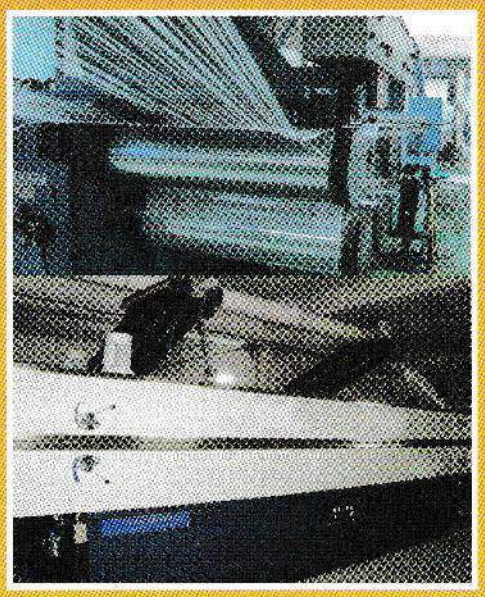
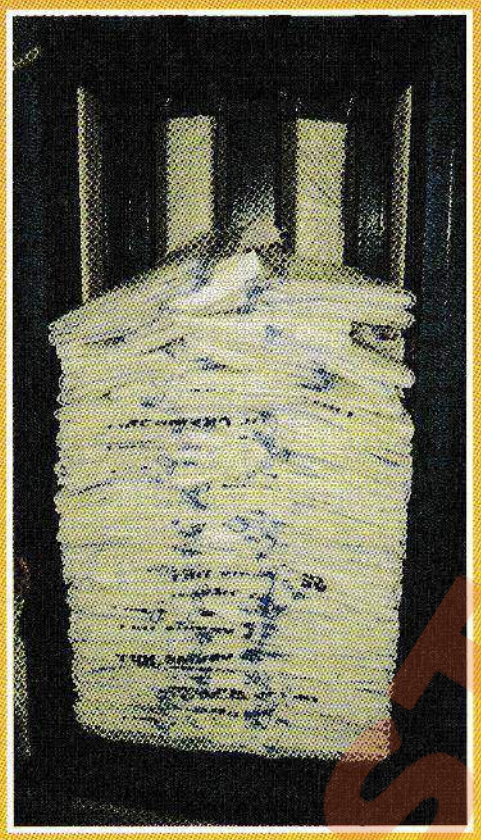
Annual Report

2016

MIRACLE INDUSTRIES LIMITED



Tape Plant



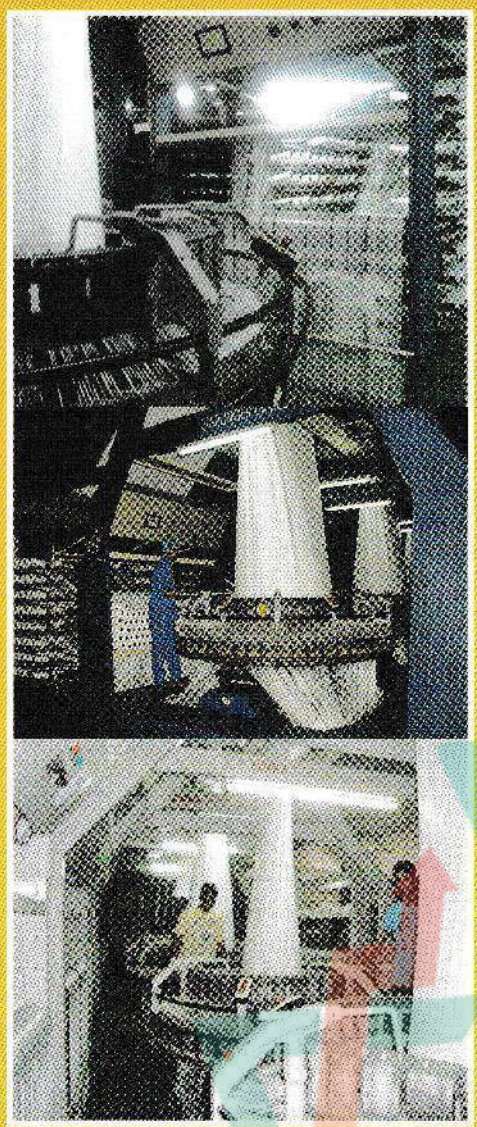
Finished Goods



Sewing



Printing



Weaving



Lamination & Film



Cutting

MIRACLE INDUSTRIES LIMITED



Vision

Be a reliable partner to clients operating in the global market of packaging industry by producing best quality products through developing human resources capable of exploiting state of the art technologies.

Protect the interest of our shareholders through sustainable growth and value creation.

Mission

Innovate creative industrial packaging solutions with continuous research & development leading to unique quality products and services which have a global preference.

Objectives & Principles

To keep customer satisfaction and continuously develop performance and product quality.

To work in conformity with environmental, industrial, food regulations and global compliances.

To nurture and encourage our people's desire and ability to be innovative in everything, from products to processes.

To respect our clients, recognizing their needs and objectives as well as our own colleagues, recognizing their strengths & contribution.

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AMARSTOCK

TRANSMITTAL LETTER

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

Sub: Annual Report for the year ended on 30 June 2016

Dear Sir(s),

We are pleased to enclose a copy of the Annual Report together with the Auditor's Report and Audited Financial Statements of Miracle Industries Limited which comprise Statement of Financial Position as at 30 June 2016, Statement of Profit or Loss and other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year ended on 30 June 2016 along with notes thereon for your reference and record.

Sincerely yours,

Sd/-
(Rafiqul Murshed)
Managing Director

Dated: 27 November 2016

AMARSTOCK

CORPORATE DIRECTORY

BOARD OF DIRECTORS:

CHAIRMAN
MR. MOHAMMAD IQBAL
Chairman, BCIC
Representative Director
From Group "A" Shareholders

MANAGING DIRECTOR
MR. RAFIQUL MURSHED
Director from
Group "B" Shareholders

DIRECTORS
MR. KAZI RUHUL AMIN
Managing Director
Chhatak Cement Company Ltd., Sunamganj
Representative Director
From Group "A" Shareholders

MR. MD. MAFIZUR RAHMAN
Managing Director
TSP Complex Ltd., North Patenga, Chittagong
Representative Director
From Group "A" Shareholders

MR. MD. WAHIDUZZAMAN CHOWDHURY
From Group "B" Shareholders

MRS. HASHMAT RABBANI
From Group "B" Shareholders

MRS. FARIDA BINTE LUTFAR, PhD
From Group "B" Shareholders (Representative Director from Pavarton Securities Ltd.)

MRS. LATIFA BINTE LUTFAR, PhD
From Group "B" Shareholders (Representative Director from Pavarton Securities Ltd.)

MR. SAMSUR RAHMAN
From Group "B" Shareholders

MR. NURUL ISLAM KHAN
From Group "C" Shareholders (General Public)

INDEPENDENT DIRECTORS
1) PROFESSOR DR. TASLIMA MONSOOR
2) MR. MD. SHAMIMUL ISLAM
3) MR. SSM SADRUL HUDA

MANAGEMENT COMMITTEE
MR. RAFIQUL MURSHED
Managing Director

MR. MOHAMMED SALIM RAZA, ACMA
Chief Financial Officer (CC)

AUDIT COMMITTEE
PROFESSOR DR. TASLIMA MONSOOR
CHAIRMAN

MRS. LATIFA BINTE LUTFAR, PhD
MEMBER

MR. MD. WAHIDUZZAMAN CHOWDHURY
MEMBER

AUDITOR
AHMAD & AKHTAR
Chartered Accountants
BCIC Bhaban (3rd Floor)
30-31 Dilkusha C/A
Dhaka-1000, Bangladesh.

BANKERS
SHAHJALAL ISLAMI BANK LTD.
Gulshan South Avenue Branch, Uday Sanz (Ground Floor),
2/B Gulshan South Avenue, Gulshan-1, Dhaka-1212,
Bangladesh

JANATA BANK LTD.
Foreign Exchange Corporate Branch
57 Purana Paltan, Dhaka-1000, Bangladesh

AGRANI BANK LTD.
Gulshan Branch, Gulshan, Dhaka, Bangladesh

HABIB BANK LTD.
Gulshan Branch, 7 Gulshan Avenue, Gulshan-1
Dhaka-1212, Bangladesh

LEGAL ADVISOR
M/S. LAW VALLEY
Saiham Sky View Tower, Suite No. 11A (11th floor)
45, Bijoy Nagar, Dhaka-1000, Bangladesh

COMPANY SECRETARY (CC)
MR. DEWAN MOHAMMAD JAHIDUL ISLAM, ACS

MIRACLE INDUSTRIES LIMITED

Registered Office: Gilarchala, Gila Beraid (1 No. C&B Bazar, Master Bari), Sreepur, Gazipur
Corporate Office: 113/B, (3rd Floor)Tejgaon I/A, Dhaka-1208, Bangladesh

NOTICE OF THE 22ND ANNUAL GENERAL MEETING

Notice is hereby given that the 22nd (Twenty Second) Annual General Meeting of Miracle Industries Limited will be held at its Registered Office & Factory at Gilarchala, Gila Beraid (1 No. C&B Bazar, Master Bari) Sreepur, Gazipur on Saturday, the 17 December 2016 at 2.30 pm to transact the following business:

Item No. 22/01/2016	:	To receive, consider and adopt the Audited Financial Statements for the year ended on 30 June 2016, together with the Reports of the Board of Directors and the Auditors thereon.
Item No. 22/02/2016	:	To declare dividend for the year ended on 30 June 2016.
Item No. 22/03/2016	:	To elect Directors as per Articles of Association of the Company and the relevant provisions of Companies Act, 1994.
Item No. 22/04/2016	:	To appoint Auditors for the year 2016-2017 and fix-up their remuneration.
Item No. 22/05/2016	:	Miscellaneous.

By order of the Board of Directors

Sd/-
(Dewan Mohammad Jahidul Islam, ACS)
Company Secretary (CC)

Dated: 27 November 2016

Notes:

1. Members whose name appeared on the Members / Depository Registers as on 'Record Date' i.e. 16 November, 2016 are eligible to attend the Annual General Meeting.
2. A shareholder entitled to attend and vote at the General Meeting, may appoint a proxy to attend and vote in his/her stead. Such proxy form duly stamped and signed must be deposited at the Company's Corporate Office (Share Dept.) not later than 48 (Forty eight) hours before the time appointed for the meeting.
3. Admission to the meeting will be strictly on production of attendance slip sent/attached with the proxy form.
4. Members are requested to update their change of addresses (if any).

Members also note that no gift/gift coupon/food box/benefit in cash or in kind shall be distributed/paid at the AGM as per BSEC directives.

COMPANY PROFILE

Registered Office & Factory	:	Gilarchala, Gila Beraid, Sreepur, Gazipur
Corporate Office	:	113/B, (3rd Floor) Tejgaon Industrial Area Dhaka-1208, Bangladesh E-mail: info@miracle.com.bd Web site: www.miracle.com.bd
Share Office	:	113/B, (3rd Floor) Tejgaon Industrial Area, Dhaka-1208, Bangladesh
Year of Incorporation	:	1993
Joint Venture Agreement with BCIC	:	1995
Shareholders Agreement with BCIC, TSP Complex Ltd. and Chhatak Cement Co. Ltd.	:	1998
Commercial Production	:	01 January 1997
Business Line	:	Manufacturer of different types of Multi-layer Sack Kraft Paper, Laminated, Sandwiched, PP Woven bag, liner, Jute Laminated Sacks and FIBC Bags for bagging Cement, Fertilizer, Salt, Feeds, Sugar, Food Grains, Chemicals & Others and also Tarpaulin.
ISO 9001-2000 Certification	:	June, 2004
Listing with DSE & CSE	:	April, 2000
Installed Capacity	:	Unit – I : 13 Million pcs of bag per annum Unit – II : 23 Million pcs of bag per annum
Income Tax Particulars	:	Unit – I : Period of 5 year Tax Holiday ended on 31 December 2001 Unit – II : Period of 5 year Tax Holiday ended on 31 October 2006
Number of Employees	:	532
Officers	:	43
Staff	:	29
Permanent Workers	:	422
Casual Workers (Average)	:	38

BOARD OF DIRECTORS



Mr. Mohammad Iqbal
Chairman



Mr. Rafiqul Murshed
Managing Director



Mr. Kazi Ruhul Amin
Director



Mr. Md. Mafizur Rahman
Director



Mr. Samsur Rahman
Director



Mr. Md. Wahiduzzaman Chowdhury
Director



Mrs.Hashmat Rabbani
Director



Mrs. Farida Binte Lutfar, PhD
Director



Mrs. Latifa Binte Lutfar, PhD
Director



Mr. Nurul Islam Khan
Director



Professor Dr. Taslima Monsoor
Independent Director



Mr. Md. Shamimul Islam
Independent Director



Mr. SSM Sadrul Huda
Independent Director

PHOTOGRAPHS OF THE 21ST ANNUAL GENERAL MEETING HELD ON 19 DECEMBER 2015



Board of Directors and Senior Executives in the Dias



Honorable Shareholders Present

COMPARATIVE GROWTH STATEMENT

Figures in Million Taka
(Year ending on 30th June)

Particulars	2016	2015	2014	2013	2012
FINANCIAL INFORMATION:					
Authorised Capital	500.00	500.00	500.00	500.00	500.00
Paid up Capital	271.33	253.58	241.51	230.01	219.05
Turnover	854.79	663.90	459.07	419.15	492.38
Gross Profit	146.22	115.16	77.87	70.83	75.76
Net Profit /(loss)before WPPF & Tax	41.31	26.90	8.60	2.90	5.29
Net Profit/(loss) before Tax	39.35	25.62	8.17	2.75	5.03
Net Profit/(loss) after Tax	33.39	42.63	5.83	2.20	3.37
Total Assets	2,055.79	1,955.70 (Restated)	1,035.45	1,016.10	908.21
Shareholders' Equity	1,239.92	1,226.21	353.89	348.06	342.79
Face Value per Share (Tk.)	10.00	10.00	10.00	10.00	10.00
Dividend per Share (Cash)	-	-	-	-	-
Bonus share (No. of share per 100 shares)	8	7	5	5	5
Percentage of Dividend	8%	7%	5%	5%	5%
Return on Equity (%)	2.69%	3.48%	1.67%	0.63%	0.98%
Shareholder's Equity per share (Tk)	45.70	45.19 (Restated)	13.96	13.73	13.51
Earnings Per Share (EPS) (Tk)	1.23	1.57 (Restated)	0.23	0.09	0.13
Market Price per Share (Tk)	27.60	15.70	17.90	12.00	14.00
Price-Earnings ratio (Times)	22.44	9.35	74.13	120.88	93.33
Number of shareholders	**5,553**	**5,612**	**6,250**	**5,191**	**4,882**
HUMAN RESOURCES INFORMATION:					
Number of employees					
Officers	43	41	37	37	38
Staff	29	45	43	39	43
Workers:					
Permanent	422	435	629	562	588
Casual (In average)	38	60	-	-	20

REPORT OF THE BOARD OF DIRECTORS TO THE SHAREHOLDERS
FOR THE YEAR ENDED ON 30 JUNE 2016

BISMILLAHIR RAHMAN-IR-RAHIM

HONOURABLE SHAREHOLDERS, LADIES AND GENTLEMEN,

ASSALAM-U-ALAIKUM,

On behalf of the Board of Directors, We would like to extend our warm welcome to you all to the 22nd Annual General Meeting (AGM) of the Shareholders of Miracle Industries Limited and to present before you the Directors' Report and Audited Financial Statements together with the Auditors' Report for the year ended on 30 June 2016 along with significant accounting policies and other explanatory notes, wherein a brief description of the Company's performance, future prospects and various aspects of market. Just before we get started, I would like to express my gratitude to all of you who so generously helped us make this event take place smoothly, which we couldn't have done without you!

THE ECONOMIC SCENARIO

Growth in Bangladesh in Fiscal Year 2016 (ended 30 June 2016) surpassed expectations, supported by revived exports, sustained domestic consumption and national efforts. Inflation was lower than projected, while larger exports and modest imports kept the current account in a larger surplus. During the financial year under report, due to significant challenges like geographical upheavals, climatic adversities, etc. the global economy is still struggling to fully recover. As a result, Bangladesh economy, being a part of the global economy, had its shared impact. Despite these, Miracle Industries Limited has been running its operations in a stable manner. The export sector has contributed significantly in the above achievement. Since Bangladesh is now in steep competition with countries like Vietnam, Myanmar and others especially in export, enhancing the country's own capacity has become imperative and urgent. As we move forward, we are certain to face competitions and challenges due to ever changing economic and marketing conditions. Based on our potentials and strengths we are confident to overcome successfully all the challenges to come.

BUSINESS PERFORMANCE

PRODUCTION

During the year 2015-2016 actual production of various types of bags of Unit-I was 20.60 lac pcs FIBC bags as against 7.42 lac pcs WPP bags and 10.07 lac pcs FIBC bags in the previous year 2014-2015. During the year 2015-2016 actual production of WPP bags of Unit-II was 127.24 lac pcs as against 59.47 lac pcs of WPP bags produced in the previous year 2014-2015.

SALES

Export Sales:

During the year 2015-2016 under review, the company exported 20.71 lac pcs FIBC bags compared to 8.53 lac pcs WPP bags and 8.01 lac pcs FIBC bags exported during the corresponding previous year 2014-2015.

Total volume of exports during the year 2015-2016 was Tk. 510.53 million compared to export of Tk. 486.63 million in the previous year 2014-2015. Total value of export sales increased by Tk. 23.90 million in comparison to that of previous year.

Local Sales:

During the year 2015-2016 a total of 124.68 lac pcs WPP bags were sold in the local market compared to 55.17 lac pcs WPP bags sold in the previous year 2014-2015. During the year 2015-2016 total volume of local sales was Tk. 344.26 million compared to Tk. 177.27 million sold in the previous year 2014-2015 and the volume of local sale increased by Tk. 166.99 million in comparison to that of previous year.

Overall sales turnover (both local and export) was Tk. 854.79 million during the year 2015-2016 compared to Tk. 663.90 million to that of in the previous year 2014-2015. So, total sales increased by Tk. 190.89 million in the year 2015-2016.

FINANCIAL PERFORMANCE

The company earned Gross Profit of Tk. 146.22 million during the year 2015-2016 compared to Tk. 115.16 million in the previous year 2014-2015. During the year the Company earned a Net Profit of Tk. 33.40 million after providing Income Tax compared to Net profit of Tk. 42.63 million in the previous year. The details of the financial performance of the company stand as follows:

Figures in Taka

PARTICULARS	FY 2015-2016	FY 2014-2015	Increase/ (Decrease) in %
Turnover	854,790,868	663,903,412	28.75
Gross Profit / (loss)	146,216,333	115,159,718	26.97
Net Profit/(loss) before WPPF & Income Tax	41,313,364	26,901,324	53.57
Net Profit /(Loss) before Income Tax	39,346,061	25,620,308	53.57
Deferred Tax Income (Application of BAS 12)	874,635	20,846,851	-
Net Profit/(Loss) after Tax	33,391,951	42,633,943	(21.68)
Gross Profit to Turnover (%)	17.11	17.35	-
Net Profit/(Loss) to Turnover (%)	3.91	6.42	-
Earnings Per Share (EPS)	1.23	1.68	-

BOARD OF DIRECTORS

The Board of Directors provides policy, strategic support and direction based on the philosophy of the company. The Board consists of Sponsors/successors, Institutional sponsors, Public shareholders and Independent Directors. The Board of Directors consists of 10 (ten) shareholder Directors and 03 (three) Independent Directors with varied educational background and experience which provides an enriched character in decision making process. The Board is re-constituted every year in each Annual General Meeting when one-third of the members retires and seeks normally re-election. During the year the Board organized 5 (five) meetings. The attendance was as follows:

Sl No.	Name of Directors	Position	Attendance
1	Mr. Mohammad Iqbal, Chairman, BCIC	Chairman (01.07.15-30.06.16)	5
2	Mr. Rafiqul Murshed	Managing Director	5
3	Mr. Golam Shahid Azad	Director	4
4	Engr. Hasnath Ahmed Choudhury	Director	4
5	Mr. Farid Ahmed	Director	1
6	Mrs. Hashmat Rabbani	Director	5
7	Mrs. Latifa Binte Lutfar, PhD	Director	5
8	Mrs. Farida Binte Lutfar, PhD	Director	4
9	Mr. Md. Wahiduzzaman Chowdhury	Director	5
10	Mr. Samsur Rahman	Director	3
11	Mr. Nurul Islam Khan	Director	5
12	Prof. Dr. Taslima Monsoor	Independent Director	4
13	Mr. Md. Shamimul Islam	Independent Director	5
14	Mr. SSM Sadrul Huda	Independent Director	5

The Directors who could not attend the meetings were granted leave under section 108 (f) of the Companies Act 1994.

AUDIT COMMITTEE

The Audit Committee consists of 3 (three) Directors of the Board headed by an Independent Director. The members of the committee are as follows:

Professor Dr. Taslima Monsoor	Independent Director	- Chairman
Mrs. Latifa Binte Lutfar, PhD	Director	- Member
Mr. Md. Wahiduzzaman Chowdhury	Director	- Member

Mr. Dewan Mohammad Jahidul Islam, ACS, Company Secretary (CC) is the Secretary of the Committee.

Mr. Rafiqul Murshed, Managing Director of the Company attended the meetings as an invitee. Other invitees to the meetings were the Chief Financial Officer and the relevant heads of departments who attended the meetings, as and when required by the Committee.

The Report of the Audit Committee is enclosed as Annexure-1.

NOMINATION/ELECTION OF DIRECTORS

As per section 91 of the Companies Act, 1994 one-third of the Directors of the company retires in the Annual General Meeting. Accordingly, the following Directors of the company will retire in this 22nd Annual General Meeting according to their longest duration in the Board.

Director of Group 'A' Shareholders:

Mr. Mohammad Iqbal, Chairman (BCIC) is representing BCIC as a Director of Miracle Industries Ltd Company Board. Since Mr. Mohammad Iqbal is eligible for re-appointment, Bangladesh Chemical Industries Corporation (BCIC) has given their consent for his re-appointment as representative Director of BCIC in the Company Board.

Directors from Group 'B' Shareholders:

1. Mr. Rafiqul Murshed, Director
2. Mrs. Latifa Binte Lutfar, PhD, Director

The above retiring Directors are eligible and offered themselves for re-appointment.

DIRECTORS' REMUNERATION

Other than the Managing Director all other Directors are Non-executive Directors including Independent Directors and as such they are not drawing any remuneration or any other facility from the company except the meeting attendance fees. The Managing Director has been drawing remuneration as shown in the financial statement.

CORPORATE AND FINANCIAL REPORTING

The Board of Directors is pleased to confirm that:

a) The financial statements together with notes thereon have been prepared in conformity with the Companies Act, 1994, Securities & Exchange Commission Rules 1987 and other applicable laws & regulations. These statements present fairly its state of affairs, the result of its operations, cash flows and changes in equity.

b) Proper books of account of the Company have been maintained.

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

d) International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements.

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

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

g) There are no significant deviations from the operating result of the last year.

The Directors also report that the Managing Director and Chief Financial Officer have certified to the Board that they have reviewed the Financial Statements for the year ended on 30 June 2016 and to the best of their knowledge and belief:

a) The Financial Statements present a true and fair view of the affairs of the company and are in compliance with the existing accounting standards and applicable laws;

b) There is no statement which is materially untrue or misleading and there is no omission of facts in such statements;

c) No transaction has been entered into by the company which is fraudulent illegal or in violation of the company's code of conduct.

REPORT OF THE MANAGING DIRECTOR AND CHIEF FINANCE OFFICER

The Managing Director and the Chief Financial Officer have performed their duties as per the Rules, responsibilities and duties as prescribed by the Board. The Report is placed as Annexure-2.

SUMMARY OF THE KEY OPERATING AND FINANCIAL DATA OF LAST FIVE YEARS

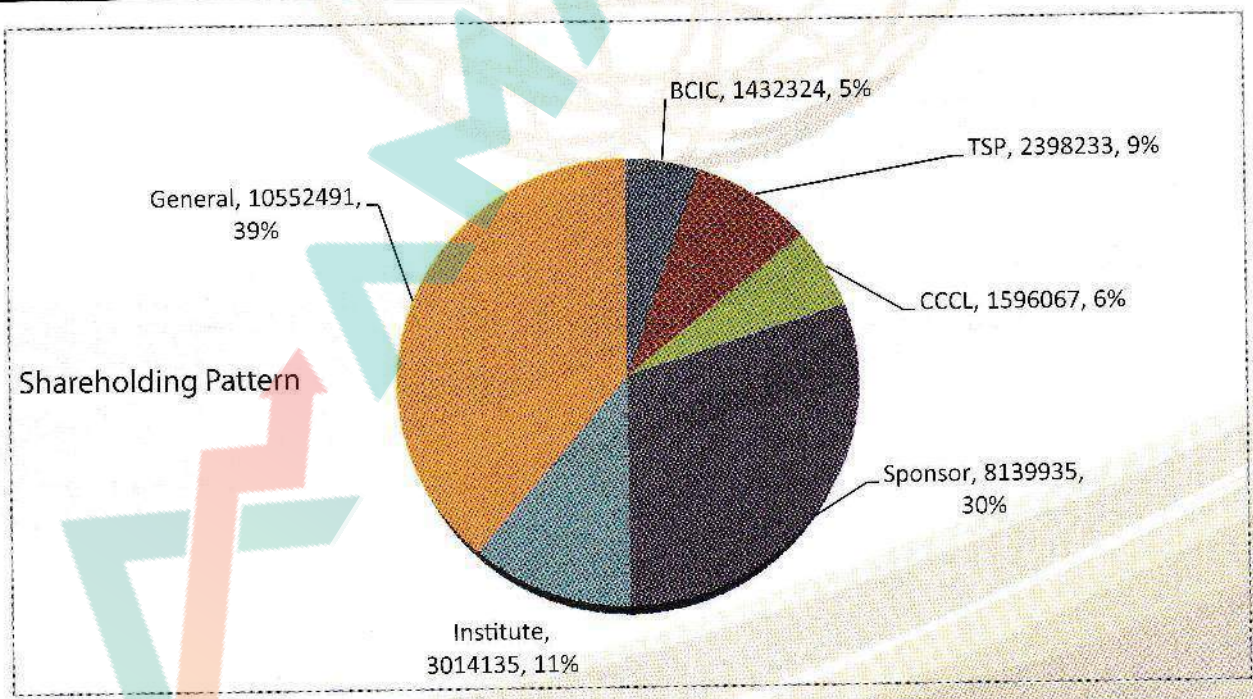
The Directors are pleased to furnish the summary of the current year's key financial data along with the same for the last four years as follows:

Particulars	For the years ended on 30 June (Taka in Million)				
	2015 -2016	2014 -2015	2013 -2014	2012 -2013	2011 -2012
Total Assets	2,055.79	1,925.03	1,035.45	1,016.10	908.21
Fixed Assets (net)	1,229.45	1,216.65	314.60	334.46	326.54
Reserve and Surplus	968.59	972.63	112.39	118.10	123.74
Working Capital	80.20	72.64 (Restated)	76.52	58.97	66.79
Authorized Capital	500.00	500.00	500.00	500.00	500.00
Shareholders' Equity	1,239.92	1,226.21	353.90	348.06	342.79
Paid up Capital	271.33	253.58	241.51	230.01	219.05
Long Term Loan	46.51	29.23	39.48	48.27	54.06

PATTERN OF SHAREHOLDING

Pattern of shareholding as per clause 1.5(xxi) of the BSEC Notification no.: SEC/ MRRCD/ 2006-158/ 134/ Admin/44 dated 7 August 2012 is shown below:

Sl. no.	Shareholding pattern	Shareholding as on 30.06.2016	Percentage (%) of holding as on 30.06.2016	Shareholding as on 30.06.2015
1	**Organizations under BCIC (Group -A):**	**5,426,624**	**20.00%**	**5,071,613**
a)	Bangladesh Chemical Industries Corporation	1,432,324	5.28%	1,338,621
b)	TSP Complex Ltd	2,398,233	8.84%	2,241,340
c)	Chhatak Cement Company Ltd	1,596,067	5.88%	1,491,652
2	**Other Sponsors / Directors (Group -B)**	**8,139,935**	**30.00%**	**7,607,418**
3	**Public (Group -C)**	**13,566,626**	**50.00%**	**12,679,086**
a)	General Public	10,552,491	38.89%	11,253,960
b)	Institutions	3,014,135	11.11%	1,425,126
4	**Independent Directors**	-	-	-
a)	Prof. Dr. Taslima Monsoor	-	-	-
b)	Mr. Md. Shamimul Islam	-	-	-
c)	Mr. SSM Sadrul Huda	-	-	-
5	**Employees**	-	-	-
	Total	**27,133,185**	**100.00%**	**25,358,117**



BUSINESS RISK PERCEPTION

Emerging markets continue to be attractive for businesses seeking alternative areas for growth. However, in less matured economies assets, contracts and loans can be adversely affected by different policies adopted by the authorities. Supply chains are becoming increasingly more vulnerable. The range of possible actions that can be taken by foreign governments is very broad and often leads to increased costs, penalties, forced shutdowns, loss of profit or liquidated damages. The export oriented industries may suffer in case of any disruption along with other industries within the economy.

Going Concern Risk:

Miracle industries Limited has been operating as a sustainable organization since 1997. The sponsors having substantial stake in the company always decide upon operational and financial issues from the perspective of being a going concern. Having its own land and building along with infrastructure, installations, producing an essential commodity of packaging, the management does not see any risk of continuance of the company as a corporate citizen and as a going concern.

Operational Risk:

Operational risk summarizes the risks a company undertakes when it attempts to operate within a given field or industry. Operational risk is the risk not inherent in financial, systematic or market-wide risk. It is the risk remaining after determining financing and systematic risk, and includes risks resulting from breakdowns in internal procedures, people and systems. Operational risk focuses on how things are accomplished within an organization and not necessarily what is produced or inherent within an industry. The company over a period of time has developed human resources, systems and procedures equipped with production facilities with modern Technology. With the above the company is now operating as a quality product supplier with high franchise value in the international and local market. It has developed a pool of human resources who are capable to undertake even complex products required by the international market. Therefore, the management does not see any significant operational risk.

Foreign Exchange Fluctuation Risk:

Foreign exchange risk typically affects businesses that export and / or import their products, raw materials, chemicals, machinery, spares, accessories, services and supplies. A considerable amount of foreign exchange is earned from export of MIL products. Most of the important raw materials are imported in foreign currency. Therefore, the business has foreign currency risk to some extent. But during the last few years Bangladesh currency has been maintaining a stable parity with important currencies. Besides, any decline in rates of export to a great extent is offset by import since we are mostly dealing with the same currency. As such the management does not see any significant exchange fluctuation risk.

Market Risk:

The export is volatile till today. Since the export market of the company covers a good number of countries within Europe, some of the countries are still in recession; hence the market situation may create potential risk for the company. But since our products are considered to be an essential item as a support product to other products needing bulk transportation, the risk is minimized to a great extent. Though the labour cost is in increasing trend and Bangladesh, being still a low labour cost market, we hope to continue to be in advantageous position.

Interest Rate Risk:

Interest rate of the banks and Financial Institutions are still quite high in Bangladesh. The company management has been trying to use low cost funding as far as possible although the company is dependent on Bank Finance to a great extent. In keeping with that aim, the Company has switched its banking transactions from Habib Bank Ltd to Shahjalal Islam Bank Ltd at a lower interest rates than previous one. The rate of interest is now in decreasing trend and management expects that the risk will be decreasing more in the coming months.

Technological Risk:

Technology is changing the world at a pace faster than ever before. As such, competition is increasing and becoming less predictable as established market dominance is shifting as never before. New competitors can enter into the market with high tech machinery and equipment. To keep in pace with the global technological changes Miracle Industries Ltd is always concerned and aware and accordingly takes steps for continuous up gradation of its technologies, processes and equipment.

Compliance Risk:

Compliance risk is the threat posed to a company's earnings or capital as a result of violation or non-conformance with laws, regulations, or prescribed practices. Companies that fail to comply with the necessary standards may be subjected to fines, payment of damages, and voided contracts. Compliance risk is now coming up very sharply in the manufacturing sector. This is more acute in the export sector as well as on the listed companies. In the export market, the buyers are more concerned about the compliances of various codes of ethics and conducts covering a wide range of activities and actions. As a good corporate entity Miracle has been complying with all rules and regulations. However, many new compliance requirements are coming up and the management is to remain always vigilant to remain compliant all the time.

APPOINTMENT OF AUDITOR

M/s. Ahmad & Akhtar, Chartered Accountants, was appointed as Statutory Auditor for the year 2015-2016 of the Company in its 21st Annual General Meeting and their remuneration was fixed at Tk. 90,000/- (Taka ninety thousand) only. As per Section 210 of Companies Act 1994, M/s. Ahmad & Akhtar, Chartered Accountants was supposed to retire after completing the audit of the accounts for the year ended on June 30, 2016 of the Company. As being eligible for re-appointment, M/s. Ahmad & Akhtar, Chartered Accountants offered themselves for re-appointment as Statutory Auditor of the Company for the year 2016-2017. Accordingly, the matter is placed in the 22nd Annual General Meeting for consideration of the honourable Shareholders for reappointment of M/s. Ahmad & Akhtar, Chartered Accountants as Statutory Auditor and to fix-up their remuneration.

RECOMMENDATION OF DIVIDEND

The profitability of the company remained more or less in the same trend. Although the real profitability of the year together with the cash flow does not support cash dividend payment this year, in the meeting of the Board of Directors held on 25 October 2016, the Board recommended a stock dividend of 8% based on the financials of the company.

PROFIT APPROPRIATION

(a)	Un-appropriated Profit from previous year	71,309,054	
(b)	Add: Net Profit after tax for the year	33,391,951	
(c)	Total fund available for appropriation		104,701,005
(d)	Less : Stock Dividend for 2014-2015 @7%		17,750,680
	Net unappropriated profit		86,950,325

HEALTH, SAFETY & ENVIORNMENT

Health, Safety and Environment (HSE) provides services and leadership in the areas of medical surveillance and environmental monitoring, the treatment of occupational illness and injuries, fire safety, biological safety, chemical safety, laboratory safety, facility and equipment safety, employee safety training programs and the payment and adjudication of workers' compensation claims. Our goal is to provide responsive service and critical support to ensure that our employees / workers are in safe and healthy environment in which to work comfortably and produce quality products. To achieve this goal, we are committed to working cooperatively on the priorities and actions identified in the MIL Health, Safety and Environment (HSE) *Strategic Plan – SAVE You, SAVE Me, SAVE Miracle Industries Limited (MIL)*. By regularly reviewing our achievements against the HSE Strategy goals, we will continually improve our safety performance.

We acknowledge there are many stakeholders who make significant contributions to improving HSE within our operations and we invite them to contribute to the Strategy– these contributions will be taken into account in its future development.

MIL has HSE Strategy and Management Standards with the following expectations for all people of MIL:

- Compliance with *MIL SAFE guards and Environmental Stewardship* initiatives;
- Never letting the effects of drugs or alcohol put ourselves or others at risk;
- Implementing the *MIL Authority to Stop Work* process when unsafe behaviours or conditions are identified;
- Accepting personal accountability, rewarding desirable behaviour and discouraging undesirable behaviours – Safety Means Awareness, Responsibility and Teamwork (SMART);
- Respecting our clients' measures to reduce risk and compliance.

LOOKING AHEAD

The export oriented unit of the Company (Unit-1) was set up in 1996. Thereafter, second unit of the Company (Unit-2) was set up in the year 2001 to meet local demand of WPP bags. At present the company is getting huge orders and lots of inquiries from Brazil, Europe, North America and other countries for the jumbo bags which are required to be produced in 8-shuttle or 10-shuttle looms. Considering the present diversity of the products in International Market and potentiality to open new horizon of export market, management of Miracle Industries Limited felt it necessary to expand the production facilities of the company through importing up-to-date and new generation machinery.

In such situation of upward international market as well as local market demand, it has been important to import some machinery like 10-Shuttle Looms, high capacity Tape Plant, FIBC Testing Rig Machine etc. For importation of such machinery a Term Loan of USD 844,000.00 (Eight Lac Forty Four Thousand) only is under process for sanctioning from our Banker M/s. Shahjalal Islami Bank Ltd to fulfil present requirement.

Besides, last year we have added 10-Shuttle Looms, Auto Fabric Cutting M/C, Needle Looms, different types of Sewing M/C, Stacker, Metal Detector, Unwinding Device for LSL6M, Auto Belt Cutting M/C, Tensile Strength Tester and Upgraded some existing Looms for ensuring quality production for our export market.

The management has put up its best efforts to explore the global market and expected response has already been received from foreign buyers. Meanwhile more orders of FIBC/WPP bags have been received from the existing market and some new markets have opened up. It is expected that export may boost up further in the coming days.

MANAGEMENT APPRECIATION

I, on behalf of the Board of Directors, would like to offer our heartfelt thanks to all the valued shareholders whose unswerving trust in management has always been an inspiration to the Board of Directors. The Board of Directors humbly expressed their gratitude and acknowledge with a deep appreciation for the cooperation and unflinching support it has received from various business partners, customers, agencies, Shahjalal Islami Bank Ltd, Habib Bank Ltd, Janata Bank Ltd., Stock Exchanges, Board of Investment, Bangladesh Securities & Exchange Commission, CDBL, BCIC and its Enterprises, service providers, suppliers, creditors, financial institutions, Insurance Companies, other Govt. and related agencies.

I would also like to recall with appreciation to all workers, staff and officers of the Company for their dedicated services and commitment for the overall development of the Company.

CONCLUSIONS

I, once again congratulate you all for your kind attendance in this Annual General Meeting for making it a success. May I pray to the Almighty Allah for continued progress and prosperity of the Company and happiness for you all.

Allah Hafez.

On behalf of the Board of Directors

Sd/-

(Mohammad Iqbal)

Chairman, BCIC &

Chairman, Miracle Industries Ltd. Company Board

Dated, Dhaka

05 November 2016

Annexure-1

AUDIT COMMITTEE REPORT TO THE SHAREHOLDERS
FOR THE YEAR 2015-2016

The Audit Committee consists of the following members:

Professor Dr. Taslima Monsoor, Independent Director	- Chairman
Mrs. Latifa Binte Lutfar, PhD, Director	- Member
Mr. Md. Wahiduzzaman Chowdhury, Director	- Member

The scope of Audit Committee was defined as under:

(a) Review and recommend to the Board to approve the financial statements prepared for statutory purpose;

(b) Report to the Board of Directors on internal audit findings from time to time considering the significance of the issues;

(c) Carry on a supervision role to safeguard the systems of governance and independence of statutory auditors; and

(d) Review and consider the internal report and statutory auditors' observations on internal control.

Activities carried out during the year 2015-2016

The Committee has overseen and reviewed the integrity of the financial reporting process of the Company namely quarterly, half yearly and annual financial statements and recommended to the Board for consideration. The Committee also reviewed, approved and monitored the procedure and task of the internal audit, financial report preparation and the external audit reports. The Committee found adequate arrangement to present a true and fair view of the activities and the financial status of the company for the year 2015-2016 and did not find any material deviation, discrepancies or any adverse finding/observation in the areas of reporting.

Sd/-
(Professor Dr. Taslima Monsoor)
Chairman
Audit Committee

Dated, Dhaka
18 October 2016

Annexure-2

DECLARATION OF MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER
FOR THE YEAR 2015-2016

To
The Board of Directors
Miracle Industries Limited

Dear Sirs,

In compliance with the condition no 6 imposed by the Bangladesh Securities and Exchange Commission notification No SEC/CMRCD/2006-158/134/Admn/44 dated 7 August 2012 issued under Section 2CC of the Securities and Exchange Ordinance 1969 we do hereby certify to the Board that –

1) We have reviewed the Financial Statements for the year ended on 30 June 2016 of Miracle Industries Limited and 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; and

   b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.

2) There are, to the best of knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Yours sincerely,

Sd/-
Chief Financial Officer (CC)

Sd/-
Managing Director

Dated, Dhaka
18 October 2016

Arun & Anjan
CHARTERED ACCOUNTANTS

Head Office
Shah Ali Tower (13th floor), 33 Kawran Bazar, Dhaka-1215
Cell: +88 015-34001109, 018-19936291, 017-64484444
E-mail: arun.anjan2013@gmail.com, Web: www.arunanjan.com.bd

CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE GUIDELINES

FOR THE YEAR ENDED ON 30 JUNE 2016

TO THE SHAREHOLDERS OF MIRACLE INDUSTRIES LIMITED

We have examined the compliances of Corporate Governance Guidelines as required under clause 7(i) of the Bangladesh Securities & Exchange Commission (BSEC) notification SEC/ CMRRCD/ 2006-158/ 134/ADMIN/44 dated 7 August 2012 and SEC/CMRRCD/2006-158/ 147/Admin/48 dated 21 July 2013 by Miracle Industries Limited for the year ended on 30 June 2016.

The compliance of conditions in the aforesaid notification and reporting the status of compliance is the responsibility of the Management of the Company. Our responsibility is to certify whether the company is in compliance with the said conditions of corporate governance based on our examination. For the purpose of issuing this certificate our examination was limited to the procedures as adopted by the Management of the Company for ensuring compliance to the conditions of Corporate Governance Guidelines and implementation status thereof.

To the best of our information and according to the explanations given to us, we certify that, Miracle Industries Limited has complied with conditions of corporate governance guidelines as stipulated in the above mentioned notification issued by Bangladesh Securities & Exchange Commission (BSEC) under section 2CC of the Securities & Exchange Ordinance 1969 for the year ended on 30 June 2016.

Arun & Anjan Dhaka Chartered Accountants

Anjan Kumer Roy, FCA
Partner,
ARUN & ANJAN
Chartered Accountants

Dated, Dhaka
31 October 2016

Arun & Anjan
CHARTERED ACCOUNTANTS

Statement of Status of Compliance of Corporate Governance Guidelines

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification no. SEC/CMRRCD/ 2006-158/ 134/Admin/44 dated 7th August 2012; issued under section 2CC of the Securities & Exchange Ordinance 1969.

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
1	**Board of Directors (BoD)**			
1.1	Board's Size (number of board members-Minimum5 and maximum 20).	√		
1.2	**Independent Directors:**			
1.2 (i)	At least one fifth (1/5) of the total number of Directors shall be Independent directors.	√		
1.2 (ii)	**Independent Director means a director**			
1.2 (ii) (a)	Who either does not hold any share in the company or holds less than one percent (1%) share of the total paid-up shares of the company.	√		
1.2 (ii) (b)	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 the family relationship. His/her family members also should not hold above mentioned shares in the company.	√		
1.2 (ii) (c)	Who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies.	√		
1.2 (ii) (d)	Who is not a member, director or officer of any stock exchange.	√		
1.2 (ii) (e)	Who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market.	√		
1.2 (ii) (f)	Who is not a partner or executive or was not a partner or an executive during the preceding 3 (three) years of the company's statutory audit firm.	√		
1.2 (ii) (g)	Who shall not be an independent director in more than 3 (three) listed companies.	√		
1.2 (ii) (h)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a Bank or Non-bank Financial Institution (NBFI).	√		
1.2 (ii) (i)	Who has not been convicted for a criminal offence involving moralturpitude.	√		

Arun & Anjan Dhaka Chartered Accountants

Arun & Anjan
CHARTERED ACCOUNTANTS

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
1.2 (iii)	Independent Director(s) shall be appointed by the Board of Directors and approved by the shareholders in the Annual General Meeting (AGM).	√		
1.2 (iv)	The post of Independent Director(s) can not remain vacant for more than 90 (ninety) days.	√		
1.2 (v)	The Board shall lay down a Code of Conduct for all Board members and annual compliance of the Code to be recorded.	√		
1.2 (vi)	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 (i)	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 (ii)	Independent Director should be a Business Leader/Corporate Leader/ Bure aucrat/ University Teacher with Economics or Business Studies or Law background / Professionals Chartered Accountants, Cost & Managements Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences.	√		
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of Commission.			Not applicable
1.4	The Chairman of the Board and Chief Executive Officer (CEO) shall be different individuals. The Chairman shall be ele cted from among the directors. The board of directors shall clearly define their respective roles and responsibilities of the Chairman and the CEO.	√		
1.5	**The Director's Report to the shareholders:**			
1.5 (i)	Industry outlook and possible future developments in the industry.	√		
1.5 (ii)	Segment-wise or product-wise performance.	√		

Arun & Anjan Dhaka Chartered Accountants

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Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
1.5 (iii)	Risk 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 extraordinary gain or loss.			Not applicable
1.5 (vi)	Basis for Related party transaction- a statement of all related party transactions should be disclosed in the annual report.	√		
1.5 (vii)	Utilization of proceeds from public issue, right issue and/or through any other instruments.			Not applicable
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 (RO), Direct Listing etc.			Not applicable
1.5 (ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements, the management shall explain about the variance.			Not applicable
1.5 (x)	Remuneration of Directors including Independent Directors.	√		
1.5 (xi)	The financial statements present fairly its state of affairs, the results of its operation, cash flows and changes in equity.	√		
1.5 (xii)	Proper books of account have been maintained.	√		
1.5 (xiii)	Adaption of appropriate accounting policies & estimates.	√		
1.5 (xiv)	IAS/BAS/IFRS/BFRS, as applicable in Bangladesh, have been followed and adequate disclosure for any departure.	√		
1.5 (xv)	The system of Internal Control is sound in design and has been effectively implemented and monitored.	√		
1.5 (xvi)	Going Concern (Ability to continue as going concern).	√		
1.5 (xvii)	Highlights and explain significant deviations from the last years operating results.	√		
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	√		

Arun & Anjan Chartered Accountants Dhaka

Arun & Anjan CHARTERED ACCOUNTANTS

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
1.5 (xix)	Reason for non declaration of Dividend.			Not Applicable
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	√		
1.5 (xxi)	**Pattern of shareholding and name wise details (disclosing aggregate number of shares):**			
1.5 (xxi)(a)	Parent/Subsidiary/Associate companies and other related parties.			Not Applicable
1.5 (xxi)(b)	Directors, Chief Executive Officer (CEO), Chief Financial Officer (CFO), Company Secretary, Head of Internal Audit and their spouses and minor children (name wise details).	√		
1.5 (xxi)(c)	Top five executives other than mentioned above.	√		
1.5 (xxi)(d)	Shareholders holding of 10% or more voting interest in the company (name wise details).	√		
1.5 (xxii)	**Incase of th e appointment/re-appointment of a director, disclose:**			
1.5 (xxii)(a)	A brief resume of the director.	√		
1.5 (xxii)(b)	Nature of his/her specific functional areas.	√		
1.5 (xxii)(c)	Name of companies in which the person also holds the directorship and membership of committees of the Board.	√		
2	**Chief Financial Officer (CFO), Head of Internal Audit & Company Secretary:**			
2.1	Appointment of Chief Financial Officer (CFO),Head of Internal Audit & Company Secretary and defining their respective roles, responsibilities and duties.	√		
2.2	The Chief Financial Officer & Company Secretary shall attend the meetings of the Board of Directors	√		
3	**Audit Committee:**			
3(i)	The company shall have an Audit Committe e as a subcommittee of the Board of Directors.	√		

Arun & Anjan Chartered Accountants Dhaka

Arun & Anjan
CHARTERED ACCOUNTANTS

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
3(ii)	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 go od monitoring system within the business.	√		
3(iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	√		
3.1	**Constitution of the Audit Committee:**			
3.1(i)	The Audit Committee shall be composed of at least 3 (three) members.	√		
3.1(ii)	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 Dire ctor.	√		
3.1(iii)	All members of Audit Committee should be "Financially Literate" and at least 1 (one) member shall have accounting or related financial management experience.	√		
3.1(iv)	Expiration of the term of service of audit Committee members making the number lower than 3 (three) and fill up the vacancy(ies) by the Board not later than 1 (one) month from the date of vacancy(ies).	√		
3.1(v)	The Company Secretary shall act as the Secretary of the Audit Committee.	√		
3.1(vi)	The quorum of Audit Committee meeting shall not constitute without at least 1 (one) Independent Director.	√		
3.2	**Chairman of the Audit Committee:**			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee, who shall be an Independent Director.	√		
3.2(ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM).	√		
3.3	**Role of Audit Committee:**			
3.3 (i)	Oversee the financial reporting process	√		
3.3(ii)	Monitor choice of accounting policies and principles	√		
3.3(iii)	Monitor Internal Control Risk Management Process	√		
3.3(iv)	Monitor hiring and performance of external auditors	√		

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CHARTERED ACCOUNTANTS

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
3.3(v)	Review along with the manage ment, the annual financial statements before submission to the Board for approval.	√		
3.3(vi)	Review along with the management, the quarterly and half-yearly financial statements before submission to the Board for approval.	√		
3.3(vii)	Review the ade quacy of internal audit function.	√		
3.3(viii)	Review statement of significant related party transactions submitted by the management.	√		
3.3(ix)	Review Management letter/letters of internal control weakness issued by the statutory auditors.	√		
3.3(x)	When money is raised through Initial Public offering (IPO)/Repeat Public Offering (RPO)/Right Issue, the Company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital etc) on a quarterly basis, as a part of their quarterly declaration of financial results.			Not applicable
3.4	**Reporting of The Audit Committee to The Board of Directors:**			
3.4.1(i)	The Audit Committee shall re port on its activities to the Board of Directors.	√		
3.4.1(ii)	The Audit Committee shall immediately report to the Board of Directors on findings, if any:	√		
3.4.1(ii) (a)	Report on conflict of interests			No such event found
3.4.1(ii) (b)	Suspected or presumed fraud or irregularity or material defect in the internal control system.			No such event found
3.4.1(ii)(c)	Suspected infringement of laws including securities related laws, rules and regulations.			No such event found
3.4 .1(ii) (d)	Any other matters which shall be disclosed to the Board of Directors immediately.			No such event found
3.4.2	Reporting of anything having material financial impact to the Commission.	√		
3.5	Reporting to the Shareholders and General inve stors.	√		
4	**External/Statutory Auditors:**			
4(i)	Non-engagement in appraisal or valuation services or fairness options.	√		

Arun & Anjan Chartered Accountants Dhaka

Arun & Anjan
CHARTERED ACCOUNTANTS

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
4(ii)	Non-engagement in designing and implementation of Financial Information System.	√		
4(iii)	Non-engagement in Book-keeping or other services related to the accounting records or financial statements.	√		
4(iv)	Non-engagement in Broker/Dealer services.			Not Applicable
4(v)	Non-engagement in Actuarial Services.	√		
4(vi)	Non-engagement in Internal Audit services.	√		
4(vii)	Non-engagements in any other services that the Audit Committee determines.	√		
4(viii)	No partner or employees of the external audit firms shall posses any share of the company during the tenure of their assignment.	√		
4(ix)	Audit/Certification services on compliance of corporate governance as required under clause (i) of condition no.-7.	√		
5	**Subsidiary Company:**			
5(i)	Provision relating to the Composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.			Not Applicable
5(ii)	At least 1 (one) Independent Director on the Board of the holding company shall be a Director on the Board of Director of the subsidiary company.			Not Applicable
5(iii)	The minutes of the Board meeting of the Subsidiary Company shall be placed for review at the following Board meeting of the Holding Company.			Not Applicable
5(iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.			Not Applicable
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the Investments made by the subsidiary company.			Not Applicable

Arun & Anjan
CHARTERED ACCOUNTANTS

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks
		Complied	Non Complied	
6	**Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO):**			
	The CEO and CFO shall certify to the Board that:			
6(i)	They have reviewed financial statements for the year and that to the best of their knowledge and belief.	√		
6(i)(a)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.	√		
6(i)(b)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	√		
6(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 violation of the company's code of conduct.	√		
7	**Reporting and Compliance of Corporate Governance:**			
7(i)	The company shall obtain a Certificate from a practicing Professional Accountant/Secretary (Chartered Accountant/Cost and Management Accountant/ Chartered Secretary) regarding compliance of on Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	√		
7(ii)	The directors of the company shall state, in the Directors' Report whether the company has complied with these conditions.	√		

আহমদ এন্ড আখতার
AHMAD & AKHTAR
Chartered Accountants

Russell Bedford
A Correspondent Member Firm of
Russell Bedford International, UK
www.russellbedford.com

AUDITOR'S REPORT TO THE SHAREHOLDERS OF MIRACLE INDUSTRIES LIMITED

We have audited the accompanying financial statements of Miracle Industries Limited (the company), which comprise the statement of financial position as at 30 June 2016 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information thereon.

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 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.

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 (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 our 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, we consider 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 give a true and fair view of the financial position of Miracle Industries Limited as at June 30, 2016 and its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs) and other applicable laws and regulations.

Other Matter

The financial statements of Miracle Industries Limited for the year ended 30 June 2015, were audited by another auditor who expressed unqualified opinion on those statements on October 27, 2015.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 and Bangladesh Securities and Exchange Rules 1987, 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 statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows dealt with by the report are in agreement with the books of account; and

(d) the expenditure incurred was for the purpose of the company's business.

Date: 25 October, 2016
Place: Dhaka

Ahmad & Akhtar ★ Dhaka ★ Chartered Accountants

AHMAD & AKHTAR
Chartered Accountants

আহমদ এন্ড আখতার
AHMAD & AKHTAR
Chartered Accountants

Miracle Industries Limited
Statement of Financial Position
As at 30 June, 2016

(Amount in Taka)

Particulars	Note	Unit-1 30 June 2016	Unit-2 30 June 2016	Total 30 June 2016	Total 30 June 2015
I. Sources of Funds					
A. Equity		**920,591,496**	**319,323,644**	**1,239,915,140**	**1,226,208,767**
Share Capital	2	271,331,850	-	271,331,850	253,581,170
Capital Reserve		4,200,166	-	4,200,166	4,200,166
Revaluation Surplus	3	653,882,547	223,550,251	877,432,799	897,118,377
Retained Earnings	4	(8,823,067)	95,773,393	86,950,325	71,309,054
B. Non-Current Liabilities		**42,687,262**	**27,046,415**	**69,733,677**	**63,855,433**
Long Term Loan from Bank (Secured)	5	24,174,626	-	24,174,626	17,421,746
Deferred Tax Liabilities (Restated)	17.2	18,512,636	27,046,415	45,559,051	46,433,687
Total (A+B)		**963,278,758**	**346,370,059**	**1,309,648,817**	**1,290,064,200**
II. Application of Funds					
A. Non-Current Assets		**873,576,529**	**355,870,917**	**1,229,447,446**	**1,217,421,574**
Property, Plant and Equipment	6	873,576,529	355,870,917	1,229,447,446	1,216,649,740
Investment in Shares	7	-	-	-	771,834
B. Current Assets		**363,930,459**	**462,409,935**	**826,340,394**	**738,283,184**
Inventories	8	161,919,167	138,156,501	300,075,668	269,272,828
Advance Income Tax	9	14,624,494	212,562,223	227,186,717	211,717,926
Advances, Deposits and Pre-payments	10	20,060,401	33,444,915	53,505,316	40,222,280
Accounts Receivable	11	130,440,412	76,318,041	206,758,453	176,888,480
Current Account with Unit-2		36,119,647	-	36,119,647	30,677,434
Cash & Bank Balances	12	766,338	1,928,256	2,694,593	9,504,235
C. Current Liabilities		**274,228,230**	**471,910,793**	**746,139,023**	**665,640,558**
Accounts Payable	13	4,318,953	17,629,464	21,948,417	33,612,278
Liabilities for Expenses	14	17,599,835	18,949,592	36,549,427	34,246,676
Liabilities for Other Finance	15	972,199	835,185	1,807,384	11,385,265
Payable to Workers' Profit Participation Fund	16	1,203,108	764,195	1,967,303	4,176,382
Current Tax Liabilities	17.1	20,606,171	36,918,076	57,524,246	50,695,502
Unclaimed Dividend	18	-	2,439,356	2,439,356	2,439,356
Current Account with Unit-1		-	36,119,647	36,119,647	30,677,434
Current Portion of Long Term Loan from Bank (Restated)	5	22,335,928	-	22,335,928	11,803,602
Short Term Loan from Bank	19	139,382,726	41,417,308	180,800,034	113,065,058
Short Term Loan from Others	20	67,809,310	316,837,971	384,647,281	373,539,005
D. Working Capital (B-C)		89,702,229	(9,500,858)	80,201,371	72,642,626
Total (A+D)		**963,278,758**	**346,370,059**	**1,309,648,817**	**1,290,064,200**
Net Asset Value (NAV) Per Share (Restated : 30 June 2015)				**45.70**	**45.19**

The annexed notes form an integral part of these financial statements. These financial statements were authorized for issue by the Board of Directors on 25 October 2016 and signed on its behalf by:

Chief Financial Officer (CC) | **Company Secretary (CC)** | **Director** | **Managing Director**

Signed in terms of our separate report on even date.

Dated: 25 October, 2016
Place: Dhaka

Ahmad & Akhtar Dhaka Chartered Accountants

AHMAD & AKHTAR
Chartered Accountants

আহমদ এন্ড আখতার
AHMAD & AKHTAR
Chartered Accountants

Miracle Industries Limited
Statement of Profit or Loss and other Comprehensive Income
For the year ended 30 June, 2016

(Amount in Taka)

Particulars	Note	Unit-1 FY-2015-2016	Unit-2 FY-2015-2016	Total FY-2015-2016	Total FY-2014-2015
A. Turnover	21	510,530,240	344,260,628	854,790,868	663,903,412
B. Cost of Goods Sold	22	422,204,304	286,370,231	708,574,535	548,743,694
C. Gross Profit (A-B)		**88,325,936**	**57,890,397**	**146,216,333**	**115,159,718**
D. Administrative & General Expenses	23	14,869,448	16,478,130	31,347,578	25,910,249
E. Selling & Distribution Expenses	24	15,209,036	7,083,511	22,292,547	19,773,013
F. Operating Expenses (D+E)		**30,078,484**	**23,561,640**	**53,640,125**	**45,683,262**
G. Operating Profit (C-F)		**58,247,452**	**34,328,757**	**92,576,209**	**69,476,456**
H. Less: Financial Expenses	25	32,982,178	18,280,667	51,262,845	42,575,132
I. Profit before WPPF (G-H)		**25,265,274**	**16,048,090**	**41,313,364**	**26,901,324**
J. Less: Provision for WPPF (5% of PBT after charging such expenses)		1,203,108	764,195	1,967,303	1,281,015
K. Profit before Tax (I-J)		**24,062,165**	**15,283,895**	**39,346,061**	**25,620,308**
L. Less: Provision for Income Tax		**3,447,213**	**2,506,896**	**5,954,109**	**(17,013,635)**
Current Tax Expense	17.1	3,007,771	3,820,974	6,828,744	3,833,216
Deferred Tax (Income)/Expense	17.2	439,443	(1,314,078)	(874,635)	(20,846,851)
M. Net Profit after Tax (K-L)		**20,614,952**	**12,777,000**	**33,391,951**	**42,633,943**
Earnings Per Share (EPS) (Restated : 2014-15)				**1.23**	**1.57**

The annexed notes form an integral part of these financial statements. These financial statements were authorised for issue by the Board of Directors on 25 October 2016 and signed on its behalf by:

Chief Financial Officer (CC)	Company Secretary (CC)	Director	Managing Director

Signed in terms of our separate report on even date.

AHMAD & AKHTAR
Chartered Accountants

Dated: 25 October, 2016
Place: Dhaka

Ahmad & Akhtar ★ Dhaka ★ Chartered Accountants

আহমদ এন্ড আখতার
AHMAD & AKHTAR
Chartered Accountants

Miracle Industries Limited
Statement of Changes in Equity
For the year ended 30 June, 2016

(Amount in Taka)

Particulars	Share Capital	Tax Holiday Reserve	Capital Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as of 01 July 2015	253,581,170	-	4,200,166	897,118,377	71,309,054	1,226,208,767
Issuance of Share Capital (Stock Dividend)	17,750,680	-	-	-	(17,750,680)	-
Adjustment of Revaluation Surplus	-	-	-	(19,685,578)		(19,685,578)
Net Profit for the year after tax	-	-	-	-	33,391,951	33,391,951
Balance as of 30 June 2016	**271,331,850**	-	**4,200,166**	**877,432,799**	**86,950,325**	**1,239,915,140**

Miracle Industries Limited
Statement of Changes in Equity
For the year ended 30 June, 2015

(Amount in Taka)

Particulars	Share Capital	Tax Holiday Reserve	Capital Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as of 01 July 2014	241,505,880	76,574,964	4,353,756	-	31,455,975	353,890,575
Deferred Tax Liabilities	-	-	-	-	(67,280,538)	(67,280,538)
Provision for WPPF	-	-	(153,590)	-	-	(153,590)
Adjusted Balance as of 01 July 2014	241,505,880	76,574,964	4,200,166	-	(35,824,563)	286,456,447
Issuance of Share Capital (Stock Dividend)	12,075,290	-	-	-	(12,075,290)	-
Revaluation Surplus during the year				897,118,377	-	897,118,377
Transferred from Tax Holiday Reserve		(76,574,964)			76,574,964	
Net profit for the year after tax	-	-	-		42,633,943	42,633,943
Balance as of 30 June 2015	**253,581,170**	-	**4,200,166**	**897,118,377**	**71,309,054**	**1,226,208,767**

These financial statements were authorised for issue by the Board of Directors on 25 October 2016 and signed on its behalf by:

Chief Financial Officer (CC) | **Company Secretary (CC)** | **Director** | **Managing Director**

Signed in terms of our separate report on even date.

Ahmad & Akhtar ★ Dhaka ★ Chartered Accountants

Dated: 25 October, 2016
Place: Dhaka

AHMAD & AKHTAR
Chartered Accountants

আহমদ এন্ড আখতার
AHMAD & AKHTAR
Chartered Accountants

Miracle Industries Limited
Statement of Cash Flows
For the year ended 30 June, 2016

(Amount in Taka)

Particulars	FY 2015-2016	FY 2014-2015
A. Cash Flows From Operating Activities	**7,237,157**	**107,669,648**
Collection from Sales	824,920,896	609,411,020
Payment for Cost of Sales & Expenses	(798,038,566)	(493,876,337)
Payment of Income Tax	(15,468,791)	(7,865,035)
Payment to WPPF	(4,176,382)	-
B. Cash Flows From Investing Activities	**(58,304,309)**	**(26,200,383)**
Acquisition of Property, Plant & Equipment	(52,979,235)	(26,200,383)
Advance for Civil Construction	(5,325,074)	-
C. Cash Flows From Financing Activities	**44,257,511**	**(76,051,900)**
Short Term Loan from Bank	67,734,976	(40,698,441)
Short Term Loan from Others	11,108,276	15,987,011
Financial Expenses (Restated)	(51,870,947)	(41,091,132)
Long Term Loan from Bank (Secured)	6,752,880	(22,052,940)
Current Portion of Long Term Loan from Bank	10,532,326	11,803,602
D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	**(6,809,642)**	**5,417,365**
E. Cash & Cash Equivalents at the beginning of the Year	9,504,235	4,086,870
F. Cash & Cash Equivalents at the end of the Year (D+E)	**2,694,593**	**9,504,235**
Break-up of Cash and Cash Equivalents		
Cash in Hand	1,747,079	9,421,178
Cash at Bank	947,514	83,057
	2,694,593	9,504,235
Net Operating Cash Flow Per Share (Restated : 2014-2015)	**0.27**	**3.97**

These financial statements were authorised for issue by the Board of Directors on 25 October 2016 and signed on its behalf by:

Chief Financial Officer (CC)	Company Secretary (CC)	Director	Managing Director

Signed in terms of our separate report on even date.

Dated: 25 October, 2016
Place: Dhaka

Ahmad & Akhtar ★ Dhaka ★ Chartered Accountants

AHMAD & AKHTAR
Chartered Accountants

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Miracle Industries Limited
Notes, comprising significant accounting policies and other explanatory information
For the year ended 30 June, 2016

1.00 Significant accounting policies and explanatory information

1.01 Status of the company

Miracle Industries Limited (hereinafter referred to as Miracle/the company) was incorporated on December 30, 1993 in Bangladesh as a public limited company under the Companies Act, 1913 as joint venture with BCIC (Bangladesh Chemical Industries Corporation) and commenced commercial operation of its Unit-1 on January 01, 1997. The company went for public issue of shares in January 2000 and its shares were listed with stock exchanges in Bangladesh and started trading of its share from April 12, 2000. To fill up the local demand company established a plant named Unit-2 in the year 2001.

1.02 Nature of Business

The company is mainly engaged in manufacturing and selling of different types of WPP and FIBC bags in domestic market and abroad.

1.03 Basis of Accounting

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

1.04 Statement of Compliance

The financial statements have been prepared in compliance with the requirements of Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS), the Companies Act, 1994, Bangladesh Securities and Exchange Ordinance 1969, Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations.

The titles and format of these financial statements follow the requirements of BFRS which are to some extent different from the requirements of the Companies Act, 1994. However, such differences are not material and in the view of management BFRS titles and format give better presentation to the shareholders.

1.05 Property, Plant and Equipment

Property, Plant and Equipment have been stated at revalued amount less accumulated depreciation.

Depreciation has been charged on all types of property, plant and equipment following diminishing balance method and at the rate varying from 5% to 20% depending on the nature and estimated useful lives of the assets. No depreciation has been charged on land and land development. Depreciation on addition of property, plant and equipment has been charged from the date when the asset became available for use as per paragraph 55 of BAS 16.

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Revaluation of Property, Plant and Equipment

Company's property, plant and equipment were revalued in the year 2014-2015 and as a result carrying amount was increased by Taka 897,118,377 which was recognized in equity under the heading "revaluation surplus".

The revaluation surplus has been transferred to retained earnings through adjustment with depreciation by the difference amount between depreciation based on the revalued carrying amount of the assets and the depreciation based on the assets' original cost. Though this accounting treatment was dissenting with the requirement of BAS 16 but it has been presented considering fair presentation of company's financial performance of the reporting period. Revaluation of assets significantly increased the carrying amount of assets without causing any impact in enhancing company's productivity. If depreciation was charged on revalued carrying amount without adjustment with revaluation surplus, stakeholders might get misleading information about company's operating result comparing with previous year.

1.06 Inventories

Inventories were valued at the lower of cost and net realizable value as per BAS 2. Value of raw materials and stores & spare parts was assigned by using weighted average formula and the finished goods were valued comprising all cost of materials, cost of conversion and other costs incurred to bring the goods in finished form.

1.07 Taxation

The company is a publicly traded company. The effective rate of taxation was 25% while there was a 50% exemption on the income of its export oriented Unit-1.

1.08 Revenue

Revenue was recognized when goods were delivered from store and in accordance with paragraph 14 of BAS 18.

1.09 Statement of Cash Flows

Statement of Cash Flows has been prepared as per BAS 7 and cash flows from operating activities have been presented following direct method as prescribed by the Securities and Exchange Rules 1987. The computation of Net Operating Cash Flow per share is given below:

	Amount in Taka	
	FY 2015-2016	**FY 2014-2015**
Cash flows from operating activities as per statement of cash flows	7,237,157	107,669,648
Number of ordinary shares as on 30 June, 2016	27,133,185	27,133,185
Net operating cash flow per share (Restated : 2014-15)	**0.27**	**3.97**

1.10 Earnings Per Share (EPS)

The company calculated EPS in accordance with BAS 33. Earnings attributable to ordinary shareholders was divided by the number of ordinary shares outstanding at the end of the year for calculating EPS. The computation of EPS is given below:

Earnings attributable to the ordinary shares during the year	33,391,951	42,633,943
Number of ordinary shares as on 30 June, 2016	27,133,185	27,133,185
Earnings per share (Restated : 2014-15)	**1.23**	**1.57**

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AHMAD & AKHTAR
Chartered Accountants

	Amount in Taka	
	30 June 2016	30 June 2015
1.11 Net Asset Value (NAV) Per Share		
Computation of NAV is given below:		
Net asset as on 30 June, 2016	1,239,915,140	1,226,208,767
Number of ordinary shares as on 30 June, 2016	27,133,185	27,133,185
Net Asset Value per share (Restated : 2014-15)	**45.70**	**45.19**

1.12 Restatement of Financial Statements

Previous year's financial statements have been restated to bring its presentation in compliance with the requirements of BAS 1 "Presentation of Financial Statements".

Following items of previous year's financial statements have been restated:

In last year's audited FS	Restated as
i. Long term loan from bank was shown as single line item in the statement of financial position.	i. Current portion of long term loan from bank has been segregated and presented separately in the statement of financial position under current liabilities as per paragraph 69 of IAS 1.
ii. Provision for income tax was shown as single line item in the statement of financial position.	ii. Deferred tax liabilities have been segregated and presented separately in the statement of financial position under non-current liabilities as per paragraph 56 of IAS 1.
iii. Financial expenses were shown under cash flows from operating activities.	iii. Financial expenses have been shown under cash flows from financing activities as per IAS 7 because these are cost of obtaining financial resources.

1.13 Board of Directors

During the reporting period there were 13 Directors in the Board. The composition of the Board of Directors was as under:

Group "A" (BCIC and its Enterprises)	3
Group "B" (Private Sponsors)	6
Group "C" (General public including foreign participants & institutional investors)	1
Independent Directors	3
	13

1.14 Officers, Staff and Workers

In the payroll there were 43 officers, 29 staff and 460 workers at the end of the year.

During the repoting period aggregate amount paid/provided in respect of "Directors & Officers" of the comapany as defined in the Bangladesh Securities and Exchange Rules 1987 is disclosed below:

	Amount in Taka	
	FY 2015-2016	FY 2014-2015
Salary & Allowances (Including bonus)	17,099,832	13,022,374
Board meeting attendance fees	365,000	290,000
Honorarium of Directors	480,000	480,000
Total	**17,944,832**	**13,792,374**

i. The rate at which Directors have drawn Board meeting attendance fee was Tk. 5,000 per person.

ii. No amount of money was spent by the company for compensation to any member of the Board for special services rendered.

iii. There was no Bank Guarantee issued by the company on behalf of its Directors.

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1.15 Foreign Currency Conversion

Foreign currency has been converted into Bangladesh Taka at the exchange rate prevailing on the transaction date.

1.16 Reporting Period

Company's reporting period is July to June consistently. These financial statements cover 1 year beginning from 1 July 2015 to 30 June 2016.

1.17 Contingant Liabilities

There may arise some liabilites when the pending tax assessments will be resolved by courts.

1.18 Events after the Reporting Period

The Board of Directors in its 140th meeting held on 25 October 2016 recommended 8% stock dividend for the shareholders whose name will be appeared in the shareholders' register at the record date which is subject to approval at the forthcoming Annual General Meeting. The proposed dividend has not been recognized at the financial position date in accordance with BAS 10 "Events after the Reporting Period".

1.19 General

i. Figures have been rounded off to the nearest Taka.

ii. Previous year's figures have been rearranged wherever considered necessary to conform with current year's presentation.

iii. There was no claim against the company not acknowledged as debt on the financial position date.

iv. There was no credit facilities available to the company under any contract not availed as of financial position date other than those mentioned in these financial statements.

v. There were no expenses incurred in foreign currency on account of royalty, technical knowhow, professional and advisory fee, interest, brokerage and commission etc, during reporting period other than those mentioned in these financial statements.

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(Amount in Taka)

	30 June 2016	30 June 2015
2.00 Share Capital		
(a) Authorized Share Capital		
50,000,000 Shares of Tk. 10.00 each	**500,000,000**	**500,000,000**
Issued, Subscribed & Paid up Capital		
17,000,000 Ordinary shares of Tk. 10.00 each fully paid up	170,000,000	170,000,000
Bonus Shares		
10,133,185 Ordinary shares of Tk. 10 each issued as bonus shares	101,331,850	83,581,170
	271,331,850	**253,581,170**

(b) Percentage of Shareholding

Category of Share	Percentage	30 June 2016	30 June 2015
Group "A" (BCIC and its Enterprises)	20%	5,426,624	5,071,623
Group "B" (Private Sponsors)	30%	8,139,935	7,607,435
Group "C" (General Public Including Foreign Participants & Institutional Investors)	50%	13,566,626	12,679,059
	100%	**27,133,185**	**25,358,117**

(c) Classification of Shareholders by Holding

The distribution schedule showing the number of shareholders and their holdings in percentage has been disclosed below as per requirement of the Regulation 37 (3) of Dhaka Stock Exchange Ltd., and Chittagong Stock Exchange Ltd.

Range of Holdings in Number of Shares	No. of Shareholders	No. of Shares	Holding in % as on 30 June 2016	Holding in % as on 30 June 2015
1 to 500 shares	3,468	400,429	1.48%	1.29%
501 to 5,000 shares	1,643	2,808,171	10.35%	13.03%
5,001 to 10,000 shares	216	1,631,456	6.01%	7.21%
10,001 to 20,000 shares	108	1,531,650	5.64%	6.97%
20,001 to 30,000 shares	49	1,203,976	4.44%	3.47%
30,001 to 40,000 shares	21	723,932	2.67%	3.58%
40,001 to 50,000 shares	12	544,340	2.01%	2.17%
50,001 to 100,000 shares	14	966,179	3.56%	3.20%
100,001 to 500,000 shares	11	2,889,444	10.65%	4.58%
Over 500,000 shares	11	14,433,608	53.20%	54.50%
	5,553	**27,133,185**	**100.00%**	**100.00%**

(Amount in Taka)

	Unit-1 30 June 2016	Unit-2 30 June 2016	Total 30 June 2016	Total 30 June 2015
3.00 Revaluation Surplus				
Opening Balance	666,438,345	230,680,032	897,118,377	-
Add: During the year	-	-	-	897,118,377
Less: Adjustment during the year	12,555,798	7,129,781	19,685,578	-
Closing Balance	**653,882,547**	**223,550,251**	**877,432,799**	**897,118,377**
4.00 Retained Earnings				
Opening Balance	(11,687,339)	82,996,393	71,309,054	31,455,975
Deferred tax liability	-	-	-	(67,280,538)
Adjusted Opening Balance	(11,687,339)	82,996,393	71,309,054	(35,824,563)
Issue of Shares (Stock Dividend)	(17,750,680)	-	(17,750,680)	(12,075,290)
Transferred from Tax Holiday Reserve	-	-	-	76,574,964
Net Profit for the year after tax	20,614,952	12,777,000	33,391,951	42,633,944
Closing Balance	**(8,823,067)**	**95,773,393**	**86,950,325**	**71,309,054**

Ahmad & Akhtar Dhaka Chartered Accountants

(Amount in Taka)

	Unit-1	Unit-2	Total	Total
	30 June 2016	30 June 2016	30 June 2016	30 June 2015
5.00 Long Term Loan from Bank (Secured)				
Term Loan A/c No.2624070001343 (Note-5.01)	3,742,180	-	3,742,180	17,421,746
Term Loan A/c No.2624070002441 (Note-5.02)	20,432,446	-	20,432,446	-
	24,174,626	**-**	**24,174,626**	**17,421,746**
5.01 Loan A/c No.2624070001343 with Habib Bank Ltd., Gulshan Branch				
Opening Balance	29,225,348	-	29,225,348	39,474,686
Add: Received during the year	-	-	-	-
Less: Repayment during the year	11,806,918	-	11,806,918	10,249,338
Closing Balance	17,418,430	-	17,418,430	29,225,348
Less: Current Portion of Long Term Loan	13,676,250	-	13,676,250	11,803,602
	3,742,180		**3,742,180**	**17,421,746**
5.02 Loan A/c No.2624070002441 with Habib Bank Ltd., Gulshan Branch				
Opening Balance	-	-	-	-
Add: Received during the year	29,092,124	-	29,092,124	-
Less: Repayment during the year	-	-	-	-
Closing Balance	**29,092,124**	**-**	**29,092,124**	**-**
Less: Current Portion of Long Term Loan	8,659,678	-	8,659,678	-
	20,432,446	**-**	**20,432,446**	**-**
6.00 Property, Plant & Equipment				
Cost				
Opening Balance	970,482,614	531,692,599	1,502,175,214	578,856,454
Add: Acquisition during the year	52,761,256	217,979	52,979,235	26,200,383
Add: Revaluation surplus	-	-	-	897,118,377
Less: Disposal during the year	-	-	-	-
	1,023,243,870	**531,910,578**	**1,555,154,449**	**1,502,175,214**
Depreciation				
Opening Balance	124,901,681	160,623,793	285,525,474	264,261,389
Add: Depreciation charged for the year	24,765,660	15,415,868	40,181,529	21,264,085
Less: Adjustment during the year	-	-	-	-
	149,667,341	**176,039,661**	**325,707,003**	**285,525,474**
Closing Balance (Carrying Amount)	**873,576,529**	**355,870,917**	**1,229,447,446**	**1,216,649,740**

Revaluation was carried out by AHMAD &AKHTAR, Chartered Accountants, a correspondent member firm of Russel Bedford International, UK.

The details of fixed assets and allocation of depreciation have been shown in Annexure-A & B of the financial statements.

7.00 Investment in Shares				
Opening Balance	-	771,834	771,834	771,834
Written off during the year	-	771,834	771,834	-
Closing Balance	-	-	-	**771,834**
8.00 Inventories				
Raw Materials	114,181,548	108,692,824	222,874,372	179,070,094
Printing & Bailing Materials	4,156,428	4,248,892	8,405,320	4,390,478
Stores & Spares	8,508,642	4,515,489	13,024,131	16,658,584
Fuel & Lubricant	1,355,892	800,698	2,156,590	2,510,100
Work-in-Process	18,756,974	9,885,462	28,642,436	37,395,030
Finished Goods	14,959,683	10,013,136	24,972,819	29,248,542
	161,919,167	**138,156,501**	**300,075,668**	**269,272,828**

Ahmad & Akhtar Dhaka Chartered Accountants

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AHMAD & AKHTAR
Chartered Accountants

(Amount in Taka)

		Unit-1	Unit-2	Total	Total
		30 June 2016	30 June 2016	30 June 2016	30 June 2015
9.00	**Advance Income Tax**				
	Opening Balance	11,551,549	200,166,377	211,717,926	203,852,891
	Add: Paid during the year	3,072,945	12,395,846	15,468,791	7,865,035
		14,624,494	212,562,223	227,186,717	211,717,926
	Less: Adjustment during the year	-	-	-	-
	Closing Balance	**14,624,494**	**212,562,223**	**227,186,717**	**211,717,926**
10.00	**Advances, Deposits and Pre-payments**				
(a)	**Advances**				
	Advance to Suppliers of Goods and Services	845,166	20,363,080	21,208,246	4,185,689
	Advance for Civil Construction	5,325,074	-	5,325,074	-
	Advance to Office Staff for Expenses	27,909	762,291	790,200	706,067
	Sub Total (a)	**6,198,149**	**21,125,371**	**27,323,520**	**4,891,756**
(b)	**Deposits**				
	Security Deposit with REB, Titas & PDB	1,048,500	4,666,106	5,714,606	5,353,770
	BG Margin (CUFL, JFCL, KAFCO, SFP, UFFL)	-	1,399,626	1,399,626	958,759
	L/C Margin-Raw Material & Spare	2,268,301	-	2,268,301	10,038,407
	Deposit for CDBL	-	310,314	310,314	310,314
	VAT Refund Claim A/C	-	691,101	691,101	691,101
	Sub Total (b)	**3,316,801**	**7,067,147**	**10,383,948**	**17,352,351**
(c)	**Pre-Payments**				
	Prepaid Insurance (Fire)	1,306,098	376,740	1,682,838	737,100
	Prepaid Insurance (Marine)	-	352,689	352,689	-
	Prepaid Expense - L/C	9,239,353	1,707,540	10,946,893	17,085,308
	Prepaid VAT	-	-	-	77,583
	VAT Current A/C (Deposit)	-	2,815,428	2,815,428	78,183
	Sub Total (c)	**10,545,451**	**5,252,397**	**15,797,848**	**17,978,174**
	Total (a+b+c)	**20,060,401**	**33,444,915**	**53,505,316**	**40,222,280**
11.00	**Accounts Receivable**				
	Accounts Receivable for Goods (Note-11.1)	130,051,081	47,012,052	177,063,133	149,966,378
	Sundry Receivable (Note-11.2)	389,331	29,305,989	29,695,320	26,922,102
		130,440,412	**76,318,041**	**206,758,453**	**176,888,480**
11.1	**Accounts Receivable for Goods**				
	Codefine S.A.	25,340,373	-	25,340,373	29,712,929
	Global Materials Handling Products Inc.	2,883,513	-	2,883,513	11,534,052
	Bulk Bags	-	-	-	16,379,386
	Pionier Kranc I Wspolnicy	25,265,086	-	25,265,086	24,621,955
	Conitex Sonoco	12,586,495	-	12,586,495	6,515,400
	Smart lift Bulk Packaging Ltd.	22,680,895	-	22,680,895	15,562,429
	Mini Bulk Inc.	15,647,433	-	15,647,433	3,173,040
	Master pack Group, A Winza Products Company	23,543,694	-	23,543,694	24,179,157
	Sackline (HK) Company Ltd.	2,103,592	-	2,103,592	-
	Cement Company	-	256,385	256,385	7,041,385
	Chemical Company	-	35,954	35,954	502,854
	Others	-	236,872	236,872	7,312,057
	Fertilizer Company	-	605,890	605,890	100
	Feed & Poultry Company	-	66,425	66,425	485,202
	Rice Company	-	810,526	810,526	-
	R/M Trading	-	-	-	2,472,173
	Tea Company	-	23,400,000	23,400,000	-
	Textile Company	-	21,600,000	21,600,000	474,261
		130,051,081	**47,012,052**	**177,063,133**	**149,966,378**

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(Amount in Taka)

		Unit-1	Unit-2	Total	Total
		30 June 2016	30 June 2016	30 June 2016	30 June 2015
11.2	**Sundry Receivable**				
	Duty Draw Back Refund Claim	-	29,305,989	29,305,989	26,473,836
	VAT Refund Claim	389,331	-	389,331	389,331
	Shamsur Rahman	-	-	-	18,725
	Habib Bank Ltd. (SD)	-	-	-	28,739
	Codefinc (FedEx)	-	-	-	11,471
		389,331	**29,305,989**	**29,695,320**	**26,922,102**
12.00	**Cash & Bank Balances**				
A.	Cash in Hand	-	1,747,079	1,747,079	9,421,178
B.	Cash at Bank				
	Janata Bank Ltd. CD A/C NO.33007655	23	-	23	-
	Janata Bank Ltd. STD A/C No.36000319	6,734	-	6,734	6,734
	Dutch Bangla Bank Ltd. CD A/c No.11010682	3,427	-	3,427	-
	Habib Bank Ltd. SND A/C No.1322	756,154	-	756,154	-
	Janata Bank Ltd. CD A/C No.9783	-	6,720	6,720	-
	Janata Bank Ltd. STD A/C No.36000302	-	150,526	150,526	66,899
	Habib Bank Ltd. CD A/C No.1822	-	17,156	17,156	-
	Agrani Bank CD A/C No.2577	-	1,775	1,775	4,425
	DMCBL CD A/C No.219	-	5,000	5,000	5,000
		766,338	181,177	947,514	83,057
	Total (A+B)	**766,338**	**1,928,256**	**2,694,593**	**9,504,235**
13.00	**Accounts Payable**				
	Aster Polymer Colour Industry Ltd.	692,350	-	692,350	1,855,000
	Baba Shahjalal Eng. Works	-	8,812	8,812	8,812
	BM Enterprise	402,378	-	402,378	267,775
	Confidence Autos	-	6,270	6,270	6,270
	Emon Fire Fighting Equipments	-	11,400	11,400	17,800
	Filco Engineering	50,000	-	50,000	50,000
	Habib Enterprise	1,110,000	-	1,110,000	927,500
	Helal Enterprise	103,000	681,550	784,550	113,000
	H.S. Enterprise	106,366	-	106,366	160,641
	Ideal Fiber Ind. Ltd.	-	220,000	220,000	220,000
	Khan Brothers Bag Industries Ltd.	-	14,185,930	14,185,930	14,185,930
	Moon Enterprise	-	37,500	37,500	37,500
	N. Corporation	-	411,885	411,885	411,885
	Nahar Commercial Agency	127,050	421,707	548,757	608,757
	Naksha Impressions Ltd.	-	2,310	2,310	23,800
	Safco General Trading (BD) Ltd.	-	63,000	63,000	113,000
	S.S. Trade Link	1,253,501	776,100	2,029,601	2,372,100
	Super Thai Plastic	132,168	-	132,168	132,168
	Supreme Industries	67,725	-	67,725	67,725
	Popular Flexo Graphics	14,415	-	14,415	14,415
	Ko Ko Packaging	-	140,000	140,000	-
	M.N. Traders	-	663,000	663,000	-
	Shamlon Industries Ltd.	260,000	-	260,000	-
	Chadni Enterprise	-	-	-	150,000
	Change Poly & Packing	-	-	-	272,000
	Techno Economy Ltd.	-	-	-	11,596,200
		4,318,953	**17,629,464**	**21,948,417**	**33,612,278**

Ahmad & Akhtar Dhaka Chartered Accountants

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(Amount in Taka)

		Unit-1	Unit-2	Total	Total
		30 June 2016	30 June 2016	30 June 2016	30 June 2015
14.00	**Liabilities for Expenses**				
	Apolloline Shipping Service	152,005	-	152,005	198,436
	Aramex	221,196	-	221,196	799,286
	Consultant's Fees Payable	-	8,535,210	8,535,210	6,555,210
	DHL	26,695	-	26,695	71,695
	Directors' Remuneration Payable	-	40,000	40,000	480,000
	Electric Bill Payable	114,159	-	114,159	9,031
	Gas Bill Payable	-	3,213,896	3,213,896	1,011,427
	Hussain Farhad & Co.	-	345,000	345,000	345,000
	Interest on Loan Payable	6,761,051	989,887	7,750,938	8,359,040
	Khorshed Refrigeration Service	-	2,500	2,500	2,500
	Mayer Doa Enterprise	199,500	97,000	296,500	364,500
	Mayer Doa Flower Mills	-	52,500	52,500	52,500
	Mercantile Insurance Co.	-	217,350	217,350	217,350
	N. Corporation (Civil Construction)	4,237,403	-	4,237,403	4,237,403
	Office Rent Payable	1,203,930	1,203,930	2,407,860	1,203,930
	Radiant Freight Services	40,596	-	40,596	44,301
	Shamsur Rahman (C&F-Benapole)	33,576	114,294	147,870	166,751
	Source VAT Payable	898,659	-	898,659	1,100,256
	TNT Express	1,050,617	-	1,050,617	45,260
	Wages, Salary & Allowance Payable	1,657,845	3,643,073	5,300,918	4,886,056
	Abdur Razzaq & Associates	120,000	-	120,000	120,000
	Arif Motors & Automobiles	-	67,300	67,300	8,670
	F & M Automobiles	10,800	111,350	122,150	10,800
	Icon Infotech Ltd	-	16,500	16,500	33,000
	Kawser Enterprise	29,966	29,966	59,932	29,966
	New Age	-	32,185	32,185	47,520
	R & S Distribution Co.	-	1,770	1,770	12,265
	Audit and Consultancy fee	90,000	-	90,000	-
	Creditors for Expenses (Miscellaneous)	751,836	235,882	987,718	2,940,582
	Credit Rating Information & Services Ltd.	-	-	-	92,000
	Fortune Advertisement	-	-	-	16,876
	Maruf Builders	-	-	-	194,500
	Podder & Associates	-	-	-	4,961
	Shafiq Basak & Co., Chartered Accountants	-	-	-	86,250
	VAT Payable	-	-	-	226,043
	Subarna Trade Associates	-	-	-	273,311
		17,599,835	**18,949,592**	**36,549,427**	**34,246,676**
15.00	**Liabilities for Other Finance**				
	Refund Warrant	20,000	-	20,000	20,000
	Fractional Share Sales	-	226,009	226,009	143,122
	Income Tax Deducted at Source	952,199	175,960	1,128,159	1,196,447
	Source VAT payable	-	91,906	91,906	1,056,145
	Capital Gain Tax Payable	-	341,310	341,310	341,310
	Khana Kaba	-	-	-	6,492,376
	Unpaid Salary & Wages	-	-	-	699,841
	Advance Against Fixed Asset Sales	-	-	-	1,321,300
	Others	-	-	-	114,724
		972,199	**835,185**	**1,807,384**	**11,385,265**

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(Amount in Taka)

		Unit-1	Unit-2	Total	Total
		30 June 2016	30 June 2016	30 June 2016	30 June 2015
16.00	**Payable to Workers' Profit Participation Fund**				
	Opening Balance	2,446,853	1,729,529	4,176,382	2,741,777
	Add: Prior year adjustment of WPPF	-	-	-	153,590
	Add: Contribution for the year	1,203,108	764,195	1,967,303	1,281,015
		3,649,961	2,493,724	6,143,685	4,176,382
	Less: Paid during the year	2,446,853	1,729,529	4,176,382	-
	Closing Balance	**1,203,108**	**764,195**	**1,967,303**	**4,176,382**
17.00	**Income Tax Liabilities**				
	Current Tax Liabilities (Note-17.01)	20,606,171	36,918,076	57,524,246	50,695,502
	Deferred Tax Liabilities (Note-17.02)	18,512,636	27,046,415	45,559,051	46,433,687
		39,118,807	**63,964,491**	**103,083,298**	**97,129,189**
17.01	**Current Tax Liabilities**				
	Opening Balance	17,598,400	33,097,102	50,695,502	46,862,286
	Add: Provision made for the year	3,007,771	3,820,974	6,828,744	3,833,216
		20,606,171	36,918,076	57,524,246	50,695,502
	Less: Paid during the year	-	-	-	-
	Closing Balance	**20,606,171**	**36,918,076**	**57,524,246**	**50,695,502**
17.02	**Deferred Tax Liabilities**				
	Carrying amount of fixed assets	219,693,981	132,320,667	352,014,648	319,531,363
	Tax base value of fixed assets	70,389,783	23,370,811	93,760,595	61,503,831
	Taxable temporary difference	**149,304,198**	**108,949,856**	**258,254,054**	**258,027,532**
	Provision for WPP Fund	1,203,108	764,195	1,967,303	-
	Deductible temporary difference	1,203,108	764,195	1,967,303	-
	Taxable/(Deductible) temporary difference	**148,101,090**	**108,185,661**	**256,286,751**	**258,027,532**
	Tax rate	12.5%	25%		-
	Deferred tax liability as at 30 June 2016	**18,512,636**	**27,046,415**	**45,559,051**	**46,433,687**
	Deferred tax liability up to previous year	18,073,193	28,360,493	46,433,687	67,280,538
	Deferred tax (income)/expenses for the year	439,443	(1,314,078)	(874,635)	(20,846,851)
18.00	**Unclaimed Dividend**				
	Opening Balance	-	2,439,356	2,439,356	2,439,356
	Add: Transferred from dividend payable	-	-	-	-
		-	**2,439,356**	**2,439,356**	**2,439,356**
	Less: Paid during the year	-	-	-	-
	Closing Balance	**-**	**2,439,356**	**2,439,356**	**2,439,356**

This represents dividend warrant issued but yet to be collected by the recipients.

19.00	**Short Term Loan from Bank**				
	Habib Bank Ltd. (Export Bills Discounted)	5,461,091	-	5,461,091	-
	Habib Bank Ltd. (LTR Liability)	133,921,635	-	133,921,635	64,143,263
	Janata Bank Ltd. CD A/C No.7655	-	-	-	162,802
	Janata Bank Ltd. CD A/C No.9783	-	-	-	4,285,796
	Habib Bank Ltd. CD A/C No.1146 (Overdraft)	-	41,417,308	41,417,308	42,941,340
	Habib Bank Ltd. CD A/C No.1822	-	-	-	16,504
	Habib Bank Ltd. SND A/C No.1322	-	-	-	967,450
	Dhaka Mercantile Co-operative Bank Ltd.	-	-	-	547,902
		139,382,726	**41,417,308**	**180,800,034**	**113,065,058**

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(Amount in Taka)

	Unit-1	Unit-2	Total	Total
	30 June 2016	30 June 2016	30 June 2016	30 June 2015
20.00 Short Term Loan from Others				
Rafiqul Murshed, Managing Director	-	27,980,789	27,980,789	23,511,340
Wahiduzzaman Chowdhury, Director	4,300,000	14,437,789	18,737,789	17,337,789
Asadur Rahman Mirza	7,555,000	5,250,000	12,805,000	12,805,000
N. Corporation	46,011,949	6,798,966	52,810,915	51,110,915
Jahangir Alam (Nantu)	-	16,735,911	16,735,911	15,167,911
Hashmat Rabbani, Director	-	10,000,000	10,000,000	10,000,000
Dr. Latifa Binte Lutfar, Director	-	1,024,800	1,024,800	1,024,800
Mirza Arif	-	12,500,000	12,500,000	12,500,000
Nurul Islam Khan, Director	-	10,000,000	10,000,000	10,000,000
Tahmina Zaman	-	6,000,000	6,000,000	6,000,000
Business Trade Syndicate Ltd.	9,850,010	91,988,173	101,838,183	95,838,183
Pavarton Securities Ltd. (PSL)	-	30,381,738	30,381,738	26,533,836
Techno Economy Ltd.	92,351	83,739,805	83,832,156	91,709,231
	67,809,310	**316,837,971**	**384,647,281**	**373,539,005**

Above loans were taken from related parties and borrowing costs of these loans are shown in Note No.25.

(Amount in Taka)

	Unit-1	Unit-2	Total	Total
	FY 2015-2016	FY 2015-2016	FY 2015-2016	FY 2014-2015
21.00 Turnover				
Local Sales	-	344,260,628	344,260,628	177,271,300
Export Sales	510,530,240	-	510,530,240	486,632,112
	510,530,240	**344,260,628**	**854,790,868**	**663,903,412**
22.00 Cost of Goods Sold				
Raw Material Consumed (Note-22.1)	325,075,072	237,527,751	562,602,823	461,639,393
Printing & Bailing Material Cons.(Note-22.2)	10,067,946	6,468,710	16,536,655	16,010,167
Total Consumption	**335,143,017**	**243,996,461**	**579,139,478**	**477,649,560**
Salary & Wages (Note- 22.3)	50,892,876	10,275,591	61,168,467	68,446,457
Manufacturing Overhead (Note-22.4)	33,045,557	22,192,715	55,238,273	45,319,646
Cost of Production	**419,081,450**	**276,464,768**	**695,546,218**	**591,415,663**
Add: Work-in-Process (Opening)	24,681,030	12,714,000	37,395,030	8,282,662
Less: Work-in-Process (Closing)	18,756,974	9,885,462	28,642,436	37,395,030
Cost of Goods Manufactured	**425,005,506**	**279,293,306**	**704,298,812**	**562,303,295**
Finished Goods (Opening)	12,158,481	17,090,061	29,248,542	18,012,603
Finished Goods Available for Sales	**437,163,987**	**296,383,367**	**733,547,354**	**580,315,898**
Less: Finished Goods (Closing)	14,959,683	10,013,136	24,972,819	29,248,542
Cost of Goods sold	**422,204,304**	**286,370,231**	**708,574,535**	**551,067,355**
Sample Expenses	-	-	-	2,323,661
Total Cost of Goods Sold	**422,204,304**	**286,370,231**	**708,574,535**	**548,743,694**
22.1 Raw Material Consumed				
Opening stock	75,383,918	103,686,176	179,070,094	313,892,060
Add: Purchase during the year	363,872,702	245,366,552	609,239,254	335,195,527
	439,256,620	**349,052,728**	**788,309,348**	**649,087,587**
Less: Closing Stock	114,181,548	108,692,824	222,874,372	179,070,094
	325,075,072	240,359,904	565,434,976	470,017,493
Less: Duty Draw Back Refund Claim	-	2,832,153	2,832,153	8,378,100
	325,075,072	**237,527,751**	**562,602,823**	**461,639,393**

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(Amount in Taka)

		Unit-1	Unit-2	Total	Total
		FY 2015-2016	FY 2015-2016	FY 2015-2016	FY 2014-2015
22.2	**Printing & Bailing Material Consumed**				
	Opening stock	1,949,838	2,440,640	4,390,478	6,889,425
	Add: Purchase during the year	12,274,536	8,276,962	20,551,497	13,511,220
		14,224,374	10,717,602	24,941,975	20,400,645
	Less: Closing Stock	4,156,428	4,248,892	8,405,320	4,390,478
		10,067,946	**6,468,710**	**16,536,655**	**16,010,167**
22.3	**Salary & Wages**				
	Salary & Allowances	6,174,325	2,228,227	8,402,552	7,287,177
	Wages	40,752,954	7,149,440	47,902,394	58,447,304
	Bonus	3,965,597	897,924	4,863,521	2,711,976
		50,892,876	**10,275,591**	**61,168,467**	**68,446,457**
22.4	**Manufacturing Overhead**				
	Carriage Inward	608,550	3,000	611,550	302,007
	Cleaning & Washing Expenses	143,987	-	143,987	103,035
	Depreciation (Adjusted with Revaluation Surplus)	11,610,424	8,113,681	19,724,105	20,393,392
	Electricity Bill	2,261,632	-	2,261,632	358,471
	Entertainment	497,358	-	497,358	224,390
	Fire Insurance Premium	1,124,550	-	1,124,550	459,540
	Fork Lift Fuel Expenses	38,597	-	38,597	18,641
	Fuel, Oil & Lubricant Consumed (Note-22.4.1)	4,219,929	2,960,300	7,180,229	6,596,107
	Gardening Expenses	120	-	120	306
	Gas Bill (Factory)	5,921,802	5,921,802	11,843,604	5,966,252
	Gas Bill (Guest House)	-	119,919	119,919	93,362
	Guest House Expense	411,911	-	411,911	258,850
	House Rent (For factory staff)	19,000	-	19,000	40,500
	Iftar Expenses	57,285	-	57,285	132,605
	Loading/Unloading Inward	681,681	3,340	685,021	198,719
	Medical Expenses	59,885	-	59,885	69,202
	Newspaper & Magazine	3,790	-	3,790	4,700
	Rates & Taxes	168,000	-	168,000	9,732
	Repair & Maintenance (Plant & Machinery)	379,689	41,325	421,014	1,597,342
	Repair & Maintenance (Factory)	333,950	30,405	364,355	487,617
	Stationerics	116,870	-	116,870	76,203
	Stores & Spares Consumed (Note-22.4.2)	3,848,386	4,817,953	8,666,339	7,324,313
	Telephone & Fax	103,885	44,100	147,985	68,940
	Tiffin Expense	39,897	-	39,897	59,721
	Travelling & Conveyance	82,263	290	82,553	84,668
	Uniform & Liveries	1,800	-	1,800	106,375
	Eid Festival Expenses	76,862	200	77,062	54,910
	Store Handling Charges	218,115	-	218,115	229,746
	Cash Carrying Expense	7,500	-	7,500	-
	Fire Extinguishing Expenses	-	11,400	11,400	-
	Generator Overhauling Expenses	-	125,000	125,000	-
	Pest Control Treatment (Insect) Services Charge	7,840	-	7,840	-
		33,045,557	**22,192,715**	**55,238,273**	**45,319,646**
22.4.1	**Fuel, Oil & Lubricant Consumed**				
	Opening stock	1,498,512	1,011,588	2,510,100	3,646,660
	Add: Purchase during the year	4,077,309	2,749,410	6,826,719	5,459,547
		5,575,821	3,760,998	9,336,819	9,106,207
	Less: Closing Stock	1,355,892	800,698	2,156,590	2,510,100
		4,219,929	**2,960,300**	**7,180,229**	**6,596,107**

Ahmad & Akhtar Dhaka Chartered Accountants

(Amount in Taka)

	Unit-1	Unit-2	Total	Total
	FY 2015-2016	FY 2015-2016	FY 2015-2016	FY 2014-2015
22.4.2 Stores & Spares Consumed				
Opening stock	9,351,696	7,306,888	16,658,584	8,455,602
Add: Purchase during the year	3,005,332	2,026,554	5,031,886	15,527,295
	12,357,028	**9,333,442**	**21,690,470**	**23,982,897**
Less: Closing Stock	8,508,642	4,515,489	13,024,131	16,658,584
	3,848,386	**4,817,953**	**8,666,339**	**7,324,313**
23.00 Administrative & General Expenses				
Advertisement	-	236,931	236,931	115,955
AGM Expenses	419,671	622,714	1,042,385	887,686
Audit & Consultancy Fees	45,000	45,000	90,000	86,250
Board Meeting Expenses	80,651	80,651	161,302	181,228
Board Meeting Fees	182,500	182,500	365,000	290,000
Business Promotion Expenses	406,917	406,917	813,833	1,745,894
Car Maintenance	521,005	521,005	1,042,009	1,344,167
Catering Expenses	107,446	107,446	214,891	270,134
CDBL Expenses	47,701	47,701	95,402	109,338
Computer Operating & Maintenance	30,750	91,160	121,910	228,451
Consultant's Fees	990,000	990,000	1,980,000	1,980,000
Depreciation (Adjusted with Revaluation Surplus)	599,439	172,405	771,844	870,694
Directors' Remuneration	240,000	240,000	480,000	480,000
Donation & Contribution	993,486	-	993,486	500,634
Eid Festival Expenses	891,792	287,000	1,178,792	922,407
Electricity Bill	324,504	-	324,504	268,447
Entertainment Expenses	424,370	585,242	1,009,612	1,262,117
Form & Fees	29,400	72,100	101,500	24,450
Incentive & Festival Expenses	-	152,648	152,648	54,770
Legal & Professional Fees	538,734	538,734	1,077,467	1,046,238
Listing Fee (DSE & CSE)	185,448	185,447	370,895	190,376
Mail & Post	10,080	6,350	16,430	32,166
Miscellaneous Expenses	1,795	290,126	291,921	222,152
Newspaper & Magazine	-	4,380	4,380	9,416
Office Maintenance	98,347	206,347	304,694	58,054
Office Rent	-	357,547	357,547	321,384
Overtime (Support staff)	-	16,200	16,200	52,200
Phone, Fax & Telex	259,000	57,770	316,770	305,062
Renewal Fess & Charges	176,481	194,365	370,846	171,415
Repair & Maintenance	1,500	17,500	19,000	598,420
Salary & Allowances	6,611,223	6,611,223	13,222,445	10,076,972
Stationery Expenses	30,308	290,276	320,584	225,303
Statutory Stamp	38,129	19,468	57,597	29,575
Travelling & Conveyance (Domestic)	46,415	682,541	728,956	388,677
Travelling & Conveyance (Foreign)	471,774	108,298	580,072	419,388
VAT on Board Meeting	-	54,750	54,750	40,800
Water Bill (Drinking water)	-	92,034	92,034	94,029
Training Expenses	-	-	-	6,000
Association Expenses	-	30,000	30,000	-
Car Rent	-	38,100	38,100	-
Cash Carrying Expense	-	12,174	12,174	-
Computer & Software Maintenance	-	39,000	39,000	-
Cylinder Gas for Kitchen	-	39,940	39,940	-
Generator Fuel Expenses	-	18,770	18,770	-
Ifter Expenses	-	5,900	5,900	-
Investment in Share Written Off	-	771,834	771,834	-
Medical Expenses	-	20,299	20,299	-
Pohela Boishakh Celebration Expenses	-	120,588	120,588	-
Picnic Expenses	-	273,140	273,140	-
Mobile Bill	1,000	180,000	181,000	-
VAT Expenses	44,585	353,611	398,196	-
Verification Charges	20,000	-	20,000	-
	14,869,448	**16,478,130**	**31,347,578**	**25,910,249**

Ahmad & Akhtar Dhaka Chartered Accountants

(Amount in Taka)

	Unit-1	Unit-2	Total	Total
	FY 2015-2016	FY 2015-2016	FY 2015-2016	FY 2014-2015
24.00 Selling & Distribution Expenses				
Advertisement (Marketing)	-	24,000	24,000	10,000
Bonus (Marketing)	-	196,464	196,464	179,318
Carriage Outward	1,105,000	2,114,860	3,219,860	3,120,165
C & F Expenses (Export)	2,124,233	-	2,124,233	1,357,747
Entertainment	95,315	1,636,251	1,731,566	1,792,044
EPB Expenses	26,400	-	26,400	20,400
Haulage Charges	2,060,078	-	2,060,078	1,040,818
Loading & Unloading Expenses (Outward)	180	48,700	48,880	178,450
Marine Insurance (Export)	183,926	-	183,926	120,626
Ocean Freight Charges	2,984,033	-	2,984,033	3,539,821
Salary & Allowance (Marketing)	1,558,040	519,347	2,077,387	1,843,677
Sales Promotion Expenses	396,242	1,147,805	1,544,047	507,666
Sample Expenses	1,142,518	484,580	1,627,098	2,488,145
Tender Document Expenses	-	18,000	18,000	21,000
Travelling & Conveyance	15,710	157,964	173,674	177,985
Mail & Postage	3,479,761	-	3,479,761	3,370,151
UP Expenses	37,600	-	37,600	-
Fine & Compensation	-	735,540	735,540	-
NBR Permission Charge	-	-	-	5,000
	15,209,036	**7,083,511**	**22,292,547**	**19,773,013**
25.00 Financial Expenses				
Interest on CC Loan from HBL (A/c No.1146)	-	5,708,229	5,708,229	5,827,816
Interest on Loan from Pavarton Securities Ltd.	-	3,300,000	3,300,000	3,345,836
Interest on FBP	1,133,003	-	1,133,003	1,198,319
Interest on LTR	20,219,983	-	20,219,983	13,795,786
Interest on Long Term Loan from HBL	4,985,128	-	4,985,128	2,106,894
Loan Processing Charges	-	-	-	1,484,000
Bank Charges	1,655,206	398,832	2,054,038	747,508
Excise Duty	3,000	9,000	12,000	8,350
Interest on Loan from BTSL	1,500,000	4,500,000	6,000,000	6,083,336
Interest on Loan from Jahangir Alam (Nantu)	-	1,568,000	1,568,000	1,589,777
Interest on Loan from Rafiqul Murshed, M.D.	-	1,400,000	1,400,000	1,419,449
Interest on Loan from N. Corporation	3,500,000	-	3,500,000	3,548,613
Interest on Loan from W. Chowdhury, Director	-	1,400,000	1,400,000	1,419,449
Interest on STD A/c No.302	-	(3,394)	(3,394)	-
Interest on SND A/c (HBL)	(14,142)	-	(14,142)	-
	32,982,178	**18,280,667**	**51,262,845**	**42,575,132**

Ahmad & Akhtar ★ Dhaka ★ Chartered Accountants

Miracle Industries Limited
Schedule of Property, Plant & Equipment
As at 30 June 2016 (Revalued Amount)

UNIT-1

Annexure-A

(Amount in Taka)

Sl No.	Particulars	COST				Rate %	DEPRECIATION				Carrying Amount as on 30.06.2016
		Opening as on 01.07.2015	Addition during the year	Disposal during the year	Closing as on 30.06.2016		Opening as on 01.07.2015	Charged for this year	Adjustment	Closing as on 30.06.2016	
1	Land & Land Development	439,513,027	-		439,513,027	0.00%	-	-	-	-	439,513,027
2	Building & Other Construction	247,113,179	4,742,844	-	251,856,023	5.00%	22,062,399	11,297,054	-	33,359,453	218,496,570
3	Machinery & Equipments	240,477,986	46,547,021	-	287,025,007	6.50%	83,868,775	10,750,307	-	94,619,082	192,405,925
4	Generator, Sub-Station & Other Electrical Equipment	32,218,261	765,150	-	32,983,411	10.00%	11,191,401	2,118,861	-	13,310,262	19,673,149
5	Furniture, Fixture & Office Equipment	4,950,940	219,288	-	5,170,228	10.00%	3,616,425	141,627	-	3,758,052	1,412,177
6	Vehicles	2,699,906	180,450	-	2,880,356	20.00%	2,349,445	96,294	-	2,445,739	434,617
7	Computer Hardware & Software	1,604,315	77,300	-	1,681,615	20.00%	1,127,436	103,135	-	1,230,571	451,044
8	Office Renovation	-	229,203	-	229,203	20.00%	-	14,543	-	14,543	214,660
9	CCTV & DVR (Factory)	1,905,000	-	-	1,905,000	20.00%	685,800	243,840	-	929,640	975,360
	Total	**970,482,614**	**52,761,256**	**-**	**1,023,243,870**		**124,901,681**	**24,765,660**	**-**	**149,667,341**	**873,576,529**

Allocation of depreciation:

Manufacturing Cost	24,166,222
Administrative & General Expenses	599,438
	24,765,660

UNIT-2

Annexure-B

(Amount in Taka)

Sl No.	Particulars	COST				Rate %	DEPRECIATION				Carrying Amount as on 30.06.2016
		Opening as on 01.07.2015	Addition during the year	Disposal during the year	Closing as on 30.06.2016		Opening as on 01.07.2015	Charged for this year	Adjustment	Closing as on 30.06.2016	
1	Land & Land Development	115,386,973	-	-	115,386,973	0.00%	-	-	-	-	115,386,973
2	Building & Other Construction	117,049,101	126,532	-	117,175,633	5.00%	25,659,285	4,572,195	-	30,231,480	86,944,153
3	Machinery & Equipments	294,334,979	-	-	294,334,979	6.50%	132,050,453	10,548,494	-	142,598,947	151,736,032
4	Furniture, Fixture & Office Equipment	2,875,117	71,147	-	2,946,264	10.00%	1,710,747	122,774	-	1,833,520	1,112,744
5	Computer Hardware & Software	985,355	20,300	-	1,005,655	20.00%	616,672	77,518	-	694,190	311,465
6	Office Renovation	1,061,074	-	-	1,061,074	20.00%	586,637	94,887	-	681,524	379,550
	Total	**531,692,599**	**217,979**	**-**	**531,910,578**		**160,623,794**	**15,415,868**	**-**	**176,039,661**	**355,870,917**
	Grand Total (Unit-1 & Unit-2)	**1,502,175,213**	**52,979,235**	**-**	**1,555,154,448**		**285,525,475**	**40,181,529**	**-**	**325,707,002**	**1,229,447,446**

Allocation of depreciation:

Manufacturing Cost	15,243,463
Administrative & General Expenses	172,405
	15,415,868

Chartered Accountants ★ Ahmad & Akhtar ★ Dhaka

Miracle Industries Limited
Schedule of Property, Plant & Equipment
As at 30 June 2016 (Original Cost)

UNIT-1

Annexure-A

(Amount in Taka)

Sl No.	Particulars	COST				Rate %	DEPRECIATION				Carrying Amount as on 30.06.2016
		Opening as on 01.07.2015	Addition during the year	Disposal during the year	Closing as on 30.06.2016		Opening as on 01.07.2015	Charged for this year	Adjustment	Closing as on 30.06.2016	
1	Land & Land Development	2,026,522	-	-	2,026,522	0.00%	-	-	-	-	2,026,522
2	Building & Other Construction	66,690,919	4,742,844	-	71,433,763	5.00%	22,062,399	2,275,941	-	24,338,340	47,095,423
3	Machinery & Equipments	202,813,029	46,547,021	-	249,360,050	6.50%	83,868,775	8,302,085	-	92,170,860	157,189,190
4	Generator, Sub-Station & Other Electrical Equipment	21,353,638	765,150	-	22,118,788	10.00%	11,191,401	1,032,399	-	12,223,800	9,894,988
5	Furniture, Fixture & Office Equipment	4,950,940	219,288	-	5,170,228	10.00%	3,616,425	141,627	-	3,758,052	1,412,177
6	Vehicles	2,699,906	180,450	-	2,880,356	20.00%	2,349,445	96,294	-	2,445,739	434,617
7	Computer Hardware & Software	1,604,315	77,300	-	1,681,615	20.00%	1,127,436	103,135	-	1,230,571	451,044
8	Office Renovation	-	229,203	-	229,203	20.00%	-	14,543	-	14,543	214,660
9	CCTV & DVR (Factory)	1,905,000	-	-	1,905,000	20.00%	685,800	243,840	-	929,640	975,360
	Total	**304,044,269**	**52,761,256**	**-**	**356,805,525**		**124,901,681**	**12,209,863**	**-**	**137,111,544**	**219,693,981**

Allocation of depreciation:

Manufacturing Cost	11,610,424
Administrative & General Expenses	599,439
	12,209,863

UNIT-2

Annexure-B

(Amount in Taka)

Sl No.	Particulars	COST				Rate %	DEPRECIATION				Carrying Amount as on 30.06.2016
		Opening as on 01.07.2015	Addition during the year	Disposal during the year	Closing as on 30.06.2016		Opening as on 01.07.2015	Charged for this year	Adjustment	Closing as on 30.06.2016	
1	Land & Land Development	8,277,271	-	-	8,277,271	0.00%	-	-	-	-	8,277,271
2	Building & Other Construction	56,896,405	126,532	-	57,022,937	5.00%	25,659,285	1,564,560	-	27,223,845	29,799,092
3	Machinery & Equipments	230,917,346	-	-	230,917,346	6.50%	132,050,453	6,426,348	-	138,476,801	92,440,545
4	Furniture, Fixture & Office Equipment	2,875,117	71,147	-	2,946,264	10.00%	1,710,747	122,773	-	1,833,520	1,112,744
5	Computer Hardware & Software	985,355	20,300	-	1,005,655	20.00%	616,672	77,518	-	694,190	311,465
6	Office Renovation	1,061,074	-	-	1,061,074	20.00%	586,637	94,887	-	681,524	379,550
	Total	**301,012,568**	**217,979**	**-**	**301,230,547**		**160,623,794**	**8,286,086**	**-**	**168,909,880**	**132,320,667**
	Grand Total (Unit-1 & Unit-2)	**605,056,837**	**52,979,235**	**-**	**658,036,072**		**285,525,475**	**20,495,949**	**-**	**306,021,424**	**352,014,648**

Allocation of depreciation:

Manufacturing Cost	8,113,681
Administrative & General Expenses	172,405
	8,286,086

Ahmad & Akhtar Chartered Accountants Dhaka

AHMAD & AKHTAR Chartered Accountants

MIRACLE INDUSTRIES LIMITED

113/B (3rd floor), Tejgaon I/A, Dhaka-1208, Bangladesh

PROXY FORM

I/We..... of..... being a member of **MIRACLE INDUSTRIES LIMITED** hereby appoint Mr./Mrs./Ms. .... of..... who is also a member of MIRACLE INDUSTRIES LIMITED as my/our proxy to attend and vote for me/us and on my/our behalf at the 22nd ANNUAL GENERAL MEETING of the Company to be held on Saturday 17 December, 2016 at 2.30 pm at Registered office: Gilarchala, Gila Beraid (1 No. C&B Bazar, Master Bari), Sreepur, Gazipur and at any adjournment thereof.

As witness my/our hand this ..... day of ..... December 2016.

.....
(Signature of Proxy)
Folio/BOID No. .....
Dated: .....

REVENUE STAMP (TK. 20.00)

.....
(Signature of the Shareholders)
Register Folio/BOID No.: .....
Dated:.....

.....
(Signature of the Witness)

NOTE: A member entitled to attend and vote at the General meeting may appoint another member of the Company as a proxy to attend and vote in his/her stead. The proxy form duly stamped and signed, must be deposited at the Company's Corporate Office (Share Department) not later than 48 hours before the time fixed for the meeting. In default, forms of proxy will not be treated as valid.

Signature Verified

.....
Authorised Signatory

MIRACLE INDUSTRIES LIMITED

113/B (3rd floor), Tejgaon I/A, Dhaka-1208, Bangladesh

ATTENDANCE SLIP

I hereby record my attendance at the 22nd ANNUAL GENERAL MEETING being held on Saturday, 17 December 2016 at the Registered Office: Gilarchala, Gila Beraid (1 No. C&B Bazar, Master Bari), Sreepur, Gazipur.

Name of Member/Proxy.....

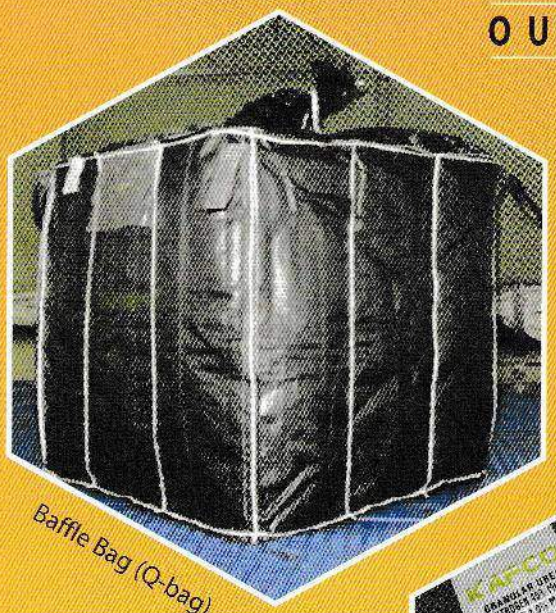
Register Folio/BOID No.....

... ...
Signature

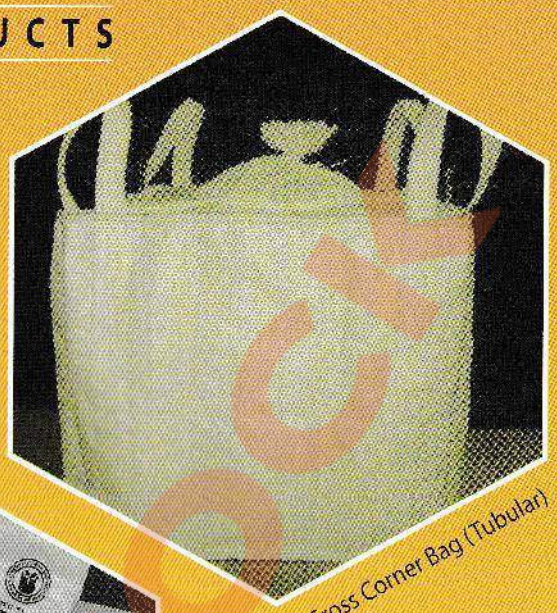
NOTE: Please note that AGM can only be attended by the honourable Shareholders or properly constituted proxy. Therefore, any friend or children accompanying with honourable shareholders or proxy cannot be allowed into the meeting.

Please present this Slip at the reception Desk.

OUR PRODUCTS



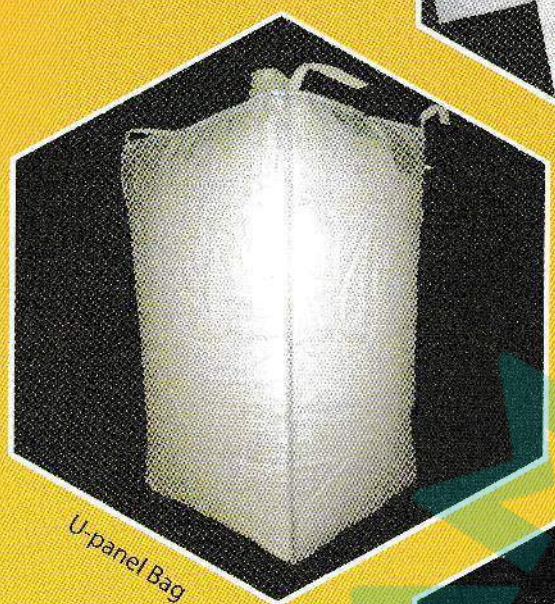
Baffle Bag (Q-bag)



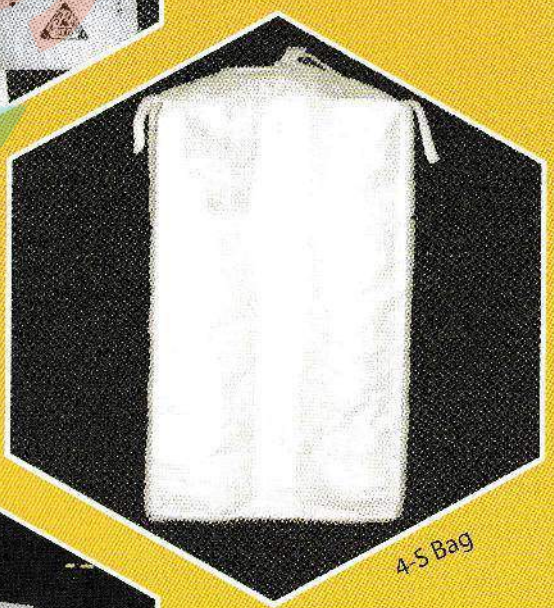
Cross Corner Bag (Tubular)



WPP Bags



U-panel Bag



4-S Bag



Conductive Bag



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