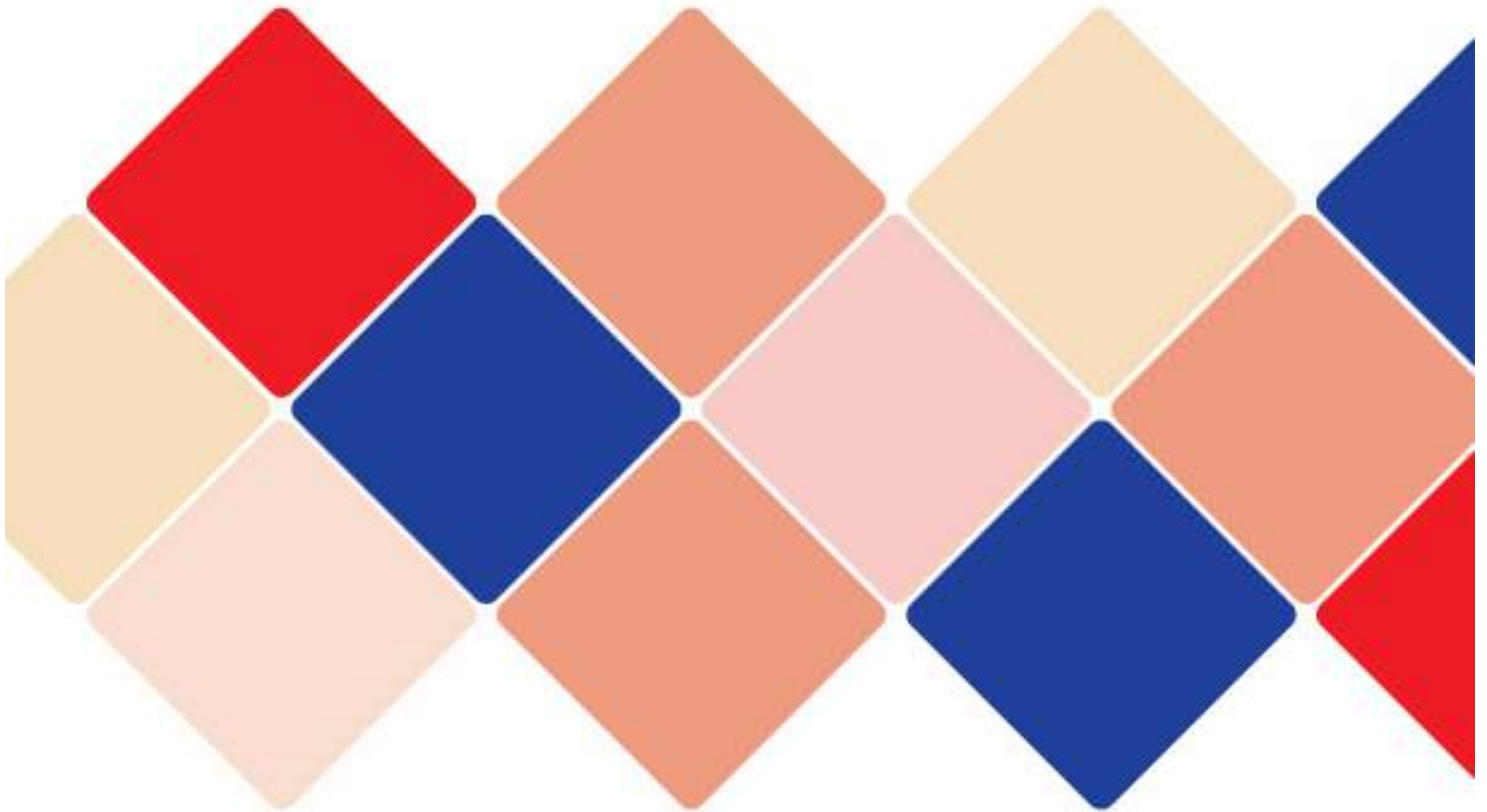




aramit limited



**ANNUAL REPORT
2018-19**

CONTENTS

NOTICE OF THE 48TH ANNUAL GENERAL MEETING	04
BOARD OF DIRECTORS	05
MESSAGE FROM THE MANAGING DIRECTOR	07
DIRECTORS' REPORT	08 -16
DECLARATION BY CEO & CFO ON FINANCIAL STATEMENTS	17
CORPORATE GOVERNANCE REPORT	18
CERTIFICATE ON COMPLIANCE	19
REPORT ON CORPORATE GOVERNANCE COMPLIANCE	20 -27
MANAGEMENT'S DISCUSSION & ANALYSIS	28 -30
DIRECTORS' REPORT (BANGLA)	31 -33
REPORT OF THE AUDIT COMMITTEE	34
VALUE ADDED STATEMENT	35
COST OF PRODUCTION	36
MANAGEMENT RATIOS	36
AUDITORS' REPORT	37-39
STATEMENT OF FINANCIAL POSITION	40
STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME	41
STATEMENT OF CASH FLOWS	42
STATEMENT OF CHANGES IN EQUITY	43
NOTES TO THE FINANCIAL STATEMENTS	44- 68
PROXY FORM	



aramit limited



COMPANY PROFILE

HISTORICAL HIGHLIGHTS

Year of Establishment - 1963
 Technical Collaboration Agreement
 with Team S. A. Luxembourg - 1963
 Awarded 10th International Golden
 America Award for Quality - 1998

REGISTERED OFFICE & FACTORY

53, Kalurghat Heavy Industrial Estate,
 PO : Mohana, Chattogram - 4208, Bangladesh.
 Tel : (88 031) 670473, 671950, 670368, 672516
 Fax : (88 031) 671583 E-mail : ahd@aramitgroup.com
 Website : www.aramitlimited.com.bd

SHARE OFFICE

Green View Apartment, Flat 6J, (5th Floor - North Side), House No. 39
 Road No. 24, Block CWS(8), Gulshan-1, Dhaka - 1212, Bangladesh.
 Tel : (88 02) 58815556, 9881095 Fax : (88 02) 9851551
 E-mail : shares@aramitgroup.com

DEPOTS

Khulna : 31 KDA Avenue, Khulna. Tel : 041-724636
 Bogura : Chalkjodu Road, Badurtala, Bogura. Tel : 051-63431
 Barishal : Haikholo, Barishal. Tel : 0431-2173347

BANKERS

Sonali Bank Limited
 United Commercial Bank Limited
 Meghna Bank Limited
 National Credit and Commerce Bank Limited
 Islami Bank Bangladesh Limited
 Agrani Bank Limited
 State Bank of India
 Standard Bank Limited
 Commercial Bank of Ceylon Limited
 Jamuna Bank Limited
 Janata Bank Limited

UNDERWRITERS

Sadharan Bima Corporation
 Kamaphuli Insurance Company Ltd.
 Asia Insurance Ltd.
 Agrani Insurance Company Ltd.
 Sonar Bangla Insurance Ltd.
 Janata Insurance Co. Ltd.

HUMAN RESOURCES

Executive 67 Staff 45 Worker 67 Total 179

BOARD OF DIRECTORS

Mr. S. M. Jamal Ahmed	- Chairman
Ms. Rukhmila Zaman	- Managing Director
Mr. Md. Abul Hossain	- Director
Mr. Jyotsna Bikash Chakma	- Director
Mr. Sudhangshu Kumar Ghosh	- Director
Mr. Mohammed Tawhidul Anwar	- Independent Director
Mr. S. M. Alamgir Chowdhury	- Independent Director

COMPANY SECRETARY

Mr. Syed Komnuzzaman, FCMA

CHIEF FINANCIAL OFFICER

Mr. Farid Uddin Ahmed, FCMA

HEAD OF INTERNAL AUDIT & COMPLIANCE

Mr. Mohammad Jahangir Alam

AUDIT COMMITTEE

Mr. Mohammed Tawhidul Anwar	- Chairman
(Independent Director)	
Mr. Md. Abul Hossain	- Member
(Member of Board of Directors)	
Mr. Jyotsna Bikash Chakma	- Member
(Member of Board of Directors)	

NOMINATION & REMUNERATION COMMITTEE

Mr. Mohammed Tawhidul Anwar	- Chairman
(Independent Director)	
Mr. S. M. Jamal Ahmed	- Member
(Chairman of Board of Director)	
Mr. S. M. Alamgir Chowdhury	- Member
(Independent Director)	

AUDITORS

Rahman Mostafa Alam & Co.
 Chartered Accountants
 Al Madina Tower (6th Floor), 88/89, Agrabad C/A, Chattogram-4100.

LISTING

Dhaka Stock Exchange Ltd. (DSE)
 Chittagong Stock Exchange Ltd. (CSE)

Transmittal Letter

Dated : November 24, 2019

To

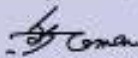
The Valued Shareholders of Aramit Limited
Bangladesh Securities and Exchange Commission
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited
Registrar of Joint Stock Companies & Firms

Sub: Annual Report for the year ended 30th June 2019.

Dear Sir(s),

We are pleased to enclose the notice of 48th Annual General Meeting, a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position as on 30th June 2019, Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year ended 30th June 2019 along with the notes thereon along with the Directors' Report and the Audit Committee Report for your kind information & records.

Sincerely Yours,



Syed Kamruzzaman, FCMA
Company Secretary



Notice of the 48th Annual General Meeting

Notice is hereby given that the 48th Annual General Meeting of the shareholders of Aramit Limited will be held at 9.30 A.M. on Sunday, the 22nd December, 2019 at "Chittagong Club Limited", S. S. Khaled Road, Chattogram to transact the following businesses and to adopt necessary resolutions:

AGENDA

1. To receive, consider and adopt the Directors' Report, Audited Financial Statements for the year ended 30th June, 2019 together with the report of the Auditors thereon;
2. To re-appoint the Managing Director of the company;
3. To approve 50% cash dividend for the year ended 30th June, 2019 as recommended by the Board of Directors;
4. To elect / re-elect Directors of the Company;
5. To approve the appointment of Independent Directors of the company;
6. To appoint Statutory Auditor for the Financial Year 2019-2020 and fix their remuneration;
7. To appoint a Professional to obtain a Certificate on Compliance of Corporate Governance for the Financial Year 2019-2020 and fix their remuneration;
8. To approve transactions with associate companies for making loans & advances and providing securities & guarantees.
9. To transact any other business with the permission of the chair.

By order of the Board



(Syed Kamruzzaman, FCMA)
Company Secretary

Chattogram
24th November, 2019

NOTES

1. The Record Date has been fixed on 21st November, 2019. The shareholders whose names will appear in the Share Register of the Company or in the Depository Register on that date will be entitled to attend the Annual General Meeting and to receive the dividend.
2. A member entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote in his/her stead. The proxy form, duly stamped, must be deposited at the Registered Office of the Company not later than 48 hours before the time fixed for the meeting.
3. Members are requested to update their relevant information through their respective Depository Participant (DP) before the "Record Date".
4. In pursuance of BSEC's Notification No. SEC/CMRRCD/2009-193/154 dated 24th October, 2013 gazetted on 24th October, 2013, the Company shall hold discussions in Annual General Meeting strictly in conformity with the provisions of the Companies Act, 1994 and no benefit in cash or kind, other than in the form of cash dividend or stock dividend, shall be paid to the holders of equity securities.
5. For the sake of convenience, shareholders are requested to submit their queries on the Directors' Report and the Audited Financial Statements for the year ended 30th June, 2019, if any, at the Registered Office of the Company preferably 3 days before the day of the Annual General Meeting.
6. Admission to the Meeting Hall will be strictly on production of attendance slip sent with the Annual Report.
7. The Annual Report 2018-2019 will be available in http://www.aramitlimited.com.bd/annual_report.php

BOARD OF DIRECTORS



Mr. S. M. Jamal Ahmed
Chairman



Ms. Rukhmita Zaman
Managing Director



Mr. Md. Abul Hossain
Director



Mr. Jyotsna Bikash Chakma
Director



Mr. Sudhangshu Kumar Ghosh
Director



Mr. Mohammed Towhidul Anwar
Independent Director

and Chairman, Audit Committee,
Nomination & Remuneration Committee



Mr. S. M. Alamgir Chowdhury
Independent Director

Mr. Farid Uddin Ahmed, FCMA
Chief Operating Officer &
Chief Financial Officer

Mr. Syed Kamruzzaman, FCMA
Company Secretary





Memories of the 47th Annual General Meeting



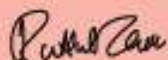
**Dear Shareholders, Colleagues,
Ladies and Gentlemen,**

I take the opportunity to welcome you at this 48th Annual General Meeting of the Company and thank you for taking the trouble to attend the meeting. I understand you all must have received the copies of Annual Report for the year 2018-2019 containing Report of the Directors along with Audited Financial Statements for the year ended 30th June 2019. I hope you have carefully gone through the Report.

Despite of fierce competition in the market, the company had a very challenging year. Net turnover has decreased by 13.12%. Net profit after tax has also decreased by 67.91%. The earning per share (EPS) has stood Tk. 3.27 in the year 2018-2019.

The Company has been able to sustain the position due to hard work of all employees who have done their duties with devotion and sincerity.

On behalf of the Board, I would like to take this opportunity to express our sincere appreciation for the support of our customers, suppliers and shareholders. Thanks also to my fellow Directors for their valuable guidance and to the staff members and all stakeholders of aramit limited for their commitment and dedicated services throughout the year.



Rukhmila Zaman
Managing Director
Aramit Limited



MESSAGE FROM THE MANAGING DIRECTOR

Directors' Report for the year ended 30 June 2019

aramit limited

BISMILLAHIR RAHMANIR RAHIM

DEAR SHAREHOLDERS

It gives me immense pleasure to welcome you all on behalf of the Board of Directors to the 48th Annual General Meeting of Aramit Limited. Now I would formally present before you the Directors' Report, Audited Financial Statements and Auditor's report thereon for the year ended 30th June 2019 for your kind consideration and approval.

INDUSTRY OUTLOOK & INSIGHT ON FUTURE DEVELOPMENT MEASURES

Massive break through by arrival of new competitors in the same line have created major challenges for the company. The company enjoyed monopolistic market during the initial years of establishment. Currently, our products are under major challenges from newly innovated substitute products.

The government has taken valuable steps for the infrastructural development of the country. This can help this industry to be steered to one of the highest grossing industries of the country. We have also taken significant steps to retain the market share and maintain sustainability through:

- Alignment of production machinery
- Improvement of product process and quality
- Expansion of the distributor network and promotional activities
- Expansion of the sales force team

PRODUCT WISE SALES

The following table demonstrates product-wise comparative sales in quantity and value for last 4 years:

Name of products	July'18 - June'19 (12 Months)		July'17 - June'18 (12 Months)		July'16 - June'17 (12 Months)		Jan'15 - June'16 (18 Months)	
	Quantity M ² N	Value Taka	Quantity M ² N	Value Taka	Quantity M ² N	Value Taka	Quantity M ² N	Value Taka
Flat Sheets	29,645	3,432,720	43,911	5,078,736	45,839	5,303,452	50,331	6,310,660
Large Section								
Corr. Sheets	91,390	10,942,036	133,324	15,954,799	129,343	15,483,492	146,135	19,351,505
LW Sheets	3,366,127	389,394,472	3,879,061	448,965,305	3,667,775	424,563,061	5,053,059	641,845,980
Mouldings	158,137	16,734,524	189,140	20,004,130	181,510	19,163,635	254,412	29,436,470
Pipes	121,776	16,521,126	97,974	13,332,381	113,613	15,478,795	137,946	20,823,991
Resole Products	-	2,957,729	-	3,109,361	-	3,537,202	-	4,466,046
Total	3,767,075	439,982,607	4,343,410	506,444,712	4,138,080	483,529,637	5,641,883	722,234,652

PRODUCT WISE COMPARATIVE SALES TABLE

PERFORMANCE OF THE COMPANY

By the grace of almighty Allah and with proper guidance and supervision of the Board of Directors, support of the shareholders and also with the untiring efforts of the employees of all levels and all stakeholders, the Company passed a very challenging year.

The position of production, turnover, cost of goods sold and profit during the year as compared with those in the previous year is shown in the table below:



Particulars		July 18-June 19 (12 Months)	July 17-June 18 (12 Months)	Jan 16-June 17 (12 Months)	Jan 15-June 16 (18 Months)
Production (Quantity)	M2N	3,861,423	4,353,441	4,116,766	5,364,052
Turnover (Quantity)	M2N	3,767,075	4,343,410	4,138,080	5,641,883
Net Turnover	Taka	439,982,607	506,444,712	483,529,637	722,234,651
Cost of Goods Sold	Taka	375,839,341	420,834,376	409,666,878	597,028,858
Gross Profit	Taka	64,143,266	85,610,336	73,862,759	125,205,793
Net profit before income tax	Taka	23,418,953	85,311,818	73,174,290	155,642,837
Net profit after income tax	Taka	19,632,540	61,174,592	48,761,017	117,009,752
Capital employed	Taka	907,261,844	938,851,269	991,166,484	892,978,243

COMPARATIVE STATEMENT OF PRODUCTION, TURNOVER & PROFIT

RISKS AND CONCERNS

Substitute Products & New Entrants:

Development of substitute products has created major challenges in maintaining market share by the Company. Market penetration by a few competitors, establishment of manufacturing plants with the same range of products have made the industry competitive.

Management Concern: Management has been cautious regarding the potential new entrants in the industry. Though a few new entrants have entered the market, the management is highly concerned to produce competitive products with top-notch quality in the industry to continuously maintain the acquired market share of the company.

External Factors:

The Company's results may be affected by factors outside its control such as political unrest, strike, civil commotion and act of terrorism.

Management Concern: Management has always been careful to mitigate the natural risks that may befall upon the company on the regular course of its operations.

Changes in income tax and value added tax: Changes in income tax and VAT laws, upward revision in tax rate and sudden unpredictable changes in other business related laws may adversely impact results of operations and cash flows.

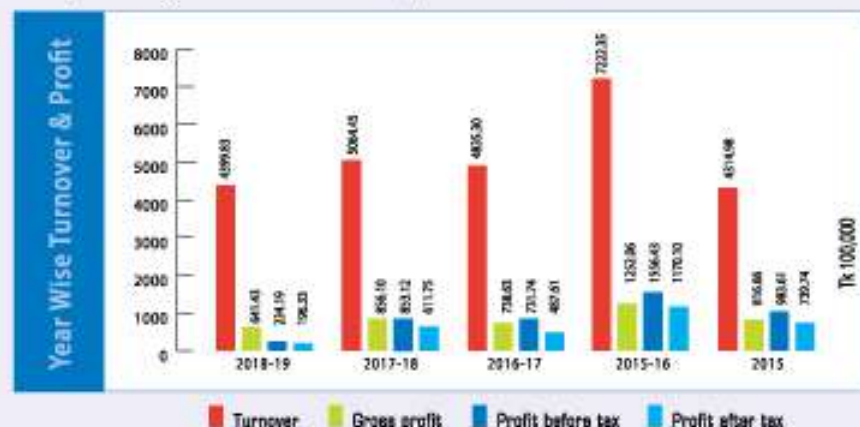
Management Concern: Management has always been attentive to changes in govt. policies, income tax and VAT laws to comply with applicable regulations and continue operations in a smoother manner.

Exchange rate fluctuation: Since a large proportion of the company's basic raw materials are imported, unfavorable changes in currency exchange rates may influence the result of the company's operations.

Management Concern: Management is vigilant at all times to apply appropriate mechanisms in case of signification variations in the exchange rates.

Management perception of the risks: While many of the risk areas are beyond control of any single company, we are closely watching the trends and developments in each of the risk areas and constantly trying to take the best possible

measures to mitigate them through product and market diversification, efficient sourcing of materials, use of latest technology and investment in research and development to gain sustainable competitive advantage.



PRODUCTION, SALES, COST OF GOODS SOLD & GROSS PROFIT MARGIN

In order to meet required demand, Aramit Limited produced 3,861,423 meter square normal (M2N) in 2018-2019 as against 4,353,441 meter square normal (M2N) in 2017-2018. During the year 2018-2019, the company sold 3,767,075 meter square normal (M2N) whereas the total sales of the company was 4,343,410 meter square normal (M2N) in 2017-2018. Net turnover of the company in the year ended 30 June 2019 was Tk. 439.98 Million as against Tk. 506.44 Million for the year ended 30 June 2018.

CONTINUITY OF ANY EXTRA-ORDINARY GAIN OR LOSS

There was no extra-ordinary gain/(loss) of the company in the year from 1st July 2018 to 30th June 2019.

RELATED PARTY TRANSACTIONS

All transactions with related parties were made in ordinary course of business which has been elaborated in the audited financial statement under note 39 in accordance with relevant Bangladesh Accounting Standards (BAS).

UTILIZATION OF IPO PROCEEDS AND FINANCIAL RESULTS AFTER IPO, REPEAT PUBLIC OFFER, RIGHT SHARE OFFER, DIRECT LISTING ETC.

The company had no unutilized IPO or Direct Listing proceeds during the year (from 1st July 2018 to 30th June 2019). The company also did not declare any RPO, Rights Share Offer for the year 2018-2019.

SIGNIFICANT VARIANCE BETWEEN QUARTERLY AND ANNUAL FINANCIAL PERFORMANCE

There were no significant variance (except seasonal impacts) between quarterly and annual financial performance. The Cumulative Earning Per Share (EPS) earned in each quarter from 1st July 2018 to 30th June 2019 are given below:

Earning Per Share (EPS)	3 months ended on 30 Sep 2018	6 months ended on 31 Dec 2018	9 months ended on 31 Mar 2019	12 months ended on 30 Jun 2019
2018-2019	Tk. 1.07	Tk. 1.66	Tk. 2.46	Tk. 3.27
Earning Per Share (EPS)	3 months ended on 30 Sep 2017	6 months ended on 31 Dec 2017	9 months ended on 31 Mar 2018	12 months ended on 30 Jun 2018
2017-2018	Tk. 1.70	Tk. 4.16	Tk. 7.54	Tk. 10.20

DIRECTORS' REMUNERATION

The Chief Executive Officer (Managing Director) is paid remuneration as approved by the Board of Directors and subsequently ratified by the Shareholders in Annual General Meeting (AGM). Other than this, all directors including Independent Directors are only paid attendance fee for each meeting of Board of Directors / Committee actually attended by them.

DECLARATIONS

The Directors also state that:

- The financial statements prepared by the management, in accordance with the Companies Act 1994 and Bangladesh Securities and Exchange Rules 1987, present fairly the state of affairs of the company, the result of its operation, cash flows and changes in equity.
- Proper books of accounts of the company have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and there was no departure there from.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress.
- There is no significant doubt upon the issuer company's ability to continue as a going concern.
- Earnings per share (EPS) in 2018-19 has decreased compared to last year due to increased cost of imported raw materials for higher dollar rate, higher sales promotional activities for achieving targeted sales and increased operating expenses.
- The Company has complied with the conditions of the Corporate Governance Code imposed by the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, dated 3 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969.

Key Operating and Financial Data

Financial data of preceding 5 (five) years have been presented below in summarized form:

Particulars	2018-19 For 12 Months	2017-18 For 12 Months	2016-17 For 12 Months	2015-16 For 18 Months	2015 For 12 Months	2014 For 12 Months
Revenue	439,982,607	506,444,712	483,529,637	722,234,651	431,497,959	448,952,488
Cost of Sales	375,839,341	420,834,376	409,666,878	597,028,858	349,811,536	348,734,485
Gross Profit	64,143,266	85,610,336	73,862,759	125,205,793	81,686,423	100,218,003
Operating Expenses	98,213,956	84,840,510	77,051,454	97,617,540	58,990,258	48,312,238
Financial Expenses	227,246	1,844,127	967,466	218,947	129,118	128,219
Other Income - Operating Income	58,331,738	89,412,729	79,773,047	134,929,399	80,222,442	47,585,002
Non Operating Income	617,727	1,463,486	1,408,682	1,535,860	748,851	2,597,756
Net Profit before WPP & WF	24,651,529	89,801,914	77,025,568	163,834,565	103,538,340	101,960,304
Contribution to WPP & WF	1,232,576	4,490,096	3,851,278	8,191,728	5,176,917	5,098,015
Net Profit before Income Tax	23,418,953	85,311,818	73,174,290	155,642,837	98,361,423	96,862,289
Provision for Income Tax	7,891,920	26,500,000	20,000,000	42,000,000	26,000,000	25,500,000
Provision for Deferred Tax (expenses)/income	4,105,507	2,362,774	(4,413,273)	3,366,915	1,612,648	1,050,390
Net Profit after Income Tax	19,632,540	61,174,592	48,761,017	117,009,752	73,974,071	72,412,679
Total Assets	1,021,594,775	1,124,889,671	1,159,664,939	1,028,312,422	1,053,065,522	1,034,545,219
Total Fixed Assets	115,088,094	109,802,728	100,574,611	73,955,169	76,890,754	90,293,232
Total Investments	256,122,580	298,897,850	388,984,056	352,025,921	405,004,058	397,671,804
Total Current Assets	650,384,101	716,189,093	670,106,272	602,331,332	571,170,710	546,580,183
Total Current Liabilities	114,332,931	186,038,402	147,589,655	135,334,179	122,113,613	156,164,385
Current Ratio	5.69: 1.00	3.85: 1.00	4.54: 1.00	4.45: 1.00	4.68: 1.00	3.50: 1.00
Non Current Liabilities	32,515,844	34,422,654	60,743,675	34,378,773	37,707,797	36,448,069
Shareholders' Equity	874,746,000	904,428,615	951,331,609	858,599,470	893,244,111	841,932,765
Earnings Per Share (EPS)	3.27	10.20	8.13	19.50	12.33	12.07
Dividend Per Share (DPS)	5.00	5.00	4.50	Incl. Inter. Cash 7.00	5.00	5.00
Market Price (DSE) year end (30-06-2019)	345.60	480.10	374.30	407.90	521.00	281.50
Market Price (CSE) year end (30-06-2019)	350.00	473.20	361.20	403.70	530.00	280.00
Price Earnings Ratio (P/E Ratio) year end	106.36	46.73	45.23	20.81	42.62	23.26



DIVIDEND

The Board of Directors of the company was pleased to recommend cash dividend @ 50% (i.e. Tk.5.00 per share of Tk. 10.00 each) for the year ended 30th June 2019.

The shareholders of the company approved the declaration of cash dividend @ 50% (i.e. Tk. 5 per share of Tk. 10.00 each) for the year ended 30th June 2018 during the 47th Annual General Meeting. This involved a payout of Tk. 30.00 million. The resultant dividend payout ratio was 49.02%. The dividend performance of the company for the last 10 financial years has been shown in the following table:

Year	2017-18	2016-17	2015-2016		2014	2013	2012	2011	2010	2009	2008
	Final	Final	Final	Interim	Final	Final	Final	Final	Final	Final	Final
Rate of dividend	50%	45%	20%	50%	50%	50%	50%	50%	40%	65%	50%

INTERIM DIVIDEND

No bonus share or stock dividend has been declared as interim dividend for the year 2018-2019.

BOARD MEETINGS

The number of meetings and the attendance of directors during the year ended 30th June 2019 were as follows:

Name of Directors	Position	Board of Directors' Meeting		Audit Committee Meeting		NRC Meeting	
		No. of Meetings held	No. of Attendance	No. of Meetings held	No. of Attendance	No. of Meetings held	No. of Attendance
Mr. S. M. Jamal Ahmed	Chairman	5	5	-	-	1	1
Ms. Rukhmila Zaman	Managing Director	5	5	-	-	-	-
Mr. Kazi Sanaul Haq	Director	5	4	4	4	-	-
Mr. Jyotsna Bikash Chakma	Director	5	5	4	4	-	-
Mr. Sudhangshu Kumar Ghosh	Director	5	5	-	-	-	-
Mr. S. M. Rezaul Rahman	Independent Director	5	5	4	4	-	-
Mr. Warasuzzaman Chowdhury	Independent Director	5	2	-	-	-	-
Mr. Mohammed Towhidul Anwar	Independent Director	1	1	-	-	1	1
Mr. S. M. Alamgir Chowdhury	Independent Director	1	1	-	-	1	1



PATTERN OF SHAREHOLDING

The pattern of shareholding as on 30th June, 2019 is presented below:

Sl. No.	Shares held by	No. of Shares held	Percentage	Remarks
(i)	Parent/Subsidiary/Associated companies and other related parties	-	-	The Company is not subsidiary of any company.
(ii)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouse and minor children:			
	Directors:			
	Mr. Jyotsna Bikash Chakma	1,425,909	23.77%	Nominated by Sadharan Bima Corporation
	Mr. Sudhangshu Kumar Ghosh	1,198,083	19.97%	Nominated by M/s. Javed Steel Mills Ltd.
	Ms. Rukhmila Zaman	898,083	14.97%	Nominated by M/s. Asif Steels Ltd.
	Mr. S. M. Jamal Ahmed			
	Mr. Md. Abul Hossain	292,924	4.88%	Nominated by Investment Corporation of Bangladesh
	Chief Executive Officer and her spouse and minor children: Ms. Rukhmila Zaman	87,625	1.46%	
	Company Secretary and his spouse and minor children:	-	-	
	Chief Financial Officer and his spouse and minor children:	-	-	
	Head of Internal Audit and his spouse and minor children:	-	-	
(iii)	Executives (Top five salaried persons other than CEO, CFO, CS, HIAC)			
	1. Mr. A. U. M. Zubair, Group Technical Advisor	-	-	
	2. Mr. Sunil Kumar Das, Assistant General Manager (Marketing)	-	-	
	3. Mr. SK. V. M. Md. Reazul Karim, Manager (Quality Control)	-	-	
	4. Mr. P. K. Barua, Assistant General Manager (Shares & Admin)	-	-	
	5. Dr. Md. Osman Gani, Consultant (Physician)	-	-	
(iv)	Shareholders holding 10% or more voting interest in the company	-	-	
(v)	Local Institutions / General Public	2,097,376	34.95%	
	TOTAL	6,000,000	100.00%	

ROTATION OF DIRECTORS

As per the articles 101, 102 and 103 of the Articles of Association of the Company, one third of the Directors retire by rotation in this Annual General Meeting and being eligible, offer themselves for re-election. The Directors are:

1. Mr. Md. Abul Hossain Director
2. Mr. Jyotsna Bikash Chakma Director
3. Mr. Sudhangshu Kumar Ghosh Director



Name of Director	Brief Resume	Nature of Expertise	Directorship and Committee Membership in other companies
Md. Abul Hossain	He has done B. Sc. (Hons.), M. Sc. (Statistics) from Jahangirnagar University. He has been acting as Managing Director of Investment Corporation of Bangladesh, Dhaka.	Financial Expert	Chairman - ICB Capital Management Ltd. Director - British American Tobacco BD Co. Ltd. -Glaxo Smith Kline BD Ltd. -Linde Bangladesh Ltd. -RSRM Ltd. -Heidelberg Cement BD Ltd. -Renata Limited. -Credit Rating Information and Services Ltd -Standard Bank Limited -Central Depository Bangladesh Ltd. -The Peninsula Chittagong Limited
Jyotsna Bikash Chakma	He has done MBA. He has been acting as a General Manager (C.C.), Dhaka Zone, Sadharan Bima Corporation, Dhaka	Financial Expert	Director - SBC Securities & Investment Ltd.
Sudhangshu Kumar Ghosh	He has done B. Com. (Hons.), M. Com. (Finance) from University of Dhaka. He has been acting as Deputy General Manager (Re-insurance Accounts Deptt., Head Office), Sadharan Bima Corporation, Dhaka	Financial Expert	None

MANAGEMENT'S DISCUSSION & ANALYSIS

The Board of Directors of the company discussed in every BOD Meeting about the company's position and operations, changes in the financial statements and other related matters. A report on Management Discussion and Analysis signed by the Managing Director is appended to this report in Annexure-D.

SUBSEQUENT EVENTS

There were no subsequent events between the balance sheet date and the date of this report which could have significant impact on the financial results of the company and except that the Directors recommended for declaration of 50% cash dividend for the year ended 30th June 2019 subject to the approval thereof by the shareholders in the 48th Annual General Meeting.

CONTRIBUTION TO THE NATIONAL EXCHEQUER

It is indeed a great pleasure to inform you that the Company has contributed to the National Exchequer an amount of Tk. 125.43 million in the form of VAT, Income Tax and Customs Duty during the year 2018-19.

The break-up of these payments are as follows:

CONTRIBUTION TO THE NATIONAL EXCHEQUER

Govt. Revenue	July18-June19 12 Months Taka	July17-June18 12 Months Taka	July16-June 17 12 Months Taka	Jan 15 - June 16 18 Months Taka	Jan-Jun 2016 6 Months Taka	Jan-Dec 2015 12 Months Taka
Value added tax (VAT)	65,653,394	75,507,911	72,079,689	107,729,084	43,293,923	64,435,161
Income tax	12,544,861	29,471,066	40,383,686	29,176,318	10,747,727	18,428,591
Customs duty	47,233,532	82,815,462	87,044,818	19,145,448	6,309,388	12,836,061
Total	125,431,787	187,794,439	199,508,193	156,050,850	60,351,038	95,699,813

APPOINTMENT OF AUDITORS

The existing auditors of the company M/s. Rahman Mostafa Alam & Co., Chartered Accountants have completed their auditing activities for the year ended 30 June 2019 & they will retire in the 48th Annual General Meeting. To comply with the provision of section 210 (1) of the Companies Act, 1994 and Bangladesh Security & exchange commission (BSEC) notification No. BSEC/CMRRCD/2009-193/104/Admin/26 dated July 27, 2011, a written request will be obtained from Qualified Auditing Firms for appointment for the next year term from 1st July 2019 to 30th June 2020.

CORPORATE GOVERNANCE

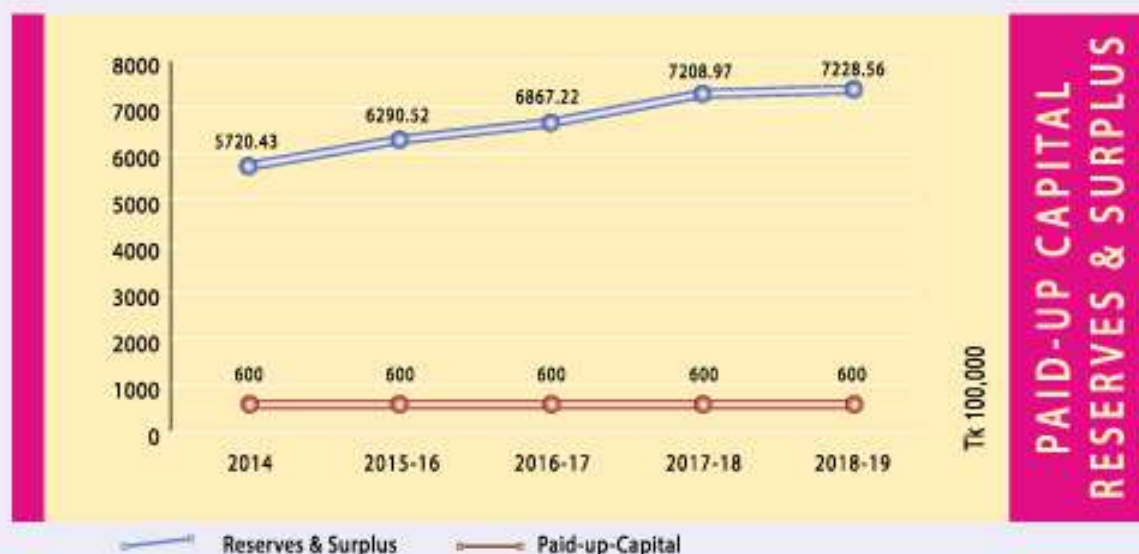
In recent times, the issue of Corporate Governance practice has assumed paramount importance as it paves the way for efficient management of a company through making it accountable and transparent to the shareholders and the nation as a whole. In view of this, the Bangladesh Securities and Exchange Commission (BSEC) has issued a number of guidelines that are required to be disclosed to the shareholders and accordingly the status report of such conditions have been summarized in Annexure-1 in compliance with the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03rd June 2018 (Previous Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07th August 2012 & SEC/CMRRCD/2006-158/Admin/02-08 dated 20th February 2006). A Certificate of compliance under the said guideline is collected from M/s. MRH Dey & Co. Chartered Accountants annexed to this report in annexure- B. Further, the compliance report along with the necessary remarks/disclosures is appended in annexure-C of the Directors Report of the Company for the year 2018-19.

APPOINTMENT OF THE PROFESSIONAL FOR CERTIFICATE ON COMPLIANCE OF THE CORPORATE GOVERNANCE CODE

Section 9 (2) of the BSEC's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 i.e. Corporate Governance Code states that, "The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting." In compliance with the condition, M/s. MRH Dey & Co., Chartered Accountants, Existing professional, are requested to submit a written request for re-appointment as to provide us with the Certificate on Compliance of the Corporate Governance Code for the year 2019-20 and it will be placed in the 48th Annual General Meeting. The honorable shareholders will decide on appointment of the professional for the period of 2019-20 and fix up their remuneration in the aforesaid AGM.

WELFARE ACTIVITIES EXTENDED TO EMPLOYEES

Hajj program: One person among the officers, staff and workers of the group has been selected by the management through lottery and allowed to perform holy Hajj at company's cost every year.



CORPORATE SOCIAL RESPONSIBILITIES

Environment Protection: The Company has participated in programs organized by the Dept. of Environment on World Environment Day and several other environment protection campaigns over the year.

Blood Donation Program: The Company has organized a blood donation program this year, which is a regular initiative. During the program, 40 bags of blood have been collected from the employees and donated to Sandhani CMC Unit, Chittagong Medical College, Chattogram.

FUTURE THRUST

All out efforts are being made to modernize the production process and management system of the Company gradually. As a result of these efforts and by the grace of almighty Allah, the Company is expected to achieve a better operating results in the future.

ENVIRONMENTAL ROLE

You are all aware that throughout the globe there is now increased focus on environment. Accordingly, the Company has adopted strategies for ensuring environment friendly atmosphere through giving it due care and attention for the protection of environment by developing green belt around the factory.

CONCLUSION

The members of the Board of Directors would like to take this opportunity to express heartfelt thanks to all stakeholders like Employees, Customers, Suppliers, Banks, Insurance Companies, Government Authorities, Auditors, BSEC, DSE, CSE, utility providers etc. and finally the Shareholders for their immense support and contribution towards the success of the Company.

Allah Hafez.

Chattogram,
28th October 2019.

On behalf of the Board


(S. M. Jamal Ahmed)
Chairman



Declaration by CEO and CFO on Financial Statements

Dated: November 05, 2019

The Board of Directors
Aramit Limited
53, Kalurghat Heavy Industrial Estate,
PO. Mohara, Chattogram-4208.

Subject: Declaration on Financial Statements for the year ended 30 June 2019.

Dear Sirs,

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

- (1) The Financial Statements of Aramit Limited for the year ended on 30th June 2019 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that: -

- (i) We have reviewed the financial statements for the year ended on 30th June 2019 and that to the best of our knowledge and belief:
 - (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws;
- (ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,


Rukhmila Zaman
Chief Executive Officer (CEO)


Farid Uddin Ahmed, FCMA
Chief Financial Officer (CFO)



Corporate Governance Report

Corporate Governance is to have mechanism in place for the Board of Directors and other key management staff to safeguard the interest of the shareholders and other stakeholders of the Company. Transparency in business transaction and disclosure of information to regulatory bodies as part of its legal obligations constitute sound corporate governance. Good corporate governance also means conformity to sound ethical principles and a code of conduct in business dealings.

Board of Directors

Board of Directors is the representative and trustee of the shareholders of the Company. The Board of Directors of Aramit Limited comprises of seven members including the Chairman and the Chief Executive Officer/Managing Director. The Board also has two independent Directors in compliance with the Corporate Governance Guidelines of BSEC.

Audit Committee

Aramit Limited has an Audit Committee as a sub-committee of the Board of Directors. This committee is assisting the Board of Directors in ensuring that the Financial Statements reflect true and fair view of the state of the affairs of the Company and in ensuring a good monitoring system within the business. This committee is responsible to the Board of Directors and its duties and responsibilities are clearly set forth in writing. The Audit Committee is constituted as per the guidelines of BSEC.

The Audit Committee holds regular meetings on the following major issues:

1. To review the Financial Statements and reporting process and monitor the choice of accounting policies and principles.
 2. To review the business risk management.
 3. To oversee the good corporate practices.
 4. To review the adequacy of internal audit functions etc.
- A separate report of the audit committee is included.

Nomination and Remuneration Committee (NRC)

In compliance with the Corporate Governance Code 2018, the Board of Directors constituted Nomination and Remuneration Committee as a sub-committee to assist the Board broadly in formulation of policy with regard to determining qualifications, positive attributes, remuneration mainly for directors and top level executives. The remuneration policy and the evaluation criteria and activity of the NRC are appended below:

Composition and Meetings:

The NRC comprises of 3 (three) members who will exclusively be non-executive directors, including 2 (Two) independent directors. The committee consisted of:

Mr. Mohammed Towhidul Anwar	(Independent Director)	- Chairman
Mr. S. M. Jamal Ahmed	(Chairman of Board of Directors)	- Member
Mr. S. M. Alamgir Chowdhury	(Independent Director)	- Member
Mr. Syed Kamruzzaman	(Company Secretary)	- Secretary

Since the committee was formed 1 (one) meeting of NRC committee was held.

The Nomination and Remuneration Policy and Evaluation Criteria:

The performance of the company depends upon the quality of its directors and top level executives. To prosper, the company must attract, motivate and retain highly skilled directors and executives. The recruitment process for top level executives shall be transparent, non-discriminatory, diversified and in alignment with the codes of conduct.

Each director shall receive reasonable fees from the company for every meeting attended, plus travelling expenses for attending the Board meetings. The amount will be determined by Board time to time.

Chairman and Chief Executive Officer

The Chairman and The Chief Executive Officer are two separate individuals selected by the Board of Directors of Aramit Limited. Both are performing defined responsibilities and focusing on the strategic value addition of the Company.

Directors' Report to The Shareholders

Board of Directors is reporting the performance, annual achievements and status of the company's activities to the shareholders. They are also conveying the future plan and outlook of the industry and the Company in their report.

Management's Discussion and Analysis

A statement signed by the Managing Director presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements has been appended in the Directors' Report as Annexure - D

Chief Financial Officer, Company Secretary and Head of Internal Audit

The Chief Financial Officer, The Company Secretary and Head of Internal Audit are three separate individuals selected by the Board of Directors of Aramit Limited. The Company has appointed one qualified Cost & Management Accountant as Chief Financial Officer. The Company has also appointed different individuals as Company Secretary & Head of Internal Audit. The Chief Financial Officer and the Company Secretary regularly advise and assist the Board on financial strategy and compliance issues of the regulatory bodies. The Chief Financial Officer and the Company Secretary are also attending Board meetings as per Corporate Governance notification of the BSEC. Company's internal audit department is also headed by a Head of internal audit having professional expertise in the field of internal audit.

Board of Directors has clearly defined respective roles, responsibilities and duties of the Chief Financial Officer, the Company Secretary and Head of Internal Audit.

Internal Audit and Control

Aramit Limited has established an Internal Audit Department consisting of professional and knowledgeable employees. Internal Audit Department directly reports to the Board of Directors. Internal Audit Department regularly conducts their audit based on a yearly internal audit plan and checks, verifies and reviews the compliance of internal control procedures and other regulatory requirements.

External Auditors

External Auditors of Aramit Limited is appointed in every Annual General Meeting (AGM) by the shareholders of the Company as per Companies Act, 1994. The Company also conforms to the requirement of Bangladesh Securities and Exchanges Commission in appointing external auditors. External Auditors are not engaged to perform any of the tasks other than external/statutory audit.

Certification on The Compliance of Corporate Governance Guidelines of BSEC

A certificate regarding compliance of conditions of Corporate Governance Guidelines of the Bangladesh Securities and Exchange Commission is included in the Annual Report.



Report to the Shareholders of Aramit Limited on compliance of the Corporate Governance Code

We have examined the compliance status of the Corporate Governance Code by Aramit Limited for the year ended on June 30, 2019. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated June 3, 2018 of the Bangladesh Securities and Exchange Commission.

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

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

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

- The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- The Governance of the company appeared to be satisfactory.

Place: Chattogram

Dated: November 14, 2019

For: MRH DEY & CO.
Chartered Accountants



[Signature]
Haradhan Dey, FCA
Partner

Dhaka Office : 95, Kazi Nazrul Islam Avenue (2nd Floor), Kawran Bazar, Dhaka, Bangladesh.
Phone : 02-6143313, Fax : 02-6143313, Mobile : 01846-553636, 01716-398827, E-mail : mrhdeydk@gmail.com
Chattogram Office : Taher Chamber (1st Floor), 10, Agrabad, Chattogram-4100, Bangladesh.
Phone : 031-721342, 725549, 717229, 721551, Fax : 031-2517909, E-mail : mrhdeyctg@gmail.com
Web : www.mrhdey.com, Skype Id : mrhdey3



Annexure- C

Report on Corporate Governance Compliance as on 30th June 2019

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

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
1	BOARD OF DIRECTORS:			
1 (1)	Size of the Board of Directors: The number of the Board members of the company shall not be less than 5 (five) and more than 20 (twenty)	✓		
1 (2)	Independent Directors All companies shall have effective representation of independent directors on their Boards, so that the Board, as a group, includes core competencies considered relevant in the context of each company; for this purpose, the companies shall comply with the following:-			
1 (2)(a)	At least one fifth (1/5) of the total number of Directors in the company's Board shall be Independent Directors	✓		There are 2 Independent Directors among the 7 directors in the Board.
1 (2)(b)(i)	Independent Director does not hold any share or holds less than 1% shares of the total paid-up shares of the company	✓		
1 (2)(b)(ii)	Independent Director or his family members are not connected with the company's any sponsor or Director or nominated Director or Shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds 1% or more shares	✓		The Independent Directors have declared their compliances.
1 (2)(b)(iii)	Independent Director has not been an executive of the company in immediately preceding 2 (two) financial years	✓		-do-
1 (2)(b)(iv)	Independent Director does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies	✓		-do-
1 (2)(b)(v)	Independent Director is not a member or TREC holder, Director or officer of any Stock Exchange	✓		-do-
1 (2)(b)(vi)	Independent Director is not a shareholder, Director excepting Independent Director or officer of any member or TREC holder of Stock Exchange or an intermediary of the capital market	✓		-do-
1 (2)(b)(vii)	Independent Director is not a partner/executive or was not a partner/executive during the preceding 3 (three) years of any statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code	✓		-do-
1 (2)(b)(viii)	Independent Director shall not be an Independent Director in more than 5 (five) listed companies	✓		-do-
1 (2)(b)(ix)	Independent Director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan/advance to a bank or a Non-Bank Financial Institution (NBFI)	✓		-do-
1 (2)(b)(x)	Independent Director has not been convicted for a criminal offence involving moral turpitude	✓		-do-
1 (2)(c)	The Independent Director(s) shall be appointed by the Board of Directors and approved by the shareholders in AGM.	✓		Independent Directors have been appointed by Board in the 217th BOD meeting and placed in the ensuing 48th AGM for approval of shareholders.
1 (2)(d)	The Post of Independent Director(s) cannot remain vacant for more than 90 (ninety) days	✓		Complied
1 (2)(e)	The tenure of office of an Independent Director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only	✓		Complied
1 (3)	Qualification of Independent Director (ID)			
1 (3)(a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business	✓		The qualifications and background of Independent Directors justify their abilities as such.
1 (3)(b)	Independent Director shall have following qualifications:			
1 (3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association	✓		
1 (3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company			Not applicable
1 (3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law			Not applicable

Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
1 (3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law			Not applicable
1 (3)(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification			Not applicable
1 (3)(c)	The Independent Director shall have at least 10 (ten) years of experiences in any mentioned field	✓		
1 (3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission			Not Applicable
1 (4)	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer			
1 (4)(a)	The positions of the Chairperson of the Board and the MD and/or CEO of the company shall be filled by different individuals	✓		
1 (4)(b)	The MD and/or CEO of a listed company shall not hold the same position in another listed company		✓	Ministry of Commerce, Govt. of the People's Republic of Bangladesh has issued an order allowing Ms. Rukhmila Zaman to act as the Managing Director of Aramit Limited and its associate companies Aramit Cement Limited
1 (4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company	✓		
1 (4)(d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the MD and/or CEO	✓		
1 (4)(e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes	✓		
1 (5)	The Directors' Report to Shareholders shall include the following:			
1 (5)(i)	An industry outlook and possible future developments in the industry	✓		
1 (5)(ii)	Segment-wise or product-wise performance	✓		
1 (5)(iii)	Risks and concerns	✓		
1 (5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin	✓		
1 (5)(v)	Discussion on continuity of any Extra-Ordinary gain or loss	✓		
1 (5)(vi)	Basis for related party transactions - a statement of all related party transactions should be disclosed in the annual report	✓		
1 (5)(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments			Not Applicable
1 (5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing etc.			Not Applicable
1 (5)(ix)	An explanation on any significant variance occurs between Quarterly Financial performance and Annual Financial Statements	✓		
1 (5)(x)	A statement of remuneration paid to the Directors including Independent Directors	✓		
1 (5)(xi)	A statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity	✓		
1 (5)(xii)	A statement that the proper books of account of the issuer company have been maintained	✓		
1 (5)(xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	✓		
1 (5)(xiv)	A statement that International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.	✓		



Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
1 (5)(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored.	✓		
1 (5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress	✓		
1 (5)(xvii)	A statement that there is no significant doubt upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed	✓		
1 (5)(xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained	✓		
1 (5)(xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized	✓		
1 (5)(xx)	An explanation on the reasons for no declaration of Dividend for the year			Not Applicable
1 (5)(xxi)	Board's statement to the effect that no interim dividend (bonus share/stock dividend) has been/shall be declared	✓		
1 (5)(xxii)	The total number of Board meetings held during the year and attendance by each Director shall be disclosed	✓		
1 (5)(xxiii)	A report on the pattern of shareholding disclosing the number of shares (along with name wise details where stated below) held by:-	✓		
1 (5)(xxiii)(a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details)			
1 (5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details)	✓		
1 (5)(xxiii)(c)	Executives	✓		
1 (5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details)	✓		
1 (5)(xxiv)	In case of the appointment/reappointment of a Director, a disclosure on the following information to the shareholders:-	✓		
1 (5)(xxiv)(a)	a brief resume of the Director	✓		
1 (5)(xxiv)(b)	nature of his/her expertise in specific functional areas	✓		
1 (5)(xxiv)(c)	names of companies in which the person also holds the Directorship and the membership of committees of the Board	✓		
1 (5)(xxv)	A Management's Discussion and Analysis signed by CEO/MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:-	✓		
1 (5)(xxv)(a)	Accounting policies and estimation for preparation of financial statements	✓		
1 (5)(xxv)(b)	Changes in accounting policies and estimation, if any, describing the effect on financial performance/results and financial position, cash flows in absolute figure for such changes	✓		
1 (5)(xxv)(c)	Comparative analysis (including effects of inflation) of financial performance / results and financial position, cash flows for current financial year with immediate preceding five years explaining reasons thereof	✓		
1 (5)(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario	✓		
1 (5)(xxv)(e)	Briefly explain the financial and economic scenario of the country and the globe	✓		
1 (5)(xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company	✓		
1 (5)(xxv)(g)	Future plan/projection/forecast for company's operation, performance and financial position, with justification, i.e., actual position shall be explained to the shareholders in the next AGM	✓		
1 (5)(xxvi)	Declaration/Certification by the CEO and the CFO to the Board as required under condition no. 3(3) shall be disclosed as per Annexure-A	✓		
1 (5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code shall be disclosed as per Annexure-B and Annexure-C	✓		

Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
1 (6)	Meetings of the Board of Directors The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓		
1 (7)	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) of condition no. 6, for the Chairperson of Board, other Board members and Chief Executive Officer of the company		✓	
1 (7)(a)			✓	
1 (7)(b)	The Code of Conduct as determined by the NRC shall be posted on the company website which shall include: prudent conduct and behavior, confidentiality, conflict of interest, compliance with laws, rules and regulations, prohibition of insider trading, relationship with environment, employees, customers and suppliers, independency.		✓	
2	Governance of Board of Directors of Subsidiary Company			
2 (a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company			Not Applicable
2 (b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company			Not Applicable
2 (c)	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
2 (d)	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
2 (e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company			Not Applicable
3	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS)			
3 (1)(a)	Appointment: The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC)	✓		
3 (1)(b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals	✓		
3 (1)(c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time	✓		
3 (1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS	✓		
3 (1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s)	✓		
3 (2)	Requirement to attend Board of Directors' Meetings The MD/CEO, CS, CFO and HIAC of the company shall attend the meetings of the Board, provided that the CS, CFO and/or the HIAC shall not attend such part of a meeting of the Board which involves consideration of an agenda item relating to their personal matters	✓		
3 (3)	Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
3 (3)(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:	✓		
3 (3)(a)(i)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	✓		
3 (3)(a)(ii)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws	✓		
3 (3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members	✓		



Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
3 (3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report	✓		
4	Board of Directors' Committee			
	For ensuring good governance in the company, the Board shall have at least following sub-committees:			
4 (i)	Audit Committee	✓		
4 (ii)	Nomination and Remuneration Committee	✓		
5	Audit Committee			
5 (1)	Responsibility to the Board of Directors			
5 (1)(a)	The company shall have an Audit Committee as a sub-committee of the Board	✓		
5 (1)(b)	The Audit Committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓		
5 (1)(c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing	✓		
5 (2)	Constitution of the Audit Committee			
5 (2)(a)	The Audit Committee shall be composed of at least 3 (three) members	✓		
5 (2)(b)	The Board of Directors shall appoint members of the Audit Committee who shall be Directors of the company and shall include at least 1 (one) Independent Director	✓		
5 (2)(c)	All members of the Audit Committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience; The term "financially literate" means the ability to read and understand the financial statements like statement of financial position, statement of comprehensive income, statement of changes in equity and cash flows statement and a person will be considered to have accounting or related financial management expertise if he or she possesses professional qualification or Accounting/Finance graduate with at least 10 (ten) years of corporate management/professional experiences.	✓		
5 (2)(d)	When the term of service of any Committee member expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee	✓		The Board of Directors has appointed members in due time. Therefore, no vacancy occurred.
5 (2)(e)	The company secretary shall act as the secretary of the Committee	✓		
5 (2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) Independent Director	✓		
5 (3)	Chairperson of the Audit Committee			
5 (3)(a)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an Independent Director	✓		
5 (3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes	✓		
5 (3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM). Provided that in absence of Chairperson of the Audit Committee, any other member from the Audit Committee shall be selected to be present in the annual general meeting (AGM) and reason for absence of the Chairperson of the Audit Committee shall be recorded in the minutes of the AGM	✓		
5 (4)	Meeting of the Audit Committee			
5 (4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year: Provided that any emergency meeting in addition to regular meeting may be convened at the request of any one of the members of the Committee	✓		
5 (4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must	✓		



Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
5 (5)	Role of the Audit Committee The Audit Committee shall :-			
5 (5)(a)	oversee the financial reporting process	✓		
5 (5)(b)	monitor choice of accounting policies and principles	✓		
5 (5)(c)	monitor Internal Control Risk management process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report	✓		
5 (5)(d)	oversee hiring and performance of external auditors	✓		
5 (5)(e)	hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption	✓		
5 (5)(f)	review along with the management, the annual financial statements before submission to the Board for approval	✓		
5 (5)(g)	review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval	✓		
5 (5)(h)	review the adequacy of internal audit function	✓		
5 (5)(i)	review the Management's Discussion and Analysis before disclosing in the Annual Report	✓		
5 (5)(j)	review statement of all related party transactions submitted by the management	✓		
5 (5)(k)	review Management Letters or Letter of Internal Control weakness issued by statutory auditors.	✓		
5 (5)(l)	oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors	✓		
5 (5)(m)	oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission	✓		
5 (6)	Reporting of the Audit Committee			
5 (6)(a)(i)	Reporting to the Board of Directors The Audit Committee shall report on its activities to the Board of Directors	✓		
5 (6)(a)(ii)	The Audit Committee shall immediately report to the Board on the following findings, if any :-			
5 (6)(a)(ii)(a)	report on conflicts of interests to the Board of Directors			No reportable conflict of interest arose during the year.
5 (6)(a)(ii)(b)	suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements			No such matters arose during the year.
5 (6)(a)(ii)(c)	suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations			-do-
5 (6)(a)(ii)(d)	any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately			-do-
5 (6)(b)	Reporting to the Authorities If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier			-do-
5 (7)	Reporting to the Shareholders and General Investors Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company	✓		The Audit Committee Report is disclosed in the annual report and signed by the Chairman of the said committee.
6	Nomination and Remuneration Committee (NRC)			
6 (1)	Responsibility to the Board of Directors			
6 (1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board	✓		



Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
6 (1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive	√		
6 (1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b)	√		
6 (2)	Constitution of the NRC			
6 (2)(a)	The Committee shall comprise of at least three members including an independent director	√		
6 (2)(b)	All members of the Committee shall be non-executive directors	√		
6 (2)(c)	Members of the Committee shall be nominated and appointed by the Board	√		
6 (2)(d)	The Board shall have authority to remove and appoint any member of the Committee	√		
6 (2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee			Not applicable
6 (2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee			Not applicable
6 (2)(g)	The company secretary shall act as the secretary of the Committee	√		
6 (2)(h)	The quorum of the NRC meeting shall not constitute without at least an Independent Director	√		
6 (2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company	√		
6 (3)	Chairperson of the NRC			
6 (3)(a)	The Board of Directors shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an Independent Director	√		
6 (3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes			Not applicable
6 (3)(c)	Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders. Provided that in absence of Chairperson of the NRC, any other member from the NRC shall be selected to be present in the annual general meeting (AGM) for answering the shareholder's queries and reason for absence of the Chairperson of the NRC shall be recorded in the minutes of the AGM.	√		
6 (4)	Meeting of the NRC			
6 (4)(a)	The NRC shall conduct at least one meeting in a financial year	√		
6 (4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC			Not applicable
6 (4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must, as required under condition no. 6 (2)(h)	√		
6 (4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC	√		
6 (5)	Role of the NRC			
6 (5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders	√		
6 (5)(b)(i)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board: formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:	√		

Annexure- C

Condition No.	Title	Compliance status		Explanation for non-compliance with the condition
		Complied	Not Complied	
6 (5)(b)(i)(a)	the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully	✓		
6 (5)(b)(i)(b)	the relationship of remuneration to performance is clear and meets appropriate performance benchmarks	✓		
6 (5)(b)(i)(c)	remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the company and its goals	✓		
6 (5)(b)(ii)	devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality	✓		
6 (5)(b)(iii)	identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board	✓		
6 (5)(b)(iv)	formulating the criteria for evaluation of performance of independent directors and the Board	✓		
6 (5)(b)(v)	identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria	✓		
6 (5)(b)(vi)	developing, recommending and reviewing annually the company's human resources and training policies	✓		
6 (5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report	✓		
7	External or Statutory Auditors			
7 (1)	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely:-	✓		The Statutory Auditors have declared their compliances.
7 (1)(i)	appraisal or valuation services or fairness opinions	✓		-do-
7 (1)(ii)	financial information systems design and implementation	✓		-do-
7 (1)(iii)	book keeping or other services related to the accounting records or financial statements	✓		-do-
7 (1)(iv)	broker-dealer services	✓		-do-
7 (1)(v)	actuarial services	✓		-do-
7 (1)(vi)	internal audit services or special audit services	✓		-do-
7 (1)(vii)	any service that the Audit Committee determines	✓		-do-
7 (1)(viii)	audit or certification services on compliance of corporate governance as required under condition no. 9(1)	✓		-do-
7 (1)(ix)	any other service that creates conflict of interest	✓		-do-
7 (2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company	✓		-do-
7 (3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders	✓		-do-
8	Maintaining a website by the Company			
8 (1)	The company shall have an official website linked with the website of the stock exchange	✓		
8 (2)	The company shall keep the website functional from the date of listing	✓		
8 (3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s)	✓		
9	Reporting and Compliance of Corporate Governance			
9 (1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and such certificate shall be disclosed in the Annual Report Explanation: "Chartered Accountant" means Chartered Accountant as defined in the Bangladesh Chartered Accountants Order, 1973 (President's Order No. 2 of 1973); "Cost and Management Accountant" means Cost and Management Accountant as defined in the Cost and Management Accountants Ordinance, 1977 (Ordinance No. LIII of 1977); "Chartered Secretary" means Chartered Secretary as defined in the (Chartered Secretaries Act, 2010)	✓		
9 (2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting	✓		
9 (3)	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not	✓		



Annexure- D

Management's Discussion and Analysis

THE COMPANY'S POSITION AND OPERATIONS

Aramit Limited has been a market leader in the building construction material industry. It has been working efficiently to be a key contributor to the overall development of the country. The key financial performance measures of the company for the year 2018-2019 are presented below:

Particulars	July 18-June 19 12 Months Taka	July 17-June 18 12 Months Taka	July 16-June 17 12 Months Taka	Jan 15-June 16 18 Months Taka	Jan 15-Dec 15 12 Months Taka	Jan 14-Dec 14 12 Months Taka
Profit before income tax	23,418,953	85,311,818	73,174,290	155,642,837	98,361,423	96,862,289
Provision for income tax						
Current	(7,891,920)	(26,500,000)	(20,000,000)	(42,000,000)	(26,000,000)	(25,500,000)
Deferred	4,105,507	2,362,774	(4,413,273)	3,366,915	1,612,648	1,050,390
	(3,786,413)	(24,137,226)	(24,413,273)	(38,633,085)	(24,387,352)	(24,449,610)
Profit after income tax	19,632,540	61,174,592	48,761,017	117,009,752	73,974,071	72,412,679
Prior Year Adjustment - Dividend	—	—	1,306,800	19,602,000	—	—
Realized gain trans.to Retained Earnings	12,326,256	—	—	—	—	—
Profit brought forward	305,408,725	274,234,133	251,166,316	156,554,564	156,554,564	114,141,885
Profit available for appropriation	337,367,521	335,408,725	301,234,133	293,166,316	230,528,635	186,554,564
Appropriations:						
Dividend recommended						
Interim Cash Dividend @ 50%	—	—	—	30,000,000	—	—
Final Cash Dividend	30,000,000	30,000,000	27,000,000	12,000,000	30,000,000	30,000,000
Transferred to general reserve	—	—	—	—	—	—
	30,000,000	30,000,000	27,000,000	42,000,000	30,000,000	30,000,000
Un-appropriated profit carried forward	307,367,521	305,408,725	274,234,133	251,166,316	200,528,635	156,554,564
	337,367,521	335,408,725	301,234,133	293,166,316	230,528,635	186,554,564
Dividend Payout Ratio	152.81	49.04	55.37	35.89	40.55	41.43

COMPARATIVE ANALYSIS OF THE COMPANY'S FINANCIAL PERFORMANCE

Particulars	2018-19 (12 Months)	2017-18 (12 Months)	2016-17 (12 Months)	2015-16 (18 Months)	2015 (12 Months)	2014 (12 Months)
Net Profit after Income Tax	19,632,540	61,174,592	48,761,017	117,009,752	73,974,071	72,412,679
Earnings Per Share (EPS)	3.27	10.20	8.13	19.50	12.33	12.07
Net Assets Value	874,746,000	904,428,615	930,422,809	858,599,470	893,244,112	841,932,765
Net Assets Value per share	145.79	150.74	155.07	143.10	148.87	140.32
Net Operating Cash Flow	45,784,083	9,651,553	4,416,497	192,824,539	65,581,849	(87,885,206)
Net Operating Cash Flow per share	7.63	1.61	0.74	32.14	10.93	(14.65)

ACCOUNTING POLICIES AND ESTIMATES

- Appropriate accounting policies have been applied consistently in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.
- No changes in accounting policies and estimation has been applied in the preparation of financial statements for the year 2018-2019.

FINANCIAL AND ECONOMIC SCENARIO

• Economy of Bangladesh: Growing Everyday

Bangladesh is a developing country and its economy is on a steering position for the last decade. It has been growing exponentially in all sectors. In the last decade, the country has recorded GDP growth rates above 7 percent due to development of microcredit and garment industry.

The national economy can be divided into 15 different industries in a broader sense. Considering the industrial contribution of different sectors, the manufacturing industry has been the significant and consistent contributor to the economy. Along with the rise of the manufacturing industry, the construction industry has also been beneficial to the economic development of the country. The construction material industry has been performing significantly well in terms of growth and ability to maintain supply with the increased demand level inside the country as well as the export volume.

In a nutshell, it can be said that the national economy is weathering persistent global uncertainties relatively well. Poverty has been reduced and it is expected to continue. Growth remained resilient, aided recently by recovery in exports and private investments. Inflation has decelerated with the aid from soft international commodity prices and prudent macroeconomic management. Bangladesh's main export destinations is projected to improve, although downside risks remain elevated. More is needed, including closing the inter-sectoral productivity gap through increased resource mobility, easing the constraints on firm level productivity and increasing female labor force participation in the formal sectors. In addition, poor infrastructure, inadequate energy supply, and inefficient financial intermediation combined with high cost of doing business remain the key obstacles hindering the realization of Bangladesh's vast economic potential.

• The 21st Century Global Economy

The last decade has been punctuated by a series of broad-based economic crises and negative shocks, starting with the global financial crisis of 2008–2009, followed by the European sovereign debt crisis of 2010–2012 and the global commodity price realignments of 2014–2016. As these crises and the persistent headwinds that accompanied them subside, the world economy has strengthened, offering greater scope to reorient policy towards longer-term issues that hold back progress along the economic, social and environmental dimensions of sustainable development.

The world economy has strengthened as lingering fragilities related to the global financial crisis subside. In 2017, global economic growth reached 3 per cent—the highest growth rate since 2011—and is expected to remain steady for the coming year. Labor market indicators continue to improve in a broad spectrum of countries, and roughly two-thirds of countries worldwide experienced stronger growth in 2017 than in the previous year. At the global level, global growth is forecast at 3.2 percent in 2019, picking up to 3.5 percent in 2020.

The improved global economic situation provides an opportunity for countries to focus policy towards longer-term issues such as low carbon economic growth, reducing inequalities, economic diversification and eliminating deep-rooted barriers that hinder development.

Trade volume growth to fall to 2.6% in 2019 — down from 3.0% in 2018. Trade growth could then rebound to 3.0% in 2020; however, this is dependent on an easing of trade tensions. Trade growth in 2018 was weighed down by several factors, including new tariffs and retaliatory measures affecting widely-traded goods, weaker global economic growth, and volatility in financial markets and tighter monetary conditions in developed countries, among others. Consensus estimates have world GDP growth slowing from 2.9% in 2018 to 2.6% in both 2019 and 2020.



While global economic indicators remain largely favourable, they do not tell the whole story. The *World Economic Situation and Prospects 2019* underscores that behind these numbers, one can discern a build-up in short-term risks that are threatening global growth prospects. More fundamentally, the report raises concerns over the sustainability of global economic growth in the face of rising financial, social and environmental challenges. Global levels of public and private debt continue to rise. Economic growth is often failing to reach the people who need it most. The essential transition towards environmentally sustainable production and consumption is not happening fast enough, and the impacts of climate change are growing more widespread and severe.

RISKS AND CONCERNS

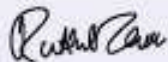
The management is keen to maneuver every possible opportunities to mitigate any risk that may be apparent. A brief analysis of risks and concerns related to the financial statements is presented in the first portion of the Directors' Report for the year 2018-2019 for perusal by the shareholders.

FORECAST FOR THE COMPANY'S OPERATION AND PERFORMANCE

To sustain the market growth, we have been putting efforts to improve the overall performance of the company. The financial highlights of the company also present the growth potential of the company. As the market expands along with the increased demand and as a result, competitors are entering the market. Therefore, we have taken following steps to contribute to the betterment of the company:

- a. Alignment of production machinery
- b. Improvement of product process and quality
- c. Expansion of the distributor network and promotional activities
- d. Expansion of the sales force team

For aramit limited,



Managing Director



পরিচালকমন্ডলীর প্রতিবেদন ৩০ জুন ২০১৯ সালে সমাপ্ত বছরের জন্য

বিশ্বমিষ্টাভির বাহ্যিক বাহিন্য

সম্মানিত শেয়ারহোল্ডারবৃন্দ

আরমিট লিমিটেড এর ৪৮তম বার্ষিক সাধারণ সভায় পরিচালনা পর্ষদ এর পক্ষ থেকে আপনাদের সকলকে স্বাগত জানাতে শেয়ে আমি আনন্দিত। ৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত বছরের জন্য পরিচালকমন্ডলীর প্রতিবেদন ও নির্বাহকের প্রতিবেদনসহ নির্ধারিত আর্থিক বিবরণী আপনাদের সদর বিবেচনা ও অনুমোদনের জন্য আনুষ্ঠানিকভাবে উপস্থাপন করছি।

ইভাঞ্চি দৃষ্টিভঙ্গি

ইভাঞ্চি এই বড় পরিসরে নতুন বিনিয়োগকারী প্রতিষ্ঠানগুলোর পাণ্ডার কারণে আরমিট লিমিটেড শীটের জন্য সৃষ্টি হয়েছে প্রতিযোগিতামূলক বাজার। তবে, অনুপ্রাণ থেকে বাজারে কোম্পানীর উৎপাদিত পণ্য একাধিপত্য বিস্তার করে আসছিল। ইভাঞ্চিয়াল সেটের পাশাপাশি এখন বসন্ত-ভিটার চালেও লিমিটেড শীটের ব্যবহার বাড়ানোর জন্য সকলকে অগ্রাহ্য করে তোলা হচ্ছে। সাম্প্রতিক বছরগুলোতে সমাজতীয় ও বিকল্প পণ্যের আবির্ভাবের কারণে কোম্পানীর উৎপাদিত পণ্য প্রতিযোগিতার সত্ববীন হয়েছে।

পঞ্চাঙ্গাজী বাংলাদেশ সরকারের পক্ষ থেকে দেশের জৌত অবকাঠামোগত উন্নয়নের লক্ষ্যে উল্লেখযোগ্য পদক্ষেপ গ্রহণ করা হয়েছে। এই পদক্ষেপগুলোর কারণে লিমিটেড শীট ইভাঞ্চি দেশের অন্যতম সাতজনক শিল্পে পরিণত হতে পারে। মার্কেট শেয়ার বজায় রাখা এবং কোম্পানীর সার্বিক অবস্থায় বজায় রাখার জন্য আরমিট লিমিটেড এর পক্ষ থেকেও নিম্নোক্ত পদক্ষেপ গ্রহণ করা হয়েছে:

- উৎপাদন মেশিনারী প্রবীণবিন্যাস
- আরমিট পণ্যের প্রক্রিয়াকার ও গুণগত উন্নয়ন
- পরিবেশক ও প্রচারমূলক প্রক্রিয়া পরিবর্তন
- বিশদ ব্যবস্থা পরিবর্তন

বিভিন্ন কর্মকাণ্ড

নিচের সারণীতে উৎপাদিত পণ্যের বিক্রয়ের পরিমাণ এবং মূল্যের তুলনামূলক চিত্র উপস্থাপন করা হলো :

পণ্যের নাম	জুলাই ১৮ - জুন ১৯ (১২ মাস)		জুলাই ১৭ - জুন ১৮ (১২ মাস)		জুলাই ১৬ - জুন ১৭ (১২ মাস)		জানুয়ারি ১৫ - জুন ১৬ (১৮ মাস)	
	পরিমাণ (বর্গমিটার)	মূল্য (টাকা)	পরিমাণ (বর্গমিটার)	মূল্য (টাকা)	পরিমাণ (বর্গমিটার)	মূল্য (টাকা)	পরিমাণ (বর্গমিটার)	মূল্য (টাকা)
ফ্ল্যাট শিট	২৯,৬৪৫	৩,৪৩২,৭২০	৪৩,৯১১	৫,০৭৮,৭৩৬	৪৫,৮৩৯	৫,৩০৩,৪৫২	৫০,৩৩১	৬,৩১০,৬৬০
মোটা ডেউশিট	৯১,৩৯০	১০,৯৪২,০৩৬	১৩৩,৩২৪	১৫,৯৫৪,৭৯৯	১২৯,৩৪৩	১৫,৪৮৩,৪৯২	১৪৬,১৩৫	১৬,৩৫১,৫০৫
পাতলা ডেউশিট	৩,৩৬৬,১২৭	৩৯৯,৩৯৪,৪৭২	৩,৮৭৯,০৬১	৪৪৮,৯৬৫,৩০৫	৩,৬৬৭,৭৭৫	৪২৪,৫৬৩,০৬১	৫,০৫৩,০৫৯	৬৪১,৮৪৫,৯৯০
মোড়িং	১৫৮,১৩৭	১৬,৭৩৪,৫২৪	১৮৮,১৪০	২০,০০৪,১৩০	১৮১,৫১০	১৯,১৬৩,৬৩৫	২৫৪,৪১২	২৯,৪৩৬,৪৭০
পাইপ	১২১,৭৭৬	১৬,৫২১,১২৬	৯৭,৯৭৪	১৩,৩৩২,৩৮১	১১৩,৬১৩	১৫,৪৭৭,৭৯৫	১৩৭,৯৪৬	২০,৮২৩,৯৯১
রিসেল প্রোডাক্টস	-	২,৯৫৭,৭২৯	-	৩,১০৯,৩৬১	-	৩,৫৩৭,২০২	-	৪,৪৬৬,০৪৬
মোট	৩,৭৮৭,০৭৫	৪৩৯,৯৮২,৬০৭	৪,৩৪৩,৪১০	৫,০৬,৪৪৪,৭১২	৪,১৩৮,০৮০	৪৮৩,৫২৯,৬৩৭	৫,৬৪১,৮৮৩	৭২২,২৩৪,৬৫২

কার্য সম্পাদন

সর্বশক্তিমান আদ্যাহর অংশে কৃপার এবং পরিচালকমন্ডলীর বিচক্ষণ নিক-নির্দেশনা, শেয়ারহোল্ডারগণের সার্বিক সহযোগিতা ও কোম্পানীর সর্বস্তরের প্রমিত, কর্মচারী ও কর্মকর্তাগণের অগ্রসর গ্রহণে কোম্পানী আরো একটি চ্যালেঞ্জিং বছর সফলভাবে অতিক্রম করেছে।

উৎপাদন, বিক্রয়, বিক্রয়কৃত পণ্যের ব্যয় এবং লাভের তুলনামূলক ফলাফল নিচের সারণীতে তুলে ধরা হল :

উৎপাদন, বিক্রয়, বিক্রয়কৃত পণ্যের ব্যয় এবং লাভের তুলনামূলক সারণী

বিবরণ	একক	জুলাই ১৮ - জুন ১৯ (১২ মাস)	জুলাই ১৭ - জুন ১৮ (১২ মাস)	জুলাই ১৬ - জুন ১৭ (১২ মাস)	জানুয়ারি ১৫ - জুন ১৬ (১৮ মাস)
উৎপাদন (পরিমাণ)	বর্গমিটার	৩,৮৬১,৪২৩	৪,৩৫৩,৪৪১	৪,১১৬,৭৬৬	৫,৩৬৪,০৫২
বিক্রয় (পরিমাণ)	"	৩,৭৬৭,০৭৫	৪,৩৪৩,৪১০	৪,১৩৮,০৮০	৫,৬৪১,৮৮৩
শীট বিক্রয়	টাকা	৪৩৯,৯৮২,৬০৭	৫০৬,৪৪৪,৭১২	৪৮৩,৫২৯,৬৩৭	৭২২,২৩৪,৬৫১
বিক্রয়কৃত পণ্যের ব্যয়	"	৩৭৫,৮৩৯,৩৪১	৪২০,৮৩৪,৩৭৬	৪০৯,৬৬৬,৮৭৮	৫৯৭,০২৮,৮৫৮
মোট মুনাফা	"	৬৪,১৪৩,২৬৬	৮৫,৬১০,৩৩৬	৭৩,৮৬২,৭৫৯	১২৫,২০৫,৭৯৩
আয়কর পূর্ব শীট মুনাফা	"	২৩,৪১৮,৯৫৩	৮৫,৩১১,৮১৮	৭৩,১৭৪,২৯০	১৫৫,৬৪২,৮৩৭
আয়কর পরবর্তী শীট মুনাফা	"	১৯,৬৩২,৫৪০	৬১,১৭৪,৫৯২	৪৮,৭৬১,০১৭	১১৭,০০৯,৭৫২
বিনিয়োগকৃত মূলধন	"	৯০৭,২৬১,৮৪৪	৯৩৮,৮৫১,২৬৯	৯৯১,১৬৬,৪৮৪	৮৯২,৯৭৮,২৪৩

উৎপাদন, বিক্রয়, বিক্রয়কৃত পণ্যের ব্যয় এবং মোট মুনাফা

আরমিটের উৎপাদিত পণ্যের প্রয়োজনীয় চাহিদা পূরণের জন্য ২০১৮-২০১৯ইং সালে ৩,৮৬১,৪২৩ বর্গমিটার উৎপাদন করা হয়েছে, যার পরিমাণ বিগত ২০১৭-২০১৮ইং সালে ছিলো ৪,৩৫৩,৪৪১ বর্গমিটার। ২০১৮-২০১৯ইং অর্থ বছরে কোম্পানীর শীট বিক্রয়ের পরিমাণ ছিল ৩,৭৬৭,০৭৫ বর্গমিটার যা ২০১৭-২০১৮ইং অর্থ বছরে ছিলো ৪,৩৪৩,৪১০ বর্গমিটার। ৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত বছরের শীট বিক্রয়ের পরিমাণ ছিল ৪৩৯.৯৮ মিলিয়ন টাকা, যার বিপরীতে ৩০ জুন, ২০১৮ইং তারিখে সমাপ্ত বছরের শীট বিক্রয়ের পরিমাণ ছিলো ৫০৬.৪৪ মিলিয়ন টাকা।

বুঁকি ও উলো

সমাজতীয় ও বিকল্প পণ্য : অন্যান্য সমাজতীয় ও বিকল্প পণ্যের পাশাপাশি কোম্পানীর উৎপাদিত পণ্য টিকে ধাক্কা কর্তন হয়ে দাঁড়িয়েছে। বাজারে প্রতিযোগী কোম্পানীর পণ্য, সমাজতীয় পণ্যের কার্যনা প্রতিষ্ঠা ইত্যাদি কারণে লিমিটেড শিল্প এখন প্রতিযোগিতাপূর্ণ।

পদক্ষেপ: ব্যবস্থাপনা পর্বত বাজারে নতুন কোম্পানীর পণ্যের বাজারজাতকরণ বিষয়ে অবগত। বাজারে নতুন প্রতিযোগী পণ্যের সহজলভ্যতা হলেও অর্জিত মার্কেট শেয়ার ধরে রাখার জন্য বাজারের চাহিদার প্রেক্ষিতে সঠিক গুণগত মানসম্পন্ন পণ্য সরবরাহ করাতেই আরামিট লিমিটেড এর পরিচালনা পর্বত সর্বোচ্চ গুরুত্ব নিচ্ছে।

বাহ্যিক বিষয়: রাজনৈতিক অস্থিরতা, ধর্মঘট, সুশীল মানসিকতার বিপর্যয় ও সন্ত্রাসবাদ আইন এর মত বাহ্যিক বিষয়গুলো দ্বারা কোম্পানীর ফলাফল প্রভাবিত হতে পারে।

পদক্ষেপ: ব্যবস্থাপনা পর্বত ব্যবসায়ের স্বাভাবিক প্রক্রিয়ায় যে সকল ঝুঁকি সৃষ্টি হতে পারে, তা নিয়ে সতর্ক।

আয়কর এবং মূল্য সংযোজন কর (মুসক) আইনের পরিবর্তন: আয়কর ও মুসক আইনের পরিবর্তন, উদ্বৃত্তগামী আয়কর হার এবং অন্যান্য ব্যবসায় হঠাৎ অনির্দেশ্য পরিবর্তন সংক্রান্ত আইন কোম্পানীর স্বাভাবিক কার্য ও নগদ প্রবাহকে প্রভাবিত করে।

পদক্ষেপ: আয়কর, মুসক ও অন্যান্য আইনের পরিবর্তন, পরিবর্তন ইত্যাদির সূচক পর্যবেক্ষণ, বিশ্লেষণ ও যথাযথ প্রয়োজনের মাধ্যমে ব্যবস্থাপনা পর্বত কোম্পানীর স্বাভাবিক কর্মপ্রক্রিয়া সচল রাখে।

মুদ্রা বিনিময় হার পরিবর্তন: যেহেতু কোম্পানীর মৌলিক কাঁচামাল বৃহৎ অনুপাতে আমদানি করা হয়, সেহেতু মুদ্রা বিনিময় হারের পরিবর্তন কোম্পানীর ফলাফলকে প্রভাবিত করে।

পদক্ষেপ: মুদ্রা বিনিময়ের হারে পরিবর্তন ঘটলে যথাযথ সমন্বয় পদ্ধতি প্রয়োগে ব্যবস্থাপনা পর্বত সর্বদা সচেতন।

ঝুঁকি ব্যবস্থাপনা উপলব্ধি: একক কোম্পানীতে নিয়ন্ত্রণ বহির্ভূত অনেক ঝুঁকি বিদ্যমান থাকলেও আমরা এসব ঝুঁকিগুলোর উপর সর্বাধিক নজর রাখছি এবং পণ্য ও বাজার বৈচিত্র্যতা, যথাযথ উৎস হতে কাঁচামালের আহরণ, যুগোপযোগী প্রযুক্তি প্রয়োগ এবং গবেষণা ও উদ্ভাবনমূলক কর্মকাণ্ডে বিনিয়োগের মাধ্যমে তাদেরকে প্রশমিত করার জন্য নমনীয় সর্বোত্তম ব্যবস্থা গ্রহণ করছি।

ব্যবসায় অতিরিক্ত লাভ/লোকসান

অর্থ বৎসর ২০১৮-২০১৯ইং অর্থীয় জুলাই, ২০১৮ইং থেকে জুন, ২০১৯ইং পর্যন্ত সময়ে কোম্পানীর ব্যবসারে অস্বাভাবিক কোন লাভ বা লোকসান ছিলো না।

সম্পর্কিত মুক্ত অন্যান্য কোম্পানীর সাথে সেনসেন

আমাদের কোম্পানীর সাথে অন্যান্য কোম্পানীর সেনসেন মূলত ব্যবসায়িক কারণে সংঘটিত যার বিস্তারিত বিবরণ বাংলাদেশ একাউন্টিং স্ট্যান্ডার্ড (বিএএস) অনুযায়ী নির্ধারিত কোম্পানীর ৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত অর্থ বৎসরের হিসাব বিবরণীতে সেটি - ৩৯ এ উল্লেখ করা হয়েছে।

প্রাথমিক গণ প্রকাশ এর অর্থের ব্যবহার এবং প্রাথমিক গণ প্রকাশ এর পরবর্তী ফলাফল, পুনঃ গণ প্রকাশ, রাইট শেয়ার প্রকাশ ইত্যাদি।

৩০ জুন, ২০১৯ইং তারিখে অর্থিক বছরে কোম্পানী প্রাথমিক গণপ্রকাশ এর মাধ্যমে কোন অর্থ সন্নিবেহ করা হয়নি কিংবা প্রাথমিক গণপ্রকাশ এর কোন অর্থ অব্যবহৃত নেই।

ত্রৈমাসিক এবং বার্ষিক আর্থিক কার্যসম্পাদনের জন্য উল্লেখযোগ্য পার্থক্য

২০১৮-২০১৯ইং অর্থ বছরের ত্রৈমাসিক এবং বার্ষিক আর্থিক ফলাফল এর মধ্যে বিশেষ কোন পার্থক্য (মৌসুমী প্রভাব ছাড়া) ছিল না।

শেয়ার প্রতি আয়

৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত অর্থ বছরের কোয়ার্টার হিসাবে শেয়ার প্রতি ত্রৈমাসিক অর্জিত আয় নিম্নে দেয়া হলো:

শেয়ার প্রতি আয়	৩ মাস শেষে ৩০ সেপ্টেম্বর ২০১৮	৬ মাস শেষে ৩১ ডিসেম্বর ২০১৮	৯ মাস শেষে ৩১ মার্চ ২০১৯	১২ মাস শেষে ৩০ জুন ২০১৯
২০১৮-২০১৯	টাকা ১.০৭	টাকা ১.০৬	টাকা ২.৪৬	টাকা ৩.২৭
শেয়ার প্রতি আয়	৩ মাস শেষে ৩০ সেপ্টেম্বর ২০১৭	৬ মাস শেষে ৩১ ডিসেম্বর ২০১৭	৯ মাস শেষে ৩১ মার্চ ২০১৮	১২ মাস শেষে ৩০ জুন ২০১৮
২০১৭-২০১৮	টাকা ১.৭০	টাকা ৪.১৬	টাকা ৭.৫৪	টাকা ১০.২০

পরিচালকের সম্মানী ভাতা

কোম্পানীর পরিচালনা বোর্ডের দ্বারা এবং পরবর্তীকালে বার্ষিক সাধারণ সভা (এজিএম)-এ শেয়ারহোল্ডারদের অনুমোদনে চীফ এক্সিকিউটিভ অফিসার (ব্যবস্থাপনা পরিচালক) পরিচালক পেয়ে থাকেন। এছাড়া কোম্পানীর দায়িত্ব পরিচালকসহ অন্যান্য সব পরিচালকেরা বোর্ডের পরিচালনা সভায় উপস্থিত থাকার জন্য উপস্থিতি কি পেয়ে থাকেন।

লভ্যাংশ

আলপাড়া অবগত আছেন যে, কোম্পানীর পরিচালনা পর্বত ৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত বছরের জন্য ৫০% হারে নগদ লভ্যাংশ প্রদানের সুশারিশ করেছে। ৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত বছরের জন্য ঘোষিত ৫০% নগদ লভ্যাংশ (অর্থীয় ১০ টাকা মূল্যমানের প্রতিটি শেয়ারের বিপরীতে ৫ টাকা), কোম্পানীর ৪৭তম বার্ষিক সাধারণ সভায় (এজিএম) শেয়ারহোল্ডারগণ কর্তৃক অনুমোদিত হয়। এর মাধ্যমে লভ্যাংশ বাবদ মোট প্রাপ্ত অর্থের পরিমাণ দাঁড়ায় ৩০ মিলিয়ন টাকা। উক্ত লভ্যাংশ ঘোষনার ফলে কোম্পানীর লভ্যাংশ প্রদানের অনুপাত দাঁড়ায় ৪৯.০২%-এ।

নিম্নোক্ত সারণীতে কোম্পানী কর্তৃক গত এক দশকে বাৎসরিক লভ্যাংশ প্রদানের তথ্য তুলে ধরা হলো:

বছর	২০১৭-২০১৮	২০১৬-২০১৭	২০১৫-২০১৬	২০১৪	২০১৩	২০১২	২০১১	২০১০	২০০৯	২০০৮
লভ্যাংশ প্রদানের হার	৫০%	৪৫%	২০%	৫০%	৫০%	৫০%	৫০%	৪০%	৬৫%	৫০%

অন্তর্বর্তীকালীন লভ্যাংশ

৩০ জুন, ২০১৯ইং তারিখে সমাপ্ত অর্থ বছরের জন্য অন্তর্বর্তীকালীন লভ্যাংশ হিসেবে কোনো লভ্যাংশ (নগদ বা বোনাস) ঘোষণা করা হয়নি।

পরিচালকবৃন্দের আবেদন

কোম্পানীর সংঘর্ষি ১০১, ১০২ ও ১০৩ ধারানুযায়ী প্রতি বার্ষিক সাধারণ সভায় প্রতি বছর এক তৃতীয়াংশ পরিচালক পাল্যক্রমে অবসর গ্রহণ করেন। চলতি বছর নিম্নলিখিত পরিচালকবৃন্দ অবসর গ্রহণ করবেন এবং পুনর্নির্বাচিত হওয়ার যোগ্যতা রাখেন বিখ্যাত ডাক্তার পুনর্নির্বাচনের জন্য ইচ্ছা প্রকাশ করেছেন।

১. জনাব মোঃ আব্দুল হোসেন - পরিচালক ২. জনাব জোহাঙ্গা বিকাশ চাকমা - পরিচালক ৩. জনাব সুখান্ত কুমার ঘোষ - পরিচালক

স্থিতিপত্রের তারিখ পরবর্তী ঘটনা

কোম্পানীর স্থিতিপত্রের তারিখ তথা ৩০ জুন ২০১৯ইং তারিখের পরবর্তী সময় হতে এই প্রতিবেদনের তারিখ পর্যন্ত প্রকাশিত কোনো ঘটনা নেই, যা অর্থিক বিবরণীতে পরিবর্তন ঘটতে পারে। যা আছে তা হলো ৪৮তম বার্ষিক সাধারণ সভায় অনুমোদনের আশেপাশে থাকা সদ্য সমাপ্ত আর্থিক বছরের জন্য ঘোষিত ৫০% নগদ চূড়ান্ত লভ্যাংশ।

জাতীয় কোষাগারে অবদান

১ জুলাই, ২০১৮ইং থেকে ৩০ জুন, ২০১৯ইং পর্যন্ত সমাপ্ত আর্থিক বছরে কোম্পানী জাতীয় কোষাগারে মূল্য সংযোজন কর (মুসক), আয়কর ও আমদানী শুল্ক বাবদ মোট ১২৫.৪০ মিলিয়ন টাকা প্রদান করেছে।

জাতীয় কোষাধারে কোম্পানীর অবদান নিচের ছকে ব্যক্তগম্যরী তুলে ধরা হলো:

জাতীয় প্রায়শ	জুলাই ১৫ - জুন ১৯ (১২ মাস) টাকা	জুলাই ১৫ - জুন ১৮ (১২ মাস) টাকা	জুলাই ১৫ - জুন ১৭ (১২ মাস) টাকা	জানুয়ারি ১৫ - জুন ১৬ (১৮ মাস) টাকা	জানুয়ারি - জুন ১৬ (৬ মাস) টাকা	জানুয়ারি - ডিসেম্বর ১৫ (১২ মাস) টাকা
মূল্য সংযোজন করা (মূলক)	৬৫,৬৫৩,৩৯৪	৭৫,৫০৭,৯১১	৭২,০৭৯,৬৮৯	১০৭,৭২৯,০৮৪	৪৩,২৯৩,৯২০	৬৪,৪৩৫,১৬১
আয়কর	১২,৫৪৪,৮৬১	২৯,৪৭১,০৬৬	৪০,৮৮৩,৬৮৬	২৯,১৭৬,৩১৮	১০,৭৪৭,৭২৭	১৮,৪২৮,৫৯১
আমদানি কর	৪৭,২৩৩,৫৩২	৮২,৮১৫,৪৬২	৮৭,০৪৪,৮১৮	১৯,১৪৫,৪৪৮	৬,৩০৯,৩৮৮	১২,৮৩৬,০৬১
মোট	১২৫,৪৩১,৭৮৭	১৮৭,৭৯৪,৪৩৯	১৯৯,৫০৮,১৯৩	১৫৬,০৫০,৮৫০	৬০,৩৫১,০৩৮	৯৫,৬৯৯,৮১৩

নিরীক্ষক নিয়োগ

কোম্পানীর বর্তমান নিরীক্ষক মেসার্স রহমান মোহাম্মদ আলম এড কোম্পানী, চার্টার্ড একাউন্ট্যান্টস কোম্পানীর ৩০ জুন ২০১৯ইং অর্থ বছরের নিরীক্ষা কার্যক্রম সমাপ্ত করেছেন এবং তারা ৪৮তম বার্ষিক সাধারণ সভায় (এক্সএম) অবসর গ্রহণ করবেন। বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) এর নিয়ম অনুযায়ী ১ জুলাই, ২০১৯ইং হতে ৩০ জুন, ২০২০ইং তারিখ পর্যন্ত নিরীক্ষা কার্যক্রম পরিচালনার জন্য কোম্পানী নিরীক্ষকের কাছ থেকে তাদের সমন্বিত আহ্বান করেছেন।

উক্ত প্রস্তাব সমূহ এই সভায় অর্থাৎ ৪৮তম বার্ষিক সাধারণ সভায় উপস্থাপন করা হবে। উক্ত সভায় সমন্বিত শেয়ারহোল্ডারগণ ১ জুলাই, ২০১৯ইং হতে ৩০ জুন, ২০২০ইং পর্যন্ত সময়ের জন্য নিরীক্ষক নিয়োগ ও নিরীক্ষা কি নির্ধারণের ব্যাপারে সিদ্ধান্ত নিবেন।

কর্পোরেট সুশাসন প্রতিশালন

অতি সম্প্রতি কর্পোরেট সুশাসন বিষয়টি বেশ অসোচ্চিত হচ্ছে। কর্পোরেট সুশাসন হচ্ছে কোম্পানীর সু-ব্যবস্থাপনার পথ প্রদর্শন করার প্রধানতম ধাপ, যা মূল ব্যবস্থাপনার মাধ্যমে কোম্পানীতে শেয়ারহোল্ডার ও হার্বানিট্রি ব্যক্তিগণ এবং সমাজের প্রতি জবাবদিহিতা ও স্বচ্ছতা আনয়নে সহায়তা করে। সু-ব্যবস্থাপনার চর্চায় উদ্দেশ্যে বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) এর নোটিশ নম্বর BSEC/CMRRCD/2006-158/207/Admin/80, তারিখ ৩ জুন, ২০১৮ইং (পূর্ববর্তী নোটিশ নম্বর SEC/CMRRCD/2006-158/134/Admin/02-08, তারিখ ৭ আগস্ট, ২০১২ইং এবং SEC/CMRRCD/2006-158/134/Admin/02-08, তারিখ ২০ ফেব্রুয়ারি ২০০৬ইং) এর নিরীখে অনেকগুলো নিক নির্দেশনা জারি করেছে, যেগুলোর কড়টুকু কার্যকর করা হয়েছে তা শেয়ারহোল্ডারদের নিকট অবগত করার লক্ষ্যে তদনুসারে একটি সংক্ষিপ্ত বিবরণী সফটওয়্যার-C এর মাধ্যমে সেখানে হয়েছে। প্রয়োজনীয় মজবুত সহকারে কর্পোরেট সুশাসন সক্রিয় একটি তালিকা এবং মেসার্স এমআরএইচ সে এড কোম্পানী, চার্টার্ড একাউন্ট্যান্টস -এর নিকট হতে এ সক্রিয় একটি সমন্বিত সনদ এই প্রতিবেদনের সহিত সংযুক্ত-৪ এর মাধ্যমে পেশ করা হলো।

কর্পোরেট সুশাসন প্রতিশালন বিষয়ক সনদ প্রদানের জন্য প্রকোশনাল নিয়োগ

বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) এর নোটিশ নম্বর BSEC/CMRRCD/2006-158/207/Admin/80, তারিখ ৩ জুন, ২০১৮ইং এর ধারা ৯ (২) অনুযায়ী, সুশাসন প্রতিশালন বিষয়ক সনদ প্রদানকারী প্রকোশনাল-কে শেয়ারহোল্ডারগণ বার্ষিক সাধারণ সভায় নিয়োগ প্রদান করবেন। উক্ত ধারানুযায়ী, যোগ্য প্রকোশনালদের কাছ থেকে ২০১৮-২০২০ইং অর্থ বছরের উক্ত সনদ প্রদান করার জন্য লিখিত প্রস্তাব আহ্বান করা হয়েছে। উল্লেখ্য যে, বর্তমান প্রকোশনাল মেসার্স এমআরএইচ সে এড কোম্পানী, চার্টার্ড একাউন্ট্যান্টস ২০১৯-২০২০ইং অর্থ বছরের জন্য তাদের প্রস্তাব প্রকাশ করেছেন। প্রস্তাবটি এই সভায় অর্থাৎ ৪৮তম বার্ষিক সাধারণ সভায় উপস্থাপন করা হবে। উক্ত সভায় সমন্বিত শেয়ারহোল্ডারগণ ১ জুলাই, ২০১৯ইং থেকে ৩০ জুন, ২০২০ইং পর্যন্ত সময়ের জন্য এই সক্রিয় প্রকোশনাল নিয়োগ ও নিরীক্ষা কি নির্ধারণের ব্যাপারে সিদ্ধান্ত নিবেন।

কর্মকর্তা ও কর্মচারীদের জন্য কল্যাণমূলক কার্যাবলি

হলু কার্যক্রম : ২০১৮-২০১৯ইং অর্থ বছরে গ্রুপের কর্মকর্তা/কর্মচারীদের মধ্য থেকে স্টাফের মাধ্যমে একজনকে কোম্পানীর নিজ খরচে পুরস্কার প্রদানের জন্য নির্বাচিত করা হয়েছে।

সামাজিক দায়বদ্ধতা

পরিবেশ সংরক্ষণ: বিশ্ব পরিবেশ দিবস উপলক্ষে পরিবেশ অধিদপ্তর কর্তৃক আয়োজিত কার্যক্রমসমূহে কোম্পানী স্বতঃস্ফূর্তভাবে অংশগ্রহণ করেছে।

স্বচ্ছতা রক্তদান কর্মসূচী: ২০১৮-২০১৯ইং অর্থ বছরে কোম্পানী কর্তৃক আয়োজিত স্বচ্ছতা রক্তদান কর্মসূচীতে সন্ধানী সিএমসি ইউনিট, চট্টগ্রাম মেডিকেল কলেজের সহায়তায় গ্রুপের কর্মকর্তা-কর্মচারীদের মধ্য থেকে ৪০ ব্যক্তি রক্ত দান ও সন্ধানী স্নাত ব্যক্তিকে দান করা হয়েছে।

অবিস্মৃত সন্মাননা

ব্যবস্থাপনা ও উৎসাহন পদ্ধতি ক্রমশ আরো আধুনিকায়ন করে কোম্পানী সর্বাঙ্গিক প্রয়াস চালানো হচ্ছে। ফলে সর্বশক্তিমূলক আশ্রয় অনুসারে কোম্পানী আসন্ন বছরগুলোতে আর্থিক সমৃদ্ধি অর্জনে সক্ষম হবে বলে আমরা আশা করি।

পরিবেশ সংরক্ষণে ভূমিকা

আপনারা অবগত আছেন যে, সারা বিশ্ব এখন পরিবেশ সংরক্ষণের দিকে বেশী মনোযোগ দিচ্ছে। এরই ধারাবাহিকতায়, একটি সার্বিক পরিবেশ বাস্তব অবস্থা নিশ্চিত করার লক্ষ্যে কোম্পানী বিভিন্ন কৌশল গ্রহণ করেছে, যার মধ্যে উল্লেখযোগ্য হলো স্বাস্থ্যকর পরিচর্যা ও ককটেলের সহিত কারখানা প্রাঙ্গণে সবুজ বন্য গড়ে কোম্পানীর মাধ্যমে পরিবেশ সংরক্ষণ।


উপসংহার

পরিশেষে, কোম্পানীর পরিচালনা পর্ষদ - সমন্বিত শেয়ারহোল্ডার, কর্মকর্তা/কর্মচারী, ডিলার/গ্রাহক, ফ্রেতা, সরবরাহকারী/গ্রাহক, ব্যাংক-বীমা, সরকারী কর্তৃপক্ষ, নিরীক্ষক, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ লিমিটেড, চট্টগ্রাম স্টক এক্সচেঞ্জ লিমিটেড এবং বিভিন্ন সেবামূলক প্রতিষ্ঠান এবং সকল হার্বানিট্রি পক্ষপাতকে তাঁদের সর্বাঙ্গিক সমর্থন, সহযোগিতা এবং কোম্পানীর সাফল্যের জন্য অবদানের স্বীকৃতিস্বরূপ আন্তরিকভাবে ধন্যবাদ ও কৃতজ্ঞতা জানাচ্ছে।

আগ্লাহ হাকেম।

চট্টগ্রাম

২৮ অক্টোবর, ২০১৯ইং

পরিচালনা পর্ষদের পক্ষে

 (এস.এম. জামাল আহমেদ)
 চেয়ারম্যান

Report Of The Audit Committee

Aramit Limited has an Audit Committee as a sub-committee of the Board of Directors. The Audit Committee assists the Board of Directors in ensuring that the Financial Statements reflect true and fair view of the state of the affairs of the company and in ensuring a good monitoring system within the business. The committee is reporting to the Board of Directors on performance of the responsibilities clearly set forth by the Board of Directors.

Committee Members

The Audit Committee of the company consists of 3 (three) members including 1 (one) Independent Director knowledgeable about finance and organizational management. The Committee has been reconstituted in line with Bangladesh Securities and Exchange Commission's notification on Corporate Governance as follows:

Mr. Mohammed Towhidul Anwar	- Independent Director	- Chairman of Audit Committee
Mr. Md. Abul Hossain	- Member of BOD	- Member of Audit Committee
Mr. Jyotsna Bikash Chakma	- Member of BOD	- Member of Audit Committee

Period Covered

Our review for this report is limited to the aspects for the year ended 30 June 2019.

Main activities of the audit committee are summarized below:

1. Overseeing and monitoring of financial reporting process, adoption of reporting standards and control risk management process:

Audit Committee is assisting in the oversight of the financial reporting process, including monitoring the adoption of reporting standards and internal control risk management process to ensure that appropriate financial reporting process and standards used and adequate activities/ control measures to high risk areas are periodically evaluated and tested.

2. Review of Periodic Financial Statements:

During the year, Audit Committee reviewed all periodical Financial Statements of the company. The review was made along with the management and other stakeholders. Their review ensures that the Financial Statements are prepared in compliance with legal and accounting standards and requirements and that Financial Statements disclosed accurate, reliable and timely information of the company.

3. Review of Internal Control Assessment:

During the year, the committee revised and reviewed the internal control system and internal audit plan with an emphasis on minimizing of defects, losses and fraud. The Committee also reviewed that the internal control was both adequate and effective.

4. Review Internal Audit:

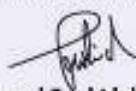
During the year, the committee reviewed the Internal Audit activities and took necessary actions on the basis of internal audit report.

Reporting of the Committee

On discharging its responsibilities, the audit committee has ensured the followings:

- Financial Statements have been prepared and presented in compliance with all laws, regulations and standards as applicable.
- The system of internal control as well as the financial records has been examined on the basis of the internal audit findings.
- Proper and sufficient care had been taken for maintenance of adequate accounting records for safeguarding the company's interest and for preventing and detecting frauds and other irregularities.
- Appropriate risk control mechanism and Managerial Information Control are in place.

Observations, findings and suggestions of the committee were communicated to the Board of Directors and the Board of Directors had taken appropriate measures on the report.



(Mohammed Towhidul Anwar)
Chairman, Audit Committee
Independent Director
Aramit Limited

October 28, 2019

Value Added Statement

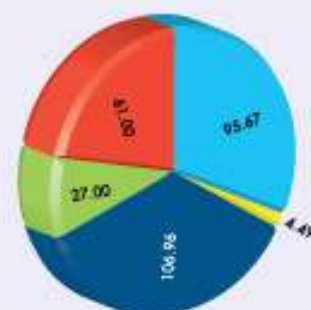
for the year ended 30 June 2019

		Taka in Million	
		30 June 2019	30 June 2018
Description			
Source of Funds			
Revenue		439.98	506.44
Less: Bought in Material and Services		276.90	302.19
Value Added		163.08	204.25
Add: Investment Income		0.62	1.46
Other Income		58.33	89.41
		58.95	90.87
		222.03	295.12
Applied in the following ways			
Employees'			
Salary, wages, gratuity and other benefits		107.39	95.67
Contribution to WPP & WF		1.23	4.49
		108.62	100.16
Government			
Corporate Taxes		3.79	24.14
Customs Duty		47.23	82.82
Contribution to the National Exchequer		51.02	106.96
Provider of Capital			
Dividend		30.00	27.00
		189.64	234.12
Retained By the Company			
Pay for capital expenditure to replace existing assets, to expand working capital and for growth			
Depreciation		30.43	26.83
Retained earnings		1.96	34.17
		32.39	61.00
		222.03	295.12



2018-2019

- Salaries, wages, gratuity and other benefits
- Contribution to workers' profit participation & welfare funds
- Contribution to the national exchequer
- Dividend
- Depreciation, reserves & retained earnings



2017-2018

Elements of Total Cost of Production

	30 - June - 19		30 - June - 18	
	Taka in Million	%	Taka in Million	%
Imported raw materials	143.10	36.52%	144.50	34.28%
Local raw materials	142.19	36.28%	158.48	37.59%
Indirect materials	13.80	3.52%	17.86	4.24%
Depreciation	17.73	4.52%	16.82	3.99%
Salaries and allowances	41.32	10.54%	38.52	9.14%
Other	33.74	8.61%	45.39	10.77%
	<u>391.89</u>	<u>100.00%</u>	<u>421.57</u>	<u>100.00%</u>



2018-19



2017-18

Management Ratios

A. Management Ratios:

- 1 Current Ratio
- 2 Acid Ratio

B. Operating Ratios:

- 1 Cost of goods sold to turnover
- 2 Operating expenses to turnover

C. Profitability Ratios:

- 1 Gross profit to turnover
- 2 Net profit before income tax to turnover
- 3 Net profit after income tax to turnover
- 4 Net profit after income tax to capital employed
- 5 Earnings per share
- 6 Dividend per share
- 7 Dividend payout ratio
- 8 Price earnings ratio

D. Activity ratios:

- 1 Inventory turnover ratio
- 2 Inventory holding period
- 3 Net worth per share

30-June-19 30-June-18

5.69:1 3.85:1
4.45:1 2.78:1

85.42% 83.10%
22.32% 16.75%

14.58% 16.90%
5.32% 16.85%
4.46% 12.08%
2.16% 6.52%
Taka 3.27 10.20
Taka 5.00 4.50
152.81% 44.14%
Times 106.36 46.73

Times 11.05 16.42
Days 33.04 22.23
Taka 145.79 150.74

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ARAMIT LIMITED

Qualified Opinion

We have audited the accompanying financial statements of **ARAMIT LIMITED** ("the Company"), which comprise the Statement of Financial Position as at 30 June 2019 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying Financial Statements prepared in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), give a true and fair view of the state of the company's affairs as at 30 June 2019 and the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Qualified Opinion

We draw attention to the users of the financial statements to the following bases for qualified opinion:

1. As disclosed in note 5.2 to the financial statements, Investment in Associates amounting Tk. 126,859,200 have been valued at cost price but it should be valued applying Equity method as required by IAS-28.
2. A total amount of Tk. 296,892,067 (note 11 to the financial statements) is due from five companies having common directorship with Aramit Limited. These amounts have been paid as short-term loan to those companies. According to Section 103 of Companies Act, 1994 as well as Bangladesh Securities and Exchange Commission notification # SEC/CMRRCD/2006-159/Admin/02, these loans require general meeting approval. But no such approval was taken.

Key Audit Matters

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

Revenue recognition – sale of goods

Refer to note 22

<ul style="list-style-type: none"> • Revenue recognition has significant and wide influence on financial statement • Revenue is recognized when the amounts and the related costs are reliably measured, and the performance obligation is completed through passing of control to the customers. Revenue from the sale of goods is recognized when the company has delivered products to the customers at the delivery point and control has passed. • There is a risk that the company might misstate/manipulate sales quantity or price in the financial statements. 	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • We understood, evaluated and validated the key controls related to Company's sales process from end to end, from contracts approval and sign-off, recording of sales, all the way through cash receipts and customer outstanding balances. • Segregation of duties in invoice creation and modification; • Obtaining supporting documents for sales transactions recorded either side of year end as well as debit notes issued after the year-end date to determine whether revenue was recognized in the correct period; • Critically assessing manual journals posted to revenue to identify unusual or irregular items; • Verifying sales price from trade receivables' documents; • Cross-checking with VAT records.
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Inventories

Refer to note 6

<p>There is a risk that:-</p> <ul style="list-style-type: none">• Inventory that does not exist being included in the financial statements.• Inventory can be over or undervalued.• Inventory is included in the financial statements at full value when it is stolen or obsolete or damaged or suffered any kind of loss.• Inventory that actually belongs to third parties or sold to any party being included in the financial statements.	<p>Our audit procedures in this area included among others:</p> <ul style="list-style-type: none">• Evaluating the design and implementation of key inventory controls operating across the factories;• Attending inventory counts and reconciling the count results to the inventory listings to test the existence and completeness of data;• Checking the cost of raw materials purchase and valuation method applied for raw materials and work in progress. Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories.• Checking the items noted as obsolete or damaged at the inventory count that has been appropriately adjusted.
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Account Receivables

Refer to note 7

<ul style="list-style-type: none">• A major risk is having false/unrealizable value being included in receivables.• The management might not keep sufficient provision for bad/doubtful debt.	<p>Our audit procedures in this area included among others:</p> <ul style="list-style-type: none">• Checking subsequent status of receivables;• Checking ageing analysis of receivables;• Sending balance confirmation letters to parties;• Ensuring that sufficient provision is made for bad & doubtful debts; if any.• Assessed the design and implementation of key controls over receivable management.• Tested these balances on a sample basis through agreement to past period end invoicing and cash receipt.
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Valuation of Property, Plant and Equipment

Refer to note 4

<ul style="list-style-type: none">• The company has large amount and numbers of property, plant and equipment items. Due to technological and time obsolescence, impairment may exist.• Management has concluded that there is no impairment in respect of all assets. This conclusion required significant management judgment. Hence, we considered this to be a key audit matter.	<p>Our audit procedures in this area included among others:</p> <ul style="list-style-type: none">• Assessing the consistency of methodologies used for depreciating the assets.• Checking, on a sample basis, the accuracy and relevance of the accounting of PPE by management.• Performing physical verification to ensure existence of the items as well as to ensure that those aren't obsolete.• Review the managements review regarding remaining useful lives of assets.
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Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility

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

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

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

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 and the Securities and Exchange Rules, 1987, we also report the following:

- i. 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;
- ii. in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- iii. the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- iv. The expenditure incurred was for the purpose of the Company's business.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon.

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

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

Based on the work we have performed, we conclude that if there is a material misstatement of these other information, we are required to report that fact. We have nothing to report in this regard.

Chattogram, 28 October 2019


Rahman Mostafa Alam & Co.
Chartered Accountants



ARAMIT LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note(s)	30 June 2019 Taka	30 June 2018 Taka
ASSETS			
NON CURRENT ASSETS			
Property, Plant & Equipment	4	115,088,094	109,802,728
Investment	5	256,122,580	298,897,850
Total non-current assets		371,210,674	408,700,578
CURRENT ASSETS			
Inventories	6	141,728,197	198,994,644
Trade Receivables	7	22,958,882	20,656,598
Advances, Deposits and Prepayments	8	98,513,764	113,792,494
Short Term Investments	9	63,803,903	25,034,885
Interest Receivable	10	855,616	410,119
Due from Associated Companies	11	296,892,067	298,548,630
Cash and Cash Equivalents	12	25,631,672	58,751,723
Total Current Assets		650,384,101	716,189,093
TOTAL CURRENT ASSETS		1,021,594,775	1,124,889,671
EQUITY & LIABILITIES			
EQUITY			
Share Capital	13	60,000,000	60,000,000
Reserves	14	385,488,028	385,488,028
Dividend Equalisation Fund		50,738,247	50,738,247
Retained Earnings		337,367,522	335,408,725
Unrealised Surplus of Financial Assets		41,152,203	72,793,615
		874,746,000	904,428,615
NON CURRENT LIABILITIES			
Provision for Employees' Retiral Gratuity	15	28,442,959	22,728,549
Provision for Deferred Tax	16	4,072,885	11,694,105
		32,515,844	34,422,654
CURRENT LIABILITIES			
Creditors and Accruals	18	104,215,121	170,957,437
Provision for WPP & WF	19	126,254	1,510,226
Provision for Taxation	20	—	6,380,850
Unclaimed dividend	21	9,991,556	7,189,889
		114,332,931	186,038,402
TOTAL EQUITY & LIABILITIES		1,021,594,775	1,124,889,671
NET ASSETS VALUE PER SHARE	31	145.79	150.74
CONTINGENT LIABILITIES AND COMMITMENTS	37		

The accompanying notes from 1 to 42 form an integral part of these financial statements.


COMPANY SECRETARY


DIRECTOR


MANAGING DIRECTOR

Signed in terms of separate report of even date.

Chattogram, 28 October 2019


Rahman Mostafa Alam & Co.
Chartered Accountants

ARAMIT LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note(s)	01 July 2018 to 30 June 2019 Taka	01 July 2017 to 30 June 2018 Taka
Revenue	22	439,982,607	506,444,712
Cost of goods sold	23	(375,839,341)	(420,834,376)
Gross profit		64,143,266	85,610,336
General and administrative expenses	24	(63,028,220)	(54,847,597)
Selling and distribution expenses	25	(35,185,736)	(29,992,913)
Other operating income	26	58,331,738	89,412,729
Operating profit		24,261,048	90,182,555
Financial expenses	27	(227,246)	(1,844,127)
Non-operating income	28	617,727	1,463,486
Profit before contribution to WPP and Welfare Fund		24,651,529	89,801,914
Contribution to WPP & Welfare Fund	19	(1,232,576)	(4,490,096)
Profit before income tax		23,418,953	85,311,818
Provision for income tax			
Current tax	20	(7,891,920)	(26,500,000)
Deferred tax	16	4,105,507	2,362,774
Profit after income tax		19,632,540	61,174,592
Other comprehensive income			
Realized gain/(loss) on sale of financial assets		12,326,256	—
Unrealized gain/(loss) on available-for-sale of financial assets	5.1	(35,157,124)	(90,086,206)
Deferred tax @ 10% on unrealized gain/(loss) of financial assets		3,515,712	9,008,620
Total comprehensive income/(loss)		317,385	(19,902,994)
Earnings Per Share (EPS)			
Basic Earnings per share	30	3.27	10.20

The accompanying notes from 1 to 42 form an integral part of these financial statements.


COMPANY SECRETARY


DIRECTOR


MANAGING DIRECTOR

Signed in terms of separate report of even date.

Chattogram, 28 October 2019


Rahman Mostafa Alam & Co.
Chartered Accountants

ARAMIT LIMITED
STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 30 JUNE 2019

	30 June 2019 Taka	30 June 2018 Taka
A. Cash flows from operating activities		
Cash received from customers and others	468,261,513	595,119,464
Cash paid to suppliers	(268,359,275)	(434,255,402)
Cash paid to employees	(103,751,004)	(92,379,180)
Cash paid for operating expenses	(33,384,155)	(24,426,660)
Income tax paid	(14,272,770)	(29,471,066)
Paid to WPP and WF	(2,710,226)	(4,935,603)
Net cash inflow/(outflow) from operating activities	45,784,083	9,651,553
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(35,711,446)	(36,057,094)
Acquisition of financial assets	(1,342,173)	—
Proceeds from sale of financial assets	21,286,575	—
Due from associated companies	1,656,563	25,654,439
Short term investments	(38,769,018)	69,292,538
Dividend received	617,727	1,463,486
Interest received	783,217	7,548,505
Net cash inflow/(outflow) from investing activities	(51,478,555)	67,901,874
C. Cash flows from financing activities		
Long term loan	—	(21,802,839)
Dividend paid	(27,198,333)	(25,687,694)
Paid for financial expenses	(227,246)	(1,844,127)
Net cash inflow/(outflow) from financing activities	(27,425,579)	(49,334,660)
Net increase/(decrease) of cash and cash equivalents (A+B+C)	(33,120,051)	28,218,767
Cash and cash equivalents at the beginning of the year	58,751,723	30,532,956
Cash and cash equivalents at the end of the year	25,631,672	58,751,723
Net Operating Cash Flow Per Share	7.63	1.61

The accompanying notes from 1 to 42 form an integral part of these financial statements.


 COMPANY SECRETARY


 DIRECTOR


 MANAGING DIRECTOR


ARAMIT LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2019

	Share Capital	Capital Reserve	General Reserve	Dividend Equalization Fund	Retained Earnings	Available for sale of financial assets	Total Equity
	Amount in Taka						
Balance as on 01 July 2018	60,000,000	20,212,562	365,275,466	50,738,247	335,408,725	72,793,615	904,428,615
Cash Dividend @ 50%	—	—	—	—	(30,000,000)	—	(30,000,000)
Net profit for the year ended 30 June 2019	—	—	—	—	19,632,540	—	19,632,540
Realized gain/(loss) on sale of financial assets	—	—	—	—	—	12,326,256	12,326,256
Unrealized gain/(loss)	—	—	—	—	—	(35,157,124)	(35,157,124)
Deferred tax @10% on unrealized gain/(loss)	—	—	—	—	—	3,515,712	3,515,712
Realized gain/(loss) transferred to Retained Earnings	—	—	—	—	12,326,256	(12,326,256)	—
Balance as on 30 June 2019	60,000,000	20,212,562	365,275,466	50,738,247	337,367,522	41,152,203	874,746,000
Balance as on 01 July 2017	60,000,000	20,212,562	365,275,466	50,738,247	301,234,133	153,871,201	951,331,609
Cash Dividend @ 45%	—	—	—	—	(27,000,000)	—	(27,000,000)
Net profit for the year ended 30 June 2018	—	—	—	—	61,174,592	—	61,174,592
Realized gain/(loss) on sale of financial assets	—	—	—	—	—	—	—
Unrealized gain/(loss)	—	—	—	—	—	—	—
Deferred tax @10% on unrealized gain/(loss)	—	—	—	—	—	(90,086,206)	(90,086,206)
Realized gain/(loss) transferred to Retained Earnings	—	—	—	—	—	9,008,620	9,008,620
Balance as on 30 June 2018	60,000,000	20,212,562	365,275,466	50,738,247	335,408,725	72,793,615	904,428,615

The accompanying notes from 1 to 42 form an integral part of these financial statements.


COMPANY SECRETARY


DIRECTOR


MANAGING DIRECTOR

ARAMIT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

AS AT AND FOR THE YEAR ENDED 30 JUNE 2019

1 THE REPORTING ENTITY

1.1 Company Profile

Aramit Limited (hereinafter referred to as "the Company") was incorporated as a public company limited by shares on 22 July 1972, vide registration no 3769-B/20 of 1972- 1973 under Companies Act, 1913. The company was listed with Dhaka Stock Exchange (DSE) in 1984 and Chittagong Stock Exchange (CSE) in 1995.

1.2 Company's Registered Office

The registered office and factory of the company is situated at 53, kalurghat Heavy Industrial Estate, PO: Mohara, Chattogram – 4208.

1.3 Nature of Activities

The principal activities of the Company are Manufacturing & Marketing of Cement Sheet Products.

1.4 Description of Associates

i. Aramit Thai Aluminum Limited (ATAL)

The Company was incorporated on 14 September 2000 as a Public Limited Company. Authorized Share Capital of the Company is 5,000,000 ordinary shares of Tk 100 each. Out of 1,000,000 shares issued by the Company Aramit Thai Aluminum Limited (ATAL), Aramit Limited (AL) subscribed 453,467 (45.35%) shares of Tk 100 each total value being Tk 45,346,700. The commercial production of the Company was commenced on 19 June 2002.

ii. Aramit Steel Pipes Limited (ASPL)

The Company was incorporated on 16 October 2002 as a Private Limited Company. Authorized share capital of the Company is 500,000 ordinary shares of Tk 100 each. Out of 100,000 shares issued by the Company Aramit Steel Pipes Limited (ASPL), Aramit Limited (AL) subscribed 30,000 (30%) shares of Tk 100 each total value being Tk 3,000,000. The commercial production of the Company was commenced on 18 August 2003.

iii. Aramit Footwear Limited (AFL)

The Company was incorporated on 12 April 2004 as a Public Limited Company. Authorized Share Capital of the Company is 2,500,000 ordinary shares of Tk 100 each. Aramit Limited (AL) subscribed 424,800 (47.20%) Shares of Tk 100 each total value being Tk 42,480,000. The commercial production of the Company commenced on 28 May 2006.

iv. Aramit Power Limited (APL)

The Company was incorporated on 28 June 2004 as a Private Limited Company. Authorized Share Capital of the Company is 1,000,000 ordinary Shares of Tk 100 each. Out of 71,300 Shares issued by the Company, Aramit Power Limited (APL), Aramit Limited (AL) subscribed 32,175 (45.13%) Shares of Tk 100 each total value being Tk 3,217,500. The commercial production of the Company commenced on 25 June 2005.

v. Aramit Alu Composite Panels Limited (AACPL)

The Company was incorporated on 31 August 2009 as a Private Limited Company. Authorized Share Capital of the Company is 2,500,000 ordinary Shares of Tk 100 each. Out of 665,650 shares issued by the company, Aramit Limited subscribed 328,150 (49.30%) Shares of Tk. 100 each total value being Tk. 32,815,000. The commercial production of the Company commenced on 09 February 2012.

2 BASIS OF PREPARATION & PRESENTATION OF THE FINANCIAL STATEMENTS

2.1 Statement of Compliance

The Financial Statements have been prepared on a going concern basis following accrual basis of accounting except for Cash Flow Statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.2 Basis of Reporting

The financial statements are prepared and presented for external users by the company in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirements of IAS-1 "Presentation of Financial Statements". The financial statements comprise of:

- i) A statement of financial position as at 30 June 2019.
- ii) A statement of profit or loss and other comprehensive income for the year ended 30 June 2019.
- iii) A statement of changes in equity for the year ended 30 June 2019.
- iv) A statement of cash flows for the year ended 30 June 2019.
- v) Notes, comprising a summary of significant accounting policies and explanatory information.

2.3 Regulatory Compliance

The company is required to comply with amongst others, the following laws and regulations:

- i) The Companies Act, 1994
- ii) The Securities and Exchange Ordinance, 1969
- iii) The Securities and Exchange Rules, 1987
- iv) The Income Tax Ordinance, 1984
- v) The Income Tax Rules, 1984
- vi) The Value Added Tax Act, 1991
- vii) The Value Added Tax Rules, 1991
- viii) The Listing Regulations of Dhaka Stock Exchange (DSE)
- ix) The Listing Regulations of Chittagong Stock Exchange (CSE)
- x) Bangladesh Labor Act, 2006 etc.

2.4 Authorization for Issue

These Financial Statements have been authorized for issue by the Board of Directors on 28 October 2019.

2.5 Basis of Measurement

The financial statements are prepared under the historical cost convention except items of plant & machinery which was revalued on 1 July 1986.

2.6 Going Concern

The Company has adequate resources to continue its operation in foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the Financial Statements. The current revenue generations and resources of the Company provide sufficient fund to meet the present requirements of its existing business and operations.

2.7 Functional and Presentation Currency

These Financial Statements are prepared in Bangladesh Taka (BDT), which is the company's functional currency. All financial information presented in BDT has been rounded off to the nearest integer except when otherwise indicated.

2.8 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with IAS-7 "Statement of Cash Flows" and the cash flow from the operating activities has been presented under direct method as prescribed by "The Securities and Exchange Rules, 1987".

2.9 Use of Estimates and Judgments

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and underlying assumptions, which are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the period in which the estimates are revised and in any future periods affected.

2.10 Changes in Accounting Estimates

From 1 July 2016, depreciation is charged on Fixed Assets addition from the month (date of service) of acquisition/addition as per IAS-16. Previously, depreciation is charged on the assets acquired during first half of the accounting year and no depreciation is charged on the assets acquired during the second half of the accounting year.

From 1 July 2017, depreciation is suspended on deletion of assets from the date of disposal. Previously, no depreciation is charged in the year of disposal.

2.11 Comparative Information

Comparative information has been disclosed in accordance with IAS-1 "Presentation of Financial Statements", for all numerical information in the financial statements. Comparative figures have been rearranged wherever considered necessary to ensure better comparability with the current year without causing impact on the profit and value of assets and liabilities as reported in the financial statement.

2.12 Reporting Period

These financial statements cover one financial year from 01 July 2018 to 30 June 2019.

2.13 Application of Standards

The following IASs & IFRSs are applied to the financial statements for the year under review.

IAS 1	Presentation of Financial Statements
IAS 2	Inventories
IAS 7	Statement of Cash Flows
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS 10	Events after the Balance Sheet date
IAS 12	Income Taxes
IAS 16	Property, Plant and Equipment
IAS 17	Leases
IAS 19	Employee Benefits
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 26	Accounting and reporting by retirement benefit plans
IAS 28	Investments in Associates and Joint Ventures
IAS 32	Financial Instruments: Presentation
IAS 33	Earnings per Share
IAS 34	Interim Financial Reporting
IAS 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IAS 38	Intangible Assets
IFRS 7	Financial Instruments: Disclosures
IFRS 9	Financial Instruments
IFRS 12	Disclosure of Interests in Other Entities
IFRS 13	Fair Value Measurement
IFRS 15	Revenue from Contracts with Customers

3 SIGNIFICANT ACCOUNTING POLICIES

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

3.1 Consistency

Unless otherwise stated, the accounting policies and methods of computation used in preparation of Financial Statements for the year ended 30 June 2019 are consistent with those policies and methods adopted in preparing the Financial Statements for the year ended 30 June 2018.

3.2 Property, Plant and Equipment

3.2.1 Recognition and Measurement

Property, Plant and Equipment are stated at cost and revalued amount less accumulated depreciation and subsequent impairment losses, if any.

Cost includes expenditures that are directly attributable to the acquisition of an asset. The cost of self-constructed/installed assets includes the cost of materials, direct labor and any other costs directly attributable to bringing the asset to the working condition for its intended use and the cost of dismantling and removing an item and restoring the site on which they are located.

When parts of an item of Property, Plant and Equipment have different useful lives, they are accounted for as separate items (major components) of Property, Plant and Equipment.

3.2.2 Subsequent Costs

The cost of replacing parts of an item of Property, Plant and Equipment is recognized in the carrying amount of the item, if it is probable that the future benefit embodied within the parts will flow to the company and its cost can be measured reliably. The costs of the day to day servicing of Property, Plant and Equipment are recognized in profit and loss account as incurred.

3.2.3 Depreciation of the Non-Current Assets

Depreciation is provided on all items of PPE except Freehold Land & Land Development at the following rates on straight line basis over the periods appropriate to the estimated useful lives of the different types of assets. Leasehold lands are amortized according to the amortization schedule. The rates at which assets are depreciated per annum are given below:

Consistently, depreciation is provided on straight line method at the annual rate(s) shown below whereby the cost or valuation less estimated salvage value of an asset is written off over its anticipated service life except that long-term leasehold land is amortized annually in such a manner so that by the terminal period the lease value is fully amortized.

Category of Assets	Annual Rate (%)
Long term leasehold land	1
Building on long-term leasehold land	2.5-5
Plant & machinery	10
Transportation equipment	20
Equipment and fittings	10-15
Computer	20 (till 2006: 15)
Furniture and fixtures	10

Depreciation is charged on addition when the assets are available for use or ready for use or from date of acquisition. On deletion of assets, depreciation is suspended from the date of disposal.

3.2.4 Revaluation of Property, Plant and Equipment

Plant and Machineries were revalued on 01 July, 1986. The revalued classes of Property, Plant and Equipment are depreciated over the remaining useful lives. Difference of depreciation between revalued carrying amount and depreciation based on carrying amount as per assets original cost has been transferred from Revaluation Reserve to Retained Earnings as shown in Statement of Changes in Equity.

3.3 Investment in Associates

The company's investment in associates is recognized at cost.

3.4 Inventories

3.4.1 Nature of Inventories

Inventories comprise Raw Materials, Indirect Materials, Finished Goods, Consumable Stores etc.

3.4.2 Valuation of Inventories

Inventories are stated at the lower of cost or net estimated realizable value in compliance with the requirements of para 21 and 25 of IAS-2.

Category of stocks	Basis of valuation
Stores and spares (including indirect materials and re-sale products)	Moving average (weighted) cost.
Raw materials	Moving average (weighted) cost.
Work-in-process	Average cost of materials and appropriate manufacturing expenses excluding in respect of finishing section.
Finished products	At lower of cost or net estimated realizable value.
Stores and materials-in-transit	Cost value i.e. cost so far incurred.

3.4.3 Inventories Write Off/Down

It includes the cost written off or written down, the value of redundant/damaged or obsolete inventories, which are dumped and/or old inventories. No provision is, however, considered for "slow moving" items as these are considered to be not material and capable of being used and/or disposed of at least at their carrying book value.

3.5 Financial Assets

The Company initially recognizes loans and receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the trade date, which is the date the Company becomes a party to the contractual provisions of the instrument.

The Company derecognizes a financial asset when the contractual right to the cash flows from the asset expires, or it transfers the right to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

3.5.1 Investment in Unquoted Shares

Investment in unquoted shares are initially recognized at cost. After initial recognition these are carried at cost less impairment losses, if any.

3.5.2 Investment in Quoted Shares

Investment in quoted shares is recognized as a financial asset. A financial asset is classified at fair value through the statement of profit or loss and other comprehensive income if it is classified as held for trading. The company manages such investment and makes purchase or sale decisions based on their fair value in accordance with the company's documented risk management and investment strategy. The dividend income arising from them are recognized in the statement of profit or loss and other comprehensive income.

3.6 Trade Receivables

3.6.1 Recognition and Measurement

Trade Receivables are carried at original invoice amount less an estimate made for doubtful debts based on a review of all outstanding amounts at the period-end.

3.6.2 Bad and Doubtful Debts

This item takes into account both actual bad debts written off and movements in the provision for doubtful debts.

3.7 Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, cash at bank, term deposits, which are available for use by the Company without any restrictions. There is an insignificant risk of change in value of the same.

3.8 Advances, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads such as Property, Plant and Equipment, Inventory or Expenses.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to profit or loss.

3.9 Creditors and Accrued Expenses

3.9.1 Other payables

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

3.9.2 Provision

The preparation of financial statements in conformity with International Accounting Standard IAS-37 "Provisions, Contingent Liabilities and Contingent Assets" requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities during and at the date of financial statements.

In accordance with the guidelines as prescribed by IAS-37 provisions were recognized in the following situations:

- When the company has a present obligation as a result of past event;
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimates can be made of the amount of the obligation.

We have shown the provisions in the Statement of financial position at an appropriate level with regard to an adequate provision for risks and uncertainties. An amount recorded as a provision represented the best estimate of the probable expenditure required to fulfill the current obligation on the Statement of financial position date.

Other provisions are valued in accordance with IAS-37 "Provisions, Contingent Liabilities and Contingent Assets" and, if required, in accordance with IAS-19 Employee Benefits. Other provisions comprise all recognizable risks from uncertain liabilities and anticipated losses from pending transactions.

3.10 Employees' Benefits

3.10.1 Employees' Retirement Gratuity Fund

The company operates an unfunded gratuity scheme. In terms of the scheme on completion of a minimum 5 (five) years of uninterrupted service with the company, all permanent employees other than for Managing Director are entitled to gratuity equivalent to one-month basic pay for each completed year or major part of a year of their respective services.

3.10.2 Staff Provident Fund

The Company maintains a recognized provident fund @ 10% of basic pay (Equally contributed by employee & employer) for all eligible permanent employees. The said fund is managed by the Board of Trustees.

3.10.3 Workers Profit Participation & Welfare Fund

The company also recognizes a provision for Workers' Profit Participation and Welfare Funds @ 5% of net profit before tax in accordance with the provision of Section 234 (Kha), Chapter 15 of Bangladesh Labor Act 2006.

3.11 Taxation

Income tax expenses comprise of current and deferred tax. Income tax expenses is recognized in the statement of comprehensive Income or loss and accounted for in accordance with the requirement of IAS-12: "Income Tax".

3.11.1 Current Tax

Current Tax is the expected tax payable on the taxable income for the year, and any adjustment to tax payable in respect of previous years. The company qualifies as a "Publicly Listed Company"; hence the applicable tax rate is 25% as prescribed in the Finance Act, 2019. Tax on dividend has been provided at applicable rate.

The income tax assessment up to the assessment year 2015-2016 has been completed and agreed upon.

3.11.2 Deferred Income Tax

Deferred tax liabilities are the amount of income taxes payable in the future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the Statement of Financial Position date. The impact of changes on the account in the deferred tax assets and liabilities has also been recognized in the statement of profit or loss and other comprehensive income as per IAS-12 "Income Taxes".

The deferred tax expenses/income or liability/assets does not create a legal liability/recoverability to and from the income tax authority.

3.12 Financial Liabilities

The Company recognizes all financial liabilities on the trade date which is the date the Company becomes a party to the contractual provisions of the instrument. The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. Financial liabilities comprise trade creditors and other financial obligations.

3.13 Impairment

3.13.1 Financial Assets

Financial assets are impaired if objective evidence indicates that a loss event has occurred after initial recognition of the assets and that the loss event had a negative effect on the estimated future cash flows of that assets that can be estimated reliably.

Financial assets not classified at fair value through profit or loss, loans, receivables and investment in an equity accounted investee are assessed at each reporting date to determine whether there is objective evidence that it is impaired.

Impairment losses on available for sale financial assets are recognized by reclassifying the losses accumulated in the fair value reserve to the statement of profit or loss.

3.13.2 Non-Financial Assets

The carrying amounts of the Company's non-financial assets, other than inventories are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the recoverable amount of the asset is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

The Company carried out the impairment test on the property, plant and equipment and there was no impairment loss found.

3.14 Contingent Liabilities and Assets

Contingent liabilities are current or possible obligations, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company. In accordance with IAS-37 "Provisions, Contingent Liabilities and Contingent Assets" they are disclosed in the notes to the financial statements.

3.15 Borrowing Costs

Interest and other costs incurred by the Company in connection with the borrowing of funds are recognized as expense in the period in which they are incurred, unless such borrowing cost relates to acquisition/construction of assets in progress that are capitalized as per IAS-23 "Borrowing Costs".

3.16 Revenue Recognition

The company has applied IFRS-15 for recognition of revenue from this year.

The core principle of IFRS-15 is that an entity will recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This core principle is delivered in a five-step model framework:

- Identify the contract(s) with a customer
- Identify the performance obligations in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligations in the contract
- Recognize revenue when (or as) the entity satisfies a performance obligation.

The Company sells A.C. Sheet, Mouldings, A.C Pipes and Resale products to its customers. Revenue is recognized when the entity satisfies a performance obligation by transferring the goods to customers at an agreed transaction price.

3.17 Finance Income and Costs

3.17.1 Finance Income

Interest income from bank deposits is recognized on accrual basis following specific rate of interest in agreement with banks.

3.17.2 Finance Cost

Interest expenses except expenses related to acquisition/construction of assets, incurred during the year are charged to Statement of Profit or Loss and Other Comprehensive Income on accrual basis.

3.18 Other Operating Income

Other operating income includes interest income on delayed receipts from customers, gain/ (loss) on sale of fixed assets (if any), sale of scrap, earnings from fittings and fixing services, interest from FDR and STD, rental income and miscellaneous receipts (if any). Other operating income is recognized as revenue income as and when realized.

3.19 Share Capital

Paid-up-capital represents total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. Incremental costs directly attributable to the issue of ordinary shares are recognized as expenses as and when incurred. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders rank after all other shareholders. Creditors are fully entitled to any proceeds of liquidation before all shareholders.

3.20 Term Loans

Principal amount of the loans is stated at their outstanding amount. Loans repayable within twelve months from the end of the reporting period are classified as current liabilities whereas loans are repayable after twelve months from the end of the reporting period are classified as non-current liabilities. Accrued interest and other charges are classified as current liabilities.

3.21 Earnings Per Share

The Company calculates Earnings Per Share (EPS) in accordance with IAS-33 "Earnings Per Share" which has been shown on the face of Statement of Profit or Loss and Other Comprehensive Income and the computation of EPS is stated.

3.21.1 Basis of Earnings

This represents profit for the year attributable to ordinary shareholders. As there are no preference shares requiring returns or dividends, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

3.21.2 Basic Earnings Per Share

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

3.22 Measurement of Fair Value

When measuring the fair value of an asset or liability, the entity uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows: -

Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for the assets or liabilities that are not based on observable market data.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Property, Plant and Equipment

The fair value of items of property, plant and equipment has been determined based on the depreciated replacement cost method and net realizable value method as applicable.

Equity and Debt Securities

Fair values of tradable equity and debt securities are determined by reference to their quoted closing price in active market at the reporting date which are categorized under 'Level 1' of the fair value hierarchy.

3.23 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's position at the date of Statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the Financial Statements. Events after the reporting period that are not adjusting are disclosed in the notes when material.

3.24 General

- i) Expenses allocation and/or apportionment to general & administration and selling & distribution heads: Expenses, which cannot be directly allocated activity-wise, are apportioned on appropriate bases.
- ii) Bracket figures denote negative.

4. Property, plant and equipment

Class of Assets	Fixed Assets at Cost/Valuation			Rate of Dep. (%)	Accumulated Depreciation			Written Down Value as at 30 June 2019
	Opening balance	Addition during the year	Disposal during the year		Opening balance	Charged during the year	Adjustment during the year	
At Cost								
Freehold land	1,637,181	—	—		—	—	—	1,637,181
Long term leasehold land	2,817,304	—	—	1%	242,882	32,015	—	2,542,407
Building on leasehold land	37,812,778	821,972	—	2.5-5%	16,885,662	1,374,768	—	20,374,320
Plant and Machinery	59,749,800	—	—	10%	48,689,258	3,229,653	—	7,830,889
Plant and machinery (Unit 2)	110,445,842	33,953,044	—	10%	86,733,863	12,728,283	—	44,936,740
Transportation equipment	68,103,003	116,000	—	20%	23,386,857	12,008,326	—	32,823,820
Equipment, fittings and computers	12,559,076	726,893	—	10-20%	8,395,642	883,696	—	4,006,631
Furnitures and fixtures	3,975,495	93,537	—	10%	2,963,740	169,339	—	935,953
	297,100,479	35,711,446	—		187,297,904	30,426,080	—	115,087,942
Revaluation on 01 July 1986								
Plant and Machinery	20,108,226	—	—	10%	20,108,073	—	—	153
As at 30 June 2019	317,208,705	35,711,446	—		207,405,977	30,426,080	—	115,088,094
As at 30 June 2018	281,151,611	36,057,094	—		180,577,000	26,828,977	—	109,802,728

	Note(s)	30 June 2019 Taka	30 June 2018 Taka
4.1 Allocation of depreciation			
Factory overhead	23.4	17,731,298	16,821,280
General and administrative expenses	24	8,745,004	8,584,438
Selling and distribution expenses	25	3,949,778	1,423,259
		30,426,080	26,828,977
5 Investments			
Investment in quoted shares and securities	5.1	129,263,380	172,038,650
Investment in unquoted shares and securities	5.2	126,859,200	126,859,200
		256,122,580	298,897,850
5.1 Investment in quoted shares and securities			
Aramit Cement Limited		126,106,200	150,282,000
National Credit and Commerce Bank Limited		27,989	6,533,222
Bank Asia Limited		50,066	3,255,348
Square Textile Mills Limited		—	272,333
One Bank Limited		—	2,599,990
Prime Bank Limited		—	823,592
Premier Bank Limited		—	2,258,619
Shahajalal Islami Bank Limited		—	2,843,858
United Commercial Bank Limited		3,079,125	3,169,688
		129,263,380	172,038,650

(a) Changes in fair value of investment in quoted shares and securities for 2019:

Name of the company	30 June 2019			
	Number of Shares	Cost of acquisition	Market Value as on 30 June 2019	Fair Market Value Gain/(Loss)
Aramit Cement Limited	6,534,000	76,005,000	126,106,200	50,101,200
NCC Bank Limited	1,904	3,963	27,989	24,026
Bank Asia Limited	2,797	20,450	50,066	29,616
United Commercial Bank Limited	181,125	7,509,297	3,079,125	(4,430,172)
	6,719,826	83,538,710	129,263,380	45,724,670

(b) Changes in fair Value of investment in quoted shares and securities for 2018:

Name of the company	30 June 2018			
	Number of Shares	Cost of acquisition	Market Value as on 30 June 2018	Fair Market Value Gain/(Loss)
Aramit Cement Limited	6,534,000	76,005,000	150,282,000	74,277,000
NCC Bank Limited	450,567	937,700	6,533,222	5,595,522
Bank Asia Limited	194,931	1,418,499	3,255,348	1,836,849
Square Textile Mills Limited	5,319	250,149	272,333	22,184
One Bank Limited	158,536	1,068,272	2,599,990	1,531,718
Prime Bank Limited	50,219	856,476	823,592	(32,884)
Premier Bank Limited	205,329	2,045,305	2,258,619	213,314
Shahajalal Islami Bank Limited	123,646	1,066,158	2,843,858	1,777,700
United Commercial Bank Limited	181,125	7,509,297	3,169,688	(4,339,609)
	7,903,672	91,156,856	172,038,650	80,881,794

	Note(s)	30 June 2019 Taka	30 June 2018 Taka
5.1.1 Net gain/(loss) on available for sale of financial assets			
Realized gain/(loss)		12,326,256	-
Unrealized gain/(loss)	5.1.2	(35,157,124)	(90,086,206)
		<u>(22,830,868)</u>	<u>(90,086,206)</u>
5.1.2 Unrealised Gain/(Loss) during the year			
Fair market value Gain/(Loss) - Closing		45,724,670	80,881,794
Less: Fair market value Gain/(Loss) - Opening		80,881,794	170,968,000
		<u>(35,157,124)</u>	<u>(90,086,206)</u>
5.2 Investment in unquoted shares & securities			
Aramit Thai Aluminium Limited (ATAL)	5.2.1	45,346,700	45,346,700
Aramit Steel Pipes Limited (ASPL)	5.2.2	3,000,000	3,000,000
Aramit Footwear Limited (AFL)	5.2.3	42,480,000	42,480,000
Aramit Power Limited (APL)	5.2.4	3,217,500	3,217,500
Aramit Alu Composite Panels Limited (AACPL)	5.2.5	32,815,000	32,815,000
		<u>126,859,200</u>	<u>126,859,200</u>
5.2.1 Aramit Thai Aluminium Limited (ATAL)			
150,000 Shares @ Tk 100 each at par fully paid-up in cash		15,000,000	15,000,000
303,467 Shares @ Tk 100 each at par fully paid-up other than cash		30,346,700	30,346,700
453,467 Shares of Tk 100 each at par		45,346,700	45,346,700
5.2.2 Aramit Steel Pipes Limited (ASPL)			
30,000 Shares @ Tk 100 each at par fully paid-up in cash		3,000,000	3,000,000
30,000		3,000,000	3,000,000
5.2.3 Aramit Footwear Limited (AFL)			
25,000 Shares @ Tk 100 each at par fully paid-up in cash		2,500,000	2,500,000
399,800 Shares @ Tk 100 each at par fully paid-up other than cash		39,980,000	39,980,000
424,800 Shares of Tk 100 each at par		42,480,000	42,480,000
5.2.4 Aramit Power Limited (APL)			
30,000 Shares @ Tk 100 each at par fully paid-up in cash		3,000,000	3,000,000
2,175 Shares @ Tk 100 each at par fully paid-up other than cash		217,500	217,500
32,175 Shares of Tk 100 each at par		3,217,500	3,217,500
5.2.5 Aramit Alu Composite Panels Limited (AACPL)			
85,000 Share Money Deposit in cash		8,500,000	8,500,000
243,150 Share Money Deposit other than cash		24,315,000	24,315,000
328,150		32,815,000	32,815,000

a) Aramit Thai Aluminium Limited (ATAL)

The Company was incorporated on 14 September 2000 as a Public Limited Company. Authorized Share Capital of the Company is 5,000,000 ordinary shares of Tk 100 each. Out of 1,000,000 shares issued by the Company Aramit Thai Aluminium Limited (ATAL), Aramit Limited (AL) subscribed 453,467 (45.35%) shares of Tk 100 each total value being Tk 45,346,700. The commercial production of the Company was commenced on 19 June 2002. The Company incurred a cumulative net Loss of Tk 12,417,971 (2016: Tk 43,451,529) as on 30 June 2017 whereas profit is Tk 31,033,557 [2016: Tk 21,361,571] for the year ended 30 June 2017 and earning per share is Tk 31.03 [2016: Tk 21.36] for the year then ended.

b) Aramit Steel Pipes Limited (ASPL)

The Company was incorporated on 16 October 2002 as a Private Limited Company. Authorized share capital of the Company is 500,000 ordinary shares of Tk 100 each. Out of 100,000 shares issued by the Company Aramit Steel Pipes Limited (ASPL), Aramit Limited (AL) subscribed 30,000 (30%) shares of Tk 100 each total value being Tk 3,000,000. The commercial production of the Company was commenced on 18 August 2003. The Company incurred a cumulative net loss of Tk 53,136,473 (2016: Tk 49,913,690) as on 30 June 2017 whereas the loss after tax is Tk. 3,222,783 (2016: Tk 2,843,514) for the year ended 30 June 2017.

c) **Aramit Footwear Limited (AFL)**

The Company was incorporated on 12 April 2004 as a Public Limited Company. Authorized Share Capital of the Company is 2,500,000 ordinary shares of Tk 100 each. Aramit Limited (AL) subscribed 424,800 (47.20%) Shares of Tk 100 each total value being Tk 42,480,000. The commercial Production of the Company commenced on 28 May 2006. The Company incurred cumulative net loss of Tk 414,634,787 (2016: 391,698,728) as on 30 June 2017 whereas loss after tax is Tk 22,936,059 (2016: 8,067,335) for the year ended 30 June 2017.

d) **Aramit Power Limited (APL)**

The Company was incorporated on 28 June 2004 as a Private Limited Company. Authorized Share Capital of the Company is 1,000,000 ordinary Shares of Tk 100 each. Out of 71,300 Shares issued by the Company, Aramit Power Limited (APL), Aramit Limited (AL) subscribed 32,175 (45.13%) Shares of Tk 100 each total value being Tk 3,217,500. The commercial Production of the Company commenced on 25 June 2005. The Company earned a net Profit of Tk 802,064 [2016: Tk (985,326)] during year ended 30 June 2017 and cumulative loss stands at Tk 5,449,835 (2016: Tk 6,251,900).

e) **Aramit Alu Composite Panels Limited (AACPL)**

The Company was incorporated on 31 August 2009 as a Private Limited Company. Authorized Share Capital of the Company is 2,500,000 ordinary Shares of Tk 100 each. Out of 665,650 shares issued by the company, Aramit Limited subscribed 328,150 (49.30%) Shares of Tk. 100 each total value being Tk. 32,815,000. The commercial Production of the Company commenced on 09 February 2012. The Company incurred a net loss of Tk 5,772,470 (2016: Tk 3,374,232) during year ended 30 June 2017 and cumulative loss stands at Tk 43,194,167 (2016: Tk 37,421,697).

	Note(s)	30 June 2019 Taka	30 June 2018 Taka
6 Inventories			
Raw materials		47,677,283	113,508,967
Materials in transit - raw materials		24,582,622	27,616,147
Finished goods		42,049,305	26,000,875
Stores and spares	6.1	27,418,987	31,868,655
		141,728,197	198,994,644
6.1 Stores and spares			
Stores and spares		20,867,446	20,097,319
Indirect materials		5,410,531	9,833,468
Resale product		1,141,010	1,937,868
		27,418,987	31,868,655
7 Trade receivables			
Dealers		18,760,266	16,581,064
Projects		4,198,616	4,075,534
		22,958,882	20,656,598
Disclosure as per Schedule-XI, Part-I, of The Companies Act, 1994			
Debts exceeding 6 months		2,045,019	1,651,033
Other debts less provision		—	—
Debts considered good & secured		6,788,000	6,128,000
Debts considered good without security		16,170,882	14,528,598
		22,958,882	20,656,598

	Note(s)	30 June 2019 Taka	30 June 2018 Taka	
8 Advances, deposits and prepayments				
Advances	8.1	97,172,235	112,322,064	
Deposits	8.2	120,725	120,725	
Prepayments	8.3	1,220,804	1,349,705	
		98,513,764	113,792,494	
8.1 Advances				
VAT current account		11,089,062	26,364,340	
To suppliers		71,842,806	74,675,739	
To employees		10,827,447	8,769,065	
Against rent		322,920	322,920	
To others		3,090,000	2,190,000	
		97,172,235	112,322,064	
8.2 Deposits				
Security deposits		120,725	120,725	
		120,725	120,725	
8.3 Prepayments				
Prepaid insurance		1,220,804	1,349,705	
		1,220,804	1,349,705	
9 Short term investments				
Balance in BO Account with North West Securities Limited		3,803,903	2,433,635	
FDR with				
United Commercial Bank Limited		40,000,000	10,000,000	
Meghna Bank Limited		20,000,000	12,601,250	
		63,803,903	25,034,885	
10 Interest receivable				
Interest receivable on FDR		855,616	410,119	
		855,616	410,119	
Breakup of interest receivable:				
Bank Name	FDR	Rate (%)	30 June 2019 Taka	30 June 2018 Taka
United Commercial Bank Limited	8 Nos	9.00%	520,274	277,123
Meghna Bank Limited	4 Nos	9.00%	335,342	132,996
			855,616	410,119
	Note(s)		30 June 2019 Taka	30 June 2018 Taka
11 Due from associated company				
Aramit Thai Aluminium Limited (ATAL)	11.1		81,994,932	83,683,406
Aramit Footwear Limited (AFL)	11.2		82,555,933	82,555,933
Aramit Power Limited (APL)	11.3		31,311,166	31,307,547
Aramit Steel Pipes Limited (ASPL)	11.4		96,652,437	96,624,145
Aramit Alu Composite Panels Limited (AACPL)	11.5		4,377,599	4,377,599
Aramit Cement Limited (ACL)	11.6		—	—
			296,892,067	298,548,630
11.1 Aramit Thai Aluminium Limited (ATAL)				
Short-term loan extended by Aramit Limited to Aramit Thai Aluminium Limited based on respective company's Board's decision of 29 April 2018, it was decided to treat the financing provided to Aramit Thai Aluminium Limited as short-term loan without interest with effect from 01 January 2018- aggregate of :				
Opening balance			83,683,406	68,138,334
Fund extended during the year			23,568,908	31,458,696
			107,252,314	99,597,030
Interest charged			—	1,995,120
			107,252,314	101,592,150
Repaid/adjusted during the year			(25,257,382)	(17,908,744)
Closing balance			81,994,932	83,683,406

	Note(s)	30 June 2019 Taka	30 June 2018 Taka
11.2 Aramit Footwear Limited (AFL)			
Short-term loan extended by Aramit Limited to Aramit Footwear Limited based on respective company's Board's decision of 25 October 2010, it was decided to treat the financing provided to Aramit Footwear Limited as short-term loan without interest with effect from 01 January 2011- aggregate of :			
Opening balance		82,555,933	75,458,710
Fund extended during the year		—	7,097,223
		82,555,933	82,555,933
Interest charged		—	—
		82,555,933	82,555,933
Re-paid/adjusted during the year		—	—
Closing balance		82,555,933	82,555,933
11.3 Aramit Power Limited (APL)			
Short-term loan extended by Aramit Limited to Aramit Power Limited based on respective company's Board's decision of 29 April 2018, it was decided to treat financing provided to Aramit Power Limited as short-term loan without interest with effect from 01 January 2018- aggregate of :			
Opening balance		31,307,547	30,451,954
Fund extended during the year		3,619	86,320
		31,311,166	30,538,274
Interest charged		—	769,273
		31,311,166	31,307,547
Re-paid/adjusted during the year		—	—
Closing balance		31,311,166	31,307,547
11.4 Aramit Steel Pipes Limited (ASPL)			
Short-term loan extended by Aramit Limited to Aramit Steel Pipes Limited based on respective company's Board's decision of 29 April 2018, it was decided to treat financing provided to Aramit Steel Pipes Limited as short-term loan without interest with effect from 01 January 2018- aggregate of :			
Opening balance		96,624,145	96,742,314
Fund extended during the year		16,498,355	6,203,853
		113,122,500	102,946,167
Interest charged		—	2,431,978
		113,122,500	105,378,145
Re-paid/adjusted during the year		(16,470,063)	(8,754,000)
Closing balance		96,652,437	96,624,145
11.5 Aramit Alu Composite Panels Limited (AACPL)			
Short-term loan extended by Aramit Limited to Aramit Alu Composite Panels Limited based on respective Company's Board's decision of 29 April 2018, it was decided to treat financing provided to Aramit Alu Composite Panels Limited as short-term loan without interest with effect from 01 January 2018- aggregate of :			
Opening balance		4,377,599	4,269,737
Fund extended during the year		—	—
		4,377,599	4,269,737
Interest charged		—	107,862
		4,377,599	4,377,599
Re-paid/adjusted during the year		—	—
Closing balance		4,377,599	4,377,599
11.6 Aramit Cement Limited (ACL)			
Opening balance		—	49,142,020
Fund extended during the year		6,921,948	18,421,154
		6,921,948	67,563,174
Interest charged		—	677,479
		6,921,948	68,240,653
Re-paid/adjusted during the year		(6,921,948)	(68,240,653)
Closing balance		—	—

		30 June 2019 Taka	30 June 2018 Taka
12 Cash and cash equivalents			
Cash in hand		100,528	74,994
Cash at bank	12.1	25,531,144	58,676,729
		25,631,672	58,751,723

12.1 Cash at bank

Bank	Branch	Types	Account Number		
Sonali Bank Limited	Kalurghat Br.	CD	1011001000024	2,499,486	15,225,735
Sonali Bank Limited	Kalurghat Br.	STD	1011004000065	1,557,937	2,642,119
Commercial Bank of Ceylon	Agrabad Br.	CD	1352923000	—	2,135
Commercial Bank of Ceylon	Agrabad Br.	STD	2352923000	190	1,966
NCC Bank Limited	Khatungonj Br.	CD	00040210004392	452,590	60,260
United Commercial Bank Ltd	Bahaddarhat Br.	CD	0791101000000107	3,579,065	7,808,083
United Commercial Bank Ltd	Tejgaon Link Rd.	CD	1041101000000214	40,650	31,779
United Commercial Bank Ltd	Bahaddarhat Br.	STD	0791301000000143	929,690	7,778,089
National Bank limited	Station Road Br.	CD	000733004945	—	55,798
Agrani Bank Limited	Raza Bazar Br.	CD	034533000218	54,572	81,057
Standard Bank Limited	Khatungonj Br.	CD	00333006036	95,661	96,811
Janata Bank Limited	Sk Mujib Road Br.	CD	003333010842	3,205,597	8,492,921
Jamuna Bank Limited	Agrabad Br.	CD	00050210007754	58,166	59,316
State Bank of India	Chittagong Br.	CD	05260005820001	24,086	25,236
Islami Bank (BD) Ltd	Bahaddarhat Br.	CD	20503480100048216	8,934,220	14,373,041
Meghna Bank Ltd	Agrabad Br.	CD	210111100000003	3,505,116	1,942,383
Meghna Bank Ltd	Agrabad Br.	CD	210113500000065	594,118	—
				25,531,144	58,676,729

13 Share capital

13.1 Authorized

10,000,000	Ordinary shares of Tk. 10 each	100,000,000	100,000,000
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13.2 Issued, subscribed and paid-up

Paid-up in cash

504	Ordinary shares of Tk. 10 each	5,040	5,040
999,496	Ordinary shares of Tk. 10 each	9,994,960	9,994,960
1,000,000	Ordinary shares of Tk. 10 each	10,000,000	10,000,000

Issued as bonus shares

3,000,000	Ordinary shares of Tk. 10 each	30,000,000	30,000,000
2,000,000	Ordinary shares of Tk. 10 each	20,000,000	20,000,000
6,000,000	Ordinary shares of Tk. 10 each	60,000,000	60,000,000

	30 June 2019		30 June 2018	
13.3 Position of shares holding	Holding (%)	Taka	Holding (%)	Taka
Sadharan Bima Corporation (SBC)	23.77%	14,259,090	23.77%	14,259,090
Javed Steel Mills Limited	19.97%	11,980,830	19.97%	11,980,830
Asif Steel Limited	14.97%	8,980,830	14.97%	8,980,830
Investment Corporation of Bangladesh	4.88%	2,929,240	4.88%	2,929,240
ICB Unit Fund	6.36%	3,817,250	6.36%	3,817,250
Local Institutions	7.88%	4,730,790	16.83%	10,097,970
General public	22.17%	13,301,970	13.22%	7,934,790
	100.00%	60,000,000	100.00%	60,000,000

13.4 The distribution schedule showing the number of shareholders and their shareholding percentage as on 30 June 2019 is as follows:

Range of the holdings	30 June 2019			30 June 2018
	No. of Shareholders	No. of shares	% of holdings	No. of shareholders
Less than 500 Shares	2,463	299,275	4.99%	1,423
500 Shares to 5,000 Shares	679	818,040	13.63%	398
5,001 Shares to 10,000 Shares	24	166,332	2.77%	23
10,001 Shares to 20,000 Shares	6	91,644	1.53%	10
20,001 Shares to 30,000 Shares	4	91,079	1.52%	9
30,001 Shares to 40,000 Shares	1	35,875	0.60%	1
40,001 Shares to 50,000 Shares	2	89,495	1.49%	—
50,001 Shares to 100,000 Shares	3	216,136	3.60%	4
100,001 Shares to 1,000,000 Shares	4	1,568,132	26.14%	6
More than 1,000,000 shares	2	2,623,992	43.73%	2
Total	3,188	6,000,000	100%	1,876

14 Reserves

14.1 Following are the composition of and movement in reserves:

	Capital reserve	General reserve	30 June 2019	30 June 2018
	Taka	Taka	Taka	Taka
Opening balance	20,212,562	365,275,466	385,488,028	385,488,028
Transferred during the year	—	—	—	—
Closing balance	20,212,562	365,275,466	385,488,028	385,488,028

14.2 Capital reserve

	30 June 2019	30 June 2018
	Taka	Taka
a. Balance of excess of assets over liabilities after issuing fully paid-up shares for consideration other than cash - out of the surplus arising as of 21 August 1972.	104,336	104,336
b. Surplus arising out of revaluation of plant & machinery on 1 July 1986	30,702,116	30,702,116
c. Withdrawn on deletion thereafter.	(10,593,890)	(10,593,890)
	20,108,226	20,108,226
	20,212,562	20,212,562

15 Provision for employees' retiral gratuity

Opening balance	22,728,549	19,580,103
Provided during the year	7,921,043	4,552,372
	30,649,592	24,132,475
Paid during the year	(2,206,633)	(1,403,926)
Closing balance	28,442,959	22,728,549

16 Provision for deferred tax

Opening balance	11,694,105	23,065,500
Deferred tax (income)/expenses during the year	(4,105,507)	(2,362,774)
Deferred tax (income)/expenses relating to other comprehensive income	(3,515,712)	(9,008,621)
Closing balance	4,072,885	11,694,105

Reconciliation of deferred tax liabilities/(assets):

Particulars	Carrying amount	Tax Base	Temporary Difference
	Taka	Taka	Taka
a) As at 30 June 2019			
Property, plant and equipment	110,908,506	84,463,870	26,444,636
Provision for gratuity	(28,442,959)	—	(28,442,959)
Net taxable temporary difference	82,465,547	84,463,870	(1,998,323)
Applicable tax rate			25%
Deferred tax asset as at 30 June 2019			(499,581)
Deferred tax liability as at 30 June 2018			3,605,927
Increase/(decrease) in deferred tax liability			(4,105,507)

Particulars		Carrying amount Taka	Tax Base Taka	Temporary Difference Taka
b) As at 30 June 2018				
Property, plant and equipment		105,591,125	68,438,870	37,152,255
Provision for gratuity		(22,728,549)	—	(22,728,549)
Net taxable temporary difference		82,862,576	68,438,870	14,423,706
Applicable tax rate				25%
Deferred tax liability as at 30 June 2018				3,605,927
Deferred tax liability as at 30 June 2017				5,968,700
Increase/(decrease) in deferred tax liability				(2,362,774)
	Note(s)	30 June 2019 Taka		30 June 2018 Taka
17 Long term loan				
Opening balance		—		21,802,839
Interest paid during the year		—		1,593,255
Bank charge		—		24,289
		—		23,420,383
Payment made during the year		—		(23,420,383)
Closing balance		—		—
18 Creditors and accruals				
Liabilities for other finance	18.1	68,377,550		95,421,196
For supplies and revenue expenses	18.2	35,837,571		75,536,241
		104,215,121		170,957,437
18.1 Liabilities for other finance				
Customers credit balances		59,203,730		86,385,564
Income tax - employees		143,138		749,480
Provident fund		11,803		(813,058)
TDS deducted from suppliers		1,727,315		2,467,416
TDS deducted from dividend		—		—
Deposits from dealers		6,788,000		6,128,000
Deposits from suppliers and contractors		500,774		500,774
Employees' union subscription		2,790		3,020
		68,377,550		95,421,196
18.2 Creditors for supplies and revenue expenses				
Employees' remuneration		2,292,103		2,523,849
Utility charges		5,158,182		1,738,880
Supplies		28,217,286		71,128,512
Audit and professional fees		170,000		145,000
		35,837,571		75,536,241
19 Provision for WPP & WF				
Opening balance		1,510,226		1,935,603
Addition during the year		1,232,576		4,490,096
Interest incurred during the year	24	93,678		20,130
		2,836,480		6,445,829
Paid during the year		(2,710,226)		(4,935,603)
Closing balance		126,254		1,510,226
20 Provision for current tax				
Opening balance		6,380,850		9,351,916
Provision made during the year		7,891,920		26,500,000
		14,272,770		35,851,916
Paid/adjusted during the year	20.1	(14,272,770)		(29,471,066)
Closing balance		—		6,380,850
20.1 Adjusted during the year				
Tax paid in cash		4,500,000		7,000,000
Adjusted with advance income tax		9,772,770		22,471,066
		14,272,770		29,471,066

		30 June 2019 Taka	30 June 2018 Taka
20.2 Provision held			
	1996 through 2011	231,316,546	231,316,546
	2012	29,000,000	29,000,000
	2013	23,300,000	23,300,000
	2014	25,500,000	25,500,000
	2015	26,000,000	26,000,000
	2016	16,000,000	16,000,000
	2016-2017	20,000,000	20,000,000
	2017-2018	26,500,000	26,500,000
	2018-2019	7,891,920	—
		405,508,467	397,616,546
20.3 Payments made			
	1996 through 2011	211,938,670	210,631,871
	2012	29,551,130	28,244,329
	2013	27,789,869	26,483,069
	2014	27,096,839	26,835,479
	2015	25,630,762	25,476,423
	2016	17,563,084	17,407,739
	2016-2017	27,548,944	27,275,469
	2017-2018	25,844,308	28,881,317
	2018-2019	12,544,861	—
		405,508,467	391,235,696
		—	6,380,850

The Income Tax (IT) assessment for all the years up to 2014-2015 (IT Assessment Year 2015-2016) have been completed and agreed with the Tax Authorities.

21 Unclaimed dividend			
	Opening balance	7,189,889	5,877,583
	Dividend declared during the year	30,000,000	27,000,000
		37,189,889	32,877,583
	Paid during the year	(27,198,333)	(25,687,694)
	Closing balance	9,991,556	7,189,889
21.1 Remaining unclaimed on account of			
	Year		
	2010	682,845	682,845
	2011	764,739	764,739
	2012	1,062,473	1,062,473
	2013	1,200,500	1,200,500
	2014	743,724	743,724
	2015 (Interim)	879,951	887,264
	2016 (Final)	473,371	474,962
	2016-2017	1,276,997	1,373,382
	2017-2018	2,906,956	—
		9,991,556	7,189,889
	Less: Transfer to dividend equalization fund	—	—
		9,991,556	7,189,889

	Note(s)	01 July 2018 to 30 June 2019 Taka	01 July 2017 to 30 June 2018 Taka
22 Revenue			
Gross turnover		505,536,355	581,945,032
Less : Value added tax		65,553,748	75,500,320
Net turnover		439,982,607	506,444,712
22.1 Net turnover			
A. C. Sheet		403,769,228	469,998,840
Mouldings		16,734,524	20,004,130
A.C. Pipe		16,521,126	13,332,381
Resale product		2,957,729	3,109,361
		439,982,607	506,444,712
22.2 Make up			
Through dealers, agents, etc.		425,865,429	491,888,852
To projects		14,117,178	14,555,860
		439,982,607	506,444,712
23 Cost of goods sold			
Raw materials consumed	23.1	285,292,832	302,985,874
Indirect materials consumed	23.2	13,801,319	17,855,467
Resale products consumed	23.3	2,501,707	2,822,032
Factory overhead	23.4	90,291,913	97,907,719
Total manufacturing costs		391,887,771	421,571,092
Opening inventory of finished goods	23.6	26,000,875	25,264,159
Cost of inventory available for sale		417,888,646	446,835,251
Closing inventory of finished goods	23.6	(42,049,305)	(26,000,875)
		375,839,341	420,834,376
23.1 Raw materials consumed			
Opening inventory		113,508,967	16,964,152
Purchases during the year		219,461,148	399,530,689
Raw materials available for use		332,970,115	416,494,841
Closing inventory	6	(47,677,283)	(113,508,967)
Consumption of raw material		285,292,832	302,985,874
23.2 Indirect materials consumed			
Opening inventory		9,833,468	7,463,554
Purchases during the year		9,378,382	20,225,381
Indirect materials available for use		19,211,850	27,688,935
Closing inventory	6.1	(5,410,531)	(9,833,468)
		13,801,319	17,855,467
23.3 Resale products consumed			
Opening inventory		1,937,868	982,841
Purchase during the year		1,704,849	3,777,059
Resale products available for use		3,642,717	4,759,900
Closing inventory	6.1	(1,141,010)	(1,937,868)
		2,501,707	2,822,032
23.4 Factory overhead			
Personnel expenses	23.4.1	41,322,008	38,519,076
Power		16,841,067	19,810,113
Stores	23.8	10,371,871	16,250,646
Maintenance		2,318,239	4,533,988
Depreciation	4.1	17,731,298	16,821,280
Factory insurance		1,056,618	1,078,726
Telephone expenses		60,000	15,000
Entertainment		125,009	126,813
Conveyance		83,674	117,318
Fuel		269,781	377,114
Registration and renewals		70,560	166,692
Office supplies, stationery and printing		41,789	90,953
		90,291,913	97,907,719

	Note(s)	01 July 2018 to 30 June 2019 Taka	01 July 2017 to 30 June 2018 Taka
23.4.1 Personnel expenses			
Salaries, wages and allowances		20,134,070	17,990,140
Casual labor		8,115,834	7,707,825
Overtime		6,977,343	7,169,937
Gratuity	15	1,297,987	1,774,251
Exgratia/festival bonus		2,402,546	1,962,657
Contribution to provident fund		1,247,191	1,109,242
Welfare and benefits		1,147,037	805,024
		41,322,008	38,519,076
23.5 Material purchase - cost and direct charges			
i) Direct raw materials	23.1		
Imported		77,278,115	241,555,794
Indigenous		142,183,033	157,974,896
		219,461,148	399,530,690
ii) Indirect materials	23.2		
Imported		—	7,369,733
Indigenous		9,378,382	12,855,648
		9,378,382	20,225,381
iii) Resale products	23.3		
Indigenous		1,704,489	3,777,059
		1,704,489	3,777,059

23.6 Particulars in respect of inventories and sale of finished goods:

	Opening inventory (Note 23)		Closing inventory (Note 6 & 23)		Net sales (Note 22)	
	Qty-m2n	Taka	Qty-m2n	Taka	Qty-m2n	Taka
A.C. sheets	205,090	24,449,693	282,719	38,004,662	3,487,162	403,769,228
Mouldings	9,421	1,119,939	16,595	2,251,165	158,137	16,734,524
A.C. pipe	3,631	431,243	13,176	1,793,478	121,776	16,521,126
Resale products	—	—	—	—	—	2,957,729
30 June 2019	218,142	26,000,875	312,490	42,049,305	3,767,075	439,982,607
30 June 2018	208,111	25,264,159	218,142	26,000,875	4,343,410	506,444,712

23.7 Analysis of raw materials consumed

	01 July 2018 to 30 June 2019		01 July 2017 to 30 June 2018	
	Qty-MT	Taka	Qty-MT	Taka
Asbestos fiber	3,077	135,035,708	3,316	135,701,632
Cement	24,566	142,194,444	26,745	158,481,802
Pulp	137	8,062,680	131	8,802,440
	27,780	285,292,832	30,192	302,985,874

23.8 Consumption of imported and indigenous raw materials and stores and spares, indirect materials, resale products and percentage of each to the total consumption:

		01 July 2018 to 30 June 2019		01 July 2017 to 30 June 2018	
		Taka	%	Taka	%
Imported		143,098,388	45.87%	144,504,072	42.51%
Indigenous		168,869,341	54.13%	195,409,947	57.49%
		311,967,729	100.00%	339,914,019	100.00%
Check:					
Raw materials	23.1	285,292,832	91.45%	302,985,874	89.14%
Indirect materials	23.2	13,801,319	4.42%	17,855,467	5.25%
Resale products	23.3	2,501,707	0.80%	2,822,032	0.83%
Stores	23.4	10,371,871	3.33%	16,250,646	4.78%
		311,967,729	100.00%	339,914,019	100.00%

	Note(s)	01 July 2018 to 30 June 2019 Taka	01 July 2017 to 30 June 2018 Taka
24 General and administration expenses			
Personnel expenses	24.1	44,198,214	37,828,541
Travelling		907,391	842,222
Fuel		857,124	790,655
Conveyance		238,349	224,484
Repairs and maintenance		1,022,648	955,570
Guest house expenses		762,721	668,952
AGM expenses		547,378	413,599
Entertainment		386,658	371,220
Municipal and other taxes		541,380	626,947
Depreciation	4.1	8,745,004	8,584,438
Telephone, telegram, telex and fax		604,602	403,000
Advertisement		767,550	749,090
Insurance		993,868	368,074
Share office rent		144,000	144,000
Interest on WPP and WF	19	93,678	20,130
Office supplies, stationery and printing		253,651	268,416
Fees and renewals		185,597	217,344
Audit fee		130,000	130,000
Other professional fees		65,000	15,000
Board meeting expenses		223,346	214,712
Directors fee		396,000	372,000
Subscription		130,000	115,000
Other expenses		547,669	319,701
Water supply, gas and electricity		180,360	129,465
Newspapers, books & periodicals		13,598	15,532
Postal charges		92,434	59,505
		63,028,220	54,847,597
24.1 Personnel expenses			
Salary & Allowances		30,748,908	26,938,898
Exgratia /Festival Bonus		2,725,473	2,496,697
Gratuity	15	2,462,316	1,732,755
Welfare & Benefits		4,113,258	3,091,178
Overtime		2,930,228	2,554,735
Contribution to Provident Fund		1,027,944	775,277
Casual Labor		190,087	239,001
		44,198,214	37,828,541
25 Selling and distribution expenses			
Personnel expenses	25.1	21,873,354	19,321,659
Advertisement		1,551,401	1,203,971
Travelling		98,018	264,964
Fuel		604,722	973,369
Conveyance		3,329,365	3,037,928
Repair and maintenance		1,813,476	1,626,948
Depreciation	4.1	3,949,778	1,423,259
Telephone expenses		365,000	275,000
Godown rent		227,000	220,000
Insurance		189,912	381,806
Entertainment		806,037	721,758
Office supplies, stationery and printing		186,251	151,555
Newspaper, books and periodicals		5,040	4,460
Water supply, gas and electricity		15,862	11,624
Postage, photocopy and courier		32,734	59,327
License and renewal fees		137,786	315,285
		35,185,736	29,992,913

	Note(s)	01 July 2018 to 30 June 2019 Taka	01 July 2017 to 30 June 2018 Taka
25.1 Personnel expenses			
Salaries and allowances		12,870,636	13,378,260
Festival bonus		1,221,115	1,538,011
Casual labor		1,216,051	1,229,042
Gratuity	15	4,160,740	1,013,482
Overtime		784,294	817,450
Contribution to Provident fund		752,040	574,471
Welfare and benefits		868,478	770,943
		21,873,354	19,321,659
26 Other operating income			
Sales proceeds of scrap		6,625,018	3,847,136
Earnings from fittings & fixing services		50,328,007	77,897,816
Rental income		150,000	—
Interest on fixed deposits		1,053,346	1,539,856
Interest on short-term deposits		175,368	146,209
Interest on inter company transactions		—	5,981,712
		58,331,738	89,412,729
27 Financial expenses			
Interest on long term loan	17	—	1,593,255
Bank charges		227,246	250,872
		227,246	1,844,127
28 Non-operating income			
Dividend income		617,727	1,463,486
		617,727	1,463,486
29 Reconciliation of Cash flows from operating activities			
Profit after income tax		19,632,540	61,174,592
Adjustment for non-cash items			
Depreciation		30,426,080	26,828,977
Adjustment for provision of deferred tax		(4,105,507)	(2,362,774)
Adjustment for non-operating items			
Dividend income		(617,727)	(1,463,487)
Interest on fixed deposits		(1,053,346)	(1,539,856)
Interest on short-term deposits		(175,368)	(146,209)
Interest on inter company transactions		—	(5,981,712)
Financial expenses		227,246	1,844,127
Adjustment for changes in accruals			
(Increase) / Decrease in Inventories		57,266,447	(107,311,787)
(Increase)/ Decrease - Trade Receivables		(2,302,284)	(10,885,084)
(Increase) / Decrease in Advances, deposits and prepayments		15,278,730	5,505,112
Increase /(Decrease) in Creditors and accruals		(66,742,316)	44,237,651
Excess of WPP & WF provision over payment		(1,383,972)	(425,377)
Excess of gratuity provision over payment		5,714,410	3,148,446
Excess of tax provision over payment		(6,380,850)	(2,971,066)
Net cash inflow/(outflow) from operating activities		45,784,083	9,651,553

	Note(s)	01 July 2018 to 30 June 2019 Taka	01 July 2017 to 30 June 2018 Taka
30 Earnings Per Share (EPS)			
The computation of EPS is given below:			
Earnings attributable to the ordinary shareholders		19,632,540	61,174,592
Number of ordinary shares outstanding during the year		6,000,000	6,000,000
Basic Earnings Per Share		3.27	10.20
31 Net Assets Value Per Share			
The computation of NAV per share is given below:			
Total assets		1,021,594,775	1,124,889,671
Less: Liabilities		146,848,775	220,461,056
Net asset value (NAV)		874,746,000	904,428,615
Number of ordinary shares outstanding during the year		6,000,000	6,000,000
Net assets value (NAV) per share		145.79	150.74
32 Net operating cash flow per share			
Net operating cash flows (from statement of cash flows)		45,784,083	9,651,553
Number of ordinary shares outstanding during the year		6,000,000	6,000,000
Net operating cash flows per share		7.63	1.61

33 Remuneration of Directors, managers, executives & officers:

33.1 Remuneration

Particulars	30 June 2019		
	Managing Director Taka	Other Executives Taka	Total Taka
Salaries and allowances	6,900,000	30,191,112	37,091,112
Housing			
Rental	300,000	2,644,292	2,944,292
Utilities	—	739,997	739,997
	300,000	3,384,289	3,684,289
Provident Fund	—	2,126,017	2,126,017
Gratuity - Provision	—	6,933,721	6,933,721
Medical	—	743,459	743,459
	7,200,000	43,378,598	50,578,598
Number	1	67	68
Particulars	30 June 2018		
	Managing Director Taka	Other Executives Taka	Total Taka
Salaries and allowances	6,300,000	27,033,370	33,333,370
Housing			
Rental	300,000	2,099,250	2,399,250
Utilities	—	634,000	634,000
	300,000	2,733,250	3,033,250
Provident fund	—	1,620,524	1,620,524
Gratuity - Provision	—	2,538,581	2,538,581
Medical	—	439,908	439,908
	6,600,000	34,365,633	40,965,633
Number	1	61	62

33.2 The Managing Director, Company Secretary, Chief Operating Officer & Chief Financial Officer and Group Technical Advisor are each provided with a chauffeur driven car at the company's cost - primarily for the Company's business.

33.3 Company reimburses Managing Director, Company Secretary, Chief Operating Officer & Chief Financial Officer and Group Technical Advisor residential telephone charges up to a set limit as being incurred for the company's business.

	01 July 2018 to 30 June 2019 <u>Taka</u>	01 July 2017 to 30 June 2018 <u>Taka</u>
33.4 Travelling, motor - running and entertainments		
GM, Managers & Officers	2,967,748	2,714,231
MD & Directors	1,064,901	1,007,986
	<u>4,032,649</u>	<u>3,722,217</u>

33.5 Attendance status of Board Meeting Of Directors

During the year ended 30 June 2019, there were 5 (Five) Board of Directors meetings, 4 (Four) Audit Committee meetings and 1 (One) Nomination and Remuneration Committee meeting total 10 (Ten) Meetings held. The attendance status of all the meetings is as follows:

Sl	Name of the Directors	Position	Meeting held	Attendance
1	Mr. S.M. Jamal Ahmed	Chairman	6	6
2	Ms. Rukhmila Zaman	Managing Director	5	5
3	Mr. Kazi Sanaul Haq	Director	9	8
4	Mr. Jyotsna Bikash Chakma	Director	9	9
5	Mr. Sudhangshu Kumar Ghosh	Director	5	5
6	Mr. S.M. Rezaul Rahman	Independent Director	9	9
7	Mr. Warasuzzaman Chowdhury	Independent Director	5	2
8	Mr. Mohammed Towhidul Anwar	Independent Director	2	2
9	Mr. S. M. Alamgir Chowdhury	Independent Director	2	2

34 Capacity & Production

Products	Unit	Installed Capacity per 8 hour shift	Expected Capacity per 8 hour shift	Production (Multiple Sheet)		Increase/ (Decrease) %
				01 July 2018 to 30 June 2019	01 July 2017 to 30 June 2018	
A.C. Sheets	M2N	1,680,000	1,428,000	3,564,791	4,066,613	(12.34)
A.C. Pipes	M2N	90,000	50,000	131,321	101,605	29.25
Mouldings	M2N	Manual process	Manual process	165,311	185,223	(10.75)
				<u>3,861,423</u>	<u>4,353,441</u>	<u>(11.30)</u>

35 Value of Imports At C & F Basis

	01 July 2018 to 30 June 2019 <u>Taka</u>	01 July 2017 to 30 June 2018 <u>Taka</u>
Asbestos Fiber	66,009,185	231,616,754
Pulp	11,268,930	9,939,040
Indirect Materials	—	7,369,733
	<u>77,278,115</u>	<u>248,925,527</u>

There were no payments in terms of foreign currency other than those effected through usual banking channel on accounts of imports.

36 Number of Employees - Para 3 of Schedule XI, Part II

Salary range (Monthly)	30 June 2019			
	Factory overhead	General & administration	Selling & distribution	Total
Below Taka 3,000	—	—	—	—
Above Taka 3,000	80	56	43	179
Total	80	56	43	179

Salary range (Monthly)	30 June 2018			
	Factory overhead	General & administration	Selling & distribution	Total
Below Taka 3,000	—	—	—	—
Above Taka 3,000	85	55	42	182
Total	85	55	42	182

37 Contingent Liabilities & Commitments

37.1 Corporate Guarantee

	30 June 2019 Taka	30 June 2018 Taka
(i) Issued to Corporate Guarantee to Phoenix Finance and Investment Limited, Principal Branch, Dilkhusa C/A, Dhaka in favor of Aramit Thai Aluminium Ltd. for short term loan facility.	271,400,000	271,400,000
(ii) Issued to Foreast Finance and Investment Limited, Ayub Trade Center, Level-2, 1269/B, SK. Muzib Road, Agrabad C/A, Chattogram in favor of Aramit Cement Limited for Lease finance.	44,300,000	44,300,000
(iii) Issued to International Leasing and Financial Services Limited, SK. Muzib Road, Agrabad C/A, Chattogram in favor of Aramit Cement Limited for Lease finance.	—	411,100,000
(iv) Issued to SBAC Bank Limited, Agrabad Branch, Agrabad C/A, Chattogram in favor of Aramit Cement Limited and Aramit ThaiAluminium for Composite financial facilities.	636,400,000	636,400,000
(v) Issued Corporate Guarantee to Al Arafah Islami Bank Limited, GEC Branch, Chittagong in favor of Aramit ThaiAluminium Limited for financial facilities.	155,000,000	155,000,000
(vi) Issued to Meridian Finance and Investment Limited, Gulshan, Dhaka in favor of Aramit Footwear Limited for Lease finance facilities.	—	250,000,000

37.2 Lien

(i) Original Share Certificate of Aramit Cement Limited with Al Arafah Islami Bank Limited against financial facilities for Aramit Thai Aluminium Limited,	76,005,000	27,000,000
	1,183,105,000	1,795,200,000

30 June 2019 Taka	30 June 2018 Taka
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38 Auditors' Remuneration

Statutory audit fee	130,000	130,000
	130,000	130,000

39 Related Party Transactions

The Company carried out a number of transactions with related parties in the normal course of business on arms length basis:

Sl. No.	Name of the Parties	Relationship	Nature of business	Closing Balance as on 30 June 2019 (Taka)	Closing Balance as on 30 June 2018 (Taka)
1	Aramit Cement Limited	Associated Company	Purchase of raw materials Short term loan facilities allowed without interest Corporate Guarantee	—	(63,979,273)
2	Aramit Thai Aluminum Limited	Associated Company	Short term loan facilities allowed without interest Corporate Guarantee	81,994,932	83,683,406
3	Aramit Footwear Limited	Associated Company	Short term loan facilities allowed without interest	82,555,933	82,555,933
4	Aramit Power Limited	Associated Company	Short term loan facilities allowed without interest	31,311,166	31,307,547
5	Aramit Steel Pipes Limited	Associated Company	Short term loan facilities allowed without interest	96,652,437	96,624,145
6	Aramit Alu Composite Panels Limited	Associated Company	Short term loan facilities allowed without interest	4,377,599	4,377,599

40 Event after the Reporting Period

The Board of Directors in their meeting held on 28 October 2019 recommended 50% cash dividend which is subject to approval by the shareholders in the Annual General Meeting for year ending 30 June 2019.

41 Authorization for Issue

These financial statements have been authorized for issue by the Board of Directors of the company on 28 October 2019.

42 General

- a) Figures appearing in these accounts have been rounded off to the nearest taka.
- b) Previous year's phrases & amounts have been re-arranged, wherever considered necessary, to conform to the presentation for the year under review.
- c) Figure in bracket denotes negative.


COMPANY SECRETARY


DIRECTOR


MANAGING DIRECTOR

PROXY FORM

I / We _____ of _____
_____ being shareholder(s) of Aramit Limited and entitled
to vote hereby appoint Mr./Mrs./Miss _____
as my / our proxy to attend and vote for me /us and on my / our behalf at the 48th Annual General Meeting of
the Company to be held on Sunday, 22th December, 2019 and adjournment thereof and the poll that may be
taken in consequence thereof.
As witness my / our hand this _____ day of _____ 2019.

Signature of Shareholder(s) _____
Folio/B.O. ID No. _____
No. of Shares _____
Date _____

Revenue
Stamp
of Tk 20.00

Signature of Proxy

Signature of Witness

(Signature of Shareholder(s) must be in accordance with specimen signature with the Company)

ATTENDANCE

I hereby record my presence at the 48th Annual General Meeting of Aramit Limited at
"Chittagong Club Limited", S. S. Khaled Road, Chattogram on Sunday, 22th December,
2019 at 09.30 AM.

Full Name of the Shareholder (in block letter) _____

Register Folio/B.O. ID No. _____

holding of _____

Ordinary

Shares of Aramit Limited.

Signature of Shareholder(s)

(SHAREHOLDERS ARE REQUESTED TO HAND OVER THE ATTENDANCE SLIP AT THE ENTRANCE OF THE MEETING HALL)

প্রক্ৰি ফৰম

আমি/আমরা _____

ঠিকানা _____

আৰামিট লিমিটেড-এৰ শেয়ারহোল্ডার হিসাবে জনাব/বেগম _____

কে

আমার/আমাদের প্রতিনিধি হিসাবে আগামী ২২শে ডিসেম্বর, ২০১৯ ইং রবিবার অনুষ্ঠিতব্য কোম্পানীর ৪৮তম বার্ষিক সাধারণ সভায় অথবা মূলতবী সভায় আমার/আমাদের পক্ষে উপস্থিত থাকার এবং ভোট প্রদান করার জন্য নিযুক্ত করলাম।

সাক্ষ্য হিসাবে অন্য _____ ২০১৯ ইং তারিখে আমি/আমরা এই দলিলে

সম্মানে স্বাক্ষর করলাম।

শেয়ারহোল্ডারের স্বাক্ষর _____

ফেলিও/ বি.ও আইডি নং _____

শেয়ার সংখ্যা _____

তারিখ _____



প্রতিনিধির স্বাক্ষর

সাক্ষীর স্বাক্ষর

(কোম্পানীতে সংরক্ষিত স্বাক্ষরের সহিত শেয়ারহোল্ডারদের স্বাক্ষর অবশ্যই মিলতে হবে)

উপস্থিতি পত্র

আমি এতদ্বারা ২২শে ডিসেম্বর, ২০১৯ ইং রবিবার সকাল ০৯.৩০ ঘটিকায় “চিটাগাং ক্লাব লিমিটেড”, এস. এস. খালেদ রোড, চট্টগ্রাম-এ অনুষ্ঠিতব্য আৰামিট লিমিটেড-এর ৪৮তম বার্ষিক সাধারণ সভায় আমার উপস্থিতি লিপিবদ্ধ করলাম।

শেয়ারহোল্ডারের নাম _____

শেয়ারহোল্ডারের ফেলিও/ বি.ও আইডি নং _____ আৰামিট লিমিটেড-এর _____ টি

সাধারণ শেয়ারের অধিকারী।

শেয়ারহোল্ডারের স্বাক্ষর

(সভা কক্ষে ধবেশের পূর্বে উপস্থিতি পত্রখানা ধদর্শনের জন্য অনুরোধ করা যাবে)

Album of Events



OUR NAME MEANS QUALITY

OUR REPUTATION MEANS SERVICE

aramit limited

A UNIT OF ARAMIT GROUP

REGISTERED OFFICE & FACTORY

53 Kalurghat Heavy Industrial Estate
PO : Mohara, Chittagong - 4208, Bangladesh.
Tel : (+88 031) 2570986, 670473, 671950, 670368
Fax : (+88 031) 671583
E-mail : altd@aramitgroup.com

SHARE OFFICE

Green View Apartment, Flat 6J, (5th Floor, North Side)
House 39, Road 24, Block CWS (B), Gulshan 1
Dhaka -1212, Bangladesh.
Tel : (+88 02) 58815556, 9887176, 9881095
Fax : (+88 02) 9851551
E-mail : shares@aramitgroup.com

www.aramitlimited.com.bd