ANNUAL REPORT

2017-2018

FU-WANG

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FU-WANG FOODS LIMITED

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Letter of Transmittal



Shareholders
Bangladesh Securities and Exchange Commission (BSEC)
Dhaka Stock Exchange Ltd. (DSE)
Chittagong Stock Exchange Ltd. (CSE)

Dear Sir(s),

We are pleased to present you the copy of Annual Report of Fu-Wang Foods Limited for the year ended 30th June 2018 along with Audited Financial Statements containing Statement of Financial Position, Statement of Comprehensive Income, Statement of Change in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

The Annual Report will be available in the website of the company. The address of the website is www.fuwangfoodsltd.com

Thank you for your support and cooperation.

Yours truly,

Md. A. Halim Thakur
Company Secretary

Corporate Profile

BOARD OF DIRECTORS

Mr. Abdul Quader	:	Chairman
Dr. Arif Ahmed Chowdhury, CIP	:	Managing Director
Mr. Kamal Kanti Mondal	:	Director
Mr. Biplob Chakraborty	:	Director
Mr. Quazi Tafazzal Hossain	:	Independent Director

AUDIT COMMITTEE

Mr. Quazi Tafazzal Hossain	:	Chairman
Mr. Kamal Kanti Mondal	:	Member
Mr. Biplob Chakraborty	:	Member
Mr. Md. A. Halim Thakur	:	Secretary

NOMINATION AND REMUNERATION COMMITTEE

Mr. Abdul Quader	:	Chairman
Mr. Kamal Kanti Mondal	:	Director
Mr. Biplob Chakraborty	:	Director
Mr. Md. A. Halim Thakur	:	Secretary



CHIEF FINANCIAL OFFICER

Mr. Mohendra Nath Mondol

COMPANY SECRETARY

Mr. Md. A. Halim Thakur

HEAD OF INTERNAL AUDIT AND COMPLIANCE

Mr. Md. Monzurul Alam

REGISTERED OFFICE

FU-WANG BUILDING
House No. 55, Road No. 17, Banani C/A, Dhaka-1213

FACTORY

Bokran Monipur, Hotapara, Gazipur Sadar, Gazipur

AUDITORS

M/S. RAHMAN MOSTAFA ALAM & CO.
Chartered Accountants
Paramount Heights (7th Floor, D2 & C1)
65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000

BANKERS

Dhaka Bank Limited, Banani Branch, Dhaka
Pubali Bank Limited, Gulshan M. T. Branch, Dhaka
Standard Bank Limited, Gulshan Branch, Dhaka
IDLC Finance Limited, Dhaka

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History of the Company

Date of Incorporation	:	17 February 1997
Listed with Dhaka Stock Exchange Ltd.	:	July 2000
Listed with Chittagong Stock Exchange Ltd.	:	July 2000
Commercial Operation	:	August 1997
ISO Certification	:	ISO-9002 Certified on 04 November 1998
Business Lines	:	Food Manufacturing Industry
Authorized Capital	:	Tk. 1500 Million
Paid up Capital	:	Tk. 1,007.629 Million
Number of Employees	:	1,652 Persons

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Board of Directors



Mr. Abdul Quader
Chairman



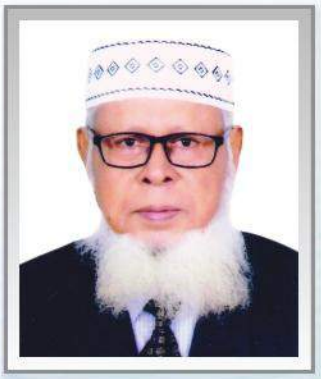
Dr. Arif Ahmed Chowdhury, CIP
Managing Director



Mr. Kamal Kanti Mondal
Director



Mr. Biplob Chakraborty
Director



Mr. Quazi Tafazzal Hossain
Independent Director

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21st Annual General Meeting







Notice of the 22nd AGM

Notice is hereby given that the 22nd Annual General Meeting of the Shareholders will be held on Sunday, 23rd December 2018 at Golden Tulip, Hall De Grand, Road-07, House-84, Block-H, Banani, Dhaka at 11:00 a.m. to transact the following business:

AGENDA :

1. To receive, consider and adopt the audited financial statements for the year ended 30th June 2018 and reports of Auditors and Directors thereon.
2. To declare @ 10% Stock Dividend.
3. To elect Directors and confirm the appointment of Independent Director.
4. To appoint Auditors for the next term and fix their remuneration.

Dated : Dhaka,
05 December 2018

By order of the Board

Md. A. Halim Thakur
Company Secretary

NOTES :

01. The Record Date of the Company was on **29 November 2018** and the Shareholders whose names appeared in the Register of Members of the Company or in the depository (CDBL) on the Record Date shall be entitled to attend the meeting as well as qualify for stock dividend to be approved at the AGM.
02. A member entitled to attend and vote at the Annual General Meeting may appoint another member as his/her Proxy to attend and vote on his/her behalf.
03. For appointing a Proxy, Proxy Form duly stamped must be deposited at the Company's Registered Office not later than 48 hours before the time appointed for the meeting.
04. Admission into the meeting venue will be strictly on production of the attendance slip sent with the Annual Report.
05. **No gift, cash or kind will be given for attending the meeting according to the circular of BSEC.**
06. **The Annual Report is available in the website of the company. The address of the website is www.fuwangfoodsltd.com**

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Message from the Managing Director



Distinguished Shareholders and Guest

By the grace of Almighty Allah, Fu-Wang Foods Limited passed another financial year 2017-2018 of its operation. I, on behalf of the Board of Directors feel proud for having this opportunity to welcome you to the 22nd Annual General Meeting and to write a few words about the company's performance during the financial year 2017-2018.

Dear shareholders

During the year the factory operated @55.77% capacity and produced 6,078.50 M.Ton compared to last year's 5,780.82 M.Ton. Your company earned a net profit after tax of Tk. 6.14 crore compared to Tk. 6.18 crore for the last year, which is a decrease of 0.65% in spite of turnover increased by 1.44%. The main reasons are higher raw material cost, factory overhead and also increase of financial expenses and stiff complition in the market.

We could not use the full capacity in the financial year 2017-2018 due to the shortfall in utilization of production capacity is for time lost for maintenance of machinery, shortage of market demand and also acute low Gas pressure. The imposition of 15% VAT on Bread Items during the year also put downward pressure on sale.

However we overcame low Gas pressure issue and we have obtained additional monthly load of 1,77,630.50 cubic meter from Titas Gas. Necessary security deposit and Bank Guarantee has also been made. We are planning for expansion of product line in the year.

You will be happy to know that we increased logistic support from our own source for smooth delivery of the product to the dealers/distributors and it is expected that our distribution cost will be reduced from coming year.

We also increased human resources in the marketing and sales department for increasing the total sale volume as well as profit.

However, considering the overall financial position of the company, the Board of Directors have recommended a 10% (Ten percent) stock dividend for all Shareholders for approval in the 22nd Annual General Meeting.

Hon'ble Shareholders

Fu-Wang Foods is one of the largest brands in the country and we are striving hard to increase our annual turnover and profitability. As part of our proactive product diversification policy, we have always been introducing new products to cater to the changing demands of the market. Hence, we have already introduced 6 nos. of new product in 2017-2018.

Our core strategy is to enhance the financial strength of the company by maintaining an extensive product portfolio and increase our efforts to stimulate long term sales growth starting from this year.

I would like to mention the continuous support, guidance and access that our national regulatory and financial institutions have provided us. The cooperation from Bangladesh Securities and Exchange Commission, Stock Exchanges and banks such as Dhaka Bank Ltd., Pubali Bank Limited, Sonali Bank Ltd., IDLC Bangladesh Ltd. acted as the crucial element behind the smooth and effective execution of our business operations.

Lastly, I would like to thank our Board of Directors, our employees and staff, vendors, suppliers, well wishers and at the end our customers and shareholders without whose relentless trust and loyalty in our brand, Fu-Wang Foods Ltd. would not be here today.



With best regards,

Arif Ahmed Chowdhury

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

REPORT OF THE BOARD OF DIRECTORS
for the year ended 30 June 2018

Dear Shareholders

It is my great pleasure to welcome you, on behalf of the Board of Directors, to the 22nd Annual General Meeting of Fu-Wang Foods Ltd. (FWFL). My profound well wishes to those who are present and also to those who could not be present unfortunately. We deeply mourn for those respected shareholders whom we lost forever since our last Annual General Meeting and pray for salvation of their departed souls. I pray to Almighty for you all for a long life and continuing relationship with the Fu-Wang family.

Respected Shareholders

I feel honored to be able to present before you the 22nd Annual Report of the company along with the Audited Financial Statements for the year ended 30 June 2018 and the Auditors' Report thereon.

Distinguished Shareholders

FWFL is a leading snack foods manufacturing company in Bangladesh. It produces bread, biscuits, noodles, snacks, mini-snacks, chocolates, energy drinks and other food items for the growing and rapidly evolving middle class in Bangladesh. The company has been existence since 1997 and has been able to create the "Fu-Wang" brand name through its own network over the country. It has 7 (Seven) branch offices, 1 (one) depo and 506 (Five hundred and six) distributors/dealers over the country. The products are available in retail stores through distributors/dealers. The project is located in Gazipur about 20 km north of Dhaka.

Raw Materials

Most of the raw materials for these items are purchases locally and a few items are imported. The main raw materials are flour, milk powder, butter, sugar, oil etc. The company does not have any raw materials suppliers' agreements with any suppliers; however, that has not been a problem since commencement of production due to long standing good relationship with the suppliers.

Company's Performance and Financial Results

You, the hon'able shareholders are aware that Fu-Wang Foods is a food manufacturing industry with yearly production capacity of 10,900 M.Ton in three shifts as against which it could operate at 55.77% capacity during the year under review, producing 6078.50 M.Ton in the fiscal year compared to last year 5,780.82 M.Ton.

We have passed another financial year 2017-2018 and your company earned a net profit after tax Tk. 6.14 crore as against Tk. 6.18 crore for the last year which is decrease of 0.65% in spite of turnover increased by 1.44%.

Subsidiary Operation

FWFL has a subsidiary company in the name of "Fu-Wang Beverage Industry Limited" (FWBIL). The company was incorporated on 13 December, 2004 under the Companies Act. 1994 having Authorized Capital of Tk. 200,000,000.00 of which paid up capital of Tk. 10,000,000.00 divided into 100,000 Ordinary Shares of Tk. 100/- each as on June 30, 2018. FWFL holds 99% shares of the company (FWBIL).

The operating financial results for the year ended 30 June 2018 are as follows :

Particulars	30 June 2018 (Taka)	30 June 2017 (Taka)	Increase/(Decrease) (Taka)	Increase/(Decrease) %
Turnover (Net)	117,374,703	111,002,922	6,371,781	5.74
Gross Profit	23,471,865	22,558,349	913,515	4.05
Net Profit Before Tax	3,130,584	2,034,277	1,096,307	53.89
Net Profit After Tax	2,034,880	1,322,280	712,600	53.89
Net Assets Value Per Share	882.73	862.38	20.35	2.36
Earning Per Share	20.35	13.22	7.13	53.93

Dividend

Considering the overall financial position of the Company the Board of Directors has recommended 10% (Ten percent) stock dividend for all Shareholders for approval in the 22nd Annual General Meeting.

Appointment of Auditors

The existing Auditors M/s. Rahman Mostafa Alam & Co., Chartered Accountants carried out the audit for the year ended June 30, 2018 and retired at this Annual General Meeting, being eligible offered themselves for re-appointment for the next term with a request for reasonable increase of fee.

APPREACIATION

The Board expresses its heartfelt thanks to you, the valued shareholders and looks forward for continued support and best wishes from you all.

The Board of Directors also takes the opportunity to extend thanks and appreciation to the Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange Ltd., Chittagong Stock Exchange Ltd., all other Government Agencies, Banking and Non-Banking Financial Institutions, Clients, Distributors, Dealers, Patrons, Print and Electronic Media and well wishers for their support and co-operation.

On behalf of the Board

Abdul Quader
Chairman
Dated, Dhaka
28 October 2018

Additional statements by the Board of Directors as per condition # 1(5) of the notification dated 3 June 2018 from the Bangladesh Securities and Exchange Commission :

(i) Industry outlook and possible future developments in the industry :

Fu-Wang Foods Ltd. is one of the largest food manufacturing industries in the country. Fu-Wang is a brand name in Bangladesh recognizable by most middle to lower income groups to whom most of the company's products are aimed. Food business is a distribution intensive business. FWFL currently has 7 (Seven) branch offices, 1 (one) depo and 506 (Five hundred and six) distributors/dealers over the country

We could not use the full capacity in the financial year 2017-2018 due to the shortfall in utilization of production capacity is for time lost for maintenance of machinery, shortage of market demand and also acute low Gas pressure. The imposition of 15% VAT on Bread Items during the year also put downward pressure on the sale.

However we were able to overcome the low Gas pressure issue and we have obtained additional monthly load of 1,77,630.50 cubic meter from Titas Gas. Necessary security deposit and Bank Guarantee has also been made. We are planning for expansion of product line in the year.

The Board of Directors are striving hard in line to increase turnover and profitability. As part of the diversification policy, the company has always been introducing new product as demand of the market and the company produced 6 nos. of new product in the corresponding year. The present strategy is to enhance the strength of the company.

(ii) Segment-wise or product-wise performance:

Description	Taka-2018 Net revenue	% of total revenue	Taka-2017 Net revenue	% of total revenue	Increase/Decrease over last year	
					Amount Tk.	%
1. VATable Items	557,176,253	93.60	230,722,687	39.32	326,453,566	141.49
2. Non VATable Items	38,077,461	6.40	356,065,000	60.68	(-)317,987,539	(-)89.31

(iii) Risks and concerns :

As with all investments, investors should be aware that there are risks associated with an investment in the company. These risks could result in loss of income or capital investment. Investors are encouraged to seek independent financial advice in this regard.

Industry Risk

Entry of new competitors may increase the market competition and may adversely affect the profitability of Fu-Wang Foods Limited.

Management Perception

Food business is a Distribution Intensive Business. FWFL currently has 7 (Seven) branch offices 1 (one) depo and 506 distributors/dealers over the country. It may be difficult for a new company to establish such a wide distribution network in a short period of time. Therefore it is difficult and time consuming for a new entrant to quickly establish itself in the market and grab market share from us.

Moreover, food business is brand-dependent business. FW Food is asked by the consumers by its brand name. The company is continuously concentrating on a "pull" strategy instead of "push". To this end, FWFL spends a large amount of fund for promotion and advertisement to further enhance and strengthen its brand name.

Interest Rate Risks

Interest rate risk is concerned with borrowed funds of short term and long term maturity. Considering of money market and decreased of demand for loans/investments, increase current liquidity position have effect the rate of interest in recent times.

Management Perception

The Management of the Company is always aware of interest rate. If the interest rate increases the cost of fund will increase, affecting profitability adversely.

Exchange Rate Risk

Exchange rate fluctuation may reduce the profitability of Fu-Wang Foods Limited because of its foreign trade commitments from various sources of foreign exchange like imported raw materials and machineries.

Management Perception

FWFL is able to pass on the additional cost of raw material through necessary price increases. Its brand name also to increase its price without much difficulty. Competitors may also increase their price if the raw material prices increase.

Market and Technology related Risk

In the global market of 21st century, developed technology obsoletes the old service/ product strategy. So the existing technology may not be efficient enough to cope up with the future trend and needs.

Management Perception

FWFL continuously upgrades its machines and technology. So the risk of obsolete technology is mitigated as the company continuously upgrades its technology every 5-6 years.

Changes in Economic & Political Condition

Changing economic & political conditions may affect the demand for the product offered by the company which may effect the turnover as well as profitability.

Management Perception

Social unrest due to political reasons may cause downturn of the economic activities which will have adverse impact on demands of foods.

Energy Costs may raise

Due to the adverse power situation in the country, production may be hampered due to interruption of power supply which may result in higher production wastage and lower productivity.

Management Perception

The Company is self sufficient in generating power by its own generators. However, in case of gas shortfall and subsequent rationing if any, then the productivity will be reduced. In that scenario, the overall sector will be affected.

History of non-operation, if any

Fu-Wang Foods Limited is a food manufacturing industry with yearly production capacity of 10,900 M.Ton in three shifts as against which it could operate at 55.77% capacity during the year under review, producing 6,078.50 M.Ton in the fiscal year compared to last year 5,780.82 M.Ton. The shortfall in utilization of production capacity is for time lost for maintenance of machinery, shortage of market demand and also acute low Gas pressure. The imposition of 15% VAT on Bread Items during the year also put downward pressure on sale.

Management Perception

Fu-Wang Foods Limited was incorporated on 17 February, 1997. It has already completed more than 21 years of successful operation. It has no record of operation failure yet and chances of being non-operative in the future is very remote.

(iv) Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin

During the year the company's revenue increased by 1.44%, cost of Goods Sold increased by 2.31%, Gross profit decreased by 0.74% and net profit decreased by 0.69% comparing to last year. The details are as follows:-

Particulars	June 30, 2018	June 30, 2017	Increase/(Decrease) (Taka)	Increase/(Decrease) (%)
Revenue	595,256,254	586,787,687	8,468,567	1.44
Cost of Goods Sold	429,075,058	419,366,766	9,708,292	2.31
Gross Profit	166,181,196	167,420,921	(-) 1,239,725	(-) 0.74
Net Profit after Tax	61,376,089	61,799,818	(-) 423,729	(-) 0.69

Reasons for increase / Decrease of

1. Revenue
2. Cost of Goods sold
3. Gross Profit
4. Net Profit

Increase of Revenue

During the year 2017-18 revenue increased by an amount of Tk. 8,468,567 due to market demand and increase of efficiency.

Increased of Cost of Goods Sold

During the year, Cost of Goods Sold is 72.08% of revenue as against 71.47% of the preceding year due to following reasons

- Increase of Raw Materials Cost and.
- Increase of Factory Overheads.

Decreased of Gross Profit

In the financial year 2017-18, Fu-Wang Foods Ltd. earned Gross profit @ 27.92% as against 28.53% in the preceding year, due to the same reasons described in the preceding paragraph for increase of Cost of Goods Sold.

Decrease of Net Profit

Fu-Wang Foods Limited earned net profit @ 10.31% as against @ 10.53% in the preceding year against Sales. Net profit decreased by 0.22% compared to last year for the following reasons:

* Increase of Financial Expenses.

(v) Discussion on continuity of any Extra-Ordinary gain or loss:

There is no extra-ordinary gain or loss during the year 2017-2018.

(vi) Related party transactions:

During the year the company did not make any transaction with any related party other than its subsidiary company.

(vii) Utilization of proceeds from Public Issues, Rights Issues and/or any other:

The company has not raised any fund from Public Issues, rights issues and/or any other instruments during the year 2017-2018

(viii) Financial results deteriorated after IPO, RPO, Rights Offer, Direct Listing:

The company did not raise share capital through Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing or through any other instruments during the year 2017-2018.

(ix) Significant variance of financial performance:

No significant variance occurred in between quarterly financial performance and Annual Financial Statements.

(x) Remuneration to directors including independent directors:

Remuneration to directors including independent director of the company is stated in Note No. 21.00 in the "Notes to the Financial Statements."

The Directors also report that:

The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.

The proper books of account of the issuer company have been maintained.

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

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

The system of internal control is sound in design and has been effectively implemented and monitored.

There are no significant doubts upon the company's ability to continue as a going concern.

There are no significant deviations from the last year's operating results of the company.

The summery of key operating and financial data of preceding 5 (five) years are as follows:

(Taka in million)

Particulars	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Turnover (Net)	595.256	586.787	767.109	819.851	794.406
Gross Profit	166.181	167.421	203.460	240.160	179.467
Net Profit before Tax	81.841	82.400	114.879	146.738	88.237
Net Profit after Tax	61.376	61.800	86.159	110.054	59.693
Shareholders' Equity	1,170.573	1,101. 636	1,038.910	951.776	838.646
Earning Per Share after Tax (Taka), Adjusted	0.61	0.61	0.94	1.52	0.91
Cash Dividend Per Share (Taka)	Nil	Nil	Nil	Nil	Nil
Bonus Dividend (Percentage)	10% (Proposed)	10%	10%	15%	10%

Dividend

FINANCIAL RESULTS	2017-2018	2016-2017
Net Profit before Tax and WPPF for the year	85,934,024	86,519,745
Add: Realization from Revaluation Reserve	3,516,652	3,701,739
Add: Retained earnings up to last year (Net of Bonus for previous year)	23,010,901	49,112,054
	112,461,577	**139,333,538**
Less : Contribution to Workers Profit Participation & Welfare Fund	4,092,989	4,119,988
Profit available for appropriation Tk.	**108,368,588**	**135,213,550**

PROPOSED APPROPRIATION	2017-2018	2016-2017
Provision for Income Tax	20,464,946	20,599,939
Dividend (Bonus 10% after utilization Tax Holiday Reserve)	82,517,510	91,602,710
Retained Earnings	5,386,132	23,010,901
Tk.	**108,368,588**	**135,213,550**

Considering the overall financial position of the Company, the Board of Directors has recommended 10% (Ten percent) stock dividend for the year ended 30 June 2018 (subject to approval by the shareholders in the forthcoming AGM) whose names will appear in the share register of the company and/or Depository Register of CDBL as on Record Date i.e. **29 November 2018.**

Declared 10% (Ten percent) Stock Dividend for the year 2017-2018 for all shareholders.

The number of Board meetings held during the year ended 30 June 2018 and attendance by each director:

During the year ended 30 June 2018 the Board of Directors held 11 (Eleven) meetings and attendance by the Directors at the Board meeting during the year as follows :

Name of the Directors	Official Status	Meeting Attended
Mr. Abdul Quader	Independent Director & Chairman	5
Dr. Arif Ahmed Chowdhury, CIP	Managing Director	10
Mr. Kamal Kanti Mondal	Director	10
Mr. Biplob Chakraborty	Director	11
Mr. Quazi Tafazzal Hossain	Independent Director	6
Mr. A.M. Naimur Rahman, MP	Ex-Independent Director & Chairman	1

Notes :

1. Mr. Abdul Quader resigned from the post of Independent Director and Chairman of the Board on 02 June 2018 and he was re-appointed as Independent Director on 30 June 2018.
2. Mr. A. M. Naimur Rahman, MP completed his 2 (two) times tenure on 29 October, 2017 as Independent Director.
3. The Chief Financial Officer and Company Secretary attended at all Board Meetings of the Company held in the corresponding year.

The pattern of shareholding as on 30 June 2018

Sl. No.	Categories	No. of Shares	% of Holding
a)	Parent/Subsidiary/Associated Companies and other related parties (name wise Details)	Nil	Nil
b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details) are as follows:		
1	Mr. Abdul Quader Chairman & Independent Director	6,00,000	0.595
2	Dr. Arif Ahmed Chowdhury, CIP Managing Director	45,25,825	4.492
3	Mr. Kamal Kanti Mondal Shareholder Director	4,746	0.005
4	Mr. Biplob Chakraborty Shareholder Director	34,438	0.034
5	Mr. Quazi Tafazzal Hossain Independent Director	Nil	Nil
6	Mr. Md. A. Halim Thakur Company Secretary	Nil	Nil
7	Mr. Mohendra Nath Mondol Chief Financial Officer	Nil	Nil
8	Mr. Md. Monzurul Alam Head of Internal Audit and Compliance	Nil	Nil
c)	Executives	Nil	Nil
d)	Shareholders holding ten percent (10%) or more voting interest in the company		

Composition of the shareholders:

SL. No.	Particulars	30.06.2018			30.06.2017		
		No. of Shares	Value of Shares	%	No. of Shares	Value of Shares	%
1	Directors/Sponsors	53,97,767	5,39,77,670	5.36	43,61,609	4,36,16,090	44.76
2	Institutions	1,30,99,188	13,09,91,880	13.00	1,75,11,487	17,51,14,870	19.12
3	General Public	8,22,66,031	82,26,60,310	81.64	6,97,29,619	69,72,96,190	76.12
	Total	**10,07,62,986**	**100,76,29,860**	**100%**	**9,16,02,715**	**91,60,27,150**	**100%**

Appointment/re-appointment of Directors :

Ratification of appointed of Independent Director

Mr. Abdul Quader was reappointed as Independent Director of the Board in a Board Meeting held on 30 June 2018 for another tenure i.e. next 3 (Three) years with effect from 30.06.2018 and he was also elected as Chairman of the Board. The appointment of Mr. Abdul Quader is required to be ratified by the shareholders in the 22nd Annual General Meeting which is schedule to be held on 23.12.2018.

Re-appointment of Directors

In terms of articles 126 of the Articles of Association of the company Mr. Kamal Kanti Mondal and Mr. Biplob Chakraborty retire from the Board at this 22nd Annual General Meeting and being eligible to be offered themselves for reelection.

Kamal Kanti Mondal

Mr. Kamal Kanti Mondal is a public shareholder director of the company. He is also member of the audit committee, a sub-committee of the board. He obtained post graduate degree from National University. He is about 61 years. He is servicing in a recognized Group of Companies. Mr. Mondal has no directorship and membership of committee of the board of any other company.

Biplob Chakraborty

Mr. Biplob Chakraborty is also a public shareholder director of the company. He is also member of the audit committee, a sub-committee of the board. He obtained post graduate degree in 2000 from National University. He is about 44 years. He is servicing in a recognized technical consultant firms which are involved in design and supervision engineering. Mr. Chakraborty has no directorship and membership of committee of the board of any other company.

Declaration or certificate by the CEO and the CFO to the Board as required under condition No. 3(3) shall disclose as **Annexure-A**

Corporate Governance Compliance Report :

In pursuance of Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June 2018 issued by Bangladesh Securities and Exchange Commission, the corporate governance compliance report by the Directors and certified of compliance of corporate governance shall send to the shareholders along with the Annual Report 2017-2018, please see the **Annexure-B** and **Annexure-C**.

On behalf of the Board

Abdul Quader
Chairman

Dated, Dhaka
28 October 2018

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REPORT OF AUDIT COMMITTEE
For the year 2017-2018

Fu-Wang Foods Limited constituted an Audit Committee as a sub-committee of the Board of Directors. The Audit Committee is responsible to the Board and they assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business. The duties and responsibilities of the Audit Committee are clearly set forth in writing by the Board in the Audit Committee Charter.

Composition of Audit Committee :
The Audit Committee consists of the following members :

Name of Members	Position in the Committee	Position in the Board
Mr. Quazi Tafazzal Hossain	Chairman	Independent Director
Mr. Kamal Kanti Mondal	Member	Director
Mr. Biplob Chakraborty	Member	Director
Mr. Md. A. Halim Thakur	Secretary	Company Secretary

Function of the Audit Committee defined as under :
Oversee the Financial reporting process.
Review the Audited Financial Statements and recommended to approved for statutory purpose.
Review Internal Audit Systems and monitoring the function of Internal Audit Department.
Review the implementation of significant issues as recommended to the Board.
Review the function of management policy, system of governance.
Review and consider the internal report and statutory auditors' observation and internal control.
Review the quarterly and half yearly financial statements before submission to the board for approval and to the stakeholders as a statutory requirement.

Activities carried out during the year
The committee reviewed and discussed the procedure and task of the internal audit, financial report preparation and the external auditors' observation in their reports on the draft financial statements of the company initialed by the auditors for the year ended 30 June 2018. The committee found the statements adequate arrangement to present a true and fair view of the financial status of the company; and did not find any material deviation, discrepancies of any adverse finding/observation in the areas of reporting and disclosures.

The committee also reviewed the financial statements of the subsidiary company i.e. Fu-Wang Beverage Industry Ltd.

Acknowledgement
The Audit Committee expressed its sincere thanks to the members of the Board, management and the Auditors for their support in carrying out its duties and responsibilities effectively.

Quazi Tafazzal Hossain
Chairman, Audit Committee

Annexure-A

Declaration by CEO and CFO

[As per condition No.1(5)(xxvi)]

The Board of Directors
Fu-Wang Foods Ltd.
House-55, Road-17
Banani C/A, Dhaka

Subject: Declaration on Financial Statements for the year ended on 30 June 2018.

Dear Sirs,
Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Asmin/80 dated 3 June 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

(1) The Financial Statements of Fu-Wang Foods Ltd. for the year ended on 30 June 2018 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;

(2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;

(3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;

(4) To ensure above, the Company has taken proper and adequate care in installing as system of internal control and maintenance of accounting records;

(5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently follows; and

(6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that:-

(i) We have reviewed the financial statements for the year ended on 30 June 2018 and that to the best of our knowledge and belief:

  (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading:

  (b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.

(ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the Company's Board of Directors or its members.

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

Mohendra Nath Mondol
Chief Financial Officer

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

Ref. No: **CM-2018/243**

BAPLC

Date of issue : **September 4, 2018**

Renewed Certificate

This is to certify that

FU-WANG FOODS LIMITED

is an Ordinary Member of Bangladesh Association of Publicly Listed Companies *and is entitled to all the rights and privileges appertaining thereto.*

This certificate remains current until 31st December **2018.**

Bangladesh Association of Publicly Listed Companies ★ BAPLC

Secretary-General
(Acting)

AMARSTOCK

Annexure-B

ম্যাবস এন্ড জে পার্টনার্স
MABS &J Partners
Chartered Accountants

Report to the Shareholders of Fu-Wang Foods Limited and its subsidiary on compliance on the Corporate Governance Code

[Certificate as per condition No. 1(5)(xxvii)]

We have examined the compliance status to the Corporate Governance code by **Fu-Wang Foods Limited** and its subsidiary for the year ended on 30 June 2018. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Asmin/80 dated 3 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company and its subsidiary. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

(a) The Company and its subsidiary have complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued the by Commission;

(b) The Company and its subsidiary have complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this;

(c) Proper books and records have been kept by the company and its subsidiary as required under the Companies Act, 1994, the securities laws and other relevant laws; and

(d) The Governance of the company and its subsidiary is satisfactory subject to the remarks and observations as reported in the attached corporate governance compliance status.

Place: Dhaka
Dated: 27 November 2018

MABS & J Partners
Chartered Accountants

A member of Nexia International

Corporate Office:
SMC Tower (7th Floor)
33, Banani C/A, Road 17
Dhaka-1213, Bangladesh
Phone : +88-02-9821057-58
: +88-02-9821365-66
E-mail : info@mabsj.com
Web : www.mabsj.com

Motijheel Branch Office :
21, Purana Paltan Line (4th & 7th Floor)
Dhaka-1000, Bangladesh
Phone : +88-02-58315469 / 58315471
Fax : +88-02-9332936
E-mail : info@mabsj.com
Web : www.mabsj.com

Annexure-C

CORPORATE GOVERNANCE COMPLIANCE STATUS

[As per condition no. 1(5)(xxvii)]

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD /2006-158/207/Admin/80 dated 3 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1 (1)	Board's Size	√		
1(2)(a)	At least one fifth (1/5) of the total number of directors in the company's board shall be Independent Director	√		
1(2)(b)(i)	"Independent Director" means a director- who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company.	√		
1(2)(b)(ii)	who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company	√		
1(2)(b)(iii)	Who has not been an executive of the company in immediately preceding 2 (two) financial years	√		
1(2)(b)(iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies	√		
1(2)(b)(v)	who is not a member, TREC holder, director or officer of any stock exchange	√		
1(2)(b)(vi)	who is not a shareholder, director or officer of any member or TREC holder of stock exchange or any intermediary of the capital market	√		
1(2)(b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm	√		
1(2)(b)(viiii)	who is not independent director in more than 5 (five) listed companies	√		
1(2)(b)(ix)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI)	√		
1(2)(b)(x)	who has not been convicted for a criminal offence involving moral turpitude	√		
1(2)(c)	the independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM)			Will be complied in the AGM schedule to be held on 23.12.18
1(2)(d)	the post of independent director(s) can not remain vacant for more than 90 (ninety) days	√		
1(2)(e)	the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only	√		
1(3)(a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business	√		
1(3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association.			

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1(3)(b)(ii)	Corporate Leader who is or was a top level executive	√		
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or Law	√		
1(3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law			
1(3)(b)(v)	Professional	√		
1(3)(c)	Independent Director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b)	√		
1(3)(d)	In special cases, the qualifications or experience may be relaxed subject to prior approval of the Commission			No such incident happened
1(4)(a)	The positions of the Chairperson of the Board and the Managing Director/or Chief Executive Officer of the company shall be filled by different individuals	√		
1(4)(b)	The Managing Director/or Chief Executive Officer of a listed company shall not hold the same position in another listed company	√		
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company	√		
1(4)(d)	Responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer	√		
1(4)(e)	The reason of absence of the regular Chairperson in the board meeting shall be duly recorded in the minutes	√		If arise, will be complied
1(5)(i)	Industry outlook and possible future developments in the industry	√		
1(5)(ii)	Segment-wise or product-wise performance	√		
1(5)(iii)	Risks and concerns	√		
1(5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin	√		
1(5)(v)	Discussion on continuity of any Extra-Ordinary gain or loss	√		
1(5)(vi)	Related party transactions	√		
1(5)(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments	√		
1(5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc	√		
1(5)(ix)	Explanation on any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements	√		
1(5)(x)	Remuneration to directors including independent directors	√		
1(5)(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity	√		
1(5)(xii)	Proper books of account of the issuer company have been maintained	√		
1(5)(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	√		
1(5)(xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1(5)(xv)	The system of internal control is sound in design and has been effectively implemented and monitored	√		
1(5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress	√		
1(5)(xvii)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed	√		
1(5)(xviii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained	√		
1(5)(xix)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	√		
1(5)(xx)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given			Not applicable
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend	√		
1(5)(xxii)	The number of Board meetings held during the year and attendance by each director shall be disclosed	√		
1.5(xxiii) (a)	Parent/Subsidiary/Associated Companies and other related parties (name wise Details)	√		
1.5(xxiii) (b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details)	√		
1.5(xxiii) (c)	Executives	√		
1(5)(xxiii) (d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details)	√		
1(5)(xxiv)(a)	A brief resume of the director	√		
1(5)(xxiv)(b)	Nature of his/her expertise in specific functional areas	√		
1(5)(xxiv) (c)	Names of companies in which the person also holds the directorship and the membership of committees of the board	√		
1(5)(xxv) (a)	Accounting policies and estimation for preparation of financial statements	√		
1(5)(xxv)(b)	Changes in accounting policies and estimation	√		
1(5)(xxv)(c)	Comparative analysis	√		
1(5)(xxv) (d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario	√		
1(5)(xxv) (e)	Briefly explain the financial and economic scenario of the country and the globe	√		
1(5)(xxv)(f)	Risks and concerns	√		
1(5)(xxv) (g)	Future plan or projection or forecast for company's operation, performance and financial position, with justification thereof	√		
1(5)(xxvi)	Certification by the CEO and CFO to the Board	√		
1(5)(xxvii)	Certificate regarding compliance of conditions of this Code as required under condition No. 9	√		
1(6)	Board meeting and record the minutes	√		
1(7)(a)	The code of conduct for the Chairperson of the Board, other board members and Chief Executive Officer of the company	√		
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company			will be complied
2(a)	Composition of the Board			under process

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
2(b)	At least 1 (one Independent Director on the Board	√		
2(c)	Review of the Minutes of subsidiary company	√		
2(d)	Review of the Minutes of holding company	√		
2(e)	The audit committee shall review the financial statements, in particular the investments made by the subsidiary company	√		
3(1)(a)	**Appointment :** The Board shall appoint a Managing Director, a Company Secretary, a Chief Financial Officer and a Head of Internal Audit and Compliance company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should	√		
3(1)(b)	The positions of the Managing Director, Company Secretary, Chief Financial Officer and Head of Internal Audit and Compliance shall be filled by different individuals	√		
3(1)(c)	The MD, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time.	√		
3(1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, HIAC the CS	√		
3(2)	The MD, CS, CFO and HIAC shall attend the meetings of the Board, provided that the CS, CFO and or the HIAC shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters	√		
3(3)(a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	√		
3(3)(a)(ii)	These statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws	√		
3(3)(b)	There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the Company's Board of Directors or its members	√		
3(3)(c)	The certification of the MD and CFO	√		
4(i)	Audit Committee	√		
4(ii)	Nomination and Remuneration Committee	√		
5(1)(a)	The company shall have an Audit Committee as a sub-committee of the Board of Directors	√		
5(1)(b)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business	√		
5(1)(c)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing	√		
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members	√		
5(2)(b)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director	√		
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1(one) member shall have accounting or related financial management experience	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
5(2)(d)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee			No such incident happened
5(2)(e)	The company secretary shall act as the secretary of the Committee	√		
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	√		
5(3)(a)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director	√		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting	√		
5(3)(c)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM)			Will be complied
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year	√		
5(4)(b)	Quorum of the meeting of the Audit Committee	√		
5(5)(a)	Oversee the financial reporting process	√		
5(5)(b)	Monitor choice of accounting policies and principles	√		
5(5)(c)	Monitor Internal Control Risk management process	√		
5(5)(d)	Oversee hiring and performance of external auditors	√		
5(5)(e)	Hold meeting with external or statutory auditors for review of annual financial statements before submission to the board for approval	√		
5(5)(f)	Review along with the management, the annual financial statements before submission to the board for approval	√		
5(5)(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval	√		
5(5)(h)	Review the adequacy of internal audit function	√		
5(5)(i)	Review the Managements' discussion and Analysis before disclosing in the Annual Report	√		
5(5)(j)	Review statement of significant related party transactions submitted by the management	√		
5(5)(k)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors	√		
5(5)(l)	Oversee the determination of audit fees	√		
5(5)(m)	When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Share Offer have been utilized as per purposes stated in relevant offer document or prospectus approved by the Commission.	√		
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board of Directors	√		
5(6)(a)(ii)(a)	Report on conflicts of interests			No such incident happened
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system			No such incident happened

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
5(6)(a)(ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations			No such incident happened
5(6)(a)(ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately			No such incident happened
5(6)(b)	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier	√		
5(7)	Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 5(6)(a)(ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company			No such incident happened
6(1)(a)	Nomination and Remuneration Committee (NRC) as sub-committee of the Board	√		
6(1)(b)	The NRC shall assist the Board	√		
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition 6(5)(b)			Will be complied in future
6(2)(a)	The Committee shall comprise of at least three members including an independent Director	√		
6(2)(b)	All members of the committee shall be non-executive directors	√		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board	√		
6(2)(d)	The Board shall have authority to remove and appoint any members of the Committee	√		
6(2)(e)	The Board shall fill the vacancy within 180 days of occurring such vacancy in the committee			If arise, will be complied
6(2)(f)	Appointment of Chairperson of the Committee	√		
6(2)(g)	The company secretary shall act as the secretary of the committee	√		
6(2)(h)	The quorum of the NRC	√		
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company	√		
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an Independent Director	√		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particulars meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes	√		
6(3)(c)	The Chairperson of the NRC shall attend the Annual General Meeting			Will be complied
6(4)(a)	The NRC shall conduct at least one meeting in a financial year			Will be complied
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC			If arise, will be complied

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
6(4)(c)	The Quorum of the meeting of the NRC			Will be complied
6(4)(d)	The proceedings of each meeting of the NRC			Will be complied
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the Shareholders			Will be complied
6(5)(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully			Will be complied
6(5)(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks			Will be complied
6(5)(b)(i)(c)	Remuneration to Directors, tip level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.			Will be complied
6(5)(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality			Will be complied
6(5)(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in to level executive			Will be complied
6(5)(b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board			Will be complied
6(5)(b)(v)	Identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria			Will be complied
6(5)(b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies			Will be complied
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report			Will be complied
7(1)(i)	Appraisal or valuation services or fairness opinions	√		
7(1)(ii)	Financial information systems design and implementation	√		
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statements	√		
7(1)(iv)	Broker-dealer services	√		
7(1)(v)	Actuarial Services	√		
7(1)(vi)	Internal audit services or special audit services	√		
7(1)(vii)	Any service that the Audit Committee determines	√		
7(1)(viii)	Audit or certification service on compliance of corporate governance as required under condition No. 9(1)	√		
7(1)(ix)	Any other service that creates conflict of interest	√		
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company	√		
7(3)	Representative of external or statutory auditors shall remain present in the AGM & EGM			Will be complied
8(1)	The company shall have an official website linked with the website of the stock exchange	√		
8(2)	The company shall keep the website functional from the date of listing			Partial complied
8(3)	The company shall make available the detailed disclosures on its website	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
9(1)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary (Chartered Accountant /Cost and Management Accountant/Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report	√		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting			Will be complied
9(3)	The directors of the company shall state, in accordance with the **Annexure-C** attached, in the directors' report whether the company has complied with these conditions	√		

AMAR STOCK

Auditors' Report to the Shareholders of FU-WANG FOODS LIMITED

We have audited the accompanying consolidated Financial Statements of **FU-WANG FOODS LIMITED** and its subsidiary (the group) as well as the separate Financial Statements of **FU-WANG FOODS LIMITED**, which comprise the Statement of Financial Position as at June 30, 2018 and Statement of Profit or Loss & Other Comprehensive Income, Statements of Cash Flows and Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory information disclosed in notes 1 to 29 and Annexure A.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), the Securities & Exchange Rules 1987, Companies Act 1994 and comply with the other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the consolidated financial statements present fairly,in all material respects, the financial position of **FU-WANG FOODS LIMITED** and its subsidiaries as at June 30, 2018 and of its financial performance and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs),the Securities & Exchange Rules 1987, Companies Act 1994 and comply with the other applicable laws and regulations.

We also report that:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;

c) the Company's statement of financial position, statement of profit or loss & other comprehensive income dealt with by the report are in agreement with the books of accounts; and

d) the expenditure incurred was for the purposes of the Company's business.

Dated : Dhaka, October 28, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

PARTICULARS	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
ASSETS			
Non-Current Assets		**564,895,694**	**564,089,336**
Property, Plant and Equipment	3.00	564,895,694	542,747,606
Capital Work-in-Progress	4.00	-	21,341,730
Investment	**5.00**	**50,000,000**	**50,000,000**
Current Assets		**1,066,799,831**	**967,763,431**
Inventories	6.00	219,775,401	199,129,915
Trade and Other Receivables	7.00	355,448,424	329,090,196
Advances, Deposits and Prepayments	8.00	478,703,599	424,590,575
Cash and Cash Equivalents	9.00	12,872,407	14,952,745
Total Assets		**1,681,695,525**	**1,581,852,767**
EQUITY & LIABILITIES:			
Shareholders' Equity		**1,170,572,904**	**1,101,636,013**
Share Capital	10.00	1,007,629,860	916,027,150
Tax Holiday Reserve	11.00	18,245,470	18,245,470
Revaluation Reserve		56,793,932	52,749,782
Retained Earnings	12.00	87,903,642	114,613,611
Non-Current Liabilities		**95,583,257**	**96,114,234**
Deferred Tax Liabilities		36,882,357	41,268,323
Long Term Loan	13.00	58,700,900	54,845,911
Current Liabilities		**415,539,364**	**384,102,520**
Short Term Bank Loans and Others	14.00	99,394,371	83,567,807
Trade and Other Payables	15.00	33,832,315	33,581,792
Liabilities for Expenses	16.00	8,182,433	10,112,786
Provision for Income Tax	17.00	274,130,245	256,840,135
Total Equity and Liabilities		**1,681,695,525**	**1,581,852,767**
Net Asset Value (NAV) Per Share (Restated)	**18.00**	**11.98**	**11.34**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur
Company Secretary

Biplop Chakraborty
Director

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

AUDITORS' REPORT TO THE SHAREHOLDERS :
Signed in terms of our separate report of even date.
Paramount Heights (7th Floor, D2 & C1)
65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000
Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

PARTICULARS	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
Turnover (Net of VAT)	19.00	595,256,254	586,787,687
Cost of Goods Sold	20.00	(429,075,058)	(419,366,766)
Gross profit		**166,181,196**	**167,420,921**
Operating Expense		**(62,152,801)**	**(65,496,489)**
Administrative Expenses	21.00	(41,873,964)	(43,200,865)
Selling and Distribution Expenses	22.00	(20,278,837)	(22,295,624)
Operating Profit before Financial Expenses		**104,028,395**	**101,924,432**
Financial Expenses	23.00	(18,094,371)	(15,404,687)
Profit From Operation		**85,934,024**	**86,519,745**
Expenses for WPPF		(4,092,989)	(4,119,988)
Net Profit Before Tax		**81,841,035**	**82,399,757**
Income Tax Expenses		**(20,464,946)**	**(20,599,939)**
Current Tax	24.00	(17,290,110)	(15,369,468)
Deferred Tax		(3,174,836)	(5,230,471)
Profit After Tax		**61,376,089**	**61,799,818**
Earnings Per Share (EPS) (Restated)	**25.00**	**0.61**	**0.61**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur
Company Secretary

Biplop Chakraborty
Director

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

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Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

PARTICULARS		TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
A. Cash Flows from Operating Activities:			
Collections from Turnover and Others		568,898,026	546,822,003
Payment for Cost and Expenses		(499,327,728)	(477,813,745)
Financial Expenses Paid		(18,094,371)	(15,404,687)
Income Tax Paid and Deducted at Source		(45,836,696)	(38,610,367)
Net Cash Flows From Operating Activities	**29.00**	**5,639,231**	**14,993,204**
B. Cash Flows from Investing Activities:			
Acquision of Property, Plant and Equipment		(29,638,079)	(27,806,828)
Advance to Subsidiary		2,236,957	1,410,067
Net Cash Used in Investing Activities		**(27,401,122)**	**(26,396,761)**
C. Cash Flows from Financing Activities:			
Loan Received		19,681,553	18,341,505
Net Cash Flows from Financing Activities		**19,681,553**	**18,341,505**
D. Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)		**(2,080,338)**	**6,937,948**
E. Cash and Cash Equivalents at the Begaining of the Year		**14,952,745**	**8,014,797**
F. Cash and Cash Equivalents at the End of the Year		**12,872,407**	**14,952,745**
Net Operating Cash Flows Per Share (Restated)		**0.06**	**0.16**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur	**Biplop Chakraborty**	**Dr. Arif Ahmed Chowdhury, CIP**
Company Secretary	Director	Managing Director

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Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

Particulars	Share Capital	Tax Holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as At July 01, 2017	**916,027,150**	**18,245,470**	**52,749,782**	**114,613,611**	**1,101,636,013**
Bonus Share	91,602,710	-	-	(91,602,710)	-
Depreciation on Revaluation	-	-	(3,516,652)	3,516,652	-
Adjustment for Deferred Tax (Last Year)	-	-	17,583,260	-	**17,583,260**
Adjustment for Deferred Tax (Current Year)	-	-	(10,022,458)	-	**(10,022,458)**
Net Profit for 2017-2018	-	-	-	61,376,089	**61,376,089**
Balance as at June 30, 2018	**1,007,629,860**	**18,245,470**	**56,793,932**	**87,903,642**	**1,170,572,904**

FOR THE YEAR ENDED 30 JUNE 2017

Particulars	Share Capital	Tax Holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as At July 01, 2016	**832,751,960**	**18,245,470**	**55,526,086**	**132,387,244**	**1,038,910,760**
Bonus Share	83,275,190	-	-	(83,275,190)	-
Depreciation on Revaluation	-	-	(3,701,739)	3,701,739	-
Adjustment for Deferred Tax (Last Year)	-	-	18,508,695	-	**18,508,695**
Adjustment for Deferred Tax (Current Year)	-	-	(17,583,260)	-	**(17,583,260)**
Net Profit for 2016-2017	-	-	-	61,799,818	**61,799,818**
Balance as at June 30, 2017	**916,027,150**	**18,245,470**	**52,749,782**	**114,613,611**	**1,101,636,013**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur
Company Secretary

BIPLOB
Biplop Chakraborty
Director

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

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65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000
Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

PARTICULARS	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
ASSETS			
Non-Current Assets		**613,519,486**	**615,053,499**
Property, Plant and Equipment	3.00(a)	613,519,486	593,711,769
Capital Work-in-Progress	4.00	-	21,341,730
Current Assets		**1,139,406,334**	**1,035,488,688**
Inventories	6.00(a)	248,289,624	228,442,666
Trade and Other Receivables	7.00(a)	479,018,173	448,854,053
Advances, Deposits and Prepayments	8.00(a)	398,769,556	337,121,178
Cash and Cash Equivalents	9.00(a)	13,328,981	21,070,791
Total Assets		**1,752,925,820**	**1,650,542,187**
EQUITY & LIABILITIES:			
Shareholders' Equity		**1,208,846,325**	**1,137,874,554**
Share Capital	10.02	1,007,629,860	916,027,150
Tax Holiday Reserve	11.00	18,245,470	18,245,470
Revaluation Reserve		56,793,932	52,749,782
Retained Earnings	12.00(a)	125,081,567	150,390,766
Non-Controlling Interest	26.00	1,095,496	461,386
Non-Current Liabilities		**95,583,257**	**96,114,234**
Deferred Tax Liabilities		36,882,357	41,268,323
Long Term Loan	13.00	58,700,900	54,845,911
Current Liabilities		**448,496,238**	**416,553,399**
Short Term Bank Loans and Others	14.00	99,394,371	83,567,807
Trade and Other Payables	15.00(a)	37,902,442	37,938,348
Liabilities for Expenses	16.00(a)	10,334,539	12,568,172
Provision for Income Tax	17.00(a)	300,864,886	282,479,072
Total Equity and Liabilities		**1,752,925,820**	**1,650,542,187**
Net Asset Value (NAV) Per Share (Restated)		**12.36**	**12.87**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur
Company Secretary

BIPLOB
Biplop Chakraborty
Director

Arif Ahmed Chowdhury
Dr. Arif Ahmed Chowdhury, CIP
Managing Director

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Paramount Heights (7th Floor, D2 & C1)
65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000
Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam
Rahman Mostafa Alam & Co.
Chartered Accountants

CONSOLIDATED STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2018

PARTICULARS	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
Turnover (Net of VAT)	19.00(a)	712,630,957	697,790,609
Cost of Goods Sold	20.00(a)	(522,977,896)	(507,811,339)
Gross profit		**189,653,061**	**189,979,270**
Operating Expense		**(82,494,082)**	**(86,020,561)**
Administrative Expenses	21.00(a)	(55,935,200)	(57,901,599)
Selling and Distribution Expenses	22.00(a)	(26,558,882)	(28,118,962)
Operating Profit before Financial Expenses		**107,158,979**	**103,958,709**
Financial Expenses	23.00	(18,094,371)	(15,404,687)
Profit From Operation		**89,064,608**	**88,554,022**
Expenses for WPPF		(4,092,989)	(4,119,988)
Net Profit Before Tax		**84,971,619**	**84,434,034**
Income Tax Expenses		**(21,560,650)**	**(21,311,936)**
Current Tax	24.00(a)	(18,385,814)	(16,081,465)
Deferred Tax		(3,174,836)	(5,230,471)
Profit After Tax		**63,410,969**	**63,122,098**
Profit Attributable to :			
Parent Shareholders		62,776,859	63,108,875
Non-Controlling Interest		634,110	13,223
		63,410,969	**63,122,098**
Earnings Per Share (EPS)		**0.63**	**0.69**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur
Company Secretary

BIPLOB
Biplop Chakraborty
Director

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

AUDITORS' REPORT TO THE SHAREHOLDERS :
Signed in terms of our separate report of even date.
Paramount Heights (7th Floor, D2 & C1)
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Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

PARTICULARS		TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
A. Cash Flows from Operating Activities:			
Collections from Turnover and Others		682,466,837	658,997,309
Payment for Cost and Expenses		(612,723,283)	(582,342,640)
Financial Expenses Paid		(18,094,371)	(15,404,687)
Income Tax Paid and Deducted at Source		(47,137,264)	(41,610,367)
Net Cash Flows in Operating Activities	**29.00 (a)**	**4,511,919**	**19,639,615**
B. Cash Flows from Investing Activities:			
Acquision of Property, Plant and Equipment		(31,935,282)	(29,524,109)
Advance to Subsidiary		-	-
Net Cash Used in Investing Activities		**(31,935,282)**	**(29,524,109)**
C. Cash Flows from Financing Activities:			
Loan Received		19,681,553	18,341,505
Net Cash Flows from Financing Activities		**19,681,553**	**18,341,505**
D. Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		**(7,741,810)**	**8,457,011**
E. Cash and Cash Equivalents at the Begaining of the Year		**21,070,791**	**12,613,780**
F. Cash and Cash Equivalents at the End of the Year		**13,328,981**	**21,070,791**
Net Operating Cash Flow Per Share		**0.04**	**0.21**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur	**Biplop Chakraborty**	**Dr. Arif Ahmed Chowdhury, CIP**
Company Secretary	Director	Managing Director

AUDITORS' REPORT TO THE SHAREHOLDERS :
Signed in terms of our separate report of even date.
Paramount Heights (7th Floor, D2 & C1)
65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000
Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2018

Particulars	Share Capital	Tax Holiday Reserve	Revaluation Reserve	Retained Earnings	Non-controlling Interest	Total
Opening Balance	**916,027,150**	**18,245,470**	**52,749,782**	**150,390,766**	**461,386**	**1,137,874,554**
Bonus Share	91,602,710	-	-	(91,602,710)	-	-
Depreciation on Revaluation	-	-	(3,516,652)	3,516,652	-	-
Adjustment for Deferred Tax (Last Year)	-	-	17,583,260	-	-	17,583,260
Adjustment for Deferred Tax (Current Year)	-	-	(10,022,458)	-	-	(10,022,458)
Net Profit for the Year	-	-	-	62,776,859	634,110	63,410,969
Balance as at June 30, 2018	**1,007,629,860**	**18,245,470**	**56,793,932**	**125,081,567**	**1,095,496**	**1,208,846,325**

FOR THE YEAR ENDED 30 JUNE 2017

Particulars	Share Capital	Tax Holiday Reserve	Revaluation Reserve	Retained Earnings	Non-controlling Interest	Total
Opening Balance	**832,751,960**	**18,245,470**	**55,526,086**	**166,855,342**	**448,163**	**1,073,827,021**
Bonus Share	83,275,190	-	-	(83,275,190)	-	-
Depreciation on Revaluation	-	-	(3,701,739)	3,701,739	-	-
Adjustment for Deferred Tax (Last Year)	-	-	18,508,695	-	-	18,508,695
Adjustment for Deferred Tax (Current Year)	-	-	(17,583,260)	-	-	(17,583,260)
Net Profit for the Year	-	-	-	63,108,875	13,223	63,122,098
Balance as at June 30, 2017	**916,027,150**	**18,245,470**	**52,749,782**	**150,390,766**	**461,386**	**1,137,874,554**

The annexed notes from 1 to 29 & Annexure-"A" are an integral part of these Financial Statements.

Md. Abdul Halim Thakur
Company Secretary

BIPLOB

Biplop Chakraborty
Director

Dr. Arif Ahmed Chowdhury, CIP
Managing Director

AUDITORS' REPORT TO THE SHAREHOLDERS :
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Paramount Heights (7th Floor, D2 & C1)
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Dated: Dhaka, 28 October 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

NOTES TO THE FINANCIAL STATEMENTS

AS AT AND FOR THE YEAR ENDED 30 JUNE 2017

1.0 Corporate Information and Nature of Business Activities :

1.1 Corporate Information

The company, initially 100% owned by foreign nationals, was incorporated on 17.02.1997 as private limited company and subsequently converted into public company limited by shares on 05.06.1999. It is now a public limited company with foreign and local shareholders. It is a food processing industry with yearly production capacity of 10,900 M. Ton. in three shifts (after balancing) as against which it ran at 55.77% capacity during the year under review producing 6,078.50 M. Ton. The shortfall in utilization of production capacity is for time lost for maintenance of machinery and for shortage of market demand. It has started its commercial operation on 23.08.1997. As per Board of Investments' condition for registration, the Industry was to export 30% of its products. The industry has however applied to Board of Investment vide its letter no FWF/COM-06 dated 12-08-2000 to amend the conditions for registration to make it 100% local sales oriented. The said application is under consideration of BOI till to date. Meanwhile the company has been operating in local market fully.

1.2 Address of Company

The principal place of business is the registered office at House # 55, Road # 17, Banani C/A, Dhaka-1213, Bangladesh and the factories are located at Bokran Monipur, Hotapara, Gazipur.

1.3 Nature of Business Activities

The company owns and operates industrial plants for foods items and sales thereof.

1.4 Number of Employees

On the payroll of the Company, there were 215 officers, 43 Staff and 649 permanent workers and 745 daily workers/technicians apart from many casual / contract technicians /workers.

			Amount in Tk.
i)	1,652	Staff/Officers/Employees drew yearly salary & allowances of Tk. 36,000 or more	63,219,819
ii)	Nil	Staff/Officers/Technicians and many other casual workers drew yearly salary/wages & allowances less than Tk. 36,000	Nil
	1,652		**63,219,819**

2.0 Significant Accounting Policies and Basis of preparation of financial Statements :

2.1 Statement of Compliance

The preparation of financial statements and disclosures of information have been made in accordance with the requirements of the Companies Act 1994, The Securities and Exchange Rules 1987, and International Accounting Standards (IASs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) and other applicable laws and regulations.

The accounting standards that underpin the policies adopted by the company can be found in the following places of the notes to the financial statements :

SL. No.	Applicable Accounting Standards	Note reference
01.	IAS/BAS - 1	2.4
02.	IAS/BAS - 2	2.10
03.	IAS/BAS - 7	2.13 & 2.14
04.	IAS/BAS - 10	2.27
05	IAS/BAS - 12	2.17
06.	IAS/BAS - 16	2.8
07.	IAS/BAS - 18	2.19
08.	IAS/BAS - 19	2.26
09.	IAS/BAS - 21	2.20
10.	IAS/BAS - 24	2.21
11.	IAS/BAS - 33	2.24
12.	IAS/BAS - 36	2.25
13.	IAS/BAS - 37	27.00

2.2 Basis of Preparation

The financial statements have been prepared based on the accrual basis of accounting following going concern assumption and prepared under the historical cost convention.

2.3 Basis of Reporting

The financial statements are prepared and presented for external users by the enterprise in accordance with identified reporting framework. Presentation has been made in compliance with the standards adopted by the ICAB for reporting, BAS-1 Presentation of Financial Statements.

i. Reporting Period

Financial statements of the company cover one financial year from July 01, 2017 to June 30, 2018.

ii. Going Concern

There is no significant doubt upon the company's ability to continue as a going concern.

2.4 Components of the Financial Statements :

According to the BAS-1 "Presentation of Financial Statements", the complete set of Financial Statements includes the following components.

(i) Consolidated & Separate Statement of Financial Position as at June 30, 2018;
(ii) Consolidated & Separate Statement of Profit or Loss & Other Comprehensive Income for the year ended June 30, 2018;
(iii) Consolidated & Separate Statement of Cash Flows for the year ended June 30, 2018;
(iv) Consolidated & Separate Statement of Changes in Shareholders Equity for the year ended June 30, 2018; and
(v) Consolidated & Separate Accounting policies and Explanatory notes for the year ended June 30, 2018.

2.5 Accounting Estimates

Preparation of the financial statements requires Management to make judgments, estimates and assumptions that affect the reported amount of assets and liabilities, income and expenses. The estimates and underlying assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual result could differ from estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of the accounting estimates are recognized in the period in which the estimates are revised. Significant areas requiring the use of Management estimates in these financial statements relate to the useful life of depreciable assets and valuation of inventories. However, assumptions and judgments made by Management in the application of accounting policies that have significant effect on the financial statements are not expected the result in material adjustment to the carrying mounts of assets and liabilities in the next year.

2.6 Risk and Uncertainty for Use of Estimates

The preparation of financial statements in conformity with Bangladesh Accounting Standards requires Management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and disclosure requirements for contingent assets and liabilities furring and the date of the financial statements. These financial statements contained information about the assumptions it made about the future and other major sources of estimation uncertainty at the end of the reporting period that have a significant risk of resulting in a material adjustment to the carrying amount of assets, liabilities, income and expenses within the next financial year. In accordance with the guidelines as prescribed by BAS 37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations:

i. When the company has an obligation as a result of past events;
ii. When it is provable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
iii. Reliable estimate can be made of the amount of the obligation.

2.7 Consistency

In accordance with the BFRS framework for the presentation of financial statements together with BAS-1 and BAS-8, the Company applies the accounting disclosure principles consistently from one period to the next. Where selecting and applying new accounting policies, changes in accounting policies applied, correction of errors, amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of BAS-8.

2.8 Reorganization of Property, Plant & Equipment and Depreciation

Property, Plant and Equipment are stated at their cost (Fair value for Building &other construction) less accumulated depreciation in accordance with IAS-16 as adopted by ICAB as BAS-16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction and capitalization of pre-production expenditure including interest during construction periods. No depreciation is charged on land and land development. Depreciation has been charged on additions from the date of available for use. Depreciation on all other fixed assets is computed using the diminishing balance method in amounts sufficient to write off depreciable assets over their estimated useful economic lives. Expenditure of maintenance and repairs are expensed; major replacement, renewals and betterments are capitalized.

The annual depreciation rates to the principal categories are :

Categories of Property, Plant & Equipments	Rate of Depreciation
Factory building and other construction	2.50% to 5%
Plant and machinery	5%
Office equipment	20%
Furniture and Fixtures	10%
Motor vehicles	10%
Other assets	10% to 20%

2.8.1 Revaluation of Property, Plant &Equipment's

Financial statements of the company have been prepared on historical cost basis. However, the values of Building and other construction have been increased Substantially during the last few years due to high inflationary trend. In this circumstance, management of Fu-Wang Foods Ltd. Has been decided to determine the fair market value of the Building & other construction through revaluation. The information of revaluation of assets have been provided in following categories:

- **Date of Revaluation** : April 18, 2010
- **Name of Independent Valuer** : HIS Inspection services (BD) Ltd.
- The revaluation has been made depreciable assets i.e. Building & Other construction.

2.9 Retirement and Disposals

An asset is recognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gain or loss arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the assets and is recognized as gain or loss from disposal of asset under the head other income / (loss) in the comprehensive income statement.

2.10 Inventories

Inventories comprise raw material, finished goods and packing materials which are stated at the lower of cost and net realisable value on consistent basis in accordance with IAS-2 as adopted by ICAB as BAS-2 "Inventories". Net realisable value is based on estimated selling price less any further costs expected to be incurred for completion and disposal.

2.11 Trade and Other Receivables

This is considered good and collectible and therefore, no amount was written off as bad debt and no debt was considered doubtful to provide for.

2.12 Advance, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to the statement of profit or loss and other comprehensive income.

2.13 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with BAS-7"Statement of Cash Flow" and the cash flows from the operating activities has been presented under direct method as required by the Securities and Exchange Rules, 1987 and considering the provisions that "enterprises are encouraged to report cash flow from operating activities using the direct method".

2.14 Cash and Cash Equivalents

According to IAS-7 as adopted by ICAB as BAS-7 "Statement of Cash Flows" cash comprises cash in hand and demand deposit and cash equivalents are short term, highly liquid investments that are readily convertible to known amount of cash and which are subject to an insignificant risk of changes in value. IAS-1 as adopted by ICAB as BAS-1"Presentation of Financial Statements" also provides that cash and cash equivalents are those which has no restriction in use considering the provision of IAS-7 and IAS-1. Cash in hand and bank balances have been considered as cash and cash equivalents.

2.15 Share Capital

Share capital represents paid up capital of the company which is contributed by the shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

2.16 Tax Holiday Reserve

The company enjoyed Tax Holiday for five years from August, 1997 to July, 2003 vide NBR letter no 11(30)Anu:-1/98.

2.17 Income Tax Expenses

Taxation is provided in accordance with fiscal regulations applicable. The company is publicly traded company as per the Income Tax Ordinance, 1984. The company qualifies for being treated as a "Publicly Traded Company" for which the rate for tax at 25.00% has been applied for while making provision for income tax.

2.18 Trade Creditors and Other Liabilities

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

2.19 Revenue Recognition

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

Turnover

TTurnover Comprises sales of the company excluding VAT etc.

Commission

No commission has been paid to sales agents during the year under audit.

Brokerage or Discount

The company did not pay any brokerage or discount other than the conventional trade discount against sales.

2.20 Foreign Currency Translation

Transactions denominated in foreign currencies are translated into Bangladesh Taka and recorded at rates of exchange ruling on the date of transaction in accordance with IAS-21 as adopted by ICAB as BAS-21 "The Effects of Changes in Foreign Currency Rates".

2.21 Transaction with Related Parties

As per BAS-24 "Related Party Disclosures" parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company has no transactions with any related parties in the year 2017-2018 except the transaction with the subsidiary company e.i. Fu-Wang Beverage Industry Limited **(Note no. 8.01).**

2.22 Responsibility for the Preparation and Presentation of Financial Statements

The board of Directors is responsible for the preparation and presentation of financial statements under Section 183 of the Companies Act, 1994 and as per the provision of "The framework for the preparation and presentation of financial statements" issued by the International Accounting Standards Committee (IASC).

2.23 Proposed Dividend

Propose dividend in cash is considered as "Liability" in accordance with the provisions of the Companies Act, 1994, the Securities and Exchanges Rules, 1987 and IAS 10 as adopted by ICAB as BAS 10 (original version) "Contingencies and Events Occurring After the Balance Sheet Date" adopted by the ICAB. IAS 10 (original version) provides that "dividend proposed or declared after the balance sheet date but before approval of the financial statements should be either adjusted for or disclosed".

2.24 Earning Per Share (EPS)

The company calculates Earnings Per Share (EPS) in accordance with IAS-33 as adopted by ICAB as BAS-33 "Earnings Per Share" which has been shown on the face of statement of comprehensive income andthe computation of EPS is stated in **Note-25.**

i. Basic Earnings

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest to extra ordinary items, the net profit for the year has been considered as fully attributable to the ordinary shareholders.

ii. Basic Earnings Per Share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

iii. Diluted Earnings Per Share

No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year under review.

2.25 Assets of the Company

As all assets of the company shown in the financial statement that are within the scope of BAS-36 are in physical existence and valued not more than their recoverable amount following International Accounting Standards adopted in Bangladesh, disclosures with regard to "Impairment of Assets" as per BAS-36 have not been considered necessary.

2.26 Employee Benefit Obligations

The Company operates a contributory provident fund for its permanent employees. Provident fund is administered by a Board of Trustees and is funded by contributions partly from the employees and partly from the Company at pre-determined rates. These contributions are invested separately from the Company's assets.

2.27 Events after the Reporting Period

In compliance with the requirements of BAS-10: Events after the balance sheet date are those events that occur between the balance sheet and the date when the financial statements are authorized for issue. All material events occurring after the balance sheet date have been considered in these financial statements **(Note-28).**

2.28 Acknowledgement of Claims

There was no claim against the company acknowledged as debt as on June 30, 2018.

2.29 Credit Facility not Availed of

There were no general credit facilities other than those stated in "Note-14" were available to the company under any contract to be availed of at the Balance Sheet date.

2.30 Leases

Lease rentals against assets acquisition have been expensed as they incurred.

2.31 Board Meeting and Board Members

There were five (05) members in the Board of Directors including independent Director of the Company and Eleven (11) Board Meetings were held in the year under report.

2.32 Miscellaneous Expenses

Miscellaneous expenses do not include any item exceeding 1% of total revenue.

2.33 Due by the Directors

Nothing was due by Directors including Managing Director, Managers and other Officers of the Company or by associated undertakings and any of them severally or jointly with any other persons.

2.34 Audit Fee

As per decision taken in the **21st Annual General Meeting (AGM)** of the company held on December 29, 2017 the auditors' remuneration of Tk.1,43,750 has been provided for in the financial statements which is the only sum to be paid to auditors' as remuneration.

2.35 Comparative Figures

Comparative figure and account titles in the financial statements have been re-arranged and classified, where necessary, to conform with changes in presentation in the current period.

2.36 Net Operating Cash Flow Per Share (NOCFPS)

Because of increasing level of inventories and increasing payment of cost and expenses the NOCFPS is less than previous year.

2.37 General

i. The financial statements are presented in Bangladeshi Taka which in the company's functional currency. Figures appearing in these financial statements have been rounded off to the nearest taka.

ii. The expenses, irrespective of capital or revenue nature, accrued / due but not paid have been provided for in the financial statements of the company.

iii. Figures of previous year have been re-arranged whenever necessary to conform to current year's presentation.

		NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
3.00	**Property, Plant and Equipment: Tk. 564,895,694**			
	The figures have been arrived at as under:			
	Cost	3.01	861,169,217	810,189,408
	Less: Accumulated depreciation	3.02	296,273,523	267,441,802
	Written Down Value		**564,895,694**	**542,747,606**
3.01	**Cost: Tk. 861,169,217**			
	The figures have been arrived at as under:			
	Opening Balance		810,189,408	765,056,049
	Add : Addition during the year		50,979,809	45,133,359
			861,169,217	**810,189,408**
	Less: Adjustment made during the year		-	-
	Balance as at June 30, 2018		**861,169,217**	**810,189,408**
3.02	**Accumulated Depreciation: Tk. 296,273,523**			
	The figures have been arrived at as under:			
	Opening Balance		267,441,802	245,170,848
	Add : Addition during the year		28,831,721	22,270,954
			296,273,523	**267,441,802**
	Less: Adjustment made during the year		-	-
	Balance as at June 30, 2018		**296,273,523**	**267,441,802**

Details of Property, Plant and Equipment have been shown in 'Annexure - A'.

3.00(a)	**Consolidated Property, Plant and Equipment: Tk. 613,519,486**		
	The figures have been arrived at as under:		
	Fu-Wang Foods Ltd.		
	At Cost/Revaluation	861,169,217	810,189,408
	Less : Accumulated Depreciation	296,273,523	267,441,802
	Sub total	**564,895,694**	**542,747,606**
	Fu-Wang Beverage Industry Ltd.		
	At Cost/Revaluation	103,501,963	101,204,760
	Less : Accumulated Depreciation	54,878,171	50,240,597
	Sub total	**48,623,792**	**50,964,163**
	Total	**613,519,486**	**593,711,769**

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
4.00 Capital Work-in-Progress: Tk. Nil			
The figures have been arrived at as under:			
Opening Balance		21,341,730	38,668,261
Add : Addition during the year		-	-
		21,341,730	**38,668,261**
Less: Adjustment made during the year		21,341,730	17,326,531
Balance as at June 30, 2018		**-**	**21,341,730**
5.00 Investment : Tk. 50,000,000			
Investment in Fu-Wang Beverage Industry Limited		**50,000,000**	**50,000,000**

The Company invested in shares of Fu-Wang Beverage Industry Limited by acquiring its 99% shares at a cost of Tk. 50,000,000 (99,000 Shares of Tk. 100 each); on 28.03.2011; hence making Fu-Wang Beverage Industry Limited a subsidiary of Fu-Wang Foods Limited.

5.00(a) Consolidated Investment : Tk.Nil			
Investment In Fu-Wang Beverage Industry Ltd.		50,000,000	50,000,000
Adjust with:			
Share Capital of Fu-Wang Beverage Industry Ltd.(99%)		(9,900,000)	(9,900,000)
Deposit Against Share of Fu-Wang Beverage Industry Ltd.		(40,100,000)	(40,100,000)
Total		**-**	**-**
6.00 Inventories :Tk. 219,775,401			
The figures have been arrived at as under:			
Stock of Raw Materials	6.01	155,926,462	134,082,346
Stock of Finished Foods		14,584,622	13,982,642
Stock of Packing Materials		49,264,317	51,064,927
		219,775,401	**199,129,915**

NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

6.01 Stock of Raw Materials: Tk. 134,082,346

Sl No.	Name of the Item	Unit	Opening		Purchase	
			Qty.	Tk.	Qty.	Tk.
1	Flour	MT.	1,076	38,694,320	5,722	172,557,220
2	Dalda	MT.	498	36,785,000	628	38,770,129
3	Sugar	MT.	421	29,938,307	888	43,852,488
4	Sala Oil	MT.	229	15,177,000	393	20,452,100
5	Milk Powder	MT.	37	3,729,760	127	9,024,800
6	Others	MT.	42	8,687,760	98	9,857,640
7	Eggs	Pcs.	219,698	1,070,199	1,882,744	7,169,162
		Total	**2,303**	**134,082,346**	**7,856**	**301,683,539**

Sl No.	Available for Consumption		Consumed		Closing	
	Qty.	Tk.	Qty.	Tk.	Qty.	Tk.
1	6,798	211,251,540	5,788	169,109,810	1,010	42,141,730
2	1,126	75,555,129	415	33,695,015	711	41,860,114
3	1,309	73,790,795	813	29,852,700	496	43,938,095
4	622	35,629,100	398	23,685,400	224	11,943,700
5	164	12,754,560	142	11,356,900	22	1,397,660
6	140	18,545,400	42	4,686,928	98	13,858,472
7	2,102,442	8,239,361	1,896,974	7,452,670	205,468	786,691
	10,159	**435,765,885**	**7,598**	**279,839,423**	**2,561**	**155,926,462**

6.00(a) Consolidated Inventories: Tk. 248,289,624

The figures have been arrived at as under:

Stock of Raw Materials	168,564,896	146,368,619
Stock of Finished Foods	22,731,064	22,045,899
Stock of Packing Materials	56,993,664	60,028,148
	248,289,624	**228,442,666**

7.00 Trade and Other Receivables: Tk. 355,448,424

The figures have been arrived at as under:

Sl No.	Particulars	30 June 2018	30 June 2017
1	Nable Print & Pack	1,619,352	1,598,174
2	Al-Maraz Trading & Co	1,529,462	1,823,467
3	Prottashi Transport	926,247	733,764
4	Foysal Stores	4,381,735	4,917,451
5	Mr. Taju Uddin Ahmed	3,586,352	5,193,462
6	R.K Enterpise	1,173,452	923,734
7	Shamim Enterprise	5,486,482	6,229,175
8	Tihi Enterprise	2,294,846	1,826,482
9	Taisho Enterprise	735,629	786,549
10	Abu Bakkar Enterprise	625,473	461,877
11	Biswajit Enterprise	5,524,482	7,127,462
12	Kazi Enterprise	508,628	452,982
13	Tania Traders-2	3,382,642	3,820,376
14	Mahtab Flexible Printing	372,448	290,164
15	F&H Trading Car	3,081,648	2,656,314
16	Kamal Brother	286,451	263,532
17	Mr. Qazi Sahriar	5,638,432	5,572,544
18	Md. Firoz Ali	5,698,745	5,282,351
19	Seam Enterprise	287,562	372,224
20	Nahid Mia	5,284,655	4,729,666
21	Mr. Fouid Islam	5,436,452	6,193,452
22	T. Traders	2,057,675	2,350,174
23	Kabir Enterprise-1	6,836,582	8,164,961
24	Noorjahan Traders	2,762,825	3,917,455
25	M. S. Enterprise (Savar)	532,645	490,264
26	Millon Enterprise	842,548	792,723
27	Hakmot Ali	552,875	802,323
28	Pinko Traders	2,747,525	3,028,451
29	Shorab Store	120,562	58,041
30	Monika Enterprise	231,946	294,518
31	A.R Enterpise	3,017,353	2,682,746
32	M.N.Mollik	2,975,452	3,816,581
33	Mirza Alam	1,318,462	1,283,649
34	Mr. M. Iqbal Hossain	491,658	728,462
35	Mr. Subur Mia	4,452,873	5,723,982
36	Arnab Rizwan Rashid	614,482	528,273
37	Ohab Mia	201,846	162,946
38	Mr. Almal Uddin	3,527,452	4,274,172
39	Tawhid Enterprise	20,482	54,669
40	Mr. Hamidul Islam	718,346	528,723
41	Al-Haj Md. Quashem	2,017,453	1,274,692
42	Kabir Telecom	424,528	517,846
43	Rejency Travel Ltd	725,442	813,674

Sl No.	Particulars	30 June 2018	30 June 2017
44	Ali Sultan Sons	1,382,643	917,528
45	Titas Hardware	204,734	103,845
46	Jalil Traders	432,542	285,147
47	Riaz Store	2,283,635	2,083,461
48	Sheba Enterprise	624,437	434,743
49	Amit Traders	825,427	693,462
50	Sunny Traders	528,465	363,452
51	Japan Polly Traders	327,452	623,346
52	Islam Snakes	7,745,275	8,371,932
53	Mr. Asharaf Uddin	4,747,255	7,194,612
54	Hannan Ent.	5,452,865	8,513,552
55	Mr. Abdul Quiyum	3,286,626	2,846,194
56	Mr. Akil & Ifteker	1,745,285	1,498,576
57	Macca Bangla Enterprise	153,856	197,143
58	Harun Ahmed	1,183,653	894,365
59	Shemul kabir	654,826	834,613
60	Al-Amin Traders	5,628,746	8,543,678
61	Biplob Confectionery	827,645	634,282
62	Rashedul Traders	527,536	300,467
63	Hamid & Brothers	1,183,743	832,462
64	Dada & Co	5,255,823	6,002,077
65	S.A.S Enterprise	5,284,628	8,236,478
66	Moon Traders	882,645	564,732
67	Kiron Enterprise	194,645	20,635
68	Didar & Brothers-2	1,327,452	912,384
69	G. Corporation-1	2,184,642	812,374
70	Tumpa Saha Enterprise	528,452	657,438
71	Mr. Syed Fazlul Haque	846,744	564,738
72	Shohidul Islam	1,639,463	1,239,847
73	Mr. Afanoor Al Manum	528,467	912,336
74	Talha Enterprise	2,395,756	1,622,319
75	Halima Enterprise	1,364,528	912,387
76	Rajib Shaha	2,174,624	876,523
77	Alam Store	17,358	31,097
78	Akhonda Ent.	1,538,652	912,837
79	Mr. Sarif Khan	3,028,436	2,193,874
80	Mr. Amulandu Battacharja	2,295,857	1,723,984
81	Bonalata Trade	448,263	836,468
82	B. S. Marketing	527,553	562,947
83	R/S Corporation	5,028,934	6,823,624
84	Mahmud Store	385,622	582,753
85	Madumoti Traders	436,572	723,674
86	Nizam Ent	447,365	983,289
87	Moon Marketing	1,934,653	2,536,892
88	Palas bala	789,263	734,694
89	Green Leaf Car	62,548	84,326

Sl No.	Particulars	30 June 2018	30 June 2017
90	Saheb Ali & Broth.- 01	45,244	78,236
91	Shaju Ent. –01.	132,583	62,984
92	Hasnat Bahia	3,244,725	2,846,184
93	Shakil Enterprise	283,465	193,648
94	Mothaleb Kazi	3,017,462	2,846,597
95	Aftabunnera Print & Pack	3,116,452	3,056,423
96	G. Corporation-2	2,634,743	2,564,789
97	Mr. Ismail Hasan	418,352	632,446
98	M.R Enterprise	6,236,473	5,647,284
99	M. M. Enterprise	2,018,462	1,943,627
100	Haji Mohammad Shadullah	2,529,367	3,985,762
101	Kuddus Mia	441,834	294,753
102	Karim Enterprise	128,463	53,898
103	Tumpa Traders	4,482,658	5,826,582
104	Abu Hasan & Co	3,845,244	2,736,525
105	Union Distribution	1,274,524	923,759
106	Abdus Samad Talukder	7,265,442	5,836,353
107	Zia-ul-Haque	983,655	572,395
108	Amjad Traders	3,862,562	2,775,624
109	Mata Transport	4,487,237	3,832,561
110	Billal Ent	482,658	55,756
111	Maliha Ent	528,546	294,725
112	N.Alam Ent	3,856,482	2,654,789
113	RBS International	3,956,734	2,856,295
114	Tasdid Ent	2,085,762	1,746,294
115	Tiesta Enterprise	638,562	692,756
116	Pabel Enterprise	447,827	276,049
117	Dh Enterprise	3,814,265	2,037,615
118	Joy Enterprise	104,527	104,762
119	Rina traders	527,452	865,948
120	S. M. Alam Ent	58,462	146,562
121	A.H Ent	2,047,452	1,034,872
122	Musha Store	448,452	284,629
123	S.I Enterprise	484,628	827,561
124	Arup Enterprise	1,037,462	923,746
125	Fahim Enterprise	3,074,528	1,847,243
126	Munni Confectionery	832,764	572,652
127	Rifat Enterprise	4,028,462	2,548,563
128	S.R Enterprise	1,126,473	923,055
129	Shah Traders	275,624	158,285
130	Shiblu General Store	1,374,638	2,062,852
131	Anowar Ent.	201,745	92,342
132	Hasan Conf	2,956,357	2,295,733
133	J.K Traders	338,575	826,524
134	Maa Traders	552,448	724,588
135	Milon Traders	1,134,649	725,876

Sl No.	Particulars	30 June 2018	30 June 2017
136	S.B Enterprise	3,087,867	3,518,564
137	Jahid Enterprise	4,048,574	7,209,597
138	Jobeda Traders	3,734,685	7,597,562
139	Anik Teaders	4,345,385	7,501,159
140	Nuha Enterprise	653,522	183,464
141	Safa Enterprise	2,684,524	3,082,764
142	Shekh jalal Ent	4,054,573	5,968,724
143	Mostofa Store	274,542	233,098
144	H.K Traders	5,238,453	4,598,675
145	Bipul Traders	6,354,276	7,645,678
146	Rajen Sen	2,197,454	987,643
147	M.M Traders	524,257	813,249
148	Manik Islam	4,245,377	7,123,948
149	Tania Enterprise	673,265	726,592
150	Harun Enterprise	72,548	75,482
151	Nahar Traders	327,326	912,338
152	M/S Harun Satter	623,548	614,381
153	Kaniz Enterprise	552,387	901,784
154	Shikdar Traders	1,038,454	879,123
155	Amrin Foods & Beverage	527,252	417,451
156	JK Traders	625,625	716,482
157	Kader Ven Store	726,352	873,562
158	Habib Enterprise	655,375	872,563
159	kabir Enterprise	625,452	762,198
160	Luxary Store	776,236	347,613
161	Bhai Bhai Enterprise	262,544	871,262
162	Abul Enterprise	1,046,345	912,642
163	Lovely Enterprise	654,836	75,424
164	Mamun Enterprise	634,547	76,529
165	Chowdhury Enterprise	629,846	783,763
166	MA varieties Store	632,757	861,934
167	Maisha Enterprise	2,287,476	988,346
168	MA Treaders	762,762	245,645
169	Nirob Banna Enterprise	343,489	452,482
170	CSD Exclusive (Rangpur)	734,726	723,352
171	Promote Supplier	837,462	983,645
172	Others	34,742,066	30,589,827
		355,448,424	**329,090,196**

Aging of above receivable is us under:

Below Six Month	321,841,842	297,975,705
Over Six Month	33,606,582	31,114,491
	355,448,424	**329,090,196**

NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

7.00(a) Consolidated Trade and Other Receivables: Tk. 479,018,173

The break up of the above amount is as under :

Trade and Other Receivables	479,018,173	448,854,053
	479,018,173	**448,854,053**

8.00 Advances, Deposits and Prepayments (considered good): Tk. 478,703,599

The break up of the above amount is as under :

		TAKA 30 JUNE 2018		TAKA
		Below Six Month	Over Six Month	30 JUNE 2016
Advances	(8.01)	45,836,696	426,328,906	419,275,131
Deposits	(8.02)	1,222,553	5,315,444	5,315,444
		47,059,249	**431,644,350**	**424,590,575**

8.01 Advances: Tk. 472,165,602

The break up of the above amount is as under :

Advance Rent for Chitangong Branch Office		308,000	362,000
Current Account VAT		4,739,714	4,716,460
Advance Income Tax	8.01.1	297,991,498	252,154,802
Advance to Mymensingh Br. Office		466,656	699,996
Advance for VAT Appealate Tribunal		10,222,777	10,222,777
Adance against Salary		4,385,326	3,861,537
Adance against Bristy Biscuite		1,956,598	1,956,598
Advance against Purchase		25,966,523	16,935,494
Advance to Fu-Wang Beverage Industry Ltd.		126,128,510	128,365,467
		472,165,602	**419,275,131**

8.01.1 Advance Income Tax : Tk. 297,991,498

The break up of the above amount is as under :

Balance as at July 01, 2017	252,154,802	213,544,435
Add : Addition during the year	45,836,696	38,610,367
	297,991,498	**252,154,802**
Less : Adjustment made during the year	-	-
Balance as at June 30, 2018	**297,991,498**	**252,154,802**

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

8.02 Deposits: Tk. 6,537,997

The break up of the above amount is as under :

Titas Gas T & D Co. Ltd. (Gas connection)	2,321,067	1,160,114
Rangpur Branch Office	130,500	150,900
Sylhet Branch	13,000	13,000
Margin Against Bank Gurantee–Titas Gas	2,321,067	2,321,067
VAT deposit against appeal	1,005,884	1,005,884
Chittagong Br. Grameen Phone	23,999	23,999
Jessore Branch Grameen Phone	2,000	2,000
Rangpur Branch Grameen Phone	2,000	2,000
Bogra Branch	-	55,000
Jessore Branch	33,000	8,000
Madaripur Branch	14,000	-
Shirajgonj Branch	98,000	-
Deposit against Rent (Ctg. Factory)	84,980	84,980
Deposit against Rent (Kustia. Factory)	28,000	28,000
T & T Phone (Factory)	8,000	8,000
Bangladesh Sugar and Food Industry Corporation	75,000	75,000
Bangladesh Bevarage Co.	5,000	5,000
Cocacola Bottle	1,400	1,400
Deposit against Bhrammanbaria Branch	43,500	43,500
Grameen Mobile Phone	12,600	12,600
Citycell Mobile	15,000	15,000
Deposit to CDBL	300,000	300,000
	6,537,997	**5,315,444**

8.00(a) Consolidated Advances, Deposits and Prepayments (considered good): Tk. 398,769,556

The break up of the above amount is as under :

Advances	511,818,967	455,750,649
Deposits	13,079,099	9,735,996
	524,898,066	**465,486,645**
Adjust with Subsidiary Company	(126,128,510)	(128,365,467)
	398,769,556	**337,121,178**

9.00 Cash and Cash Equivalents: Tk. 12,872,407

The break up of the above amount is as under :

Cash in Hand	9.01	5,748,413	2,773,371
Cash at Banks	9.02	7,123,994	12,179,374
		12,872,407	**14,952,745**

		NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
9.01	**Cash in Hand: Tk. 5,748,413**			
	The break up of the above amount is as under :			
	At Head Office		5,525,413	2,550,371
	At Factory		50,000	50,000
	At Chittagong Branch Office		20,000	20,000
	At Bogra Branch Office		20,000	20,000
	At Sylhet Branch Office		20,000	20,000
	At Jessore Branch Office		20,000	20,000
	At Rangpur Branch Office		10,000	10,000
	At Mymensingh Branch Office		20,000	20,000
	At Kustia Branch Office		20,000	20,000
	At Sayestagonj Branch Office		20,000	20,000
	At Barisal Branch Office		20,000	20,000
	At Feni Branch Office		3,000	3,000
			5,748,413	**2,773,371**
9.02	**Cash at Banks: Tk. 7,123,994**			
	The break up of the above amount is as under :			
	Pubali Bank Ltd., Local Office Dhaka STD-1144		20,149	21,220
	Pubali Bank Ltd., Gulshan Br. Dhaka STD-286		-	-
	Sonali Bank Ltd., Banani Br., CA 313		3,558,907	1,387,395
	Standard Bank Ltd., Gulshan Br., CD-34003721		2,879,051	1,151,924
	Standard Bank Ltd., CD-33003806		204,200	1,842,467
	Pubali Bank Ltd. Gulshan Br., CD-17903		461,687	7,776,368
			7,123,994	**12,179,374**
9.00(a)	**Consolidated Cash and Cash Equivalents: Tk. 13,328,981**			
	The break up of the above amount is as under :			
	Cash in Hand		5,928,988	7,960,798
	Cash at Banks		7,399,993	13,109,993
			13,328,981	**21,070,791**
10.00	**Share Capital: Tk. 1,007,629,860**			
10.01	**Authorized Capital : Tk. 1,500,000,000**			
	150,000,000 ordinary shares @ of Tk. 10/= each		**1,500,000,000**	**1,000,000,000**

NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

10.02 Issued, Subscribed & Fully Paid-up Capital: Tk. 1,007,629,860

100,762,9865 ordinary shares @ of Tk. 10/= each issued for cash		**1,007,629,860**	**916,027,150**
The break up of the above amount is as under :			
16,000,000	Ordinary of Tk. 10 each fully paid- up	160,000,000	160,000,000
4,240,000	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	42,400,000	42,400,000
4,048,000	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	40,480,000	40,480,000
20,240,000	Ordinary of Tk. 10 each fully paid- up issued as right shares	202,400,000	202,400,000
8,905,600	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	89,056,000	89,056,000
6,412,032	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	64,120,320	64,120,320
5,984,563	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	59,845,630	59,845,630
6,583,019	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	65,830,190	65,830,190
10,861,982	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	108,619,820	108,619,820
8,327,519	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	83,275,190	83,275,190
9,160,271	Ordinary of Tk. 10 each fully paid- up issued as bonus shares	91,602,710	-
100,762,986		**1,007,629,860**	**916,027,150**

10.03 Composition of the Shareholders:

SL.	Particulars	30.06.2018			30.06.2017		
		No. of Shares	Value of Shares	%	No. of Shares	Value of Shares	%
1	Directors/Sponsors	5,397,767	53,977,670	5.36%	4,361,609	43,616,090	4.76%
2	Institutions	13,099,188	130,991,880	13.00%	17,511,487	175,114,870	19.12%
3	General Public	82,266,031	822,660,310	81.64%	69,729,619	697,296,190	76.12%
	Total	**100,762,986**	**1,007,629,860**	**100%**	**91,602,715**	**916,027,150**	**100%**

11.00 Tax Holiday Reserve: Tk. 18,245,470

This is as Per Last Account.	**18,245,470**	**18,245,470**
The break up of the above amount is as under :		
For 1997-1998	337,628	337,628
For 1998-1999	1,046,244	1,046,244
For 1999-2000	1,879,820	1,879,820
For 2000-2001	1,961,030	1,961,030
For 2001-2002	11,899,538	11,899,538
For 2002-2003	1,121,210	1,121,210
	18,245,470	**18,245,470**

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
12.00	**Retained Earnings: Tk. 87,903,642**		
	The break up of the above amount is as under :		
	Opening Balance	114,613,611	132,387,244
	Add: Profit after tax for the year	61,376,089	61,799,818
	Depreciation on Revaluation	3,516,652	3,701,739
	Profit available for Appropriation	**179,506,352**	**197,888,801**
	Less: Appropriations		
	Utilized for Bonus Shares	(91,602,710)	(83,275,190)
	Balance as at June 30, 2018	**87,903,642**	**114,613,611**
12.00(a)	**Consolidated Retained Earnings: Tk. 125,081,567**		
	The break up of the above amount is as under :		
	Opening Balance	150,390,766	166,855,342
	Add: Profit after tax for the Year	62,776,859	63,108,875
	Depreciation on Revaluation	3,516,652	3,701,739
	Profit available for Appropriation	**216,684,277**	**233,665,956**
	Less: Appropriations		
	Utilized for Bonus Shares	(91,602,710)	(83,275,190)
	Balance as at June 30, 2018	**125,081,567**	**150,390,766**
13.00	**Long Term Loan: Tk. 58,700,900**		
	The break up of the above amount is as under :		
	IDLC Finance Ltd.	69,146,784	43,385,938
	Term Loan, Dhaka Bank	8,881,705	11,459,973
		78,028,489	**54,845,911**
	Less: IDLC Finance Ltd.-Current Portion	(16,693,793)	-
	Less: Term Loan, Dhaka Bank-Current Portion	(2,633,796)	-
		58,700,900	**54,845,911**

NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

14.00 Short Term Bank Loans and Others: Tk. 99,394,371

The break up of the above amount is as under :

Dhaka Bank Ltd., OD-264	76,935,402	80,223,077
Short Term Loan, Dhaka Bank	-	2,135,853
Dhaka Bank Ltd., LTR	3,131,380	1,208,877
IDLC Finance Ltd.-Current Portion	16,693,793	-
Term Loan, Dhaka Bank-Current Portion	2,633,796	-
	99,394,371	**83,567,807**

Overdraft with Dhaka Bank Ltd. is secured by hypothecation of inventories and faces interest at 12% per annum.

The Company has an Overdraft limit of Tk. 8.00 crores with Dhaka Bank Limited. against which credit facilities balance on 30-06-2018 was Tk. 76,935,402.

There was no other general nature of credit facilities available to the company under any contract which were not availed of at the date of the Statement of Financial Position.

15.00 Trade and Other Payables: Tk. 33,832,315

The break up of the above amount is as under :

	TAKA 30 JUNE 2018		TAKA 30 JUNE 2017
	Below Six Month	Over Six Month	
Trade Creditors	2,562,546	8,123,877	10,948,424
Security Deposit against Sale and Others	-	11,298,673	11,583,148
Workers' Profit Participation Fund (WPPF) (15.01)	4,092,989	7,754,230	11,050,220
	6,655,535	**27,176,780**	**33,581,792**

15.01 Workers' Profit Participation Fund (WPPF) : Tk. 11,847,219

The break up of the above amount is as under :

Opening Balance	11,050,220	12,126,988
Add : Addition during the year	4,092,989	4,119,988
	15,143,209	**16,246,976**
Less: Payment during the year	(3,295,990)	(5,196,756)
Balance as at June 30, 2018	**11,847,219**	**11,050,220**

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

15.00(a) Consolidated Trade and Other Payables: Tk. 37,902,442

The break up of the above amount is as under :

Trade Creditors	13,761,050	14,269,480
Sundry Creditors with Holding Company	126,128,510	128,365,467
Security Deposit against Sale and Others	12,294,173	12,618,648
Workers' Profit Participation Fund (WPPF) and Welfare Fund	11,847,219	11,050,220
	164,030,952	**166,303,815**
Adjust with Subsidiary Company	(126,128,510)	(128,365,467)
	37,902,442	**37,938,348**

16.00 Liabilities for Expenses: Tk. 8,182,433

The break up of the above amount is as under :

Salary & Allowances (H/O)	1,745,264	1,516,734
Salary & Allowances (Fac.)	1,264,926	1,287,365
Audit Fees	143,750	125,000
Power & Fuel	4,700,055	7,006,052
Other Expenses	328,438	177,635
	8,182,433	**10,112,786**

16.00(a) Consolidated Liabilities for Expenses: Tk. 10,334,539

The break up of the above amount is as under :

Salary & Allowances (H/O)	1,745,264	1,516,734
Salary & Allowances (Fac.)	1,264,926	1,287,365
Audit Fees	189,750	171,000
Power & Fuel	6,806,161	9,415,438
Other Expenses	328,438	177,635
	10,334,539	**12,568,172**

17.00 Provision for Income Tax: Tk. 274,130,245

The break up of the above amount is as under :

Opening Balance	256,840,135	241,470,667
Add : Addition during the year	17,290,110	15,369,468
	274,130,245	**256,840,135**
Less: Adjustment made during the year	-	-
Balance as at June 30, 2018	**274,130,245**	**256,840,135**

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

17.00(a) Consolidated Provision for Income Tax: Tk. 300,864,886

The break up of the above amount is as under :

Opening Balance	282,479,072	266,397,607
Add : Addition during the year	18,385,814	16,081,465
	300,864,886	**282,479,072**
Less: Adjustment made during the year	-	-
Balance as at June 30, 2018	**300,864,886**	**282,479,072**

18.00 Net Asset Value (NAV) Per Share:

The break up of the above amount is as under :

Total Assets	1,681,695,525	1,581,852,767
Total Outside Liabilities	(474,221,514)	(438,948,431)
Net Assets	**1,207,474,011**	**1,142,904,336**
Number of Ordinary Share	100,762,986	100,762,986
Net Asset Value (NAV) Per Share (Restated)	**11.98**	**11.34**

19.00 Turnover (net of VAT): Tk. 595,256,254

Local Sales	640,561,558	621,909,097
Less : VAT, SD etc.	(45,305,304)	(35,121,410)
Total Turnover	**595,256,254**	**586,787,687**

(Sales includes sales of Fu-Wang Foods Ltd., Beverage Unit and Printing Section.)

The break up of the above amount is as under:

Vatable items	Gross Sales	VAT& SD	Net Sales 2018	Net Sales 2017
Nutirious Biscuit (Big)	4,444,888	579,768	3,865,120	2,293,042
Fu-Wang Milk Merry Biscuit	2,914,633	380,170	2,534,464	3,037,341
Fu-Wang Dia-Salt Biscuit	12,629,922	1,647,381	10,982,541	8,075,391
Eco. Dia Salt Biscuit	6,354,673	828,870	5,525,803	4,138,650
Orange Biscuit	298,552	38,942	259,610	1,133,342
Energy Plus Biscuit	348,991	45,521	303,470	269,606
Fu-Wang Pocket Wafer	3,415,010	445,436	2,969,574	980,191
Horlicks Biscuits	6,348,450	828,059	5,520,391	4,667,877
Namkin Biscuits	6,484,535	845,809	5,638,726	4,635,645
Dry Cake - 420	3,776,845	492,632	3,284,213	2,251,630
Dry Cake - 200	1,019,963	133,039	886,924	1,236,036

Vatable items	Gross Sales	VAT& SD	Net Sales 2018	Net Sales 2017
Normal Toast	17,032	2,222	14,810	1,101,796
Fu-Wang Spyci Toast	7,188,182	937,589	6,250,593	4,535,465
Miu Miu Toast	-	-	-	576,218
High Quality Toast	1,253,820	163,542	1,090,278	1,487,160
Vanilla Pie	7,653,739	998,314	6,655,425	6,260,544
Fu-Wang Butter Bun	11,758,239	1,533,683	10,224,556	8,311,667
Lascha Shemai	1,405,277	183,297	1,221,980	1,466,824
Cookies Biscuit	1,165,786	152,059	1,013,727	1,452,276
Pineapple Biscuits	317,455	41,407	276,048	2,082,600
Fu - Wang Biscuit	5,193,340	677,392	4,515,948	3,630,384
Sandwich Toast	961,363	125,395	835,968	1,301,952
Choco Toast	5,244,776	684,101	4,560,675	3,814,870
Fruit Cake	398,386	51,963	346,423	942,278
Fu - Wang Chanachur	1,610,532	210,069	1,400,463	2,579,450
Any Time Slice Cake	4,862,899	634,291	4,228,608	3,630,456
Dairy Milk Chocolate	20,737	2,705	18,032	427,752
Choco Pie	3,893,960	507,908	3,386,052	2,624,929
Fu - Wang Toast	5,971,929	778,947	5,192,982	3,898,154
Non Stop Crispy Toast	4,332,827	565,151	3,767,676	3,937,608
Banana Cream Biscuits	185,638	24,214	161,424	391,968
Swiss Cheese Cake	3,446,053	449,485	2,996,568	2,486,832
American Cheese Cake	2,832,146	369,410	2,462,736	2,221,920
Jerry Cake	5,419,212	706,854	4,712,358	2,593,198
Chanachur -150gm	650,610	84,862	565,748	882,284
Play Glucose	350,587	45,729	304,858	444,246
Fu-Wang Twitter Dia Salt 300 gm	23,592	3,077	20,515	225,522
Fu-Wang Twitter Dia Salt 27 gm	10,213,324	1,332,173	8,881,151	3,234,658
Mini Bread (Pcs.)	7,696,642	1,003,910	6,692,732	7,267,200
Family Bread	8,661,708	1,129,788	7,531,920	8,334,252
Sweet Bread	7,339,344	957,306	6,382,038	6,254,996
Econo. Sweet Bread	7,718,823	1,006,803	6,712,020	8,105,556
Medium Bread	12,704,722	1,657,138	11,047,584	14,944,064
Fu-Wang Premium Bread	601,853	78,503	523,350	5,844,690
Fu-Wang Milky Bread	21,425	2,795	18,630	4,334,580
Fu-Wang Mega Bread	1,269,944	165,645	1,104,299	4,452,150
Mega Sandwich Bread	1,125,197	146,765	978,432	6,114,362
Fu-Wang Delicious Bread	9,629,454	1,256,016	8,373,438	12,928,050
Daily Bread	10,853,176	1,415,632	9,437,544	13,812,024
Fu-Wang Special Bread	9,266,534	1,208,678	8,057,856	11,382,395
Platinum Sandwich Bread	4,379,471	571,235	3,808,236	3,714,410
Milky Bread - 700gm	2,898	378	2,520	2,818,342

Vatable items	Gross Sales	VAT& SD	Net Sales 2017	Net Sales 2016
Milky Bread - 360gm	8,572,643	1,118,171	7,454,472	6,968,737
Fu-Wang Ata	362,388,728	13,938,028	348,450,700	-
Fu-Wang Foods Ltd. (Printing Section)	15,548,881	2,028,115	13,520,766	12,400,744
Fu-Wang Foods Ltd. (Beverage Unit)	294,753	88,934	203,278	1,784,373
Sub-Total	**602,484,097**	**45,305,304**	**557,176,253**	**230,722,687**
Non Vatable items				
Fu-Wang Ata	38,077,461	-	38,077,461	356,065,000
Mini Bread (Pcs.)	-	-	-	
Family Bread	-	-	-	-
Sweet Bread	-	-	-	-
Econo. Sweet Bread	-	-	-	-
Milky Bread-700gm	-	-	-	-
Milky Bread-360gm	-	-	-	-
Fu-Wang Premium Bread	-	-	-	-
Fu-Wang Milky Bread	-	-	-	-
Fu-Wang Mega Bread	-	-	-	-
Fu-Wang Delicious Bread	-	-	-	-
Fu-Wang Special Bread	-	-	-	-
Medium Bread	-	-	-	-
Mega Sandwich Bread	-	-	-	-
Sandwich Bread	-	-	-	-
Daily Bread	-	-	-	-
Gold Sandwich Bread	-	-	-	-
Platinum Sandwich Bread	-	-	-	-
Sub-Total	**640,561,558**	**45,305,304**	**595,256,254**	**586,787,687**
Grand Total	**640,561,558**	**45,305,304**	**595,256,254**	**586,787,687**

19.00(a) Consolidated Turnover (net of VAT etc.): Tk. 712,630,957

The break up of the above amount is as under :

Fu-Wang Foods Limited	595,256,254	586,787,687
Fu-Wang Beverage Industry Limited	117,374,703	111,002,922
	712,630,957	**697,790,609**

		NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
20.00	**Cost of Goods Sold: Tk. 429,075,058**			
	The break up of the above amount is as under :			
	Raw Materials Consumed	**20.01**	**279,839,423**	**273,098,298**
	Direct Wages and Salary		40,775,253	43,632,748
	Prime Cost		**320,614,676**	**316,731,046**
	Factory Overhead	20.02	109,062,362	102,713,790
	Total Manufactured Cost		**429,677,038**	**419,444,836**
	Opening Finished Goods		13,982,642	13,904,572
	Cost of Goods Available for Sales		**443,659,680**	**433,349,408**
	Closing Finished Goods		(14,584,622)	(13,982,642)
	Cost of Goods Sold		**429,075,058**	**419,366,766**
20.01	**Raw Materials Consumed: Tk. 279,839,423**			
	The break up of the above amount is as under :			
	Opening Balance		134,082,346	127,254,749
	Add: Raw Materials Purchased During the Year		301,683,539	279,925,895
	Raw Materials Available for Use		**435,765,885**	**407,180,644**
	Less : Balance as at June 30, 2018		(155,926,462)	(134,082,346)
	Raw Materials Consumed		**279,839,423**	**273,098,298**
20.02	**Factory Overheads: Tk. 109,062,362**			
	The break up of the above amount is as under :			
	Factory Maintenance		2,104,246	2,066,338
	Festival Bonus to Factory Staff		3,814,299	3,818,652
	Medical Allowance		226,800	102,532
	Packing Materials Consumed	20.02.1	21,802,874	22,572,099
	Repairing & Maintenance		342,196	395,276
	Power & Fuel		40,429,042	39,426,460
	Repairs & Maintenance of Machinery & Equipment		2,769,494	2,285,643
	Uniform		76,365	136,500
	Factory Rent		14,400,000	14,400,000
	Conveyance Allowance		185,376	296,442
	Fuel for Transport		432,962	485,328
	Carriage Inward		272,765	263,062
	Fooding Allowance		231,742	229,336
	Insurance Premium		450,096	284,274
	Depreciation		21,524,105	15,951,848
			109,062,362	**102,713,790**

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

20.02.1 Packing Materials: Tk. 21,802,874

The break up of the above amount is as under :

Opening Balance	51,064,927	48,285,673
Add: Purchase during the year	20,002,264	25,351,353
	71,067,191	**73,637,026**
Less: Balance as at June 30, 2018	(49,264,317)	(51,064,927)
Packaging Materials Consumed	**21,802,874**	**22,572,099**

20.00(a) Consolidated Cost of Goods Sold: Tk. 522,977,896

The break up of the above amount is as under :

Fu-Wang Foods Limited	429,075,058	419,366,766
Fu-Wang Beverage Industry Limited	93,902,838	88,444,573
	522,977,896	**507,811,339**

21.00 Administrative Expenses: Tk. 41,873,964

The break up of the above amount is as under :

Director Remuneration	2,832,000	2,832,000
Salary & Allowances	16,002,847	15,887,756
Bonus	2,627,420	2,074,322
Conveyance Allowance	816,398	1,031,874
Printing & Stationary	385,600	535,673
Repairing & Maintenance (Car)	1,639,033	1,832,071
Fuel for Car	883,087	748,243
Office Maintenance	584,622	683,747
Office Rent	2,813,500	4,723,000
Postage & Telegram	61,859	72,054
Overtime Expenses	52,952	247,357
Fooding Allowance	925,702	712,946
Electricity, WASA & Gas	2,034,385	2,413,599
Travelling Allowance	450,416	663,741
Maintenance of Vehicle	-	-
Telephone Allowance	547,426	573,217
Audit Fee	143,750	125,000
Labour Charge	160,265	152,875
Insurance Premium	-	450,096
Registration & Renewals	719,650	274,463
Donation & Subscription	49,258	70,558
AGM Expenses	351,000	268,510
Fees & Professional Expenses	485,178	508,657
Depreciation	7,307,616	6,319,106
	41,873,964	**43,200,865**

AMARSTOCK

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017

21.00(a) Consolidated Administrative Expenses: Tk. 55,935,200

The break up of the above amount is as under :

Fu-Wang Foods Limited	41,873,964	43,200,865
Fu-Wang Beverage Industry Limited	14,061,236	14,700,734
	55,935,200	**57,901,599**

22.00 Selling and Distribution Expenses: Tk. 20,278,837

The break up of the above amount is as under :

Advertisements	474,900	526,367
Carriage Outward	12,741,543	14,108,866
Incentives on Sale	4,844,362	4,756,353
Business Promotion & Development Expenses	2,218,032	2,904,038
	20,278,837	**22,295,624**

22.00(a) Consolidated Selling and Distribution Expenses: Tk. 26,558,882

The break up of the above amount is as under :

Fu-Wang Foods Limited	20,278,837	22,295,624
Fu-Wang Beverage Industry Limited	6,280,045	5,823,338
	26,558,882	**28,118,962**

23.00 Financial Expenses: Tk. 18,094,371

The break up of the above amount is as under :

Bank Interest	17,828,713	15,184,203
Bank Charges and Commission	265,658	220,484
	18,094,371	**15,404,687**

AMARSTOCK

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
24.00	**Current Tax: Tk. 17,290,110**		
	The break up of the above amount is as under :		
	Profit as Per Accounts	81,859,785	82,399,757
	Add: Depreciation as per accounts	28,831,721	22,270,954
		110,691,506	**104,670,711**
	Less: Depriciation as per 3rd Schedule	41,531,066	43,192,840
		69,160,440	**61,477,871**
	Income Tax	**17,290,110**	**15,369,468**
	Deferred Tax Liabilities: Tk. 36,882,357		
	Deferred Tax Liabilities on Profit:		
	Balance as Per Last Account	23,685,063	18,454,592
	Add: Addition Durring the Year	3,174,836	5,230,471
	Total as on June 30, 2018	**26,859,899**	**23,685,063**
	Deferred Tax on Revaluation on Revalued Assets	10,022,458	17,583,260
		36,882,357	**41,268,323**
24.00(a)	**Consolidated Current Tax: Tk. 18,385,814**		
	The break up of the above amount is as under :		
	Fu-Wang Foods Limited	17,290,110	15,369,468
	Fu-Wang Beverage Industry Limited	1,095,704	711,997
		18,385,814	**16,081,465**
25.00	**Earnings per Share (EPS): Tk. 0.61**		
	The break up of the above amount is as under :		
	Earnings Attributable to the Ordinary Shareholders	61,376,089	61,799,818
	Weighted Average Number of Ordinary Shares Outstanding During the Year	100,762,986	91,602,715
	Earnings Per Share (EPS)- Basic	**0.61**	**0.67**
	Earnings Per Share (EPS)- Restated		
	Earnings Attributable to the Ordinary Shareholders	61,376,089	61,799,818
	Number of Ordinary Shares Used to Compute EPS	100,762,986	100,762,986
	Earnings Per Share (EPS)- Restated	**0.61**	**0.61**

There is no significant diviation of earning per share (EPS) during and preceding year.

26.00	**Non-Controlling Interest: Tk. 1,095,496**		
	The break up of the above amount is as under :		
	Opening Balance (1% of Subsidiary Net Assets)	461,386	448,163
	Profit for the Year ended June 30, 2018	634,110	13,223
		1,095,496	**461,386**

27.00 Contingent Liability:

There was a demand of Tk. 10,473,921 by the Custom & VAT Authority for payment of VAT in excess of the amount paid by the company during he financial year 1998-1999 and 1999-2000. The demand was made by the Deputy Commissioner, Customs Excise & VAT, Gazipur Division through his Memo No.-4/mushak/74/food/97/1400 dated 25-04-2001. The company preferred appeal on 08.12.2001 against demand.

The Appellate Authority reduced the demand to Tk. 7,838,832. The company, on 19-04-2003 filed second appeal before the Learned Appellate Tribunal. The Learned Appellate Tribunal confirmed the demand through order dated 23-12-2004. The company thereager filed a Writ Petition 2058 of 2005 before the High Court Division of Hon'ble Supreme Court of Bangladesh. The Hon'ble High Court through its order dated 03-04-2005 stayed the operation of the Tribunal Order till disposal of the writ. This liability of Tk. 7,838,832 is thus contingent upon disposal of the Writ petition and further appeals, if any at all arises. Therefore, Tk. 7,838,832 is the contingent liability pertaining to the period upto 30-06-2018.

28.00 Event after the Balance Sheet Date:

28.01 The Board of Directors in its meeting held on October 28, 2018 has approved the Financial Statements for the year ended June 30, 2018 and recommended 10% stock dividend for the shareholders which is subject to approval by the shareholders at the forthcoming Annual General Meeting (AGM) and authorise the financial statements for issue.

28.02 Except the fact stated above, no circumstances have arisen since the balance sheet date, which would require adjustment to or disclosure in the financial statements or notes thereto.

Md. Abdul Halim Thakur	**Biplop Chakraborty**	**Dr. Arif Ahmed Chowdhury, CIP**
Company Secretary	Director	Managing Director

Dated: Dhaka, 28 October 2018

	NOTES	TAKA 30 JUNE 2018	TAKA 30 JUNE 2017
29.00	**Reconciliation of Cash Flows from Operating Activities under Indirect Method:**		
	The break up of the above amount is as under :		
	Net profit/(loss) before income tax during the year	61,394,839	61,799,818
	Adjustments to reconcile net income to net cash provided by operating activities:		
	Depreciation	28,831,721	22,270,954
	Changes in current assets and liabilities:		
	Advance, deposits & prepayments	(56,349,981)	(38,934,585)
	Accounts receivable	(26,358,228)	(39,965,684)
	Inventories	(20,645,486)	(9,684,921)
	Trade and Other Payables	(546,476)	(2,201,687)
	Liabilities for Expenses	(1,949,103)	2,186,138
	Provision for Income Tax	17,290,110	15,369,468
	Workers' profit participation fund(WPPF)	796,999	(1,076,768)
	Deferred Tax	3,174,836	5,230,471
	Net cash flow from operating activities	**5,639,231**	**14,993,204**
29.00(a)	**Reconciliation of Consolidated Cash Flows from Operating Activities under Indirect Method:**		
	Net profit/(loss) before income tax during the year	63,429,719	63,122,098
	Adjustments to reconcile net income to net cash provided by operating activities:		
	Depreciation	33,469,295	27,661,164
	Changes in current assets and liabilities:		
	Advance, deposits & prepayments	(61,648,378)	(44,609,872)
	Accounts receivable	(30,164,120)	(38,793,300)
	Inventories	(19,846,958)	(9,461,137)
	Accounts payable	(832,905)	(1,099,788)
	Liabilities for Expenses	(2,252,383)	2,585,282
	Provision for Income Tax	18,385,814	16,081,465
	Workers' profit participation fund(WPPF)	796,999	(1,076,768)
	Deferred Tax	3,174,836	5,230,471
	Net cash flow from operating activities	**4,511,919**	**19,639,615**

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
FOR THE YEAR ENDED 30 JUNE 2018

Annexure - A

Particulars	Cost			Rate	Depreciation			Written down value as at 30.06.2018
	Balance as at 01.07.2017	Addition during the year	Balance as at 30.06.2018		Balance as at 01.07.2017	Charged during the year	Balance as at 30.06.2018	
Land & Land Development	10,099,052	9,436,957	19,536,009	-	-	-	-	19,536,009
Factory Building Construction	106,555,328	11,827,462	118,382,790	2.50%	17,283,685	2,379,634	19,663,319	98,719,471
Plant and Machinery	428,096,995	2,278,695	430,375,690	5%	139,606,773	14,481,478	154,088,251	276,287,439
Gas Line	27,745,012	329,490	28,074,502	10%	10,414,871	1,746,743	12,161,614	15,912,888
Buildings & Other Constructions	30,135,340	16,854,488	46,989,828	5%	17,563,724	839,262	18,402,986	28,586,842
Furniture & Fixture	4,263,516	350,000	4,613,516	10%	2,098,641	236,904	2,335,545	2,277,971
Motor Vehicles	38,431,250	6,149,552	44,580,802	10%	16,143,988	2,536,204	18,680,192	25,900,610
Electrical Equipment	46,023,479	1,402,500	47,425,979	10%	23,965,137	2,264,272	26,229,409	21,196,570
Telephone & PABX Installation	2,005,660	-	2,005,660	10%	548,339	145,732	694,071	1,311,589
Office Equipment	2,170,357	-	2,170,357	20%	2,011,087	31,854	2,042,941	127,416
Cookeries & Cutlaries	102,316	-	102,316	20%	100,474	368	100,842	1,474
Bicycle & Rickshaw Van	163,685	-	163,685	20%	160,487	640	161,127	2,558
Deep Tube-well & Pump	1,141,315	-	1,141,315	10%	786,526	35,479	822,005	319,310
Generator	12,541,103	2,350,665	14,891,768	10%	6,376,111	616,499	6,992,610	7,899,158
Sub Total	**709,474,408**	**50,979,809**	**760,454,217**		**237,059,843**	**25,315,069**	**262,374,912**	**498,079,305**
Revaluation								
Buildings & Other Constructions	100,715,000	-	100,715,000	5%	30,381,959	3,516,652	33,898,611	66,816,389
Sub Total	**100,715,000**	**-**	**100,715,000**		**30,381,959**	**3,516,652**	**33,898,611**	**66,816,389**
Grand Total 2018	**810,189,408**	**50,979,809**	**861,169,217**		**267,441,802**	**28,831,721**	**296,273,523**	**564,895,694**
Grand Total 2017	**765,056,049**	**45,133,359**	**810,189,408**		**245,170,848**	**22,270,954**	**267,441,802**	**542,747,605**

Allocation of Depreciation :	Cost	Revaluation	Total
Production	21,524,105	-	**21,524,105**
Administration	3,790,964	3,516,652	**7,307,616**
	25,315,069	**3,516,652**	**28,831,721**

FU-WANG BEVERAGE INDUSTRY LTD.

Report of the Board of Directors

For the year ended 30 June 2018

Dear Shareholders

In compliance of section 184 of the Companies Act 1994 and BIAS codes, on behalf of the Board of Directors, I have the pleasure to submit this report along with Audited Financial Statements containing Statement of financial Position, Statement of Profit or Loss & other Comprehensive Income, Statement of Change in Equity and Statement of Cash Flows for the year ended on 30 June 2018 at this 13th Annual General Meeting.

Company's Performance and Financial Results

Respected Shareholders,

Fu-Wang Beverage Industry Limited (FWBIL) is a beverage and food manufacturing industry and it has commenced production from October 2005.

During the financial year 2017-2018, the company earned a net profit after tax of Tk. 20.34 lac as against Tk. 13.22 lac for the last year which is a increased of 53.89%.

Financial Position

The operating financial results for the year ended 30 June 2018 are as follows :

Particulars	30 June 2018 (Taka)	30 June 2017 (Taka)	Increase/(Decrease) (Taka)	Increase/(Decrease) %
Turnover (Net)	117,374,703	111,002,922	6,371,781	5.74
Gross Profit	23,471,865	22,558,349	913,515	4.05
Net Profit Before Tax	3,130,584	2,034,277	1,096,307	53.89
Net Profit After Tax	2,034,880	1,322,280	712,600	53.89
Net Assets Value Per Share	882.73	862.38	20.35	2.36
Earning Per Share	20.35	13.22	7.13	53.93

Shareholding

The shareholding position of the company is as follows:

Name of the Shareholders	No. of Shares	Percentage (%)
Fu-Wang Foods Limited (Holding Company)	99,000	99.00%
Mr. A.K.M. Afzal Ul Munir	1,000	1.00%
Total	**100,000**	**100%**

Board of Directors :

Name of Directors	Position in the Committee	Remarks
Dr. Arif Ahmed Chowdhury, CIP	Chairman and Managing Director	Nominated by Fu-Wang Foods Ltd.
Mr. A.K.M. Afzal Ul Munir	Director	-
Mr. Abdul Quader	Director	Nominated by Fu-Wang Foods Ltd.

Appointment of Auditors :
The existing auditors M/s. MABS & J Partners, Chartered Accountants retire at this Annual General Meeting, being eligible offered themselves for re-appointment for the next term with a request for reasonable increase of fee.

Acknowledgement
The Directors record with appropriation the services rendered by all concerned.

On behalf of the Board

Dr. Arif Ahmed Chowdhury, CIP
Chairman

Auditors' Report to the Shareholders of FU-WANG BEVERAGE INDUSTRY LTD.

We have audited the accompanying financial statements of **FU-WANG BEVERAGE INDUSTRY LIMITED**, which comprise the financial position as at 30th June 2018, and the statement of comprehensive Income, statement of cash flows and statement of changes in equity for the year ended 30th June 2018, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), 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.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of **FU-WANG BEVERAGE INDUSTRY LIMITED** Company as at 30th June 2018, and its financial performance and its cash flows for the period then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

We also report that :

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and

c) The Company's Financial Position and Profit or Loss & Other Comprehensive Income dealt with by the report are in agreement with the books of accounts;

Dated : Dhaka, 04 October 2018

MABS & J Partners
Chartered Accountants

FU-WANG BEVERAGE INDUSTRY LTD.
STATEMENTS OF FINANCIAL POSITION
AS AT 30TH JUNE 2018

PARTICULARS		30.06.2018	30.06.2017
ASSETS :			
Non-Current Assets		**48,623,792**	**50,964,163**
Property, Plant and Equipment at Cost		103,501,963	101,204,760
Less: Accumulated Depreciation		54,878,171	50,240,597
Current Assets, Loan and Advances		**198,735,013**	**196,090,724**
Inventories		28,514,223	29,312,751
Account Receivables		123,569,749	119,763,857
Advance, Deposit and Prepayments		46,194,467	40,896,070
Cash and Cash Equivalents		456,574	6,118,046
	Total Tk.	**247,358,805**	**247,054,887**
EQUITY & LIABILITIES:			
Shareholders' Equity		**88,273,421**	**86,238,541**
Issued, Subscribed and Paid up Capital		10,000,000	10,000,000
Retained Earnings		38,173,421	36,138,541
Deposit Against Shares by Holding Company		40,100,000	40,100,000
Current Liabilities		**159,085,384**	**160,816,346**
	Total Tk.	**247,358,805**	**247,054,887**

Managing Director | **Director**

These accounts are to be read in conjunction with notes attached.
Signed in terms of our separate annexed report.

Dated: Dhaka, 04 October 2018

MABS & J Partners
Chartered Accountants

FU-WANG BEVERAGE INDUSTRY LTD.

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30TH JUNE 2018

PARTICULARS	01.07.2017 to 30.06.2018	01.07.2016 to 30.06.2017
Sales (Net of VAT etc.)	117,374,703	111,002,922
Cost of Goods Sold	(93,902,838)	(88,444,573)
Gross Profit	**23,471,865**	**22,558,349**
Operating Expenses		
Administrative and Selling Expenses	(20,341,281)	(20,524,072)
Net Profit Before Tax	**3,130,584**	**2,034,277**
Provision for Income Tax (35%)	(1,095,704)	(711,997)
Net Profit After Tax	**2,034,880**	**1,322,280**
Balance as per Last Account	36,138,541	34,816,261
BALANCE TRANSFERRED TO FINANCIAL POSITION	**38,173,421**	**36,138,541**

Managing Director | **Director**

These accounts are to be read in conjunction with notes attached.
Signed in terms of our separate annexed report.

Dated: Dhaka, 04 October 2018

MABS & J Partners
Chartered Accountants

FU-WANG BEVERAGE INDUSTRY LTD.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30TH JUNE 2018

PARTICULARS		01.07.2017 to 30.06.2018	01.07.2016 to 30.06.2017
CASH FLOWS FROM OPERATING ACTIVITIES			
Collections from Turnover & Others		113,568,811	112,175,306
Payment for Cost & Expenses		(115,632,512)	(105,938,962)
Income Tax Paid & Deducted at Source		(1,300,568)	(3,000,000)
		(3,364,269)	**3,236,344**
CASH FLOWS FROM INVESTING ACTIVITIES			
Tangible Fixed Asset Acquired		**(2,297,203)**	**(1,717,281)**
CASH FLOWS FROM FINANCING ACTIVITIES			
Share Capital		-	-
Other Short Term Loan Paid		-	-
Long Term Loan		-	-
		-	-
Increase/(Decrease) in Cash and Cash Equivalents	**Tk.**	**(5,661,472)**	**1,519,063**
Cash and Cash Equivalents at Opening		6,118,046	4,598,983
Cash and Cash Equivalents at Closing		456,574	6,118,046
Increase/(Decrease) in Cash and Cash Equivalents	**Tk.**	**(5,661,472)**	**1,519,063**

Managing Director | **Director**

These accounts are to be read in conjunction with notes attached.
Signed in terms of our separate annexed report.

Dated: Dhaka, 04 October 2018

MABS & J Partners
Chartered Accountants

FU-WANG BEVERAGE INDUSTRY LTD.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30TH JUNE 2018

Particulars	Share Capital	Retained Earnings	Total
At 01 July 2017	10,000,000	36,138,541	46,138,541
Net profit for the year	-	2,034,880	2,034,880
At 30 June 2018	**10,000,000**	**38,173,421**	**48,173,421**

Managing Director | **Director**

These accounts are to be read in conjunction with notes attached.
Signed in terms of our separate annexed report.

Dated: Dhaka, 04 October 2018

MABS & J Partners
Chartered Accountants

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FU-WANG BEVERAGE INDUSTRY LTD.

SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT

FOR THE YEAR ENDED 30TH JUNE 2018

Annexure - A

Particulars	Cost			Rate	Depreciation			Written down value as at 30.06.2018
	Balance as at 01.07.2017	Addition during the year	Total as at 30.06.2018		Balance as at 01.072017	Charged during the year	Total as at 30.06.2018	
Land & Land Development	11,105,300	-	11,105,300	-	-	-	-	11,105,300
Factory Building & Construction	22,837,889	535,647	23,373,536	2.5%	5,286,639	446,593	5,733,232	17,640,304
Plant & Machinery	35,770,252	1,493,126	37,263,378	20%	21,662,433	2,921,106	24,583,539	12,679,839
Gas Line	958,000	-	958,000	10%	664,678	29,332	694,010	263,990
Office Building & Construction	382,768	-	382,768	2.5%	101,183	7,040	108,223	274,545
Furniture & Fixture	79,786	268,430	348,216	10%	39,361	24,175	63,536	284,680
Electric Equipment	5,344,631	-	5,344,631	10%	2,954,153	239,048	3,193,201	2,151,430
Electric Generator	22,561,467	-	22,561,467	20%	18,052,650	901,763	18,954,413	3,607,054
Deep Tubewell & Water Pump	2,164,667	-	2,164,667	10%	1,479,500	68,517	1,548,017	616,650
Total	**101,204,760**	**2,297,203**	**103,501,963**		**50,240,597**	**4,637,574**	**54,878,171**	**48,623,792**

Allocation of Depreciation :

Charge to Production	3,704,596
Charge to Administration	932,978
	4,637,574

AWSTOCK

FU-WANG FOODS LIMITED

House # 55, Road # 17, Banani C/A, Dhaka-1213

PROXY FORM

I / We .....

of .....

being the member of **FU-WANG FOODS LIMITED** hereby appoint

Mr/Mrs .....

of .....

as my/our proxy to attend and vote for me/us on behalf at the 22nd Annual General Meeting of the Company to be held on **23rd December 2018** at Golden Tulip, Hall De Grand, Road-07, House-84, Block-H, Banani, Dhaka at **11:00 a.m.** and any adjournment thereof.

As witness my hand this .....day of 2018

Revenue Stamp
Tk. 20.00

(Signature of Proxy) (Signature of Shareholder)

Register Folio: Register Folio:

BO ID : BO ID :

Note :

According to the Articles of Association of the company proxy can be given only to the person who is a member (Shareholder) of the Company. The proxy form should reach the company not later than 48 hours before the time fixed for the meeting.

FU-WANG FOODS LIMITED

House # 55, Road # 17, Banani C/A, Dhaka-1213

ATTENDANCE SLIP

I hereby record my attendance at the 22nd Annual General Meeting of the Company being held on **23rd December 2018** at Golden Tulip, Hall De Grand, Road-07, House-84, Block-H, Banani, Dhaka at **11:00 a.m.**

Name of Shareholder/Proxy .....

Shareholder's Folio No.: ..... Proxy Folio No.: ..... Signature: .....

BO ID: BO ID:

No. of Shares : ..... Date: .....

N.B. (i) Shareholder attending the meeting in person or by proxy is requested to complete the attendance slip and hand it over at the entrance of the meeting venue. The respected Shareholders are requested to note that entry of non-member is restricted.

(ii) No gift, cash or kind will be given for attending the meeting according to the circular of BSEC.

AMAR STOCK

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FU-WANG

FU-WANG

Always Fresh









FU-WANG FOODS LIMITED

Fu-Wang Building,
House # 55, Road# 17,
Banani C/A, Dhaka-1213,
www.fuwangfoodsltd.com

Phone : +88-02- 58815476, 9887359,
9887360 ,9889958, 9889864
Fax : +88-02- 9847451
Email : info@fuwangfoodsltd.com