

ANWAR GALVANIZING LIMITED

Audited Financial Statements

As at and for the year ended 30 June 2020

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Independent Auditor's Report To the Shareholders' of Anwar Galvanizing Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Anwar Galvanizing Limited (the "Company"), which comprise the Statement of Financial Position as at 30 June 2020 and along with 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, the accompanying financial statements is present fairly, in all material respects, the financial position of the Company as at 30 June 2020, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

1. Revenue Recognition

Risk	Our Response to the Risks
<p>The company reported total revenue of BDT 515,716,669 as 30 June 2020.</p> <p>Revenue increased by BDT. 105,712,434, which shows 26% higher revenue compared to last year. We focus on the risk of material misstatement in the recognition of revenue, as a result of both fraud and error, because revenue is material and is an important determinant of the company's profitability, which has a consequent impact on its share price performance.</p> <p>Revenue is derived from sales of GI Fittings and Others (scrap and wastage) as disclosed in note 16 to the financial statements.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • calculation of each GI Fittings sales and Others sales; • specific reason behind no sales of brake drum. • segregation of duties in invoice creation and modification; and • Timing of revenue recognition. <p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none"> • Obtaining supporting documentation for sales transactions recorded at the yearend date to



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<i>[See note 16.00 to the financial statements]</i>	<p>determine whether revenue was recognized in the current period;</p> <ul style="list-style-type: none"> Critically assessing manual journals posted to revenue to identify unusual or irregular items; and <p>Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.</p>
2. Valuation of Inventories	
Risk	Our Response to the Risks
<p>The company had inventories of BDT 118,161,680 at 30th June 2020, held in factory premises and warehouse.</p> <p>Inventory value is measured at the lower of cost and net realizable value. As a result, the Directors apply judgment in determining the appropriate values for value in use and working progress.</p> <p>The provision of Work in Progress is calculated within the company's accounting systems using an automated process. Where local systems require manual interfaces and inputs, there is a risk that inappropriate management override and/or error may occur.</p> <p><i>[See note 4.00 to the financial statements]</i></p>	<p>We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:</p> <ul style="list-style-type: none"> evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of warehouses. comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete; and challenging the completeness of inventory provisions through assessing actual and forecast sales of inventory to assess whether provisions for slow-moving/obsolete stock are valid and complete, if any

3. Trade Receivables	
Risk	Our Response to the Risks
<p>The company has BDT. 3,842,643 of trade receivables as at 30 June 2020, which is net of Provision of bad debt amount to BDT. 743,598.</p> <p>The company has a large number of dealers, therefore the size of the trade receivable balance and the high level of management judgement used in determining the impairment provision is a material issue.</p> <p><i>[See note 5.00 to the financial statements]</i></p>	<p>For trade receivables and the management's policy for bad debt provision, our key audit procedures included the following:</p> <ul style="list-style-type: none"> We performed trade receivables balance confirmations from the dealers on a sample basis; We analysed the aging of trade receivables; and We obtained a list of long outstanding receivables and assessed the recoverability of these through inquiry with management and by obtaining sufficient corroborative evidence to support the conclusions.



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Management's Consideration of the Potential Impact of COVID-19	
Risk	Our Response to the Risks
<p>Management has made estimates and judgements that there was basically no adverse impact of COVID-19 on the company.</p> <p>In doing so, management have made estimates and judgements that are critical to the outcomes of these considerations with particular focus on the company's ability to continue as a going concern for a period of at least 12 months from the date of the signing of the financial statements.</p> <p>As a result of the impact of COVID-19 on the wider financial markets we have determined management's consideration of the potential impact of COVID-19 (including their associated estimates and judgements) to be a key audit matter.</p>	<ul style="list-style-type: none"> We obtained management's most recent financial results forecasts and liquidity analysis underlying their going concern assessment and tested the integrity of the forecasts, including mathematical accuracy. We challenged management on the key assumptions included in the scenarios and we subjected management's most recent forecasts to additional stress testing to confirm that both management and the Board have considered a balanced range of outcomes in their assessment of the potential impact of COVID-19. <p>Based on our procedures, we have not identified any matters to report with respect to both management's and the Board's considerations of the potential impact of COVID-19 on the current and future operations of the company.</p>

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

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

Management is responsible for the preparation and fair presentation of the financial statements of the Company 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.

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.



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Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matter, 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.



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Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- (iii) the statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- (iv) The expenditure incurred, except as noted above, were to the purpose of company business.

Dhaka, 27 October 2020

Md. Abdus Satter Sarkar, FCA
For and on behalf of,
Mahfel Huq & Co.
Chartered Accountants

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Anwar Galvanizing Limited
Statement of Financial Position
As at 30 June 2020

	Notes	30 June 2020 BDT	30 June 2019 BDT
Assets			
Non Current Assets			
Property, Plant and Equipment	3.00	91,793,269	88,031,523
		<u>91,793,269</u>	<u>88,031,523</u>
Current Assets			
Inventories	4.00	116,694,083	125,387,724
Trade Receivables	5.00	4,470,157	5,224,134
Advances, Deposits and Prepayments	6.00	40,822,970	15,373,982
Short Term Investment	7.00	919,051	1,217,468
Cash and Cash Equivalents	8.00	28,469,311	33,356,832
		<u>191,375,573</u>	<u>180,560,140</u>
Total Assets		<u><u>283,168,842</u></u>	<u><u>268,591,663</u></u>
Equity & Liabilities			
Shareholders' Equity			
Share Capital	9.00	145,200,000	145,200,000
Retained Earnings	10.00	13,031,854	(1,939,025)
Other Components of Equity	11.00	(645,275)	(346,858)
		<u>157,586,579</u>	<u>142,914,117</u>
Non Current Liabilities			
Deferred Tax Liabilities	12.00	9,402,441	10,320,053
		<u>9,402,441</u>	<u>10,320,053</u>
Current Liabilities			
Trade and Other Payables	13.00	87,200,645	107,373,249
Income Tax Liabilities	14.00	10,230,526	7,984,244
Short Term Loan	15.00	18,748,650	-
		<u>116,179,822</u>	<u>115,357,493</u>
Total Equity & Liabilities		<u><u>283,168,842</u></u>	<u><u>268,591,663</u></u>
Net Asset Value Per Share	23.00	<u>10.85</u>	<u>9.84</u>

The annexed notes form an integral part of these financial statements



 Company Secretary

 Managing Director Chairman

Signed as per our annexed report on even date

Place: Dhaka
 Dated : 27 October 2020


 Mahfel Huq & Co.
 Chartered Accountants

Anwar Galvanizing Limited
Statement of Profit or Loss & Other Comprehensive Income
For the year ended 30 June 2020

	Notes	30 June 2020 BDT	30 June 2019 BDT
Revenue	16.00	534,251,648	433,443,776
Cost of Goods Sold	17.00	(464,269,433)	(379,257,017)
Gross Profit		69,982,214	54,186,759
Operating Expenses			
Administrative Expenses	18.00	(15,059,989)	(13,333,045)
Selling and Distribution Expenses	19.00	(13,128,587)	(10,859,706)
		(28,188,575)	(24,192,751)
Operating Profit		41,793,639	29,994,008
Financial Expenses	20.00	(1,025,231)	(806,570)
Non-Operating Income	21.00	176,541	186,937
Profit Before Distribution of WPPF		40,944,949	29,374,376
Contribution to WPPF	13.01.01	(1,949,760)	(1,398,780)
Profit Before Tax		38,995,189	27,975,596
Income Tax Expense			
Current Tax	14.00	(10,421,922)	(6,175,640)
Deferred Tax	12.00	917,612	89,011
		(9,504,310)	(6,086,629)
Profit After Tax		29,490,879	21,888,967
Other Comprehensive Income			
Unrealized Gain/(Loss) on Marketable Securities	7.00	(298,417)	(105,825)
Total Comprehensive Income for the Period		29,192,463	21,783,142
Basic Earning Per Share	24.00	2.03	1.51

The annexed notes form an integral part of these financial statements


Company Secretary


Managing Director


Chairman

Signed as per our annexed report on even date

Place: Dhaka
Dated : 27 October 2020


Mahfel Huq & Co.
Chartered Accountants



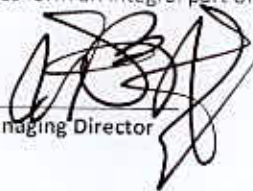
Anwar Galvanizing Limited
Statement of Changes in Equity
For the year ended 30 June 2020

Amount in BDT

Particulars	Share Capital	Tax Holiday Reserve	Retained Earnings	Other Components of Equity	Total
Balance as on 30 June 2018	145,200,000	34,057,703	(43,365,695)	(241,033)	135,650,975
Total Comprehensive Income/(Loss)	-	-	21,888,967	(105,825)	21,783,142
Unrealized Gain/ (Loss)	-	-	-	-	-
Dividend (Cash)	-	-	(14,520,000)	-	(14,520,000)
Transfer of Reserve to Retained	-	(34,057,703)	34,057,703	-	-
Balance as on 30 June 2019	145,200,000	-	(1,939,025)	(346,858)	142,914,117
Net Profit/ (Loss) for the year	-	-	29,490,879	(298,417)	29,192,463
Unrealized Gain/ (Loss)	-	-	-	-	-
Dividend (Cash)	-	-	(14,520,000)	-	(14,520,000)
Balance as on 30 June 2020	145,200,000	-	13,031,854	(645,275)	157,586,579

The annexed notes form an integral part of these financial statements


Company Secretary


Managing Director


Chairman

Place: Dhaka
Dated : 27 October 2020



Anwar Galvanizing Limited
Statement of Cash Flows
For the year ended 30 June 2020

Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
Cash Flows from Operating Activities			
Collection from Customers and Others	22.00	548,126,273	448,169,015
Payment for Suppliers, Employees & Others		(484,308,625)	(418,705,817)
Income Tax Paid		(11,753,781)	(5,051,812)
Interest Paid		(708,849)	(165,293)
Net Cash Inflow/(Outflow) from Operating Activities		51,355,018	24,246,092
Cash Flows from Investing Activities			
Payment for the Acquisition of Property, Plant & Equipment		(9,049,256)	(6,502,585)
Payment for the Capital Work-In-Progress		(5,830,973)	-
Proceeds from Sales of Property, Plant & Equipment		-	51,783,688
Net Cash Inflow/(Outflow) from Investing Activities		(14,880,229)	45,281,103
Cash Flows from Financing Activities			
Dividend Paid		(10,680,144)	(10,546,053)
Inter Company Payment		-	(55,977,217)
Paid against Loan against Trust Receipts (LTR)		(30,682,165)	(3,996,875)
Net Cash Inflow/(Outflow) from Financing Activities		(41,362,309)	(70,520,146)
Net Increase/(decrease) in Cash and Cash Equivalents		(4,887,521)	(992,950)
Cash and Cash Equivalents at the Beginning of the Year		33,356,832	34,349,782
Cash and Cash Equivalents at the Year End		28,469,311	33,356,832
Net Operating Cash Flow Per Share (NOCFPS)	25.00	3.54	1.67

The annexed notes form an integral part of these financial statements



Company Secretary



Managing Director



Chairman

Place: Dhaka
Dated : 27 October 2020



Anwar Galvanizing Ltd.
Notes to the Financial Statements
As at and for the year ended 30 June 2020

1. Reporting Entity

a) Company Profile

Anwar Galvanizing Limited (the "Company") was incorporated in Bangladesh on 14th February 1995, under the Companies Act, 1994 as a public company limited by shares. The Company went for Initial Public Offering (IPO) of shares in November 1995 which was fully subscribed and issued. The shares have since been listed and are being traded in Dhaka and Chittagong Stock Exchanges.

The address of the registered office and the principal place of business is Baitul Hossain Building (14th Floor), 27, Dilkusha Commercial Area, Dhaka. The manufacturing plant is located at Morkun, Tongi Industrial Area, Gazipur.

b) Nature of Business:

The Company has been involved in the manufacturing of galvanized corrugated sheets and galvanized GI fittings of all specifications and grades under the Building Material Division (BMD) of Anwar Group of Industries (AGI). The company is the first manufacturer and local market leader of galvanized iron-pipe fittings and brake drums. The company has suspended its production and distribution of Brake Drum from May 2019 to utilize the full production capacity in galvanized iron-pipe fittings which has better profit margin.

2. Summary of Significant Accounting Policies and Basis of Preparation of the Financial Statements:

2.1 Statement of Compliance:

The preparation and presentation of the financial statements and the disclosure of information have been made in accordance and in conformity with International Financial Reporting Standards (IFRSs), International Accounting Standards (IASs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws in Bangladesh.

2.2 Going Concern:

The company has adequate resources to continue in operation for foreseeable future and hence the financial statements have been prepared on going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern.

2.3 Compliance with Financial Reporting Standards as applicable in Bangladesh:

IAS/ IFRS	Title	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 11	Construction Contracts	N/A
IAS 12	Income Taxes	Complied
IAS 16	Property, Plant and Equipment	Complied
IAS 19	Employee Benefits	Complied



Anwar Galvanizing Ltd.
Notes to the Financial Statements
As at and for the year ended 30 June 2020

IAS 20	Accounting for Government Grants and Disclosure of Government Assistance	N/A
IAS 21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS 23	Borrowing Costs	Complied
IAS 24	Related Party Disclosures	Complied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	N/A
IAS 27	Consolidated and Separate Financial Statements	N/A
IAS 28	Investments in Associates and Joint Ventures	N/A
IAS 31	Interests in Joint Ventures	N/A
IAS 32	Financial Instruments: Presentation	Complied
IAS 33	Earnings per Share	Complied
IAS 34	Interim Financial Reporting	Complied
IAS 36	Impairment of Assets	Complied
IAS 37	Provisions, Contingent Liabilities and Contingent Assets	Complied
IAS 38	Intangible Assets	Complied
IAS 39	Financial Instruments: Recognition and Measurement	Complied
IAS 40	Investment Property	N/A
IAS 41	Agriculture	N/A
IFRS-1	First-time Adoption of International Financial Reporting Standards	N/A
IFRS-2	Share Based Payment	N/A
IFRS-3	Business Combinations	N/A
IFRS-4	Insurance Contracts	N/A
IFRS-5	Non-Current Assets held for Sale and Discontinued Operations	Complied
IFRS-6	Exploration for and Evaluation of Mineral Resources	Complied
IFRS-7	Financial Instruments : Disclosures	N/A
IFRS-8	Operating Segments	N/A
IFRS-9	Financial Instruments	Complied
IFRS-10	Consolidated Financial Statements	N/A
IFRS-11	Joint Arrangements	N/A
IFRS-12	Disclosure of Interests in Other Entities	Complied
IFRS-13	Fair Value Measurement	Complied
IFRS-14	Regulatory Deferral Accounts	N/A
IFRS-15	Revenue from contracts with customers	Complied
IFRS-16	Leases	Complied
IFRS-17	Insurance Contract	N/A

2.4 Other Regulatory Compliances:

The company is also required to comply with the following major legal provisions in addition to The Companies Act 1994 and other applicable laws and regulations but not limited to:

- a) The Income Tax Ordinance & Rules, 1984
- b) The Value Added Tax and Supplementary Duty Act & Rules, 2012

Anwar Galvanizing Ltd.
Notes to the Financial Statements
As at and for the year ended 30 June 2020

- c) The Security & Exchange Rules, 1987
- d) The Customs Act 1969
- e) The Bangladesh Labour Act 2006 (Amended in 2013)
- f) The Bangladesh Labour Rules 2015

2.5 Basis of Measurement:

The financial statements have been prepared on the historical cost basis except for the 'Short Term Investment' measured at present value using 'mark to market' concept with unrealized gain/loss presented in other comprehensive income. No consideration was taken for the effect of inflation.

2.6 Use of Estimates and Judgments:

The preparation of financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision of accounting estimates is recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

Information about assumptions, estimation and judgments uncertainties that have a significant risk of in the year ending 30 June 2020 is included in the following notes:

Note 12: Deferred tax liabilities

Note 05: Provision for trade receivables

Note 03: Useful life and residual value of property, plant and equipment

Note 13.1: Provision for expense

Note 14: Current tax liabilities

2.7 Cash Flow Statement:

IAS 1 requires that a complete set of financial statement requires preparation of statement of cash flows. The statement of cash flows is prepared as it provides information about cash flows of the enterprise which is useful in providing users of financial statements with the information about ability of the enterprise to generate cash and utilization of those cash.

2.8 Statement of Changes in Equity:

The Statement of Changes in Equity reflects information about the increase or decrease in net assets or wealth. The statement also shows item-wise movement along with the description of changes from the end of last year to the end of current period.

2.9 Significant Accounting Policies:

The accounting policies set out below have been applied consistently to all periods presented in these financial statements. Certain comparative amounts in the financial statements have been reclassified and rearranged to conform to the current year's presentation.



Anwar Galvanizing Ltd.
Notes to the Financial Statements
As at and for the year ended 30 June 2020

i. Property, Plant and Equipment:

a) Recognition and measurement:

In pursuant to IAS 16: Property, Plant and Equipment, the cost of an item of property, plant and equipment is recognized as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably.

Fixed assets have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs of enhancement of existing assets are recognized as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of such items can be measured reliably. All other expenditures are charged to the Profit and Loss account in the financial period which they are incurred.

b) Depreciation:

No depreciation is charged on land and capital work in progress (CWIP) as the land has unlimited useful life and CWIP has not yet been placed in service.

Depreciation on assets is calculated using the Straight Line Method to allocate the cost amount over their estimated useful lives. In respect of addition of fixed assets, depreciation is charged full month in the month of addition. No depreciation is charged in the month of disposal.

Depreciation is charged using the following rates on the fixed assets:

Asset Category	Depreciation Rate	
	FY 2019-20	FY 2018-19
Land & Land Development	0%	0%
Building & Construction	2-5%	2-5%
Plant, Machinery & Equipment	3.33-25%	3.33-25%
Office Equipment	10-33.33%	10-33.33%
Furniture & Fixtures	10%	10%
Vehicles	6.67%	6.67%

c) Retirement and disposals:

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of an item of property, plant and equipment is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized as profit or loss.

d) Impairment of Assets:

The carrying amount of Company's assets is reviewed with sufficient regularity to determine whether there is any indication of impairment. Any impairment loss is recognized in the profit and loss account if the carrying amount of an asset exceeds its recoverable amount (IAS 36 Impairment of Assets). No such impairment loss has been arisen and recognized during the year ended 30 June 2020.

ii. Inventories:

Inventories except materials in transit are measured at the lower of cost and net realizable value. The cost of inventories is based on the weighted average method, and includes expenditure incurred in



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acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of production overheads based on normal operation capacity.

Allowance for inventory is periodically recognized mainly on the basis of failure in quality control testing, net realizable value, non-compliance testing, near to expiry etc. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Material in transit represents the cost incurred up to the date of the statement of financial position for the items that were not received but the relative risk has been transferred till to the date of reporting. Inventory losses and abnormal losses are recognized as expenses.

iii. Leases:

All leases other than those which meet the definition of finance lease are treated as operating lease and are recognized in the statement of profit and loss. Payments made under operating leases are recognized in profit or loss. For non-cancellable operating leases payments are recognized on a straight line basis over the term of the lease.

iv. Financial instruments:

Non-derivative financial instruments comprise investments in shares and term deposit, trade receivables, other receivables, intercompany receivables, cash and cash equivalents, trade payables, other payables, intercompany payables, share capital and interest-bearing borrowings.

a) Financial Assets:

The Company initially recognizes receivables and deposits issued on the date when they are originated. All other financial assets are initially recognized on the trade date.

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred, or it neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

The Company's financial assets comprise trade and other receivables, investment in shares and term deposit and cash and cash equivalents.

Trade, Other and Intercompany Receivables:

Trade, other and intercompany receivables are recognized at original invoiced amount. Receivables are stated at netted off provision for bad and doubtful debt and written off. Provision is made in the financial statements considering the uncertainty of recovery at the date of the statement of financial position and bad debts are written off when the debts became finally irrecoverable based on assessment and judgment made by senior management of the Company.

Investment in Shares-other than the Investment in Subsidiaries, Associates and Joint Ventures:

Investment in shares is non-derivative financial assets that are designated as available-for-sale. Initially they are recognized at cost and subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses and foreign currency differences on available-for-sale are



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recognized in other comprehensive income and presented in fair value reserve in equity. When an investment is derecognized, the gain or loss accumulated in equity is reclassified to profit or loss.

Cash and Cash Equivalents:

Cash and cash equivalents comprise cash balances and all call deposits with original maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose only of the statement of cash flows. There is no bank overdraft availing by the company.

b) Financial Liabilities:

The Company initially recognizes financial liabilities on the transaction date at which the Company becomes a party to the contractual provisions of the liability. The Company recognizes such financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying benefits. The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expired.

The Company's financial liabilities comprise trade and other payables and interest-bearing borrowings.

Trade Payables

Trade payables are recognized at fair value.

Interest-bearing Borrowings

Interest-bearing borrowings are recognized initially at fair value less attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortized cost using the effective interest method less any impairment losses.

c) Offsetting a Financial Asset and a Financial Liability

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

v. Share Capital:

a) Authorized Capital:

Authorized capital is the maximum amount of share capital that the Company is authorized by its Memorandum and Articles of Association to issue to shareholders.

b) Paid-up Capital:

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effect.

c) Retained Earnings:

The surplus amount after appropriation of profit is kept in Retained Earnings

vi. Taxation:

a) Current Year:



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

b) Previous Years Assessment Status:

The company submitted Income Tax Returns for assessment years from 2007-08 to 2017-18 (Income Years 2006-07 to 2019-20) to the Tax Authority availing 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 Authority as per Section 82 BB. There is no further tax liability in respect of these assessment years except for assessment year 2005-2006 and 2007-2008 for which revised assessments have been completed and necessary provisions have been made.

The company has preferred an appeal to the High Court Division of the Honorable Supreme Court of Bangladesh in respect of assessment year 2002-2003 and 2008-2009 against which Court award is still pending. The management, in consultation with the tax consultant is expecting that no liability will be aroused.

c) Deferred Tax:

Deferred tax is recognized in compliance with IAS 12: Income Taxes, providing for temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and amount used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the date of statement of financial position. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each year-end and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

vii. Provisions, Contingent Liabilities and Contingent Assets:

Provisions are liabilities of uncertain timings or amount. Provisions are recognized when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be repaid to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

All provisions are recognized by making the best estimate of the amounts in accordance with IAS 37: Provisions, Contingent Liabilities and Contingent Assets.

viii. Employee Benefits:

Workers' Profit Participation Fund

The company has made a provision for Workers' Profit Participation Fund (WPPF) for the year ended 30 June 2020. The Company provides 5% of its net profit before tax after charging such expense as Workers' Profit Participation Fund in accordance with the Bangladesh Labour Act 2006 as amended 2013.

ix. Revenue Recognition, Measurement and Presentation:



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The Company has adopted IFRS 15 (Revenue from Contracts with Customers) to provide a single, comprehensive revenue recognition model for all contracts with customers. Under the new guidance, an entity will recognize revenue to depict the transfer of promised goods or services to customers at an amount that the entity expects to be entitled to in exchange for those goods or services.

A five step model has been introduced for an entity to apply when recognizing revenue.

IFRS 15 is effective from 01 January 2018, and was applied to contracts that were not completed at the date of initial application on a modified retrospective basis through a cumulative effect adjustment to retained earnings as of that date. The prior period comparative information has not been restated and continues to be reported under the accounting guidance in effect for those periods.

x. Finance income and expenses:

The Company's finance income and finance costs include:

- interest income and
- interest expense;

Interest income or expense is recognized using the effective interest method. Interest income is recognized on accrual basis. All finance expenses are recognized in profit or loss.

xi. Foreign Currency Transactions and Translations:

a) Foreign Currency Transactions:

Transactions/Day End Balances in foreign currencies are converted into respective functional currencies at the rate of exchange ruling at the date of transactions as per IAS 21 'The Effects of Changes in Foreign Exchange Rates'. Effects of Exchange rate differences (rates at which transactions were initially recorded and the rate prevailing on the reporting date/date of settlements) applied on the monetary assets or liabilities of the Company are recorded in the Profit or Loss Account.

b) Foreign Currency Translations:

Assets and liabilities have been presented into BDT (which is functional currency of the Company) using yearend spot rate of exchange of the Company and incomes and expenses are translated using spot rate of exchange. The foreign currency translation difference is a net result of exchange difference of year end standard mid-rate and monthly average of standard mid-rate arising from translation of functional currency to presentation currency.

xii. Proposed Dividend:

Proposed Dividend has been shown separately under the shareholders' equity in accordance with International Accounting Standards (IAS)-10 "Events after the Reporting Period"

IAS 1: Presentation of Financial Statements also requires the dividend proposed after the balance sheet date but before the date when 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.

xiii. Earnings Per Share (EPS)

The Company calculates earnings per share (EPS) in accordance with IAS 33 "Earnings Per Share" which has been shown on the face of Profit and Loss Account. Earnings per share (EPS) has been calculated by



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dividing the net profit after tax by the total number of ordinary shares outstanding at the end of the period.

Basic Earnings per Share

Basic earnings per share shall be calculated by dividing profit or loss attributable to ordinary equity holders of the entity (the numerator) by the weighted average number of ordinary shares outstanding (the denominator) during the period.

Diluted Earnings per Share

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the total number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

xiv. **Net Asset Value (NAV) and Net Operating Cash Flow Per share (NOCFPS):**

The Net Asset Value (NAV) and Net Operating Cash Flow per share has been disclosed in the financial statements in line with BSEC (Bangladesh Securities & Exchange Commission) and have been computed in line with EPS.

xv. **Related Party Disclosure:**

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24 'Related Party Disclosures', BSEC guidelines.

xvi. **Components of Financial Statements:**

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

- a) Statement of Financial Position as on 30th June 2020.
- b) Statement of Profit or Loss and Other Comprehensive Income for the year ended 30th June 2020.
- c) Statement of Cash Flows for the year ended 30th June 2020.
- d) Statement of Changes in Equity for the year ended 30th June 2020.
- e) Accounting Policies and Explanatory Notes.

2.10 Reporting Period:

Financial Statements of the company cover one financial year from 01 July 2019 to 30 June 2020.

2.11 Comparative Information and Rearrangement thereof:

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

Figures for prior year have been re-arranged wherever considered necessary to ensure better comparability with current year.

2.12 Reporting Currency and Level Precision:



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

Figures for prior year have been re-arranged wherever considered necessary to ensure better

2.13 Consistency:

In accordance with IFRS framework for the presentation of financial statements together with IAS-1 and IAS-8, Anwar Galvanizing Limited discloses its information consistently from one period to the next. Where selecting and applying a new accounting policies, changes in accounting policies, correction of errors, and the amount involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS-8. However, for changes in the accounting estimates the related amount is recognized prospectively in the current period and in the next period or periods.



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Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
3.00	Property, Plant and Equipment			
	Property, Plant and Equipment	3.01	85,962,296	88,031,523
	Capital Work -In-Progress	3.02	5,830,973	-
			<u>91,793,269</u>	<u>88,031,523</u>
3.01	Property, Plant and Equipment			
	A. Cost			
	Opening Balance as on 01 July		128,082,944	121,585,809
	Addition during the year		9,049,256	6,502,585
	Disposal during the year		(3,770,870)	(5,450)
			<u>133,361,330</u>	<u>128,082,944</u>
	B. Accumulated Depreciation			
	Opening Balance as on 01 July		40,051,421	32,186,080
	Depreciation for the year		9,350,108	7,870,341
	Depreciation on disposal of assets during the year		(2,002,495)	(5,000)
			<u>47,399,034</u>	<u>40,051,421</u>
	Written down value as on 30 June 2020 (A-B)		<u>85,962,296</u>	<u>88,031,523</u>
	Details have been shown in the Schedule of Property, Plant and Equipment.			
3.02	Capital Work -In-Progress			
	Annealing Furnace No.-05		706,040	-
	Annealing Furnace No.-06		12,960	-
	CWIP Electric Chain Hoist with CT Trolley		5,111,973	-
			<u>5,830,973</u>	<u>-</u>
4.00	Inventories			
	Raw materials	4.1	5,748,394	4,207,551
	Auxiliary materials	4.2	10,011,368	6,993,465
	Spare parts and other materials	4.3	32,173,795	31,913,240
	Finished goods	4.4	30,101,020	43,770,920
	Work -in-process	4.5	38,659,507	38,502,547
			<u>116,694,083</u>	<u>125,387,724</u>
	Inventories, except goods in transit are measured at lower of cost and estimated net realisable value (NRV). In view of innumerable items of inventory and diversified units of measurement, it is not feasible to disclose the comparison of NRV and cost.			
4.01	Raw Materials			
	Pig Iron		3,326,659	1,689,451
	CI Scrap		2,176,066	2,029,149
	MS Scrap		245,669	488,951
			<u>5,748,394</u>	<u>4,207,551</u>



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For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
4.02	Auxiliary Materials			
	Hydrochloric acid		28,245	10,137
	Molasses		213,976	217,971
	Talcum powder		49,950	49,113
	Quartz powder		139,860	115,362
	Graphite powder		5,600	5,600
	Shots		142,987	451,300
	Aluminium ingot		32,112	19,652
	Ball clay		-	19,390
	Boric Acid		52,050	-
	Brass		19,580	19,580
	Binder core		250	250
	Castable Cement G-1850		34,875	-
	China Clay		6,000	-
	Coal dust		7,500	7,500
	Fire clay		24,600	19,250
	Hard cook		136,278	260,589
	Resin sand for core		3,000	3,000
	Silicon manganese		611	611
	Boric acid		-	19,425
	Castable cement G-1850		-	38,750
	Sodium silicate gum		-	5,757
	Sponge iron		18,100	18,100
	Marble Powder		12,000	-
	Mesh Sand		1,200	-
	White Heat A		38,146	-
	Yellow Dextrin		697,441	-
	Calcaneil petroleum coke		1,757,688	1,989,920
	Ferro silicon		482,664	1,120,740
	Zing ingot		2,090,423	2,514,030
	Carburizer High Sulphur-MI		534,430	-
	HS def: bar 20mm		65,475	87,440
	C R Stamping/Bushing Scrap		401,121	-
	Ferromanganese		684,250	-
	Ferro Silicon Magnesium		1,549,492	-
	Inulin		651,096	-
	Slag-30		100,565	-
	Unexp Andedperlite ORG CG		29,802	-
			10,011,368	6,993,465
4.03	Spare Parts and Other Materials			
	Consumable materials		21,096,254	24,384,650
	Construction materials		2,600,257	3,169,465
	Spare parts and other materials		8,477,284	4,359,125
			32,173,795	31,913,240



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Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
4.04	Finished Goods			
	Finished Goods		30,101,020	43,770,920
			30,101,020	43,770,920
4.05	Work-in-Process			
	Annealing		17,200,813	6,014,720
	Grinding		5,739,102	5,961,830
	Drilling		401,643	860,125
	Galvanizing		779,207	2,253,223
	Shots Blasting: GI Fittings		64,192	-
	Threading		14,454,790	23,397,259
	Packing		19,760	15,390
			38,659,507	38,502,547
5.00	Trade Receivables			
	Receivable against sales of goods		5,213,755	5,224,134
	Provision for doubtful debt	5.01	(743,598)	-
			4,470,157	5,224,134
	Aging of Trade Receivables			
	Duration:			
	1 - 30 Days		4,020,001	4,267,109
	31 - 60 Days		87	-
	61 - 90 Days		13,576	-
	91 - 180 Days		-	1
	181 - 365 Days		5,171	22
	Over 365 Days		1,174,920	957,002
			5,213,755	5,224,134
As the Company deals with large number of parties, party-wise trade receivables could not be given.				
5.01	Provision for Doubtful Debt			
	Opening balance		-	-
	Provision made during the year		743,598	186,378
	Adjustment made/ write-off		-	(186,378)
	Closing balance		743,598	-
6.00	Advances, Deposits and Prepayments			
	Advances	6.01	35,898,418	11,136,429
	Security deposits	6.02	4,924,552	4,237,552
			40,822,970	15,373,982
Above amounts are unsecured, but considered good.				
6.01	Advances			
	Advance against supplier		29,043,383	7,572,144
	Advance income tax	6.01.01	5,583,448	2,005,307
	Advance against employee		29,957	82,023



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For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
	Advance against others		472,218	717,577
	Advance To NBL securities ltd		34,748	35,198
	Advance Sales VAT		10,484	-
	VAT current account		724,180	724,180
			35,898,418	11,136,429
6.01.01	Advance Income Tax			
	Opening balance		2,005,307	2,000,000
	Payment made u/s 64 and 74		3,100,000	2,000,000
	Advance income tax at import stage		2,471,809	-
	Withholding tax		6,333	5,308
	Tax adjustment against tax payable		(2,000,000)	(2,000,000)
	Closing balance		5,583,448	2,005,307
6.02	Security Deposits			
	Security deposit -CDBL		300,000	300,000
	Security deposit-electricity		4,020,965	3,333,965
	Security deposit-gas		561,587	561,587
	Security deposit- metre		42,000	42,000
			4,924,552	4,237,552

7.00 Short Term Investment

Name of Company	No of Share	Cost Price	Market Price	Market Price
Jamuna Oil Limited	3,932	702,800	543,402	683,382
M.I. Cement Factory Limited	5,500	652,600	240,900	374,000
Summit Power Limited	3,839	208,926	134,749	160,086
		1,564,326	919,051	1,217,468

The investments comprise of equity investments in other entities and are not held for sale. The unrealized gain/(loss) has been accounted and presented in other comprehensive income in

8.00 Cash and Cash Equivalents

Cash at banks	8.01	25,265,764	32,766,990
Cash in hand	8.02	3,203,548	589,842
		28,469,311	33,356,832

8.01 Cash at Banks

AB Bank Limited	2,209	2,899
Al-Arafah Islami Bank Limited	1,770,303	275,902
Bangladesh Commerce Bank Limited	16,660	17,350
Brac Bank Limited	111,627	112,467
Dutch Bangla Bank Limited	3,012,788	1,804,510
First Security Islami Bank Limited	763,581	7,187,603
Islami Bank Limited	1,609,918	3,676,333
Modhumoti Bank Limited	2,657,184	-



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Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
	Mutual Trust Bank Limited		744,422	251,624
	NRB Commercial Bank Limited		2,305	2,305
	Pubali Bank Limited		1,095,154	2,124,865
	South Bangla Agricultural and Commercial Bank Limited		624,983	32,279
	Shahjalal Islami Bank Limited		786,561	80,194
	Standard Bank Limited		169,383	7,043
	The City Bank Limited, F.Ex. Branch		1,265,943	14,730,371
	The City Bank Limited, Motijheel Branch		3,942,807	904,014
	The City Bank Limited, Principal Branch		9,310	-
	The City Bank Limited, Principal Branch		4,006,506	1,064,204
	United Commercial Bank Limited		1,779,750	424,165
	Uttara Bank Limited		894,371	68,865
			25,265,764	32,766,990
8.02	Cash in Hand			
	Cash in head office		3,072	1,687
	Cash in factory office		3,200,476	588,155
			3,203,548	589,842
9.00	Share Capital			
	Authorised Capital			
	2,00,00,000 Ordinary Shares of BDT 10 Each		200,000,000	200,000,000
	3,00,00,000 Ordinary Shares of BDT 10 Each		300,000,000	-
			500,000,000	200,000,000

During the year ending on 30 June 2020, the authorized capital is increased from BDT 200,000,000 to BDT 500,000,000 (Fifty Crore) only divided into 50,000,000 (Five Crore) ordinary shares of BDT 10 (Ten) each.

Issued, Subscribed, and Paid-up-Capital

14,520,000 ordinary shares of BDT 10 each issued for cash	145,200,000	145,200,000
	145,200,000	145,200,000

The composition of the shareholders at balance sheet date was as follows:

Categories of Shareholders	% of Shareholding		Value of Shares	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
Sponsor and Directors	35.32%	35.32%	51,290,000	51,290,000
Institutional Investors	18.91%	18.91%	27,457,280	27,457,280
Public	45.77%	45.77%	66,452,720	66,452,720
	100%	100%	145,200,000	145,200,000



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For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
Classifications of Shareholders by Holding:				
Holdings	% of Holding		Number of Holders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2020
01-20	0.017%	0.015%	350	349
21-49	0.029%	0.022%	78	134
50-50	0.022%	0.024%	43	65
51-200	0.552%	0.522%	427	623
201-500	2.479%	2.602%	664	852
501-1000	3.966%	4.542%	572	732
1001-5000	14.318%	16.603%	649	911
5001-10000	8.099%	9.797%	134	158
10001-25000	8.479%	13.042%	72	84
25001-50000	4.860%	5.068%	20	21
50001-9999999999	57.177%	47.764%	30	30
Total	100%	100%	3,039	3,959
10.00	Retained Earnings			
	Profit brought forward		(1,939,025)	(43,606,728)
	Transfer of retained earnings to other income (Note-11)		-	241,033
	Profit brought forward		(1,939,025)	(43,365,695)
	Net profit during the year		29,490,879	21,888,967
	Cash dividend		(14,520,000)	(14,520,000)
	Transfer of tax holiday reserve	(Note-10.01)	-	34,057,703
	Balance carried forward		13,031,854	(1,939,025)
10.01	Tax Holiday Reserve			
	Year			
	1996-1997		-	8,489,546
	1997-1998		-	8,539,236
	1998-1999		-	5,687,240
	1999-2000		-	5,700,825
	2000-2001		-	5,640,856
			-	34,057,703
	Less: Transfer of tax holiday reserve to retained earnings		-	(34,057,703)

The company transferred the 'Tax Holiday Reserve' fully to the 'Retained Earnings' in the financial year ended on 30 June 2019 since tax holiday period relating to the reserve has already been elapsed since long and there is no requirement by law to continue this special reserve in accounts.

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For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
11.00	Other Components of Equity			
	Opening balance		(346,858)	-
	Transfer from retained earnings to other income		-	(241,033)
			(346,858)	(241,033)
	Gain/(loss) on marketable securities (unrealized)		(298,417)	(105,825)
	Balance carried forward		<u>(645,275)</u>	<u>(346,858)</u>

The Company has disclosed Retained Earnings and Other Components of Equity separately for the first time as per the requirement of IAS-1. The comparative balance for the same is adjusted accordingly.

12.00	Deferred Tax Liability			
	Opening balance		10,320,053	10,409,064
	Deferred tax (income)/ expense charged in Profit & Loss		(917,612)	(89,011)
	Deferred tax (income)/ expense charged in OCI		-	-
	Closing Balance	12.01	<u>9,402,441</u>	<u>10,320,053</u>

12.01	For 30 June 2020	Carrying Value	Tax Based Value	Temporary Difference
	<u>Property, Plant and Equipment</u>			
	Land	8,877,421	8,877,421	-
	Other than land	77,084,877	39,475,115	37,609,762
		<u>85,962,298</u>	<u>48,352,536</u>	<u>37,609,762</u>
	<u>Applicable Tax Rate</u>			
	On land			15%
	On other than land			25%
	<u>Deferred Tax Liability</u>			
	On land			-
	On other than land			9,402,441
	Deferred tax liabilities as on June 30, 2020			<u>9,402,441</u>

12.02	For 30 June 2019	Carrying Value	Tax Based Value	Temporary Difference
	<u>Property, Plant and Equipment</u>			
	Land	8,877,421	8,877,421	-
	Other than land	79,154,102	37,873,891	41,280,211
		<u>88,031,523</u>	<u>46,751,312</u>	<u>41,280,211</u>
	<u>Applicable Tax Rate</u>			
	On land			15%
	On other than land			25%



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
	Deferred Tax Liability			
	On land			-
	On other than land			10,320,053
	Deferred tax liabilities as on June 30, 2019			10,320,053
13.00	Trade and Other Payables			
	Trade payable		18,486,612	70,848,323
	Liabilities for expenses	13.01	46,215,851	26,970,851
	Advance received from customers		22,498,183	9,554,075
			87,200,645	107,373,249
13.01	Liabilities for Expenses			
	Unpaid dividend		15,920,157	12,080,301
	Liabilities for other expense		15,258,129	3,400,262
	Provision for WPPF	13.01.01	7,387,830	5,438,070
	Liabilities for salaries, wages and others		7,304,917	5,089,152
	TDS & VDS payable		344,818	963,066
			46,215,851	26,970,851
13.01.01	Provision for WPPF			
	Opening balance		5,089,152	3,690,372
	Provision made during the year		2,215,765	1,398,780
	Disbursement made during the year		-	-
			7,304,917	5,089,152
<p>The Board is in the process of complying the requirements of Bangladesh Labour Law 2006. The Board decided in the 154th Board Meeting dated 29 April 2019 to fully comply with the Labour Law Act 2006 and distribute the total amount outstanding accordingly. However, due to pandemic situation the process of implementation was delayed. The Company is devoted to act according to the Law.</p>				
14.00	Income Tax Payable			
	Opening balance		7,984,244	6,860,416
	Tax provision made during the year	14.01	10,421,922	6,175,640
	Adjustment of tax liability with advance tax paid		(2,000,000)	(2,000,000)
	Tax payment against demand for the Tax Return		(6,175,640)	(3,051,812)
	Closing balance		10,230,526	7,984,244
14.01	Tax Computation for the Year			
	Net Profit before tax		38,995,189	27,975,596
	Add: Expenditures for separate consideration:			
	Accounting Depreciation		9,350,108	7,735,092
	Entertainment		1,590,727	829,455
	Less: Admissible expense			
	Depreciation as per third Schedule		(7,377,162)	(11,313,043)



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
	Entertainment Expenses as per section 30(f)(i) of ITO & Rule-65		(871,177)	(524,542)
	Net taxable business income		<u>41,687,685</u>	<u>24,702,558</u>
	Income tax rate		25%	25%
	Income tax expense charged		<u>10,421,922</u>	<u>6,175,640</u>
14.02	Reconciliation of Effective Tax Rate			
	Profit before income tax (A)		38,995,189	27,975,596
	Applicable tax rate		25%	25%
	Income tax (B)		<u>9,748,798</u>	<u>6,993,899</u>
	Factors effecting the tax charge for the current year			
	(Excess)/ short of fiscal depreciation over accounting depreciation		1,972,946	(3,577,951)
	Inadmissible expense		719,550	304,913
	Movement of temporary differences: (credit)/charge as above		<u>2,692,496</u>	<u>(3,273,038)</u>
	Tax on temporary differences (C)		673,124	(818,259)
	Total income tax expense (B+C)		<u>10,421,922</u>	<u>6,175,640</u>
	Effective tax rate (B+C)/A		<u>26.73%</u>	<u>22.08%</u>
15.00	Short Term Loan			
	Opening Balance		-	1,725,524
	LTR used during the year		49,430,816	5,722,399
	LTR settled during the year		<u>(30,682,165)</u>	<u>(3,996,875)</u>
			<u>18,748,650</u>	-

The nature of the short term loan Loan against Trust Receipt (LTR) and is availed by the Company from South Bangla Agricultural and Commerce Bank limited (Principal Branch). The purpose of this facility is to retire LC related shipping documents. The interest rate is 13% p.a. with quarterly rest subject to change may be made by the bank from time to time. The sanction limit amount is BDT 70m and collateral security is 99.00 Decimal land with 40,000 sft. Factory shed.(Pubire Road), Mouza- Ivlokrun, PS- Tongi, Dist.- Gazipur owned by the Company.



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
16.00	Revenue			
	Sales: GI Fittings		515,716,669	410,004,235
	Sales: Brake Drum		-	12,656,355
	Sales: Others		18,534,979	10,783,186
			534,251,648	433,443,776
	The sales amount is presented net of VAT.			
17.00	Cost of Goods Sold			
	Raw materials consumption	17.01	138,615,013	89,588,485
	Auxiliary materials consumption	17.02	89,101,652	87,101,184
	Spare parts and other material consumption	17.03	68,624,150	55,375,475
	Total Consumption of Material		296,340,815	232,065,145
	Factory overheads	17.04	154,415,677	135,041,982
	Opening stock of work -in-process		38,502,547	44,747,599
	Closing stock of work -in-process		(38,659,507)	(38,502,547)
	Cost of Production		450,599,533	373,352,178
	Opening stock of finished goods		43,770,920	49,675,758
	Closing stock of finished goods		(30,101,020)	(43,770,920)
	Cost of Goods Sold		464,269,433	379,257,017
17.01	Raw Materials Consumption			
	Opening stock		4,207,551	6,644,492
	Add: Purchase		140,155,856	87,151,545
			144,363,407	93,796,037
	Less: Closing stock		5,748,394	4,207,551
			138,615,013	89,588,485
17.02	Auxiliary Materials Consumption			
	Opening stock		6,993,465	5,616,796
	Add: Purchase		92,119,555	88,477,853
			99,113,020	94,094,649
	Less: Closing stock		10,011,368	6,993,465
			89,101,652	87,101,184
17.03	Spare Parts and Other Material Consumption			
	Opening stock		31,913,240	31,444,070
	Add: Purchase		68,884,705	55,844,646
			100,797,945	87,288,715
	Less: Closing stock		32,173,795	31,913,240
			68,624,150	55,375,475



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
17.04	Factory Overheads			
	Salary, wages and allowances		84,644,953	81,451,201
	Power cost		48,273,108	39,264,921
	Entertainment expense		1,590,727	829,455
	Telephone, mobile & internet		118,023	126,498
	Workers quarter rent		604,520	504,000
	Worker welfare expenses		780,463	846,867
	Business development expense		223,500	247,500
	Consumables		120,542	265,756
	Cleaning expense		53,000	46,200
	Repair and maintenance		7,685,165	3,437,432
	Travelling and conveyance		550,345	195,961
	Carriage inward		982,228	428,071
	Depreciation		8,789,102	7,398,120
			154,415,677	135,041,982
18.00	Administrative Expenses			
	Salary and allowances		6,417,581	6,394,451
	Business development expenses		493,873	610,450
	Licence, registration, consultancy and renewal fees		1,117,455	664,695
	Audit fees		150,000	172,500
	Office rent		803,725	588,320
	Repair and maintenance		365,910	604,806
	Staff welfare expenses		1,144,179	1,213,845
	Utility expenses		1,027,172	929,239
	IT expenses		20,400	52,913
	Postage and courier expenses		24,752	53,617
	Entertainment expenses		26,834	55,384
	Telephone and mobile		43,389	45,358
	Printing, stationary and photocopy		411,168	715,020
	Travelling and conveyance		186,599	77,320
	Other expenses		29,577	-
	Loss on disposal of fixed assets	18.01	1,492,771	496,529
	Bad debt expense	5.01	743,598	186,378
	Depreciation		561,006	472,220
			15,059,989	13,333,045



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
18.01	Loss/ (Gain) on Sales of Fixed Assets			
	Cost of fixed assets		3,770,870	-
	Accumulated Depreciation		(2,002,495)	-
	Carrying value of assets classified as held for sale		-	52,280,217
	Written down value of fixed assets		1,768,375	52,280,217
	Sales proceed		(275,604)	(51,783,688)
			1,492,771	496,529
19.00	Selling and Distribution Expenses			
	Promotional expenses		264,103	538,984
	Carriage outward		3,509,066	2,738,884
	Sales incentive		7,392,942	2,475,783
	Salary and allowances		25,162	2,232,953
	Mobile bill		-	54,667
	Dealer/ mechanics seminar		1,798,759	1,799,985
	Travelling and daily allowances		138,555	1,018,450
			13,128,587	10,859,706
20.00	Financial Expenses			
	Bank charges and commission		172,812	139,374
	Credit report fee		-	34,740
	Interest expenses		852,419	632,455
			1,025,231	806,570
21.00	Non-Operating Income			
	Discount and commission		28,620	14,234
	Other Income		21,058	-
	Rebate on insurance exp.		29,290	-
	Dividend income		19,756	63,982
	Rent income		35,600	72,970
	Interest income		42,217	35,752
			176,541	186,937
22.00	Collection from Customers and Others			
	Opening balance of trade receivables		5,224,134	10,175,087
	Add: Sales during the year		534,251,648	433,443,776
			539,475,782	443,618,863
	Less: Closing balance of trade receivables		4,470,157	5,224,134
	Total collection from trade receivables		535,005,625	438,394,729
	Increase/(decrease) advance collection from customers		12,944,108	9,554,075
	Collection from income and other		176,541	220,210
			548,126,273	448,169,015



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
23.00	Net Asset Value (NAV) Per Share			
	The Computation of NAV per share is given below :			
	Assets		283,168,842	268,591,663
	Less: Liabilities		125,582,263	125,677,546
	Net Assets Value		157,586,579	142,914,117
	Weighted average number of ordinary shares	23.01	14,520,000	14,520,000
	Net Assets Value (NAV) Per Share		10.85	9.84

23.01 Weighted average number of Ordinary Shares as at 30 June 2020

Details	Number of days outstanding	No. of shares in issue	Weighted average no. of shares
Ordinary shares outstanding	365	14,520,000	14,520,000

24.00 Earnings Per Share (EPS)

24.01 Basic Earnings Per Share

a) Profit Attributable to the ordinary shareholders		29,490,879	21,888,967
b) Weighted average number of ordinary shares	23.01	14,520,000	14,520,000
Basic Earnings Per Share (a/b)		2.03	1.51

The company has ensured Net Profit Margin at 5.52% during the current year compared to 5.05% in the previous period. This is achieved by maintaining growth in revenue by 23% over the previous year and controlling manufacturing expenditures. The operational shift from manufacturing and distributing Brake Drums to only GI products has also benefited the company with lower selling cost. Overall, this has lead to substantial and secured growth of 35% in EPS.

24.02 Diluted Earnings Per Share

No diluted EPS was required to be calculated for the year since there was no scope for dilution of shares during the year.

25.00 Net Operating Cash Flow Per share (NOCFPS)

The composition of operating cash inflow/outflow value per share is given below:

a) Operating cash inflow/ (outflow) during the period		51,355,018	24,246,092
b) Weighted average number of ordinary shares	23.01	14,520,000	14,520,000
		3.54	1.67

The increased EPS and controlled receivable balance during the year indicated that the earning has improved without compromising market credit which generated improved cash inflow. Loan against Trustee Receipt (LTR) facility has been availed during the year and which also resulted in improved NOCFPS.



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

SL.	Particulars	Notes	30 June 2020 BDT	30 June 2019 BDT
26.00	Reconciliation of Net Operating Cash Flows			
	Net profit before tax		38,995,189	27,975,596
	Add: Item not involving movement of cash			
	Depreciation on property, plant & equipment		9,350,108	7,870,341
	(Gain)/loss on disposal of non-current asset		1,492,771	496,529
	Finance cost		1,025,231	806,570
	Interest income		-	35,752
	WPPF		1,949,760	1,398,780
			13,817,870	10,607,971
	A. Cash generated from operations before changes in working ca		52,813,059	38,583,567
	Changes in working capital			
	(Increase) / decrease in inventory		8,693,642	12,740,991
	(Increase) / decrease in trade receivables		753,977	4,950,953
	(Increase)/ decrease in advance, deposit & prepayment		(29,027,130)	(2,053,112)
	Increase / (decrease) in trade and other payable		30,756,912	(24,759,200)
	B. Total changes in working capital		11,177,400	(9,120,368)
	C. Cash generated from operating activities (A+B)		63,990,459	29,463,198
	Less: payments made during the year			
	Tax paid		(11,753,781)	(5,051,812)
	Finance expense paid		(881,661)	(165,293)
	D. Net cash inflows from operating activities		51,355,018	24,246,093



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

27.00 Related Party Disclosure :

a). Key Management Personnel of the Company were not given any compensation benefits.

b). During the year the company carried out a number of transactions with related parties in the normal course of business on an arms' length basis. Name of those related parties , nature of those transactions and their total value have been set out in accordance with the provisions of IAS -24: Related Party Disclosure.

Name of Party/Company	Relation	Nature of Transaction	Outstanding as on 30 June 2020
Anwar Ispat Ltd.	Common	Supply of Material	8,378,008
A One Polymer Ltd		Supply of Material	(3,837,682)
Anwar Integrated Steel Plant Ltd.	Director	Supply of Material	(3,412,371)
Anwar Cement Sheet Ltd.		Supply of Material	(11,237)

Name of Party/Company	Relation	Nature of Transaction	Outstanding as on 30 June 2019
Anwar Ispat Ltd.	Common	Supply of Material	32,026,845
A One Polymer Ltd		Supply of Material	17,174,248
Anwar Integrated Steel Plant Ltd.	Director	Supply of Material	3,412,371
Anwar Cement Sheet Ltd.		Supply of Material	(108,849)

28.00 Financial Risk Management

28.01 Risk management framework

The Company's management has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse these risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adhere to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

28.02 Credit Risk

Credit risk is the risk of a financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	30 June 2020	30 June 2019
	BDT	BDT
Trade receivables	4,470,157	5,224,134
Cash and cash equivalents	28,469,311	33,356,832
	<u>32,939,468</u>	<u>38,580,966</u>

28.03 Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (cash and cash equivalents) to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when they fall due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically, the Company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses for periods which the Company thinks appropriate; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted such as natural disasters. Moreover, the Company seeks to maintain short term lines of credit with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment.

	30 June 2020	30 June 2019
	BDT	BDT
Trade and other payables	107,373,249	184,326,406

28.04 Market Risk

Market risk is the risk that any change in market conditions, such as foreign exchange rates, interest rates and commodity prices that will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

29.00 Capital Management

Capital management refers to implementing policies and measures to maintain sufficient capital, assessing Company's internal capital adequacy to ensure Company's operation as a going concern. Capital consists of share capital, general reserve and revaluation reserve. All major investment and operational decisions with exposure to certain amount are evaluated and approved by the board. The Board of Directors monitors the level of dividends to ordinary shareholders.

30.00 Director of the Company:

a) Number of Director:

There are 10 Directors of the company during the year ended 30 June 2020.

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:

Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

Sl. Name	Designation	Amount (Yearly)	Remarks
01. Mr Manwar Hossain	Chairman	NIL	
02. Mr Hossain Akhter	Managing Director	NIL	Full Time
03. Mr Hossain Mehmood	Director	NIL	
04. Mrs Bibi Amana	Director	NIL	
05. Mr Hossain Khaled	Director	NIL	
06. Mrs Hasian Begum	Nominated Director	NIL	
07. Mrs Shaheena Begum	Nominated Director	NIL	
08. Mr Tareq Hossain	Shareholder Director	NIL	
09. Mr Md. Abu Quasem	Independent Director	NIL	
10. Mr Naba Gopal Banik	Independent Director	NIL	

31.00 General

a. The Company has no aggregate amount of contract for capital expenditure to be executed and not provided for in the accounts.	NIL
b. There is no Guarantee issued by the management on behalf of Director of the company.	NIL
c. Auditors are paid only statutory audit fees approved by the share holders in the last AGM.	NIL
d. There was no foreign exchange remitted to relevant share holders during the year under audit.	NIL
e. No amount of money was expended by the company for compensating any member of the board for special service.	NIL

32.00 Additional Disclosure as per SEC

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

a) Claim against the company not acknowledge as debt as on 30.06.2020	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 30/06/2020 except letter of credit open in the normal course of have the same amount of contingent asset. business, 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 undertakings:	
Director	NIL
Associated Undertaking	NIL



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

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

33.00 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	138,615,013	TK
ii)	Opening Stock	266.88	MT
iii)	Production during the year	1,988.25	MT
iv)	Sold during the year	2,092.36	MT
v)	Other consumption	NIL	MT
vi)	Closing Stock	162.77	MT

4. Para-3,(ii)

i) Number of employees drawing salary above Tk. 3,000 per m 533 Nos

ii) Number of employees drawing salary below Tk. 3,000 per m NIL

5. Para - 4 (f)

	30 June 2020 BDT	30 June 2019 BDT
i) Receivables considered good and in respect of which the company is fully secured.	NIL	NIL
ii) Receivables considered good for which the company holds no security other than the debtors' personal security.	4,470,157	5,224,134
iii) Receivables due by directors or other officers of the company or any other of them either separately or jointly with any other person or receivables due by firms or private companies respectively in which any director is a partner or a	NIL	NIL
iv) Receivables due by companies under same management.	4,004,958	2,653,999
v) The maximum amount due by directors or other officers of the company at any time during the year.	NIL	NIL

6. Para - 8 (b)

Expenses incurred in foreign currency on account of royalty, technical expert & professional advisory fee, Interest etc. if NIL NIL

7. Para - 8 (c)

Value of all imported raw materials, spare parts & components consumed during the financial year & the value of all indigenous raw materials, spare parts & components similarly consumed & the percentage of each to the total consumption are as under:



Anwar Galvanizing Limited
Notes to the Financial Statements
For the year ended 30 June 2020

Local	Qty. MT	Value	%
CI Scrap	421	19,982,761	10%
MS Scrap/ Rod Cutting	1,493	57,488,234	28%
Pig Iron	178	10,579,605	5%
Raw Materials	2,092	88,050,600	42%
Spare Parts		37,522,450	18%
Total Local		125,573,050	
Finished Goods	220	50,564,413	24%
Spare Parts		31,101,700	15%
Total Import		81,666,113	
Total	2,092	207,239,163	100%

8. Para- 8(d)

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

9. Para - 8 (e)

Earning in foreign exchange classified under the following head, namely :

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

34.00 Events after the Reporting Period:

a) Proposed Dividend:

The Board of Directors recommended 10% cash dividend and 5% stock dividend for the year ended 30 June 2020 which is subject to approval by the shareholders in the Annual General Meeting (AGM). As this dividend is subject to approval by shareholders at the AGM, it has not been included as a liability in these financial statements as on 30 June 2020.

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 27 October 2020.

c) Significant Events After Reporting Period:

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.


Company Secretary


Managing Director


Chairman



Anwar Galvanizing Limited
Schedule of Property, Plant and Equipment
For the year ended 30 June 2020

SI No.	Assets Category	COST					Rate %	Depreciation				Written down value as on 30 June 2020
		As on 01 July 2019	Addition during the year	Disposal	Reclassified	As on 30 June 2020		As on 01 July 2019	Charged during the year	Disposal	Reclassified	
		A	B	C	D	E=(A+B-C-D)	F	G	H	I	J=(F+G-H-I)	K=(E-J)
01	Land & Land Development	8,877,421	-	-	-	8,877,421	-	-	-	-	-	8,877,421
02	Building & Construction	16,118,532	191,199	-	-	16,309,731	2.5%	8,017,429	271,860	-	8,289,289	8,020,442
03	Plant, Machinery & Equipment	90,871,451	7,958,828	3,770,870	-	95,059,409	3.33-25%	28,383,398	8,111,175	2,002,495	34,492,077	60,567,332
04	Office Equipment	7,851,488	789,487	-	-	8,640,975	10-33.33%	2,534,902	691,541	-	3,226,443	5,414,532
05	Furniture & Fixtures	1,450,582	109,742	-	-	1,560,324	10%	239,113	122,766	-	361,879	1,198,444
06	Vehicles	2,913,470	-	-	-	2,913,470	6.67%	876,578	152,766	-	1,029,344	1,884,126
Total Taka as on 30 June 2020		128,082,944	9,049,256	3,770,870	-	133,361,330		40,051,421	9,350,108	2,002,495	47,399,032	85,962,298
Total Taka as on 30 June 2019		121,585,809	6,502,585	5,450	-	128,082,944		32,186,080	7,870,341	5,000	40,051,421	88,031,523

Allocation of Depreciation :
Charge to Production
Charge to Administration

	2020	2019
BDT	BDT	BDT
	8,789,102	7,398,120
	561,006	472,220
	9,350,108	7,870,341

