

**Arvind Textile Mills Limited**  
**Statement of Financial Position**  
**As at 31 March 2023**

|                                   | Notes | Taka          |
|-----------------------------------|-------|---------------|
| <b>Assets</b>                     |       |               |
| <b>Non current assets</b>         |       |               |
| Fixed assets at WDV               | 3     | -             |
| <b>Current assets:</b>            |       |               |
| Cash and bank balances            | 4     | 92,173        |
| Accounts receivable               | 5     | -             |
| <b>Total asset</b>                |       | <b>92,173</b> |
| <b>Equities &amp; liabilities</b> |       |               |
| <b>Equity and reserve:</b>        |       |               |
| Paid up capital                   | 6     | 64,732,000    |
| Share money deposit               | 7     | 453           |
| Share premium                     | 8     | 77,941,141    |
| Retained earnings                 |       | (142,660,771) |
| <b>Current liability</b>          |       |               |
| Accounts payable                  | 9     | 79,350        |
| Provision for current tax         |       | -             |
| <b>Total equity and liability</b> |       | <b>92,173</b> |

The annexed notes form an integral part of these financial statements.

**Director**  
(Jayesh Shah)

**Director**  
(Jagdish Dalal)

Dated:

**Arvind Textile Mills Limited**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 31 March 2023**

|  | <b>Note</b> | <b>2022-23<br/>Taka</b> |
|--|-------------|-------------------------|
| Turnover/Revenue   |             | -                       |
| Cost of sales  |             | -                       |
| <b>Gross Profit</b>  |             | -                       |
| Less: Loss on sale of assets                               | Annex-B     | -                       |
|  |             | -                       |
| Less: Operating expenses                                   | 10          | (80,638)                |
| <b>Profit before income tax</b>                            |             | <b>(80,638)</b>         |
| Less: Income tax   |             |                         |
| Deferred tax (Income)/Expense                              |             |                         |
| Current tax  |             |                         |
| <b>Net profit after tax</b>                                |             | <b>(80,638)</b>         |
| <b>Other comprehensive income</b>                          |             |                         |
| Other comprehensive loss for the year, net of tax          |             | -                       |
| <b>Total comprehensive income for the year, net of tax</b> |             | <b>(80,638)</b>         |

The annexed notes form an integral part of these financial statements.

**Director**  
(Jayesh Shah)

**Director**  
(Jagdish Dalal)

Dated:

**Arvind Textile Mills Limited**  
**Statement of changes in equity**  
**For the year ended 31 March 2023**

(In Taka)

| Particulars                    | Paid-up Capital   | Share Premium     | Share Money Deposit | Retained Earnings    | Total         |
|--------------------------------|-------------------|-------------------|---------------------|----------------------|---------------|
| Balance as at 31 March 2021    | 64,732,000        | 77,941,141        | 453                 | (142,580,133)        | 93,461        |
| Addition during the year       | -                 | -                 | -                   | (80,638)             | (80,638)      |
| Balance as at 31 December 2022 | <b>64,732,000</b> | <b>77,941,141</b> | <b>453</b>          | <b>(142,660,771)</b> | <b>12,823</b> |

Director  
(Jayesh Shah)

Director  
(Jagdish Dalal)

**Arvind Textile Mills Limited**  
**Statement of Cash Flows**  
**For the year ended 31 March 2023**

|   | <b>2022-23</b><br><b>Taka</b> |
|---|-------------------------------|
| <b>a. Cash flow from operating activities</b>                     |                               |
| Net loss  | (80,638)                      |
| Adjustment for items not involving movement of cash:              |                               |
| Depreciation  | -                             |
| (Gain)/loss on sale of fixed assets                               | -                             |
| Tax paid  | -                             |
|   | (80,638)                      |
| Changes in working capital components:                            |                               |
| Increase/(decrease) in income tax provision                       | -                             |
| Increase/(decrease) in deferred tax liability                     | -                             |
| (Increase)/decrease in advance income tax                         | -                             |
| (Increase)/Decrease in accounts receivable                        | -                             |
| Increase/(decrease) in accounts payable                           | (889,538)                     |
| Decrease in advance for office rent                               | -                             |
| <b>Net cash flow from operating activities</b>                    | <b>(970,176)</b>              |
| <b>b. Cash flow from investing activities</b>                     |                               |
| Capital work-in-progress-Building                                 | -                             |
| Sale/(Purchase) of fixed assets                                   | -                             |
| <b>Net cash flow from investing activities</b>                    | <b>-</b>                      |
| <b>c. Cash flow from financing activities</b>                     |                               |
| Increase issue of paid up capital                                 | -                             |
| Decrease share money deposit                                      | -                             |
| Increase share premium  | -                             |
| <b>Net cash flow from financing activities</b>                    | <b>-</b>                      |
| Net surplus/(deficit) of cash & bank balance for the year (a+b+c) | (970,176)                     |
| Cash & bank balance at beginning of the year                      | 1,062,349                     |
| <b>Cash &amp; bank balance at end of the year</b>                 | <b>92,173</b>                 |

**Arvind Textile Mills Limited**  
**Notes to the Financial Statements**  
**For the period ended 31 March 2023**

**1. Formation, status and activities**

**1.1 Formation and status**

Arvind Textile Mills Limited., a private company limited by shares, was incorporated in Bangladesh on 25 September 2006, under the Companies Act, 1994, with authorized capital Tk.500,000,000 (fifty crores) divided into 50,000,000 (five crores) shares of Tk.10 (ten) each. The Majority of paid up share capital is being held by Arvind Limited, the holding company. As per the decision of the board of directors, the Company has already ceased its operation and closed its business in Bangladesh.

**1.2 Activities**

The Company was established with the principal objectives of carrying of business of spinning, weaving, or manufacturing or importing, exporting or dealing in cotton or other fibrous substances and the preparation, dyeing or coloring of any of the said substances and the sale, import, export yarn, cloth or other manufactured fibrous products. The Company has ceased its business operation and closed the business as part of the closure process.

**2. Significant accounting policies**

**2.1 Basis of the preparation of financial statements**

The financial statements have been prepared in accordance with international financial reporting standards. The Company has been generating loss from inception. As a result, as per the decision of the board on 09 March 2020, the Company has already ceased its operation and closed its business in Bangladesh.

Consequently, the Company has already sold all its non-current assets. Hence, the financial statements have been prepared on a basis other than going concern, which is described as the break-up basis. The break-up basis requires the carrying value of the assets to be at the amounts they are expected to realise, and liabilities include any amounts which have crystallised as a result of the decision to cease the operation and close the business in Bangladesh. In all other respects, the financial statements have been prepared in accordance with the accounting framework.

**2.2 Components of Financial statements**

Following are the components of Financial Statements:

- a) Statement of Financial Position;
- b) Statement of Profit or Loss and Other Comprehensive Income;
- c) Statement of changes in equity
- d) Statement of Cash Flows;
- e) Notes to the Financial Statements.
- f) Comparative information

**2.3 Depreciation on fixed assets**

| <b>Name of fixed assets</b> | <b>Rate (%)</b> |
|-----------------------------|-----------------|
| Office equipment            | 20%             |
| Computer equipment (EDP)    | 33.33%          |
| Office renovation           | 20%             |
| Laundry renovation          | 20%             |
| Power supply-sub station    | 20%             |
| Water treatment plant       | 20%             |
| Machinery                   | 20%             |
| Leaser room renovation      | 20%             |

Full year's depreciation is charged on addition to fixed assets irrespective of the date of acquisition. No depreciation is charged in the year of disposal.

## **2.4 Application of Standards**

|         |   |
|---------|---|
| IAS 1   | Presentation of Financial Statements                            |
| IAS 7   | Statement of Cash Flows   |
| IAS 8   | Accounting Policies, Changes in Accounting Estimates and Errors |
| IAS 10  | Events after the Reporting Period                               |
| IAS 12  | Income Taxes  |
| IAS 21  | The effects of Changes in Foreign Exchange Rates                |
| IAS 24  | Related Party Disclosures                                       |
| IAS 32  | Financial Instrument: Presentation                              |
| IAS 36  | Impairment of Assets  |
| IAS 37  | Provisions, Contingent Liabilities and Contingent Assets        |
| IFRS 7  | Financial Instrument: Disclosures                               |
| IFRS 9  | Financial Instruments   |
| IFRS 13 | Fair Value Measurement  |
| IFRS 15 | Revenue from Contracts with Customers                           |

Other IFRSs and IASs are not applicable.

## **2.5 Related Party Transactions**

The Company carried out transactions with related parties in the course of business. Transactions with related parties are recognized and disclosed in accordance with IAS 24 "Related Party Disclosures" as follow:

## **2.6 Events after the Reporting Period**

In compliance with the requirements of IAS 10: Events After the Reporting Period, post events of statement of financial position that provide additional information about the company's position at the statement of Financial Position date are reflected in the Financial Statements and events after the Statement of Financial Position date that are not adjusting events are disclosed in the notes when material.

## **2.7 Provisions**

Provisions are recognised in the financial statements in line with the International Accounting Standard IAS 37: Provisions, Contingent Liabilities and Contingent Assets, when-

- the Company has a legal or constructive obligation as a result of past event.
- it is probable that an outflow of economic benefit will be required to settle the obligation.
- a reliable estimate can be made of the amount of the obligation.
- Other Payables are not interest bearing and are stated at their nominal value.

## **2.8 Going concern**

As per IAS-1, an entity is required to make an assessment at the end of each year to assess its capability to continue as a going concern. Management of ATML makes such assessment each year and as per the decision of the board, the Company has ceased it's operation and closed it's business. In the light of note#2.1, the management has determined that the going concern basis is no longer an appropriate basis of preparation for the financial statements. These financial statements have been prepared on a break-up basis.

## **2.9 General**

Figures in the financial statements have been rounded off to the nearest "Taka".

Due to COVID 19 and delay in completing audit, the company could not conduct AGM for the year ended 31 March 2020 as well as filing annual return filing to RJSC. As a result, the company has to apply to the High Court Division for holding the AGM after the stipulated time. The approval from High Court has been obtained and annual return has been filed to RJSC.

|  |                         | <b>31.03.2023</b>         |
|--|-------------------------|---------------------------|
|  |                         | <b>Taka</b>               |
| <b>3. Fixed assets</b>   |                         |                           |
| Cost:  |                         |                           |
| Opening balance  |                         | -                         |
| Add: Addition during the period  |                         | -                         |
| Less: Disposal during the period   |                         | -                         |
|  |                         | <u>-</u>                  |
| Accumulated depreciation:  |                         |                           |
| Opening balance  |                         | -                         |
| Add: Depreciation charged during the year  |                         | -                         |
| Less: Disposal during the period (Note 2.10)   |                         | -                         |
|  |                         | <u>-</u>                  |
| Written down value as at 31 March 2020<br>(Details are given in Annexure-A)                      |                         | <u><u>-</u></u>           |
| <b>4. Cash and bank balances</b>   |                         |                           |
| Cash in hand   |                         | 19,630                    |
| Cash at bank (A/C # 05420256920201)  |                         | 72,543                    |
|  |                         | <u><u>92,173</u></u>      |
| <b>5. Accounts receivable</b>  |                         | <u><u>-</u></u>           |
| <b>6. Share capital</b>  |                         |                           |
| Authorized capital:<br>50,000,000 ordinary shares of Tk.10 each                                  |                         | <u><u>500,000,000</u></u> |
| Issued, subscribed and paid-up capital:<br>6,473,200 ordinary shares of Tk.10 each fully paid-up | (Note: 6.01)            | <u><u>64,732,000</u></u>  |
| <b>6.01</b> Details of shareholdings are as under:   |                         |                           |
|  | <u>No. of share</u>     |                           |
| <u>Name of the shareholder</u>   |                         |                           |
| Arvind Limited.  | 6,471,800               | 64,718,000                |
| Mr. Jayesh Kantilal Shah   | 700                     | 7,000                     |
| Mr. Jagdish Gajanand Dalal   | 700                     | 7,000                     |
|  | <u><u>6,473,200</u></u> | <u><u>64,732,000</u></u>  |

|   |                   | <b>31.03.2023</b> |
|---|-------------------|-------------------|
|   |                   | <b>Taka</b>       |
| <b>7. Share money deposit</b>                         |                   | <b>453</b>        |
| <b>8. Share premium</b>                               |                   |                   |
| 70,000 shares @ Tk 64.71                              | 4,529,705         |                   |
| 250,000 shares @ Tk 67.70                             | 16,925,060        |                   |
| 6,153,200 shares @ Tk 9.18                            | 56,486,376        |                   |
|   | <b>77,941,141</b> |                   |
| <b>9. Accounts payable</b>                            |                   |                   |
| Opening balance                                       | 968,888           |                   |
| Add: Addition during the period                       | -                 |                   |
|   | 968,888           |                   |
| Less: Payment made during the year                    | 889,538           |                   |
|   | <b>79,350</b>     |                   |
| <b>9.01 Addition during the period</b>                |                   |                   |
| Professional fee- ACNABIN Chartered Accountants       | -                 |                   |
| Legal fees (Payment as per Hon'able High Court Order) | -                 |                   |
| Legal fees (Lawyers fee)                              | -                 |                   |
|   | -                 |                   |
| <b>10. Operating expenses</b>                         |                   |                   |
| Bank charge   | 26,088            |                   |
| Professional fee                                      | -                 |                   |
| Advertising expense                                   | 54,550            |                   |
| Legal fee   | -                 |                   |
|   | <b>80,638</b>     |                   |