

**Audit Report and Financial Statements
Of**

**SONARGAON TEXTILES LIMITED
Sena Kalyan Bhaban (19th Floor)
195, Motijheel, C/A,
Dhaka-1000**

For the year ended 31 December 2013

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**AUDITORS' REPORT TO THE SHAREHOLDERS
OF
SONARGAON TEXTILES LIMITED**

We have audited the accompanying financial statements of **SONARGAON TEXTILES LIMITED**, which comprise the Statement of Financial Position as at 31 December 2013 and the Statement of Comprehensive Income, Statement of Changes in equity and Statement of Cash Flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Basis for Qualified Opinion

- 1.00 We could not verify quantity, quality and existence of **Inventory** balances Tk. 831,567,976 as on 31 December 2013. However, we have relied up on the management's certification on quality, quantity existence and valuation of the inventories as on 31 December 2013.

Qualified Opinion

In our opinion, **except for the possible effects of the matters described in the basis for Qualified Opinion paragraph (1.00)** the financial statements prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the company's affairs as at 31 December 2013 and the results of its operations and cash flows for the year then ended and comply with the companies act 1994, and other applicable laws and regulations.

We also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) The Company's Statement of financial position, dealt with by the report are in agreement with the books of account; and
- d) The expenditure incurred was for the purposes of the Company's business.

Dhaka
Dated: 28 April 2014

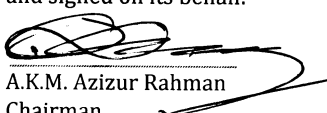
Mabs & J Partners
MABS & J Partners
Chartered Accountants

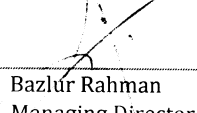
SONARGAON TEXTILES LIMITED**STATEMENT OF FINANCIAL POSITION****As at December 31, 2013**

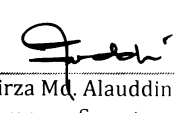
PARTICULARS	NOTE	AMOUNT IN TAKA	
		31/12/ 2013	31/12/ 2012
Assets			
Non-Current Assets :		940,873,799	994,632,571
Property, Plant and Equipment	4.00	1,249,673,191	1,249,673,191
Less: Depreciation		308,799,392	255,040,620
Current Assets :		879,262,790	907,057,349
Inventories	5.00	831,567,976	807,615,858
Trade Debtors	6.00	28,206,981	30,523,807
Advances, Deposits and Prepayments	7.00	15,393,655	11,898,345
Investment in FDR	8.00	-	56,500,000
Cash and cash equivalent	9.00	4,094,178	519,340
Total Assets		1,820,136,589	1,901,689,920
Equity and Liabilities :			
Shareholders' Equity		891,771,543	913,207,098
Share Capital	10.00	264,670,560	252,067,200
Capital Reserve		5,373,570	5,373,570
Share Premium		54,560,000	54,560,000
Revaluation Reserve	11.00	549,578,777	575,444,991
Retained Earnings		17,588,636	25,761,337
Non-Current Liabilities		558,426,950	519,468,227
Long Term Loan	12.00	441,445,737	395,133,413
Other Loans and Advances	13.00	64,081,778	71,435,379
Deferred Tax Liability	14.00	52,899,435	52,899,435
Current Liabilities and Provisions		369,938,096	469,014,594
Short Term Loans	15.00	128,421,871	233,496,256
Current Portion of Long Term Loan	16.00	73,175,966	18,528,137
Creditors and Provisions	17.00	163,786,987	212,613,525
Workers Profit Participation and Welfare Fund		200,000	200,000
Provision for Income Tax		4,353,272	4,176,676
Total Equity and Liabilities		1,820,136,589	1,901,689,920

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

The financial statements were authorized for issue by the Board of Directors on 29 April 2014 and signed on its behalf.

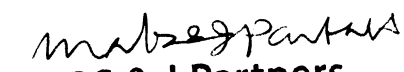

A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Mirza Md. Alauddin
Company Secretary

AUDITORS REPORT TO THE SHAREHOLDERS:
Signed in terms of our separate annexed report.

Dated: Dhaka 28 April 2014


MABS & J Partners
Chartered Accountants

SONARGAON TEXTILES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
For the year ended December 31, 2013

PARTICULARS	NOTE	AMOUNT IN TAKA			31/12/ 2013	31/12/ 2012
		UNIT - 1	UNIT - 2	UNIT - 3	TOTAL	TOTAL
Turnover	18.00	128,828,008	304,623,928	433,434,599	866,886,535	821,574,671
Cost of Goods sold	19.00	(115,496,725)	(269,920,307)	(379,291,679)	(764,708,711)	(714,569,029)
Gross Profit		13,331,283	34,703,622	54,142,920	102,177,824	107,005,642
Operating Expenses :						
Administrative Expenses	20.00	(2,929,300)	(6,980,010)	(9,784,303)	(19,693,612)	(20,770,332)
Selling & Distribution Exp.	21.00	(795,500)	(2,045,571)	(2,841,071)	(5,682,141)	(4,525,831)
Financial Expenses	22.00	(13,643,315)	(35,082,810)	(48,726,125)	(97,452,250)	(85,611,306)
Total Expenses		(17,368,114)	(44,108,391)	(61,351,498)	(122,828,003)	(110,907,469)
Operating Profit/(Loss)		(4,036,832)	(9,404,769)	(7,208,578)	(20,650,179)	(3,901,826)
Non Operating Income	24.00	489,826	1,356,443	1,921,627	3,767,896	13,760,580
Net Profit/(Loss)		(3,547,005)	(8,048,327)	(5,286,951)	(16,882,283)	9,858,754
Provision for WWF		-	-	(200,000)	(200,000)	(200,000)
		-	-	(200,000)	(200,000)	(200,000)
Net Profit/(Loss) before tax		(3,547,005)	(8,048,327)	(5,486,951)	(17,082,283)	9,658,754
Provision for Taxation						
Current Tax		(646,589)	(1,529,902)	(2,176,781)	(4,353,272)	(4,176,676)
Deferred Tax		-	-	-	-	1,629,844
Net Profit/(Loss) after tax		(4,193,595)	(9,578,228)	(7,663,732)	(21,435,555)	7,111,921
Profit as per last year					49,952,599	42,840,678
Balance Transferred to Statement of Financial Position					28,517,044	49,952,599

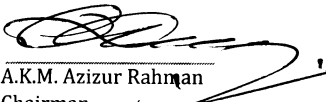
Earning per share (Adjusted)

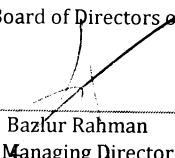
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0.27

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

The financial statements were authorized for issue by the Board of Directors on 29 April 2014 and signed on its behalf.

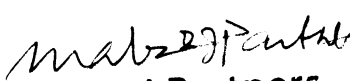

A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Mirza Md. Alauddin
Company Secretary

AUDITORS REPORT TO THE SHAREHOLDERS:
Signed in terms of our separate annexed report.

Dated: Dhaka 28 April 2014


MABS & J Partners
Chartered Accountants

SONARGAON TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY
For the year ended December 31, 2013.

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Capital Reserve	Revaluation Reserve	Retained Earnings	Total Taka
As at 1 January, 2013	252,067,200	54,560,000	-	5,373,570	575,444,991	25,761,337	913,207,098
Bonus Share Issue (Dividend 2012)	12,603,360	-	-	-	-	(12,603,360)	-
Depreciation on Revaluation Reserve	-	-	-	-	(25,866,214)	25,866,214	-
Net (Loss) for the year 2013	-	-	-	-	-	(21,435,555)	(21,435,555)
As at 31 December 2013	264,670,560	54,560,000	-	5,373,570	549,578,777	17,588,636	891,771,543

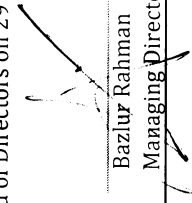
For the year ended December 31, 2012

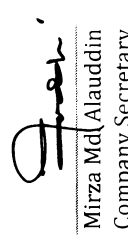
Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Capital Reserve	Revaluation Reserve	Retained Earnings	Total Taka
As at 1 January, 2012	229,152,000	54,560,000	-	5,373,570	603,150,934	13,858,673	906,095,177
Bonus Share Issue (Dividend 2011)	22,915,200	-	-	-	-	(22,915,200)	-
Depreciation on Revaluation Reserve	-	-	-	-	(27,705,943)	27,705,943	-
Net profit for the year 2012	-	-	-	-	-	7,111,921	7,111,921
As at 31 December 2012	252,067,200	54,560,000	-	5,373,570	575,444,991	25,761,337	913,207,098

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

The financial statements were authorized for issue by the Board of Directors on 29 April 2014 and signed on its behalf:


A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Mirza Md Alauddin
Company Secretary

AUDITORS REPORT TO THE SHAREHOLDERS:
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MABS & J Partners
Chartered Accountants

Dated: Dhaka 28 April 2014

SONARGAON TEXTILES LIMITED

STATEMENT OF CASH FLOWS For the year ended December 31, 2013

PARTICULARS

<u>AMOUNT IN TAKA</u>	
<u>31/12/2013</u>	<u>31/12/2012</u>

Cash Flows from Operating Activities :

Collection from Turnover & Others

869,203,361	817,212,688
(812,747,753)	(809,441,360)

Payment to Suppliers and Employees

Cash Generated from Operation

Collection from Non-Operating income

Interest Paid

Income Tax Paid

Net Cash Flows from Operating Activities

56,455,608	7,771,328
3,767,896	13,760,580
(97,452,250)	(85,611,306)
(7,615,421)	(4,550,921)
(44,844,167)	(68,630,319)

Cash Flows from Investing Activities :

Encashment of FDR

Net Cash Flows from Investing Activities

56,500,000	53,500,000
56,500,000	53,500,000

Cash Flows from Financing Activities :

Long Term Loan received

Other Loans and Advances Received /(Paid)

Short Term Loan Paid

Net Cash Flows from Financing Activities

100,960,153	86,547,752
(7,353,601)	(7,177,491)
(101,687,547)	(66,850,433)
(8,080,995)	12,519,828

Increase/(decrease) in Cash and Cash Equivalent

Cash and Cash Equivalent at Opening

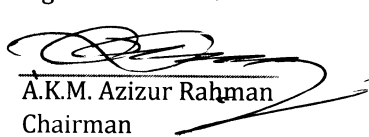
Cash and Cash Equivalent at Closing

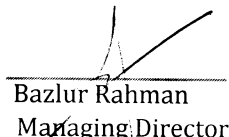
3,574,838	(2,610,491)
519,340	3,129,830
4,094,178	519,340

Net Operating Cash Flows Per Share

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

The financial statements were authorized for issue by the Board of Directors on 29 April 2014 and signed on its behalf.


A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Mirza Md. Alauddin
Company Secretary

AUDITORS REPORT TO THE SHAREHOLDERS:
Signed in terms of our separate annexed report.

Dated: Dhaka 28 April 2014


MABS & J Partners
Chartered Accountants

Sonargaon Textiles Limited
Notes to the Financial Statements
For the year ended December 31, 2013

1.00 Legal status and nature of the company-Disclosure under BAS 1 "Presentation of Financial Statement".

1.1 Domicile, Legal Form and Country of Incorporation

Sonargaon Textiles Limited was incorporated in Bangladesh as a Public Limited Company under the Companies Act 1913 currently 1994 in the year 1984. The shares of the Company are listed with the Dhaka Stock Exchange Ltd. (DSE) and Chittagong Stock Exchange Ltd. (CSE).

1.2 Nature of Business Activities:

The Company owns and operates a textile spinning mill comprising 3 Units, viz, of Unit-I, Unit-2 and Unit-3 and its principal activities and operations are manufacturing of cotton yarn of different counts and sales thereof.

1.3 Address of Registered Office and Mills:

The principal place of business is situated at Sena Kalyan Bhaban (19th Floor), 195, Motijheel C/A, Dhaka, Bangladesh and the Factory Mills is located at Rupatali, Barisal.

1.4 Number of Employees:

The number of employees at the end of the year 2013 was 1,759 as against 1,822 in the year 2012.

2.00 Specific Accounting Policies - Disclosure under BAS 1 "Presentation of Financial Statements"

As per the requirements of BAS 1: "Presentation of Financial Statements" financial statements comprise a statement of financial position at the end of the year, a statement of comprehensive income for the year, a statement of changes in equity for the year, a statement of cash flows for the year, and relevant notes the financial statements and disclosures.

Financial statements are made as of 31 December 2013 with the comparative amounts as at 31 December 2012 and are prepared under the historical cost convention on generally accepted accounting principles on going concern basis. Financial statements have been prepared in accordance with the measurements and recognition requirements of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB).

Adopted International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), the Companies Act 1994 have been used as a model for the presentation and disclosure framework to provide additional information and analysis of the key items in the financial statements except as the company considers disclosures inappropriate.

Specific accounting policies selected and applied for significant transactions and events are depicted below:

2.1 Basis of Measurement used in preparing the Financial Statements:

The elements of financial statements have been measured on "Historical Cost" convention in a going concern concept and on accrual basis in accordance with Generally Accepted Accounting Principle and practice in Bangladesh in compliance with the Companies Act, 1994, the Securities and Exchange Rules 1987, listing regulations of DSE & CSE and International Accounting Standards (IAS) as adopted by the ICAB, as Bangladesh Accounting Standards (BAS).

2.2 Recognition of Properties Plant and Equipment and Depreciation-BAS-16.

Property, Plant and Equipment are stated at their cost less accumulated depreciation in accordance with BAS 16 "Property, Plant & Equipment". Cost represents cost of acquisition or construction and capitalization of pre-production expenditure including interest during construction year, capitalized in compliance with the requirements of Companies Act, 1994. Expenditure for repairs and maintenance are recognized as expenses major replacements renewals and betterment's are capitalized.

2.3 statement of Cash flow

Statement of cash flow is prepared in accordance with BAS 7: "Statement of cash flow", as recommended by the Securities and Exchange Rules 1987. The Statement of cash flow shows the structure of and changes in cash and cash equivalents during the financial year. Cash and cash equivalents include notes and coins on hand, unrestricted balance held with the commercial banks. It is broken down into operating activities, investing activities and financing activities. The direct method is used to show the operating activities.

According to BAS 7: "Statement of cash flow", cash comprises cash in hand and demand deposits and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Considering the provisions of BAS 7 and BAS 1, cash in hand, fixed deposits and bank balances have been considered as cash and cash equivalents.

2.4 Going Concern:

This financial statement has been prepared on the assumption that the entity is a going concern and will continue its business for the foreseeable future. Hence it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation. With a bid to augment its revenue followed by its financial position the company has resorted to some measures which envisage company's ability to continue as a going concern.

2.5 Property, Plant and Equipment:

Depreciation:

No depreciation has been charged on Land and Land development. Depreciation has been charged on additions of Property, Plant and Equipment from the date when the related assets are put into use. Depreciation on Property, Plant and Equipment is computed using diminishing balance method which has been considered sufficient to write off depreciable assets over their estimated useful economic lives.

The rates at which assets are depreciated per annum, depending on the nature and estimated useful life of assets are given below:

Building & Construction	5 %
Plant & Machinery	7 %
Furniture & Fixture	15 %
Motor Vehicles	20 %
Other Assets	20 %

Depreciation has been charged to cost of goods sold and administrative overheads proportionately on a consistent basis.

Impairment:

In accordance with the provisions of BAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in profit and loss account. No such indication of impairment has been observed till the end of the year.

2.6 Inventories- BAS-2

Inventories comprise of Raw Materials, Work in Process, Finished Goods, Packing Materials, Stores and Spares and Goods in Transit. Cost of inventory other than finished goods held is generally calculated and stated on the weighted average method on a consistent basis. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to its present location and condition. Finished goods are valued at lower of cost or net realizable value and include allocation of production overheads based on normal level of activity while work in process are valued at material cost plus proportionate allocation of production overheads based on estimated completion basis. Net realizable value is based on estimated selling price less any further costs anticipated to be incurred for completion and disposal.

2.7 Financial Instruments:

Derivative:

According to BFRS 7: "Financial Instruments: Disclosures", the company was not a party to any derivative contract (financial instruments) at reporting date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

Non-Derivative:

A non-derivative financial instrument comprises of accounts and other receivable, borrowings and other payables and is shown at transaction cost as per BAS 39 "Financial Instruments: Recognition and Measurement".



2.8 Trade Debtors

These are carried at original invoice amount. This is considered good and collectible, and therefore, no amount was written off as bad debt and no debt was considered doubtful of recovery.

2.9 Creditors and Accrued Expenses

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

2.10 Taxation:

BAS 12: "Income Taxes" and Income Tax ordinance 1984 have been used for the calculation of deferred tax and current tax expense respectively. Provision for income tax represents the sum of the current tax expenses and deferred tax expenses.

Current Tax expenses

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in succeeding years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using Turnover Tax rates that have been enacted or substantively enacted on the reporting date.

Deferred Tax

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using reporting liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which such differences can be utilized.

The company has not made calculation of the deferred tax assets and liabilities during the year. No provision of deferred tax made in the previous year.

2.11 Borrowing Cost:

Borrowing costs are charged as expenses as shown under the head Financial Expenses (BAS-23).

2.12 Revenue Recognition:

The revenue during the year represents revenue arising out of the sale of yarn (domestic sales and deemed export) net of excise duty and commission, which are recognized when invoices are made, satisfying all the conditions for revenue recognition as provided in BAS-18 "Revenue Recognition".

2.13 Earnings Per Share (EPS):

Earning per Share (EPS) is calculated in accordance with the Bangladesh Accounting Standard (BAS-33) "Earning per Share".

"Earning per Share" has been calculated by dividing the earnings/ (Loss) incurred attributable to the shares (ordinary) held by the members during the year. No diluted EPS was required to be calculated for the year under review as there was no change in the paid up shares.

2.14 Foreign Currency Transactions:

Transactions denominated in foreign currencies are translated into Bangladesh Taka and recorded at rates of exchange ruling on the date of transaction in accordance with BAS-21.

2.15 Leases:

Measurement of Lease payment:

Interest on lease payment is recognized as financial expense in the Income Statement.

2.16 VAT:

The company's trading income is subject to VAT and these VAT liabilities are accounted for as per VAT Act 1991 having been maintaining a VAT Current Account.

2.17 Events after the Reporting date:

As per BAS-10 "Event after reporting Date" are those event favorable and unfavorable, that occur between the end of the reporting year and the date when the financial statements are authorized for issue. Two types of event can be identified:

- o those that provide evidence of conditions that existed at the end of the reporting year (adjusting events after balance sheet date); and
- o those that are indicative of conditions that arose after the reporting year (Non-adjusting events after balance sheet date).

The Board of Directors has not declared any dividend for the year 2013, in their meeting held at the company head office on 29 April 2014.

3.00 Additional Information on Financial Statements

3.1 Responsibility for preparation and Presentation of Financial Statements

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act, 1994 and as per the provisions of "The Framework for the Preparation of Financial Statements" issued by the Bangladesh Accounting Standards (BAS).



3.2 Authorization date for issuing financial statements:

The financial statements were authorized by directors on 29 April 2014 for issue after completion of review.

3.3 Components of the Financial Statements

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

- (i) Statement of Financial Position as at December 31, 2013.
- (ii) Statement of Comprehensive Income for the year ended December 31, 2013.
- (iii) Statement of Changes in equity for the year ended December 31, 2013.
- (iv) Statement of Cash Flows for the year ended December 31, 2013.
- (v) Accounting Policies and Explanatory notes to the Financial Statements.

3.4 Risk and Uncertainties for use of estimates in preparation of the Financial Statements.

The preparation of Financial Statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenue and expenses during the year reported. Actual results could differ from those estimates. Estimates are use for accounting of certain items such as long term contracts, provision for doubtful accounts, depreciation and amortization, employees, benefit plans, taxes, reserve and contingencies.

3.5 Compliance with Local Laws

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

3.6 Compliance with Bangladesh Accounting Standards (BAS)

The Financial Statements have been prepared in compliance with requirements of BAS adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) exceptions are disclosed in respective items.

3.7 Reporting Year

Financial Statements of the Company cover one calendar year from 01 January to 31 December 2013.

3.8 Reporting Currency and Level of Precision

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

3.9 Comparative Information

Figures of the year 2012 have been rearranged whenever considered necessary to ensure comparability with the current year.

AMOUNT IN TAKA	
31/12/ 2013	31/12/ 2012

4.00 Property, Plant and Equipment (Unit 1.2 & 3): TK. 940,873,799

This is made up as follows :

Cost as on 01.01.2013

Add: Addition during the year

Less: Accumulated Depreciation as on 01.01.13

Less: Depreciation during the year

Balance as at 31.12.2013**Details are shown in the Schedule-1, 2, 3 & 4**

1,249,673,191	1,249,673,191
-	-
1,249,673,191	1,249,673,191
255,040,620	197,234,632
994,632,571	1,052,438,559
53,758,772	57,805,988
940,873,799	994,632,571

5.00 Inventories: TK. 831,567,976

This is made up as follows :

Goods in transit-Raw Materials

Goods in transit-Spare Parts

Raw Cotton

Finished Goods

Work in Process

Spare Parts

Packing Materials

Waste Cotton

4,521,536	4,762,431
2,251,436	2,421,525
731,616,250	578,122,043
70,506,011	198,676,530
11,376,126	14,351,013
5,242,638	5,124,236
3,521,436	2,625,436
2,532,543	1,532,644
831,567,976	807,615,858

6.00 Trade Debtors: TK. 28,206,981

This is made up as follows :

Above 180 days

Below 180 days

19,674,447	22,977,479
8,532,534	7,546,328
28,206,981	30,523,807

Details are Shown in the following schedule:

Name	Address		
Trass Impex	2 S.M Maleh Road, Tanbazar, N.Gonj	-	11,412,229
Utpal Traders	Madhabdi Bazar, Narshingdi	-	9,524,156
Haque Traders	Madhabdi Bazar, Narshingdi	-	2,352,415
Max Enterprise	53 S.M Maleh Road, Tanbazar, N.Gonj	-	2,495,470
S.H.Trading	16 S.M Maleh Road, Tanbazar, N.Gonj	-	4,008,923
S. M. Trading	32 S.M Maleh Road, Tanbazar, N.Gonj	-	730,614
K.C Apparels Ltd	Godnail, Narayangonj	10,536,491	-
PM Knittex (Pvt) Ltd	Godnail, Narayangonj	7,525,134	-
PN Composite Ltd	Konabari, Gazipur	3,625,426	-
Trasco Apparels Ltd	B.B Road, Narayangonj	2,935,614	-
Cosmo knitwear(Pvt) Ltd	Nayamati, Narayangonj	3,584,316	-
		28,206,981	30,523,807

7.00 Advance, Deposits & Prepayments: TK. 15,393,655

This is made up as follows :

Advance Income Tax (Note -7.01)

Security Deposit (Note - 7.02)

Advance against Salary & Wages

VAT/Excise duty paid in advance

10,092,244	6,653,499
5,109,574	5,109,574
135,254	125,426
56,583	9,845
15,393,655	11,898,345



AMOUNT IN TAKA	
31/12/2013	31/12/2012

7.01 Advance Income Tax: TK. 10,092,244

Opening Balance	6,653,499	-
Less: Previous year provision for Taxation	4,176,676	-
	<u>2,476,823</u>	-
Add: Current year Tax deducted at sources:		
On Export proceeds	6,922,252	
On Bank Interest and Dividend	<u>693,169</u>	
	<u>7,615,421</u>	<u>6,653,499</u>
	<u>10,092,244</u>	<u>6,653,499</u>

7.02 Security Deposit: TK. 5,109,574

Security Deposit to Bangladesh Oxyzen Ltd.	4,000	4,000
Security Deposit to PDB(U-1)	409,800	409,800
Security Deposit to PDB(U-2)	240,000	240,000
Security Deposit to PDB(U-3)	985,200	985,200
Central Depository BD Ltd.(CDBL)	1,569,450	1,569,450
Security Deposit to Telephone(BTTB)	125,000	125,000
Security Deposit to Sena Kalyan Bhaban (Against Rent)	1,434,816	1,434,816
Security Deposit To ICB(1st Installment)	341,308	341,308
Security Deposit to Lanka Bangla Finance Ltd. (1st Installment)	-	-
	<u>5,109,574</u>	<u>5,109,574</u>

8.00 Investment in FDR: TK.Nil

Fixed Deposit Receipt (FDR)	-	56,500,000
	<u>-</u>	<u>56,500,000</u>

Details are Shown in the following schedule:

Name of Bank	FDR No	
Dutch Bangla Bank Ltd, Nababpur Branch	104-502-6910	30,000,000
Trust Bank Ltd, SKB Branch	30330028533	13,900,000
Trust Bank Ltd, SKB Branch	30330028542	12,600,000
	<u>-</u>	<u>56,500,000</u>

9.00 Cash and Cash Equivalent: TK. 4,094,178

This is made up as follows :

Cash in hand	716,006	60,807
Cash at Bank (Note-9.01)	<u>3,378,172</u>	<u>458,533</u>
	<u>4,094,178</u>	<u>519,340</u>

9.01 Name of the Bank	Branch	A/C No		
Dutch Bangla Bank Ltd.	Motijheel Foreign Exc	1051201231	54,848	159,047
Dutch Bangla Bank Ltd.	Motijheel Foreign Exc	1051101893	1,016	3,401
National Bank Ltd.	Tanbazar Branch	0010-33009916	2,985,668	354
Mutual Trust Bank Ltd.	Principal Branch	20320000653	1,880	2,241
Basic Bank Ltd.	Main Branch	216010000398	292,390	272,495
Rupali Bank Ltd.	Local Office	240001719	32,119	17,239
Rupali Bank Ltd.	Barisal Branch	C/D-1050219	7,640	1,586
Rupali Bank Ltd.	Barisal Branch	C/D-5193	118	118
Dutch Bangla Bank Ltd.	Barisal Branch	127110855	2,493	2,052
			<u>3,378,172</u>	<u>458,533</u>



10.00 Share Capital: TK. 264,670,560

The break up is as follows

	<u>Holders</u>	<u>Shares</u>	<u>AMOUNT IN TAKA</u>	
			<u>31/12/2013</u>	<u>31/12/2012</u>
a) 11790404 ordinary shares of 10 each paid by sponsors	7	11,790,404	117,904,040	112,289,600
b) Group summary of other shareholders				
Description of the group				
Foreign Investors	3	-	-	78,550
Financial Institutions (ICB & others)	131	5,153,896	51,538,960	50,899,920
General Public	5,092	5,600,473	56,004,730	85,533,150
ICB unit Fund	1	3,614,591	36,145,910	-
Investment Corporation of Bangladesh	1	89,038	890,380	-
Investment Accounts, ICB, Dhaka	-	-	-	1,783,680
Investment Accounts, ICB, Ctg	-	-	-	127,270
Investment Accounts, ICB, Rajshahi	-	-	-	122,110
Investment Accounts, ICB, Khulna	-	-	-	41,360
Investment Account, ICB, Sylhet	1	6,006	60,060	12,650
Investment Account, ICB, Barisal	1	2,067	20,670	23,570
ICML Accounts, ICB, Dhaka	-	-	-	772,640
ICML Accounts, ICB, Bog	-	-	-	151,550
ICML Accounts, ICB, Khulna	-	-	-	1,000
ICML Accounts, ICB, Rajshahi	-	-	-	230,150
6th ICB Mutual Fund	1	47,424	474,240	-
7th ICB Mutual Fund	1	55,116	551,160	-
ICB Capital Management Ltd	1	81,127	811,270	-
ICB ACML Unit Fund	1	26,914	269,140	-
Sub Total	5,234	14,676,652	146,766,520	139,777,600
Grand Total	5,241	26,467,056	264,670,560	252,067,200

11.00 Revaluation Reserve: TK 549,578,777

This is made up as follows :

Opening balance	575,444,991	603,150,934
Less: Adjustment for depreciation for this year	25,866,214	27,705,943
Closing balance	549,578,777	575,444,991

This amount represents as per last years accounts

12.00 Long Term Loan (Not due secured): TK 441,445,737

This is made up as follows

BDBL Term Loan # 59/237/00105	165,805,781	201,335,591
MTBL-Term loan-1	45,003,139	53,157,878
MTBL-Term loan-2	25,548,212	33,372,821
MTBL-Term loan-3	88,443,444	-
Rupali Bank Loan account (Principal)	111,866,849	102,926,344
Lease Loan ICB	4,778,312	4,340,779
Total	441,445,737	395,133,413

The loan facilities availed from Bangladesh Development Bank Ltd. (Former Bangladesh Shilpa Bank) for Unit No. 1, 2 & 3 and another loan availed from Rupali Bank Limited for Unit-3 against mortgage of Company's Fixed Assets and personal guarantee of all sponsor Directors. Interest rate against those loans is 17.00% p.a.



AMOUNT IN TAKA	
31/12/2013	31/12/2012

13.00 Other Loans and Advances: TK. 64,081,778

This is made up as follows

Opening balance	71,435,379	78,612,870
Add: Received during the year	64,081,778	71,435,379
Less: Paid during the year	(71,435,379)	(78,612,870)
Closing balance	64,081,778	71,435,379

These represent loan from directors which do not carry any interest.

14.00 Deferred Tax Liabilities: TK. 52,899,435

This is made up as follows

Opening balance	52,899,435	54,529,279
Add: Addition during the year	-	-
	52,899,435	54,529,279
Less: Adjustment during the year		1,629,844
Closing balance	52,899,435	52,899,435

15.00 Short Term Loan From Bank (Secured): TK. 128,421,871

This is made up as follows :

Loan Account and type	Nature of securities	Rate of Interest		
Rupali Bank, CC Hypo, A/C # 52-9-0	Hypothecation of General stores.	16.00%	10,433,202	13,787,087
Rupali Bank, CC Pledge, A/C # 51-1-2	Pledge of Raw Materials and Finished Goods.	16.00%	117,988,669	108,911,375
Trust Bank Limited SOD	FDR	15.50%	-	4,950,150
LTR (Mutual Trust Bank Ltd.)	Personal Guarantees of Directors	16.50%	-	105,847,644
			128,421,871	233,496,256

16.00 Current Portion of Long Term Loan (Secured): Tk 73,175,966

This is made up as follows :

Long Term Loan with BDBL & RBL Unit-3	72,505,485	15,430,627
Lease loan with ICB	670,481	3,097,510
	73,175,966	18,528,137

The loan facilities availed from Bangladesh Development Bank Ltd. (Former Bangladesh Shilpa Bank) for Unit No. 1, 2 & 3 and another loan availed from Rupali Bank Limited for Unit-3 against mortgage of Company's Fixed Assets and personal guarantee of all sponsor Directors. Interest rate against those loans is 17.00% p.a.

17.00 Creditors & Provision: TK. 163,786,987

This is made up as follows :

Outstanding Expenses (Note 17.01)	33,282,777	34,966,903
Outstanding Audit fees	75,000	75,000
Sundry Creditors (Note 17.02)	115,284,329	155,663,312
Outstanding claim for Raw cotton (Olam International)	14,621,257	21,282,879
Other Creditors-Unpaid Dividend	523,624	625,431
	163,786,987	212,613,525



AMOUNT IN TAKA	
31/12/ 2013	31/12/ 2012

17.01 Outstanding Expenses: TK. 33,282,777

This is made up as follows :

Electricity bill (Factory)	14,347,012	10,178,930
Salary & Wages (Factory)	5,243,621	5,061,758
Salary & Allowance employees	1,325,343	1,245,236
Overtime (Factory)	253,142	220,541
Labour Bill	2,014,253	2,351,421
Carring Bill	2,232,531	2,524,154
Other Miscellaneous Items	1,524,363	2,242,351
Expenses for Local Purchases(Spare Parts, Packing Mat.& Others)	6,342,512	11,142,512
	33,282,777	34,966,903

17.02 Schedule of Sundry Creditors: TK. 115,284,329

Name	Address		
P.N Enterprise	2, S.M Maleh Road, Tanbazar ,N.gonj	24,456,320	39,622,576
Ringku international	56,S.M Maleh Road, Tanbazar ,N.gonj	35,036,246	42,205,005
Ratan Enterprise	103 S.M Maleh Road, Tanbazar ,N.gonj	23,352,400	37,168,351
Adib Enterprise	Plot # 16,Block# D,Mill Gate,Tongi,Dhaka	1,245,362	1,625,436
A.I.S Enterprise	Shop # 35,125, Iqble Road,M.pur , Dhaka	526,435	425,135
Amir Electronic	131/2, B.C Road Nababpur,Dhaka.	2,929,558	3,652,425
Axis Textiles engineering	H # 2, L # 13,B # A,Sec-10,Mirpur,Dhaka.	1,253,426	1,125,436
Cargo Control (BD) Pet Ltd	69 Dilkusha C/A , Dhaka.	2,054,314	2,953,621
C.H Graphics	75,Arambagh, Motijheel,Dhaka-1208	1,425,361	1,242,532
Chittagong Fiber Board	125,Andor Killa,Chittagong	275,125	254,693
Dawood Sultan Co	113/B,Tejgaon Ind.Area, Dhaka-1208	2,635,125	2,543,925
Delcot Enterorise	House #125,Road#13,Block#E,Banani,Dhaka	235,124	254,631
Euro Trade	Road#7Block#plot#52,Eastern Banasree,Dhaka	1,253,243	1,325,246
HIS Inspection Serices(BD) ltd	66, Dilkusha C/A Dhaka	15,243	14,258
Lipika	365, Jatrabad, Mohammadpur,Dhaka-1207	124,582	125,463
Mahin Enterprise	130, B.C Road,Nawabpur Road,Dhaka	725,124	725,473
Musum Enterprise	Shop # 6,107, Nawabpur Road, Dhaka	523,625	635,287
New Diamount Plastic	Shop # 9,218, Nawabpur Road, Dhaka	1,512,456	1,935,248
Nuhan Engineering	128,Bonogram Road,Dhaka	2,532,631	2,395,154
Popular Spring&Engineering	4,Juriatuli, Nababpur,Dhaka	635,239	725,415
Popular Trades(Narayangonk	46/1 Old Jimkhana, Narayangonj	2,836,512	3,125,469
Riyad Light House	131,B BCC Road,Dhaka	523,123	526,426
Royal inspection Int.	58/A-B Purana Paltan,Dhaka-1000	425,315	325,312
Rumman Spring&Machineries	128,Bonogram, Nawabpur Road,Dhaka	2,625,314	3,507,281
S.B Courier	127,Motijhee,Dhaka	12,546	12,546
Sifat Bearing & Machineries	Shop # 8,107, Nawabpur Road, Dhaka	412,531	325,346
Simul Traders	63/A,Railway Commercial Plot,Shajahanpur,Dhaka	523,143	632,534
Sincos Engineers ltd.	156,Lake Circus, Kalabagan,Dhaka	352,144	325,143
Standard Sprung Industries	78,Nawabpur Road, Dhaka	2,253,241	3,252,458
The Golden Engineering Work	1/A Jorpur Lane,Dhaka	523,514	725,341
Paragon International	Amir Villa,Benpole Jessore	1,725,346	1,625,485
Preision Inpection& Service	294,DIT Road.Rampura,Dhaka	214,236	214,236
Trim Trade	Hakim Mini Super market, 180 Stand Road,CTG.	110,425	110,425
		115,284,329	155,663,312

18.00 Turnover/Sales: TK.866,886,535

This is made up as follows :

Particulars	31/12/ 2013		31/12/ 2012	
	Quantity Lbs	Taka	Quantity Lbs	Taka
Local sales of yarn	81,374	4,095,553	92,593	5,292,000
Less: VAT		173,762		82,198
		3,921,791		5,209,802
Add : Export of Yarn	6,224,862	862,964,744	5,476,827	816,364,869
Total turnover (Net)		866,886,535		821,574,671



19.00 Cost of Goods Sold: TK. 764,708,711

This is made up as follows :

Particulars	Quantity	AMOUNT IN TAKA			AMOUNT IN TAKA	
		Unit-1	Unit - 2	Unit - 3	31/12/ 2013	31/12/ 2012
	Lbs				TOTAL	TOTAL
WIP as on 01.01.2013	177,173	2,009,142	5,166,365	7,175,507	14,351,014	5,375,440
Add: Raw cotton input (Note-19.01)	5,691,093	55,168,669	141,862,291	197,030,960	394,061,919	460,098,922
	5,868,266	57,177,811	147,028,656	204,206,467	408,412,933	465,474,362
Less :WIP as on 31.12.2013	140,446	1,592,658	4,095,405	5,688,063	11,376,126	14,351,013
Wastage recovery	370,995	1,038,786	2,671,164	3,709,950	7,419,900	3,557,638
	511,441	2,631,444	6,766,569	9,398,013	18,796,026	17,908,651
Raw Material Consumeds	5,356,825	54,546,367	140,262,086	194,808,454	389,616,907	447,565,711
Add: Factory Overhead (Note-23)		43,006,485	83,516,833	120,397,965	246,921,284	236,603,627
Cost of Production	5,356,825	97,552,852	223,778,920	315,206,419	636,538,191	684,169,339
Add : Stock of Yarn as on 01.01.13	1,471,678	27,814,714	71,523,551	99,338,265	198,676,530	229,076,220
	6,828,503	125,367,566	295,302,471	414,544,684	835,214,721	913,245,559
Less: Stock of Yarn as on 31.12.13 (Note-19.02)	522,267	9,870,841	25,382,164	35,253,005	70,506,010	198,676,530
Cost of Goods Sold	6,306,236	115,496,725	269,920,307	379,291,679	764,708,711	714,569,029

19.01 Raw Cotton Input: TK. 394,061,919

This amount comprises as follows :

Particulars	31/12/ 2013		31/12/ 2012	
	Quantity (lbs)	Value	Quantity (lbs)	Value
Stock of Raw cotton as on 01.01.2012	8,564,771	578,122,043	8,520,686	509,963,057
Add : Raw cotton purchased during the year	5,733,572	547,556,126	4,873,718	528,257,908
	14,298,343	1,125,678,169	13,394,404	1,038,220,965
Less : Stock of raw cotton as on 31.12.2012	(8,607,250)	(731,616,250)	(8,564,771)	(578,122,043)
Input of Raw cotton during the year	5,691,093	394,061,919	4,829,633	460,098,922

19.02 Stock: 522,267 lbs

This is made up as follows :

Particulars	31/12/ 2013		31/12/ 2012	
	Quantity in Lbs	Quantity in Lbs	Quantity in Lbs	Quantity in Lbs
Opening balance		1,471,678		2,633,060
Add: Production during the year		5,356,825		4,408,038
		6,828,503		7,041,098
Less: Sales during the year :				
Local	81,374		92,593	
Export	6,224,862	6,306,236	5,476,827	5,569,420
Closing balance		522,267		1,471,678

20.00 Administrative Expenses: TK. 19,693,612

This is made up as follows :

Particulars	AMOUNT IN TAKA			AMOUNT IN TAKA	
	Unit-1	Unit - 2	Unit - 3	31/12/ 2013	31/12/ 2012
				Total	Total
Directors' Remuneration	159,391	409,863	569,254	1,138,508	1,138,508
Salary & allowances (Note-20.01)	1,193,439	3,068,843	4,262,282	8,524,563	8,625,425
Overtime	9,553	24,565	34,119	68,237	158,436
Bonus (Note-20.01)	116,555	299,712	416,267	832,534	825,461
Traveling & conveyance	65,188	167,628	232,816	465,632	765,147
Printing & Stationery	38,278	98,428	136,706	273,411	255,386
Car Maintenance	33,109	85,137	118,246	236,491	210,967
Subscription (BTMA)	11,435	29,405	40,840	81,680	94,496
Subscription (BCI & BAPLC)	4,200	10,800	15,000	30,000	30,000
Newspaper & periodicals	2,490	6,402	8,892	17,783	26,950
Uniform	13,957	35,889	49,847	99,693	29,280
Postage	2,054	5,282	7,336	14,672	36,732
Entertainment	41,204	105,954	147,159	294,317	277,463
Insurance (vehicle)	5,792	14,894	20,686	41,372	46,130
Telephone & Mobile Bill	77,433	199,113	276,546	553,092	510,768
License & renewals	12,615	32,440	45,055	90,110	138,293
Work Permit Fee	-	-	-	-	20,000
Rent, Rate & Taxes	5,076	13,051	18,127	36,254	35,625
Advertisement	20,202	51,949	72,152	144,303	133,801

WASA Bill/Water Bill	6,100	15,685	21,785	43,569	43,569
Photocopy expenses	3,521	9,053	12,574	25,147	96,582
Fax charges	7,340	18,873	26,213	52,425	72,542
Miscellaneous Expenses	49,000	126,000	175,000	350,000	400,600
Office Rent	288,222	741,142	1,029,365	2,058,729	1,989,193
Donation & others	15,834	40,717	56,551	113,102	166,485
Repairs & maintenance (Vehicles)	22,645	58,231	80,876	161,752	173,735
Directors meeting expenses	14,256	36,658	50,915	101,829	176,462
AGM Expenses	112,301	288,773	401,074	802,147	875,892
Documentation expenses	-	-	-	-	112,450
Audit fees	139,300	358,200	497,500	995,000	75,000
Legal expenses	2,199	5,654	7,853	15,705	30,750
Leave benefits	1,765	4,540	6,305	12,610	175,996
Right Issue Expenses	-	-	-	-	943,841
Business Development expenses	61,744	158,770	220,514	441,028	311,425
Subscription for DSE,CSE& Others	25,098	64,537	89,635	179,270	194,938
E-mail expenses/IT	19,236	49,464	68,700	137,400	138,200
Medical expenses	13,038	33,527	46,565	93,130	131,447
Training expenses	8,593	22,095	30,688	61,375	31,256
Welfare	4,419	11,364	15,784	31,567	114,981
Depreciation (Schedule-4/A)	322,719	277,373	475,084	1,075,175	1,156,120
Total	2,929,300	6,980,010	9,784,303	19,693,612	20,770,332

20.01 Salaries & Allowances and Bonus: TK.9,357,097

This amount comprises as follows :

Particulars	31/12/ 2013		31/12/ 2012	
	Employees	Amount in Taka	Employees	Amount in Taka
a) Up to Tk. 3,000 Per Month	11	1,031,684	10	1,205,762
b) Above Tk. 3,000 Per Month	73	8,325,413	71	8,245,124
	84	9,357,097	81	9,450,886

21.00 Selling and Distribution Expenses: TK. 5,682,141

AMOUNT IN TAKA

Particulars	AMOUNT IN TAKA			31/12/ 2013	31/12/ 2012
	Unit - 1	Unit - 2	Unit - 3	Total	Total
Carriage outward	795,500	2,045,571	2,841,071	5,682,141	4,525,831
Total	795,500	2,045,571	2,841,071	5,682,141	4,525,831

22.00 Financial Expenses: TK.97,452,250

This amount comprises as follows :

Particulars	AMOUNT IN TAKA			31/12/ 2013	31/12/ 2012
	Unit - 1	Unit - 2	Unit - 3	Total	Total
Interest on Term Loan	10,627,805	27,328,640	37,956,445	75,912,890	33,050,932
Interest on Lease Loan	167,943	431,854	599,798	1,199,595	6,579,308
Interest on CC Loan	2,826,941	7,269,276	10,096,217	20,192,434	45,731,389
Bank charges & commission	20,626	53,039	73,666	147,331	249,677
Total	13,643,315	35,082,810	48,726,125	97,452,250	85,611,306

23.00 Factory Overheads:TK. 246,921,284

This amount comprises as follows :

Particulars	AMOUNT IN TAKA			31/12/ 2013	31/12/ 2012
	Unit - 1	Unit - 2	Unit - 3	Total	Total
Salary & allowance and wages (Note:23.01)	8,905,619	22,900,162	31,805,781	63,611,562	51,226,952
Bonus	618,947	1,591,578	2,210,526	4,421,051	3,420,912
Carriage Inward	109,181	280,751	389,932	779,864	1,254,365
Electricity	15,225,845	39,152,172	54,378,017	108,756,034	80,517,250
Stores & Spares	677,388	1,741,856	2,419,244	4,838,488	4,150,967
Packing Materials	1,200,920	3,088,081	4,289,001	8,578,002	8,824,463
Insurance	212,260	545,811	758,072	1,516,143	1,732,172
Oil & lubricant	192,451	494,874	687,325	1,374,650	1,397,005
Overtime expenses	11,729	30,159	41,888	83,776	260,251
Repair & Maintenance	32,055	82,428	114,484	228,967	624,736
Leave benefits & gratuity	6,881	17,694	24,575	49,150	100,948
Loss on purchase of raw cotton	-	-	-	-	26,443,738
Depreciation (Schedule-4/A)	15,813,209	13,591,266	23,279,122	52,683,597	56,649,868
Total	43,006,485	83,516,833	120,397,965	246,921,284	236,603,627

23.01 Salary & Allowances, and Wages: TK. 63,611,562

This amount comprises as follows :

Particulars	31/12/ 2013		31/12/ 2012	
	Employees	Amount in TAKA	Employees	Amount in TAKA
a) Up to Tk. 3,000 Per Month	1,425	49,352,827	1,420	38,774,421
b) Above Tk. 3,000 Per Month	250	14,258,735	258	12,452,531
	1,675	63,611,562	1,678	51,226,952

24.00 Non-Operating Income TK. 3,767,896

This amount comprises as follows :	31/12/ 2013	31/12/ 2012
	Amount in TAKA	Amount in TAKA
Dividend Received from CDBL	3,141,501	456,945
Interest income	162,635	115,510
Interest on FDR	463,760	13,188,125
	3,767,896	13,760,580



SONARGAON TEXTILES LTD.
SCHEDULE OF FIXED ASSETS
(Property, Plant & Equipment)
As at 31 December' 2013.

Schedule-1

SL. NO.	PARTICULARS	COST		RATE OF DEPR.	DEPRECIATION			Written Down Value as of 31/12/2013
		Balance as of 01/01/2013	Addition during the		Balance as of 01/01/2013	During the year	Balance as of 31/12/2013	
1	Land & Land Development	103,803,963	-	-	-	-	-	103,803,963
2	Building & Construction	64,478,714	-	5%	6,467,643	2,900,554	9,368,197	55,110,517
3	Plant & Machinery	240,978,096	-	7%	54,254,370	13,070,661	67,325,031	173,653,065
4	Furniture & Fixture	1,152,613	-	15%	1,060,898	13,757	1,074,655	77,958
5	Motor Vehicles	2,125,620	-	20%	2,060,737	12,977	2,073,713	51,907
6	Other Assets	6,218,436	-	20%	5,528,538	137,980	5,666,518	551,918
	Total	418,757,442	-		69,372,186	16,135,928	85,508,114	333,249,328

SONARGAON TEXTILES LTD.
SCHEDULE OF FIXED ASSETS
(Property, Plant & Equipment)
As at 31 December' 2013

UNIT-2

SL. NO.	PARTICULARS	COST		RATE OF DEPR.	DEPRECIATION			Written Down Value as of 31/12/2013
		Balance as of 01/01/2013	Addition during the		Balance as of 01/01/2013	During the year	Balance as of 31/12/2013	
1	Land & Land Development	29,806,774	-	0	-	-	-	29,806,774
2	Building & Construction	43,972,124	-	5%	4,686,733	1,964,270	6,651,003	37,321,121
3	Plant & Machinery	215,104,404	-	7%	53,997,830	11,277,460	65,275,290	149,829,114
4	Furniture & Fixture	5,377,188	-	15%	4,650,881	108,946	4,759,827	617,361
5	Motor Vehicles	6,913,366	-	20%	5,061,152	370,443	5,431,594	1,481,772
6	Other Assets	6,994,554	-	20%	6,256,954	147,520	6,404,474	590,080
	Total	308,168,410	-		74,653,550	13,868,639	88,522,189	219,646,221

SONARGAON TEXTILES LTD.
SCHEDULE OF FIXED ASSETS
(Property, Plant & Equipment)
As at 31 December 2013

UNIT-3

Schedule-3

SL. NO.	PARTICULARS	COST		RATE OF DEPR.	DEPRECIATION		Written Down Value as of 31/12/2013
		Balance as of 01/01/2013	Addition during the year		Balance as of 01/01/2013	During the year	
1	Land & Land Development	56,436,763	-	-	-	-	56,436,763
2	Building & Construction	74,320,462	-	5%	7,712,374	3,330,404	56,436,763
3	Plant & Machinery	384,562,189	-	7%	97,588,331	20,088,170	266,885,688
4	Furniture & Fixture	716,916	-	15%	574,560	21,353	121,002
6	Other Assets	6,711,009	-	20%	5,139,619	314,278	1,257,112
	Total	522,747,339	-		111,014,884	23,754,206	387,978,249

SONARGAON TEXTILES LTD.

CONSOLIDATED SCHEDULE OF FIXED ASSETS
(Property, Plant & Equipment)
As at 31 December 2013

Schedule-4

SL. NO.	PARTICULARS	COST		Balance as of 31/12/2013	DEPRECIATION		Written Down Value as of 31/12/2013
		Balance as of 01/01/2013	Addition during the year		Balance as of 01/01/2013	During the year	
1	Unit 1 (Sch-1)	418,757,442	-	418,757,442	69,372,186	16,135,928	333,249,328
2	Unit 2 (Sch-2)	308,168,410	-	308,168,410	74,653,550	13,868,639	219,646,221
3	Unit 3 (Sch-3)	522,747,339	-	522,747,339	111,014,884	23,754,206	387,978,249
	Grand Total	1,249,673,191	-	1,249,673,191	255,040,620	53,758,772	940,873,799

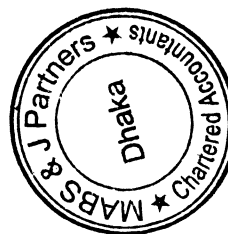
APPORTIONMENT OF DEPRECIATION:

Schedule-4/A

SL. No.	Unit/Division	Amount in Taka		
		Factory	Head Office	Total
1	Unit -1	15,813,209	322,719	16,135,928
2	Unit -2	13,591,266	277,373	13,868,639
3	Unit -3	23,279,122	475,084	23,754,206
	Total	52,683,597	1,075,175	53,758,772

SCHEDULE OF REVALUATION RESERVE
As at 31 December' 2013

SL. NO.	PARTICULARS	Revaluation Reserve			RATE OF DEPR.	Adjustment			Caring Value as on 31/12/2013
		Balance as of 01/01/2013	Revaluation surplus during the year	Balance as of 31/12/2013		Balance as of 01/01/2013	During the year	Balance as of 31/12/2013	
1	Land & Land Development	178,869,655	-	178,869,655	-	-	-	-	178,869,655
2	Building & Construction	100,525,034	-	100,525,034	5%	5,822,075	4,735,148	10,557,223	89,967,811
3	Plant & Machinery	328,425,585	-	328,425,585	7%	26,553,209	21,131,066	47,684,275	280,741,310
	Total	607,820,274	-	607,820,274		32,375,284	25,866,214	58,241,498	549,578,776



Annexure-I

Composition of Shareholdings

The distribution schedule showing the number of shareholders and their shareholding in percentage are as follows:

Shareholding Range in number of shares	Number of Holders		% of Total Holders		Number of Shares		% of Share capital	
	2013	2012	2013	2012	2013	2012	2013	2012
1 to 5000	5179	3736	98.82	89.96	8,713,881	4,244,422	32.92	16.84
5000 to 50000	42	393	0.80	9.46	658,008	4,565,976	2.49	18.12
50001 to 100000	8	14	0.15	0.34	544,684	933,842	2.06	3.70
100001 to 200000	3	3	0.06	0.07	474,911	497,473	1.79	1.97
200001 to 400000	4	1	0.08	0.02	1,145,488	286,088	4.33	1.14
400001 to 500000	-	1.00	0.00	0.02	-	459,789	0	1.82
500001 to 1000000	1	1	0.02	0.03	620,315	590,777	2.34	2.34
Over 1000000	4	4	0.07	0.10	14,309,769	13,628,353	54.07	54.07
	5,241	4,153	100	100	26,467,056	25,206,720	100	100



Annexure-II

Related Party Disclosure:

Related party is the party who has significant power on the company's management affairs and cast a significant influence on the company's management.

Following are the parties who have made transactions with the company and have a significant power to influence the company's affairs:

SL. No.	Name of the party	Designation	Nature of transaction	Amount in Taka
1	Mrs. Rozy Rahman	Director	Loan paid to company	13,525,364
2	Md. A. K. M. Azizur Rahman	Chairman	Loan paid to company	29,404,292
3	Mr. Bazlur Rahman	Managing Director	Loan paid to company	24,536,125



Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

Name of the BAS	BAS no	Status
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Cash Flow Statements	7	Applied
Accounting Policies, changes in Accounting Estimates and Errors	8	Applied
Events after Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Not Applied
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Consolidated and Separate Financial Statements	27	N/A
Investment in Associates	28	N/A
Interests in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied
Earnings per Shares	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	N/A
Financial Instruments: Recognition and Measurement	39	Applied
Investment Property	40	N/A
Agriculture	41	N/A
Name of the BFRS	BFRS no	Status
First Time Adaption of BFRS	1	N/A
Share Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosure	7	N/A
Operating Segments	8	N/A

