



A House of Power & Material Handling Solution



ANNUAL REPORT 2022



www.saifpowertec Ltd.com



Container Terminal Operation



A House of Power & Material Handling Solution



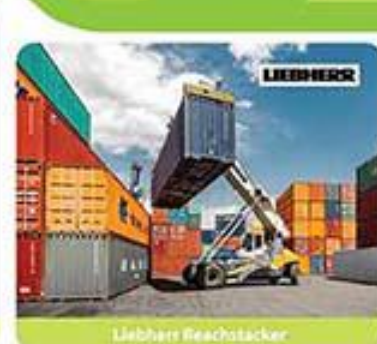
Storage Power Solutions



ZPMC Quay Gantry Cranes



ZPMC Straddle Carrier



Liebherr Reachstacker



LED Lighting Solutions



Renewable Energy



Doosan Excavator



Doosan Forklift



SAIF Battery



Generators



Plastic Products



**ANNUAL
REPORT 2022**

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Letter of Transmittal

To
The Members,
The Bangladesh Securities & Exchange Commission,
The Registrar of Joint Stock Companies & Firms,
The Dhaka Stock Exchange Limited,
The Chittagong Stock Exchange Ltd.,
The Central Depository Bangladesh Limited,

Subject: Annual Report for the year ended on 30th June 2022.

Dear Sir(s)

We are pleased to transmit a copy of Annual Report for the year ended on 30th June 2022 including all relevant annual consolidated audited financial statements, auditor's reports, management's discussion and analysis, report or certificate on compliance of the Corporate Governance Code and Directors' Report along with the notice of the annual general meeting, etc. for your record and necessary measures.

Yours sincerely,



F. Md. Salehin
Company Secretary

SAIF POWERTEC LIMITED

Corporate Office: 72, Mohakhali C/A, Rupayan Centre (8th floor) Dhaka-1212, Bangladesh
Tel: +88 02 222286359, 222291639, 222261128, 222291597, 222264705, Fax: +88 02 222285949
Email: shambhu@saifpowertec.com, Website: www.saifpowertec.com

Notice of the 19th Annual General Meeting

Notice is hereby given that the **19th Annual General Meeting (AGM)** of the Members of **Saif Powertec Limited** will be held on **Thursday, December 29, 2022 at 11:00 A.M.** by using **Digital Platform** through the link <http://saifpower19agm.digitalagmbd.net> in accordance with the Bangladesh Securities and Exchange Commission (BSEC) order SEC/SRMIC/94-231/25 dated July 08, 2020 to transact the following businesses: -

ORDINARY BUSINESS

1. Report and Accounts:

To receive, consider and adopt the Financial Statements of the Company for the year ended on June 30, 2022 together with the Reports of the Board of Directors' and the Auditor's thereon.

2. Dividend:

To declare the dividend for the financial year ended on June 30, 2022 as recommended by the Board of Directors.

3. Election of Directors:

To elect/re-elect Directors as per terms of the relevant provision of the Articles of Association of the Company.

4. Appointment of Auditors:

To consider and approve the appointment of Statutory Auditors of the Company for the term until the next Annual General Meeting and to fix their remuneration.

5. Appointment of Compliance Auditor regarding Certificate on Compliance of Corporate Governance Code:

To consider and approve the appointment of Compliance Auditor regarding Certificate on Compliance of Corporate Governance Code of the Company for the term until the next Annual General Meeting and to fix their remuneration

6. Miscellaneous:

To transact any other related business of the Company with the permission of the Chairperson.

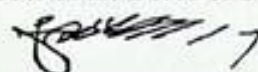
SPECIAL BUSINESS:

7. Approval for Related Party Transactions:

To approve for Related Party Transactions.

All Members of the Company are requested to attend the meeting as mentioned above.

By order of the Board of Directors



Company Secretary

Dated: Dhaka, December 05, 2022

NOTES:

- a) The Board of Directors has recommended **10% Cash Dividend** for the year ended on June 30, 2022 subject to approval of Members of the Company in the 19th Annual General Meeting (AGM).
- b) The Record Date was **November 17, 2022 (Thursday)**. The shareholders whose names appeared in the Share Register of Members of the Company or in the Depository Register (CDBL) on the Record Date are eligible to attend/participate and vote in the Annual General Meeting through digital platform and qualify for Dividend.
- c) A member eligible to attend/participate and vote at the Annual General Meeting (AGM) may appoint a proxy in his/her stead. Scanned copy of Proxy Form duly stamped must be send through email to shambhu@saifpowertec.com not later than 48 hours before the Meeting.
- d) Annual Report, Attendance Slip and Proxy Form along with the Notice will be sent to all Members by Courier Service and/or email. The Members may also collect the same from the Share Department or website address: www.saifpowertec.com of the Company.
- e) AGM Notice, link for joining for Digital Platform (audio-visual meeting) and digital login process will be mailed to the respective member's email address available with the Company.
- f) The members will be able to submit their questions/comments, and vote electronically 24 hours before commencement of the AGM and during the AGM. For logging in to the system, the members need to enter their 16-degit Beneficial Owner (BO) ID number and other credentials as proof of their identity by visiting the link <http://saifpower19agm.digitalagmbd.net>.
- g) Member whose email addresses have updated/changed subsequently are kindly requested to email at shambhu@saifpowertec.com referring their full name, BOID and email address to get the digital platform meeting invitation link.

NB: No gift and or food shall be given for attending the 19th Annual General Meeting of the Company as per rules.



SAIF POWERTEC LIMITED

AT A GLANCE

The Company was incorporated in Bangladesh as a Private Limited Company on 29th of December 2003, which was limited by shares as a Public Limited Company under the Companies Act, 1994 on 28th June 2010, along with the subdivision of shares from Taka 1000 to Taka 10 each and increased its Authorized Capital from Tk. 15.00 million to Tk. 1,000.00 million. The Company was subsequently converted into a publicly traded company with the permission of the Bangladesh Securities & Exchange Commission on 22nd April 2014, and listed on the Dhaka Stock Exchange Limited on 10th of September 2014 and on the Chittagong Stock Exchange Ltd., on 17th September 2014. At present the Paid-up Capital of the Company is Taka 3,793,386,470 and Authorized Capital is Taka 5,000,000,000.

The principal activity of the Company is to carry on the business of infrastructure-support services. The company is also engaged in importing, trading, assembling and installing generators, sub-stations, electrical equipment and grid-lines, installation and erection of power plants as well as it acts as a berth/terminal operator for operation of Chittagong Container Terminal (CCT) and New Mooring Container Terminal (NCT) of Chittagong Port Authority (CPA). The Company has been producing new Battery unit situated at Pubail, Gazipur, and Dhaka, financed out of IPO, Rights Share Issue & its own fund, which commenced from August 05, 2017.

VISION

To become a Pioneer in the engineering arena by providing significant contribution to create an Economically powerful, Self-sufficient and Prosperous Bangladesh.

MISSION

SAIF Powertec Limited (SPL) has a steadfast mission to rigorously improve the quality of our expertise and services so that we can provide best possible outcome to our clients and increase our capability to meet newer challenges each day, and ultimately become one of the most advanced and innovative companies in the country.

OBJECTIVES

To provide container handling and all related procedural activities as an efficient terminal operator cum port operator through the application of state-of-art port operation technologies through the best affordable policies for the growth of business in Bangladesh.

To provide the best technical support services and technical consultancy service for installation, commission and complete overhaul of power plants, chemical and fertilizer plants for the development of utility and large infrastructure sectors.

To produce quality alternative power sources, high and medium voltage equipment and backup power products.



CORPORATE FOCUS

Our vision, our mission and our objectives are to ensure efficiency in the Company regarding quality, pricing, process and services to the growth of the Company in compliance with good governance practices.

Corporate Information

Name of the Company : SAIF POWERTEC LIMITED
Company Registration No. : C-51420(1715)2003

Legal Form: Public Limited Company, listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Ltd., having incorporated in Bangladesh under the Companies Act, 1994.

Board of Directors

Mrs. Tarafder Nigar Sultana	Chairperson
Mr. Tarafder Md. Ruhul Amin	Managing Director
Mrs. Rubya Chowdhury	Director
Mr. Tarafder Md. Ruhul Saif	Director
Mr. Mohammad Saifur Rahman	Independent Director

Company Secretary

Mr. F. Md. Salehin

Audit Committee

Mr. Mohammad Saifur Rahman	Chairperson
Mr. Tarafder Md. Ruhul Saif	Member
Mrs. Rubya Chowdhury	Member
Mr. F. Md. Salehin	Secretary

Nomination and Remuneration Committee:

Mr. Mohammad Saifur Rahman	Chairperson
Mrs. Rubya Chowdhury	Member
Mr. Tarafder Md. Ruhul Saif	Member
Mr. F. Md. Salehin	Secretary

Management Committee

Mr. Tarafder Md. Ruhul Amin	Chairperson
Mr. Engr. Md. Nasiruddin Chowdhury	Member
Mr. Md. Hasan Reza	Member
Mr. Major Farukh Ahmed Khan (Retd)	Member
Mr. Md. Mahmudur Rahman	Member
Mr. Md. Shawkat Hossain Khan	Member
Mr. Sohikul Islam Mia	Member
Mr. Lt. Comd. Tafsir Uddin Ahmed (Retd)	Member
Mr. Captain Tanvir Husain	Member
Mr. Abdul Mannan	Member
Mr. S.M. Aftab Hossain	Member
Mr. Helal Uddin Sikder, ACMA	Member
Mr. Shajal Kumer Sharma	Member
Mr. Md. Kamrul Hassan Khan	Member
Mr. Md. Afshin-Uz-Zaman	Member

BOARD OF DIRECTORS



Mrs. Tarafder Nigar Sultana
Chairperson



Tarafder Md. Ruhul Amin
Managing Director



Rubya Chowdhury
Director



Tarafder Md. Ruhul Saif
Director



Mohammad Saifur Rahman
Independent Director

PHOTO GALLERY

ANNUAL GENERAL MEETINGS OF PREVIOUS YEARS



Annual Report 2022

PHOTO GALLERY

ANNUAL GENERAL MEETINGS OF PREVIOUS YEARS



PHOTO GALLERY

PORT OPERATION



PHOTO GALLERY



**BATTERY
FACTORY**



Operational Management Team

Mr. Engr. Md. Nasiruddin Chowdhury
Mr. Md. Hasan Reza
Mr. Major Farukh Ahmed Khan (Retd)
Mr. Md. Mahmudur Rahman
Mr. Sohidul Islam Mia
Mr. Lt. Comd. Tafsir Uddin Ahmed (Retd)
Mr. Captain Tanvir Husain
Mr. Abdul Mannan
Mr. S.M. Aftab Hossain
Mr. Helal Uddin Sikder, ACMA
Mr. Shajal Kumer Sharma
Mr. Md. Kamrul Hassan Khan
Mr. Md. Afshin-Uz-Zaman

Registered Office

Rupayan Centre (8th Floor), 72, Mohakhali C/A,
Dhaka-1212, Bangladesh.
Phone: +88 02 222286359, 222291639, 222261128
222291597, 222264705, Fax: +88 02 222285949

Sales Office: (Dhaka)

Khawja Tower (2nd 3rd, 12th & 14th Floor), 95, Bir Uttam
AK Khandakar Road, Mohakhali C/A, Dhaka-1212,
Bangladesh.
Phone: +88 02 222293312, 222288291, 222283574
222295008, Fax: +88 02 222293330

Factory

Bashugan, Pubail, Gazipur-1721, Bangladesh.

Chattogram Office

Makkah Madina Trade Centre,
78 (17th Floor), Agrabad, C/A, Chattogram
Phone: 02 333324071, 02 333324072, 02 333324106
02 333324107, Fax: 02 333324108

Khulna Office

34, K.D.A. Avenue, Khulna
Phone: 88-041-723132, 723133
Fax: (041) 715639

Auditors

Ashraf Uddin & Co.
Chartered Accountants
142/B Green Road (3rd and 4th Floor),
Dhaka-1215.
Chamber: Rahman Chamber (5th Floor),
12-13, Motijheel C/A, Dhaka.
Email: info@aucbd.com,
website: www.aucbd.com

Listing

Dhaka Stock Exchange Limited
Chittagong Stock Exchange Ltd.

Additional Managing Director

Chief Financial Officer
Executive Director, Admin & Logistics
Chief Operation Officer, Sales & Marketing
Chief Operation Officer, Solar Division
Chief Operation Officer (CTED)
Chief Operation Officer (CCT & NCT)
Chief Marketing Officer
Chief Operation Officer, Switchgear Division
Head of Internal Audit & Compliance
Chief Operation Officer, Battery Division
Head of Quality Management Systems
General Manager, Human Resources

Listing Recognition

Scrip Code. 20625,
Trading Code: SAIFPOWER

Insurer

Eastland Insurance Company Limited, Dhaka.

Credit Rating Agency

Credit Rating Agency of Bangladesh Ltd. (CRAB)

Subsidiary Companies

Saif Plastic & Polymer Industries Limited
Saif Port Holdings Limited
Saif Logistics Alliance Limited
88 Innovations Engineering Limited

100% Owned Company:

Saif Maritime LLC

Website: www.saifpowertec Ltd.com

Bankers

1. Dhaka Bank Limited
2. Mercantile Bank Limited
3. One Bank Limited
4. Jamuna Bank Limited
5. AB Bank Limited
6. Premier Bank Limited
7. Sonali Bank Limited
8. Eastern Bank Limited
9. BRAC Bank Limited
10. Islami Bank Bangladesh Limited
11. United Commercial Bank Limited
12. Southeast Bank Limited
13. NCC Bank Limited
14. Padma Bank Limited
15. Premier Bank Limited
16. Trust Bank Limited
17. NRB Commercial Bank Limited
18. Midland Bank Limited
19. South Bangla Agriculture & Commerce Bank Ltd.



CHAIRPERSON'S STATEMENT

Bismillahir Rahmanir Rahim
Dear Valued Members of
Saif Powertec Limited

Assalamu Alaikum,

It is indeed a great honor and privilege for me to greet you all at the 19th Annual General Meeting and place before you the Annual Report including all relevant annual consolidated audited financial statements, auditor's reports, management's discussion and analysis, report or certificate on compliance of the Corporate Governance Code and Directors' Report along with the notice of the annual general meeting, etc. for the year ended on June 30, 2022.

I have the pleasure to inform you that Saif Powertec Limited has been operating its business as the Market leader in the Chittagong Port Terminal operation sector of the country since a long time.

- Profit after tax was Taka 500,670,740 compared to Taka 626,348,819 in the previous year. The Company's Board of Directors is also concerned about the Members' interest and has recommended 10% cash dividend for all valued Members.
- The Net Asset Value per share has gone up to Taka 17.91
- Total Assets rose to Taka 24,038,670,781.00

Further I would like to explain to you about the activities of the subsidiary company "Saif Plastic and Polymer Industries Limited". The Performance of Sales trend has been decreased as compared to the last financial year due to economic downturn effect regarding COVID-19 pandemic situation.

"Saif Port Holdings Limited" is engaged with the project of "Development and Operation of two Jetties at Mongla Port" through PPP.

"Saif Logistics Alliance Limited" is established a Special Purposes Company to carry on, organize, manage, run, charter, conduct, contract, develop, handle, own on the land of Mouja Middle Halishahar, Chattogram to operate and do all or any business related to bulk inter modal, vessel operations, inland river terminal operation, river, rail, road & sea transportation, development & operate of Inland Container Depot, Inter-modal Container Depot with Rail & Road Transportation, sea port operations within the country and abroad.

"88 Innovations Engineering Limited" is established to carry on business of all types of information technology and telecommunication projects, information technology enabled services (ITeS), facilities, services or works and to buy, sell, acquire, install, erect, undertake, lay down, commission, establish, own operate, manage, develop, invent, improve, assemble, test, design, alter, repair, renovate, refurbish, recondition, hire, lease, supply, let out, transfer, control and administer all kinds of information technology and telecommunication projects, facilities or works including that relating to computers, hardware and software, mobile phones, internet services, internet leased lines, computer accessories and spare parts, connectivity products, networking, computer bureau, online and offline exam centers, data processing centers, business support, computer related maintenance contracts and consultancy services thereof.

"Saif Maritime L.L.C" are services related to customs broker, cargo transport by light trucks, cargo transport by heavy trucks, cargo loading and unloading services, sea shipping lines agents, shipping containers loading and unloading services, freight broker, shipping lines of freight and passengers' transportation, sea freight and passengers' charters and sea cargo.

The Company is following the Corporate Governance Code carefully and strictly which is clearly evident from the transparency in all our dealing and decision makings of all processes which are further validated through the ISO 9001 regulations of Quality Management Systems.

Bangladesh has a strong track record of growth and development, even in times of elevated global uncertainty. A robust demographic dividend, strong ready-made garment (RMG) exports, resilient remittance inflows, and stable macroeconomic conditions have supported rapid economic growth over the past two decades. A strong recovery from the COVID-19 pandemic continued in FY22, although a recent surge in commodity prices has presented new headwinds.

Bangladesh is also a remarkable story of poverty reduction and development. From being one of the poorest nations at birth in 1971, Bangladesh reached lower-middle income status in 2015. It is on track to graduate from the UN's Least Developed Countries (LDC) list in 2026. Poverty declined from 43.5 percent in 1991 to 14.3 percent in 2016, based on the international poverty line of \$1.90 a day (using 2011 Purchasing Power Parity exchange rate). Moreover, human development outcomes improved along many dimensions.

Challenges

Bangladesh, like many other countries, faces global economic challenges. Rising commodity prices and a surge in imports in the second half of FY22 resulted in a widening Balance of Payments (BoP) deficit and accelerating inflation. Foreign exchange reserves declined as a result, reaching US\$ 38.9 billion by the end of August 2022. Real GDP growth is expected to slow in FY23 as import suppression measures disrupt economic activity.

Over the medium term, the balance of payments is projected to return to surplus as import growth moderates.

To achieve its vision of attaining upper middle-income status by 2031, Bangladesh needs to create jobs and employment opportunities through a competitive business environment, increase human capital and build a skilled labor force, build efficient infrastructure, and establish a policy environment that attracts private investment.

Development priorities include diversifying exports beyond the RMG sector; deepening the financial sector; making urbanization more sustainable and strengthening public institutions, including fiscal reforms to generate more domestic revenue for development. Addressing infrastructure gaps would accelerate growth. Addressing vulnerability to climate change and natural disasters will help Bangladesh to continue to build resilience to future shocks. Pivoting towards green growth would support the sustainability of development outcomes for the next generation.

The achievement would not have been possible without the dedication, hard work and commitment of all our employees, who are the foundation and backbone of the Company. We paid a great deal of emphasis on the different attributes of growth and invested on necessary infrastructure to enhance the capabilities of our people by encouraging and assisting them to improve their knowledge and skill. The senior management of the Company is encouraging, acknowledging and rewarding innovation and there is effort for continuous improvement in our business activities.

Here, I would like to take this opportunity on behalf of the Board of Directors to express my heartiest congratulations to all our valued Members for their continuous support and confidence, my deepest appreciation to all our valued customers for their confidence in our products and services, my heartfelt thanks and gratitude to all stakeholders, such as suppliers, employees, distributors, bankers, financial institutions, Insurer and various government authorities. I express my gratitude to the Bangladesh Securities & Exchange Commission, the Dhaka Stock Exchange Limited, the Chittagong Stock Exchange Ltd., the Central Depository Bangladesh Limited and all well-wishers of the company for their support.

N. Sultana
Tarafder Nigar Sultana
Chairperson



MESSAGE FROM THE MANAGING DIRECTOR

Bismillahir Rahmanir Rahim

**Dear Valued Members of
Saif Powertec Limited**
Assalamu Alaikum,

With the expression of my heartfelt thanks and gratitude to you for the support and faith you placed on us and our accomplishment, on behalf of the Board of Directors of the company as well as on my behalf, I take the opportunity to welcome you all at the 19th Annual General Meeting of the Company and thank you for taking the trouble to attend the meeting.

The economy of Bangladesh is progressing day by day, and now Bangladesh has become a middle-income country. Industrialization, the development of large and medium-scale infrastructure, development policies for existing power plants as well as government policies for the overall development of power sectors and growing demand for electricity for industrial and commercial units, the current and future economic scenarios, ultimately creates bright prospects for the increased expansion of business activities for power and related sectors.

Sustained economic growth has created an increased demand for energy, transport and urbanization. Insufficient planning and investment have resulted in severe infrastructure bottlenecks, congestion and pollution. To become an upper-middle income economy, continued sound macroeconomic management, financial

sector stability, structural reforms, investment in human capital, higher female labor force participation, and global integration will be important. Improving infrastructure as well as the business climate would allow new productive sectors to develop and generate quality employment.

Bangladesh is both an inspiration and a challenge for policymakers and practitioners of development. While the country recorded strong performance in income growth and human development, Bangladesh faces daunting challenges with an increased level of vulnerability with about 39 million people still living below the national poverty line.

The COVID-19 pandemic will deepen the challenges including a decline in exports, lower private investment, and job losses. Investment and exports are likely to continue suffering amid uncertainty about the recovery of global demand. The poor and vulnerable are more impacted with income loss and poverty may rise. The implementation of the government's COVID-19 response program will remain a paramount priority.

Creating more and better jobs for its youth remains a critical priority for Bangladesh to turn around and achieve its development vision. To do so, Bangladesh will need to remove the barriers to higher investment posed by low access to reliable and affordable power, poor transportation infrastructure, limited availability of serviced land, uncertain and complex business regulation, among others. Challenges related to COVID-19, rapid urbanization and climate change need to be addressed through long-term planning.

With the right policies, flexible planning and timely action, Bangladesh can accelerate its recovery from the economic downturn and continue to progress towards upper-middle income status.

Since 2007, your Company has established a proven track record in Bangladesh for modernizing the operations of the Chittagong Container Terminal & New Mooring Container terminal by applying modern technologies and state-of-art container-handling equipment under the Chittagong Port Authority (CPA), thus contributing to the growth of import-export business, which ultimately increases the gross domestic product (GDP). By serving this sector, your Company has achieved an internationally recognized reputation through ISO 9001 certification as regard to Quality Management Systems.

Your Company contributes to the country's power sectors as well as government owned chemical and fertilizer plants by providing efficient technical support and efficient consultation services for installation cum overhauling work and has earned a world-class reputation in Bangladesh.

and abroad.

Your Company has established new Battery unit situated at Pubail, Gazipur Dhaka, financed out of IPO, Rights Share Issue & own fund, which were commenced from August 05, 2017 and going to produce different types of batteries for the domestic market and export global markets. SAIF solar division holds major market share in Bangladesh and has been expanding very rapidly across the country.

We are continuously trying to increase the efficiency and productivity of other business units as well as subsidiaries of the Company through various business activities under the Project Division, which is very promising for the Company to earn more revenue by providing complete high-tech consultancy and technical support services. The Terminal Engineering Department has been involved with operating the Chittagong Container Terminal and the New Mooring Container Terminal by providing high-tech engineering support services for heavy-duty container-handling equipment. The Service Department has provided technical support and overhauling services for power-generating equipment, construction and material-handling equipment.

"Saif Plastic & Polymer Industries Limited" (a subsidiary Company of Saif Powertec Limited) produces food grade PET bottles such as CSD Cap, Spoon, Measurement glass and stopper etc., of different sizes for use in the pharmaceutical appliances for Food and Beverage Companies and Edible Oil companies and different uses and purposes. The company has a good reputation and holds good market share in Bangladesh.

"Saif Port Holdings Limited" (a subsidiary Company of Saif Powertec Limited) to carry on all or any business of all Engineering works in the field of Civil, Mechanical, Electrical, Chemical and Meteorological Engineering constructor along with consultation and undertaking to execute contracts to design, plan and control, construction of any buildings, road, bridges, railways of different project of BPDB, DESA, WASA, DPDC, DESCO to construct waterways, dock yards, sea port, land port, river port, airport and any type of port related works and operation etc.

"Saif Logistics Alliance Limited" (a subsidiary Company of Saif Powertec Limited) is establish a Special Purposes Company to carry on, organize, manage, run, charter, conduct, contract, develop, handle, own on the land of Mouja Middle Halishahar, Chattogram to operate and do all or any business related to bulk inter modal, vessel operations, inland river terminal operation, river, rail, road & sea transportation, development & operate of Inland Container Depot, Inter-modal Container Depot with Rail & Road Transportation, sea port operations within the country

"88 Innovations Engineering Limited" (a subsidiary Company of Saif Powertec Limited) is established to carry on business of all types of information technology and telecommunication projects, information technology enabled services (ITeS), facilities, services or works and to buy, sell, acquire, install, erect, undertake, lay down, commission, establish, own operate, manage, develop, invent, improve, assemble, test, design, alter, repair, renovate, refurbish, recondition, hire, lease, supply, let out, transfer, control and administer all kinds of information technology and telecommunication projects, facilities or works including that relating to computers, hardware and software, mobile phones, internet services, internet leased lines, computer accessories and spare parts, connectivity products, networking, computer bureau, online and offline exam centers, data processing centers, business support, computer related maintenance contracts and consultancy services thereof.

"Saif Maritime L.L.C" (100% owned by Saif Powertec Limited) are services related to customs broker, cargo transport by light trucks, cargo transport by heavy trucks, cargo loading and unloading services, sea shipping lines agents, shipping containers loading and unloading services, freight broker, shipping lines of freight and passengers' transportation, sea freight and passengers' charters and sea cargo.

The results we achieved are commendable, thanks to our employees at all levels. They all worked hard and long to accomplish their tasks. Those who provided leadership in the various businesses were strategic in their decision making, which has taken most of our businesses to higher level of performance, qualitative as well as in term of growth and market share.

Lastly, I believe that the confidence and belief of our valued Members, the Bangladesh Securities & Exchange Commission, the Dhaka Stock Exchange Limited, the Chittagong Stock Exchange Ltd., the Central Depository Bangladesh Limited, Customers and Suppliers, Bankers, NBFIs, Insurers, Advisors, Workers, Employees, Professional & Supervising Management, Government Authorities and others are the key success factors for your Company. I would like to express my heartfelt gratitude to all these organizations and individuals for their kind support and guidance.



Tarafder Md. Ruhul Amin
Managing Director

SAIF POWERTEC

DIRECTORS' REPORT TO THE SHAREHOLDERS

Bismillahir Rahmanir Rahim

Dear Valued Members:

On behalf of the Board of Directors, I welcome you all to the 19th Annual General Meeting of SAIF POWERTEC LIMITED.

It is a matter of immense pleasure to present the Director's Report together with the Consolidated Annual Financial Statement of the Company for the year ended June 30, 2022 to you to consider, adopt and approve the same.

An Industry Outlook and Possible Future Development in the Industry

The size of the battery market is around Tk 8,000 crore which is growing year on year. The market ballooned three to four times in the last ten years, registering a 10% to 12% growth in the last one year. A growing demand for automotive battery, fueled mostly by widespread use of battery-run three-wheelers in rural and semi-urban areas, has led to booming business of local companies as Saif Powewrtec Ltd. The automotive replacement battery segment will continue to offer a secular and profitable growth opportunity, driven by increasing penetration of automobiles driving expansion in automobile population. The flourishing segment like E-Rickshaws and other segments would drive in the replacement market of automotive and inverter batteries. There is an inherent threat from new battery technologies such as Lithium-Ion technology, which is likely to penetrate automotive applications as well as various industrial applications. Saif Powertec Ltd is ready to address these challenges through the adoption of latest technologies and lean manufacturing practices in order to rapid development of differentiated products that will change the price-value equation in its favour. The brand equity of Saif Powertec Ltd is very high and one of its key strengths. It has taken all necessary measures to build on it, ensuring controls to protect the brand. The mid-to long-term outlook is quite positive.

The LED (Light Emitting Diode) segment has grown significantly because of the energy saving benefit and longer life.



The Segment-wise or Product-wise Performance

The company has been involved with technical consultation with service providers, manufacturers, import and local sales

Years	Product performance	Turnover		Production capacity		Capacity utilization	
		Consolidated	The company	Consolidated	The company	Consolidated	The company
2021-2022	Contract	1,918,581,569	1,918,581,569		657,000 Containers		60%
	Maintenance	719,714,145	719,714,145		657,000 Containers		60%
	Imported goods	196,812,427	196,812,427		Not applicable		Not applicable
	Manufacturing (Battery)	979,012,805	979,012,805		550,000 Pcs		45%
	Subsidiary	411,434,913	-			45%	
2020-2021	Contract	2,795,576,509	2,795,576,509		657,000 Containers		60%
	Maintenance	279,924,097	279,924,097		657,000 Containers		60%
	Imported goods	146,598,454	146,598,454		Not applicable		Not applicable
	Manufacturing (Battery)	1,522,453,996	1,522,453,996		550,000 Pcs		45%
	Subsidiary	50,528,713	-			48%	
2019-2020	Contract	2,124,787,313	2,124,787,313		657,000 Containers		68%
	Maintenance	260,970,531	260,970,531		657,000 Containers		60%
	Imported goods	497,323,582	497,323,582		Not applicable		Not applicable
	Manufacturing (Battery)	904,302,178	904,302,178		550,000 Pcs		45%
	Subsidiary	61,178,398				60%	
2018-2019	Contract	2,060,545,031	2,060,545,031		657,000 Containers		68%
	Maintenance	399,193,362	399,193,362		657,000 Containers		60%
	Imported goods	733,207,385	733,207,385		Not applicable		Not applicable
	Manufacturing (Battery)	692,399,617	692,399,617		550,000 Pcs		45%
	Subsidiary	83,518,003	-			68%	
2017-2018	Contract	2,176,473,270	2,176,473,270		657,000 Containers		68%
	Maintenance	387,085,887	387,085,887		657,000 Containers		60%
	Imported goods	7,98,870,207	7,98,870,207		Not applicable		Not applicable
	Manufacturing (Battery)	801,074,818	801,074,818				
	Subsidiary	75,375,085	-			62%	

Risks and Concerns including internal and external risk factors, threat to sustainability and negative impact on environment

Internal risk factors

The Company is aware of the different risk associated with doing business and is prepared to manage those risks through a professional approach. The financial and other risks have been disclosed in the note 1.4 of the Audited Financial Statements.

External risk factors

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

Threat to sustainability and negative impact on environment

In line with global practice, the government initiates change in environmental, health and safety laws and regulations and energy saving activities from time to time. The Company keeps track on these changes and special attention and proactive business strategies are being formulated to ensure conformity with the changes.

While many of the risk areas are beyond control of any single company, Saif Powertec Limited closely monitors the trends and developments in each of the risk areas and takes 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 sustained competitive advantage.

A Discussion on Cost of Goods Sold, Gross Profit Margin and Net Profit Margin

Particulars	2021-2022		2020-2021		Increase/(Decrease)	
	Consolidated	The company	Consolidated	The company	Consolidated	The company
Sales	4,225,555,859	3,814,120,946	4,795,081,769	4,744,553,056	(11.88%)	(19.61%)
Cost of Sales	(2,388,069,284)	(2,083,909,655)	(2,813,027,764)	(2,774,847,671)	(15.81%)	(24.90%)
Gross Profit Margin	1,837,486,575	1,730,211,291	1,982,054,005	1,969,705,385	(7.29%)	(12.16%)
Profit from operations	1,262,954,125	1,210,268,574	1,438,495,012	1,439,172,818	(12.20%)	(15.91%)
Net profit after WPPF	627,804,809	575,927,523	836,120,049	836,799,025	(24.51%)	(31.17%)
Net Profit of the year	500,670,740	466,221,381	626,348,819	627,599,269	(20.07%)	(25.71%)

(a) Cost of Sales

Compared to that of the previous financial year, the cost of sales of the year under the report witnessed at 15.81% decreased due to Sales and Consumption decreased.

(b) Gross Profit Margin

Compared with that of the previous year, the Gross Profit (GP) Margin in the year under report recorded at 7.29% decreased due to sales decreased.

(c) Net Profit Margin

The Net Profit Margin, in relation to the turnover of the year under report, was 20.07% decreased due to sales value were decreased.

A Discussion on Continuity of any extraordinary activities and their implications (gain or loss)

There was no extraordinary gain or loss in the financial statement under report during the financial year 2021-2022 except Taka 53,583,984/- Interest on FDR against bank guarantee and others.

Detailed discussion on related party transaction

There were no related party transactions during the financial year July 01, 2021 to June 30, 2022 except the director's remuneration and Short-term employees benefits of Taka 49,304,682/-. Which have been details disclosed in the Annex II/a of the Consolidated Audited Financial Statements.

A Statement of Utilization of proceed raised through public issue, right issue and/or through any other instruments.

The Company has been raised up its fund through Rights Issue (RI) issuing 116,295,348 shares @ Taka 15/- each (including Taka 5/- premium per share) totaling Taka 1,744,430,220/- (One Hundred Seventy-Four Crore Forty-Four Lakh Thirty Thousand Two Hundred and Twenty) only according to Bangladesh Securities and Exchange Commission approval for issuance of rights shares vide letter no. BSEC/CI/RI-108/2016/27 dated January 17, 2017. The Rights issue proceeds has been fully utilized by the company.

An explanation if the financial results deteriorated after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Right Offer, Direct Listing etc.

The Company's IPO was made in the year 2014 and Rights Share Offer in the year 2017. After gone Initial Public Offering (IPO) and Right Share Offer no significant financial results deteriorated of the Company are requiring explanation.

An explanation on any Significant Variation that occurs between Quarterly Financial Performance and Annual Financial Statement

Due to worldwide economic downturn effect regarding COVID-19 pandemic situation started since November 17, 2019 therefore significant deviation happened in quarterly Financial Performance income to the Company business operation.

A Statement of Remuneration paid to Directors including Independent Directors.

During the year the company has paid Taka 36,00,000 to the Mr. Tarafder Md. Ruhul Amin, Managing Director. No payment has been paid to the Independent Director.

Directors also report that

- a) The Financial Statements prepared by the management of Saif Powertec Limited fairly present its state of affairs, the result of its operations, cash flows and changes in its equity.
- b) Proper books of account of Saif Powertec Limited have been maintained.
- c) 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.
- d) International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of financial statements and any departure there from has been adequately disclosed.
- e) The system of internal control is sound in design and has been effectively implemented and monitored.
- f) 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.
- g) There are no significant doubts regarding the Saif Powertec Limited's ability to continue as a going concern.
- h) No bonus share or stock dividend has been or shall be declared as interim dividend.

A Statement of Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.

Particulars	2021-2022		2020-2021	
	Consolidated	The company	Consolidated	The company
Turnover	4,225,555,859	3,814,120,946	4,795,081,769	4,744,553,056
Cost of Sales	2,388,069,284	2,083,909,655	2,813,027,764	2,774,847,671
Gross Profit	1,837,486,575	1,730,211,291	1,982,054,005	1,969,705,385
Net Profit	500,670,740	466,221,381	626,348,819	627,599,269

Reason for significant increase in EPS compared to the previous year:

Current year's EPS has been decreased due to decreasing Contract sales to the Company business operation.

A Statement of Operational and Financial data of at least preceding 5 (five) years are summarized:

Details	2021-2022		2020-2021		2019-2020		2018-2019		2017-2018	
	Consolidated	The Company	Consolidated	The Company	Consolidated	The Company	Consolidated	The Company	Consolidated	The Company
Turnover	4,225,555,859	3,814,120,946	4,795,081,769	4,744,553,056	3,848,562,002	3,787,383,604	3,968,863,398	3,885,345,395	4,238,879,267	4,163,504,182
Cost of Sales	2,388,069,284	2,083,909,655	2,813,027,764	2,774,847,671	2,023,878,143	1,979,974,259	2,014,078,363	1,958,701,103	2,312,471,910	2,261,201,857
Gross Profit	1,837,486,575	1,730,211,291	1,982,054,005	1,969,705,385	1,824,683,859	1,807,409,345	1,954,785,035	1,926,644,292	1,926,407,357	1,902,302,325
Operating Profit	1,262,954,125	1,210,268,574	1,438,495,012	1,439,172,818	1,275,039,949	1,271,636,929	1,477,813,023	1,454,849,488	1,509,528,790	1,489,978,199
Profit before Tax & Reserve	627,804,809	575,927,523	836,120,049	836,799,025	518,382,352	514,962,682	687,633,012	664,479,800	901,278,461	880,861,962
Profit after Tax	500,670,740	466,221,381	626,348,819	627,599,269	388,152,444	386,222,010	510,333,965	498,359,849	671,263,052	660,646,471
Proposed Declared Dividend		10% Cash		16% (10% Cash and 6% Stock)		10% (5% Cash and 5% Stock)		10% (4% Cash and 6% Stock)		13% (5% Cash and 8% Stock)
Earnings per Share	1.32	1.23	1.75	1.75	1.14	1.13	1.59	1.55	2.25	2.22

Dividend:

An Explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year

The Board of Directors of the company has recommended 10% Cash dividend for the year ended June 30, 2022.

The number of Board meetings held during the year and attendance by each director shall be disclosed.

The Board of Directors had 29 meetings during the year ended June 30, 2022. Name of the Directors and number of meetings attended are given below:

Name of Directors	Meeting Held	Meeting Attended
Mrs. Tarafder Nigar Sultana	29	29
Mr. Tarafder Md. Ruhul Amin	29	29
Mrs. Rubya Chowdhury	29	29
Mr. Tarafder Md. Ruhul Saif	29	29
Mr. Mohammad Saifur Rahman	29	29

The number of Audit Committee meetings held during the year and attendance by each director.

Name of Directors	Meeting Held	Meeting Attended
Mr. Mohammad Saifur Rahman	4	4
Mrs. Rubya Chowdhury	4	4
Mr. Tarafder Md. Ruhul Saif	4	4

The number of NR Committee meetings held during the year and attendance by each director.

Name of Directors	Meeting Held	Meeting Attended
Mr. Mohammad Saifur Rahman	1	1
Mrs. Rubya Chowdhury	1	1
Mr. Tarafder Md. Ruhul Saif	1	1

Shareholding Pattern

Pattern of Shareholding as at 30 June 2022

Sl. No.	Member's Group	Status	No. of Share Held	Percentage
a)	Share held by Parent/Subsidiary/Associated Company and other related parties		Nil	-
b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children			
	Mrs. Tarafder Nigar Sultana	Chairperson	6,6928,687	17.64%
	Mr. Tarafder Md. Ruhul Amin	Managing Director	68,738,646	18.12%
	Mrs. Rubya Chowdhury	Director	8,144,097	2.15%
	Mr. Tarafder Md. Ruhul Saif	Director	8,144,096	2.15%
	Mr. Mohammad Saifur Rahman	Independent Director	Nil	-
	F. Md. Salehin	Company Secretary	Nil	-
	Md. Hasan Reza	Chief Financial Officer	Nil	-
	Helal Uddin Sikder, ACMA	Head of Internal Audit & Compliance	Nil	-
c)	Executives		Nil	-
	Mr. Engr. Md. Nasiruddin Chowdhury	Additional Managing Director	Nil	-
	Mr. Mahmudur Rahman	Director, Sales & Marketing	Nil	-
	Mr. Sohikul Islam Mia	Chief Operation Officer, Solar Division	Nil	-
	Mr. Lt. Comd. Tafsir Uddin Ahmed (Retd)	Chief Operation Officer (CTED)	Nil	-
	Mr. Captain Tanvir Husain	Chief Operation Officer (CCT & NCT)	Nil	-
d)	Shareholders holding 10% or more voting right:			
	Mrs. Tarafder Nigar Sultana	Chairperson	6,6928,687	17.64%
	Mr. Tarafder Md. Ruhul Amin	Managing Director	68,738,646	18.12%

Short Bio-Data of Directors:

Mrs. Tarafder Nigar Sultana, Chairperson

Mrs. Tarafder Nigar Sultana is the Director as well as Chairperson of SAIF Powertec Limited. She is a graduate in Arts. She has a long business experience in Indenting, import of power generation equipment, manufacturing electrical transformers, marketing of electrical generators and container handling. Mrs. Tarafder Nigar Sultana, along with her husband Mr. Tarafder Md. Ruhul Amin, established SAIF Powertec Limited. She is also director of Saif Plastic & Polymer Industries Limited, Saif Port Holdings Limited, Trust Regional Equity Limited, 88 Innovations Engineering Limited and E-Engineering Limited.

Mr. Tarafder Md. Ruhul Amin, Managing Director

Mr. Tarafder Md. Ruhul Amin is the Managing Director of SAIF Powertec Limited. Mr. Amin has a Diploma in Power Engineering from Khulna Polytechnical Institute, Khulna. He has been in the business for more than 20 years. He has a vast business experience in indenting of construction & Material Handling Equipment, import of power generation equipment, manufacturing electrical transformers, solar power system and container handling with port operation. He is also sponsor director of Saif Plastic & Polymer Industries Limited, Saif Port Holdings Limited, Trust Regional Equity Limited, 88 Innovations Engineering Limited, Saif Logistics Alliance Limited and E-Engineering Limited.

Mrs. Rubya Chowdhury, Director

Mrs. Rubya Chowdhury is Director of SAIF Powertec Limited. She obtained Bachelor of Business Administrative (Marketing & HR) from Masquarie University, Australia. She has a long business experience in indenting, import of power generation equipment, manufacturing electrical transformers. Mrs. Rubya Chowdhury is a sponsor director of Saif Plastic & Polymer Industries Limited, Saif Port Holdings Limited, 88 Innovations Engineering Limited and Trust Regional Equity Limited and also a member of the Audit Committee & Nomination and Remuneration Committee of the Company.

Mr. Tarafder Md. Ruhul Saif, Director

Mr. Tarafder Md. Ruhul Saif is Director of SAIF Powertec Limited. He obtained Diploma in Business Administration from School of Applied Studies, Singapore. He has a wide business experience in indenting, import of power generation equipment, manufacturing electrical transformers. He is a sponsor director Saif Port Holdings Limited, 88 Innovations Engineering Limited, Saif Logistics Alliance Limited, E-engineering Limited and Trust Regional Equity Limited. He also a member of the Audit Committee & Nomination and Remuneration Committee of the Company.

Mr. Mohammad Saifur Rahman, Independent Director

Mr. Mohammad Saifur Rahman is an Independent Director of SAIF Powertec Limited. He obtained B. Sc Engineering ((Mechanical) from BUET, Dhaka and also a fellow member of the Institution of Engineers, Bangladesh. He was a former official of government in the position 4th Grade of the national pay scale in Ashuganj Fertilizer and Chemical Company Ltd., Ashuganj, B-Baria (an enterprise of BCIC under the Ministry of Industries). He has a vast experience in inspection of equipment parameters, monitoring and troubleshooting of mechanical Machineries & equipment, assessment of machineries of plant & equipment. He is also directors of Saif Plastic & Polymer Industries Limited, Saif Port Holding Limited, Saif Logistic Alliance Limited and 88 Innovations Engineering Limited.

Director's Involvement in Other Companies

Name	Company	Status
Mrs. Tarafder Nigar Sultana	Saif Powertec Limited	Chairperson
	Saif Plastic & Polymer Industries Limited	Managing Director
	Saif Port Holding Limited	Director
	E-Engineering Limited	Managing Director
	Trust Regional Equity Limited	Director
	88 Innvations Engineering Limited	Director
	Saif Maritime L.L.C	Manager represented by Saif Powertec Limited.
Tarafter Md. Ruhul Amin	Saif Powertec Limited	Managing Director
	Saif Plastic & Polymer Industries Limited	Chairperson
	Saif Port Holding Limited	Chairperson
	E-Engineering Limited	Chairperson
	Trust Regional Equity Limited	Chairperson
	Saif Logistic Alliance Limited	Chairperson nominated by Saif Powertec Limited
	88 Innovations Engineering Limited	Director
Mrs. Rubya Chowdhury	Saif Powertec Limited	Director
	Saif Plastic & Polymer Industries Limited	Director
	Saif Port Holding Limited	Director
	E-Engineering Limited	Director
	Trust Regional Equity Limited	Managing Director
	88 Innovations Engineering Limited	Chairperson
Mr. Tarafder Md. Ruhul Saif	Saif Powertec Limited	Director
	Saif Port Holding Limited	Managing Director
	E-Engineering Limited	Director
	Trust Regional Equity Limited	Director
	Saif Logistic Alliance Limited	Managing Director nominated by Saif Powertec Limited
	88 Innovations Engineering Limited	Managing Director
Mr. Mohammad Saifur Rahman	Saif Powertec Limited	Independent Director
	Saif Plastic & Polymer Industries Limited	Independent Director
	Saif Port Holding Limited	Independent Director
	Saif Logistic Alliance Limited	Independent Director
	88 Innovations Engineering Limited	Independent Director

Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A; and

The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C.

Financial Results

The company's financial results for the year ended June 30, 2022 with recommendation of appropriations are as follows:

Particulars	Amount in Taka
Net Profit for the year 2021-2022	873,069,520
Profit Brought Forwarded	466,221,381
Profit Available for Appropriation	1,339,290,902
Appropriations:	
Proposed 10% Cash Dividend	379,338,647
Transferred to Retained Earnings	959,952,255

Financial Statements:

Financial statements are prepared in accordance with International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules, 2020 and other applicable rules and regulations. The financial data are captured from the financial reports generated from the system. These financial statements, once prepared, are reviewed initially by the CFO and CEO and then by the Audit Committee. After thorough scrutiny, the financial reports are placed before the Board for final review and adoption.

Environment Role

The company maintains a high standard of pollution free environment as per Government laws.

Human Resources Development

In order to improve productivity of Human Resources input the company periodically provides formal and informal training to the employee at every level of operation and management which will be helpful to make a great contribution to the company's profitability as well their own remuneration in due course.

Business Activities

The main activities of this Company are to trade and sell power-generating equipment, lease equipment for port operations, construction and material-handling processes, provide technical support service for government infrastructure sectors as well as major overhauling of power plants, fertilizer plants and chemical plants and going to manufacture batteries such as automotive, industrial, Motorcycle, MF etc.

The Company during the year under report is responsible for operating the Chittagong Container Terminal (CCT) and the New Mooring Container Terminal (NCT), the only two export-import container terminals at Chittagong Port under the authority of Chittagong Port (CPA) along with backup container-handling operations at the Inland Container Depots (ICD) at the Pangaon Inland Container Terminal and the Kamalapur Inland Container Depot. The other major business activities of the Company include acting as the Technical Consultation and Service Provider for installing, commissioning and overhauling electrical power plants under the Bangladesh Power Development Board (BPDB), fertilizer plants and chemical plants under the Bangladesh Chemical Industries Corporation (BCIC) by supplying spare parts under joint technical assistance from world-renowned foreign business counterparts in Europe and Asia. These businesses operate under the Project Division of the Company and have very good national repute.

The Company is involved in manufacturing various types of SAIF brand distributed electrical transformers, along with PFI and sub-stations of different capacities.

The Company has also been involved in assembling and marketing SAIF brand Solar Home System, Solar Power Grids of various capacities under the re-financing agreement with the Industrial Development Company Limited (IDCOL), an international funding agency under the auspices of the World Bank. The Company has been involved with marketing power-generating capital machinery from South Korea and Turkey, leasing heavy-duty construction and material-handling equipment, container-handling cranes and all equipment, and has gained a major market share in Bangladesh. The company have four subsidiary companies named Saif Plastic & Polymer Industries Limited which produces food-grade plastic containers, bottles and caps for pharmaceutical, oil and beverage industries has a good reputation. Saif Port Holdings Limited which carry on all or any business of all Engineering works in the field of Civil, Mechanical, Electrical, Chemical and meteorological engineering constructor along with consultation and performing undertaking to execute contracts to design, plan and control, construction of any buildings, road, bridges, railways of different project of BPDB, DESA, WASA, DPDC, DESCO to construct waterways, dock yards, sea port, land port, river port, airport, any type of port related works and operation etc. Saif Logistics Alliance Limited is establish a Special Purposes Company to carry on, organize, manage, run, charter, conduct, contract, develop, handle, own on the land of Mouja Middle Haliashahar, Chattogram to operate and do all or any business related to bulk inter modal, vessel operations, inland river terminal operation, river, rail, road & sea transportation, development & operate of Inland Container Depot, Inter-modal Container Depot with Rail & Road Transportation, sea port operations within the country and abroad. 88 Innovations Engineering Limited is established to carry on business of all types of information technology and telecommunication projects, information technology enabled services (ITeS), facilities, services or works and to buy, sell, acquire, install, erect, undertake, lay down, commission, establish, own operate, manage, develop, invent, improve, assemble, test, design, alter, repair, renovate, refurbish, recondition, hire, lease, supply, let out, transfer, control and administer all kinds of information technology and telecommunication projects, facilities or works including that relating to computers, hardware and software, mobile phones, internet services, internet leased lines, computer accessories and spare parts, connectivity products, networking, computer bureau, online and offline exam centers, data processing centers, business support, computer related maintenance contracts and consultancy services thereof. Saif Maritime L.L.C (100% owned by Saif Powertec Limited) are services related to customs broker, cargo transport by light trucks, cargo transport by heavy trucks, cargo loading & unloading services, sea shipping lines agents, shipping containers loading and unloading services, freight broker, shipping lines of freight and passengers' transportation, sea freight and passengers' charters and sea cargo.

Research and Development

Businesses of today are competitive in nature. Newer and innovative approaches to product design and modification are only way to survive in the competitive business environment. Discovering new products in existing product lines, qualitative products based on customer perceptions and demand, cost reduction using different quality materials/production technology, new product promotion strategy, etc., are the main weapons for ensuring survival amidst the competition. We formed a committee to establish a Research and Development (R&D) Department with the objective of market research and technical research.

Purchase Manual

A detailed purchase manual is being prepared, and supply chain policies are implemented for procuring raw materials to ensure purchasing quality at low cost and to ensure the uninterrupted flow of production to safeguard the Company's reputation in the market.

Subsidiary Companies

Saif Powertec Limited has held 80% shares of Saif Plastic & Polymer Industries Limited since November 30, 2010, 65% shares of Saif Port Holdings Limited since July 23, 2017, 80% shares of Saif Logistic Alliance Limited since September 27, 2021, 55% shares of 88 Innovations Engineering Limited and 100% owned of Saif Maritime L.L.C. As required by the Corporate Governance Code, minutes of the Board meeting of the subsidiary companies of Saif Plastic & Polymer Industries Limited, Saif Port Holdings Limited, Saif Logistic Alliance Limited, 88 Innovations Engineering Limited and Saif Maritime L.L.C are now being placed regularly for review at the following Board meeting of this holding company, and the affairs of the subsidiary companies are also reviewed at such Board meeting of this holding company.

Clarification regarding Emphasis of Matters:

The company made provision for WPPF in line with section 234 (a) chapter-XV (Workers Participation in Companies Profits) of Bangladesh Labour Act-2006 and complied with section 234 (b). Transfer of the amount to a separate bank account is under process. The management of the company tried to disburse the amount to workers through banking channel but in fact, it was very hard to find a separate bank account of all the workers. Considering circumstance and requirement for compliance with chapter-XV section 234 (a) 7 (b) of Bangladesh Labour Act-2006, the management of the Company decided to pay out the benefit in cash basis. So far, the company use cash basis as payment of workers profit participation fund. The management of the company also applied to the governing committee chairman of WPPF to utilize the fund balancing fund as loan in accordance with provisions stated in Bangladesh Labour Law-2006.

Directors' Appointment, Retirement and Re-Appointment

The appointment, retirement, and re-appointment of Directors are governed by the Article 128 of the Company Articles of Association and the Companies Act of 1994.

At the forthcoming 19th Annual General Meeting of the Company, the following Directors will retire and will be eligible for reappointment:

- A) Mr. Tarafder Md. Ruhul Amin
- B) Mr. Tarafder Md. Ruhul Saif

Appointment of Auditor

The existing auditor "Ashraf Uddin & Co." Chartered Accountants were appointed as the statutory auditor of the Company at 18th Annual General Meeting held on December 29, 2021. According to BSEC/CMRRCD/2006-158/208/Admin/81 dated June 20, 2018 the company shall not appoint any firm of chartered accountants as its statutory auditors for a consecutive period exceeding three years and "Ashraf Uddin & Co." Chartered Accountants were completed auditing period for consecutive three years. Now "Artisan" Chartered Accountants have expressed their willingness to be appointed as statutory auditors of the company. The Board recommends their appointment for the year 2022-2023 and to continue till the next Annual General meeting.

Appointment of Compliance Auditor regarding Certificate on Compliance of Corporate Governance Code:

The existing auditor "A.K.M. Delwer Hussain & Associates" were appointed as the Compliance auditor of the Company at 18th Annual General Meeting held on December 29, 2021 and "Ahmed Hoq Siddiqui & Co.," Chartered Accountants have expressed their willingness to be appointed as Compliance auditors of the company. The Board recommends their appointment for the year 2022-2023 and to continue till the next Annual General meeting.

Audit Committee

There is an Audit Committee established by the Board. The Primary role of the Audit Committee is to oversee the financial reporting process and disclosure of financial information, to review the financial statements before submission to the Board, to review adequacy of internal control systems and review findings of internal investigations and recommending appointment/removal of statutory auditors and fixing their remuneration. A separate report on activities of the Audit Committee is attached as "Annexure D" of this report pursuant to condition # 5.7 of the Corporate Governance Code.

Nomination and Remuneration Committee:

The Board has also established a Nomination and Remuneration (NRC) as required by regulatory guideline. The primary role of the NRC is to oversee the structure, size and composition (including the skills, knowledge and experience) of the Board Members and to make recommendations to the Board on the Company's policies and structure for remuneration of Directors and Senior Management, reviewing and approving the compensations payable to the Managing Director & CEO and Senior Management. The Policy of NRC is attached as "Annexure E" of this report pursuant to condition # 6.5(C) of the Corporate Governance Code.

Internal Control System

The Board of Directors assures all its shareholders of the Company that it has a robust risk management process to ensure that the system of internal control is sound in design and has been effectively implemented and monitored.

Code of Conduct

In compliance with the conditions of corporate governance, the Company's Code of Conduct (CoC) has been adopted by the Board which applies to all members of the company including the Board of Directors and Key Management Personnel. The CoC was reviewed and confirmed/ ratified by the NRC. Annual compliance of the code is also recorded accordingly. The Code of Conduct of Saif Powertec Limited is attached "Annexure F" of this report.

CAPITAL MARKET STABILIZATION FUND (CMSF):

Pursuant to the Bangladesh Securities and Exchange Commission (Capital Market Stabilization Fund) Rules, 2021 and BSEC Directive No. BSEC/CMRRCD/2021-386/03 dated, January 14, 2021, the Company has transferred unclaimed dividend amount to CMS Fund those cash dividend remains unclaimed thereon for a period of 3 (three) years from the date of declaration or approval or record date, as the case may be as directed by the Commission. The detailed information of unclaimed dividend is published in the website of the Company at www.saifpowertec.com.

Credit Rating:

The company has taken the Credit Rating from renowned Agency, Credit Rating Agency of Bangladesh Limited (CRAB) with the prior approval of the company's Board of Directors. The Board of Directors believe the Credit Rating can bring transparency: Confirm the compliance of rules and regulation of both the company and regulatory Authorities; to protect the company and can open the door for achieving excellence. As per rating dated February 28, 2022 basis on audited financial statements up to 2021, bank liability on February 27, 2022. We achieved A2 with stable outlook.

Compliance of Corporate Governance Code

The Company has taken an effective stand on best practices of corporate governance. The Company is determined to ensure good governance by complying with all applicable rules and regulations of the corporate governance code of the Bangladesh Securities & Exchange Commission (BSEC).

The compliance status of Bangladesh Securities & Exchange Commission (BSEC) Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June 2018 of annexed here as Annexure -C along with the Declaration of Chief Executive Officer and Chief Financial Officer to the Board as an Annexure-A, the Professional Certificate compliance on the Corporate Governance Code as an Annexure-B, Audit Committee Report as an Annexure -D and Nomination and Remuneration Committee Report as an Annexure-E.

Appreciation

We are proud of the confidence maintained in us continuously by our valued Members and for supporting the Company's activities. At the same time, we extend our sincere thanks and appreciation to the Banks, NBFIs, Insurance Companies, Auditors, Customers, Stakeholders, Customers and all well-wishers for their support and co-operation as well as the confidence they reposed on the Company. We also convey our heartfelt appreciation, gratitude and thanks to the government and its other agencies, the regulatory authorities, including the Bangladesh Securities and Exchange Commission, the Dhaka Stock Exchange Ltd, the Chittagong Stock Exchange Ltd., the Central Depository Bangladesh Ltd. and the Registrar of Joint Stock Companies and Firms for their cordial help, assistance, guidance and advice the Company received from time to time. Your Company could not have achieved such progress and present status without their support and co-operation.

For me and on behalf of the Board of Directors

N. Sultana

Tarafder Nigar Sultana
Chairperson

Management Discussion and Analysis on Financial Position and Performance

In the last five financial years the Company achieved a well growth in terms of business activities. In 2017-2018 sales volume was Taka 4,238,879,267 and in 2021-2022 the sales volume is Taka 4,225,555,859 in overall business activities of the Company. In the last five years, net profit after tax has been decreased to Taka 500,670,740 in 2021-2022 from the amount of net profit of Taka 671,263,052 in 2017-2018.

In the last five financial years, net operating cash flow per share for the year 2018, 2019, 2020, 2021 and 2022 net operating cash flow per share were positive. In the backdrop as well as expansion of different business of the above scenario, it indicates that the company is moving forward and it has good promise and great potential to achieve more business growth in the long run.

Accounting policy and estimation for preparing financial statements of the Company which have been remained same as it were before. Hence, there is no effect in this regard.

The Economic Condition of Bangladesh

Export:

Like many other third-world countries, Bangladesh relies heavily on exports to fulfil the needs of its densely populated nation. The country's export earnings witnessed 37.19 percent increase in June 2022 as compared to same period in the previous year, mainly driven by increased exports of agricultural products, chemical products, specialized textile, plastic products, woven garments, knitwear and frozen & live fish. On the other hand, total export earnings increased by 28.14 percent in June 2022 (USD million 4,908) from the export earnings (USD million 3,830.30) of previous month May 2022

Import:

Generally, in developed countries, exports are greater than or closer to import payments. But in Bangladesh Exports always fall short of Import payments at a good margin. However, import payments during the month of June, 2022 in the FY 2021-22 stand upper by 10.58 percent to USD 7,706.40 million, against USD 6,969.00 million during the same month June, 2021 of FY 2020-21

Worker's Remittance:

Workers' remittance is the key foreign earning source of Bangladesh to fill-up the huge gap between foreign exchange earnings and expenditure. Total remittances receipts during the month of July 2022 in the FY 2021-22 increased by 12.05 percent to USD 2,096.92 million against USD 1,871.49 million of same month from the previous year.

Foreign Exchange Reserve:

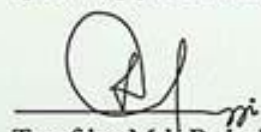
In July, 2022 the gross foreign exchange reserves decreased by 5.32 percent to USD 39,599.90 million against USD 41,826.70 million in June 2022.

Inflation:

The average inflation in July 2022 stood at 6.33 percent as 6.15 percent in June 2022.

Although, Bangladesh has never experienced a negative economic growth during the last 47 years since its independence and maintained around 6% GDP growth rate for last one and half decade, the high rate of inflation always lessened the benefit of good GDP rate.

As far as risks are concerned, Saif Powertec Limited is exposed to interest rate risk, exchange rate risk, industry risk, market risk, technology related risk, operation risk. The Company has been trying to reduce the said risk factors by repaying borrowed funds on a continuous basis to reduce interest rate risk. Exchange rate risk is being mitigated by changing the price of service and product of the Company in accordance with the change in exchange rate. Market risk is being mitigated by establishing strong marketing and brand management network for the related product and services of the Company. Technology related risk is trying to be mitigated mitigate by adopting new advanced technology in its production line according to its need. Operation risk is being mitigated under insurance coverage in order to get reasonable compensation for any damage and by practicing standard operating procedures in related business activities.



Tarafder Md. Ruhul Amin
Managing Director



**Saif Powertec Limited ("the Company")
Declaration by CEO and CFO**

October 25, 2022

The Board of Directors
Saif Powertec Limited
72, Mohakhali C/A,
Rupayan Centre (8th Floor), Dhaka-1212

Subject: Declaration on Financial Statements for the year ended on June 30, 2022

Dear Sir (s),

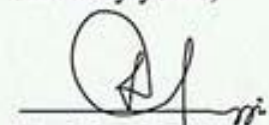
Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 Dated 03 June 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

- (1) The Financial Statements of Saif Powertec Limited for the year ended on June 30, 2022 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing 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 June 30, 2022 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,



Tarafder Md. Ruhul Amin
Chief Executive Officer (CEO)



Md. Hasan Reza
Chief Financial Officer (CFO)



A. K. M. Delwer Hussain & Associates Cost & Management Accountants

Report to the Shareholders of Saif Powertec Limited on Compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by **Saif Powertec Limited** for the year ended on June 30, 2022. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, Dated: 3 June 2018 of the Bangladesh Securities and Exchange Commission.

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

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

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

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission except condition no. 1(3);
- (b) 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;
- (c) 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
- (d) The governance of the company is satisfactory.

For A. K. M. Delwer Hussain & Associates

Place -Dhaka.
Date- November 30, 2022


A. K. M. Delwer Hussain FCMA
 Cost & Management Accountants

Saif Powertec Limited

Status of Compliance with the Corporate Governance Code (CGC)

For the Year ended 30th June, 2022

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

(Report under Condition No. 9)

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.0	Board of Directors:			
1(1)	Board's Size: 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:			
1(2)(a)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors.	√		
1(2) (b)	For the purpose of this clause "independent director" means a director-			
1(2) (b)(i)	Who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	√		
1(2) (b)(ii)	Who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company;	√		
1(2) (b)(iii)	Who has not been an executive of the company in immediately preceding 2 (two) financial years	√		
1(2) (b)(iv)	Who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies.	√		
1(2) (b)(v)	who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange	√		

1(2) (b)(vi)	who 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;	√		
1(2) (b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	√		
1(2) (b)(viii)	who is not independent director in more than 5 (five) listed companies;	√		
1(2) (b)(ix)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI); and	√		
1(2) (b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	√		
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	√		
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days; and	√		
1(2) (c)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only: Provided that a former independent director may be considered for reappointment for another tenure after a time gap of one tenure, i.e., three years from his or her completion of consecutive two tenures [i.e. six years]: Provided further that the independent director shall not be subject to retirement by rotation as per the Companies Act, 1994.	√		
1.3	Qualification of Independent director			

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;	√		
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; or	-	-	-
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; or	-	-	-
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; or	-	-	Mr. Mohammad Saifur Rahman (B. Sc Engineering, Mechanical from BUET) appointed as an Independent Director and he was a former official of government in the position of 4 th Grade of the National Pay Scale.
1(3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law; or	-	-	-

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;	-	-	-
1(3)(c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	√		
1(3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission.			No such issue arose
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 Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	√		
1(4)(b)	The Managing Director (MD) and/or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	√		
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	√		
1(4)(d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer;	√		
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.			No such issue arose
1.5	The Directors' Report to Shareholders			
	The Board of the company shall include the following additional statements or disclosures in the Directors' Report prepared under section 184 of the Companies Act, 1994 (Act No. XVIII of 1994):			

1(5)(i)	An industry outlook and possible future developments in the industry;	√		
1(5) (ii)	The segment-wise or product-wise performance;	√		
1(5) (iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	√		
1(5) (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;	√		
1(5) (v)	A discussion on continuity of any extraordinary activities and their implications (gain or loss);	√		
1(5) (vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	√		
1(5) (vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments;			N/A
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.;	√		
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial performances 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 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) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed;	√		
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 there of shall 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 shall 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 if the issuer company has not declared dividend (cash or stock) for the year;			The Board of Directors recommended 10% Cash Dividend for the year ended June 30, 2022
1(5) (xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	√		
1(5) (xxii)	The total number of Board meetings held during the year and attendance by each director;	√		
1(5) (xxiii)	A report on the pattern of shareholding disclosing the aggregate 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; and	√		
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 or reappointment of a director, a disclosure on the following information to the shareholders:			
1(5) (xxiv)(a)	A brief resume of the directors.	√		
1(5) (xxiv)(b)	Nature of his/her expertise in specific functional areas; and	√		
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 or 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, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	√		
1(5) (xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as 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; and	√		

1(5) (xxv)(g)	Future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	√		
1(5) (xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A; and	√		
1(5) (xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C.	√		
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			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	√		
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, 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; and independency.	√		
2.0	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;	√		
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;	√		
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;	√		
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;	√		
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	√		
3.0	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)	Appointment			
3(1)(a)	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)			No such incidence arose.

3(2)	Requirement to attend Board of Directors' Meetings: The MD or 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; and	√		
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;	√		
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	√		
4.0	Board of Directors' Committee For ensuring good governance in the company, the Board shall have at least following sub-committees:			
4(i)	Audit Committee; and	√		
4(ii)	Nomination and Remuneration Committee.	√		
5.0	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 shall appoint members of the Audit Committee who shall be non-executive directors of the company excepting Chairperson of the Board 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;	√		
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;			No such vacancy arose
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 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.			No such incidence arose.
5 (3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (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:	√		
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.	√		
5 (5)	Role of Audit Committee:			
5 (5)(a)	The Audit Committee shall: Oversee the financial reporting process;	√		
5 (5)(b)	Monitor choice of accounting policies and principles;	√		
5 (5)(c)	Monitor Internal Audit and Compliance 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;			No such event found
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; and	√		
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: Provided that the management shall disclose to the Audit Committee about the uses or applications of the proceeds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis, as a part of their quarterly declaration of financial results: Provided further that on an annual basis, the company shall prepare a statement of the proceeds utilized for the purposes other than those stated in the offer document or prospectus for publication in the Annual Report along with the comments of the Audit Committee.	√		
5.6	Reporting of the Audit Committee			
5 (6)(a)	Reporting to the Board of Directors:			
5 (6)(a)(i)	The Audit Committee shall report on its activities to the Board.	√		
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;			No such event occurred
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 event occurred

5 (6)(a)(ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and			No such event occurred
5 (6)(a)(ii)(d)	Any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately			No such event occurred
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.			No such event found
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.	√		
6.0	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 subcommittee of the Board;	√		
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;			No such vacancy arose.
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	√		
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 attendance of 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 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;			No such incident arose

6(3)(c)	The 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;			No such meeting conveyed
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)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board;	√		
6(5)(b)(i)	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:			
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; and	√		
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; and	√		
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.	√		
7.0	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:-			
7(1)(i)	appraisal or valuation services or fairness opinions;	√		
7(1)(ii)	Financial information systems design and implementation;	√		
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statements;	√		
7(1)(iv)	Broker-dealer services;	√		
7(1)(v)	Actuarial services;	√		

7(1)(vi)	Internal audit services or special audit services;	√		
7(1)(vii)	Any service that the Audit Committee determines;	√		
7(1)(viii)	Audit or certification services on compliance of corporate governance as required under condition No. 9(1); and	√		
7(1)(ix)	Any other service that creates conflict of interest.	√		
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members	√		
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.	√		
8.0	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).	√		
9.0	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 shall such certificate shall be disclosed in the Annual Report.	√		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting	√		
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.	√		

Saif Powertec Limited

Audit Committee Report:

The Audit Committee of Saif Powertec Limited is appointed by the Board of Directors, as recommended by Bangladesh Securities and Exchange Commission (BSEC) notification. The Audit Committee ensuring good governance of the Company and it is a sub-committee of the Board. The Audit Committee consists of three members, of which one is independent director who is chairperson of the committee. Meetings of the Committee were attended by the Managing Director, Chief Financial Officer of the Company on invitation.

The Composition of the Audit Committee

The terms of reference of Audit Committee have been set up by the Board of Directors in accordance with BSEC notification. The existing members of the committee are:

Chairperson	: Mr. Mohammad Saifur Rahman
Member	: Mr. Tarafder Md. Ruhul Saif
Member	: Mrs. Rubya Chowdhury
Member Secretary	: Mr. F. Md. Salehin

Four (4) meetings of Audit Committee were held during the year under review. In all meetings internal auditor gave presentation to the committee which covered internal audit plan, number of audits carried out during the year, audit observations, audit recommendations and status of its implementation. Audit Committee also met external auditor to discuss their observations on statutory audit and their recommendations for improvement.

Role of Audit Committee

The Audit Committee is empowered with Boards oversight responsibility to investigate any activity within its terms of reference. The Committee reports to Board of Directors as per terms of reference, on the activities assigned. The role of the committee includes:

- Review the financial statement with respect to presentation, disclosure and accuracy of data.
- Monitor and review effectiveness of internal and external audit.
- Review effectiveness of the financial internal control of the Company.
- Review effectiveness of risk management system of the Company.
- Review ethical standard and procedures to ensure compliance with regulatory and financial reporting requirements.
- Any other activities as per audit committee charter.

Meeting

There were four meetings during the period. The quorum shall be not less than two directors, one of whom, at least, shall be independent director.

The audit committee may invite such other person (e.g., the CEO, CFO, internal auditor) to its meetings, as it deems necessary. The external auditor shall sometimes, normally attend the meetings of the committee at which it communicates audit risks and planning and the full year results. Company Secretary shall act as the secretary of the committee.

Activities carried out by the Audit Committee:

Audit Committee acted as per guideline mentioned in the charter of the Committee. The Committee reviewed effectiveness of internal control and external audit procedures and reports thereon and regularly updates the Board of Directors on their observations and status of control environment. The members of Committee were apprised duly by:

- The external auditor on accounting policies, internal controls, compliance of statutory provisions of law and other regulatory authorities, Compliance of IAS and IFRS and appropriateness of disclosure in the Financial Statements. The committee reviewed the audit findings and management responses.
- The Chief Financial Officer on financial performance of the Company for the period under review.

Reporting

Pursuant to condition # 5(6)(a) of the Corporate Governance Code-2018 issued by BSEC, the Committee reports that it did not find any conflict of interest, any fraud, irregularity or material defect in the internal control system. There also are no infringement of laws, rules and regulations.

After due verification Audit Committee formed the opinion that adequate financial control and procedures are in place to provide reasonable assurance that the Company's resources are safeguarded and the financial position of the Company is well managed.

On behalf of the Audit Committee.



Mohammad Saifur Rahman
Chairperson, Audit Committee

Saif Powertec Limited

Report on the Nomination & Remuneration Committee (NRC):

The Nomination & Remuneration Committee of Saif Powertec Limited is appointed by the Board of Directors, as required by Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC) notification. The NRC consists of three members, of whom one is independent director who is the chairperson of the committee and other two are non-executive directors. Company Secretary is the secretary of the committee. Pursuant to code 6.5(c) of the codes of corporate governance, the Nomination & Remuneration Policy of the Company is presented hereunder at a glance:

Nomination & Remuneration Committee (NRC)

The Nomination & Remuneration Committee (NRC) was set up with clear terms of reference. 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. The Nomination and Remuneration Committee (NRC) shall conduct at least one meeting a year, consider its own act and terms of reference to ensure that it is functioning at maximum usefulness and recommend any updates necessary to the Board for consent.

During the year, NRC recommended all Directors including Independent Director and Managing director to the Board as required to identify individuals who are qualified to become Directors in accordance with the nomination criteria laid down, and recommend their appointment/re-appointment and removal to the Board.

The Composition of the NRC

The Board of Directors has appointed the Nomination & Remuneration Committee comprising three members including of whom one is independent director who is the chairperson of the committee and other two are non-executive directors. Company Secretary is the secretary of the committee. The following members of the Committee are:

Chairperson	: Mr. Mohammad Saifur Rahman
Member	: Mrs. Rubya Chowdhury
Member	: Mr. Tarafder Md. Ruhul Saif
Member Secretary	: Mr. F. Md. Salehin

The Responsibilities of the Nomination Committee

The Committee shall be independent and responsible or accountable to the Board and to the Shareholders. The responsibilities of the Committee are as follows:

- Review and recommend the size and composition of the Board, including review of Board succession plans and the succession of the Chairperson.
- Review and recommend a policy to the Board relating to the nomination criteria for determining qualifications, positive attributes, experiences and Independence of Directors and top level executives.
- Assist the Board as required to identify individuals who are qualified to become Directors and who may be appointed in top level executive position in accordance with the nomination criteria laid down, and recommend their appointment/re-appointment and removal to the Board.
- Review and recommend to the Board the policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality.

- Review the Code of Conduct of Board on a periodic basis, and recommend any amendments for Board consideration.
- Ensure that an effective induction process is in place for any newly appointed Director and regularly review its effectiveness.
- Identifying the Company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria.
- Developing, recommending and reviewing annually the Company's human resources and training policies.
- Review and recommend a policy to Board relating to the remuneration of the Directors and top level executive, considering the following:
 - The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable Directors to run the Company successfully,
 - The relationship of remuneration to performance is clear and meets appropriate performance benchmarks, and
 - Remuneration to Directors and 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.
- Assist the Board to formulate the criteria for evaluation of performance of the Board including Independent Director.
- Review and recommend to the Board the meeting attendance fees for the Non-Executive Directors of the Board.
- Recommend a report to the Board on activities of the Committee during the financial year.
- Such other key issues/matters as may be referred by the Board or as may be necessary in view of the provisions of the Country's Laws, Rules and Regulations.

On behalf of the Nomination & Remuneration Committee



Mohammad Saifur Rahman
Chairperson
Nomination & Remuneration Committee (NRC)

Code of Conduct of Saif Powertec Limited

Applicability:

This Code of Conduct ("this Code") shall be called "The Code of Conduct for the Chair of the Board, other Board members and Chief Executive Officer of "Saif Powertec Limited". This Code of Conduct is in compliance with the requirement of the Corporate Governance Code 2018 of the Bangladesh Securities and Exchange Commission.

Standards of Conduct:

The Company expects all Directors, Employees, Agents and Contractors to take steps for furthering safety and welfare of citizens and for ensuring a cooperative, efficient, positive, harmonious and productive work environment.

Those who neglect or willfully breach this Code may be subject to corrective action, which may include termination.

Shareholder Value:

The Directors and Employees of the Company shall be fully committed to enhancing shareholder value and net worth. Every member of the Board and all employees shall take adequate steps and measures that would have been taken by a person of ordinary prudence towards achieving this objective.

Conflict of interest:

The Directors and Employees shall not participate in the decision making process in respect of any subject matter where there is a conflict of interest between the interest of the Company and the personal interest of such persons. The Directors and Employees shall also not participate in taking decisions in respect of any matter or transaction involving an organization, firm or a person in which case such Directors or Employees may be deemed to be interested.

Gifts:

The Directors and Employees shall not accept any gift, hospitality or material benefits from any agent/contractors/vendors or other parties with whom the Company has a business relationship. Gifts customarily given on special occasions like New Year, Eid, Christmas, etc. not exceeding Tk 2,000/- in value or distributed generally and openly at ceremonies and a business lunch or dinner which is not excessive in nature shall not come under purview of this Clause. Participation by employees in general customer meets, seminars conferences organized by business partners an open invitation will also not fall under the purview of this clause.

Business Opportunity:

The Directors and Employees shall not take advantage of any business opportunity belonging to the Company and known to them to be so belonging.

Time and attention:

The whole-time Directors and Employees shall devote full time and attention to the affairs of the Company and shall not engage in any other profession or calling which impairs their ability to do so.

Quality:

Directors and Employees shall function so as to ensure that the Company preserves its reputation in the market, supplies quality products and valued services to the customers, both internal and external, and will continuously work towards enhancement of the Company's goodwill.

Confidentiality and Information Handling:

Directors and Employees shall ensure that all information, which is made available by the Company to the public, is correct, and is free from ambiguity. Information related to the Company and not in the public domain will be generally treated as confidential. Confidential information will be deemed to be a valuable asset and shall be treated as such by all employees and Directors. The Company shall be entitled to take all such steps as may be required to prevent any unauthorized disclosure of information. Share confidential information when we are authorized to do so and there is a legitimate reason for doing so, do not discuss sensitive topics in public places and treat information from third parties with the same level of confidentiality and care as our own information.

Relationship with Environment:

Directors and Employees shall support environmentally friendly and energy efficient technologies and we seek to minimize carbon emissions from all parts of our operations. Secure sustainable waste management and we reuse, recycle or safely dispose of all electronic waste.

Always consider the environment when purchasing, and we use sustainable criteria in our procurement processes for major contracts. Transparent about our environmental footprint, and we accurately report our environmental performance including energy use, carbon emissions, and waste/recycling. Focus on extreme weather and climate change and protect existing infrastructure and plan network expansion accordingly and shall be report immediately if we see an incident that is actively harming the environment.

Insider Trading:

Directors and Employees do not trade, engage in tipping or suggest others should trade in any securities when in possession of inside information about Saif Powertec Limited. Treat all inside information that is not generally available to the investing public as proprietary and confidential and do not discuss sensitive topics in public places.

Records:

Every Employee shall take necessary steps to preserve records as may be necessitated by law and the Company's business. Records include written documents, CDs, computer hard disks, USB drive, microfilm, microfiche and all other media.

Compliance with Laws, Rules and Regulations:

The Directors and Employees shall take steps to ensure that the Company complies with applicable laws, regulations, rules and regulatory orders. They will also seek such compliance from the Company's contractors and agents.

All employees shall comply with applicable laws in Bangladesh and non-compliance will render them susceptible to action by the Company.

Utilization of Assets:

The Directors and employees shall ensure that the assets of the Company are utilized in the best interest of the Company and not for their personal benefit, unless specifically allocated for such purpose.

Non-Discrimination:

All other factors being equal, Directors and employees shall not discriminate on the basis of race, religion, colour, creed, sex, disability or marital status. Any form of sexual harassment is prohibited. Complaints of sexual harassment will be investigated and action taken against offending persons.

Benefits:

No Director or employee shall derive any undue benefit from the Company which would not be otherwise available to him or her in the course of the Company's business.

Enforcement

1. All the present Directors and employees of the Company shall be deemed to have accepted this Code. All other persons who may become Directors and employees shall be deemed to have accepted the Code from the date when they become Director or employee of the Company.
2. The Company Secretary shall be the compliance officer for the purpose of this Code.
3. All Directors and Managers will have to make an annual affirmation of the Code. Any person aware of violation of the Code may lodge a written complaint with the Compliance Officer.
4. The Company may suo motu undertake internal investigation or enquiry in respect of suspected breach of the Code.
5. This Code may be amended by the Board of Directors of the Company.

DIVIDEND DISTRIBUTION POLICY

Introduction:

In compliance with the Directives No. BSEC/CMRRCD/2021-386/03 of Bangladesh Securities and Exchange Commission (BSEC) dated January 14, 2021; SAIF Powertec Limited formulated a policy known as “**Dividend Distribution Policy**”. The highlights of the said policy are given below:

Purpose:

The purpose of the policy is to comply with the Directives of Bangladesh Securities and Exchange Commission (BSEC). The parameters set out in the policy are applicable for distribution of dividend.

Dividend Recommendation and Approval process:

Dividend to be recommended and approved as per applicable Acts and Regulatory Directives issued by BSEC from time to time.

Entitlement of Dividend:

Shareholders whose names shall appear in the Members Register of the Company or in the Depository Register of CDBL on the ‘Record Date’ of the respective year’s AGM will receive entitled dividend.

Process of Distribution of Cash Dividend:

Cash dividend shall be paid directly to the bank account within 30 (thirty) days from the date of approval by the Shareholders in the AGM subject to comply of circulars/ directives of BSEC or other regulatory authority from time to time.

- Through Bangladesh Electronic Funds Transfer Network (BEFTN);
- Through Bank Transfer or any Electronic Payment System as recognized by the Bangladesh Bank (if not possible through BEFTN);
- In case of margin loan and claim by loan provider, through the Consolidated Customer’s Bank Account (CCBA);
- To the separate Bank Account of the Merchant Banker or Portfolio Manager through BEFTN;
- Through the security custodian following guidelines of Foreign Exchange Regulation for non-resident sponsor, director, shareholder, unit holder or foreign portfolio investor (FPI) in compliance with Rules, Regulations in this regard;
- Through issuance of Cash Dividend warrant and send it through post in case of non-availability of information of the shareholder or unit holder.
- Amount of declared cash dividend payable for the concerned year/period shall be kept in a separate Bank Account as per circular of BSEC or other regulatory authority from time to time.

Manner and procedure of stock dividend distribution:

The stock dividend shall be credited within 30 (thirty) days of approval subject to the clearance of the regulatory requirement.

- To the BO account;
- To the suspense BO Account for undistributed or unclaimed stock dividend/bonus shares. A new Suspense BO Account has been opened in every year for the respective year’s suspense shares;
- The bonus dividend shall be transferred to the suspense BO account if BO account is not available or BO account is inactive;
- The sale proceeds of fractional bonus dividend shall be paid off as per circular of BSEC or other regulatory authority from time to time.

Unpaid or unclaimed of unsettled cash dividend:

Unpaid or unclaimed of unsettled cash dividends shall be settled as per instructions of BSEC or other regulatory authority from time to time.

Unpaid or unclaimed of unsettled stock dividend:

Unpaid or unclaimed of unsettled stock dividends shall be settled as per instructions of BSEC or other regulatory authority from time to time.

Tax matters:

Tax will be deducted at source as per applicable tax laws.

Submission of Dividend Distribution Compliance Report:

In-compliance with the Dhaka Stock Exchange (Listing) Regulation-2015 and Chittagong Stock Exchange (Listing) Regulation-2015 SAIF Powertec Limited has been submitted a Dividend Distribution Compliance Report to BSEC, DSE and CSE within 7 (Seven) Working days from the date of completion of dividend distribution of the concerned years. This report shall submit to BSEC, DSE and CSE in a specified format issued by the regulator (s) within stipulated time.

Amendments / Modifications:

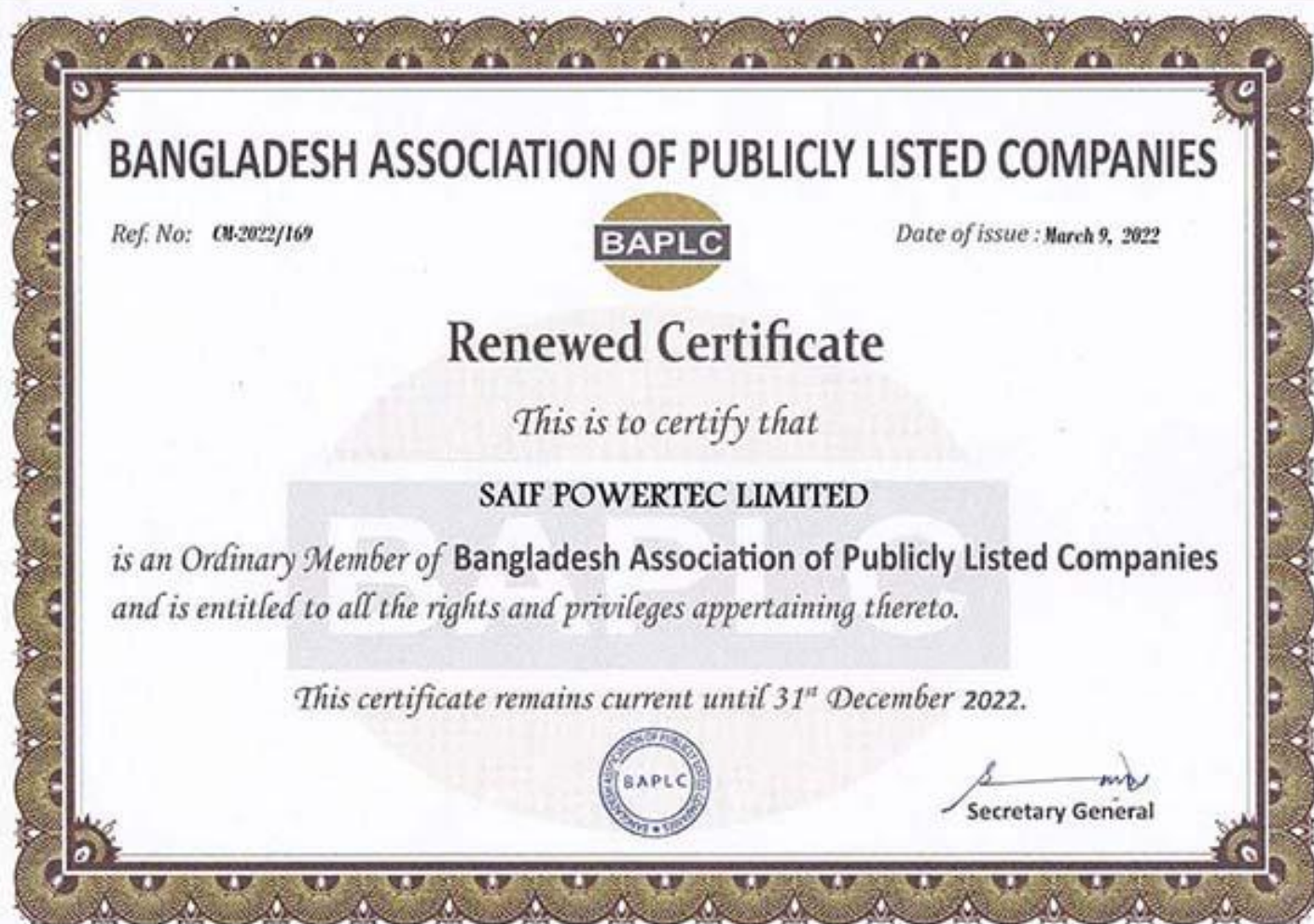
To the extent any change/amendment is required in terms of any applicable law or change in regulations, the applicable law and regulations would prevail over the policy and the provisions in the policy would be modified in due course to make it consistent with the law of the land. Such amended policy shall be placed before the Board for approval.

Disclosure Policy:

The Dividend Distribution Policy has available on the Company's website and annexed.

Summary of Unclaimed Dividend:

As of 16.03. 2022 total amount of unclaimed dividend is Taka 29,280,050 laying with respective year's Bank Accounts.



CREDIT RATING AGENCY OF BANGLADESH LIMITED



Ref: AGL/RCM/220210/2022- 1646

28 February 2022

Mr. Tarafder Md. Ruhul Amin
Managing Director
Saif Powertec Limited
72, Mohakhali C/A, Rupayan Center
Dhaka-1212

Dear Sir,

Subject: Credit Rating - Saif Powertec Limited (Surveillance)

We are pleased to inform that the Credit Rating Agency of Bangladesh Ltd. (CRAB) has assigned the following ratings to Saif Powertec Limited:

Particular	Rating	Remark
Saif Powertec Limited	A ₂	
BDT 897.0 Million Long-term Outstanding	A ₂ (Lr)	
BDT 3,876.6 Million Short-term Funded Limit	ST-3	Vide Appendix-1
BDT 4,664.8 Million Short-term Non-funded Limit	ST-3	
Outlook	Stable	

Lr: Loan Rating, ST: Short Term

This rating is valid up to 28 February 2023. The rating may be changed or revised prior to expiry, if warranted by extraordinary circumstances in the management, operations and/or financials of Saif Powertec Limited.

We hope this rating, which will be followed by a detailed report, will serve the intended purpose of your organization.

Yours Sincerely,

Mohammed Zubair Wafa
Managing Director

Attachment: Appendix - 1

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Navana-DH Tower, Level-15, Plot-06, Panthapath, Tejgaon, Dhaka-1215; E-mail: info@crab.com.bd, Web: www.crab.com.bd, www.crabrating.com
■ +88-02-55013678, 55013679, 55013681, 55013682, 55013683 (Fax) 55013684



CERTIFICATE OF REGISTRATION

This is to certify that the Occupational Health & Safety Management System of



SAIF POWERTEC LIMITED

Corporate Office: 72, Mohakhali C/A, Rupayan Centre (8th Floor), Dhaka, Bangladesh.

Site-1: Khawaja Tower (2nd Floor), 95 Mohakhali C/A, Dhaka.

Site-2: Makkah Madinah Trade Centre (17th Floor), 78 Agrabad C/A, Chattogram

has been assessed and registered by Frenchcert as conforming
to the requirements of:

ISO 45001:2018

For the following Scope

"Operation of Container Terminal and Maintenance of Container Handling Equipment. Port Development Works. Sales, Marketing & After Sales Service of Generator (diesel, gas & marine) Equipment, Substation & Switchgear. Supply of Power Plant & Petrochemical Industry Equipment including Overhauling, Installation & Commissioning. Manufacturing, Distribution, Installation & After Sales Service of Renewable Energy Equipment including all types of Accessories. Supply of all types of Equipment especially in the Gas, Oil, Water, Aviation, Defense, IT, Telecommunication & Metrological fields. Exploration, Extraction and Maintenance of Oil and Gas Facilities."

Certificate Number : 2205090800301

Issue Date: 09th May, 2022

Valid Until: 08th May, 2025

1st Surveillance on or before 09th Apr. 2023

2nd Surveillance on or before 09th Apr. 2024

Revision: 00



Director

FrenchCert UK Ltd.

(Earlier known as TUV Certification UK Ltd.)

Regd. Off: Armstrong House, First Avenue, Robin Hood Airport, Doncaster, South Yorkshire, England, DN9 3GA, United Kingdom

Email: info@frenchcert.com

Certificate can be verified on www.frenchcert.com and Accreditation Board's website: www.abcab.org

Frenchcert UK Ltd. is a Conformity Assessment Body as per requirement of Frenchcert certification requirements.

In the issuance of this certificate, Frenchcert UK Ltd. assumes no liability to any party other than to the Client, and then only in accordance with the agreed upon Certification Agreement. This certificate's validity is subject to the organisation maintaining their system in accordance with Frenchcert's requirements for certification. The certificate remains the property of Frenchcert UK Ltd., to whom it must be returned upon request.

Certificate Sertifikat сертификат Chứng chỉ

Annual Report 2022



CERTIFICATE OF REGISTRATION

This is to certify that the Information Security Management System of



SAIF POWERTEC LIMITED

Corporate Office: 72, Mohakhali C/A, Rupayan Centre (8th Floor), Dhaka, Bangladesh.

Site-1: Khawaja Tower (2nd Floor), 95 Mohakhali C/A, Dhaka.

Site-2: Makkah Madinah Trade Centre (17th Floor), 78 Agrabad C/A, Chattogram

has been assessed and registered by Frenchcert as conforming
to the requirements of:

ISO 27001:2013

For the following Scope

Container Terminal Operation & Container Handling Equipment's
Maintenance Management of Chattogram Port including Pangaon Inland
Container Terminal and Kamalapur Inland Container Depot

Certificate Number : 2105030800501
Issue Date: 03rd May, 2021
Valid Until: 02nd May, 2024
1st Surveillance on or before 03rd Apr. 2022
2nd Surveillance on or before 03rd Apr. 2023
Revision: 00



Director

FrenchCert UK Ltd.

(Earlier known as TUV Certification UK Ltd.)

Regd. Off: Armstrong House, First Avenue, Robin Hood Airport, Doncaster, South Yorkshire, England, DN9 3GA, United Kingdom

Email: info@frenchcert.com

Certificate can be verified on www.frenchcert.com and Accreditation Board's website: www.abcab.org

Frenchcert UK Ltd. is a Conformity Assessment Body as per requirement of Frenchcert certification requirements.

In the issuance of this certificate, Frenchcert UK Ltd. assumes no liability to any party other than to the Client, and then only in accordance with the agreed upon Certification Agreement. This certificate's validity is subject to the organisation maintaining their system in accordance with Frenchcert's requirements for certification. The certificate remains the property of Frenchcert UK Ltd., to whom it must be returned upon request.

Certificate Sertifikat сертификат Chứng chỉ

RECORD OF PARTICIPATION

**Kamalapur Inland Container Depot.
(SAIF Powertec Ltd.)**

**কমলাপুর ইনল্যান্ড কন্টেইনার ডিপো.
(সাইফ পাওয়ারটেক লিঃ)**

Kamalapur Inland Container Depot, Kamalapur, Dhaka, Bangladesh
কমলাপুর ইনল্যান্ড কন্টেইনার ডিপো, কমলাপুর, ঢাকা, বাংলাদেশ

has been assessed by Intertek as conforming to the requirements of:
Global Security Verification

This document verifies that the named facility has voluntarily participated in the Global Security Verification program. A comprehensive supply chain security verification of the named facility was conducted by an independent third party to determine appropriate minimum security measures, as published by the U.S. Bureau of Customs and Border Protection and other international mutually recognized supply chain security programs, are implemented and maintained throughout the facility.

Specifically, this verification focused on existing processes, procedures and infrastructure related to the following areas of supply chain security:

1. Security Vision and Responsibility
2. Risk Assessment
3. Business Partner Security
4. Cybersecurity
5. Conveyance and Instruments of International Traffic Security
6. Seal Security
7. Procedural Security
8. Agricultural Security
9. Physical Access Controls
10. Physical Security
11. Personnel Security
12. Education, Training and Awareness

Intertek's GSV integrates multiple global supply-chain security initiatives, including C-TPAT (Customs Trade Partnership Against Terrorism), PIP (Partners in Protection) and AEO (Authorized Economic Operators).

This document certifies that an independent third-party assessment of the named facility was performed using a process which incorporated a verified and robust data collection instrument to provide objective results on the facility's level of adherence to program standards. The document should not be relied upon as a representation of compliance beyond the audit date. Periodic evaluations of the facility's ongoing processes should be conducted based on risk, to ensure continuing adherence to program standards. The Assessment Report does not certify, confirm or imply, and it waives the claims based on this report, adherence to compliance with any government, industry regulations or standards, or the quality of any specific products and services produced or obtained by the facility. The facility or supplier remains solely liable for legal compliance to any laws, regulations and non-compliance relating to business, processes or product defects.




Registration Number

F_IAR_173346_GSV

Audit Date: August 4, 2022

Issue Date: August 15, 2022

Expiry Date: August 14, 2023


Raquel Sese
GSV Program Manager, Intertek


Guillaume Gignac
Global Vice President,
Technical Management & Quality,
Business Assurance, Intertek



MANAGEMENT SYSTEM CERTIFICATE

Certificate No:
10000405443-MSC-UKAS-IND

Initial certification date:
27 December 2011

Valid:
27 December 2020 - 26 December 2023

This is to certify that the management system of

Saif Powertec Limited

H.O.: 72, Rupayan Centre, 8th Floor, Mohakhali C/A, Dhaka, Bangladesh, 1212
and the sites as mentioned in the appendix accompanying this certificate

has been found to conform to the Quality Management System standard:
ISO 9001:2015

This certificate is valid for the following scope:

- Installation, commissioning & overhauling of plant equipment such as boilers and generators in power plant & petrochemical industries
- Container terminal operation and container handling equipment maintenance
- Sales and after-sales service of generators (diesel, gas & marine), construction equipment and material handling equipment
- Supply of hydrological equipment
- Manufacture of transformers & HT/LT panels and commissioning & maintenance of substations
- Supply of off-grid and on-grid solar home systems/streetlights with LED lights & electronics

Place and date:
Chennai, 10 December 2020



For the issuing office:
DNV GL - Business Assurance
ROMA, No. 10, GST Road, Alandur,
Chennai - PIN - 600 016, India


Sivadasan Madiyath
Management Representative

Lack of fulfillment of conditions as set out in the Certification Agreement may render this Certificate invalid.
ACCREDITED UNIT: DNV GL Business Assurance UK Limited, 10th Floor, Vivo Building, 30 Stamford Street, London, SE1 9LQ, United Kingdom.
TEL: +44(0) 203 016 4000. www.dnvgl.co.uk



AUDITED CONSOLIDATED FINANCIAL
STATEMENTS-2022



Independent Auditor's Report To The Shareholders of Saif Powertec Limited

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of **Saif Powertec Limited** and its subsidiaries (the 'Group') as well as the separate financial statements of **Saif Powertec Limited** (the 'Company'), which comprise the consolidated and separate statement of financial position as at 30th June, 2022, and the consolidated and separate statement of profit or loss and other comprehensive income, consolidated and separate statement of changes in equity and consolidated and separate statement of cash flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements give true and fair view of the consolidated financial position of the Group and the separate financial position of the Company as at 30th June, 2022, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We refer to note no: 3.14 & 26 regarding Workers Profit Participation and Welfare Fund in accordance with Bangladesh Labour Act-2006 and status of compliance regarding creating provision for the fund, disbursement of the fund and position of separate bank account in line with Bangladesh Labour Rules-2015. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

1. Revenue Recognition

Ref: Note 3.06 & 27.00

Key audit matters	How our audit address the matter
<p>The company in current year recognized revenue of Tk. 3,814,120,946/- for the year.</p> <p>Revenue recognition have significant and widespread influence over the financial statements and plays a vital role in calculating Corporate Tax. Since, revenue recognition is one of the performance indicators in almost all sector, there always exist risk of revenue smoothing or window dressing.</p> <p>As per IFRS 15 revenue is recognized when a performance obligation is satisfied by transferring control over a promised good or service.</p>	<ul style="list-style-type: none"> - We clearly encoded the total procedure of process starting from receipt of customer order to realization of revenue. - We tested the key controls over approval of export order, signing off documents by appropriate personnel and input sales data into system in a complete & accurate manner. - We collected sample work order, delivery challan, GRN, invoice & payment disbursement documents against revenue. - We collect delivery challan & shipment documents 10 days before and after the year end and check those against sales ledger to ensure cut off. - We tested the correctness of journal entries and recalculate the amount shown in sales ledger and make sure that the carry forward figures are accurate. - We carefully checked that, no unusual journal entries were made at the period end and also check the transactions/entries just before and after the balance sheet date to confirm cut off. - We also considered the bank confirmation letter stating the actual sales revenue collected by the bank on behalf of the company and the actual amount of AIT against export revenue. - We checked appropriate disclosure in accordance with IFRS 15.

2. Inventory Valuation

Ref: Note 3.2 & 7.00

Key audit matters	How our audit address the matter
<p>The company has shown sum of Tk. 1,329,835,951/- as closing inventory which represents 8.91% of total assets & 17.72 % of total current assets.</p> <p>Inventories are usually carried in financial statements at the lower of cost and net realizable value. Since frequent changes in customer demand is unavoidable in manufacturing industry and a large quantity of raw material is held. As a result, there is risk that the carrying value of inventory exceeds net realizable value.</p>	<p>Our audit approach includes but not limited to the followings:</p> <ul style="list-style-type: none"> - We gained an understanding of recording and valuation methods regarding Inventory. - We made sure that closing balances are carried forward correctly and current year purchase amounts are in agreement with ledger balances. - We carried out analytical procedure to identify unusual fluctuation. - We obtained the year end inventory count report with segregated value.

	How our audit address the matter
	<ul style="list-style-type: none"> - We retest the NRV calculation made the company and consider relevant assumptions made. -We reviewed the company's policy of accounting for obsolete, damaged & slow moving items along with procedure for disposal. -We have checked the physical safeguard of inventory held at warehouse of the company. - We collect and review the purchase document of inventory items along with delivery challan & GRN. - We have also considered the adequacy of the company's disclosures in respect of the levels of provisions against inventory as per IAS-2.
3. Property, Plant and Equipment Ref: Note 4.00 & 3.1	
Key audit matters	How our audit address the matter
<p>In the year ended 30th June, 2022 the company accounted for Property Plant and Equipment WDV of Tk.4,394,499,168/- & Tk. 671,979,981/- as current year addition to fixed asset.</p> <p>The written down balance represents around 29.45% of total assets. Large amount and number of fixed assets and subsequent additions subject to huge amount of depreciation charged against profit. Error in addition to fixed asset & depreciation calculation could result in over or understatement of profit / assets.</p>	<ul style="list-style-type: none"> - We obtained asset register and confirm the opening balances that are carried forward from last year. - We obtained current year purchase / addition to fixed asset documents and ensure their complete recording in ledger. - We obtain import documents of machineries (bill of entry, AIT documents, C & F documents, insurance coverage, carrying , installation costs) to assess the reliability of value recorded. - We inspected the physical existence of the assets capitalized in current year along with the verification of company's legal rights on those assets. - We recalculate the depreciation charged against assets in current year. - We carried out analytical procedure to detect any unusual fluctuation in value in comparison with last year. - We evaluate the appropriateness of disclosures in financial statements in line with IAS-16.

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information.

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.

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

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and 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 Group and the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- Obtain an understanding of internal control relevant to the audit 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 Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

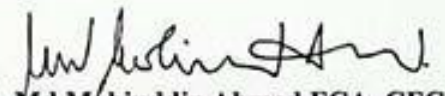
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of accounts as required by law have been kept by the Group and the Company so far as it appeared from our examination of these books;
- c) the consolidated and the separate statements 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 accounts and returns; and
- d) the expenditure incurred was for the purpose of the Group's and the Company's business.



Md. Mohiuddin Ahmed FCA, CFC
 Enrollment no: 1046
 Partner
 Ashraf Uddin & Co.
 Chartered Accountants
 DVC: 2210271046AS148445

Place: Dhaka
 Date: 27/10/2022

Consolidated Statement of Financial Position
as at 30 June 2022

Particulars	Notes	Amount in Taka			
		At 30 June 2022		At 30 June 2021	
Assets:		Consolidated	The Company	Consolidated	The Company
Non-current assets					
Property, plant and equipment	4	4,687,010,499	4,394,499,168	4,401,747,844	4,146,449,161
Capital works-in-progress	5	9,929,917,910	2,765,264,842	7,499,734,091	2,759,554,984
Preliminary Expenses		2,136,301	-	-	-
Investment in subsidiary companies	6	-	258,708,350	-	112,500,000
		14,619,064,710	7,418,472,361	11,901,481,935	7,018,504,145
Current assets					
Inventories	7	1,333,538,637	1,329,835,951	1,187,680,090	1,183,172,475
Accounts and others receivable	8	2,220,354,732	2,156,398,220	1,736,950,663	1,717,816,273
Related Party Transactions		62,883,432	-	-	-
Advances, deposits and prepayments	9	4,612,298,858	3,375,990,627	3,244,925,094	2,255,486,636
Fixed deposit receipt (FDR)	10	530,103,142	530,103,142	510,639,058	510,639,058
Receivable from shareholders		536,500,000	-	-	-
Cash and cash equivalents	11	123,927,269	113,382,878	518,710,871	516,289,317
		9,419,606,071	7,505,710,818	7,198,995,776	6,183,403,759
Total assets		24,038,670,781	14,924,183,179	19,100,387,711	13,201,907,904
Equity and Liabilities:					
Capital and reserves					
Share capital	12	3,793,386,470	3,793,386,470	3,578,666,490	3,578,666,490
Share premium	13	976,713,054	976,713,054	976,713,054	976,713,054
Revaluation reserve	14	82,059,122	82,059,122	82,059,122	82,059,122
Statutory Reserve		145,307	-	-	-
Calls in Arrear		536,500,000	-	-	-
Amount to be distributed as dividend	15	379,338,656	379,338,656	572,586,638	572,586,638
Retained earnings	16	1,025,323,189	959,952,255	914,217,938	873,069,520
		6,793,465,799	6,191,449,557	6,124,243,242	6,083,094,825
Non-controlling interest	17	86,751,383	-	43,850,028	-
		6,880,217,182	6,191,449,557	6,168,093,270	6,083,094,825
Non-current liabilities					
Long term loan from banks and NBFIs	18	10,442,211,891	2,285,935,963	6,765,564,981	1,001,078,276
Deferred tax liability	20	257,020,938	230,936,809	238,622,555	213,256,528
		10,699,232,829	2,516,872,772	7,004,187,536	1,214,334,804
Current Liabilities					
Current portion of long-term loan	19	1,268,850,471	1,268,850,471	1,778,373,479	1,778,373,479
Short term loan	21	3,370,794,550	3,370,794,550	2,629,762,633	2,629,762,633
Amount due to Related parties		51,076,282	-	-	-
Share money refundable		1,227,750	1,227,750	1,227,750	1,227,750
Accounts payable	22	212,248,430	45,305,016	85,374,550	82,371,330
Undistributed Profit (Cash Dividend)	23	57,710,981	57,710,981	29,819,340	29,819,340
Accrued expenses	24	1,270,137,646	1,253,807,422	1,173,372,505	1,161,757,096
Share money deposit (SPPIL)		9,010,000	-	9,010,000	-
Workers profit participation/Welfare fund	26	218,164,660	218,164,660	221,166,647	221,166,647
		6,459,220,770	6,215,860,850	5,928,106,903	5,904,478,275
Total shareholders' equity and liabilities		24,038,670,781	14,924,183,179	19,100,387,711	13,201,907,904
Net asset value per share of Taka 10 each	32	17.91	16.32	17.11	17.00
Net asset value per share without revaluation of Taka 10 each	32	17.69	16.11	16.88	16.77

The annexed notes form an integral part of the Statement of Financial Position.

N. Sultana
Chairman

[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer

[Signature]
Company Secretary

SIGNED IN TERMS OF OUR ANNEXED REPORT OF EVEN DATE

Dated: Dhaka
27 October 2022

[Signature]
Md. Mohiuddin Ahmed FCA, CFC
Enrollment no: 1046
Partner
Ashraf Uddin & Co.
Chartered Accountants
DVC: 2210271046/AS148445

Consolidated Statement of Profit or Loss and Other Comprehensive Income
for the year ended 30 June 2022

Particulars	Notes	Amount in Taka			
		1st July 2021 to 30 June 2022		1st July 2020 to 30 June 2021	
		Consolidated	The Company	Consolidated	The Company
Revenue					
Sales (net)	27	4,225,555,859	3,814,120,946	4,795,081,769	4,744,553,056
Cost of sales	28	(2,388,069,284)	(2,083,909,655)	(2,813,027,764)	(2,774,847,671)
Gross profit		1,837,486,575	1,730,211,291	1,982,054,005	1,969,705,385
General and administrative expenses	29	(574,532,450)	(519,942,717)	(543,558,994)	(530,532,567)
Profit from operations		1,262,954,125	1,210,268,574	1,438,495,012	1,439,172,818
Other income		53,583,984	53,505,730	29,457,036	29,258,351
Finance expenses	30	(659,936,924)	(659,050,404)	(589,992,048)	(589,792,193)
Net profit before WPPF & Tax		656,601,185	604,723,900	877,960,000	878,638,976
Workers profit participation/Welfare fund		(28,796,376)	(28,796,376)	(41,839,951)	(41,839,951)
Net profit before Tax		627,804,809	575,927,523	836,120,049	836,799,025
Income tax expenses	31	(114,232,714)	(109,706,142)	(212,049,538)	(209,199,756)
Net profit after tax		513,572,095	466,221,381	624,070,511	627,599,268
Profit attributable to ordinary shareholders					
Total Non controlling interest (20%, 35%, 18% and 45%)		(12,901,355)	-	2,278,308	-
		500,670,740	466,221,381	626,348,819	627,599,269
Basic Earnings per share	33	1.32	1.23	1.65	1.65
Diluted Earnings per share	33	1.32	1.23	1.65	1.65
Appropriation of subsidiary company's net profit : SPPIL					
Saif Powertec Limited (parent company) - 80%		6,603,288		5,563,963	
Non-controlling interest (minority interest) - 20%		1,650,822		1,390,991	
		8,254,110		6,954,954	
SPHL					
Saif Powertec Limited (parent company) - 65%		(11,468,109)		(6,814,413)	
Non-controlling interest (minority interest) - 35%		(6,175,136)		(3,669,299)	
		(17,643,245)		(10,483,712)	
SLAL					
Saif Powertec Limited (parent company) - 82%		(62,917)		-	
Non-controlling interest (minority interest) - 18%		(13,811)		-	
		(76,728)		-	
88 Innovation Eng. Ltd.					
Saif Powertec Limited (parent company) -55%		21,314,920		-	
Non-controlling interest (minority interest) - 45%		17,439,480		-	
		38,754,399		-	

The annexed notes form an integral part of the Statement of Profit or Loss and Other Comprehensive Income.

N. Sultana
Chairman

[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer

[Signature]
Company Secretary

SIGNED IN TERMS OF OUR ANNEXED REPORT OF EVEN DATE

Dated: Dhaka
27 October 2022

[Signature]
Md. Mohiuddin Ahmed FCA, CFC
Enrollment no: 1046
Partner
Ashraf Uddin & Co.
Chartered Accountants
DVC: 2210271046AS148445

Consolidated Statement of Changes in Equity
for the year ended 30 June 2022

Amounts in Taka

Particulars	Share capital	Share premium	Amount to be distributed as dividend	Revaluation reserve	Retained earnings	Non-Controlling Interest	Statutory Reserve	Call in Arrear	Total
Balance at 01 July 2020	3,408,253,800	976,713,054	340,825,380	82,059,122	860,455,757	46,128,336	-	-	5,714,435,449
Net income for the year	-	-	-	-	626,348,819	-	-	-	626,348,819
Issue of Bonus Shares	170,412,690	-	(170,412,690)	-	-	-	-	-	-
Cash Dividend paid	-	-	(170,412,690)	-	-	-	-	-	(170,412,690)
Amount to be distributed as dividend	-	-	572,586,638	-	(572,586,638)	-	-	-	-
Share of profit of subsidiary (SPHL)	-	-	-	-	-	(3,669,299)	-	-	(3,669,299)
Share of profit of subsidiary (SPPIL)	-	-	-	-	-	1,390,991	-	-	1,390,991
Balance at 30 June 2021	3,578,666,490	976,713,054	572,586,638	82,059,122	914,217,938	43,850,028	-	-	6,168,093,270
Balance at 01 July 2021	3,578,666,490	976,713,054	572,586,638	82,059,122	914,217,938	43,850,028	-	-	6,168,093,270
Opening Balance (Saif Maritime LLC)	-	-	-	-	(10,081,534)	-	-	-	(10,081,534)
Net income for the year	-	-	-	-	500,670,740	-	-	-	500,670,740
Issue of Bonus Shares	214,719,980	-	(214,719,980)	-	-	-	-	-	-
Cash Dividend paid	-	-	(357,866,649)	-	-	-	-	-	(357,866,649)
Amount to be distributed as dividend	-	-	379,338,647	-	(379,338,647)	-	-	-	-
Share of profit of subsidiary (SLAL)	-	-	-	-	-	29,986,189	-	-	29,986,189
Share of profit of subsidiary (SPHL)	-	-	-	-	-	(6,175,136)	-	-	(6,175,136)
Share of profit of subsidiary (SPPIL)	-	-	-	-	-	1,650,822	-	-	1,650,822
Share of profit of subsidiary (88 Innovations Eng. Ltd.)	-	-	-	-	-	17,439,480	-	-	17,439,480
Call in Arrear (SLAL)	-	-	-	-	-	-	-	336,500,000	336,500,000
Call in Arrear (88 Innovation Eng. Ltd)	-	-	-	-	-	-	-	200,000,000	200,000,000
Statutory Reserve (Saif Maritime LLC)	-	-	-	-	(145,307)	-	145,307	-	-
Balance at 30 June 2022	3,793,386,470	976,713,054	379,338,656	82,059,122	1,025,323,190	86,751,383	145,307	536,500,000	6,880,217,182

N. Sultana
Chairman

[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer

[Signature]
Company Secretary

Dated: Dhaka
27 October 2022

Consolidated Statement of Cash Flows
for the year ended 30 June 2022

Particulars	Amount in Taka			
	Year ended 30 June 2022		Year ended 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
Cash flows from operating activities				
Cash receipt from customers and others	3,690,389,245	3,429,044,729	4,071,608,327	4,017,987,200
Cash paid to employees and suppliers	(2,732,133,994)	(2,936,780,750)	(2,887,565,171)	(2,761,939,237)
Cash generate from operating activities	958,255,251	492,263,979	1,184,043,156	1,256,047,963
Paid against WPPF	(31,798,363)	(31,798,363)	(19,568,581)	(19,568,581)
Paid against advance income tax	(176,513,357)	(171,239,482)	(164,607,840)	(164,012,317)
Net cash provided by operating activities (A)	749,943,531	289,226,134	999,866,735	1,072,467,065
Cash flows from investing activities				
Purchase of property, plant and equipment	(516,058,807)	(374,666,030)	(145,055,850)	(37,691,711)
Capital works-in-progress	(2,917,395,190)	(679,135,293)	(3,722,709,701)	(465,893,864)
Investment in subsidiary companies	(146,208,350)	(146,208,350)	-	-
Preliminary Expenses	(2,136,301)	-	-	-
Fixed deposit receipt (FDR)	(19,464,084)	(19,464,084)	(100,397,025)	(100,397,025)
Net cash used in investing activities (B)	(3,601,262,732)	(1,219,473,757)	(3,968,162,576)	(603,982,600)
Cash flows from financing activities				
Short term loan received	2,245,624,679	2,245,624,679	1,478,583,161	1,478,583,161
Short term loan re-paid	(1,504,592,762)	(1,504,592,762)	(815,214,984)	(815,214,984)
Interest and financial expenses	(659,762,260)	(659,050,404)	(589,992,047)	(589,792,193)
Cash dividend paid	(329,975,008)	(329,975,008)	(175,148,866)	(175,148,866)
Issue of Capital	163,500,000	-	-	-
Long term loan received	4,356,729,423	2,223,258,704	3,982,431,913	573,505,154
Long term loan re-paid	(1,820,541,310)	(1,447,924,025)	(607,160,566)	(566,602,645)
Net cash provided by financing activities (C)	2,450,982,762	527,341,184	3,273,498,611	(94,670,373)
Effect of exchange rate change on cash and cash equivalents	-	-	-	-
Net changes in cash and cash equivalents (A+B+C)	(400,336,439)	(402,906,439)	305,202,770	373,814,092
Opening cash and cash equivalents	524,263,708	516,289,317	213,508,101	142,475,225
Closing cash and cash equivalents	123,927,269	113,382,878	518,710,871	516,289,317
Net Operating cash flows per share (Note: 31)	1.98	0.76	2.64	2.83

N. Sultana
Chairman

[Signature]
Managing Director

[Signature]
Director

[Signature]
Chief Financial Officer

[Signature]
Company Secretary

Dated: Dhaka
27 October 2022

Saif Powertec Limited

Notes to the financial statements as at and for the year ended 30 June 2022

1. Reporting entity

Saif Powertec Limited (hereinafter referred to as 'the company') was incorporated on 29 December 2003 as a private limited company under Companies Act 1994. The company has since been converted into a public limited company vide a special resolution of the shareholders in their extra ordinary general meeting held on 28 June 2010. The registered office of the company is situated at 72, Mohakhali, Rupayan Centre (8th Floor), Dhaka 1212. The shares of Saif Powertec Limited is listed with DSE and CSE and traded in the regular market.

1.1 Nature of business

Principal activity of the company is to carry on business of infrastructure-support service. The company is also engaged in importing, trading, assembling and installing generators, sub-stations, electrical equipment and grid-lines, installation and erection of power plants, producing Battery as well as acts as a berth/ terminal operator for operation of Chittagong Container Terminal (CCT) and New Mooring Container Terminal (NCT) of Chittagong Port Authority (CPA).

1.2 Subsidiary Companies

Saif Plastic & Polymer Industries Limited, a subsidiary company of Saif Powertec Limited was incorporated on 13 November 2010 as a private limited company under Companies Act 1994 with an authorised capital of Taka 200,000,000 divided into 20,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 100,000,000. Saif Powertec Limited holds 80% shares of Saif Plastic & Polymer Industries Limited (the subsidiary). The registered office of the subsidiary is located at 72, Mohakhali, Rupayan Centre (8th Floor), Dhaka 1212. Saif Plastic & Polymer Industries Limited has started its commercial operation during the year.

The shareholding position of Saif Plastic & Polymer Industries Limited has been shown in Annexure-III

Saif Port Holdings Limited, a subsidiary company of Saif Powertec Limited was incorporated in Bangladesh as a private company, limited by shares, on 23 July 2017 under Companies Act 1994 vide certificate of incorporation no.C-138908/2017. Authorised capital of Taka 100,000,000 divided into 10,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 50,000,000. Saif Powertec Limited holds 65% shares of Saif Port Holdings Limited (the subsidiary). The registered and corporate office of the Company is located at 72, Mahakhali, Rupayan Center (8th floor), Dhaka-1212.

The shareholding position of Saif Port Holdings Limited has been shown in Annexure-IV.

Saif Logistics Alliance Limited, a subsidiary company of Saif Powertec Limited was incorporated in Bangladesh as a private company, limited by shares, on 27 September 2021 under Companies Act 1994 vide certificate of incorporation no. C-174505/2021. Authorised capital of Taka 1,000,000,000 divided into 100,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 500,000,000. Saif Powertec Limited will be holds 80% shares of Saif Logistics Alliance Limited (the subsidiary). The registered and corporate office of the Company is located at 72, Mahakhali, Rupayan Center (8th floor), Dhaka-1212.

The shareholding position of Saif Logistics Alliance Limited has been shown in Annexure-V.

88 Innovations Engineering Ltd, a subsidiary company of Saif Powertec Limited was incorporated in Bangladesh as a private company, limited by shares, on 18 November 2021 under Companies Act 1994 vide certificate of incorporation no. C--176381/2021. Authorised capital of Taka 1,000,000,000 divided into 100,000,000 ordinary shares of Taka 10 each and paid up capital of Taka 200,000,000. Saif Powertec Limited will be holds 55% shares of on 18 November 2021 under Companies Act 1994 vide certificate of incorporation no. C--176381/2021 (the subsidiary). The registered and corporate office of the Company is located at 72, Mahakhali, Rupayan Center (8th floor), Dhaka-1212.

Saif Maritime LLC is a Limited Liability Company-Single Owner (LLC-SO) incorporated on September 29, 2020 in accordance with provisions of UAE Federal Law No (8) of 1984 regarding commercial companies and its subsequent amendments and registered with Department of Economic Development, Government of Dubai, United Arab Emirates under registration No 1687857. The Company is licensed to operate in UAE under Commercial License No 907608. The registered address of the Company is P.O Box-18870, Dubai, UAE.

Subsidiaries are entities controlled by Saif Powertec Limited (The Company). Control exists when Saif Plastic & Polymer Industries Limited, Saif Port Holdings Limited, Saif Logistics Alliance Limited, 88 Innovations Engineering Limited and 100% owned of Saif Maritime LLC has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights presently exercisable are taken into account. The financial statements of Saif Plastic & Polymer Industries Limited, Saif Port Holdings Limited, Saif Logistics Alliance Limited, 88 Innovations Engineering Limited and 100% owned of Saif Maritime LLC have been included in the consolidated financial statements from the date that control commences until the date that it ceases.

1.3 Basis of consolidation

The financial statements of the company and its subsidiary, as mentioned in note 1.2 have been consolidated in accordance with International Financial Reporting Standards (IFRS) 10 Consolidated Financial Statements the accounting policies of the subsidiary have been changed when necessary to align them with the policies adopted by the group. During the period statement of financial position, statement of profit or loss and other comprehensive income, and statement of cash flows has been consolidated on the basis of audited financial statements.

Transactions eliminated on consolidation

The financial statements of the subsidiaries have been consolidated in accordance with International Financial Reporting Standards (IFRS) 10 "Consolidated Financial Statements" Intragroup balances and transactions, and any unrealized income and expenses arising from intragroup transactions, have been eliminated in preparing the consolidated financial statements. Unrealized gains arising from transactions with associates are eliminated against the investment to the extent of Saif Powertec Limited's (The Company) interest in the investee. Unrealized losses, if any, are eliminated in the same way as unrealized gains, but only to the extent there is no evidence of impairment.

Non-controlling Interest

During the year statement of financial position, statement of profit or loss and other comprehensive income, and statement of cash flows has been consolidated on the basis of audited financial statements. Total profits of the Company and its Subsidiary are shown in the Consolidated Statement of Profit or Loss & Other Comprehensive Income with the proportion after taxation pertaining to non-controlling shareholders being deducted as "Non-controlling interest".

All Assets and Liabilities of the company and of its subsidiary are shown in the consolidated statement of financial position. The Interest of Non-controlling shareholders of the subsidiary is shown separately in the consolidated statement of financial position under the head "Non-controlling Interest".

1.4 Risk exposure

a. Interest rate risk

Interest rate risk is the risk that company faces due to unfavorable movements in the interest rates. Changes in the government's monetary policy, along with increased demand for loans/investments tend to increase the interest rates. Such rises in interest rates mostly affect companies having floating rate loans or companies investing in debt securities

Management perception:

The company has been repaying borrowed funds on a continuous basis to reduce such interest risk.

b. Exchange Rate Risk

Exchange rate risk occurs due to changes in exchange rates. As the company imports equipment from abroad and also earns revenue in foreign currency, unfavorable volatility or currency fluctuation may affect the profitability of the company. If exchange rate is increased against local currency opportunity will be created for generating more profit.

Management perception:

Saif Powertec Limited changes the price of their services in accordance with the change in exchange rate to mitigate the affect of unfavorable volatility in exchange rate on the company's earnings.

c. Industry risks

Industry risk refers to the risk of increased competition from foreign and domestic sources leading to lower prices, revenues, profit margins, market share, etc which could have an adverse impact on the business, financial condition and results of operation.

Management perception:

The Company continuously carries out research and development (R&D) to keep pace with the customer choices and fashions. As a local company, Saif Powertec Limited has a unique understanding of the requirements of its clients and customers and as such, shall continuously position itself as the first choice to its domestic market. Many foreign companies which wish to enter the Bangladesh market will seek Saif Powertec Limited as competitor.

d. Market Risks

Market risk refers to the risk of adverse market conditions affecting the sales and profitability of the company. Mostly, the risk arises from falling demand for the product or service which would harm the performance of the company. On the other hand, strong marketing and brand management would help the company increase their customer base.

Management perception:

The needs for power, construction and infrastructure support services will continue to grow much faster in a developing country than other developed markets in the world. Strong management, timely and quality service has enabled the company to capture significant market share in the sector. And the company is continuously penetrating the market and upgrading the quality of their service to minimize the risk.

e. Technology Related Risks

Technology always plays a vital role for each and every type of business. Better technology can increase productivity and reduce costs of production. Firms are exposed to technology risks when there are better technologies available in the market than the one used by the company which may cause technological obsolescence and negative operational efficiency.

Management perception:

The Company is aware of technological changes and has adopted new technology according to its needs. Furthermore, routine and proper maintenance of the equipment carried out by the Company ensures longer service life for the existing equipment and facilities.

f. Potential or Existing Government Regulations

The company operates under Companies Act 1994 and other related regulations, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax Act 1991 and Value Added Tax Rules 1991. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

Management perception:

Since the Company operates in power, energy and infrastructure sector, the Government regulations are mostly investment-friendly. However, unless any policy change that may negatively and materially affect the industry as a whole, the business of the Company is expected not to be affected. As it is a thrust sector, it is highly unlikely that the Government will frustrate the growth of the industry with adverse policy measures.

g. Operational risks

Non-availability of materials/equipment/services may affect the smooth operational activities of the company. On the other hand, the equipment may face operational and mechanical failures due to natural disasters, unforeseen events, lack of supervision and negligence, leading to severe accidental losses, etc.

Management perception:

The company's equipment is under insurance coverage in order to get reasonable compensation for any damages. Apart from these, routine security check and proper maintenance of the equipment also reduce/eliminate the operational risk.

2. Basis of preparation

2.1 Statement of compliance

The financial statements have been prepared in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) and the Companies Act 1994, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax Act 1991 and the Value Added Tax Rules 1991, Bangladesh Securities and Exchange Rules 1987 and other related regulations. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

2.2 Basis of measurement

The financial statements have been prepared on historical cost basis except financial assets and liabilities which are stated at "fair value".

2.3 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka, which is the Company's functional currency.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with IAS/IFRS 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. Estimates and underlying assumptions are reviewed on a ongoing basis.

2.5 Reporting period

The financial reporting period of the company covers one year from 01 July 2021 to 30 June 2022

2.6 Comparative Information and Rearrangement Thereof

In accordance with the provisions of IAS-1: Presentation of Financial Statements, Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

2.7 Corporate Accounting Standards Practiced

Applicable International Accounting Standards (IASs) are as follows:

IAS 1	Presentation of Financial Statements	Complied
IAS 2	Inventories	Complied
IAS 7	Cash Flows Statement	Complied
IAS 8	Accounting policies , Changes in Accounting Estimates and Errors	Complied
IAS 10	Events after the Reporting Period	Complied
IAS 12	Income Taxes	Complied
IAS 16	Property, Plant and Equipment	Complied
IAS 17	Leases	Complied
IAS 19	Employee Benefits	Complied
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
IAS 21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS 23	Borrowing Costs	Complied
IAS 24	Related Party Disclosures	Complied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	Not Applicable
IAS 27	Separate Financial Statements	Not Applicable
IAS 28	Investments in Associates and Joint Ventures	Not Applicable
IAS 29	Financial Reporting in Hyperinflationary Economies	Not Applicable
IAS 32	Financial Instruments: Presentation	Complied
IAS 33	Earnings Per Share	Complied
IAS 34	Interim Financial Reporting	Not Applicable
IAS 36	Impairment of Assets	Complied
IAS 37	Provision , Contingent Liabilities and Contingent Assets	Complied
IAS 38	Intangible Assets	Not Applicable
IAS 39	Financial Instruments: Recognition and Measurement	Complied
IAS 40	Investment Property	Not Applicable

Applicable International Financial Reporting Standards (IFRSs) are as follows:

IFRS 1	First-time Adoption of Bangladesh Financial Reporting Standards	Complied
IFRS 2	Share-based Payment	Not Applicable
IFRS 3	Business Combinations	Complied
IFRS 4	Insurance Contracts	Not Applicable
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations	Not Applicable
IFRS 6	Exploration for and Evaluation of Mineral Resources	Not Applicable
IFRS 7	Financial Instruments: Disclosures	Complied
IFRS 8	Operating Segments	Complied
IFRS 9	Financial Instruments	Complied
IFRS 10	Consolidated Financial Statements	Complied
IFRS 11	Joint Arrangements	Not Applicable
IFRS 12	Disclosure of Interests in Other Entities	Not Applicable
IFRS 13	Fair Value Measurement	Not Applicable
IFRS 14	Regulatory Deferral Accounts	Not Applicable
IFRS 15	Revenue from contracts with customers	Complied
IFRS 16	Leases	Not Applicable

2.8 Financial instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

Classification and measurement of financial assets and financial liabilities

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale. The adoption of IFRS 9 has not had a significant effect on the company's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortized cost; Fair Value through Other Comprehensive Income (FVOCI)–debt investment; Fair Value through Other Comprehensive Income (FVOCI)–equity investment; or Fair Value through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. Derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated. Instead, the hybrid financial instrument as a whole is assessed for classification.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

it is held within a business model whose objective is to hold assets to collect contractual cash flows; and Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis. All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. A financial asset (unless it is a trade receivable without a significant financing component that is initially measured at the transaction price) is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition. The following accounting policies apply to the subsequent measurement of financial assets.

Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

2.9 Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in profit or loss. Any gain or loss on de-recognition is recognized in profit or loss. Trade receivables are classified as financial assets measured at amortised cost.

2.10 Debt investments at FVOCI

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in OCI. On de-recognition, gains and losses accumulated in OCI are reclassified to profit or loss.

2.11 Impairment of financial assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments. The financial assets at amortised cost consist of trade receivables, cash and cash equivalents, and corporate debt securities. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on The Company's historical experience and informed credit assessment and including forward-looking information. The company considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the company in full, without recourse by The company to actions such as realizing security (if any is held).

2.12 Measurement of Expected Credit Losses (ECL)

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the company expects to receive). ECLs are discounted at the effective interest rate of the financial asset. At each reporting date, the company assesses whether financial assets carried at amortized cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. The Company expected that they have no credit losses on Trade Receivables.

The company did not account for any loss allowance in respect of ECL and assumes all its credit as recoverable within stipulated time frame. Since almost all the service contracts of the company is mainly with the Government, the Management considered all credit status as good.

2.13 Presentation of impairment

Loss allowances (if any) for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets. For debt securities at FVOCI, the loss allowance is recognized in OCI, instead of reducing the carrying amount of the asset. Impairment losses related to trade receivables and others, including contract assets, are presented separately in the notes to the financial statement if any.

2.14 IFRS-16 Leases:

An entity shall assess a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. In line with IFRS-16 Leases, an entity shall determine the lease term as the non-cancellable period of a lease together with both:

- i Period covered by the option to extend the lease and;
- ii Period covered by the option to terminate the lease.

Initial measurement of right of use asset shall be measured at cost and subsequently either by fair value or follow revaluation model.

The company does not hold any such right of use of asset for non-cancellable period of time in exchange for any consideration.

2.15 IFRS-8 Operating Segments:

All entities shall disclose information to enable users of its financial statements to evaluate the nature and financial effects of the business activities in which it engages and the economic environment in which it operates. As per IFRS-8 Operating Segments, an operating segments is a component of an entity;

- i that engaged in business, earns revenue & incur expenses;
- ii economic results and performance evaluated by chief operating decision maker on regular basis and;
- iii for which discrete financial information is available.

The company disclosed financial information regarding Saif Plastic & Polymer Industries Limited & Saif Port Holdings Limited as separate and consolidated form throughout the financial statement.

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all period presented in these financial statements.

3.1 Property, plant and equipment

3.1.1 Recognition and measurement

Property, plant and equipment are measured at cost and valuation (only land) less accumulated depreciation and impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset. It is carried at the lower of its carrying amount and fair value less cost. Any write-down is shown as an impairment loss. Cost includes expenditures that are directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

3.1.2 Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part 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 recognised in the statement of comprehensive income as incurred.

3.1.3 Depreciation on property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation thereon. Depreciation is charged applying diminishing balance method on all fixed assets other than land and land development. Depreciation has been charged on addition when the related asset is available for use and no depreciation has been charged when the related assets are de-recognized/disposed off. After considering the useful life of the assets as per IAS-16: Property Plant and Equipment, the depreciation rates have been applied as under which is considered reasonable by the management:

Rates of depreciation on various classes of property, plant and equipment are as under:

<u>Category of property, plant and equipment</u>	<u>Rate (%)</u>
Furniture and fixtures	10
Building	5
Pre-fabricated building	10
Office and electrical equipment	10
Tools and equipment	10
Workshop	10
Vehicles	20
Plant and machinery	20
Plant and machinery (Manufacturing)	10
Others	10

3.1.4 Impairment of assets

I) Financial Assets

Accounts receivable and others receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flow of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default of delinquency by a debtor, indicates that a debtor of issuer will enter bankruptcy etc.

II) Non-Financial assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less cost to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impaired loss is recognized immediately in statement of comprehensive income unless the asset is carried at revalued amount. Any impaired loss of a revalued asset treated as a revaluation decrease. During the year no impaired loss occurred to recognize in the Financial Statements.

3.2 Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is valued at weighted average cost method and includes costs for acquiring the inventories and bringing them to their existing locations and conditions.

3.3 Provisions

A provision is recognised on the balance sheet date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is provable that an outflow of economic benefits will be required to settle the obligation.

In accordance with the guidelines as prescribed by IAS-37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations;

- when the company has an obligation (legal or constructive) as a result of past events;
- 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.

3.4 Capital works-in-progress

Capital-work-in-progress is stated at cost. These are expensed of a capital nature directly incurred in the construction of factory building, land, machineries and capital expenditure. No depreciation is charged on the capital work in progress which is in accordance with IAS-16 : Property , Plant and Equipment.

3.5 Earnings per share (EPS)

This has been calculated in compliance with the requirement of IAS-33 : Earnings per share. Earnings per share by dividing the net earnings after Tax by the number of ordinary shares outstanding during the period.

Basic Earnings per share (Numerator /Denominator)

Earnings (Numerator)

*This represents earning for the year attributable to ordinary shareholders

No. of ordinary shares (Denominator)

This represents number of ordinary share outstanding during the year.

Diluted Earnings per share

As per the existing conditions of the loans taken by the company from various financial institutions or other contracts with various parties including employees, there is no condition related to conversion or stipulation related to share based payments for material and services supplied by them to the company. Hence, no Diluted EPS of the company has been calculated.

3.6 Revenue

As per IFRS-15: "Revenue from Contracts form Customers" an entity shall account for a contract with a customer only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing , orally or in accordance with other customary business practices) and are committed to perform their respective obligations ;
- (b) The entity can identify each party 's rights regarding the goods or services to be transferred ;
- (c) The entity can identify the payment terms for the goods or services to be transferred ;
- (d) The contract has commercial substance (i.e. the risk , timing or amount of the entity 's future cash flows is expected to change as a result of the contract); and
- (e) It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

3.7 Trade receivables

Trade receivables at the balance sheet date are stated at amounts which are considered realisable.

3.9 Finance income and expenses

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues. Finance expenses comprise interest expense on borrowings, bank charges and guarantee costs. All borrowing costs are recognised in the Statement of Profit or Loss and Other Comprehensive Income using the effective interest rate.

3.10 Cash and cash equivalents

It includes cash in hand and other deposits with banks which were held and available for use by the company without any restriction.

Cash flows from operating activities have been presented under direct method as per IAS-7 : Statement of Cash Flows

3.11 Taxation

A provision for current tax @ 22.50% on net profit of the company has been provided during the year under review.

3.10 Deferred tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years 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 subsequently enacted at the financial statement date.

3.12 Foreign Currency Transaction

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period, in compliance with the provision of IAS 21: The Effects of Changes in Foreign Exchange Rates, are determined as under :

- (a) Foreign currency monetary items are translated using the closing rate.
- (b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.
- (c) Non-monetary items that are measured at fair value in a foreign currency is translated using the exchange rate at the date when the fair value is determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rate different from those at which they were translated on initial recognition during the year or in previous financial statements is recognized in profit or loss in the year in which they arise.

As the import L/Cs were settled on spot payment basis, no exchange loss or gain occurred.

3.13 Employee Benefits:

The Company is operating Workers Profit Participation Fund (WPPF) and Welfare Fund according to Bangladesh Labour Law 2006 and Bangladesh Labour (Amendments) Act 2013 are accounted for securing benefits to the employees in accordance with the provision of International Accounting Standard (IAS)-19, "Employee Benefit". The company pays two festival bonuses to all employees in every year.

3.14 Contribution to Workers' Profit Participation and Welfare Funds

This represents 5% of net profit before tax, contributed by the company as per provisions of the Bangladesh Labour Act, 2006 (amendment-2013). The Company recognizes contribution to Workers Profit Participation and Welfare Fund in the accounts from the year 2019-2020. The fund transfer is under process and will be paid after completion of necessary legal process.

The company made provision for WPPF in line with section 234 (a) chapter-XV (Workers' participation in Companies Profits) of Bangladesh Labour Act-2006 and complied with section 234 (b). Transfer of the amount to a separate bank account is under process. The management of the company tried to disburse the amount to workers through banking channel but in fact, it was very hard to find a separate bank account of all the workers. Considering circumstance and requirement for compliance with chapter-XV section 234 (a) 7 (b) of Bangladesh Labour Act-2006, the management of the Company decided to pay out the benefit in cash basis.

So far the company use cash basis as payment of workers profit participation fund. The management of the company also applied to the governing committee chairman of WPPF to utilize the fund balancing fund as loan in accordance with provisions stated in Bangladesh Labour Law-2006.

3.15 Related party disclosure

As per IAS 24: Related Party Disclosure, parties are considered to be related if one has the ability to control or exercise significant influence over other in making financial and operating decisions. During the year the Company made number of related parties transaction are given as annex ii/a.

General

- i) Comparative figures have been re-arranged where considered necessary to ensure better comparability with the current year without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.
- ii) Figures for the year have been rearranged wherever considered necessary to ensure comparability with the current year.

Amount in Taka				
	At 30 June 2022		At 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
4 Property, plant and equipment				
Cost:				
Opening balance	6,274,775,893	5,953,718,184	4,955,018,542	4,741,324,972
Add: Addition during the year	722,544,396	671,979,981	1,319,757,351	1,212,393,212
Closing balance (A)	6,997,320,289	6,625,698,165	6,274,775,893	5,953,718,184
Depreciation:				
Opening balance	1,873,028,049	1,807,269,024	1,512,178,581	1,455,846,881
Add: Charge for the year	437,281,741	423,929,973	360,849,468	351,422,143
Closing balance (B)	2,310,309,790	2,231,198,997	1,873,028,049	1,807,269,024
Written down value (A-B)	4,687,010,499	4,394,499,168	4,401,747,844	4,146,449,161
Details are in Annex I.				
5 Capital works-in-progress				
Opening balance	7,499,734,091	2,759,554,984	5,169,267,376	3,452,287,021
Add: Addition during the year	2,727,497,770	303,023,809	3,505,168,216	481,969,464
Less: Transferred during the year	(297,313,951)	(297,313,951)	(1,174,701,501)	(1,174,701,501)
Closing balance	9,929,917,910	2,765,264,842	7,499,734,091	2,759,554,984
6 Investment in subsidiary companies				
Investment in Saif Plastic and Polymer Industries Limited (8,000,000 ordinary shares @ Taka 10 each)		80,000,000		80,000,000
Investment in Saif Port Holdings Limited (3,250,000 ordinary shares @ Taka 10 each)		32,500,000		32,500,000
Investment in Saif Logistic Alliance Limited (13,350,000 ordinary shares @ Taka 10 each)		133,500,000		-
Investment in Saif Maritime LLC (5,000 ordinary shares @ AED 10 each @ Taka 25.4167)		12,708,350		-
		258,708,350		112,500,000
7 Inventories				
Generators	19,586,809	19,586,809	21,568,246	21,568,246
Spare parts	273,340,967	273,340,967	213,594,682	213,594,682
Electric goods	258,468,213	258,468,213	269,202,398	269,202,398
Manufacturing (Battery) Note 7.01	778,439,962	778,439,962	678,807,149	678,807,149
Closing stock subsidiary company	3,702,686	-	4,507,615	-
Total	1,333,538,637	1,329,835,951	1,187,680,090	1,183,172,475

7.01 Manufacturing (Battery)

	At 30 June 2022		At 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
Raw materials	276,582,954	276,582,954	231,524,582	231,524,582
Work In Process	254,258,463	254,258,463	198,586,725	198,586,725
Finished Goods	247,598,545	247,598,545	248,695,842	248,695,842
Total	778,439,962	778,439,962	678,807,149	678,807,149

8 Accounts and others receivable

Imported goods sales less IDCOL loan adjustment	582,845,962	582,845,962	505,923,992	505,923,992
Contract execution	652,548,382	652,548,382	377,626,290	377,626,290
Manufacturing	594,598,265	594,598,265	575,370,791	575,370,791
Shipping agent	318,659,786	318,659,786	250,934,999	250,934,999
Receivable (Subsidiary Company)	63,956,512	-	19,134,390	-
Interest Receivable	7,745,825	7,745,825	7,960,201	7,960,201
Total	2,220,354,732	2,156,398,220	1,736,950,663	1,717,816,273

Dues upto 6 months	1,550,566,880	1,487,914,772	1,213,433,733	1,199,035,758
Dues above 6 months	669,787,852	668,483,448	523,516,930	518,780,515
Total	2,220,354,732	2,156,398,220	1,736,950,663	1,717,816,273

The classification of receivables as required by the schedule XI of the Companies Act, 1994 are given below:

Receivable considered good in respect of which the company is fully secured.	-	-	-	-
Receivable considered good in respect of which the company holds no security other than the debtor personal security.	2,220,354,732	2,156,398,220	1,736,950,663	1,717,816,273
Receivables considered doubtful bad.	-	-	-	-
Receivable to Directors.	-	-	-	-
Receivables due by common management.	-	-	-	-
The maximum amount of receivable due by any director or other officer of the company.	-	-	-	-
Total	2,220,354,732	2,156,398,220	1,736,950,663	1,717,816,273

9 Advances, deposits and prepayments
Advances to/against

	Amount in Taka			
	At 30 June 2022		At 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
VAT Current Account	40,486,503	40,460,911	48,530,314	48,200,786
Income tax	1,342,116,450	1,327,059,365	1,165,603,093	1,155,819,883
Salary	6,008,465	6,008,465	7,856,800	7,856,800
Office rent	19,568,556	19,568,556	21,758,400	21,758,400
Advance against work	1,317,680,518	841,838,003	842,936,801	465,726,519
Others	1,235,979,018	1,087,419,473	514,972,497	507,856,898
Sub-total	3,961,839,510	3,322,354,773	2,601,657,905	2,207,219,286

Deposits and prepayments:

Bank guarantee	27,636,041	23,564,741	13,485,506	9,414,206
L/C margin	603,139,739	10,387,545	615,451,789	24,523,250
Earnest money	10,200	10,200	10,200	10,200
Security money	14,319,694	14,319,694	14,319,694	14,319,694
Capital Market Stabilization Fund	5,353,674	5,353,674	-	-
Sub-total	650,459,348	53,635,854	643,267,189	48,267,350
Total	4,612,298,858	3,375,990,627	3,244,925,094	2,255,486,636

Dues upto 6 months
Dues above 6 months

	1,376,937,131	506,398,594	931,405,555	305,547,314
	3,235,361,727	2,869,592,033	2,313,519,539	1,949,939,322

Total	4,612,298,858	3,375,990,627	3,244,925,094	2,255,486,636
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10 Fixed Deposit Receipt (FDR):

Dhaka Bank Limited	233,136,574	233,136,574	206,638,615	206,638,615
Padma Bank Limited	112,650,906	112,650,906	112,764,495	112,764,495
Premier Leasing & Finance Ltd	80,849,361	80,849,361	75,793,313	75,793,313
National Bank Limited	24,000,000	24,000,000	71,271,978	71,271,978
NCC Bank Limited	76,373,301	76,373,301	44,170,657	44,170,657
United Commercial Bank Limited	3,093,000	3,093,000	-	-
Total	530,103,142	530,103,142	510,639,058	510,639,058

11 Cash and cash equivalents
Cash in hand

Branch Office	14,586,852	14,586,852	15,248,232	15,248,232
Factory	2,685,942	2,685,942	2,576,485	2,576,485
Dhaka Office	9,359,810	7,586,942	8,500,552	7,405,828
Saif Maritime LLC	273,585	-	-	-
Total	26,906,189	24,859,736	26,325,269	25,230,545

Bank balances with:

	Amount in Taka			
	At 30 June 2022		At 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
Bank Asia Limited	22	11	11	-
Bangladesh Commerce Bank Limited	1,290	1,290	30,970	30,970
Dhaka Bank Limited	35,277,050	35,187,511	424,500,802	424,409,332
Mercantile Bank Limited, Dhaka	43,327	43,327	45,478	45,478
One Bank Limited	2,967,417	2,967,417	2,721,011	2,721,011
Jamuna Bank Limited	5,048,588	5,048,588	2,569,897	2,569,897
AB Bank Limited	2,567	2,567	2,567	2,567
The Premier Bank Limited	-	-	5,471	5,471
Sonali Bank Limited	1,634,989	1,634,989	208,513	208,513
South Bangla Agriculture & Commerce Bank Ltd	11,593	11,593	9,405	9,405
BRAC Bank Limited	569,514	569,514	453,630	453,630
Islami Bank Bangladesh Limited	14,888,359	14,888,359	12,978,497	12,978,497
NCC Bank Limited	16,549,022	16,274,889	1,856,773	1,856,773
NRB Commercial Bank Limited	2,182	2,182	2,872	2,872
United Commercial Bank Limited	4,051,068	1,679,450	1,183,946	151,997
Southeast Bank Limited	76,901	76,901	78,292	78,292
Padma Bank Limited	834,111	662,305	23,844,157	23,671,511
Dutch Bangla Bank Ltd	2,970,490	2,970,490	774,094	774,094
Standard Bank Limited	464,277	464,277	465,117	465,117
National Bank Limited	2,743,705	2,688,136	114,132	98,060
Dhaka Bank Limited (Rights)	1,746	1,746	13,150	13,150
Dhaka Bank Limited (IPO)	2,964,736	2,964,736	2,917,289	2,917,289
Shahajalal Islami Bank Limited	7,400	7,400	8,504	8,504
Eastern Bank Limited	11,703	11,703	11,719	11,719
Trust Bank Limited	331,156	331,156	17,540,351	17,540,351
Midland Bank Limited	25,600	25,600	26,290	26,290
Al Arafah Islami Bank Limited	20,997	7,005	22,664	7,982
Saif Maritime LLC	5,521,270	-	-	-
	97,021,080	88,523,142	492,385,602	491,058,772
Total	123,927,269	113,382,878	518,710,871	516,289,317

Amount in Taka				
At 30 June 2022		At 30 June 2021		
Consolidated	The Company	Consolidated	The Company	
12 Share capital				
Authorised capital				
500,000,000 ordinary shares of Taka 10 each	5,000,000,000	5,000,000,000	5,000,000,000	5,000,000,000
Paid-up capital				
137,689,348 ordinary shares @ Tk.10 each in cash	1,376,893,480	1,376,893,480	1,376,893,480	1,376,893,480
241,649,299 ordinary shares @ Tk.10 each in Bonus	2,416,492,990	2,416,492,990	2,201,773,010	2,201,773,010
Total	3,793,386,470	3,793,386,470	3,578,666,490	3,578,666,490
Paid-up Capital has been increased to Taka 214,719,989 through allotment of Bonus shares @ 6% dated December 29, 2021.				
Company's shareholding position as on the dates of balance sheet were as under:				
12.1 Shareholdings		Percentage (%)	No. of shares	Value (Taka)
Directors and Sponsor		40.06	151,955,526	1,519,555,260
Institutional shareholders		17.46	67,901,617	679,016,170
Individual shareholders		42.04	159,481,504	1,594,815,040
Total		99.56	379,338,647	3,793,386,470
13 Share premium	976,713,054	976,713,054	976,713,054	976,713,054
14 Revaluation reserve	82,059,122	82,059,122	82,059,122	82,059,122
In 2010, land under the ownership of Saif Powertec Limited was professionally revalued by G. Kibria & Co, Chartered Accountants, at Fair market value was estimated at Taka 121,734,000 as against net book value of Taka 25,193,856 resulting in a revaluation surplus of Taka 96,540,144 which was accounted for and transferred to revaluation reserve. The company does not feel it necessary to revalue its property during the year since the value does not differ significantly from its carrying amount.				
15 Amount to be distributed as Dividend				
Opening Balance	572,586,638	572,586,638	340,825,380	340,825,380
Add: Addition this year	379,338,647	379,338,647	572,586,638	572,586,638
Less: 10% Cash Dividend adjustment for the year ended June 30, 2021	(357,866,649)	(357,866,649)	(170,412,690)	(170,412,690)
Less: 6% Stock Dividend adjustment for the year ended June 30, 2021	(214,719,980)	(214,719,980)	(170,412,690)	(170,412,690)
Total	379,338,656	379,338,656	572,586,638	572,586,638
16 Retained earnings:				
Opening Balance	914,217,938	873,069,520	860,455,757	818,056,890
Opening Balance (Saif Maritime LLC)	(10,081,534)			
Add: Addition this year	500,670,740	466,221,381	626,348,819	627,599,269
Less: Amount to be distributed as dividend as per U/S-16G of ITO, 1984.	(379,338,647)	(379,338,647)	(572,586,638)	(572,586,638)
Less: Transfer to Statutory Reserve (Saif Maritime LLC)	(145,307)	-	-	-
Total	1,025,323,189	959,952,255	914,217,938	873,069,520

Amount in Taka			
At 30 June 2022		At 30 June 2021	
Consolidated	The Company	Consolidated	The Company

17 Non Controlling Interest:

17.01: Non-Controlling Interest of Saif Plastic and Polymer Industries Limited

This is made up as follows:

A. Subsidiary Share Capital	100,000,000	100,000,000
B. Saif Powertec Limited invest to Subsidiary Company	80,000,000	80,000,000
Percentage of holding share of Subsidiary company By SPL (B/A)	80%	80%
Non Controlling interest Percentage	20%	20%
C. Non controlling interest on Share Capital	20,000,000	20,000,000
Opening Retained earnings	68,496,171	61,541,218
D. Non controlling interest on Opening retained earnings @20% Restated	13,699,234	12,308,244
Current years profit of subsidiaries	8,254,110	6,954,953
E. Non controlling interest on current years profit of subsidiary @ 20%	1,650,822	1,390,991
Total Non controlling Interest of SPPIL (C+D+E)	35,350,056	33,699,233

17.02: Non-Controlling Interest of Saif Port Holdings Limited

This is made up as follows:

A. Subsidiary Share Capital	50,000,000	50,000,000
B. Saif Powertec Limited invest to Subsidiary Company	32,500,000	32,500,000
Percentage of holding share of Subsidiary company By SPHL (B/A)	65%	65%
Non Controlling interest Percentage	35%	35%
C. Non controlling interest on Share Capital	17,500,000	17,500,000
Opening profit of subsidiaries	(20,997,732)	(10,514,020)
D. Non controlling interest on current years profit of subsidiary @ 35%	(7,349,206)	(3,679,907)
Current years profit of subsidiaries	(17,643,245)	(10,483,712)
E. Non controlling interest on current years profit of subsidiary @ 35%	(6,175,136)	(3,669,299)
Total Non controlling Interest of SPHL (C+D+E)	3,975,658	10,150,794

17.03: Non-Controlling Interest of Saif Logistics Alliance Limited

This is made up as follows:

A. Subsidiary Share Capital	163,500,000	-
B. Saif Powertec Limited invest to Subsidiary Company	133,500,000	-
Percentage of holding share of Subsidiary company By SLAL (B/A)	82%	-
Non Controlling interest Percentage	18%	-
C. Non controlling interest on Share Capital	30,000,000	-
Opening profit of subsidiaries	-	-
D. Non controlling interest on current years profit(loss) of subsidiary @ 18%	-	-
Current years profit of subsidiaries	(76,728)	-
E. Non controlling interest on current years profit of subsidiary @ 18%	(13,811)	-
Total Non controlling Interest of SLAL (C+D+E)	29,986,189	-

17.04: Non-Controlling Interest of 88 Innovations Engineering Limited

This is made up as follows:

A. Subsidiary Share Capital 88 Innovations Engineering Limited	200,000,000	-
B. Saif Powertec Limited invest to Subsidiary Company	110,000,000	-
Percentage of holding share of Subsidiary company By 88 Innovations Eng. Ltd.	55%	-
Non Controlling interest Percentage	45%	-
C. Non controlling interest on Share Capital	90,000,000	-
Opening profit of subsidiaries	-	-
D. Non controlling interest on current years profit(loss) of subsidiary @ 45%	-	-
Current years profit of subsidiaries	38,754,399	-
E. Non controlling interest on current years profit of subsidiary @ 45%	17,439,480	-
Total Non controlling Interest of 88 Innovations Eng. Ltd. (C+D+E)	17,439,480	-
Total Non controlling Interest	86,751,383	43,850,028

18 Long term loan from Banks and NBFIs

The company has availed long-term credit facilities from the following banks:

	Amount in Taka			
	At 30 June 2022		At 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
Dhaka Bank Limited	150,714,217	150,714,217	218,519,251	218,519,251
NCC Bank Limited	14,263,196	14,263,196	-	-
One Bank Limited	1,686,854,810	1,686,854,810	165,001,012	165,001,012
Premier Bank Limited	34,387,382	34,387,382	2,381,760	2,381,760
United Commercial Bank Limited	127,149,087	127,149,087	175,833,085	175,833,085
Infrastructure Development Company Limited	-	-	179,759,413	179,759,413
Bangladesh Finance and Investment Company Limited	-	-	24,140,352	24,140,352
Hajj Finance Company Limited	-	-	-	-
Premier Leasing and Finance Limited	262,367,906	262,367,906	235,443,403	235,443,403
Fareast Finance and Investment Ltd	-	-	-	-
National Bank Limited	8,156,275,928	-	5,764,486,705	-
IPDC Finance Limited	-	-	-	-
LankaBangla Finance Ltd.	10,199,365	10,199,365	-	-
	10,442,211,891	2,285,935,963	6,765,564,981	1,001,078,276

18.1 Long-term loan

Dhaka Bank Limited

Opening Balance	300,048,258	300,048,258	21,884,859	21,884,859
Add: Principal this year	-	-	323,505,154	323,505,154
Add: Interest this year	27,138,726	27,138,726	22,853,015	22,853,015
Less: Payment this year	(90,583,695)	(90,583,695)	(68,194,770)	(68,194,770)
Sub Total (A)	236,603,289	236,603,289	300,048,258	300,048,258

One Bank Limited

Opening Balance	930,216,157	930,216,157	1,015,692,679	1,015,692,679
Add: Principal this year	2,012,433,031	2,012,433,031	-	-
Add: Interest this year	115,035,759	115,035,759	101,107,841	101,107,841
Less: Payment this year	(1,026,095,111)	(1,026,095,111)	(186,584,363)	(186,584,363)
Sub Total (B)	2,031,589,836	2,031,589,836	930,216,157	930,216,157

NCC Bank Limited

Opening Balance	-	-	-	-
Add: Principal this year	18,661,000	18,661,000	-	-
Add: Interest this year	733,631	733,631	-	-
Less: Payment this year	(1,835,685)	(1,835,685)	-	-
Sub Total (B)	17,558,946	17,558,946	-	-

Premier Bank Limited

Opening Balance	373,191,329	373,191,329	444,135,240	444,135,240
Add: Principal this year	170,986,830	170,986,830	-	-
Add: Interest this year	39,557,268	39,557,268	38,992,843	38,992,843
Less: Payment this year	(240,089,406)	(240,089,406)	(109,936,754)	(109,936,754)
Sub Total (C)	343,646,021	343,646,021	373,191,329	373,191,329

Bangladesh Finance and Investment Company Limited

Opening Balance	236,842,059	236,842,059	240,932,743	240,932,743
Add: Principal this year	-	-	-	-
Add: Interest this year	40,322,655	40,322,655	39,000,596	39,000,596
Less: Payment this year	(40,628,432)	(40,628,432)	(43,091,280)	(43,091,280)
Sub Total (D)	236,536,282	236,536,282	236,842,059	236,842,059

Amount in Taka			
At 30 June 2022		At 30 June 2021	
Consolidated	The Company	Consolidated	The Company

Infrastructure Development Company Limited

Opening Balance	179,759,413	179,759,413	181,759,413	181,759,413
Add: Principal this year	-	-	-	-
Add: Interest this year	-	-	-	-
Less: Payment this year	(71,192,486)	(71,192,486)	-	-
Less: Principal waived this year	(108,566,927)	(108,566,927)	(2,000,000)	(2,000,000)
Sub Total (E)	-	-	179,759,413	179,759,413

Premier Leasing & Finance Limited

Opening Balance	388,791,411	388,791,411	394,418,833	394,418,833
Add: Principal this year	-	-	-	-
Add: Interest this year	48,284,466	48,284,466	56,263,986	56,263,986
Less: Payment this year	(57,522,053)	(57,522,053)	(61,891,408)	(61,891,408)
Sub Total (F)	379,553,824	379,553,824	388,791,411	388,791,411

Fareast Finance and Investment Ltd

Opening Balance	-	-	323,026,700	323,026,700
Add: Principal this year	-	-	-	-
Add: Interest this year	-	-	24,050,930	24,050,930
Less: Payment this year	-	-	(347,077,630)	(347,077,630)
Sub Total (G)	-	-	-	-

IPDC Finance Limited

Opening Balance	27,083,988	27,083,988	32,193,247	32,193,247
Add: Principal this year	-	-	-	-
Add: Interest this year	3,204,250	3,204,250	5,843,758	5,843,758
Less: Payment this year	(10,526,295)	(10,526,295)	(10,953,017)	(10,953,017)
Sub Total (H)	19,761,943	19,761,943	27,083,988	27,083,988

Haji Finance Company Limited

Opening Balance	98,963,737	98,963,737	90,285,838	90,285,838
Add: Principal this year	-	-	-	-
Add: Interest this year	3,154,751	3,154,751	23,160,421	23,160,421
Less: Payment this year	(19,815,132)	(19,815,132)	(14,482,522)	(14,482,522)
Sub Total (I)	82,303,356	82,303,356	98,963,737	98,963,737

National Bank Limited

Opening Balance	5,764,486,706	-	2,040,396,392	-
Add: Principal this year	2,133,470,719	-	3,408,926,759	-
Add: Interest this year	630,935,788	-	355,721,476	-
Less: Payment this year	(372,617,285)	-	(40,557,921)	-
Sub Total (J)	8,156,275,928	-	5,764,486,706	-

United Commercial Bank Limited

Opening Balance	219,589,255	219,589,255	-	-
Add: Principal this year	-	-	250,000,000	250,000,000
Add: Interest this year	18,445,853	18,445,853	17,654,654	17,654,654
Less: Payment this year	(48,289,719)	(48,289,719)	(48,065,399)	(48,065,399)
Sub Total (K)	189,745,389	189,745,389	219,589,255	219,589,255

Amount in Taka			
At 30 June 2022		At 30 June 2021	
Consolidated	The Company	Consolidated	The Company

LankaBangla Finance Limited

Opening Balance	24,966,151	24,966,151	28,219,697	28,219,697
Add: Principal this year	21,177,843	21,177,843	-	-
Add: Interest this year	3,805,145	3,805,145	3,950,250	3,950,250
Less: Payment this year	(32,461,588)	(32,461,588)	(7,203,796)	(7,203,796)
Sub Total (K)	17,487,551	17,487,551	24,966,151	24,966,151
Total (A+B+C+D+E+F+G+H+I+J+K+L)	11,711,062,365	3,554,786,434	8,543,938,460	2,779,451,755
Less: Long-term loan	10,442,211,891	2,285,935,963	6,765,564,981	1,001,078,276
Transferred to current portion loan	1,268,850,474	1,268,850,471	1,778,373,479	1,778,373,479

Nature	Long term loan
Purpose	Working Capital
Tenure	1 Year to 6 Years
Repayment	1/25/2022
Rate of interest	12% ~ 18%
Security	Registered mortgage of 82.00 decimal land situated at Khilgaon, Gazipur. Lien of readily saleable 4,118,834 shares. Hypothecation underlying assets, 32.43 Decimal land at Basugaon, pubail, 32.20 Decimal land at khilgaon, pubail, 122 decimal. Bashugaon, Gazipur. 8.77 decimals land at Gazipur Sadar, 69.80 decimal land at khilgaon, Gazipur.

19 Current portion of long-term loan

Dhaka Bank Limited	85,889,069	85,889,069	81,529,004	81,529,004
Bangladesh Finance and Investment Company Limited	236,536,282	236,536,282	212,701,707	212,701,707
One Bank Limited	344,735,025	344,735,025	765,215,144	765,215,144
Premier Bank Limited	309,258,638	309,258,638	370,809,568	370,809,568
United Commercial Bank Limited	62,596,302	62,596,302	43,756,170	43,756,170
NCC Bank Limited	3,295,750	3,295,750	-	-
Premier Leasing and Finance Limited	117,185,918	117,185,918	153,348,008	153,348,008
Farcast Finance and Investment Ltd	-	-	-	-
LankaBangla Finance Limited	7,288,188	7,288,188	24,966,153	24,966,153
IPDC Finance Limited	19,761,943	19,761,943	27,083,988	27,083,988
Haji Finance Company Limited	82,303,356	82,303,356	98,963,737	98,963,737
Total	1,268,850,471	1,268,850,471	1,778,373,479	1,778,373,479

20 Deferred Tax Liability:

Deferred tax liability end of the period	230,936,809	230,936,809	213,256,528	213,256,528
Deferred Tax liability (Subsidiary Com.)	26,084,129	-	25,366,027	-
Total	257,020,938	230,936,809	238,622,555	213,256,528

Details are shown in Annexure -V

21 Short-term loan

Time Loan and LTR

Dhaka Bank Limited	31,582,278	31,582,278	233,838,911	233,838,911
NCC Bank Limited	51,148,859	51,148,859	-	-
Bangladesh Commerce Bank Limited	198,438,076	198,438,076	20,776,554	20,776,554
One Bank Limited	-	-	678,747,801	678,747,801
United Commercial Bank Limited	903,995,806	903,995,806	378,449,625	378,449,625
Total	1,185,165,019	1,185,165,019	1,311,812,891	1,311,812,891

Bank Overdraft

Dhaka Bank Limited	208,668,531	208,668,531	219,880,581	219,880,581
NCC Bank Limited	249,710,170	249,710,170	101,328,149	101,328,149
One Bank Limited	95,295,736	95,295,736	195,254,144	195,254,144
South Bangla Agricultural Bank Limited	202,537,635	202,537,635	-	-
United Commercial Bank Limited	255,303,006	255,303,006	102,245,435	102,245,435
National Bank Limited	1,174,114,453	1,174,114,453	699,241,433	699,241,433
Total	2,185,629,531	2,185,629,531	1,317,949,742	1,317,949,742
Total	3,370,794,550	3,370,794,550	2,629,762,633	2,629,762,633

Amount in Taka			
At 30 June 2022		At 30 June 2021	
Consolidated	The Company	Consolidated	The Company

21.01 Time Loan and LTR

Dhaka Bank Limited

Opening Balance	20,776,554	20,776,554	257,805,137	257,805,137
Add: Principal this year	79,335,346	79,335,346	72,825,021	72,825,021
Add: Interest this year	2,105,510	2,105,510	24,662,239	24,662,239
Less: Payment this year	(70,635,132)	(70,635,132)	(334,515,843)	(334,515,843)
	31,582,278	31,582,278	20,776,554	20,776,554

One Bank Limited

Opening balance	678,747,801	678,747,801	669,725,460	669,725,460
Add: Principal this year	352,243,484	352,243,484	461,013,378	461,013,378
Add: Interest this year	81,471,670	81,471,670	63,997,033	63,997,033
Less: Payment this year	(1,112,462,955)	(1,112,462,955)	(515,988,070)	(515,988,070)
	-	-	678,747,801	678,747,801

NCC Bank Limited

Opening balance	-	-	-	-
Add: Principal this year	50,000,000	50,000,000	-	-
Add: Interest this year	4,796,359	4,796,359	-	-
Less: Payment this year	(3,647,500)	(3,647,500)	-	-
	51,148,859	51,148,859	-	-

United Commercial Bank Limited

Opening balance	378,449,625	378,449,625	-	-
Add: Principal this year	895,091,050	895,091,050	428,736,000	428,736,000
Add: Interest this year	52,678,014	52,678,014	22,736,486	22,736,486
Less: Payment this year	(422,222,883)	(422,222,883)	(73,022,861)	(73,022,861)
	903,995,806	903,995,806	378,449,625	378,449,625

Bangladesh Commerce Bank Limited

Opening balance	233,838,911	233,838,911	236,922,879	236,922,879
Add: Principal this year	1,275,010	1,275,010	-	-
Add: Interest this year	20,421,155	20,421,155	21,785,333	21,785,333
Less: Payment this year	(57,097,000)	(57,097,000)	(24,869,301)	(24,869,301)
	198,438,076	198,438,076	233,838,911	233,838,911

Purpose	Working Capital
Tenure	1 Year
Repayment	11/30/2019
Rate of interest	11% to 16.50%
Security	Pledge of 3.225 Million Ordinary Share of SAIF Powertec Limited, Hypothecation underlying assets, 32.43 Decimal land at Basugaon, pubail, 32.20 Decimal land at khilgaon, pubail, 122 dec. Bashugaon, Gazipur.

22 Accounts payable

A & J Traders	3,025,846	3,025,846	7,258,460	7,258,460
M. H Chy	3,584,684	3,584,684	8,941,679	8,941,679
New Model Art press	245,262	245,262	325,585	325,585
Deferred L/C Liabilities	30,184,642	30,184,642	57,586,850	57,586,850
Others	8,264,582	8,264,582	8,258,756	8,258,756
Subsidiary	166,943,414	-	3,003,220	-
Total	212,248,430	45,305,016	85,374,550	82,371,330

Dues upto 6 months	115,864,863	36,697,063	68,663,493	67,775,371
Dues above 6 months	96,383,567	8,607,953	16,711,057	14,595,959
Total	212,248,430	45,305,016	85,374,550	82,371,330

Amount in Taka				
At 30 June 2022		At 30 June 2021		
Consolidated	The Company	Consolidated	The Company	
23 Undistributed Profit (Cash Dividend)				
Opening balance	29,819,340	29,819,340	34,555,516	34,555,516
Add: Addition during the year	357,866,649	357,866,649	170,412,690	170,412,690
Less : Adjustment during the year	(329,975,008)	(329,975,008)	(175,148,866)	(175,148,866)
Closing balance	<u>57,710,981</u>	<u>57,710,981</u>	<u>29,819,340</u>	<u>29,819,340</u>
24 Accrued expenses				
Salary and allowances	31,482,197	30,254,864	32,081,838	31,287,958
Others payable	4,168,843	3,897,516	201,593	185,768
Tax Payable against WPPF	1,673,598	1,673,598	1,029,925	1,029,925
Office rent	1,765,900	1,613,900	1,765,900	1,613,900
Income tax payable (Note: 24.01)	1,224,634,535	1,210,470,224	1,128,800,203	1,118,444,363
Audit fee	805,000	460,000	475,000	350,000
Service charge	53,520	53,520	55,250	55,250
Utility bill	5,545,507	5,375,253	8,953,210	8,780,345
Telephone bill	8,546	8,546	9,586	9,586
Total	<u>1,270,137,646</u>	<u>1,253,807,422</u>	<u>1,173,372,505</u>	<u>1,161,757,096</u>
24.01 Income tax provision				
Opening Balance	1,128,800,203	1,118,444,363	972,429,755	964,477,676
Addition during the year	113,432,458	92,025,861	156,370,448	153,966,687
Total	<u>1,242,232,661</u>	<u>1,210,470,224</u>	<u>1,128,800,203</u>	<u>1,118,444,363</u>
25 Obligation to Contract				
Opening balance	-	-	579,985,194	579,985,194
Add: Addition during the year	-	-	-	-
Less : Adjustment during the year	-	-	(579,985,194)	(579,985,194)
Closing balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
26 Workers profit participation/Welfare fund				
Opening balance	221,166,647	221,166,647	199,925,203	199,925,203
Add: During this year	28,796,376	28,796,376	41,839,951	41,839,951
Less: Adjustment During the year	(31,798,363)	(31,798,363)	(20,598,507)	(20,598,507)
Total	<u>218,164,660</u>	<u>218,164,660</u>	<u>221,166,647</u>	<u>221,166,647</u>

27 Sales

	At 30 June 2022				At 30 June 2021	
	Gross revenue	VAT	Net revenue	Consolidated	Net revenue	Consolidated
Contract	2,071,105,096	152,523,527	1,918,581,569	1,918,581,569	2,795,576,509	2,795,576,509
Maintenance	719,714,145	-	719,714,145	719,714,145	279,924,097	279,924,097
Imported goods	211,172,132	14,359,705	196,812,427	196,812,427	146,598,454	146,598,454
Manufacturing (Battery)	1,121,034,332	142,021,528	979,012,805	979,012,805	1,522,453,996	1,522,453,996
Net sales (subsidiary)	-	-	-	411,434,913	-	50,528,713
Total	4,123,025,705	308,904,760	3,814,120,946	4,225,555,859	4,744,553,056	4,795,081,769

28 Cost of sales

Contracts (Note 28.01)	655,003,162	655,003,162	1,042,718,544	1,042,718,544
Maintenance (Note 28.02)	364,937,720	364,937,720	166,786,953	166,786,953
Imported goods (Note 28.03)	136,947,591	136,947,591	126,340,781	126,340,781
Manufacturing (Note 28.04)	927,021,182	927,021,182	1,439,001,393	1,439,001,393
Cost of sales (Note 28.05)	304,159,629	-	38,180,093	-
Total	2,388,069,284	2,083,909,655	2,813,027,764	2,774,847,671

28.01 Contracts:

Wages and salary	139,256,482	139,256,482	137,052,842	137,052,842
Project implementation cost	469,859,752	469,859,752	863,384,711	863,384,711
Wages and others expenses	6,135,264	6,135,264	4,025,876	4,025,876
Trailer and prime mover rent	7,455,821	7,455,821	6,025,483	6,025,483
Fuel and oil	13,597,454	13,597,454	11,458,985	11,458,985
Utility bill	5,868,762	5,868,762	5,385,768	5,385,768
Uniform expenses (dress)	645,825	645,825	1,458,753	1,458,753
Repair and maintenance	12,125,154	12,125,154	13,865,872	13,865,872
Hotel rent	58,648	58,648	60,254	60,254
Total	655,003,162	655,003,162	1,042,718,544	1,042,718,544

28.02 Maintenance:

Wages and others expenses	78,598,546	78,598,546	65,685,174	65,685,174
Labour bills	278,958,462	278,958,462	96,317,849	96,317,849
Fuel and oil	5,482,148	5,482,148	2,948,685	2,948,685
Repair and maintenance	1,898,564	1,898,564	1,835,245	1,835,245
Total	364,937,720	364,937,720	166,786,953	166,786,953

		Amount in Taka			
		At 30 June 2022		At 30 June 2021	
		Consolidated	The Company	Consolidated	The Company
28.03	Imported goods:				
	Cost of imported goods	62,564,852	62,564,852	64,285,701	64,285,701
	Clearing charge and others	75,864	75,864	205,824	205,824
	L/C expenses	62,548	62,548	62,542	62,542
	Marine insurance	45,264	45,264	201,586	201,586
	Carriage inward	73,581	73,581	102,585	102,585
	Wages and salary	74,125,482	74,125,482	61,482,543	61,482,543
	Total	136,947,591	136,947,591	126,340,781	126,340,781
28.04	Manufacturing:				
	Raw materials consumption				
	Opening stock of raw materials	231,524,582	231,524,582	295,125,462	295,125,462
	Purchases during the year	577,617,555	577,617,555	905,470,582	905,470,582
	Closing stock of raw materials	(276,582,954)	(276,582,954)	(231,524,582)	(231,524,582)
		532,559,183	532,559,183	969,071,462	969,071,462
	Manufacturing expenses:				
	Clearing charge & others	2,826,594	2,826,594	9,894,240	9,894,240
	L/C expenses and others	3,555,035	3,555,035	15,584,992	15,584,992
	Depreciation	220,593,764	220,593,764	201,249,850	201,249,850
	Marine insurance and others	3,925,846	3,925,846	3,925,846	3,925,846
	Utilities	77,805,964	77,805,964	90,609,570	90,609,570
	Carriage inward	4,058,643	4,058,643	8,365,845	8,365,845
	Wages and salary	132,584,652	132,584,652	115,758,464	115,758,464
	Others	3,685,942	3,685,942	7,385,761	7,385,761
	Total	449,036,440	449,036,440	452,774,568	452,774,568
	Total Manufacturing Expenses	981,595,623	981,595,623	1,421,846,030	1,421,846,030
	Opening work-in process	198,586,725	198,586,725	215,869,466	215,869,466
	Closing work-in process	(254,258,463)	(254,258,463)	(198,586,725)	(198,586,725)
	Opening finished product	248,695,842	248,695,842	248,568,464	248,568,464
	Closing finished product	(247,598,545)	(247,598,545)	(248,695,842)	(248,695,842)
	Cost of Sales	927,021,182	927,021,182	1,439,001,393	1,439,001,393
28.05	Cost of sales of subsidiary	304,159,629	-	38,180,693	-
29	General and administrative expenses				
	Salary and allowances	147,734,854	120,325,485	125,273,423	119,287,585
	Office rent	25,984,804	22,685,855	23,450,482	22,586,482
	Travelling and conveyance	1,275,057	1,173,254	1,166,686	1,052,646
	Vehicle running expenses	6,265,047	6,032,485	6,490,665	6,242,855
	Publicity, promotional and CSR expenses	60,468,186	53,393,772	120,399,920	120,399,920
	Utility bills	3,418,301	3,158,648	3,289,685	3,289,685
	Communication expenses	1,050,852	1,024,852	1,272,568	1,248,568
	Printing and stationery & office Expenses	5,931,613	3,689,755	3,656,195	3,584,682
	Employees welfare & Insurance	5,943,571	5,025,462	5,611,660	5,425,862
	Medical expenses	2,568,542	2,568,542	3,658,246	3,658,246
	Business license fee	368,712	201,545	337,680	191,258
	Depreciation	210,450,311	203,336,209	154,395,088	150,172,293
	Service charge	753,478	655,258	722,850	645,865
	Telephone and mobile phone bills	1,564,412	1,485,695	1,629,798	1,568,975
	Postage and courier	437,706	409,655	493,472	470,358
	Carriage outward	985,642	985,642	851,254	851,254
	Repair and maintenance	2,011,758	1,765,895	1,994,457	1,725,482
	Tender expenses	685,942	685,942	976,854	976,854
	Marketing salary and expenses	81,789,867	81,258,568	78,185,607	77,685,942
	Audit fee	5,107,419	460,000	475,000	350,000
	Paper and periodicals	61,196	36,952	72,066	51,254
	Sundry expenses	9,675,181	9,583,246	9,155,338	9,066,501
	Total	574,532,450	519,942,717	543,558,994	530,532,567

30 Financial expenses

Bank interest

	Amount in Taka			
	At 30 June 2022		At 30 June 2021	
	Consolidated	The Company	Consolidated	The Company
Dhaka Bank Limited	49,147,870	9,147,870	70,455,440	70,455,440
One Bank Limited	213,457,976	213,457,976	178,597,248	178,597,248
South Bangla Agriculture and Commerce Bank Limited	15,383,573	15,383,573		
NCC Bank Limited	22,661,261	22,661,261	1,404,824	1,404,824
Bangladesh Finance and Investment Company Limited	40,322,655	40,322,655	39,000,596	39,000,596
Haji Finance Company Limited	3,154,751	3,154,751	23,160,421	23,160,421
Premier Leasing and Finance Limited	48,284,466	48,284,466	56,263,986	56,263,986
United Commercial Bank Limited	84,141,164	84,141,164	45,910,967	45,910,967
The Premier Bank Limited	39,557,268	39,557,268	38,992,843	38,992,843
Bangladesh Commerce Bank Limited	20,421,155	20,421,155	21,785,333	21,785,333
National Bank Limited	91,838,159	91,838,159	50,174,780	50,174,780
IPDC Finance Limited	3,204,250	3,204,250	5,843,758	5,843,758
Fareast Finance and Investment Limited	-	-	24,050,930	24,050,930
LankaBangla Finance Limited	3,805,145	3,805,145	3,950,250	3,950,250
	<u>635,379,693</u>	<u>635,379,693</u>	<u>559,591,376</u>	<u>559,591,376</u>

Bank charge, commission & others.

AB Bank Limited	-	-	690	690
Bank Asia Limited	-	-	-	-
Bangladesh Commerce Bank Limited	5,679	5,679	4,625	4,625
BRAC Bank Limited	1,190	1,190	3,140	3,140
Dhaka Bank Limited	5,903,054	5,903,054	17,548,956	17,548,956
Padma Bank Limited	102,520	102,520	1,530	1,530
Islami Bank (Bangladesh) Limited	48,026	48,026	46,688	46,688
Jamuna Bank Limited	5,406	5,406	4,020	4,020
Mercantile Bank Limited	2,304	2,304	5,118	5,118
NCC Bank Limited	10,797,419	10,797,419	3,812,020	3,812,020
ONE Bank Limited	3,982,332	3,982,332	6,715,309	6,715,309
South Bangla Agriculture Bank Limited	1,040,459	1,040,459	595	595
Shajalal Islami Bank Ltd	517	517	517	517
Sonali Bank Limited	54,817	54,817	33,920	33,920
Premier Bank Limited	31,099	31,099	25,919	25,919
Southeast Bank Limited	1,897	1,897	18,829	18,829
Standard Bank Limited	345	345	898	898
Dutch Bangla Bank Limited	131,033	131,033	53,204	53,204
Eastern Bank Limited	230	230		
Cash, loan processing and others	14,594	14,594	1,514,269	1,514,269
United Commercial Bank Limited	329,167	329,167	195,162	195,162
Trust Bank Limited	26,622	26,622	26,877	26,877
NRB Commercial Bank Limited	690	690	690	690
National Bank Limited	1,189,644	1,189,644	162,690	162,690
Midland Bank Limited	690	690	23,134	23,134
Al Arafah Islami Bank Ltd	977	977	2,017	2,017
Subsidiary Company	886,520	-	199,855	-
	<u>24,557,231</u>	<u>23,670,711</u>	<u>30,400,672</u>	<u>30,200,817</u>
Total	<u>659,936,924</u>	<u>659,050,404</u>	<u>589,992,048</u>	<u>589,792,193</u>

31 Income Tax Expense:

Current tax payable (Note: 31.01)	95,834,332	92,025,861	156,370,447	153,966,687
Gain on Deferred tax liabilities for rate change	(19,877,551)	(19,877,551)	(1,875,315)	-
Deferred tax expenses	38,275,933	37,557,832	57,554,406	55,233,069
Total	114,232,714	109,706,142	212,049,538	209,199,756

31.01 Current tax payable (The Company):

Income before tax during the year	575,927,523	575,927,523	836,799,025	836,799,025
Add: Accounting depreciation	423,929,973	423,929,973	351,422,142	351,422,142
Less: Tax depreciation	(590,853,669)	(590,853,669)	(572,354,418)	(572,354,418)
Taxable Income	409,003,827	409,003,827	615,866,749	615,866,749
Tax Rate	22.50%	22.50%	25%	25%
Current Tax	92,025,861	92,025,861	153,966,687	153,966,687
Add: Tax on Subsidiaries	3,808,471	-	2,403,760	-
Total	95,834,332	92,025,861	156,370,447	153,966,687

32 Net asset value per share (NAV)

Shareholders Equity and Reserve	6,793,465,799	6,191,449,557	6,124,243,242	6,083,094,825
Number of shares	379,338,647	379,338,647	357,866,649	357,866,649
Net asset value per share of Taka 10 each	17.91	16.32	17.11	17.00
Shareholders Equity and Reserve without revaluation reserve	6,711,406,677	6,109,390,435	6,042,184,120	6,001,035,703
Number of shares	379,338,647	379,338,647	357,866,649	357,866,649
Net asset value per share without revaluation of Taka 10 each	17.69	16.11	16.88	16.77

33 Earnings per share (EPS)

Basic Earning per share:

Earnings attributable to ordinary shares:

Net profit after tax as per statement of comprehensive income	500,670,740	466,221,381	626,348,819	627,599,269
Number of shares (Note 33.01):	379,338,647	379,338,647	379,338,647	379,338,647
Basic Earning per share (Per value of Taka 10)	1.32	1.23	1.65	1.65

Diluted Earnings per share:

Net profit after tax as per statement of comprehensive income	500,670,740	466,221,381	626,348,819	627,599,269
Number of shares (Note 33.01):	379,338,647	379,338,647	379,338,647	379,338,647
Diluted Basic Earning per share (Per value of Taka 10)	1.32	1.23	1.65	1.65

33.01 Number of shares:

Opening Balance/weighted average outstanding no. of shares	357,866,649	357,866,649	357,866,649	357,866,649
Bonus Shares	21,471,998	21,471,998	21,471,998	21,471,998
Total	379,338,647	379,338,647	379,338,647	379,338,647

34 Net Operating cash flows per share

Net cash provided by operating activities	749,943,531	289,226,134	999,866,735	1,072,467,065
Number of shares	379,338,647	379,338,647	379,338,647	379,338,647
Net Operating cash flows per share	1.98	0.76	2.64	2.83

Amount in Taka			
At 30 June 2022		At 30 June 2021	
Consolidated	The Company	Consolidated	The Company
35 Reconciliation of Profit/Loss before tax to Cash Generate from Operation			
Net Profit/(Loss) before WPPF & before Tax	656,601,186	604,723,900	877,960,000
Add: Depreciation	435,977,177	423,929,973	360,849,468
Add: Finance Cost	659,762,260	659,050,404	589,992,048
(Increase)/Decrease in Advance Deposit and Prepayment	(397,172,221)	(744,392,507)	(27,598,769)
(Increase)/Decrease in Accounts and others receivable	(445,818,718)	(438,581,947)	(172,945,283)
(Increase)/Decrease in Inventories	(145,858,547)	(146,663,476)	(19,634,449)
Increase/(Decrease) in obligation to contract	-	-	(579,985,194)
Increase/(Decrease) in Accounts Payable	16,488,328	(37,066,314)	(10,086,837)
Increase/(Decrease) in WPPF	(31,798,363)	(31,798,363)	(20,598,507)
Increase/(Decrease) Accrued Expenses	1,762,429	24,465	1,914,258
Net cash provided by operating activities	749,943,531	289,226,134	999,866,735
			1,072,467,065

36 Directors' responsibility statements

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements.

37 Events after the Reporting Period.

In compliance with the requirements of IAS-10: "Events after the reporting period", post balance sheet adjusting events that provide additional information about the Company's position at the balance sheet date are reflected in the financial statements and events after the balance sheet date that are not adjusting events are disclosed in the notes when material, in applicable cases.

There was no events after reporting period of such importance for which adjustment to be given or disclosure is required except 10% cash dividend [June 30, 2021: 10% cash and 6% stock dividend] as recommended in the meeting of Board of Directors held on 27 October, 2022 (June 30, 2021: 27 October, 2021).

38 Authorisation for issue:

These financial statements have been authorised for issue by the Board of Directors of the company on 27 October, 2022

Others

39 Number of Employees

All the employees receive salary/wages in excess of tk. 5000 per month

Number of permanent staff

1,842

40 Figures are rounded off to the nearest Taka.

41 These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

42 Production capacity and current utilization

Name of Product / Service	Capacity	Capacity Utilizations
Chittagong Port Operation	657,000 containers per year	60%
Maintenance	657,000 containers per year	60%
Import	Not applicable	Not applicable
Sub-contract	Not applicable	Not applicable
Solar	Not applicable	Not applicable
Manufacturing	550,000 pcs	40%
Substation	Not applicable	Not applicable
Contract	11 nos. of RTG	45%
	4 nos. of QGC	100%

Annex J

Details of Property, Plant and Equipment (except Manufacturing unit) and Depreciation at 30 June 2022.

Asset category	Cost and Valuation					Depreciation					Written down value at 30 June 2022
	At 01 July 2021	Additions	Revaluation	Adjustment/disposal	Total at 30 June 2022	Rate (%)	To 01 July 2021	Charge for the Period	Adjustment on disposal	Total at 30 June 2022	
Tools and equipment	1,325,349,503	-	-	-	1,325,349,503	10	738,683,754	58,666,575	-	797,350,329	527,999,174
Land and land development	394,558,474	12,355,600	-	-	406,914,074	-	-	-	-	-	406,914,074
Pre-fabricated building	25,550,054	-	-	-	25,550,054	10	16,445,575	910,448	-	17,356,023	8,194,031
Building	345,897,448	-	-	-	345,897,448	5	126,303,829	10,979,681	-	137,283,510	208,613,938
Plant and machinery	604,974,783	315,057,057	-	-	920,031,840	20	204,346,595	106,380,392	-	310,726,988	609,304,852
Motor vehicles	270,714,149	47,253,373	-	-	317,967,522	20	192,501,693	21,464,714	-	213,966,407	104,001,115
Workshop	6,353,600	-	-	-	6,353,600	10	5,153,044	120,056	-	5,273,100	1,080,500
Office and electrical equipment	56,131,046	-	-	-	56,131,046	10	32,573,466	2,355,758	-	34,929,224	21,201,822
Furniture and fixtures	40,132,533	-	-	-	40,132,533	10	21,259,506	1,887,303	-	23,146,809	16,985,724
Others	7,157,082	-	-	-	7,157,082	10	1,444,252	571,283	-	2,015,535	5,141,547
Sub-Total at 30 June 2022	3,076,818,672	374,666,030	-	-	3,451,484,702		1,338,711,715	203,336,209	-	1,542,047,924	1,909,436,778
Sub-Total at 30 June 2021	2,776,247,431	300,571,241	-	-	3,076,818,672		1,188,539,422	150,172,293	-	1,338,711,715	1,738,106,957

Manufacturing Unit

Details of Property, Plant and Equipment and Depreciation at 30 June 2022

Asset category	Cost and Valuation					Depreciation				Written down value at 30 June 2022	
	At 01 July 2021	Additions	Revaluation	Adjustment/disposal	Total at 30 June 2022	Rate (%)	To 01 July 2021	Charge for the Period	Adjustment on disposal		Total at 30 June 2022
Tools and equipment	160,165,990	-	-	-	160,165,990	10	36,462,721	12,370,327	-	48,833,048	111,332,942
Land and land development	237,836,080	37,727,200	-	-	275,563,280	-	-	-	-	-	275,563,280
Building	190,654,813	-	-	-	190,654,813	5	29,289,806	8,068,250	-	37,358,056	153,296,757
Plant and machinery	2,228,876,230	259,586,751	-	-	2,488,462,981	10	379,192,780	195,784,460	-	574,977,240	1,913,485,741
Motor vehicles	17,784,365	-	-	-	17,784,365	20	9,831,493	1,590,574	-	11,422,067	6,362,298
Office and electrical equipment	12,724,837	-	-	-	12,724,837	10	4,208,834	851,600	-	5,060,434	7,664,403
Furniture and fixtures	27,245,202	-	-	-	27,245,202	10	9,047,261	1,819,794	-	10,867,055	16,378,147
Others	1,611,995	-	-	-	1,611,995	10	24,413	108,758	-	633,171	978,824
Sub-Total at 30 June 2022	2,876,899,512	297,313,951	-	-	3,174,213,463		468,557,308	220,593,764	-	689,151,072	2,485,062,391
Sub-Total at 30 June 2021	1,965,077,541	911,821,971	-	-	2,876,899,512		267,307,458	201,249,850	-	468,557,308	2,408,342,204
Total at 30 June 2022	5,953,718,184	671,979,981	-	-	6,625,698,165		1,807,269,023	423,929,973	-	2,231,198,996	4,394,499,169
Total at 30 June 2021	4,741,324,972	1,212,393,212	-	-	5,953,718,184		1,455,846,880	351,422,143	-	1,807,269,023	4,146,449,161

Consolidated Property, Plant & Equipment
Details of Property, Plant and Equipment and Depreciation at 30 June 2022

Asset category	Cost and Valuation				Depreciation				Written down value at 30 June 2022		
	At 01 July 2021	Additions	Revaluation	Adjustment/ disposal	Total at 30 June 2022	Rate (%)	To 01 July 2021	Charge for the Period		Adjustment on disposal	Total at 30 June 2022
Tools and equipment	1,488,236,322	-	-	-	1,488,236,322	-	775,563,563	71,061,874	-	846,625,437	641,610,885
Land and land development	735,351,112	50,082,800	-	-	785,433,912	-	-	-	-	-	785,433,912
Pre-fabricated building	25,550,054	-	-	-	25,550,054	-	16,445,575	910,448	-	17,356,023	8,194,031
Building	536,552,261	-	-	-	536,552,261	-	155,593,635	19,047,931	-	174,641,566	361,910,695
Plant and machinery	2,980,522,423	620,954,586	-	-	3,601,477,009	-	636,506,784	309,186,296	-	945,693,080	2,655,783,929
Motor vehicles	348,287,403	50,456,640	-	-	398,744,043	-	211,057,660	28,669,683	-	239,727,343	159,016,700
Workshop	6,353,600	-	-	-	6,353,600	-	5,153,044	120,056	-	5,273,100	1,080,500
Office and electrical equipment	70,814,676	997,122	-	-	71,811,798	-	37,342,424	3,457,937	-	40,800,361	31,011,437
Furniture and fixtures	74,338,966	53,248	-	-	74,392,214	-	33,396,700	4,147,475	-	37,544,175	36,848,039
Others	8,769,077	-	-	-	8,769,077	-	1,968,665	680,041	-	2,648,706	6,120,371
Sub-Total at 30 June 2022	6,274,775,894	722,544,396	-	-	6,997,320,290	-	1,873,028,051	437,281,741	-	2,310,309,791	4,687,010,498
Sub-Total at 30 June 2021	4,955,018,543	1,319,757,351	-	-	6,274,775,894	-	1,512,178,582	360,849,468	-	1,873,028,050	4,401,747,843

Annex II/a

Related party disclosure
During the year the Company carried out a number of transactions with related parties on an arm's length basis. Name of those related parties, nature of those transaction and their total value has been shown in below table in accordance with the provision:

Name of the Party	Relationship	Nature of Transaction	Amounts in Taka			Closing balance at 30 June 2022 Dr/(Cr)
			Opening balance as at 01 July 2021 Dr/(Cr)	Dr	Cr	
Tasfider Md. Rubul Amin	Director	Salary and allowances	(300,000)	3,600,000	3,600,000	(300,000)
Tasfider Nigar Sultana	Director	Salary and allowances	-	-	-	-
Tasfider Md. Rubul Saif	Director	Salary and allowances	-	-	-	-
Rubya Chowdhury	Director	Salary and allowances	-	-	-	-
Saif Port Holdings Limited (*)	Subsidiary Company	Investment in Shares	32,500,000	-	-	32,500,000
Investment in Saif Logistic Alliance Limited (**)	Subsidiary Company	Investment in Shares	-	133,500,000	-	133,500,000
Investment in Saif Maritime LLC (***)	Subsidiary Company	Investment in Shares	-	12,708,350	-	12,708,350
Saif Plastic & Polymer Industries Limited (****)	Subsidiary Company	Investment in Shares	80,000,000	-	-	80,000,000
Total			112,200,000	149,808,350	3,600,000	258,408,350

(*) The company holds 65% shares of Saif Port Holdings Limited

(**) The company holds 82% shares of Saif Logistics Alliance Limited

(***) The company holds 100% shares of Saif Maritime LLC

(****) The company holds 80% shares of Saif Plastic & Polymer Industries Limited

Annex II/b

Transaction with Key Management Personnel of the entity:

No.	Particulars	Value in Taka
(a)	Managerial Remuneration paid or payable during the year to the directors, including managing directors, a managing agent or manager.	3,600,000
(b)	Expenses reimbursed to Managing Agent	Nil
(c)	Commission or Remuneration payable separately to a managing agent or his associate	Nil
(d)	Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company.	Nil
(e)	The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial year.	Nil
(f)	Any other perquisite or benefits in cash or in kind stating approximate money value where applicable.	Nil
(g)	Other allowances and commission including guarantee commission	Nil
(h)	Pensions etc.	Nil
	(i) Pensions	Nil
	(ii) Gratualities	Nil
	(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil
(i)	Share Based payments	Nil

As per IAS- 24:

An entity shall disclose key management personnel compensation in total and for each of the following benefits:

- (a) Short-term employee benefits
- (b) Post-employment benefits
- (c) Other long term benefits
- (d) termination benefits and
- (e) share-based payment

49,104,682

Total

49,104,682

Annex III

Shareholdings Position in Subsidiary Company (SPPIL)

Total shareholding:

	%	Number of shares	Value of shares/Taka
Saif Powertec Limited	80%	8,000,000	80,000,000
Tarafder Md. Ruhul Amin	14%	1,400,000	14,000,000
Tarafder Nigar Sultana	3%	300,000	3,000,000
Rubya Chowdhury	3%	300,000	3,000,000
	100%	10,000,000	100,000,000

Non-controlling interest

	%	Number of shares	Value of shares/Taka
Tarafder Md. Ruhul Amin	14%	1,400,000	14,000,000
Tarafder Nigar Sultana	3%	300,000	3,000,000
Rubya Chowdhury	3%	300,000	3,000,000
	20%	2,000,000	20,000,000
Opening balance			33,699,234
Profit share for this year			1,650,822
			35,350,056

Annex IV

Shareholdings Position in Subsidiary Company (SPHL)

Total shareholding:

	%	Number of shares	Value of shares/Taka
Saif Powertec Limited	65%	3,250,000	32,500,000
Tarafder Md. Ruhul Amin	13%	650,000	6,500,000
Tarafder Nigar Sultana	8%	400,000	4,000,000
Rubya Chowdhury	5%	250,000	2,500,000
Tarafder Md. Ruhul Saif	5%	250,000	2,500,000
Tasnim Tarafder	4%	200,000	2,000,000
	100%	5,000,000	50,000,000

Non-controlling interest

	%	Number of shares	Value of shares/Taka
Tarafder Md. Ruhul Amin	13%	650,000	6,500,000
Tarafder Nigar Sultana	8%	400,000	4,000,000
Rubya Chowdhury	5%	250,000	2,500,000
Tarafder Md. Ruhul Saif	5%	250,000	2,500,000
Tasnim Tarafder	4%	200,000	2,000,000
	35%	1,750,000	17,500,000
Opening balance			10,150,794
Profit share for this year			(6,175,136)
			3,975,658

Annexure-V

Shareholdings Position in Subsidiary Company (SLAL)

Total shareholding:	%	Number of shares	Value of shares/Taka
Saif Powertec Limited	82%	13,350,000	133,500,000
E-Engineering Limited	18%	3,000,000	30,000,000
	100%	16,350,000	163,500,000

Non-controlling interest

	%	Number of shares	Value of shares/Taka
E-Engineering Limited	18%	3,000,000	30,000,000
	18%	3,000,000	30,000,000
Opening balance			30,000,000
Profit share for this year			(13,811)
			29,986,189

Annexure-VI

Shareholdings Position in Subsidiary Company (88 Innovations Engineering Ltd)

<u>Total shareholding:</u>	<u>%</u>	<u>Number of shares</u>	<u>Value of shares/Taka</u>
Saif Powertec Limited	55%	11,000,000	110,000,000
Tarafder Md. Ruhul Amin	13%	2,500,000	25,000,000
Mrs. Tarafder Nigar Sultana	12%	2,400,000	24,000,000
Rubya Chowdhury	9%	1,800,000	18,000,000
Tarafder Md. Ruhul Saif	9%	1,800,000	18,000,000
Md. Jobaer Kabir	3%	500,000	5,000,000
	100%	20,000,000	200,000,000

Non-controlling interest

	<u>%</u>	<u>Number of shares</u>	<u>Value of shares/Taka</u>
Tarafder Md. Ruhul Amin	13%	2,500,000	25,000,000
Mrs. Tarafder Nigar Sultana	12%	2,400,000	24,000,000
Rubya Chowdhury	9%	1,800,000	18,000,000
Tarafder Md. Ruhul Saif	9%	1,800,000	18,000,000
Md. Jobaer Kabir	3%	500,000	5,000,000
	45%	9,000,000	90,000,000

Opening balance			-
Profit share for this year			17,439,480
			17,439,480

Annexure-VII

Calculation of Deferred Tax (The Company):

Particulars	30, June 2022	30, June 2021
a) On cost:		
Carrying amount of Property Plant & Equipment:	3,712,021,815	3,514,054,607
Tax base of Property Plant & Equipment:	2,749,996,096	2,718,952,584
Taxable/(deductible) temporary deference	962,025,719	795,102,023
Tax rate	22.50%	25%
Deferred tax (Assets) / Liability at the end of the year	216,455,787	198,775,506
Gain on Deferred tax liabilities for rate change	(19,877,551)	
Deferred tax (income) /expense recognized in Statement of Profit or Loss and Other Comprehensive Income	37,557,832	55,233,069
b) On Revaluation:		
Carrying amount of Property Plant & Equipment:	96,540,144	96,540,144
Tax base of Property Plant & Equipment:		
Taxable/(deductible) temporary deference	96,540,144	96,540,144
Tax rate	15%	15%
Deferred tax (Assets) / Liability at the end of the year	14,481,022	14,481,022
Deferred tax (income) /expense recognized in Statement of Changes in Equity		
Total Deferred tax (Assets) / Liability at the end of the period/year (a+b)	230,936,809	213,256,528



AUDITED FINANCIAL
STATEMENTS-2022



**SAIF PLASTIC & POLYMER
INDUSTRIES LIMITED**

INDEPENDENT AUDITOR'S REPORT

To

The Shareholders of Saif Plastic & Polymer Industries Limited

Opinion

We have audited the financial statements of **SAIF PLASTIC & POLYMER INDUSTRIES LIMITED**, which comprise the statement of financial position as at June 30, 2022, 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 Comparative Financial Statement as prepared by the management.

In our opinion, the financial statements, prepared in accordance with International Financial Reporting Standards (IFRS), International Accounting Standards (IAS) give a true and fair view of the state of the affairs as at June 30, 2022 and of the results of its operations for the year then ended and comply with requirements and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the Statement of Financial Position, where "Share Money Deposits" is shown amounting Tk. 9,010,000 as of 30.06.2022, which has been carried forwarded from previous year. This is a deviation from the regulations imposed by the Financial Reporting Council (FRC). Our opinion is not modified in respect of this matter.

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), International Accounting Standards (IAS), requirements and other applicable laws and regulation 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the project ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

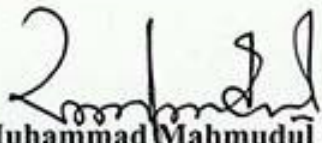
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

We also report the following:

- a) we have obtained all the information and explanation 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 organization so far as it appeared from our examination of those books;
- c) The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

Date: 25 October 2022
Place: Dhaka


Muhammad Mahmudul Hoq, FCA
Partner
Ahmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251354AS907295

**SAIF PLASTIC & POLYMER INDUSTRIES LIMITED****Statement of Financial Position
As at 30 June 2022**

		Amount in Taka	
Particulars	Notes	30th June 2022	30th June 2021
ASSETS			
<u>Non-Current Assets</u>		185,906,738	173,884,882
Property, Plant & Equipment	3	114,338,691	119,271,794
Capital Work-in-Progress	4	71,568,048	54,613,088
<u>Current Assets</u>		40,784,886	40,660,558
Advance, Deposit & Pre-payments	5	15,930,666	15,491,189
Cash & Cash Equivalents	6	2,913,870	1,527,364
Inventories	7	3,702,686	4,507,615
Accounts Receivable	8	18,237,664	19,134,390
Total Assets		226,691,624	214,545,440
EQUITY AND LIABILITIES			
<u>Equity</u>		176,750,281	168,496,171
Share Capital	9	100,000,000	100,000,000
Retained Earnings	10	76,750,281	68,496,171
<u>Non Current Liabilities</u>		31,596,091	31,867,087
Deferred Tax liability	11	22,586,091	22,857,087
Share Money Deposit		9,010,000	9,010,000
<u>Current Liabilities</u>		18,345,252	14,182,181
Liabilities for Expenses	12	14,997,350	11,178,961
Accounts Payable	13	3,347,902	3,003,220
Total Equity and Liabilities		226,691,624	214,545,440

The annexed notes form an integral part of this Financial Statement.

N. Sultana
Managing Director

[Signature]
Director

SIGNED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED.

[Signature]
Muhammad Mahmudul Hoq, FCA
Partner
Ahmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251354AS907295

Date: 25 October 2022
Place: Dhaka

**SAIF PLASTIC & POLYMER INDUSTRIES LIMITED****Statement of Profit or Loss and other Comprehensive Income
For the year ended 30 June 2022**

Particulars	Notes	For the year ended 30th June	
		2022 (Taka)	2021 (Taka)
Sales	14	57,693,087	50,528,713
Less: Cost of Goods Sold	15	41,328,888	38,180,093
Gross Profit/(Loss)		16,364,199	12,348,620
Less: Administrative Expenses	16	4,103,152	4,166,463
Less: Marketing and Selling Expenses	17	531,299	499,665
Less: Financial Expenses	18	16,417	44,470
Net Operating Income		11,713,331	7,638,022
Add: Other Non-Operating Income	19	78,254	198,685
Net Profit Before Tax		11,791,585	7,836,707
Current Tax	20.01	3,808,472	2,403,760
Add: Gain on Deferred tax liabilities for rate change		-	1,875,315
Less: Deferred Tax Income	20.02	270,996	353,309
Income Tax Expense		3,537,476	881,754
Net Profit after Tax		8,254,110	6,954,953
Earning Per Share		0.83	0.70

The annexed notes form an integral part of this Financial Statement.

N. Sultana
Managing Director

[Signature]
Director

SIGNED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED.

[Signature]

Muhammad Mahmudul Hoq, FCA
Partner
Ahmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251354AS907295

Date: 25 October 2022
Place: Dhaka

**SAIF PLASTIC & POLYMER INDUSTRIES LIMITED****Statement of Changes in Equity
For the year ended 30 June 2022**

Amount in Taka

Particulars	Share Capital	Retained Earnings	Total Equity
Balance as at 01 July 2021	100,000,000	68,496,171	168,496,171
Net Profit after Tax for this year	-	8,254,110	8,254,110
Balance as at 30 June 2022	100,000,000	76,750,281	176,750,281

Particulars	Share Capital	Retained Earnings	Total Equity
Balance as at 01 July 2020	100,000,000	61,541,218	161,541,218
Net Profit after Tax for this year	-	6,954,953	6,954,953
Balance as at 30 June 2021	100,000,000	68,496,171	168,496,171

The annexed notes form an integral part of this Financial Statement.

N. Sultana
Managing Director

[Signature]
Director

SIGNED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED.

[Signature]

Muhammad Mahmudul Hoq, FCA
Partner
Ahmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251354AS907295

Date: 25 October 2022
Place: Dhaka

**SAIF PLASTIC & POLYMER INDUSTRIES LIMITED****Statement of Cash Flow
For the year ended 30 June 2022**

Particulars	For the year ended 30th June	
	2022 (Taka)	2021 (Taka)
Cash Flows from Operating Activities		
Cash receipt from customer	58,668,067	53,621,127
Cash paid to suppliers and employees	39,870,707	(42,482,478)
Cash generated from operations	18,797,360	11,138,649
Advance, deposits and prepayment	1,736,264	163,341
Advance income tax	(837,875)	(595,523)
Net cash flow from operating activities	19,695,749	10,706,467
Cash flow from investing activities		
Purchases of property, plant and equipment		
Capital Work-in progress	(16,954,960)	(10,185,824)
Advance against civil work	(1,337,866)	157,650
Net cash used in investing activities	(18,292,826)	(10,028,174)
Cash flow from financial activities		
Financial cost	(16,417)	(44,470)
Net cash from/(used in) financing activities	(16,417)	(44,470)
Net cash inflow/(outflow) for the period	1,386,506	633,823
Opening cash and cash equivalents	1,527,364	893,541
Closing cash and cash equivalents	2,913,870	1,527,364
Net Operating cash flows per share	1.97	1.07

The annexed notes form an integral part of this Financial Statement.

N. Sultana
Managing Director

[Signature]
Director

SIGNED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED.

[Signature]

Muhammad Mahmudul Hoq, FCA
Partner
Ahmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251354AS907295

Date: 25 October 2022
Place: Dhaka

**1.00 Legal Status and Nature of the Company****1.01 Background of the Company**

Saif Plastic & Polymer Industries Limited was incorporated on dated 30 November 2010 under the Companies Act 1994 (Act XVIII) vide Reg. No.C-88473/2010 with the Registrar of Joint Stock Companies and Firms, Dhaka as a Private limited Company with authorized capital of Tk. 200,000,000 (Twenty crore) divided into 20,000,000 (Two Crore) shares of taka 10 each.

1.02 Registered Office of the Company

Registered Office of the company situated at 72, Mohakhali C/A, (8th floor), Rupayan Center, Gulshan, Dhaka, PO: 1212, Bangladesh.

1.03 Nature of the business

The company formed with a wide range of objective to carry on business for export, import, indent, manufacturing all kinds of Plastic products & raw materials of all kinds of plastic products including medical products. To set up and establish industries for manufacturing of Plastic jug, mug, bowl, plate, container, water tank, plastic door, box, frame and other allied products. Including and reducing of plastic products including all medical products.

2.00 Basis of preparation and significant accounting policies**2.01 Statement of Compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), the Compliance Act 1994 and other applicable laws and regulations. The format of the statements follows the requirements of IFRSs which is to some extent different from the statements of the companies Act, 1994. However, for better presentation IAS has been followed for the preparation and presentation of the financial statements.

2.02 Basis of preparation and presentation of financial statements

The financial statements as at and for the period ended on 30 June 2022 have been prepared under the historical cost convention and in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), the Companies Act 1994 and other laws and rules applicable in Bangladesh.

2.03 Basis of Measurement

The financial statements have been prepared on historical cost basis.

2.04 Components of the financial statements

The financial statements comprise of:

- i. Statement of Financial Position as at 30 June 2022
- ii. Statement of Profit or Loss and Other Comprehensive Income for the period from 1 July 2021 to 30 June 2022
- iii. Statement of Changes in Equity from 1 July 2021 to 30 June 2022
- iv. Statement of Cash Flows for the period from 1 July 2021 to 30 June 2022
- v. Accounting Policies and Explanatory Notes.

2.05 Functional and presentational currency

The financial statements have been presented in Bangladeshi Taka which is the company's functional currency. Figures have been rounded off to nearest Taka.

2.06 Use of estimates and judgments

The preparation of the financial statements in conformity with IFRSs requires management to use 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. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.07 Going concern

The Company has adequate resources to continue in operation for foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the Company provide sufficient funds to meet the present requirements of its existing businesses and operations.

2.08 Reporting Period

The financial Statements have been prepared for 12 months for the year 01 July 2021 to 30 June 2022.

2.09 Directors' responsibility statement

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of The Framework for the Preparation and Presentation of Financial Statements as stated in International Accounting Standards.

2.10 Property, Plant & Equipment

2.10.1 Recognition and measurement

Items of property, plant and equipment are measured initially at cost and subsequently at cost less accumulated depreciation in compliance with International Accounting Standards (IAS) 16 Property, Plant & Equipment. The cost acquisition of an asset comprises its purchase price and any direct cost for bringing the asset to its working condition for its intended use. Expenditures incurred after the asset have been put into use, such as repairs and maintenance are normally charged off as revenue expenditure in the period in which it is incurred. Software and all up gradation / enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits. When parts of item of property, plant & equipment have different useful lives, they are accounted for as separate items (measure components) of property, plant & equipment.

2.10.2 Subsequent cost

The cost of replacing part of an item of a property, Plant & equipment is recognized in the carrying amount for the item if it probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. Cost of the day-to-day servicing of property, plant & equipment are recognized in profit and loss accounts as expenses.

2.10.3 Depreciation

Depreciation is based on the cost of an asset less its residual value. Depreciation is recognized in profit or loss based on reducing balance method over the estimated useful lives of each component of an item of property, plant & equipment. Depreciation is charged on addition of fixed assets has been charged from the date of the assets are available for use.

2.10.4 Disposal of fixed Asset

Gains and losses of disposal of an item of property, plant & equipment are to be determined by comparing the proceeds from the disposal with the carrying amount of the property, plant & equipment.

2.11 Consistency

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

2.12 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank.

2.13 Share capital

Only ordinary shares are classified as equity.

2.14 Financial risk management

The company's management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's management policies are established to identify and analyze the risk faced by the company to set appropriate risk limits and controls and to monitor risk and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

2.15 Revenue recognition

As per International Financial Reporting Standards (IFRS) 15 Revenue from contracts with customers, is recognized when the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations, the entity can identify each party's rights regarding risk and rewards to be transferred, the contract has commercial substance, it is probable that the economy benefits associated with the transaction will flow to the company and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be measured reliability.

2.16 Income and expenditures

Income and expenditures are recognized on accrual basis and income is only recognized if its realization is reasonably certain.

2.17 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, 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. There is no Contingent Assets or Liabilities in the reporting period in accordance with IAS-37 Provisions, Contingent Liabilities and Contingent Assets.

2.18 Accounts Receivable

Accounts Receivable is carried at original invoice amount. During the period there is no carrying amount of accounts receivable as company has realized all sales on cash on delivery.

2.19 Earnings Per Share

An earnings per share (EPS) is calculated in accordance with the Bangladesh Accounting Standard IAS-33 "Earnings per share".

2.20 Events after the Reporting period

In compliance with the requirements of IAS 10: Events After the Reporting Period, post statement of financial position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting date that are not adjusting events are disclosed in the notes when material. All material events occurring after the balance sheet date has been considered.

2.21 Related Party Disclosure

As per International Accounting Standards (IAS) 24 "Related Party Disclosures", parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

2.22 Comparative Figures

Relevant notes and disclosures are also presented in a comparative way for better understanding. Previous year's figures have been rearranged for the better understanding and presentation of comparatives information.

2.23 Application of International Accounting Standards (IASs)

The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IASs are applicable for the financial statements for the period under review:

Name and Number of IAS

- IAS - 1 Presentation of Financial Statements
- IAS - 7 Statement of Cash Flows
- IAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS - 10 Events after the Reporting Period
- IAS - 12 Income Taxes
- IAS - 16 Property, Plant & Equipment
- IAS - 24 Related Party Disclosures
- IAS - 33 Earnings per share
- IAS - 36 Impairment of assets
- IAS - 37 Provisions, Contingent Liabilities and Contingent Assets

Name and Number of IFRS

- IFRS - 1 First - time Adoption of Bangladesh Financial Reporting Standards
- IFRS - 15 Revenue from Contracts with Customers

**SAIF PLASTIC & POLYMER INDUSTRIES LIMITED**

Notes to financial statements for the period ended 30 June 2022

	Amount in (Taka) 30-06-2022	Amount in (Taka) 30-06-2021
3.00 Property, Plant & Equipment: BDT. 114,338,691		
The breakup of the above balance is as under		
Written down value as of 30.06.2021	119,271,794	124,476,323
Add: Addition during the year	-	-
	<u>119,271,794</u>	<u>124,476,323</u>
Less: Disposal of Assets during the year	-	-
Less: Depreciation charged during the year	4,933,103	5,204,530
Written down value as of 30.06.2022	<u>114,338,691</u>	<u>119,271,794</u>
<i>Details are shown in "Schedule- A"</i>		
4.00 Capital Work-in-Progress: BDT. 71,568,048		
Opening Balance	54,613,088	54,613,088
Add: Addition during the year	16,954,960	-
Less: Adjustment during the year	-	-
Balance as at 30.06.2022	<u>71,568,048</u>	<u>54,613,088</u>
5.00 Advance, Deposit & Pre-payments: BDT.15,930,666		
The breakup of the above balance is as under		
VAT Receivable	25,592	329,528
LC Margin	-	1,432,328
Advance Income Tax	10,621,085	9,783,210
Advance against works	5,283,989	3,946,123
Total	<u>15,930,666</u>	<u>15,491,189</u>
6.00 Cash and Cash Equivalents: BDT. 2,913,870		
The breakup of the above balance is as under		
Cash in Hand	290,416	234,856
Cash at Bank	2,623,454	1,292,508
Total	<u>2,913,870</u>	<u>1,527,364</u>
6.01 Cash at Bank		
The breakup of the above balance is as under		
Bank Asia Limited	11	11
United Commercial Bank Limited	2,357,251	1,031,949
Dhaka Bank Limited	71,151	73,220
Padma Bank Limited	171,806	172,646
National Bank Limited	9,243	-
Al Arafa Islami Bank Limited	13,992	14,682
Total	<u>2,623,454</u>	<u>1,292,508</u>



SAIF PLASTIC & POLYMER INDUSTRIES LIMITED

Notes to financial statements for the period ended 30 June 2022

	Amount in (Taka) 30-06-2022	Amount in (Taka) 30-06-2021																														
7.00 Inventories: BDT. 3,702,686																																
The breakup of the above balance is as under																																
Raw materials	1,358,462	1,775,982																														
Finished goods	985,462	1,445,985																														
Work-in-process	1,358,762	1,285,648																														
Total	3,702,686	4,507,615																														
8.00 Accounts receivable: BDT. 18,237,664																																
The breakup of the above balance is as under																																
JMI Bangla Pharmaceutical Co. Ltd.	1,158,631	1,530,652																														
Brac Dairy	1,618,030	936,896																														
BIBS Pharma Ltd.	822,738	822,738																														
ACI Foods	437,910	2,765,443																														
ACI Oil	825,161	596,964																														
Beacon Pharma	48,600	263,470																														
Navana Pharma	1,606,772	561,450																														
Hamdard	-	22,304																														
Mundi Pharma	1,854,092	1,655,053																														
Incepta Pharma	744,494	1,118,073																														
Jayson Pharma	2,415,674	3,307,259																														
Jayson Nature	251,377	381,524																														
Jayson Agrobat	652,231	-																														
Golden Hervest	1,212,998	1,652,951																														
Others	4,588,956	3,519,613																														
Total	18,237,664	19,134,390																														
9.00 Share Capital: BDT. 200,000,000																																
a) Authorized Share Capital:																																
20,000,000 Ordinary Shares of Taka 10 each	200,000,000	200,000,000																														
b) Issued, Subscribed, Called & Paid up Share Capital: BDT. 100,000,000																																
10,000,000 Ordinary Shares of Taka 10 each fully called and paid	100,000,000	100,000,000																														
c) Composition of Shareholding as at 30 June 2021																																
<table><tr><th>Name of the Shareholders</th><th>No. of shares</th><th>% of share</th><th>Taka</th><th>Taka</th></tr><tr><td>Saif Powertec Limited</td><td>8,000,000</td><td>80.00%</td><td>80,000,000</td><td>80,000,000</td></tr><tr><td>Tarafder Md. Ruhul Amin</td><td>1,400,000</td><td>14.00%</td><td>14,000,000</td><td>14,000,000</td></tr><tr><td>Mrs. Tarafder Nigar Sultana</td><td>300,000</td><td>3.00%</td><td>3,000,000</td><td>3,000,000</td></tr><tr><td>Rubya Sultana Rumi</td><td>300,000</td><td>3.00%</td><td>3,000,000</td><td>3,000,000</td></tr><tr><td>Total</td><td>10,000,000</td><td>100%</td><td>100,000,000</td><td>100,000,000</td></tr></table>	Name of the Shareholders	No. of shares	% of share	Taka	Taka	Saif Powertec Limited	8,000,000	80.00%	80,000,000	80,000,000	Tarafder Md. Ruhul Amin	1,400,000	14.00%	14,000,000	14,000,000	Mrs. Tarafder Nigar Sultana	300,000	3.00%	3,000,000	3,000,000	Rubya Sultana Rumi	300,000	3.00%	3,000,000	3,000,000	Total	10,000,000	100%	100,000,000	100,000,000		
Name of the Shareholders	No. of shares	% of share	Taka	Taka																												
Saif Powertec Limited	8,000,000	80.00%	80,000,000	80,000,000																												
Tarafder Md. Ruhul Amin	1,400,000	14.00%	14,000,000	14,000,000																												
Mrs. Tarafder Nigar Sultana	300,000	3.00%	3,000,000	3,000,000																												
Rubya Sultana Rumi	300,000	3.00%	3,000,000	3,000,000																												
Total	10,000,000	100%	100,000,000	100,000,000																												
10.00 Retained Earnings: BDT. 76,750,281																																
The breakup of the above balance is as under																																
Opening Balance			68,496,171	61,541,218																												
Net profit/(loss) during the year			8,254,110	6,954,953																												
Balance as at 30.06.2022			76,750,281	68,496,171																												


Notes to financial statements for the period ended 30 June 2022
11.00 Calculation of Deferred Tax. 22,586,091
For the year ended: 30 June 2022

Particular	Carrying Amount	Tax Base	Temporary Difference	Tax Rate	Amount Taka
Property Plant & Equipment	114,338,691	39,051,721	75,286,970	30%	22,586,091
Deferred Tax liability end of the year					<u>22,586,091</u>

For the year ended: 30 June 2021

Particular	Carrying Amount	Tax Base	Temporary Difference	Tax Rate	Amount Taka
Property Plant & Equipment	119,271,794	43,081,504	76,190,290	30%	22,857,087
Deferred Tax liability end of the year					<u>22,857,087</u>

12.00 Liabilities for Expenses: BDT. 14,997,350
 The breakup of the above balance is as under

Salary & wages	395,785	398,256
Electricity bill	170,254	172,865
Rent	152,000	152,000
Audit fee	115,000	100,000
Income tax payable	14,164,311	10,355,840
Total	<u>14,997,350</u>	<u>11,178,961</u>

13.00 Accounts Payable : BDT. 3,347,902
 The breakup of the above balance is as under

Rani House & CO	637,791	841,000
Zaman Polytech	345,000	172,500
Maa Enterprise	1,828,120	1,648,120
H R Solution	-	115,000
Shahed International	358,462	-
Colorplus Mastrebatch Co.	-	154,000
Others	178,529	72,600
Total	<u>3,347,902</u>	<u>3,003,220</u>

14.00 Sales: BDT. 57,693,087
 The breakup of the above balance is as under

Bills Received	66,347,051	50,528,713
Gross Sales	<u>66,347,051</u>	<u>50,528,713</u>
Less: Value Added Tax	8,653,963	-
Net Sales	<u>57,693,087</u>	<u>50,528,713</u>

15.00 Cost of Goods Sold: BDT. 41,328,888

Opening stock of raw materials	1,775,982	1,325,485
Purchases during the year	29,545,865	28,525,122
Closing stock of raw materials	(1,358,462)	(1,775,982)
Raw Materials Consumption	<u>29,963,385</u>	<u>28,074,625</u>
Opening work-in process	1,445,985	785,694
Closing work-in process	(985,462)	(1,445,985)
Opening finished product	1,285,648	852,645
Closing finished product	(1,358,762)	(1,285,648)
Cost of Materials	<u>30,350,794</u>	<u>26,981,331</u>



SAIF PLASTIC & POLYMER INDUSTRIES LIMITED

Notes to financial statements for the period ended 30 June 2022

	Amount in (Taka) 30-06-2022	Amount in (Taka) 30-06-2021
Manufacturing Overhead		
Salary & wages	2,185,648	2,158,658
Insurance	40,251	42,542
Electricity bill	2,038,652	2,012,585
Overtime bill	142,582	135,425
Factory rent	1,200,000	1,200,000
Raw materials import charge	129,865	132,584
Packing materials	135,981	142,583
Carriage inward	172,012	169,855
Depreciation	4,933,103	5,204,530
	<u>10,978,094</u>	<u>11,198,762</u>
Cost of Goods Sold	<u>41,328,888</u>	<u>38,180,093</u>
16.00 Administrative Expenses: BDT. 4,103,152		
The breakup of the above balance is as under		
Salary & allowances	2,408,795	2,398,576
Office rent	624,000	624,000
Entertainment	117,852	115,284
Repair and maintenance	245,863	268,975
Audit fee	115,000	100,000
License fee	127,585	125,876
Vehicle expenses	135,852	165,264
Printing & stationary	35,824	40,255
Cleaner expenses	72,568	76,985
Internet bill	26,000	24,000
Mobile bill	28,646	30,258
Conveyance	64,253	85,365
Allowance	36,895	40,256
Paper and periodical	8,268	9,528
Postage & Courier	17,895	19,856
Miscellaneous Expenses	37,856	41,985
Total	<u>4,103,152</u>	<u>4,166,463</u>
17.00 Marketing and Selling Expenses: BDT. 531,299		
The breakup of the above balance is as under		
Salary	434,520	409,865
Carriage outward	30,254	21,542
Conveyance	66,525	68,258
Total	<u>531,299</u>	<u>499,665</u>
18.00 Financial Expenses: BDT. 16,417		
The breakup of the above balance is as under		
Bank Charge	16,417	44,470
Total	<u>16,417</u>	<u>44,470</u>
19.00 Other Non-Operating Income: BDT. 78,254		
The breakup of the above balance is as under		
Other Income	78,254	198,685
Total	<u>78,254</u>	<u>198,685</u>


Notes to financial statements for the period ended 30 June 2022

	Amount in (Taka) 30-06-2022	Amount in (Taka) 30-06-2021
20.00 Income Tax Expense: BDT. 3,537,476		
The breakup of the above balance is as under		
Current tax payable	20.01 3,808,472	2,403,760
Reversal of deferred Tax 2.50% rate difference	-	(1,875,315)
Deferred Tax Expense / (Income)	(270,996)	353,309
Total	3,537,476	881,754
20.01 Current Tax Payable: BDT. 3,808,472		
The above balance is made up as follows:		
Income tax on business income	3,784,995	2,344,154
Income tax on other income	23,476	59,606
Total	3,808,472	2,403,760
a) Income Tax on Business Income:		
Net Profit before tax during the period except other income	11,713,331	7,638,022
Add: Accounting Depreciation	4,933,103	5,204,530
Less: Tax Depreciation	(4,029,783)	(5,028,706)
Taxable Profit/(Loss)	12,616,651	7,813,846
Tax Rate	30%	30%
Income Tax on other Income	3,784,995	2,344,154
b) Income Tax on Other Income		
Other income during the period	78,254	198,685
Total Profit / (Loss) from Other Income	78,254	198,685
Tax Rate	30%	30%
Income Tax on Other Income	23,476	59,606
20 Deferred Tax Income : BDT. -270,996		
Opening Deferred Tax Liability	22,857,087	24,379,093
Closing Deferred Tax Liability	22,586,091	22,857,087
Gain on Deferred Tax Liabilities for Rate Change	-	(1,875,315)
Deferred Tax Expense / (Income)	(270,996)	353,309



SAIF PLASTIC & POLYMER INDUSTRIES LIMITED

Schedule of Property, Plant & Equipment for the year June 30, 2022

Schedule- A

Property, Plant & Equipment

Particulars	W.D.V				Rate of Dep.	Depreciation		W. D. V. as on 30.06.2022
	Opening Balance	Addition during the year	Disposal / Adjustment	Disposed during the year		Opening Balance	Charged during the year	
Land & Land Development	22,625,706	-	-	-	-	-	-	22,625,706
Plant & Machinery	147,445,925	-	-	-	5%	52,815,814	4,731,506	89,898,605
Motor Vehicles	3,502,000	-	-	-	10%	2,145,253	135,675	1,221,072
Furniture & Fixture	491,600	-	-	-	10%	307,493	18,411	165,697
Tools & Equipments	666,814	-	-	-	10%	417,088	24,973	224,754
Office Equipments	601,850	-	-	-	10%	376,453	22,540	202,857
Total as on June 30, 2022	175,333,895	-	-	-		56,062,101	4,933,103	114,338,691
Total as on June 30, 2021	175,333,895	-				50,857,571	5,204,530	119,271,794

Amount in Taka BDT



AUDITED FINANCIAL
STATEMENTS-2022



INDEPENDENT AUDITOR'S REPORT

To

The Shareholders of Saif Port Holdings Limited

Opinion

We have audited the financial statements of SAIF PORT HOLDINGS LIMITED, which comprise the statement of financial position as at June 30, 2022, 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 Comparative Financial Statement as prepared by the management.

In our opinion, the financial statements, prepared in accordance with International Financial Reporting Standards (IFRS), International Accounting Standards (IAS) give a true and fair view of the state of the affairs as at June 30, 2022 and of the results of its operations for the year then ended and comply with requirements and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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), International Accounting Standards (IAS), requirements and other applicable laws and regulation 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the project ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

We also report the following:

- a) we have obtained all the information and explanation 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 organization so far as it appeared from our examination of those books;
- c) The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

Date: 25 October 2022
Place: Dhaka


Dhali Tanvir Ahmed Siddiqui, FCA
Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251391AS156962

Statement of Financial Position
As at 30 June 2022


		Amount in Taka	
Particulars	Notes	30-Jun-22	30-Jun-21
ASSETS			
<u>Non-Current Assets</u>		7,074,230,365	4,821,592,908
Property, Plant & Equipment	3	130,513,681	136,026,889
Capital Work-in-Progress	4	6,943,716,684	4,685,566,019
<u>Current Assets</u>		1,097,866,032	974,841,458
Advance, Deposit & Pre-payments	5	1,096,925,364	973,947,268
Cash & Cash Equivalents	6	940,668	894,190
Total Assets		8,172,096,397	5,796,434,366
EQUITY AND LIABILITIES			
<u>Equity</u>		11,359,023	29,002,268
Share Capital	7	50,000,000	50,000,000
Retained Earnings	8	(38,640,977)	(20,997,732)
<u>Non Current Liabilities</u>		8,159,773,966	5,766,995,646
Long term loan	9	8,156,275,928	5,764,486,706
Deferred Tax liabilities	10	3,498,038	2,508,940
<u>Current Liabilities</u>		963,408	436,451
Liabilities for Expenses	11	963,408	436,451
Total Equity and Liabilities		8,172,096,397	5,796,434,366

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.


Dhali Tanvir Ahmed Siddiqui, FCA
Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251391AS156962

Date: 25 October 2022
Place: Dhaka

Statement of Profit or Loss and other Comprehensive Income
For the year ended 30 June 2022

Particulars	Notes	For the year ended 30th June	
		2022 (Taka)	2021 (Taka)
Revenue		-	-
Less: Cost of Revenue		-	-
Gross profit/(loss)		-	-
Less: Administrative Expenses	12	15,982,287	8,360,300
Less: Financial Expenses	13	671,860	155,384
Net Operating Income		(16,654,147)	(8,515,684)
Add: Other Non-Operating Income	14	-	-
Net Profit Before Tax		(16,654,147)	(8,515,684)
Less: Deffered Tax Expenses/(Income)		989,098	1,968,028
Net Profit after Tax		(17,643,245)	(10,483,712)
Earning Per Share		(3.53)	(2.10)


The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka


Dhali Tanvir Ahmed Siddiqui, FCA
Partner
Ahmmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251391AS156962

**Statement of Changes in Equity
For the year ended 30 June 2022**

			Amount in Taka
Particulars	Share Capital	Retained Earnings	Total Equity
Balance as at 01 July 2021	50,000,000	(20,997,732)	29,002,268
Net Profit after Tax for this year	-	(17,643,245)	(17,643,245)
Balance as at 30 June 2022	50,000,000	(38,640,977)	11,359,023

Particulars	Share Capital	Retained Earnings	Total Equity
Balance as at 01 July 2020	50,000,000	(10,514,020)	39,485,980
Net Profit after Tax for this year	-	(10,483,712)	(10,483,712)
Balance as at 30 June 2021	50,000,000	(20,997,732)	29,002,268


The annexed notes form an integral part of this Financial Statement.


 Managing Director


 Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka

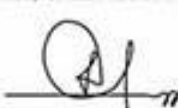

Dhali Tanvir Ahmed Siddiqui, FCA
 Partner
 Ahmmed Hoq Siddiqui & Co.
 Chartered Accountants
 DVC: 2210251391AS156962

Statement of Cash Flow
For the year ended 30 June 2022


Particulars	For the year ended 30th June	
	2022 (Taka)	2021 (Taka)
Cash Flows from Operating Activities		
Cash receipt from customer	-	-
Cash paid to suppliers and employees	(9,942,122)	(4,023,674)
Cash generated from operations	(9,942,122)	(4,023,674)
Advance, deposits and prepayment	469,774,098	(79,283,124)
Net cash flow from operating activities	459,831,976	(83,306,798)
Cash flow from investing activities		
Capital Work-in progress	(2,219,967,071)	(3,246,787,663)
Purchase of Property and Equipment	-	(107,364,139)
Net cash used in operating activities	(2,219,967,071)	(3,354,151,802)
Cash flow from financial activities		
Share Capital	-	-
Financial Expenses	(671,860)	(155,384)
Loan received from Bank	2,133,470,719	3,408,926,759
Loan repaid to Bank	(372,617,285)	(40,557,921)
Net cash from/(used in) financing activities	1,760,181,574	3,368,213,454
Net cash inflow/(outflow) for the period	46,478	(69,245,146)
Opening cash and cash equivalents	894,190	70,139,336
Closing cash and cash equivalents	940,668	894,190
Net Operating cash flows per share	91.97	(16.66)

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.


Dhali Tanvir Ahmed Siddiqui, FCA
Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251391AS156962

Date: 25 October 2022
Place: Dhaka

1.00 Legal Status and Nature of the Company

1.01 Background of the Company

Saif Port Holdings Limited was incorporated on dated 23 July 2017 under the Companies Act 1994 (Act XVIII) vide Reg. No.C-138908/2017 with the Registrar of Joint Stock Companies and Firms, Dhaka as a Private limited Company.

1.02 Registered Office of the Company

Registered Office of the company situated at 72, Mohakhali C/A, (8th floor), Rupayan Center, Gulshan, Dhaka, PO: 1212, Bangladesh.

1.03 Nature of the business

The company formed with a wide range of objective to carry on any business of civil, Mechanical, Electrical, Chemical and meteorological engineering constructor and consulting, undertaking to execute contracts to design, plan and control, contrasting of any buildings, road, bridges, railways, BPDB, DESA WASA, DPDC, DESCO, Waterways, dock yards, sea port, land port, river port, airport, any type of port related works and operation, Gas works, reservoirs and other kind of works.

2.00 Basis of preparation and significant accounting policies

2.01 Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), the Compliance Act 1994 and other applicable laws and regulations. The format of the statements follows the requirements of IFRSs which is to some extent different from the statements of the companies Act, 1994. However, for better presentation IAS has been followed for the preparation and presentation of the financial statements.

2.02 Basis of preparation and presentation of financial statements

The financial statements as at and for the period ended on 30 June 2022 have been prepared under the historical cost convention and in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), the Companies Act 1994 and other laws and rules applicable in Bangladesh.

2.03 Basis of Measurement

The financial statements have been prepared on historical cost basis.

2.04 Components of the financial statements

The financial statements comprise of:

- i. Statement of Financial Position as at 30 June 2022
- ii. Statement of Profit or Loss and Other Comprehensive Income for the period from 1 July 2021 to 30 June 2022
- iii. Statement of Changes in Equity from 1 July 2021 to 30 June 2022
- iv. Statement of Cash Flows for the period from 1 July 2021 to 30 June 2022
- v. Accounting Policies and Explanatory Notes.

2.05 Functional and presentational currency

The financial statements have been presented in Bangladeshi Taka which is the company's functional currency. Figures have been rounded off to nearest Taka.

2.06 Use of estimates and judgments

The preparation of the financial statements in conformity with IFRSs requires management to use 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. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.07 Going concern

The Company has adequate resources to continue in operation for foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the Company provide sufficient funds to meet the present requirements of its existing businesses and operations.

2.08 Reporting Period

The financial Statements have been prepared for 12 months for the year 01 July 2021 to 30 June 2022

2.09 Directors' responsibility statement

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of The Framework for the Preparation and Presentation of Financial Statements as stated in International Accounting Standards.

2.10 Property, Plant & Equipment

2.10.1 Recognition and measurement

Items of property, plant and equipment are measured initially at cost and subsequently at cost less accumulated depreciation in compliance with International Accounting Standards (IAS) 16 Property, Plant & Equipment. The cost acquisition of an asset comprises its purchase price and any direct cost for bringing the asset to its working condition for its intended use. Expenditures incurred after the asset have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. Software and all up gradation / enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits. When parts of item of property, plant & equipment have different useful lives, they are accounted for as separate items (measure components) of property, plant & equipment.

2.10.2 Subsequent cost

The cost of replacing part of an item of a property, Plant & equipment is recognized in the carrying amount for the item if it probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. Cost of the day-to-day servicing of property, plant & equipment are recognized in profit and loss accounts as expenses.

2.10.3 Depreciation

Depreciation is based on the cost of an asset less its residual value. Depreciation is recognized in profit or loss based on reducing balance method over the estimated useful lives of each component of an item of property, plant & equipment. Depreciation is charged on addition of fixed assets has been charged from the date of the assets are available for use.

2.10.4 Disposal of fixed Asset

Gains and losses of disposal of an item of property, plant & equipment are to be determined by comparing the proceeds from the disposal with the carrying amount of the property, plant & equipment.

2.11 Consistency

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

2.12 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank.

2.13 Share capital

Only ordinary shares are classified as equity.

2.14 Financial risk management

The company's management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's management policies are established to identify and analyze the risk faced by the company to set appropriate risk limits and controls and to monitor risk and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

2.15 Revenue recognition

As per International Financial Reporting Standards (IFRS) 15 Revenue from contracts with customers, is recognized when the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations, the entity can identify each party's rights regarding risk and rewards to be transferred, the contract has commercial substance, it is probable that the economy benefits associated with the transaction will flow to the company and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be measured reliability.

2.16 Income and expenditures

Income and expenditures are recognized on accrual basis and income is only recognized if its realization is reasonably certain.

2.17 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, 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. There is no Contingent Assets or Liabilities in the reporting period in accordance with IAS-37 Provisions, Contingent Liabilities and Contingent Assets.

2.18 Accounts Receivable

Accounts Receivable is carried at original invoice amount.

2.19 Earnings Per Share

An earnings per share (EPS) is calculated in accordance with the Bangladesh Accounting Standard IAS-33 "Earnings per share".

2.20 Events after the Reporting period

In compliance with the requirements of IAS 10: Events After the Reporting Period, post statement of financial position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting date that are not adjusting events are disclosed in the notes when material. All material events occurring after the balance sheet date has been considered.

2.21 Borrowing Cost

The interest charged against the long-term loan taken for financing the construction of the port has been capitalized as per International Accounting Standards (IAS) 23 "Borrowing Cost".

2.22 Related Party Disclosure

As per International Accounting Standards (IAS) 24 "Related Party Disclosures", parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

2.23 Comparative Figures

Relevant notes and disclosures are also presented in a comparative way for better understanding. Previous year's figures have been rearranged for the better understanding and presentation of comparatives information.

2.24 Application of International Accounting Standards (IASs)

The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IASs are applicable for the financial statements for the period under review:

Name and Number of IAS

- IAS - 1 Presentation of Financial Statements
- IAS - 7 Statement of Cash Flows
- IAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS - 10 Events after the Reporting Period
- IAS - 12 Income Taxes
- IAS - 16 Property, Plant & Equipment
- IAS - 23 Borrowing Cost
- IAS - 24 Related Party Disclosures
- IAS - 33 Earnings per share
- IAS - 36 Impairment of assets
- IAS - 37 Provisions, Contingent Liabilities and Contingent Assets

Name and Number of IFRS

- IFRS - 1 First - time Adoption of Bangladesh Financial Reporting Standards
- IFRS - 15 Revenue from Contracts with Customers

Notes to financial statements for the period ended 30 June 2022

		Amount in (Taka)	Amount in (Taka)
		30-06-2022	30-06-2021
3.00	Property, Plant & Equipment: BDT. 130,513,681		
	The breakup of the above balance is as under		
	Written Down Value as of 30.06.2021	136,026,889	140,249,685
	Add: Addition during the year	-	-
		136,026,889	140,249,685
	Less: Disposal of Assets during the year	-	-
	Less: Depreciation charged during the year	5,513,208	4,222,796
	Written down value as of 30.06.2022	130,513,681	136,026,889
	<i>Details are shown in "Schedule- A"</i>		
4.00	Capital Work-in-Progress : BDT. 6,943,716,684		
	Balance as at 30.06.2021	4,685,566,019	1,672,553,091
	Add: Addition during the year	2,258,150,665	3,013,012,928
	Less: Transferred during the year	-	-
	Balance as at 30.06.2022	6,943,716,684	4,685,566,019
5.00	Advance, Deposit & Prepayments: BDT. 1,096,925,364		
	The breakup of the above balance is as under		
	Balance as at 30.06.2021	973,947,268	-
	Add : Addition during the year	122,978,096	973,947,268
	Less : Adjustment made during the year	-	-
	Balance as at 30.06.2022	1,096,925,364	973,947,268
	Advance against works	421,542,325	373,264,158
	Bank Guarantee	4,071,300	4,071,300
	LC Margin	592,752,194	589,496,211
	Advance against others	78,559,545	7,115,599
		1,096,925,364	973,947,268
6.00	Cash and Cash Equivalents: BDT. 940,668		
	The breakup of the above balance is as under		
	Cash in Hand	875,954	859,868
	Cash at Bank	64,714	34,322
	Total	940,668	894,190
6.01	Cash at Bank		
	National Bank Limited Acc. No- 1067002625469	40,871	16,072
	National Bank Limited Acc. No- 1215005082002	4,455	-
	Dhaka Bank Limited Acc. No- 2121000010583	18,388	18,250
	NBL-Escrow Account Acc. No-1067003312063	1,000	-
		64,714	34,322

6.01

Notes to financial statements for the period ended 30 June 2022

Amount in (Taka)	Amount in (Taka)
30-06-2022	30-06-2021

7.00 Share Capital: BDT. 100,000,000

Authorized Share Capital:

a) 10,000,000 ordinary shares of Taka 10 each	100,000,000	100,000,000
b) Issued, Subscribed, Called & Paid up Share Capital: BDT. 50,000,000 5,000,000 ordinary shares of Taka 10 each fully called and paid	50,000,000	50,000,000
c) Composition of Shareholding as at 30 June 2021		

Name of the Shareholders	No. of shares	% of share	Taka	Taka
Saif Powertec Ltd. (Represent by Tarafder Ruhul Saif)	3,250,000	65.00%	32,500,000	32,500,000
Tarafder Md. Ruhul Amin	650,000	13.00%	6,500,000	6,500,000
Tarafder Nigar Sultana	400,000	8.00%	4,000,000	4,000,000
Rubya Chowdhury	250,000	5.00%	2,500,000	2,500,000
Tarafder Md. Ruhul Saif	250,000	5.00%	2,500,000	2,500,000
Tasnim Tarafder	200,000	4.00%	2,000,000	2,000,000
Total	5,000,000	100%	50,000,000	50,000,000

8.00 Retained Earnings: BDT. -38,640,977

The breakup of the above balance is as under

Balance as at 30.06.2021	(20,997,732)	(10,514,020)
Net profit/(loss) during the year	(17,643,245)	(10,483,712)
Balance as at 30.06.2022	(38,640,977)	(20,997,732)

9.00 Long term loan : BDT. 8,156,275,928

The breakup of the above balance is as under

National Bank Limited		
Opening Balance	5,764,486,706	2,040,396,392
Add: Principal this year	2,133,470,719	3,408,926,759
Add: Interest this year	630,935,788	355,721,476
Less: Payment this year	(372,617,285)	(40,557,921)
Total	8,156,275,928	5,764,486,706

10.00 Deferred Tax Liability: BDT. 3,498,038

Carrying amount of Property Plant & Equipment:

Tax base of Property Plant & Equipment:	130,513,681	136,026,889
Taxable/(deductible) temporary deference	118,853,554	127,663,754
Tax Rate	11,660,127	8,363,135
	30%	30%
Deferred Tax liability at the end of the year	3,498,038	2,508,940
Deferred Tax Expenses /(Income)	989,098	1,968,028

Notes to financial statements for the period ended 30 June 2022

Amount in (Taka)	Amount in (Taka)
30-06-2022	30-06-2021

11.00 Liabilities for Expenses: BDT. 963,408

The breakup of the above balance is as under

Salaries	831,549	395,625
Audit fee	115,000	25,000
Others	16,859	15,826
Total	963,408	436,451

12.00 Administrative Expenses: BDT. 15,982,287

The breakup of the above balance is as under

Entertainment	28,759	30,258
Salary & Allowances	9,821,571	3,587,262
Office Rent	240,000	240,000
Depreciation	5,513,208	4,222,796
Audit Fee	115,000	25,000
License Fee	21,582	20,546
Vehicle Expenses	71,258	82,546
Printing & Stationary	35,864	31,258
Mobile Bill	40,215	30,565
Conveyance	28,965	28,675
Paper and Periodical	12,452	11,284
Postage & Courier	7,588	3,258
Miscellaneous Expenses	45,825	46,852
Total	15,982,287	8,360,300

13.00 Financial Expenses: BDT. 671,860

The breakup of the above balance is as under

LC and Other Charges	671,860	155,384
Total	671,860	155,384

Schedule of Property, Plant & Equipment
For the year ended June 30, 2022

Schedule- A

Property, Plant & Equipment

Particulars	W.D.V			Rate of Dep.	Depreciation			W. D.V. as on 30.06.2022
	Opening Balance	Addition during the year	Closing Balance		Opening Balance	Charged during the year	Total	
Land and land development	80,330,852	-	80,330,852	0%	-	-	-	80,330,852
Plant and machinery	1,279,500	-	1,279,500	5%	151,594	56,395	207,990	1,071,510
Motor Vehicles	56,286,888	-	56,286,888	10%	6,579,219	4,970,767	11,549,986	44,736,902
Furniture and fixture	6,469,631	-	6,469,631	10%	2,782,441	368,719	3,151,160	3,318,471
Office equipments	1,356,943	-	1,356,943	10%	183,670	117,327	300,997	1,055,946
Total as on June 30, 2022	145,723,814	-	145,723,814		9,696,925	5,513,208	15,210,133	130,513,681
Total as on June 30, 2021	38,359,675	107,364,139	145,723,814		5,474,129	4,222,796	9,696,925	136,026,889



AUDITED FINANCIAL
STATEMENTS-2022



**Independent Auditor's Report to the Shareholders
of
SAIF LOGISTICS ALLIANCE LTD.**

Opinion

We have audited the financial statements of SAIF LOGISTICS ALLIANCE LTD, which comprise the statement of financial position as at June 30, 2022, 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 Comparative Financial Statement as prepared by the management.

In our opinion, the financial statements, prepared in accordance with International Financial Reporting Standards (IFRS), International Accounting Standards (IAS) give a true and fair view of the state of the affairs as at June 30, 2022 and of the results of its operations for the year then ended and comply with requirements and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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), International Accounting Standards (IAS), requirements and other applicable laws and regulation 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the project ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.


We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

We also report the following:

- a) we have obtained all the information and explanation 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 organization so far as it appeared from our examination of those books;
- c) The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

Date: 25 October 2022
Place: Dhaka


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS543558



SAIF LOGISTICS ALLIANCE LIMITED

Statement of Financial Position As at 30 June 2022

Particulars	Notes	Amount in Taka
		30th June 2022
ASSETS		
<u>Non-Current Assets</u>		93,356,004
Property, Plant & Equipment		-
Capital Work-In-Progress	3	92,315,239
Preliminary Expenditure		1,040,765
<u>Current Assets</u>		406,624,768
Advance, Deposit & Pre-payments	4	70,000,000
Receivable from Share Holders	5	336,500,000
Cash & Cash Equivalents	6	124,768
Total Assets		499,980,772
EQUITY AND LIABILITIES		
<u>Equity</u>		499,923,272
Paid up Share Capital	7 (c)	163,500,000
Calls in Arrear	7 (d)	336,500,000
Retained Earnings	8	(76,728)
<u>Current Liabilities</u>		57,500
Liabilities for Expenses	10	57,500
Total Equity and Liabilities		499,980,772

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS543558

SAIF POWERTEC



**Statement of Profit or Loss and other Comprehensive Income
for the period from 27 September 2021 to 30 June 2022**


Particulars	Notes	27 Sep 2021 to 30 Jun 2022 Taka
Revenue		-
Less: Cost of Revenue		-
Gross profit/(loss)		-
Less: Administrative Expenses	11	76,728
Less: Financial Expenses		-
Net Operating Income		(76,728)
Add: Other Non-Operating Income		-
Net Profit Before Tax		(76,728)
Less: Income Tax Expense		-
Net Profit after Tax		(76,728)
Earning Per Share		(0.0015)

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS543558

Date: 25 October 2022
Place: Dhaka



**Statement of Changes in Equity
for the period from 27 September 2021 to 30 June 2022**

Amount in Taka

Particulars	Share Capital	Calls in Arrear	Retained Earnings	Total Equity
Opening Balance as at 27 Sep 2021	-	-	-	-
Share capital received during the year	163,500,000	-	-	163,500,000
Unpaid Share Capital	-	336,500,000	-	336,500,000
Net Profit after Tax for this year	-		(76,728)	(76,728)
Balance as at 30 June 2022	163,500,000	336,500,000	(76,728)	499,923,272

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS543558



**Statement of Cash Flow
for the period from 27 September 2021 to 30 June 2022**

Particulars	27 Sep 2021 to 30 Jun 2022 (Taka)
Cash Flows from Operating Activities	
Cash receipt from customer	-
Cash paid to suppliers and employees	(19,228)
Cash generated from operations	(19,228)
Advance, deposits and prepayment	(70,000,000)
Advance Income Tax	-
Net cash flow from Operating Activities	(70,019,228)
Cash flow from Investing Activities	
Purchases of property, plant and equipment	-
Capital Work-In-Progress	(92,315,239)
Preliminary Expenditure	(1,040,765)
Net cash used in Investing Activities	(93,356,004)
Cash flow from Financial Activities	
Financial Cost	-
Paid up Share Capital	163,500,000
Net cash flow from Financing Activities	163,500,000
Net cash inflow/(outflow) for the period	124,768
Opening cash and cash equivalents	-
Closing cash and cash equivalents	124,768

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS543558

Date: 25 October 2022
Place: Dhaka



**Notes to the Financial Statements
For the year ended 30 June 2022**

1.00 Legal Status and Nature of the Company

1.01 Background of the Company

Saif Logistics Alliance Limited was incorporated on dated 27th September 2021 under the Companies Act 1994 (Act XVIII) vide Reg. No.C-174505/2021 with the Registrar of Joint Stock Companies and Firms, Dhaka as a Private limited Company with authorized capital of Tk.1,000,000,000 (One Hundred Crore) divided into 100,000,000 (Ten Crore) shares of taka 10 each.

1.02 Registered Office of the Company

Registered Office of the company situated at 72, Mohakhali C/A, (8th floor), Rupayan Center, Gulshan, Dhaka, PO: 1212, Bangladesh.

1.03 Nature of the business

The company formed with a wide range of objective to carry on, organize, manage, run, charter, conduct, contract, develop, handle, own on the land of Mouja Middle Halishahar, Chattogram to operate and do all or any business related to bulk inter-model, vessel operations, inland river terminal operation, river, rail, road & see transportation, development &A operate of Inland Container Depot, Inter-model Container Depot with Rail & Road Transportation, sea port operations within the country and abroad

2.00 Basis of preparation and significant accounting policies

2.01 Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), the Compliance Act 1994 and other applicable laws and regulations. The format of the statements follows the requirements of IFRSs which is to some extent different from the statements of the companies Act, 1994. However for better presentation IAS has been followed for the preparation and presentation of the financial statements

2.02 Basis of preparation and presentation of financial statements

The financial statements as at and for the period ended on 30 June 2022 have been prepared under the historical cost convention and in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), the Companies Act 1994 and other laws and rules applicable in Bangladesh

2.03 Basis of Measurement

The financial statements have been prepared on historical cost basis.

2.04 Components of the financial statements

The financial statements comprises of:

- i. Statement of Financial Position as at 30 June 2022
- ii. Statement of Profit or Loss and Other Comprehensive Income for the period from 27th September 2021 to 30 June 2022
- iii. Statement of Changes in Equity from 27th September 2021 to 30 June 2022
- iv. Statement of Cash Flows for the period from 27th September 2021 to 30 June 2022
- v. Accounting Policies and Explanatory Notes.

2.05 Functional and presentational currency

The financial statements have been presented in Bangladeshi Taka which is the company's functional currency. Figures have been rounded off to nearest Taka.

2.06 Use of estimates and judgments

The preparation of the financial statements in conformity with IFRSs requires management to use 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. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.07 Going concern

The Company has adequate resources to continue in operation for foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the Company provide sufficient funds to meet the present requirements of its existing businesses and operations

2.08 Reporting Period

The financial Statements have been prepared for approximately 10 months period ending on June 30, 2022.

2.09 Directors' responsibility statement

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of The Framework for the Preparation and Presentation of Financial Statements as stated in International Accounting Standards.

2.10 Property, Plant & Equipment

2.10.1 Recognition and measurement

Items of property, plant and equipment are measured initially at cost and subsequently at cost less accumulated depreciation in compliance with International Accounting Standards (IAS) 16 Property, Plant & Equipment. The cost acquisition of an asset comprises its purchase price and any direct cost for bringing the asset to its working condition for its intended use. Expenditures incurred after the asset have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. Software and all up gradation / enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits. When parts of item of property, plant & equipment have different useful lives, they are accounted for as separate items (measure components) of property, plant & equipment.

2.10.2 Subsequent cost

The cost of replacing part of an item of a property, Plant & equipment is recognized in the carrying amount for the item if it probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. Cost of the day-to-day servicing of property, plant & equipment are recognized in profit and loss accounts as expenses.

2.10.3 Depreciation

Depreciation is based on the cost of an asset less its residual value. Depreciation is recognized in profit or loss based on reducing balance method over the estimated useful lives of each component of an item of property, plant & equipment. Depreciation is charged on addition of fixed assets has been charged from the date of the assets are available for use.

2.10.4 Disposal of fixed Asset

Gains and losses of disposal of an item of property, plant & equipment are to be determined by comparing the proceeds from the disposal with the carrying amount of the property, plant & equipment.

2.11 Consistency

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

2.12 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank.

2.13 Share capital

Only ordinary shares are classified as equity.

2.14 Financial risk management

The company's management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's management policies are established to identify and analyze the risk faced by the company to set appropriate risk limits and controls and to monitor risk and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

2.15 Revenue recognition

As per International Financial Reporting Standards (IFRS) 15 Revenue from contracts with customers, is recognized when the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations, the entity can identify each party's rights regarding risk and rewards to be transferred, the contract has commercial substance, it is probable that the economy benefits associated with the transaction will flow to the company and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be measured reliability.

2.16 Income and expenditures

Income and expenditures are recognized on accrual basis and income is only recognized if its realization is reasonably certain.

2.17 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, 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. There is no Contingent Assets or Liabilities in the reporting period in accordance with IAS-37 Provisions, Contingent Liabilities and Contingent Assets.

2.18 Accounts Receivable

Accounts Receivable is carried at original invoice amount. During the period there is no carrying amount of accounts receivable as company has realized all sales on cash on delivery.

2.19 Earnings Per Share

An earnings per share (EPS) is calculated in accordance with the Bangladesh Accounting Standard IAS-33 "Earnings per share".

2.20 Events after the Reporting period

In compliance with the requirements of IAS 10: Events After the Reporting Period, post statement of financial position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting date that are not adjusting events are disclosed in the notes when material. All material events occurring after the balance sheet date has been considered.

2.21 Related Party Disclosure

As per International Accounting Standards (IAS) 24 “Related Party Disclosures”, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

2.22 Comparative Figures

Relevant notes and disclosures are also presented in a comparative way for better understanding. Previous year’s figures have been rearranged for the better understanding and presentation of comparatives information.

2.23 Application of International Accounting Standards (IASs)

The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IASs are applicable for the financial statements for the period under review:

Name and Number of IAS

IAS - 1 Presentation of Financial Statements
IAS - 7 Statement of Cash Flows
IAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors
IAS - 10 Events after the Reporting Period
IAS - 12 Income Taxes
IAS - 16 Property, Plant & Equipment
IAS - 24 Related Party Disclosures
IAS - 33 Earnings per share
IAS - 36 Impairment of assets
IAS - 37 Provisions, Contingent Liabilities and Contingent Assets

Name and Number of IFRS

IFRS - 1 First - time Adoption of Bangladesh Financial Reporting Standards
IFRS - 15 Revenue from Contracts with Customers



SAIF LOGISTICS ALLIANCE LIMITED

Notes to financial statements for the period ended 30 June 2022

		Amount in (Taka) 30-06-2022
3.00	Work-In-Progress: BDT. 92,315,239	
	Lease Land Development	92,315,239
	Total	92,315,239
4.00	Advance, Deposit & Prepayments: BDT. 70,000,000	
	The breakup of the above balance is as under	
	Security Deposit	
	Opening Balance	-
	Add : Payment for Security Deposit	70,000,000
	Less : Adjustment made during the year	-
	Balance as at 30.06.2022	70,000,000
5.00	Receivable from share holder BDT. 336,500,000	
	Saif Powertec Limited	266,500,000
	E- Engineering Limited	70,000,000
	Total	336,500,000
6.00	Cash and Cash Equivalents: BDT. 124,768	
	The breakup of the above balance is as under	
	Cash in Hand	50,646
	Cash at Bank 6.01	74,123
	Total	124,768
6.01	Cash at Bank	
	United Commercial Bank Limited (A/C 002408)	14,368
	NCC Bank Limited (A/C 024834)	59,755
	Total	74,123
7.00	Share Capital: BDT. 1,000,000,000	
a)	Authorized Share Capital:	
	100,000,000 ordinary shares of Taka 10 each	1,000,000,000
b)	Issued, Subscribed & Called Share Capital: BDT. 500,000,000	
	50,000,000 ordinary shares of Taka 10 each fully called and subscribed	500,000,000



SAIF LOGISTICS ALLIANCE LIMITED

Notes to financial statements for the period ended 30 June 2022

Name of the Shareholders	No. of Shares	% of Shares	Taka
Saif Powertec Limited	40,000,000	80%	400,000,000
E- Engineering Limited	10,000,000	20%	100,000,000
Total	50,000,000	100%	500,000,000

c) Paid up Share Capital: BDT. 163,500,000

Saif Powertec Limited	133,500,000
E- Engineering Limited	30,000,000
Total	163,500,000

d) Calls in Arrear: BDT. 336,500,000

Saif Powertec Limited	266,500,000
E- Engineering Limited	70,000,000
Total	336,500,000

8.00 Retained Earnings: BDT. -76,728

The breakup of the above balance is as under

Opening Balance	-
Net profit/(loss) during the period	(76,728)
Balance as at 30.06.2022	(76,728)

10.00 Liabilities for Expenses: BDT. 57,500

The breakup of the above balance is as under

Audit Fees	57,500
Total	57,500

11.00 Administrative Expenses: BDT. 76,728

The breakup of the above balance is as under

Bank Charge	19,228
Audit Fees	57,500
Total	76,728



AUDITED FINANCIAL
STATEMENTS-2022



**Independent Auditor's Report to the Shareholders
of
88 INNOVATIONS ENGINEERING LTD.**

Opinion

We have audited the financial statements of 88 INNOVATIONS ENGINEERING LTD., which comprise the statement of financial position as of June 30, 2022, 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 Comparative Financial Statement as prepared by the management.

In our opinion, the financial statements, prepared in accordance with International Financial Reporting Standards (IFRS), International Accounting Standards (IAS) give a true and fair view of the state of the affairs as of June 30, 2022 and of the results of its operations for the year then ended and comply with requirements and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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), International Accounting Standards (IAS), requirements and other applicable laws and regulation 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We, also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the project ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

We also report the following:

- a) we have obtained all the information and explanation 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 organization so far as it appeared from our examination of those books;
- c) The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

Date: 25 October 2022
Place: Dhaka



Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS270197



**Statement of Financial Position
As at 30 June 2022**

Particulars	Notes	Amount in Taka 30th June 2022
ASSETS		
<u>Non-Current Assets</u>		1,510,467
Property, Plant & Equipment	3	414,931
Preliminary Expenditure		1,095,536
<u>Current Assets</u>		254,222,431
Advance, Deposit & Pre-payments	4	53,452,201
Cash & Cash Equivalents	5	770,230
Receivable from Shareholders	6	200,000,000
Total Assets		255,732,897
EQUITY AND LIABILITIES		
<u>Equity</u>		238,754,399
Share Capital	7	200,000,000
Retained Earnings	8	38,754,399
<u>Current Liabilities</u>		16,978,498
Liabilities for Expenses	9	115,000
Provision for Income Tax	10	16,609,028
Accounts Payable	11	254,470
Total Equity and Liabilities		255,732,897

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.


Mostaque Ahmmed Sarwar, ACA
 Managing Partner
 Ahmmed Hoq Siddiqui & Co.
 Chartered Accountants
 DVC: 2210251893AS270197

Date: 25 October 2022
Place: Dhaka

**Statement of Profit or Loss and other Comprehensive Income
for the period from 18 November 2021 to 30 June 2022**

Particulars	Notes	18 Nov 2021 to 30 Jun 2022 (Taka)
Revenue		221,800,000
Less: Cost of Revenue	12	158,178,444
Gross profit/(loss)		63,621,556
Less: Administrative Expenses	13	8,253,777
Less: Financial Expenses	14	4,351
Net Operating Income		55,363,427
Add: Other Non-Operating Income		-
Net Profit Before Tax		55,363,427
Less: Income Tax Expense	15	16,609,028
Net Profit after Tax		38,754,399


The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS270197

Statement of Changes in Equity
for the period from 18 November 2021 to 30 June 2022

Amount in Taka			
Particulars	Share Capital	Retained Earnings	Total Equity
Balance as at 18 Novemeber 2021	-	-	-
Issue of Share Capital call money	200,000,000	-	200,000,000
Net Profit after Tax for this year	-	38,754,399	38,754,399
Balance as at 30 June 2022	200,000,000	38,754,399	238,754,399

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS270197

Statement of Cash Flow
for the period from 18 November 2021 to 30 June 2022

Particulars	18 Nov 2021 to 30 Jun 2022 (Taka)
Cash Flows from Operating Activities	
Cash Receipt from Customers	221,800,000
Cash paid to Suppliers and Employees	(166,049,182)
Cash generated from Operations	55,750,818
Advance, Deposit & Pre-payments	(49,016,201)
Advance Income Tax	(4,436,000)
Net Cash Flow from Operating Activities	2,298,617
Cash Flow from Investing Activities	
Purchases of Property, Plant and Equipment	(428,500)
Preliminary Expenditure	(1,095,536)
Net Cash used in Investing Activities	(1,524,036)
Cash Flow from Financial Activities	
Financial Cost	(4,351)
Share Capital	-
Net Cash Flow from Financing Activities	(4,351)
Net Cash Inflow/(Outflow) for the period	770,230
Opening Cash and Cash Equivalents	-
Closing Cash and Cash Equivalents	770,230

The annexed notes form an integral part of this Financial Statement.


Managing Director


Director

Signed in terms of our separate report of even date annexed.

Date: 25 October 2022
Place: Dhaka


Mostaque Ahmmed Sarwar, ACA
Managing Partner
Ahmmed Hoq Siddiqui & Co.
Chartered Accountants
DVC: 2210251893AS270197

**Notes to the Financial Statements
For the year ended 30 June 2022**

1.00 Legal Status and Nature of the Company

1.01 Background of the Company

88 Innovations Engineering Ltd. was incorporated on dated 18 November 2021 under the Companies Act 1994 (Act XVIII) vide Reg. No.C-176381/2021 with the Registrar of Joint Stock Companies and Firms, Dhaka as a Private limited Company.

1.02 Registered Office of the Company

Registered Office of the company situated at 72, Mohakhali C/A, (8th floor), Rupayan Center, Gulshan, Dhaka, PO: 1212, Bangladesh.

1.03 Nature of the business

The company formed with a wide range of objective to carry on business of all types of information technology and telecommunication projects, information technology enable service (IteS), facilities, service or works and to buy, sell, acquire, install, erect, undertake, lay down, commission, establish, own operate, manage, develop, invent, improve, assemble, test, design, alter, repair, renovate, refurbish, recondition, hire, lease, supply, let-out, transfer, control and administer all kinds of information technology and telecommunication projects.

2.00 Basis of preparation and significant accounting policies

2.01 Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), the Compliance Act 1994 and other applicable laws and regulations. The format of the statements follows the requirements of IFRSs which is to some extent different from the statements of the companies Act, 1994. However, for better presentation IAS has been followed for the preparation and presentation of the financial statements.

2.02 Basis of preparation and presentation of financial statements

The financial statements as at and for the period ended on 30 June 2022 have been prepared under the historical cost convention and in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), the Companies Act 1994 and other laws and rules applicable in Bangladesh.

2.03 Basis of Measurement

The financial statements have been prepared on historical cost basis.

2.04 Components of the financial statements

The financial statements comprise of:

- i. Statement of Financial Position as at 30 June 2022
- ii. Statement of Profit or Loss and Other Comprehensive Income for the period from 18 November 2021 to 30 June 2022
- iii. Statement of Changes in Equity from 18 November 2021 to 30 June 2022
- iv. Statement of Cash Flows for the period from 18 November 2021 to 30 June 2022
- v. Accounting Policies and Explanatory Notes.

2.05 Functional and presentational currency

The financial statements have been presented in Bangladeshi Taka which is the company's functional currency. Figures have been rounded off to nearest Taka.

2.06 Use of estimates and judgments

The preparation of the financial statements in conformity with IFRSs requires management to use 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. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.07 Going concern

The Company has adequate resources to continue in operation for foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the Company provide sufficient funds to meet the present requirements of its existing businesses and operations.

2.08 Reporting Period

The financial Statements have been prepared for 8 months for the year 18 November 2021 to 30 June 2022.

2.09 Directors' responsibility statement

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of The Framework for the Preparation and Presentation of Financial Statements as stated in International Accounting Standards.

2.10 Property, Plant & Equipment

2.10.1 Recognition and measurement

Items of property, plant and equipment are measured initially at cost and subsequently at cost less accumulated depreciation in compliance with International Accounting Standards (IAS) 16 Property, Plant & Equipment. The cost acquisition of an asset comprises its purchase price and any direct cost for bringing the asset to its working condition for its intended use. Expenditures incurred after the asset have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. Software and all up gradation / enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits. When parts of item of property, plant & equipment have different useful lives, they are accounted for as separate items (measure components) of property, plant & equipment.

2.10.2 Subsequent cost

The cost of replacing part of an item of a property, Plant & equipment is recognized in the carrying amount for the item if it probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. Cost of the day-to-day servicing of property, plant & equipment are recognized in profit and loss accounts as expenses.

2.10.3 Depreciation

Depreciation is based on the cost of an asset less its residual value. Depreciation is recognized in profit or loss based on reducing balance method over the estimated useful lives of each component of an item of property, plant & equipment. Depreciation is charged on addition of fixed assets has been charged from the date of the assets are available for use.

2.10.4 Disposal of fixed Asset

Gains and losses of disposal of an item of property, plant & equipment are to be determined by comparing the proceeds from the disposal with the carrying amount of the property, plant & equipment.

2.11 Consistency

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

2.12 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash at bank.

2.13 Share capital

Only ordinary shares are classified as equity.

2.14 Financial risk management

The company's management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's management policies are established to identify and analyze the risk faced by the company to set appropriate risk limits and controls and to monitor risk and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

2.15 Revenue recognition

As per International Financial Reporting Standards (IFRS) 15 Revenue from contracts with customers, is recognized when the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations, the entity can identify each party's rights regarding risk and rewards to be transferred, the contract has commercial substance, it is probable that the economy benefits associated with the transaction will flow to the company and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be measured reliability.

2.16 Income and expenditures

Income and expenditures are recognized on accrual basis and income is only recognized if its realization is reasonably certain.

2.17 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, 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. There is no Contingent Assets or Liabilities in the reporting period in accordance with IAS-37 Provisions, Contingent Liabilities and Contingent Assets.

2.18 Accounts Receivable

Accounts Receivable is carried at original invoice amount. During the period there is no carrying amount of accounts receivable as company has realized all sales on cash on delivery.

2.19 Earnings Per Share

An earnings per share (EPS) is calculated in accordance with the Bangladesh Accounting Standard IAS-33 "Earnings per share".

2.20 Events after the Reporting period

In compliance with the requirements of IAS 10: Events After the Reporting Period, post statement of financial position events that provide additional information about the company's position at the reporting date are reflected in the financial statements and events after the reporting date that are not adjusting events are disclosed in the notes when material. All material events occurring after the balance sheet date has been considered.

2.21 Related Party Disclosure

As per International Accounting Standards (IAS) 24 “Related Party Disclosures”, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

2.22 Comparative Figures

Relevant notes and disclosures are also presented in a comparative way for better understanding. Previous year’s figures have been rearranged for the better understanding and presentation of comparatives information.

2.23 Application of International Accounting Standards (IASs)

The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IASs are applicable for the financial statements for the period under review:

Name and Number of IAS

IAS - 1 Presentation of Financial Statements
IAS - 7 Statement of Cash Flows
IAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors
IAS - 10 Events after the Reporting Period
IAS - 12 Income Taxes
IAS - 16 Property, Plant & Equipment
IAS - 24 Related Party Disclosures
IAS - 33 Earnings per share
IAS - 36 Impairment of assets
IAS - 37 Provisions, Contingent Liabilities and Contingent Assets

Name and Number of IFRS

IFRS - 1 First - time Adoption of Bangladesh Financial Reporting Standards
IFRS - 15 Revenue from Contracts with Customers

Notes to financial statements for the period ended 30 June 2022

		<div>Amount in</div> <div>(Taka)</div> <div>30-06-2022</div>
3.00	Property, Plant & Equipment: BDT. 414,931	
	The breakup of the above balance is as under	
	Written Down Value as of 18.11.2021	-
	Add: Addition during the period	428,500
		<u>428,500</u>
	Less: Disposal of Assets during the period	-
	Less: Depreciation charged during the period	13,569
	Written down value as of 30.06.2022	<u>414,931</u>
	Details are shown in "Schedule- A"	
4.00	Advance, Deposit & Prepayments: BDT. 53,452,201	
	The breakup of the above balance is as under	
	Advance against Work	49,016,201
	Advance Income Tax	4,436,000
	Total	<u>53,452,201</u>
4.01	Advane Income Tax	
	Opening Balance	-
	Add: AIT Paid During The period	4,436,000
	Less : Adjusted against Income Tax Expense for the Income Year 2021-2022	-
	Balance as at 30.06.2022	<u>4,436,000</u>
5.00	Cash and Cash Equivalents: BDT. 770,230	
	The breakup of the above balance is as under	
	Cash in Hand	555,852
	Cash at Bank	214,378
	Total	<u>770,230</u>
5.01	Cash At Bank	
	NCC Bank Limited (AC No.- 0012-0210025173)	214,378
	Total	<u>214,378</u>

Notes to financial statements for the period ended 30 June 2022

	Amount in (Taka)
	30-06-2022
6.00 Receivable from Shareholder	
Unpaid Share Capital	200,000,000
Total	200,000,000

The receivable amount arose due to share-capital being remained unpaid as at 30.06.2022.

7.00 Share Capital: BDT. 1,000,000,000	
a) Authorized Share Capital:	
10,000,000 ordinary shares of Taka 10 each	1,000,000,000
b) Issued, Subscribed & Called Share Capital: BDT. 200,000,000	
10,000,000 ordinary shares of Taka 10 each fully called and subscribed	200,000,000

The breakup of the above balance is as under

Name of the Shareholders	No. of shares	% of share	Taka
Saif Powertec Limited	11,000,000	55%	110,000,000
Tarafder Md. Ruhul Amin	2,500,000	13%	25,000,000
Mrs. Tarafder Nigar Sultana	2,400,000	12%	24,000,000
Rubya Chowdhury	1,800,000	9%	18,000,000
Tarafder Md. Ruhul Saif	1,800,000	9%	18,000,000
Md. Jobaer Kabir	500,000	3%	5,000,000
Total	20,000,000	100%	200,000,000

8.00 Retained Earnings: BDT. 38,754,399
The breakup of the above balance is as under

Opening Balance	-
Net profit/(loss) during the period	38,754,399
Balance as at 30.06.2022	38,754,399

9.00 Liabilities for Expenses: BDT. 115,000
The breakup of the above balance is as under

Audit Fees	115,000
Total	115,000

Notes to financial statements for the period ended 30 June 2022

	Amount in (Taka) 30-06-2022
10.00 Provision for Income Tax: BDT 16,609,028	
Income Tax Expenses for the Income Year 2021-2022	16,609,028
Total	16,609,028
11.00 Accounts Payable: BDT. 254,470	
Others Payable	254,470
Total	254,470
12.00 Cost of Revenue	
Cost of Revenue during the period	158,178,444
Total	158,178,444
13.00 Administrative Expenses: BDT. 8,253,777	
The breakup of the above balance is as under	
Entertainment	34,525
Salary & Allowances	1,400,000
Office Rent	105,000
Audit fee	115,000
Fees, and Subscription and License & Renewal fee	18,000
Fuel, Lubricants and Car Maintenance	25,450
Printing, Stationary and Photocopy	12,546
Depreciation	13,569
Cleaner Expenses	25,652
Utilities Expenses	15,246
Telephone and Mobile bill	9,856
Travelling and Conveyance	8,585
Newspaper, Books and Periodicals	3,524
CSR	6,456,000
Postage & Courier	2,568
Miscellaneous Expenses	8,256
Total	8,253,777

Notes to financial statements for the period ended 30 June 2022

		Amount in (Taka) 30-06-2022
14.00 Financial Expenses: BDT. 4,351		
Bank Charge		4,351
Total		4,351
15.00 Income Tax Expenses: BDT. 16,609,028		
(A) AIT Paid During the period		4,436,000
(B) Tax on gross receipt		1,330,800
(C) Tax on profit before tax @ 30%		16,609,028
Tax expenses for the Income Year 2021-22, higher of (A), (B) & (C)		16,609,028

Schedule of Property, Plant & Equipment
For the year June 30, 2022

Schedule- A

Property, Plant & Equipment

Particulars	W.D.V				Rate of Dep.		Depreciation		W. D. V. as on 30.06.2022
	Opening Balance	Addition during the year	Disposal / Adjustment	Disposed during the year	Closing Balance		Opening Balance	Charged during the year	Total
Office equipments	-	428,500	-	-	428,500	10%	-	13,569	13,569
Total as on June 30, 2022	-	428,500	-	-	428,500		-	13,569	13,569
									414,931

***Depreciation rate has been used as per the Third Schedule of the Income Tax Ordinance, 1984. Hence, no deferred tax asset or liability arose for this year.



AUDITED FINANCIAL
STATEMENTS-2022



SAIF MARITIME LLC
Global Shipping & Logistics Network

DUBAI - U.A.E

INDEPENDENT AUDITOR'S REPORT

To

The Shareholder of SAIF MARITIME L.L.C

Report on the Financial Statements**Opinion**

We have audited the accompanying financial statements of SAIF MARITIME L.L.C, Dubai, United Arab Emirates ('the Company'), which comprise the statement of financial position as at June 30, 2022, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period from January 1, 2022 to June 30, 2022, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Company as at June 30, 2022, and of its financial performance and its cash flows for the period from January 1, 2022 to June 30, 2022 in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company within the meaning of IFAC code of Ethics for Professional Accountants (code IESBA) and we have fulfilled our other responsibilities under these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

Other matter

- a) As per Article 13 of Memorandum of Association of the Company, the financial year of the Company is from January to December. These financial statements have been prepared by the management for the period of 6 months from January 1, 2022 to June 30, 2022 for internal reporting purposes and no responsibility is accepted from anyone other than the Company. This report can be used only for the purpose mentioned above. We do not hold liable for the use of this report for any other purpose.
- b) We draw attention to Note 6 to the financial statements - Trade and other receivables. As at the reporting date, the Management of the Company has measured the loss allowance for their financial instruments at an amount equal to 12-month Expected Credit Losses (ECL) rather than lifetime ECL. Based on the management assessment, there is no probability of the default events of their financial instruments that are possible within 12 months after the reporting date. Hence, no loss allowance was recognized during the period. This is not in compliance with IFRS 9 - Financial Instruments.
- c) We draw attention to Note 8 to the financial statements - Cash and cash equivalents. We have verified petty cash balances amounting to AED 10,764 with the confirmation of the existence provided by the Management of the Company and bank balances amounting to AED 217,230 with the bank statements provided to us by the Management of the Company. However, we have not received an independent balance confirmation from the bank confirming the balances as at the reporting date.
- d) We draw attention to Note 20 to the financial statements - Commitments and contingencies. As at the reporting date, the Management of the Company has considered all their lease payments as short term and rent paid for these leases during the period are included in the line "Rent" in Statement of profit or loss and other comprehensive income. This is not in compliance with IFRS 16 - Leases.

Other information

Management is responsible for the other information. The other information comprises the Manager's report, which we obtained prior to the date of this auditor's report. The other information does not include the financial statements and our auditor's report thereon.

cont'd.

MANAGER'S REPORT

FOR THE PERIOD FROM JANUARY 1, 2022 TO JUNE 30, 2022

The Manager presents his report together with audited financial statements of SAIF MARITIME L.L.C, Dubai, United Arab Emirates ('the Company') which comprise the statement of financial position as at June 30, 2022, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period from January 1, 2022 to June 30, 2022, and a summary of significant accounting policies and other explanatory information.

Activities

The licensed activity of the Company are services related to customs broker, cargo transport by light trucks, cargo transport by heavy trucks, cargo loading & unloading services, sea shipping lines agents, shipping containers loading and unloading services, freight broker, shipping lines of freight and passengers transportation, sea freight and passengers charters and sea cargo.

Events subsequent to the balance sheet date

There were no major events, which occurred since the period end that materially affect the financial position of the Company.

Financial results

The financial result of the Company is depicted in statement of profit or loss and other comprehensive income.

Shareholder and their interests

Saif Powertec Limited, a Company based in Bangladesh, is the shareholder holding 100% shares of the Company as at the period end. On March 9, 2022, Tarafder Md Ruhul Amin Wazed Tarafder and Tarafder Nigar Sultana, both Bangladeshi Nationals, has transferred their 100% shares to Saif Powertec Limited, a Company based in Bangladesh and on the same date, the legal type of the Company has changed to Limited Liability Company - Single Owner (LLC-SO).

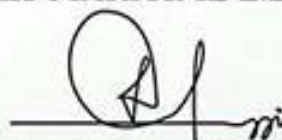
Manager

Tarafder Md Ruhul Amin Wazed Tarafder and Mohammed Mashud Elahee Noor Mohammed Chowdhury both Bangladeshi nationals served as the Managers of the Company during the period.

Auditor

The auditors, Al Jeroudy Accounting & Auditing Chartered Accountants, Dubai, UAE, has indicated their willingness to continue in office.

FOR SAIF MARITIME L.L.C



Tarafder Md Ruhul Amin Wazed Tarafder
Manager

INDEPENDENT AUDITOR'S REPORT

To

The Shareholder of SAIF MARITIME L.L.C (CONTINUED)

Other information (continued)

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

If based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and the Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IFRSs, 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.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the planning and performance of the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

cont'd.

INDEPENDENT AUDITOR'S REPORT

To

The Shareholder of SAIF MARITIME L.L.C (CONTINUED)

Auditor's Responsibilities/or the Audit of the Financial Statements (continued)

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

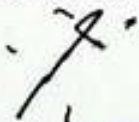
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

As required by the UAE Federal Law No. (2) of 2015, we report that:

- i. we have obtained all the information and explanations we considered necessary for the purposes of our audit;
- ii. the financial statements have been prepared and comply, in all material respects, with the applicable provisions of the UAE Federal Law No. (2) of 2015;
- iii. the Company has maintained proper books of account;
- iv. note to the financial statements of the Company discloses material related party transactions, the terms under which they were conducted and principles of managing conflict of interests;
- v. based on the information that has been made available to us nothing has come to our attention which causes us to believe that the Company has contravened during the period from January 1, 2022 to June 30, 2022 any of the applicable provisions of the UAE Federal Law No. (2) of 2015 or of its Articles of Association which would materially affect its activities or its financial position as at June 30, 2022.

FOR AL JEROUDY ACCOUNTING & AUDITING
CHARTERED ACCOUNTANTS



Dr. Mohammad Houssein Al Jeroudy
Managing Director
Reg No. 216
Dubai, United Arab Emirates
Dated August 18, 2022



SAIF MARITIME LLC
Global Shipping & Logistics Network

DUBAI - U.A.E

Statement of Financial Position as at June 30, 2022

<u>Assets</u>	Note	2022 <u>AED</u>	2021 <u>AED</u>
<u>Non-current assets</u>			
Property and equipment	5	4,103,488	2,251,882
<u>Current assets</u>			
Trade and other receivables	6	1,798,772	989,198
Amount due from related parties	7	2,474,099	2,963,667
Cash and cash equivalents	8	227,994	218,472
Total current assets		4,500,865	4,171,337
Total assets		8,604,353	6,423,219
<u>Shareholder's fund and liabilities</u>			
<u>Shareholder's equity</u>			
Share capital	9	500,000	500,000
Statutory reserve	10	5,717	-
Retained earnings		(345,194)	(396,650)
Total shareholder's equity		160,523	103,350
<u>Non-current liabilities</u>			
Provision for employees' end of service benefits	11	55,020	17,776
<u>Current liabilities</u>			
Amount due to related parties	7	2,009,556	998,813
Trade and other payables	12	6,379,254	5,303,280
Total current liabilities		8,388,810	6,302,093
Total liabilities		8,443,830	6,319,869
Total shareholder's fund and liabilities		8,604,353	6,423,219

The Accompanying notes form an integral part of these Financial Statements.

FOR SAIF MARITIME L.L.C

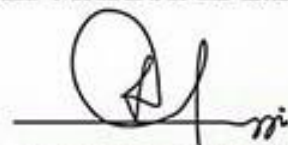
Tarafder Md Ruhul Amin Wazed Tarafder
Manager

**Statement of Profit or Loss and other Comprehensive Income
for the Period From January 1, 2022 to June 30, 2022**

	Note	2022 <u>AED</u>	2021 <u>AED</u>
Revenue from contracts with customers	13	5,191,147	7,131,962
Direct costs	14	(4,117,462)	(6,380,317)
Gross Profit		1,073,685	751,645
Employee costs	15	(542,124)	(445,292)
Administrative expenses	16	(411,936)	(651,676)
Depreciation on property and equipment	5	(62,452)	(51,327)
Profit/(loss) for the period		57,173	(396,650)
Other comprehensive income		-	-
Total comprehensive income for the period		57,173	(396,650)

The Accompanying notes form an integral part of these Financial Statements.

FOR SAIF MARITIME L.L.C



Tarafder Md Ruhul Amin Wazed Tarafder
Manager

Statement of Changes in Equity
For the Period from January 1, 2022 To June 30, 2022

	<u>Share capital</u> <u>AED</u>	<u>Statutory reserve</u> <u>AED</u>	<u>Retained earnings</u> <u>AED</u>	<u>Total</u> <u>AED</u>
Share capital introduced	500,000	-	-	500,000
Loss for the period	-	-	(396,650)	(396,650)
Balance as at December 31, 2021	500,000	-	(396,650)	103,350
Profit for the period	-	-	57,173	57,173
Transfer to statutory reserve	-	5,717	(5,717)	-
Balance as at June 30, 2022	500,000	5,717	(345,194)	160,523

The Accompanying notes form an integral part of these Financial Statements.

Statement of Cash Flows
For the Period from January 1, 2022 To June 30, 2022

	2022 <u>AED</u>	2021 <u>AED</u>
<u>Cash flows from operating activities :</u>		
Profit/(loss) for the period	57,173	(396,650)
Adjustments :		
Depreciation on property and equipment	62,452	51,327
Provision for employees' end of service benefits	37,244	17,776
	<u>156,869</u>	<u>(327,547)</u>
<u>Changes in operating assets and liabilities</u>		
Trade and other receivables	(809,574)	(989,198)
Amount due from related parties	489,568	(2,963,667)
Amount due to related parties	1,010,743	998,813
Trade and other payables	1,075,974	5,303,280
Net cash generated from operating activities	<u>1,923,580</u>	<u>2,021,681</u>
<u>Cash flows from Investing activities :</u>		
Purchase of property and equipment	<u>1,914,058</u>	<u>(2,303,209)</u>
Net cash used in investing activities	<u>(1,914,058)</u>	<u>(2,303,209)</u>
<u>Cash flows from financing activities :</u>		
Share capital introduced	<u>-</u>	<u>500,000</u>
Net cash generated from financing activities	<u>-</u>	<u>500,000</u>
Net increase in cash and cash equivalents	<u>9,522</u>	<u>218,472</u>
Cash and cash equivalents at beginning of the period	<u>218,472</u>	<u>-</u>
Cash and cash equivalents at end of the period 8	<u>227,994</u>	<u>218,472</u>

The Accompanying notes form an integral part of these Financial Statements.

Notes to the Financial Statements
for the period from January 1, 2022 to June 30, 2022

1. Legal status and nature of business

SAIF MARITIME L.L.C ('the Company') is a Limited Liability Company - Single Owner (LLC - SO) incorporated on September 29, 2020 in accordance with provisions of UAE Federal Law No. (8) of 1984 regarding Commercial Companies and its subsequent amendments and registered with Department of Economic Development, Government of Dubai, United Arab Emirates under Registration No. 1687857. The Company is licensed to operate in UAE under Commercial License No. 907608. The registered address of the Company is P.O. Box: 18870, Dubai, UAE.

The licensed activity of the Company are services related to customs broker, cargo transport by light trucks, cargo transport by heavy trucks, cargo loading & unloading services, sea shipping lines agents, shipping containers loading and unloading services, freight broker, shipping lines of freight and passengers transportation, sea freight and passengers charters and sea cargo.

As per the Memorandum of Association and its subsequent amendments: the issued, subscribed and paid up capital of the Company as on June 30, 2022 is AED 500,000(Arab Emirates Dirhams Five Hundred Thousand only) divided into 500 shares of AED 1,000 each.

Name of the shareholders	Nationality	Shares	Amount(AED)	%
Saif Powertec Limited	Bangladesh	500	500,000	100%

2. Application of new and revised International Financial Reporting Standards ("IFRS")

2.1 New and amended IFRS Standards that are effective for the current year

The following new and amended IFRS Standards, which became effective for annual periods beginning on or after January 1, 2022, have been adopted in these financial statements. The application of these new and amended IFRS Standards has not made any material impact on the amounts reported for the current and prior years but may affect the accounting for future transactions or arrangements.

- Amendments to IFRS 3 Business Combinations - Reference to the conceptual framework;
- Amendments to IAS 16 Property, plant and equipment - Proceeds before intended use;
- Amendments to IAS 37 Provisions, Contingent Liabilities and Contingent Assets - Onerous contracts - cost of fulfilling a contract;
- Annual improvements to IFRS Standards 2018 - 2020 Cycle - Amendments to IFRS 1 First time adoption of International Financial Reporting Standards, IFRS 9 Financial Instruments, IFRS 16 Leases and IAS 41 Agriculture;

2.2 New and revised IFRS Standards in issue but not yet effective and not early adopted

The Company has not yet early applied the following new standard, amendments and interpretations that have been issued but are not yet effective (with earlier application permitted):

- IFRS 17 Insurance contracts - recognition, measurement, presentation and disclosure (effective for annual periods beginning on or after January 1, 2023);
- Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures (2011) relating to the treatment of the sale or contribution of assets from and investor to its associate or joint venture (effective for annual periods yet to be determined);
- Amendments to IAS 1 - Classification of liabilities as current and non-current (effective for annual periods beginning on or after January 1, 2023);

Notes to the Financial Statements (Continued)
For the period from January 1, 2022 To June 30, 2022

2.2 New and revised IFRS in issue but not yet effective and not early adopted (continued)

- d) Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements - Disclosure of accounting policies (effective for annual periods beginning on or after January 1, 2023);
- e) Amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates (effective for annual periods beginning on or after January 1, 2023);
- f) Amendments to IAS 12 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction (effective for annual periods beginning on or after January 1, 2023);

Management anticipates that these new standards, interpretations and amendments will be adopted in the Company's financial statements for the year beginning January 1, 2023 or as and when they are applicable and adoption of these new standards, interpretations and amendments.

3. Significant accounting policies

3.1 Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS Standards) issued and adopted by the International Accounting Standards Board ("IASB") and the interpretations issued by the International Financial Reporting Interpretation Committee of the IASB enforce at June 30, 2022 and the requirements of the local laws and regulations.

3.2 Basis of preparation

The financial statements have been prepared on the historical cost basis. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company considers the characteristics of the asset or liability if the market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purpose in the financial statements is determined in such a basis except for share based transactions that are within the scope of IFRS 2, leasing transactions that are within the scope of IAS 17 and measurement that have some similarities to fair value but are not fair value such as net realizable value in IAS 2 or value in use in IAS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety which are described as follows:

- a) Level 1 Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- b) Level 2 Inputs are inputs other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- c) Level 3 Inputs are unobservable inputs for the asset or liability.

Notes to the Financial statements (Continued)
 for the period from January 1, 2022 To June 30, 2022

3.3 Revenue recognition

Revenue is recognized by reference to the 5 steps model recommended by IFRS 15 as mentioned below:

Step 1: Identify the contract with a customer

Step 2: Identify the performance obligations in the contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the individual performance obligations

Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation. Performance obligation can be satisfied either at the point of time or over time.

The Company's revenues represented in:

Revenue from sale of goods

Revenue for the sale of goods is recognized when control of the goods is transferred to the buyer and only when it is highly probable that a significant reversal of revenue will not occur when uncertainties related to a variable consideration are resolved and is based on the amount of the transaction price that is allocated to the performance obligation. The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for goods to the customer. The consideration expected by the Company may include fixed or variable amounts which can be impacted by sales returns, trade discounts and volume rebates.

Services revenue

Revenue from the services in normal course of business is recognised at a point in time when the performance obligation is satisfied and is based on the amount of the transaction price that is allocated to the performance obligation. The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for services to the customer. The consideration expected by the Company may include fixed or variable amounts which can be impacted by sales returns, trade discounts and volume rebates.

3.4 Foreign currency transactions

The financial statements of the Company are presented in the currency of the primary economic environment in which the Company operates. For the purpose of the financial statements, the results and financial position of the Company are expressed in Arab Emirates Dirhams (AED), which is the functional currency of the Company, and the presentation currency for the financial statements.

In preparing the financial statements, transactions in currencies other than the Company's functional currency are recorded at the rates of exchange prevailing on the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currency are translated at the rates prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated. Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are included in the profit or loss.

3.5 Leases

The Company assesses whether a contract is or contains a lease, at inception of the contract. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Company as a lessee

The Company acts as a lessee and applies a single recognition and measurement approach for all the leases except for short term leases and leases of low value assets, if any. The Company recognizes a right of use asset representing the right to use the underlying asset and a corresponding lease liability to make lease payments.

Notes to the financial statements (Continued)
 for the period from January 1, 2022 To June 30, 2022

3.5 Leases (continued)
a) Right of use asset

The Company recognizes right of use assets (ROU Assets) at the commencement date of the lease (the date from which the underlying asset is available for use). The right of use assets comprises the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any re-measurement of lease liabilities, if any. The right of use assets are presented as a separate line in the statement of financial position.

Unless the Company is reasonably certain to obtain the ownership of the leased asset at the end of the lease period, the recognized ROU asset are depreciated over the shorter period of lease term and useful life of the underlying asset.

b) Lease liabilities

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

- Fixed lease payments (including in-substance fixed payments), less any lease incentives receivable;
- Variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- The amount expected to be payable by the lessee under residual value guarantees;
- The exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and
- Payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The lease liability is presented as a separate line in the statement of financial position. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The Company remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

- The lease term has changed or there is a significant event or change in circumstances resulting in a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate;
- The lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using an unchanged discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used);
- A lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured based on the lease term of the modified lease by discounting the revised lease payments using a revised discount rate at the effective date of the modification.

The Company did not make any such adjustments during the periods presented.

Whenever the Company incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognized and measured under IAS 37. To the extent that the costs relate to a right of use asset, the costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Notes To The Financial Statements (Continued)
 for the period from January 1, 2022 to June 30, 2022

3.5 Leases (continued)

The Company applies IAS 36 to determine whether a right of use asset is impaired and accounts for any identified impairment loss.

Variable rents that do not depend on an index or rate are not included in the measurement the lease liability and the right-of-use asset. The related payments are recognized as an expense in the period in which the event or condition that triggers those payments occurs and are included in the line "Other expenses" in profit or loss.

As a practical expedient, IFRS 16 permits a lessee not to separate non-lease components, and instead account for any lease and associated non-lease components as a single arrangement. The Company has not used this practical expedient. For a contract that contain a lease component and one or more additional lease or non-lease components, the Company allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

c) Short term leases and Lease liabilities

The Company applies the short term leases recognition exemption to its short term leases (leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low value assets recognition exemption to leases that are considered of low value. Lease payments on short term leases and leases of low value assets are recognized as expense on a straight line basis over the lease term.

As at the reporting date, the Company has long term leases. However, the management of the Company has considered all their lease payments as short term and rent paid for these leases during the period are included in the line "Rent" in Statement of profit or loss and other comprehensive income.

3.6 Property and equipment

Property and equipment are carried at cost less accumulated depreciation and identified impairment loss, if any. The initial cost of property and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Subsequent costs are included in the assets' carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the profit or loss during the financial period in which they are incurred.

Depreciation is charged to write-off the cost of assets, over their estimated useful lives, using the straight-line method, as follows:

Asset class	Years
Furniture and fixtures	1
Containers	20
Computer and office equipment	4
Motor vehicles	5

The assets' residual values, estimated useful lives and depreciation method are reviewed periodically, with the effect of any changes in estimate accounted for on a prospective basis.

The gain or loss arising on the disposal or retirement of an item of property and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

Notes to the financial statements (Continued)
for the period from January 1, 2022 To June 30, 2022

3.6 Property and equipment (continued)

Capital work in progress

Capital work in progress is stated at cost less accumulated impairment losses, if any. It consists of expenditure incurred in respect of property, plant and equipment in the course of their acquisition, erection, construction and installation. The assets are transferred to the relevant category of property, plant and equipment when they are available for use.

3.7 Impairment of tangible assets

At each reporting date, the Company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual CGU, or otherwise they are allocated to the smallest group of CGUs for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of the future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease. Where an impairment loss subsequently reverses, the carrying amount of the asset (or CGU) is increased to the revised estimate of its recoverable amount, so long as the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or CGU) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

3.8 Employee benefits

Short term employee benefits

Short-term employee benefits are recognized as an expense when the related service is provided. The amount expected to be paid is recognized as a liability when the Company has a present or implied liability to pay the amount as a result of the employee providing a previous service and the liability can be estimated to a reliable dependent degree.

Employee benefits - end of service benefits

The Company provides for Employees' end of service benefits in accordance with UAE Labour Law. The entitlement to these benefits is based upon employee's basic salary and length of service. The expected costs of these benefits are accounted over the year of employment.

3.9 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

Notes to the financial statements (Continued)
 for the period from January 1, 2022 To June 30, 2022

3.9 Provisions (continued)

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, considering the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows. When some or all of the economic benefits required to settle, a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

3.10 Value added tax receivable/payable

Value added tax receivable/payable represents the net value added tax collected/paid at the end of the reporting date in accordance with Federal Decree-Law No. (8) of 2017 on Value Added Tax and Cabinet Decision No. (52) of 2017 on the Executive Regulations of the Federal Decree-Law No. (8) of 2017 on Value Added Tax.

3.11 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets
Initial recognition and measurement

Financial assets are classified, at initial recognition, as measured at amortized cost, fair value through other comprehensive income (OCI) and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial assets contractual cash flow characteristics and the Company's business model for managing them. With the exception of trade debts, the Company initially measures a financial asset at its fair value plus in case of a financial asset not at fair value through profit or loss, transaction costs. Trade debts are measured at the transaction price determined under IFRS 15.

In order for a financial asset to be classified and measured at amortized cost or fair value through OCI, it needs to give rise to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. The assessment is referred to as the SPPI test and is performed at an instrument level. The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets or both.

Subsequent measurement

For the purposes of subsequent measurements, financial assets are classified into following categories:

Financial assets at amortized cost (debt instruments)

This category is the most relevant to the Company. The Company measures financial assets at amortized cost if both of the following conditions are met;

- The financial assets are held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial assets give rise on a specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

Financial assets at amortized cost are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

Notes to the financial statements (Continued)
for the period from January 1, 2022 To June 30, 2022

3.11 Financial instruments (continued)

De-recognition of financial assets

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire; or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss. On de-recognition of a financial asset other than in its entirety (e.g., when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer.

The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss. A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

Impairment of financial assets

The Company recognizes a loss allowance for expected credit losses on investments in debt instruments that are measured at amortised cost or at fair value through OCI, lease receivables, trade receivables and contract assets as well as on financial-guarantee contracts. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Company recognizes lifetime expected credit losses (ECL) for trade receivables, contract assets and lease receivables. The expected credit losses of these financial instruments are estimated using a provision matrix based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

For all other financial instruments, the Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not significantly increased since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month ECL.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

Notes to the financial statements (Continued)
 for the period from January 1, 2022 To June 30, 2022

3.11 Financial instruments (continued)

As at the reporting date, the management of the Company has measured the loss allowance for their financial instruments at an amount equal to 12-month Expected Credit losses (ECL) rather than lifetime ECL. Based on the management assessment, there are no probability of the default events of their financial instruments that are possible within 12 months after the reporting date. Hence, no loss allowance was recognized in the current period.

i) Significant increase in credit risk

In assessing whether the credit risk on a financial instrument has increased significantly since initial recognition, the Company compares the risk of a default occurring on the financial instrument at the reporting date with the risk of a default occurring on the financial instrument at the date of initial recognition. In making this assessment, the Company considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort.

ii) Definition of default

The Company considers the following as constituting an event of default for internal credit risk management purposes as historical experience indicates that financial assets that meet either of the following criteria are generally not recoverable:

- a) When there is a breach of financial covenants by the debtor
 - b) Information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Company, in full (without taking into account any collateral held by the Company).
- Irrespective of the above analysis, the Company considers that default has occurred when a financial asset is more than 90 days past due unless the Company has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

iii) Write off policy

The Company writes off a financial asset when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g., when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or in the case of trade receivables, when the amounts are over two years past due, whichever occurs sooner. Financial assets written off may still be subject to enforcement activities under the Company's recovery procedures, considering legal advice where appropriate. Any recoveries made are recognized in profit or loss.

iv) Measurement and recognition of expected credit losses

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e., the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information as described above. As for the exposure at default, for financial assets, this is represented by the assets' gross carrying amount at the reporting date; for financial guarantee contracts, the exposure includes the amount of guaranteed debt that has been drawn down as at the reporting date, together with any additional guaranteed amounts expected to be drawn down by the borrower in the future by default date determined based on historical trend, the Company's understanding of the specific future financing needs of the debtors, and other relevant forward-looking information.

For financial assets, the expected credit loss is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate.

Notes to the financial statements (Continued)
for the period from January 1, 2022 To June 30, 2022

3.11 Financial instruments (continued)

For a lease receivable, the cash flows used for determining the expected credit losses is consistent with the cash flows used in measuring the lease receivable in accordance with IFRS 16.

For a financial guarantee contract, as the Company is required to make payments only in the event of a default by the debtor in accordance with the terms of the instrument that is guaranteed, the expected loss allowance is the expected payments to reimburse the holder for a credit loss that it incurs less any amounts that the Company expects to receive from the holder, the debtor or any other party.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as measured at fair value through profit or loss, loans and borrowings, payables or as derivatives designated as hedging instruments in an effective hedge as appropriate.

All financial liabilities are recognized initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs (amortised costs).

Subsequent measurement

For the purposes of subsequent measurements, financial liabilities are classified into following categories:

Loans and borrowings and payables

After initial recognition, interest bearing loans and borrowings and payables are subsequently measured at amortized cost using EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are integral part of the EIR. The EIR amortization is included as finance costs in the profit or loss.

De-recognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. When an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified such as exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the profit or loss.

Offsetting of financial instruments

The financial assets and financial liabilities are offset and the net amount is reported in the financial position if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

4. Significant accounting judgements, estimates and assumptions

The preparation of the financial statements in conformity with accounting and reporting standards require the use of certain critical accounting estimates. It also requires management to exercise its judgements in the process of applying the Company's accounting policies. Judgements, estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations in future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

Notes to the financial statements (Continued)
for the period from January 1, 2022 To June 30, 2022

4. Significant accounting judgements, estimates and assumptions (continued)

In the process of applying the Company's accounting policies, management has made the following judgements, estimates and assumptions which are significant to these financial statements.

Judgements in determining the timing of satisfaction of performance obligations

In making their judgement, the Management considered the detailed criteria for the recognition of revenue set out in IFRS 15 and in particular whether the Company had transferred the control of the goods to the customers or whether the Company has performed the services as agreed with the Customers. Based on the acceptance by the customer of the liability for the goods sold or services performed, the management is satisfied that it is probable that the economic benefits associated with the transaction will flow to the Company and the recognition of the revenue is appropriate.

Property and equipment

The Company reviews the useful lives, method of depreciation and the residual values of property, plant and equipment. Any change in the estimates in future periods might affect the carrying amount of the respective line items of property, plant and equipment with corresponding effect on the depreciation charge and impairment. The Company assesses at each reporting date whether there is an indication that the assets may be impaired. If such condition exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying value exceeds the recoverable amount, assets are written down to the recoverable amounts and the resulting impairment loss is recognized as expense in the profit or loss, unless the asset is carried at revalued amount. Any impairment loss on revalued assets is treated as revaluation decrease.

Allowance for Expected Credit Loss (ECL)

The Company has established a 12-month ECL considering the Company's historical credit loss experience, forward-looking factors specific to the debtors and the economic environment. However, in cases, the Company may also consider a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Company's historical credit loss and forecast of economic conditions may also not be representative of customer's actual default in the future. At each reporting date, the historical default rates are updated and changes in the forward-looking estimates are analyzed. Any change might affect the carrying value and the amount of expected credit loss charge to profit or loss.



Notes to the Financial Statements (Continued)
 for the Period from January 1, 2022 To June 30, 2022

5 Property and equipment

	<u>Furniture and fixtures</u>	<u>Containers</u>	<u>Computer and office equipment</u>	<u>Motor vehicles</u>	<u>Capital work in progress</u>	<u>Total</u>
<u>Cost</u>	<u>AED</u>	<u>AED</u>	<u>AED</u>	<u>AED</u>	<u>AED</u>	<u>AED</u>
Additions during the period	2,095	1,741,311	12,852	126,030	420,921	2,303,209
As at December 31, 2021	2,095	1,741,311	12,852	126,030	420,921	2,303,209
Additions during the period	-	80,750	9,520	-	1,823,788	1,914,058
As at June 30, 2022	2,095	1,822,061	22,372	126,030	2,244,709	4,217,267
<u>Accumulated depreciation</u>						
Charge during the period	2,095	40,698	1,048	7,486	-	51,327
As at December 31, 2021	2,095	40,698	1,048	7,486	-	51,327
Charge during the period	-	47,179	2,774	12,499	-	62,452
As at June 30, 2022	2,095	87,877	3,822	19,985	-	113,779
<u>Net Value</u>						
As at June 30, 2022	-	1,734,184	18,550	106,045	2,244,709	4,103,488
As at December 31, 2021	-	1,700,613	11,804	118,544	420,921	2,251,882

Capital work in progress represents the costs incurred for the interior design work of the office building in Vision Tower Office No#2401, Dubai, UAE and warehouse in Sharjah, UAE whose construction is in progress. Total contract value of the project is AED 2.44 Million. The remaining capital commitments of the Company as at the period end is AED 200 thousand (Note 20).

Notes to the financial statements (Continued)
 for the period from January 1, 2022 to June 30, 2022

		2022 <u>AED</u>	2021 <u>AED</u>
6	<u>Trade and other receivables</u>		
	Trade receivables	Neither past due nor impaired 973,317	734,419
	Advance to suppliers	318,561	131,807
	Refundable deposits	217,800	13,500
	Prepayments	152,298	29,863
	Value added tax receivable	101,135	-
	Staff advances	35,661	79,609
		<u>1,798,772</u>	<u>989,198</u>

Based on the assessment of Expected Credit Loss (ECL) in accordance with IFRS 9 - Financial Instruments, the Management has certified that the probability of default of the above outstanding receivables, net of provision already created, is 0%. Accordingly, no further allowance for impairment of receivables are created.

Trade receivables are under lien against the credit facilities granted by the bank on Pari-passu basis (Note ..).

7 **Related party transactions**

The Company enters into transactions with companies and entities that fall within the definition of a related party as contained in *IAS 24 Related Party Disclosures*. Related parties comprise companies and entities under common ownership and/or common management and control and key management personnel. The management decides on the terms and conditions of the transactions and of the services received/rendered from/to related parties, as well as on other charges.

Notes to the financial statements (Continued)
for the period from January 1, 2022 to June 30, 2022

2022 2021
AED AED

At the reporting date, balances in relation to related parties were as follows:

Amount due from related parties

Maxwell Power Services Pte Limited	1,289,152	1,104,652
Saif Maritime Ltd	1,177,631	1,859,015
Saif Powertec Ltd	7,316	-
	<u>2,474,099</u>	<u>2,963,667</u>

Amount due to related parties

Global Trade Limited	1,465,813	500,813
Saif United Shipping and Trading	543,743	498,000
	<u>2,009,556</u>	<u>998,813</u>

During the period, the Company entered into the following transactions with related parties.

Revenue	(Note 13)	<u>594,487</u>	<u>1,748,494</u>
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There are no key managerial remuneration paid or provided during the period.

8 Cash and cash equivalents

Cash on hand	10,764	93,058
Cash at bank - current accounts	217,230	125,414
	<u>227,994</u>	<u>218,472</u>

Cash on hand is physically counted and certified by the Management.

9 Share capital

Authorised, issued and fully paid:		
500 ordinary shares of AED 1,000 each	<u>500,000</u>	<u>500,000</u>

Notes to the financial statements (Continued)
for the period from January 1, 2022 to June 30, 2022

	<u>2022</u>	<u>2021</u>
	<u>AED</u>	<u>AED</u>

10 Statutory reserve

Transferred from retained earnings	<u>5,717</u>	<u>-</u>
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In accordance with UAE Federal Law No. (2) of 2015, the Company has established a statutory reserve by appropriation of 10% of net profit of each year until the reserve reaches 50% of the share capital. Further, this reserve is not available for distribution except under the circumstances as stipulated in the said law.

11 Provision for employees' end of service benefits

Balance at the beginning of the period	17,776	-
Provided during the period (Note 15)	<u>37,244</u>	<u>17,776</u>
	<u>55,020</u>	<u>17,776</u>

Provision for employees' end-of-service benefits is made in accordance with the UAE Labour Law, and is based on current remuneration and cumulative years of service at the reporting date.

12 Trade and other payables

Trade payables	6,177,786	4,899,973
Accrued expenses	132,172	109,720
Employee benefits payable	57,406	73,706
Advance from customers	11,890	174,780
Value added tax payable	-	45,101
	<u>6,379,254</u>	<u>5,303,280</u>

Notes to the financial statements (Continued)
for the period from January 1, 2022 to June 30, 2022

	<u>2022</u>	<u>2021</u>
	<u>AED</u>	<u>AED</u>
13 Revenue from contracts with customers		
Sale of goods	155,133	2,382,139
Cargo handling services income	5,036,014	4,749,823
	<u>5,191,147</u>	<u>7,131,962</u>
Analysis of revenue is as follows:		
a related party	(Note 7) 594,487	1,748,494
Others	4,596,660	5,383,468
	<u>5,191,147</u>	<u>7,131,962</u>
14 Direct costs		
Purchase of goods	147,377	2,258,964
Cost of cargo handling services	3,970,085	4,121,353
	<u>4,117,462</u>	<u>6,380,317</u>
15 Employee costs		
Salaries and allowances	502,508	313,453
End of service benefits	(Note 11) 37,244	17,776
Other employee benefits	2,372	114,063
	<u>542,124</u>	<u>445,292</u>
16 Administrative expenses		
Legal and professional	167,013	213,157
Rent	91,670	84,357
Office expenses	84,890	53,175
Insurance	27,544	55,668
Business promotion	24,331	227,286
Utilities and communication	9,616	8,640
Bank charges	6,872	9,393
	<u>411,936</u>	<u>651,676</u>

17 Financial instruments

a) Significant accounting policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in Note 3 to the financial statements.

Notes to the financial statements (Continued)
for the period from January 1, 2022 to June 30, 2022

17 Financial instruments (continued)

	<u>2022</u> <u>AED</u>	<u>2021</u> <u>AED</u>
b) Categories of financial instruments		
Financial assets at amortised cost		
Trade and other receivables	1,327,913	827,528
Amount due from related parties	2,474,099	2,963,667
Cash and cash equivalents	227,994	218,472
	<u>4,030,006</u>	<u>4,009,667</u>
Financial liabilities at amortised cost		
Amount due to related parties	2,009,556	998,813
Trade and other payables	6,367,364	5,128,500
	<u>8,376,920</u>	<u>6,127,313</u>

c) Fair value of financial instruments

The fair values of financial assets and financial liabilities approximate the amounts as shown in the statement of financial position.

18 Financial risk management

The Company's overall financial risk management program seeks to minimize potential adverse effects to the financial performance of the Company. The management provides guidelines for overall financial risk management and policies covering specific areas, such as market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk.

a) Foreign currency risk management

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities, when revenue or expense are denominated in a different currency from the Company's functional currency which is United Arab Emirates Dirham (AED). The Company manages the risks through regular monitoring of the currency markets to determine appropriate action to minimise the exposure to the foreign currency risk.

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in Arab Emirates Dirhams or in US Dollars to which the Dirham is fixed.

b) Interest rate risk management

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. There are no significant interest rate risks as the Company has no interest bearing financial assets and financial liabilities as at the reporting date.

Notes to the financial statements (Continued)
for the period from January 1, 2022 to June 30, 2022

18 Financial risk management (continued)

c) **Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the management which has built an appropriate liquidity risk management framework for the management of the Company's short, medium and long-term funding.

Liquidity risk tables

The following table details the Company's expected maturity for its non-derivative financial assets. The tables have been drawn up based on the undiscounted contractual maturities of the financial assets.

	2022 AED	2021 AED
Non-interest bearing financial assets	<u>4,030,006</u>	<u>4,009,667</u>

The following table details the Company's remaining contractual maturity for its non-derivative financial liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The table comprises principal cash flows.

1 Year or less

Non-interest bearing financial liabilities	<u>8,376,920</u>	<u>6,127,313</u>
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d) **Credit risk management**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the management regularly. Further details of credit risks on trade receivables and amount due from related parties are discussed in Note 6 and Note 7 respectively, to the financial statements.

19 Capital risk management

The Company manages its capital to ensure that it will be able to continue as a going concern while maximising the return to the shareholder through optimisation of the equity balance. The Company's overall strategy remains unchanged from 2021.

Notes to the financial statements (Continued)
for the period from January 1, 2022 to June 30, 2022

20 Commitments and contingencies

Details of commitments and contingencies of the Company as at the period end is as follows:

Commitments

Operating lease commitments represents office rental commitments of the Company in Vision Tower 1, Business Bay, Dubai, UAE for a period of 5 years starting from April 20, 2022.

	2022 <u>AED</u>	2021 <u>AED</u>
Within 1 year	100,000	-
1 to 5 years	380,548	-
	<u>480,548</u>	<u>-</u>

Capital commitments represents the commitment of the Company towards the construction of the office building in Vision Tower Office No#2401, Dubai, UAE and warehouse in Sharjah, UAE whose construction is in progress. Total contract value of the project is AED 2.44 Million. The remaining capital commitments of the Company as at the period end is AED 200 thousand (Note 5).

Except for the ongoing business obligations which are under normal course of business against which no loss is expected, there has been no other known contingent liability or capital commitment as of balance sheet date.

21 Comparatives

Previous period figures represents figures of 15 months starting from September 29, 2020 (date of incorporation) to December 31, 2021. Hence, previous period figures are not comparable with current period figures.

Proxy Form

I/Weof

.....being member(s) Saif Powertec Limited, entitle to vote hereby appoint Mr./Mrs./MS
.....of
.....as my/our proxy to
attend and vote for me/us on my/our behalf at the 19th Annual General Meeting of the company to be held on Thursday, the
29th day of December 2022 by using Digital Platform through the link <http://saifpower19agm.digitalagmbd.net> at 11.00
A.M. and at any adjournment thereof.

As witness my hand this day of 2022 signed by the said
in presence of

Signature of the Proxy

Date

Revenue
Stamp
Tk. 20.00

Signature of the Member(s)

Register BO ID.....

Dated

NOTE: A member entitled to attend/participate and vote at the Annual General Meeting may appoint at Proxy to attend/participate and vote in his/her stead. Scanned copy of Proxy Form duly stamped must be send through email to shambhu@saifpowertec.com not later than 48 hours before the Meeting.

Signature verified

Authorized Signatory

Saif Powertec Limited

SAIF POWERTEC LIMITED

72, Mohakhali C/A, Rupayan Center (8th Floor), Dhaka-1212

Tel: (880 2) 222286359, 222291639, 222261128, 222291597, 222264705, Fax: (880 2) 222285949

Members'/Proxy Attendance Slip

I/We hereby record my attendance/ participation at the 19th Annual General Meeting being held on Thursday, the 29th day of December 2022 by using Digital Platform through the link <http://saifpower19agm.digitalagmbd.net> at 11.00 A.M.

Name of Member(s)/Proxy.....

Register BO ID..... holding of Ordinary
Shares of Saif Powertec Limited.

.....
Signature of Member(s)/Proxy



A House of Power & Material Handling Solution

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02 333324107, Fax: 02 333324108

Factories:

SAIF Battery Factory: Bashugaon,
Pubail, Gazipur.
SAIF LED Factory: Tumulia, Kaligonj, Gazipur.
SAIF Plastic & Polymer Factory:
Tumulia, Kaligonj, Gazipur.

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