

Annual Report - 2015



ANWAR GALVANIZING LIMITED

(a unit of Anwar Group of Industries)

OUR PRODUCTS



Brake Drum



Fittings Products



CONTENTS

Transmittal Letter02

Notice of the 21st Annual General Meeting03

Message from the Desk of Chairman04

Message from the Desk of Managing Director05

Corporate Profile

Company information06

Corporate Profile/Management Apparatus07

Corporate Governance08

Certificate on Corporate Governance11

Corporate Governance Compliance Report12

Reports of the CEO and CFO to the Board18

Audit Committee’s Report to the Shareholders19

Directors’ Report to the Shareholders20

Financial Report

Auditors Report to the Shareholders27

Statement of Financial Position29

Statement of Comprehensive Income30

Statement of Changes in Equity31

Cash Flow Statement32

Notes to the Financial Statements33

Attendance Slip and Proxy Form

Transmittal Letter

The Shareholders
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Ltd.
Chittagong Stock Exchange Ltd.

Annual Report for the year ended 30 June, 2015

Dear Sir(s),

We are pleased to enclose a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position as at 30 June, 2015, Statement of Comprehensive Income, statement of Cash Flows and Statement of Changes in Equity for the year ended 30 June, 2015 along with notes thereon and all related Financial Statements for your record/necessary measures.

Yours sincerely,



Tauhidul Islam ACS
Company Secretary

Dated: January 12, 2016

ANWAR GALVANIZING LIMITED
Regd. Office: 27, Dilkusha C/A, Dhaka-1000

NOTICE OF THE 21st ANNUAL GENERAL MEETING

Notice is hereby given that the 21st Annual General Meeting of Anwar Galvanizing Limited will be held on Wednesday, 27 January, 2016 at 10.30 A.M. at the BCIC Auditorium, 30-31, Dilkusha C/A, Dhaka, to transact the following business:

AGENDA

1. To receive, consider and adopt the Financial Statements of the Company for the year ended 30 June 2015, and the Reports of the Directors and the Auditors.
2. To declare Dividend for the year ended 30 June, 2015.
3. To retire/elect Directors.
4. To appoint Statutory Auditors for the year 2015-2016 and to fix their remuneration.
5. Other Business.

By order of the Board,



Tauhidul Islam ACS
Company Secretary

Dated: January 12, 2015

Notes:

- i. Shareholders whose names appear on the Members/Depository Register on the Record Date i.e. November 25, 2015 shall be eligible to attend the 21st AGM of the Company and to receive the Dividend.
- ii. A Shareholder wishing to appoint a Proxy must deposit the Proxy Form, duly stamped, at the Company's Registered Office by 10:30 am of January 25, 2016.
- iii. Only Shareholders or their properly appointed proxies will be allowed to attend the meeting.
- iv. Admission into the auditorium will be allowed strictly on submission of the attendance slip sent with the Notice.
- v. No children will be allowed at the AGM.

বিঃদ্রঃ বাংলাদেশ মার্কেটারিটিক এন্ড এক্সচেঞ্জ কমিশনের আর্কুলার নং- এমইসি/মি-এমআরআরমিডি/২০০৯-১২৩/১৫৬ তারিখ অক্টোবর ২৮, ২০১৩ এর আনুগে আমন্ত্রণ বারিক মাধ্যম মধ্যয় কোন প্রকার আদ্যায়ন বা উল্লেখের ব্যবস্থা থাকবে না।

Chairman's Statements

Dear Shareholders,

Assalamu Alaikum.

It is great pleasure to welcome you all to the twenty-first annual general meeting of Anwar Galvanizing Limited.

Year 2015 also began with political turmoil hampering normal business activities. However, there are visible signs of recovery and we hope the situation in the country will remain peaceful in the coming days. Our focus as always will be on achieving the targets we have set for the year and striving to exceed them. We also hope to reach new milestones thereafter.

You are aware that Anwar Galvanizing Limited is fully committed to extend best possible personalized services to its valued stakeholders and maintain close relationship with the customer which the management team is continually improving. Anwar Galvanizing Limited possesses management efficiency, functional ability and all other matters connecting to smooth functioning of the Company

I would extend my heartfelt gratitude to all my colleagues in the Board for their continued support and cooperation. I would also like to thank the regulatory authorities, valued clients and the shareholders for their continuous help and cooperation in taking our mission ahead.

I would like to conclude my statement by conveying my personal appreciation to all our shareholders for their continued support at all times and special thanks to all our employees for their dedication and hard work that have made Anwar Galvanizing Limited what it is today.

Allah Hafez.



Hossain Mahmood
Chairman

Dear Shareholders,

Assalamu Alaikum.

In 2015, we have consolidated our position with sales turnover of BDT 144,870,700/- posting a growth of 8.35% over 2014. In its 21 years of operation, Anwar Galvanizing Limited has been consistently delivering on its promise of performance. From the humble beginning as a small manufacturer, it has become a leading and only manufacturer of GI fittings in the country.


Political unrest in the country, which started in late 2014 and continued till first quarter of 2015, seriously disrupted our business activities. Despite all the challenges, we were able to register an average growth of more than 8% in our business. The company has achieved this by staying focused on creating value for all its stakeholders.

Anwar Galvanizing Limited has installed the latest casting technology "Induction Furnace" to double the capacity of the plant and at the same time, Induction Furnace technology will allow re-use of wastage up to 80%. The present capacity of the plant has been increased to 1,880 MT/year in place of previous capacity of 1,160 MT/year.

My sincere appreciation goes to the honorable Members of the Board for their judicious guidance round the year and I look forward to receive the same in future. We aspire to be among the most admired companies in the region, and that is only possible with your continued support and trust.

I hereby convey my sincere gratitude to all the shareholders of the company for being with us in our journey. I would also like to extend my thanks to each and every employee of the Company for their dedication and hard work and I want them to take on new challenges for the eventual benefit of the company. I'm sure together we will continue to deliver strong results and accomplish our long term goals.

Inshanllah!


Manwar Hossain
Managing Director

Company Information:

Registered Office	: Baitul Hossain Building (14 th floor) 27, Dilkusha C/A, Dhaka-1000. Phone: 9564033. Telex: 642581 Fax: 880-2-9564020, 9667755, 9562347, 7124264 Web: sector>buildingmaterials>anwargalvanizing">www.anwargroup.com>sector>building materials>anwargalvanizing
Factory	: Morkun, Tongi Industrial Area, Gazipur, Bangladesh
Date of incorporation	: 14-02-1995
Certificate of commencement of business	: 14-02-1995
Listed with Dhaka Stock Exchange Ltd.	: 20-7-1996
Listed with Chittagong Stock Exchange Ltd.	: 24-7-1996.
Product	: GI Fittings, Brake drum.

Corporate Profile

Board of Directors:

Mr. Hossain Mehmood	- Chairman
Mr. Manwar Hossain	- Managing Director
Mrs. Anwar Hossain	- Director
Mr. Bibi Amana	- Director
Mr. Hossain Khaled	- Director
Mrs. Shaheena Begum	- Director
Mrs. Hasina Begum	- Director
Mr. Mohammad Faiz	- Independent Director
Dr. Tuhin Malik	- Independent Director
Mr. Tareque Hossain	- Shareholder Director

Company Secretary:

Tauhidul Islam ACS

Audit Committee:

Mr. Mohammad Faiz	- Chairman
Mr. Manwar Hossain	- Member
Mr. Hossain Mehmood	- Member
Dr. Tuhin Malik	- Member
Tauhidul Islam ACS	- Member Secretary

Statutory Auditors:

MABS & J Partners, Chartered Accountants

Corporate Office:

Park Plaza (Suit N-9), 31, Banani C. A. Road 17,
Dhaka-1213, Bangladesh.

Compliance Auditor:

ITRAT HUSAIN & ASSOCIATES,
Chartered Secretaries in Practice

Corporate Office:

Rhinestone, House # 6, Road # 104, Lakeside, Gushan-2, Dhaka-1212.

Bankers:

AB Bank Ltd, Bangladesh Commerce Bank Ltd.
NRB Commercial Bank Ltd, SBAC Bank Ltd, Dutch Bangla Bank Ltd;
First Security Islami Bank Ltd, The City Bank Ltd.

Legal Advisor:

Advocate Sayed Quamrul Hossain (Kiron)
Address: Room No – 343
Supreme Court Bar Asso Building, Dhaka.
Chamber: Suit No. – 7M, Meherba Plaza (7th Floor), 33, Topkhana Road, Dhaka.

Factory:

Morkun, Tongi, Gazipur, Bangladesh

Registered Office:

27 Dilkusha C/A, Dhaka-1000.

Corporate Governance:

The Board of Directors of Anwar Galvanizing Limited (AGL) believes in ensuring the highest standards of Corporate Governance (CG) as it will serve to strengthen the Company's sustainability, organizational effectiveness and foster a high-performance culture within the organization.

We at Anwar Galvanizing Limited believe in transparency and commit ourselves to adherence to good corporate governance practices at all times, as we believe that good governance generates goodwill among business partners, customers and investors and helps the company grow.

A good governance process provides transparency of corporate policies, strategies and the decision making process. This further strengthens internal control systems and helps in building relationships with all stakeholders. AGL's Corporate Governance code has been developed and enhanced based on the principles and best practices outlined in the following

- (i) Bangladesh Securities and Exchange Commission (BSEC) Corporate Governance Notification;
- (ii) Dhaka and Chittagong Stock Exchanges Listing Regulations;
- (iii) Standards of Business Conduct of the Company;
- (iv) Statement of Business Principles (Business Principles) of the Company; and
- (v) Statement of Delegated Authorities of the Company.

Board of Directors:

The Board of Directors is a bridge between the shareholders and operational management of the organization. Directors are elected or appointed by the shareholders. The Board of Directors is responsible for operation of the company for best interest of its shareholders and accountable to the shareholders.

A. Composition of the Board:

The Board of Directors of Anwar Galvanizing Limited comprised of 10 (ten) members including 2 (two) independent directors. The positions of the Chairman of the Board and the Chief Executive Officer of the companies are occupied by different individuals. The Chairman of the company is elected from among the directors of the company. The Board of Directors has clearly defined roles and responsibilities of the Chairman and the Chief Executive Officer. The day-to-day management of the Company is conducted by the Managing Director who is assisted by the executive management.

B. Board Procedure:

To follow transparency, the Board follows the practice of advance planning in matters requiring discussion and decision by the Board. The Board is apprised the presentation on finance, sales, marketing, major business segments and operations of the Company and other matters, as the members want. The Managing Director along with the Company Secretary finalizes the agenda papers for the Board meeting in consultation with the other person concerned. The minutes of the proceedings of each Board meeting are maintained in terms of statutory provisions. The Board of Directors of AGL has laid down a Code of Conduct for all Board members and annual compliances of the code have been recorded.

Committee of the Board:

In accordance with the requirement of corporate governance of BSEC, **Anwar Galvanizing Limited** has formed an Audit Committee as a sub-committee of the Board of Directors.

Audit Committee:

The Audit Committee assists the Board of Directors in ensuring a sound monitoring system within the business. The Audit Committee is responsible to the Board and the duties and responsibilities to internal control, financial reporting and compliance monitoring, among others, of the Audit Committee are clearly set forth in writing by the Board in the Audit Committee Charter.

Chairman of the Board and Chief Executive:

The positions of the Chairman of the Board and the Chief Executive Officer (CEO) of the Company are filled by different individuals who are the members of the Board. The Board of Directors also clearly defined respective roles and responsibilities of the Chairman and the CEO in addition to their roles and responsibilities as per Articles of Association of the Company. The Chief Executive Officer is known as the Managing Director in AGL.

Chief Financial Officer (CFO), Head Of Internal Audit and Company Secretary (CS):**Chief Financial Officer:**

Anwar Galvanizing Limited has a Chief Financial Officer (CFO). He is responsible for accounts and finance activities of the Company. The Board of Directors clearly defined respective roles, responsibilities and duties of the CFO.

Head of Internal Audit:

Anwar Galvanizing Limited has a Head of Internal Audit. He is responsible for internal control and compliance. The Board of Directors clearly defined respective roles, responsibilities and duties of the Head of Internal Audit.

Company Secretary:

The Board of Directors of Anwar Galvanizing Limited has appointed a Company Secretary. He is a Chartered Secretary and Associate member of the Institute of Chartered Secretaries of Bangladesh (ICSB). The Board of Directors clearly defined respective roles, responsibilities and duties of the Company Secretary.

Statutory Auditors:

M/s MABS & J Partners, Chartered Accountants is the external auditor of the Company. They carry out systematic examination of books and records of the Company and ascertain, verify and report upon the facts regarding the financial operation and the results of the Company. The auditor has performed his duties according to the Corporate Governance Guidelines notified by BSEC.

No partner or employees of the auditors held any shares of Anwar Galvanizing Limited during the tenure of their audit assignment. External/Statutory auditors are appointed and the remuneration is fixed by the shareholders in Annual General Meeting.

Compliance Auditor:

The company has obtained a certificate from M/s ITRAT HUSAIN & ASSOCIATES, Chartered Secretaries in Practice, regarding compliance of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on yearly basis.

The compliance auditor carry out systematic examination of books and records of the Company and ascertain, verify and report upon the facts regarding the statutory compliance as submitted to the BSEC, DSE, CSE, RJSC and others regulator and to comply with the corporate governance properly.

Internal Audit and Internal Control:

Anwar Galvanizing Limited believes that internal audit is one of the four pillars of corporate governance, the other pillars being the Board of Directors, Management and the External Auditors. Hence, the Company has an independent internal audit department under control of the Audit Committee of the Board. Internal audit assists the Company in accomplishing its objectives by bringing a systematic and disciplined approach to evaluate and improve the effectiveness of the organization's risk management, process control and governance processes.

Compliances:

To ensure the spirit of the corporate governance with accountability for inspiring confidence of investors, regulators, financier and other stakeholders, Anwar Galvanizing Limited is committed to comply with all the requirements of corporate governance as required by the Bangladesh Securities and Exchange Commission (BSEC).

AGL ensured highest standards of corporate good governance and strict adherence to the requirements of ethical code of conduct through continuous close monitoring. Through the code of ethics all levels of staff have been educated and encouraged to whistle blowing, when they identify or suspect wrong doings by others involved in the activities of the Company.

ITRAT HUSAIN & ASSOCIATES

CHARTERED SECRETARIES IN PRACTICE

CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

1. We have examined the compliance of conditions of Corporate Governance by **ANWAR GALVANIZING LIMITED** ("the Company") for the year ended 30 June, 2015 as per the Corporate Governance Guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) vide Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012.

2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on financial statements of the Company.

3. In our opinion and to the best of our information and according to the explanation given to us and the representations made by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the BSEC notification mentioned above.

4. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.



Itrat Husain & Associates
Chartered Secretaries in Practice

Signed by : Itrat Husain FCMA, FCS
Chief Executive

Dhaka, 26 October, 2015

"CRYSTAL PALACE" REGUS, 3RD FLOOR, SE (D) 22, ROAD 140, SOUTH GULSHAN AVENUE, GULSHAN-1, DHAKA-1212, BANGLADESH
CELL: 01713092222; 01819259703, EMAIL: itratshahed@gmail.com

ANWAR GALVANIZING LIMITED**Status report on compliance with the conditions Imposed by the BSEC
(Report under condition No. 7)**

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 Dated August 07, 2012 and subsequently amended on July 21, 2013 issued under section 2CC of the securities and exchange ordinance, 1969:

Condition No.	Title	Compliance Status (Put ✓ in appropriate column)		Remarks (if any)
		Complied	Not complied	
1.	Board of Directors			
1.1	Board's Size : The number of the board members of the company shall not be less than 5(five) and more than 20(Twenty)	✓		
1.2	Independent Directors :			
1.2(i)	Minimum number of Independent Directors	✓		
1.2(ii)a)	Shareholding by Independent Directors.	✓		
1.2(ii)b)	Relationship with Company's Sponsor	✓		
1.2(ii)c)	Does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies.	✓		
1.2(ii)d)	Not a member, director or officer of any stock exchange	✓		
1.2(ii)e)	Not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market	✓		
1.2(ii)f)	Not a partner or an executive or was not partner or an executive during the preceding 3 (three) years of any statutory audit firm.	✓		
1.2(ii)g)	Not be an independent director in more than 3(three) listed companies :	✓		

1.2(ii)h)	Not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a NBFI	✓		
1.2(ii)i)	Not been convicted for a criminal offence involving moral turpitude	✓		
1.2(iii)	Appointment of Independent Director(s)	✓		
1.2(iv)	Not remain vacant for more than 90 (ninety) days.	✓		
1.2(v)	Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	✓		
1.2(vi)	Tenure of office of an independent director shall be for period of 3(three) years, which may be extended for 1(one) term only.	✓		
1.3	Qualification of Independent Director (ID):			
1.3(i)	Knowledge of Independent Directors	✓		
1.3(ii)	Qualification and Experience of Independent Directors	✓		
1.3(iii)	Special cases for qualifications			NA
1.4	Individual Chairman of the Board and CEO	✓		
1.5	The Directors' Report to shareholders:			
1.5(i)	Industry outlook and possible future developments in the industry	✓		
1.5(ii)	Segment-wise or product-wise performance	✓		
1.5(iii)	Risks and concerns	✓		
1.5(iv)	Discussion on Cost of Goods Sold, Gross Profit Margin And Net Profit Margin.	✓		
1.5 (v)	Discussion on continuity of any Extra Ordinary gain or loss			No such incidence arose
1.5(vi)	Basis for related party transactions	✓		
1.5(vii)	Utilization of proceeds from Public Issues/ Rights Issues			NA
1.5(viii)	Explanation if the financial results deteriorate after the company goes for IPO, RPO, Rights Offer, Direct Listing etc.			NA

1.5(ix)	Explanation of significant variance occurs between Quarterly Financial Performance and Annual Financial Statements			NA
1.5(x)	Remuneration to Directors including Independent Directors	✓		
1.5(xi)	Fairness of Financial Statement	✓		
1.5(xii)	Maintenance of proper books of accounts	✓		
1.5(xiii)	Adoption of appropriate accounting policies and estimates	✓		
1.5(xiv)	Compliance with IAS, BAS, IFRS And BFRS in preparation of Financial Statements	✓		
1.5(xv)	Soundness of Internal Control System	✓		
1.5(xvi)	Ability to continue as a going concern	✓		
1.5(xvii)	Significant deviations in Operating Results compared to last year	✓		
1.5(xviii)	Key operating and financial data of at least preceding 5(five) years	✓		
1.5(xix)	Reasons for not declared dividend			NA
1.5(xx)	Number of board meetings held during the year and attendance	✓		
1.5(xxi)	Pattern of shareholding:			
1.5(xxi)a)	Shareholding by Parent/Subsidiary/Associated Companies and other related parties	✓		
1.5(xxi) b)	Shareholding by Directors, CEO, CS, CFO, HIA and their spouses and minor children	✓		
1.5(xxi) c)	Shareholding by Executives	✓		
1.5(xxii)d)	Shareholders holding 10% or more voting interest	✓		
1.5(xxii)	Appointment /re-appointment of director :			
1.5(xxii)a)	Resume of the Directors	✓		
1.5(xxii)b)	Expertise of Directors	✓		
1.5(xxii)c)	Directorship in other companies	✓		
2	CFO, HIA and CS:			
2.1	Appointment of CFO, HIA and CS :	✓		
2.2	Attendances of CFO and CS at the meeting of the Board of Directors.	✓		

3	Audit Committee:			
3(i)	Audit Committee as a sub-committee	✓		
3(ii)	Function of the Audit Committee	✓		
3(iii)	Reporting to the Board	✓		
3.1	Constitution of the Audit Committee:			
3.1(i)	Composition of Audit Committee	✓		
3.1(ii)	Appointment of members of the Audit Committee	✓		
3.1(iii)	Qualification of Audit Committee Members	✓		
3.1(iv)	Term of Service of Audit Committee Members	✓		
3.1(v)	Secretary of the Audit Committee	✓		
3.1(vi)	Quorum of the Audit Committee meeting	✓		
3.2	Chairman of the Audit Committee:			
3.2(i)	Board of Directors shall select the chairman	✓		
3.2(ii)	Chairman of the Audit Committee shall remain present in the AGM.	✓		
3.3	Role of Audit Committee			
3.3(i)	Oversee the financial reporting process	✓		
3.3(ii)	Monitor choice of accounting policies and principles	✓		
3.3(iii)	Monitor Internal Control Risk Management process	✓		
3.3(iv)	Oversee hiring and performance of external auditors	✓		
3.3(v)	Review the Annual Financial Statements.	✓		
3.3(vi)	Review the quarterly and half yearly financial statements before submission to the board for approval.	✓		
3.3(vii)	Review the adequacy of Internal Audit function	✓		
3.3(viii)	Review of significant related party transactions	✓		
3.3(ix)	Review Management Letters/ Letter of Internal Control weakness issued by Statutory Auditors	✓		
3.3(x)	Disclosure about the uses/applications of funds raised by IPO/RPO/Right Issue	✓		

3.4	Reporting of the Audit Committee:			
3.4.1	Reporting to the Board of Directors:			
3.4.1(i)	Reporting on Activities	✓		
3.4.1(ii)(a)	Report on conflicts of interests			No such incidence arose
3.4.1(ii)(b)	Material defect in the internal control system			No such incidence arose
3.4.1(ii)(c)	Suspected infringement of laws			No such incidence arose
3.4.1(ii)(d)	Any other matter			No such incidence arose
3.4.2	Reporting to the Authorities			No such reportable incidence arose
3.5	Reporting to the shareholders and General Investors	✓		
4	External /Statutory Auditors			
4(i)	Appraisal or valuation services or Fairness opinions	✓		
4(ii)	Financial information systems designed implementation	✓		
4(iii)	Book Keeping or other services	✓		
4(iv)	Broker- dealer services	✓		
4(v)	Actuarial services	✓		
4(vi)	Internal Audit Services	✓		
4(vii)	Any other services that the Audit Committee determines	✓		
4(viii)	Posses of share by partner or employee of Audit Firm	✓		
4(ix)	Audit/ Certification services on compliance of Corporate Governance as required under clause (i) of condition No. 7	✓		
5	Subsidiary Company			
5(i)	Composition of the Board of directors			NA
5(ii)	At least 1(one) Independent Director to the subsidiary company			NA
5(iii)	Submission of Minutes to the holding company			NA
5(iv)	Review of Minutes by the holding company			NA
5(v)	Review of Financial Statement by the Audit committee of holding company			NA
6.	Duties of Chief Executive Officer and Chief Financial Officer :			

6(i)a)	Financial statements don't contain any untrue or misleading statement	✓		
6(i)b)	Financial statements present a true and fair view of the company's affairs and are in compliance with existing Accounting Standard and applicable laws	✓		
6(ii)	Certification that there are no fraudulent, illegal or in violation of the company's code of conduct	✓		
7.	Reporting and Compliance of Corporate Governance :			
7(i)	Obtain certificate on compliance of Corporate Governance	✓		
7(ii)	Directors' statement on compliance of the above conditions in the Directors' Report	✓		

Certification of Due Diligence by CEO AND CFO
(Under clause-6 of the corporate governance guidelines)

To the Board of Directors
Anwar Galvanizing Limited

In compliance with the condition number 6 of the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission (BSEC), these financial statements have been prepared and presented fairly in accordance with Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs), the rules and regulations issued by the regulators, the Companies Act, 1994 and other applicable laws and regulations.

In this regards, we also certify to the Board that:

1. The financial statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and
2. The financial statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.

We further certify that to the best of our knowledge and belief, there were no transactions entered into by the Company during the year which are fraudulent, illegal, or violation of the Company's code of conduct.


Chief Financial Officer (CFO)


Managing Director & CEO

**Report on the Activities
of
The Audit Committee**

Dear Shareholders,

I am pleased to present the report of the Audit Committee of Anwar Galvanizing Limited in pursuance with the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission (BSEC). This report is a brief on the activities performed by the Audit Committee.

Reviewing the Financial Statements

The Audit Committee as per its terms of reference thoroughly reviewed quarterly, half-yearly and Annual Financial Statements of the company prior to their submission to the board of directors for approval. The committee in its meeting held on October 27, 2015 reviewed the Annual Financial Statements for the year 2015. The Financial Statements along with the report of the auditors were placed before the committee. The Chief Financial Officer briefed the committee on the financial performance of the company. Detailed discussions on the Financial Statements were held with the representatives of the management of the company. As part of the review, the committee also thoroughly examined the related party transactions that took place during 2015. The committee was fully satisfied that the transactions between the related parties were held in the normal course of business and on arm's length basis and adequate disclosure to that effect has been made in the financial statements.

In addition, the committee held 3 (three) other meetings wherein the quarterly and half-yearly financial reports of the company were reviewed prior to their onward submission to the board for approval. In each of the cases the committee held detailed discussion with the senior management on various aspects of the Financial Statements to ensure accuracy, consistency and compliance of the reports in all material respects. The Committee consists of the following persons:

Mr. Mohammad Faiz, Independent Director	- Chairman
Mr. Manwar Hossain, Director	- Member
Mr. Hossain Mehmood, Director	- Member
Dr. Tuhin Malik, Independent Director	- Member
Mr. Tauhidul Islam ACS, Company Secretary	- Member Secretary

The committee noted no material deviations or non-compliance or adverse audit findings that warrants for board or shareholders' attention during the period under review.



Mohammad Faiz
Chairman of the Audit Committee

DIRECTORS' REPORT

Dear Shareholders,

Assalamu Alaikum

It is a pleasure and privilege on the part of the Board of Directors to place herewith the Directors' Report and Auditors' Report together with the audited financial statements of Anwar Galvanizing Limited for the year ended 30th June 2015.

As before, the Company was governed throughout 2015 under the core crucial pillars of productivity, sustainability and growth which enabled us to post remarkable results during the year. The significant components of the business under each pillar, together with the salient features of such performance are described and highlighted in the succeeding parts of this report.

In order to comply the SEC notification SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012, the following conditions of Corporate Governance has been enumerated:

Condition-1.5 (i) Industry outlook and future development:

Please be informed that the plant been getting strengthened day by day with our efforts but suffered from scarcity of gas supply that posed threat to the achievement of our growth goals. As there is no other similar plant in the country, maintaining adequate supply of competent human resource has been a challenge too. Management is very active on both counts and is capable of handling both the issues successfully.

The management of Anwar Galvanizing Limited is working continuously to diversify the portfolio of AGL through different channels in order to boost turnover and profitability. The key developments in the diversification of the business activities introduced Induction Furnace technology will allow re-use of wastage up to 80% over the fiscal year.

Customer Satisfaction:

Customer satisfaction is a major priority for AGL. We ensure optimal customer satisfaction by ensuring quality of products, on-time delivery, after sales service etc. ensuring the best possible value for money.

Condition-1.5 (ii) Segment-wise Performance:

Particulars	30 June 2015	30 June 2014
GI Fittings	123,645,777	105,292,011
Brake Drum	13,173,105	9,747,814
Others	8,051,819	18,663,921
Revenue	144,870,700	133,703,746

Condition-1.5 (iii) Risk and Concern:

As with the nature of business in general, it is absolute that a company runs with many risks which include Operational Risk, Market Risk, Legal Risk, Transaction Risk and Governance Risk. The risk a business faces cannot be fully eliminated by the management of the company. The management of AGL has tried to eliminate these risks by adopting sound policies which make concentrated efforts to ensure the quality of our products are in compliance with regulatory standards. Currently, AGL does not take any significant risks that would hamper the operational activities or growth of the company.

Condition-1.5 (iv) Cost of Sales:

Break up is given below:	2014-2015	2013-2014
Raw Materials Consumed	59,803,536	55,994,930
Auxiliary Materials Consumed	19,163,063	16,971,352
Total Materials Consumed	78,966,599	72,966,282
Add: Factory Overheads	57,862,979	45,592,361
Opening Stock of Work -In-Process	25,436,209	19,556,003
Less: Closing Stock of Work -In-Process	42,047,896	25,436,209
Cost of Production	120,217,890	112,678,437
Opening Stock of Finished Goods	14,289,430	20,044,747
Less: Closing Stock of Finished Goods	11,861,966	14,289,430
Cost of Goods Sold	122,645,354	118,433,754
Gross Profit	<u>22,225,346</u>	<u>15,269,993</u>
Net Profit before Tax	<u>12,900,167</u>	<u>8,949,507</u>

Condition-1.5 (v) Extra-Ordinary Gain or Loss:

In the fiscal year 2014-2015 AGL did not make any extra-ordinary gain or loss.

Condition-1.5 (vi) Related Party Transaction:

Related party transaction is a transfer of resources, services or obligations between related parties, regardless of whether a price is charged. During the financial year under review, the company carried out a number of transactions with related parties in the normal course of business. Details are shown below:

Name of Party/Company	Relation	Nature of Transaction	Balance Dr/(Cr)
Hossain Dyeing & Printing Mills Ltd.	Common Director	Product Supply	18,037
J.R Furniture	Common Director		150,757
AGI Automobiles Ltd.	Common Director		1,200,000
Anwar Integrate Steel Mills	Common Director	Purchase	(3,784,573)
Anwar Ispat Ltd.	Common Director		(76,854,514)

Basis of Related Party Transaction:

Anwar Ispat Ltd. is one of the largest consumers of Cast Iron and Pig Iron in Bangladesh. They are capable to procure these materials in large volume at a lower cost compared to Anwar Galvanizing Limited. AGL purchase raw materials from Anwar Ispat Ltd at its import cost.

Condition-1.5 (vii) Utilization of Proceeds from Public Issue:

Proceeds from public issue had been utilized for construction of factory building and machinery.

Condition-1.5 (viii) Financial Result after IPO:

The financial result of the company has been moderate so far. The recent modernization and management restructuring has made the company capable of doing far better in the coming years. With improved support from the gas & electric power authority, the company can do much better.

Condition-1.5 (ix) Significant Result between Quarterly Report and Annual Report:

There is no significant deviation between quarterly financial performance and annual financial performance.

Condition-1.5 (x) Remuneration to Directors:

There were 10 Directors (including 2 independent Director) in the company during the year ended June 30, 2015. No remuneration was paid to the Directors during the year.

Condition-1.5 (xi) Presentation of Financial Statements:

The Financial Statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operation, cash flows and changes in equity.

Condition-1.5 (xii) Maintenance of Books of Accounts:

Books of Account have been maintained properly by the company.

Condition-1.5 (xiii) Application of Accounting Policies:

Appropriate Accounting policies have been consistently applied in the preparation of the financial statements and that the accounting estimates made are based on reasonable and prudent judgment.

Condition-1.5 (xiv) Application of Accounting and Reporting Standard:

International Accounting Standards (IAS)/ Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS)/ Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in the preparation of the financial statements and any departure therefrom has been adequately disclosed.

Condition-1.5 (xv) The Internal Control System:

We give strong emphasis on Internal Control systems to ensure strict corporate governance and accountability. The Board of Directors has formed an audit committee which is headed by an Independent Director in order to meet the requirements of the Bangladesh Securities and Exchange Commission.

The Audit Committee is monitoring the effectiveness of the Internal Control function on regular basis.

Condition-1.5 (xvi) Going Concern Assumption:

Though The Company's retained earnings is TK. (56,724,887), there exist a wide range of factors that we satisfy ourselves that the going concern basis is appropriate. During this year, we made profit before tax

of Tk.12,900,167 and have potentials to increase profit year to year. Already, we are producing and selling fast moving products like Brake Drum of vehicles to boost our turnover.

Condition-1.5 (xvii) Significant Deviations from Last Year's Operation:

We are pleased to inform our shareholders that there is no significant improvement from the last year's operation which is shown below:

Particulars	30-Jun-15	30-Jun-14
Revenue (Turnover)	144,870,700	133,703,746
Less: Cost of Goods Sold	122,645,354	118,433,754
Gross Profit	22,225,346	15,269,993
Less: Administrative, Selling & Distribution Expenses	8,507,201	6,056,155
Less: Financial Expenses	467,089	52,328
Operating Profit	13,251,057	9,161,511
Add: Other Income	294,119	235,472
Less: Loss (Gain) on Investment	-	-
Less: Workers Profit Participation Fund	645,009	447,476
Profit Before Tax	12,900,167	8,949,507

Condition-1.5 (xviii) Key operating and financial data of last five years:

Particulars	2014-2015	2013-2014	2012-2013	2011-2012	2010-2011
Revenue	144,870,700	133,703,746	114,711,498	84,824,034	131,320,934
Cost of Goods sold	122,645,354	118,433,754	99,366,790	71,421,457	116,854,489
Gross Profit	22,225,346	15,269,993	15,344,708	13,402,577	14,466,445
Profit before tax	12,900,167	8,949,507	10,925,674	10,756,765	11,028,113

Condition-1.5 (xix) Dividend Declaration:

Considering the interest of the shareholders and the company's present and future plan to expand the business activities, The Board of Directors has decided to recommend dividend @ 9% in cash for general shareholders on face value of Tk. 8,58,60,000 (Excluding sponsor Directors and shareholders) for the year 2014-15.

Condition-1.5 (xx) Board Meeting attendance:

The numbers of board meetings held during this year and attendance by each director are as under-

SL	Name of directors	Meeting held	Meeting attended
1	Mr. Anwar Hossain	9	6
2	Mr. Manwar Hossain	9	9
3	Mr. Hossain Mehmood	9	8
4	Mr. Hossain Khaled	9	8
5	Mrs. Bibi Amena	9	6
6	Mrs. Shaheena Begum	9	1
7	Mrs. Hasina Begum	9	1
8	Mr. Tareq Hossain	9	1
9	Mr. Tuhin Malik (Independent Director)	9	1
10	Mr. Mohammad Faiz (Independent Director)	9	3

Condition-1.5 (xxi) Pattern of Shareholding:

The share holding position as on 30 June 2015 is as follows:

As on June 30, 2015, Sponsors/Promoters and Directors holds 4,614,000 shares i.e. 34.95%; Government holds nil; Institute holds 4,946,726 shares i.e. 37.48%; Foreign holds nil; and General Public holds 3,639,274 shares i.e. 27.57%.

- a) Parent/ Subsidiary/Associated companies and their related parties: N/A
 b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children:

SL No.	Name of the share holder	No. of share held by sponsors/ promoters and directors as on		% of total no. of paid-up shares
1	Anwar Steel mills Ltd	Sponsor	1000000	7.58
2	Mr. Anwar Hossain	Representative Director (Anwar Steel Mills Ltd.)	2500	0.02
3	Mrs. Shaheena Begum	Representative Director (Anwar Steel Mills Ltd.)	172500	1.31
4	Mrs. Hasina Begum	Representative Director (Anwar Steel Mills Ltd.)	175000	1.33
5	Mr. Manwar Hossain	Sponsor Director	750000	5.68
6	Mr. Hossain Mehmood	Sponsor Director	750000	5.68
7	Mr. Hossain Khaled	Sponsor Director	750000	5.68
8	Mrs. Bibi Amena	Sponsor Director	650000	4.92
9	Mr. Tareq Hossain	Director	14000	0.11
10	Mrs. Shahnaz Begum	Sponsor	175000	1.33
11	Mrs. Selina Begum	Sponsor	175000	1.33
12	Dr. Tuhin Malik	Independent Director	Nil	0%
13	Mr. Mohammad Faiz	Independent Director	Nil	0%
14	Mr. Gopal Chandra Ghosh	Chief Financial Officer	Nil	0%
15	Mr. Ismail Rashed	Head of Internal Audit	Nil	0%
16	Mr. Tauhidul Islam	Company secretary	Nil	0%
17	Spouses and minor children of above	N/A	Nil	0%
Total			46.14.000	34.95%

c) Top Five Salaried Executives:

SL No.	Name	Designation	Share held
1	Mr. S. K. Ghosh	GM, Plant	Nil
2	Mr. A.T.M Nazmol Hossain	AGM (Finance & Accounts)	Nil
3	Mr. Shamimul Mahmud Tarek	Asst. Manager (Finance & Accounts)	Nil
4	Mr. Jagar Nath Chaohan	Production	Nil
5	Mr. Nirmal Shingh	Manager, Plant	Nil

d) Shareholder holding 10% or more voting interest in the company: Nil

Distribution schedule of each class of equity security setting out the number of holder and percentage in the following categories as on 30 June, 2015:

Share Holdings Range	Number of Shareholders	No of Shares	Percentage
0000000001-0000000020	52	477	0.004%
0000000021-0000000049	13	411	0.003%
0000000050-0000000050	21	1,050	0.008%
0000000051-0000000200	166	26,991	0.205%
0000000201-0000000500	661	313,975	2.379%
0000000501-0000001000	280	259,278	1.964%
0000001001-0000005000	299	721,652	5.467%
0000005001-0000010000	74	556,943	4.219%
0000010001-0000025000	36	561,812	4.256%
0000025001-0000050000	9	333,073	2.523%
0000050001-9999999999	21	10,424,338	78.972%
Total	1,632	13,200,000	100.00%

All shares have been fully called and paid-up in cash. There was no preference share issued by the company.

Condition-xxii) Retirement, Appointment and Re-appointment of Directors:

As per Articles 114 and 115 of the Articles of Association of the company regarding appointment & re-appointment of Directors will be held.

Appointment of Auditors:

MABS & J Partners, Chartered Accountants, has carried out the audit of the company for the year 2014-2015. They will retire at the end of 21th Annual General Meeting. Pinaki & Company, Chartered Accountants, desired to conduct the audit of the company for the financial year 2015-2016. Proposal for appointment of an Auditor for the year 2015-2016 and to determine their audit fees for conducting audit will be placed before the shareholders in General Meeting for their kind consideration.

Condition of Compliance of Corporate Governances:

As per notification no- SEC/CMRRCD/2006-158/134/Admin/44 dated August 7, 2012, the company has confirmed all the conditions of Corporate Governance Guidelines.

Clarification of the qualified opinion of the Auditor:

Qualified audit opinion:

The auditors have issues a qualified opinion noting the basis as “Sufficient amounts were not found in the dividend account to settle the dividend payable amount of Taka 6,039,312.”

Clarification:

The sponsor Directors and shareholders have expressed their intention of not collecting their dividends due to the fact that the cash generated from operation have been mostly applied for installing machinery and to pay out Directors’ loan.

Acknowledgements:

The Board of Directors would like to extend its foremost regards and appreciation to the valued Shareholders and other Stakeholders of the Company for their continued support and guidance to the company that led to many achievements. The Board also recognizes that its journey to attainments during the year became possible because of the cooperation, positive support, and guidance that it had received from the Government of Bangladesh, particularly the National Board of Revenue, Board of Investment, Registrar of Joint Stock Companies and Firms, Bangladesh Securities and Exchange Commission, Central Depository Bangladesh Limited, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, AGL's bankers, insurers & financial institutions, vendors, business partners and all of our dedicated employees. Accordingly, the Board offers its utmost gratitude to them. The Board would also like to thank each and every customer for their continued support and for making Company brands their preferred choices.

We also extend the Management and Employees our warmest greetings and felicitation for being the essential part of AGL during the year. It was your unrelenting commitment, dedication and diligence throughout the year that led to the Company achieving the goals.

Approved by the Board of Directors and signed, on its behalf, by-



Hossain Mehmood
Chairman

**AUDITORS' REPORT TO THE SHAREHOLDERS
OF
ANWAR GALVANIZING LIMITED**

We have audited the accompanying financial statements of **ANWAR GALVANIZING LIMITED (AGL)** which comprise the Statement of Financial Position as at 30 June 2015, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the period ended 30 June 2015 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994 and other applicable laws and regulation. The responsibility includes designing, implementing and maintaining 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

Sufficient amounts were not found in the dividend account to settle the dividend payable amount of Taka 6,039,312.

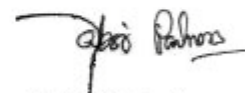
Opinion

In our opinion, **except for the possible effects of the matter described in the preceding paragraph**, the financial statements prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company affairs as at 30 June 2015 and the result of its operations and cash flows for the year then ended and comply with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

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 account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) The Company's Statement of Financial Position, dealt with by the report are in agreement with the books of accounts; and
- d) The expenditure incurred was for the purposes of the Company's business.

Dated: Dhaka, 28 October 2015.



MABS & J Partners
Chartered Accountants

Anwar Galvanizing Limited
Statement of Financial Position
As at 30 June 2015

Particulars	Notes	30 June 2015	30 June 2014
ASSETS			
Non-Current Assets:		93,611,082	82,154,117
Property, Plant & Equipment	3.00	93,611,082	82,154,117
Current Asset, Loan & Advance:		134,500,351	97,065,759
Non-current Assets Held for Sale	4.00	5,591,266	-
Inventories	5.00	89,334,122	64,719,949
Accounts Receivable	6.00	2,946,064	2,567,270
Advances, Deposits & Pre- Payments	7.00	27,777,108	22,564,807
Short Term Investment	8.00	3,315,470	2,919,726
Cash & Cash Equivalents	9.00	5,536,321	4,294,006
Total Assets		228,111,433	179,219,876
EQUITY AND LIABILITIES			
Shareholders' Equity:		109,332,816	106,991,465
Share Capital	10.00	132,000,000	132,000,000
Retained Earnings	11.00	(56,724,887)	(59,066,238)
Tax Holiday Reserve	12.00	34,057,703	34,057,703
Long Term Liabilities		3,632,670	-
Deferred Tax Liability		3,632,670	-
Current Liabilities & Provisions		115,145,947	72,228,411
Liabilities for Expenses and Others	13.00	112,533,074	53,139,776
Liabilities for other Finance	14.00	2,612,873	19,088,635
Total Equity and Liabilities		228,111,433	179,219,876
NAV Per Share		8.28	8.11

The accounting policies and other notes from 01 to 27 form an integral part of the Financial Statements.
The Financial Statements were authorized for issue by the Board of Directors on 28 October 2015 and signed on its behalf by :



Managing Director



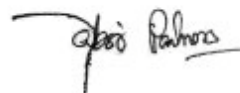
Director



Company Secretary

AUDITORS' REPORT TO THE SHAREHOLDERS:

This is the Statement of Financial Position referred to in our report.



Dated: Dhaka, 28 October 2015.


MABS & J Partners
Chartered Accountants

Anwar Galvanizing Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2015

Particulars	Notes	30 June 2015	30 June 2014
Revenue(Turnover)	15.00	144,870,700	133,703,746
Less: Cost of Goods Sold	16.00	122,645,354	118,433,754
Gross Profit		22,225,346	15,269,993
Less: Administrative, Selling & Distribution Expenses	17.00	8,507,201	6,056,155
Less: Financial Expenses	18.00	467,089	52,328
Operating Profit		13,251,057	9,161,511
Add: Other Income		294,119	235,472
Less: Workers Profit Participation Fund		(645,009)	447,476
Profit Before Tax		12,900,167	8,949,507
Less: Provision for Income Tax		4,515,059	2,411,771
Current Tax		882,389	3,132,328
Deferred Tax		3,632,670	(720,557)
Net Profit After Tax		8,385,108	6,537,736
Earning Per Share (EPS)	19.00	0.64	0.50

The accounting policies and other notes from 01 to 27 form an integral part of the Financial Statements.

The Financial Statements were authorized for issue by the Board of Directors on 28 October 2015 and signed on its behalf by :


Managing Director

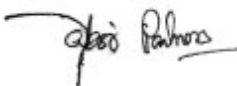

Director


Company Secretary

AUDITORS' REPORT TO THE SHAREHOLDERS:

This is the Statement of Profit or Loss and Other Comprehensive Income referred to in our report.

Dated: Dhaka, 28 October 2015.


MABS & J Partners
Chartered Accountants

Anwar Galvanizing Limited
Statement of Changes in Equity
For the year ended 30 June 2015

Particulars	<i>Amount (in Taka)</i>				
	Share Capital	Tax Holiday	Proposed Dividend	Retained Earnings	Total
Balance as on 01 July 2014	132,000,000	34,057,703	-	(59,066,238)	106,991,465
Less: Prior year adjustment	-	-	-	-	-
Adjusted opening balance	132,000,000	34,057,703	-	(59,066,238)	106,991,465
Net Profit for the year	-	-	-	8,385,108	8,385,108
Gain (Loss) on Investment	-	-	-	395,744	395,744
Cash Dividend 2013-2014	-	-	-	(6,439,500)	(6,439,500)
As on 30 June 2015	132,000,000	34,057,703	-	(56,724,887)	109,332,816
As on 30 June 2014	132,000,000	34,057,703	-	(59,066,238)	106,991,465

Anwar Galvanizing Limited
Statement of Changes in Equity
For the year ended 30 June 2014

Particulars	<i>Amount (in Taka)</i>				
	Share Capital	Tax Holiday	Proposed Dividend	Retained Earnings	Total
Balance as on 01 July 2013	132,000,000	34,057,703	-	(59,188,862)	106,868,841
Less: Prior year adjustment	-	-	-	(404,912)	(404,912)
Adjusted opening balance	132,000,000	34,057,703	-	(59,593,774)	106,463,929
Net Profit for the year	-	-	-	6,537,736	6,537,736
Cash Dividend 2012-2013	-	-	-	(6,010,200)	(6,010,200)
As on 30 June 2014	132,000,000	34,057,703	-	(59,066,238)	106,991,465
As on 30 June 2013	132,000,000	34,057,703	-	(59,188,862)	106,868,841

The accounting policies and other notes from 01 to 27 form an integral part of the Financial Statements.

The Financial Statements were authorized for issue by the Board of Directors on 28 October 2015 and signed on its behalf by :


Managing Director

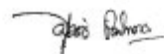

Director


Company Secretary

AUDITORS' REPORT TO THE SHAREHOLDERS:

This is the Statement of Changes in Equity referred to in our report.

Dated: Dhaka, 28 October 2015.


MABS & J Partners
Chartered Accountants

Anwar Galvanizing Limited
Statement of Cash Flows
For the year ended 30 June 2015

Particulars	Notes	30 June 2015	30 June 2014
(a) Cash Flows from operating activities:			
Collection from Turnover & other income	20.00	148,638,838	138,716,780
Payment for Cost & Expenses	21.00	(115,709,115)	(130,688,145)
Net Cash Flows from operating activities		<u>32,929,723</u>	<u>8,028,635</u>
(b) Cash Flows from Investing Activities:			
Acquisition of Fixed Assets		(7,458,560)	(1,393,593)
Net Cash Flows from Investing Activities		<u>(7,458,560)</u>	<u>(1,393,593)</u>
(c) Cash Flows from Financing Activities:			
Dividend Paid		(7,753,086)	(4,828,981)
Loan Received (Paid) NBL Securities Ltd		406,277	369,282
Directors Loan		(16,882,039)	-
Net Cash Flows from Financing Activities		<u>(24,228,848)</u>	<u>(4,459,699)</u>
(d) Net Cash Flows (a+b+c)		<u>1,242,315</u>	<u>2,175,342</u>
Add: Opening Cash & Cash Equivalents		4,294,006	2,118,664
Closing Cash & Cash Equivalents		<u>5,536,321</u>	<u>4,294,006</u>
Net Operating Cash-flow Per Share		2.49	0.61

The accounting policies and other notes from 01 to 27 form an integral part of the Financial Statements. The Financial Statements were authorized for issue by the Board of Directors on 28 October 2015 and signed on its behalf by :


Managing Director

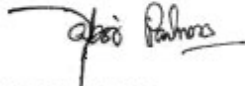

Director


Company Secretary

AUDITORS' REPORT TO THE SHAREHOLDERS:

This is the Statement of Cash Flows referred to in our report.

Dated: Dhaka, 28 October 2015.


MABS & J Partners
Chartered Accountants

Anwar Galvanizing Limited

Notes to the Financial Statements
For the year ended 30 June 2015**1. Legal Status and Nature of the Company - Disclosure under IAS 1 "Presentation of Financial Statements":****(a) Domicile, Legal Forms and Country of Incorporation:**

Anwar Galvanizing Limited (a "Company") was incorporated in Bangladesh on 14th February 1995, Registration No. 27860(1706)/95 under the Companies Act, 1994 as a public company limited by shares and its shares are listed in the Dhaka Stock Exchange, Bangladesh.

(b) Address of the Registered Office and Principal Place of the Business:

The address of the Registered Office and the Principal place of business is located at 27, Dilkusha Commercial Area, Dhaka and the manufacturing plant is located at Tongi Industrial Area, Gazipur.

(c) Principal Activities and Nature of Operation:

The company carries on the business of manufacturing of Galvanized GI Fittings and Brake Drum of all specifications and grades.

(d) Going Concern:

The financial statements have been prepared on the basis of Anwar Galvanizing Limited being a going concern.

2. Significant Accounting Policies**2.1 Basis of Accounting:**

The Financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS) under the historical cost convention subject to the revaluation of tangible assets made in 1995.

2.2 Tangible Assets:

Tangible assets are stated at original / revalued cost less accumulated depreciation while other tangible assets are stated at cost less accumulated depreciation.

2.3 Depreciation:

Depreciation has been charged during the year on Factory's Fixed Assets and on Head office Assets under reducing balance method. However depreciation on addition during the year charged when these were ready to use.

2.4 Specific Accounting Policies Selected and Applied for Significant Transactions and Events:**(a) Recognition of Property, Plant and Equipment:**

Property, Plant and Equipment are stated at their cost less accumulated depreciation in accordance BAS-16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction.

(b) Inventories:

Inventories comprise Raw Materials, Finished Goods and Stock of Stationery and Spares & Accessories. They are stated at the lower of cost and net realizable value in accordance with BAS-2 "Inventories". The costs of inventories are assigned by using weighted average cost formula. Costs of finished goods include 100% materials plus proportionate conversion cost.

(c) Cash and Cash Equivalents:

According to BAS-7 "Statement of Cash Flows", cash comprises in hand and demand deposit and, cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. BAS 1 "Presentation of Financial Statements" provides that Cash and Cash Equivalents are not restricted in use. Considering the provisions of BAS-7 and BAS-1 cash in hand and bank balances have been considered as cash and cash equivalents.

(d) Creditors and Accrued Expenses:

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

(e) Taxation:**i. Current Year:**

During the year provision for income tax has been calculated @ 35% in compliance with the Income Tax Ordinance 1984.

ii. Previous Years Assessment Status:

The company submitted Income Tax Returns for assessment years from 2007-08 to 2014-15 (Income Years 2006-07 to 2013-14) to the Tax Authority availing of facility u/s 82 BB of the I.T. Ordinance, 1984. The returns so submitted to the Tax Authority are deemed to have been accepted by the Tax Department as per Section 82 BB with no further tax liability in respect of these assessment years.

The company has however preferred an appeal to the High Court Division of the Honorable Supreme Court of Bangladesh in respect of assessment year 2002-2003 for allowing intangible additions of Tax holiday period, after expiry of Tax holiday period against which Court's award is still waiting.

There was no tax demand pending with company till 30 June 2014 in respect of any of the previous assessment years.

(f) Turnover:

Turnover comprises sales of the company excluding VAT.

(g) Revenue Recognition:

The revenue during the year represents revenue arising from the sale of GI fittings and Zinc sheet items which are recognized when deliveries are made against the sales order received from the respective customer and after satisfying all the conditions for revenue recognition as provided in IAS 18 as adopted by ICAB as BAS 18 "Revenue Recognition".

(h) Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with BAS 7 "Statement of Cash Flows" and the cash flows from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules 1987 and considering the provision of Paragraph 19 of BAS 7 which provides that "Enterprise are Encouraged to Report Cash Flows From Operating Activities Using the Direct Method".

(i) Components of the Financial Statements:

According to the International Accounting standards (IAS) 1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components:

- i) Statement of Financial Position as at 30th June 2015.
- ii) Statement of Profit or Loss and Other Comprehensive Income for the year ended 30th June 2015.
- iii) Statement of Cash Flows for the year ended 30th June 2015.
- iv) Statement of Changes in Equity for the year ended 30th June 2015.
- v) Accounting Policies and Explanatory Notes to Financial Statements.

(j) Compliance with Local Laws:

The financial statements have been prepared in compliance with requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other relevant local laws and rules.

(k) Compliance with the International Accounting Standards (IAS):

The financial statements have been prepared in compliance with requirements of the IAS adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.

(l) Reporting Period:

Financial Statements of the company cover one financial year from 1st July 2014 to 30th June 2015.

(m) Reporting Currency and Level Precision:

All of company's assets, liabilities, fund, income and expenditure are denominated in terms of the Taka, the local currency that has been rounded off to the nearest Taka.

(n) The Net Asset Value (NAV)

	<u>2015</u>	<u>2014</u>
Net Asset Value (NAV)	8.28	8.11

(o) Comparative Information:

Comparative information have been disclosed in respect of the year 2014-15 for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period's financial statements.

Figures of the year 2014-15 have been rearranged whenever considered necessary to ensure comparability with the current period. The disclosures in the financial statements, in all materials aspects, are in accordance with Bangladesh Accounting Standards, as adopted in Bangladesh.

(p) *Proposed Dividend*

Proposed Dividend has been shown separately under the shareholders' equity in accordance with Bangladesh Accounting Standards (BAS)-10 "Events after Balance Sheet Date"

BAS 1: Presentation of Financial Statements also requires the dividend proposed after the balance sheet date but before the financial statements are authorized for issue, be disclosed in the notes to the financial statement. Accordingly, the Company has disclosed the amount of proposed dividend in notes.

(q) *Related Party Transaction*

As per BAS-24 parties are considered to be related if one of the parties has ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company has carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties. Related parties are stated their actual value in the note number 26.

Note No.	Particulars	Notes	30 June 2015	30 June 2014
3.00	Non-Current Assets:			
	Property, Plant & Equipments	3.01	89,276,475	82,154,117
	Capital Work -in-progress	3.02	4,334,607	-
			93,611,082	82,154,117
3.01	Property, Plant & Equipments:			
	Opening Balance(at cost)		176,453,387	175,059,794
	Add: Addition During the year		18,648,298	1,393,593
	Less Sales /Adjustment		(13,508,320)	-
			181,593,365	176,453,387
	Less: Accumulated Depreciation		(92,316,890)	(94,299,270)
	Written down value as on 30.06.2015		89,276,475	82,154,117
	Details have been shown in Annexure-I			
3.02	Capital Work -in-progress:			
	Annealing Furnace 03		224,400	-
	Annealing Furnace 04		442,427	-
	Excavation Exp for IF		95,000	-
	Induction Furnace		2,979,046	-
	Pilling Expense for IF		70,000	-
	Raw Material Godown		323,356	-
	Water Tank		200,379	-
			4,334,607	-
4.00	Non-Current Assets Held for Sale			
	Non-Current Assets Held for Sale		5,591,266	-
			5,591,266	-
	This represents book value of Gas Generator which had become unuseable for the industrial purpose of Anwar Galvanizing Limited. Anwar Silk Mills Limited has agreed to take over the assets at its book value of Taka 5,591,266 which has been estimated as above market price considering the current state of the Generator.			
5.00	Inventories:			
	Raw Materials	5.01	12,601,581	5,790,391
	Auxiliary Materials	5.02	2,340,907	776,242
	General Stores & Spare	5.03	20,481,773	18,427,677
	Finished Goods	5.04	11,861,966	14,289,430
	Work -in-process	5.05	42,047,896	25,436,209
			89,334,122	64,719,949

Note No.	Particulars	Notes	30 June 2015	30 June 2014
5.01	Raw Materials:			
	Pig Iron		11,873,181	4,757,503
	CI Scrap		701,280	1,032,889
	MS Scrap		27,120	-
			12,601,581	5,790,391
5.02	Auxiliary Materials:			
	Hydrochloric acid		1,385	2,240
	Molases		285,519	161,141
	Telcom Powder		14,250	2,250
	Zinc Ingot		1,615,880	216,972
	China clay/Ball clay		31,200	4,950
	Quartz Powder		14,025	31,025
	Departure & Dexine Powder		389	1,753
	Grafiide Powder		2,800	12,300
	Shots		140,027	41,160
	Aluminium Ingot		27,000	41,550
	Sulpher		408	-
	Silica Powder		3,753	3,563
	Fero Silicon		39,546	108,870
	Bentonite		-	7,800
	Bruss		52,065	58,500
	Binder Core		250	460
	Coal Dust		4,725	11,700
	Fire Clay		10,800	13,200
	Hard Cook		90,000	48,480
	Resin Sand for Core		3,000	3,000
	Silicon Manganise		3,885	5,328
			2,340,907	776,242
5.03	General Stores & Spare:			
	General Stores & Spares		20,481,773	18,427,677
			20,481,773	18,427,677
5.04	Finished Goods:			
	Finished Goods		11,861,966	14,289,430
			11,861,966	14,289,430

Note No.	Particulars	Notes	30 June 2015	30 June 2014
5.05	Work -in-Process:			
	Break up is given below:			
	Casting		11,260,335	13,003,702
	Annealing		13,041,455	10,060,278
	Drill		64,405	-
	Flance		558,606	-
	Grinding		2,620,634	165,911
	Shots Blasting		704,534	355,740
	Galvanizing		6,560,162	1,425,229
	Threading Process		7,237,764	425,349
			42,047,896	25,436,209
6.00	Accounts Receivable:			
	Accounts Receivable		2,946,064	2,567,270
			2,946,064	2,567,270
7.00	Advance,Deposits & Pre-payments:			
	Break up is given below:			
	Advances	7.01	26,654,021	21,441,720
	Security Deposits	7.02	1,123,087	1,123,087
			27,777,108	22,564,807
7.01	Advances:			
	Break up is given below:			
	Advance against Purchase		50,000	100,000
	Advance against Supplier		7,559,234	1,381,936
	Advance to employee		705,892	625,760
	VAT Current Account		4,539,017	4,569,008
	AIT (Advance Income Tax)		13,799,878	14,765,016
			26,654,021	21,441,720
7.02	Security Deposit:			
	Break up is given below:			
	Security deposit -CDBL		300,000	300,000
	Security deposit-Electricity		219,500	219,500
	Security deposit-Gas		561,587	561,587
	Security deposit- metre		42,000	42,000
			1,123,087	1,123,087

Note No.	Particulars	Notes	30 June 2015	30 June 2014
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8.00 **Short Term Investment:**

Break up is given below:

SL. No.	Name of Company	No of Share	Cost Price	Market Price
01.	Grammen Phone Limited	3000	662,640	989,100
02.	Jamuna Oil Limited	3575	702,800	773,031
03.	M.I. Cement Factory Limited	5500	652,600	418,000
04.	Meghna Petroleum Limited	4680	692,760	1,003,860
05.	Sumit Power Limited	3450	208,926	148,140
			2,919,726	3,332,131
			Estimated Sales Commission	16,661
			Net Realizable Value	3,315,470

9.00 **Cash and Cash Equivalents:**

Break up is given below:

Cash at Banks	9.01	4,546,960	3,859,155
Cash in Hand	9.02	989,361	434,851
		5,536,321	4,294,006

9.01 **Cash at Banks:**

Break up is given below:

The City Bank Ltd. Principle Branch	4,151,511	2,096,816
The City Bank Ltd. F.Exchange Branch	(2,650,788)	773,779
The City Bank Ltd. Chamber Branch	221,407	782
Dutch Bangla Bank	1,583,272	623,228
First Security Islami Bank	429,689	-
AB Bank Limited	626,791	320,848
BD. Commerce Bank	22,250	23,520
NRB Commercial Bank	4,030	4,030
AL-Arafah Bank	-	4,733
Bank Asia	-	8,328
Bank Asia	-	181
South Bangla Agriculture & Commerce Bank	158,798	2,913
	4,546,960	3,859,155

9.02 **Cash in Hand:**

Break up is given below:

Cash in Head office	670,946	260,807
Cash in Factory office	318,415	174,044
	989,361	434,851

Note No.	Particulars	Notes	30 June 2015	30 June 2014
10.00	Share Capital:			
	Break up is given below:			
	Authorised Capital:			
	2,00,00,000 Ordinary Shares of Tk. 10 Each		200,000,000	200,000,000
			200,000,000	200,000,000
	Issued, Subscribed, and Paid-up-Capital:			
	1,32,00,000 Ordinary Shares of Tk.10 as fully paid in cash		132,000,000	132,000,000
			132,000,000	132,000,000
11.00	Retained Earnings:			
	Break up is given below:			
	Profit Brought Forward		(59,066,238)	(59,188,862)
	Less: Prior year adjustment		-	(404,912)
	Adjusted opening balance		(59,066,238)	(59,593,774)
	Net profit during the year		8,385,108	6,537,736
	Add: Gain (Loss) on Investment		395,744	
	Less : Cash Dividend		(6,439,500)	(6,010,200)
	Balance carried forward		(56,724,887)	(59,066,238)
12.00	Tax Holiday Reserve:			
	Break up is given below:			
	Year			
	1996-1997		8,489,546	8,489,546
	1997-1998		8,539,236	8,539,236
	1998-1999		5,687,240	5,687,240
	1999-2000		5,700,825	5,700,825
	2000-2001		5,640,856	5,640,856
	Closing balance as per 30 June 2015		34,057,703	34,057,703
13.00	Liability for Expenses and Others:			
	Break up is given below:			
	Payable for Electric Bill		325,472	318,303
	Liability for Audit Fee		90,000	100,000
	Payable for WPPF		1,092,485	447,476
	Advance Received from Customers		3,852,812	1,150,457
	Payable for Current Income Tax		882,389	4,183,169
	Liabilities for Others	13.01	18,121,284	22,615,006
	Liabilities for Goods Supplies		88,168,632	24,325,365
			112,533,074	53,139,776

Note No.	Particulars	Notes	30 June 2015	30 June 2014
13.01	Liabilities for Others:			
	Break up is given below:			
	Dividend Payable		6,039,312	8,032,154
	Others Liabilities		12,081,972	14,582,852
			18,121,284	22,615,006
14.00	Liabilities for Other Finance:			
	Break up is given below:			
	Loan From Directors		-	16,882,039
	Loan from NBL Securities Ltd		2,612,873	2,206,596
			2,612,873	19,088,635
15.00	Revenue (Turnover):			
	Break up is given below:			
	Sales: GI Fittings		123,645,777	105,292,011
	Sales: Brake Drum		13,173,105	9,747,814
	Sales: Others		8,051,819	18,663,921
			144,870,700	133,703,746
16.00	Cost of Goods Sold:			
	Break up is given below:			
	Raw Materials Consumed	16.01	59,803,536	55,994,930
	Auxiliary Materials Consumed	16.02	19,163,063	16,971,352
	Total Materials Consumed		78,966,599	72,966,282
	Add: Factory Overheads	16.03	57,862,979	45,592,361
	Opening Stock of Work -In-Process		25,436,209	19,556,003
	Closing Stock of Work -In-Process		(42,047,896)	(25,436,209)
	Cost of Production		120,217,890	112,678,437
	Opening Stock of Finished Goods		14,289,430	20,044,747
	Closing Stock of Finished Goods		(11,861,966)	(14,289,430)
	Cost of Goods Sold		122,645,354	118,433,754
16.01	Raw Material Consumed(GI Fittings):			
	Break up is given below:			
	Opening Stock		5,790,391	8,355,338
	Add: Purchase		66,614,726	53,429,983
			72,405,117	61,785,321
	Less: Closing Stock		12,601,581	5,790,391
			59,803,536	55,994,930
16.02	Auxiliary Materials Consumed:			
	Break up is given below:			
	Opening Stock		776,242	3,053,062
	Add: Purchase		20,727,727	14,694,533
			21,503,969	17,747,595
	Less: Closing Stock		2,340,907	776,242
			19,163,063	16,971,352

Note No.	Particulars	Notes	30 June 2015	30 June 2014
16.03	<u>Factory Overheads:</u>			
	Break up is given below:			
	Salary & Wages		28,295,467	23,124,821
	Festival Bonus		757,492	301,549
	Carriage Inward, Loading & Unloading Exp		6,110	45,393
	Electricity Charges		4,666,446	4,333,506
	Gas Expenses		7,431,759	3,811,844
	Entertainment Expenses		245,069	89,160
	Phone Bill		40,462	12,770
	Medical Expenses		95,925	51,357
	Land Development Tax		31,570	-
	Miscellaneous. Expenses		33,660	17,872
	Business Promotion Expenses		177,680	193,720
	Internet Expenses		1,725	2,415
	Food and Lodging		17,389	20,038
	Photocopy & Stamp expenses		9,059	10,061
	Repairs & Maintenance		1,182,585	293,621
	General Stores		9,756,342	8,035,081
	Conveyance & CNG Expenses		123,972	83,166
	Quality Test Fees		-	7,000
	Picnic Expenses		100,463	110,000
	Ifter Expenses		56,370	46,830
	Depreciation		4,833,433	5,002,157
			57,862,979	45,592,361
17.00	<u>Administrative, Selling & Distribution Expenses:</u>			
	Break up is given below:			
	Administrative Expenses	17.01	6,181,726	4,304,301
	Selling & Distribution Expenses	17.02	2,325,475	1,751,854
			8,507,201	6,056,155
17.01	<u>Administrative Expenses:</u>			
	Break up is given below:			
	Salary and Allowances		3,358,802	2,194,183
	Festival Bonus		211,480	38,166
	Business Promotion Expenses		360,500	184,613
	AGM Expenses		109,330	128,150
	Board Meeting Fee		-	25,000
	Audit Fees		130,000	107,500
	Annual Fee		80,000	50,000
	Conveyance		43,072	58,082
	Consultancy fees		224,500	57,500
	CDBL Charged		56,000	112,000
	Municipal Tax		74,708	55,000
	Miscellaneous. Expenses		99,250	79,325
	Legal Fees		44,730	75,160
	License & Renewals		451,105	89,955

	Office Rent	370,326	261,600
	Office Maintenance	139,498	-
	Registration Expenses	1,000	463,250
	Printing & Stationery	150,081	109,061
	Postage, Courier & Stamp	80,219	37,580
	Telephone Bill Expenses	8,993	21,746
	Loss on Sale of Assets	37,588	-
	Depreciation	150,544	156,430
		6,181,726	4,304,301
17.02	<u>Selling & Distribution Expenses:</u>		
	Break up is given below:		
	Advertisement	149,564	117,622
	Carriage Outward	1,120,039	1,184,475
	Discount on Sales	204,505	163,179
	Sales Incentive	699,923	195,898
	Travelling & Conveyance	151,444	90,680
		2,325,475	1,751,854
18.00	<u>Financial Expenses:</u>		
	Break up is given below:		
	Bank Charges & Commission	61,380	52,328
	Interest Expenses	405,709	-
		467,089	52,328
19.00	<u>Earning Per Share(EPS):</u>		
	Profit Attributable to the ordinary shareholders	8,385,108	6,537,736
	Weighted average number of ordinary shares	13,200,000	13,200,000
	Basic Earning Per Share	0.64	0.50
20.00	<u>Collection from Turnover and Others:</u>		
	Break up is given below:		
	Opening Balance of Trade Receivables	2,567,270	6,194,375
	Add: Sales	144,870,700	133,703,746
		147,437,971	139,898,121
	Less: Closing Debtors	2,946,064	2,567,270
	Total Collection from Trade Receivables	144,491,906	137,330,851
	Collection from Other Income	294,119	235,472
	Advance Collection from Customers	3,852,812	1,150,457
		148,638,838	138,716,780
21.00	<u>Payment for Cost & Expenses :</u>		
	Break up is given below:		
	Payments to Suppliers & Others	80,451,596	105,219,017
	Tax Paid	2,167,189	5,121,499
	Paid to Employee	32,623,241	20,295,302
	Payment of Interest	467,089	52,328
	Total Cash payment & Expenses	115,709,115	130,688,145

22. Director of the Company:

a) Number of Director:

There are 10 Directors of the company during the year ended 30 June 2015

b) Salary & Remuneration of the management team:

Aggregate amount paid to the management team for their service rendered as defined in the schedule 12(2) para 4 part-II of Securities & Exchange rules 1987 are given below:

SL	Name	Designation	Per Year	Remarks
1	Mr. Anwar Hossain	Chairman	NIL	
2	Mrs. Bibi Amena	Director	NIL	
3	Mr. Manwar Hossain	Managing Director	NIL	Full Time
4	Mr. Hossain Mehmood	Director	NIL	
5	Mr. Hossain Khaled	Director	NIL	
6	Mrs. Hasian Begum	Director	NIL	
7	Mrs. Shaheena Begum	Director	NIL	
8	Mr. Tareq Hossain	Shareholder Director	NIL	
9	Dr. Tuhin Malik	Independent Director	NIL	
10	Mohammad Faiz	Independent Director	NIL	

23. General

a. The Company has no aggregate amount of contract for capital expenditure to be executed and not provided for in the accounts.

b. There is no Guarantee issued by the management on behalf of Director of the company.

c. Auditors are paid only statutory audit fees approved by the share holders in the last AGM.

d. There was no foreign exchange remitted to relevant share holders during the year under audit.

e. No amount of money was expended by the company for compensating any member of the board for special service.

24. ADDITIONAL DISCLOSURE AS PER SEC :

Security and Exchange rules, 1987 [Rule 12(2)]

a) Claim against the company not acknowledge as debt as on 30.06.2015	NIL
b) Uncalled liability on partly paid up shares	NIL
c) Arrears of first cumulative dividends on preference shares together with the period for which the dividend are in arrears.	NIL

- d) The aggregate amount of contracts for capital expenditure remaining to be executed and not provided for NIL
- e) Other sums for which the company is contingently liable as on 30/06/2015 except letter of credit open in the normal course of business, have the same amount of contingent asset. again we have the same amount of contingent asset. NIL
- f) The general nature of any credit facilities available to the company under any contract and not taken up at date of Statement of Financial Position. NIL
- g) Aggregate amount due by directors and officers of the company or associated
 Director NIL
 Associated Undertaking NIL
 Officers NIL
- h) Securities and Exchange Rules, 1987[Para5(a), (iii) of part-1]
 The advances against goods, services and expenses considered good by the management and no collateral security is held against the advances. NIL
 Mode of disposal of machinery and equipment. NIL

25. Particulars of requirements as per schedule XI Part ii of the companies Act, 1994

1. Para-3 (i) (b) Commission paid to selling agents. NIL
2. Para-3 (i) (c) Brokerage and discount on sales other than the usual trade discount NIL
3. Para-3d (i) (ii)

i)	Value of raw materials consumed	Tk.	59,803,536
ii)	Opening Stock	89.98	MT
iii)	Production during the year	817.37	MT
iv)	Sold during the year	818.14	MT
v)	Other consumption	NIL	MT
vi)	Closing Stock	89.21	MT

4. Para-3,(ii)
 i) Number of employees drawing salary above Tk. 3,000 per Month 245 Nos
 ii) Number of employees drawing salary below Tk. 3,000 per month NIL
5. Para - 8 (b)
 Expenses incurred in foreign currency on account of royalty, Technical expert & professional advisory fee, Interest etc. if any NIL

6. Para - 8 (c)

Local	Qty. MT	Value	%	Remarks
Description				
Pig Iron	285.96	11,873,181		
Cust Iron	19.48	701,280		
Foreign	NIL	NIL	NIL	
Total	305.44	12,574,461		

7. Para- 8(d)

- (i) Number of Non - Resident shareholder NIL
- (ii) Number of shares held by the Non-Resident shareholders including foreign investor NIL

8. Para - 8 (e)

- (i) export of goods calculated on F. O. B. basis; NIL
- (ii) royalty, know-how, professional and consultation fees; NIL
- (iii) interest and dividend; NIL
- (iv) other income, indicating the nature thereof. NIL

26. Related Party Transactions:

During the financial year under review, the company carried out a number of transactions with related parties in the normal course of business. Details are shown below;

Name of party/Company	Relation	Nature of Transaction	Balance Dr/(Cr)
Hossain Dyeing & Print	Common Director	Product Supply	18,037
J.R Furniture	Common Director		150,757
AGI Automobiles Ltd	Common Director		1,200,000
Anwar Integrate Steel Mills	Common Director	Purchase	(3,784,573)
Anwar Ispat Ltd	Common Director		(76,854,514)

27. Events after the reporting period:

a) Proposed Dividend:

The Board of Directors of ANWAR GALVANIZING LTD. at it's 129 the Board Meeting held on 28 October 2015 proposed 9% cash dividend for general shareholders on share value worth Tk. 85,860,000 (Excluding Sponsor Directors and Shareholder portion) for the year 2014-2015. This dividend is subject to approval by the shareholders in the Annual General Meeting (AGM).

b) Approval of Financial Statements:

These financial statements were authorized for issue in accordance with a resolution of the company's Board of directors on 28 October 2015.

c) There is no other significant event that has occurred between the end of the reporting period and the date when the Financial Statements were authorised for issue.


Managing Director

Director

Company Secretary

ANWAR GALVANIZING LIMITED
Schedule of Property, plant and equipment as on 30th June 2015

Sl No.	Assets Category	COST			Rate %	Depreciation			Written down value as on 30 June 2015	Written down value as on 30 June 2014
		As on 01 July 2014	Addition during the year	Sales/ Adjustment		Charged during the year	Sales / Adjustment	As on 30 June 2015		
1	Land & Land Development	6,476,562	3,024,196	-	9,500,758	-	-	-	9,500,758	6,476,562
2	Building & Construction	56,955,398	3,175,783	-	60,131,181	1,576,399	-	31,146,183	28,984,998	27,385,615
3	Plant, Machinery & Equipment	106,751,991	11,072,759	11,684,220	106,140,530	3,257,034	5,179,845	57,791,248	48,349,282	47,037,930
4	Head Office Equipment	1,106,713	56,500	-	1,163,213	55,663	-	791,362	371,851	371,005
5	Furniture (Office)	1,917,403	63,060	-	1,980,463	53,226	-	1,457,272	523,191	513,357
6	Vehicles / Motor Car	1,824,100	1,256,000	1,824,100	1,256,000	9,398	1,786,512	-	1,256,000	46,986
7	Sundry Assets	1,421,220	-	-	1,421,220	32,267	-	1,130,825	290,395	322,662
	Total Taka	176,453,387	18,648,298	13,508,320	181,593,365	4,983,977	6,966,357	92,316,890	89,276,475	82,154,117

Allocation of Depreciation :

Charge to Production	4,833,433
Charge to Administration	150,544
	<u>4,983,977</u>

Out of total non-current assets amounts of Taka 13,508,320 as shown above in the sale/adjustment column, non-current assets for Taka 10,771,111 are in the process of sale to one of its sister concerns of ACL at not less than book value. As on 30 June 2015, the book value of such assets is Taka 5,591,266. It is expected that the transaction will be executed within next one year. Accordingly, the amount has been shown in the current year financial statements at its book value as non-current asset held for sale as per IFRS 5.

Anwar Galvanizing Limited
Register Office: 27, Dilkusha C/A, Dhaka-1000

PROXY FORM

Revenue
Stamp of
Tk. 20.00

I/We.....
of.....
being a Member of Anwar Galvanizing Limited, hereby appoint Mr./Ms.....
.....of.....
.....as
my proxy in my/our absence to attend and vote for me/us and on my/our behalf at the **21st Annual General Meeting** of the company to be held on 27th January, 2016 at 10:30 am at the BCIC Auditorium of 30-31, Dilkusha C. A., Dhaka-1000, and or at any adjournment thereof.
As witness my/our hand this.....day of.....2016.

Signature of Proxy.....

Signature of Member.....

Register Folio no./BO ID of Member

NOTE:

1. A member entitles to attend and vote at the meeting may appoint his/her proxy to attend and vote on his/her behalf.
2. The proxy form should reach the Registered Office of the company not less than 48 hours before the time fixed for the meeting.

Anwar Galvanizing Limited
Register Office: 27, Dilkusha C/A, Dhaka-1000

ATTENDANCE SLIP

Name of Member.....

Name of Proxy.....

Register Folio No. /BO ID of Member.....

I/we hereby record my/our presence at the **21st Annual General Meeting** of the company to be held on 27th January, 2016 at 10:30 am at the BCIC Auditorium of 30-31, Dilkusha C. A., Dhaka-1000.

Signature of Member.....

Signature of Proxy.....

N. B. The Member attending the meeting is requested to mention the registered name and Folio no./BO ID on this slip and present the same at the registration counter on or before 10.00 a.m.



www.anwargroup.com



ANWAR GALVANIZING LIMITED

(a unit of Anwar Group of Industries)

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