

# ***PRIVATE AND CONFIDENTIAL***

## **PAPER PROCESSING AND PACKAGING LTD.**

BDG Corporate Building, Plot No.314/A, Block-E,  
Road No.18, Bashundhara R/A, Dhaka-1229.

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**Financial Statement & Auditor's Report  
For the year ended June 30, 2023.**



**G. KIBRIA & CO.**  
CHARTERED ACCOUNTANTS

**Head Office:**

**SADHARAN BIMA SADAN (5TH FLOOR)  
24-25, DILKUSHA COMMERCIAL AREA,  
DHAKA-1000, BANGLADESH**

**Branch Office :**

**Plot 51, Floor-2 & 4, Road 14, Block-G, Niketon  
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# **PAPER PROCESSING AND PACKAGING LTD.**

BDG Corporate Building, Plot No.314/A, Block-E,  
Road No.18, Bashundhara R/A, Dhaka-1229.

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**Financial Statement & Auditor's Report  
For the year ended June 30, 2023.**

# ***Paper Processing and Packaging Ltd.***

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**G. KIBRIA & CO.**  
CHARTERED ACCOUNTANTS



**Independent Auditors' Report**  
**To the shareholders of PAPER PROCESSING AND PACKAGING LTD.**  
**Report on the Audit of the Financial Statements.**

**Opinion**

We have audited the financial statements of **PAPER PROCESSING AND PACKAGING LTD. ("the Company")**, which comprise the Statement of Financial Position as at 30 June 2023, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion based on following emphasis of matter, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 30 June 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) where practicable, the Companies Act 1994, the Securities and Exchange Rules 1987 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of matters**

Without qualifying our opinion, we draw attention on the matter as disclosed below:

1. In accordance with Note No. 23.00, the company reported a payment of BDT 3,295,194 for the WPPF and Welfare Fund, with the allocation intended to be in an 80:10:10 ratio for employees, the government fund, and the welfare fund, respectively. However, it has come to our attention that the entire amount has been distributed among the employees, contrary to the specified allocation.
2. As indicated in Note 3.00 of the financial statements, the balance of property, plant, and equipment amounted to BDT 382,640,385 on the statement of financial position. During our examination of the fixed asset register, we noticed that some information for individual assets, such as identification numbers and purchase dates, was not recorded properly. It is imperative that the fixed asset register need to be updated.
3. As outlined in Note 05.00 of the financial statements, the closing inventory was reported at BDT 147,899,664 on the statement of financial position as of the reporting date. However, our physical inventory verification revealed that the inventory records are being maintained erratically, resulting we could not confirm the accuracy of certain inventory items.

**Key Audit Matters (KAM)**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statement of the current year. These matters were addressed in the context of our audit of the



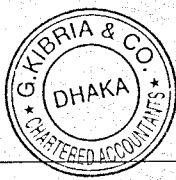
**Head Office:** Sadharan Bima Sadan (5th Floor), 24-25 Dilkusha Commercial Area, Dhaka – 1000, Bangladesh

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financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Risk	Our response to the risk
<b>Revenue recognition and Measurement</b>	
<p>During the year, the Company reported sales revenue of BDT 475,065,025 which has increased by BDT 61,009,552 as compared with previous year.</p> <p>Main source of sales revenue comprise of sale of a range of Paper Processing and Packaging Ltd. is engaged in Manufacturing, converting and printing of Paper &amp; Paper Products and their marketing.</p> <p>Revenue is recognized based on point of delivery and when relevant performance obligations are met. The company adopted IFRS: 15 'Revenue from Contracts with Customers' for first time during the year.</p> <p>We considered sales revenue as an item of significant audit areas during our audit because of its predominance in determining the financial performance of the Company.</p>	<p>Our audit procedures included the following to test the design and operating effectiveness of key control focusing on:</p> <ul style="list-style-type: none"> <li>➤ Segregation of duties in invoice creation and modification.</li> <li>➤ Timing of revenue recognition considering step by step procedure.</li> </ul> <p>Our substantive procedures in relation to revenue recognition and measurement comprise the following:</p> <ul style="list-style-type: none"> <li>➤ Obtaining understanding and documenting the process of revenue recognition and measurement followed by the Company.</li> <li>➤ Tracing performance obligations stipulated and contract value in the contract with invoice and delivery challan issued to evaluate point of recognition and measurement.</li> <li>➤ Testing occurrence and accuracy of sales revenue recognized by inspecting source documents such as contract made with the customer, delivery challan and VAT challan.</li> <li>➤ Assessing accuracy and comparing revenue recognized during the year with VAT returns submitted to VAT authority;</li> <li>➤ Finally assessing the appropriateness and presentation of disclosure notes with IFRS 15: Revenue from contracts with customers.</li> </ul> <p>Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.</p>
Refer to note no. 27.00 Revenue in the financial statements	
<b>Valuation of closing inventories</b>	
<p>Closing inventories aggregating to BDT 147,899,664 was recognized in the statement of financial position as on 30 June 2023. Compared with previous year, this has increased by BDT 6,081,840.</p> <p>Closing inventories were all held at factory</p>	<p>As part of our audit testing against closing inventories, we performed the following audit procedures in response to the assessed risk of material misstatements:</p> <ul style="list-style-type: none"> <li>➤ Evaluating the design and implementation of key inventory control operating across factory premises.</li> <li>➤ Evaluating internal controls to monitor or keep track of inventory movement.</li> </ul> <div style="text-align: right;">  </div>

<p>premises of the Company. Since determining valuation of these inventories involves management judgments which results in estimation uncertainty, we considered this an area of significant audit attention to be emphasized during the audit.</p>	<ul style="list-style-type: none"> <li>➤ Inspecting physical stock counting report as on 30 June 2023 and reconciling count results to closing inventories listings and performing test count on selected items to test completeness, accuracy and existence of inventories.</li> <li>➤ 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.</li> <li>➤ Reviewing the historical accuracy of inventory provisioning, and the level of inventory write-offs during the year.</li> </ul> <p>Reassessing reasonableness and adequacy of provision required to write down the cost of inventories recognized to net realizable value against slow moving, obsolete and damaged item to test both accuracy and valuation of reported amount.</p>
<p>See note no. 5.00 Inventories in the financial statements</p>	
<p><b>Property, plant and equipment</b></p>	
<p>Property, plant and equipment (PPE) was carried at BDT 382,640,385 representing over 39% of total assets of the company as on 30 June 2023. The company reported addition to PPE of BDT 17,860,826 during the year.</p> <p>Since PPE comprised a significant portion of the company's total assets, it also involves management judgment to determine estimated useful lives to charge depreciation. Besides, PPE is also subject to impairment when any possible indicators exist warranting their impairment review. Based on these factors, we decided PPE to be emphasized during the audit.</p>	<p>Our audit procedures performed during the audit to address the risks identified consist of the following:</p> <ul style="list-style-type: none"> <li>➤ Obtaining and documenting detailed understanding regarding procurement process of PPE and identified relevant control points and their implementation.</li> <li>➤ Reviewing recognition, measurement and valuation basis of PPE in compliance with requirement of IAS 16: Property, plant and equipment.</li> <li>➤ Inspecting supporting documents against the acquisition of PPE made during the year to test their accuracy, valuation and ownership in the financial statements.</li> <li>➤ Reviewing and assessing methods and assumption used by the management in determining estimated useful life and therefore reasonableness of rate of depreciation used.</li> </ul> <p>Assessing the appropriateness of presentation and adequacy of disclosures with relevant IFRS.</p>
<p>Refer note no. 3.00 Property, plant and equipment</p>	
<p><b>Inter Company Account</b></p>	
<p>The Company has undertaken transaction with its related parties. At the year ended total receivable from sister concerns is amounting BDT. 111,745,732 and total payable to sister concerns BDT. 11,417,000 and Sponsor Director is amounting BDT. 155,096,351. The intercompany transactions were made in interest free.</p>	<p>Our substantive audit procedure adopted during the audit includes the following test or details:</p> <ul style="list-style-type: none"> <li>➤ Obtaining and read the company's policies processes and procedures in respect of identifying related parties obtaining approval recording and disclosure of related party transaction.</li> </ul>



<p>We identified related party transaction as a key audit matter due to significance of related party transactions regulatory compliances and risk of such transactions remaining discolored in the financial statements.</p>	<ul style="list-style-type: none"> <li>➤ Checking the minutes of Board Meetings regarding company's assessment of related party transactions being in the ordinary course of business.</li> <li>➤ Inspecting on a sample basis related party transactions and other supporting documents.</li> <li>➤ Agreed the related party information disclosed in the financial statements with the underlying supporting documents on sample basis.</li> </ul>
<p>Refer note no. 8.00 &amp; 16.00 &amp; 22.00 to the financial statements</p>	

### Other Information

Management is responsible for the other information. The other information comprises all the information in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

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 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

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

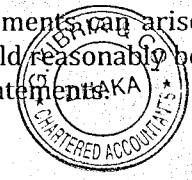
Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The companies Act, 1994 require the management to ensure effective internal audit, internal control and risk management factions of the company.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### 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 exercised professional judgment and maintained professional skepticism throughout the audit. We also:

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, designed and performed audit procedures responsive to those risks, and obtained 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.
- Obtained an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in circumstances.
- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Concluded on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluated the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and event in a manner that achieves fair presentation.
- Obtained sufficient appropriate audit evidence regarding the financial information of the entity to express an opinion on the financial statements. We are solely responsible for our audit opinion.

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

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

From the matters communicated with those charged with governance, we determined 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 described these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determined that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



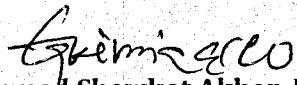


### Report on Other Legal and Regulatory Requirements:

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

- a) 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;
- b) In our opinion, proper books of accounts and records as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) The Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income of the Company dealt with by the report are in agreement with the books of account and returns;
- d) The expenditures incurred were for the purposes of the Company's business.


Place: Dhaka  
Date: October 31, 2023  
Ref.: GKC/23-24/A/160

  
Mohammad Showket Akber, FCA  
Partner  
ICAB Enrol.No-970  
FRC Enrol.No-FRC-001-154  
G.KIBRIA & CO.  
Chartered Accountants  
DVC: 2310310970AS766647

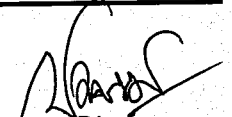


**Paper Processing and Packaging Ltd.**  
**Statement of Financial Position**  
**As at June 30, 2023**

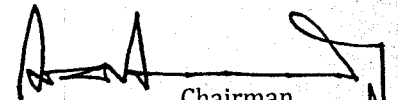
Particulars	Notes	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>Assets</b>			
<b>Non-Current Assets</b>		<b>382,725,085</b>	<b>374,558,571</b>
Property, Plant and Equipment	3.00	382,640,385	374,473,871
Investment in Share	4.00	84,700	84,700
<b>Current Assets</b>		<b>599,707,469</b>	<b>518,951,569</b>
Inventories	5.00	147,899,664	141,817,824
Trade Receivable	6.00	94,368,799	78,784,696
Advances, Deposits and Pre-Payments	7.00	213,142,605	125,147,981
Inter Company Account	8.00	111,745,732	127,233,302
Advance Income Tax	9.00	10,461,318	37,446,902
Cash and Cash Equivalents	10.00	22,089,351	8,520,864
<b>Total Assets</b>		<b>982,432,553</b>	<b>893,510,140</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>		<b>370,948,100</b>	<b>330,066,965</b>
Share Capital	11.00	104,496,000	104,496,000
Revaluation Reserve	12.00	90,310,929	90,353,873
Retained earnings	13.00	176,141,170	135,217,091
<b>Non-Current Liabilities</b>		<b>257,530,182</b>	<b>208,064,221</b>
Long Term Bank Loan	14.00	68,643,471	70,358,027
Long Term Liability	15.00	-	76,202,310
Sponsor Directors Loan	16.00	155,096,351	30,820,970
Deferred Tax Liability	17.00	33,790,360	30,682,914
<b>Current Liabilities</b>		<b>353,954,272</b>	<b>355,378,954</b>
Trade Payable	18.00	2,645,027	3,183,797
Liabilities for Expenses	19.00	7,581,160	7,304,663
Short Term Bank Loan	20.00	269,245,066	229,915,773
Long Term Bank Loan-Current Portion	21.00	31,006,124	25,028,666
Inter Company Loan Account	22.00	11,417,000	44,663,580
Provision for WPPF and Welfare Fund	23.00	3,295,194	2,941,098
Provision for Income Tax	24.00	25,440,558	39,382,367
Un-paid Dividend	25.00	3,324,143	2,959,011
<b>Total Liabilities</b>		<b>611,484,454</b>	<b>563,443,176</b>
<b>Total Equity and Liabilities</b>		<b>982,432,553</b>	<b>893,510,140</b>
<b>Net Assets Value per share (NAV)</b>	<b>26.00</b>	<b>35.50</b>	<b>31.59</b>

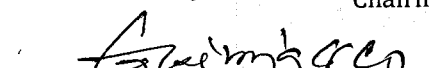
  
Company Secretary

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

  
Mohammad Showket Akber, FCA  
Partner

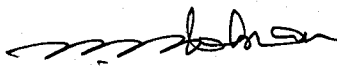
ICAB Enroll No:970  
FRC Enroll No:FRC-001-154  
G. KIBRIA & CO.  
Chartered Accountants

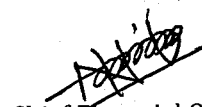


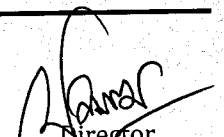
Place: Dhaka  
Dated: October 31, 2023.  
Ref.:GKC/23-24/A/160


**Paper Processing and Packaging Ltd.**  
**Statement of Profit or Loss and other Comprehensive Income**  
**For the Period ended 30 June 2023**

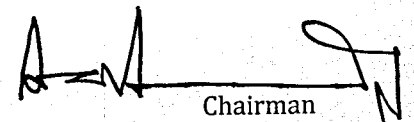
Particulars	Notes	Amount in Taka	
		July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022
Revenue	27.00	475,065,025	414,055,473
Cost of Goods Sold	28.00	(327,279,697)	(270,975,507)
<b>Gross profit</b>		<b>147,785,328</b>	<b>143,079,967</b>
<b>Operating expenses</b>		<b>(46,677,104)</b>	<b>(48,993,573)</b>
Office and Administrative Expenses	29.00	(21,222,953)	(22,927,961)
Marketing and Distribution Expenses	30.00	(25,454,150)	(26,065,612)
<b>Profit from operation</b>		<b>101,108,224</b>	<b>94,086,394</b>
Financial Expenses	31.00	(32,155,165)	(32,387,575)
Non Operating Income	32.00	246,007	64,234
<b>Profit/(Loss) Before Tax &amp; WPPF</b>		<b>69,199,066</b>	<b>61,763,053</b>
Contribution to WPPF and Welfare Fund		(3,295,194)	(2,941,098)
<b>Net Profit before tax</b>		<b>65,903,873</b>	<b>58,821,955</b>
<b>Income Tax Expenses</b>		<b>(16,670,635)</b>	<b>(10,588,921)</b>
Current Tax	33.00	(13,555,612)	(10,978,829)
Deferred Tax	33.01	(3,115,023)	389,908
<b>Net Profit/Loss after tax</b>		<b>49,233,237</b>	<b>48,233,033</b>
<b>Earnings Per Share</b>	<b>34.00</b>	<b>4.71</b>	<b>4.62</b>

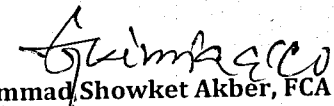
  
Company Secretary

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman



Mohammad Showket Akber, FCA  
Partner  
ICAB Enroll No:970  
FRC Enroll No:FRC-001-154  
**G. KIBRIA & CO.**  
Chartered Accountants

Place: Dhaka  
Dated: October 31, 2023.  
Ref.:GKC/23-24/A/160

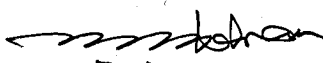


**Paper Processing and Packaging Ltd.**  
**Statement of Changes in Equity**  
**As at June 30, 2023**

Particulars	Amount in Taka			
	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2022	104,496,000	90,353,873	135,217,091	330,066,965
Net profit after tax	-		49,233,237	49,233,238
Cash Dividened of 2021-2022			(8,359,680)	(8,359,680)
Transfer from Deferred Tax to revaluation surplus		7,578		7,578
Transfer of Revaluation to Retained Earnings	-	(50,522)	50,522	-
<b>Balance as at 30.06.2023</b>	<b>104,496,000</b>	<b>90,310,929</b>	<b>176,141,170</b>	<b>370,948,100</b>


**As at 30 June 2022**

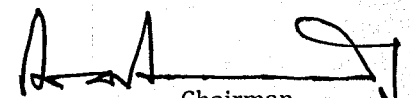
Particulars	Amount in Taka			
	Share Capital	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2021	104,496,000	90,398,406	97,381,266	292,275,673
Net profit after tax	-		48,233,033	48,233,033
Cash Dividened of 2020-2021			(10,449,600)	(10,449,600)
Transfer from Deferred Tax to revaluation surplus		7,859		7,859
Transfer of Revaluation to Retained Earnings	-	(52,392)	52,392	-
<b>Balance as at 30.06.2022</b>	<b>104,496,000</b>	<b>90,353,873</b>	<b>135,217,091</b>	<b>330,066,965</b>

  
Company Secretary

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

Place: Dhaka  
Dated: October 31, 2023.  
Ref.:GKC/23-24/A/160




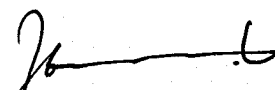
**Paper Processing and Packaging Ltd.**  
**Statement of Cash Flows**  
**For the Period ended 30 June 2023**

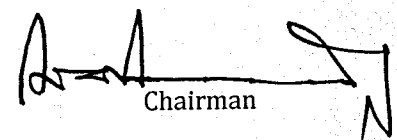
Particulars	Note	Amount in Taka	
		July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022
<b>Cash Flow from Operating Activities</b>			
Cash Received from Customer and Others		459,726,929	373,324,165
Less: Paid to Suppliers and Others		(461,542,324)	(334,549,461)
Less: Income Tax Paid		(511,836)	(9,467,415)
Less: Financial Expenses		(28,841,870)	(19,419,181)
<b>Net Cash Provided by Operating Activities (A)</b>		<b>(31,169,100)</b>	<b>9,888,109</b>
<b>Cash Flow from Investing Activities</b>			
Acquisition of Property, Plant and Equipment		(17,860,826)	(20,297,249)
Advance/Construction Work		-	(76,415,831)
<b>Net Cash Used by Investing Activities (B)</b>		<b>(17,860,826)</b>	<b>(96,713,080)</b>
<b>Cash Flow from Financing Activities</b>			
Receipts/ (Payments) of Term Loan		(57,442)	(1,002,640)
Receipts/ (Payments) of Short Term Loan		40,336,342	(2,404,230)
Inter Company /Director Loan Account		(93,961,320)	103,842,394
Sponsor Directors Loan		124,275,381	-
Dividend Paid		(7,994,548)	(10,888,631)
<b>Net Cash Provided by Financing Activities (C)</b>		<b>62,598,413</b>	<b>89,546,893</b>
<b>Net Cash inflow/ outflow during the year ( A+B+C)</b>		<b>13,568,487</b>	<b>2,721,922</b>
Cash and Cash equivalents at the beginning of the year		8,520,864	5,798,943
<b>Closing Cash and Cash equivalents at the end of the year</b>		<b>22,089,351</b>	<b>8,520,864</b>
<b>Net Operating Cash Flows per share(NOCF)</b>	<b>35.00</b>	<b>(2.98)</b>	<b>0.95</b>

  
Company Secretary

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

Place: Dhaka  
Dated: October 31, 2023.  
Ref.:GKC/23-24/A/160



# Paper Processing and Packaging Ltd.

## Notes to the Financial Statements As at and for the year ended June 30, 2023

### 1.00 The Company and its Operations

#### 1.01 Background

Paper Processing and Packaging Ltd. (C-18233(87)/89) is a Public Limited Company registered with the Registrar of Joint Stock Companies and Firms on 6th February, 1989. In 1990, the Company issued its share for public subscription and the Shares of the Company are listed in the Dhaka Stock Exchange Ltd.

#### 1.02 Registered Office and Factory Place

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

#### 1.03 Nature of Principal Activities

Paper Processing and Packaging Ltd. is engaged in Manufacturing, Converting and Printing of Paper & Paper Products and their Marketing.

### 2.00 Significant Accounting Policies

#### 2.01 Compliance with Local Laws

The financial statements have been prepared in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted by the Institute of Chartered Accountants of Bangladesh. The Companies Act 1994, The Securities and Exchange Rules 1987, Income Tax Ordinance & Rules 1984, The Value Added Tax Act & Rules 1991, The Customs Act 1969 and other relevant local laws as applicable.

#### 2.02 Applicable Accounting Standards

The Company's status of compliance with applicable Financial Reporting Standards is as under:

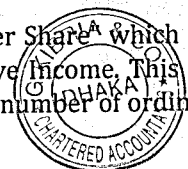
IAS & IFRS	Accounting Standards	Remarks
IAS-1	Presentation of financial statements	Complied
IAS-2	Inventories	Complied
IAS-7	Statement of Cash Flows	Complied
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
IAS-10	Events after the Reporting Period	Complied
IAS-12	Income Taxes	Complied
IAS-16	Property, Plant & Equipment	Complied
IAS-23	Borrowing Costs	Complied
IAS-24	Related Party Disclosures	Complied
IAS-32	Financial Instrument: Presentation	Complied
IAS-33	Earnings per share	Complied
IAS-36	Impairment of Assets	Complied
IAS-37	Provisions, Contingent Liabilities and Contingent Assets	Complied
IFRS-7	Financial Instruments: Disclosures	Complied
IFRS-13	Fair Value Measurement	Complied
IFRS-15	Revenue from Contracts with Customers	Complied

#### 2.03 Accounting Policies

The accounts have been prepared under historical cost convention except revaluation of Property, Plant & Equipment and going concern basis in accordance with applicable disclosure and presentational requirements of the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) as adopted by the Institute of Chartered Accountants of Bangladesh.

#### 2.04 Earnings Per Share (EPS)

Basic earning per share has been calculated in accordance with IAS-33 "Earnings per Share" which has been shown on the face of the Statement of Profit or Loss and Other Comprehensive Income. This has been calculated by dividing the net profit after Tax & WPPF by the weighted average number of ordinary shares outstanding during the year.



**2.05 Workers Profit Participation Fund**

Provision for Workers Profit Participation Fund (WPPF) has been made @ 5% on net profit as per provisions of the Bangladesh Labour Law, 2006.

**2.06 Basis of Measurement**

The financial statements have been prepared on historical cost Basis.

**2.07 Use of Estimates and Judgment**

The preparation of these financial statements is in conformity with IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

**2.08 Advances, Deposits and Prepayments**

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

Deposits are measured at payment value.

Prepayments are recognized to the extent of cash disbursed for the items.

**2.09 Property, Plant and Equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation less impairment loss, if any. The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when the cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repair and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

**2.10 Depreciation**

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

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

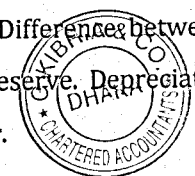
Category	Rate of Depreciation	Remarks
Land and Land Development	-	
Building and Construction	2.50%	
Plant and Machineries	7%	
Furniture and Fixtures	10%	
Electrical Equipment	10%	
Office Equipment	10%	
Motor Vehicle	20%	

**Revaluation of Property, Plant and Equipment**

Financial statement of the company have been prepared on historical cost price basis. However, the prices of assets have been increased substantially during the last few years due to high inflationary trend. In this circumstance, management of Paper Processing and Packing Limited has decided to determine fair market value of the assets through revaluation. The company revaluated its land and land development as on 31 December 2015 by Malek Siddiqui Wali, Chartered Accountants and the revaluation surplus has been incorporated in the financial statement as on 30 June 2016.

**2.11 Depreciation Charged on Revaluated Assets**

Fixed assets have been revalued and depreciated on reducing balance method. Difference between accounting carrying value and revalued assets have been shown as revaluation reserve. Depreciated value of revalued assets subsequently adjusted in the financial statements every year.



## 2.12 Creditors and Accrued Expenses

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

## 2.13 Revenue Recognition

In compliance with the requirements of "IFRS-15 "Revenue from Contracts with Customers". Revenue receipts from customers against sales are recognized when products are dispatched to customers, that is, when the significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, and there is no continuing management involvement with the goods. Sales are recorded at net of VAT.

## 2.14 Income Tax

### i) Current Tax:

Provision for Current income Tax has been made at the rate of 22.50% as prescribed in the Finance Act, 2023 on the accounting profit ,where as company required provision should be as per Income Tax Ordinance 1984, since the company retained Cumulative loss.

### ii) Deferred Tax

Deferred tax arises due to temporary difference deductible or taxable for the events of transaction which is recognized in the Statement of Profit or Loss and other Comprehensive Income. A temporary difference is the difference between the tax base of an asset or liability and its carrying amount/reported amount in the Financial Statements. Deferred tax assets or liability is the amount of income tax recoverable or payable in future periods recognized in the current period.

Deferred tax has been recognized during the period and the deferred tax of previous years has been adjusted with retained earnings during the period as per IAS-8 Accounting Policies, Changes in Accounting Estimates and Errors.

## 2.15 Inventories

Inventories comprise of Raw materials, Packing Materials and Stores & Spares and Finished goods. Raw materials, Packing Materials and Stores & Spares have been valued at average cost. Finished goods have been valued at lower of net realizable value and total of cost of material and other production Overhead attributable to bringing the goods to the state of sale under the convention of IAS-2 "Inventories".

## 2.16 Impairment

In Accordance with the Provision of IAS-36 "Impairment of Assets". The carrying amount of non financial assets other than inventories are reviewed to determine whether there is any indication of impairment. No such indication of impairment has been raised till date of audit.

## 2.17 Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, cash at banks which are held and available for use by the Company without any restriction.

## 2.18 Accounts Receivable

Accounts receivable is initially recognized at cost which is the fair value of the consideration given in return. After initial recognition these are carried at cost less impairment losses due to uncollectibility of any amount so recognized.

## 2.19 Statements of Cash Flows

Statement of Cash Flows has been prepared in accordance with IAS-7 "Statements of Cash Flows" and the Cash flow from operating activities has been presented under direct method.

## 2.20 Going Concern

During the year ended on June 30, 2023 the entity had achieved net profit after tax of **Tk. 4,92,33,237/-** from the earnings of profit it is the likely that the company can run s a going concern in the foreseeable future.

## 2.21 Events after the reporting period

There is no material event that had occurred after the reporting period to the date of issue of these financial statements, which could affect the figures stated in the financial statements in compliance with the requirements of "IAS 10" Events after the reporting period".





**Following events occurred since the balance date:**

The board of directors recommended 12% Cash and 8% stock dividend at the 179th Board meeting held on October 31, 2023 for the year ended June 30, 2023. This dividend is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.

**2.22 Related Party Disclosures**

During the year, the Company carried out a number of transactions i.e. with units companies with related parties in the normal course of business and these transactions were recorded in the books of accounts as per IAS- 24 "Related Party Disclosures". The following statement represent the balance sheet date figure.

Name of the Companies	June 30, 2023
<b>i) Investment in Share</b>	
Bangladesh Monospool Paper Mfg.Co.Ltd.	84,700
<b>ii) Inter Company Account (Current Assets)</b>	
BDG Foundation	1,833,360
Bangladesh Development Group Ltd.	3,490,013
BDG-Magura Group Ltd.	1,139,836
BD.News & Entertainment Ltd.	29,392,185
Millennium Spinning & Knitting Factory Ltd	7,455,473
Progressive Marketing Ltd	8,410,358
Magura Paper Mills Ltd.	47,166,226
Magura Recycled Paper Ind. Ltd.	1,350,000
Pearl Paper and Board Mills Ltd	3,204,815
Magura Group Limited	8,303,466
<b>Total:</b>	<b>103,442,266</b>
<b>iii) Long Term Liability</b>	
Bangladesh Monospool Paper Mfg.Co.Ltd.	-
<b>iv) Sponsor Director Loan Account</b>	
Magura Group Limited	65,009,141
Bangladesh Development Group Ltd.	71,566,239
Mr. Mustafa Kamal Mohiuddin	18,520,970
<b>Total:</b>	<b>155,096,351</b>
<b>iv) Inter Company Loan Account (Current Liability)</b>	
Bangladesh Development Co. Ltd.	11,417,000
<b>v) Receivable</b>	
Magura Paper Mills Ltd.	23,348,249
<b>vi) Advance against Salary</b>	
Uttam Kumar debnath Debnath	902,500
Mokbul Hossain	124,000
<b>Total:</b>	<b>1,026,500</b>

**2.23 Date of Authorization**

The Board of Directors has authorized these financial statements on **October 31, 2023**.

**2.24 Reporting Currency**

The figures in the financial statements represent Bangladeshi Taka Currency.

**2.25 Comparative**

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

**Re-arrangement**

Previous year's figure has been re-arranged whenever considered necessary to ensure better comparability with the current year's presentation without causing any impact on the profit and value of assets and liability as reported in the Financial Statement.

**2.26 General**

- (i) All calculation in Accounts have been rounded off to the nearest Taka.
- (ii) For comparison, previous year's figure have been re-classified where necessary.



Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>3.00</b>	<b>Property, Plant and Equipment: Tk. 382,640,385</b>		
	This is made up as follows:		
	Opening Balance	340,809,495	320,512,246
	Add: Addition during the year	17,860,826	20,297,249
		<b>358,670,321</b>	<b>340,809,495</b>
	Less: Opening Accumulated Depreciation	72,634,300	62,770,141
	Less: Current period Depreciation	9,643,790	9,864,159
	<b>Written Down Value (Cost)</b>	<b>276,392,230</b>	<b>268,175,195</b>
	<b>Re-Valuation:</b>		
	Opening Balance	111,492,720	111,492,720
	Add: Addition during the year	-	-
	<b>Sub-Total</b>	<b>111,492,720</b>	<b>111,492,720</b>
	Less: Opening Accumulated Depreciation	5,194,044	5,141,652
	Less: Current period Depreciation	50,522	52,392
	<b>Written Down Value (Revaluation)</b>	<b>106,248,154</b>	<b>106,298,676</b>
	<b>Total Written Down Value (Cost+Revaluation):</b>	<b>382,640,385</b>	<b>374,473,871</b>
	The details Schedule of Property, Plant and Equipment are shown in (Annexure- A).		

**4.00 Investment in Share: Tk. 84,700**

This is made up as follows:

Bangladesh Monospool Paper Mfg.Co.Ltd.

**Total**

84,700	84,700
<b>84,700</b>	<b>84,700</b>

**5.00 Inventories: Tk. 147,899,664**

This is made up as follows:

Raw Materials

Packing Materials and Store & Spare Parts

Finished Goods

**Closing Balance:**

82,978,710	83,147,285
10,619,356	6,934,645
54,301,598	51,735,894
<b>147,899,664</b>	<b>141,817,824</b>

**6.00 Trade Receivable: Tk. 94,368,799**

This is made up as follows:

Receivable from parties

**Total**

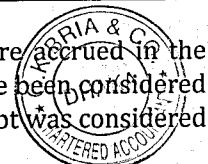
94,368,799	78,784,696
<b>94,368,799</b>	<b>78,784,696</b>

a) Ageing of the above receivables is given Below:

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

1 to 3 Months	4 to 6 Months	7 to 12 Months	Total	Total
92,436,164	1,932,635	-	<b>94,368,799</b>	<b>78,784,696</b>
i) Receivables considered good & secured			94,368,799	78,784,696
ii) Receivables considered good without security			-	-
iii) Receivables considered doubtful or Bad			-	-
iiii) Receivables due by Directors or other Officers			-	-
iv) Receivables due from companies under same management			23,348,249	24,558,175

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



Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>7.00</b>	<b>Advances, Deposits and Pre-Payments: Tk. 213,142,605</b>		
	This is made up as follows:		
	Advances	Note: 7.01	208,217,452
	Security Deposit	Note: 7.02	4,089,962
	VAT Current Account		799,892
	Prepaid Group Insurance		35,299
	<b>Closing Balance:</b>		<b>213,142,605</b>
			<b>121,807,240</b>
			2,595,051
			732,014
			13,676
			<b>125,147,981</b>
	a) All Advances & Deposits are considered good and recoverable by the management.		
	b) There is no amount due from Directors or officers of the Company.		
	c) There is no advances due by or to within the common management of the company.		
<b>7.01</b>	<b>Advances: Tk208,217,452</b>		
	This is made up as follows:		
	Advance against Purchases	Note: 7.01.01	174,423,272
	Advance against Works	Note: 7.01.02	32,767,680
	Advance against Salary	Note: 7.01.03	1,026,500
	<b>Closing Balance:</b>		<b>208,217,452</b>
			<b>101,759,414</b>
			19,010,826
			1,037,000
			<b>121,807,240</b>
<b>7.01.01</b>	<b>Advance against Purchases: Tk.174,423,272</b>		
	This is made up as follows:		
	Advance against Local Material		173,352,249
	Al Noor Paper and Board Mills		1,071,023
	<b>Total :</b>		<b>174,423,272</b>
			<b>86,932,477</b>
			14,826,937
			<b>101,759,414</b>
<b>7.01.02</b>	<b>Advance against Works: Tk.32,767,680</b>		
	This is made up as follows:		
	AAA Finance and Investment		650,000
	Prime Bank Investment Ltd.		300,000
	ICB Capital Management		200,000
	Constraction & Development work		31,617,680
	<b>Total :</b>		<b>32,767,680</b>
			<b>650,000</b>
			300,000
			200,000
			17,860,826
			<b>19,010,826</b>
<b>7.01.03</b>	<b>Advance against Salary: Tk.1,026,500</b>		
	This is made up as follows:		
	Uttam Kumar Debnath		902,500
	Mokbul Hossain		124,000
	Shafiqul Azam Khan		-
	<b>Total :</b>		<b>1,026,500</b>
			<b>1,015,000</b>
			18,000
			4,000
			<b>1,037,000</b>
<b>7.02</b>	<b>Security Deposit: Tk.4,089,962</b>		
	This is made up as follows:		
	Earnest Money Deposit		1,171,550
	Bank Guarantee		1,740,000
	Performance Guarantee		1,178,412
	<b>Total :</b>		<b>4,089,962</b>
			<b>205,550</b>
			1,246,015
			1,143,486
			<b>2,595,051</b>

Note No.	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022

**8.00 Inter Company Account: TK. 111,745,732**

This is made up as follows:

BDG Foundation	1,833,360	2,449,360
Bangladesh Development Group Ltd.	3,490,013	8,523,805
BDG-Magura Group Ltd.	1,139,836	2,059,836
BD.News & Entertainment Ltd.	29,392,185	29,392,185
Intermediate and Secondary Books Publications Ltd	-	515,795
Madrasa Prokashana Ltd	-	677,560
Prathamik Pustak Prokashana Ltd	-	629,940
Millennium Spinning & Knitting Factory Ltd	7,455,473	8,228,178
Progressive Marketing Ltd	8,410,358	9,835,358
Magura Paper Mills Ltd.	47,166,226	63,066,470
Magura Recycled Paper Ind. Ltd.	1,350,000	1,350,000
Pearl Paper and Board Mills Ltd	3,204,815	4,815
International Eng. Construction Co. Ltd.(IECC)	-	500,000
Magura Group Limited	8,303,466	-
<b>Total:</b>	<b>111,745,732</b>	<b>127,233,302</b>

**9.00 Advance Income Tax: Tk. 10,461,318**

This is made up as follows:

Opening Balance	37,446,902	27,979,487
Add: Addition during the year	511,836	9,467,415
Less: Adjustment during the year	(27,497,420)	-
<b>Closing Balance</b>	<b>10,461,318</b>	<b>37,446,902</b>

**10.00 Cash and Cash Equivalents: Tk. 22,089,351**

This is made up as follows:

Cash in Hand	17,061,906	3,716,959
Cash at Bank	5,027,445	4,803,905
<b>Total</b>	<b>22,089,351</b>	<b>8,520,864</b>

Note 10.01

**10.01 Cash at Bank: Tk.5,027,445**

This is made up as follows:

AB Bank Ltd., Principal BR, A/C # 4005-219312-000	18,921	189,896
Basic Bank Ltd., Bashundhara Br., A/C # 01-0000027	81,365	81,365
First Security Islami Bank -A/C #017711100000233	2,295	3,560
IBBL-Kalampur Br. A/C # 20500160900000608	18,789	19,939
NCC Bank Ltd, Bashundhara Br., A/C # 325000044	698,063	691,084
Premier Bank Ltd. -A/C #0155111000000319	43,904	36,680
Janata Bank Ltd. Local Office A/C # 0100220245203	26,996	28,261
SIBL, Principal BR, A/C # 0021330060499	137,985	335,133
SIBL. Bashundhura Branch #077136001197	1,083,307	862,292
SIBL. Bashundhura Branch #07713600624	-	430
SIBL. Bashundhura Branch #07713600635	-	430
SIBL. Bashundhura Branch #07713600646	-	430
SIBL. Bashundhura Branch #0771360001963	2,812,839	2,450,142
SIBL. Bashundhura Branch #0771360000501	-	363
UCB Ltd., Bashundhara Br., A/C # 0991301000000094	101,431	1,488
Union Bank-A/C # 0131010001131	1,550	2,413
<b>Total:</b>	<b>5,027,445</b>	<b>4,803,905</b>

Note No.	Particulars	Amount in Taka	
		30-June-2023	30-June-2022

**11.00 Share Capital: Tk. 104,496,000**

This is made up as follows:

**Authorized Capital :**

600,00,000 Ordinary Shares of Tk. 10/- each

**600,000,000**

**600,000,000**

**Issued, Subscribed, Called-up & Paid-up Capital :**

104,49,600 Ordinary Shares of Tk. 10/- each fully issued & paid-up

**104,496,000**

**104,496,000**

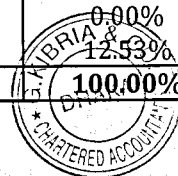
Classification	No. of Share	Face Value (Tk)	Value (Tk)
<b>Group-A</b>			
Sponsor and Director	3,657,360	10.00	36,573,600
<b>Group-B</b>			
Financial Institutions	635,886	10.00	6,358,860
<b>Group-C</b>			
General Public	6,156,354	10.00	61,563,540
<b>Total</b>	<b>10,449,600</b>		<b>104,496,000</b>

**Classification of Shareholders and Their Share Holding Position are as follows:**

Name of Shareholder	Position	No. of Shares	Percentage of Share held	Amount
Mr. Mustafa Kamal Mohiuddin	Chairman	1,309,716	12.53%	13,097,160
Mr. Mostafa Jamal Mohiuddin	Director	296,072	2.83%	2,960,720
Bangladesh Development Group Ltd. Represented by Mr. Ali Hossain Munir & Mr. Shafiqul Azam Khan		554,970	5.31%	5,549,700
Magura Group Ltd. Represented by Mr. Md. Mobarok Hossain		Managing Director	521,306	4.99%
Advocate Md. Golam Kibria	Independent Director	-	0.00%	-
Dr. Md. Rafiqul Islam		-	0.00%	-
Dr. Md. Abul Kalam Azad		-	0.00%	-
Mr. Mohiuddin Ahmed	Shareholder	870,800	8.33%	8,708,000
Mr. Abu Baker Siddique		78,372	0.75%	783,720
Abirbhab Multimedia Ltd.		8,708	0.08%	87,080
Investment Consultants & Share Management Ltd.		17,416	0.17%	174,160
Financial Institutions		635,886	6.09%	6,358,860
General Public		6,156,354	58.91%	61,563,540
<b>Total</b>			<b>10,449,600</b>	<b>100.00%</b>

**Classification of shareholders according to number of share Holdings are as follows:**

Holding Range	No. of share holders	No. of share	Percentage
1- 15000 shares	5,437	4,350,116	41.63%
15001- 150000 shares	58	1,891,648	18.10%
150001- 300000 shares	1	296,072	2.83%
300001- 600000 shares	2	1,076,276	10.30%
600001- 900000 shares	2	1,525,772	14.60%
900001- 1200000 shares	0	-	0.00%
1200001- 1500000 shares	1	1,309,716	12.53%
<b>Total</b>	<b>5,501</b>	<b>10,449,600</b>	<b>100.00%</b>



Note No.	Particulars	Sub- Note	Amount in Taka	
			June 30, 2023	June 30, 2022

**12.00 Revaluation Reserve: Tk. 90,310,929**

This is made up as follows:

Opening Balance	90,353,873	90,398,406
Add: Current period Re-valuation	-	-
Less: Adjustment during the year	(50,522)	(52,392)
Less: Adjustment during the year as Deferred Tax Liability	7,578	7,859
<b>Closing Balance:</b>	<b>90,310,929</b>	<b>90,353,873</b>

This represent the value added to Non-Current Assets (Note-03) upon revaluation hereof by Malek Siddiqui Wali, Chartered Accountants vide their letter dated 24 May 2016.

**13.00 Retained Earnings: Tk. 176,141,170**

This is made up as follows:

Opening Balance	135,217,091	97,381,266
Add: Profit/(Loss) during the year	49,233,237	48,233,033
Add: Depreciation charged on revalued amount	50,522	52,392
Less: 8% Cash Dividend 2021-2022	(8,359,680)	(10,449,600)
<b>Closing Balance:</b>	<b>176,141,170</b>	<b>135,217,091</b>

**14.00 Long Term Bank Loan: Tk. 68,643,471**

This is made up as follows:

HPSM Loan A/C # 0023220003518	14,726,802	15,664,871
HPSM Loan A/C # 0023570000615	12,568,482	13,631,627
HPSM Loan A/C # 23570000323/21	-	1,084,717
HPSM Loan A/C # 0023600000089/23	-	673,970
HPSM Loan A/C # 0023600000091 /34	-	2,587,689
HPSM Loan A/C # 0023420000045	3,542,242	4,918,077
HPSM Loan A/C # 0023420000067	20,621,738	18,933,214
<b>Principal Outstanding</b>	<b>51,459,264</b>	<b>57,494,164</b>
Add: Interest Outstanding	17,184,207	12,863,863
<b>Total</b>	<b>68,643,471</b>	<b>70,358,027</b>

**15.00 Long Term Liability: TK. 0**

This is made up as follows:

Bangladesh Monospool Paper Mfg.Co.Ltd.	-	76,202,310
<b>Total:</b>	<b>-</b>	<b>76,202,310</b>

**16.00 Sponser Directors Loan: TK. 155,096,351**

This is made up as follows:

Magura Group Limited	65,009,141	12,300,000
Bangladesh Development Group Ltd.	71,566,239	18,520,970
Mr. Mustafa Kamal Mohiuddin	18,520,970	
<b>Total</b>	<b>155,096,351</b>	<b>30,820,970</b>

Note No.	Particulars	Sub- Note	Amount in Taka	
			June 30, 2023	June 30, 2022
<b>17.00</b>	<b>Deferred Tax Liability: Tk. 33,790,360</b>			
	This is made up as follows:			
	Opening Balance		30,682,914	31,080,681
	Deferred Tax Expenses during the period	33.01	3,115,023	(389,908)
			<b>33,797,937</b>	<b>30,690,773</b>
	Add/(Less): Deferred Tax Expenses/(Income) on revaluation		(7,578)	(7,859)
	<b>Closing Balance:</b>		<b>33,790,360</b>	<b>30,682,914</b>
<b>18.00</b>	<b>Trade Payable Tk.2,645,027</b>			
	This is made up as follows:			
	Kishoregong Paper House		420,400	570,400
	Zeeshan International agency		375,862	1,075,862
	Bhai Bhai Enterprise		13,300	95,171
	Newaj Traders		-	154,389
	New Jamuna Ink		348,700	298,700
	New A. S. Traders		407,205	290,255
	S.B Enterprise		139,400	89,400
	Presstech Trading Corporation		588,610	374,620
	Sail Corporation		351,550	235,000
	<b>Total:</b>		<b>2,645,027</b>	<b>3,183,797</b>
<b>19.00</b>	<b>Liabilities for Expenses: Tk. 7,581,160</b>			
	This is made up as follows:			
	Jharna Engineering Works		597,452	301,852
	Link 3 Technology		14,000	15,000
	Metro net Bangladesh Ltd		10,000	20,000
	RFL Plastics Limited		552,700	852,700
	Robi Axiata Ltd		827	2,912
	Grameen Phone		6,046	1,912
	M/S New Mollah & Sons Transport Agency.		48,000	72,000
	Cattering Service		7,000	3,690
	TetraHost Bangladesh.		3,500	3,000
	Raima Golpo Book Binding.		30,622	62,008
	Rini Book Binding- Cr.		90,731	50,312
	Audit Fees		230,000	201,250
	Others Payable		-	43,889
	Dhaka Palli bidyut samity 3		208,111	357,159
	Salary, Wages, OT, & Subsidy allowance		5,782,171	5,316,979
	Others Payable			
	<b>Total</b>		<b>7,581,160</b>	<b>7,304,663</b>
<b>20.00</b>	<b>Short Term Bank Loan : Tk. 269,245,066</b>			
	This is made up as follows:			
	Opening Balance		229,915,773	219,143,996
	Paid From Sponsor Director Loan		(124,275,381)	(30,820,970)
	Paid From Business Operation		(41,517,945)	(41,380,435)
	<b>Available Balance</b>		<b>64,122,447</b>	<b>146,942,591</b>
	Loan Received		181,550,000	59,644,000
	Interest Charge		23,572,619	23,329,182
	<b>Total Short Term Loan Outstanding</b>		<b>269,245,066</b>	<b>229,915,773</b>

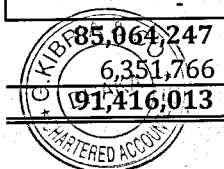
Note No.	Particulars	Sub- Note	Amount in Taka	
			June 30, 2023	June 30, 2022

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

Bai Muazzal (Commercial)	20.01	176,380,908	91,416,013
Bai Muazzal Work Order	20.02	74,601,784	121,857,089
Bai Muazzal (Trust Receipt)	20.03	18,262,374	16,642,671
<b>Total</b>		<b>269,245,066</b>	<b>229,915,773</b>

**20.01 Bai Muazzal (Commercial):Tk.176,380,908**

BIAM (Com) # 0023140005321	-	10,000,000
BIAM (Com) # 0023140005398	-	10,000,000
BIAM (Com) # 0023140005411	-	420,247
BIAM (Com) # 0023140006355	-	4,720,000
BIAM (Com) # 0023140006366	-	3,134,000
BIAM (Com) # 0023140006377	-	6,000,000
BIAM (Com) # 0023140006388	-	1,990,000
BIAM (Com) # 0023140006399	-	3,500,000
BIAM (Com) # 0023140006401	-	3,500,000
BIAM (Com) # 0023140006412	-	3,400,000
BIAM (Com) # 0023140006434	-	3,300,000
BIAM (Com) # 0023130013238	5,000,000	5,000,000
BIAM (Com) # 0023130014847	5,000,000	5,000,000
BIAM (Com) # 0024500000062	11,000,000	11,000,000
BIAM (Wages Bill) # 0023930021912	14,100,000	14,100,000
BIAM (SPSI) # 0024670000066	4,000,000	-
BIAM (Com) #0023140006535	100,589	-
BIAM (Com) #0023140006546	5,000,000	-
BIAM (Com) #0023140006557	3,000,000	-
BIAM (Com) #0023140006568	5,000,000	-
BIAM (Com) #0023140006579	5,000,000	-
BIAM (Com) #0023140006581	5,000,000	-
BIAM (Com) #0023140006592	5,000,000	-
BIAM (Com) #0023140006827	5,000,000	-
BIAM (Com) #0023140006838	5,000,000	-
BIAM (Com) #0023140006849	5,000,000	-
BIAM (Com) #0023140006851	5,000,000	-
BIAM (Com) #0023140006862	5,000,000	-
BIAM (Com) #0023140006873	5,000,000	-
BIAM (Com) #0023140006884	6,800,000	-
BIAM (Com) #0023140006895	6,900,000	-
BIAM (Com) # 0023140006748	4,400,000	-
BIAM (Com) # 0023140006759	4,400,000	-
BIAM (Com) # 0023140006761	4,300,000	-
BIAM (Com) # 0023140006772	4,300,000	-
BIAM (Com) # 0023140006783	4,300,000	-
BIAM (Com) # 0023140006794	4,100,000	-
BIAM (Com) # 0023140006805	2,300,000	-
BIAM (Com) #0023140006603	5,000,000	-
BIAM (Com) #0023140006614	5,000,000	-
BIAM (Com) #0023140006625	5,000,000	-
BIAM (Com) #0023140006636	5,000,000	-
<b>Principal Outstanding</b>	<b>159,000,589</b>	<b>85,064,247</b>
Add: Interest Outstatnding	17,380,319	6,351,766
<b>Total</b>	<b>176,380,908</b>	<b>91,416,013</b>





Note No.	Particulars	Sub- Note	Amount in Taka	
			June 30, 2023	June 30, 2022
<b>20.02</b>	<b>Bai Muazzal Work Order: Tk.74,601,784</b>			
	BIAM (W.O) # 0023990002298		-	33,600,000
	BIAM (W.O) # 0023990002399		56,182,765	56,182,765
	<b>Principal Outstanding</b>		<b>56,182,765</b>	<b>89,782,765</b>
	Add: Interest Outstatnding		18,419,019	32,074,324
	<b>Total</b>		<b>74,601,784</b>	<b>121,857,089</b>
<b>20.03</b>	<b>Bai Muazzal (Trust Receipt): Tk.18,262,374</b>			
	LTR # 0023240000236		13,481,720	13,481,720
	<b>Principal Outstanding</b>		<b>13,481,720</b>	<b>13,481,720</b>
	Add: Interest Outstatnding		4,780,654	3,160,951
	<b>Total</b>		<b>18,262,374</b>	<b>16,642,671</b>
<b>21.00</b>	<b>Long Term Bank Loan-Current Portion Tk.31,006,124</b>			
	Details of Social Islami Bank Ltd. (SIBL) Loan-Current Portion are as Follows:			
	HPSM Loan A/C # 0023220003518		3,997,062	3,058,993
	HPSM Loan A/C # 0023570000615		4,182,164	3,119,019
	HPSM Loan A/C # 23570000323/21		5,279,782	4,195,065
	HPSM Loan A/C # 0023600000089 /23		2,216,789	1,600,261
	HPSM Loan A/C # 0023600000091/34		6,711,031	4,123,342
	HPSM Loan A/C # 0023420000045		3,241,034	1,865,199
	HPSM Loan A/C # 00232200067		5,378,262	7,066,786
	<b>Total</b>		<b>31,006,124</b>	<b>25,028,666</b>
<b>22.00</b>	<b>Inter Company Loan Account: TK. 11,417,000</b>			
	This is made up as follows:			
	Kores Bangladesh Limited		-	18,806,219
	Bangladesh Development Co. Ltd.		11,417,000	1,608,137
	Magura Group Ltd.		-	22,599,224
	Shukran Foods Ltd.		-	1,650,000
	<b>Total</b>		<b>11,417,000</b>	<b>44,663,580</b>
<b>23.00</b>	<b>Provision for WPPF and Welfare Fund: Tk.3,295,194</b>			
	This is made up as follows:			
	Opening Balance		2,941,098	1,029,088
	Less: Payment made during the year		(2,941,098)	(1,029,088)
	Add: Interest during the year		-	-
	<b>Available Balance</b>		<b>-</b>	<b>-</b>
	Add: Addition during the year		3,295,194	2,941,098
	<b>Closing Balance:</b>		<b>3,295,194</b>	<b>2,941,098</b>
	The company has recognized Worker's Profit Participation Fund (WPPF) and outstanding payable will be disbursed within 2023-2024 financial year.			
<b>24.00</b>	<b>Provision for Income Tax: Tk. 25,440,558</b>			
	This is made up as follows:			
	Opening Balance		39,382,367	28,403,538
	Add: During the period		13,555,612	10,978,829
	<b>Total</b>		<b>52,937,978</b>	<b>39,382,367</b>
	Less: Adjustment During the year		(27,497,420)	
	<b>Closing Balance</b>		<b>25,440,558</b>	<b>39,382,367</b>



Note No.	Particulars	Sub- Note	Amount in Taka	
			June 30, 2023	June 30, 2022

**25.00 Un-paid Dividend: Tk. 3,324,143**

This is made up as follows:

Opening Balance	2,959,011	3,398,042
Add: Declared during the period	8,359,680	10,449,600
<b>Total</b>	<b>11,318,691</b>	<b>13,847,642</b>
Less: Paid during the year	(7,994,548)	(10,888,631)
<b>Closing Balance</b>	<b>3,324,143</b>	<b>2,959,011</b>

Un-paid Dividend and are classified as follows:

Group-A Sponsor and Director	156,020	748,757
Group-B Financial Institutions	50,910	216,931
Group-C General Public	3,117,213	1,993,323
<b>Total</b>	<b>3,324,143</b>	<b>2,959,011</b>

**26.00 Net Assets Value per share (NAV):Tk.35.50**

This is made up as follows:

Particulars		
Shareholders Equity	370,948,100	330,066,965
No. of Share	10,449,600	10,449,600
<b>Total:</b>	<b>35.50</b>	<b>31.59</b>



Note No.	Particulars	Sub- Note	Amount in Taka	
			July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022

**27.00 Revenue: Tk. 475,065,025**

This is made up as follows:

Text Book/Exam Khata/Brochures / Register Khata /Diary/ Recycled paper/ Training Materials/ Others Printing Work	475,065,025	414,055,473
<b>Total</b>	<b>475,065,025</b>	<b>414,055,473</b>

**28.00 Cost of Goods Sold: Tk. 327,279,697**

This is made up as follows:

Raw materials Consumed	28.01	263,534,349	249,722,622
Add: Factory Overhead	28.02	66,311,052	41,418,162
<b>Cost of Production</b>		<b>329,845,401</b>	<b>291,140,784</b>
Add: Opening Work-In-Progress		-	-
<b>Total Goods In Process</b>		<b>329,845,401</b>	<b>291,140,784</b>
Less: Closing Work-In-Progress		-	-
<b>Cost of Goods Manufactured</b>		<b>329,845,401</b>	<b>291,140,784</b>
Add: Opening finished goods		51,735,894	31,570,617
<b>Cost of Goods Available for Sale</b>		<b>381,581,295</b>	<b>322,711,401</b>
Less: Closing finished goods		54,301,598	51,735,894
<b>Cost of Goods Sold:</b>		<b>327,279,697</b>	<b>270,975,507</b>

**28.01 Raw Materials Consumed: Tk.263,534,349**

This is made up as follows:

Opening stock	90,081,930	62,464,662
Add: Purchase during the year	267,050,485	277,339,890
<b>Available for use</b>	<b>357,132,415</b>	<b>339,804,552</b>
Less: Closing stock	93,598,066	90,081,930
<b>Consumption during the year</b>	<b>263,534,349</b>	<b>249,722,622</b>

**28.02 Factory Overhead: Tk. 66,311,052**

This is made up as follows:

Salary, wages and other allowance	53,719,255	23,551,943
Travelling and Conveyance	80,900	62,790
Repairs and Maintenance	73,500	177,570
Entertainment	24,925	289,136
Printing & Stationary Expenses	20,930	30,485
Medical Exp. Factory	8,310	2,355
Insurance Expense	431,424	229,033
Loading Unloading Expenses	37,635	28,500
Power Fuel and Lubricant	26,800	61,750
Depreciation at cost	8,197,222	8,584,535
Depreciation at revaluation	42,943	44,533
Electricity Bill	3,647,208	8,555,532
<b>Total</b>	<b>66,311,052</b>	<b>41,418,162</b>

Note No.	Particulars	Sub- Note	Amount in Taka	
			July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022

**29.00 Office and Administrative Expenses: Tk. 21,222,953**

This is made up as follows:

Salary and Other Allowances	18,149,896	20,197,617
Board Meeting Expense	483,000	438,889
Audit/Professional Fees	479,651	231,250
AGM Expenses	135,500	115,000
Car Running and Maintenance	446,470	44,000
Phone ,Fax, Mobile and Internet	154,459	367,291
Entertainment/Cattering Bill	150,150	50,760
Insurance Expense	-	8,901
Stationary Expenses	21,910	9,670
Registration and Renewal Fees	58,442	281,100
Travel and Conveyance	6,000	1,390
Power,Fuel,Oil, etc	143,653	72,500
Form Fee and Licence	142,485	271,787
Cleaning and Sanitation	15,635	5,280
Repair and Maintenance	108,629	88,785
Depreciation at cost	723,284	739,812
Depreciation at revaluation	3,789	3,929
<b>Total:</b>	<b>21,222,953</b>	<b>22,927,961</b>

**30.00 Marketing and Distribution Expenses: Tk. 25,454,150**

This is made up as follows:

Salary and Other Allowances	23,818,685	24,506,857
Entertainment	74,560	2,700
Fuel, Lubricant and Repaire & Maintenance	31,335	40,372
Telephone , Fax, Mobile and Telex	40,203	21,969
Stationary Expenses	60,049	25,355
Travel and Conveyance	45,495	47,020
Carriage Outward	375,600	328,728
GSM Test/Servey expense	-	17,825
Tender Schedule	264,350	261,820
Postage and Stamp	16,800	69,225
Depreciation at cost	723,284	739,812
Depreciation at revaluation	3,789	3,929
<b>Total:</b>	<b>25,454,150</b>	<b>26,065,612</b>

**31.00 Financial Expenses: Tk. 32,155,165**

This is made up as follows:

Interest on BAIM Loan	23,572,619	28,418,137
Interest on HPSM Loan	7,574,902	3,046,344
Bank Charges & Commission	1,007,644	923,094
<b>Total:</b>	<b>32,155,165</b>	<b>32,387,575</b>

**32.00 Non-Operating Income: Tk. 246,007**

This is made up as follows:

Scrap Sales	206,957	37,890
Bank Interest Received	32,274	17,586
Dividend Income	6,776	8,758
<b>Total:</b>	<b>246,007</b>	<b>64,234</b>



Note No.	Particulars	Sub- Note	Amount in Taka	
			July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022

**33.00 Current Tax: Tk. 13,555,612**

This is made up as follows:

Profit before Tax	65,903,873	58,821,954
Add: Accounting base depreciation	9,643,790	9,864,159
Less: Tax base depreciation	(15,300,500)	(16,319,073)
<b>Taxable Profit for Current Tax</b>	<b>60,247,163</b>	<b>52,367,040</b>
Applicable Tax Rate	22.5%	20.0%
<b>Current Tax Expenses</b>	<b>13,555,612</b>	<b>10,473,408</b>
<b>Provision for Income tax</b>		
Advance tax paid	-	9,467,415
22.50% on Profit	13,555,612	10,473,408
0.6% on gross	2,850,390	2,484,333
<b>Provision for Income tax (Wichecker is higher)</b>	<b>13,555,612</b>	<b>10,978,829</b>

**33.01 Deferred Tax: Tk. 3,115,023**

This is made up as follows:

Carrying Amount as per Tax Law	170,063,187	161,846,152
WDV as per Accounts (Other than land)	90,715,923	88,155,597
<b>Taxable Temporary Difference</b>	<b>79,347,264</b>	<b>73,690,555</b>
Applicable Tax Rate	22.5%	20.0%
<b>Total Deferred Tax Liability as on March 31, 2023</b>	<b>17,853,134</b>	<b>14,738,111</b>
Add/(Less): Previous year adjustment	-	-
Less: Opening deferred tax liabilities/(assets)-at cost	(14,738,111)	(15,128,019)
<b>Deferred tax expenses /(income) during the period</b>	<b>3,115,023</b>	<b>(389,908)</b>

**34.00 Earnings Per Share(Basic): Tk. 4.71**

This is made up as follows:

Net Profit after Tax	49,233,237	48,233,033
No. of Share	10,449,600	10,449,600
<b>Total:</b>	<b>4.71</b>	<b>4.62</b>

**35.00 Net Operating Cash Flows per share(NOCF): Tk. -2.98**

This is made up as follows:

Net Cash Provided by Operating Activities	(31,169,100)	9,888,108
No. of Share	10,449,600	10,449,600
<b>Total:</b>	<b>(2.98)</b>	<b>0.95</b>

**35.01 Reconciliation of net profit/(loss) after tax with cash flows from operating activities under**

This is made up as follows:

Net Profit/(Loss) After Tax	49,233,237	48,233,033
<b>Adjustments to reconcile net income to net cash</b>		
Depreciation	9,694,312	9,916,551
Finance Expenses	32,155,165	32,387,575
Provision for WPPF	3,295,194	2,941,098
Income Tax Expenses	13,555,612	10,978,829
Deffered Tax Liability	3,115,023	(389,908)

Note No.	Particulars	Sub- Note	Amount in Taka	
			July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022
	<b>Changes in operating assets and liabilities:</b>			
	Stock of Inventories		(6,081,840)	(47,782,545)
	Trade Debtors		(15,584,103)	(40,795,542)
	Advance, Deposit & Prepayments		(87,994,624)	24,752,194
	Trade Creditors		(538,770)	(262,209)
	Liability for Expenses		276,497	(175,284)
	WPPF Paid		(2,941,098)	(1,029,088)
	Income Tax Paid		(511,836)	(9,467,416)
	Bank Interest & Charge Paid		(28,841,870)	(19,419,182)
	<b>Net Cash flows from Operating Activities</b>		<b>(31,169,100)</b>	<b>9,888,108</b>

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

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

Salary Range (Monthly)	Total Employee	Officer & Staff		Worker & Employee	
		Head Office	Factory	Head Office	Factory
Below 5,300	-	-	-	-	-
Above 5,300	433	15	3	2	413

**36.02 Production capacity**

Particulars	June 30, 2023	June 30, 2022
Normal Capacity	600,000,000	600,000,000
Production	475,065,025	414,055,473
Capacity Utilized(%)	79.18%	69.01%

**37.00 Capital expenditure commitment**

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

**38.00 Contingent Liabilities**

The company has no Contingent liability as on June 30, 2023

**39.00 Events after the reporting period**

**Following events occurred since the balance date:**

The board of directors recommended 12% Cash and 8% stock dividend at the 179th Board meeting held on October 31, 2023 for the year ended June 30, 2023. This dividend is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.



# Paper Processing and Packaging Ltd.

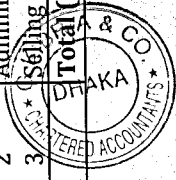
## Schedule of Property, Plant and Equipment

For the period ended 30 June 2023

Particulars	Cost				Rate of Dep. (%)	Depreciation			Annexure-A Amount in Taka	
	As on July 01, 2022	Addition during the Year	Disposal during the Year	Balance as at 30.06.2023		As on July 01, 2022	Charged during the Year	Adjustment during the Year	Balance as at 30.06.2023	Written Down Value as at 30.06.2023
<b>Cost</b>										
Land and Land Development	106,329,043	-	-	106,329,043	0%	-	-	-	106,329,043	
Building and Construction	59,296,294	17,860,826	-	77,157,120	2.5%	1,752,594	-	8,805,968	68,351,152	
Plant and Machinery	162,246,086	-	-	162,246,086	7%	7,320,879	-	64,982,974	97,263,111	
Furniture and Fixture	4,493,199	-	-	4,493,199	10%	194,696	-	2,740,933	1,752,266	
Electrical Equipment	1,573,877	-	-	1,573,877	10%	76,313	-	887,059	686,818	
Office Equipment	3,215,089	-	-	3,215,089	10%	162,522	-	1,752,396	1,462,694	
Motor Vehicle	3,655,907	-	-	3,655,907	20%	136,787	-	3,108,761	547,146	
<b>Sub Total as on 30.06.2023</b>	<b>340,809,495</b>	<b>17,860,826</b>	<b>-</b>	<b>358,670,321</b>		<b>9,643,790</b>	<b>-</b>	<b>82,278,090</b>	<b>276,392,230</b>	
<b>Sub Total as on 30.06.2022</b>	<b>320,512,246</b>	<b>20,297,249</b>	<b>-</b>	<b>340,809,495</b>		<b>9,864,159</b>	<b>-</b>	<b>72,634,300</b>	<b>268,175,195</b>	
<b>Revaluation</b>										
Land and Land Development	104,575,669	-	-	104,575,669	-	-	-	-	104,575,669	
Building and Construction	3,224,642	-	-	3,224,642	2.5%	38,938	-	1,706,051	1,518,591	
Plant and Machinery	2,197,572	-	-	2,197,572	7%	11,583	-	2,043,677	153,895	
Furniture and Fixture	260,318	-	-	260,318	10%	-	-	260,318	-	
Electrical Equipment	346,354	-	-	346,354	10%	-	-	346,354	-	
Office Equipment	3,661	-	-	3,661	10%	-	-	3,661	-	
Motor Vehicle	884,504	-	-	884,504	20%	-	-	884,504	-	
<b>Sub Total as on 30.06.2023</b>	<b>111,492,720</b>	<b>-</b>	<b>-</b>	<b>111,492,720</b>		<b>50,522</b>	<b>-</b>	<b>5,244,566</b>	<b>106,248,154</b>	
<b>Sub Total as on 30.06.2022</b>	<b>111,492,720</b>	<b>-</b>	<b>-</b>	<b>111,492,720</b>		<b>52,392</b>	<b>-</b>	<b>5,194,044</b>	<b>106,298,676</b>	
<b>Grand total as on 30.06.2023</b>	<b>452,302,215</b>	<b>17,860,826</b>	<b>-</b>	<b>470,163,041</b>		<b>9,694,312</b>	<b>-</b>	<b>87,522,656</b>	<b>382,640,385</b>	
<b>Grand total as on 30.06.2022</b>	<b>432,004,966</b>	<b>20,297,249</b>	<b>-</b>	<b>452,302,215</b>		<b>9,916,551</b>	<b>-</b>	<b>77,828,344</b>	<b>374,473,871</b>	

**Allocation of depreciation Charge:**

Sl.No.	Particulars	% of allocation	Depreciation at Cost	Depreciation at Revaluation	Total
1	Factory Overhead	85%	8,197,222	42,943	8,240,165
2	Administrative Overhead	7.5%	723,284	3,789	727,073
3	Selling and distribution Overhead	7.5%	723,284	3,789	727,073
	<b>Total (1+2+3)</b>	<b>100%</b>	<b>9,643,790</b>	<b>50,522</b>	<b>9,694,312</b>



**Paper Processing and Packaging Ltd.**  
**Statement of Tax Depreciation**  
**Assessment Year 2023-2024**

For the period from 01-07-22 to 30-06-2023

SL. No	Assets	Opening assets at cost	Addition	Disposal	Closing Balance at cost	% of Depreciation	Adjustment	Depreciation at cost	Closing Balance	Annexure-B
1	Land and Land Development	106,329,043	-	-	106,329,043	0%		-	106,329,043	
2	Building	37,325,389	17,860,826	-	55,186,215	10%		5,518,622	49,667,594	
3	Plant & Machinery	46,062,589	-	-	46,062,589	20%		9,212,518	36,850,071	
4	Furniture	1,947,214	-	-	1,947,214	10%		194,721	1,752,492	
5	Electric Equipments	534,731	-	-	534,731	15%		80,210	454,522	
6	Motor Vehical	658,620	-	-	658,620	20%		131,724	526,896	
7	Office Equipments	1,627,054	-	-	1,627,054	10%		162,705	1,464,349	
	<b>Total:</b>	<b>194,484,640</b>	<b>17,860,826</b>	<b>-</b>	<b>212,345,466</b>			<b>15,300,500</b>	<b>197,044,966</b>	<b>Total (Tk.)</b>

**Particulars:**

The details of Deferred Tax Liability is as under:

WDV as per Accounts (Other than land)	170,063,187
WDV as per 3rd Schedule ITO 1984 (Other than land)	90,715,923
<b>Temporary Difference</b>	<b>79,347,264</b>
Applicable Tax Rate	22.50%
<b>Closing Balance:</b>	<b>17,853,134</b>
Add/(Less): Previous year adjustment	-
<b>Opening Balance</b>	<b>(14,738,111)</b>
Expenses during the period	<b>3,115,023</b>

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

106,248,154  
15%  
15,937,223  
(15,944,801)  
(7,578)





**Paper Processing and Packaging Ltd.**  
**Schedule of Inventories**  
**As at June 30, 2023**

Annexure-C

Items Name	Unit	Opening as on July 01, 2022		Procurement		Total		Consumption		Closing as on June 30, 2023	
		Qty.	Value (Tk.)	Qty.	Value (Tk.)	Qty.	Value (Tk.)	Qty.	Value (Tk.)	Qty.	Value (Tk.)
<b>A. Raw Materials:</b>											
White Printing/Writing Paper	MT	1,184	77,619,644	75	11,506,395	1,259	89,126,039	1,167	81,423,922	92	7,702,117
Cartridge Paper/Ledger Paper /Art Paper/ Carton Board/Old Corrogated Cutting	MT	25	2,763,827	10,083	231,896,432	10,108	234,660,259	7,023	161,942,010	3,086	72,718,249
Printing Materials	Lbs	-	2,763,814	-	8,294,698	-	11,058,512	-	8,500,168	-	2,558,344
<b>Sub-Total</b>			<b>83,147,285</b>		<b>251,697,525</b>		<b>334,844,810</b>		<b>251,866,100</b>		<b>82,978,710</b>
<b>B. Packing Materials and Store &amp; Spare Parts:</b>											
Store, Spares and Others	Tk.	-	6,746,905	-	14,416,807	-	21,163,712	-	10,956,773	-	10,206,939
Lubricant	Ltr	942	187,740	5,261	936,153	6,203	1,123,893	4,693	711,476	1,510	412,417
<b>Sub-Total</b>			<b>6,934,645</b>		<b>15,352,960</b>		<b>22,287,605</b>		<b>11,668,249</b>		<b>10,619,356</b>
<b>Total (A+B)</b>			<b>90,081,930</b>		<b>267,050,485</b>		<b>357,132,415</b>		<b>263,534,349</b>		<b>93,598,066</b>
<b>Finished Goods:</b>											
Text Book/ Exam Khata/ Register Khata / Brochures/ Diary/ Recycled paper/ Posters/ Training Materials/ Others	PCS		51,735,894		329,845,401		381,581,295		327,279,697		54,301,598
<b>Total Finished Goods:</b>			<b>51,735,894</b>		<b>329,845,401</b>		<b>381,581,295</b>		<b>327,279,697</b>		<b>54,301,598</b>
<b>Closing Stock as on 30 June 2023:</b>										<b>147,899,664</b>	

