AZIZ PIPES LIMITED

Registered Office : 93, Motijheel C/A, Dhaka-1000.

FIRST QUARTER FINANCIAL STATEMENT 2018-2019

Balance Sheet (Un-audited)
as at 30th September, 2018

Property & Assets	30-Sep-18 Taka'000s	30-Jun-18 Taka'000s
Non-Current Assets	**250,247**	**256,126**
Fixed Assets	250,247	256,126
Current Assets	**230,316**	**211,203**
Inventories	131,245	121,244
Accounts Receivable-Trade	67,880	62,676
Advances,Deposits & Prepayments	28,974	24,510
Cash & Bank Balances	2,217	2,773
Total Assets	**480,563**	**467,329**
EQUITY & LIABILITIES		
Shareholders' Equity	**(93,122)**	**(93,749)**
Share Capital	50,925	50,925
Share Premium	106,700	106,700
Revenue Reserves & Surplus	219,702	220,189
Retained Earnings	(470,449)	(471,563)
Loan liabilities	**79,320**	**79,320**
Term Loan	57,200	57,200
Short Term Loan	22,120	22,120
Deferred Tax Liabilities	**29,182**	**29,645**
Suspenses Account	**303,988**	**303,988**
Current Liabilities	**161,195**	**148,124**
Creditors & Accruals	154,401	141,718
Provision for Income Tax	6,794	6,406
Total Equity & Liabilities	**480,563**	**467,328**
Net Asset Value (NAV) Per Share	**(18.29)**	**(18.41)**

Income Statement (Un-audited)
For the period from 1st July to 30th September ,2018

Particulars	July-18 to Sept'18 Taka'000s	July-17 to Sept'17 Taka'000s
Turnover	**64,689**	**41,954**
Cost of Goods Sold	**57,883**	**36,038**
Gross Profit	**6,806**	**5,916**
Operating Expenses	6,225	5,382
Operating Profit	**581**	**534**
Workers Profit Participation Fund	**29**	**26**
Net Profit before Tax	**552**	**508**
Income Tax Expenses	(75)	(48)
Current Tax	388	252
Deferred Tax	(463)	(300)
Net Profit After Tax	**627**	**556**
Earning Per Share (EPS)	**0.12**	**0.11**

Cash Flow Statement (Un-audited)
For the period from 1st July-2018 to 30th September-2018

	1 July to 30-Sep-18 Taka '000s	1 July to 30-Sep-17 Taka '000s
CASH FLOW FROM OPERATING ACTIVITIES:		
Collection from Sales & Others	59,484	42,336
Payment for Cost & Expenses	(51,515)	(34,182)
Net Cash Generated from Operating Activities	**7,969**	**8,154**
CASH FLOW FROM INVESTING ACTIVITIES:		
Acquisition of Fixed Assets	(27)	(1,567)
Net Cash Used in Investing Activities	**(27)**	**(1,567)**
CASH FLOW FROM FINANCING ACTIVITIES:		
Payment of SEBL Term Loan	(3,360)	(3,360)
Payment of NBBL Term Loan	(5,138)	(5,138)
Net Cash Generated from Financing Activities	**(8,498)**	**(8,498)**
Net Cash Inflow / (Outflow)	**(556)**	**(1,911)**
Opening Cash & Bank Balances	2,773	**8,774**
Closing Cash & Bank Balances	**2,217**	**6,863**
Net Operating Cash Flow Per Share	**1.57**	**1.68**

Statement of Changes in Shareholders' Equity (Un-audited)
For the period from 1st July-2018 to 30th September,2018

Particulars	Share Capital	Share Premium	Revenue Reserve	Capital Reserve	Retained Loss	Total Taka'000s
Balance as at 1st July-2017	**48,500**	**106,700**	**23,872**	**35,301**	**(474,846)**	**(260,473)**
Net Profit for the period					556	556
Revaluation Reserve Adjusted				(541)	541	
Balance as at 30th Sep-2017	**48,500**	**106,700**	**23,872**	**34,760**	**(473,749)**	**(259,917)**

Particulars	Share Capital	Share Premium	Revenue Reserve	Capital Reserve	Retained Loss	Total Taka
Balance as at 1st July-2018	**50,925**	**106,700**	**23,872**	**196,317**	**(471,563)**	**(93,749)**
	-	-		-		-
Net Profit for the period					627	627
Revaluation Reserve Adjusted				(487)	487	
Balance as at 30th Sept-2018	**50,925**	**106,700**	**23,872**	**195,830**	**(470,449)**	**(93,122)**

Note:- The Company and Banks have gone to mitigate their respective grievances. As such no interest has been charged during the period against those loans. Previous year 's figures have been re-arranged where necessary.

Md. Kamal Hossain Gazi	Mohd. Abdul Halim	A.H.M. Zakaria	Md. Nurul Absar
Chairman	Director	Asst. Company Secretary	CFO & Managing Director (C.C)

The details of the publised quartely financial statements is available in the website of the Company. The address of the website is www.**azizpipes.com**

AMARSTOCK

Aziz Pipes Limited
Satement of Financial Position
As at 30 September 2018

Particulars	Notes	As on 30th, September 2018	As on 30th June 2018
Property & Assets			
Non-Current Assets		**250,246,833**	**256,125,848**
Fixed Assets	3	250,246,833	249,062,768
Machinery In Transit		-	7,063,080
Current Assets		**230,317,308**	**211,202,929**
Inventories	4	131,245,299	121,243,867
Accounts Receivable-Trade	5	67,880,478	62,675,964
Advances, Deposits & Prepayments	6	28,974,175	24,510,258
Cash & Cash Equivalent	7	2,217,356	2,772,840
Total Property & Assets		**480,564,141**	**467,328,777**
Shareholders' Equity & Liabilities			
Shareholders' Equity		**(93,121,952)**	**(93,748,865)**
Share Capital	8	50,925,000	50,925,000
Share Premium	9	106,700,000	106,700,000
Revenue Reserves & Surplus	10	219,702,635	220,189,339
Retained Earnings	11	(470,449,587)	(471,563,204)
Loan Fund		**79,319,842**	**79,319,842**
Term Loan	12	57,200,000	57,200,000
Short Term Loan	13	22,119,842	22,119,842
Deferred Tax	14	**29,181,762**	**29,645,221**
Suspense Account	15	**303,988,422**	**303,988,422**
Current Liabilities		**161,196,067**	**148,124,157**
Term Loan (Current Portion)	16	22,132,977	30,749,377
Accounts Payable	17	127,280,004	106,532,270
Creditors & Accruals	18	2,879,718	2,356,217
Workers profit participation fund	19	379,701	350,758
Staff Gratuity		1,078,435	1,078,435
Provision for Income Tax	20	6,794,651	6,406,519
Unclaimed Dividend		650,581	650,581
Total Shareholders' Equity & Liabilities		**480,564,141**	**467,328,777**
Net Asset Value (NAV) per Share		**(18.29)**	**(18.41)**

The accounting policies and other notes are the integral part of the financial statements.

Chairman	Director	CFO & Managing Director(C.C)	Assistant Company Secratery
Md.Kamal Hossain Gazi	Md. Abdul Halim	Md. Nurul Absar	A. H. M Zakaria

AMAR STOCK

Aziz Pipes Limited

Statement of Profit or Loss and other Comprehensive Income

For the period ended 30 September 2018

Particulars	Notes	Amount (In Taka)	
		2018-2019	2017-2018
		July to Sept	July to Sept
Turnover	21	**64,688,681**	**41,954,456**
Less: Cost of Goods Sold	22	**57,883,162**	**36,038,363**
Gross Profit		**6,805,519**	**5,916,093**
Less: Operating Expenses		**6,224,990**	**5,382,771**
Administrative & General Expenses	23	5,933,637	4,762,432
Selling & Distribution Expenses	24	284,459	605,415
Financial Expenses (Bank Charges)	25	6,894	14,924
Operating Profit		**580,529**	**533,322**
Net Profit before WPPF		**580,529**	**533,322**
Less: Workers Profit Perticipation Fund	19	28,943	25,257
Net Profit before Income Tax		**551,586**	**508,065**
Less: Income Tax expenses		**(75,327)**	**(48,667)**
Current Tax	20	**388,132**	**251,715**
Deferred Tax	14	**(463,459)**	**(300,382)**
Net Profit after Income Tax		**626,913**	**556,732**
Basic Earning per Share (EPS)	26	**0.12**	**0.11**

The accounting policies and other notes are the integral part of the financial statements.

Aziz Pipes Limited
Statement of Cash Flows
For the period ended 30 th September 2018.

Particulars	Notes	Amount (In Taka)	
		2018 (July to Sept.)	2017 (July to Sept.)
Cash Flow from Operating Activities:			
Collection from Sales & Others		59,484,167	42,335,936
Payment to Suppliers & Expenses		(51,514,992)	(34,182,040)
Net Cash Generated from Operating Activities		**7,969,175**	**8,153,896**
Cash Flow from Investing activities:			
Acquisition of Fixed Assets		(27,000)	(1,567,823)
Net Cash used in Investing Activities		**(27,000)**	**(1,567,823)**
Cash Flow from Financing Activities:			
Payment of SEBL Block Account		(3,360,000)	(3,360,000)
Payment of NBL Block Account		(5,137,659)	(5,137,659)
Payment of Lease Rental & Bank charge		(887,493)	.
Net Cash Generated from Financing Activities		**(8,497,659)**	**(8,497,659)**
Net Cash Inflow/(Outflow)		**(555,484)**	**(1,911,586)**
Opening Cash & Bank Balances		**2,772,840**	**8,774,331**
Closing Cash & Bank Balances		**2,217,356**	**6,862,745**
Net Operating Cash Flow per Share	27	**1.57**	**1.68**

The accounting policies and other notes form an integral part of the financial statements.

Chairman	Director	CFO & Managing Director(C.C)	Assistant Company Secratery
Md.Kamal Hossain Gazi	Md. Abdul Halim	Md. Nurul Absar	A. H. M Zakaria

AMAR STOCK

Aziz Pipes Limited
Statement of Changes in Equity
For the period ended 30th September 2018

Particulars	Share Capital	Share Premium	Revenue Reserves & Surplus	Retained Earnings	Total Taka
Balance as on 01.07.2017	**48,500,000**	**106,700,000**	**59,172,921**	**(474,846,268)**	**(260,473,347)**
Net Profit/(Loss) during the year	-	-	-	556,732	**556,732**
Revaluation reserve	-	-	(540,783)	540,783	-
Balance as on 30.09.2017	**48,500,000**	**106,700,000**	**58,632,138**	**(473,748,753)**	**(259,916,615)**

Particulars	Share Capital	Share Premium	Revenue Reserves & Surplus	Retained Earnings	Total Taka
Balance as on 01.07.2018	**50,925,000**	**106,700,000**	**220,189,339**	**(471,563,204)**	**(93,748,865)**
Net Profit /(Loss) during the year	-	-	-	626,913	**626,913**
Revaluation reserve	-	-	(486,704)	486,704	-
Balance as on 30.09.2018	**50,925,000**	**106,700,000**	**219,702,635**	**(470,449,587)**	**(93,121,952)**

The accounting policies and other notes are the integral part of the financial statements.

Chairman	Director	CFO & Managing Director(C.C)	Assistant Company Secratery
Md.Kamal Hossain Gazi	**Md. Abdul Halim**	**Md. Nurul Absar**	**A. H. M Zakaria**

AMAR STOCK

03.00 Fixed Assets: Tk. 250,246,833

This amount comprises as follows:

Particulars	Cost				Rate of Dep.	Depreciation				Revaluation Surplus	Dep. On Revaluation Assets	Written down value as at 30-09-2018
	Opening balance as at 01.07.2018	Addition during the year	Adjustment during the year	Balance as at 30-09-2018		Opening balance as at 01.07.2018	Charged during the year	Adjustment during the year	Accumulated Dep. as at 30-09-2018			
Unit-1	**41,495,559**	**-**	**-**	**41,495,559**		**35,901,674**	**459,397**	**-**	**36,361,072**	**69,757,510**	**204,271**	**74,687,727**
Land & Land Development	1,202,969	-	-	1,202,969	-	-	-	-	-	61,586,666	-	62,789,635
Building & Other Construction	8,350,250	-	-	8,350,250	10%	7,428,347	92,190	-	7,520,537	4,173,918	104,348	4,899,283
Roads & Sewerage	107,603	-	-	107,603	10%	95,860	1,174	-	97,034	-	-	10,569
Electrical Installation	514,668	-	-	514,668	15%	493,103	3,235	-	496,337	-	-	18,331
Plant & Machineries	25,760,959	-	-	25,760,959	10%	22,909,651	285,131	-	23,194,782	3,996,926	99,923	6,463,180
Furniture & Fixtures	1,013,373	-	-	1,013,373	10%	807,494	20,588	-	828,081	-	-	185,292
Fittings	6,584	-	-	6,584	10%	5,875	71	-	5,946	-	-	638
Office Equipments	2,590,837	-	-	2,590,837	15%	2,340,895	37,491	-	2,378,387	-	-	212,450
Loose Tools	121,958	-	-	121,958	15%	114,518	1,116	-	115,634	-	-	6,324
Motor Vehicles	465,000	-	-	465,000	20%	460,738	852	-	461,590	-	-	3,410
Weight Bridge Equipments	20,293	-	-	20,293	15%	19,042	188	-	19,229	-	-	1,065
Factory Equipments	308,066	-	-	308,066	15%	283,277	3,718	-	286,996	-	-	21,070
Pump House	173,639	-	-	173,639	15%	165,497	1,221	-	166,718	-	-	6,921
Crockeries & Cutleries	68,999	-	-	68,999	20%	66,517	496	-	67,014	-	-	1,985
Sundry Assets	790,361	-	-	790,361	15%	710,861	11,925	-	722,786	-	-	67,575
Unit-2	**4,469,882**	**-**	**-**	**4,469,882**		**4,189,384**	**28,050**	**-**	**4,217,433**	**1,405,240**	**35,131**	**1,622,558**
Building & Other Construction	341,600	-	-	341,600	10%	326,316	1,528	-	327,845	220,530	5,513	228,772
Plant & Machineries	4,128,282	-	-	4,128,282	10%	3,863,067	26,521	-	3,889,589	1,184,710	29,618	1,393,785
Unit-3	**20,343,225**	**-**	**-**	**20,343,225**		**19,201,877**	**114,135**	**-**	**19,316,012**	**5,340,403**	**133,510**	**6,234,106**
Building & Other Construction	212,350	-	-	212,350	10%	200,619	1,173	-	201,792	169,246	4,231	175,573
Plant & Machineries	20,130,875	-	-	20,130,875	10%	19,001,258	112,962	-	19,114,220	5,171,157	129,279	6,058,533
Unit-4	**39,877,259**	**7,090,080**	**-**	**46,967,339**		**23,107,058**	**2,420,112**	**-**	**25,527,170**	**101,987,970**	**113,792**	**123,314,349**
Land & Land Development	1,912,360	-	-	1,912,360	-	-	-	-	-	97,436,256	-	99,348,616
Building & Other Construction	936,153	-	-	936,153	10%	777,335	15,882	-	793,217	768,330	19,208	892,058
Furniture & Fixtures	436,206		-	436,206	10%	295,345	14,086	-	309,431	-	-	126,775
Fittings	5,358		-	5,358	10%	4,857	50	-	4,907	-	-	452
Office Equipments	1,735,460		-	1,735,460	15%	1,428,425	46,055	-	1,474,480	-	-	260,981
Factory Equipments	6,249,382	-		6,249,382	15%	3,630,329	462,186	-	4,092,515	-	-	2,156,867
Electrical Installation	744,526		-	744,526	15%	622,718	18,271	-	640,990	-	-	103,536
Plant & Machineries	27,719,349	7,090,080	-	34,809,429	10%	16,245,557	1,856,387	-	18,101,944	3,783,384	94,584	20,396,285
Crockeries & Cutleries	138,465	-	-	138,465	20%	102,491	7,195	-	109,686	-	-	28,779
Unit-5	**130,048,659**	**-**	**-**	**130,048,659**		**111,048,153**	**1,884,204**	**-**	**112,932,357**	**22,224,568**	**-**	**39,340,871**
Land & Land Development	474,806	-	-	474,806	-	-	-	-	-	22,224,568	-	22,699,374
Building & Other Construction	11,301,139	-	-	11,301,139	10%	9,559,518	174,162	-	9,733,680	-	-	1,567,459
Furniture & Fixtures	555,146	-	-	555,146	10%	451,127	10,402	-	461,529	-	-	93,617
Office Equipments	2,622,758	-	-	2,622,758	15%	2,410,456	31,845	-	2,442,301	-	-	180,457
Factory Equipments	2,887,025	-	-	2,887,025	15%	2,659,931	34,064	-	2,693,995	-	-	193,030
Electrical Installation	2,964,061	-	-	2,964,061	15%	2,849,965	17,114	-	2,867,079	-	-	96,982
Plant & Machineries	106,553,807	-	-	106,553,807	10%	90,571,681	1,598,213	-	92,169,893	-	-	14,383,914
Crockeries & Cutleries	155,847	-	-	155,847	20%	149,204	1,329	-	150,532	-	-	5,316
Weight Bridge Equipments	109,265	-	-	109,265	15%	104,294	746	-	105,040	-	-	4,225
Loose Tools	279,301	-	-	279,301	15%	268,082	1,683	-	269,765	-	-	9,536
Motor Vehicles	1,350,000	-		1,350,000	20%	1,325,141	4,972		1,330,113	-	-	19,887
Gas Line Installation	302,398	-	-	302,398	10%	265,855	3,654	-	269,510	-	-	32,888
Roads & Sewerage	493,106	-	-	493,106	10%	432,899	6,021	-	438,919	-	-	54,187
Unit-6	**40,947,104**	**-**	**-**	**40,947,104**		**36,034,991**	**513,412**	**-**	**36,548,403**	**648,520**	**-**	**5,047,222**
Land & Land Development	13,855	-	-	13,855	-	-	-	-	-	648,520	-	662,375
Building & Other Construction	407,869	-	-	407,869	10%	333,751	7,412	-	341,163	-	-	66,706
Office Equipments	1,046,247	-	-	1,046,247	15%	980,493	9,863	-	990,356	-	-	55,891
Factory Equipments	8,306,486	-	-	8,306,486	15%	7,924,235	57,338	-	7,981,573	-	-	324,913
Furniture & Fixtures	149,972	-	-	149,972	10%	119,993	2,998	-	122,991	-	-	26,981
Electrical Installation	90,500	-	-	90,500	15%	86,009	674	-	86,683	-	-	3,817
Plant & Machineries	30,374,104	-	-	30,374,104	10%	26,043,065	433,104	-	26,476,169	-	-	3,897,935
Crockeries & Cutleries	29,107	-	-	29,107	20%	28,318	158	-	28,476	-	-	631
Loose Tools	12,407	-	-	12,407	15%	11,389	153	-	11,541	-	-	867
Motor Vehicles	513,037	-	-	513,037	20%	504,719	1,664	-	506,383	-	-	6,654
Roads & Sewerage	3,520	-	-	3,520	10%	3,019	50	-	3,069	-	-	451
Total	**277,181,688**	**7,090,080**	**-**	**284,271,768**		**229,483,137**	**1,806,437**	**-**	**234,902,447**	**201,364,211**	**486,704**	**250,246,833**

Depreciation Charged	Amount
Factory Overhead	2,110,635
Admin. Overhead	182,506
Total	2,293,141

04.00 Inventories: Tk. 131,245,299

This amount comprises as follows:

	As on 30th, September 2018	As on 30th June 2018
Raw Materials	49,189,623	50,711,019
Finished Goods	77,463,951	65,995,494
Work-in-Process	4,591,725	4,537,354
Total	**131,245,299**	**121,243,867**

05.00 Accounts receivable: Tk. 67,880,478

This amount comprises as follows:

	As on 30th, September 2018	As on 30th June 2018
Accounts Receivable	**67,880,478**	**62,675,964**
Total	**67,880,478**	**62,675,964**

06.00 Advances, Deposits & Prepayments: Tk. 28,974,175

This amount comprises as follows:

	As on 30th, September 2018	As on 30th June 2018
Advances:		
General Advance	4,549,413	3,755,649
Staff Advance	3,024,459	2,868,226
Advance Income Tax	14,461,465	14,461,465
Sub-Total	**22,035,337**	**21,085,340**
Deposits:		
Security Deposits	452,070	452,070
Margin on Bank Guarantee	459,754	459,754
Earnest Money	395,600	395,600
Advance VAT Charges	5,631,414	2,117,494
Sub-Total	**6,938,838**	**3,424,918**
Total	**28,974,175**	**24,510,258**

07.00 Cash & Cash Equivalent: Tk. 2,217,356

This amount comprises as follows:

	As on 30th, September 2018	As on 30th June 2018
Cash:		
Head Office	312,240	131,817
Factory (Cash & Bank)	342,195	274,833
Sub-Total	**654,435**	**406,650**
Bank:		
Agrani Bank-	306,614	160,177
Southeast Bank Ltd.	210,389	225,731
National Bank Ltd.	399,158	910,803
Islami Bank Bangladesh Ltd.	109,359	840,604
Exim Bank Ltd.	133,781	75,795
Janata Bank	2,934	2,934
Mutual Trust Bank Ltd.	105,175	101,616
Marcantile Bank Ltd	28,390	28,390
Al-Arafa Islami Bank Ltd	50,000	-
Jamuna Bank Ltd.	217,121	20,140
Sub-Total	**1,562,921**	**2,366,190**
Total	**2,217,356**	**2,772,840**

08.00 Share Capital: Tk. 50,925,000

Authorized Capital	Amount (In Taka) 2018-19	2017-18
	500,000,000	**500,000,000**
50,000,000 Ordinary Shares of Tk. 10/- each		
Issued, Subscribed & Paid-up Capital		
	50,925,000	**50,925,000**
4,850,000 Ordinary Shares of Tk. 10/- each paid-up in full		

(a) Composition of Shareholding:

	30th September-2019 No.of Shares	% of Holding	30th June-2018 No.of Shares	% of Holding
Directors/Sponsors	1,723,046	33.83	1,723,046	33.83
General Public	3,097,599	60.83	2,722,985	53.48
Financial Institutions	149,233	2.93	515,375	10.12
ICB Investors Account	122,622	2.41	131,094	2.57
Total	**5,092,500**	**100.00**	**5,092,500**	**100.00**

(b) Details of the Shareholding is given below:

The distribution schedule showing the number of Shareholders and their shareholding in percentage has been disclosed below asrequirement of the “Listing Regulation” of Dhaka and Chittagong Stock Exchange Limited.

Range of holdings In number of Shares	No. of Shareholders 2018-19	2017-18	No. of Shares 2018-19	2017-18	% of Holding 2018-19	2017-18
Less than 500						
500 to 5,000	3,674	2,521	542,389	335,765		6.59
5,001 to 10,000	1,137	684	1,628,292	992,706		19.49
10,001 to 20,000	59	46	417,473	317,589		6.24
20,001 to 30,000	31	30	430,749	412,454		8.10
30,001 to 40,000	3	8	75,345	176,495		3.47
40,001 to 50,000	1	7	31,815	246,212		4.83
50,001 to 100,000	1	3	41,066	141,555		2.78
Over 100,000	2	9	152,462	581,265		11.41
Total	5	6	1,772,909	1,888,459		37.09
	4,913	**3,314**	**5,092,500**	**5,092,500**	**100.00**	**100.00**

(c) Option on Un-Issued Shares:

There is no option regarding the authorized capital not yet issued but can be used to increase the paid-up capital through the issuance of new shares against cash contribution and bonus.

(d) Market Price:

The shares of the Company are listed with both the Dhaka and Chittagong Stock Exchange Limited and quoted at Tk. 129.90 per share and Tk. 139.00 per share in the Dhaka and Chittagong Stock Exchange Limited respectively on 30th September, 2017.

09.00 Share Premium: Tk. 106,700,000

Premium received amounting of Tk. 106,700,000 as against 194,000 ordinary share of Tk. 550 each of the share in the year 1997.

10.00 Revenue Reserve & Surplus: Tk. 219,702,635

This amount comprises as follows:

		As on 30th, September 2018	As on 30th June 2018
Revaluation Reserve	10.01	195,830,717	196,317,421
Tax Holiday Reserve	10.02	23,016,918	23,016,918
General Reserve		280,000	280,000
Dividend Equalization Fund		575,000	575,000
Total		**219,702,635**	**220,189,339**

10.01 Revaluation Reserve: Tk. 195,830,717

This amount comprises as follows:

	As on 30th, September 2018	As on 30th June 2018
Revaluation Reserve	196,317,421	35,301,003
Add: Addition of Revaluation of Land	-	168,226,339
Less: Adjustment during the year		
On depreciable Assets	486,704	2,163,131
On non depreciable Assets		5,046,790
Total	**195,830,717**	**196,317,421**

First revaluation of the property at factory office of the Company carried out pn 1996 by theIndependet valuer named "M/S Gplum Mostofa & Associates" Islam chamber,(14th floor)125-A Motijheel C/A Further in 2018The Company in its 219th Board Meeting dated 25th January,2018 decided to revaluation of its project **land to reflect true picture in the Financial Statements of the Company as on 30th June,2018. The Company engaged an Independent valuer named " "Rahaman Mostafa Alam & Co"Chartered Accountants to carry out the inspection and examination of the project land located at the factory premises. Subsequenty the company appointed "Rahaman Mostofa Alam & Co" Chartered Accountants for the purpose of valuation of the Company,s land situated at the factory premises,Shibrampru ,Faridpur as on 30th June,2018.The management of the Company in its 221 st Board meeting. held on 31st May,,2018 approved the valuation report.**

Methodology Adopted for Revaluation of Factory Land in2018:
The Methodology adopted for revaluation of the land has involved two steps.The first step was adopted for physical verification of the land and seconf step was for ascertainment of current realizable values,at which the assets should appear in the Balance Sheet as at 30th June2018. For the purpose of revulation of land the valuer consulted with local sub-register office and different level of local people in the above area. Where the land located.

The revalued amount of the land stands at Tk.18,55,00,000 as on 30th June,2018

Location of the Land	Land Area		Book value as 30th June 2,018 (Tk.)	Market value as 30th June 2,018 as per revaluation (Tk.)	Revaluation Surplus (Tk.)	
Shibrampur,Faridpur	928		17,273,661	185,500,000	168226339	

10.02 Tax Holyday Reserve: Tk. 23,016,918

11.00 Retained Earnings: Tk. (470,449,587)

This amount comprises as follows:

	As on 30th, September 2019	As on 30th June 2018
Opening balance	(471,563,204)	(474,846,268)
Add: Profit during the year	626,913	3,544,933
Add: Adjustment of Re-valuation	486,704	2,163,131
Less: Stock Dividend	-	(2,425,000)
Total	**(470,449,587)**	**(471,563,204)**

12.00 Term Loan: Tk. 57,200,000

This amount comprises as follows:

	As on 30th, September 2019	As on 30th June 2018
Long Term Loan 12.01	57,200,000	57,200,000
Total	**57,200,000**	**57,200,000**

12.01 Long Term Loan: Tk. 57,200,000

This amount comprises as follows:

	As on 30th, September 2019	As on 30th June 2018
Long Tern Loan (UBL)	57,200,000	57,200,000
Total	**57,200,000**	**57,200,000**

Southeast Bank Ltd.
This amount represents conversion of overdraft loan into Block term Loan A/C by Southeast Bank Ltd ,Principal Branch and National Bank Limited. As per re-scheduling given by Bank, this Term Loan amount will not attract any interest. As per re-scheduling arrangement vide their letter no HO/CAD/822/2007/dated: 30 December 2007, the terms and condition is given.

National Bank
a)National bank Limited re-scheduling of Aziz Pipes Ltd. loan vide MJI/NBL/Mati/2016 of Tk. 88,151,897 which including Tk. 2.65 crore as downpayment and rest of amount would in installment within next 3 years.

b) Freezing of further charging of interest till full adjustment of the liability rest of Tk. 6,99,51,891.

13.00 Short Term Loan: Tk. 22,119,842

This amount comprises as follows:

	As on 30th, September 2018	As on 30th June 2018
Uttara Bank Ltd.	174,264,454	174,264,454
Dutch Bangla Bank Ltd	115,450,768	115,450,768
Total	**289,715,222**	**289,715,222**
Less: Balance Transferred to Loan suspenses Account	267,595,380	267,595,380
Loan Suspense Account	**22,119,842**	**22,119,842**

Since filling of the cases against the company, the Banks neither charged any interest nor sent any demand from note/statement of interest from the period 01 July 2016 to 30 June 2017 to the company. In view of the above, interest has not been shown in the

companys accounts for the said period. and the expression of the Company about the Loan Suspense Account are as follows:

Uttara Bank
The Management of the company decided on the basis of the verdict/pronouncement of the 4th Artha Rin Adalat that was suited by Uttara Bank Limited no. 219/05. At the time of hearing of the lower court the company had tabled a objection against the bank statement that were submitted by the Bank and then a petition was submited by the company to the High Court no. 9724/2014. After the Long time hearing on 14 March 2017, Utara Bank Limited were required to submit the actual statement of the accounts of Aziz Pipes Limited. After that the Bank had submitted a revised statement where the Bank stated the companys CC (Hypo.) account no. 21 and Tk. 6,688,500. On the basis of the submitted the statement of the Bank the company has decided to state Tk. 6,688,500 as Short Term Loan from Uttara Bank Limited and the rest amount will be transfered to Loan Suspense Account Tk. 167,575,954. Now this suit is under litigation on the Judge Court and after the litigation of the court this liability would be adjusted from the suspense account.

Dutch Bangla Bank
Dutch Bangla Bank Limited had submirted a suit against Aziz Pipes Limited no. 16/2007 to the 3rd Artha Rin Adalat in 2007. After a long period hearing the Court had Verdicted/Pronounced on 29 November 2012 to repay the amount of Tk. 15,431,341 to the Bank and the companyhas decided to state Tk. 15,431,342 as the Short Term Loan from Dutch Bangla Bank Limited and the rest amount Tk. 100,019,426 will be transfered to Loan Suspense Account . Against the verdiction of the lower court the Bank had submited a Appeal to the High Court. Now the appeal is under litigation in the High Court. After the litigation of High Court, the favour/disfavour of the company the amount would be adjusted from the Loan Suspense Account.

14.00 Deferred Tax: Tk. 29,181,762

This amount comprises as follows:

	As on 30th, September **2018**	As on 30th June **2018**
Opening balance	**29,645,221**	25,904,423
Add: Addition during the year non depreciable Assets	-	5,046,790
Less: Adjustment during the year on depreciable Assets	463,459	1,305,992
Closing balance	**29,181,762**	**29,645,221**

15.00 Suspense Account: Tk. 303,988,422

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Suspense Account 15.01	267,595,380	267,595,380
Interest Suspense Account 15.02	36,393,042	36,393,042
	303,988,422	**303,988,422**

15.01 Suspense Account: Tk. 267,595,380

This amount comprises as follows:
Uttara Bank

	As on 30th, September **2019**	As on 30th June **2018**
a) Amount as per Company,s Accounts	174,264,454	174,264,454
b) Amount as Per Bank Statement	6,688,500	6,688,500
Suspense Account (a-b)	**167,575,954**	**167,575,954**

Dutch Bangla Bank

	As on 30th, September **2019**	As on 30th June **2018**
a) Amount as per Company,s Accounts	115,450,768	115,450,768
b) Amount as Per Bank Statement	15,431,342	15,431,342
Loan Suspense Account (a-b)	**100,019,426**	**100,019,426**
Total	**267,595,380**	**267,595,380**

15.02 Interest Suspense Account: Tk. 36,393,042

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Interest Suspense Account	36,393,042	36,393,042
Total	**36,393,042**	**36,393,042**

Total interest amounting Tk. 36,393,042 has been transferred to interest block which was provision against short term loan before classify period.

16.00 Long Term Loan Current Portion: Tk. 22,132,977

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Long Tern Loan (SEBL)	6,720,000	10,198,741
Long Tern Loan (NBL)	15,412,977	20,550,636
Total	**22,132,977**	**30,749,377**

Southeast Bank Ltd.
This amount represents conversion of overdraft loan into Block term Loan A/C by Southeast Bank Ltd ,Principal Branch and National Bank Limited. As per re-scheduling given by Bank, this Term Loan amount will not attract any interest. As per re-

National Bank
a)National bank Limited re-scheduling of Aziz Pipes Ltd. loan vide MJI/NBL/Mati/2016 of Tk. 88,151,897 which including Tk. 2.65 crore as downpayment and rest of amount would in installment within next 3 years.
b) Freezing of further charging of interest till full adjustment of the liability rest of Tk. 6,99,51,891.

17.00 Accounts Payable: Tk. 127,280,004

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Accounts Payable	127,280,004	**106,532,270**
Total	**127,280,004**	**106,532,270**

18.00 Creditors & Accruals: Tk. 2,879,718

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Salary & Allowances		-
Electricity Charges (Head Office)	29,856	19,856

Electricity Charges (Factory)	1,125,000	800,000
Telephone Charges	34,740	49,740
Water Supply & Sewerage	7,379	8,879
Canteen Charges	147,177	67,177
Audit Fees	128,000	128,000
Provident Fund	332,565	332,565
Wages & Allowances	1,075,000	950,000
Total	**2,879,718**	**2,356,217**

19.00 Workers profit Perticipation Fund: Tk. 379,701

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Opening balance	350,758	153,157
Add: Addition during the year	28,943	197,601
Less: Adjustment during the year		-
Closing balance	**379,701**	**350,758**

20.00 Provision for Income Tax: Tk. 6,794,651

This amount comprises as follows:

	As on 30th, September **2019**	As on 30th June **2018**
Opening balance	6,406,519	4,891,049
Add: Addition during the year	388,132	1,515,470
Less: Cash paid during the year		-
Closing balance	**6,794,651**	**6,406,519**

21.00 Turnover: Tk. 64,688,681

This amount comprises as follows:

Amount	
2017-18	**2016-17**
(July to Sept.)	**(July to Sept.)**
64,688,681	41,954,456
64,688,681	**41,954,456**

22.00 Cost of Goods Sold: Tk. 57,883,162

This amount comprises as follows:

	2018-19 (July to Sept.)	**2017-18** (July to Sept.)
Opening Stock of Finished Goods	65,995,494	81,312,272
Cost of Goods Manufactured 22.01	68,471,020	48,499,616
Cost of Goods available for Sales	134,466,514	129,811,888
Add: Lease Rental Charges	880,599	
	135,347,113	129,811,888
Less: Closing Stock of Finished Goods	77,463,951	93,773,525
Cost of Goods Sold	**57,883,162**	**36,038,363**

22.01 Cost of Goods Manufactured: Tk. 68,471,020

This amount comprises as follows:

	2018-19 (July to Sept.)	**2017-18** (July to Sept.)
Cost of Materials Consumed 22.02	57,015,192	37,753,355
Add: Electricity & Power	3,538,506	3,515,001
	60,553,698	**41,268,356**
Add: Opening Work-In-Process	4,537,354	3,787,693
	65,091,052	**45,056,049**
Less: Closing Work-In-Process	4,591,725	3,620,942
	60,499,327	**41,435,107**
Add: Factory Overhead 22.03	7,971,693	7,064,509
Cost of Goods Manufactured	**68,471,020**	**48,499,616**

22.02 Cost of materials Consumed: Tk. 57,015,192

This amount comprises as follows:

	2018-19 (July to Sept.)	**2017-18** (July to Sept.)
Opening Stock of Raw Materials	50,711,019	48,903,160
Add: Materials Purchase	55,493,796	65,242,404
Materials Available for Consumption	**106,204,815**	**114,145,564**
Less: Closing Stock of Raw Materials	49,189,623	76,392,209
Cost of Materials Consumed	**57,015,192**	**37,753,355**

22.03 Factory Overhead: Tk. 7,971,693

This amount comprises as follows:

	2018-19 (July to Sept.)	**2017-18** (July to Sept.)
Wages & Salaries	5,400,974	5,004,511
Repairs & Maintenance	405,178	299,394
Factory Maintenance	54,906	75,702
Depreciation	2,110,635	1,684,902
Total	**7,971,693**	**7,064,509**

23.00 Administrative & General Expenses: Tk. 5,933,637

This amount comprises as follows:

	2018-19 (July to Sept.)	**2017-18** (July to Sept.)
Salary & Allowances	2,204,934	1,664,132
Board Meeting Fees	100,000	35,000
Stationery Expenses	145,966	100,482
Telephone Charges	130,665	84,531
Travelling & Conveyance	239,277	255,451
Entertainment Expenses	43,529	31,275
Canteen Charges	362,130	285,410
Rent & Rates	530,100	463,500
Legal,Renewal, Listing & Other Expenses	189,070	164,075
Electricity Charges	86,993	82,300
Fuel & Lubricants	767,428	1,049,710
Water Supply & Sewerage	15,189	19,146
Donation (Mosque Maintenances)	0	22,667

Uniform Expenses	1,400	0
Postage & Telegram	14,177	8,899
Gardening Expenses	8,628	1,390
Medical Expenses	894	628
Office Maintenances	174,406	115,327
Transport Maintenances	100,099	111,299
Guest House Expenses	3,555	1,040
Advertisement & Publicity	361,902	16,473
Miscellaneous	31,800	25,150
Carrying Charges	94,715	30,053
Newspaper & Periodicals	6,206	5,976
Insurance Premium	15,060	16,813
Internet Bill Expenses	96,183	46,794
CDBL Expenses	12,000	12,000
Vat/Tax deduction at Source	14,825	60,816
Depreciation	182,506	52,095
Total	**5,933,637**	**4,762,432**

Paid to the Managing Director (C.C) of the Company Tk. 2,34,400/= as Salary and Bonus during the year that included above Salary and Allowance.

The break-up of above amount is given below:-

Basic	102,000
House Rent	71,400
Others	27,000
Bonus	34,000
	234,400

In Addition to above Managing Director is provided Car maintenance expenses subject to limit.
Managing Director is also provided Telephone bill for business communication ,subject to limit.

The Chairman provided TK 10,000/=as monthly honourium
The Other,s Director are not provided any remuneration expect board meeting fees with attending Company,s Board Meeting.

24.00 Selling & Distribution Expenses: Tk. 284,459

This amount comprises as follows:

	2018-19 (July to Sept.)	2017-18 (July to Sept.)
Selling & Distribution Expenses	284,459	605,415
Total	**284,459**	**605,415**

25.00 Financial Expenses : Tk. 6,894

This amount comprises as follows:

	2018-19 (July to Sept.)	2017-18 (July to Sept.)
Bank Charges	6,894	14,924
Total	**6,894**	**14,924**

26.00 Basic Earning Per Share (EPS): Tk. 0.12

This ratio comprises as follows:

	Amount (In Taka)	
	2018-19 (July to Sept.)	2017-18 (July to Sept.)
Net Profit	626,913	556,732
Weighted average number of ordinary shares in issue	5,092,500	4,850,000
Basic Earning Per Share	**0.12**	**0.11**

27.00 Net Operating Cash Flow Per Share: Tk. 1.56

This ratio comprises as follows:

	Amount (In Taka)	
	2018-19 (July to Sept.)	2017-18 (July to Sept.)
Net Cash Inflows from Operating Activities	7,969,175	8,153,896
Weighted average number of ordinary shares in issue	5,092,500	4,850,000
Net Operating Cash Flow per Share	**1.56**	**1.68**

AMARSTOCK

28.00 Related Party Disclosures:

28.01 Transactions with Related Parties

The Company has no transactions with other entities that fall within the definition of related party as contained in IAS-24 "Related Party Disclosures".

Name of Related Party	Relationship	Nature of Transaction	Opening Balance as on 01.07.2018	Addition during the 1st Quarter 30 September 2018	Adjustment during the 1st Quarter 30 September 2018
-	-	-	-	-	-
-	-	-	-	-	-
Total			**-**	**-**	**-**

28.02 Payments/ Perquisites to Managing Director and above

Payments and perquisites given to the Managing Director during the year are disclosed below:

Particulars	Amount (In Taka)
Basic	102,000
House Rent	71,400
Others	27,000
Bonus	34,000
Total	**234,400**

In Addition to above Managing Director is provided Car maintenance expenses subject to limit.
Managing Director is also provided Telephone bill for business communication ,subject to limit.

i) The Chairman provided TK 10,000/=as monthly honourium
ii) The Other,s Director are not provided any remuneration expect board meeting fees with attending Company,s Board Meeting.

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

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

Employee position of the company as at 30 September 2018.

Salary (Monthly)	Officer & Staff		Worker	Total Employees
	Factory	Head Office		
Below Tk. 3,000	-	-	-	-
Above Tk. 3,000	38	27	119	184
Total	**38**	**27**	**119**	**184**

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

Name of Directors	Designation	Remuneration	Festival Bonus	Total Payment
Md. Kamal Hossain Gazi	Chairman	-	-	-
Md. Abdul Halim	Director	-	-	-
Md. Ahsan Ullah	Director	-	-	-
Md. Asad Ullah	Director	-	-	-
Abu Taher Md. Ahmedur Rahman	Director	-	-	-
Md. Sultan Jahangiri	Director	-	-	-
Khondoker Nuruzzaman	Director	-	-	-
Total		**-**	**-**	**-**

Period of payment to Directors is from 01 July 2018 to 30 September 2018.
The above Directors of the company did not take any benefit from the company except attendance fees for Board Meeting and others are as follows:

a. Expenses reimbursed to the managing agent	Nill
b. Commission or other remuneration payable separately to a managing agent or his associate	Nill
c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company	Nill

d. The money value of the contracts for the sale or purchase of goods and materials or supply of services, enter into by the company with the managing agent or his associate during the financial year	Nill
e. Any other perquisites or benefits in cash or in kind stating	Nill
f. Other allowances and commission including guarantee commission	Nill
Pensions, etc.	
1) Pensions	Nill
2) Gratuities	Nill
3) Payment from Provided Fund	Nill
4) Compensation for loss of office	Nill
5) Consideration in connection with retirement from office	Nill

C. Disclosure as per requirement of Schedule XI, Part II, Para 7:

Details of production capacity utilization:

Particulars	License Capacity (In MT)	Attainable Capacity (In MT) three month	Actual Production (In MT) three month	Capacity Utilization
Annual Production capacity in MT	11,820	1,500	698	46.53

D. Disclosure as per requirement of Schedule XI, Part II, Para 8:

Raw materials, spare parts, packing materials and capital machinery:

Items	Purchase (BDT)			Consumption (BDT)	% of consumption of total purchase
	Import	Local	Total		
Raw materials		55,493,796	55,493,796	57,015,192	102.74
Spare parts	-	405,178	405,178	385,124	95.05
Packing materials	-	-	-	-	0.00%
Total	**-**	**55,898,974**	**55,898,974**	**57,400,316**	

Value of export:

Particulars	In foreign currencies (US$)	In BDT
Export	-	-
Total	**-**	**-**

i) The company has not incurred any expenditure in foreign currencies for the period from 01 July 2018 to 30 September 2018 on account of royalty, know-how, professional fees, consultancy fees and interest;

ii) The company has not earned any foreign exchanges for loyalty, know-how, professional fees, consultancy fees and interest;

iii) The value of export represents for the period 01 July 2018 to 30 September 2018.

E. Disclosure as per requirement of Schedule XI, Part II, Para 3:

Requirements under Condition No.	Compliance status of disclosure of Schedule XI, Part II, Para 3
3(i)(a) The turnover	Complied
3 (i)(b) Commission paid to the selling agent	Not Applicable
3(i)(c) Brokerage and discount on sales, other than the usual trade discount	Not Applicable
3(i)(d)(i) The value of the raw materials consumed, giving item wise as possible	Complied
3(i)(d)(ii) The opening and closing stocks of goods produced	Complied
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	Complied
3(i)(f) In the case of companies rendering or supplying services, the gross income derived from services rendered or supplied	Not Applicable
3(i)(g) Opening and closing stocks, purchases and sales and consumption of raw materials with value and quantity break-up for the company, which falls under one or more categories i.e. manufacturing and/or trading	Complied
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period	Complied
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets	Complied

3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and Manager	Not Applicable
3(i)(l) Charge of income tax and other taxation on profits	Complied
3(i)(m) Revised for repayment of share capital and repayment of loans	Complied
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserve, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up	Not Applicable
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	Not Applicable
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments	Not Applicable
3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required	Not Applicable
3(i)(p) Expenditure incurred on each of the following items, separately for each item: (i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) (1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Worksmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve	Complied

F. Disclosure of Advances, Deposits and Pre-payments of Schedule XI of the Companies Act, 1994:

The details break-up of Advances, Deposits and Pre-payments as per requirement of Schedule XI of the Companies Act, 1994 as stated below:

Particulars	**Amount In (Taka)**	
	30.09.2018	**30.06.2018**
Advances, Deposits and Pre-payments exceeding 6 months	15,768,889	12,565,379
Advances, Deposits and Pre-payments not exceeding 6 months	10,180,827	9,076,653
Other Advances, Deposits & Pre-payments less provision	Nil	Nil
Advances, Deposits and Pre-payments considered good and secured	Nil	Nil
Advances, Deposits and Pre-payments considered goods without security	Nil	Nil
Advances, Deposits and Pre-payments considered doubtful or bad	Nil	Nil
Advances, Deposits and Pre-payments due by Directors	Nil	Nil
Advances, Deposits and Pre-payments due by other officers (against salary)	3,024,459	2,868,226
Advances, Deposits and Pre-payments due from companies under same management	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Directors	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Officers at any time	Nil	Nil

Additional Disclosure as per SEC Rules 1987 [Rule-12(2)1] & Companies Act 1994, part 2 section XI:

1. There was no claim against the Company not acknowledged as debts as on 30.09.2018.
2. All shares have been fully allotted and paid-up.
3. There was no preference shares issued by the Company.
4. The Company has no aggregated amount of contract for the capital expenditure to be executed and not provided for the 1st quarter 30 September 2018.
5. There was no contingent liabilities as on close of the business as on 30.09.2018 except the sub-judice matters relating to bank loan.
6. Aggregate amount due by Directors and other Officers of the Company or associated undertaking:
   Director None
   Associated Undertaking None
   Officers None
7. The general advance is the amount disbursed/ advanced against expenses for goods & service and also the amount considered good by the management and no collateral security is held against such advances.
8. The Company did not pay Brokerage and discount on sales other than the usual trade discount. Further, there is no commission on sale paid by the Company.
9. Auditors are paid for only statutory audit fees approved by the shareholders in the last A.G.M.
10. No money was expended by the Company for compensating any member of the Board of Directors for special service rendered.
11. There was no Bank Guarantee issued by the company on be half of their Directors of the Company itself except bank loan.
12. There are no Non-resident shareholders as on 30 September 2018.

13. No expenses including Royalty, Technical Experts & Professional Advisory Fees and Interest etc. were incurred or paid in foreign currencies during the 1st quarter 30 September 2018.
14. The Company has no related party transactions as per IAS-24 "Related Party Disclosures".
15. No Director received any remuneration from Company except Board Meeting attendance Fees.

Events after reporting period:

No material events occurring after Statement of Financial Position date came to our notice which could be considered after the valuation made in the financial statements.

AMAR STOCK