

**AUDITORS' REPORT
AND
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2008
OF
ENVOY TEXTILES LIMITED**

AHMAD & AKHTAR

Chartered Accountants

BCIC Bhaban (3rd Floor)

30-31, Dilkusha, C/A, Dhaka-1000

Ph: +880 2 9561289 Fax: +880 2 9564366

E-mail: aaca@bangla.net, aacano120@gmail.com

Website: www.aacabd.com



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

Branch Office: Dhaka, Chittagong and Khulna

TABLE OF CONTENTS

SL.	PARTICULARS	PAGES
1.	Auditors' Report	1
2.	Balance Sheet	2
3.	Income Statement	3
4.	Statement of Changes in Equity	4
5.	Statement of Cash Flow	5
6.	Notes to the Financial Statements	6-17
	1.00: Background of the Company	6
	2.00: Main Activities of the Company	6
	3.00: Summary of Significant Accounting Policies and Other Material Information	6-11
	4.00: Paid up Capital	12
	5.00: Secured Loan:	12
	6.00: Inventories & Stores:	12
	7.00: Cash and Cash Equivalents	12
	8.00: Advance, Deposit & Prepayments	13
	9.00: Export Incentive Receivable	13
	10.00: Material in Transit	13
	11.00: Work in Progress	13
	12.00: Current Liabilities	13
	13.00: Provision for Expenses	14
	14.00: Administrative & General Expenses	14
	15.00: Selling & Distribution Expenses	14
	16.00: Financial Expenses	15
	17.00: Factory Overhead	15
	18.00: Basic Earnings Per Share (ESP)	16
	19.00: Computation of Weighted average Number of 2008	16
7.	Statement of Property, Plant and Equipment	17
8.	Statement of Unsecured Loan	18
9.	Statement of Accounts Payable	18
10.	Statement of Accounts Receivable	19
11.	Statement of Inter Company Finance	20
12.	Statement of Cost of Goods Sold	21

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

We have audited the accompanying financial statements of **ENVOY TEXTILES LIMITED**, which comprise the balance sheet as at 30 September 2008, and the income statement, statement of changes in equity and statement of cash flows for the period then ended and all related notes of financial statements, together with a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management, represented by the Board of Directors, is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standards (BAS)/ Bangladesh Financial Reporting Standards (BFRS). Accordingly, the management prepared financial statement for the period from March 01, 2008 to September 30, 2008. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

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

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

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

Opinion:

In our opinion, the financial statements, prepared in accordance with Bangladesh Accounting Standards (BAS's), give a true and fair view of the state of the company's affairs as on 30th September 2008 and of the results of its operations and its cash flow for the period then ended and comply with the Companies Act 1994 and other applicable Laws and Regulations.

We also report that:

- 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;
- in our opinion, the company management has followed relevant provisions of laws and rules in managing the affairs of the company and proper books of accounts, records and other statutory books have been maintained so far as it appeared from our examination of those books;
- the company's balance sheet and income statement dealt with by the report are in agreement with the books of account; and
- the expenditure incurred and payments were for the purpose of the company's business.

Date : 4th November, 2010
Dhaka


AHMAD & AKHTAR
Chartered Accountants



ENVOY TEXTILES LIMITED
BALANCE SHEET
AS AT SEPTEMBER 30, 2008

	Notes	30th Sep 2008 Taka
Sources of Funds:		
Shareholders Funds:		
Authorised Capital:		
1,000,000 Ordinary Shares of Tk.100/= each		<u>100,000,000</u>
Paid up Capital:		
105,000 Ordinary Shares of Tk.100/= each fully paid in cash	4	10,500,000
Reserve and Surplus Fund:		
Retained Earnings		(49,469,751)
Loan Fund:		
Secured Loan	5	1,019,506,539
Unsecured Loan	Sch-B (i)	601,974,508 417,532,031
Total		<u>980,536,788</u>
Application of Funds:		
Non Current Asssts		
Property, Plant & Equipment (At cost)	Sch-A	969,479,706
Less: Accumulated Depreciation	Sch-A	(3,606,591)
		965,873,114
Deferred Expenses		11,742,836
Preliminary Expenses		28,500
Total Non current assts		<u>977,644,450</u>
Current Assets, Loans and Advances:		
Inventories & Stores	6	120,887,315
Accounts Receivable	Sch-C	127,642,719
Cash and Cash Equivalents	7	11,001,206
Intercompany Finance	Sch-D	23,033,432
Advance, Deposits & Prepayments	8	16,131,130
Export incentive Receivable	9	7,235,644
Material in Transit	10	7,737,398
Work in process	11	4,255,107
Total Current Assets:(A)		<u>317,923,951</u>
Current Liabilities and Provision:		
Current Liabilities	12	303,288,773
Provision for Expenses	13	1,742,841
Loan from Director		10,000,000
Total Current Liabilities:(B)		<u>315,031,614</u>
Net Current Assets: (A-B)		2,892,337
Total		<u>980,536,788</u>

The annexed notes form and an integral part of this financial statements.



Managing Director
Envoy Textiles Ltd.



Chairman
Envoy Textiles Ltd.

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

Date : 4th November 2010
Dhaka





AHMAD & AKHTAR
Chartered Accountants

ENVOY TEXTILES LIMITED
INCOME STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

	Notes	Taka
Revenue		189,971,579
Less: Cost of Goods Sold	Anx-1	185,537,078
Gross Profit		4,434,501
Operating Expenses		13,518,702
Administrative & General Expenses	14	5,485,261
Selling & Distribution Expenses	15	8,033,441
Profit/(Loss) from Operation		(9,084,201)
Other Non-Operating Income/Expenses		
Financial Expenses	16	(40,385,550)
Profit / (Loss) after Financial Expenses		(49,469,751)
Other Income		-
Net Profit / (Loss) before Taxation		(49,469,751)
Less: Provision for Current Tax		-
Less: Provision for Deferred Tax		-
Net Profit After Taxation		<u>(49,469,751)</u>
Earnings Per Share (ESP)	18	(471.14)

The annexed notes from and an integral part of this financial statements.



Managing Director
Envoy Textiles Ltd.



Chairman
Envoy Textiles Ltd.

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


Date : 4th November 2010
Dhaka




AHMAD & AKHTAR
Chartered Accountants

ENVOY TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

Particulars	Share Capital	Retained Earnings	Total (Tk.)
At the beginning of the Period	10,500,000	-	10,500,000
Add: Addition During the Period	-	-	-
Add: Placement Share	-	-	-
Depreciation on Revaluation Surplus	-	-	-
Net profit for the year	-	(49,469,751)	(49,469,751)
Prior year adjustment (Export incentive)	-	-	-
Less: Transfer to Tax Holiday Reserve	-	-	-
Less: Provision for Current Tax	-	-	-
As at 30.09.2008	10,500,000	(49,469,751)	(38,969,751)



Managing Director
Envoy Textiles Ltd.



Chairman
Envoy Textiles Ltd.

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

Date : 4th November 2010
Dhaka


AHMAD & AKHTAR
Chartered Accountants



ENVOY TEXTILES LIMITED
STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

	Taka
Cash Flow From Operating Activities:(A)	
Receipts:	49,826,300
Collection from Debtors	49,826,300
Others	-
Payments:	224,260,487
Cash Payment to Creditors	170,356,235
Cash Payment for Operating Expenses	13,518,702
Financial Expenses	40,385,550
Net Cash Provided/(Used) by Operation activities	(174,434,186)
Cash Flows From Investing Activities: (B)	
Purchase of Fixed Assets	(156,709,702)
Advance , Deposits & Prepayments	(2,670,126)
Inter Company Finance	(23,033,432)
Net Cash Used in Investing Activities	(182,413,260)
Cash Flows From Financing Activities:(C)	
Long Term Liabilities (Secured Loan)	75,925,978
Inter Company Finance (Unsecured Loan)	104,717,210
Liabilites	207,389,344
Provision for Expenses	(37,062,670)
Loan from Director (Unsecured Loan)	9,723,032
Net Cash Provided by Financing Activities	360,692,894
Net Increase in Cash and cash Equivalent[A+B+C]	3,845,447
Add: Cash in hand and bank at the beginning	7,155,758
Cash in hand and bank at the closing	11,001,205

The notes are an integral part of the financial statements.



Managing Director
Envoy Textiles Ltd.



Chairman
Envoy Textiles Ltd.

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

Date : 4th November 2010
Dhaka




AHMAD & AKHTAR
Chartered Accountants

ENVOY TEXTILES LIMITED
Notes to the Financial Statements
For the Period ended 30 September 2008

1.00 BACKGROUND OF THE COMPANY:

Envoy Textiles Limited was incorporated as a private company limited by shares registered under the Companies act 1994 vides registration no. C-28622 (2468)/1995 dated 18 June 1995 and converted public limited company as on 25 October 2009. The registered office of the company is located at 400-B, Khilgaon Chowdhuripara, Dhaka-1219.

2.00 MAIN ACTIVITIES OF THE COMPANY:

Envoy Textiles Limited is a manufacturer of 100% export oriented denims fabric. It is the first rope denims plant in Bangladesh with highly sophisticated machineries of USA and Japan. Commercial operation of this company has started on 01 March 2008.

2.01 Board of Director:

Sl. No.	Name	Position	Number of Share	% of Share holdings
1	Mr. Kutubuddin Ahmed	Chairman	20,000	1.905%
2	Mr. Abdus Salam Murshedy	Managing Director	20,000	1.905%
3	Mrs. Rashida Ahmed	Director	5,000	.476%
4	Mrs. Sharmin Salam	Director	5,000	.476%

3.00 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION:

a) Statement of Compliance:

The financial statements have been prepared in conformity with the Provisions of the Companies Act 1994 and other relevant Rules and Regulations.

b) Basis of preparation of Financial Statement:

The financial statements have been prepared in accordance with the going concern principle and historical cost convention. The significant accounting policies are set out below:



Fixed Assets:

Fixed Assets comprises Factory Building, Rest House, Officer and Staff Quarter, Corporate Office Building, Factory Equipment, Furniture & Fixture, Machinery, ETP Cost, Office Equipment, Motor Vehicle, Software etc. Fixed assets are stated at their historical cost less accumulated depreciation in compliance with Bangladesh Accounting Standards (BAS's).

No depreciation has been charged on the Land and Land Development. Depreciation is charged on all other assets on reducing balance method. Depreciation has been charged on the opening balance of assets. The rates of depreciation are as follows:

Name of Assets	Rate of Depreciation
Factory Building	3%
Rest House, Officer and Staff Quarter	2%
Factory Equipment	10%
Furniture & Fixture	10%
Machinery	10%
ETP Cost	10%
Office Equipment	10%
Motor Vehicle	20%
Software	20%
Other Construction	5%
Other Assets	5%

Inventories and Stores:

Inventories and stores are comprises of raw materials, raw materials in transit, packing materials, work in progress, finished goods, and spare & spare parts in transit. Inventories are valued at the lower cotton sale price.

Revenue Recognition

Sales of Goods:

Revenue from the sale of goods is recognized when all the following conditions are satisfied:

- the company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company; and
- the cost incurred or to be incurred in respect of the transaction can be measured reliably.

Other Income:

It is recognized when received.



Foreign Currency Transaction:

Transactions in Foreign Currencies are translated into BDT at the rate of exchange ruling on date of transaction. Monetary assets and liabilities expressed in foreign currencies are translated into BDT at the rate of exchange ruling at the balance sheet date. Gains or losses resulting from foreign currency transactions are taken to the income statement.

Borrowing Costs/Financial Expenses

Borrowing costs are recognized as expenses in the period in which they incurred and capitalized the same that incurred before commencement of commercial operation.

Financial Instruments:

Financial assets and liabilities are recognized on the balance sheet when the company has become a party to a contractual provision of the instrument:

- **Accounts Receivables:**

Accounts Receivables are stated at their nominal value and considered good. No provision has been made for doubtful debt and no amount was written off as bad.

- **Accounts Payables:**

Accounts Payables are stated at their nominal value.

- **Due to/Due from Related Parties:**

Due to /due from related parties are stated at nominal value.

- **Borrowings/Secured Loan**

Interest bearing bank loans and overdrafts are recorded at the proceeds received. Finance charges are accounted for on an accrual basis.

- **Cash and Cash Equivalents:**

Cash and Cash equivalents comprise cash in hand, bank current accounts, other bank deposits free of encumbrance and having maturity date of three months or less from respective dates of deposit.

Taxation:

The company was enjoying tax holiday for 4 (four) years commencing from March 01, 2008, under approval of National Board of Revenue (NBR) dated on September 09, 2008. The tax-holiday period of the company will be expired on February 29, 2012. During the tax holiday period 40% of net profit of the company is transferred to the tax holiday reserve to invest in the areas as specified by the income Tax Ordinance 1984.

No deferred tax on assets /liabilities calculated by the management due to no material effect on financial statements in compliance with Bangladesh Accounting Standards (BAS's-12); Income Taxes.



Leases:

The lease is classified as an operating lease as it does not transfer substantially all the risks and rewards incidental to ownership consistent with the view laid down in IAS-17 "Leases". Lease payments are recognized as expense in the income statements.

Contingent Liabilities and Assets:

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 events which are not within the control of the company.

Related Party Transaction:

The company has some related party transaction in arm length transaction with its sister concern.

Earning per Share:

Basic Earnings per Share (EPS) has been computed dividing the earnings attributable to the weighted average number of the ordinary shares during the period. This has been calculated in compliance with the requirements of BAS-33: Earning Per Share by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

Basic Earnings:

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

Weighted Average Number of Shares in Issue

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by a time-weighting factor is the number of days the specific shares are outstanding as a proportion of the total number of days in the year.

Diluted Earnings Per Share

No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year under review.

Comparative Figure:

Prior year figures have been regrouped / reclassified to conform to current year's presentation.

Period of Financial Statements:

Period of financial statements is from 01 March 2008 to 30 September 2008



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

Sl. No.	Name of the BAS	BAS no.	Status
1	Presentation of Financial Statements	1	Applied
2	Inventories	2	Applied
3	Cash Flow Statements	7	Applied
4	Accounting policies, Changes in accounting Estimates and Errors	8	Applied
5	Events after the Reporting Period	10	Applied
6	Construction Contracts	11	N/A
7	Income Taxes	12	Applied
8	Segment Reporting (supersedes by BFRS-8)	14	N/A
9	Property, Plant and Equipment	16	Applied
10	Leases	17	Applied
11	Revenue	18	Applied
12	Employees Benefits	19	N/A
13	Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
14	The Effects of Changes in Foreign Exchange Rates	21	N/A
15	Borrowing Costs	23	Applied
16	Related Party Disclosures	24	Applied
17	Accounting for Investment	25	N/A
18	Accounting and Reporting by Retirement Benefit Plans	26	N/A
19	Consolidated and Separate Financial Statements	27	N/A
20	Investment in Associates	28	N/A
21	Disclosures in the Financial Statements of Banks and similar Financial Institutions (supersedes by BFRS-7)	30	N/A
22	Interest in Joint Ventures	31	N/A
23	Financial Instruments: Presentation (supersedes by BFRS-7)	32	N/A
24	Earning Per Share	33	Applied
25	Interim Financial Reporting	34	N/A
26	Impairment of Assets	36	N/A
27	Provision, Contingent Liabilities and Contingent Assets	37	Applied
28	Intangible Assets	38	Applied
29	Financial Instruments: Recognition and Measurement (supersedes by BFRS-7)	39	N/A
30	Investment Property	40	N/A
31	Agriculture	41	N/A



SL. No.	Name of the BFRS	BFRS No	Status
1	First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
2	Share based payment	2	N/A
3	Business Combinations	3	N/A
4	Insurance Contracts	4	N/A
5	Non-Current Assets held for sale and discontinued operations	5	N/A
6	Exploration for and evaluation of mineral resources	6	N/A
7	Financial Instruments: Disclosures	7	N/A
8	Operating Segments	8	N/A

c) GENERAL:

i.	All shares have been fully called and paid up.
ii.	There were no preference shares issued by the company.
iii.	There was no bank guarantee issued by the company on behalf of their directors or the company itself except bank loans.
iv.	No commission was paid to sales agents.
v.	No brokerage was paid against sales during the year under audit.
vi.	The company has not incurred any foreign currency against royalties, technical fees etc.
vii.	There was no sum for which the company contingently liable as on 30 September, 2008
viii.	During the year, the Board of Directors of the company holds 8 (eight) meetings.
ix.	Auditors are paid only statutory audit fee approved by the shareholders in the last Annual General Meeting.
x.	There no claim against the company not acknowledged as debt at the date of Balance Sheet.
xi.	No amount of money was spent by the company for compensating any member of the Board of special service rendered.
xii.	Figures have been rounded off to the nearest taka, as it is the reporting currency of these financials.



Taka

4.00 Paid up Capital

Paid up Capital: 105,000 ordinary shares of Tk.100 each fully paid up Details of which are given below:

Opening Balance	10,500,000
Add: Addition during the year	-
Closing Balance	10,500,000

5.00 Secured Loan:

Dhaka Bank Ltd.	84,508,352
International Leasing & Finance	1,149,019
Pubali Bank Ltd. Project Loan	422,612,885
Standard Bank-Principal Br.-131	47,512,596
Standard Bank-Principal Br.-3835	46,191,656
	601,974,508

6.00 Inventories & Stores:

Packaging Material	1,720,875
Raw Materials-Yarn	26,453,311
Chemicals	66,830,619
Fabric (at cost)	22,963,160
Spare Parts & Accessories	2,879,350
Electrical Goods and Spare parts	40,000
	120,887,315

7.00 Cash and Cash Equivalents:

a) Cash in Hand	414,853
b) At Bank:	
Dhaka Bank Ltd. CD-7062	8,206,038
Janata Bank Ltd. CD-14278	22,613
Janata Bank Ltd. CD-38428	4,520
Mutual Trust Bank Ltd. CD-0467	95,720
Pubali Bank Limited-CD-999	361,127
Standard Bank CD-33010773	2,422
The City Bank Ltd. CD-11078449	9,450
National Bank Ltd. Bhaluka CD-6897	754,000
Dutch Bangla Bank Ltd.-10811012684	5,000
National Bank Ltd. CD-33020082	4,200
C) Fixed Deposit (FDR)	1,121,263
	11,001,206



	Taka
8.00 Advance , Deposits & Prepayments:	
Advance Custom Duty	1,727,659
Advance to Agro Project	117,910
Advance to Employee	26,650
Advance to Income Tax-Import	607,643
Advance to Suppliers	1,080,425
Advance VAT	3,643,878
Advance Against Purchase	1,349,761
Advance Against Mr. Mastafa	195,000
Deposit for Electricity Connection	180,450
Deposit for Gas Connection	4,732,608
Deposit for Telephone Connection	10,000
L/C Margin	2,443,146
Others	16,000
	<u>16,131,130</u>
9.00 Export Incentive Receivable:	
Opening Balance	7,235,644
Add: Addition During the Year	-
Closing balance	<u>7,235,644</u>
10.00 Material in Transit:	
Machinery	48,034
Chemical	7,689,364
	<u>7,737,398</u>
11.00 Work in Progress:	
Work in Progress	4,255,107
	<u>4,255,107</u>
12.00 Current Liabilities:	
Accounts Payable (12.01)	131,641,395
Short term Liabilities (12.02)	171,647,377
	<u>303,288,773</u>
12.01 Accounts Payable:	
Opening Balance	24,770,240
Add: Purchase during the year	183,731,058
	<u>208,501,298</u>
Less: Payment During the year	76,859,903
Closing Balance	<u>131,641,395</u>

Detils are shown in Schedule B(ii)



	Taka
12.02 Short Term Liabilities:	
Pubali Bank Ltd. Mohakhali Br.-LATR	51,905,083
Pubali Bank Ltd. Mohakhali Br. CC-37	108,907,083
Pubali Bank Ltd. Mohakhali Br. IBP	10,835,211
	<u><u>171,647,377</u></u>
13.00 Provision for Expenses:	
Provision Against L/C Commission	343,256
Liabilities for Other Finance (13.01)	1,399,585
	<u><u>1,742,841</u></u>
13.01 Liabilities for Other Finance:	
Interest Payable for Short Term Loan	799,585
Security Deposit Others	600,000
	<u><u>1,399,585</u></u>
14.00 Administrative & General Expenses:	
Salary & Allowance	3,330,842
Bank Charge and Commission	78,223
Consultancy Fee	1,000,000
TA/DA Allowance	117,221
Electricity	1,001
Entertainment Expenses	90,186
Fuel Expenses	112,693
License and Renewal fees	32,966
Miscellaneous Expenses	14,630
Overtime	10,978
Refreshment	18,052
Printing & Stationery	63,979
Rent Rate & Taxes	206,814
Repair & Maintenance	244,765
Stamp, Postage and Telephone	41,961
Telephone and Mobile Bills	120,950
	<u><u>5,485,261</u></u>
15.00 Selling & Distribution Expenses:	
Salary and Allowance	169,879
Business Promotion	101,344
Carriage Outward	45,774
Conveyance Marketing	53,169
Fuel Expenses	139,718
Miscellaneous Expenses	4,758
Printing & Stationery	136,428
Sample Production Expenses	6,728,436
Carriage Inward	376,500
TA/DA Expenses	277,435
	<u><u>8,033,441</u></u>

	Taka
16.00 Financial Expenses:	
Interest on DBL Term Loan	7,779,701
Interest on PBL Mohakhili project loan	19,848,563
Interest on SBL Term Loan	4,223,066
Interest Expenses for Lease Finance	113,321
Interest Expenses on IBP	515,677
Interest on LATR-Pubali Bank	1,670,150
Interest on PAD	1,360
Interest on -Pubali Bank Ltd- CC-37	6,233,712
	<u>40,385,550</u>
17.00 Factory Overhead:	
Salary and Allowances	6,164,050
Bonus	3,350
Casual Labour Expenses	1,203,543
Conveyance	132,804
Electricity Expenses	445,445
Entertainment	447,818
Fuel, Oil & Lubricant	1,351,817
Gas Bill	8,625,042
Hotel Expense	198,550
Inspection and Quality Control Expenses	27,550
Insurance Premium	222,470
Medical Expenses	42,106
Medicine	7,167
Miscellaneous Expenses	194,834
Overtime	21,694
Painting Expenses	39,576
Repair & Maintenance	220,114
Security and Protection	1,349,155
Site Maintenance	1,079,483
Telephone, Mobile and Internet Bills	397,615
Test and Examination	79,688
Tools	697,775
Traveling & Conveyance	312,950
Uniform	1,500
Vehicle Maintenance Expenses	299,617
Washing Expenses (Chemical)	625,543
Worker Free Tiffin	411,612
Depreciation	3,606,591
	<u>28,209,459</u>

18.00 Basic Earnings Per Share (ESP):

(a) Profit After Tax (Tk.)	(49,469,751)
(b) Weighted Average Number of Shares.	105,000
(c) Basic EPS: (Tk.)	(471.14)

19.00 Computation of Weighted Average Number of Shares of 2008

Particulars	No. of Shares issued	Date of Issue	Days Weighted	Weighted Average Number
Opening Shares	105,000	Opening	365	105,000
Bonus Share issued	-	-	-	-
New allotment made	-	-	-	-
Total	105,000			105,000



ENVOY TEXTILES LIMITED
Statement of Property, Plant & Equipment
AS AT SEPTEMBER 30, 2008

Schedule-A

Sl.	Particulars	COST/REVALUATION				DEPRECIATION						Written down value as at 30.09.08				
		Balance as at 01.03.08	Addition during the year	Balance as at 30.09.08	Revaluation	Balance as at 30.09.08	Rate %	Accumulated Dep.	Charged during the year	Balance as at 01.03.08	Charged during the year		Accumulated Dep.	Original Cost as at 30.09.08	Revaluation Cost as at 30.09.08	
		1	2	3=1+2	4	5=3+4	6	7	8	9	10	11	12=6-11	13=9+10+11	14	15=7-13
1	Building Factory	175,413,968	16,691,502	192,105,470	-	192,105,470	3%	-	329,971	329,971	-	-	-	191,775,499	-	191,775,499
2	Rest house, Officer & Staff quarter	75,724,117	4,336,260	80,060,377	-	80,060,377	2%	-	94,963	94,963	-	-	-	79,965,414	-	79,965,414
3	Factory Equipment	20,552,992	3,865,967	24,418,959	-	24,418,959	10%	-	128,874	128,874	-	-	-	24,290,085	-	24,290,085
4	Furniture and Fixture	12,500,297	3,705,062	16,205,359	-	16,205,359	10%	-	78,381	78,381	-	-	-	16,126,978	-	16,126,978
5	Land and Land Development	35,786,968	12,485,165	48,272,133	-	48,272,133	-	-	-	-	-	-	-	48,272,133	-	48,272,133
6	Machinery & Equipment	433,740,671	104,595,191	547,362,534	-	547,362,534	10%	-	2,776,299	2,776,299	-	-	-	544,586,235	-	544,586,235
7	ETP Cost Machineries	5,266,916	-	5,266,916	-	5,266,916	10%	-	33,025	33,025	-	-	-	5,233,891	-	5,233,891
8	ETP Cost Construction	9,026,672	-	9,026,672	-	9,026,672	2%	-	11,320	11,320	-	-	-	9,015,352	-	9,015,352
9	Office Equipment	442,322	569,254	1,011,576	-	1,011,576	10%	-	2,774	2,774	-	-	-	1,008,802	-	1,008,802
10	Motor Vehicle	4,169,925	2,806,700	6,976,625	-	6,976,625	20%	-	52,294	52,294	-	-	-	6,924,331	-	6,924,331
11	Software	120,000	12,000	132,000	-	132,000	20%	-	1,505	1,505	-	-	-	130,495	-	130,495
12	Other Construction	30,998,484	5,369,915	36,368,399	-	36,368,399	5%	-	-	-	-	-	-	36,368,399	-	36,368,399
13	Others Assets	-	2,272,686	2,272,686	-	2,272,686	5%	-	97,185	97,185	-	-	-	33,173,985	-	33,173,985
	Total	803,743,332	156,709,702	969,479,706	-	969,479,706		-	3,606,591	3,606,591	-	-	-	965,873,114	-	965,873,114



ENVOY TEXTILES LIMITED
STATEMENT OF UNSECURED LOAN
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

Schedule-B (i)

SL. NO.	Particulars	Opening	Addition	Adjustment	Capitalize	Balance (Tk)
1	Armour Garments Limited	26,560,922	5,200	-	-	26,566,122
2	Astras Garments Limited	595,264	2,854,709	-	-	3,449,973
3	Dornick Apparels Limited	11,089,941	-	-	-	11,089,941
4	Envoy Design Limited	967,622	-	-	-	967,622
5	Envoy Fashions Limited	17,567,697	8,440,000	-	-	26,007,697
6	Envoy Garments Limited	117,312,528	-	-	-	117,312,528
7	Envoy Towers Limited	79,443,548	14,461,803	18,336,599	-	75,568,752
8	Epoch Garments Ltd.	4,045,524	-	-	-	4,045,524
9	Fontina Fashions Limited	9,068,773	-	-	-	9,068,773
10	Gartex Bangladesh Limited	200,000	-	-	-	200,000
11	Laundry Industries Limited	200,000	-	-	-	200,000
12	Manta Apparels Limited	34,460,662	9,355,067	-	-	43,815,729
13	Nadia Garments Limited	827,515	-	-	-	827,515
14	Orex Network Limited	5,899,250	-	-	-	5,899,250
15	Pastel Apparels Limited	11,688,239	-	-	-	11,688,239
16	Regal Garments Limited	70,835,468	3,019,746	-	-	73,855,214
17	Sharmin Holdings Ltd	102,876	-	3,056	-	99,820
18	Supreme Apparels Limited	6,869,332	-	-	-	6,869,332
	Total	397,735,161	38,136,525	18,339,655	-	417,532,031

ENVOY TEXTILES LIMITED
STATEMENT OF ACCOUNTS PAYABLE
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

Schedule-B(ii)

SL. NO.	Particulars	Opening	Addition	Adjustment	Capitalize	Balance (Tk.)
1	Accounts Payable-Supplier	350,344	2,906,907	2,756,931	-	500,320
2	Other payable	24,419,896	19,345,732	32,801,035	-	10,964,593
3	Jumana	-	825,256	825,256	-	-
4	Mahamud Denims	-	287,040	287,040	-	-
5	Purbani Rotor Spinning Ltd.	-	3,729,643	3,729,643	-	-
6	Sinha Textiles Ltd.	-	849,538	849,538	-	-
7	Israaq Spinning Ltd	-	641,080	-	-	641,080
8	Square Spinnings Ltd.	-	131,465,458	35,610,460	-	95,854,998
9	Square Textiles Ltd	-	3,716,900	-	-	3,716,900
10	Viyellatex Spinning Ltd.	-	19,963,504	-	-	19,963,504
	Total	24,770,240	183,731,058	76,859,903	-	131,641,395



ENVOY TEXTILES LIMITED
STATEMENT OF ACCOUNTS RECEIVABLE
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

Schedule-C

SL. NO.	Particulars	Opening	Addition	Adjustment	Balance (Tk)
1	ABC Garments Ltd.	-	984,638	984,638	
2	Bashundhara Garments	-	1,373,255	-	1,373,255
3	Capri Apparels Ltd.	-	12,117,493	-	12,117,493
4	Disari Industries Ltd.	-	1,371,432	-	1,371,432
5	Essar	-	297,772	-	297,772
6	Fahami Shirt	-	2,487,568	-	2,487,568
7	Gestex OHG	-	210,121	-	210,121
8	Innstyle Fashion Ltd.	-	2,430,720	-	2,430,720
9	Kenpark (Pvt) Ltd.	-	9,214,563	-	9,214,563
10	KG garments Ltd.	-	5,380,929	-	5,380,929
11	Manta Apparels Ltd.	-	72,611,415	33,404,359	39,207,056
12	Mohammadi Fashion Ltd.	-	5,401,440	-	5,401,440
13	Natural appareals Ltd.	-	3,759,470	-	3,759,470
14	Noor Apparels Ltd.	-	2,198,236	-	2,198,236
15	Salam Jeans Ltd.	-	5,717,276	-	5,717,276
16	Shavanna Apparels Ltd.	-	7,987,584	-	7,987,584
17	Shoaib Apparels Ltd.	-	1,070,590	-	1,070,590
18	Simco Fashion Ltd.	-	9,297,160	-	9,297,160
19	Sonice Garments Ltd.	-	570,779	-	570,779
20	Tiffany Wars Ltd.	-	467,170	-	467,170
21	TM Designers Ltd.	-	258,921	-	258,921
22	Tusuka Fashion Ltd.	-	8,097,393	2,929,197	5,168,196
23	Tusuka Jeans Ltd.	-	27,591,032	16,289,422	11,301,610
24	York Sports Wear Ltd.	-	353,378	-	353,378
	Total	-	181,250,335	53,607,616	127,642,719



ENVOY TEXTILES LIMITED
STATEMENT OF INTER-COMPANY FINANCE
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

Schedule-D


SL. NO.	Particulars	Opening	Addition	Adjustment	Balance (Tk)
1	Edge Denims Ltd	75,786,710	8,090,510	62,288,686	21,588,534
2	Envoy Fashions Limited	-	-	-	-
3	Epoch Garments Ltd.	-	-	-	-
4	Manta Apparels Limited	-	-	-	-
5	Olio Apparels Ltd.	1,444,898	-	-	1,444,898
6	Pastel Apparels Limited	-	-	-	-
7	Regal Garments Ltd.	-	-	-	-
Total		77,231,608	8,090,510	62,288,686	23,033,432



ENVOY TEXTILES LIMITED
STATEMENT OF COST OF GOODS SOLD
FOR THE PERIOD ENDED SEPTEMBER 30, 2008

	Notes	Annexure-1 Taka
Direct Material Consumed:		
Opening Stock of Raw Material:		25,725,977
Yarn		1,063,700
Chemical		24,662,277
Add: Purchase during the year:		242,029,314
Yarn		161,821,492
Chemical		80,207,823
Raw Material Available for use		267,755,291
Less: Consumption against sample production:		-
Yarn		-
Chemical		-
Less: Closing Stock of Raw Material:		93,283,929
Yarn		26,453,311
Chemical		66,830,619
Direct Material Consumed		174,471,362
Add: Direct Labour/ Wages		10,074,524
Add: Direct Expenses		-
Prime Cost		<u>184,545,886</u>
Factory/ Manufacturing Overhead:		
Total Factory Overhead	17	28,209,459
Cost of goods Manufactured		<u>212,755,345</u>
Add: Opening Work in process		-
Less: Closing Work in process		4,255,107
Cost of Goods Manufactured / Cost of production		<u>208,500,238</u>
Add: Opening Stock Finished Goods		-
Total Cost of Goods available for sale		<u>208,500,238</u>
Less: Closing Stock of Finished Goods		22,963,160
Total Cost of Goods Sold		<u>185,537,078</u>

The annexed notes form and an integral part of this financial statements.



Managing Director
Envoy Textiles Ltd.

Date : 4th November 2010
Dhaka



Chairman
Envoy Textiles Ltd.

