

# **Mir Akhter Hossain Limited**

430/1, Tejgaon Industrial Area, Dhaka-1208.

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## **Financial Statements & Auditor's Report For the year ended June 30, 2023**



## Independent Auditor's Report To the Shareholders of Mir Akhter Hossain Limited

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the consolidated financial statements of MIR AKHTER HOSSAIN LIMITED and its subsidiaries (the 'Group') as well as the separate financial statements of MIR AKHTER HOSSAIN LIMITED (the 'Company'), which comprise the consolidated and separate statement of financial position as at 30 June 2023, 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 financial statements present fairly, in all material respects, the financial position of the Company and Group as at June 30, 2023, and its financial performance and its 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.

#### Key Audit Matters

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

| KEY AUDIT MATTER                                                                                                                                                                                                                                                                                                                                                                                              | How our audit addresses the Key Audit Matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Investment in Subsidiary – Consolidation and Stand-Alone</b>                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| The Company has recognized an asset worth BDT 79,800,000 in subsidiary Mir Securities Limited as at 30 June 2023. This investment represents 99.75% ownership in the subsidiary as at 30 June 2023. There are intercompany transactions taking place between the two entities. Considering these factors, the overall risk profile of this item was considered high and was considered as a key audit matter. | <p>Our audit procedures to mitigate the risk include:</p> <ul style="list-style-type: none"> <li>▶ We performed discussions with management to understand their procedures and processes to prepare consolidated financial statements as well as performing restatement of prior year financial information.</li> <li>▶ We reviewed supporting documentation to ensure the subsidiary met the criteria for consolidation and management has applied the appropriate accounting standards.</li> <li>▶ We reviewed the consolidation procedures performed by Management. We reviewed management's elimination of intercompany balances to ensure accuracy and appropriateness. We also reviewed the stand-alone financial numbers used to prepare the consolidated statements to ensure clerical accuracy of consolidated financial statements.</li> </ul> |





|                                                                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                                                                                                  | <ul style="list-style-type: none"> <li>▶ We reviewed Management's calculation of Non-Controlling Interest for all financial years presented on the statement of financial position and ensured there were no clerical errors and IFRS 10 was applied appropriately.</li> <li>▶ We reviewed management disclosures and notes to the financial statements to ensure they were accurate and adequate in regards to the requirements of IFRS 10.</li> </ul> |
| <b>Management has presented separate consolidated financial statements as well audited financial statements.</b> |                                                                                                                                                                                                                                                                                                                                                                                                                                                         |

| <b>Property, Plant &amp; Equipment</b>                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>The Company's consolidated PPE balance as at 30 June 2023 was BDT 4.323 (BDT 4.231 billion as at 30 June 2022). This represents 18% of Total Assets of the Company (17% of the Company as at 30 June 2022). There is estimation performed by management in regards to Asset useful life. Based on the requirement of estimates and the fact that this is a major asset category, this was determine to be a key audit matter.</p> | <p>Our audit procedures included:</p> <ul style="list-style-type: none"> <li>▶ Obtain an understanding of Company's internal controls, systems and processes around PPE.</li> <li>▶ Performed discussions with management to understand their process of determining asset useful life.</li> <li>▶ We performed PPE additions procedures by obtaining supporting documentation, invoices, and delivery information as well payments support.</li> <li>▶ We performed reasonability of depreciation expenses charged by management to ensure accuracy and occurrence.</li> <li>▶ We performed discussions with management and performed other corroborating procedures to ensure management's assumptions around impairment were reasonable.</li> <li>▶ For disposals of assets, we obtained supporting documentation to determine the cost and fair market value of the asset and then reviewed management's calculations to ensure no clerical errors took place to calculate any related gains or losses.</li> </ul> |
| <b>Detailed notes regarding Property, Plant &amp; Equipment has been included in Note 4 and Note 4A in the Financial Statements</b>                                                                                                                                                                                                                                                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

| <b>Revenue Recognition</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>Revenue of BDT 3.116 billion (2.952 billion for the year 30 June 2022) is recognized in the income statement of Mir Akhter Hossain Limited for the current year.</p> <p>This material item is subject to high inherent risk due to the complexity of the systems and the presence of individual customer contracts which are necessary for proper recording and identification of revenue.</p> <p>Against this background, the proper application of the accounting standards is considered to be complex and to a certain extent based on estimates and assumptions made by management</p> | <p>Our audit procedures included:</p> <ul style="list-style-type: none"> <li>▶ Obtain an understanding of Company's internal controls specifically geared towards adoption and implementation of IFRS 15.</li> <li>▶ Examine customer contracts to determine key arrangements between the Customer and Company to understand when control of the goods manufactured transfer from Company to Customer.</li> <li>▶ Reviewing Invoices, Shipping Documents and other supporting documentation to ensure revenue recognition is occurring appropriately.</li> <li>▶ Examine Payment documentation to ensure completion of revenue cycle is documented appropriately</li> </ul> |
| <b>Details of Revenue Recognition are included in Note 26.00 and security Deposits are included in Note 8.00 to the Financial Statements</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |





## Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for information other than financial statements and auditor's report. The other information comprises of the Director's Report, Corporate Governance Compliance Report and Management Discussion and Analysis. We expect to receive this other information after the date of our auditor's report.

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 on the other information obtained prior to the date of the 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 Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company and Group'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 Group or to cease operations, or has no realistic alternative but to do so.

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

## 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 judgement 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.
- ▶ 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 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 Group 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.

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 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, the Securities and Exchange Rules 1987 and relevant notifications issues by Bangladesh Securities and Exchange Commission, 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 purpose of our audit and made due verification thereof;
- In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Group and Company so far as it appeared from our examinations of those books;
- Financial statements for the year ended 30 June 2023 of subsidiary namely, Mir Securities Limited have been audited by us and have been properly reflected in the consolidated financial statements. We have expressed an unqualified opinion for the company;
- 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 account and returns; and
- The expenditures incurred were for the purpose of the Group's and the Company's business.

Date: 29<sup>th</sup> October 2023  
Dhaka, Bangladesh  
DVC: 2310290392AS151808

  
A.K. Gulam Kibria, FCA (#392),  
Partner  
G. KIBRIA & CO.  
Chartered Accountants





# MIR AKHTER HOSSAIN LIMITED

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2023

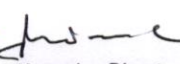
|                                                       | Notes | 30 JUNE 2023<br>Taka  | 30 JUNE 2022<br>Taka  |
|-------------------------------------------------------|-------|-----------------------|-----------------------|
| <b>Assets</b>                                         |       |                       |                       |
| <b>Non-current assets</b>                             |       |                       |                       |
| Property, plant and equipment                         | 4A    | 4,323,094,107         | 4,231,774,119         |
| Investment in Joint Venture                           | 5     | 12,817,486,281        | 12,527,764,529        |
| Investment in Projects                                | 6     | 556,327,712           | 567,327,053           |
| Other non-current assets                              | 7     | 40,000,000            | -                     |
|                                                       |       | <b>17,736,908,100</b> | <b>17,326,865,701</b> |
| <b>Current assets</b>                                 |       |                       |                       |
| Security Deposits (Retention Money)                   | 8     | 711,344,826           | 742,961,003           |
| Advance and Prepayments                               | 9A    | 711,376,309           | 755,496,357           |
| Advance income tax net of tax provision               | 10A   | 41,794,792            | 51,764,542            |
| Inventories                                           | 11    | 4,017,779,932         | 4,300,622,931         |
| Investment in Shares                                  | 12    | 26,433,728            | -                     |
| Other receivable                                      | 13    | 3,307,557             | -                     |
| Cash and cash equivalents                             | 14A   | 447,048,444           | 1,111,294,134         |
|                                                       |       | <b>5,959,085,588</b>  | <b>6,962,138,968</b>  |
| <b>Total assets</b>                                   |       | <b>23,695,993,688</b> | <b>24,289,004,669</b> |
| <b>Equity and liabilities</b>                         |       |                       |                       |
| <b>Shareholders' equity</b>                           |       |                       |                       |
| Share capital                                         | 15    | 1,207,715,470         | 1,207,715,470         |
| Share premium                                         |       | 1,042,284,530         | 1,042,284,530         |
| Revaluation Reserve                                   | 16    | 107,539,881           | 107,539,881           |
| Fair Value Reserve                                    | 17    | (2,475,936)           | -                     |
| Retained earnings                                     | 18A   | 3,659,859,881         | 3,400,780,732         |
| Non Controlling Interest                              | 18B   | 171,095               | 164,536               |
|                                                       |       | <b>6,015,094,922</b>  | <b>5,758,485,149</b>  |
| <b>Non-current liabilities</b>                        |       |                       |                       |
| Deffered tax liability                                | 19    | 3,325,976             | 3,325,976             |
| Long term loan                                        | 20    | 12,827,732,411        | 13,581,586,040        |
| Zero Coupon Bond                                      | 21    | 918,064,154           | -                     |
|                                                       |       | <b>13,749,122,540</b> | <b>13,584,912,015</b> |
| <b>Current liabilities and provisions</b>             |       |                       |                       |
| Short term loan and Current portion of long-term loan | 20    | 3,692,898,643         | 4,779,552,912         |
| Deferred LC                                           | 22    | 168,780,808           | 88,082,843            |
| Unclaimed Dividend Account                            | 23    | 1,084,851             | 691,232               |
| Liabilities for expenses                              | 24A   | 63,663,513            | 77,280,518            |
| Other Payable                                         | 25    | 5,348,410             | -                     |
|                                                       |       | <b>3,931,776,225</b>  | <b>4,945,607,504</b>  |
| <b>Total liability</b>                                |       | <b>17,680,898,765</b> | <b>18,530,519,519</b> |
| <b>Total equity and liabilities</b>                   |       | <b>23,695,993,688</b> | <b>24,289,004,669</b> |
| <b>Net Assets Value per Share</b>                     | 33.2A | <b>49.81</b>          | <b>47.68</b>          |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Company Secretary


  
Director

  
Managing Director

  
Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 22th October 2023  
DVC: 2310290392AS151808

  
A.K. Gulam Kibria FCA, Partner (#392)  
G. KIBRIA & CO.  
Chartered Accountants

Ref: GKC/23-24/A/157



Mir Akhter Hossain Limited



# MIR AKHTER HOSSAIN LIMITED

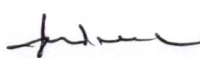
## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2023

|                                                         | Notes | 30 JUNE 2023<br>Taka | 30 JUNE 2022<br>Taka |
|---------------------------------------------------------|-------|----------------------|----------------------|
| Revenue                                                 | 26A   | 3,119,318,327        | 2,952,498,996        |
| Cost of execution of the contract                       | 27A   | (2,184,874,806)      | (2,098,046,530)      |
| <b>Gross profit</b>                                     |       | <b>934,443,521</b>   | <b>854,452,466</b>   |
| General and administration expenses                     | 28A   | (250,258,682)        | (214,596,141)        |
| <b>Profit from operations</b>                           |       | <b>684,184,839</b>   | <b>639,856,325</b>   |
| Non-operating income                                    | 29A   | 22,389,011           | 19,918,479           |
| Financial expenses                                      | 30    | (339,930,626)        | (315,915,371)        |
| <b>Profit before tax and WPPF</b>                       |       | <b>366,643,224</b>   | <b>343,859,433</b>   |
| Contribution to WPPF                                    |       | (17,672,382)         | (16,554,211)         |
| <b>Profit before tax from own construction business</b> |       | <b>348,970,843</b>   | <b>327,305,222</b>   |
| Tax expense                                             |       |                      |                      |
| Current                                                 | 31.2  | (224,131,105)        | (248,384,123)        |
| Deferred                                                | 31.3  | -                    | -                    |
| <b>Total Tax expense</b>                                |       | <b>(224,131,105)</b> | <b>(248,384,123)</b> |
| Profit after tax from own construction business         |       | 124,839,738          | 78,921,099           |
| Profit after tax from Joint Venture                     | 32    | 275,216,610          | 274,876,349          |
| <b>Total net profit after tax for the year</b>          |       | <b>400,056,348</b>   | <b>353,797,447</b>   |
| <b>Other comprehensive income</b>                       |       |                      |                      |
| Unrealized gain/ (loss) on investment in shares         |       | (2,482,141)          | -                    |
| <b>Total comprehensive income for the year</b>          |       | <b>397,574,207</b>   | <b>353,797,447</b>   |
| <b>Total comprehensive income attributable to:</b>      |       | <b>397,574,207</b>   | <b>353,797,447</b>   |
| Mir Akhter Hossain Limited                              |       | 397,592,648          | 353,806,895          |
| Non-Controlling Interest                                |       | (18,441)             | (9,448)              |
| <b>Basic and Dilutive Earnings per Share</b>            | 33.1A | <b>3.31</b>          | <b>2.93</b>          |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Managing Director

  
Chairperson

  
Company Secretary

  
Director

Signed in terms of our report of even date annexed.

Dhaka, 22th October 2023  
DVC: 2310290392AS151808

  
A.K. Gulam Kibria FCA, Partner (#392)  
G. KIBRIA & CO.  
Chartered Accountants






# MIR AKHTER HOSSAIN LIMITED

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

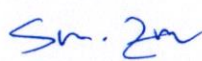
For the year ended 30 June 2023


| Particulars                                      | Share capital        | Share Premium        | Retained Earnings    | Revaluation Reserve | Fair Value Reserve | Non-Controlling Interest | Total Reserve and Surplus | Total                |
|--------------------------------------------------|----------------------|----------------------|----------------------|---------------------|--------------------|--------------------------|---------------------------|----------------------|
|                                                  | Taka                 |                      | Taka                 |                     |                    |                          | Taka                      | Taka                 |
| Balance as at 01 July 2021                       | 1,207,715,470        | 1,042,284,530        | 3,197,938,270        | 107,539,881         | -                  | 173,984                  | 3,305,652,136             | 5,555,652,136        |
| Cash Dividend Paid                               |                      |                      | (150,964,434)        |                     | -                  |                          | (150,964,434)             | (150,964,434)        |
| Profit after tax for the year ended 30 June 2022 | -                    |                      | 78,921,099           | -                   | -                  | -                        | 78,921,099                | 78,921,099           |
| Profit after tax from Joint Venture              | -                    |                      | 274,876,349          | -                   | -                  | -                        | 274,876,349               | 274,876,349          |
| NCI Portion of Loss in Subsidiary                |                      |                      | 9,448                |                     | -                  | (9,448)                  | -                         | -                    |
| <b>Balance as at 30 June 2022</b>                | <b>1,207,715,470</b> | <b>1,042,284,530</b> | <b>3,400,780,732</b> | <b>107,539,881</b>  | <b>-</b>           | <b>164,536</b>           | <b>3,508,485,150</b>      | <b>5,758,485,150</b> |
| Balance as at 01 July 2022                       | 1,207,715,470        | 1,042,284,530        | 3,400,780,732        | 107,539,881         | -                  | 164,536                  | 3,508,485,150             | 5,758,485,150        |
| Cash Dividend Paid                               | -                    | -                    | (150,964,434)        | -                   |                    | -                        | (150,964,434)             | (150,964,434)        |
| Prior years adjustment                           |                      |                      | 9,975,000            |                     |                    | 25,000                   | 10,000,000                | 10,000,000           |
| Profit after tax for the year ended 30 June 2023 | -                    | -                    | 124,839,738          | -                   | -                  | -                        | 124,839,738               | 124,839,738          |
| Profit after tax from Joint Venture              | -                    | -                    | 275,216,610          | -                   | -                  | -                        | 275,216,610               | 275,216,610          |
| NCI Portion of Loss in Subsidiary                |                      |                      | 12,235               | -                   |                    | (12,235)                 | -                         | -                    |
| Other comprehensive income for the year          | -                    | -                    | -                    |                     | (2,475,936)        | (6,205)                  | (2,482,141)               | (2,482,141)          |
| <b>Balance as at 30 June 2023</b>                | <b>1,207,715,470</b> | <b>1,042,284,530</b> | <b>3,659,859,882</b> | <b>107,539,881</b>  | <b>(2,475,936)</b> | <b>171,095</b>           | <b>3,765,094,923</b>      | <b>6,015,094,923</b> |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

  
Chairperson



Dhaka, 22th October 2023




# MIR AKHTER HOSSAIN LIMITED

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2023

|                                                                        | Notes | 30 JUNE 2023<br>Taka   | 30 JUNE 2022<br>Taka   |
|------------------------------------------------------------------------|-------|------------------------|------------------------|
| <b>A. Cash flows from operating activities</b>                         |       |                        |                        |
| Cash receipts from customers                                           |       | 3,416,923,948          | 3,227,375,345          |
| Cash paid to suppliers and employees                                   |       | (1,505,499,225)        | (1,559,076,619)        |
| <i>Cash generated from operation</i>                                   |       | <u>1,911,424,723</u>   | <u>1,668,298,726</u>   |
| Income tax deducted at source and paid                                 |       | (214,161,355)          | (250,375,971)          |
| <i>Net cash generated from operating activities</i>                    |       | <u>1,697,263,368</u>   | <u>1,417,922,755</u>   |
| <b>B. Cash flows from investing activities</b>                         |       |                        |                        |
| Purchase of property, plant and equipment                              |       | (641,011,594)          | (667,991,303)          |
| Investment in Joint Venture                                            |       | (289,721,752)          | (2,123,835,009)        |
| Advance for Software                                                   |       | 86,000                 | -                      |
| Investment in Projects                                                 |       | 10,999,341             | 499,052                |
| Investment in Shares                                                   |       | (28,915,869)           | -                      |
| <i>Net cash used in investing activities</i>                           |       | <u>(948,563,874)</u>   | <u>(2,791,327,259)</u> |
| <b>C. Cash flows from financing activities</b>                         |       |                        |                        |
| Total Loan net of repayment                                            |       | (1,840,507,898)        | 1,356,306,812          |
| Zero Coupon Bond                                                       |       | 918,064,154            | -                      |
| Interest Paid                                                          |       | (339,930,626)          | (315,915,371)          |
| Dividend Paid                                                          |       | (150,570,814)          | (150,273,202)          |
| <i>Net cash (used in)/from financing activities</i>                    |       | <u>(1,412,945,184)</u> | <u>890,118,238</u>     |
| <b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b> |       | (664,245,690)          | (483,286,266)          |
| <b>E. Opening cash and cash equivalents</b>                            |       | 1,111,294,134          | 1,594,580,400          |
| <b>F. Closing cash and cash equivalents (D+E)</b>                      |       | <u>447,048,444</u>     | <u>1,111,294,134</u>   |
| <b>Net Operating Cashflow per share (Note 33.3A)</b>                   |       | 14.05                  | 11.74                  |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Managing Director

  
Chairperson

  
Company Secretary

  
Director

Dhaka, 22th October 2023






# MIR AKHTER HOSSAIN LIMITED

## STATEMENT OF FINANCIAL POSITION

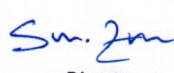
As at 30 June 2023

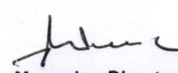
|                                                       | Notes | 30 JUNE 2023<br>Taka  | 30 JUNE 2022<br>Taka  |
|-------------------------------------------------------|-------|-----------------------|-----------------------|
| <b>Assets</b>                                         |       |                       |                       |
| <b>Non-current assets</b>                             |       |                       |                       |
| Property, plant and equipment                         | 4     | 4,321,951,400         | 4,231,545,664         |
| Investment in Joint Venture                           | 5     | 12,817,486,281        | 12,527,764,529        |
| Investments in Mir Securities Limited                 |       | 79,800,000            | 79,800,000            |
| Investment in Projects                                | 6     | 556,327,712           | 567,327,053           |
|                                                       |       | <b>17,775,565,393</b> | <b>17,406,437,246</b> |
| <b>Current assets</b>                                 |       |                       |                       |
| Security Deposits (Retention Money)                   | 8     | 711,344,826           | 742,961,003           |
| Advance and Prepayments                               | 9     | 716,175,959           | 725,961,026           |
| Advance income tax net of tax provision               | 10    | 41,802,473            | 51,764,542            |
| Inventories                                           | 11    | 4,017,779,932         | 4,300,622,931         |
| Cash and cash equivalents                             | 14    | 439,057,676           | 1,074,981,271         |
|                                                       |       | <b>5,926,160,866</b>  | <b>6,896,290,774</b>  |
| <b>Total assets</b>                                   |       | <b>23,701,726,259</b> | <b>24,302,728,020</b> |
| <b>Equity and liabilities</b>                         |       |                       |                       |
| <b>Shareholders' equity</b>                           |       |                       |                       |
| Share capital                                         | 15    | 1,207,715,470         | 1,207,715,470         |
| Share premium                                         |       | 1,042,284,530         | 1,042,284,530         |
| Revaluation Reserve                                   | 16    | 107,539,881           | 107,539,881           |
| Retained earnings                                     | 18    | 3,668,916,934         | 3,414,930,847         |
|                                                       |       | <b>6,026,456,815</b>  | <b>5,772,470,728</b>  |
| <b>Non-current liabilities</b>                        |       |                       |                       |
| Deferred tax liability                                | 19    | 3,325,976             | 3,325,976             |
| Long term loan                                        | 20    | 12,827,732,411        | 13,581,586,040        |
| Zero Coupon Bond                                      | 21    | 918,064,154           | -                     |
|                                                       |       | <b>13,749,122,540</b> | <b>13,584,912,015</b> |
| <b>Current liabilities and provisions</b>             |       |                       |                       |
| Short term loan and Current portion of long-term loan | 20    | 3,692,898,643         | 4,779,552,912         |
| Deferred LC                                           |       | 168,780,808           | 88,082,843            |
| Unclaimed Dividend Account                            | 23    | 1,084,851             | 691,232               |
| Liabilities for expenses                              | 24    | 63,382,602            | 77,018,291            |
|                                                       |       | <b>3,926,146,904</b>  | <b>4,945,345,277</b>  |
| <b>Total liability</b>                                |       | <b>17,675,269,444</b> | <b>18,530,257,292</b> |
| <b>Total equity and liabilities</b>                   |       | <b>23,701,726,259</b> | <b>24,302,728,020</b> |
| <b>Net Assets Value per Share</b>                     | 33.2  | <b>49.90</b>          | <b>47.80</b>          |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Company Secretary

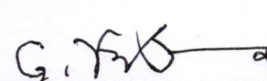
  
Director

  
Managing Director

  
Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 22th October 2023  
DVC: 2310290392AS151808

  
A.K. Gulam Kibria FCA, Partner (#392)  
G. KIBRIA & CO.  
Chartered Accountants






# MIR AKHTER HOSSAIN LIMITED

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2023

|                                                         | Notes | 30 JUNE 2023<br>Taka | 30 JUNE 2022<br>Taka |
|---------------------------------------------------------|-------|----------------------|----------------------|
| Revenue                                                 | 26    | 3,116,249,948        | 2,952,498,996        |
| Cost of execution of the contract                       | 27    | (2,184,732,469)      | (2,098,046,530)      |
| <b>Gross profit</b>                                     |       | <b>931,517,479</b>   | <b>854,452,466</b>   |
| General and administration expenses                     | 28    | (242,830,250)        | (210,817,137)        |
| <b>Profit from operations</b>                           |       | <b>688,687,229</b>   | <b>643,635,330</b>   |
| Non-operating income                                    | 29    | 22,363,409           | 19,918,479           |
| Financial expenses                                      | 30    | (339,930,626)        | (315,915,371)        |
| <b>Profit before tax and WPPF</b>                       |       | <b>371,120,013</b>   | <b>347,638,438</b>   |
| Contribution to WPPF                                    |       | (17,672,382)         | (16,554,211)         |
| <b>Profit before tax from own construction business</b> |       | <b>353,447,631</b>   | <b>331,084,226</b>   |
| Tax expense                                             |       |                      |                      |
| Current                                                 | 31.1  | (223,713,721)        | (248,384,123)        |
| Deferred                                                | 31.3  | -                    | -                    |
| <b>Total Tax expense</b>                                |       | <b>(223,713,721)</b> | <b>(248,384,123)</b> |
| <b>Profit after tax from own construction business</b>  |       | <b>129,733,910</b>   | <b>82,700,103</b>    |
| Profit after tax from Joint Venture                     | 32    | 275,216,610          | 274,876,349          |
| <b>Total net profit after tax for the year</b>          |       | <b>404,950,520</b>   | <b>357,576,452</b>   |
| Other comprehensive income                              |       | -                    | -                    |
| <b>Total comprehensive income for the year</b>          |       | <b>404,950,520</b>   | <b>357,576,452</b>   |
| <b>Basic and Dilutive Earnings per Share</b>            | 33.1  | <b>3.35</b>          | <b>2.96</b>          |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Managing Director

  
Chairperson

  
Company Secretary

  
Director

Signed in terms of our report of even date annexed.

Dhaka, 22th October 2023  
DVC: 2310290392AS151808

  
A.K. Gulam Kibria FCA, Partner (#392)  
G. KIBRIA & CO.  
Chartered Accountants






# MIR AKHTER HOSSAIN LIMITED

## STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2023

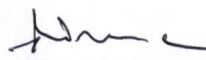
| Particulars                                      | Share capital        | Share Premium        |                      |                     |                           | Total                |
|--------------------------------------------------|----------------------|----------------------|----------------------|---------------------|---------------------------|----------------------|
|                                                  |                      |                      | Retained Earnings    | Revaluation Reserve | Total Reserve and Surplus |                      |
|                                                  | <u>Taka</u>          |                      | <u>Taka</u>          |                     | <u>Taka</u>               | <u>Taka</u>          |
| Balance as at 01 July 2021                       | 1,207,715,470        | 1,042,284,530        | 3,208,318,828        | 107,539,881         | 3,315,858,710             | 5,565,858,710        |
| Cash Dividend Paid                               | -                    | -                    | (150,964,434)        | -                   | (150,964,434)             | (150,964,434)        |
| Profit after tax for the year ended 30 June 2022 | -                    | -                    | 82,700,103           | -                   | 82,700,103                | 82,700,103           |
| Profit after tax from Joint Venture              | -                    | -                    | 274,876,349          | -                   | 274,876,349               | 274,876,349          |
| <b>Balance as at 30 June 2022</b>                | <b>1,207,715,470</b> | <b>1,042,284,530</b> | <b>3,414,930,846</b> | <b>107,539,881</b>  | <b>3,522,470,728</b>      | <b>5,772,470,728</b> |
| Balance as at 01 July 2022                       | 1,207,715,470        | 1,042,284,530        | 3,414,930,846        | 107,539,881         | 3,522,470,728             | 5,772,470,728        |
| Cash Dividend Paid                               | -                    | -                    | (150,964,434)        | -                   | (150,964,434)             | (150,964,434)        |
| Profit after tax for the year ended 30 June 2023 | -                    | -                    | 129,733,910          | -                   | 129,733,910               | 129,733,910          |
| Profit after tax from Joint Venture              | -                    | -                    | 275,216,610          | -                   | 275,216,610               | 275,216,610          |
| <b>Balance as at 30 June 2023</b>                | <b>1,207,715,470</b> | <b>1,042,284,530</b> | <b>3,668,916,933</b> | <b>107,539,881</b>  | <b>3,776,456,814</b>      | <b>6,026,456,814</b> |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

  
Chairperson

Dhaka, 22th October 2023






# MIR AKHTER HOSSAIN LIMITED

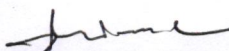
## STATEMENT OF CASH FLOWS

For the year ended 30 June 2023

|                                                                        | 30 JUNE 2023<br>Taka | 30 JUNE 2022<br>Taka |
|------------------------------------------------------------------------|----------------------|----------------------|
| <b>A. Cash flows from operating activities</b>                         |                      |                      |
| Cash receipts from customers                                           | 3,413,829,967        | 3,227,375,345        |
| Cash paid to suppliers and employees                                   | (1,504,438,246)      | (1,555,804,342)      |
| Cash generated from operation                                          | 1,909,391,721        | 1,671,571,003        |
| Income tax deducted at source and paid                                 | (213,751,652)        | (250,375,971)        |
| Net cash generated from operating activities                           | 1,695,640,069        | 1,421,195,032        |
| <b>B. Cash flows from investing activities</b>                         |                      |                      |
| Purchase of property, plant and equipment                              | (639,896,069)        | (667,676,848)        |
| Investment in Joint Venture                                            | (289,721,752)        | (2,123,835,009)      |
| Investment in Projects                                                 | 10,999,341           | 499,052              |
| Net cash used in investing activities                                  | (918,618,480)        | (2,791,012,804)      |
| <b>C. Cash flows from financing activities</b>                         |                      |                      |
| Total Loan net of repayment                                            | (1,840,507,898)      | 1,356,306,812        |
| Zero Coupon Bond                                                       | 918,064,154          | -                    |
| Interest Paid                                                          | (339,930,626)        | (315,915,371)        |
| Dividend Paid                                                          | (150,570,814)        | (150,273,202)        |
| Net cash (used in)/from financing activities                           | (1,412,945,184)      | 890,118,238          |
| <b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b> | (635,923,595)        | (479,699,534)        |
| <b>E. Opening cash and cash equivalents</b>                            | 1,074,981,271        | 1,554,680,805        |
| <b>F. Closing cash and cash equivalents (D+E)</b>                      | 439,057,676          | 1,074,981,271        |
| <b>Net Operating Cashflow per share (Note 33.3)</b>                    | 14.04                | 11.77                |

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

  
Chief Financial Officer

  
Managing Director

  
Chairperson

  
Company Secretary

  
Director

Dhaka, 22th October 2023





**MIR AKHTER HOSSAIN LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
As at and for the period ended 30 June 2023

---

**1. Legal Status and Nature of the Company**

- 1.1 Mir Akhter Hossain Limited ["MAHL"] was incorporated as Private Company Limited by shares on July 18, 1980 vide registration # C-8196/35 with Registrar of Joint Stock Companies & Firm under the Companies act, 1913.

The company in its extra ordinary general meeting held on 3rd and 10th January, 2017 made some amendments to the Memorandum and Articles of Association of the company with a view to converting it into a Public Limited company, increasing its authorized capital, decreasing the denomination of face value of shares, complying with the Companies Act 1994, which were approved by the Registrar of Joint Stock Companies and Firms, Dhaka. On January 26, 2021, the Company was listed on the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) through Initial Public Offering (IPO).

- 1.2 The address of the corporate office of the company is at 430/1, Tejgaon Industrial Area, Dhaka-1208.
- 1.3 The company owns and operates a construction business. In addition to working under its own name, MAHL also executes several construction work under Joint Venture agreements. The company was also involved in trading of cigarettes. However from July 01, 2017 the company has discontinued its cigarettes business as per decision of its Board Meeting dated September 20, 2017 with retrospective effect from 01 July 2017. All inventory held for the cigarette business were disposed in the year at book market value resulting in no gain or loss on disposal.

**1.4 Description of subsidiaries and associates**

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

**Mir Securities Limited**

Mir Securities Limited ('MSL') was incorporated in Bangladesh on 2 March 2021 vide registration # C-169341/2021 as a private company limited by shares under the Companies Act, 1994. The registered office of the Company is situated at 430/1(1st Floor), Tejgaon I/A, Dhaka-1208. It is a subsidiary Company of Mir Akhter Hossain Ltd that holds 99.75% ownership of the Company.

The main objective of Mir Securities Limited is to act as a member of stock exchanges, the central depository system (CDS) companies and to carry on the business of broker, jobbers or dealers in stocks, shares, securities, bonds, debentures etc.

**2. Basis of preparation**

**2.1 Statement of compliance**

These financial statements are individual financial statements of MAHL, and have been prepared in accordance with International Financial Reporting Standards (IFRS), the Companies Act, 1994, the Securities and Exchange Rules, 1987, relevant guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC), Income Tax Ordinance 1984, VAT and Supplementary duty Act 2012, Regulations of Dhaka and Chittagong Stock Exchange, Bangladesh Labour Act 2006 (Amendment in 2013) and Bangladesh Labour Rules 2015, Financial Reporting Act 2015 and other applicable laws in Bangladesh. These individual financial statements present the financial position and performance of MAHL and its investment in Joint Ventures with multiple entities.

These financial statements have been prepared on going concern basis. Unless otherwise specifically mentioned, historical cost principle has been followed for the purpose of the financial statements.

**2.2 Structure, content and presentation of financial statements**

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the guidelines provided by IAS 1: "Presentation of Financial Statements". A complete set of financial statements comprises:

- i) Consolidated and Separate Statement of Financial Position;





- ii) Consolidated and Separate Statement of Profit or Loss and Other Comprehensive Income;
- iii) Consolidated and Separate Statement of Changes in Equity;
- iv) Consolidated and Separate Statement of Cash Flows;
- v) Notes to the Consolidated and Separate Financial Statements, comprising a summary of significant accounting policies and other explanatory information to the financial statements.

## 2.3 Basis of consolidation

### (i) Subsidiaries

The financial statements of subsidiary, Mir Securities Limited ('MSL') has been fully consolidated as Mir Akhter Hossain Limited ('MAHL') directly controls more than 50% of the voting rights of MSL. The accounting policies of MSL have been aligned with the policies adopted by Mir Akhter Hossain Limited.

### (ii) Non-controlling interests

Non-controlling interest (NCI) is the equity interest in MSL not attributable to MAHL. NCI is calculated at MSL's proportionate share of identifiable net assets at the date of acquisition as per para 19 of IFRS 3: *Business Combinations*. NCI is presented in the consolidated statement of financial position, separately from the equity of the shareholders of MAHL as per paragraph 22 of IFRS 10: *Consolidated Financial Statements*.

In accordance with paragraph B94 of IFRS 10: Consolidated Financial Statements, the Group attributes the profit or loss and each component of the other comprehensive income to the owners of the parent and to the non-controlling interests even if the results in the non-controlling interest having a deficit balance.

### (iii) Loss of control

When MAHL loses control over its subsidiary, it derecognises the assets and liabilities of the subsidiary and any related NCI and other components of the equity. Any resulting gain or loss is recognised in the profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

### (iv) Intragroup transactions

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of MAHL's interest in the investee. Unrealised losses, if any, are eliminated in the same way as unrealised gains but only to the extent that there is no evidence of impairment.

## 2.4 Investment in Joint Ventures

In addition to the Company's own construction business, the Company will form joint ventures with other organizations to execute customer contracts. The investment in these joint ventures are accounted for using the equity method. Under the equity method, the investment in the joint ventures are initially recognised at cost. The carrying amount of the investments are adjusted to recognise changes in the company's share of net assets of the joint venture since the acquisition date.

## 2.5 Basis of measurement

Under the historical cost, assets are recorded at the amount of cash or cash equivalents paid or the fair value of the consideration given to acquire them at the time of acquisition. Liabilities are recorded at the amount of proceeds received in exchange for the obligation, or in some circumstances (for example, income taxes), at the amounts of cash or cash equivalents expected to be paid to satisfy the liability in the normal course of business.

## 2.6 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka (Taka/BDT.), which is both the company's functional and presentational currency. All financial information has been rounded off to the nearest integer.

## 2.7 Use of estimates and judgments

The preparation of financial statements, in conformity with IFRS, requires management to make judgment, estimates and assumptions that affect the reported amount of revenue, expense, asset and liabilities and the accompanying disclosures including disclosures on contingent liabilities. Uncertainties about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amounts of assets and liabilities in future periods.



Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

In particular, information about significant areas of assumptions, estimations and judgments in applying accounting policies that have the most significant effect on the amount recognised in the consolidated financial statements are described in the following notes

|                     |                                                 |
|---------------------|-------------------------------------------------|
| Note - 2.3          | Basis of consolidation                          |
| Note - 2.4 and 5    | Basis for using Equity Method                   |
| Note - 2.8          | Going Concern                                   |
| Note - 3.2          | IFRS 16: Leases                                 |
| Note - 3.4.3        | Depreciation and useful life duration of assets |
| Note - 3.5          | Impairment of Assets                            |
| Note - 3.9.2 and 19 | Deferred tax asset/liability                    |
| Note - 3.9.1 and 31 | Provision for corporate tax                     |
| Note - 3.13 and 42  | Contingent Liabilities                          |

#### *Measurement of Fair Value*

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

|          |                                                                                                                                                                                |
|----------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Level 1: | quoted prices (unadjusted) in an active market for identical assets or liabilities                                                                                             |
| Level 2: | inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). |
| Level 3: | inputs for the asset or liability that are not based on observable market data.                                                                                                |

#### **2.8 Going concern**

As per IAS-1 para 25, a company is required to make assessment at the end of each year to assess its capability to continue as a going concern. These financial statements have been prepared on going concern basis. The company has adequate resources to continue its operation for the foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the financial statements. The current resources and credit facilities of the company are sufficient to meet the present requirements of its existing business.

#### **Impact of Russia-Ukraine War**

Although, the revenue and profitability of the Company improved during the year and the Company managed to earn a positive Operating Cash Flow which indicates that the overall liquidity position of the Company is still sound, the Company is closely monitoring the impact of the Russia-Ukraine War on the Company's business. Moreover, the Company is always observing the market, industry partners and the overall economy for any potential future impact of this Russia-Ukraine War. Besides, the management is not aware of any other material uncertainties that may cast significant doubt upon the Company's ability to continue as going concern, which is most unlikely though yet considering overall perspectives.

#### **2.9 Statement of cash flows**

Statement of Cash Flows has been prepared in accordance with IAS 7: "Statement of Cash Flows" under direct method as prescribed by the Bangladesh Securities and Exchange (BSEC) rule 1987. A reconciliation of Net operating cashflow from operating activities under the indirect method has also been prepared in accordance with Clause No. 5(2)(e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 Dated 20th June, 2018 (Gazette publication date: August 8, 2018).

#### **2.10 Materiality, aggregation and off setting**

Each material item as considered by management significant, has been presented separately in the financial statements. The Company reports separately both assets and liabilities, and income and expenses unless required by an applicable accounting standard or offsetting reflects substance of the transaction and such offsetting is permitted by applicable accounting standard. No amount has been set off unless the Company has legal right to set off the amounts and intends to settle on net basis.

#### **2.11 Reporting period**

This financial statement of the company covers one (1) year from 01 July 2022 to 30 June 2023.



## 2.12 Compliance with Financial Reporting standards as applicable in Bangladesh for the Company

The following IFRS are applicable for the preparations of financial statements for the period under review

|         |                                                                 |
|---------|-----------------------------------------------------------------|
| IAS 1   | Presentation of financial statements                            |
| IAS 2   | Inventories                                                     |
| IAS 7   | Statement of cash flows                                         |
| IAS 8   | Accounting policies, changes in accounting estimates and errors |
| IAS 10  | Events after the reporting period                               |
| IAS 12  | Income taxes                                                    |
| IAS 16  | Property, plant & Equipment                                     |
| IAS 19  | Employee benefits                                               |
| IAS 21  | The effects of changes in foreign exchange rates                |
| IAS 23  | Borrowing costs                                                 |
| IAS 24  | Related party disclosures                                       |
| IAS 27  | Consolidated and Separate Financial Statements                  |
| IAS 28  | Investment in associates and Joint Ventures                     |
| IAS 32  | Financial Instruments: Presentation                             |
| IAS 33  | Earnings per share                                              |
| IAS 34  | Interim Financial Reporting                                     |
| IAS 36  | Impairment of Assets                                            |
| IAS 37  | Provisions, contingent liabilities and contingent assets        |
| IFRS 3  | Business Combinations                                           |
| IFRS 7  | Financial Instruments, disclosures                              |
| IFRS 9  | Financial Instruments                                           |
| IFRS 8  | Operating Segments                                              |
| IFRS 10 | Consolidated Financial Statements                               |
| IFRS 13 | Fair Value Measurement                                          |
| IFRS 15 | Revenue from contracts with customers                           |
| IFRS 16 | Leases                                                          |

## 2.13 Accrual Basis

Mir Akhter Hossain Limited prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the Company recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the IFRS conceptual Framework.

## 2.14 Comparative Information

Comparative information has been disclosed in respect of 01 July 2021 to 30 June 2022 in accordance with IAS 1: Presentation of Financial Statements for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current periods of financial statements.

## 2.15 Current versus non-current classification

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification. Assets and liabilities are classified as current when they are expected to be realized, settled, sold or consumed in a normal accounting cycle or within twelve months after the reporting period. Assets and liabilities that are held primarily for trading are also considered current.

## 2.16 Standards Issued but not yet effective in Bangladesh

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below.

### **IFRS 17 Insurance Contracts**

In May 2017, the IASB issued IFRS 17 Insurance Contracts (IFRS 17), a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, IFRS 17 will replace IFRS 4 Insurance Contracts (IFRS 4) that was issued in 2005. IFRS 17 is effective for reporting periods beginning on or after 1 January 2023, with comparative figures required. This standard is not applicable to the Company and will not be adopted.

## 3. Significant accounting policies

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



### 3.1 Shareholders' capital - paid-up capital

Paid-up capital represents the total amount of shareholders capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time.

### 3.2 Lease transactions (IFRS 16)

Starting 1st July 2019, IFRS 16 has been adopted and all leasing arrangements except those having less than 12 months of useful life and underlying asset values considered low value when new, have been capitalized as "right to use" assets with a corresponding financial liability on the balance sheet

Leased assets are capitalized from the start date of the lease agreement at the present value of the future leased payments, based on the rate of interest entered in the asset master data. Low value and short term leases (<12months) have been excluded from the recognition requirements and expensed in operating profit as rental costs. Lease reassessment and lease modification to increase/decrease the value of an asset depending on a change in scope of lease agreement can be made if necessary.

The asset is written off on a straight-line basis over the tenure of the lease agreements. Hence, the useful life of any lease assets depends on the number of periods the assets can be used. The useful life of such assets are dependent on individual agreement and can vary from one agreement to another.

In the Current Year, the Company has no lease agreements to deal with IFRS 16.

### 3.3 Employee benefits:

Employees of the company are entitled to get the following benefits from the company:

#### a. Provident Fund

MAHL maintains a defined contribution plan (Employee Provident Fund) for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the trust deed and rules. The company subscribes to a contributory provident fund for its permanent employees which is administered by a Board of Trustees. As per IAS 19, in a defined contribution plan, the entity pays fixed contributions into a fund but has no legal or constructive obligation to make further payments. Obligations for contribution to defined contribution plans are recognised as an employee benefit expense in profit or loss in the period during which related services are rendered by employees.

#### b. Workers' Profit Participation Fund (WPPF)

In accordance with IAS 19, an entity shall recognize the expected cost of profit-sharing and bonus payments if the entity has a present legal or constructive obligation to make such payments and reliable measurement of the obligation can be made. The company makes the provision of WPPF @ 5% of its net profit before tax after charging such expense as WPPF in accordance with Bangladesh Labour Act 2006 as amended in 2013.

The Company does not have any policy to provide Defined Benefit Employment Benefits and therefore the Company does not maintain a Gratuity Fund. Consequently there is no provision or gratuity expenses recognized by the Company.

### 3.4 Property, plant and equipment

#### 3.4.1 Recognition and measurement

Property, plant and equipment (PPE) is recognised as an asset if it is probable that future economic benefits associated with the asset will flow to the entity and the cost of the item can be measured reliably.

Property, plant and equipment are stated at cost or valuation less accumulated depreciation and impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the assets, bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management.

#### 3.4.2 Subsequent costs

The costs 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 costs can be measured reliably. The costs of the day to day servicing of property, plant and equipment are recognised in the statement of profit or loss and other comprehensive income as incurred.



### 3.4.3 Depreciation

Depreciation is recognised in the statement of profit or loss and other comprehensive income on a reducing balance method over the estimated useful lives of each item of property, plant and equipment. Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognised or sold. No depreciation is charged on leasehold land and capital work-in-progress. Depreciation is calculated and charged on all other property, plant and equipment at the following rates on cost or valuation, considering the estimated useful lives of the assets:

|                                 | 30-Jun-23 | 30-Jun-22 |
|---------------------------------|-----------|-----------|
| Land                            | 0%        | 0%        |
| Plant and machinery             | 15.00%    | 15.00%    |
| Spare parts Office equipment    | 10.00%    | 10.00%    |
| Furniture fixtures and fittings | 10.00%    | 10.00%    |
| Shuttering Material             | 20.00%    | 20.00%    |
| Motor Vehicle                   | 20.00%    | 20.00%    |
| Warehouse & Workshop (MCW)      | 10.00%    | 10.00%    |

Gain or loss on sale of property, plant and equipment is recognised in the statement of profit or loss and other comprehensive income as per provision of IAS 16: "Property, plant and equipment".

Depreciation has been allocated to the different projects on the basis of uses of the assets .

MAHL recognizes two kinds of spare parts: parts which are considered long-term assets and parts which are considered inventory. In addition, there are some spare parts which are used over multiple years and they are used on the field to service other capital equipment. These parts are used over multiple years, are of very high value and are held for use in the production of goods or service. Since these items are large, high value and used over multiple years, they meet the definition of property, plant and equipment, as per paragraph 6 of IAS 16 and thus are presented as fixed assets and not inventory

### 3.4.4 Revaluation of Property Plant and Equipment

When using the revaluation model, as per IAS 16: Property, Plant and Equipment paragraph 31, after recognition as an asset, an item of property, plant and equipment whose fair value shall be measured reliably can be carried at a revalued amount. If PPE and revaluations shall be made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period.

The company revalued its land by an independent professional firm namely Nurul Faruk Hasan & Co., Chartered Accountants, creating a revaluation surplus of Taka 11,08,65,857. The valuation report has been prepared and treated in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) and other applicable laws, rules, regulations and guidelines. The revaluation report was prepared based on the financial position of June 30, 2017.

The increase in the carrying amount of revalued assets is recognized in the separate component of equity under the head of revaluation surplus. However, the increase is recognized in profit or loss account to the extent that it reverses a revaluation decrease of the same assets previously recognized in profit or loss account. There were no income recognized for the current for any such reversals. Since the asset which was revalued (Land & Land Developments) is not depreciated, there is no transfer of revaluation surplus to equity done by the Company.



### 3.5 Impairment

#### 3.5.1 Recognition

The carrying value of the company's assets, other than inventories, are reviewed at each statement of financial position date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of the asset or its cash-generating unit exceeds its recoverable amount. Impairment losses, if any, are recognised in the statement of profit or loss and other comprehensive income. For the assets that have indefinite useful life, the recoverable amount is estimated at each statement of financial position date.

No indication of impairment was observed in the period ended 30 June 2023.

#### 3.5.2 Calculation of recoverable amount

The recoverable amount of an asset is the greater of net selling price and value in use. The estimated future cash flows are discounted to their present value using discount rate that reflects the current market assessment of the time value of money and the risk specific to the asset. For an asset that does not generate significantly independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

#### 3.5.3 Reversal of impairment

An impairment loss recognised in prior periods for an asset shall be reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, had no impairment loss been recognised for the asset in prior years.

There was no reversal of impairment in the period ended 30 June 2023.

### 3.6 Capital work-in-progress

Capital work-in-progress represents the cost incurred for acquisition and/or construction of items of property, plant and equipment that were not ready for use at the year end and these are stated at cost.

### 3.7 Financial Instruments

As per IFRS-7 "Financial Instruments: Disclosure" all financial instruments are presented in a way so that users are enabled to evaluate the significance of financial instruments for the Company and nature and extent of risks arising from financial instruments to which the entity is exposed during the period and how the entity manages those risks.

#### *Investments in fixed deposits*

Investments in fixed deposits are shown in the financial statements at its cost and interest income is recognised as they become due.

#### *Cash and cash equivalents*

Cash and cash equivalents include cash in hand, balances and deposits with licensed financial institutions that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### *Advances*

Advances with no stated interest are measured at the original amount if the effect of discounting is immaterial.

MAHL has adopted IFRS 9 for the current period as this standard has become effective. In previous periods, the entity used IAS/BAS 39 to account for their financial instruments. The adoption of IFRS 9 did not have any impact on the Company's financial statements as there were no changes in the Company's classification of the existing financial instruments (all remained measured at cost). As per IFRS 9, a financial instrument is measured at cost if they are held with a business model whose objective is hold assets and collect contractual cashflows and the contractual terms give rise to cash flows on specific dates which are only payments of principle and interest on the outstanding principle. These two criteria's are met by all three instruments above.



### 3.8 Borrowing costs

As per requirement of IAS 23 Borrowing Costs, directly attributable borrowing costs are capitalised during construction period for all qualifying assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. The borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are those borrowing costs that would have been avoided if the expenditure on the qualifying asset had not been made. All other borrowing costs are recognised in profit and loss in the period in which they are incurred.

### 3.9 Taxation

Tax on the statement of comprehensive income for the year comprises current and deferred tax. Income tax is recognised in the statement of comprehensive income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

#### 3.9.1 Current tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years.

#### 3.9.2 Deferred tax

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of goodwill; the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination, and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax assets and liabilities are offset if there is a legal enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

### 3.10 Inventories

#### 3.10.1 Stocks

Inventories represents construction material and supplies i.e., rod, cement, sand, stone, tiles, bricks, pipes, electrical goods etc. awaiting use in the production process. Therefore, the company complies with the principles of IAS-2 "Inventories" and recognise inventories at cost using weighted average cost formula and measure the same at reporting date at lower of cost and net realisable value.

#### 3.10.2 Stores

Spare parts and miscellaneous items are valued at the lower of cost and net realizable value.

#### 3.10.3 Contract Asset - Work in Progress & Contract Liabilities

Contract Asset: Work-in -process represents performance obligation completed by MAHL but for which consideration is not yet due (since the customer has not been billed). In accordance with paragraph 107 of IFRS 15, this is recorded as an asset. IFRS 15 allows a Company to use alternative description to represent Contract Asset in the statement of financial position (paragraph 109). Therefore contract asset is presented as "Work in Progress" in the statement of financial position.

MAHL does not operate or use sales agents who receive compensation in the form of commission from the Company. Rather than agents, the Company has human resources engaged in business development. The compensation of these employees are not directly related to acquisition of any single contracts but rather incurred periodically in the form salary and wages. Therefore the Company does not record any contract assets in related to customer contracts regarding costs incurred to obtain contracts which is in line with IFRS 15 Paragraph 91.





Contract liabilities represent payments received for consideration not yet completed. The Company only bills their clients for work completed after a survey is completed by the Customer to confirm the stage of work completion. The Company only recognizes revenue after this process is completed and only then the Company will bill their customers. Consequently, no payment is ever received before an obligation is completed and hence there is no Contract Liabilities on the financial statements

### 3.11 Trade and other receivables

Contracts receivable represent the amounts billed on completed construction contracts. In accordance with IFRS 15, the receivable amount represents MAHL's right to consideration that is unconditional. The consideration is unconditional due to the fact that the service has been completed and the customer has been billed for the services provided. Contract receivable asset should be distinguished from Work in Process which represents contracts assets where MAHL has completed their performance obligation but payment is not yet due (since the customer has not been billed yet). There are further details in Contract Asset: Work in progress is Note 3.10.3.

The Company uses the allowance method of recognizing uncollectible accounts receivable. The allowance method recognizes bad debt expense as a percentage of accounts receivable based on a review of the individual accounts outstanding and the Company's prior history of uncollectible accounts receivable. And in the opinion of management, all outstanding receivables at the year end are considered fully collectible.

### 3.12 Foreign currency transactions

The financial statements are presented in BDT which is company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statements of financial position are translated into taka at the exchange rate prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value was determined. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in profit or loss per IAS-21 the Effects of Changes in Foreign Exchange Rates.

### 3.13 Provisions, contingent liabilities and contingent assets

#### Provisions

A provision is recognised in the statement of financial position when the company has a legal or constructive obligation as a result of past events, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

#### Contingent liabilities

Contingent liabilities is a possible obligation that arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of more uncertain future events not wholly within the control of the entity; or a present obligation that arises from past events but is not recognised because:

- a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- b) the amount of the obligation cannot be measured reliably.

#### Contingent Assets

A Contingent asset is a possible asset that arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of more uncertain future events not wholly within the control of the entity.

Contingent liabilities and assets are not recognised in the statement of financial position of the Company. They are disclosed in the notes to the financial statements.

### 3.14 Revenue recognition

Under IFRS 15, revenue is measured under a 5 step process. The 5 step process includes:

1. Identification of contract
2. Identification of performance obligation
3. Determination of transaction price
4. Allocation of transaction price to performance obligation
5. Satisfaction of performance obligation





Through a 5 step process, the Company identifies a contract with a customer and the contract details the consideration amount that is to be received from the customer in return for distinct performance obligations that is to be performed by the Company. The performance of these obligations are fulfilled through the transfer of goods and services to the customer.

As MAHL operates in the construction business, fulfilment of their contracts involve providing goods and services of varied nature in a given contract. However the nature of these services is such that they are not distinct individually but rather cumulatively makes up one single distinct deliverable (since the customer cannot enjoy the benefits from those goods or services on their own). Therefore, the consideration to has been agreed in the contract is attributed to the that one deliverable rather than allocating them to individual goods or services since they are not distinct from one another.

The performance obligation related to MAHL's construction contracts are satisfied over-time. MAHL uses the output method to determine the entity's progress towards complete satisfaction of a performance obligation over time. MAHL uses the output method because it provides a true and fair presentation of the value to the customer of the goods and services transferred to date relative to the remaining goods and services promised under the contract.

### 3.15 Contract Cost

Contract costs are costs that are incremental to obtaining a contract with a customer or costs that are directly related to fulfilling a specified customer (Fulfillment cost). Contract cost is capitalised as an asset and amortised in a way that is consistent with the transfer of the related goods and service.

### 3.16 Interest expenses

Interest expense comprises interest expense on overdraft, import loan, demand loan, finance lease and term loan. All interest expenses are recognised in the statement of profit or loss and other comprehensive income when it accrues. Interest expenses is allocated to the different projects and joint ventures on the basis of loan used.

### 3.17 Earnings per share

#### *Basic earnings per share*

The company presents basic earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to the ordinary shareholders of the company by the weighted average number of ordinary shares outstanding at the year end as per IAS-33 " earnings per share".

#### *Diluted earnings per share*

No diluted earnings per share are required to be calculated for the year as there was no scope for dilution during the year under review.

### 3.18 Related party transaction

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 party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arms length basis at commercial rates with its related parties.

### 3.19 Events after the reporting date

Events after the reporting date that provide additional information about the company's position at the reporting date are reflected in the financial statements. Events after the reporting date that are not adjusting events are disclosed in the notes when material.

### 3.20 General

Previous year's numerical information, narratives and descriptive information in the financial statements and accompanying notes have been disclosed and rearranged/reclassified wherever considered necessary to conform to current year's presentation.





4. Property, plant and equipment

| Particulars                      | Land & Building | Plant and machinery | Spare parts & Office equipment | Furniture fixtures and fittings | Shuttering Material | Motor vehicles | Warehouse & Workshop (MCW) | Total         |
|----------------------------------|-----------------|---------------------|--------------------------------|---------------------------------|---------------------|----------------|----------------------------|---------------|
| AS AT 30 June 2023               | <u>Taka</u>     | <u>Taka</u>         | <u>Taka</u>                    | <u>Taka</u>                     | <u>Taka</u>         | <u>Taka</u>    | <u>Taka</u>                | <u>Taka</u>   |
| Cost or valuation                |                 |                     |                                |                                 |                     |                |                            |               |
| As at 01 July 2022               | 550,368,183     | 1,513,457,116       | 3,403,695,028                  | 81,178,010                      | 1,186,044,072       | 689,422,527    | 166,730,758                | 7,590,895,694 |
| Addition during the year         | -               | 290,963,120         | 37,011,491                     | 254,250                         | 273,116,292         | 38,550,916     | -                          | 639,896,069   |
| As at 30 June 2023               | 550,368,183     | 1,804,420,236       | 3,440,706,519                  | 81,432,260                      | 1,459,160,364       | 727,973,443    | 166,730,758                | 8,230,791,763 |
| Accumulated depreciation         |                 |                     |                                |                                 |                     |                |                            |               |
| As at 01 July 2022               | -               | 727,987,996         | 1,516,297,992                  | 33,394,480                      | 616,362,877         | 448,633,608    | 16,673,076                 | 3,359,350,029 |
| Charge during the year           | -               | 152,771,773         | 190,900,049                    | 4,785,154                       | 133,814,025         | 50,546,257     | 16,673,076                 | 549,490,333   |
| As at 30 June 2023               | -               | 880,759,769         | 1,707,198,041                  | 38,179,634                      | 750,176,902         | 499,179,865    | 33,346,152                 | 3,908,840,362 |
| Net book value                   |                 |                     |                                |                                 |                     |                |                            |               |
| As at 30 June 2023               | 550,368,183     | 923,660,467         | 1,733,508,478                  | 43,252,626                      | 708,983,462         | 228,793,578    | 133,384,606                | 4,321,951,400 |
| AS AT 30 June 2022               |                 |                     |                                |                                 |                     |                |                            |               |
| Cost or valuation                |                 |                     |                                |                                 |                     |                |                            |               |
| As at 01 July 2021               | 457,329,433     | 1,234,074,196       | 3,374,816,070                  | 79,787,170                      | 982,705,558         | 657,924,661    | 136,581,758                | 6,923,218,846 |
| Addition during the year         | 93,038,750      | 279,382,920         | 28,878,958                     | 1,390,840                       | 203,338,514         | 31,497,866     | 30,149,000                 | 667,676,848   |
| As at 30 June 2022               | 550,368,183     | 1,513,457,116       | 3,403,695,028                  | 81,178,010                      | 1,186,044,072       | 689,422,527    | 166,730,758                | 7,590,895,694 |
| Accumulated depreciation         |                 |                     |                                |                                 |                     |                |                            |               |
| As at 01 July 2021               | -               | 620,587,046         | 1,308,312,180                  | 28,156,496                      | 497,247,102         | 393,260,121    | -                          | 2,847,562,946 |
| Charge during the year           | -               | 107,400,950         | 207,985,812                    | 5,237,984                       | 119,115,775         | 55,373,487     | 16,673,076                 | 511,787,084   |
| As at 30 June 2022               | -               | 727,987,996         | 1,516,297,992                  | 33,394,480                      | 616,362,877         | 448,633,608    | 16,673,076                 | 3,359,350,029 |
| Net book value                   |                 |                     |                                |                                 |                     |                |                            |               |
| As at 30 June 2022               | 550,368,183     | 785,469,121         | 1,887,397,036                  | 47,783,530                      | 569,681,195         | 240,788,919    | 150,057,682                | 4,231,545,664 |
| Allocation of Depreciation:      |                 | <u>2023</u>         | <u>2022</u>                    |                                 |                     |                |                            |               |
| Mir Akhter Hossain Ltd.          |                 | 133,841,275         | 116,433,206                    |                                 |                     |                |                            |               |
| Halla-MAH-Seokwang Joint Venture |                 | -                   | 19,241,760                     |                                 |                     |                |                            |               |
| Samwhan-Mir Akhter Joint Venture |                 | 51,333,051          | 88,331,805                     |                                 |                     |                |                            |               |
| Mir Akhter-WMCG Joint Venture    |                 | 5,332,054           |                                |                                 |                     |                |                            |               |
| Halla-Mir Akhter Joint Venture   |                 | 38,839,605          | 89,894,012                     |                                 |                     |                |                            |               |
| Hego-Mir Akhter Joint Venture    |                 | 230,621,883         | 49,805,095                     |                                 |                     |                |                            |               |
| Mir Akhter-CAMCE Joint Venture   |                 | 76,157,593          | 69,242,121                     |                                 |                     |                |                            |               |
| CRCC-MAHL Joint Venture          |                 | 13,364,873          | 17,248,285                     |                                 |                     |                |                            |               |
|                                  |                 | <u>549,490,333</u>  | <u>511,787,084</u>             |                                 |                     |                |                            |               |

Depreciation has been allocated to the different projects on the basis of uses of the assets .





4A Consolidated Property, plant and equipment

This is made as follows:

Balance of MAHL  
Balance of Mir Securities Ltd  
Closing Balance

| As at<br>30 JUNE 2023 | As at<br>30 JUNE 2022 |
|-----------------------|-----------------------|
|-----------------------|-----------------------|

|                      |                      |
|----------------------|----------------------|
| 4,321,951,400        | 4,231,545,664        |
| 1,142,707            | 228,455              |
| <b>4,323,094,107</b> | <b>4,231,774,119</b> |

5. Investment in Joint Venture

This amount represents the company's Investment in the project with foreign collaboration

|                       |                       |
|-----------------------|-----------------------|
| 12,817,486,281        | 12,527,764,529        |
| <b>12,817,486,281</b> | <b>12,527,764,529</b> |

Name of the Joint Venture

Nature of Business

HALLA-MAH-SEOKWANG JV  
Samwhan-Mir Akhter JV  
Mir Akhter-WMCG JV  
Hego-Mir Akhter JV  
Halla-Mir Akhter JV  
Mir Akhter-CAMCE JV  
CRCC-MAHL JV

Construction  
Construction  
Construction  
Construction  
Construction  
Construction  
Construction

|                       |                       |
|-----------------------|-----------------------|
| 525,273,375           | 826,411,005           |
| 3,384,351,441         | 3,697,683,883         |
| 1,239,654,247         | 1,495,387,754         |
| 1,797,980,019         | 1,089,206,728         |
| 3,961,188,738         | 3,561,571,172         |
| 1,240,004,620         | 1,047,078,594         |
| 669,033,841           | 810,425,394           |
| <b>12,817,486,281</b> | <b>12,527,764,529</b> |

**HALLA-MAH-SEOKWANG:**

Three entities viz; Halla Corporation, Korea, Mir Akhter Hossain Ltd., Bangladesh and Seokwang Development Co. Ltd. formed a Joint Venture Undertaking (Partnership at will) based on a contract to perform the construction work of Cox's Bazar Airport under the Civil Aviation Authority of Bangladesh.

**Samwhan-Mir Akhter JV:**

Two entities viz; Samwhan Corporation and Mir Akhter Hossain Ltd., Bangladesh formed a Joint Venture Undertaking (Partnership at will) based on a contract for improvement of road from Dulla Mari road to Tangail (22.4 Km.) from 2-Lane to 4-lane including structures and performance based maintenance works on improved 4-lane road from Dulla Mari Road to Tangail (22.4 Km.) and Construction of 6 (Six) Nos (G-14) Storied Residential Building (100 Sft. Each unit) including civil, Internal & external sanitary & water supply and electrical works, supply & Installation of lift, Generator, electric substation and fire fighting system etc in Block-A of Dhaka Elevated Express way (DEE) project.

**Mir Akhter-WMCG JV**

Two entities viz; Mir Akhter Hossain Ltd. And Wuhan Municipal Construction Group (WMCG) formed a Joint Venture undertaking (Partnership at will) based on a contract for the construction of 7.35 km road from Rajghat to Mohoriguna in Moheshkhali upazilla of Coxsbazar.





**Hego-Mir Akhter JV**

Two entities viz; Henan Highway Engineering Group Co. Ltd., Republic of China and Mir Akhter Hossain Ltd. formed a Joint Venture Undertaking (Partnership at will) based on a contract for:

(i) part-1: Improvement of road from west side of Bangabandhu Bridge to Hatikumrul intersection (19.80 km) to a 4-Lane highway alongwith slow moving vehicular traffic (SMVT) lane on both sides & structures and part-2: performance based maintaince works on improved 4-lane highway from west side of Bangabandhu Bridge to Hatikumrul intersection (19.80 km) to a 4-Lane highway alongwith slow moving vehicular traffic (SMVT) lane on both sides & structures under the SASEC road connectivity project-II: Improvement of Elenga-Hatikumrul-Rangpur road to a 4-lane highway, ICB No.: SASEC-II/ICB/MP-1/WP 06 (LOT 2).

(ii) contract Package No-WP-02 (Lot-DS-03) Part-1 : Construction Phase; Improvement of Dhaka-Sylhet National Highway (N2) into 4-Lane Highway with service lanes on both side from Narsingdi BSCIC end to Marco LPG filling station (Ch 35+000 to 53+500 km) for SASEC Dhaka-Sylhet Corridor Road Investment project under Roads and Highways department.

(iii) contract Package No-WP-02 (Lot-DS-04) Part-1 : Construction Phase; Improvement of Dhaka-Sylhet National Highway (N2) into 4-Lane Highway with service lanes on both side from Marco LPG filling station to Bhairab bridge west end (Ch 53+500 to 67+850 km) for SASEC Dhaka-Sylhet Corridor Road Investment project under Roads and Highways department and;

(iv) contract Package No-WP-03 (Lot-DS-05) Part-1 : Construction Phase; Improvement of Dhaka-Sylhet National Highway (N2) into 4-Lane Highway with service lanes on both side from Sarail Intersection to Budhanti bus stand end (Ch 81+600 to 97+300 km) for SASEC Dhaka-Sylhet Corridor Road Investment project under Roads and Highways department.

**Halla-Mir Akhter JV**

Two entities viz; HALLA Corporation , Republic of Korea and Mir Akhter Hossain Ltd., Bangladesh formed a Joint Venture Undertaking (Partnership at will) based on a contract for rehabilitation of road from Badarkhali naval police station to Yunuskhali (Ch. 30+ 339 to Ch. 36+123) including new 680 m kohelia bridge, strengthening of existing runway and taxiway at OSMANI INTERNATIOANL AIRPORT , SYLHET and construction of 595m long PC box grider bridge box over Bakkhali river at Kusturi Ghat under sadar upazila of Cox'sbazar District.

**CRCC-MAHL JV**

Two entities viz; Mir Akhter Hossain Ltd. And China Railway Construction Bridge Engineering Bureau Group Co. Ltd. formed a Joint Venture undertaking (Partnership at will) based on a contract for the construction of Broad Gauge Rail Line from Madhukhali to Magura Via Kamarkhali.

**MIR AKHTER-CAMCE JV**

Two entities viz; Mir Akhter Hossain Ltd. And China CAMC Engineering Co. Ltd. formed a Joint Venture undertaking (Partnership at will) based on a contract for the Strengthening of Existing Runway and Taxiway at Shah Amanat International Airport, Chittagang.

**Legal Status of all Joint Ventures:**

The legal status of the joint venture is a Partnership at will because it was created only to carry out a particular construction projects as per contract, but in accordance with the provision of Section - 2 (20) BB of Income Tax Ordinance 1984 its status is a Company though it does not have any consequential effect under this Ordinance.



6. Investment in Projects

Balance as at 01 July  
Add: Addition during the year  
  
Less: Refund during the year  
Balance as at 30 June

| As at<br>30 JUNE 2023 | As at<br>30 JUNE 2022 |
|-----------------------|-----------------------|
| 567,327,053           | 567,826,105           |
| -                     | 20,058                |
| <b>567,327,053</b>    | <b>567,846,163</b>    |
| 10,999,341            | 519,110               |
| <b>556,327,712</b>    | <b>567,327,053</b>    |

7. Consolidated Other Non-current Assets

Other Non-current Assets - MAHL  
Other Non-current Assets - MSL

|                   |          |
|-------------------|----------|
| -                 | -        |
| 40,000,000        | -        |
| <b>40,000,000</b> | <b>-</b> |

This amount represents security money and TREC license fees paid to DSE by Mir Securities Limited.

8. Security Deposits (Retention Money)

Security Deposits

Balance as at 01 July  
Add: Security deposits retained by the employer  
Less: Refund during the period  
Balance as at 30 June

|                    |                    |
|--------------------|--------------------|
| 723,990,673        | 787,098,238        |
| 139,091,868        | 127,127,863        |
| (170,708,045)      | (190,235,428)      |
| <b>692,374,496</b> | <b>723,990,673</b> |

Prepayments

VAT refund:

Opening Balance  
Add: Additions during the year  
Less: Refund during the year:  
Closing Balance

|                    |                    |
|--------------------|--------------------|
| 18,970,330         | 18,970,330         |
| 29,051,494         | -                  |
| (29,051,494)       | -                  |
| <b>18,970,330</b>  | <b>18,970,330</b>  |
| <b>711,344,826</b> | <b>742,961,003</b> |

9. Advance & Prepayments

Advances to employees against salary  
Advances to suppliers  
Advances to Mir Securities Ltd

|                    |                    |
|--------------------|--------------------|
| 1,961,510          | 2,871,510          |
| 709,214,799        | 722,328,847        |
| 4,999,650          | 760,669            |
| <b>716,175,959</b> | <b>725,961,026</b> |

9A. Consolidated Advance & Prepayments

Advance & Prepayments - MAHL  
Advance & Prepayments - MSL  
Less: Intercompany Elimination

|                    |                    |
|--------------------|--------------------|
| 716,175,959        | 725,961,026        |
| 200,000            | 30,296,000         |
| (4,999,650)        | (760,669)          |
| <b>711,376,309</b> | <b>755,496,357</b> |



|                                                                                            | As at<br>30 JUNE 2023 | As at<br>30 JUNE 2022 |
|--------------------------------------------------------------------------------------------|-----------------------|-----------------------|
| <b>10. Advance income tax</b>                                                              |                       |                       |
| Balance as at 01 July                                                                      | 51,764,542            | 49,772,694            |
| AIT on Import                                                                              | 17,256,259            | 39,078,640            |
| AIT on Contract revenue                                                                    | 183,729,280           | 199,465,926           |
| AIT on IPO & STD accounts                                                                  | 4,510,613             | 1,991,848             |
| AIT on the registration of Car and Vehicle                                                 | 8,255,500             | 9,839,557             |
|                                                                                            | <b>265,516,194</b>    | <b>300,148,665</b>    |
| Less: Provision for tax                                                                    | <b>(223,713,721)</b>  | <b>(248,384,123)</b>  |
| Balance as at 30 June                                                                      | <b>41,802,473</b>     | <b>51,764,542</b>     |
| <b>10A. Consolidated Advance Income Tax</b>                                                |                       |                       |
| Advance Income Tax - MAHL                                                                  | 41,802,473            | -                     |
| Provision for Income Tax - MSL                                                             | (7,681)               | -                     |
|                                                                                            | <b>41,794,792</b>     | <b>-</b>              |
| <b>11. Inventories</b>                                                                     |                       |                       |
| <b>Stocks</b>                                                                              |                       |                       |
| Work-in-process                                                                            | 2,545,367,102         | 2,349,519,583         |
| Raw materials                                                                              | 1,337,732,022         | 1,887,571,784         |
| Goods-in-transit                                                                           | 134,680,808           | 63,531,564            |
|                                                                                            | <b>4,017,779,932</b>  | <b>4,300,622,931</b>  |
| <b>12. Consolidated Investment in Shares</b>                                               |                       |                       |
| Investment in Shares - MAHL                                                                | -                     | -                     |
| Investment in Shares - MSL                                                                 | 26,433,728            | -                     |
|                                                                                            | <b>26,433,728</b>     | <b>-</b>              |
| This amount represents investment in shares of listed companies by Mir Securities Limited. |                       |                       |
| <b>13. Consolidated Other Receivables</b>                                                  |                       |                       |
| Other Receivables - MAHL                                                                   | 3,307,557             | -                     |
| Other Receivables - MSL                                                                    | -                     | -                     |
|                                                                                            | <b>3,307,557</b>      | <b>-</b>              |
| This amount represents MSL's receivable from clients and receivable from DSE.              |                       |                       |
| <b>14. Cash and cash equivalents</b>                                                       |                       |                       |
| Cash in hand (Note- 14.3)                                                                  | 9,982,056             | 6,731,436             |
| <b>Cash at banks</b>                                                                       |                       |                       |
| Cash at bank ( Note-14.1)                                                                  | 393,549,039           | 1,008,947,403         |
| Cheque in hand ( Note-14.2)                                                                | 35,526,581            | 59,302,433            |
|                                                                                            | <b>429,075,620</b>    | <b>1,068,249,835</b>  |
|                                                                                            | <b>439,057,676</b>    | <b>1,074,981,271</b>  |



**14.1 Cash at bank**

Cash at bank MAHL  
Cash at bank IPO account (BDT account)  
Cash at bank IPO account (USD converted to BDT)

**As at  
30 JUNE 2023**

**As at  
30 JUNE 2022**

|                    |                      |
|--------------------|----------------------|
| 88,309,426         | 321,832,071          |
| 305,187,190        | 687,062,782          |
| 52,423             | 52,550               |
| <b>393,549,039</b> | <b>1,008,947,403</b> |

**14.2 Cheque in hand****Project Name**

Rajuk  
Reliance Insurance Limited  
Bangabandhu Bridge,RHD(BBTL)  
Chitagang Development Authority,BAKALIA  
RCCDRF

|                   |                   |
|-------------------|-------------------|
| 5,137,980         | -                 |
| -                 | 12,520,723        |
| -                 | 30,707,895        |
| -                 | 16,073,815        |
| 30,388,601        | -                 |
| <b>35,526,581</b> | <b>59,302,433</b> |

**14.3 Cash in hand****Project**

Head Office  
Uttara Residential Apartment Project  
OSJI JOINT VENTURE  
Reliance Insurance Limited  
BBHRM, Magura  
Jamuna River Dredging Works, JRDW-I  
Jamuna River Dredging Works, JRDW-II  
Munshiganj Bridge, MSBP  
Rajul  
Dhaka Airport (DAP)  
Bangabandhu Bridge,RHD (BBTL)  
RCCDRF  
Nator Baghatipara Bridge, NBB  
Chitagang Development Authority,BAKALIA  
BAT  
Chevron Bangladesh (BD)Block Twelve Ltd.  
Patengha Container Terminal Ground Improvement (PCT)

|                  |                  |
|------------------|------------------|
| 1,357,966        | 180,772          |
| -                | 366,250          |
| -                | 63,250           |
| 655,110          | 788,970          |
| 1,244,150        | -                |
| 778,580          | 31,824           |
| 1,133,690        | -                |
| 480,900          | 815,740          |
| 355,120          | -                |
| 715,410          | 815,360          |
| 510,260          | 544,180          |
| 865,330          | 872,910          |
| 65,210           | -                |
| 55,470           | 625,370          |
| 48,740           | -                |
| 805,650          | 912,580          |
| 910,470          | 714,230          |
| <b>9,982,056</b> | <b>6,731,436</b> |

**14A Consolidated Cash and cash equivalents**

Cash at bank MAHL ( Note-14.1)  
Cheque in hand ( Note-14.2)  
Cash in hand (Note- 14.3)  
Cash at bank - MSL

|                    |                      |
|--------------------|----------------------|
| 393,549,039        | 1,008,947,403        |
| 35,526,581         | 59,302,433           |
| 9,982,056          | 6,731,436            |
| 7,990,767          | 36,312,863           |
| <b>447,048,444</b> | <b>1,111,294,134</b> |



15. Share capital

Authorised

200,000,000 Ordinary shares of Tk 10 each

As at  
30 JUNE 2023

As at  
30 JUNE 2022

2,000,000,000

2,000,000,000

Issued, subscribed and paid-up

120,771,547 Ordinary shares of Tk 10 each

1,207,715,470

1,207,715,470

1,207,715,470

1,207,715,470

Shareholding position of the company

|                    | Nominal value (Taka) |                      | Percentage of holding (%) |                |
|--------------------|----------------------|----------------------|---------------------------|----------------|
|                    | 30-06-2023           | 30-06-2022           | 30-06-2023                | 30-06-2022     |
| Sponsors/Directors | 586,670,000          | 586,670,000          | 48.58%                    | 48.58%         |
| Institutions       | 43,392,200           | 52,414,040           | 3.59%                     | 4.34%          |
| General Public     | 577,653,270          | 568,631,430          | 47.83%                    | 47.08%         |
|                    | <u>1,207,715,470</u> | <u>1,207,715,470</u> | <u>100.00%</u>            | <u>100.00%</u> |

On 26 January 2021, the Company raised total proceeds of BDT 1,250,000,000 through Initial Public Offering (IPO). Overall the Company issued 20,771,547 shares with nominal value of BDT 10.00 per share. The Company recognized an increase in Share Capital of BDT 207,715,470 and share premium of BDT 1,042,284,530.

16. Revaluation Reserve

Revaluation reserve

110,865,857

110,865,857

Less: Deferred tax liabilities on revaluation reserve

(3,325,976)

(3,325,976)

107,539,881

107,539,881

17. Consolidated Fair Value Reserve

Fair Value Reserve- MAHL

(2,475,936)

-

Fair Value Reserve- MSL

(2,475,936)

-

This amount represents MSL's fair value reserve resulting from unrealized loss on investment in shares of listed

18. Retained earnings

Balance as at 01 July

3,414,930,847

3,208,318,829

Profit transferred from statement of comprehensive income

129,733,910

82,700,103

Cash Dividend Declared

(150,964,434)

(150,964,434)

Transferred from joint venture business

275,216,610

274,876,349

Balance as at 30 June

3,668,916,934

3,414,930,847

18.A Consolidated Retained earnings

Balance as at 01 July

3,400,780,732

3,197,938,271

Profit transferred from MAHL Business

129,733,910

82,700,103

Less: Loss in MSL attributed to MAHL

(4,881,937)

(3,769,557)

Add: Prior year adjustment

9,975,000

-

134,826,973

78,930,546

Transferred from joint venture business

275,216,610

274,876,349

Less: Cash Dividend paid

(150,964,434)

(150,964,434)

Balance as at 30 June

3,659,859,881

3,400,780,732



As at  
30 JUNE 2023

As at  
30 JUNE 2022

#### 18.B Non-Controlling Interest in MSL

Balance as at 01 July  
NCI Portion of MSL Common Share Equity  
NCI Portion of MSL loss for the year  
Add: Prior year adjustment  
NCI Portion of MSL unrealized loss for the year

|                |                |
|----------------|----------------|
| 164,536        | 173,984        |
| -              | -              |
| (12,235)       | (9,448)        |
| 25,000         | -              |
| (6,205)        | -              |
| <u>171,095</u> | <u>164,536</u> |

#### 19 Deferred tax liabilities

The company has recognised deferred tax liabilities on revaluation surplus complying with the International Accounting Standard (IAS-12).

There are no other sources of deductible/taxable temporary differences for MAHL. Historically, the Company's depreciation expense for accounting purposes have been in line with depreciation expense recorded for tax purposes leading to no temporary differences. MAHL's joint ventures which are recorded using the equity method also does not lead to any taxable/deductible temporary difference since the Joint Ventures are taxed as a separate entity. All distribution of profits paid to MAHL are done on an after-tax basis and therefore there is no instance where a temporary difference can arise

Revaluation surplus  
Tax rate, as per Section 53H of the Income Tax Ordinance 1984 read with Rule 17II  
Deferred tax liabilities

|                  |                  |
|------------------|------------------|
| 110,865,857      | 110,865,857      |
| 3%               | 3%               |
| <u>3,325,976</u> | <u>3,325,976</u> |

#### 20. Loan from Financial Institutions

Social Islami Bank Ltd.  
Shahjalal Islami Bank Ltd.  
Dhaka Bank Ltd.  
United Commercial Bank Limited  
Jamuna Bank Limited  
Uttara Bank Limited  
BRAC Bank Limited  
Bank Asia Ltd.  
Standard Bank Limited  
Al-Arafah Islami Bank Ltd.  
Midland Bank Ltd.  
Modhumoti Bank Ltd.  
Mutual Trust Bank Ltd.  
The City Bank Ltd.  
Prime Bank Ltd.  
NRB Bank Ltd.  
NRB Commercial Bank Ltd.  
Dutch Bangla Bank Limited  
Inter Company Loan (Note-20A)

|                        |                        |
|------------------------|------------------------|
| 1,267,344,506          | 1,550,180,505          |
| 446,998,038            | 1,035,307,961          |
| 2,161,480,785          | 2,467,292,353          |
| 1,508,516,076          | 920,784,356            |
| 210,664,024            | 572,822,671            |
| 509,612,500            | 510,151,402            |
| 1,429,856,447          | 1,927,238,604          |
| 187,544,064            | 499,551,640            |
| 274,614,115            | 561,610,810            |
| 1,053,827,205          | 2,122,216,147          |
| 405,923,475            | 508,998,886            |
| 1,137,146,365          | 293,865,620            |
| 1,374,203,170          | 1,672,911,236          |
| 350,708,336            | 400,941,538            |
| 1,359,350,283          | 510,092,817            |
| 303,496,894            | -                      |
| 782,364,912            | 994,726,379            |
| 1,403,479,860          | 1,812,446,027          |
| 353,500,000            | -                      |
| <u>16,520,631,054</u>  | <u>18,361,138,952</u>  |
| <u>(3,692,898,643)</u> | <u>(4,779,552,912)</u> |
| <u>12,827,732,411</u>  | <u>13,581,586,040</u>  |

Less: Short term loan and Current portion of long-term loan  
Long term loan

#### 20.1 Social Islami Bank Ltd.

This represents the amount outstanding against term loans taken from The Social Islami Bank Limited on various dates for executing the projects and importing the equipment's and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.





As at  
30 JUNE 2023

As at  
30 JUNE 2022

**20.2 Shahjalal Islami Bank Ltd.**

This represents the amount outstanding against term loans taken from The Shahjalal Islami Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.3 Dhaka Bank Ltd.**

This represents the amount outstanding against term loans taken from The Dhaka Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.4 United Commercial Bank Limited**

This represents the amount outstanding against term loans taken from The United Commercial Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.5 Jamuna Bank Limited**

This represents the amount outstanding against term loans taken from Jamuna Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.6 Uttara Bank Limited**

This represents the amount outstanding against term loans taken from Uttara Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at 7.00%-9.00% p.a.

**20.7 BRAC Bank Limited**

This represents the amount outstanding against term loans taken from BRAC Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.8 Bank Asia Limited**

This represents the amount outstanding against term loans taken from Bank Asia Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.9 Standard Bank Limited**

This represents the amount outstanding against term loans taken from Standard Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.10 Al-Arafah Islami Bank Limited**

This represents the amount outstanding against term loans taken from Al-Arafah Islami Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.11 Midland Bank Ltd.**

This represents the amount outstanding against term loans taken from Midland Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.





As at  
30 JUNE 2023

As at  
30 JUNE 2022

**20.12 Modhumoti Bank Ltd.**

This represents the amount outstanding against term loans taken from Modhumoti Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.13 Mutual Trust Bank Ltd.**

This represents the amount outstanding against term loans taken from Mutual Trust Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.14 The City Bank Ltd.**

This represents the amount outstanding against term loans taken from the City Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.15 Prime Bank Ltd.**

This represents the amount outstanding against term loans taken from Prime Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.16 NRB Bank Ltd.**

This represents the amount outstanding against term loans taken from NRB Commercial Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.17 NRB Commercial Bank Ltd.**

This represents the amount outstanding against term loans taken from NRB Commercial Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.18 Dutch Bangla Bank Ltd.**

This represents the amount outstanding against term loans taken from Dutch Bangla Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

**20.19 Security**

- (a) Personal guarantee of all the Directors including Managing Director of the company.
- (b) Existing charge on immoveable property, moveable property, book debts and floating assets (present and future) of the company duly registered with RJSC&F.
- (c) Mode wise post dated MICR cheques for each limit separately in favor of the bank to be obtained through an undertaking to the effect that these have been provided by the company for repayment purpose.
- (d) Fresh usual charge documents (mode wise) duly stamped and filled in.

**20.A Inter Company Loan**

Mir Telecom Ltd.  
Bangla Telecom Ltd.

|                    |          |
|--------------------|----------|
| 313,500,000        | -        |
| 40,000,000         | -        |
| <u>353,500,000</u> | <u>-</u> |

This represents short term loan received during the year from the Inter-companies which has subsequently been paid .





As at  
30 JUNE 2023

As at  
30 JUNE 2022

## 21.00 Zero Coupon Bond

Naheed Cotton Mills Limited  
Ms. Abeda Sultana Huq  
Mr. Najmul Huq

|                    |          |
|--------------------|----------|
| 100,375,014        | -        |
| 408,844,570        | -        |
| 408,844,570        | -        |
| <b>918,064,154</b> | <b>-</b> |

## 21.1 Naheed Cotton Mills Limited

This represents the amount outstanding against 04 (four) years-term Zero Coupon Bond subscribed by Naheed Cotton Mills Limited, BDBL Bhaban (12th Floor), 12 Kawran Bazar C/A, Dhaka-1215 on February 01, 2023 for executing the projects and repayment of bank loans. These bonds are fully-redeemable with interest at the fixed rate of 8.50% p.a.

## 21.2 Ms. Abeda Sultana Huq

This represents the amount outstanding against 04 (four) years-term Zero Coupon Bond subscribed by Ms. Abeda Sultana Huq, House-14, Road-63, Gulshan-2, Dhaka-1212 on February 07, 2023 for executing the projects and repayment of bank loans. These bonds are fully-redeemable with interest at the fixed rate of 8.50% p.a.

## 21.3 Mr. Najmul Huq

This represents the amount outstanding against 04 (four) years-term Zero Coupon Bond subscribed by Mr. Najmul Huq House-14, Road-63, Gulshan-2, Dhaka-1212 on February 12, 2023 for executing the projects and repayment of bank loans. These bonds are fully-redeemable with interest at the fixed rate of 8.50% p.a.

## 22. Deferred LC

| SL           | Item Name             | BDT Value          |
|--------------|-----------------------|--------------------|
| 1            | Putzmeister Boom Pump | 13,497,100         |
| 2            | Spare Parts           | 8,929,250          |
| 3            | Pakur Stone Chips     | 4,117,383          |
| 4            | Pakur Stone Chips     | 4,103,585          |
| 5            | Diesel Engine         | 4,348,056          |
| 6            | Pakur Stone Chips     | 2,132,400          |
| 7            | Pakur Stone Chips     | 3,484,000          |
| 8            | Pakur Stone Chips     | 3,498,625          |
| 9            | Pakur Stone Chips     | 2,043,197          |
| 10           | Pakur Stone Chips     | 6,842,391          |
| 11           | Spare Parts           | 1,398,169          |
| 12           | Bitumen               | 30,755,104         |
| 13           | Pakur Stone Chips     | 7,664,800          |
| 14           | Expansion Joint       | 4,956,823          |
| 15           | Pakur Stone Chips     | 1,876,350          |
| 16           | Bitumen               | 45,731,309         |
| 17           | Pakur Stone Chips     | 2,181,327          |
| 18           | Pakur Stone Chips     | 1,231,604          |
| 19           | Pakur Stone Chips     | 3,794,332          |
| 20           | Pakur Stone Chips     | 1,550,120          |
| 21           | Pakur Stone Chips     | 1,516,886          |
| 22           | SANY Roller           | 13,128,000         |
| <b>Total</b> |                       | <b>168,780,808</b> |





23. Unclaimed Dividend Account

This is made as follows:

Opening Balance  
Add: Cash Dividend for the year ended 30.06.2022  
Less: Dividend paid during the year  
Closing Balance

| As at<br>30 JUNE 2023 | As at<br>30 JUNE 2022 |
|-----------------------|-----------------------|
| 691,232               | -                     |
| 150,964,434           | 150,964,434           |
| (150,570,815)         | (150,273,202)         |
| <u>1,084,851</u>      | <u>691,232</u>        |

24. Liabilities for expenses

Salary & Allowances  
Audit fees  
Legal Fees  
Board Meeting Fee  
Director's Remuneration  
Telephone & Fax Bill  
Electrical Bill  
Repair & Maintenance (Machinery)  
Repair & Maintenance (CAR)  
Repair & Maintenance (Equipment)  
Office Rent  
GAS & WASA Bill  
Payable to Suppliers  
Stationery  
Newspaper & Postage  
Office Maintenance Charges  
Fuel & Lubricant  
PF Contribution  
Contribution to WPPF

|                   |                   |
|-------------------|-------------------|
| 17,846,172        | 47,380,537        |
| 529,000           | 350,000           |
| 184,000           | 140,000           |
| 132,000           | -                 |
| 560,000           | 770,000           |
| 79,340            | 34,465            |
| 326,024           | 109,386           |
| 43,360            | 48,520            |
| 38,790            | 51,796            |
| 15,200            | 14,113            |
| -                 | 1,590,569         |
| 42,375            | 104,245           |
| 3,143,777         | 9,113,331         |
| 25,410            | 11,846            |
| 1,800             | 900               |
| 21,575            | 14,889            |
| 95,450            | 131,508           |
| 6,071,736         | 597,974           |
| 34,226,593        | 16,554,211        |
| <u>63,382,602</u> | <u>77,018,291</u> |

24A. Consolidated Liabilities for expenses

Liabilities for expenses - MAHL  
Liabilities for expenses - MSL  
Less: Intercompany Elimination

|                   |                   |
|-------------------|-------------------|
| 63,382,602        | 77,018,291        |
| 5,280,561         | 1,022,896         |
| (4,999,650)       | (760,669)         |
| <u>63,663,513</u> | <u>77,280,518</u> |

25 Consolidated Other Payables

Other Payables - MAHL  
Other Payables - MSL

|                  |          |
|------------------|----------|
| -                | -        |
| 5,348,410        | -        |
| <u>5,348,410</u> | <u>-</u> |

This amount represents MSL's payable to clients and payable to DSE.





## 26. Revenue

### # Project Name (Details of Revenue is shown in Annexure - 1)

|                                                        | For the year ended<br>30 JUNE 2023 | For the year ended<br>30 JUNE 2022 |
|--------------------------------------------------------|------------------------------------|------------------------------------|
| 1 BBHRM, Magura                                        | 100,585,978                        | -                                  |
| 2 Chevron Bangladesh (BD)Block Twelve Ltd.             | 383,309,631                        | 288,461,417                        |
| 3 Kushtia Shilpakala Academy (KSA)                     | -                                  | 76,788,488                         |
| 4 Kanchpur Bridge.Narayongong (KMG)/OSJI               | -                                  | 106,120,200                        |
| 5 Uttara Construction Building Project(UTTARA)         | -                                  | 21,503,612                         |
| 6 Patengha Container Terminal Ground Improvement (PCT) | 1,031,166,973                      | 482,275,806                        |
| 7 RAJUL                                                | 8,656,579                          | -                                  |
| 8 Nator Baghatipara Bridge, NBB                        | 1,811,630                          | 20,000,000                         |
| 9 Chitagang Development Authority, BAKALIA             | 2,689,679                          | 36,753,049                         |
| 10 Relaince Insurance Ltd.                             | 49,426,852                         | 93,771,055                         |
| 11 Bangabandhu Bridge,RHD (BBTL)                       | 105,869,146                        | 127,994,272                        |
| 12 Dhaka Airport (DAP)                                 | 314,429,391                        | 418,475,772                        |
| 13 Jamuna Rail Bridge Project, JRBP (WD-I)             | 188,473,046                        | 458,596,261                        |
| 14 Jamuna Rail Bridge Project, JRBP (WD-II)            | 189,955,873                        | -                                  |
| 15 Munshiganj Bridge (MSBP)                            | 288,780,114                        | 514,088,973                        |
| 16 BAT                                                 | 159,103,516                        | -                                  |
| 17 RCCDRF                                              | 291,991,539                        | 307,670,092                        |
| <b>Total Revenue</b>                                   | <b>3,116,249,948</b>               | <b>2,952,498,996</b>               |

## 26A. Consolidated Revenue

|                |                      |          |
|----------------|----------------------|----------|
| Revenue - MAHL | 3,116,249,948        | -        |
| Revenue - MSL  | 3,068,379            | -        |
|                | <b>3,119,318,327</b> | <b>-</b> |

## 27. Cost of execution of the contract

|                                                                  |                      |                      |
|------------------------------------------------------------------|----------------------|----------------------|
| Opening stock of construction material                           | 1,887,571,784        | 1,995,339,200        |
| Development and material expense (Note 27.1)                     | 1,110,982,331        | 1,672,866,937        |
| <b>Cost of construction material available during the period</b> | <b>2,998,554,115</b> | <b>3,668,206,137</b> |
| Closing stock of construction material                           | 1,337,732,022        | 1,887,571,784        |
| <b>Cost of construction material consumed during the period</b>  | <b>1,660,822,093</b> | <b>1,780,634,353</b> |
| Direct expenses (Note 27.2)                                      | 719,757,894          | 926,829,916          |
| <b>Total cost of construction in process</b>                     | <b>2,380,579,987</b> | <b>2,707,464,269</b> |
| Opening Work in Process                                          | 2,349,519,583        | 1,740,101,845        |
| Closing Work in Process                                          | 2,545,367,102        | 2,349,519,583        |
| <b>Total Cost of execution of the contract</b>                   | <b>2,184,732,469</b> | <b>2,098,046,530</b> |

## 27.1 Development and material expense

|                                                |                      |                      |
|------------------------------------------------|----------------------|----------------------|
| Earth filling and development work             | 4,252,075            | 2,965,210            |
| Material cost                                  | 1,135,781,750        | 1,669,901,727        |
| Less: VAT refundable                           | (29,051,494)         | -                    |
| <b>Total Development and material expenses</b> | <b>1,110,982,331</b> | <b>1,672,866,937</b> |

## 27A. Consolidated cost of execution of contract

|                                      |                      |          |
|--------------------------------------|----------------------|----------|
| Cost of execution of contract - MAHL | 2,184,732,469        | -        |
| Direct expense - MSL                 | 142,337              | -        |
|                                      | <b>2,184,874,806</b> | <b>-</b> |



**27.2 Direct expenses**

|                                             |
|---------------------------------------------|
| Project Expenses                            |
| Carriage Inward                             |
| Fuel and Lubricant                          |
| Other charges by the Employer (Note-27.2.1) |
| Salary & Wages                              |
| VAT (Note-27.2.2)                           |
| Depreciation (Note-04)                      |
| <b>Total Direct Expenses</b>                |

| For the year ended<br>30 JUNE 2023 | For the year ended<br>30 JUNE 2022 |
|------------------------------------|------------------------------------|
|------------------------------------|------------------------------------|

|                    |                    |
|--------------------|--------------------|
| 832,690            | 1,521,350          |
| 378,250            | 477,140            |
| 74,270,849         | 86,618,360         |
| 146,298,612        | 12,215,120         |
| 163,296,250        | 478,297,628        |
| 200,839,969        | 231,267,112        |
| 133,841,275        | 116,433,206        |
| <b>719,757,894</b> | <b>926,829,916</b> |

**27.2.1. Other charges by the Employer**

This represents other charges deducted by the employer while making payment to the company.

**27.2.2. VAT**

|                                         |
|-----------------------------------------|
| VAT Deducted from Construction Business |
| VAT Deducted from Import Stage          |
| <b>Total VAT</b>                        |

|                    |                    |
|--------------------|--------------------|
| 136,096,677        | 132,456,800        |
| 64,743,292         | 98,810,312         |
| <b>200,839,969</b> | <b>231,267,112</b> |

**28. General and administration expenses**

|                                     |
|-------------------------------------|
| Staff Salary & Allowance            |
| Board Meeting Fee                   |
| Directors Remuneration              |
| Advertisement                       |
| Printing & Stationery               |
| Tender, Prequalification/Enlistment |
| Office Rent                         |
| Fees & Charges                      |
| Traveling & Tour                    |
| Telephone & Fax Charge              |
| Postage & Telegram                  |
| Fuel & Lubricant                    |
| Repair & Maintenance (Machinery)    |
| Repair & Maintenance (CAR)          |
| Newspaper & Periodicals             |
| Electrical Charge                   |
| Conveyance                          |
| Entertainment                       |
| Uniform & Liveries                  |
| Security Services                   |
| Insurance & Premium                 |
| Donation & Subscription/Zakat       |
| Business Promotion                  |
| Head Office maintenance             |
| Medical expenses                    |
| Repair & Maintenance (Equipment)    |
| GAS & WASA Bill                     |
| Site Office Maintenance             |
| Audit fee                           |
| Legal Fee                           |

|                    |                    |
|--------------------|--------------------|
| 214,154,066        | 159,686,821        |
| 440,000            | 440,000            |
| 7,840,000          | 7,840,000          |
| 446,447            | 369,400            |
| 310,425            | 442,150            |
| 251,470            | 206,310            |
| -                  | 20,824,091         |
| 361,470            | 588,250            |
| 144,780            | 201,480            |
| 95,260             | 213,580            |
| 21,160             | 32,470             |
| 847,200            | 1,491,108          |
| 520,320            | 631,412            |
| 465,110            | 612,145            |
| 21,600             | 10,800             |
| 2,533,142          | 1,495,474          |
| 312,680            | 278,950            |
| 410,630            | 314,566            |
| 185,690            | 60,170             |
| 288,110            | 244,130            |
| 9,018,090          | 9,833,444          |
| 220,560            | 180,770            |
| 71,480             | 68,320             |
| 133,640            | 178,666            |
| 260,410            | 487,520            |
| 182,450            | 169,360            |
| 401,660            | 1,406,960          |
| 258,900            | 358,790            |
| 655,500            | 470,000            |
| 1,978,000          | 1,680,000          |
| <b>242,830,250</b> | <b>210,817,137</b> |

**Total General and administration expenses**

**28A. Consolidated General and administration expenses**

|                                                               |
|---------------------------------------------------------------|
| General & administration expense - MAHL                       |
| General & administration expense - MSL                        |
| <b>Total Consolidated General and administration expenses</b> |

|                    |                    |
|--------------------|--------------------|
| 242,830,250        | 210,817,137        |
| 7,428,432          | 3,779,005          |
| <b>250,258,682</b> | <b>214,596,141</b> |



|                                                                                                                                                                                                                           | For the year ended<br>30 JUNE 2023 | For the year ended<br>30 JUNE 2022 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|------------------------------------|
| <b>29. Non-operating income</b>                                                                                                                                                                                           |                                    |                                    |
| Interest Income (STD Bank Interest)                                                                                                                                                                                       | 742,799                            | 291,999                            |
| Interest Income (IPO Bank Interest)                                                                                                                                                                                       | 21,620,610                         | 19,626,481                         |
|                                                                                                                                                                                                                           | <u>22,363,409</u>                  | <u>19,918,479</u>                  |
| <b>29A. Consolidated Non-operating income</b>                                                                                                                                                                             |                                    |                                    |
| Non-operating income MAHL                                                                                                                                                                                                 | 22,363,409                         | -                                  |
| Non-operating income MSL                                                                                                                                                                                                  | 25,602                             | -                                  |
|                                                                                                                                                                                                                           | <u>22,389,011</u>                  | <u>-</u>                           |
| <b>30. Financial expenses</b>                                                                                                                                                                                             |                                    |                                    |
| Interest Expense                                                                                                                                                                                                          | 1,607,426,900                      | 1,544,087,768                      |
| Foreign Exchange (gain)/loss - Realized                                                                                                                                                                                   | 17,076,530                         | 3,658,036                          |
| Foreign Exchange (gain)/loss - Unrealized                                                                                                                                                                                 | 4,117,982                          | 7,436,945                          |
| Bank Charges                                                                                                                                                                                                              | 1,013,669                          | 585,803                            |
|                                                                                                                                                                                                                           | <u>1,629,635,081</u>               | <u>1,555,768,552</u>               |
| <b>Less: Interest charged to Joint Venture Partners:</b>                                                                                                                                                                  |                                    |                                    |
| a) SAMWHAN-MIR AKHTER JOINT VENTURE                                                                                                                                                                                       | 162,239,512                        | 319,596,943                        |
| b) Mir Akhter-WMCG JV                                                                                                                                                                                                     | 15,813,384                         | 193,519,094                        |
| c) Hego-Mir Akhter JV                                                                                                                                                                                                     | 720,965,455                        | 156,488,257                        |
| d) Halla-Mir Akhter JV                                                                                                                                                                                                    | 125,187,437                        | 282,448,154                        |
| e) CRCC-MAHL JV                                                                                                                                                                                                           | 39,636,487                         | 54,194,336                         |
| f) MIR AKHTER-CAMCE JV                                                                                                                                                                                                    | 225,862,180                        | 233,606,397                        |
|                                                                                                                                                                                                                           | <u>1,289,704,456</u>               | <u>1,239,853,181</u>               |
| <b>Financial expenses charged</b>                                                                                                                                                                                         | <u>339,930,626</u>                 | <u>315,915,371</u>                 |
| <b>31. Income tax expense</b>                                                                                                                                                                                             |                                    |                                    |
| Current tax (note-31.1)                                                                                                                                                                                                   | 223,713,721                        | 248,384,123                        |
| Deferred tax (note 31.2)                                                                                                                                                                                                  | -                                  | -                                  |
|                                                                                                                                                                                                                           | <u>223,713,721</u>                 | <u>248,384,123</u>                 |
| <b>31.1 Current tax</b>                                                                                                                                                                                                   |                                    |                                    |
| 1) Construction business income (as per 82C income)                                                                                                                                                                       | 200,985,539                        | 238,544,566                        |
| 2) Interest income on STD account                                                                                                                                                                                         | 148,560                            | 58,400                             |
| 3) Interest income on IPO account                                                                                                                                                                                         | 4,324,122                          | 3,925,296                          |
| 4) Taxes on vehicle registration                                                                                                                                                                                          | 8,255,500                          | 5,855,861                          |
| <b>Total current tax expense</b>                                                                                                                                                                                          | <u>213,713,721</u>                 | <u>248,384,123</u>                 |
| Add: Adjustment of previous advance income tax                                                                                                                                                                            | 10,000,000                         | -                                  |
| <b>Total</b>                                                                                                                                                                                                              | <u>223,713,721</u>                 | <u>248,384,123</u>                 |
| <b>31.2. Consolidated Current tax</b>                                                                                                                                                                                     |                                    |                                    |
| Current tax MAHL                                                                                                                                                                                                          | 223,713,721                        | -                                  |
| Current tax MSL                                                                                                                                                                                                           | 417,384                            | -                                  |
|                                                                                                                                                                                                                           | <u>224,131,105</u>                 | <u>-</u>                           |
| The current tax expense is calculated as per Section 82C of the Income Tax Ordinance 1984 which described the minimum tax to be paid by the Company. Therefore no further effective tax rate reconciliation is necessary. |                                    |                                    |
| As per Paragraph 81(C) of IAS 12 Income Taxes an explanation of the relationship between tax expense (income) and accounting profit is provided below:                                                                    |                                    |                                    |
| Net Profit before tax                                                                                                                                                                                                     | 353,447,631                        | 331,084,226                        |
| Income Tax Rate - 20.0% [A]                                                                                                                                                                                               | 70,689,526                         | 66,216,845                         |
| Income Tax deducted at Source [B]                                                                                                                                                                                         | 200,985,539                        | 238,544,566                        |
| Minimum tax U/S 82C of IT Ordinance 1984 - 0.6% of Revenue [C]                                                                                                                                                            | 18,697,500                         | 17,714,994                         |
| <b>Income Tax Provision for the year: Higher of [A, B &amp; C]</b>                                                                                                                                                        | <u>200,985,539</u>                 | <u>238,544,566</u>                 |



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30 JUNE 2023

For the year ended  
30 JUNE 2022

### 31.3 Deferred tax

There were no temporary differences between carrying amount of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Therefore the company did not record any deferred tax liabilities or assets apart from the revaluation reserve that is described in Note no-16. Moreover, the company always pay the minimum tax under section 82C of ITO 1984 from the deduction by the customer at source. Hence there is no possibility of future taxable profit to adjust if any deferred tax liability/asset arising in the future.

Details of the carrying value of fixed assets (both tax and accounting value) are provided below:

|                                            |             |             |
|--------------------------------------------|-------------|-------------|
| Depreciation for tax (as per 3rd Schedule) | 133,841,275 | 116,433,206 |
| Depreciation as per Accounting             | 133,841,275 | 116,433,206 |
| Temporary difference:                      | -           | -           |

Since there is no temporary difference between the depreciation charged for tax and accounting purposes, there is no taxable temporary difference in the carrying value of the fixed assets for tax and accounting purposes. There is one source of temporary difference which is caused by the revaluation of land which has already been recognized by the Company (BDT 3,325,976). Since there is no change in the value of land (both tax and accounting), there is deferred tax expense recognized for land in the current year.

### 32. Profit after tax from Joint Venture

#### Name of the Joint Venture

HALLA-MAH-SEOKWANG JV  
Samwhan-Mir Akhter JV  
Mir Akhter-WMCG JV  
Hego-Mir Akhter JV  
Halla-Mir Akhter JV  
Mir Akhter-CAMCE JV  
CRCC-MAHL JV

| Revenue       | Profit after tax (PAT) | Share of MAHL in JV's profit FYE 30 June 2023 | Share of MAHL in JV's profit FYE 30 June 2022 |
|---------------|------------------------|-----------------------------------------------|-----------------------------------------------|
| -             | (34,500)               | (33,241)                                      | 47,720,664                                    |
| 1,260,636,573 | 46,091,311             | 45,317,253                                    | 72,166,810                                    |
| 120,041,009   | 3,146,627              | 3,115,161                                     | 19,398,212                                    |
| 5,028,152,175 | 148,065,137            | 145,103,834                                   | 20,367,717                                    |
| 895,786,332   | 29,740,010             | 29,071,619                                    | 70,810,720                                    |
| 1,654,820,606 | 42,067,078             | 41,225,736                                    | 27,415,173                                    |
| 303,904,218   | 11,649,232             | 11,416,247                                    | 16,997,052                                    |
| 9,263,340,912 | 280,724,895            | 275,216,610                                   | 274,876,349                                   |

### 33. Price Sensitive Information:

#### 33.1 Earnings Per Share:

|                                |             |             |
|--------------------------------|-------------|-------------|
| Net profit for the year        | 404,950,520 | 357,576,452 |
| Number of shares               | 120,771,547 | 120,771,547 |
| Basic earnings per share (EPS) | 3.35        | 2.96        |

#### Diluted earnings per share :

No diluted EPS is calculated for the period as there was no scope for dilution during this period.

#### 33.1A Consolidated Earnings Per Share:

|                                             |             |             |
|---------------------------------------------|-------------|-------------|
| Consolidated Net profit for the year        | 400,056,348 | 353,797,447 |
| Number of shares                            | 120,771,547 | 120,771,547 |
| Consolidated Basic earnings per share (EPS) | 3.31        | 2.93        |

#### 33.2 Net Assets Value per Share

|                                   |               |               |
|-----------------------------------|---------------|---------------|
| Net Assets (with revaluation)     | 6,026,456,815 | 5,772,470,728 |
| Number of shares                  | 120,771,547   | 120,771,547   |
| Net Asset value per share (NAVPS) | 49.90         | 47.80         |

#### Net Assets (without revaluation)

|                                   |               |               |
|-----------------------------------|---------------|---------------|
| Net Assets (without revaluation)  | 5,918,916,934 | 5,664,930,847 |
| Number of shares                  | 120,771,547   | 120,771,547   |
| Net Asset value per share (NAVPS) | 49.01         | 46.91         |





|       |                                                                                                                                                                                        | For the year ended<br>30 JUNE 2023 | For the year ended<br>30 JUNE 2022 |
|-------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|------------------------------------|
| 33.2A | Consolidated Net Assets Value per Share                                                                                                                                                |                                    |                                    |
|       | Net Assets (with revaluation)                                                                                                                                                          | 6,015,094,922                      | 5,758,485,149                      |
|       | Number of shares                                                                                                                                                                       | 120,771,547                        | 120,771,547                        |
|       | Consolidated Net Asset value per share (NAVPS)                                                                                                                                         | 49.81                              | 47.68                              |
|       | Net Assets (without revaluation)                                                                                                                                                       | 5,907,555,041                      | 5,650,945,268                      |
|       | Number of shares                                                                                                                                                                       | 120,771,547                        | 120,771,547                        |
|       | Consolidated Net Asset value per share (NAVPS)                                                                                                                                         | 48.92                              | 46.79                              |
| 33.3  | Net Operating Cashflow per share                                                                                                                                                       |                                    |                                    |
|       | Net Operating Cashflow                                                                                                                                                                 | 1,695,640,069                      | 1,421,195,032                      |
|       | Number of shares                                                                                                                                                                       | 120,771,547                        | 120,771,547                        |
|       | Net Operating Cashflow per share (NOCFPS)                                                                                                                                              | 14.04                              | 11.77                              |
| 33.3A | Consolidated Net Operating Cashflow per share                                                                                                                                          |                                    |                                    |
|       | Net Operating Cashflow                                                                                                                                                                 | 1,697,263,368                      | 1,417,922,755                      |
|       | Number of shares                                                                                                                                                                       | 120,771,547                        | 120,771,547                        |
|       | Consolidated Net Operating Cashflow per share (NOCFPS)                                                                                                                                 | 14.05                              | 11.74                              |
| 33.4  | Reconciliation of net operating cash flow:                                                                                                                                             |                                    |                                    |
|       | Net profit before tax                                                                                                                                                                  | 353,447,631                        | 331,084,226                        |
|       | Adjustment for:                                                                                                                                                                        |                                    |                                    |
|       | Profit after tax from Joint venture                                                                                                                                                    | 275,216,610                        | 274,876,349                        |
|       | Interest expenses                                                                                                                                                                      | 339,930,626                        | 315,915,371                        |
|       | Income tax paid                                                                                                                                                                        | (213,751,652)                      | (250,375,971)                      |
|       | Depreciation                                                                                                                                                                           | 549,490,333                        | 511,787,084                        |
|       | Changes in:                                                                                                                                                                            |                                    |                                    |
|       | Inventories                                                                                                                                                                            | 282,843,000                        | (47,811,558)                       |
|       | Security Deposits                                                                                                                                                                      | 31,616,177                         | 63,107,565                         |
|       | Advances and prepayments                                                                                                                                                               | 9,785,067                          | 214,680,950                        |
|       | Deferred LC                                                                                                                                                                            | 80,697,966                         | (13,845,119)                       |
|       | Liabilities for expenses                                                                                                                                                               | (13,635,689)                       | 21,776,137                         |
|       |                                                                                                                                                                                        | 1,695,640,069                      | 1,421,195,033                      |
| 33.4A | Reconciliation of net operating consolidated cash flow:                                                                                                                                |                                    |                                    |
|       | Net profit before tax                                                                                                                                                                  | 348,970,843                        | 327,305,222                        |
|       | Adjustment for:                                                                                                                                                                        |                                    |                                    |
|       | Profit after tax from Joint venture                                                                                                                                                    | 275,216,610                        | 274,876,349                        |
|       | Interest expenses                                                                                                                                                                      | 339,930,626                        | 315,915,371                        |
|       | Income tax paid                                                                                                                                                                        | (214,161,355)                      | (250,375,971)                      |
|       | Depreciation                                                                                                                                                                           | 549,691,606                        | 511,787,084                        |
|       | Changes in:                                                                                                                                                                            |                                    |                                    |
|       | Inventories                                                                                                                                                                            | 282,843,000                        | (47,811,558)                       |
|       | Other receivable                                                                                                                                                                       | (3,307,557)                        | -                                  |
|       | Security Deposits                                                                                                                                                                      | 31,616,177                         | 63,107,565                         |
|       | Advances and prepayments                                                                                                                                                               | 9,795,067                          | 214,959,950                        |
|       | Deferred LC                                                                                                                                                                            | 80,697,966                         | (13,845,119)                       |
|       | Liabilities for expenses                                                                                                                                                               | (9,378,024)                        | 22,003,863                         |
|       | Other Payable                                                                                                                                                                          | 5,348,410                          | -                                  |
|       |                                                                                                                                                                                        | 1,697,263,368                      | 1,417,922,755                      |
| 34.   | Capital Expenditure Commitment                                                                                                                                                         |                                    |                                    |
|       | There was no capital expenditure commitment of the company as on 30th June, 2023.                                                                                                      |                                    |                                    |
| 35.   | Payment of Foreign Currency                                                                                                                                                            |                                    |                                    |
|       | The company incurs foreign currency expenses through Import of Machinery & spare parts of the machinery and import of Raw Materials.                                                   |                                    |                                    |
|       | No other expense including consultancy fee, royalty, technical expert and professional advisory fee, interest, etc. was incurred or paid in foreign currencies except as stated above. |                                    |                                    |



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30 JUNE 2022

36. Foreign Exchange Earned

Company has no foreign currency income during the year except turnover of Joint Venture Partnership which has been disclosed in their respective separate accounts.

No other income including consultancy fee, royalty, technical expert and professional advisory fee, interest, etc. was received in foreign currencies except as stated above.

37. Commission, Brokerage or Discount against sales

No commission was incurred or paid to distributors, agents and no brokerage or discounts were incurred or paid against sales during the year.

38. Segment Reporting

The Company operates under one single business and geographic segment. As a result, separate segment reporting is not necessary.

39. Related party transactions (as per IAS-24)

| Name of parties        | Relationship        | Purpose                   | Balance     | Balance    |
|------------------------|---------------------|---------------------------|-------------|------------|
| Directors Remuneration | Director            | Salary and Festival Bonus | 560,000     | 560,000    |
| Mir Telecom Ltd.       | Common Directorship | Rental Expenses           | -           | 560,059    |
| Bangla Telecom Ltd.    | Common Directorship | Intercompany Loan         | 313,500,000 | -          |
| Mir Securities Limited | Subsidiary          | Investment                | 79,800,000  | 79,800,000 |
| Mir Ceremic Ltd.       | Common Directorship | Current Balance           | 4,999,650   | 271,669    |
|                        |                     | Intercompany Loan         | -           | -          |

Details of Transactions:

| Name of parties        | Opening Balance | Addition    | Adjustments | Closing Balance |
|------------------------|-----------------|-------------|-------------|-----------------|
| Directors Remuneration | 560,000         | 7,840,000   | (7,840,000) | 560,000         |
| Mir Telecom Ltd.       | 560,059         | -           | (560,059)   | -               |
| Bangla Telecom Ltd.    | -               | 313,500,000 | -           | 313,500,000     |
| Mir Securities Limited | 79,800,000      | -           | -           | 79,800,000      |
| Mir Ceremics Ltd.      | 760,669         | 4,238,981   | -           | 4,999,650       |
|                        | -               | 500,000,000 | 500,000,000 | -               |

Disclosure as per requirements of schedule XI, part-II, para-4 of the companies act.-1994

| Name of the Directors | Position          | Remuneration | Bonus   | Total     |
|-----------------------|-------------------|--------------|---------|-----------|
| Mir Nasir Hossain     | Managing Director | 4,800,000    | 800,000 | 5,600,000 |
| Mr. Shama-e-zaheer    | Director & COO    | 1,920,000    | 320,000 | 2,240,000 |
| Total                 |                   |              |         | 7,840,000 |

Period of payments to Directors from 01 July 2022 to 30 June 2023. The above directors of the company were not paid other than the above remuneration.

In addition, as per requirements of Paragraph 17 of IAS 24, the Company provided compensation to key management personnel which includes Chief Financial Officer

|                                                   | 31-June 2023 | 31-June 2022 |
|---------------------------------------------------|--------------|--------------|
| Key Management Compensation (excluding Directors) | 31,937,422   | 27,111,781   |

a. Expenses reimbursed to the managing agent- Nil

b. Commission or other remuneration payable separately to a managing agent or his associates- Nil

c. Commission received or receivable by the managing agent or his associates of buying agent of other concerns in respect of contracts entered into such with the company - Nil

d. 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 associates during the financial year- Nil.

e. Any other perquisites or benefits in cash or in kind stating -Nil

f. Other allowances and commission including commission-Nil





For the year ended  
30 JUNE 2023

For the year ended  
30 JUNE 2022

40 Attendance status of Board Meeting of Directors

During the period from 01.07.22 to 30.06.2023 there were 4 (four) Board meeting were held. The attendance status of all the meeting is as follows:

| Sl | Name of Directors                | Position             | Meeting Held | Attended |
|----|----------------------------------|----------------------|--------------|----------|
| 1  | Mir Nasir Hossain                | Managing Director    | 4            | 4        |
| 2  | Mrs. Sohela Hossain              | Director             | 4            | 4        |
| 3  | Mrs. Mahbuba Hossain             | Director             | 4            | 4        |
| 4  | Mr. Shama-e-Zaheer               | Director and COO     | 4            | 4        |
| 5  | Md Farid Uddin                   | Independent Director | 4            | 4        |
| 6  | A.K.M Faizur Rahman              | Independent Director | 4            | 4        |
| 7  | Prof. Dr. Muhammad Shariat Ullah | Independent Director | 4            | 4        |
| 8  | Prof. Nausheen Rahman            | Independent Director | 4            | 4        |

41 Status of income tax assessment

| Income year | Assessment year | Present status                    |
|-------------|-----------------|-----------------------------------|
| 2021-22     | 2022-23         | Assessment is under process.      |
| 2020-21     | 2021-22         | Assessment is under process.      |
| 2019-20     | 2020-21         | Assessment completed and settled. |
| 2018-19     | 2019-20         | Assessment completed and settled. |
| 2017-18     | 2018-19         | Assessment completed and settled. |

42. Contingent liabilities and contingent assets

There is a contingent liability of Tk. 77,90,736 in respect of tax claim in the assessment year 2012-13. This matter has been appealed to the honourable High Court and is still pending.

43. Number of employees engaged

Total number of employees having annual salary of BDT 36,000 or above each was 1761 as at 30 June 2023 and 2085 as at 30 June 2022.

44. Events after reporting Period

As per IAS-10 "Events after the reporting period" events after the reporting periods are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when financial statements are authorised for issue. Two types of event can be identified:

- (a) Adjusting events after the reporting period which provide evidence of conditions which existed at the reporting period.
- (b) Non-adjusting events after the reporting period, are those that are indicative of conditions that arose after the reporting periods.

The details about the events after the reporting periods are as follows :

The Board of directors in its Board meeting held on 22 October 2023 has proposed 12.5% cash dividend subject to the approval of the shareholders in the next Annual General Meeting scheduled to be held on 21 December, 2023.

45. Status of Leases:

The company does not have any assets or liabilities under finance lease agreements. Till 30 June 2022, the company's head office operations was managed under a non-controlling operating lease and from July 2022 the Company's head office operations is managed in its own office building located at 430/1, Tejgaon Industrial Area, Dhaka-1208.





For the year ended  
30 JUNE 2023

For the year ended  
30 JUNE 2022

46. Operating Debt

(I) Debt considered good in respect of which the company is fully secured :

The debtors occurred in the ordinary course of business are considered good and secured.

(II) Debt considered good for which the company hold no security other than the debtors personal security

There is no such debt in this respect as on 30 June' 2023.

(III) Debt considered doubtful or bad

The company does not make any provision for doubtful debts as on 30 June' 2023, because of the fact that sales/export are being made on regular basis with fixed maturity dates.

(IV) Debt due by directors or other officers of the company

There is no such debt in this respect as on 30 June 2023.

(V) Debt due by/from Common Management

The company has no receivable from sister companies under common management. For more details related to this receivable, refer to Note 33 "Related Party Transactions".

47. Financial Risk Management

The Company is exposed to risks of varying degrees of significance that could affect its ability to achieve its strategic objectives. The main objectives of the Company's risk management process are to ensure that risks are properly identified and the capital base is adequate in relation to these risks.

The Company is exposed through its operations to the following financial risks:

A. Interest rate Risk

B. Currency Risk

A. Interest Rate Risk

The Company's exposure to the risk of changes in interest rates relates primarily to the Company's loans payable. An increase of 1% in the average interest rate for the Company would result in approximately additional expenses of BDT 177,296,025 in the current year.

B. Currency Risk

The Company's cash flows are impacted by currency movements as a significant portion of the Company's raw materials are purchased in US dollars. An increase of BDT 1 and BDT 2 in the US dollar to BDT exchange rate would have resulted in an estimated decrease to net income of approximately BDT 2,899,740 and BDT 5,799,480 respectively in the current year.

48. Date of Authorization:

The Board of Directors have authorized these financial statements on 22.10.2023.





## Details of Revenue for the year ended June 30, 2023

| Sl. No.      | Name of Works & Authorities                           | Security Refund    | Gross bill           | I.Tax deducted Tk. | VAT Deducted       | SD Retained        | Others/Bank Charge | Net Cheque Amount    |
|--------------|-------------------------------------------------------|--------------------|----------------------|--------------------|--------------------|--------------------|--------------------|----------------------|
| 1            | BBHRM, Magura                                         |                    | 100,585,978          | 7,041,021          | 7,543,949          | -                  | 1,390,491          | 84,610,518           |
| 2            | Chevron Bangladesh (BD)Block Thirteen & Fourteen Ltd. |                    | 383,309,631          | 26,735,342         | -                  | -                  | -                  | 356,574,288          |
| 3            | Kushtia Shilpakala Academy (KSA)                      | 13,419,057         | -                    | -                  | -                  | -                  | -                  | 13,419,057           |
| 4            | Maizkandi-Boalmari Gopalganj Road(MBG)                | 28,366,894         | -                    | -                  | -                  | -                  | -                  | 28,366,894           |
| 5            | BMR                                                   | 1,557,154          | -                    | -                  | -                  | -                  | -                  | 1,557,154            |
| 6            | Dawlatdia Basantapur Road,RHD (DBR)                   | 11,894,105         | -                    | -                  | -                  | -                  | -                  | 11,894,105           |
| 7            | KTPC                                                  | 9,852,542          | -                    | -                  | -                  | -                  | -                  | 9,852,542            |
| 8            | Patengha Container Terminal Ground Improvement (PCT)  | -                  | 1,031,166,973        | 68,989,141         | 71,779,198         | 44,316,066         | -                  | 846,082,568          |
| 9            | RHD Sylhet Road Project(SRP)                          | 68,963,464         | -                    | -                  | -                  | -                  | -                  | 68,963,464           |
| 10           | GHR                                                   | 1,764,435          | -                    | -                  | -                  | -                  | -                  | 1,764,435            |
| 11           | RAJUL                                                 | -                  | 8,656,579            | 606,600            | 649,851            | 432,828            | -                  | 6,967,300            |
| 12           | Nator Baghatipara Bridge, NBB                         |                    | 1,811,630            | 126,815            | 135,873            | 90,582             | 16,700             | 1,441,660            |
| 13           | Chitagang Development Authority,BAKALIA               |                    | 2,689,679            | 188,278            | 201,726            | 268,968            | -                  | 2,030,707            |
| 14           | Relaince Insurance Ltd.                               |                    | 49,426,852           | 3,459,880          | 3,707,014          | 4,942,685          | -                  | 37,317,273           |
| 15           | ARK                                                   | 23,537,820         | -                    | -                  | -                  | -                  | -                  | 23,537,820           |
| 16           | Bangabandhu Bridge,RHD (BBTL)                         |                    | 105,869,146          | 7,410,840          | 7,940,186          | 5,293,457          | 30                 | 85,224,633           |
| 17           | Dhaka Airport (DAP)                                   |                    | 314,429,391          | -                  | -                  | 41,110,457         | 32,671,161         | 240,647,773          |
| 18           | Residencial Model Town (3rd Phase) Rajuk Dhaka        | 5,137,980          | -                    | -                  | -                  | -                  | -                  | 5,137,980            |
| 19           | Jamuna Rail Bridge Project, JRBP (WD-I)               | 6,214,594          | 188,473,046          | 9,806,435          | -                  | 6,284,771          | 42,538,700         | 136,057,734          |
| 20           | Jamuna Rail Bridge Project, JRBP (WD-II)              |                    | 189,955,873          | 7,573,666          | -                  | 7,313,471          | 65,808,157         | 109,260,580          |
| 21           | Munshiganj Bridge (MSBP)                              |                    | 288,780,114          | 20,214,608         | 21,658,509         | 14,439,007         | -                  | 232,467,990          |
| 22           | BAT                                                   |                    | 159,103,516          | 11,137,246         | -                  | -                  | -                  | 147,966,269          |
| 23           | RCCDRF                                                |                    | 291,991,539          | 20,439,407         | 22,480,371         | 14,599,576         | 3,873,373          | 230,598,812          |
| <b>Total</b> |                                                       | <b>170,708,045</b> | <b>3,116,249,948</b> | <b>183,729,280</b> | <b>136,096,677</b> | <b>139,091,868</b> | <b>146,298,612</b> | <b>2,681,741,557</b> |

