Clarkson Hyde GLOBAL

টি, হোসেন এন্ড কোং
T. HUSSAIN & CO.
Chartered Accountants
An Independent Member firm of Clarkson Hyde Global Limited, UK

HB Tower, 1st & 4th Floor, 23/G/1 Free School Street, Panthapath,
Dhaka-1205, Bangladesh. Mobile: 01707043797
Email: mdkawsar1974@gmail.com

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Auditor's Report and Financial Statements
Of
VFS THREAD DYEING LIMITED
For the year ended June 30, 2026

HB Tower, 1st & 4th Floor, 23/G/1 Free School Street, Panthapath, Dhaka 1205, Bangladesh
Mobile: 01707043797, Email: mdkawsar1974@gmail.com

INDEPENDENT AUDITOR'S REPORT
of
VFS THREAD DYEING LIMITED

Opinion

We have audited the financial statements of **VFS Thread Dyeing Limited** which comprises of the Statement of Financial Position as at June 30, 2026, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects (or give a true and fair view of) the financial position of the Company as at June 30, 2026 and (of) its financial performance for the year then ended in accordance with the International Financial Reporting Standards (IFRSs).

Basis for opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and Bangladesh Financial Reporting Council (FRC). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following:

- We draw attention to Note 3.15 of the financial statements, which describes that the Company has not implemented a provident fund scheme for its eligible employees as required under the provisions of the Bangladesh Labor Act, 2006 and relevant rules. Non-compliance with these statutory requirements may expose the Company to regulatory penalties and employee claims. Our opinion is not modified in respect of this matter.

  The Company had made a provision for Workers' Profit Participation Fund (WPPF) amounting to Tk. 52,961,988 as at 30 June 2026. But they didn't allocate the amount as per ratio 80:10:10 respectively to the Workers' Profit Participation Fund, Workers' Welfare Fund and the Labour Welfare Foundation Fund as required by Section 234 of the Bangladesh Labour Act, 2006 (as amended). Even, the related WPPF accounts have not been audited, and therefore, we were unable to verify the accuracy and completeness of the said provision and related liabilities.

Other Matters

The financial statements of the Company for the year ended 30 June 2025 were audited by another auditor Islam Quazi Shafique & Co. Chartered Accountants who expressed an modified opinion on those statements on 28 October 2025.

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Key Audit Matters

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

1. Revenue recognition:

Description of Key Audit Matters	Our Responses to the Key Audit Matters
Revenue recognition was considered a key audit matter due to the significance of turnover to the financial statements and the assessed high risk of material misstatement regarding the occurrence, accuracy and cut-off of revenue.	Our audit procedures in respect of revenue recognition included the following:
	We reviewed the Company's revenue recognition policy and assessed its application in accordance with IFRS 15, particularly the transfer of control of goods to customers.
For the financial year ended 30 June 2026, the Company reported turnover of BDT 223,385,985. The Company is a 100% deemed exporter in Bangladesh. Revenue is recognized when goods are delivered to customers through the issuance of delivery challans and control of the goods is transferred to the buyers. Subsequently, acceptance of back-to-back (BTB) letters of credit is obtained in connection with the realization of proceeds.	Examined sales invoices, delivery challans and other relevant supporting documents to verify the occurrence, accuracy and appropriate recognition of revenue.
	Examined relevant BTB LC acceptance documents and supporting export documentation, where applicable, to corroborate the underlying transactions and arrangements for proceeds realization.
	Reconciled recorded turnover with the relevant VAT return, Mushak 9.1, and investigated significant differences, if any
	Performed substantive audit procedures in response to the assessed high risk of material misstatement, applying monetary unit sampling (MUS) and haphazard sample selection, with reference to performance materiality and trivial materiality in determining the nature and extent of testing.
	Performed cut-off testing on a haphazardly selected sample of sales transactions around the financial year-end to assess whether revenue was recognized in the appropriate accounting period.
	Tested revenue transactions representing approximately 42% of the total recorded turnove recognized in the appropriate accounting period.
These procedures were designed to obtain sufficient appropriate audit evidence regarding revenue recognition, accuracy and cut-off, and the appropriate presentation of turnover in the Company's financial statements for the year ended 30 June 2026.	
See note no. 3.14, 09 & 26 for details	

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2. Valuation of Inventories:

The Key Audit Matter	Our Responses to the Key Audit Matters
Inventories amounting to BDT 493,482,471 as at 30 June 2026 were considered a key audit matter due to their significance to the Company's financial statements and the judgement involved in determining their cost and net realisable value (NRV). The existence, completeness, valuation and proper cut-off of inventories required particular audit attention.	Our audit procedures in respect of inventories included the following:
	We attended the physical inventory verification jointly with the Company's management audit team from 10 October 2026 to 12 October 2026, subsequent to the financial year-end.
	We considered the reconciliation of physical inventory quantities verified after the reporting date to the inventory records as at 30 June 2026, taking account of relevant movements between the reporting date and the dates of physical verification.
	We performed inventory cut-off tests by examining selected purchase, goods receipt, production, dispatch and sales documents immediately before and after the reporting date to assess whether inventory transactions were recorded in the appropriate accounting period.
	We reviewed the finished goods per-unit cost calculation, including the relevant cost components used in determining inventory costs.
	We reviewed the Net Realisable Value (NRV) test to assess whether inventories were stated at the lower of cost and NRV in accordance with IAS 2, Inventories.
	We reviewed the overall inventory valuation and assessed the appropriateness of the valuation methods and the application of the Company's inventory costing policies.
	• We compared the net realizable value on test basis through a review of subsequent period sales and the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete.
Based on the audit procedures performed and the evidence obtained, we evaluated whether the inventory balances were appropriately supported and valued in accordance with the applicable financial reporting framework.	
See note no. 8.00 for details	

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3.Measurement of deferred tax liability:

The Key Audit Matter	How the matter was addressed in our audit
Deferred tax liability was considered a key audit matter due to the significance of the reported balance and the judgments involved in determining the tax base of assets and liabilities, taxable temporary differences and the applicable tax depreciation rates.	Our audit procedures in respect of deferred tax included the following:
	Recalculated the tax bases of relevant assets and liabilities and verified the computation of taxable temporary differences.
	Independently recalculated the deferred tax liability based on the identified temporary differences and the applicable tax rates.
As at 30 June 2026, the Company reported a deferred tax liability of BDT 51,535,323. The calculation of deferred tax liability requires the determination of temporary differences between the carrying amounts of assets and liabilities in the financial statements and their corresponding tax bases, in accordance with IAS 12, Income Taxes.	Reviewed the depreciation rates applied for tax purposes against the relevant provisions of the Income Tax Act, 2023, and assessed their impact on the tax bases of depreciable assets.
	Compared the carrying amounts of relevant assets and liabilities with their respective tax bases to assess the completeness and accuracy of the temporary differences.
	We reviewed the presentation and disclosure of deferred tax balances in the financial statements in accordance with IAS 12, Income Taxes.
These procedures were designed to obtain sufficient appropriate audit evidence regarding the measurement, recognition and presentation of the deferred tax liability of BDT 51,535,323. as at 30 June 2026.	
See note no. 16.00 for details	

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report. The directors are responsible for the other information.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available 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.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Company.

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Responsibilities of management and those charged with governance for the financial statements

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

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

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

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 ISA, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the Management' 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 entity'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 entity to cease to continue as a going concern.

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- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

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

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 2020 and Financial Reporting Act 2015, we also report the following

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books;
- the statement of financial position and the 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 ware for the purpose of the Company' Business.

The engagement partner on the audit resulting in this independent auditor's report is Mohammad Abu Kawsar, FCA

Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610281497AS357119

Date: Dhaka
28-Oct-2026

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

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VFS THREAD DYEING LIMITED
Statement of Financial Position
As at 30 June 2026

Particulars	Note	Amount in Taka	
		30 June, 2026	30 June, 2025
ASSETS			
Non Current Assets:		**726,186,735**	**772,962,043**
Property, Plant and Equipment	4.00	717,195,492	764,775,393
Intangible Assets	5.00	1	1
Right of use Assets	6.00	804,593	-
Security Deposit	7.00	8,186,649	8,186,649
Current Assets:		**1,927,618,795**	**1,856,840,950**
Inventories	8.00	493,482,471	518,464,175
Trade and Other Receivables	9.00	1,105,556,200	1,056,728,851
Advances, Deposits and Prepayments	10.00	324,300,878	276,194,001
Cash and Cash Equivalents	11.00	4,279,247	5,453,923
Total Assets:		**2,653,805,531**	**2,629,802,993**
EQUITY & LIABILITIES			
Shareholders Equity:		**2,147,389,147**	**2,147,629,687**
Share Capital	12.00	1,055,800,552	1,055,800,552
Retained Earnings	13.00	1,091,588,595	1,091,829,135
Non Current Liabilities:		**137,541,045**	**143,046,238**
Long Term Loan	14.00	86,005,722	85,381,947
Lease Liabilities	15.00	-	-
Deferred Tax Liability	16.00	51,535,323	57,664,291
Current Liabilities:		**368,875,339**	**339,127,068**
Current Portion of Long Term Loan	17.00	16,877,550	16,013,381
Current Portion of Lease Liabilities	18.00	844,131	-
Short Term Loan	19.00	119,240,637	119,183,017
Trade Payable	20.00	1,379,243	1,219,243
Liabilities For Expenses	21.00	120,352,050	95,585,117
Provision for Income Tax	22.00	91,604,861	88,591,348
Unclaimed Dividend Account	23.00	18,471,537	18,429,632
IPO Refundable Subscription	24.00	105,330	105,330
Total Liabilities		**506,416,384**	**482,173,306**
Total Equity & Liabilities:		**2,653,805,531**	**2,629,802,993**
Net Asset Value Per Share (NAVPS)	25.00	**20.34**	**20.34**

The accounting policies, other notes from 1 to 55 and Annexure-A & B form an integral part of the financial statements.

SARWAT KHALED

Company Secretary **Chief Financial Officer** **Managing Director** **Chairman**

Signed in terms of our report of even date.

T.HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610281497AS357119

Date: Dhaka
28-Oct-2026

T. Hussain & Co.
Chartered Accountants

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VFS THREAD DYEING LIMITED

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2026

Particulars	Note	Amount in Taka	
		30 June, 2026	30 June, 2025
Revenue	26.00	223,385,985	270,253,684
Cost of Goods Sold	27.00	(183,466,920)	(214,237,335)
Gross profit		**39,919,065**	**56,016,349**
Administrative Expenses	28.00	(8,209,227)	(8,722,692)
Selling & Distribution Expenses	29.00	(4,418,275)	(4,476,533)
Operating profit/(Loss)		**27,291,563**	**42,817,124**
Other Income	30.00	13,865	860,546
Finance Cost	31.00	(28,833,989)	(28,625,145)
Profit/(Loss) before WPPF & income tax		**(1,528,562)**	**15,052,525**
Contribution to WPPF		-	(716,787)
Profit/(Loss) before income tax		**(1,528,562)**	**14,335,737**
Income Tax Expenses	32.00	**(3,115,455)**	**5,036,530**
Current Tax Expenses	32.01	3,013,513	5,707,174
Deferred Tax Income/(Expenses)	32.02	(6,128,968)	(670,643)
Profit/(Loss) after tax		**1,586,893**	**9,299,207**
Earnings per share (Basic)	33.00	**0.02**	**0.09**

The accounting policies, other notes from 1 to 55 and Annexure-A & B form an integral part of the financial statements.

SAIKAT KHALED

Company Secretary | **Chief Financial Officer** | **Managing Director** | **Chairman**

Signed in terms of our report of even date.

Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610281497AS357119

Date: Dhaka
28-Oct-2026

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

VFS THREAD DYEING LIMITED
Statement of Changes in Equity
For the year ended 30 June 2026

Particulars	Share Capital	Retained Earnings	Total Taka
Balance as on 1st July 2025	**1,055,800,552**	**1,091,829,135**	**2,147,629,687**
Cash Dividend (0.25%)	-	(1,827,433)	(1,827,433)
Net Profit/(Loss) after tax	-	1,586,893	1,586,893
Balance as on 30 June 2026	**1,055,800,552**	**1,091,588,595**	**2,147,389,147**

Statement of Changes in Equity
For the year ended 30 June 2025

Particulars	Share Capital	Retained Earnings	Total Taka
Balance as on 1st July 2024	**1,055,800,552**	**1,082,529,927**	**2,138,330,479**
Net Profit/(Loss) after tax	-	9,299,207	9,299,207
Balance as on 30 June 2025	**1,055,800,552**	**1,091,829,135**	**2,147,629,687**

The accounting policies, other notes from 1 to 55 and Annexure-A & B form an integral part of the financial statements.

Company Secretary **Chief Finahcial Officer** **Managing Director** SARWAT KHALED **Chairman**

Signed in terms of our report of even date.

Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
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Date: Dhaka
28-Oct-2026

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

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VFS THREAD DYEING LIMITED
Statement of Cash Flows
For the year ended 30 June 2026

Particulars	Note	Amount in Taka	
		30 June, 2026	30 June, 2025
A.Cash Flows from Operating Activities :			
Cash Collection from Customers & Others	35.01	174,572,501	151,081,257
Cash Paid to Suppliers, Employee & Others	35.02	(168,496,692)	(148,676,800)
Payment for interest on short term loan		-	(1,325,175)
Cash generation from operations		**6,075,808**	**1,079,282**
Income tax paid		(1,636,833)	(1,618,414)
Net Cash provided/(used) by Operating Activities		**4,438,975**	**(539,133)**
B.Cash flows from Investment Activities :			
Acquisition of Fixed Assets		(26,800)	(4,505,134)
Net cash used by Investing activities		**(26,800)**	**(4,505,134)**
C.Cash flows from Financing Activities :			
Receipts/Payment from short term loan		57,621	(49,412,078)
Receipts/Payment from long term loan		(1,491,632)	-
Payment for interest on long term loan of bank		(1,467,314)	(3,712,006)
Payment of Dividend		(1,785,529)	(680,612)
Payment of Lease Interest		(134,944)	(55,869)
Payment of Lease Liabilities		(765,056)	(844,131)
Net Cash provided/(used) by Financing Activities		**(5,586,852)**	**(54,704,696)**
Increase/(Decrease) in Cash Flows (A+B+C)		**(1,174,676)**	**(59,748,963)**
Opening Cash & Bank Balances		5,453,923	65,202,886
Cash and Cash Equivalents		**4,279,247**	**5,453,923**
Net Operating Cash Flow per share (NOCFPS)	34.00	**0.04**	**(0.01)**

The accounting policies, other notes from 1 to 55 and Annexure-A & B form an integral part of the financial statements.

SARWAT KHALED

Company Secretary **Chief Financial Officer** **Managing Director** **Chairman**

Signed in terms of our report of even date.

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Partner
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Date: Dhaka
28-Oct-2026

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

VFS THREAD DYEING LIMITED
Notes to the Financial Statements
For the year ended June 30, 2026

1.00 The background and activities of the Company :

1.01 Legal form of the Company :

The Company was incorporated on April 20, 2010 as a 'Private' company limited by shares, registered under the Companies Act. 1994 vide Certificate of Incorporation No.C-84051/10. Later on the company converted into Public Limited Company on the date of January 10, 2013. The company was listed with Dhaka Stock Exchange (DSE) dated August 08, 2018 and Chittagong Stock Exchange Limited (CSE) dated August 05, 2018.

1.02 Address of the Registered & Corporate Office :

The registered office of the company is located at RS-36, Vill # Gazipur, BOF, Gazipur Sadar, Gazipur, Bangladesh, and Liaison office is at House No # 257 (3rd Floor), Road No # 03, Baridhara DOHS, Dhaka –1206.

Production Unit

Production unit of the company is situated at RS-36, Village # Gazipur, PS # Gazipur Sador, District # Gazipur. Production facility of the company comprises of two units namely 'Dyeing' and 'Finishing' unit.

1.02.01 Other Corporate Information :

(i) Trade License: 176/2024-2025 date: 18/08/2026
(ii) e-TIN No.: 187556291132, date: December 17, 2013
(iii) BIN No.: 000531554-0103, date: 19/09/2019

1.03 Nature of Business Activities :

VFS Thread Dyeing Limited is a leading manufacturer and supplier of high-quality Sewing Thread products to apparel industries in Bangladesh. The principal activities of the company include dyeing and coning of different types of sewing thread yarn. The company has established itself as an innovative leader of 100% export oriented sewing thread yarn of Spun Polyester, Core Spun and Synthetic Filament of all grades.

Among all different products of the company, the Spun Polyester Yarn and Textured Polyester (Synthetic Filament Yarn) are predominantly used in readymade garments products while the Core Spun mostly used in fashion apparels (Lingerie & Swimsuits). These sewing threads are available in various counts. The Spun Polyester is available in 60/2, 60/3, 50/2, 40/2, 20/2, 20/3, 20/4, 20/6 & 20/9 etc. while the Synthetic Filament available in 150D Raw White (()-TPM, 80-TPM, 180-TPM & 200TPM) and 150D Optical White (80TPM & 200TPM).

Other counts of threads are also available as per client's requirements and these are dyed according to shade book of the company or as per client's instructions.

2.00 Summary of Significant Accounting Principle and Valuation Policies :

2.01 Basis of Preparation and Presentation of Financial Statements :

The financial statements have been prepared and the disclosures of information were made in accordance with International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs), The Companies Act 1994, the Bangladesh Securities and Exchange Rules 2020, guidelines issued by FRC & all other applicable rules & regulations of the country. The Statement of Financial Position and Statement of Comprehensive Income have been prepared according to IAS-1 "Presentation of Financial Statements" under generally accepted accounting principles which are stated as under:

T. HUSSAIN & CO. Dhaka

2.01.1 Statement of Compliance with Applicable Laws and Standards :

The Company is also required to comply with the following major legal provisions in addition to Companies Act, 1994 and other applicable laws and regulations :

- The Income Tax Act, 2023;
- The Income Tax Ordinance 2025;
- The Finance Act. 2026;
- Financial Reporting Act, 2015
- The Bangladesh Securities and Exchange Rules 2020
- The Value Added Tax and Supplementary Duty Act, 2012;
- The Value Added Tax Rules, 2016;
- The Customs Act, 2023
- Bangladesh Labor Act, 2006 (as amended to 2023)
- International Accounting Standards (IAS)
- International Financial Reporting Standard (IFRS)
- International Valuation Standards (IVS)
- The Listing Regulations of Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd.

2.02 Measurement basis :

These financial statements have been prepared on a historical cost basis with the except for certain assets which are stated either at revalued amount or fair market value as explained in the accompanying note and, therefore, do not take into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous period/year.

2.03 Risk and uncertainty for use of estimates and judgments :

The preparation of financial statements in conformity with International Accounting Standards and International Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and for contingent assets and liabilities that require disclosure, during and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period/year in which the estimate is revised and in any future period/years affected as required by IAS 8: "Accounting Policies, Changes in Accounting Estimates and Errors".

2.04 Going Concern :

The financial statements of the Company are prepared on a going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon Company's ability to continue as a going concern.

2.05 Accrual basis :

The company has prepared the financial statements, except cash flow information, using the accrual basis of accounting in accordance with IAS-1 Para-27.

2.06 Components of the Financial Statements :

According to the International Accounting Standards (IAS)-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components":

i Statement of Financial Position as at 30 June, 2026
ii Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June, 2026;
iii Statement of Changes in Equity for the year ended 30 June, 2026;
iv Statement of Cash Flows for the year ended 30 June, 2026 &
iv Notes to the Financial Statements.

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2.07 Reporting Period :

The financial period of the Company covers from 01 July to 30 June. The Company follows its reporting period from 01 July to 30 June in order to comply with the provision of section 9 of the Finance Act, 2015 and interpretations and implementation of Bangladesh Securities and Exchange Commission Directive No. SEC/SRMIC/2011/1240/445 dated April 27, 2016 concerning uniform income year. However, the company was followed its reporting period from 01 January to 31 December up to 30 June 2016. The financial statements cover twelve months from 01 July, 2025 to 30 June, 2026.

2.08 Authorization for Issue :

The Board of Directors has approved these financial statements in its meeting held on 28 October, 2026.

2.09 Application of Standards :

Accounting standards set out below have been applied consistently to all periods presented in these financial statements. The company's compliance with accounting standards is stated below:

Accounting Standards	Particulars	Compliance Status
IAS-1	Presentation of Financial Statements	Complied
IAS-2	Inventories	Complied
IAS-7	Statement of Cash Flows	Complied
IAS-8	Accounting Policies, Changes in Accounting Estimates & Errors	Complied
IAS-10	Events After the Reporting Period	Complied
IAS-12	Income Taxes	Complied
IAS-16	Property, Plant & Equipment	Complied
IAS-19	Employee Benefits	Complied
IAS-20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
IAS-21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS-23	Borrowing Costs	Complied
IAS-24	Related Party Disclosures	Complied
IAS-26	Accounting & Reporting by Retirement Benefit Plans	Complied
IAS-27	Consolidated & Separate Financial Statements	Not Applicable
IAS-28	Investments in Associates	Complied
IAS-29	Financial Reporting in Hyperinflationary Economies	Not Applicable
IAS-31	Interest in Joint Ventures	Not Applicable
IAS-32	Financial Instruments: Presentation	Complied
IAS-33	Earnings Per Share	Complied
IAS-34	Interim Financial Reporting	Complied
IAS-36	Impairment of Assets	Complied
IAS-37	Provisions, Contingent Liabilities & Contingent Assets	Complied
IAS-38	Intangible Assets	Complied
IAS-40	Investment Property	Complied
IAS-41	Agriculture	Not Applicable
IFRS-1	First Time Adoption of International Financial Reporting Standards	Complied
IFRS-2	Share Based Payment	Not Applicable
IFRS-3	Business Combinations	Not Applicable

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Accounting Standards	Particulars	Compliance Status
IFRS-4	Insurance Contracts	Not Applicable
IFRS-5	Non-Current Assets Held for Sale and Discontinued Operations	Not Applicable
IFRS-6	Exploration for and Evaluation of Mineral Resources	Not Applicable
IFRS-7	Financial Instruments: Disclosure	Complied
IFRS-8	Operating Segments	Complied
IFRS-9	Financial Instruments	Complied
IFRS-10	Consolidated Financial Statements	Not Applicable
IFRS-11	Joint Arrangements	Not Applicable
IFRS-12	Disclosure of Interest in Other Entities	Not Applicable
IFRS-13	Fair Value Measurements	Complied
IFRS-14	Regulatory Deferral Accounts	Not Applicable
IFRS-15	Revenue from Contracts with Customers	Complied
IFRS-16	Leases	Complied

2.10 Functional and Presentation Currency :

Functional and presentation currency items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka ("BDT") which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest BDT except otherwise indicated.

2.11 Compliance with the Requirements of Notification of the Securities and Exchange Commission dated: 04.06.2008 under Ref. # SEC/CMMRPC/2008-81/53/Adm/03/28 :

Notes to the financial statements marked from 3.00 to 3.27 setting out the policies are unambiguous with respect to the reporting framework on which the accounting policies are based. The accounting policies on all material areas have been stated clearly in the notes marked from 3.00 to 3.27

3.00 Significant Accounting Policies :

3.01 Classification of Current versus Non-current :

Current versus Non-Current Classification

The company presents assets and liabilities in statement of financial position based on current/non-current classification.

An asset is current when it is :

- expected to be realized or intended to be sold or consumed in normal operating cycle,

or - expected to be realized within twelve months after the reporting period,

or - held primarily for the purpose of trading,

or - cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when it is :

- expected to be settled within twelve months after the reporting period,

or - held primarily for the purpose of trading,

or - there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period The company classifies

All other liabilities as non-current.

Deferred tax assets and liabilities are always classified as non-current assets and liabilities

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3.02 Property, Plant & Equipment :

a) Recognition and Measurement :

All property, plant and equipment are initially accounted for at cost and depreciated over their expected useful life in accordance with IAS-16. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes. In respect of major projects involving construction, related pre-operational expenses form part of the value of asset capitalized.

b) Capitalization of Borrowing Cost :

Finance costs that are directly attributable to the construction of plants are included in the cost of those plants in compliance with IAS-23: Borrowing Cost, allowed alternative treatment.

c) Subsequent Costs :

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day to day maintaining cost on PPE are recognized in the Statement of Profit or Loss and Other Comprehensive Income as incurred.

d) Depreciation :

No depreciation is charged on land, land development and Capital Work-in-Progress. Consistently, depreciation is provided on diminishing balance method based on written down value at which the asset is carried in the books of account. Depreciation continues to be provided until such time as the written down value is reduced to Taka one.

Each item of PPE is depreciated 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 derecognized. The depreciation/amortization rate(s) are as follows:

Fixed Assets	Dep. Rates
Land & Land Development	0%
Factory Building & other Construction	2.5%
Plant & Machinery	10%
Electrical Installation	10%
Power Generator Set	10%
Boiler	10%
Compressor	10%
Fork lift	10%
Air Condition Installation	10%
ETP Plant	10%
Telephone Installation	20%
Office Equipment	10%
Vehicles	20%
Furniture & Fixture	20%

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e) Retirements and Disposals :

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized as gain and loss from disposal of asset under other income in the Statement of Profit or Loss and Other Comprehensive Income.

3.03 Software :

Software is generally charged off as revenue expenditure. Customized software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

Acquired computer software's capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over their estimated useful lives.

3.04 Intangible assets :

a) Recognition and Measurement :

Intangible assets have finite useful lives and are stated at cost less accumulated amortization and any impairment losses. Intangible assets are recognized in accordance with IAS 38-Intangible assets. Intangible assets include cost of acquisition of computer software, intellectual property, copyright and other costs incidental to such capital expenditure.

b) Subsequent costs :

Subsequent costs are capitalized only when they increase the future economic benefits embodied in the specific asset to which they relate. All other costs are recognized in profit or loss as incurred.

c) Amortization :

Amortization is recognized in profit or loss on straight line basis over the estimated useful lives of intangible assets from the date they are available for use. Intangible asset (Computer Software) is amortized at the rate of 5% to 33%.

d) Derecognition :

An intangible asset is derecognized on disposal or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of intangible assets, measured as the difference between the net disposal proceeds and the carrying amount of the assets, are recognized in profit or loss.

3.05 Impairment of Assets :

All assets have been reviewed according to IAS-36 and it was confirmed that no such assets have been impaired during the year and for this reason no provision has been made for impairment of assets.

3.06 Capital Work-in-Progress :

Property, plant and equipment under construction or not available for use are accounted for as capital works in progress and are measured at cost until completion of construction or installation or available for use. In conformity with IAS 16: property, plant & equipment; no depreciation is charged on Capital work in progress as it is not available for use.

3.07 Financial Instruments :

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity

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3.07.01 Financial Assets :

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

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

Financial assets include cash and cash equivalents, accounts receivable, and long term receivables and deposits.

3.07.02 Financial Liabilities :

The Company initially recognizes debt securities issued and subordinated liabilities on the date that they are originated. All other financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability.

The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

Financial liabilities include loans and borrowings, accounts payable and other payables.

3.08 Inventories :

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is based on weighted average cost method and includes expenditure incurred in acquiring the inventories, production or conversion costs, and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Stores and spares and material in transit are measured at cost.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses. Inventories consist of raw materials, work in process, and finished goods.

Category of Inventory		Basis of Valuation
Raw Materials	:	At weighted average cost
Store Items	:	At weighted average cost
Work-in-Process	:	At weighted average cost
Finished Goods	:	Net Realizable Value

3.09 Cash & Cash Equivalents :

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

3.10 Accounts Receivable :

Accounts receivables are created at original invoice amount less any provision for doubtful debts. Provision are made where there is evidence of a risk of non-payment, taking into account ageing, provision experience and general economic conditions. When an accounts receivable is determined to be uncollectible it is written off, firstly against any provision available and then to the statement of comprehensive income.

3.11 Creditors & Other Payables :

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

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3.12 Provisions & Contingencies :

Provisions were made considering risk and un-certainties at best estimate of the probable expenditure that would require to meet the current obligation at the date of statement of financial position. Contingent liabilities and assets are current or possible obligations on liabilities or assets, arising from past events and existence of which depends upon the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company.

3.13 Leases :

IFRS-16: "Leases" has come into force on 01 January 2019 as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). The Company was used it's associated company's floor space for corporate office entering an agreement up to June 30, 2024. Subsequently company cancelled its lease agreement for shifting corporate office to its own building. Company does not includes any Machinery, Copy Right, Software, Vehicles etc. The contracts was four-years cancellable (both parties three months notice period). The contracts does not offer any buying option, commitment to buy or any assurance of post use minimum market price for the used floors. Considering exemptions allowed in IFRS-16 (does not transfers substantially all the risk and rewards incidental to ownership, the rental agreements was not considered as finance lease).

Right-of-Use Assets :

In Financial Year 2025-2026, the Company recognized right of use assets at the inception date which was measured at cost, less any accumulated depreciation. Right of use assets were depreciated on a straight-line basis over the lease term. The right of use assets were presented under Non-current Asset in Statement of Financial Position which has be derecognized during the current year due to cancellation of lease agreement with associate.

Lease Liability :

As the company recognized right-of-use of assets, at the commence date of the lease, the company recognized lease liabilities measured at the present value of lease payments to be made over the lease term using the incremental borrowing rate. Lease liabilities was measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payment. During the current year company derecognize lease liability for cancellation of lease agreement with associate.

3.14 Revenue & Other Income:

Revenue from Contracts with Customers :

Revenue is recognized when invoice for products and service are made and the significant risk and reward of ownership are transferred to the dealers, recovery of the consideration is probable, associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. The five steps model as suggested by IFRS-15 has been complied in case of revenue recognition.

The five steps model consists of :

1. Identification of contract(s) with a customer
2. Identification of performance obligation
3. Determination of transaction price
4. Allocation of transaction price to separate performance obligations
5. Recognition of revenue when entity satisfies performance obligations

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(a) Sales of Goods :

In compliance with the requirements of IFRS-15 Revenue on sell of dyeing and coning dyeing and coning of different types of sewing thread yarn and conductors is recognized when products are despatched to customer that is when the significant risk and rewards of ownership have been transferred to the buyers, recovery of consideration is probable, the associated cost and possible return of goods can be estimated reliably.

(b) Interest Income :

Interest income comprises interest on financial deposits with banks. The amount of interest income is recognized on an accrual basis using the effective interest rate method.

(c) Dividend Income :

Dividend income is recognized when the company's right to receive payment is established.

3.15 Employees' Benefit :

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

a) Short-term Benefits :

Short-term benefits consist of wages, salaries, allowances and bonuses. These obligations are recognized and expenses in the respective periods when the related services are obtained. Any amount not paid are recognized as a liability (undiscounted) at the end of the year.

b) Provident Fund :

Company has not implemented a provident fund scheme for its eligible employees as required under the provisions of section 237 to 327 of the Bangladesh Labor Act, 2006

c) Gratuity :

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The employee gratuity plan is considered as defined benefit plan as it meets the recognition criteria. The company's obligation is to provide the agreed benefits to current and former employees. This fund yet to be recognized by the company and need to be get approval from National Board of Revenue (NBR).

d) Workers' Profit Participation Fund :

This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labor Law 2006 (Amendments 2018) and is payable to the workers as define in the said Law. During the current year, company unable to provision WPPF for incurring net loss.

3.16 Borrowing Costs :

In compliance with the requirements of IAS-23 "Borrowing Costs", borrowing costs of operational period on short-term loan facilities from commercial banks was charged off as revenue expenditure as they incurred.

3.17 Net Profit before Tax :

Net Profit before Tax for the year was not materially affected by:

- transaction of a nature not usually undertaken by the Company;
- circumstances of an exceptional or non-recurring nature;
- charges or credits relating to prior years; and
- changes in accounting policies.

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3.18 Taxation :

Provision is made at the ruling rate, considering tax, applied on 'estimated' taxable profit as a "Public Limited Company Listed with Stock Exchanges".

a) Current Tax :

Provision for income tax has been made as per requirements of the Income Tax Act, 2023 and Income Tax Ordinence 2025. Income tax expense is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax expense has been recognized on the basis of the Finance Act, 2026 and Income Tax Act, 2023 and Income Tax Ordinance 2025 the tax rate of the company is @ 22.5% or subject to minimum tax on the gross receipts or Tax deducted at source whichever is higher is treated as taxable income.

b) Deferred Tax :

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

3.19 Earnings per Share :

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

(a) Basic Earnings :

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

(b) Weighted Average Number of Ordinary Shares Outstanding during the period :

Computation of weighted average number of ordinary shares is not required, as number of shares outstanding has been not changed during the reporting year.

(c) Basic Earnings per Share :

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

(d) Diluted Earnings per Share :

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

3.20 Foreign Currency Transactions :

Foreign currencies are translated into taka at the exchange rates ruling on the date of transactions in accordance with IAS-21 "The Effects of Changes in Foreign Exchange Rates". Bank deposit in foreign currency has been translated into taka at the year end at the rate of exchange ruling on that date and gain/ (loss) if any have been accounted for as other income/(loss) in the Income Statement.

3.21 Statements of Cash Flows :

Statement of Cash Flows is prepared principally in accordance with IAS-7: Cash Flow Statements and the cash flows from operating activities have been presented under direct method.

3.22 Related Parties Disclosure :

As per IAS-24 'Related Party Disclosures', parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party transactions have been disclosed under Note-41 of the notes to the financial statements.

3.23 Segment Reporting :

No segmental reporting is applicable for the company as required by IFRS-8: "Operating Segment" as the company operates in a single industry segment and within a single geographical territory.

3.24 Offsetting :

No assets and liabilities or income and expenses were offset that may contradict requirements of any IFRSs/IASs.

3.25 Concentration of Counterparty Risk :

As of June 30, 2026, the company does not have any significant concentration of business transacted with a particular customer, supplier or lender that could, if suddenly eliminated, have severely impacted the company's operations. The company also does not have any concentration of available source of labor, service or licenses or other rights that could, if suddenly eliminated, have severe impact on the operations of the company.

3.26 Comparative Information :

Comparative information has been disclosed in respect of the year ended June 2026 for all numerical information in the financial statements where it is relevant for understanding of the current year's financial statements. Figures for the year ended June 2025 have been re-arranged wherever considered necessary to ensure better comparability with the current year.

3.27 General :

Previous year's figures have been regrouped/reclassified wherever considered necessary to conform to current year's presentation. Figures have been rounded off to the nearest Taka, as the currency represented in this Financial Statements.

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	Amount in Taka	
	30 June, 2026	30 June, 2025
4.00 Property, Plant & Equipment :		
a) Cost		
Opening Balance	1,516,220,421	1,511,715,287
Add: Addition during the year	26,800	4,505,134
Closing Balance	**1,516,247,221**	**1,516,220,421**
Depreciation :		
Opening balance	**751,445,029**	**699,348,699**
Depreciation charged during the period	47,606,701	52,096,329
Accumulated Depreciation	**799,051,729**	**751,445,029**
Written Down Value at cost	**717,195,492**	**764,775,393**
Details have been shown in Annexure-"A"		
5.00 Intangible Assets :		
Opening Balance	550,000	550,000
Add: Addition during the year	-	-
Total Cost	**550,000**	**550,000**
B. Accumulated Amortization		
Opening Balance	549,999	549,999
Add: Amortization charged during the year	-	-
Total Charge	**549,999**	**549,999**
Written down value (A-B) as on 30 June 2026	**1**	**1**
6.00 Right of Use Assets :		
Opening Balance	1,609,187	750,475
Add: Adjustment	-	-
Less: Depreciation Expenses	(804,593)	(750,475)
Closing Balance	**804,593**	**-**
7.00 Security Deposit :		
Bangladesh Telecommunication Company Ltd. (BTCL)	6,500	6,500
Titas Gas Transmition & Distribution Co. Ltd. (Demand Note)	2,685,450	2,685,450
Rural Electrification Board (REB)	1,165,000	1,165,000
BG (Customes Bond)	4,329,699	4,329,699
	8,186,649	**8,186,649**

- **Security Deposits:** The above balance represents security deposit made by the Company for Gas ,telephone line connection , bank guarantee margin and others.

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	Amount in Taka	
	30 June, 2026	30 June, 2025
8.00 Inventories :		
Raw Materials-Yarn	290,946,206	331,246,520
Raw Materials-Chemicals	2,779,245	4,238,950
Work in Process	49,985,670	36,788,950
Packing Materials	533,830	518,745
Finished Goods	148,912,740	145,052,450
Store Items	324,780	618,560
	493,482,471	**518,464,175**

Raw materials: It consist of import value and local expenses incurred upto warehouse. Inventory system is maintained on FIFO basis.

Work in process: It consist of cost of raw materials, chemicals and packing materials only.

Finished Goods: It includes the cost incurred upto cost of goods available for sale.

Store Items: It consist of the total cost of spare parts, loose tools and consumable items.

Physical verification of inventories: The management has physically verified the inventories as of the Statement of Financial Position date.

9.00 Trade & Other Receivables :

This is made-up as follows

Trade Receivable	1,105,556,200	1,056,728,851
Closing Balance	**1,105,556,200**	**1,056,728,851**

9.01 Ageing of the above receivables is given below :

Due within six months	82,333,786	246,277,672
Six months & above	1,023,222,415	810,451,179
	1,105,556,200	**1,056,728,851**

This is considered as fully secured and guaranteed payment by export letter of credit opening bank against export order and is considered good & realizable within one year as per the terms of export letter of credit. The classification of receivables as required by the Schedule XI, Part I, Para 6 of the Companies Act, 1994 are given below:

Particulars	Amount in taka	
i. Receivables considered good in respect of which the company is fully secured;	**1,105,556,200**	**1,056,728,851**
Total	**1,105,556,200**	**1,056,728,851**

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		Amount in Taka	
		30 June, 2026	30 June, 2025
10.00 Advance, Deposits & Prepayments :			
This is made-up as follows			
Advance to Employees & Others	10.01	4,043,620	4,043,620
Advance Income Tax	10.02	40,256,797	38,619,964
Advance to Suppliers	10.03	142,957,505	117,357,948
Advance against Office Rent		211,000	211,000
Advance against Expenses		136,831,955	115,961,469
Total		**324,300,878**	**276,194,001**

- **Advances**: These advances are un-secured but good and subsequently realized and/or adjusted. In the opinion of the Directors, all current assets, investments, loans and advances are on realization in the ordinary course of business, a value at least equal to the amounts at which they are stated in the Statement of Financial Position.
- No amount was due by the Directors (including Managing Director) and managing agents of the Company and any of them severally or jointly with any other person.

10.01 Advance to Employees & Others :

This is made-up as follows		
Advance Salary	4,043,620	4,043,620
	4,043,620	**4,043,620**

10.02 Advance Income Tax :

This is made-up as follows		
Opening Balance	**38,619,964**	**37,001,550**
Add:Addition during the year	1,636,833	1,618,414
	40,256,797	**38,619,964**
Less: Adjusted during the year	-	-
Closing Balance	**40,256,797**	**38,619,964**

Disclosure as per Schedule XI, Part I, Para 6 of the Companies Act, 1994 are given below:

Particulars	30-Jun-26	30-Jun-25
i. Advance, deposit & prepayment considered good in respect of which the company is fully secured;	320,257,258	272,150,381
ii. Advance, deposit & prepayment considered good in respect of which the company holds no security;	-	-
iii. Advance, deposit & prepayment considered doubtful or bad	-	-
iv. Advance, deposit & prepayment due by directors or other officers of the company or any of them either severally or jointly with any other person or Advance, deposit & prepayment due by firms or private companies respectively in which any director is a partner or a director or a member;	-	-
v. Advance, deposit & prepayment due from companies under same management; and	-	-
vi. The maximum amount due by any director or other officer of the company at any time during the year.	**4,043,620**	**4,043,620**
Total	**324,300,878**	**276,194,001**

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		Amount in Taka	
		30 June, 2026	30 June, 2025
10.03 Advances to suppliers :			
This is made-up as follows			
Advance against Purchase		142,957,505	117,357,948
Total		**142,957,505**	**117,357,948**
11.00 Cash and Cash Equivalents :			
This is made-up as follows			
Cash in Hand	11.01	3,955,850	3,787,560
Cash at Banks	11.02	323,397	1,666,363
Total		**4,279,247**	**5,453,923**
11.01 Cash in Hand :			
Cash in Hand		3,955,850	3,787,560
Total		**3,955,850**	**3,787,560**
11.02 Cash at Banks :			
Sonali Bank Limited '0002633133402 (CA)		45,392	45,392
BRAC Bank Limited '1501203089179002 (Current-FC)		105,225	105,225
Bangladesh Dev. Bank Ltd.'0670200000169 (CD)		2,311	1
Mercantile Bank Ltd.'114711102834977 (CD)		56,771	1,370,981
Islami Bank Bangladesh Ltd.'20501912600001612 (MDA Special)		406	406
Islami Bank Bangladesh Ltd.'20501910100293214 (CA)		9,733	31,323
Islami Bank Bangladesh Ltd.'20501912500007112 (MDA Normal)		14,561	55,675
Islami Bank Bangladesh Ltd.'20501912300000911 (FC Held BB LC)		10,012	8,063
Dutch Bangla Bank Ltd.'2291100008189 (CA)		74,745	5,821
United Commercial Bank Ltd.'0951101000011123 (CA)		4,242	43,477
Total		**323,397**	**1,666,363**

- The bank balances have been confirmed and reconciled with respective bank statements.

12.00 Share Capital :

As per disclosure requirement laid down in schedule under the rule 12 & 14 of the Securities and Exchange Rules 2020, the followings are the part and parcel of share capital.

12.01 Authorized share Capital :		
200,000,000 ordinary Shares of Tk. 10 each	2,000,000,000	2,000,000,000
12.02 Issued, Subscribed & Paid-up Capital :		
Numbers of Shares	105,580,055	105,580,055

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

	Amount in Taka	
	30 June, 2026	30 June, 2025
12.03 Paid-up Capital :		
105,580,055 ordinary Share of Tk.10 each	1,055,800,552	1,055,800,552

Holding of the Share	No. of Shareholder	No. of Share	% of Holding	Amount in Taka as on 30.06.2026
Sponsor Directors	4	32,482,940	30.7700%	324,829,400
Foreign	2	41,746	0.0395%	417,460
Institute	273	15,329,659	14.5195%	153,296,590
General Shareholders	6,970	57,725,710	54.6710%	577,257,102
Total	**7,249**	**105,580,055**	**100.00%**	**1,055,800,552**

Name of Sponsor Directors	No. of Share	% of Holding	Value in Taka
Sarwat Khaled	8,088,487	7.66%	80,884,870
M. Azhar Rahman	17,149,088	16.24%	171,490,880
Rumna Hashem	3,469,076	3.29%	34,690,760
Tariqul Islam	3,776,289	3.58%	37,762,890
Total	**32,482,940**	**30.77%**	**324,829,400**

Detailed Break-up or Composition of Shareholders' equity

Particulars	Issue Date	Face Value	No. of Share	Paid up Capital
At the time of Incorporation	20-Apr-10	100.00	30,000	3,000,000
1st Allotment	25-Sep-11	100.00	265,400	26,540,000
2nd Allotment	26-Dec-11	100.00	700,000	70,000,000
3rd Allotment	28-Nov-12	100.00	5,276,080	527,608,000
Issuance of Share (IPO)	19-Jul-18	10.00	22,000,000	220,000,000
Issuance of Stock Dividend	6-Dec-18	10.00	8,471,480	84,714,800
Issuance of Stock Dividend	19-Dec-19	10.00	9,318,628	93,186,280
Issuance of Stock Dividend	20-Dec-20	10.00	3,075,147	30,751,472
Total				**1,055,800,552**

Classification of Shareholder by holding: On Date- 30 June 2026 :

Classification of shareholders	No. of Shareholder	No. of Share	% of Holding	Value in Taka
Less than 500 Shares	1,218	200,080	0.2%	2,000,800
500-5,000 Shares	3,451	6,901,427	6.5%	69,014,270
5,001-10,000 Shares	793	6,133,837	5.8%	61,338,370
10,001-20,000 Shares	553	8,146,025	7.7%	81,460,250
20,001-30,000 Shares	259	6,469,786	6.1%	64,697,860
30,001-40,000 Shares	104	3,706,514	3.5%	37,065,140
40,001-50,000 Shares	78	3,610,239	3.4%	36,102,390
50,001-1,00,000 Shares	155	10,889,923	10.3%	108,899,230
100,001-10,00,000 Shares	113	22,968,367	21.8%	229,683,670
10,00,000 and Above	7	36,553,857	34.6%	365,538,572
Total	**6,731**	**105,580,055**	**100.00%**	**1,055,800,552**

T.HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

		Amount in Taka	
		30 June, 2026	30 June, 2025
13.00 Retained Earnings :			
This is made-up as follows			
Opening Balance		1,091,829,135	1,082,529,927
Add: Net profit/(Loss) during the year		1,586,893	9,299,207
Less: 0.25% Cash Dividend		(1,827,433)	-
Closing Balance		1,091,588,595	1,091,829,135
14.00 Long Term Borrowings :			
This is made-up as follows			
BMRE Loan (Sonali Bank Ltd.)	14.01	-	-
Term Loan (IPDC Finance)	14.02	24,629,624	24,005,850
Project loan (Sonali Bank Ltd.)	14.03	60,034,238	60,034,238
IDCP (Sonali Bank Ltd.)	14.04	1,341,860	1,341,860
		86,005,722	85,381,947
14.01 BMRE Loan (Sonali Bank Ltd.) :			
Opening Balance		5,786,478	5,746,377
Addition during the year		-	-
		5,786,478	5,746,377
Add: Interest and Charges during the year		5,000	140,101
Less: Payment during the year		-	100,000
Closing Balance		5,791,478	5,786,478
Current Portion		5,791,478	5,786,478
		-	-
14.02 Term Loan (IPDC Finance) :			
Opening Balance		27,991,081	26,907,589
Addition during the year		-	956,182
		27,991,081	27,863,771
Add: Interest and Charges during the year		4,441,889	3,739,316
Less: Payment during the year		2,958,945	3,612,006
Closing Balance		29,474,025	27,991,081
Current Portion		4,844,401	3,985,232
		24,629,624	24,005,850
14.03 Project loan (Sonali Bank Ltd.)			
Opening Balance		65,915,443	65,865,443
Addition during the year		-	-
		65,915,443	65,865,443
Add: Interest and Charge during the year		-	50,000
Less: Payment during the year		-	-
Closing Balance		65,915,443	65,915,443
Current Portion		5,881,206	5,881,206
		60,034,238	60,034,238

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		Amount in Taka	
		30 June, 2026	30 June, 2025
14.04 IDCP (Sonali Bank Ltd.)			
Opening Balance		1,702,325	1,702,325.00
Addition during the year		-	-
Less: Payment during the year		-	-
Closing Balance		**1,702,325**	**1,702,325**
Current Portion		360,465	360,465
		1,341,860	**1,341,860**
15.00 Lease Liability :			
This is made-up as follows			
Opening Balance		**1,609,187**	**844,131**
Add: Addition during the period		-	-
Add: Interest Expenses		134,944	55,869
		1,744,131	**900,000**
Less: Adjustment during the year		(900,000)	(900,000)
		844,131	**-**
Less: Current portion of lease liabilities	18.00	(844,131)	-
Closing Balance		**-**	**-**
16.00 Deferred Tax (Assets)/Liability :			
Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of IAS 12 : Income Taxes. The following is the analysis of deferred tax (assets)/ liabilities presented in the statement of financial position.			
Opening Balance		57,664,291	58,334,934
Add: Addition/(adjustment) during the year	16.01	(6,128,968)	(670,643)
Closing balance		**51,535,323**	**57,664,291**
16.01 Details of deferred tax liabilities/(Assets) :			
Carrying amount on 30 June 2026 :			
Property, plant & equipment		717,195,492	764,775,393
		717,195,492	**764,775,393**
Tax base Carrying amount on 30 June 2026 :			
Property, plant & equipment		373,626,671	399,587,921
		373,626,671	**399,587,921**
Taxable/(deductible)Temporary Difference		**343,568,822**	**365,187,471**
Applicable Tax Rate		15.00%	15.00%
Closing balance of deferred tax(Assets)/Liability		**51,535,323**	**54,778,121**
Opening balance of deferred tax(Assets)/Liability		57,664,291	58,334,934
Changes in deferred tax(Assets)/Liability		**(6,128,968)**	**(3,556,813)**
Adjustment for deferred tax on revaluation surplus		-	2,886,170
Deferred Tax (Income)/Expenses		**(6,128,968)**	**(670,643)**

T.HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

	Amount in Taka	
	30 June, 2026	30 June, 2025

17.00 Current Portion of Term Loan :

This is made up as follows

Particulars :

BMRE Loan (Sonali Bank Ltd.)	5,791,478	5,786,478
Term Loan (IPDC Finance)	4,844,401	3,985,232
Project loan (Sonali Bank Ltd.)	5,881,206	5,881,206
IDCP (Sonali Bank Ltd.)	360,465	360,465
Total	**16,877,550**	**16,013,381**

- This represents the amount will be payable in the next financial year was made in accordance with Para 60(b) of IAS-1: "Presentation of Financial Statements".

18.00 Current Portion of Lease Liabilities :

Opening Balance	-	-
Add: Addition during the year	844,131	-
Less: Adjustment during the year	-	-
Closing Balance	**844,131**	-

19.00 Short Term Bank Borrowings :

This is made up as follows

Particulars :

C.C (Hypo)-Sonali Bank Ltd.	51,247,782	51,247,782
LTR Libility-Sonali Bank Ltd.	30,448,132	30,448,132
Sonali Bank Limited-Working Capital to Industry	15,367,150	15,367,150
C.C (Hypo)-Bangladesh Development Bank Ltd.	22,177,574	22,119,953
Closing Balance	**119,240,637**	**119,183,017**

The company enjoys Short Term Loan from Sonali Bank Limited, Local office, and Bangladesh Development bank Limited, Kawranbazar Branch, LC facilities from Islami Bank Bangladesh Limited, Mohakhali branch Dhaka for the purpose of Working Capital.

20.00 Trade Payable :

This is made up as follows:

Particulars

Tex Line	476,894	396,894
Aziz Enterprise	481,945	381,945
Ms. Jubair Traders	134,700	154,700
Artek Communication	285,704	285,704
Total	**1,379,243**	**1,219,243**

Aging of the above Trade Payable is given below:

Partuculars	1-3 Months	Above - 3 Months
Trade payables	**1,379,243**	-

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

		Amount in Taka	
		30 June, 2026	30 June, 2025
21.00 Liabilities for Expenses :			
Provision for Utilities		351,363	913,165
Provision for Salary & Wages		1,159,260	1,311,002
Provision for Workers Profit Participation Fund		52,961,988	52,961,988
Provision for Interest & Charge		60,543,151	36,190,995
Provision for Annual Listing fees		3,384,960	2,256,640
Provision for Audit Fees		300,000	300,000
Provision for Dividend Tax		1,651,328	1,651,328
Total		**120,352,050**	**95,585,117**

- Most of the outstanding liabilities have subsequently been paid; No liabilities in the Statement of Financial Position are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.

22.00 Provision for Income Tax :			
Opening Balance		**88,591,348**	82,884,174
Add: Charged during the year	32.01	3,013,513	5,707,174
Less: Payment made during the year		-	-
Closing balance		**91,604,861**	**88,591,348**

23.00 Dividend Payable :

This represents dividend issued in different times against provision for dividend for earlier years, which were not cashed within 30 June 2026. The detailed are as under:

Opening Balance		18,429,632	19,110,244
Add: Dividend Declared		1,572,788	-
		20,002,420	**19,110,244**
Less: Dividend Payment During the Year		(1,530,884)	(680,612)
Less: Dividend paid from outstanding balance		-	-
Closing Balance		**18,471,537**	**18,429,632**

23.01 Net Unclaimed Dividend Account :

	Year	Amount	Amount
Unclaimed Dividend	2019	2,250,965	2,250,965
Unclaimed Dividend	2020	4,901,226	4,901,226
Unclaimed Dividend	2021	1,459,211	1,459,211
Dividend Payable	2023	9,816,700	9,818,230
Dividend Payable	2025	43,435	-
		18,471,537	**18,429,632**

24.00 IPO Refundable Subscription :			
Opening Balance		105,330	105,330
During the year rate increase		-	-
Closing Balance		**105,330**	**105,330**

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	Amount in Taka	
	30 June, 2026	30 June, 2025
25.00 Net Asset Value (NAVPS) per Share :		
The Computation of NAVPS is given below		
Total Assets	2,653,805,531	2,629,802,993
Total Liabilities	(506,416,384)	(482,173,306)
Net Asset value (NAV)	**2,147,389,147**	**2,147,629,687**
Weighted Average Number of Ordinary shares	105,580,055	105,580,055
Net Asset Value per Share	**20.34**	**20.34**

Net asset value per share (NAV) has been computed by dividing the net assets value by the number of ordinary shares outstanding as on June 30 2026 as per Notification of Bangladesh Securities & Exchange Commission (BSEC). Previous year's actual NAV for 30 June 2025 was Taka 20.34 per share.

25.01 Reasons for deviations :

The Net Asset Value per share (NAV) has decreased due to Retained Earnings reduced.

T.HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

			Amount in Taka	
			30 June, 2026	30 June, 2025
26.00	**Revenue :**			
	This is made-up as follows:			
	Particulars			
	Sales		223,385,985	270,253,684
	Less: VAT		-	-
	Net Sales		**223,385,985**	**270,253,684**
26.01	**Sales Quantity**			
	Sales of Finished Goods (Lbs)		**739,689**	**894,880**
27.00	**Cost of Goods Sold :**			
	This is made-up as follows:			
	Particulars			
	Raw materials consumed-Yarn	27.01	110,983,174	148,012,354
	Raw materials consumed-Chemicals	27.02	13,343,235	16,721,320
	Packing materials consumed	27.03	2,002,020	2,562,070
	Manufacturing Overhead	27.04	74,216,411	83,507,499
	Total Manufacturing Cost		**200,544,840**	**250,803,243**
	Opening Work-in Process		36,788,950	25,993,672
	Closing Work-in Process		49,985,670	36,788,950
			(13,196,720)	**(10,795,278)**
	Opening Finished Goods		145,052,450	119,340,615
	Closing Finished Goods		148,912,740	145,052,450
	Less: Sample Expenses		20,910	58,795
			(3,881,200)	**(25,770,630)**
	Cost of Goods Sold		**183,466,920**	**214,237,335**
27.01	**Raw materials consumed-Yarn :**			
	This is made up as follows:			
	Particulars			
	Opening Inventory		331,246,520	388,524,774
	Add: Purchased during the year		70,682,860	90,734,100
			401,929,380	**479,258,874**
	Less: Closing Inventory		290,946,206	331,246,520
	Total		**110,983,174**	**148,012,354**
27.02	**Raw materials consumed-Chemicals :**			
	This is made up as follows:			
	Particulars			
	Opening Inventory		4,238,950	12,746,925
	Add: Purchased during the year		11,883,530	8,213,345
			16,122,480	**20,960,270**
	Less: Closing Inventory		2,779,245	4,238,950
	Total		**13,343,235**	**16,721,320**

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		Amount in Taka	
		30 June, 2026	30 June, 2025

27.03 Packing materials consumed :

This is made up as follows:

Particulars			
Opening Inventory		518,745	418,320
Add: Purchased during the year		2,017,105	2,662,495
		2,535,850	**3,080,815**
Less: Closing Inventory		533,830	518,745
Total		**2,002,020**	**2,562,070**

27.04 Manufacturing Overhead :

This is made-up as follows:

Particulars			
Salary, Wages and allowances		9,264,658	12,018,695
Utilities		15,711,253	16,503,550
Printing & Stationary		90,010	164,134
Conveyance & Courier		62,465	125,215
Food & Allowance		102,335	206,568
Entertainment		142,550	234,894
Labour Charge		107,615	74,680
Security Bill		576,000	600,000
Medical Expenses		3,700	2,838
Phone, Fax & Internet		420,000	420,000
Store & Spares	28.04.1	618,255	814,057
Repairs & Maintenance	28.04.2	82,150	871,695
Depreciation		47,035,420	51,471,173
Total		**74,216,411**	**83,507,499**

28.04.1 Store & Spares :

Opening Balance	618,560	1,019,645
Add: Purchase during the year	324,475	412,972
	943,035	**1,432,617**
Less: Closing Stock of Store Items	324,780	618,560
	618,255	**814,057**

28.04.2 Repairs & Maintenance :

Plant and Machinery	51,150	863,845
Buildings	31,000	7,850
	82,150	**871,695**

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		Amount in Taka	
		30 June, 2026	30 June, 2025
28.00	**Administrative Expenses:**		
	This is made-up as follows:		
	Particulars		
	Salary & Welfare	4,087,417	4,089,866
	Postage & Courier	7,414	12,202
	Traveling & Conveyance	92,355	188,786
	Repair & Maintenance	84,061	345,234
	Utilities	234,835	309,015
	Printing and Stationery	132,740	158,790
	Entertainment	84,505	109,954
	AGM Expenses	443,885	233,106
	Annual Listing Fees	1,128,320	1,128,320
	Audit fees	300,000	300,000
	Fees, Form and Renewal	63,000	118,428
	Group Insurance Premium	-	11,667
	Miscellaneous Expenses	15,410	85,302
	Bank Charges	301,536	412,680
	News paper & periodical	4,260	6,258
	Board Meeting attendance Fees	25,000	25,000
	Depreciation Charge for the Right-of-Use Asset	804,593	750,475
	Depreciation	399,896	437,609
	Total	**8,209,227**	**8,722,692**
29.00	**Selling & Distribution Expenses:**		
	This is made-up as follows:		
	Particulars		
	Salary & Welfare	3,083,839	3,112,515
	Advertising	120,400	110,750
	Transportation and Handling	341,720	321,980
	Repair and Maintenance	130,587	212,586
	Sales promotion	46,060	83,000
	Traveling & Conveyance	278,945	195,470
	Entertainment	196,190	127,970
	Miscellaneous	4,440	24,270
	Sample, Test & Analysis	23,800	41,650
	Sample Expenses	20,910	58,795
	Depreciation	171,384	187,547
	Total	**4,418,275**	**4,476,533**
30.00	**Other Income :**		
	Sale of Wastage-Raw Material	2,200	3,990
	Wastage of Work in Process	3,750	3,520
	Wastage of finished goods	8,650	4,480
	Interest Income	-	319,115
	Foreign exchange gain/(loss)	(735)	529,441
	Total	**13,865**	**860,546**

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			Amount in Taka	
			30 June, 2026	30 June, 2025
31.00	**Finance Cost :**			
	This is made-up as follows:			
	Particulars			
	Interest on Long Term Loan		13,847,394	13,913,423
	Interest Expense on the Lease Liability		134,944	55,869
	Interest on Short Term Loan		14,851,652	14,655,852
	Total		**28,833,989**	**28,625,145**
32.00	**Income Tax Expenses :**			
	In completion with the requirements of para 79 of IAS-12:Income Tax, the major components of tax expenses are given below			
	Current Tax	32.01	3,013,513	5,707,174
	Deferred tax	32.02	(6,128,968)	(670,643)
	Total		**(3,115,455)**	**5,036,530**
32.01	**Current Tax expenses :**			
	On net profit before tax @ 22.5%		(1,542,427)	13,475,192
	Add: Depreciation as Accounting base		47,606,701	52,096,329
			46,064,274	**65,571,521**
	Less: Depreciation as per Tax base		25,988,051	28,384,242
	Net profit for current Tax		**20,076,223**	**37,187,279**
	Income Tax Rate		15%	15%
	Tax on operating income		**3,011,433**	**5,578,092**
	Tax on Non Operating Income @15%		2,080	129,082
			3,013,513	**5,707,174**
32.02	**Deferred Tax :**			
	Carrying amount on 30 June 2026 :			
	Property, plant & equipment		717,195,492	764,775,393
	Tax base Carrying amount on 30 June 2026 :			
	Property, plant & equipment		373,626,671	399,587,921
	Taxable/(deductible)Temporary Difference		**343,568,822**	**365,187,472**
	Applicable Tax Rate		15.00%	15.00%
	Closing balance of deferred tax(Assets)/Liability		**51,535,323**	**54,778,121**
	Less: Opening Balance		57,664,291	58,334,934
	Changes in deferred tax(Assets)/Liability		**(6,128,968)**	**(3,556,813)**
	Less: Adjustment due to change in tax base of depreciation		-	2,886,170
	Deferred Tax (Income)/Expenses		**(6,128,968)**	**(670,643)**

33.00 Earnings per Share:

Earnings Per Share (EPS) has been computed by dividing the basic earning by the weighted average number of ordinary shares outstanding at the end of the year as per IAS 33 Earnings Per Share.

Weighted average number of ordinary shares outstanding during the year

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by the weighted factor. For a bonus issue weighted average number of shares is to assume that the shares have always been in issue.

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	Amount in Taka	
	30 June, 2026	30 June, 2025

Diluted earnings per share

The objective of diluted earnings per share is consistent with that of basic earning per share; that is, to provide a measure of the interest of each ordinary shares in the performance of an entity taking into account dilutive potential ordinary shares outstanding during the year. Diluted earnings per share and Basic Earning per Share is same for the entity.

This is made-up as follows:

Particulars		
Net Profit After Taxes	1,586,893	9,299,207
Weighted Average Number of Ordinary share	105,580,055	105,580,055
Earnings per share(EPS):	**0.02**	**0.09**

Earnings per share (EPS) has been calculated in accordance with IAS - 33 : "Earnings per share (EPS)".

Reasons for deviations :

The substantial decline in turnover (nearly 17%) coupled with a weaker local currency has materially reduced net earnings. This reduction in net earnings is the primary reason for the lower EPS in FY2025-2026

34.00 Net Operating Cash Flows per Share (NOCFPS) :

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	4,438,975	(539,133)
Weighted Average Number of Ordinary Shares	105,580,055	105,580,055
Net Operating Cash Flows per Share (NOCFPS)	**0.04**	**(0.01)**

Net operating cash flow per share (NOCFPS) has been computed by dividing the net cash provided by operating activities by the number of ordinary shares outstanding as on 30 June 2026 as per Notification of Bangladesh Securities & Exchange Commission (BSEC).

Reasons for deviations:

During the financial year ended 30 June 2026, the company's turnover declined significantly to BDT 223 million (from BDT 270 million in the prior year). This sharp contraction in revenue is a primary driver of the reduction in net operating cash flow for the period. Besides the combination of much lower turnover, higher interest bearing loan servicing, capital investment, less efficient working-capital conversion and ongoing fixed or maintenance cash outflows has led to a reduction in the company's net operating cash flow for FY 2025–2026

35.00 Statement of Cash Flows :

The cash flow statement shows the company's cash and cash equivalents changed during the year through inflows and outflows. Cash flows statement has been prepared as per IAS -7 using the Direct Method.

Net cash inflow from operating activities arrived after adjusting operating expenses and taxes paid during the year.

Net cash used in investing activities includes cash outflow for purchase of property, plant and equipment after adjusting sale proceeds.

Net cash inflow financing activities mainly resulted from repayment of long term loan as well as received from short term loan.

35.01 Cash receipts from customers :

Turnover	223,385,985	270,253,684
Cash received from Other income	13,865	860,546
Add: Opening balance of Accounts Receivable	1,056,728,851	936,695,878
Less: Closing balance of Accounts Receivable	(1,105,556,200)	(1,056,728,851)
	174,572,501	**151,081,257**

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	Amount in Taka	
	30 June, 2026	30 June, 2025

35.02 Cash payment to suppliers, employees and others :

Cash paid to suppliers arrived at after adjusting cost of raw materials and consumption cost of spares parts consumed with creditors for trade supplies, non-cash items and creditors for revenue expenses. Employee remuneration includes all types of benefits paid and provided both in cash and kind other than the re-imbursement of expenses incurred for the Company's business.

The mark up of:

Payment to Suppliers, Employees & Others		
Cost of Goods Sold	183,466,920	214,237,335
Add: Administrative and Selling Expenses	12,567,040	12,448,750
	196,033,960	**226,686,085**
Add: Opening balance of Current Liabilities		
Accounts Payable	1,219,243	1,109,878
Provision & Accruals	6,432,135	5,838,280
	7,651,378	**6,948,158**
Add: Closing balance of Current Assets		
Advance, Deposit & Prepayments	284,044,080	237,574,037
Inventory	493,482,471	518,464,175
	777,526,551	**756,038,212**
	981,211,890	**989,672,456**
Less: Closing balance of Current Liabilities		
Accounts Payable	1,379,243	1,219,243
Provision & Accruals	6,846,911	6,620,076
	8,226,154	**7,839,319**
Less: Opening balance of Current Assets		
Advance, Deposit & Prepayments	237,574,037	222,452,966
Material in transit	-	10,563,090
Inventory	518,464,175	548,043,951
	756,038,212	**781,060,007**
Less: Others/Non Cash Items		
Depreciation Expense	47,606,701	52,096,329
Amortization Expenses	844,131	-
	48,450,831	**52,096,329**
	168,496,692	**148,676,800**

35.03 Income Tax Paid :

During the year the Company paid Tk. 16,36,833 as advance income tax.

36.00 Contribution of Workers' Profit Participation Fund:

This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labor Law 2006 (Amendments 2023) and is payable to the workers as define in the said Law. During the current year, company unable to provision WPPF for incurring net loss.

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37.00 Commission, Brokerage or Discount :

No brokerage and discount against sales was paid during the year.

38.00 Payment made in Foreign Currency :

No expenses including Royalty, Technical Experts & Professional Advisory Fees and Interest etc. were incurred or paid in foreign currencies during the financial year.

39.00 Finance Lease Commitment :

As at 30-06-2026, there was no lease commitment under finance lease.

40.00 Claim not Acknowledged as debt :

There was no claim against the company acknowledged as debt as on 30 June, 2026.

41.00 Related Party Transactions :

During the year ended June 30, 2026 the Company entered into transactions with related party in the normal course of business. All these transactions took place in an arm length basis. Name of the related parties, nature of these transactions and amount thereof been set out below in accordance with the provisions of IAS 24: Related party disclosure.

42.00 Payment /Perquisites to Directors and Officers :

The aggregate amount paid/provided during the year in respect of "Directors" and "Officers" of the company as defined in the Securities and Exchange rules 2020 are disclosed below:

Particulars	30-06-2026	30-06-2025
Directors Remuneration	-	-
Managerial Remuneration	-	-
Managerial Benefits:	-	-
Bonus	-	-
House Rent	-	-
Conveyance	-	-

(a) compensation was made to the Managing Director of the company.

(b) no amount was spent by the company for compensating any member of the Board of Directors except as stated in (35) above.

43.00 Key Management Personnel Compensation :

The Board of Directors' is directly and indirectly responsible for directing and controlling the business of the company. There is no compensation paid to the Chairman except Managing Directors and Directors. Managers and above designated personnel of the company are considered as key management personnel and compensation of that personnel is disclosed below as required by paragraph 17 of IAS 24.

Particulars	30-06-2026	30-06-2025
Salary & Allowances	-	-
Directors Remuneration	-	-
Festival Bonus	-	-
Meeting Attendence Fees	25,000	25,000
Provision for Post Employment Benefits (PF & WPPF)	-	-

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44.00 Attendance Status of Board Meeting of Directors :

During the year ended 30 June, 2026 total Five Board Meetings were held. The attendance status of all the meetings is as follows:

Name of the Directors	Designation	Meeting held	Attendance
Mrs. Sarwat Khaled	Chairman	5	5
Mr. M. Azhar Rahman	Managing Director	5	5
Mrs. Rumana Hashem	Director	5	5
Mr. Tariqul Islam	Director	5	5
Mr. Md. Nuruzzaman	Independent Director	5	5

45.00 Audit Fees :

Auditors' remuneration comprises annual audit fees only. As per schedule XI, part II, para 6 of Companies Act, 1994, auditors are only paid audit fees (including VAT & Tax) of Tk. 3,00,000 No other service has been taken from auditor hence other than this no other fees given to auditor.

46.00 Un-availed Credit Facilities :

There are no credit facilities available to the Company under any contract (other than credit available in ordinary course of business) at the Statement of Financial Position date.

47.00 Contingent Liabilities :

There is no contingent liabilities of the Company during the year.

48.00 Board Meeting Fees :

Board meeting attendance fees has been given to the Board of Directors.

Name of the Directors	Designation	Board Meeting Fees
Mrs. Sarwat Khaled	Chairman	5,000
Mr. M. Azhar Rahman	Managing Director	5,000
Mrs. Rumana Hashem	Director	5,000
Mr. Tariqul Islam	Director	5,000
Mr. Md. Nuruzzaman	Independent Director	5,000
Total		**25,000**

49.00 Subsequent Disclosure of Events after the Balance Sheet Date- Under IAS 10 :

i Financial Statements authorised for Issue:

The financial statements were authorized for issue on 28th October 2026 by the Board of Directors who had the power to amend the financial statements after issue. There is no other significant event that has occurred between the Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors of the company.

ii Going-concern consideration :

The Company's ability to continue as a going concern depends, inter alia, on the success of its plans to regularize classified loans, to secure the additional working-capital facilities applied for, and to achieve the projected levels of sales and turnover under the business plan. The events described above, and management's assessment of them, have been considered in forming the going concern conclusion. As at the date of authorization of these financial statements, management has concluded that the use of the going concern basis is appropriate

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iii Declaration of dividend and date of Annual General Meeting (AGM) :

Meeting of the Board of Directors of VFS Thread Dyeing Limited was held on October 28, 2026 from 3.00 PM. Following decision was unanimously taken in the said meeting:

Particulars		Decision of the Board
Recommendation of Dividend for the Financial Year 2025-2026	:	0.10% Cash Dividend(Excluding Sponsor & Directors)
Date of 16th AGM	:	30-Dec-26
Record Date	:	22-Nov-26
Venue of AGM	:	Hybrid System

50.00 Internal Control :

The following steps have been taken for implementation of an effective internal control procedure of the company:

a. A strong internal control and compliance division has been formed with a view to establish a well designated system of internal control;

b. Regular review of internal audit reports with a view to implement the suggestion of internal auditors in respect of internal control technique;

c. To establish an effective management system that includes planning, organizing and supervising culture in the factory as well as at head office.

51.00 Segment Reporting :

The Company is domiciled in Bangladesh. The gross revenue from swing thread is BDT 223 million (2026): BDT 270 million(2025). The Company does not have any non current assets that are located outside Bangladesh

The Company is a primarily engaged in the manufacturing and sale of swing thread in Bangladesh and this forms the focus of the Company's internal reporting system. While the Company has clearly differentiated brands, segmentation within a wide portfolio of brands is not part of the regular internally reported financial information to the chief operating decision maker. Therefore, it is not possible to segment the Company's results by brand without a high degree of estimation.

As there is single business and geographic segment within the company operates as such no segment reporting is felt necessary.

52.00 Dividend Paid to the Shareholder :

During the year under review total cash dividend amounting to Tk. 17,85,529/- has been paid to the Shareholders. Dividend were paid in local currency to the local custodian bank of the shareholders as such no dividend was remitted in foreign currency.

53.00 Dividend paid to the Capital Market Stabilization (CMS) Fund:

The unclaimed/unsettled cash dividend for the year from 2018-2019 to 2022-2023 no amount has been deposited to the Capital Market Stabilization (CMS) Fund as instructed by the Bangladesh Securities and Exchange Commission. Summary of unclaimed/unsettled cash dividend deposited to CMS Fund is as under:

Year	Amount in Tk. 30.06.2026	Amount in Tk. 30.06.2025
2018-2019	-	-
2019-2020	-	-
2020-2021	-	-
2022-2023	-	-
Total	**-**	**-**

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54.00 Financial Risk Management :

International Financial Reporting Standard (IFRS) 7- Financial instruments: Disclosures - requires disclosure of information relating to: both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Company's policies for controlling risks and exposures.

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyze the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. This note presents information about the company's exposure to each of the following risks, the company's objectives, policies and processes for measuring and managing risk, and its management of capital. The company has exposure to the following risks from its use of financial instruments.

a) Credit Risk
b) Liquidity Risk
c) Market Risk

54.01 Credit Risk :

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from institutional and export customers etc. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are related to sale of generic pharmaceuticals products, basic chemical products, animal health products and pesticide products. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

(a) Exposure of Credit Risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

Particulars	30-06-2026	30-06-2025
Trade and Other Receivables	1,105,556,200	1,056,728,851
Advances, Deposits and Prepayments	324,300,878	276,194,001
Cash and Bank Balances	4,279,247	5,453,923
Total	**1,434,136,324**	**1,338,376,775**

(b) Ageing of Receivables

Particulars	30-06-2026	30-06-2025
Due within six months	82,333,786	246,277,672
Six months & above	1,023,222,415	810,451,179
Total	**1,105,556,201**	**1,056,728,851**

(c) Cash and Bank balances :

Cash in hand	3,955,850	3,787,560
Cash at bank	323,397	1,666,363
Total	**4,279,247**	**5,453,923**

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54.02 Liquidity Risk :

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (Cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or jeopardizing to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalent to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, based on time line of payment of financial obligations and accordingly arrange for sufficient liquidity/fund to make the expected payments within due dates. Moreover, the company seeks to maintain short term lines of credit with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment. The requirement is determined in advance through cash flow projections and credit lines with banks are negotiated accordingly. The following are the contractual maturities of financial liabilities:

Category of Liabilities	Year	Carrying Amount Taka	Contractual Cash Flow Taka	Cash Flow Within 0-12 Months Taka
Current Portion of Long Term Loan	30.06.26	16,877,550	16,877,550	-
Current Portion of Lease Liabilities	30.06.26	844,131	844,131	-
Short Term Loan	30.06.26	119,240,637	119,240,637	-
Trade Payable	30.06.26	1,379,243	1,379,243	-
Liabilities For Expenses	30.06.26	120,352,050	120,352,050	-
Provision for Income Tax	30.06.26	91,604,861	91,604,861	-
Workers' Profit Participation Fund	30.06.26	-	-	-
Total		**350,298,472**	**350,298,472**	**-**

54.03 Market Risk :

Market risk is the risk that changes in market prices, such as foreign exchanges rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(a) Currency Risk :

The company is exposed to currency risk on sales, purchase that are denominated in a currency other than the respective functional currencies of the entities, primarily the BDT Tk. but also USD. The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to Company's operating activities with the foreign suppliers.

(i) Foreign exchange rate sensitivity analysis for foreign currency expenditures:

A strengthening or weakening of the Taka, as indicated below, against the USD at 30 June 2026 would have increased/(decreased) equity and profit or loss. This analysis is based on foreign currency exchange rate variances that the Company considered to be reasonably possible at the reporting date. The analysis assumes that all other variables, in particular interest rates, remain constant.

(b) Interest Rate Risk :

Interest rate risk is the risk that arises due to changes in interest rates on fixed deposit receipt (FDR) and short notice deposit (SND). The Company is not significantly exposed to fluctuation in interest rates as it has neither floating interest rate bearing financial liabilities nor has any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

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55.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:

A. Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3:

Employee position of the company as at 30 June, 2026:

Salary (Monthly)	Officer & Staff	Worker	Total Employees
	Factory & Head Office		
Below Tk. 3,000/-	-	-	-
Above Tk. 3,000/-	28	56	84
Total	**28**	**56**	**84**

The company has complied with the Minimum Wages Gazette Notification: SRO No. 39/Law/2017 dated 23 February, 2017 and there are no employees to receive below minimum wages during the reporting year.

B. Disclosure as per requirement of Schedule XI, Part II, Para 4:

Name of Directors	Designation	Salary	Festival Bonus	Total Payment
Mrs. Sarwat Khaled	Chairman	-	-	-
Mr. M. Azhar Rahman	Managing Director	-	-	-
Mrs. Rumana Hashem	Director	-	-	-
Mr. Tariqul Islam	Director	-	-	-
Mr. Md. Nuruzzaman	Independent Director	-	-	-
Total		**-**	**-**	**-**

Period of payment to Directors is from 01 July, 2025 to 30 June, 2026.

The above Directors of the company did not take any benefit from the company and the follows:

a. Expenses reimbursed to the managing agent - Nil

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

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

d. The money value of the contracts for the sale or purchase of goods and materials or supply of services, enter into by the company with the managing agent or his associate during the financial year-Nil

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

f. Other allowances and commission including guarantee commission-Nil

g. Pensions, etc.-

1) Pensions-Nil

2) Gratuities -Nil

3) Payment from Provident Fund -Nil

4) Compensation for loss of office-Nil

5) Consideration in connection with retirement from office-Nil

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C. Disclosure as per requirement of Schedule XI, Part II, Para 7:

Details of revenue from finished goods:

Revenue consists of Sewing Thread. The summarized quantities are as under:

Particulars	Opening Balance (In Cone)	Production (In Cone)	Sales (In Cone)	Closing Balance (In Cone)
Sewing Thread	2,500,904	3,122,469	3,141,494	2,481,879
Total	**2,500,904**	**3,122,469**	**3,141,494**	**2,481,879**

D. Disclosure as per requirement of Schedule XI, Part II, Para 8:

Raw materials, spare parts, packing materials and capital machinery:

Items	Opening Balance	Total Purchase	Consumption	Closing Balance	% of Consumption of Total Purchase
Raw Materials-Yarn (In Tk.)	331,246,520	70,682,860	110,983,174	290,946,206	157.02%
Raw Materials-Chemicals (In	4,238,950	11,883,530	13,343,235	2,779,245	112.28%
Packing Materials (In Tk.)	518,745	2,017,105	2,002,020	533,830	99.25%
Total Raw materials (In Tk.)	**336,004,215**	**84,583,495**	**126,328,429**	**294,259,281**	

Value of export and Domestic Sales :

Particulars	In LBS (US$)	In BDT
Domestic Sales	739,689	223,385,985
Total	**739,689**	**223,385,985**

i) The company has not incurred any expenditure in foreign currencies for the period from 01 July, 2025 to 30 June, 2026 on account of royalty, know-how, professional fees, consultancy fees and interest;

ii) The company has not earned any foreign exchanges for royalty, know-how, professional fees, consultancy fees and interest;

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E. Disclosure as per requirement of Schedule XI, Part II, Para 3:

Requirements under Condition No.	Compliance status of disclosure of Schedule XI, Part II, Para 3
3(i)(a) The turnover	Complied
3 (i)(b) Commission paid to the selling agent	Not Applicable
3(i)(c) Brokerage and discount on sales, other than the usual trade discount	Not Applicable
3(i)(d)(i) The value of the raw materials consumed, giving item wise as possible	Complied
3(i)(d)(ii) The opening and closing stocks of goods produced	Complied
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	Complied
3(i)(f) In the case of companies rendering or supplying services, the gross income derived from services rendered or supplied	Complied
3(i)(g) Opening and closing stocks, purchases and sales and consumption of raw materials with value and quantity break-up for the company, which falls under one or more categories i.e. manufacturing and/or trading	Complied
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period	Complied
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets	Complied
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and Manager	Not Applicable
3(i)(l) Charge of income tax and other taxation on profits	Complied
3(i)(m) Revised for repayment of share capital and repayment of loans	Complied
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserve, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up	Not Applicable
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	Not Applicable
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments	Not Applicable
3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required	Not Applicable
3(i)(p) Expenditure incurred on each of the following items, separately for each item: (i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) (1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve.	Complied

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F. Disclosure of Advances, Deposits and Pre-payments of Schedule XI of the Companies Act, 1994:

The details break-up of Advances, Deposits and Pre-payments as per requirement of Schedule XI of the Companies Act, 1994 as stated below:

Particulars	30-06-2026	30-06-2025
Advances, Deposits and Pre-payments exceeding 6 months	187,468,923	160,232,532
Advances, Deposits and Pre-payments not exceeding 6 months	136,831,955	115,961,469
Other Advances, Deposits & Pre-payments less provision	Nil	Nil
Advances, Deposits and Pre-payments considered good and secured	Nil	Nil
Advances, Deposits and Pre-payments considered goods without security	324,300,878	276,194,001
Advances, Deposits and Pre-payments considered doubtful or bad	Nil	Nil
Advances, Deposits and Pre-payments due by Directors	Nil	Nil
Advances, Deposits and Pre-payments due by other officers (against salary)	4,043,620	4,043,620
Advances, Deposits and Pre-payments due from companies under same management	-	-
Maximum Advances, Deposits & Pre-payments due by Directors	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Officers at any time	Nil	Nil

These financial statements should be read in conjunction with the annexed notes and were approved by the Board of Directors on 28 October, 2026 and were signed.

Company Secretary **Chief Financial Officer** **Managing Director** **Chairman**

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

HB Tower, 1st & 4th Floor,
Free School Street,
Panthapath, Dhaka 1205

VFS THREAD DYEING LIMITED
Schedule of Property, Plant & Equipment
as on 30 June, 2026

i) Tangible Assets — **Annexure- A**

Sl. No	PARTICULARS	Cost				Rate of Dep(%)	Depreciation				Written down Value As on 30.06.2026
		Balance as on 01.07.2025	Addition during the year	Adjustment/ Disposal	Total cost as on 30.06.2026		Balance as on 01.07.2025	Charged during the year	Adjustment/ Disposal	Accumulated Dep. on 30.06.2026	
		1	2	3	4(1+2-3)	5	6	7	8	9(6+7-8)	10(4-9)
01	Land & Land Development	140,063,044	-	-	140,063,044	0%	-	-	-	-	140,063,044
02	Factory Building & other Construction	261,144,927	-	-	261,144,927	2.5%	56,116,786	5,125,704	-	61,242,489	199,902,438
03	Plant & Machinery	976,809,977	-	-	976,809,977	10%	595,459,997	38,134,998	-	633,594,995	343,214,982
04	Electrical Installation	16,436,488			16,436,488	10%	10,881,749	555,474		11,437,223	4,999,265
05	Power Generator Set	19,346,332			19,346,332	10%	14,290,749	505,558		14,796,307	4,550,025
06	Boiler	27,689,016			27,689,016	10%	20,357,744	733,127		21,090,871	6,598,145
07	Compressor	14,990,734			14,990,734	10%	10,861,998	412,874		11,274,872	3,715,862
08	Fork lift	688,027			688,027	10%	492,566	19,546		512,112	175,915
09	Air Condition Installation	4,098,551			4,098,551	10%	2,544,682	155,387		2,700,069	1,398,482
10	ETP Plant	19,642,313			19,642,313	10%	13,505,263	613,705		14,118,968	5,523,345
11	Telephone Installation	23,587			23,587	20%	22,201	277		22,478	1,109
12	Office Equipment	7,353,838	26,800		7,380,638	10%	4,075,284	330,535		4,405,819	2,974,819
13	Vehicles	19,299,418	-	-	19,299,418	20%	15,318,198	796,244	-	16,114,442	3,184,976
14	Furniture & Fixture	8,634,169	-	-	8,634,169	20%	7,517,812	223,271	-	7,741,083	893,086
Balance As On 30 June 2026		**1,516,220,421**	**26,800**	**-**	**1,516,247,221**		**751,445,029**	**47,606,701**	**-**	**799,051,729**	**717,195,492**
Balance As On 30 June 2025		**1,511,715,287**	**4,505,134**	**-**	**1,516,220,421**		**699,348,699**	**52,096,329**	**-**	**751,445,029**	**764,775,393**

Allocation of Depreciation:	**Rate(%)**	**30/06/2026**
Manufacturing Overhead	98.80%	47,035,420
Administrative Overhead	0.84%	399,896
Selling & Distribution Expenses	0.36%	171,384
		47,606,701

T. HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS

Amortization Schedule of Intangible Assets
as on 30 June, 2026

i) Intangible Assets — **Annexure- B**

01.	Software	550,000	-	-	550,000	20%	549,999	-	-	549,999	1
Balance As On 30 June 2026		**550,000**	**-**	**-**	**550,000**		**549,999**	**-**	**-**	**549,999**	**1**
Balance As On 30 June 2025		**550,000**	**-**	**-**	550,000		**504,167**	**45,832**	**-**	**549,999**	**1**

Note: The company use an accounting software (Intangible asset) which is fully amortized.

Document Verification System (DVS)

DVC Preview

DVC: 2610281497AS357119

Membership (Enrl.) Number :	1497	Member's Name :	Mohammad Abu Kawsar FCA
CA Firm's Name :	T Hussain & Co.		
Client's Name :	VFS THREAD DYEING LIMITED		
Client's Registration :	RJSC	Ref. Number:	C-84051
Client's Category :	Manufacturing	Client's Industry :	Washing & Dyeing
Period :	01/07/2025	To :	30/06/2026
Document Name :	Auditors Report and Finar		
Document Type :	Statutory Audit		
Date of Issue :	28/10/2026	Listing Status :	Y
AUDIT OPINION:	Unqualified	PIE/ NON-PIE:	PIE

Key Information :

Total Liabilities	506,416,384.00
Gross Revenue Shown in IS	223,385,985.00
Profit before taxes	-1,528,562.00
Retained Earnings	1,091,588,595.00
Total Assets	2,653,805,531.00

T HUSSAIN & CO. Dhaka CHARTERED ACCOUNTANTS