611
		<b>863,682,550</b>	<b>883,170,227</b>
	<b>Adjustment for separate consideration</b>		
	Finance cost recognized in profit and loss	710,933,180	643,669,919
	<b>Movements in working capital:</b>		
	(Increase)/decrease in inventories	(456,192,053)	165,000,091
	(Increase)/decrease in trade and other receivables	(749,440,252)	(100,476,778)
	(Increase)/decrease in advance, deposit and prepayment	(359,167,353)	(137,356,988)
	Increase/(decrease) in trade payables & other payables	(162,315,560)	(21,746,668)
	Increase/(decrease) in provision for expense	253,891,274	209,585,064
	<b>Cash generated from operations</b>	<b>(1,473,223,945)</b>	<b>115,004,720</b>
	Income taxes paid	(38,884,645)	(33,948,230)
	<b>Net cash (used in)/ generated by operating activities</b>	<b>62,507,140</b>	<b>1,607,896,638</b>
<b>15.00</b>	<b>SIGNIFICANT DEVIATIONS AND OUTLOOK</b>		

The economic impact of the 2022 Russian invasion of Ukraine began in late February 2022, in the days after Russia recognized two breakaway Ukrainian republics and launched an invasion of Ukraine. The subsequent economic sanctions have targeted large parts of the Russian economy, Russian oligarchs, and members of the Russian government. Both the conflict and the sanctions have had a strongly negative impact on the world economic recovery during the COVID-19 recession. Solid demand and supply chain disruptions in the post-COVID-19 environment before Russia's invasion of Ukraine.

Nevertheless, developments are set against a backdrop of deteriorating economic and financial conditions in China, with renewed lockdown measures and surging COVID-19 cases, and long-standing vulnerabilities.

The Board of Directors have reviewed the Company's current financial position and performance, including consideration of the anticipated impact of the Russian invasion of Ukraine and COVID-19 and the other principal risks which may impact the Company's performance in the near term. The Board of Directors are confident that the Company will continue to demonstrate its resilience and remaining well-positioned when the recovery takes place.

In the first half of FY2022-23, economic activities continued to recover to a certain extent, assisted by efforts to prevent COVID-19's spread consistent with those activities. Meanwhile, uncertainties remained high over matters such as prolongation of the situation in Ukraine and steep rises in raw material and fuel prices, as well as exchange rate fluctuations that may result from the rapid depreciation of the taka.

Sharp rises in the prices of fuels, affected the Company significantly. Under these circumstances, the Company worked to improve productivity by maintaining production systems in line with demand trends in each business and, in term of sales, strived to revise product prices and expand sales of new products.

Demand for paper and hygiene products are expected to remain stable in the company's main market. The seasonal impact in demand for tissue and hygiene products may increase delivery volumes to some extent. The average prices of all products are expected to increase slightly. Revenue is increased by 21.43% during the 2nd quarter, 2022-2023 from the same period of 2021-2022. The Company has invested for diversified hygiene and toiletries portfolio in recent years. Capacity of production is increased significantly as well as price of products in 2022-2023.

**Earnings per share (EPS):**

Cumulative net profit after tax is increased same period of previous year but slightly decrease during the period of 01 October 2022 to 31 December 2022. Increase in profit is driven by decent revenue growth during the period ended on 31 December 2022. Management of the Company has taken responsive business strategy as a result sales increased by 21.43% which resulting increase in earnings per share from Tk. 1.04 to TK. 1.75. However, reduction of corporate tax rate from 22.5% to 20% is also made an positive impact on increase in profitability and EPS as well from the same period of previous year.

**Net Operating cash flow per share (NOCFPS):**

Net Operating cash flow per share (NOCFPS) decreased from same period previous year because of increase in value of imported raw materials and decreased in collection of trade and other receivables.

## **16.00 EVENTS AFTER THE REPORTING PERIOD**

The Board of Directors in it's meeting held on 30 January 2023 approved for considering the 2nd quarter unaudited financial statements of the company for the period ended from 01 July 2022 to 31 December 2022 and authorised the same for issue.

No circumstances have arisen since the date of statement of financial position, which would require adjustment to or disclosure in the financial statement or notes thereto.

## **17.00 COMPARATIVES, RECLASSIFICATION AND RESTATEMENT**

- 17.01 These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith:
- 17.02 Figures appearing in these accounts have been rounded off to the nearest taka;
- 17.03 Previous periods's figures and account titles in the financial statements have been rearranged and reclassified, wherever necessary for the purpose of comparison, without, however, creating any impact on the profit and value of assets and liabilities as reported in the financial statements for the current period.