

Auditor's Report and Audited Financial Statements
of
Prudent Fashions Ltd.
As at and for the year ended 31 March 2023

**Auditor's Report
to the shareholders of
Prudent Fashions Ltd.**

Opinion

We have audited the financial statements of Prudent Fashions Ltd. hereinafter referred to as "the company" which comprise the statement of financial position as at 31 March 2023, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 31 March 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

Basis for Opinion

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

Responsibilities of Management and Those Charged with Governance for the Financial Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs) and the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objective are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud and error, and to issue an auditors' 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 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 a part of audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements of the company. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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


Report on other Legal and Regulatory Requirements

In accordance with Companies Act 1994, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof.
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- c) the company's financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

DVC: 2305021550AL128072

Dated, 02 MAY 2023
Dhaka



Sukanta Bhattacharjee FCA
Enroll No. 1550
Partner
Snehasish Mahmud & Co.
Chartered Accountants

Prudent Fashions Ltd.
Statement of Financial Position
As at 31 March 2023

In Taka	Notes	31-Mar-23	31-Mar-22
Assets			
Non-current assets			
Property, plant & equipment	4	384,149,799	411,018,775
Intangible assets	5	425,532	846,076
Right of use assets	6	277,378,132	298,714,911
Capital work in progress (CWIP)	7	6,015,819	17,828,976
Total non current assets		667,969,281	728,408,738
Current assets			
Inventories	8	472,168,417	340,355,815
Trade and other receivables	9	233,550,110	12,101,897
Advance, deposit and prepayment	10	52,598,240	25,487,242
Cash & cash equivalents	11	137,485,451	6,290,839
Total current assets		895,802,218	384,235,793
Total assets		1,563,771,499	1,112,644,532
Equity and liabilities			
Equity			
Share capital	12	196,276,200	196,276,200
Share money deposit	13	144	144
Retained earnings		111,357,131	(111,573,623)
Total equity		307,633,475	84,702,721
Non-current liabilities			
Long term borrowings	14	106,096,237	113,003,197
Lease liabilities - non current portion	15	213,775,262	214,140,973
Deferred Tax	16	1,563,252	2,770,914
Total non-current liabilities		321,434,751	329,915,084
Current liabilities			
Current portion of long term borrowings	14	68,008,300	82,184,158
Lease liabilities - current portion	15	365,711	334,347
Short term borrowings	17	214,743,080	281,626,004
Advance from related party	18	225,067,749	94,669,721
Liabilities for expenses	19	395,779,593	234,673,039
Provision for Income Tax	20	30,738,840	4,539,458
Total current liabilities		934,703,273	698,026,727
Total equity and liabilities		1,563,771,499	1,112,644,532

The accompanying notes from 1 to 27 form an integral part of these financial statements.

Niladri

General Manager, Finance & Account

Nika

Director

Note: Under section 189 of the companies Act 1994: Only one director has signed, the other director being not present in Bangladesh at the time of signing these financial statements.

As per our report of same date.

DVC: 2305021550AS128072

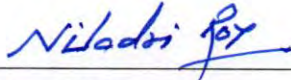
Dated, 012 MAY 2023
Dhaka

Sukanta
Sukanta Bhattacharjee FCA
Enroll No. 1550
Partner
Snehasish Mahmud & Co.
Chartered Accountants

Prudent Fashions Ltd.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 March 2023

In Taka	Notes	31-Mar-23	31-Mar-22
Revenue	21	2,734,997,902	503,636,739
Cost of goods sold	22	(2,222,593,510)	(398,982,554)
Gross profit		512,404,392	104,654,185
Operating expenses			
Administrative expenses	23	(205,278,944)	(127,882,352)
Finance expense	24	(62,810,973)	(40,837,058)
Total operating expenses		(268,089,918)	(168,719,410)
Operating profit/(loss)		244,314,474	(64,065,224)
Other income		3,608,000	-
Profit/(loss) before tax		247,922,474	(64,065,224)
Income tax expenses			
Current Tax	20	(26,199,382)	(4,539,458)
Deferred Tax	16	1,207,662	(2,770,914)
Net profit/(loss) after tax		222,930,754	(71,375,597)
Other comprehensive income / (expenses)		-	-
Net profit/(loss)		222,930,754	(71,375,597)

The accompanying notes from 1 to 27 form an integral part of these financial statements.



General Manager, Finance & Account




Director

Note: Under section 189 of the companies Act 1994: Only one director has signed, the other director being not present in Bangladesh at the time of signing these financial statements.

As per our report of same date.

DVC: 2305021550AS128072

Dated, **02 MAY 2023**
Dhaka


Sukanta Bhattacharjee FCA
Enroll No. 1550
Partner
Snehashish Mahmud & Co.
Chartered Accountants

Prudent Fashions Ltd.
Statement of Changes in Equity
For the year ended 31 March 2023

In Taka	Share Capital	Share Money Deposit	Retained Earnings	Total
Opening balance as at 01 April 2021	196,276,200	144	(40,198,026)	156,078,318
Net loss during the year	-	-	(71,375,597)	(71,375,597)
Closing balance as at 31 March 2022	196,276,200	144	(111,573,623)	84,702,721
Net profit during the year	-	-	222,930,754	222,930,754
Closing balance as at 31 March 2023	196,276,200	144	111,357,131	307,633,475

Niladri Roy

General Manager, Finance & Account

[Signature]

Director

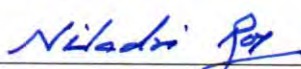
Note: Under section 189 of the companies Act 1994: Only one director has signed, the other director being not present in Bangladesh at the time of signing these financial statements.

Dated, **012 MAY 2023**
Dhaka



Prudent Fashions Ltd.
Statement of Cash Flows
For the year ended 31 March 2023

In Taka	Note	31-Mar-23	31-Mar-22
A. Cash flows from operating activities:			
Net loss before tax		247,922,474	(64,065,224)
Adjustments for non cash items			
Interest on Lease Liability		19,143,129	19,171,803
Depreciation		54,620,464	46,870,923
Amortization on intangible assets		420,544	415,558
Depreciation on right of use assets		21,336,780	21,336,779
Loss on sales of assets		-	380,798
Cash flow from operating activities before working capital changes		343,443,391	24,110,637
Change in working capital :			
Decrease / (Increase) in Inventories		(131,812,602)	(340,355,815)
Decrease / (Increase) in Trade receivables		(221,448,212)	(12,101,897)
Decrease/(increase) in advance, deposit and prepayments		(27,110,998)	(19,978,471)
Increase / (Decrease) in Liabilities for expenses		161,106,555	204,869,806
Net cash flow from operating activities		124,178,134	(143,455,740)
B. Cash flows from investing activities:			
Acquisition of fixed assets		(25,000)	(25,000.00)
Acquisition of capital work in progress		(15,913,339)	(88,231,748)
Disposal During the year		-	5,000
Net cash used in investing activities		(15,938,339)	(88,251,748)
C. Cash flows from financing activities			
Proceeds from share money deposit		-	-
Long term borrowings		(21,082,818)	38,530,211
Short term borrowings		(66,882,924)	150,211,620
Advance from related party		130,398,028	67,419,721
Payment of principal portion of lease liabilities		(334,338)	(305,666)
Interest paid on lease liabilities		(19,143,129)	(19,171,803)
Net cash from financing activities (C)		22,954,818	236,684,082
Net increase in cash & cash equivalent (D = A+B+C)		131,194,613	4,976,594
Opening cash and bank balances		6,290,839	1,314,244
D. Closing balance		137,485,451	6,290,839
Closing balance represents			
Cash in hand		223,449	64,792
Cash at bank		137,262,002	6,226,047
Closing balance reconciled		137,485,451	6,290,839


General Manager, Finance & Account


Director

Note: Under section 189 of the companies Act 1994: Only one director has signed, the other director being not present in Bangladesh at the time of signing these financial statements.

Dated,
Dhaka 012 MAY 2023



Prudent Fashions Ltd.
Notes to the financial statements
As at and for the year ended 31 March 2023

1.00 Reporting entity

1.1 Formation and legal status

Prudent Fashions Ltd. hereinafter referred to as 'the Company' was formed and incorporated with the Register of Joint Stock Companies and Firms, Bangladesh on 02 March 2017 under the Companies Act 1994 as a private limited company limited by shares vide Registration no: C-136361/2017. The address of the registered office of the company is House-29, Gareeb-E-Newaz Avenue, (4th Floor), Sector-11, Uttara, Dhaka. The company started its commercial operation from April 2021.

1.2 Nature of business

To produce various types of readymade garments viz. Man's shirt, trousers, baby dresses, jeans pants, shirts, T-shirts, sports shirts, women's dresses, gowns, blouse and all other related goods. To establish a factory and to carry on the business of garments thread, export oriented garments ploy bag, garment washing, garment packaging and all kinds of garments accessories designer, manufacture, supplier, exporter, importer and Indenters. To establish and carry on the business of Dyeing, Continues bleaching, Mercerizing, Finishing and Printing all kinds of cloths, Yarn, hosiery goods, dressing materials, later and other goods.

2.00 Basis of preparation

2.1 Statement of compliance

This financial statements have been prepared following accrual basis of accounting except for statement of cash flows in accordance with International Accounting Standards (IASs), International Financial Reporting Standard (IFRSs) and Companies Act 1994.

2.2 Other regulatory compliances

The Company is required to comply with following major laws and regulations along with the Companies Act 1994:

The Income Tax Ordinance, 1984

The Income Tax Rules, 1984

The Value Added Tax Act, 2012

The Value Added Tax Rules, 2016

The Customs Act, 1969

2.3 Basis of measurement

The financial statements have been prepared on historical cost following the accrual basis on accounting.

2.4 Functional and presentational currency

These financial statements are prepared in Bangladesh Taka (Taka/Tk/BDT), which is the Company's functional currency. All financial information presented in Taka has been rounded off to the nearest integer unless otherwise indicated.

2.5 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting polices and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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



2.6 Going concern

In adopting the going concern basis for preparing the financial statement, the directors have considered the business activities as well as business risks and uncertainties. The company started its commercial production in April 2021 and currently utilizes 100% capacity with 70% efficiency through 1000+ machines. The company is making profit from the 1st quarter of this year and the directors believe that the company will be able to increase its efficiency level by automation of some process which will help to generate more revenue in foreseeable future. For this reason the business continues to adopt the going concern basis in preparing its financial statements.

The company has long term loan facility for various purpose with HSBC Bank up to a limit of USD 2,733,493 which is approved by Bangladesh Bank vide letter no. # FEI/706(4)/OBU loan-06/2020-646 dated 17 February 2020. In addition, in case of any adverse situation Parent is committed to support the entity.

The Company has also got Bank Limits amounting to BDT 77 Crores from United Commercial Bank, BDT 8.50 crores from HSBC and BDT 100 crore from City Bank which will further help to stabilize the operations.

As a result the financial statements of the company has been prepared on a going concern basis.

2.7 Cash flow statements

Cash Flow Statement is prepared as per International Accounting Standard (IAS-7). Cash flow from operating activities is determined for the period under indirect method.

2.8 Reporting period

The financial statement of the company covers for the year ended 31 March 2023.

3.00 Significant accounting policies

The accounting policies set out below have been applied consistently in these financial statements.

3.1 Property, plant and equipment

Recognition and Measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The cost of an item of property, plant and equipment comprises of its purchase price, import duties and non-refundable taxes, after deducting trade discount and rebates, and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the intended manner.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Subsequent Costs

The cost of replacing part of an item of fixed assets 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 servicing of property, plant and equipment are recognized in the statement of comprehensive income as incurred.

Depreciation

Depreciation is charged on all items of property, plant and equipment using the straight line method. For addition to property, plant and equipment, full year depreciation has been charged on assets.

No depreciation is charged on capital work in progress (CWIP) and CWIP has not yet been placed in service.



The depreciation rates used after considering the useful life of assets are as follows:

Particulars	Rate
Computer	33.33%
Leasehold premise improvement	6.67%
Plant & machinery	10.00%
Furniture & fixtures	10.00%
Office equipment	20.00%
Utility and other equipments	10.00%
Fire Equipments	20.00%
Electrical Installation	20.00%
Motor Vehicles	20.00%

3.2 Capital work in progress

Property, Plant and Equipment under construction/acquisition is accounted for as capital work-in-progress until construction/acquisition is completed and measured at cost.

3.3 Intangible assets

Intangible assets that are acquired by the company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized when all the conditions for recognition as per IAS-38: "Intangible Assets" are met. The cost of an intangible asset comprises its purchase price and any directly attributable cost of preparing the asset for its intended use.

3.4 Right of use assets and lease liabilities

The Company is a party to rent contracts for Land and Building- Factory effective from 01 April 2021 for 15 years.

IFRS -16 requires recognition of a 'right of use' asset, representing the right to use the underlying asset and a liability, representing the obligation to make lease payments, for the lease contract. The impact on the Income Statement is that former lease-operating expenses are replaced by depreciation and interest. Total expenses (depreciation for 'right of use' assets and interest on lease liabilities) are higher in the earlier years of a typical lease and lower in the later years, in comparison with former accounting for operating leases.

3.5 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.

3.5.1 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 assets are transferred, or it neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

Financial assets include trade receivables, other receivables, export incentive receivables, security deposits, advance, fixed deposits, cash and cash equivalents (excluding cash in hand).



3.5.2 Inventories

Inventories are measured at the lower of cost and net realizable value.

The cost of inventories is calculated using the weighted average 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 work-in-progress and finished goods, cost includes an appropriate share of production overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

3.5.3 Trade and other receivables

Trade and other receivables are initially recognized at cost which is the fair value of the consideration given in return. After initial recognition, these are carried at cost less impairment losses, if any, due to uncollectibility of any amount so recognized.

3.5.4 Advances, deposits and prepayments

Advances, deposits and prepayments at the balance sheet date are stated net of provision for amounts estimated to be doubtful of recovery.

3.5.5 Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash at banks which are held by the company without any restriction.

3.5.6 Financial liabilities

The Company initially recognizes all financial liabilities on the transaction date at which the company becomes a party to the contractual provisions of the liability. A financial liability is derecognized when the Company's contractual obligations are discharged or cancelled or expired.

The Company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying economic benefits.

Financial liabilities include trade payables, accrued liabilities and other payables.

3.5.7 Payables and accruals

Liabilities are recognized for amounts to be paid in future for goods and services received.

3.6 Provisions

A provision is recognized if, as a result of past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the date of statement of financial position.

3.7 Contingencies

Contingent liability

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

The Company discloses contingent liability in the financial statements. A provision is recognized in the period in which the recognition criteria of provision is met.



Contingent asset

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

The Company does not recognize contingent assets. Only when the realization of the related economic benefits are visually certain should recognition take place provided that it can be measured reliably because, at that point, the asset is no longer contingent.

3.8 Share capital

Paid up capital represents total amount contributed by the shareholders.

Preference Share Capital

Redeemable preference share has been classified as equity upon satisfaction of following condition as per IFRIC 2;

- * The share are not redeemable at a fixed date.
- * The share are not redeemable at the option of the holder.
- * The issuer is not obliged to make payments in the form of interest and dividend and.
- * The terms and condition do not oblige the issuer to distribute a specific percentage of profit

3.9 Taxation

Current tax

Income tax expense is recognized in statement of comprehensive income. Current tax is the expected tax payable on the total income for the period/year using tax rates enacted or substantially enacted as of reporting date and any adjustment to tax payable in respect of previous years. The company qualifies as a private company limited by shares, operating as Woven & Knit Garments, hence the applicable tax rate is 12% for the period. But due to loss company will require to pay minimum tax as per section 82C(4) of Income Tax Ordinance 1984.

Deferred tax

Deferred tax has been provided using the liability method for all temporary time differences arising between the tax bases of assets and liabilities and their carrying value for financial reporting purpose. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the date of statement of financial position. Adjustments arising from such accounting have been recorded in the current year's statement of comprehensive income.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets and they relate to income taxes levied by the same tax authority on the same taxable entity.

The deferred tax asset/income or liability/expenses does not create a legal liability/recoverability to and from the income tax authority.

3.10 Revenue recognition

In compliance with the requirements of IFRS - 15, revenue from the service is measured at the fair value of the consideration received or receivable, net of returns. The five step model has been complied in case of revenue recognition.

The five step model consist 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



3.11 Foreign currency transactions

Transactions in foreign currency are translated to Bangladesh Taka at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currency at the reporting date are retranslated to the functional currency at the exchange rate prevailing at that date.

3.12 Related party

A related party is a person or an entity that is related to the reporting entity:

(i) A person or a close member of that person's family is related to a reporting entity if that person has control, joint control, or significant influence over the entity or is a member of its key management personnel.

(ii) An entity is related to a reporting entity if, among other circumstances, it is a parent, subsidiary, fellow subsidiary, associate, or joint venture of the reporting entity, or it is controlled, jointly controlled, or significantly influenced or managed by a person who is a related party.

Parent and ultimate controlling party

Pearl Global (HK) Ltd. holds 99.95% equity shares in the Company. As a result, they are the ultimate controlling party of the Company.

3.13 Employee benefits

The company's employee benefits include the following:

Short Term Employee Benefits;

These includes employee benefits provided to employees to ensure better working conditions in line with customer's requirement. Day care center, Health care facility, Transportation for admin and management employee, Advance against salary, Festival bonus, Leave encashment, termination benefits as per Law, etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

Contribution to central depository scheme Worker's Welfare Participation Funds;

The company is a 100% export oriented garments industry and member of Bangladesh Garment Manufacturers and Exporters Association (BGMEA). As per Sub-Section 3 of Section 232 of Bangladesh Labor Act 2006 re-placed by the Act No 30, Para 63 of the year 2013 as follows:

"in case of a 100% export-oriented industrial sector or for any industry investing 100% foreign exchange, the Government, through enactment of Rule, shall adopt required provisions with regard to formation of sector-based central fund comprising of buyers and owners. from a Board 10 execute that fund. determine contributions and their realization procedure and provisions for utilizations of the money for the welfare of the beneficiaries in the sector."

The company participates in central fund known as Workers Profit Participation Fund as per the rate applicable for RMG sector (0.03%) on realized revenue which is deducted at source by banks.

3.14 Events after reporting period

Events after the reporting period that provide additional information about the company's position at the date of statement of financial position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

3.15 General

- i) Prior year's figures have been rearranged and restated wherever considered necessary to ensure comparability with the current year and comply with relevant IFRSs.
- ii) Figures in bracket denote negative.



In Taka	Notes	31-Mar-23	31-Mar-22
4.00 Property, plant & equipment			
Cost:			
Opening balance		457,950,245	82,000
Addition for the period		27,751,488	458,275,495
Disposal		-	(407,250)
Closing balance		485,701,733	457,950,245
Accumulated depreciation:			
Opening balance		46,931,470	81,999
Depreciation charged during the period		54,620,464	46,870,923
Disposal		-	(21,452)
Closing balance		101,551,934	46,931,470
Written down value (WDV)		384,149,799	411,018,775
<i>Assets wise details have been given in Annexure-A(i)</i>			
5.00 Intangible assets			
Opening balance		846,076	-
Addition during the period		-	1,261,633
Amortization during the year		(420,544)	(415,558)
Closing balance		425,532	846,076
<i>Assets wise details have been given in Annexure-A(ii)</i>			
6.00 Right of use assets			
Opening balance		298,714,911	-
Addition during the period		-	320,051,691
Accumulated depreciation		(21,336,780)	(21,336,779)
Closing balance		277,378,132	298,714,911
<i>Assets wise details have been given in Annexure-A(iii)</i>			
7.00 Capital work in progress (CWIP)			
Building & interior work	7.01	(0)	4,315,760
Plant & machinery	7.02	798,104	2,217,688
Furniture & fixtures	7.03	371,750	789,116
Electric and utility equipment	7.04	4,845,964	10,506,412
Closing balance		6,015,819	17,828,976
7.01 Building & interior work			
Opening balance		4,315,760	86,349,515
Addition during the period		3,608,806	7,400,356
Capitalized during the period		(7,924,566)	(89,434,111)
Closing balance		(0)	4,315,760
7.02 Plant & machinery			
Opening balance		2,217,688	224,046,174
Addition during the period		1,926,499	47,072,378
Capitalized during the period		(3,346,082)	(268,900,864)
Closing balance		798,104	2,217,688



In Taka	Notes	31-Mar-23	31-Mar-22
7.03 Furniture & fixtures			
Opening balance		789,116	23,662,772
Addition during the period		1,742,797	16,800,178
Capitalized during the period		(2,160,163)	(39,673,834)
Closing balance		371,750	789,116
7.04 Electric and utility equipment			
Opening balance		10,506,412	55,050,904
Addition during the period		8,660,229	16,983,827
Capitalized during the period		(14,320,677)	(61,528,319)
Closing balance		4,845,964	10,506,412
8.00 Inventories			
Raw Materials		200,442,752	145,944,168
Work in Progress		250,411,686	138,571,469
Finished Goods		17,983,891	53,274,713
Spares, Stores & Consumables		3,330,089	2,565,465
Closing balance		472,168,417	340,355,815
9.00 Trade and other receivables			
Norp Knit Industries Limited	9.01	-	6,517,138
Pearl Global (HK) Ltd.	9.02	233,550,110	5,584,759
Closing balance		233,550,110	12,101,897
9.01 Norp Knit Industries Limited			
Opening balance		6,517,138	-
Sales during the period		95,881,317	443,223,752
Received during the period		(102,398,455)	(436,706,614)
Closing balance		-	6,517,138
9.02 Pearl Global (HK) Ltd.			
Opening balance		5,584,759	-
Sales during the period		2,639,116,585	60,412,987
Received during the period		(2,411,151,234)	(54,828,228)
Closing balance		233,550,110	5,584,759
10.00 Advance, deposit and prepayment:			
Advance	10.01	49,673,408	22,640,105
Deposit	10.02	2,000,000	2,000,000
Prepayment	10.03	924,832	847,137
Closing balance		52,598,240	25,487,242



	In Taka	Notes	31-Mar-23	31-Mar-22
10.01 Advance				
Construction Linked Advance To Land Lord			9	12
AED Consultant			260,932	260,932
Prudential Consultant			44,810	42,810
XTRA Power Bangladesh			-	145,500
Elevate Global Limited			-	170,853
M/S Rustam Engineering Workshop			-	40,740
Navana Batteries Ltd .			-	25,000
Nice Dyeing			-	17,364,627
Shenzhen Textile (HK) Limited			-	18,363
Aquatech Engineering Service			-	631,470
Avery Dennison Hong Kong B.V.			1,065	948
Changzhou Foreign Trade Corporation			66,980	13,923
Touch & Treat			2,685,860	-
Experience Accessories Co. Limited			115,816	-
M/S Zeem Enterprise			25,000	-
Hoorain Htf Limited			15,502	-
Alvanon Hk Ltd			532,350	-
Changzhou Edelweiss Printing & Dyei			77,527	-
OTL Doublegull Manufacturing Co.Ltd			775,518	-
Interlabels Robust Bangladesh (Pvt)			299,250	-
Asociacion De Investigacion De La .			186,939	-
HSS Engineering Solution			18,750	-
Jericho Imex Ltd			2,210,000	-
Kufner Textiles India Pvt. Ltd.			179,668	-
LSI Industries Ltd			104,102	-
Nassa Taipei Denims Ltd.			13,469,038	-
Advance To Employee			566,368	141,479
Advance Tax - Ait Receivable			-	3,506,614
Advance Tax for assessment year 2022-2023			678,342	276,833
Advance Tax for assessment year 2023-2024			27,359,582	-
Total			49,673,408	22,640,105
10.02 Deposit				
Security Deposit on Electric Connection			2,000,000	2,000,000
Total			2,000,000	2,000,000
10.03 Prepayment				
Prepaid Insurance			924,832	847,137
Total			924,832	847,137
11.00 Cash and cash equivalents				
Cash in hand			223,449	64,792
Cash at bank:				
Bank Guarantee - HSBC			50,000	50000
DBBL (12211022753)			263,132	445893.47
HSBC ERQ Account (001-112432-047)			13,809,856	
HSBC Margin Account (001-112432-091)			1,235,939	2,370,481
HSBC OFFSHORE AC (050-009109-005)			231,778	80,006



In Taka	Notes	31-Mar-23	31-Mar-22
UCBL (078110100001416)		168,963	225,145
UCBL Margin Account (0951184000000345)		56,855,946	3,054,521
UCBL ERQ Account (0951181000000227)		12,088,293	-
CITY (1103572293001)		43,407	-
City Bank-Margin (1000241001324)		25,362,352	-
CITY bank - ERQ (AC No. 1000241001325)		9,067,263	-
Fund In Transit		18,085,072	-
Closing balance		137,485,451	6,290,839

12.00 Share capital

Authorized capital:

15,60,000 ordinary shares of Tk. 100 each	156,000,000	156,000,000
15,00,000 preference shares of Tk. 100 each	150,000,000	150,000,000
	306,000,000	306,000,000

Issued, subscribed and paid up capital:

462,762 ordinary shares of Tk. 100 each	46,276,200	46,276,200
15,00,000 Preference shares of Tk. 100 each	150,000,000	150,000,000
	196,276,200	196,276,200

Share holding position:

Name of the shareholders	%	No of shares	Par Value	Total
Pearl Global (HK) Ltd.	99.95%	462,532	Tk 100.00	46,253,200
Mr. Deepak Kumar Seth	0.025%	115	Tk 100.00	11,500
Mr. Pulkit Seth	0.025%	115	Tk 100.00	11,500
Total	100%	462,762		46,276,200

Share holding position (Preference shares)

Name of the shareholders	%	No of shares	Par Value	Par Value
Norp Knit Industries Limited	73%	1,102,000	Tk 100.00	110,200,000
Pearl Global (HK) Ltd.	27%	398,000	Tk 100.00	39,800,000
Total	100%	1,500,000		150,000,000

13.00 Share money deposit

Pearl Global (HK) Ltd	52	52
Mr. Deepak Kumar Seth	69	69
Mr. Pulkit Seth	23	23
Closing balance	144	144

14.00 Long Term Borrowings

HSBC Long Term Foreign Currency Loan (Loan Line-10)*	123,283,990	107,817,812
Long Term Local Currency Loan - HSBC (Loan Line-11)**	50,820,547	55,373,965
HSBC UPAS Loan (Loan Line- 9A)	-	31,995,578
Closing balance	174,104,537	195,187,355
Current portion of long term borrowings	68,008,300	82,184,158
Non current portion of long term borrowings	106,096,237	113,003,197
Total	174,104,537	195,187,355



In Taka	Notes	31-Mar-23	31-Mar-22
*As per the approval of Bangladesh Bank vide letter no. # FEI/706(4)/OBU loan-06/2020-646 dated 17 February 2020, the company has long term loan facility with HSBC Bank up to a limit of USD 2,733,493 equivalent to BDT 280,784,401 (approx.). The purpose of the long term loan facility is to finance, import documents, construction materials or reimbursement of already finance machinery. Interest is charged on daily balances @ 2.85% p.a. over the LIBOR. Interest is payable on maturity or quarterly basis, whichever is earlier.			
**The company has long term loan facility with HSBC Bank up to a limit of BDT 8.5 crore. The purpose of the long term loan facility is to finance the local procurement of machineries and equipments. Interest is charged on daily balances @ 9% p.a. Interest is payable on maturity or quarterly basis, whichever is earlier. As per the approval of Bangladesh Bank vide letter no 70004 (1) / 2020-5068 dated 22 September 2020, the company has got the approval to convert this loan as 5 years long term loan.			
15.00 Lease liabilities			
Opening balance		214,475,320	-
Addition during the year		19,143,120	233,952,790
Paid / adjusted during the year		(19,477,467)	(19,477,470)
Closing balance		214,140,973	214,475,320
Lease liabilities - non current portion		213,775,262	214,140,973
Lease liabilities - current portion		365,711	334,347
Total		214,140,973	214,475,320

Assets wise details have been given in Annexure-A(iii)

16.00 Deferred Tax			
Opening balance		2,770,914	-
Addition during the year		(1,207,662)	2,770,914
Closing balance		1,563,252	2,770,914
Calculation of Deferred Tax			
A. Carrying value as per FS		447,812,489	411,864,851
B. Tax base carrying value		434,785,387	388,773,901
Taxable/(deductible) temporary difference (A-B)		13,027,102	23,090,950
Applicable Tax rate		12%	12%
Closing deferred Tax liability/(asset)		1,563,252	2,770,914

17.00 Short Term Borrowings			
HSBC Short Term Loan (Loan Line-3)*		80,000,000	80,000,000
HSBC Overdraft (001-009885-011) (Loan Line-4)**		44,274,148	80,735,763
HSBC Clean Import lone (Loan Line-2A)		-	61,582,180
UCBL OD 0951749000000877 (Loan Line-C)***		6,479,611	59,308,061
UCB Packing Credit Loan (Loan line B & D)****		38,321,000	-
City Packing Credit Loan *****		43,270,328	-
CITY OD No.920357 *****		2,397,992	-
Closing balance		214,743,080	281,626,004

*The company has short term loan facility with HSBC Bank up to a limit of BDT 8 crore. The purpose of the short term loan facility is to finance salary, wages and local purchase. Interest is charged on daily balances @ 8% p.a. Interest is payable on maturity or quarterly basis, whichever is earlier.



In Taka	Notes	31-Mar-23	31-Mar-22
<p>**The company has Bank overdraft Facility with HSBC Bank up to a limit of BDT 8 crore (HSBC FOL004 dated 07 June 2022, Loan Line-4). The purpose of the bank overdraft facility is to finance, overhead expenses of the borrower. Floating interest rate is 8.5% p.a. Interest is payable on daily balance on quarterly basis.</p>			
<p>***The company has Bank overdraft Facility with UCBL Bank up to a limit of BDT 6 crore (Ref: UCB/COB/ADV/2021/117 dated 07 December 2021 Sanction B-iii). The purpose of the bank overdraft facility is to finance, day to day operational expenses like, salary, wages, overtime, utilities and supplier's payment. Floating interest rate is 9.0% p.a. Interest is payable on quarterly basis.</p>			
<p>****The Company has a Facility of Packing Credit/Export LC Loan/FBPD from UCBL Bank up to a limit of BDT 11 crore.(Ref: UCB/COB/ADV/2021/117 dated 07 December 2021 Sanction B & D). The purpose of the loan facility is to finance, payment for wages, salary, freight & other factory expenses and purchase of valid export documentary bills. Interest @ 9% p.a. is applicable which will charged quarterly.</p>			
<p>*****The Company has a Facility of Packing Credit loan from City Bank up to a limit of BDT 6 crore.(Ref: CBL/HO/CAD/CORP/2022/311 dated 19 July 2022, LINE OF CREDIT 7). The purpose of the loan facility to meet various pre-shipment expenses. Interest, as decided by Bangladesh Bank from time to time.</p>			
<p>*****The Company has overdraft facility from City Bank up to a limit of BDT 5 crore.(Ref: CBL/HO/CAD/CORP/2022/311 dated 19 July 2022, LINE OF CREDIT 8). The purpose of the loan facility is to finance, day to day operational expenses. Interest @ 9% p.a. with quarterly rest, subject to change from time to time.</p>			
18.00	Advance from related party		
	Norp Knit Industries Limited	18.01	225,067,749
	Closing balance		94,669,721
18.01	Norp Knit Industries Limited		
	Opening balance		94,669,721
	Addition during the year		130,398,028
	Closing balance		225,067,749
19.00	Liabilities for expenses		
	Himaloy Chemical Products		94,140
	M.M Corporation		6,400
	Taj Paper House & Stationery		-
	Uttar Bongo International		19,648
	Classic		360,285
	Genesis Technology Ltd		-
	Uniglory Agencies Limited		2,569,241
	Likhon IT Solution		159,568
	Falcon Security Limited		79,955
	Dhaka Palli Bidyut Samity-1		1,700,493
	Unicom Refrigeration Works		94,600
	Smart Printing Solutions Ltd		85,875
	Manufacturas Y Transformados Ab, S.		686,811
	Midway Trade Syndicate		95,030
	M/S Quality Electric And Lighting C		-
	Sobjan		40,000



In Taka	Notes	31-Mar-23	31-Mar-22
Standard Compliance Signage		6,425	17,871
Deeptex International		3,840	9,660
Dighi Departmental Store		343,688	329,474
Digitech Solution Bangladesh		-	20,176
J.K.Sewing Centre		-	12,190
M/S Fatema Enterprise		571,853	833,270
M/S Habib Enterprise		4,549,302	1,882,500
Ma Babar Dua Engineering & Workshop		-	12,513
Meghna Pulp And Paper Mills Ltd.		-	33,904
Merino Trade		65,500	28,300
Shaoxing Shanghao Import & Export C		71,116	-
MS Apk Enterprise		-	4,000
One Bengal Services		10,786	21,572
Pacific Associates Ltd		150,330	43,950
Kallol Traders		1,649,765	1,338,871
Shamia Enterprise		954,041	1,071,931
Ha-Meem Enterprise		358,397	371,060
M/S Alam Sewing Service		188,237	265,872
M/S Naogaon Trading & Accessories		866,912	569,029
Binimoy Enterprise		40,736	235,339
Pakka Electric House		45,916	19,936
Raka Printing & Cutting		122,758	97,101
Snehasish Mahmud & Co.		-	120,784
Rasel Rent A Car Services		105,000	102,000
M/S. Noman Transport Agency		3,874,000	418,000
Unicom Engineering Ltd		-	41,735
Bhai Bhai Folder House		115,240	40,350
Binary Logic		43,650	84,000
Ifad Enterprises Limited		17,223	13,019
Shah Jalal Engineering Workshop And		33,210	11,150
4 Tex Solutions		40,501	54,000
Munir Printers		-	19,080
Multiple Technology		14,925	14,925
Ranju Enterprise		1,581,056	1,142,864
T.T.H Enterprise		77,401	461,346
Mak & Co		211,500	208,304
Omi International		379,791	149,264
Md. Shariful Islam		-	40,000
Unicode Technology		-	9,790
Vertex Machinery Tech Bd		52,637	17,320
Tech Cell Bd		-	27,050
Partex Furniture Industries Ltd		-	519
Bhai Bhai Eyelet Hole And Bartack C		-	7,410
Al-Modina Garments & Machinerics		348,023	34,580
Cute Bangladesh		-	122,369
Viresh International Bd.		-	10,200
Smart Tech Pvt Ltd		-	3,783
Pride International		51,000	74,150
Orthi Servicing Center		-	63,840



In Taka	Notes	31-Mar-23	31-Mar-22
M/S B.K. Electric		-	21,090
Bangladesh Export Import Co Ltd		-	14,657
Nadim Electric Corporation		279,919	44,057
Alif Enterprise		15,993	77,646
American & Efird (Bangladesh)		9,743,872	2,874,402
Apogee Automation Limited		-	41,950
Arifa Sewing Center		-	3,720
Arvind Limited		-	14,510,592
B.T.S Engineering Workshop		-	75,874
Bengal Plastics Ltd.Unit-3		3,495,333	1,454,472
Bhai Bhai Trading Ltd		61,446	12,236
Bht Industries Ltd.		1,346,292	1,151,503
Bm Traders		114,457	76,818
Changzhou City Hengfeng Weave Co.,		31,220,637	3,558,476
Changzhou Edelweiss Printing & Dyei		-	5,159,253
Coats Bangladesh		4,775,703	1,841,200
Copen United Limited		-	5,881,892
Epyllion Limited		1,756,687	1,678,432
Fah-Mim Thread & Accessories		-	41,000
Get World Attire Trims		-	494,016
Imperial Energy		-	21,000
Kufner Textiles India Pvt. Ltd.		-	2,838,672
M.Y. & Union (Bd) Ltd.		4,359,748	5,184,675
M/S. Mizan Enterprise		364,481	63,248
Manohar Filaments (Bd) Ltd		1,089,900	1,033,321
Max Corporation		44,000	150,000
Mcdry Desiccant Limited		1,739,197	783,016
Inhouse Washing		23,883,925	808,270
Md. Ibrahim Khalil		43,000	40,000
Mo Enterprise		-	22,252
Mohammad Faraque Iqbal		-	40,000
Morale Trade		-	215,880
Next Link Limited		325,771	9,798,926
Osman Interlining Ltd		-	409,324
Paxar Bangladesh Ltd		3,440,093	1,777,926
Poly Cables Industries Ltd		170,653	70,476
R. M. Interlinings Ltd.		-	250,488
Rfl Plastics Limited		-	20,000
R-Pac (Bangladesh) Limited		648,314	1,554,323
Rynco Engineering		-	121,898
Sbc Garments Accessories Mfg. (Bd)		-	735,000
Scale House		-	495
Scanwell Logistics Bangladesh (Pvt)		10,515	132,299
Shaoxing Shanghao Import & Export C		-	14,598,819
Sharmin Enterprise		-	42,420
Shasha Denim Ltd.		-	8,345,022
Shenzhen Metal Industries Limited		3,805,384	844,918
Sister Denim Composite Ltd.		-	8,134,854
Square Denims Ltd.		9,558,686	2,879,352



In Taka	Notes	31-Mar-23	31-Mar-22
Syed Enterprise		58,031	66,614
Tex Zippers (Bd) Ltd.		1,175,429	370,145
Topstar Cargo Systems Ltd.		-	1,526,010
Twin Dragon Marketing, Inc		27,545,315	24,663,807
Winsome Textile Industries Ltd		2,033,303	8,942,318
Ykk Bangladesh Pte Ltd		5,234,625	760,701
Zee-Trims		-	270,672
Sindabad. Com Ltd		86,876	-
Cutsew Tech Ltd.		15,000	-
SM Technology		2,500	-
Juki Bangladesh Ltd.		10,230	-
M/S Tatuliatrading Co Ctg Ltd		449,500	-
G.S Chemical Suppliers		76,000	-
Znz Trims And Accessories		1,500	-
ACES Corporate Solutions		36,860	-
WAC Logistics Ltd		454,141	-
Anik Engineering Works		463,011	-
Peacock Garments And Print		776,921	-
Llano (Bangladesh) Ltd		982,188	-
Al-Madina Washing Plant Ltd-(A)		5,061,698	-
Miah & Sons Industries Ltd.		689,884	-
Babylon Trims Ltd		52,873	-
M/S Badal Enterprise		5,286,467	-
M.N.S Garment Printing - 2		146,837	-
Afsan Enterprise		17,500	-
Anex Engineering & Electric Company		8,850	-
Five Star Associates		122,846	-
Its Labtest Bangladesh Ltd		321,999	-
M & U Packaging Ltd.		3,091,968	-
Mukta Automobiles		820,922	-
Nice Denim Mills Ltd		1,978,195	-
Nice Dyeing		2,692,333	-
Reliable Printing Press		5,450	-
Woodland Textiles Limited		630,000	-
Teams International Ltd.		59,200	-
Total Envirotech Solutions		16,490	-
Oliom Technology		32,980	-
Md Jonaead		40,000	-
Md. Sahareya Talukder		42,000	-
Paul Banijjaloy		1,300	-
M/S Bubby Enterprise		228,954	-
Topstar Global Logistics Ltd		35,798	-
Getco Limited		128,250	-
M/S Habiba Enterprise		436,321	-



In Taka	Notes	31-Mar-23	31-Mar-22
M/S Asha Textile		1,551,431	-
Bengal Plastics Ltd.		2,107,123	-
Pioneer Denim Limited		1,188,952	-
Nz Fabrics Ltd.		5,460	-
Pioneer Accessories Industries Ltd.		194,922	-
Al-Muslim Washing Ltd.		1,265,163	-
Apparel Art Limited		1,386,555	-
Basic Thread Industries Ltd		1,255,095	-
Bengal Windsor Thermoplastics Ltd		34,272	-
Beta Packaging Ltd.		2,218,759	-
Cherry Button Limited		396,925	-
Dhaka Garments And Washing Ltd.		1,567,650	-
Fair Design Printing Ltd		291,375	-
Four Brother Enterprise		1,242,180	-
Gajanan Home Decor Private Limited		3,887,649	-
Maan Bangladesh Limited		12,500	-
Mahmud Denims Ltd		408,240	-
Mb Trade Bd		2,800	-
Memorial Enterprise		45,833	-
N. Skill Fabrics		3,644,703	-
New-Tech International		121,008	-
Power Fast Engineering		3,000	-
Productive Accessories		482,811	-
R.S.S Thread & Accessories Ltd		3,098,083	-
Reliancetricim Park Limited		115,012	-
RS Computers System		87,500	-
Source It Solution		43,650	-
SS Enterprise		3,625	-
Talukder Machineries Equipments		25,000	-
Tg Logistics (Bd) Ltd		299,024	-
Tm Trims Ltd.		268,018	-
Zaber And Zubair Fabrics Ltd		26,439	-
Blue Creations Ltd.		1,487,426	-
Grameen Phone Ltd		24,266	-
Mechanism Trade & Engineering Ltd.		130,950	-
Salary & Wages Payable		47,606,751	42,488,468
TDS Payable		867,776	417,873
VAT Payable		380,535	143,048
Provision For Audit Fees		230,000	57,500
Un-Invoiced Vendor Liability		97,405,859	37,973,533
Capital Expenditure Payable		787,152	622,225
Interest Payable		2,645,327	-
Expenses Payable		30,351,440	-
Closing Balance		395,779,593	234,673,039

20.00 Provision for Income Tax

Opening balance	4,539,458	-
Addition during the year	26,199,382	4,539,458
Closing balance	30,738,840	4,539,458



In Taka	Notes	31 March 2023	31 March 2022
21.00 Revenue			
Revenue from Norp Knit Industries Limited		95,881,317	443,223,752
Revenue from Pearl Global (HK) Ltd.		2,639,116,585	60,412,987
Closing balance		2,734,997,902	503,636,739
22.00 Cost of Goods Sold			
Cost of Raw Material Consumed	22.01	1,572,294,908	129,064,272
Wages to Workers		371,919,808	326,050,898
Direct Manufacturing Overheads	22.02	354,928,188	135,713,566
Manufacturing cost		2,299,142,904	590,828,737
Opening Stock of Work in Progress		138,571,469	-
Closing Stock of Work in Progress		(250,411,686)	(138,571,469)
Cost of goods manufactured		2,187,302,688	452,257,267
Opening Stock of Finished Goods		53,274,713	-
Closing Stock of Finished Goods		(17,983,891)	(53,274,713)
Balance		2,222,593,510	398,982,554
22.01 Cost of Raw Material Consumed			
Opening Stock of Raw Materials		145,944,168	-
Purchases During the Period		1,626,793,492	275,008,440
Closing Stock of Raw Materials		(200,442,752)	(145,944,168)
Total		1,572,294,908	129,064,272
22.02 Direct Manufacturing Overheads			
Machine Rent		11,317,275	7,500,587
Repairs & Maintenance		10,733,071	6,327,761
Security Charges		5,898,406	4,264,316
Electricity Charges		13,874,459	13,307,588
Charge back Expenses		25,156,640	-
Compliance Charges		3,098,973	4,410,147
Fuel Expenses		28,782,100	15,729,270
Handling & Other Charges		45,137,781	7,633,176
Purchase Accessories		4,266,400	86,667
Consumables, Stores & Spares		83,655,010	728,109
Canteen Expenses		14,591	87,156
Sea Freight Charges		25,845,877	4,171,145
Inspection Fees		539,779	-
Sample Expenses		11,542,410	-
Uniform Expenses		55,716	185,900
Insurance - General		11,669,871	4,814,395
Depreciation		73,339,829	66,467,349
Closing balance		354,928,188	135,713,566



In Taka	Notes	31 March 2023	31 March 2022
23.00 Administrative expenses			
Salary		154,473,676	99,190,264
Staff Welfare		7,838,581	6,208,768
Printing & Stationery		2,040,716	2,208,924
Courier Chgs		4,888	-
Mobile Bill & Internet Exp		1,693,621	1,233,435
Travelling & Conveyance		895,402	632,203
Entertainment Exp		804,635	1,091,937
Audit Fees		460,000	230,000
Legal & Profession Fees		1,461,776	992,376
Car Hire Charges & Vehicle Fuel		8,123,078	4,529,695
Housekeeping & Clean		925,831	859,031
Rates & Taxes (Local)/Regn Fees		-	159,475
Documentation Exps		5,680,430	3,271,284
Office Expenses		194,846	266,741
Donations		75,000	-
Repair & Maintenance - Office		301,758	300,058
Income Tax of Earlier Years		190,060	130,665
Forex Fluctuation		-	4,002,971
FOREX Loss /(Gain)		6,351,377	11,133
BGMEA WF Fund		757,047	16,723
Loss on Sale of Fixed Assets		-	380,798
Testing Charges		6,129,588	-
Air Freight Charges		3,838,676	-
Depreciation		3,037,959	2,165,869
Total		205,278,944	127,882,352
24.00 Finance expense			
Bank Charges		9,817,730	1,478,855
Interest on Short Term Loan		4,357,110	5,820,000
Interest on Overdraft		11,976,397	7,509,237
Interest on Long Term Taka Loan		4,770,050	4,560,940
Interest on Long Term USD Loan		7,562,055	2,296,223
LC Usance Interest		849,623	-
Bank Interest- Import Loan		4,334,877	-
Interest on Lease Liabilities		19,143,129	19,171,803
Total		62,810,973	40,837,058



25.00 Related party transactions

During the year, the company carried out a number of transactions with related parties in the normal course of business and on arms' length basis. The name of these related parties, nature of these transactions and their total value have been set out in accordance with the provisions of IAS-24.

Name of the Party and relationship	Relationship	Nature of transaction	Opening as at 1 April 2022	Net transaction during the year	Closing as at 31 March 2023
Pearl Global (HK) Ltd.	Shareholder	Share money deposit	52	-	52
		Liabilities for expenses	622,225	164,927	787,152
		Receivables	5,584,759	227,965,350	233,550,110
		Sales of Good & Services	-	2,639,116,585	-
Norp Knit Industries Ltd.	Shareholder	Advance	94,669,721	130,398,028	225,067,749
		Liabilities for expenses	808,270	23,075,655	23,883,925
		Receivables	6,517,138	(6,517,138)	-
		Sales of Good & Services	-	95,881,317	-

26.00 Number of employees

The company has two thousand four hundreds fifty four (2454) employees during the period.

27.00 Contingent liabilities*

In Taka	Notes	31 March 2023	31 March 2022
Documentary credit HSBC		21,739,491	27,013,519
Import bill HSBC		103,280,701	7,969,594
Bank guarantee HSBC		500,000	-
City Lc		353,399,822	-
City Acceptance		3,690,239	-
City Shipping Guarantee		21,223,435	-
UCB Shipping Guarantee		5,057,354	-
UCB ULCBB Liabilities		134,686,063	-
UCB Acceptance Liability		54,663,172	-
Total		698,240,276	34,983,113



Prudent Fashions Ltd.
Schedule of Property, Plant & Equipment
As at 31 March 2023

Annexure-A(i)

Particulars	Cost				Rate of Depreciation	Depreciation				Written down value
	Opening balance	Addition for the period	Disposal	Closing balance		Opening balance	Addition for the period	Adjustment/disposal	Closing balance	
Computer	3,985,683	704,800	-	4,690,483	33.33%	1,080,164	1,566,738	-	2,646,901	2,043,582
Leasehold premise improvement	91,097,747	8,008,566	-	99,106,313	6.67%	5,924,169	6,563,688	-	12,487,857	86,618,456
Plant & machinery	231,330,010	3,079,687	-	234,409,698	10.00%	21,425,962	23,411,134	-	44,837,097	189,572,601
Furniture & fixtures	54,312,350	2,431,655	-	56,744,005	10.00%	4,316,167	6,013,764	-	10,329,931	46,414,073
Office equipment	46,048	-	-	46,048	20.00%	9,210	9,210	-	18,419	27,629
Utility and other equipments	8,103,145	2,708,717	-	10,811,863	10.00%	724,136	1,041,467	-	1,765,604	9,046,259
Fire equipments	18,953,070	27,200	-	18,980,270	20.00%	3,613,465	3,877,720	-	7,491,185	11,489,086
Electrical installation	50,122,191	1,006,670	-	51,128,861	20.00%	9,838,198	10,179,904	-	20,018,102	31,110,760
Motor vehicle	-	9,784,193	-	9,784,193	20.00%	-	1,956,839	-	1,956,839	7,827,354
As at 31 March 2023	457,950,245	27,751,488	-	485,701,733		46,931,470	54,620,464	-	101,551,934	384,149,799
As at 31 March 2022	82,000	458,275,495	407,250	457,950,245		81,999	46,870,923	21,452	46,931,470	411,018,775

Schedule of Intangible assets
As at 31 March 2023

Annexure-A(ii)

Particulars	Cost				Rate of Depreciation	Amortization				Written down value
	Opening balance	Addition	Disposal	Closing balance		Opening balance	Charged this year	Adjustment/disposal	Closing balance	
Software/ERP	1,261,633	-	-	1,261,633	33.33%	415,558	420,544	-	836,102	425,532
As at 31 March 2023	1,261,633	-	-	1,261,633		415,558	420,544	-	836,102	425,532
As at 31 March 2022	-	1,261,633	-	1,261,633		-	415,558	-	415,558	846,076



Prudent Fashions Ltd.
Schedule of Right of use assets
As at 31 March 2023

Annexure A(iii)

Particulars	Cost				Depreciation			Written down value
	Opening balance	Addition during the year	Closing balance		Opening balance	Charged during the year	Closing balance	
Right of use of assets	320,051,691	-	320,051,691		21,336,779	21,336,780	42,673,559	277,378,132
As at 31 March 2022	320,051,691	-	320,051,691		21,336,779	21,336,780	42,673,559	277,378,132
As at 31 March 2021	-	320,051,691	320,051,691		-	21,336,779	21,336,779	298,714,911

