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Brief History

Sinobangla Industries Ltd (SBIL) founded in 1996 as a China-Bangladesh joint-venture company, has grown to become the largest manufacturer and exporter of FIBCs and woven polypropylene (WPP) bags in Bangladesh. It is a stock listed company and its shares are traded in both Dhaka Stock Exchange and Chittagong Stock Exchange. Sinobangla is a member of the Dhaka Chamber of Commerce and Industry. It is also an affiliate member of the European Flexible Intermediate Bulk Container Association (EFIBCA).

The company has a vertically integrated production system starting from polymer extrusion to weaving, coating, printing and sewing. This system provides the needed flexibility to meet varied requirements of the customers. It has a daily production capacity of over 32 tons.

The company has the capability to produce various types of FIBCs including Four loop bags with open/spout/skirt top and closed/spout bottom, single and two loop bags, cross corner loop bag 'Q' bag dust seam bag, industrial clean bags, tunnel bags, etc. and WPP tubular bags with width up to 210 CM., up to fourcolor flexographic printing on both sides, bags with coating inside or outside of the bag, bags with or without gusset, valved bags, sandwiched bags with Kraft paper lining etc.

The factory is located on the Dhaka-Chittagong highway, about 30 kilometers from Dhaka city. It takes four hours by road to reach Chittagong, the main sea port of Bangladesh. The Company has an office in Dhaka and accessible through phone, fax and E-mail.



The aim of the Company has always been, and still remains, to produce quality produts meeting complete customer satisfaction. At every stage of production, stringent quality control measures are adopted to ensure delivery of only quality products. SINOBANGLA's unyielding Quality Control policy has further consoolidated the reputation of the Company both at home and abroad.



Corporate Directory

BOARD OF DIRECTORS	
Mr. Ma Jiang	Chairman
Mr.Abdur Rashid	Director and Managing Director
Mr.Tsui Ki Lam	Director
Mr.Enamul Hoq	Director
Mr.Abdul Ahad	Director
Mr.Abul Hasnat Khan	Director
Mr. Md. Didarul Anwar	Independent Director
Mr. Safar Raj Hossain	Independent Director

AUDIT COMMITTEE	
Mr. Md. Didarul Anwar	Chairman
Mr. Safar Raj Hossain	Member
Mr. Abdul Ahad	Member
Mr. Enamul Hoq	Member
Mr. Abul Hasnat Khan	Member

COMPANY SECRETARY
Mr. Md. Habibur Rahman

OPERATIONAL MANAGEMENT TEAM:	
Mr. Ma Jiang	Chairman and Head of Business development
Mr. Abdur Rashid	Managing Director
Mr. Enamul Hoq	Admin, Legal and Company affairs
Mr. Abdul Ahad	Planning & Production Operation
Mr. Abul Hasnat Khan	Procurement & Construction
Mr. Abdul Mumit	Operation and Business Development
Mr. Yamin Hasnat Khan	Manager-Sales and Operation
Mr. Md. Habibur Rahman	DGM & Company Secretary
Mr. Md. Shariful Mowla, FCMA	Chief Financial Officer
Mr. Saiful Islam Mondol	AGM and Factory In-charge
Mr. M.M. Abul Kalam Azad	AGM-Electrical and Maintenance
Mr. Afzal Bakth	AGM-Production
Mr. Sumon Kumar Paul	Sr. Manager-Finance & Accounts
Mr. Md. Shahjalal	Sr. Manager-Share and administration
Mr. Mizanur Rahman	Sr. Manager-MIS
Mr. Abul Kalam Azad	Manager-HR and Administrative services
Mr. Abdullah Al Mamun	Manager- Internal Control and Compliance
Mr. Mohammad Shohrab Hossain	Sr. Manager-Marketing
Mr. P.K. Laskar	Asst. Manager-Export

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Legal Form

The company was incorporated in Bangladesh on November 13, 1996 as a Private Limited Company under the Companies Act 1994 and started commercial operation on 1st January, 1997. In the year 1999, The Company is listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd

Statutory Auditors

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
Rupayan Karim Tower, Level#7,
Suite#7A, 80 Kakrail,
Dhaka-1000

Tax Advisors

Mr. Subash Dutta, FCMA
(Income Tax & Company Lawyer)
Hasnu Hena, Flat#B-4, A-4
17, Larmini Street,Wari, Dhaka-1000

Bankers & Financial Institution

HSBC
Eastern Bank Limited
IPDC Finance Limited.
Commercial Bank of Ceylon PLC.
Bank Asia Ltd.
Dutch Bangla Bank Ltd.
Union Capital Ltd.
United Finance Limited.

Corporate Office

Navana DH Tower
Suite#901 & 902 (9th Floor)
6 Panthapath, Dhaka-1215

Registered Office& Plant Site

Mouza: Boro Baluakandi
P.O: B.K.Raypara,P.S: Gazaria
District:Munshiganj, Bangladesh

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Notice of an Extra-ordinary General Meeting

Notice is hereby given that an Extra-ordinary General Meeting of the Shareholders of Sinobangla Industries Ltd. will be held on Monday, 22nd January 2018 at 11.00 a.m. at the registered office of the Company at Boro Baluakandhi, Gazaria, Munshiganj to transact the following business:

1. Clause No. 83, 85,110, 143C of Articles of Association of the Company be amended and Clause No. 150A be included in the following manner:

Sl.	Proposed Inclusion as Article No. 150 (A)	
01	'There shall be a Vice-Chairman of the Company from amongst the shareholder Directors to be elected by the shareholder Directors of the Board of Directors of the Company; the tenure and terms and conditions to be decided by the Board. In absence of the Chairman, the Vice-Chairman shall perform the function and responsibilities of the Chairman.'	
02	**Article No. 83 of articles of Association**	**Proposed**
	The quorum for a general meeting for all purpose shall consists of not less than five persons or representing by proxy of attending as the representative in accordance with Article 81 hereof shares carrying not less than 51% of the total issued voting power of the Company upon which all calls or other sums then due have been paid.	The quorum for a general meeting for all purpose shall consists of not less than five persons or representing by proxy of attending as the representative in accordance with Article 81 hereof shares carrying not less than 30% of the total issued share of the Company upon which all calls or other sums then due have been paid.
03	**Article No. 85 of Articles of Association**	**Proposed**
	The Chairman, if any, of the Board shall be entitled to take the chair at every General Meeting, or if there be no such Chairman, or if at any meeting he shall not be present within 15 minutes after the time appointed for holding such meeting, or being present decline to take chair, then the members present shall choose another Director, or if no Director be present, or if all the Directors present decline to take the Chair, they shall choose a member present to be the Chairman of the Meeting.	The Chairman, or in his absence the Vice-chairman, of the Board shall be entitled to take the Chair at Board Meeting and Annual General Meeting (AGM) or Extraordinary General Meeting (EGM) or any other Directors or Shareholders meeting or, if there be no such Chairman or Vice-Chairman, or if at any meeting, they shall not be present within 15 minutes after the time appointed for holding such meeting, or being present decline to take the Chair, then the members present shall choose another Director or if no Director be present, or if all the Directors present decline to take the Chair, they shall choose a member present to be the Chairman of the Meeting
04	**Article No.110 of Articles of Association**	**Proposed**
	The qualification of Director shall be his holding shares to the values of Tk.10,000 (Taka ten thousand) at least in his own name.	The Qualification of a Director, other than existing Directors/Promoters/Sponsors & Independent Director(s) shall be holding of at least 5% (Five percent) shares of the paid up capital of the Company in his/her own name.
05	**Article No.143C of Articles of Association**	**Proposed**
	All monies of the Company shall be deposited to such banks and the accounts be operated in the manner as will be decided by the Board from time to time. The fact remaining the managing Director must be one of the signatories.	All monies of the Company shall be deposited to such banks and the accounts be operated in the manner as will be decided by the Board of Directors from time to time.

By order of the Board

Dated December 22, 2017

Sd/-
(MD. HABIBUR RAHMAN)
DGM & Company Secretary

Notes:

a) A member, entitled to attend and vote at the Extra-ordinary General Meeting (EGM) may appoint a proxy to attend and vote on his/her behalf. Duly stamped and completed proxy form must be deposited at Company's Head office at Navana DH Tower, Suite # 901 & 902 (9th Floor) 6th Panthapath, Dhaka-1215 not later than 48 hours before the time fixed for meeting.

b) Monday, 27th November, 2017 has been scheduled as Record Date. The Shareholders whose names would appear in the Register of Members of the Company or in the Depository on the 'Record Day' (27th November, 2017) will be eligible to attend the EGM.

c) Members are requested to notify, change of address if any, to the Depository Participant (DP) in time.

d) Admission to the meeting room will be strictly on production of the attendance slip sent with the Notice.

Notice of the 21st Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting of the Shareholders of Sinobangla Industries Ltd. will be held on Monday, 22nd January 2018 at 11.45 a.m. at the registered office of the Company at Boro Baluakandhi, Gazaria, Munshiganj to transact the following business:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended June 30, 2017 together with reports of the Auditors and the Directors thereon.
2. To approve and declare dividend for the year ended June 30, 2017.
3. To elect Directors in place of retiring ones.
4. To appoint Independent Director.
5. To appoint Auditors and to fix their remuneration.

By order of the Board

Sd/-
(Md. Habibur Rahman)
DGM & Company Secretary

Dated December 22, 2017

Notes:

a) A member, entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote on his/her behalf. Duly stamped and completed proxy form must be deposited at Company's Head office at Navana DH Tower, Suite # 901 & 902 (9th Floor) 6th Panthapath, Dhaka-1215 not later than 48 hours before the time fixed for meeting.

b) Monday, 27th November, 2017 has been scheduled as Record Date. The Shareholders whose names would appear in the Register of Members of the Company or in the Depository on the "Record Day" (27th November, 2017) will be eligible to attend the AGM and qualify for dividend.

c) Members are requested to notify, change of address if any, to the Depository Participant (DP) in time.

d) Admission to the meeting room will be strictly on production of the attendance slip sent with the Notice.

বিঃ দ্রঃ সম্মানিত শেয়ারহোল্ডারগণের সদয় অবগতির জন্য জানানো যাচ্ছে যে, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশনের নির্দেশনা মোতাবেক আসন্ন সাধারণ সভায় কোন প্রকার উপহার/উপহার কুপন প্রদানের বা আপ্যায়নের ব্যবস্থা থাকবে না।

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Corporate Operational Results

(Figures in thousands taka)

	30th June, 2017	30th June, 2016 (8month)	31st Oct, 2015	31st Oct, 2014	31st Oct, 2013
Turnover	1,376,051	843,851	1,240,750	1,306,102	1,062,003
Gross Profit	179,262	108,458	164,366	176,185	161,937
Net Profit Before Tax	47,778	20,794	36,544	38,718	28,268
Net Profit After Tax	31,754	14,178	26,198	25,477	24,846
Net Asset Value	524,448	492,694	498,512	486,731	472,833
Total Assets	1,476,183	1,462,205	1,397,277	1,528,720	1,552,269
Total Bank Borrowing	363,577	400,725	297,894	449,638	446,430
Total current Asset	623,380	603,468	597,402	687,335	755,132
Total current Liabilities	559,955	551,792	545,835	683,970	790,758
Current Ratio	1.11	1.09	1.09	1.00	0.95
Shares Outstanding	19996600	19996600	19996600	19996600	19996600
Face Value Per Share	Tk.10	Tk.10	Tk. 10	Tk.10	Tk.10
Dividend (Cash)	10%	Nil	10%	10%	10%
NAV Per Share (NAV)	26.23	24.64	24.93	24.34	23.65
NOCF Per Share	6.25	1.43	10.94	6.32	0.51
EPS-Earning per Share	1.59	0.71	1.31	1.27	1.24
Quoted Price per share-DSE	47.50	29.10	27.20	30.90	20.20
Quoted Price per share-CSE	47.80	28.90	27.00	30.50	20.50
Price Earnings Ratio-DSE (Time)	29.87	32.33	20.76	24.33	16.29
Price Earnings Ratio-CSE (Time)	30.06	40.70	20.61	24.02	16.53
Number of Shareholders	3071	2535	2204	2420	2,465
Human Resources:					
Executives and staff	72	80	161	175	110
Workers	1417	1420	1328	1635	1300

Snapshot of the 20th Annual General Meeting








Product Type 1
Product Type 2
Product Type 3
Product Type 4
Product Type 5
Product Type 6
Product Type 7
Product Type 8

DIRECTORS' REPORT

For the year ended June 30, 2017.

Dear Shareholders,

On behalf of the Board of Directors and management, I am glad to welcome you all to the 21st Annual General Meeting of Sinobangla Industries Limited. We are pleased to present herewith the Directors' report on the operational activities of the Company and the Auditors' report along with the Audited Financial Statements for the period ended June 30, 2017 for your valued consideration, approval and adoption.

The Directors report was prepared in accordance with the section 184 of companies Act-1994, Listing rules of Dhaka Stock Exchange (DSE) Ltd. and Bangladesh Securities & Exchange Commission (BSEC) notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August 2012.

INDUSTRY OUTLOOK AND FUTURE DEVELOPMENT

The Board is pleased to inform you that the production is running smoothly and at optimum capacity. During the year, production increased by 300 MT, 3.75% higher than that of previous year. Turnover during the year also increased by Tk. 133 million (Tk. 13.30 crore), i.e., 10.70% higher than previous year. Increase in per unit sale price was a key factor of turnover growth. During the year turnover was Tk. 1,376 million (137.60 crore).

Demand for FIBCs has been increasing steadily. According to EFIBCA, imports to Europe only in 2016 stood at 187,500 tons and showing an annual growth of about 9.2%. Global import, including USA and Japan, is estimated at over 700,000 tons. In 2016 Bangladesh was the 3rd exporter of FIBCs to Europe with an export volume of 16,574 tons

In order to fulfil the increased demand of overseas customers, the management decided to expand installed production capacity. Accordingly, a tape line, weaving looms, bale press, etc. have already been procured and installed at factory. Implementation of the BMRE project has raised total installed capacity by about 150 tons/month, i.e. 1,800 tons/year. Results of additional capacity will be reflected in 2017-2018 financial statement.

You are also well aware that two more confection floors including Clean Room in Expansion Unit is not yet completed up to production level. Completion of these two floors and purchase of new machinery would cost about Tk. 156 million. After setting the required production facilities in these two floors we shall be able to generate additional revenue by producing and exporting mid and high segment bags.

RISK AND UNCERTINITIES

Potential or existing government regulations

Changes in the existing global or national policies can have positive or negative impact on the Company. Any scarcity or price hike of raw materials due to changes in situation in the international market may hamper the production and profitability. Any economic recession in our export markets can also pose great threat. Furthermore, the performance of the Company may also be influenced by unforeseen situation.

Management Perception

The management of the Company shall make their best endeavors to protect the Company from any such unforeseen situation.

Operational Risks

Natural disasters like flood, fire, earth quake, etc. as well as political disturbance may affect smooth operation of the Company. Production may also be interrupted due to machine break down, accidents, etc.

Management Perception

Disaster management trainings are being provided on a regular basis to cope up with fire, earthquake, flood, etc. All the assets of the Company are covered by adequate insurance to ensure compensation. Routine security check and preventive maintenance of the equipment are carried out to reduce/eliminate operational risks.

Technological Risk:

Technology develops continuously. New competitors can enter into the market with high tech machinery and equipment. To keep pace with the technological changes SBIL is required to continuously upgrade its technology and equipment.

Management Perception:

FIBC industry is quite matured and, therefore, breakthrough technological advancements are not anticipated. However, the Expansion Unit is equipped with latest machinery and equipment. Technological obsolescence is not foreseen in near future.

Interest rate risk

Volatility of money market may influence the overall interest rate structure in the country. Any increase in interest rate structure may affect Company's business adversely.

Management perception

To offset any increase in interest rate the management has to take adequate and appropriate steps.

Exchange rate risks

As the company is dependent on export and import, devaluation or appreciation of local currency against international currencies, especially USD, shall affect Company's business.

Management perception

While devaluation of the Taka benefits the Company, an appreciation of Taka against USD may adversely affect the company earnings. To cope with such risk appropriate hedging mechanism is employed by SBIL.

History of Non-Operation, if any

Since commencing its operation on 1 November 1997 there was no instance of shut down or non-operation. No such incidence is also foreseen in near future BY HIS GRACE.

TURNOVER, GROSS PROFIT AND NET ROFIT

(Tk. in million)

Particulars	June 30,2017	June 30,2016	Deviation	
			Amount	Percentage (%)
Revenue	1376	1244	132	10.61
Cost of Goods Sold	1197	1087	110	10.12
Gross Profit	179	157	22	14.01
Net Profit after Tax	32	25	7	28.00
Gross Profit (%)	13.00	12.50	0.50	4.00
Net Profit (%)	2.33	2.01	0.32	15.92



EXTRA-ORDINARY GAIN OR LOSS

There is no extraordinary gain or loss in the financial statements under report.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAS OCCURRED BETWEEN THE BALANCE SHEET DATE AND THE REPORT DATE

There are no material changes between the Balance Sheet date and the report date which may affect the financial position of the Company.

RELATED PARTY TRANSACTION

Investment in Dutch-Bangla Pack Limited:

As you know, SINOBANGLA hold 10% share of Dutch-Bangla Pack Ltd. (DBPL), a 100% export oriented Bangladesh-Netherlands joint venture FIBC manufacturing Company. Until June 30, 2017 Sinobangla invested TK. 34.32 million in DBPL out of the Company's retained profit.

Considering global demand for high segment FIBCs, the Board of Directors of DBPL has recently approved expansion project of the Company. Total cost for the expansion unit has been estimated at Tk. 605 million out of which about 121 million is planned to be generated out of earnings of the Company while balance amount of Tk. 484 million is sought as term loans from local and overseas banks. Commercial production in the expansion unit is foreseen in Quarter 1 of 2019.

Once completed production capacity of DBPL will increase from the current level of 240 fcl/annum to 360 fcl/annum.

UTILIZATION OF PROCEEDS FROM PUBLIC ISSUES, RIGHT ISSUES AND/OR THROUGH ANY OTHER INSTRUMENT

IPO of Sinobangla Industries Ltd. was made in the year 1999 and the fund raised thereby has already been utilized as reported to the regulators. Fund raised through issuance of Right shares in the year 2011 has been fully utilized and reported accordingly to the regulators. No further issue of any instrument was made during the year.

SIGNIFICANT VARIANCE UNDER BETWEEN QUARTERLY & ANNUAL FINANCIAL STATEMENTS

No significant variations have occurred between quarterly and final financial results of the company under report.

CORPORATE AND FINANCIAL REPORTING FRAMEWORK:

The Law requires that the financial statements of your company follow International Financial Reporting Standards (IFRS) as adopted by ICAB and Bangladesh Financial Reporting Standards (BFRS). This has been completely followed to present the financial position and performance of the company fairly. In compliance with the requirements of the BSEC's notification 7th August 2012 the Directors are pleased to make the following declarations in their report:

1. The financial statements prepared by the management of the Company fairly presented its state of affairs, the result of its operations, Cash flows and changes in equity.

2. Proper books of account of the company have been maintained.

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

4. International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure from there has been adequately disclosed;

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

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

7. Significant deviations from last year in operating results of the company has been highlighted and reasons thereof have been explained in financial results and profit appropriation;

8. Key operating and financial data of last five years have been annexed;

9. Significant plans and decisions, such as corporate restructuring, business expansion and discontinuation of operation as appropriate, future prospects, risks and uncertainties surrounding the company has been outlined under the related captions of this report.

10. The number of Board meetings held during the year has been disclosed under the related captions.

11. The pattern of shareholding has been reported in Annexure-III disclosing the aggregate number of shares;

12. During the financial year an amount of Tk. 13.95 million was paid as unpaid Directors' remuneration for the period May, 2014 to April, 2016 and Tk. 300,000 as Board Meeting Attendance Fee.

FINANCIAL RESULTS AND PROFIT APPROPRIATION

During the financial year ended on June 30, 2017, The Operating Profit of the company increased from TK. 78.28 Million to TK. 95.69 Million, 22.24% higher than the previous year. Increase in Operating Profit was mainly because of increasing productivity and operational efficiency of the Company. During the year Financial Expenses decreased proportionally because of reducing corporate interest rate. A summary of the financial position is presented below:

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A summary of the financial position is presented below :

(In Taka)

Description	June 30, 2017	June 30, 2016
Operating Profit	95,688,052	78,288,537
Add: Other Income	282,244	119,646
Less: Financial Expenses	44,397,268	40,360,096
Profit Before WPPF and Tax	**51,573,028**	**38,048,087**
Less: WPPF and Tax	19,818,496	13,470,620
Profit after Tax	**31,754,532**	**24,577,467**
Add: Retained Earnings brought forward	144,924,378	140,013,216
Less: Dividend Paid FY 2015-2016	-0-	-0-
Less: Dividend Paid FY 2014-2015	-0-	19,996,600
Add: Revaluation Surplus	462,412	330295
Profit available for appropriation	**177,141,322**	**144,924,378**

DIVIDEND

The Board of Directors of Sinobangla Industries Ltd. recommends 10% cash dividend i.e. Tk. 1.00 per share for all shareholders for the year ended June 30,2017, subject to the approval by the shareholders at 21st Annual general Meeting.

BOARD MEETING AND ATTENDANCE

During the year ended on June 30, 2017, 7(Seven) Board meeting and 3 (Three) Audit Committee meeting were held and the Directors' attendance in the meetings averaged 90%. Various important policy issues were discussed and resolved in the meetings. The issues covered in these Board Meetings included review of operational issues, business expansion, balancing of production capacity, capital investment, investment risk and return, expansion of export market, controlling production cost, etc. All decisions in the Board Meetings were taken unanimously.

RETIREMENTS OF DIRECTORS AND RE-APPOINTMENT

As per Article 116 of the Articles of Association of the Company, one-third of the Directors shall retire in this meeting. Accordingly, Director Mr. Abdul Ahad and Mr. Enamul Hoq will retire. They are willing, eligible and may be re-appointed.

APPOINTMENT OF INDEPENDENT DIRECTOR

Mr. Md. Didarul Anwar, A former Secretary to the Government of the People's Republic of Bangladesh completed 3(three) years tenure as independent Director on September 28, 2017. As he is willing and eligible, the Board of Directors in its meeting held on April 27, 2017 extended his appointment for another term (3 years) as per BSEC notification No. SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August 2012.

Mr. Safar Raj Hossain, A former Secretary to the Government of the People's Republic of Bangladesh will complete 3(three) years tenure as independent Director on February 27, 2018. As he is willing and eligible, the Board of Directors in its meeting held on October 28,2017 extended his appointment for another term(3 years) as per BSEC notification No. SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August 2012. Their appointment may be approved.

APPOINTMENT OF AUDITORS

Present auditors, M/S Zoha Zaman Kabir Rashid & Co., Chartered Accountants, Rupayan Karim Tower, Level-7, Suite-7A, 80 Kakrail, Dhaka-1000 appointed as new auditors at the 19th Annual General Meeting of the Company have efficiently carried out the audit for the year ended on June 30, 2017. As per the companies Act-1994, the statutory auditor of the company, Zoha Zaman Kabir Rashid & Co., Chartered Accountant, Shall retire in this AGM. The firm, being eligible, has offered their willingness to be reappointed. Subject to the approval in this meeting they may be re- appointed as Statutory Auditors of the Company for the year 2017-2018 and their fees may be fixed along with.



GOING CONCERN

While approving the financial statements, the directors have made appropriate enquiries and analyzed significant operating and indicative financials which enabled them to understand that the Company has adequate resources to continue its operation for the foreseeable future. The current credit facilities and resources of the Company provides sufficient fund to meet the present requirements of existing business.

AUDIT COMMITTEE

Audit committee has been constituted as per BSEC notification #SEC/CMRRCD/2006-158/134/Admin/44 and the Committee actively conducts its functional activities assigned by the BSEC.

ACKNOWLEDGEMENT

Finally, the Board of Directors would like to place on record its deep gratitude to the humble shareholders for their kind co-operation and support towards the business of the Company. The Board would like to express their grateful appreciation for the assistance and co-operation received from Government Authorities, Banks & Financial Institutions, BSEC, CDBL, DSE, CSE, RJSC and others concerned for their continued support and cooperation.

The Board of Directors would also like to put on record their satisfaction and appreciation for the hard work, sincerity and commitment of all the executives and staff members of the Company.

We look forward to better days in future.

Dated : Dhaka
October 28, 2017

On behalf of the Directors

sd/

(MA JIANG)
Chairman




UNIT-A
CHINA-BANGLADESH JOINT VENTURE



পরিচালকমন্ডলীর প্রতিবেদন

৩০ শে জুন ২০১৭ তারিখে সমাপ্ত বছরের উপর।

সম্মানীত শেয়ারহোল্ডারবৃন্দ,

সিনোবাংলা ইন্ডাষ্ট্রীজ লিমিটেডের ২১তম বার্ষিক সাধারণ সভায় পরিচালকমন্ডলী ও ব্যবস্থাপনা কর্তৃপক্ষের পক্ষ হতে আমি আপনাদেরকে স্বাগত জানাচ্ছি। আপনাদের সুবিবেচনা ও অনুমোদনের জন্য এ সমাপ্ত বছরের পরিচালকমন্ডলীর প্রতিবেদন ও নিরীক্ষা প্রতিবেদন এবং একই সাথে নিরীক্ষিত আর্থিক প্রতিবেদন আপনাদের সমীপে উপস্থাপন করতে পেরে আমরা আনন্দিত।

প্রতিবেদনটি ১৯৯৪ সালের কোম্পানী আইনের ১৮৪ ধারা, ঢাকা ষ্টক এক্সচেঞ্জ লিঃ (ডিএসই) এর বিধিমালা, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এর প্রজ্ঞাপন নং এসইসি/সি.এম.আর.আর.সি.ডি ২০০৬-১৫৮/১০৪/প্রশাসন/৪৪, তারিখ : ০৭/০৮/২০১২ এর নির্দেশনা অনুযায়ী প্রণীত।

শিল্পের দৃশ্যপট ও ভবিষ্যৎ উন্নয়ন :

বোর্ড আনন্দের সাথে আপনাদের জানাচ্ছে যে কোম্পানীর বিদ্যমান উৎপাদন ইউনিটগুলো যথাযথভাবে সর্বোচ্চ উৎপাদন ধারণ ক্ষমতায় পরিচালিত হচ্ছে। আলোচ্য বছরে উৎপাদন ৩০০টন বৃদ্ধি পায় যা গত বছরের তুলনায় ৩.৭৫ শতাংশ বেশী। বিক্রয় আয় গত বছরের তুলনায় ১৩৩ মিলিয়ন টাকা বৃদ্ধি পায়। প্রতি ইউনিট বিক্রয় মূল্য বৃদ্ধি পাওয়াই বিক্রয় আয় বৃদ্ধির মূল কারণ। আলোচ্য বছরের বিক্রয় আয় ছিল ১৩৭৬ মিলিয়ন টাকা বা ১৩৭.৬০ কোটি টাকা।

FIBC পণ্যের চাহিদা ক্রমশই বৃদ্ধি পাচ্ছে । EFIBCA নামক একটি সংস্থার মতে ২০১৬ সালে ইউরোপে ১,৮৭,৫০০ টন FIBC পণ্য আমদানী হয় যা পূর্ববর্তী বছরের তুলনায় ৯.২ শতাংশ বেশী। আমেরিকা ও জাপানসহ বিশ্বব্যাপী বছরে আনুমানিক ৭,০০,০০০ টন উক্ত পন্য আমদানী হয়ে থাকে। ২০১৬ সালে বাংলাদেশ ১৬,৫৭৪ টন এফআইবিসি পণ্য রপ্তানী করে ৩য় সর্ববৃহৎ রপ্তানীকারক হিসাবে ইউরোপে স্থান করে নেয়।

বিদেশী ক্রেতাদের বর্ধিত চাহিদা পুরণের জন্য ব্যবস্থাপনা কর্তৃপক্ষ কোম্পানীর স্থাপিত উৎপাদন ক্ষমতা বৃদ্ধির সিদ্ধান্ত নেয় এবং তদানুযায়ী টেপ লাইন, লুম, বেইল প্রেস মেশিনসহ কিছু মেশিন ইতিমধ্যে আমদানী করা হয় এবং কারখানায় স্থাপন করা হয়। উক্ত BMRE প্রজেক্টের ফলে কোম্পানীর স্থাপনকৃত উৎপাদন ধারণক্ষমতা প্রতিমাসে ১৫০টন বৃদ্ধি পেয়েছে। বৃদ্ধিপ্রাপ্ত উৎপাদন ধারণক্ষমতার ফলাফল ২০১৭-২০১৮ সালের আর্থিক প্রতিবেদনে প্রতিফলিত হবে ।

আপনারা অবগত আছেন যে, কোম্পানীর এক্সপানশন প্রজেক্টে ক্লীনরুম সহ আরো ২ (দুই) টি কনফেকশন ফ্লোর রয়েছে যা এখনো উৎপাদনের জন্য প্রস্তুত নয়। উক্ত ফ্লোরগুলো উৎপাদনের জন্য প্রস্তুত করতে এবং আরো মেশিন ও যন্ত্রপাতি ক্রয় করতে সর্বমোট ১৫৬ মিলিয়ন টাকা খরচ হবে। উল্লেখিত ২টি ফ্লোরে প্রয়োজনীয় মেশিন ও যন্ত্রপাতি স্থাপনের পর অতিরিক্ত আরো ব্যাগ উৎপাদন ও রপ্তানী করা সম্ভব হবে।

ঝুকি ও অনিশ্চয়তা :

সম্ভাব্য অথবা বিদ্যমান সরকারী নীতি :

বিদ্যমান জাতীয় অথবা বৈশ্বিক নীতি পরিবর্তনের সাথে কোম্পানীর ভাগ্য ওতপ্রোতভাবে জড়িত। বাংলাদেশের সাথে ইউরোপীয় ইউনিয়ন, যুক্তরাজ্য, কানাডা, অষ্ট্রেলিয়া ইত্যাদি দেশে শুল্কমুক্ত পণ্যের প্রবেশাধিকার রয়েছে কিন্তু ভবিষ্যতে উক্ত সুবিধা বাতিলায়ন বা প্রতিযোগী দেশের সাথে নতুন করে শুল্কমুক্ত প্রবেশাধিকার চুক্তি বাংলাদেশের এফআইবিসি রপ্তানীর ক্ষেত্রে হুমকিস্বরুপ। কাঁচামালের দুষ্প্রাপ্যতা অথবা হঠাৎ দামের পরিবর্তন কোম্পানীর উৎপাদন ও লাভের উপর ব্যাপক প্রভাব ফেলতে পারে। যে কোন অর্থনৈতিক মন্দা রপ্তানী বাজারের উপর বড় রকমরে হুমকি নিয়ে আসতে পারে। এছাড়াও অজানা কারণে কোম্পানীর কৃতিত্বকে ম্লান করতে পারে।

ব্যবস্থাপনা পর্ষদের মূল্যায়ন :

উপরোক্ত ঝুঁকি মোকাবেলায় কোম্পানীর ব্যবস্থাপনা কর্তৃপক্ষ তাঁদের নিরন্তর প্রয়াস অব্যাহত রাখবেন।

পরিচালনগত ঝুঁকি :

প্রাকৃতিক দুর্যোগ যথা বন্যা, আগুন, ভূমিকম্প ইত্যাদি কোম্পানীর স্বাভাবিক পরিচালনে ব্যাঘাত ঘটাতে পারে। মেশিন নষ্ট ও দূর্ঘটনা উৎপাদনকে বাধাগ্রস্থ করতে পারে।

ব্যবস্থাপনা পর্ষদের মূল্যায়ন :

আগুন, বন্যা, ভূমিকম্প ইত্যাদির সাথে মোকাবিলার জন্য নিয়মিতভাবে দুর্যোগ ব্যবস্থাপনা প্রশিক্ষন দেয়া হচ্ছে। এছাড়া নিয়মিত নিরাপত্তা পরীক্ষা ও যন্ত্রপাতির যথাযথ রক্ষনাবেক্ষন করা হচ্ছে যা এই ধরণের ঝুঁকি অনেকাংশ কমিয়ে দিবে।

প্রযুক্তিজনিত ঝুঁকি :

প্রযুক্তির বিরামহীন উন্নয়ন সাধিত হচ্ছে। নতুন নতুন প্রতিযোগীরা উন্নততর প্রযুক্তির মেশিনারী নিয়ে বাজারে প্রবেশ করতে পারে। প্রযুক্তিগত পরিবর্তনের সাথে তাল মিলিয়ে সিনোবাংলাকেও প্রতিনিয়ত প্রযুক্তি ও যন্ত্রপাতির উন্নয়ন ঘটাতে হবে।

ব্যবস্থাপনা পর্ষদের মূল্যায়ণ :
এফআইবিসি একটি পূর্ণবিকশিত শিল্প তাই উল্লেখযোগ্য প্রযুক্তিগত পরিবর্তন হওয়ার সম্ভাবনা নেই। এছাড়া কোম্পানীর বর্ধিত ইউনিটে নতুন মেশিন ও যন্ত্রপাতি স্থাপন করা হয়েছে। নিকটতম ভবিষ্যতে ইহার প্রযুক্তি সেকেলে হওয়ার মতো সম্ভাবনা নেই।

সুদের হার ঝুঁকি :
বাজার অর্থনীতির দোদুল্যমান অবস্থা সারা দেশের সার্বিক সুদের হারকে প্রভাবিত করতে পারে। সুদের হারের যে কোন পরিবর্তন প্রতিষ্ঠানের ব্যবসায় প্রভাব ফেলতে পারে।

ব্যবস্থাপনা পর্ষদের মূল্যায়ন :
সুদের হার ঝুঁকি কমাতে ব্যবস্থাপনা কর্তৃপক্ষ সময়োপযোগী ও যথাযথ ব্যবস্থা গ্রহণ করবে।

বিনিময় হার ঝুঁকি:
যেহেতু প্রতিষ্ঠানটি আমদানী রপ্তানীর উপর নির্ভরশীল, তাই আন্তর্জাতিক মুদ্রা বিশেষ করে আমেরিকান মুদ্রার বিপরীতে স্থানীয় মুদ্রার অব অথবা উনমূল্যায়ন ব্যবসায় ফলাফলের উপর প্রভাব ফেলতে পারে।

ব্যবস্থাপনা পর্ষদের মূল্যায়ণ :
টাকার অবমূল্যায়ন যেভাবে কোম্পানীর জন্য সুবিধা বয়ে আনতে পারে, বিপরীতভাবে টাকার উনমূল্যায়ন রপ্তানী আয়ের উপর বিরুপ প্রভাব ফেলতে পারে। সাম্প্রতিক বছরগুলোতে ডলারের উনমূল্যায়ন ও অবমূল্যায়ন স্পষ্টভাবে পরিলক্ষিত হয়েছে। উক্ত ঝুঁকি মোকাবেলায় সিনোবাংলা হেজিং মেকানিজম প্রয়োগ করে সফলকাম হয়েছে।

বন্ধ থাকার ইতিহাস :
কোম্পানী ১৯৯৭ সালে বাণিজ্যিকভাবে যাত্রা শুরুর পর থেকে মহান সৃষ্টি কর্তার অপার কৃপায় বন্ধ হওয়ার মতো কোন ঘটনা ঘটেনি এবং ভবিষ্যতে ঘটার সম্ভাবনা খুবই ক্ষীন।

বিক্রীত পণ্যের ক্রয়মূল্য, গ্রস মুনাফা ও নীট মুনাফা : (Tk. in million)

Particulars	30th June, 2017	30th June, 2016	Deviation	
			Amount	Percentage (%)
Revenue	1376	1244	132	10.61
Cost of Goods Sold	1197	1087	110	10.12
Gross Profit	179	157	22	14.01
Net Profit after Tax	32	25	7	28.00
Gross Profit (%)	13.00	12.50	0.50	4.00
Net Profit (%)	2.33	2.01	0.32	15.92



অস্বাভাবিক লাভ/ক্ষতি :
আলোচ্য অর্থ বছরের আর্থিক বিবরণীতে কোন অস্বাভাবিক লাভ/ক্ষতি নেই।

স্থিতিপত্রের তারিখ এবং প্রতিবেদনের তারিখের মধ্যবর্তী সময়ের মধ্যে কোম্পানীর আর্থিক অবস্থাকে প্রভাবান্বিত করে এরুপ গুরুত্বপূর্ণ পরিবর্তন এবং অঙ্গীকার যদি কিছু ঘটে থাকে।
কোম্পানী উপরোল্লিখিত সময়ে কোম্পানীর আর্থিক অবস্থাকে প্রভাবান্বিত করে এরুপ কোন পরিবর্তন ও অঙ্গিকার করা হয়নি বা ঘটেনি ।

সংশ্লিষ্ট পক্ষের সঙ্গে লেনদেন :
ডাচ-বাংলা প্যাক লিমিটেডে বিনিয়োগ :
আপনারা অবগত আছেন যে, সিনোবাংলা, ডাচ-বাংলা প্যাক লিঃ নামক ১০০ ভাগ রপ্তানীমুখী বাংলাদেশ ও নেদারল্যান্ডসের যৌথ উদ্যোগে স্থাপিত একটি FIBC উৎপাদনকারী কোম্পানীর ১০ ভাগ শেয়ারের ধারক। ৩০শে জুন ২০১৭ পর্যন্ত উক্ত কোম্পানীতে সিনোবাংলার বিনিয়োগের পরিমাণ ছিল ৩৪.৩২ মিলিয়ন টাকা।

বৈশ্বিক চাহিদা বিবেচনায় এনে ডাচ-বাংলা প্যাকের পরিচালকমন্ডলী সম্প্রতি বোর্ড সভায় পরবর্তী এক্সপানশনের অনুমোদন প্রদান করেন। উক্ত এক্সপানশন প্রজেক্টে আনুমানিক খরচ হবে ৭০০ মিলিয়ন টাকা। ১২১ মিলিয়ন টাকা কোম্পানীর পুঞ্জীভূত লাভ হতে এবং ৫৭৯ মিলিয়ন টাকা স্থানীয় ও বিদেশী ব্যাংক হতে ঋনের মাধ্যমে সংকুলান করা হবে। ২০১৯ সালের ১ম কোয়ার্টার নাগাদ উক্ত প্রজেক্ট হতে বাণিজ্যিক উৎপাদন আশা করা যাচ্ছে।

উক্ত এক্সপানশন প্রজেক্ট যথাযথভাবে সম্পন্ন হলে ডাচ্-বাংলা প্যাকের বার্ষিক উৎপাদন ২৪০ কন্টেইনার হতে ৩৬০ কন্টেইনারে উন্নীত হবে।

পাবলিক ইস্যু, রাইট ইস্যু ও অন্যান্য আর্থিক উপকরণ ইস্যু হতে প্রাপ্ত অর্থের ব্যবহার :
১৯৯৯ সালে IPO হতে প্রাপ্ত অর্থ কোন কাজে ব্যবহার করা হয়েছে তা কর্তৃপক্ষসহ সংশ্লিষ্ট সকল মহলকে জানিয়ে দেয়া হয়েছে। ২০১১ সালে রাইট শেয়ার ইস্যু হতে প্রাপ্ত অর্থের ব্যবহারও যথাসময়ে সংশ্লিষ্ট মহলকে জানানো হয়েছে। আলোচ্য অর্থ বছরে কোন ধরণের আর্থিক উপকরণ ইস্যু করা হয়নি।

ত্রৈমাসিক ও বার্ষিক আর্থিক বিবরণীর মধ্যে উল্লেখযোগ্য পার্থক্য:
আলোচ্য অথ বছরে ত্রৈমাসিক ও বার্ষিক আর্থিক বিবরণীর মধ্যে উল্লেখযোগ্য কোন পার্থক্য পরিলক্ষিত হয়নি।

কর্পোরেট এবং আর্থিক প্রতিবেদনের অবকাঠামো :
ইন্টারন্যাশনাল ফাইন্যান্সিয়াল রিপোর্টিং ষ্টান্ডার্ড অনুসরনে প্রণীত বাংলাদেশ ফাইন্যান্সিয়াল রিপোর্টিং ষ্টান্ডার্ড যা আইসিএবি কর্তৃক গৃহিত হওয়ার প্রেক্ষিতে তদনুযায়ী আর্থিক বিবরণী প্রণয়নে আইনি বাধ্যবাধকতা রয়েছে। সে প্রেক্ষাপটে কোম্পানীর আর্থিক বিবরণী স্বচ্ছতার সাথে উপস্থাপন করতে উক্ত ষ্টান্ডার্ডগুলো যথাযথভাবে অনুসরণ করা হয়েছে। ৭ আগষ্ট ২০১২ তারিখে বিএসইসি কর্তৃক জারীকৃত প্রজ্ঞাপন প্রতিপালনের লক্ষ্যে পরিচালকমন্ডলী তাদের রিপোর্টে নিম্নোক্ত ঘোষণা করেছেন যে,

১) কোম্পানীর ব্যবস্থাপনা মন্ডলীর দ্বারা তৈরীকৃত কোম্পানীর আর্থিক বিবরণী কোম্পানীর কার্যক্রমের ফলাফল, নগদপ্রবাহ এবং ইকুইটির পরিবর্তন সম্পর্কে যথাযথ চিত্র উপস্থাপিত হয়েছে।
২) কোম্পানী যথোপযুক্ত হিসাবরক্ষণ পদ্ধতি অনুসরণ করে।
৩) বার্ষিক প্রতিবেদন তৈরীতে কোম্পানী উপযুক্ত হিসাবরক্ষণ নিয়মিত অনুসরণ করে আসছে। হিসাব তৈরীতে, হিসাব অনুধাবন করতে যথোপযুক্ত পরিণাম দর্শিতার পরিচয় দেওয়া হয়েছে।
৪) বাংলাদেশে চর্চিত আন্তর্জাতিক মানের হিসাব মান বার্ষিক আর্থিক বিবরণী তৈরীতে সঠিকভাবে ব্যবহার করা হয়েছে এবং যে কোন ধরণের হিসাব বিচ্যুতি এতে প্রকাশ করা হয়েছে।
৫) অভ্যন্তরীন নিয়ন্ত্রণ খুবই প্রক্রিয়া মাফিক এবং সফলতার সাথে বাস্তবায়ন ও পর্যবেক্ষন করা হয়েছে।
৬) কোম্পানীর চলমান প্রক্রিয়ার ক্ষমতার বিষয়ে লেশমাত্র সন্দেহ নেই।
৭) বিগত বছরে কোম্পানীর কর্ম পরিচালনার গুরুত্বপূর্ণ বিচ্যুতি তুলে ধরা হয়েছে এবং তার যুক্তিযুক্ত ব্যাখ্যা আর্থিক ফলাফলে ও লভ্যাংশ নির্ধারণে তুলে ধরা হয়েছে।
৮) বিগত পাঁচ বছরের গুরুত্বপূর্ণ পরিচালন ও আর্থিক তথ্য এখানে সংযুক্ত করা হয়েছে।
৯) এই প্রতিবেদনের সংশ্লিষ্ট অধ্যায়ে কোম্পানীর প্রাতিষ্ঠানিক কাঠামো, ব্যবসা বৃদ্ধি যথাযথ কারণে বাতিলকৃত কার্যক্রম ভবিষ্যত সম্ভাবনা, প্রাতিষ্ঠানিক ঝুঁকি এবং অনিশ্চয়তা ইত্যাদি বিষয়ে গৃহিত পরিকল্পনা ও রুপরেখা যথাযথভাবে ব্যাখ্যাত হয়েছে।
১০) পরিচালনা পর্ষদের সভার সংখ্যা তৎসম্পর্কিত শিরোনামে প্রকাশ করা হয়েছে।
১১) শেয়ারহোল্ডারদের ধরন ও শেয়ারের পরিমাণ Annexure-II তে উল্লেখিত হয়েছে।
১২) আলোচ্য সময়ে পরিচালক মহোদয়গণকে তাঁদের মে ২০১৪ থেকে এপ্রিল ২০১৬ পর্যন্ত অপরিশোধিত সম্মানী হিসাবে ১৩.৯৫ মিলিয়ন টাকা পরিশোধ করা হয় এবং বোর্ড মিটিং ফি হিসাবে ৩,০০,০০০/- টাকা প্রদান করা হয়।

আর্থিক ফলাফল ও মুনাফা বণ্টন :

৩০শে জুন ২০১৭ সমাপ্ত অর্থ বছরে কোম্পানীর পরিচালন মুনাফা ৭৮.২৮ মিলিয়ন টাকা থেকে ৯৫.৬৯ মিলিয়ন টাকায় উন্নীত হয় যা পূর্ববর্তী বছরের তুলনায় ২২.২৪ শতাংশ বেশী। উৎপাদন ক্ষমতা ও পরিচালন দক্ষতাই পরিচালন মুনাফা বৃদ্ধির মূল কারণ। আলোচ্য অর্থ বছরে সুদের হার কমে যাওয়ায় আর্থিক খরচ গত বছরের তুলনায় আনুপাতিকভাবে কমেছে।

প্রতিষ্ঠানটির আর্থিক অবস্থার একটি তুলনামূলক সংক্ষিপ্ত চিত্র উপস্থাপন করা হলো :

(In Taka)

Description	June 30, 2017	June 30, 2016
Operating Profit	95,688,052	78,288,537
Add: Other Income	282,244	119,646
Less: Financial Expenses	44,397,268	40,360,096
Profit Before WPPF and Tax	**51,573,028**	**38,048,087**
Less: WPPF and Tax	19,818,496	13,470,620
Profit after Tax	**31,754,532**	**24,577,467**
Add: Retained Earnings brought forward	144,924,378	140,013,216
Less: Dividend Paid FY 2015-2016	-0-	-0-
Less: Dividend Paid FY 2014-2015	-0-	19,996,600
Add: Revaluation Surplus	462,412	330,295
Profit available for appropriation	**177,141,322**	**144,924,378**

লভ্যাংশ :

কোম্পানীর পরিচালনা পর্ষদ ৩০শে জুন ২০১৭ তারিখে সমাপ্ত বছরের উপর ১০ শতাংশ (১০%) নগদ লভ্যাংশ অর্থাৎ শেয়ার প্রতি নগদ ১ টাকা প্রদানের সিদ্ধান্ত ঘোষণা করেন যা ২১তম বার্ষিক সাধারণ সভায় সম্মানিত শেয়ারহোল্ডারগনের অনুমোদনের জন্য উপস্থাপন করা হবে।

বোর্ড সভা ও উপস্থিতি :

৩০শে জুন ২০১৭ তারিখে সমাপ্ত বছরে ৭টি বোর্ড সভা এবং ৩টি অডিট কমিটির সভা অনুষ্ঠিত হয় যাতে গড়ে ৯০% পরিচালক উপস্থিত ছিলেন। উক্ত সভাসমূহে বেশ কিছু নীতিগত এবং গুরুত্বপূর্ণ বিষয়ের উপর আলোচনা ও সিদ্ধান্ত গৃহীত হয়। পরিচালন সম্পর্কিত বিচার্য বিষয়, ব্যবসা বর্ধিতকরণ, উৎপাদন ক্ষমতা সমন্বয়, মূলধনী বিনিয়োগ, বিনিয়োগ ঝুঁকি ও বিনিময়, রপ্তানী বাজার বৃদ্ধিকরণ এবং উৎপাদন খরচ হ্রাসকরণের মতো আলোচনা স্থান পায়। বোর্ড সভার সকল সিদ্ধান্ত সর্বসম্মতিক্রমে গৃহীত হয়।

পরিচালকদের অবসরগ্রহন এবং পুনঃনিয়োগ :

কোম্পানীর সংঘবিধির ১১৬ ধারা অনুযায়ী এক-তৃতীয়াংশ পরিচালক এই সভায় অবসর গ্রহন করবেন। তদনুযায়ী পরিচালক সর্বজনাব এনামুল হক এবং আব্দুল আহাদ এই সভায় অবসর নেবেন। যোগ্য ও পুনঃ নিয়োগে ইচ্ছুক বিধায় তাঁদেরকে পুনঃ নিয়োগের সুপারিশ করা হল।

স্বাধীন পরিচালক নিয়োগ :

গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের অবসরপ্রাপ্ত সচিব জনাব মোঃ দিদারুল আনোয়ার গত ৩০শে সেপ্টেম্বর ২০১৭ তারিখে স্বাধীন পরিচালক হিসাবে তাঁর তিন বৎসর মেয়াদ সম্পন্ন করেছেন। তিনি যোগ্য ও পুণঃ নিয়োগে ইচ্ছুক বিধায় কোম্পানীর পরিচালনা পর্ষদ গত ২৭শে এপ্রিল ২০১৭ তারিখে অনুষ্ঠিত বোর্ড সভায় BSEC কর্তৃক জারীকৃত নোটিফিকেশন নং- SEC/CMRRCD/2006-158/134/Admin/44 অনুযায়ী তাঁর মেয়াদ আরো তিন বছরের জন্য বর্ধিত করেন।

গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের অবসরপ্রাপ্ত সচিব জনাব সফর রাজ হোসেন আগামী ২৭শে ফেব্রুয়ারী ২০১৮ তারিখে স্বাধীন পরিচালক হিসাবে তাঁর তিন বৎসর মেয়াদ সম্পন্ন করবেন। তিনি যোগ্য ও পুণঃ নিয়োগে ইচ্ছুক বিধায় কোম্পানীর পরিচালনা পর্ষদ গত ২৮শে অক্টোবর ২০১৭ তারিখে অনুষ্ঠিত বোর্ড সভায় BSEC কর্তৃক জারীকৃত নোটিফিকেশন নং- SEC/CMRRCD/2006-158/134/Admin/44 অনুযায়ী তাঁর মেয়াদ আরো তিন বছরের জন্য বর্ধিত করেন। তাঁদের নিয়োগ অনুমোদন দেয়া যেতে পারে।

নিরীক্ষক নিয়োগ :

বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশনের ২৭ জুলাই ২০১১ এর নোটিশ নং SEC/CMRRCD/2009-193/104/admin অনুযায়ী কোম্পানীর বর্তমান নিরীক্ষক মেসার্স জোহা জামান কবির রশীদ এন্ড কোং, রুপায়ন করিম টাওয়ার, লেভেল-৭, স্যুট - ৭এ, ৮০ কাকরাইল, ঢাকা-১০০০ গত ১৯তম বার্ষিক সাধারণ সভায় নিয়োগপ্রাপ্ত হয়ে আলোচ্য ৩০শে জুন ২০১৭ সমাপ্ত বছরের নিরীক্ষা কার্যক্রম অত্যন্ত দক্ষতার সাথে সম্পন্ন করেন। ১৯৯৪ সালের কোম্পানী আইন অনুযায়ী বর্তমান বিধিবদ্ধ নিরীক্ষক মেসার্স জোহা জামান কবির রশিদ এন্ড কোং, চার্টার্ড একাউন্টেন্ট এই বার্ষিক সাধারণ সভায় অবসর গ্রহণ করবেন। তবে ২০১৭-২০১৮ অর্থ বছরে নিরীক্ষক হিসাবে দায়িত্ব পালনে আগ্রহী। অত্র সভার অনুমতিক্রমে তাঁদেরকে পুনঃনিয়োগ করা যেতে পারে এবং সেক্ষেত্রে ফি নির্ধারণ করা যেতে পারে ।

চলমান ব্যবসা প্রতিষ্ঠান :

আর্থিক বিবরণী অনুমোদনকালে পরিচালকবৃন্দ যথাযথ অনুসন্ধান করে পরিচালন ও আর্থিক সূচকসমূহ বিশ্লেষন করেছেন। পরিচালকবৃন্দ আশ্বস্থ হয়েছেন যে, অদুর ভবিষ্যতে সুষ্ঠুভাবে পরিচালনায় কোম্পানীর সামর্থ্য রয়েছে। বর্তমানে ঋনের অবস্থা ও সম্পদ কোম্পানীর বর্তমান চাহিদানুযায়ী অর্থের যোগানে যথেষ্ট।

নিরীক্ষা কমিটি :

BSEC এর প্রজ্ঞাপন নং SEC/CMRRCD/2006-158/134/admin/44 মোতাবেক নিরীক্ষা কমিটি গঠিত হয়েছে এবং কমিটি BSEC কর্তৃক অর্পিত দায়িত্ব যথাযথভাবে পালন করছে।

কৃতজ্ঞতা :

সর্বশেষ কোম্পানীর ব্যবসায় শেয়ারহোল্ডারদের সহযোগীতা ও সমর্থনের জন্য পরিচালকমন্ডলী তাঁদের প্রতি সবিনয় কৃতজ্ঞতা প্রকাশ করছেন।

এছাড়াও সরকারী সংস্থা, ব্যাংক ও আর্থিক প্রতিষ্ঠান, BSEC, CDBL, DSE, CSE, RJSC ও সংশ্লিষ্ট অন্যান্য কর্তৃপক্ষ ও প্রতিষ্ঠান সমূহকে কোম্পানী তাদের সকল সফলতার অংশীদার হওয়ার জন্য আন্তরিক অভিনন্দন জানাচ্ছে।

পরিচালকমন্ডলী কোম্পানীর সর্বস্তরের কর্মকর্তা-কর্মচারীদের কঠোর পরিশ্রম এবং আন্তরিক কর্তব্য পরায়ণতার জন্য গভীর সন্তোষ প্রকাশ এবং তা নথিভূক্ত করছেন।

আমরা সর্বশক্তিমান আল্লাহ্ তা'আলার নিকট সিনোবাংলা এবং এর সাথে সংশ্লিষ্ট সকলের সফলতর ভবিষ্যৎ কামনা করি।

পরিচালকমন্ডলীর পক্ষে-

তারিখ : ঢাকা
অক্টোবর ২৮, ২০১৭

স্বা/
(মো জিয়াং)
চেয়ারম্যান



Report of the Audit Committee

The Audit Committee comprises of the following Directors:

1. Mr. Md. Didarul Anwar	Chairman
2. Mr. Abdul Ahad	Member
3. Mr. Enamul Hoq	Member
4. Mr. Abul Hasnat Khan	Member
5. Mr. Safar Raj Hossain	Member

The Committee met three times during the year ended on June 30, 2017. Besides, the Company Secretary Mr. Md. Habibur Rahman plays the secretarial role in the meeting. Regular attendees at Committee meetings, at the invitation of the Committee, included the Managing Director, Chief Financial Officer, Manager- Internal Control & Compliance and other Senior Management Executives.

The Committee, during the period ended June 30, 2017:

1. Reviewed and discussed the audited financial statements included in this integrated report with the external auditors, the Managing Director and the Chief Financial Officer.
2. Reviewed the Scope and costs of the External Auditors.
3. Monitored the identification and correction of weaknesses and breakdowns of systems and internal controls.
4. Reviewed periodical financial results and statements.
5. Evaluated on an ongoing basis the appropriateness, adequacy and efficiency of accounting policies and procedures, compliance with Bangladesh Accounting Standards (BAS).
6. Reviewed and monitored all key financial performance indicators to ensure that they are appropriate and that decision-making capabilities are maintained at high levels.
7. Reviewed the external auditors' report and management's response.

Having considered, analyzed, reviewed the information provided by management, internal audit and external audit, the Committee confirmed that:

- The internal controls of the Company were effective in all material aspects throughout the period under review.
- Proper accounting records were maintained.
- Resources were utilized efficiently, and
- The skills, independence, audit plan, reporting and overall performance of the external auditors were acceptable.

Following our review of the financial statements for the period ended June 30, 2017, we are of the opinion that they comply with the relevant provisions of the Companies Act-1994, International Financial Reporting Standards and fairly present the results of the operations, cash flow and financial position of the Company.

sd/
(Md. Didarul Anwar)
Chairman
Audit Committee

Dated : Dhaka
October 28, 2017

ANWAR STOCK

CEO & CFO'S Declaration to the Board

October 28, 2017

Board of Directors
Sinobangla Industries Ltd.
Navana DH Tower (9th Floor), Suite # 901 & 902
6 Panthapath, Dhaka-1215

Sub: CEO and CFO'S Declaration to the Board.

Dear Sirs,
Compliance with the condition no.6 imposed by Bangladesh Securities and Exchange Commission (BSEC) Notification No-SEC/CMRRCD/2006-158/134/admin/44 dated 7th August 2012 issued under section 2cc of the Securities and Exchange Ordinance, 1969.

We do hereby certify that to the Board:

1. We have reviewed financial statements for the Period ended 30th June, 2017 and that to the best of our knowledge and belief:

a) these statements donot contain any materially untrue statement or omit any material fact or contain statements that might be misleading.

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 is, to the best of knowledge and belief, no transactions entered into the company during the period which is fraudulent, illegal or violation of the company's code of conduct.

Sincerely yours,

sd/
(Md.Shariful Mowla, FCMA)
Chief Financial Officer

sd/
(Abdur Rashid)
Managing Director

AMARSTOCK

BRIEF RESUME of DIRECTORS (APPOINTMENT/RE-APPOINTMENT)

Mr. Abdul Ahad (71)

Mr. Abdul Ahad was born in 1947 at Sylhet district. He did his Honors and Masters in Economics from Chittagong University in 1968 and 1969 respectively. Mr. Ahad also completed M.S. In Economics from York University, Canada in 1976. He started his career as Lecturer in Economics, Chittagong College in the Year 1970 and later worked with Industrial Development Bank of Pakistan (IDBP).

He left IDPB (later named BSB) in 1982 and set up his own companies, viz., Premier Consultants Ltd. and Siltrade International Ltd. both in 1984. In 1996, he along with local and Chinese entrepreneurs established SINOBANGLA, the pioneer company in WPP and FIBC sector in Bangladesh. In 2008 he along with local and Dutch investors, set up another joint-venture company, viz., Dutch Bangla Pack Ltd. of which he is the Managing Director.

At present he is involved with the following Companies:

1. Managing Director, Dutch Bangla Pack Ltd., Dhaka.
2. Director, Sinobangla Industries Ltd.
3. Director, Siltrade International Ltd. Dhaka.
4. Director, Premier LP Gas Ltd. Dhaka

Mr. Enamul Hoq (73)

Mr. Enamul Hoq was born in 1945 at Chittagong district. He has completed Honours and masters in English literature from Chittagong University. He started his career as lecturer in English, Chittagong College in the year 1970. He is a prominent Businessman and Entrepreneur in Bangladesh. He involved in various types of Business viz. Hospital, Insurance, Stock Brokerage etc. in Bangladesh.

He is an active member of many social and business community clubs and a regular contributor of many social organization.

Mr. Hoq is the Chairman of Federal Insurance Co. Limited, Nexus Securities Limited and Eden Multicare Hospital Limited, Director of Central Hospital Limited, HURDCO Limited, Dutch Bangla Pack Limited, Paradise Corporation Limited etc.

Mr. Md. Didarul Anwar

The appointment of Mr. Md. Didarul Anwar has been extended for another terms (3 years) by the Board on 23rd April, 2017. He was a Secretary to the Government of the People's Republic of Bangladesh and served various ministries viz. Ministry of Finance, Information, LGD and Ministry of Industry.

Mr. Md. Didarul Anwar completed his M.Sc. in Physics from university of Dhaka. He also completed Masters in Public Administration from University of Canberra, Australia.

Mr. Safar Raj Hossain

The appointment of Mr. Safar Raj Hossain has been extended for another terms (3 years) by the Board on 28th October, 2017. He was a Secretary to the Government of the People's Republic of Bangladesh and served various Ministries viz. Ministry of Establishments, Home Affairs and Ministry of Local Government, Rural Development and Cooperatives. He was a Consultants of World Bank and Asian Development Bank, Dhaka.

Mr. Safar Raj Hossain completed his M.Sc. in Physics from University of Rajshahi. He also completed Masters in Public Administration from Harvard University, USA.

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Annexure-I

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/Admin/44 dated 07 August 2012 of the Securities and Exchange ordinance-1969 is presented below:

Condition No.	Title	Compliance Status	Explanation for Non-Compliance with the condition
1.0	BOARD OF DIRECTORS		
1.1	Board Size (number of directors - minimum 5 and maximum 20)	Complied	
1.2	(i) Independent Directors (at least one fifth of total number of directors shall be independent director)	Complied	
	(ii) Independent director means-		
	(a) who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company	Complied	
	(b) who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder	Complied	
	(c) who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies	Complied	
	(d) who is not a member, director or officer of any stock exchange	Complied	
	(e) who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market	Complied	
	(f) who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm;	Complied	
	(g) who shall not be an independent director in more than 3 (three) listed companies;	Complied	
	(h) who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI)	Complied	
	(i) who has not been convicted for a criminal offence involving moral turpitude.	Complied	
	(iii) the independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	Complied	
	(iv) the post of independent director(s) can not remain vacant for more than 90 (ninety) days	Complied	
	(v) the Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded	Complied	
	(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	Complied	
1.3	Qualification of Independent Director		
	(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.	Complied	
	(ii) The person should be a Business Leader/Corporate Leader/Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences	Complied	
	(iii) In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	Not Applicable	

Condition No.			Title	Compliance Status	Explanation for Non-Compliance with the condition
1.4	Chairman & Chief Executive Officer should be different persons			Complied	
1.5	The Director's Report to Shareholders				
	(i)	Industry outlook and possible future developments in the industry		Complied	
	(ii)	Segment-wise or product-wise performance		Complied	
	(iii)	Risks and concerns		Complied	
	(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin		Complied	
	(v)	Discussion on continuity of any Extra-Ordinary gain or loss		None	
	(vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report		Complied	
	(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments		Complied	
	(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc		Complied	
	(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report		None	
	(x)	Remuneration to directors including independent directors		Partially Complied	
	(xi)	Fairness of Financial Statements		Complied	
	(xii)	Books of Account (maintenance of proper books of account)		Complied	
	(xiii)	Adaption of appropriate accounting policies & estimates		None	
	(xiv)	International Accounting Standards Applicable in Bangladesh (applicable & adequate disclosure of any departure)		Complied	
	(xv)	System of internal Control (soundness and efficiency of Internal Control System)		Complied	
	(xvi)	Going Concern (ability to continue as a Going Concern)		Complied	
	(xvii)	Deviation of Operating Results (highlighting significant deviations from last year in operating results)		Complied	
	(xviii)	Presentation of Key operating and financial data (Summarized financial data of at least preceding 05 years)		Complied	
	(xix)	Declaration of dividend		Complied	
	(xx)	Number of board meetings held during the year and attendance by each director		Complied	
	(xxi)	Pattern of share holding (disclosing aggregate number of shares)-			
		(a)	Parents/Subsidiary/Associate Companies	None	
		(b)	Directors, Chief Executive Officer, Chief Financial Officer, Company Secretary Head of Internal Audit and their spouse and minor Children	Complied	
		(c)	Executives	Complied	
		(d)	Shareholders Holding Ten Percent or More Voting Interest	None	
	(xxii)	Appointment/Reappointment of Directors-		Complied	
		(a)	a brief resume of the director	Complied	
		(b)	nature of his/her expertise in specific functional areas	Complied	
		(c)	names of companies in which the person also holds the directorship and the membership of committees of the board.	Complied	

Condition No.		Title	Compliance Status	Explanation for Non-Compliance with the condition
2.0	CHIEF FINANCIAL OFFICER (CFO), HEAD OF INTERNAL AUDIT AND COMPANY SECRETARY (CS)			
	2.1	Appointment of CFO, Head of Internal Audit and Company Secretary and defining their respective roles, responsibilities and duties	Complied	
	2.2	Attendance of CFO and the company secretary at Board of Directors Meeting	Complied	
3.0	AUDIT COMMITTEE			
	(i)	An Audit Committee as sub-committee of the Board of Directors	Complied	
	(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	Complied	
		ensuring a good monitoring system within the business	Complied	
	(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	Complied	
3.1	Constitution of the Audit Committee:			
	(i)	Composition of Audit Committee (should be composed at least three members)	Complied	
	(ii)	Audit Committee Members Appointment (members should be appointed by the Board with at least one Independent Directors)	Complied	
	(iii)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience	Complied	
	(iv)	Term of Service of Audit Committee (Board to ensure continuity of minimum prescribed number of members)	Complied	
	(v)	The company secretary shall act as the secretary of the Committee	Complied	
	(vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	Complied	
3.2	Chairman of the Audit Committee:			
	(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director	Complied	
3.3	(i)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM)	Complied	
	Role of the Audit Committee			
	(i)	Oversee the financial reporting process.	Complied	
	(ii)	Monitor choice of accounting policies and principles	Complied	
	(iii)	Monitor Internal Control Risk management process	Complied	
	(iv)	Oversee hiring and performance of external auditors	Complied	
	(v)	Review along with the management, the annual financial statements before submission to the board for approval	Complied	
	(vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval	Complied	
	(vii)	Review the adequacy of internal audit function	Complied	
	(viii)	Review statement of significant related party transactions submitted by the management		
	(ix)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors	Complied	
	(x)	The company shall disclose to the Audit Committee about the uses/applications of funds	Complied	

Condition No.	Title	Compliance Status	Explanation for Non-Compliance with the condition
3.4	Reporting of The Audit Committee		
3.4.1	Reporting to the Board of Directors		
(i)	Reporting on the activities of the Audit Committee to the Board of Directors	Complied	
(ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:-		
(ii) (a)	Reporting of Conflict of Interest to the Board of Directors	None	
(ii) (b)	Reporting of any fraud or irregularity or material defect in the Internal Control System to the Board of Directors	None	
(ii) (c)	Reporting of non-compliance of Laws to the Board of Directors	None	
(ii) (d)	Reporting of any other matter to the Board of Directors	None	
3.4.2	**Reporting to Authorities (if any material impact on the financial condition & results of operation, unreasonably ignored by the Management)**	None	
3.4.3	**Reporting of activities to the Shareholders**	Complied	
4.00	EXTERNAL/STATUTORY AUDITORS:		
(i)	Non- engagement in appraisal or valuation services Complied	Complied	
(ii)	Non-engagement in designing of Financial Information System Complied	Complied	
(iii)	Non-engagement in Book Keeping or other services related to the accounting records or financial statements Complied	Complied	
(iv)	Non- engagement in Broker-Dealer services Complied	Complied	
(v)	Non- engagement in Actuarial services Complied	Complied	
(vi)	Non- engagement in Internal Audit services Complied	Complied	
(vii)	Non- engagement in any other services that the Audit Committee determines	Complied	
(viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	Complied	
5.00	SUBSIDIARY COMPANY:		
(i)	"Provisions relating to the composition of the Board of Directors of the holdingcompany shall be made applicable to the composition of the Board of Directors of the subsidiary company."	Not Applicable	
(ii)	"At least 1 (one) independent director on the Board of Directors of the holdingcompany shall be a director on the Board of Directors of the subsidiary company"	Not Applicable	
(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	
(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	
(v)	"The Audit Committee of the holding company shall also review the financialstatements, in particular the investments made by the subsidiary company"	Not Applicable	
6.00	"DUTIES OF CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIALOFFICER (CFO):"		
	The CEO and CFO shall certify to the Board that:-		
(i)	They have reviewed financial statements for the year and that to the best of their knowledge and belief:		

Condition No.			Title	Compliance Status	Explanation for Non-Compliance with the condition
		(a)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	Complied	
		(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	Complied	
	(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	Complied	
7.00			REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:		
	(i)		Cost & Management Accountants Certificate regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis	Complied	
	(ii)		The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions	Complied	



Annexure-II

The Pattern of Shareholding as on 30th June, 2017

Sl	Name of Shareholders	Status	No. of Shares held	Percentage of Share Holdings (%)
a)	Parents/Subsidiary/Associate Companies		n/a	n/a
b)	Directors, Chief Executive Officer, Chief Financial Officer, Company Secretary, Head of Internal Audit and their Spouse and Minor Children			
1	Mr. Ma Jiang	Chairman	1,509,400	7.55%
2	Mr. Tsui Ki Lam	Director	405,200	2.03%
3	Mr. Abdur Rashid	Managing Director	1,000,000	5.00%
4	Mr. Abdul Ahad	Director	1,000,500	5.00%
5	Mr. Enamul Hoq	Director	1,003,000	5.01%
6	Mr. Abul Hasnat Khan	Director	1,002,500	5.01%
7	Mrs. Momtaj Begum	Sponsor	200,000	1.00%
8	Mr. Md. Didarul Anwar	Independent Director	Nil	Nil
9	Mr. Safar Raj Hossain	Independent Director	Nil	Nil
10	Mrs. Zebun Nahar Hoq	Spouse of Mr. Abdul Ahad	Nil	Nil
11	Mrs. Hasina Banu	Spouse of Mr. Enamul Hoq	Nil	Nil
12	Mrs. Syeda Hurria Begum Khan	Spouse of Mr. Abul Hasnat Khan	Nil	Nil
13	Mr. Md. Habibur Rahman	DGM & Company Secretary	Nil	Nil
14	Mr. Md. Shariful Mowla, FCMA	Chief Financial Officer	Nil	Nil
15	Mr. Abdullah Al Mamun	Manager-IC and Compliance	Nil	Nil
c)	Executives*		Nil	Nil
d)	Share holder holding Ten percent or more voting interest		Nil	Nil

* The expression "executives" means top five salaried employees of the company, other than the Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer and Head of Internal Audit.

FAMILY STOCK

Compliance Certificate

PODDER & ASSOCIATES
Cost and Management Accountants

As per BSEC rules (letter SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August, 2012), all the companies listed with any stock exchange in Bangladesh shall comply with some conditions in accordance with condition no. 7. The condition requires that the directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions and prerequisite set by BSEC in their letter.

Compliance Certificate

On

CORPORATE GOVERNANCE

To the Shareholders of

SINOBANGLA INDUSTRIES LIMITED

"Podder & Associates", being one of the firm of "Professional Accountants" in Bangladesh, takes the gratification to study and opine in attainment of Compliance on Corporate Governance by **SINOBANGLA INDUSTRIES LIMITED** For the period ended **30th June, 2017** This study is completed in accordance with the guideline set by **Bangladesh Securities and Exchange Commission** (BSEC) through the notification SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August, 2012.

Accomplishment of compliance on corporate governance is the conscientiousness of the management of the Company. It is neither an audit nor expression of opinion on the financial affairs of the Company.

As per our study and observation on the best of information & explanations provided, **SINOBANGLA INDUSTRIES LIMITED** has complied with the conditions of Corporate Governance set by Bangladesh Securities & Exchange Commission.

On the above note, we would also like to state that such compliance is neither an assurance as to the future capability of the Company nor the efficiency or effectiveness by which management has conducted the affairs of the Company.

For Podder & Associates

Jayanta Kumar Podder
Cost and Management Accountant

Date: 31st October, 2017

Place: Dhaka, Bangladesh

B/1, (Old 55/1) Segun Bagicha (1st & 2nd Floor), Dhaka-1000. Phone: 8351289, 9553529, E-mail : info@thepodders.com, Web : www.thepodders.com

SINOBANGLA INDUSTRIES LTD.

AUDITORS' REPORT
AND
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2017



Zoha Zaman Kabir Rashid & Co. Chartered Accountants
Rupayan Karim Tower, Level # 7, Suite # 7A,80, Kakrail, Dhaka-1000, Bangladesh.
Tel: 9339725, 9339732, Fax: 880 2 8313128
E-mail: zzkrco@gmail.com, Web: www.zzkrca.com

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF SINOBANGLA INDUSTRIES LTD.

We have audited the accompanying Financial Statements of Sinobangla Industries Ltd. which comprises statement of Financial Position as at 30 June, 2017 and the related Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and summary of significant accounting policies and relevant explanatory Notes 01 to 38 for the year ended 30 June, 2017.

Management's Responsibility for the Financial Statements

Management is responsible for the preparing and fair presentation of these Financial Statements in accordance with the Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS). This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of Financial Statements that are free from material misstatement, whether due to fraud and error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

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 about whether the Financial Statements are free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatements of the Financial Statement whether due to fraud and error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Financial Statement 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 principles used and the reasonableness of accounting estimates made by management as well as evaluating the overall Presentation of the Financial Statements.

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

Opinion

In our opinion the Financial Statements present fairly, in all material respect, the Financial Position of Sinobangla Industries Ltd. As at 30 June, 2017 and the result of its financial performance and its cash flows for the year ended 30 June, 2017 in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the applicable sections of Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Further to our opinion in the above paragraph, we state that:

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

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

c) the Company's Statement of Financial Position and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flow and its Statements in Change in Equity dealt with by the report are in agreement with the books of accounts and return; and

d) the expenditure incurred and payments made were for the purpose of the company's business;

October 28, 2017
Rupayan Karim Tower
Level-7, Suite # 7A
80, Kakrail, Dhaka-1000

sd/

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

AMAR STOCK

SINOBANGLA INDUSTRIES LTD.
Statement of Financial Position
as at June 30, 2017

Figures in Taka

ASSETS	Notes	30-06-2017 Unit-I	30-06-2017 Unit-II	Consolidated	30-06-16
Non-Current Assets					
Property, Plant & Equipment (At cost less accumulated depreciation)	02	58,942,268	512,756,381	571,698,649	576,335,065
Capital Work in Progress	03	-	-	-	1,299,000
Investment in Unit - II		245,304,181	-	245,304,181	245,304,181
Investment in Dutch Bangla Pack Ltd.	04	-	34,317,877	34,317,877	34,317,877
Investment in FDR	05	1,481,445	-	1,481,445	1,481,445
		305,727,894	**547,074,258**	**852,802,152**	**858,737,568**
Current Assets					
Inventories	06	19,963,607	130,535,273	150,498,880	146,604,167
Trade Debtors	07	44,665,756	156,418,292	201,084,048	194,439,753
Other Receivables	08	31,477,030	27,038,790	58,515,820	52,838,377
Advance, Deposits & Pre-payments	09	73,760,029	83,846,587	157,606,616	148,049,249
Inter transfer to Unit-II		43,780,511	-	43,780,511	46,632,213
Cash & Cash Equivalents	10	6,686,219	5,208,501	11,894,720	14,903,948
		220,333,152	**403,047,443**	**623,380,595**	**603,467,707**
TOTAL ASSETS	Tk.	**526,061,046**	**950,121,701**	**1,476,182,747**	**1,462,205,275**
EQUITY & LIABILITIES					
Shareholders' Equity					
Share Capital	11	199,966,000	-	199,966,000	199,966,000
Share Premium	12	99,983,000	-	99,983,000	99,983,000
General Reserve	13	27,596,887	15,599,515	43,196,402	43,196,402
Reserve for Revaluation of Fixed Assets		1,884,943	2,276,766	4,161,709	4,624,121
Retained Earnings	32	(16,503,248)	193,644,570	177,141,322	144,924,378
		312,927,582	**211,520,851**	**524,448,433**	**492,693,901**
Non-Current Liabilities:					
Investment from Unit-I		-	245,304,181	245,304,181	245,304,181
Deferred Tax Liability/(Assets)		(7,956,262)	23,034,360	15,078,098	8,540,481
Long Term Loan	14	57,217,993	74,178,696	131,396,689	163,874,824
		49,261,731	**342,517,237**	**391,778,968**	**417,719,486**
Current Liabilities and Provisions					
Long Term Loan - Current Portion	15	-	32,550,191	32,550,191	33,360,781
Short Term Loan - Secured	16	151,803,311	47,826,958	199,630,269	203,489,423
Sundry Creditors	17	2,436,489	178,719,062	181,155,551	167,680,203
Liabilities for Expenses	18	7,542,305	20,238,085	27,780,390	28,539,416
Advance against Sales	19	80,974	4,428,881	4,509,855	1,063,843
Inter transfer from Unit-I		-	43,780,511	43,780,511	46,632,213
Provision for WPPF	20	-	3,794,537	3,794,537	2,334,343
Provision for Income Tax	21	1,909,469	52,160,835	54,070,304	44,583,962
Unclaimed Dividend	22	99,185	12,584,553	12,683,738	24,107,704
		163,871,733	**396,083,613**	**559,955,346**	**551,791,888**
TOTAL EQUITY & LIABILITIES	Tk.	**526,061,046**	**950,121,701**	**1,476,182,747**	**1,462,205,275**
Net Assets Value (NAV) per Share	31			**26.23**	**24.64**

I) The annexed notes from page 41 to 61 form an integral part of these accounts.
II) The Accounts have been approved by the Board of Directors in their meeting held on 28 October 2017

sd/	sd/	sd/	sd/	sd/
(Abdur Rashid) Managing Director	(Enamul Hoq) Director	(Abul Hasnat Khan) Director	(Md. Habibur Rahman) DGM & Company Secretary	(Md. Shariful Mowla, FCMA) Chief Financial Officer

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

sd/

(Zoha Zaman Kabir Rashid & Co.)
Chartered Accountants

Dated: Dhaka, 28 October, 2017

SINOBANGLA INDUSTRIES LTD.
Statement of Profit or Loss and Other Comprehensive Income

for the year ended June 30, 2017

Figures in Taka

Particulars	Notes	30-06-17 Unit-I	30-06-17 Unit-II	Consolidated	30-06-16 (Twelve Months)
Turnover	23	83,070,357	1,292,980,872	1,376,051,229	1,243,859,817
Cost of Goods Sold	24	(96,679,037)	(1,100,109,657)	(1,196,788,694)	(1,087,060,791)
Gross Profit		**(13,608,680)**	**192,871,215**	**179,262,535**	**156,799,026**
Operating Expenses:					
Administrative Expenses	25	(11,569,688)	(45,643,892)	(57,213,580)	(55,341,322)
Selling Expenses	26	(256,310)	(26,104,593)	(26,360,903)	(23,169,167)
		(11,825,998)	**(71,748,485)**	**(83,574,483)**	**(78,510,489)**
Operating Profit/(Loss)		**(25,434,678)**	**121,122,730**	**95,688,052**	**78,288,537**
Other Income	27	278,228	4,016	282,244	119,646
Financial Expenses	28	(2,955,798)	(41,441,470)	(44,397,268)	(40,360,096)
Profit/(Loss) before WPPF		**(28,112,248)**	**79,685,276**	**51,573,028**	**38,048,087**
Contribution to WPPF		-	(3,794,537)	(3,794,537)	(3,272,639)
Profit/(Loss) before Tax		**(28,112,248)**	**75,890,739**	**47,778,491**	**34,775,448**
Income Tax Expenses:	29				
Current Tax		-	(9,486,342)	(9,486,342)	(8,181,597)
Deferred Tax		573,960	(7,111,577)	(6,537,617)	(2,016,384)
Profit/(Loss) after Tax		**(27,538,288)**	**59,292,820**	**31,754,532**	**24,577,467**
Earnings Per Share (EPS)	30			**1.59**	**1.23**

Note: The annexed notes from page 41 to 61 form an integral part of these accounts.

sd/	sd/	sd/	sd/	sd/
(Abdur Rashid)	(Enamul Hoq)	(Abul Hasnat Khan)	(Md. Habibur Rahman)	(Md. Shariful Mowla, FCMA)
Managing Director	Director	Director	DGM & Company Secretary	Chief Financial Officer

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

sd/

(Zoha Zaman Kabir Rashid & Co.)
Chartered Accountants

Dated: Dhaka, 28 October, 2017

SINOBANGLA INDUSTRIES LTD.
Statement of Changes in Equity

for the year ended June 30, 2017

Particulars	Share Capital	Share Premium	General Reserve	Reserve for Revaluation	Retained Earnings	Total
As at July 01, 2016	199,966,000	99,983,000	43,196,402	4,624,121	144,924,378	492,693,901
Net Profit After Tax	-	-	-	-	31,754,532	31,754,532
Revaluation Reserve	-	-	-	(462,412)	462,412	-
Balance as on 30 June, 2017	**199,966,000**	**99,983,000**	**43,196,402**	**4,161,709**	**177,141,322**	**524,448,433**
As at July 01, 2015	199,966,000	99,983,000	43,196,402	4,954,416	150,412,632	498,512,450
Net Profit After Tax	-	-	-	-	14,178,051	14,178,051
Dividend Paid for Prior Year	-	-	-	-	(19,996,600)	(19,996,600)
Revaluation Reserve	-	-	-	(330,295)	330,295	-
Balance as on 30 June, 2016	**199,966,000**	**99,983,000**	**43,196,402**	**4,624,121**	**144,924,378**	**492,693,901**

sd/
(Abdur Rashid)
Managing Director

sd/
(Enamul Hoq)
Director

sd/
(Abul Hasnat Khan)
Director

sd/
(Md. Habibur Rahman)
DGM & Company Secretary

sd/
(Md. Shariful Mowla, FCMA)
Chief Financial Officer

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

sd/
(Zoha Zaman Kabir Rashid & Co.)
Chartered Accountants

Dated: Dhaka, 28 October, 2017



SINOBANGLA INDUSTRIES LTD.
Statement of Cash Flows
for the year ended June 30, 2017

Figures in Taka

	30.06.2017	30.06.2016 Twelve Months
Cash flows from operating activities:		
Collection from turnover and other income	1,367,457,747	1,167,138,687
Paid to suppliers,employees and others	(1,242,478,870)	(1,104,463,797)
Cash flows from operating activities	**124,978,877**	**62,674,890**
Cash flows from investing activities:		
Acquisition of fixed assets	(35,018,992)	(85,090,041)
Capital expenditure-in-progress	-	(3,554,010)
Cash flows from investing activities	**(35,018,992)**	**(88,644,051)**
Cash flows from financing activities:		
Decrease in long term loan	(32,478,135)	58,496,604
Decrease in short term loan	(4,669,744)	19,441,353
Financial Expenses	(44,397,268)	(40,360,096)
Dividend paid	(11,423,966)	(19,447,326)
Cash flows from financings activities	**(92,969,113)**	**18,130,535**
Net Cash inflow/(outflow)	**(3,009,228)**	**(7,838,626)**
Opening cash and bank balances	**14,903,948**	**22,742,574**
Closing cash and bank balances	**11,894,720**	**14,903,948**
Net Operating Cash Flows Per Share (NOCFPS)	**6.25**	**3.13**

sd/
(Abdur Rashid)
Managing Director

sd/
(Enamul Hoq)
Director

sd/
(Abul Hasnat Khan)
Director

sd/
(Md. Habibur Rahman)
DGM & Company Secretary

sd/
(Md. Shariful Mowla, FCMA)
Chief Financial Officer

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

sd/
(Zoha Zaman Kabir Rashid & Co.)
Chartered Accountants

Dated: Dhaka, 28 October, 2017

FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS

1. Legal status and nature of the Business -Disclosure under IAS 1 "Presentation of Financial Statements" Domicile

Legal Form and Country of Incorporation

The "SINOBANGLA INDUSTRIES LIMITED" (hereinafter referred to as "SBIL" or "the Company") was incorporated in Bangladesh on November 13, 1996 in the name of Sinobangla Industries Ltd. under the Companies Act, 1994. Its shares are listed with Dhaka Stock Exchange Limited & Chittagong Stock Exchange Limited since 1999.

Registered Office & Factory

The registered office of the Company and Factory is located at Mouza: Boro Baluakandhi, P.S.: Gazaria, District : Munshiganj, 31 Km. South-East from Dhaka and the Head Office is situated at Navana DH Tower, 9th Floor, 6 Panthapath, Dhaka-1215.

Nature of Business Activities

The Company is producing FIBC (jumbo bag), multiply kraft paper and woven PP bags for packing building materials,cement, fertilizer, rice, animal & fish feed, salt, foodgrain, etc. The Company commenced its commercial operation on November 01,1997.The Unit-II of the Company started commercial production on May 02,2001 and expansion project of Unit-II started its production on September'2012

Number of Employees

The number of employees at the year-end ware 1,489 persons.

Basis of Presenting Accounts and Significant Accounting Policies
- Disclosure under IAS1 "Presentation of Financial Statements"
Basis of Presenting Accounts
Basis of Accounting

These Accounts have been prepared on a going concern basis under historical cost convention based on the Generally Accepted Accounting Principles (GAAP) consistently applied. The Financial Statements have been prepared in accordance with Bangladesh Accounting Standards (BAS)/ Bangladesh Financial Reporting Standards (BFRS) with reference to disclosures of accounting policies as applicable.

Basis of Presentation

The Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income and Statement of Changes in Equity have been prepared as per BAS-1 and The Cash Flows Statement has been prepared in accordance with BAS-7.

Going concern:

The Company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the Company provides sufficient fund to meet the present requirements of existing business.

Off Setting

"In compliance to BAS-1 and BAS-32, offsetting is done for a particular vendor or customer when the following conditions are met:

-Each of the two parties owes the other determinable amounts;
-The entity has the right to set off against the amount owed by other party;
-The entity intends to offset;
-The right of set off is legally enforceable."

Recognition of Property, Plant & Equipment and Depreciation (BAS-16)

Property, Plant & Equipment are stated at cost less accumulated depreciation in accordance with BAS 16 "Property, Plant &Equipment". Cost represents cost of acquisition or construction and includes purchase price and other directly attributable cost, of bringing the assets to working conditions for its intended to use, but do not include any capitalized borrowing cost. No depreciation is charged on land and land development. Depreciation on all other fixed assets are computed using the reducing balance method in amounts sufficient to write off depreciable assets over their estimated useful life. Expenditure for maintenance and repairs are expensed; major replacements, renewals and betterments are capitalized. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation, and any gain or loss on such disposal is reflected in operations for the year.

The annual depreciation rates applicable to the principal categories are :

	Unit-I	Unit-II
Building and Civil Construction	5%	5%
Plant & Machinery	10%	10%
Office & Factory Equipment	10%	10%
Motor & Vehicle	15%	15%
Furniture & Fixtures	10%	10%
Sundry Assets	10%	10%

Depreciation has been charged to accounts consistently.

Work in progress is recognized as percentage of physical completion of construction work and supply of equipment. After completion of the entire work it is capitalized as fixed assets in the property and equipment

Inventories

Inventories comprise of raw material, packing material, work- in- process and finished goods. They are stated at the lower of cost and net realizable value in accordance with BAS 2 "Inventories" after making due allowance for any obsolete or slow moving item. The cost of inventories are assigned by using weighted average cost formula. Net realizable value is determined after deducting the estimated cost of completion and/or cost to be incurred for effecting the sale from sales price.

Trade and Other Receivables

These are carried at original invoice amount. Trade and other receivables are unsecured and considered good and collectable.

Cash and Cash Equivalents (BAS-1 &7)

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

Creditors and Accruals

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

Income Tax Expenses

Current Tax:

Provision for Taxation for the Company has been sufficiently kept and the company has sufficient fund for pay off tax liabilities and 50% income of Unit-II has been considered as tax exempted as per ITO 1984 at the time of computing tax.

Deffered Tax

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the Statement of Financial Position liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are generally recognized for all deductible temporary differences can be utilized. Sinobangla Industries Ltd. recognized deferred tax libilities for all taxable temporary difference of Fixed Assets.

Assessment Position
Income tax assessment for the assessment year 2012-13, 2013-14, 2014-15 and 2015-16 is under Appellate tribunal and the assement year 2016-2017 and 2017-2018 is under process for assessment.

Borrowing Costs
In compliance with the requirements of BAS-23 "Borrowing Costs", borrowing costs of operational period on short term loan and overdraft facilities from commercial banks & financial institutions were charged off as revenue expenditure as they incurred.

Foreign Currency Transaction (BAS-21)
Transactions in foreign currencies are converted into Bangladeshi Taka at the exchange rate prevaling on the date of transaction in accordance with provisions of BAS 21 "The Effects of Changes in Foreign Currency Rate".
Foreign currencies receivable against export sales have been accounted for on the basis of actual amount received subsequently

Revenue Recognition (BAS-18)
Revenue recognized at the time of delivery of goods from the factory premises while export subsidy is earned after the realization of export proceeds, satisfying all the conditions for revenue recognition as provided in BAS 18 "Revenue Recognition".

Leases (BAS-17)
Lease agreement with United Leasing Co. Ltd and Union Capital Ltd. was treated as fiancial lease under sales and lease back basis.

Earnings Per Share (EPS) (BAS-33)
The Company calculates Earnings Per Share (EPS) in accordance with BAS 33 "Earnings Per Share" which has been shown on the face of Profit or Loss and other Comprehensive income Account and the computation of EPS is stated in Accounts under note-30.

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

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

Diluted Earnings Per Share
No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year.

Segment Reporting
No segmental reporting is applicable for the Company as required by BAS-14: "Segment Reporting" as the Company operates in a single industry segment and within a single geographical territory.

Cash Flows Statement (BAS-7)
Cash Flows Statement is prepared under direct method principally in accordance with BAS 7 "Cash Flows Statement" and the cash flow from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules 1987.

Additional Information on Financial Statements
Responsibility for Preparation and Presentation of Financial Statements
The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of "The Framework for the Preparation and Presentation of Financial Statements" issued by the International Accounting Standards Committee (IASC).

Components of the Financial Statements
According to the Bangladesh Accounting Standard (BAS) 1 "Presentation of Financial Statements", the complete set of Financial Statements includes the following components :

(i) Statement of Financial Position as at 30 June, 2017
(ii) Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June, 2017.
(iii) Statement of Changes in Equity for the year ended 30 June, 2017.
(iv) Statements of Cash Flows for the year ended 30 June, 2017.
(v) Accounting Policies and Explanatory Notes to the Financial Statements.

Risk and Uncertainties for use of estimates in preparation of Financial Statements
The preparation of Financial Statements in conformity with the International Accounting Standards require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as long term contracts, depreciation, employees' benefit plans, taxes, reserves and contingencies.

Compliance with Local Laws
The Financial Statements have been prepared in compliance with requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other relevant local laws and rules.

Compliance with International Accounting Standards (IAS)/BAS
The Financial Statements have been prepared in compliance with requirements of IAS adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as BAS and as applicable in Bangladesh.

Reporting Period
Financial Statements of the Company cover one year from July 01, 2016 to June 30, 2017 for both Unit -I and Unit-II.

Reporting Currency and Level of Precision
The figures in the Financial Statements represent Bangladesh currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

Comparative Information
Comparative information have been disclosed in respect of the year 2016-2017 for all numerical information in the Financial Statements and also the narrative and descriptive information when it is relevant for understanding of the current period's financial statements. Data for the year ended June 30, 2016 have been rearranged to ensure comparability of financial statements as per BAS-1. On 20th Annual General Meeting, the Shareholders approved 8(eight) month Financial Statements ended on June 30, 2016. For comparing with the Financial Statements ended on June 30, 2017, we have applied 12 (twelve) month's (July,2015 to June,2016) financial data ended on June 30, 2016 rather than 8(eight) month's (November, 2015 to June, 2016) financial data ended on June 30, 2016. But comparative data of Statement of Financial Position and Statement of Changes in Equity ended on June 30, 2016 is linked with 8(eight) month's Financial Statements approved by shareholders.

Employee Benefit (BAS-19):
Impairment test of Investment in Dutch Bangla Pack Ltd. has been disclosed with related Note- 4.
Disclosure of Event Occurring after the Statement of Financial Position Date (BAS-10)

The Company does not operate any retirement gratuity or Providend Fund benefit to its employees. Howerver, the company Operates a Worker's Profit Participation Fund for the Workers.

Related Party Disclosure (BAS-24)
The Company has not carried on any transactions with related party in the normal course of business other than the investment to shares of Tk.34,317,877 to Dutch Bangla Pack Ltd.

Impairment Test (BAS-36):
Impairment test of Investment in Unit-II in an inter company transaction used for balancing Unit-I and Unit-II transaction. The same value has been shown as investment from Unit-I, Under, "NON CURRENT LIABILITIES" Therefore no impairment test is required for this.
Impairment test of Investment in Dutch Bangla Pack Ltd. has been disclosed with related Note- 4.

Disclosure of Event Occurring after the Statement of Financial Position Date (BAS-10)
The significant event between the Statement of Financial Position date and the date on which financial statements are issued as mentioned in Note-34.
a) The Board of Directors has recommended a dividend of 10% cash on Company's Paid-up Capital.

NOTES TO THE STATEMENT OF FINANCIAL POSITION:

2. PROPERTY, PLANT & EQUIPMENT : Tk. 571,698,649

This is arrived at as follows:

		30.06.17		Consolidated	
		Unit-I	Unit-II		30.06.16
Gross Block		197,507,404	804,866,107	1,002,373,511	966,055,519
Accumulated Depreciation		(138,565,136)	(292,109,726)	(430,674,862)	(389,720,454)
	Tk.	**58,942,268**	**512,756,381**	**571,698,649**	**576,335,065**
Cost as on 01.07.2016		197,507,404	768,548,115	966,055,519	864,236,778
Addition During the Year		-	36,317,992	36,317,992	101,818,741
Total Cost at 30.06.2017		**197,507,404**	**804,866,107**	**1,002,373,511**	**966,055,519**
Depreciation at 01.07.2016		134,551,293	255,169,161	389,720,454	363,039,742
Charged during the year		4,013,843	36,940,565	40,954,408	26,680,712
Total Depreciation at 30.06.2017		**138,565,136**	**292,109,726**	**430,674,862**	**389,720,454**
Balance at 30.06.2017	**Tk.**	**58,942,268**	**512,756,381**	**571,698,649**	**576,335,065**

The above amount includes addition to fixed assets during the period and depreciation thereon. Detail Fixed Assets are given in Schedule-A-1.

Depreciation on additional of Assets During the year: Depreciation against inclusion of Plant and Machinery during the year has been charged from the month of starting commercial production and other assets have been depreciated from the month of installation.

3. CAPITAL EXPENDITURE-IN-PROGRESS : Tk. Nil

		30.06.17		Consolidated	30.06.16
This is arrived at as follows :		Unit-I	Unit-II		
Opening balance		-	1,299,000	1,299,000	17,574,000
Add:Addition during the year		-	-	-	2,600,950
		-	**1,299,000**	**1,299,000**	**20,174,950**
Less: Adjustment/Transfer during the year		-	(1,299,000)	(1,299,000)	(18,875,950)
	Tk.	-	-	-	**1,299,000**

The above amount includes percentage of physical completion of work after completion of the entire work it is capitalized as fixed assets. - **Schedule 3(a).**

4. INVESTMENT IN DUTCH BANGLA PACK LTD. : Tk. 34,317,877

		30.06.17		Consolidated	30.06.16
This is arrived at as follows :		Unit-I	Unit-II		
Paid Up Capital (34,317 Shares @Tk. 1,000)		-	34,317,000	34,317,000	34,317,000
Share Money Deposit to DBPL		-	877	877	877
	Tk.	-	**34,317,877**	**34,317,877**	**34,317,877**

IMPAIRMENT TEST:

Impairment test of investment in Dutch Bangla Pack Ltd.(DBPL) has been performed. As per DBPL's Audited financial statement ended on December 31, 2016 and December 31, 2015, NAV per share was Tk. 1,494.06 and Tk. 1,439.42 respectively. Whereas face value/ cost of investment Tk. 1,000/share. That means, NAV/market value of the investment is higher than Cost price/face value of the Investment. Hence, As per BAS-34 no impairment is occurred.

5. INVESTMENT ON FDR. : Tk. 1,481,445

		30.06.17		Consolidated	30.06.16
This is arrived at as follows :		Unit-I	Unit-II		
Eastern Bank Ltd. A/C No.1015560196324		871,445	-	871,445	871,445
Eastern Bank Ltd. A/C No.1015560196364		610,000	-	610,000	610,000
	Tk.	**1,481,445**	-	**1,481,445**	**1,481,445**

6. INVENTORIES : Tk. 150,498,880

6.01 Inventories (Unit-I) : Tk. 19,963,607

This consists of as follows :

		30.06.17	30.06.16
Raw Materials (Note No. 6.01.1)		4,454,158	1,526,010
Fuel for Generator	1,242 Ltr	80,704	121,160
Lubricants	786 Ltr	228,104	147,729
Work-in-Process	65,259 Kgs	7,319,203	4,079,219
Finished Goods	8,219 Kgs	1,242,483	963,035
Printing & Stationery	35 Item	148,929	142,311
Stores & Spares	1,289 Item	6,490,026	6,684,400
	Tk.	19,963,607	13,663,864

6.02 Inventories (Unit-II) : Tk. 130,535,273

This consists of as follows :

		30.06.17	30.06.16
Raw Materials (Note No. 6.02.2)		59,477,345	75,863,748
Fuel for Generator	310 Ltr	20,176	30,290
Lubricants	7,724 Ltr	884,039	614,944
Work-in-Process	371,009 Kgs	42,813,904	33,796,816
Finished Goods	64,316 Kgs	9,946,091	6,009,274
Printing & Stationery	166 Item	353,598	358,293
Stores & Spares	4,015 Item	17,040,120	16,266,938
	Tk.	130,535,273	132,940,303

6.01.1 Raw Materials (Unit-I) : Tk. 4,454,158

		30.06.17	30.06.16
PPR	22,658 Kgs	2,910,852	154,018
CPR	1,250 Kgs	143,628	79,084
Kraft Paper	5,078 Kgs	352,369	423,850
Calcium Carbonate	8,627 Kgs	412,825	355,614
LDPE/HDPE	1,942 Kgs	211,269	131,285
Printing Ink	1,004 Kgs	371,875	341,389
Poly Tape	340 Kgs	51,340	40,770
	Tk.	4,454,158	1,526,010

6.02.2 Raw Materials (Unit-II) : Tk. 59,477,345

		30.06.17	30.06.16
PPR	225,367 Kgs	21,361,386	45,738,593
CPR	85,000 Kgs	9,814,056	4,792,152
Calcium Carbonate	26,986 Kgs	1,249,015	2,853,599
LDPE/HDPE	17,797 Kgs	2,124,076	1,722,727
Printing Ink	7,830 Kgs	2,502,867	3,381,851
Stitching Yarn	46,972 Kgs	7,140,582	5,258,762
Poly Tape	588 Kgs	91,869	91,869
Master Batch	40,600 Kgs	10,404,244	4,562,561
Solvent, Glue, Adhesive Tape & Sheet etc.		4,789,250	7,461,634
	Tk.	59,477,345	75,863,748

- Basis of valuation is stated at Note: 1.
- Physical Inventory at the year ended on June 30, 2017 has been taken by a team comprising of employees of Sinobangla Industries Ltd. and the Auditors.
- Inventories in Unit- I were pledged to Eastern Bank Ltd., 10 Dilkusha, Dhaka as security of LATR.
- Inventories in Unit -II were pledged to The Hongkong and Shanghai Banking Corporation Ltd. Dhaka Main Office, Anchor Tower,1/1-B, Sonargaon Road Dhaka-1205 as security of LATR.
- Work-in-Process were valued at cost of materials with portion of conversion cost.

7. TRADE DEBTORS : Tk. 201,084,048

This consists of as follows:

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Local Debtors	44,665,756	-	44,665,756	59,759,098
Overseas Debtors	-	156,418,292	156,418,292	134,680,655
Tk.	**44,665,756**	**156,418,292**	**201,084,048**	**194,439,753**

- No amount was due by the Directors, Managing Agent, Managers and other officers of the company and any of them severally or jointly with any other person.

Aging of the above receivables are given below:

Particulars	Up to 3 months	3 to 6 months	6 months & above	Total
Trade Debtors	187,008,165	14,075,883	-	201,084,048
Total	**187,008,165**	**14,075,883**	**-**	**201,084,048**

8. OTHERS RECEIVABLE : Tk. 58,515,820

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
8.a This is arrived at as follows:				
Opening Balance	25,730,453	27,038,790	52,769,243	44,349,366
Current year receivable (Advance VAT)	5,692,257	-	5,692,257	8,419,877
Tk.	**31,422,710**	**27,038,790**	**58,461,500**	**52,769,243**
Details Receivable arrived at as follows				
Opening Balance of DEDO Balance	11,257,356	-	11,257,356	11,257,356
Opening Balance of Current Register	14,473,097	27,038,790	41,511,887	33,092,010
VAT Adjust with Current Register	5,692,257	-	5,692,257	8,419,877
Tk.	**31,422,710**	**27,038,790**	**58,461,500**	**52,769,243**
8.b Interest Receivable on FDR at as follows				
Opening Balance	69,134	-	69,134	-
Current Year Receivable	54,320	-	54,320	69,134
Adjust with Interest on FDR	(69,134)	-	(69,134)	-
Tk.	54,320	-	54,320	69,134
Tk.	**31,477,030**	**27,038,790**	**58,515,820**	**52,838,377**

9. ADVANCE, DEPOSITS & PREPAYMENTS : Tk. 157,606,616

9.01. Advance Deposits & Prepayments (Unit-I) : Tk. 73,760,029

This represents as follows:	30.06.17	30.06.16
L/C Margin for Raw Materials	6,795,415	6,247,112
L/C Margin for Spare Parts	52,473	412,557
L/C Margin for Plant & Machinery	86,815	-
Advance to Wooshin Machine Co. Ltd.	-	185,000
Advance for Selling Expenses	-	420,000
Advance for VAT Appeal	196,752	196,752
Advance to HM Security	-	38,000
Advance to Tech Valley Computers	-	250,000
Advance against Income Tax (9.01.a)	63,757,595	62,820,284
Advance for Dormitory Rent	51,200	32,800
Advance rent for Office Kitchen	28,000	10,430
Advance to Project Consultant & Construction	60,000	60,000
Advance for Purchase- Navana DH Tower	-	50,000
Advance for Purchase- TT for Spare Parts	116,823	422,023
Advance to Office Staff	-	104,715
Security Deposit-REB	377,280	377,280
Security Deposit-Mobile Phone	30,000	30,000
Security Deposit to Factory Rent	372,000	372,000
Security Deposit to Titas Gas T & D Co. Ltd.	1,252,850	1,252,850
Security Deposit to Saudi Bangla Fish Feed	20,000	20,000
Security Deposit to National Tea Co. Ltd.	-	71,227
Security Deposit to CDBL	200,000	200,000
Security Deposit to Securex (pvt.) Ltd.& C&F Agent	-	158,731
Pre-paid Insurance Premium-Factory Assets	362,826	371,436
Tk.	**73,760,029**	**74,103,197**

9.01.a Advance Against Income Tax Tk. 63,757,595

Opening Balance on 01-07-2016	62,820,284	60,789,459
Income Tax paid by National Tea Co. Ltd.	22,809	-
Income Tax paid by Global Heavy Chemicals Ltd.	-	48,663
Income Tax paid by Global Capsules Ltd.	-	6,358
Income Tax paid by Gazipur Tea Estate Bd. Ltd.	-	7,350
Income Tax paid by MM Ispahani Ltd.	176,290	203,661
Income Tax paid by ASM Chemical Industries Ltd.	53,261	110,826
Income Tax paid by Keya Cosmetics Ltd.	30,678	183,475
Income Tax paid by Kohinoor Chemical Co. Bd. Ltd.	-	28,406
Income Tax paid by Zareen Tea Estate	-	4,170
Income Tax paid by Neptune Tea Estate	6,896	12,654
Income Tax paid by Zareen Plantation Ltd.	-	3,730
Income Tax paid by Excel Feed Ltd.	-	75,575
Income Tax paid by Naafco Pvt. Ltd.	-	123,237
Income Tax paid by Sadat Jute Industries Ltd.	-	15,346
Income Tax paid by MIMPEX Agrochemicals Ltd.	-	1,955
Income Tax paid by Tongwei Feed Mills Bangladesh Ltd.	-	202,215
Income Tax paid by Everway Yarn Dyeing Ltd.	-	33,283
Income Tax paid by Maar Ltd.	30,494	108,244
Income Tax paid by Berger Paints BD Ltd.	117,747	-
Income Tax paid by Crescent Chemicals Ltd.	51,393	-
Income Tax against Bank interest earned	28,927	27,204
Income Tax against Raw Materials & Spare Parts	418,816	834,473
Tk.	**63,757,595**	**62,820,284**

9.02 Advance Deposit & Prepayments (Unit-II) : Tk. 83,846,587

This represents as follows:

	30.06.17	30.06.16
L/C Margin for Raw Materials	13,240,989	5,253,108
L/C Margin for Plant & Machinery	3,480,204	-
L/C Margin & Retirement for Spare Parts	1,348,834	-
Advance for Customs Tribunal Appellate	4,654,829	4,742,829
Advance against Income Tax (9.02.a)	52,243,673	43,197,916
Advance for Purchase- Transfer from Capital Work in Progress	-	15,000,000
Advance for Purchase- Spare Parts	3,548,072	2,188,923
Advance to Bureau Veritas BD Private Ltd.	736,000	485,625
Advance to SGS Bangladesh Ltd.	172,500	57,500
Advance to Latex Ltd.	55,000	55,000
Advance to Energypac Power Generation Ltd.	1,000,000	-
Advance to AB Construction	649,042	-
Advance to Azizur Rahman Chunnu	20,000	
Advance to Bangladesh Equipment Corporation	-	114,000
Advance for Overseas Travels	-	245,100
Lease Deposit- United Finance Ltd.	42,990	42,990
Bank Grarantee	140	140
Security Deposit-Mobile Phone	1,000	1,000
Security Deposit-REB	678,956	678,956
Pre-Paid Insurance-Factory Assets	1,974,358	1,882,965
Tk.	**83,846,587**	**73,946,052**

9.02.a Advance Against Income Tax Tk. 52,243,673

Opening Balance on 01-07-2016	43,197,916	38,545,179
Income Tax against Bank Interest Earned	401	294
Income Tax against Export Remittance	8,942,832	4,578,012
Income Tax against Raw Materials/Spare Parts	102,524	74,431
Tk.	**52,243,673**	**43,197,916**

- Advance L/C margins represent cost incurred on imported raw materials which have been adjusted against respective head of accounts.

-There is no amount of loans and advances due for payment for a period of more than 12 months from the date of Statement of Financial Position.

-There is no aggregate amount due by Directors, Officers of the Company or by an associated Company and controlled firms.

-There are no claims against the Company, which can be acknowledged as debt.

MAR STOCK

10. CASH & CASH EQUIVALENTS : Tk. 11,894,720

10.1 Cash & Bank Balances (Unit-I) : Tk. 6,686,219

This consists of as follows :

		30.06.17	30.06.16
Cash in hand:			
At Head Office		216,679	46,857
At Factory		151,537	37,860
Cash at Banks :			
Commercial Bank of Celyon Ltd.	CD Account#1802001011	363	363
Commercial Bank of Celyon Ltd.	MM Account#2809007290	4,971,778	9,132,696
Dutch Bangla Bank Ltd.	CD Account # 101.110.1801	6,854	8,004
Dutch Bangla Bank Ltd.	STD Account # 101.120.606	577,857	1,094,849
Dhaka Bank Ltd.	CD Account # 1200 3140	3,863	3,863
Dutch Bangla Bank Ltd.	STD Account # 101.120.324	31,063	32,612
Bank Asia Ltd.	STD Account # 00236000587	662,233	791,314
Eastern Bank Ltd.	CD Account# 01011060010580	594	2,319
Eastern Bank Ltd.	SND Account# 01011230169465	54,088	23,477
Eastern Bank Ltd.	CD Account# 1011060478177	9,310	-
	Tk.	**6,686,219**	**11,174,214**

10.2 Cash & Bank Balances (Unit-II) : Tk. 5,208,501

This consists of as follows :

		30.06.17	30.06.16
Cash in hand:			
At Head Office		233,115	58,894
At Factory		6,422	13,528
Cash at Banks :			
HSBC	ERQ Account # 001-073394-047 (USD 8,250.58)	645,151	966,236
HSBC	Margin Account # 001-073394-091(USD 6,579.48)	527,674	722,347
HSBC	STD Account#001-073394-068	6,025	5,971
HSBC	STD Account#001-073394-067	283	281
HSBC	Current Account#001-073394-012	446,761	1,879,477
EBL	ERQ Account # 1053100202410 (USD 15,643.76)	1,234,622	-
Prime Bank Ltd.	STD Account# 11331020013071	953,186	11,494
UCB	Current Account#0171101000000714	1,101,518	14,622
Dutch Bangla Bank Ltd.	STD Account # 101.110.11274	38,760	40,750
Shahajalal Islami Bank Ltd.	CD Account # 11100007810	14,984	16,134
	Tk.	**5,208,501**	**3,729,734**

The bank balances have been confirmed and reconciled with respective bank statements.
Cash in hand has been verified by the Management at the close of the year and a cash custody certificate was furnished to the Auditors.

11. SHARE CAPITAL: Tk. 199,966,000

This represents:

a) Authorised Capital		
100,000,000 Ordinary shares of Tk. 10/= each	**1,000,000,000**	**1,000,000,000**
b) Issued, Subscribed & Paid up capital :		
9,998,300 Ordinary share of Tk. 10/= each	99,983,000	99,983,000
9,998,300 Right share of Tk. 10/= each (1:1)	99,983,000	99,983,000
Total 19,996,600 shares of Tk. 10 each fully paid up in cash	**199,966,000**	**199,966,000**

The details of Share Capital are as follows :

b.1 Composition of Shareholders :

Description	No. of Shareholders	No. of Shares	% of Shareholding 30.06.17	% of Shareholding 30.06.16
Local Sponsors	5	4,206,000	21.03%	21.03%
Foreign Sponsors	2	1,914,600	9.58%	9.58%
Financial Institutions	9	822,382	4.11%	2.76%
NRB	3	2,500	0.01%	0.05%
General Public	3,052	13,051,118	65.27%	66.58%
Total	**3,071**	**19,996,600**	**100.00%**	**100.00%**

AMAN STOCK

b.2 The distribution schedule showing the number of shareholders and their shareholdings in percentage as on 30.06.2016 are as follows:

Range	No. of shareholders	No. of Shares	Holding percentage
Less than 500 shares	1210	326,424	1.63%
501-5,000 shares	1388	2,637,031	13.19%
5,001-10,000 shares	231	1,773,101	8.87%
10,001-20,000 shares	126	1,835,712	9.18%
20,001-30,000 shares	50	1,216,354	6.08%
30,001-50,000 shares	31	1,275,389	6.38%
50,001-100,000 shares	19	1,244,078	6.22%
100,001-1,000,000 shares	12	5,172,111	25.86%
Above 1,000,000 shares	4	4,516,400	22.59%
Total		**19,996,600**	**100%**

b.2.1 The shares of the Company are listed with the Dhaka & Chittagong Stock Exchanges and quoted at Tk. 47.50 at the Dhaka Stock Exchange Ltd. and Tk. 47.80 per share at the Chittagong Stock Exchange Ltd. on June 30,2017.

b.2.2 The 4(Four) non- resident (NRB) shareholders of the Company are holding 9,500 shares.

12 SHARE PREMIUM : Tk. 99,983,000

	30.06.17	30.06.16
This Represents:		
Total 9,998,300 shares of Taka 10 each	99,983,000	99,983,000

Year 2010-2011 the company issued 9,998,300 shares @ Tk. 20 (Including Premium Tk. 10) as right share.

13. GENERAL RESERVE : Tk. 43,196,402

	30.06.17			
	Unit-I	Unit-II	Consolidated	30.06.16
This balance as per last year.				
Balance as on 30.06.17	27,596,887	15,599,515	43,196,402	43,196,402
Tk.	**27,596,887**	**15,599,515**	**43,196,402**	**43,196,402**

14. LONG TERM LOAN : Tk. 131,396,689

		30.06.17			
This is arrived at as follows:	Rate of Interest	Unit-I	Unit-II	Consolidated	30.06.16
Loan from Mr. Tsui Ki Lam, Director	Nil	57,217,993	-	57,217,993	57,217,993
Term Loan from EBL	12.50%	-	17,685,231	17,685,231	33,423,208
Bangladesh Bank LTFF (FSSP) through EBL		-	1,705,040	1,705,040	-
Union Capital Ltd.	15.50%	-	-	-	1,432,978
United Finance Ltd.	10.25%	-	858,889	858,889	1,263,892
IPDC Finance Ltd.	10.50%	-	53,929,536	53,929,536	70,536,753
	Tk.	**57,217,993**	**74,178,696**	**131,396,689**	**163,874,824**

14.1 Nature of Security

Loan is secured by a first charge equitable mortgage, hypothecation and or legal mortgage of the tangible fixed assets of the Company, both existing and future, ranking pari-passu with other lenders.
Irrevocable General Power of Attorney.

14.2 Term Loan from EBL : This Term loan was utilized for import of new machinery for Unit-II expansion project.

	30.06.17	30.06.16
Term Loan	49,817,586	59,905,721
Addition during the period	1,100,509	5,319,199
Payment this year	(19,339,973)	(15,407,334)
Term Loan as on 30.06.2017	**31,578,122**	**49,817,586**
Long Term Loan (Current Portion) (Note:15)	**13,892,891**	**16,394,378**
Long Term Loan (Long Term Portion) (Note:14)	**17,685,231**	**33,423,208**

14.3 Bangladesh Bank LTFF (FSSP) through EBL : This Term loan was utilized for import of new machinery for Unit-II.

	30.06.17	30.06.16
Term Loan	-	-
Addition during the period ($23,480)	1,917,142	-
Payment this year	-	-
Term Loan as on 30.06.2017	**1,917,142**	-
Long Term Loan (Current Portion) (Note:15)	**212,102**	-
Long Term Loan (Long Term Portion) (Note:14)	**1,705,040**	-

14.4 UCL : Financial Lease was utilized for purchase of 1nos of Motor vehicle:

	30.06.17	30.06.16
Finance Lease	3,096,565	4,067,470
Payment this year	(1,663,587)	(970,905)
Finance Lease as on 30.06.2017	1,432,978	3,096,565
Long Term Loan (Current Portion) (Note:15)	1,432,978	1,663,587
Long Term Loan (Long Term Portion) (Note:14)	-	1,432,978

14.5 UFL : Financial Lease was utilized for purchase of 1nos of Motor vehicle:

	30.06.17	30.06.16
Finance Lease	1,629,596	1,687,000
Payment this year	(365,704)	(57,404)
Finance Lease as on 30.06.2017	1,263,892	1,629,596
Long Term Loan (Current Portion) (Note:15)	405,003	365,704
Long Term Loan (Long Term Portion) (Note:14)	858,889	1,263,892

14.6 IPDC : Term loan was utilized for supporting of business operation:

	30.06.17	30.06.16
Term Loan	85,473,865	90,000,000
Payment this period	(14,937,112)	(4,526,135)
Finance Lease as on 30.06.2017	70,536,753	85,473,865
Long Term Loan (Current Portion) (Note:15)	16,607,217	14,937,112
Long Term Loan (Long Term Portion) (Note:14)	53,929,536	70,536,753

15. LONG TERM LOAN - CURRENT PORTION: Tk. 32,550,191

This represents :	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Term Loan from EBL	-	13,892,891	13,892,891	16,394,378
Bangladesh Bank LTFF (FSSP) through EBL	-	212,102	212,102	-
Union Capital Ltd.	-	1,432,978	1,432,978	1,663,587
United Finance Ltd.	-	405,003	405,003	365,704
IPDC Finance Ltd.	-	16,607,217	16,607,217	14,937,112
Tk.	-	32,550,191	32,550,191	33,360,781

16. SHORT TERM LOAN - SECURED: Tk. 199,630,269

This represents :	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Eastern Bank Ltd.	151,803,311	-	151,803,311	137,576,222
The Hongkong and Shanghai Banking Corp. Ltd.	-	47,826,958	47,826,958	65,913,201
Tk.	151,803,311	47,826,958	199,630,269	203,489,423

DETAILS OF LOAN FACILITY:

Eastern Bank Ltd.

Nature: Working Capital and Term Loan
Combined Limit: Tk. 603.43 Million (Regular Tk.425.00 and One time off Tk. 178.43)
Rate of Interest: 11.75%
Sanction No: CR. ADMN(Dhaka Area-ID:0154203)-AK/AI/1227/2016
Sanction Date: July 20,2016
Expiry Date: June,30,2017

Primary Security:

i. Registered 1st Charge Pari-Passu Hypothecation on entire Inventory (i.e. Raw Materials, Work-in-progress, and Finished goods) of the Company created with RJSC for Tk.459.605 million and Plant and Machinery of Tk.120.00 million.

Collateral:

i. Registered mortgage of 197.50 Decimal Land and Factory Building (Unit-I and expansion unit of of the Company) thereon, located at Mouza: Baro Baluakandi, P.S. Gazaria, Munshiganj. Existing value of Mortgage as well as Existing Charge with RJSC valuing Tk.598.334 million.

Support (Guarantee):

i. Security Cheque covering whole amount of facility.
ii. Personal Guarantee of four (4) Local Directors of the Company.
iii. Power of Attorney for Hypothecated goods.

Bangladesh Bank Long Term Financing Facility (LTFF) under Financial Sector Support Project (FSSP):

Nature: Term Loan
Limit: USD 633,480
Rate of Interest: 6 month LIBOR+2.75%=6.70%
BB Sanction No: FSSSPD/82/EBL/SBIL/A/2017-919
Sanction Date: May 08,2017
Expiry Date: After 5 years from draw down of fund.

Hongkong and Shanghai Banking Corporation Ltd.

Nature: Working Capital
Combined Limit: Tk. 320.00 Million
Rate of Interest: 10.75%
Sanction No: FOL015
Sanction Date: September 25,2015
Expiry Date: May 31, 2017

Primary Security:

i. First charge over book debts of the Borrower with RJSC on a Pari-Passu basis with Eastern Bank. HSBC's share is Tk. 327 million.
ii. Charge over the Borrower's Plant & machinery basis with EBL for BDT 327.00
iii. Specific first charge over plant and machinery financed by the Bank for Tk 33.4 million with RJSC.

Collateral:

i. Registered Mortgage over 137.25 decimals of land and properties in the name of Sinobangla Industries Limited in Munshiganj.
ii. Registered Mortgage over 152 decimals of land in Gazaria, Munshiganj in the name of the Directors worth Tk 30 million.

Support (Guarantee):

i. Personal Guarantee of four (4) Local Directors of the Company.
ii. Power of Attorney for Hypothecated goods.

Union Capital Limited

Nature: Lease finance.
Sanction Limit: Tk. 6.00 Million
Sanction No: UCL/SBIL-LF/HO-14NA-58/CF/1710, Dated: 24th April,2014.
Tenor: 4(Four) years
Rate of Interest: 16% p.a
Security: Personal Guarantee of Mr. Abdul Ahad (Director) and Mr. Abdur Rashid (Managing Director) of the company

United Leasing Company Limited

Nature: Lease finance.
Sanction Limit: Tk. 1.687 Million
Sanction No: 01011600148, Dated: 30th March,2016
Tenor: 4(Four) years.
Rate of Interest: 10.25% p.a.
Security: Personal Guarantee of Mr. Abdul Ahad (Director) and Mr. Abdur Rashid (Managing Director) of the company

IPDC Finance Limited

Nature: Term Loan
Sanction Limit: Tk. 90.00 Million
Sanction No: IPDC/SBIL/2015/0181
Tenor: 5(Five) years.
Rate of Interest: 10.50% p.a.
Security: i) Personal Guarantee of 4 local Director's.
ii) One Security cheque for the entire facility amount.
iii) Post dated cheques for all monthly loan installments.

17. SUNDRY CREDITORS : Tk. 181,155,551

This is arrived at as follows:

	30.06.17			
	Unit-I	Unit-II	Consolidated	30.06.16
Raw Materials	1,331,875	176,496,299	177,828,174	160,619,651
Clearing & Forwarding	787,212	1,983,611	2,770,823	4,312,016
Store and Spares	317,402	239,152	556,554	2,748,536
Tk.	**2,436,489**	**178,719,062**	**181,155,551**	**167,680,203**

AMARSTOCK

18. LIABILITIES FOR EXPENSES: Tk. 27,780,390

This is arrived at as follows :

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Directors' Remuneration (May'16~Jun'17)	4,620,000	8,400,000	13,020,000	15,810,000
Wages & Salary,Jun'17	2,839,416	7,042,431	9,881,847	9,260,528
Factory Rent Jun'17	-	372,000	372,000	372,000
Electricity Bills (Head Office,Jun'17)	38,619	-	38,619	48,620
Water Bill Jun'17	4,036	-	4,036	3,297
Gas Bill Jun'17	-	2,668,510	2,668,510	2,048,696
Telephone, Telex & Fax Bill	684	31,956	32,640	5,055
Audit Fees	-	150,000	150,000	205,000
Office Maintenance	-	19,525	19,525	64,975
Repair & Maintenance	4,450	1,064,871	1,069,321	-
Vehical Expenses	-	167,750	167,750	162,425
Fuel For Generator	-	130,000	130,000	130,000
Dormitory Rent	35,100	-	35,100	25,900
Courier Expenses	-	191,042	191,042	402,920
Tk.	**7,542,305**	**20,238,085**	**27,780,390**	**28,539,416**

- Most of the outstanding liabilities except Directors Remuneration have subsequently been paid.

- The Board of Directors on their meetings held on 18 October 2015 decided to surrender 50% of Directors Remuneration from November'13 to October'15 and during the period SBIL has been paid 24 months outstanding remuneration from May'14 to April'16. Details are as follows:

DIRECTORS' REMUNERATION: Tk. 13,020,000

This is arrived at as follows :

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Total Outstanding Remuneration (May'14 to Jun'16)	5,610,000	10,200,000	15,810,000	11,160,000
Sub Total **Tk.**	**5,610,000**	**10,200,000**	**15,810,000**	**11,160,000**
Less: Paid for the period (May'14 to Apr'16)	(4,950,000)	(9,000,000)	(13,950,000)	(2,790,000)
Add: Current Year Provision (Jul'16~June'17)	3,960,000	7,200,000	11,160,000	7,440,000
Net Payable **Tk.**	**4,620,000**	**8,400,000**	**13,020,000**	**15,810,000**

19. ADVANCE AGAINST SALES : Tk. 4,509,855

This is made up as below :

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Local and Foreign Customers	80,974	4,428,881	4,509,855	1,063,843
Tk.	**80,974**	**4,428,881**	**4,509,855**	**1,063,843**

20. PROVISION FOR WPPF : Tk. 3,794,537

This is arrived at as follows :

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Opening balance	-	2,334,343	2,334,343	2,028,462
Add: Contribution for this year	-	3,794,537	3,794,537	2,334,343
	-	**6,128,880**	**6,128,880**	**4,362,805**
Less: Disbursed during the year	-	(2,334,343)	(2,334,343)	(2,028,462)
Tk.	**-**	**3,794,537**	**3,794,537**	**2,334,343**

This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labour Law, 2006.

21. PROVISION FOR INCOME TAX : Tk. 54,070,304

This is arrived at as follows :

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Opening balance	1,909,469	42,674,493	44,583,962	38,748,105
Add: Provision during this year	-	9,486,342	9,486,342	5,835,857
	1,909,469	**52,160,835**	**54,070,304**	**44,583,962**
Less: Adjustment during the year	-	-	-	-
Tk.	**1,909,469**	**52,160,835**	**54,070,304**	**44,583,962**

22. UNCLAIMED DIVIDEND : Tk. 12,683,738

This is arrived at as follows :

	30.06.17 Unit-I	30.06.17 Unit-II	Consolidated	30.06.16
Opening balance	99,185	24,008,519	24,107,704	15,551,882
Dividend	-	-	-	19,996,600
	99,185	**24,008,519**	**24,107,704**	**35,548,482**
Disbursed during the year	-	(11,423,966)	(11,423,966)	(11,440,778)
Tk.	**99,185**	**12,584,553**	**12,683,738**	**24,107,704**

This is the amount which represents dividend warrant not presented to the bank for payment.

23. TURNOVER: Tk. 1,376,051,229

This is made-up as follows:

	30.06.17			30.06.16
	Unit-I	Unit-II	Consolidated	(Twelve Months)
Local Sale	95,533,985	-	95,533,985	128,529,073
Export Sale	-	1,292,980,872	1,292,980,872	1,132,094,798
Less: VAT Adjustment	(12,463,628)	-	(12,463,628)	(16,764,054)
Tk.	**83,070,357**	**1,292,980,872**	**1,376,051,229**	**1,243,859,817**

24. COST OF GOODS SOLD : Tk. 1,196,788,694

This is made-up as follows :

	30.06.17			30.06.16
	Unit-I	Unit-II	Consolidated	(Twelve Months)
Cost of Production(24.1)	96,958,485	1,104,046,474	1,201,004,959	1,085,058,462
Finished Goods (Opening)	963,035	6,009,274	6,972,309	8,974,638
Finished Goods (Closing)	(1,242,483)	(9,946,091)	(11,188,574)	(6,972,309)
Tk.	**96,679,037**	**1,100,109,657**	**1,196,788,694**	**1,087,060,791**

24.1 Cost of Production : Tk. 1,201,004,959

This is made -up as follows :

	30.06.17			30.06.16
	Unit-I	Unit-II	Consolidated	(Twelve Months)
Raw Materials Consumed **(24.1.a)**	60,052,512	845,795,968	905,848,480	776,323,071
Conversion Cost **(24.1.b)**	40,145,957	267,267,594	307,413,551	305,582,816
Work-in-Process (Opening)	4,079,219	33,796,816	37,876,035	41,028,610
Work-in -Process(Closing)	(7,319,203)	(42,813,904)	(50,133,107)	(37,876,035)
Tk.	**96,958,485**	**1,104,046,474**	**1,201,004,959**	**1,085,058,462**

24.1.a Raw Materials Consumed : Tk. 905,848,480

	30.06.17			30.06.16
	Unit-I	Unit-II	Consolidated	(Twelve Months)
Opening Stock of Raw Materials	1,526,010	75,863,748	77,389,758	73,009,889
Purchase during the year	68,903,484	829,411,054	898,314,538	793,630,092
Adjustment against VAT & AIT	(5,922,824)	(1,489)	(5,924,313)	(12,927,152)
Raw Materials available for consumption	**64,506,670**	**905,273,313**	**969,779,983**	**853,712,829**
Closing stock of Raw Materials	(4,454,158)	(59,477,345)	(63,931,503)	(77,389,758)
Raw Materials Consumed Tk.	**60,052,512**	**845,795,968**	**905,848,480**	**776,323,071**

24.1.b Conversion Cost : Tk. 307,413,551

	30.06.17			30.06.16
	Unit-I	Unit-II	Consolidated	(Twelve Months)
Wages & Salary	12,973,220	151,739,315	164,712,535	160,641,264
Factory Rent	-	4,464,000	4,464,000	4,464,000
Dormitory Rent	-	426,200	426,200	357,800
Fuel for Generator	1,582,542	1,055,028	2,637,570	3,773,360
Lubricants	1,250,892	11,258,028	12,508,920	14,655,648
Electricity	8,408,063	4,204,795	12,612,858	9,784,555
Gas Bill - Industries	2,535,863	22,822,763	25,358,626	18,989,078
Gas Bill - Residence	188,104	752,418	940,522	605,224
Medical Expenses	90,405	144,175	234,580	175,977
Nylo Mould for Printing	257,225	626,744	883,969	1,041,749
Store & Spares	5,305,934	25,066,961	30,372,895	35,174,783
Carriage Inward (Van Fair)	80,683	300,543	381,226	510,038
Repair	1,237,030	6,464,896	7,701,926	9,118,004
Fuel for Vehicles	944,103	4,965,209	5,909,312	5,162,263
Factory Insurance	1,459,915	2,870,145	4,330,060	4,192,685
Depreciation (Schedule A-I)	3,501,096	29,466,321	32,967,417	36,298,838
Other Manufacturing Overhead	330,882	640,053	970,935	637,550
Tk.	**40,145,957**	**267,267,594**	**307,413,551**	**305,582,816**

Wages and Salary include two Festival Allowance.
All these expenses are related to production line of the Company.

25. ADMINISTRATIVE EXPENSES : Tk. 57,213,580

	30.06.17		Consolidated	30.06.16
This is arrived at as follows :	Unit-I	Unit-II		(Twelve Months)
Director's Remuneration	3,960,000	7,200,000	11,160,000	9,300,000
Salaries	2,967,973	12,803,861	15,771,834	15,328,201
Festival Allowance	391,462	935,000	1,326,462	2,067,386
Electricity	249,938	249,938	499,876	468,996
Water Bill	26,150	26,151	52,301	41,665
Printing & Stationery	355,112	1,611,548	1,966,660	4,013,304
Postage & Stamps	22,443	2,087,934	2,110,377	2,751,750
TA & Conveyance	144,171	216,257	360,428	324,958
Entertainment	668,357	1,559,499	2,227,856	2,529,515
Recreation Expenses for Employees	406,982	905,863	1,312,845	1,163,777
Telephone, Telex & Fax	144,268	474,196	618,464	635,495
Fees, Forms & Others	-	294,966	294,966	292,966
AGM Expenses	362,563	362,564	725,127	758,631
Board Meeting Fees	112,500	187,500	300,000	112,500
Audit Committee Meeting Fees	37,500	68,750	106,250	112,500
Newspaper & Periodicals	7,935	44,451	52,386	34,040
Advertisement & Publicity	-	1,029,602	1,029,602	772,552
Office Maintenance Expenses	192,892	790,577	983,469	1,030,758
Subscription	12,550	391,918	404,468	461,456
Holding Tax	40,000	40,000	80,000	160,000
Renewal Expenses	150,660	114,120	264,780	908,841
Utensils & Beddings	-	20,010	20,010	11,480
Fuel for Vehicles	591,495	3,054,927	3,646,422	3,615,740
Overseas Travels	-	1,329,739	1,329,739	1,223,774
Audit Fees	8,250	172,500	180,750	150,000
Legal & Consultancy Fees	-	34,500	34,500	366,700
Depreciation (Schedule A-I)	512,747	7,474,244	7,986,991	4,194,811
Other Expenses	203,740	2,163,277	2,367,017	2,509,526
Tk.	**11,569,688**	**45,643,892**	**57,213,580**	**55,341,322**

26. SELLING EXPENSES : Tk. 26,360,903

	30.06.17		Consolidated	30.06.16
This is arrived at as follows :	Unit-I	Unit-II		(Twelve Months)
Carriage Outwards	256,310	12,911,540	13,167,850	10,875,217
Market Development Expenses	-	894,651	894,651	1,654,296
Freight Charge	-	4,982,314	4,982,314	4,738,831
Export Expenses	-	2,096,096	2,096,096	1,548,259
C&F Expenses	-	5,219,992	5,219,992	4,283,231
Insurance Premium-Product Liability	-	-	-	69,333
Tk.	**256,310**	**26,104,593**	**26,360,903**	**23,169,167**

Market Development
Market development expenses was incurred for boost up sales.

27. OTHER INCOME : Tk. 282,244

	30.06.17		Consolidated	30.06.16
This is arrived at as follows :	Unit-I	Unit-II		(Twelve Months)
Wastage Sales	3,761	-	3,761	12,256
Interest on FDR	88,887	-	88,887	69,134
Bank Interest Earned	185,580	4,016	189,596	38,256
Tk.	**278,228**	**4,016**	**282,244**	**119,646**

Bank interest earned is shown at before tax deduction at source.

28. FINANCIAL EXPENSES : Tk. 44,397,268

	30.06.17		Consolidated	30.06.16
This is made - up as follows :	Unit-I	Unit-II		(Twelve Months)
Interest on Working Capital Loan	2,813,675	25,323,076	28,136,751	24,746,592
Interest on Term Loan- EBL	-	4,978,185	4,978,185	7,834,205
Interest on Term Loan- IPDC	-	8,386,484	8,386,484	3,248,397
Interest on Lease Finance	-	527,127	527,127	651,947
Bank Charges	142,123	2,226,598	2,368,721	3,878,955
Tk.	**2,955,798**	**41,441,470**	**44,397,268**	**40,360,096**

29. INCOME TAX EXPENSES : Tk. 16,023,959

	30.06.17		Consolidated	30.06.16
This is arrived at as follows :	Unit-I	Unit-II		(Twelve Months)
Current Tax	-	9,486,342	9,486,342	8,181,597
Deferred Tax (29.a)	(573,960)	7,111,577	6,537,617	2,016,384
Tk.	**(573,960)**	**16,597,919**	**16,023,959**	**10,197,981**

29.a DEFFERED TAX : Tk. 6,537,617

		30.06.17		Consolidated	30.06.16
This is arrived at as follows :		Unit-I	Unit-II		(Twelve Months)
Fixed Assets as per Book value		58,942,268	512,756,381	571,698,649	576,527,819
Fixed Assets as per Tax Base		(23,132,241)	(306,081,733)	(329,213,974)	(361,609,300)
Temporary difference		35,810,027	206,674,648	242,484,675	214,918,519
Applicable Tax Rate		25%	25%	-	25%
Deffered Tax Liability		8,952,507	51,668,662	60,621,169	53,729,630
Opening Deffered Tax Liability		(9,526,467)	(44,557,085)	(54,083,552)	(51,713,246)
Deffered Tax Liability/Assets	Tk.	(573,960)	7,111,577	6,537,617	2,016,384

30. BASIC EARNING PER SHARE (EPS) : Tk. 1.59

The computation of EPS is given Below:	2016-2017	2015-2016
a) Earning attributable to the ordinary shares during the year	47,778,491	38,048,087
Number of Ordinary Shares as on 30-06-2017	19,996,600	19,996,600
EPS Before Income Tax Provision	2.39	1.90
EPS After Income Tax Provision	1.59	1.23

31. NET ASSETS VALUE PER SHARE (NAV): Tk. 26.23

The Computation of NAV is given below		
Net Assets	524,448,433	492,693,901
Total no. of shares outstanding at the end of the year	19,996,600	19,996,600
Net Assets Value per Share (NAV) (Per value Tk. 10)	**26.23**	**24.64**

32. RETAINED EARNINGS : Tk. 177,141,322

		30.06.17		Consolidated	30.06.16
This is made - up as follows :		Unit-I	Unit-II		
Retained Earnings Brought Forward		10,825,602	134,098,776	144,924,378	150,412,632
Profit/(Loss) After Tax		(27,538,288)	59,292,820	31,754,532	14,178,051
Dividend Paid for the year 2015		-	-	-	(19,996,600)
Reserve for Revaluation		209,438	252,974	462,412	330,295
Retained Earnings Carried Forward	Tk.	(16,503,248)	193,644,570	177,141,322	144,924,378

33. GENERAL :

a) During the period 7 Board Meetings 3 Audit Committee Meetings were held.
b) In 2016-17 all the employee drawing equal to or more than Tk. 5,300/- per month.
c) All shares have been fully called and paid up.
d) There was no preference shares issued by the Company.
e) There was no bank guarantee issued by the Company on behalf of their directors or the Company itself except bank loan.
f) Auditors are paid only statutory audit fee approved by the shareholders in the last Annual General Meeting.
g) There was no money remitted to foreign shareholders during the year under audit except dividend remittance
h) There is no claim against the Company acknowledged as debt except claim which may on insurance claim.
i) No amount of money was expended by the Company for compensating any member of the Board for special service rendered.
j) During the period under audit capacity utilization for Unit-I and Unit-II was 95% and the Expansion Project it was 95%.

34. POST STATEMENT OF FINANCIAL POSITION EVENTS:

The significant event between the balance sheet date and the date of issuance of this financial statement below :

i) The Board of Director's in its meeting held on 28 October 2017 has recommended cash dividend 10% to its existing shareholders.

35. DIRECTORS' REMUNERATION :

Name of Directors	Monthly Remuneration 2016-2017 July-June	2015-2016 July-June
Mr. Ma Jiang	130,000.00	130,000.00
Mr. Abdur Rashid	200,000.00	200,000.00
Mr. Abdul Ahad	200,000.00	200,000.00
Mr. Enamul Hoq	200,000.00	200,000.00
Mr. Abul Hasnat Khan	200,000.00	200,000.00

36. CONTINGENT LIABILITIES: (BAS-37)

Income tax assessment for the financial year 2005-06 and 2006-07 are under high court for final assessment and 2007-08 to 2013-2014 under Appellate tribunal.

37. FINANCIAL RISK MEASUREMENT:

The management of Company has overall responsibility for the establishment and oversight of the Company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and

the Company's activities. The Company has exposure to the following risks for its use of financial instruments.
-Credit risk;
-Liquidity risk;
-Market risk;
- Currency risk.

Credit risk:
Credit risk is the risk of a financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables. Management has a credit policy in place and exposure to credit risk is monitored on an ongoing basis. Risk exposures from other financial assets, i.e. cash at bank and other external receivables are nominal.

Liquidity risk:
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (cash and cash equivalents) is to ensure as far as possible, that it will always have sufficient cash and cash equivalent to meet expected operational expenses including financial obligations through preparation of the cash flow forecast with due consideration of time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

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

Currency risk:
The Company is exposed to currency risk on certain revenues and purchases such as revenue from foreign customers and import of raw materials, machineries and equipment. Majority of the Company's foreign currency transactions are denominated in USD and relate to procurement of raw materials, machineries and equipment from abroad.

DISCLOSURE AS PER REQUIREMENT OF SCHEDULE XI, PART II OF THE COMPANIES ACT, 1994:
A. Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3:
Employee position of the company as at 30 June, 2017:

Salary (Monthly)	Officer & Staff		Worker	Total Employees
	Factory	Head Office		
Below Tk. 5,300/-	-	-	-	-
Above Tk. 5,300/-	37	35	1,417	1,489
For the year ended 30-06-2017	**37**	**35**	**1,417**	**1,489**
For the year ended 30-06-2016	**33**	**40**	**1,434**	**1,507**

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

Name of Directors	Designation	Basic Salary	Others	Total payment on 30-06-2017	Total payment on 30-06-2016
Mr. Ma Jiang	Chairman	65,000	65,000	130,000	130,000
Mr. Abdur Rashid	Managing Director	100,000	100,000	200,000	200,000
Mr. Abdul Ahad	Director	100,000	100,000	200,000	200,000
Mr. Enamul Hoq	Director	100,000	100,000	200,000	200,000
Mr. Abul Hasnat Khan	Director	100,000	100,000	200,000	200,000
Total		**465,000**	**465,000**	**930,000**	**930,000**

Period Directors Remuneration: 01 July, 2016 to 30 June, 2017.

- As per Board meeting held on 18 October 2015 Tk. 13,950,000 has been paid as outstanding remuneration for the period from May'14 to April'16.

The above Directors of the company did not take any benefit from the Company and the follows:
a. Expenses reimbursed to the managing agent - Nil
b. Commission or other remuneration payable separately to a managing agent or his associate -Nil
c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company-Nil
d. The money value of the contracts for the sale or purchase of goods and materials or supply of services, enter into by the company with the managing agent or his associate during the financial year-Nil
e. Any other perquisites or benefits in cash or in kind stating-Nil
f. Other allowances and commission including guarantee commission-Nil
Pensions, etc.-
1) Pensions-Nil
2) Gratuities-Nil
3) Payment from Provident Fund-Nil
4) Compensation for loss of office-Nil
5) Consideration in connection with retirement from office-Nil

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

Details of production capacity utilization (Monthly):

Item	Unit	Production Capacity	Actual Production	Capacity Utilization
FIBC	ton	550.00	523.00	95.09%
WPP	ton	150.00	142.00	94.67%

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

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

Items	Total Purchase (BDT)	Consumption (BDT)	% of consumption of total purchase
Raw & Packing Materials	898,314,538	905,848,480	100.84%
Spare Parts	30,951,703	30,372,895	98.13%
Total	**929,266,241**	**936,221,375**	

Value of export:

Particulars	In foreign currencies (US$)	In BDT
Export	16,322,402.00	1,292,980,872.00
Total	**16,322,402.00**	**1,292,980,872.00**

i) The company has not incurred any expenditure in foreign currencies for the period from 01 July 2016 to 30 June, 2017 on account of royalty, know-how, professional fees, consultancy fees and interest;

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

iii) The value of export represents for the period from 01 July, 2016 to 30 June, 2017.

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

Requirements under Condition No.	Compliance status of disclosure of Schedule XI, Part II, Para 3
3(i)(a) The turnover.	Complied
3 (i)(b) Commission paid to the selling agent.	Not Applicable
3(i)(c) Brokerage and discount on sales, other than the usual trade discount	Not Applicable
3(i)(d)(i) The value of the raw materials consumed, giving item wise as possible.	Complied
3(i)(d)(ii) The opening and closing stocks of goods produced.	Complied
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks.	Complied
3(i)(f) In the case of companies rendering or supplying services, the gross income derived from services rendered or supplied.	Not Applicable
3(i)(g) Opening and closing stocks, purchases and sales and consumption of raw materials with value and quantity break-up for the company, which falls under one or more categories i.e. manufacturing and/or trading.	Complied
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period.	Complied
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets.	Complied
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and Manager.	Not Applicable
3(i)(l) Charge of income tax and other taxation on profits.	Complied
3(i)(m) Revised for repayment of share capital and repayment of loans.	Complied
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserve, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up.	Not Applicable
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	Not Applicable
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments.	Not Applicable
3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required.	Not Applicable
3(i)(p) Expenditure incurred on each of the following items, separately for each item: (i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) (1) Salaries, wages and bonous (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve.	Complied

VALUE STOCK

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

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

Particulars	30.06.17	30.06.16
Advances, Deposits and Pre-payments exceeding 6 months	116,873,106	111,018,706
Advances, Deposits and Pre-payments not exceeding 6 months	40,733,510	34,312,097
Other Advances, Deposits & Pre-payments less provision	Nil	Nil
Advances, Deposits and Pre-payments considered good and secured	Nil	Nil
Advances, Deposits and Pre-payments considered goods without security	Nil	Nil
Advances, Deposits and Pre-payments considered doubtful or bad	Nil	Nil
Advances, Deposits and Pre-payments due by Directors	Nil	Nil
Advances, Deposits and Pre-payments due by other officers (against salary)	-	104,715
Advances, Deposits and Pre-payments due from companies under same management	-	-
Maximum Advances, Deposits & Pre-payments due by Directors	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Officers at any time	Nil	Nil

sd/	sd/	sd/	sd/	sd/
(Abdur Rashid)	**(Enamul Hoq)**	**(Abul Hasnat Khan)**	**(Md. Habibur Rahman)**	**(Md. Shariful Mowla, FCMA)**
Managing Director	Director	Director	DGM & Company Secretary	Chief Financial Officer



SINOBANGLA INDUSTRIES LTD.

DHAKA

Schedule : A-I

SCHEDULE OF FIXED ASSETS AS AT JUNE 30, 2017

UNIT-I

Sl. No.	Name of Assets	COST				DEPRECIATION					Written down Value as on 30-06-2017
		As at 01-07-2016	Addition during the Period	Disposal during the Period	Total as at 30-06-2017	Rate (%)	As at 01-07-2016	Charged during the Period	Adjustment	Total as at 30-06-2017	
a)	Land & Land Development	13,769,404	-	-	13,769,404	-	-	-	-	-	13,769,404
b)	Building & Civil Construction	48,662,428	-	-	48,662,428	5%	27,141,523	1,076,045	-	28,217,568	20,444,860
c)	Plant & Machinery - Imported	100,718,414	-	-	100,718,414	10%	82,547,937	1,817,048	-	84,364,985	16,353,429
d)	Plant & Machinery - Local	8,103,053	-	-	8,103,053	10%	6,432,827	167,023	-	6,599,850	1,503,203
e)	Furniture & Fixtures	4,297,054	-	-	4,297,054	10%	2,810,282	148,677	-	2,958,959	1,338,095
f)	Office & Factory Equipment	9,583,487	-	-	9,583,487	10%	6,669,511	291,398	-	6,960,909	2,622,578
g)	Motor Vehicles	5,062,442	-	-	5,062,442	15%	4,065,226	149,582	-	4,214,808	847,634
h)	Office Decoration	7,311,122	-	-	7,311,122	15%	4,883,987	364,070	-	5,248,057	2,063,065
	Sub Total(A)	**197,507,404**	**-**	**-**	**197,507,404**		**134,551,293**	**4,013,843**	**-**	**138,565,136**	**58,942,268**

UNIT-II

Sl. No.	Name of Assets	COST				DEPRECIATION					Written down Value as on 30-06-2017
		As at 01-07-2016	Addition during the Period	Disposal during the Period	Total as at 30-06-2017	Rate (%)	As at 01-07-2016	Charged during the Period	Adjustment	Total as at 30-06-2017	
a)	Land & Land Development	35,253,146	-	-	35,253,146	-	-	-	-	-	35,253,146
b)	Building & Civil Construction	211,717,452	4,580,679	-	216,298,131	5%	53,330,957	8,032,589	-	61,363,546	154,934,585
c)	Office Building	91,515,924	-	-	91,515,924	5%	1,525,265	4,499,533	-	6,024,798	85,491,126
d)	Plant & Machinery - Imported	360,174,797	28,874,718	-	389,049,515	10%	167,246,260	19,742,519	-	186,988,779	202,060,736
e)	Plant & Machinery - Local	5,439,213	690,000	-	6,129,213	10%	2,457,281	367,193	-	2,824,474	3,304,739
f)	Furniture & Fixtures	13,102,114	357,900	-	13,460,014	10%	4,642,494	881,752	-	5,524,246	7,935,768
g)	Office & Factory Equipment	16,678,604	1,810,495	-	18,489,099	10%	6,394,858	1,209,424	-	7,604,282	10,884,817
h)	Electrical Equipment	3,940,637	4,200	-	3,944,837	10%	2,798,877	114,596	-	2,913,473	1,031,364
i)	Motor Vehicles	30,726,228	-	-	30,726,228	15%	16,773,169	2,092,959	-	18,866,128	11,860,100
	Sub Total(B)	**768,548,115**	**36,317,992**	**-**	**804,866,107**		**255,169,161**	**36,940,565**	**-**	**292,109,726**	**512,756,381**
	Grand Total (A+B)	**966,055,519**	**36,317,992**	**-**	**1,002,373,511**		**389,720,454**	**40,954,408**	**-**	**430,674,862**	**571,698,649**

Depreciation charged to:			
	Unit-I	**Unit-II**	**Consolidated**
Charged to Conversion cost	3,501,096	29,466,321	32,967,417
	-	-	-
Conversion cost (Note 24.1.b)	3,501,096	29,466,321	32,967,417
Administrative Expenses (Note 25)	512,747	7,474,244	7,986,991
Total	**4,013,843**	**36,940,565**	**40,954,408**

Unit-II

Tk. 2,315,400 Raw Material Godown has not been completed. So, depreciation has not charged.

A Bale Press Machine of Tk. 2,015,269 and A Tape Line of Tk. 24,578,979 was installed in May'2017. So, depreciation of those machinery have been charged only June'17

SINOBANGLA INDUSTRIES LTD.

SCHEDULE OF REVALUATION OF FIXED ASSETS AS AT JUNE 30, 2017

UNIT-I

Sl. No.	Name of Assets	COST			DEPRECIATION				Written down Value as on 30-06-2017
		As at 01-07-2016	Addition/ (Adjust) during the Period	Total as at 30-06-2017	Rate (%)	As at 01-07-2016	Charged during the Period	Total as at 30-06-2017	
a)	Plant & Machinery - Imported	7,150,745		7,150,745	10%	5,056,364	209,438	5,265,802	1,884,943
	SubTotal (A)	7,150,745	-	7,150,745		5,056,364	209,438	5,265,802	1,884,943

UNIT-II

Sl. No.	Name of Assets	COST			DEPRECIATION				Written down Value as on 30-06-2017
		As at 01-07-2016	Addition/ (Adjust) during the Period	Total as at 30-06-2017	Rate (%)	As at 01-07-2016	Charged during the Period	Total as at 30-06-2017	
a)	Plant & Machinery - Imported	8,637,174		8,637,174	10%	6,107,434	252,974	6,360,408	2,276,766
	Sub Total(B)	8,637,174	-	8,637,174		6,107,434	252,974	6,360,408	2,276,766
	Grand Total (A+B)	15,787,919	-	15,787,919		11,163,798	462,412	11,626,210	4,161,709

SCHEDULE OF CAPITAL EXPENDITURE IN PROGRESS **Schedule-3(a)**

As at 30 June 2017

Sl No.	Particulars	Balance as on 01.07.2016	Addition During the year	Adj./ Tr. to fixed Assets Schedule	Balance as on 30.06.2017
a)	Land & Land Development	-	-	-	-
b)	Building & Civil Construction	1,299,000		1,299,000	-
c)	Plant & Machinery - Imported	-			-
d)	Plant & Machinery - Local	-			-
e)	Furniture & Fixtures	-			-
f)	Office & Factory Equipment	-			-
g)	Electrical Equipment	-	-		-
h)	Motor Vehicles	-	-	-	-
	Total	1,299,000	-	1,299,000	-

Certification















SINOBANGLA INDUSTRIES LTD.

Navana DH Tower, Suite # 901 & 902 (9th floor), 6 panthapath, Dhaka-1215, Bangladesh.

Proxy Form

I/We _____ of _____ being a member of Sinobangla Industries Ltd. hereby appoint Mr./Mrs. _____ of _____ as my/our proxy to attend and vote for me/us on my/our behalf at the EGM & 21st Annual General Matting of the Company to be held on the Monday 22nd January 2018 and at any adjournment there of _____

As witness my/our hand this _____ day of January, 2018. Signed by the said in presence of _____

Revenue Stamp
Tk. 20.00

_____
(Signature of the Proxy)
Dated : _____

_____
(Signature of the Shareholders)
Register BO/Folio No : _____
Dated : _____
No. of Share held : _____

_____
(Signature of the Witness)

Note: A member entitled to attend and vote at the EGM & Annual General Meeting may appoint a proxy to attend and vote in this his/her stead. The proxy form, duly stamped, must be deposited at Navana DH Tower, 901 & 902 (9th floor), 6 panthapath, Dhaka-1215, bangladesh not later than 48 hours before the time appointed for the meeting.

Signature Verified

_____
Authorised Signatory

SINOBANGLA INDUSTRIES LTD.

Navana DH Tower, Suite # 901 & 902 (9th floor), 6 panthapath, Dhaka-1215, Bangladesh.

Shareholders' Attendance Slip

I hereby record my attendance at the EGM & 21st Annual General Meeting being held on Monday, 22nd January, 2018 at Boro Baluakandi P.O. B.K. Raypara, P.S : Gazaria, Munshiganj.

Name of Member/Proxy _____

Register BO/Folio No. _____ holding of _____ ordinary shares of Sinobangla Industries Ltd.

_____
Signature of Shareholder (s)

N.B. 1. Please note that EGM & AGM can only be attended by the respected shareholder or properly constituted proxy. Therefore any friend or children accompanying the shareholder or proxy can not be allowed into the meeting.

2. Please present this slip at the reception Desk.