

**ANNUAL
REPORT
2015-16**

lankabd.com



C & A TEXTILES LTD.



TABLE OF CONTENTS

Transmittal Letter	02
Notice of the 15 th Annual General Meeting	03
Corporate Directory	04
Five Years' Financial Summary	05
CATL at a Glance	06
Mission, Vision, Objectives & Values	07
The Board of Directors	08
Chairman's Statement	10
Directors' Report	11
MD & CFO's Declaration to the Board of Directors	15
Audit Committee Report	16
Certificate on Corporate Governance Compliance	17
Auditors' Report to the Shareholders	23
Statement of Financial Position	25
Statement of Profit or Loss & Other Comprehensive Income	26
Statement of Cash Flows	27
Statement of Changes in Equity	28
Schedule of Property, Plant and Equipment	29
Notes to the Financial Statements	30
Proxy Form & Attendance Slip	50

TRANSMITTAL LETTER



To
Valued Shareholders of C & A Textiles Limited
Bangladesh Securities and Exchanges Commission,
Registrar of Joint Stock Companies & Firms,
Dhaka Stock Exchange Limited,
Chittagong Stock Exchange Limited.

Subject: Annual Report for the year ended 30th June, 2016.

Dear sir (s),

We are pleased to enclose the notice of 15th Annual General Meeting a copy of Annual Report together with the Audited Financial Statements including Statement of Financial Position as at 30th June 2016 and Statement of Profit or Loss and other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year ended 30th June, 2016 along with notes to thereon of C & A Textiles Limited for your kind information and records.

Thank you

Sincerely yours,

Sd/-
Siran Bin Sarwar
Company Secretary



NOTICE OF THE 15TH ANNUAL GENERAL MEETING

Notice is hereby given that the 15th Annual General Meeting (AGM) of the Company will be held on December 20, 2016 at 10:00 A.M. at Chandgaon Community Centre, C & B Moor, Chittagong to transact the following business:

AGENDA

1. To adopt and consider Audited Financial Report of the Company for the year ended 30 June, 2016 and Auditor's Report thereof.
2. To recommend dividend for the year ended 30 June, 2016.
3. To appoint Auditor of the company and fixation of their remuneration for the year 2016-17.
4. To elect/re-elect Directors and independent as per terms of the relevant provision.
5. To transact any other business with the permission of the Chair.

By the order of Board

Sd/-
Siran Bin Sarwar
Company Secretary

Notes:

1. The Record Date on 27 November 2016.
2. The Shareholders whose name will appear in the share register of the company or in the depository register on the record date will be eligible to attend at the 15th Annual General Meeting (AGM) and qualify for the dividend to be declared at the AGM.
3. A Shareholder will be eligible to vote at the Annual General Meeting (AGM) or may appoint a proxy to attend and vote in his/her place by filling proxy form. The proxy form must be affixed with a revenue stamp of Tk. 20/- and submitting to it the Registered office of the Company not later than 48 hours before the day of the Annual General Meeting (AGM).
4. Members are requested to notify change of address, if any, through their respective Depository Participants before the Record Date.
5. Shareholders attendance counter will be opened at 9:30 A.M. and to be continued till 10:00 A.M.

বিঃ দ্রঃ সমানিত শেয়ার হোল্ডারবুন্দের অবগতির জন্য জানানো যাচ্ছে যে, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এর সার্কুলার নংঃ এসইসি/সিএমআরআরসিডি /২০০৯-১৯৩/১৫৪ বার্ষিক সাধারণ সভায় (এজিএম) কোন প্রকার উপহার বা আপ্যায়নের ব্যবস্থা নেই।

CORPORATE DIRECTORY

Board of Directors

Gazi Golam Zakaria Jyoti	Chairman
Rukshana Morshed	Managing Director
Iftekhar Abdul Hai	Director
Sharmin Akther Lovely	Director
Mohiuddin Ahmed Nakib	Nominee Director of Bangladesh Shoes Industries Limited
Md. Abdul Wahed	Independent Director
Md. Atiquil Faruk	Independent Director

Audit Committee

Md. Abdul Wahed	Chairman
Iftekhar Abdul Hai	Member
Sharmin Akther Lovely	Member
Siran Bin Sarwar	Company Secretary

Chief Financial Officer

Md. Jamal Uddin Patwary

Head of Internal Audit

Md. Mostafa Shamim

Auditor

Mahfel Huq & Co.
Chartered Accounts

Banker

First Security Islami Bank Limited and Mutual Trust Bank Ltd.

Insurance Company

Union Insurance Co. Ltd.

Legal Adviser

S.K. Basak FCA

Corporate Office

House No-92(1st Floor), Road-04, Block-B, Niketon,Gulshan-1
Dhaka-1212, Bangladesh. Telephone:+880-2-9856687
Fax:+880-2-9856691, Web site: www.cnatextiles.com

Registered Office & Factory

Plot # 61, 62, 66, 67, 68, 72 & 73 BSCIC Industrial Area
Kalurghat (Extn.),Chittagong, Bangladesh,
Telephone: 031-670264, 2570638.



FIVE YEARS' FINANCIAL SUMMARY

Amount in Taka

Operational Result	30-Jun-16	30-Jun-15	30-Jun-14	30-Jun-13	30-Jun-12
Turnover	2,283,545,840	2,775,756,460	2,125,023,853	1,652,546,716	1,205,216,854
Gross Profit	418,800,066	636,210,064	509,091,235	352,701,319	270,681,605
Net Operating Profit	252,586,614	431,877,182	385,490,983	267,928,557	216,916,478
Net Profit before tax	264,108,765	467,008,017	367,435,077	268,104,982	217,061,745
Net Profit after Tax	246,997,036	454,790,911	351,358,012	255,826,467	209,711,570
Net Cash Flow From Operating Activities	277,969,351	364,573,829	175,308,893	5,715,750	306,650,227
Financial Position	30-Jun-16	30-Jun-15	30-Jun-14	30-Jun-13	30-Jun-12
Non-Current Assets	2,065,461,990	2,125,212,925	1,975,315,383	1,712,930,099	1,578,230,715
Current Assets	1,754,505,892	1,502,255,985	1,044,262,957	696,477,740	373,220,120
Shareholder's Equity	3,641,003,318	3,411,760,112	2,509,718,738	1,425,766,136	955,893,289
Non Current Liability	60,109,976	44,397,942	260,333,498	230,459,854	N/A
Key Financial Ratio	30-Jun-16	30-Jun-15	30-Jun-14	30-Jun-13	30-Jun-12
Current Ratio	14.76	8.77	4.18	0.92	0.37
Quick Ratio	7.13	3.86	1.86	0.51	0.21
Debt to Equity Ratio	0.03	0.02	0.13	0.21	N/A
Net Income Ratio (after tax) (%)	10.82%	16.38%	16.53%	15.48%	17.40%
Return on Equity (%)	11.35%	13.33%	14.00%	17.94%	21.94%
Earning Per Share (Basic)	1.14	2.61	5.31	51,165.29	41,942.31
Earning Per Share (Adjusted)	1.14	2.09	1.61	1.18	0.96

CATL AT A GLANCE

C & A Textiles Limited (CATL) was incorporated in Bangladesh as a Private Limited Company with the issuance of Certificate of incorporation bearing no. C-3912 of 2001 dated on February 19, 2001 by the Registrar of Joint Stock Companies & Firms. The Company Converted into public Limited Company and split of Share value from Tk. 100 to Tk. 10 dated on December 22, 2013 and listing with DSE in 2014.

The Company started its commercial operation on 7th February, 2003.

C & A Textiles Limited is a 100% Export oriented knit composite Textiles industries to carry out Business of Knitting, Dyeing, Printing and Manufacturing of various types of RMG such as T- Shirt, Polo Shirt, Tang Tops, Shorts, Sweet Shirt, Boxer, Skirts, Legging, Fleece Jacket Etc, and Export to the USA, Canada, Brazil, UK, Italy and Germany.

The factory premise of CATL is located at Plot # 61, 62, 66, 67, 68, 72 & 73, BSCIC Industrial Estate (Extn.), Kalurghat, Chittagong, Bangladesh.

Major milestones of the company:

2001	: Incorporated as a private limited company.
2003	: Started commercial operation.
2013	: Converted into public limited company and split of share value from Tk.100 to Tk.10.
2014	: Listing with CSE on 22 nd December.
2015	: Listing with DSE on 6 th January.
2015	: Trading of shares of C & A Textiles Limited at 21 st January.

Products of C & A Textiles Limited

Principal products or services and the market for such products or services:

Our main products and services are:

Area	Productive Goods
Textiles Division	Knit Fabric & Dyeing
Garments Division	Men's, Ladies & Kids Item:- T-Shirt, Polo Shirt, Tank Top Sweet Shirt, Boxer Fleece Jacket, Legging, Cami. Panty, Skirt, Shorts Etc.





Our Mission:

Our mission is to provide high quality garments products to satisfy our client's needs through a range of efficient and effective manufacturing activities delivered on a holistic basis.

Our Vision:

In order to realize the mission, we will:

- Strive for attaining a leadership position in our business sector.
- Provide products and services of high and consistent quality, ensuring value for money to our customer
- Attain a high level of productivity in all our operations through effective utilization of time and adoption of appropriate technology.
- Ensure superior return on investment through judicious use of resources and efficient operations, utilizing our core competencies.

Our Objectives:

- To achieve highest standards in quality, delivery and compliance.
- To achieve high efficiency measures in production units.
- To protect the interest of all shareholders.
- To work hard to optimize profit through conduction of transparent business operations.

Our Values:

- ◆ Highest Compliance Standard
- ◆ Safety First
- ◆ Continuous Improvement
- ◆ Customer Focus
- ◆ Transparent Business
- ◆ Fairness

THE BOARD OF DIRECTORS

RUKSHANA MORSHED

Managing Director, C & A Textiles Limited

Mrs. Rukshana Morshed was born in 1975 in an illustrious family of Chittagong. Her father is Md. Abdur Gaffar Dovash, Mother is Khursida Begum & spouse of Mohammed Morshed. Her Residential address: Equity Sylvestra, Flat No: E-9, Road No: 1, House No: 05, North Khulshi, Chittagong and permanent address is 592/B, Mehedibag Road, Post office-Dampara, P.S- Kotwali, Chittagong, Bangladesh. Mrs. Morshed obtained her B. A. from Govt. City College, Chittagong. in 2000, Mrs. Morshed is the Managing Director of C & A Textiles Limited, C & A Fashion Limited, Knit Express Limited, BSCIC I/E, Kalurghat Chittagong.

GAZI GOLAM ZAKARIA JYOTI

Chairman, C & A Textiles Limited

Gazi G. ZakariaJyoti, The Chairman, C&A Textiles Ltd. , hailed from the southern part of Bangladesh was born in September of 1981. Ethically inspired by his father late Major (Retd) Gazi Golam Kibria, a founder army commander of Bangladesh armed forces after liberation war.

Mr. Jyoti posses and demonstrates strong strategic, righteous & leadership qualities in every aspect of his life irrespective of personal or professional level. With a prestigious B.Sc. Engineering degree under his belt, Mr. Jyoti has been involved in international shipping, trading & apparel business based in Singapore for over a decade with an esteem reputation. With a pragmatic vision of transmuting C & A Textiles Ltd. in to a prime mover in apparel sector he engages himself with utmost determination and strategy.

IFTEKHAR ABDUL HAI

Director, C & A Textiles Limited

Mr. Iftekhar Abdul Hai was born in January 01, 1982 in illustrious family of Chittagong. His father is Eng. Md. Shamsul Karim, Mother is Nurjahan Begum. His Residential address: House: 5, Road:- 1, North Khulshi, Chittagong, and permanent address is House:- 63/C, East Firozshah, P.o: Firozshah, Khulshi, Chittagong, Bangladesh. Mr. Iftekhar obtained his B. Com from Hazi Mohammed Mohsin College, Chittagong and M.Com. (Management) from City College, Chittagong. Mr. Iftekhar is the Managing Director of Microcarft Host Limited and Microcarft Traders (BD) Limited, Agrabad C/A, Chittagong and Director of C & A Textiles Limited, BSCIC I/E, Kalurghat, Chittagong, Bangladesh.

SHARMIN AKTHER LOVELY

Director, C & A Textiles Limited

Mrs. Sharmin Akter Lovely was born in October 11, 1977 in illustrious family of Dhaka. Her father was Late; Moin Uddin Ahmed, Mother is Shahina Ahmed & Spouse of Md. Nasar Uddin. Her Residential address: 24 Arjot Para, Mohakhali, Dhaka - 1212. and permanent address is Vill: Sonagazi, P.O: Varib Chowdhury Bazar, P.S: Sonagazi, Dist: Feni, Bangladesh. Mrs. Lovely obtained her B. Com (Hon's) from Dhaka City College, Dhaka in 2002. Mrs. Sharmin Akter Lovely is the Managing Director of Global Max Packaging Industries Limited, & Director of C & A Textiles Limited.

MOHIUDDIN AHMED NAKIB

Nominee Director

Mohiuddin Ahmed Nakib is the nominee director by Bangladesh Shoes Industries Ltd. in C & A Textiles Limited. He has diverse educational background and international training in various fields of management.

Md. Atiqul Faruk

Independent Director

Mr. Md. Atiqul Faruk is one of the independent directors of C & A Textiles Limited. He has completed his graduation from recognized university. Mr. Md. Atiqul Faruk has around 15 year's business experience in the field of textiles and garments sector.

Md Abdul Wahed

Independent Director

Mr. Md Abdul Wahed is another independent directors of C & A Textiles Limited. He has 15 years of experience in business sector. Md Abdul Wahed has completed MBA from recognized university.



CHAIRMAN'S STATEMENT

Dear Shareholders

Assalamualaikum,

It is my profound accolade and pleasure to welcome & address our valued shareholders in this event of 15th Annual General Meeting of C & A textiles Limited on behalf of the board of directors. Also I would like to exert my gratefulness towards all of you for your prodigious journey with us to make C & A Textiles Limited and this event a marvel of success.

With pleasure I present the Report of the Board of Directors, the Audited Statements of Financial Position, Statement of Profit or Loss and other Comprehensive Income and other Financial Statements of the company for the year ended 30 June 2016. It gives me immense pleasure that we get the opportunity to meet with all of you, discuss on the performance of the concerned year of the company and sharing the views of each other's, I assumed that to the changed situation more obligations has been created on us on behalf of the valued shareholder in respect of last 14th AGM and to offer them assurance of our sincerity in maintaining operational results up to their expectations at present as well as in future.

I am pleased to report that the company's Sales Revenue for the year ended 30 June 2016 is Tk. 2,283,545,840 out of which after meeting up all costs including Corporate Income Tax, the net profit for the year is Tk. 246,997,036 and Earning Per Share (EPS) is Tk.1.14. In consideration of that, the Board of Directors is pleased to recommend Stock Dividend @ 10% for all Shareholders.

Meanwhile, Bangladesh Securities and Exchange Commission (BSEC) has introduced mandatory Guidelines on Corporate Governance. The Board of Directors of the Company is committed to delivering good Governance and exercise best practices in all respects, for us, good governance is about managing the business effectively and responsibly and in a way which is honest, transparent, shows accountability and abiding by the laws of the land.

To conclude my statement, once again I, on behalf of the Board of Directors, convey my heartiest honor to my esteemed shareholder for their utmost confidence on C & A Textiles Limited over the concluding year. I and the Board of Directors are also indebted to the BSEC, CSE, DSE and other stakeholders for their endless support & assistance throughout the year.

I sincerely appreciate & wish for this support to be continued for the prospect and flourish of the company going forward.

Thanking you

Regards

Sd/-
(Gazi Golam Zakaria Jyoti)
Chairman

DIRECTOR'S REPORT

Dear Shareholders,

Assalamualaikum,

On behalf of the Board of Directors and on my own behalf I welcome you all the 15th Annual General Meeting. The Board of Directors is pleased to take the opportunity to present you the Audited Financial Statements of the Company for the ended June 30, 2016, Auditors' report and the Directors' Report thereon along with Company's performance and other matters in terms of Companies Act 1994, the guideline issued by Bangladesh Securities and Exchange Commission and Bangladesh Accounting Standards.

Background

C & A Textiles Limited (CATL) was incorporated in Bangladesh as a Private Limited Company with the issuance of Certificate of incorporation bearing no. C-3912 of 2001 dated on February 19, 2001 by the Registrar of Joint Stock Companies & Firms. The Company Converted into public Limited Company and split of Share value from Tk. 100 to Tk. 10 dated on December 22, 2013. The Authorized capital of the company is Tk. 3000.00 million and paid up capital Tk. 2175.60 million and listing with DSE and CSE on 2014.

Revenue

As you are aware that C & A Textiles Limited is a 100% export oriented knit composite textiles industries to carry out Business of Knitting, Dyeing, Printing and Manufacturing and Exporting RMG. The sale proceeds stood at Tk. 2,283,545,840 for the year 2015-16.

The operating financial results of the Company for the year ended June 30, 2015 as compared to previous year are summarized hereunder:

Particular	June 30, 2016	June 30, 2015
Sales Revenue	2,283,545,840	2,775,756,460
Gross Profit	418,800,066	636,210,064
Net Profit (BT)	264,108,765	467,008,017
Provision for Taxation	17,111,729	12,217,106
Net Profit (AT)	246,997,036	454,790,911
Gross Margin (Sales Revenue)	18.34%	22.92%
Net Margin (BT)	11.57%	16.82%
Net Margin (AT)	10.82%	16.38%
Earnings Per Share (EPS) (Tk.)	1.14	2.61

Industry Outlook And Possible Future Developments In The Industry

The company is 100% export oriented knit composite textiles industries to carry out Business of Knitting, Dyeing, Printing and Manufacturing and exporting RMG. Competitive wage rate together with easily trainable workforce, entrepreneurial skill, expanding supply side capacity, and government policy support helped to translate the comparative advantages into competitive advantages of this industry. The core strength of the knitwear sector is its backward linkage. The entrepreneurs of the sector not only increased their stitching capacity overtime but also invested in the allied industry to augment the overall capacity of the total sector with the same pace.

At present, our textiles and garments sector continues adding fresh ideas and modules like business intelligence, state-of-the art technology, modern management practices and production technique.

Now the company has been operated in the market for a long time with reputation and commitment. Having long experience in Textiles and Garments we are confident and believed that we can hold our reputation as a quality supplier.

Risk And Concerns

Changes in the existing global or national policies can have either positive or negative impacts for the company. Any scarcity or price hike of raw materials due to change in policy in the international market might hamper the production and profitability.

Moreover, the performance of the company may be affected by the political and economic instability both in Bangladesh and worldwide. Any instance of political turmoil and disturbance in the country may adversely affect the economy in general.

Similarly, risks and concern of the industry depends on the upcoming Government policy as well. However, garments being the major foreign currency earner have always enjoyed special consideration from all the successive Governments and expectation is that it will continue in the future.

A discussion on cost of goods sold, gross margin and net profit margin

Profit from Operation	30-June-2016	30-June-2015
Cost of Goods Sold	1,864,745,774	(81.86%)
Gross Profit	418,800,066	(18.34%)
Net Profit for the year	246,997,036	(10.82%)
	2,139,546,396	(77.08%)
	636,210,064	(22.92%)
	454,790,911	(16.38%)

Discussion On Continuity Of Extra-ordinary Gain Or Loss

There is no significant extra-ordinary gain or loss during the financial year export income from IPO application fund.

Related Party Transactions

The company in normal course of business carried out a number of transactions with its sister concerns and Directors that fall within the definition of related party contained in Bangladesh Accounting standard 24: Related party Disclosures. Details of transaction with related parties have been shown in note no. 9 & 29.

Significant Variance Of Financial Statements

There is no significant variance in the financial statements during the year ended on 30th June, 2016.

Utilization Of Ipo Fund

The company has raised Tk. 45.00 crore by issuing ordinary shares 4.50 crore of share @ Tk.10 each through IPO for paying off the bank loan Tk. 30.88 crore, construction of building Tk. 12.31 crore and IPO cost of Tk. 1.81 crore (revised in the 14th AGM).

Now The Company has utilized fully Tk. 45.00 crore of IPO Fund by paying off the bank loan Tk. 30.88 crore, construction of building Tk. 12.31 crore and IPO cost of Tk. 1.81 crore. Fund utilization report had been submitted to BSEC, DSE and CSE on monthly basis.

Compliance of Notification No BSEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012.

1.1 Board Size:

The number of members of the Board of Directors stands at 07 (Including Two Independent Directors) which is within the limits given by BSEC.

1.2 Independent Directors

1.2.1

In terms of the provision under the sub clause the Boards of Directors has appointed Md. Atiqul Faruk and Md Abdul Wahed as Independent Directors of the company for the period of 3 years in its Board Meeting (Board Meeting on 8th October 2016 & 29th September 2015). They are well experienced in textile sector.

1.2.2 Qualification of Independence Director

Md. Atiqul Faruk and Mr Md Abdul Wahed are well business experienced person. They have long around 15 year's business experience in the field of textiles sector and garments sector respectively.

2.0 Company Secretary, Chief Financial Officer, Head of Internal Audit

As per corporate governance of BSEC, the company has allocated the responsibilities as follows:

Company Secretary : Siran Bin Sarwar

Chief Financial Officer : Md. Jamal Uddin Patwary

Head of Internal Audit : Md. Mostafa Shamim

3.0 Audit Committee

The Audit Committee, as a subcommittee of the Board of Director has been constituted with the Independent Director as Chairman and two other Directors. The company Secretary acts as Secretary to the Audit Committee. This committee assists the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company. Audit committee is responsible to the Board of Directors and its roles and responsibilities are clearly set forth. The role of the Audit Committee has been started in the annual audit committee report.

4.0 External Statutory Auditors

The BSEC guidelines are being strictly followed in engaging statutory Auditors.

5.0 Subsidiary Company

The company has no subsidiary company.

6.0 Duties of CEO & CFO

The provision of BSEC regulations has been compiled.

7.0 Reporting and Compliance of Corporate Governance

Requirement of the above are being complied with and is shown as Annexure-I

Directors' Appointment and Re-Appointment

With regard to the appointment, retirement and re appointment of directors, the company is governed by its Articles of Association, the Companies Act. 1994 and other related legislations. Accordingly,

1. Gazi Golam Zakaria Jyoti will retire at the end of annual general meeting. He is eligible for re-appointment.
2. Iftekhar Abdul Hai will retire at the end of annual general meeting. He is eligible for re-appointment.
3. Ruhul Amin Molla was retired on 03 July, 2016 and Mohiuddin Ahmed Nakib was appointed on 03 July, 2016 (subject to the approval in the 15th General Meeting).
4. M.A. Kayum Howlader was retired on 08 October, 2016 and Md. Atiqul Faruk was appointed on 08 October, 2016 (subject to the approval in the 15th General Meeting).

Shareholding of Directors

The shareholding of directors at the end of 30th June, 2016 is shown as Annexure-II of this report.

Directors involved in other companies are shown as Annexure-III.

Board Meeting and Attendance

During the year 8 (Eight) Board Meetings were held. The attendance record of the directors is as given below

Name of Directors	Attendance
Gazi Golam Zakaria Jyoti	8
Rukshana Morshed	7
Iftekhar Abdul Hai	8
Sharmin Akther Lovely	8
Bangladesh Shoes Industries Limited	7
Md. Nasar Uddin (Independent Director)	1
M.A. Kayum Howlader (Independent Director)	5
Md. Abdul Wahed (Independent Director)	6

Director's remuneration & Board meeting fees

Director's remuneration & Board meeting fees is shown in the note no. 29.00 of the notes to the Financial Statements.

Directors Responsibilities for the Financial Statements

In accordance with the Bangladesh Securities and Exchange Commission Notification No. BSEC/CMRRC/2006-158/134/Admin/44 dated 07 August 2012 the Directors are pleased to confirm the following:

The financial statements together with notes thereon have been drawn up in conformity with the Companies Act. 1994 and Bangladesh Securities and Exchange Rules 1987. These statements present fairly the companies state of affairs, the result of its operations, cash flow and changes in equity.

- i. Proper books and accounts of the company have been maintained.
- ii. Appropriate accounting policies have been applied consistently in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.
- iii. The International Financial Reporting standards, as applicable in Bangladesh, have been followed in the preparation of the financial statements.
- iv. The systems of internal control is sound and have been implemented and monitored effectively.
- v. The key operating and financial data for the last five years are shown on page 5.
- vi. The pattern of shareholding is provided in Annexure-II of the annual report.

Internal Control

The Board has ultimate responsibilities to establish the effective system of internal control. To ensure internal control regarding risk management, financial control and compliance legislation, the company already has a strong internal audit department to ensure internal control and compliance in place.

Going Concern

The company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the Financial Statement. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business.

Dividend

The Board of Directors has recommended 10% stock dividend for the existing shareholders for the year ended 30th June, 2016 (subject to the approval in the forthcoming AGM) whose names will appear in the share register of the company and/or depository register of CDBL as on record date i.e. 27 November, 2016.

Acknowledgment

I take this opportunity, on behalf of the Board of Directors, to express my heartfelt gratitude to our entire valued clients, shareholders and well-wishers home and aboard for their wholehearted co-operation and active support in discharging the responsibilities reposed on me and the Board during the year under review.

I also thank Registrar of Joint Stock Companies and Firms (RJSC), Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE), Government and private sector Organization and many others for their sincere support and whole hearted co-operation to our company.

I, on behalf of the Board, also put on record my deep appreciation for the services and loyalty of the executives, officers and employees of the company at all levels without which we could not have achieved this result.

Thanks are also due to all directors, all executives, officers, staff and workers of the company for their excellent, sincere, dedicated efforts in achieving company's target during the year under review.

To ensure financial security we always welcome your suggestions and opinion to improve present and future services of the company.

I now appeal to the magnanimity of valued shareholders to kindly accept and approve the Auditors' Report, Annual Audited Accounts for the year ended June 30, 2016 and Directors' Report placed before you.

Thanking you,

On behalf of the Board of Directors,

Sd/-

Gazi Golam Zakaria Jyoti

Chairman

MD. & CFO'S DECLARATION TO THE BOARD OF DIRECTORS

The Board of Directors

Subject: MD & CFO's Declaration to the Board of Directors

Dear Sir,

In compliance with the condition no. 6 imposed by Bangladesh Securities and Exchange Commission's notification no. BSEC/CMRRC/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities & Exchange Ordinance 1969, we do hereby certify to the Board of Directors that:

- (i) We have reviewed the financial statements for the year ended on June 30, 2016 and that to the best of our knowledge and belief;
 - (a) These statements do not contain any materially misstatement statements or omit any material fact or contain statements that might be misleading;
 - (b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;
- (ii) There are, to the best of knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Sincerely yours

Sd/-

(Rukshana Morshed)
Managing Director

Sd/-

(Md. Jamal Uddin Patwary)
Chief Financial Officer

AUDIT COMMITTEE REPORT (FOR THE YEAR ENDED 30 JUNE, 2016)

C & A Textiles Limited established an audit committee as a sub-committee of the Board of Directors. The committee supports the Board in fulfilling its oversight responsibilities.

The audit committee of C & A Textiles Limited of the following Board members:

Md. Abdul Wahed (Independent Director)	: Chairman
Iftekhar Abdul Hai (Director)	: Member
Sharim Akter Lovely (Director)	: Member
Siran Bin Sarwar	: Member Secretary

Terms of Reference

The terms of reference of the committee has been agreed upon as follows:

- To review all internal and external audit report.
- To recommend the statutory annual audited financial statements to the Board of Directors for approval.
- To review the finding of the internal and external auditors.
- To review and approve the Annual "Audit Plan" of the Internal Audit Department.
- To monitor the implementation of the recommendations of the Internal and External auditors.
- To review the performance of the external auditors and make recommendations to the Board regarding their appointment and fees.
- To review the quarterly, half yearly and annual financial statements before submission to the Board, focusing particularly on.
- To review the company's statement on internal control systems prior to endorsement by the Board.
- The company secretary shall be the secretary of the audit committee.

Activities carried out during the year

The committee reviewed the integrity of the quarterly and annual financial statement and recommended to the Board for consideration, the Committee had overseen, reviewed and approved the procedure and task of the internal audit, financial report preparation and the external audit report, the Committee found adequate arrangement to present a true and fair view of the activities and the financial status of the company and didn't find any material deviation, discrepancies or any adverse finding/observation in the areas of reporting

On behalf of the Audit Committee

Sd/-

Md. Abdul Wahed

Chairman

Audit Committee



MAZUMDAR SIKDER AND ASSOCIATES

Cost & Management Accountants

CERTIFICATE OF COMPLIANCE ON CORPORATE GOVERNANCE OF C & A Textiles Limited

We have examined the compliance to the BSEC guidelines on Corporate Governance by **C & A Textiles Limited** for the year ended 30 June 2016. These guidelines relate to the Notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012, as amended vide notification dated 21 July 2013 and 18 August 2013 of Bangladesh Securities and Exchange Commission (BSEC) on Corporate Governance.

Such compliance to the codes of Corporate Governance is the responsibility of the company. Our examination for the purpose of issuing this certificate was limited to the procedures including implementation thereof as adopted by the Company for ensuring the compliance on the attached statement on the basis of evidence gathered and representation received.

In our opinion and to the best of our information and according to the explanations provided to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned guidelines issued by BSEC.

Place-Dhaka.
Date-November 22, 2016

Mazumdar Sikder and Associates
Cost & Management Accountants

105/A (3rd Floor), Kakrail, Dhaka-1000, Phone :028300376, Fax :02-8300375

Compliance Report to BSEC's Notification.

Status of compliance with the conditions imposed by the Commission's Notification No BSEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.	Board of Directors:			
1.1	Board's Size: The number of the board members shall not be less than 5(Five) and more than 20 (Twenty)	✓		
1.2	Independent Directors:			
1.2(i)	One fifth(1/5) of the total number of directors	✓		Appointed Two independent director
1.2(ii) a)	Does not hold any share or holds less than 1% shares of the total paid-up shares	✓		
1.2(ii) b)	Not connected with any Sponsor/ Director/ Shareholder who hold 1% or more shares of the total paid -up shares on the basis of family relationship	✓		
1.2(ii) c)	Does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies.	✓		
1.2(ii) d)	Not a member, director or officer of any stock exchange.	✓		
1.2(ii) e)	Not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market.	✓		
1.2(ii) f)	Not a partner or an executive or was not a partner or an executive during the preceding 3(three) years of any statutory audit firm.	✓		
1.2(ii) g)	Not be an independent director in more than 3 (three) listed companies.	✓		
1.2(ii) h)	Not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a NBFI.	✓		
1.2(ii) i)	Not been convicted for a criminal offence involving moral turpitude.	✓		
1.2(iii)	Nominated by the board of directors and approved by the shareholders in the AGM	✓		One Independent Director has retired and BOD has appointed new Independent Director and placed in this AGM for shareholders approval.
1.2(iv)	Not remain vacant for more than 90 (ninety) days.	✓		
1.2(v)	Board shall lay down a code of conduct of all Board members and annual compliance of the code to be Recorded.	✓		
1.2(vi)	Tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	✓		
1.3	Qualification of Independent Director (ID):			
1.3(i)	Knowledge of Independent Directors.	✓		
1.3(ii)	Background of Independent Directors.	✓		
1.3(iii)	Special cases for qualifications.			N/A
1.4	Individual Chairman of the Board and CEO.	✓		
1.5	The Directors' Report to Shareholders:			
1.5(i)	Industry outlook and possible future developments in the industry.	✓		
1.5(ii)	Segment-wise or product-wise performance.	✓		
1.5(iii)	Risks and concerns	✓		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.5(iv)	Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	√		
1.5(v)	Discussion on continuity of any Extra-ordinary gain or loss.	√		
1.5(vi)	Basis for related party transactions.	√		
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any others.	√		
1.5(viii)	Explanation of the financial results deteriorate after the company goes for IPO, RPO, Rights Offer, and Direct Listing.			N/A
1.5(ix)	Explanation about significant variance occurs between Quarterly Financial performance and Annual Financial Statements.			N/A
1.5(x)	Remuneration to directors including independent directors.	√		
1.5(xi)	Fairness of Financial Statement.	√		
1.5(xii)	Maintenance of proper books of accounts.	√		
1.5(xiii)	Adoption of appropriate accounting policies and estimates.	√		
1.5(xiv)	Followed IAS, BAS, IFRS and BFRS in preparation of financial statements.	√		
1.5(xv)	Soundness of internal control system.	√		
1.5(xvi)	Ability to continue as a going concern.	√		
1.5(xvii)	Significant deviations from the last year's.			N/A
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) year.	√		
1.5(xix)	Reasons for not declared dividend.			N/A
1.5(xx)	Number of board meetings held during the year and attendance.	√		
1.5(XXI)	Pattern of shareholding:			
1.5(XXI)a	Parent/Subsidiary/Associated Companies and other related parties.	√		
1.5(XXI)b	Directors, CEO, CS, CFO, HIA and their spouses and minor children.	√		
1.5(XXI)c	Executives.	√		
1.5(XXI)d	10% or more voting interest.	√		
1.5(XXII)	Appointment/re-appointment of director:			
1.5(XXII)a	Resume of the director	√		
1.5(XXII)b	Expertise in specific functional areas.	√		
1.5(XXII)c	Holding of directorship and membership of committees of the board other than this company.	√		
2.	CFO, Head of Internal Audit (HIA) and CS:			
2.1	Appointment of CFO, HIA and CS and defining their responsibilities.	√		
2.2	Attendance of CFO and CS at the meeting of the Board of Directors.	√		
3.	Audit Committee:			

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
3(i)	Constitution of Audit Committee	√		
3(ii)	Assistance of the Audit Committee to Board of Directors.	√		
3(iii)	Responsibility of the Audit Committee.	√		
3.1	Constitution of the Audit Committee:			
3.1(i)	At least 3 (three) members.	√		
3.1(ii)	Appointment of members of the Audit Committee.	√		
3.1(iii)	Qualification of Audit Committee members.	√		
3.1(iv)	Term of service of Audit Committee members.	√		
3.1(v)	Secretary of the Audit Committee.	√		
3.1(vi)	Quorum of the Audit Committee.	√		
3.2	Chairman of the audit committee:			
3.2(i)	Board of Director shall select the Chairman.	√		
3.2(ii)	Chairman of the audit committee shall remain present in the AGM.	√		
3.3	Role of Audit Committee:			
3.3(i)	Oversee the financial reporting process.	√		
3.3(ii)	Monitor choice of accounting policies and principles.	√		
3.3(iii)	Monitor Internal Control Risk management process.	√		
3.3(iv)	Oversee hiring and performance of external auditors.	√		
3.3(v)	Review the annual financial statements before submission to the board for approval.	√		
3.3(vi)	Review the quarterly and half yearly financial statements before submission to the board for approval.	√		
3.3(vii)	Review the adequacy of internal audit function.	√		
3.3(viii)	Review statement of significant related party transactions.	√		
3.3(ix)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors.	√		
3.3(x)	Disclosure about the uses/applications of funds raised by IPO/RPO/Right issue.	√		
3.4	Reporting of the Audit Committee:			
3.4.1	Reporting to the Board of Directors.	√		
3.4.1(i)	Activities of Audit Committee.	√		
3.4.1(ii)a	Conflicts of interests.			No such issue
3.4.1(ii)b	Material defect in the internal control system.			No such issue
3.4.1(ii)c	Infringement of laws, rules and regulations.			No such issue
3.4.1(ii)d	Any other matter.			No such issue
3.4.2	Reporting to the Authorities.			No such issue
3.5	Reporting to the Shareholders and General Investors.	√		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
4	Engagement of External/Statutory Auditors:			
4(i)	Appraisal or valuation services or Fairness opinions.	√		
4(ii)	Financial information systems design and Implementation.	√		
4(iii)	Book-keeping.	√		
4(iv)	Broker-dealer services.	√		
4(v)	Actuarial services	√		
4(vi)	Internal audit services.	√		
4(vii)	Services that the Audit Committee determines	√		
4(viii)	Audit firms shall not hold any share of the company they audit.	√		
5	Subsidiary Company:			
5(i)	Composition of the Board of Directors.			N/A
5(ii)	At least 1 (one) independent director to the subsidiary company.			N/A
5(iii)	Submission of Minutes to the holding company.			N/A
5(iv)	Review of Minutes by the holding company.			N/A
5(v)	Review of Financial Statement by the holding company.			N/A
6	Duties of Chief Executive Officer and Chief Financial Officer:			
6(i)a)	Reviewed the materially untrue of the financial statement.	√		
6(i)b)	Reviewed about compliance of the accounting standard.	√		
6(ii)	Reviewed about fraudulent, illegal or violation of the company's code of conduct.	√		
7	Reporting and Compliance of Corporate Governance:			
7(i)	Obtain certificate about compliance of conditions of Corporate Governance Guidelines.	√		
7(ii)	Annexure attached in the directors' report.	√		

Annexure-II

SHAREHOLDING OF DIRECTORS AT THE END OF 30 JUNE, 2016:

SL	Name	Description	No of Shares held	%
1.	Parent Company		Nil	
2.	Directors			
	Rukshana Morshed	Managing Director	40,404,000	18.57%
	Gazi Golam Zakaria Jyoti	Chairman	4,351,200	2.00%
	Iftekhar Abdul Hai	Director	4,351,200	2.00%
	Sharmin Akther Lovely	Director	6,526,800	3.00%
	Bangladesh Shoes Ind. Ltd.	Director	10,256,400	4.71%
3.	Company Secretary, CFO & Head of Internal Audit and their spouse and minor children			
	Md. Jamal Uddin Patwary	CFO	50,000	0.02%
4.	Executive			
	Mridul Kumar Sen Gupta	Finance Director	50,000	0.02%
5.	Shareholders holding 10% or more voting interest		Nil	

Annexure-III

DIRECTORS INVOLVED IN OTHER COMPANIES:

SL.	Name	Position in CATL	Involvement	
			Name of company	Position
1	Rukshana Morshed	Managing Director	Knit Express Limited	Director
2	Gazi Golam Zakaria Jyoti	Chairman	C&A Fashion Limited	Chairman
3	Iftekhar Abdul Hai	Director	Microcraft Host Limited Microcraft Traders(BD) Ltd.	MD MD
4	Sharmin Akther Lovely	Director	Global Max Packaging Industries Ltd.	MD
5	Mohiuddin Ahmed Nakib	Nominee Director (Bangladesh Shoes Industries Limited)	-	-
6	M.A. Kayum Howlader	Independent Director	SK. Thread & Industries Ltd.	MD
7	Md. Abdul Wahed	Independent Director	-	-



Mahfel Huq & Co.
Chartered Accountants
An Independent member firm of AGN International

INDEPENDENT AUDITORS' REPORT To The shareholders of **C & A TEXTILES LIMITED**

We have audited the accompanying financial statements of C & A TEXTILES LIMITED, which comprise the Statement of Financial Position as at 30 June 2016 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Notes to the financial statements, including a summary of significant accounting policies and other explanatory information for the year ended 30 June 2016.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), Bangladesh Accounting Standards (BASs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws & 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.

Auditors' responsibility

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

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

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

Basis of Opinion

We have conducted the audit in accordance with Bangladesh Standards on Auditing (BSA) and accordingly we have obtained reasonable assurance about whether the Financial Statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Financial Statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall presentation of the financial statements.

We believe that our audit provides a reasonable basis for our opinion.

Basis for Qualified Opinion

- a) The company has reported Tk. 1,71,11,729 as provision for taxation in the profit or loss and other comprehensive income but in accordance with Income Tax Ordinance 1984, the company needs to make provision for Tk. 3,30,13,596. As a result the company has made under provision for taxation for Tk. 1,59,01,867 and overstated net profit for the year by the same amount and earnings per share accordingly.

- b) The company made under provision for taxation of Tk. 1,77,53,830 in the income year 2014-2015 and overstated net profit for that year by the same amount and earnings per share accordingly. The company has made adjustment for the same amount in the reporting year through statement of changes in equity.
- c) The company did not recognize deferred tax for taxable temporary differences.

Opinion

In our opinion, except as stated in our "Basis for qualified opinion" above, the financial statements prepared in accordance with Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) give a true and fair view of the state of affairs of the company as at 30 June 2016 and of the results of its operations and its cash flows for the year then ended and comply with the requirements of the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

We further report that:

- (a) We have obtained all the information and explanation 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;
- (c) The company's statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income dealt with by the report are in agreement with the books of account; and
- (d) The expenditure incurred was for the purpose of the company's business.

Dated: Dhaka,
03 November 2016

Sd/-
Mahfel Huq & Co.
Chartered Accountants

C & A Textiles Limited
Statement of Financial Position
As at June 30, 2016

Particulars	Notes	Amount in Taka		
		30-06-2016	30-06-2015	
ASSETS				
Non Current Assets				
Property, Plant & Equipment	3.00	1,889,799,325	2,029,370,618	
Security Deposits	4.00	41,542,989	41,165,593	
Capital Work in Progress	5.00	134,119,676	54,676,714	
A) Total Non-Current Assets		2,065,461,990	2,125,212,925	
Current Assets				
Inventories	6.00	683,650,508	642,998,290	
Trade and Other Receivables	7.00	682,364,320	576,032,981	
Advance, Deposit and Prepayments	8.00	223,797,899	192,313,887	
Current Account with Sister Concorn	9.00	687,873	203,715	
Cash and Cash Equivalents	10.00	164,005,292	90,707,112	
B) Total Current Assets		1,754,505,892	1,502,255,985	
Total Assets (A+B)		3,819,967,882	3,627,468,910	
EQUITY AND LIABILITIES				
Shareholder's Equity				
Share Capital	11.00	2,175,600,000	1,942,500,000	
Retained Earnings		1,465,403,318	1,469,260,112	
C) Total Shareholder's Equity		3,641,003,318	3,411,760,112	
Non-Current Liabilities				
Long Term Borrowings net off Current Portion	12.00	60,109,976	44,397,942	
D) Total Non-Current Liabilities		60,109,976	44,397,942	
Current Liabilities				
Trade and other payables				
Short Term Borrowings	13.00	5,725,718	12,355,109	
Provisions and Outstanding Expenses	14.00	43,216,221	98,351,009	
Current Portion of Long Term Borrowings	15.00	60,731,586	48,771,586	
E) Total Current Liabilities		118,854,588	171,310,856	
Total Liabilities (D+E)		178,964,564	215,708,798	
Total Equity and Liabilities (C+D+E)		3,819,967,882	3,627,468,910	
Net Assets Value per Share (NAV)	23.00	16.74	17.56	

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

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dated: November 03, 2016
Dhaka

Sd/-
Mahfel Huq & Co.
Chartered Accountants

C & A Textiles Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2016

Particulars	Notes	Amount in Taka	
		30-06-2016	30-06-2015
Sales Revenue	17.00	2,283,545,840	2,775,756,460
Less: Cost of Sales	18.00	1,864,745,774	2,139,546,396
Gross Profit		418,800,066	636,210,064
Less: Operating Expenses	19.00	97,621,825	121,816,511
Profit from Operations		321,178,241	514,393,553
Less: Financial Expenses	20.00	68,591,627	82,516,371
Net Profit from Operations		252,586,614	431,877,182
Add: Other Income	21.00	11,522,151	35,130,835
Profit Before Income Tax		264,108,765	467,008,017
Less: Provision for Taxation		17,111,729	12,217,106
Net Profit/(Loss) for the Year		246,997,036	454,790,911
Earnings per Share (Basic)	22.00	1.14	2.61
Earnings per Share (Adjusted)		1.14	2.09

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

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dated: November 03, 2016
Dhaka

Sd/-
Mahfel Huq & Co.
Chartered Accountants

**C & A Textiles Limited
Statement of Cash Flows
For the year ended June 30, 2016**

Particulars	Notes	Amount in Taka	
		30-06-2016	30-06-2015
A .Cash Flows From Operating Activities:			
Cash Receipt from Customers and Others		2,188,736,652	2,693,563,451
Cash Paid to Suppliers, Employees and Others		(1,824,863,945)	(2,231,294,273)
Cash paid for Financial Expenses		(68,591,627)	(82,516,371)
Income Taxes Paid		(17,311,729)	(15,178,978)
Net Cash Flow from Operating Activities		277,969,351	364,573,829
B. Cash Flow From Investing Activities:			
Acquisition of Property, Plant and Equipment		(67,051,183)	(252,422,193)
Advance Against Leasehold Land		-	(90,053,700)
Advance Against Gas Line Installation (Metco Construction)		(12,500,000)	(9,500,000)
Advance against New Factory Building		65,000	(5,090,000)
Capital Work in Progress		(83,583,231)	(49,292,425)
Security Deposit		(377,396)	(37,101,621)
Advance Payment		850,483	-
Net cash used in Investing activities		(162,596,327)	(443,459,939)
C. Cash Flow From Financing Activities:			
Increase/(Decrease) in share capital		-	450,000,000
Increase/(Decrease) in Short term loan from bank		(62,728,719)	(8,707,447)
Increase/(Decrease) in Long term loan from bank		13,059,944	(276,102,404)
Net Cash flow from financing activities		(49,668,775)	165,190,149
D.Increase/(Decrease) in cash & cash equivalents (A+B+C)		73,298,180	86,304,039
E.Opening cash and cash equivalents		90,707,112	4,403,073
F.Closing cash and cash equivalents (E + D)		164,005,292	90,707,112

The annexed notes form an integral part of these financial statements

Sd/- Sd/- Sd/- Sd/-
Chairman **Managing Director** **Chief Financial Officer** **Company Secretary**

Dated: November 03, 2016
Dhaka Mahfel Huq & Co.
Chartered Accountants

C & A Textiles Limited
Statement of Changes in Equity
For the year ended June 30, 2016

Particulars	Share Capital	Retained Earnings	Total at 30.06.2016
Balance as on July 01, 2015	1,942,500,000	1,469,260,112	3,411,760,112
Issue of Bonus Share	233,100,000	(233,100,000)	-
Net Profit/(Loss) for the year	-	246,997,036	246,997,036
Adjustment of Income tax for the assessment year 2015-2016	-	(17,753,830)	(17,753,830)
Balance as on June 30, 2016	2,175,600,000	1,465,403,318	3,641,003,318

C & A Textiles Limited
Statement of Changes in Equity
For the year ended June 30, 2015

Particulars	Share Capital	Retained Earnings	Total at 30.06.2016
Balance as on July 01, 2015	1,300,000,000	1,209,718,738	2,509,718,738
Issue of New Share	450,000,000	450,000,00	-
Issue of Bonus Share	192,500,000	(192,500,000)	-
Adjustment of Income tax for the assessment year 2011-2012, 2012-2013, 2013-2014 and 2014-2015	-	(2,749,537)	(2,749,537)
Net Profit/(Loss) for the year	-	454,790,911	454,790,911
Balance as on June 30, 2015	1,942,500,000	1,469,260,112	3,411,760,112

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dated: November 03, 2016
Dhaka

Sd/-
Mahfel Huq & Co.
Chartered Accountants

C & A Textiles Limited
Schedule of Property, Plant and Equipment
As at June 30, 2016

Annexure-A

Particulars	Cost			Rate of Depreciation/ Amortization (%)	Balance as on 01 July 2015	Addition during the Year	Balance as on 30 June 2016	Depreciation	Balance as on 30 June 2016	Written Down Value as at 30-06-2016	Written Down Value as at 30-06-2015
	Balance as on 01 July 2015	Addition during the Year	Balance as on 30 June 2016					Charged during the year			
Leasehold Land & Land Development	69,425,398	290,925	69,716,323	5%	15,973,457	3,485,816	19,459,274	50,257,049	53,451,941		
Factory Buildings	438,056,983	1,478,382	439,535,365	10%	197,273,110	24,143,854	221,416,964	218,118,401	240,783,873		
Plant & Machinery	2,055,918,789	39,927,865	2,095,846,654	10%	593,078,910	147,708,844	740,787,754	1,355,058,900	1,462,839,879		
Furniture and Fixture	84,139,792	1,295,300	85,435,092	10%	32,057,538	5,246,815	37,304,353	48,130,739	52,082,254		
Water and Gas line Installation	33,845,913	14,012,928	47,858,841	10%	5,956,121	4,404,184	10,360,305	37,498,536	27,889,732		
Electrical Installation	111,572,033	2,396,349	113,958,382	10%	38,886,842	7,359,958	46,246,800	67,711,582	72,685,191		
Electrical Equipment	24,243,989	1,067,459	25,311,448	10%	9,907,793	1,501,062	11,408,854	13,902,594	14,336,196		
Generator	126,798,832	456,000	127,254,832	10%	55,568,351	7,135,123	62,703,474	64,551,358	71,230,481		
Fire Equipment	9,875,479	2,013,102	11,888,581	10%	2,572,017	814,450	3,386,467	8,502,114	7,303,462		
Vehicles	26,094,692	-	26,094,692	20%	10,930,192	3,032,900	13,963,092	12,131,600	15,164,500		
Office Equipments	11,785,342	1,738,274	13,523,616	10%	3,674,131	902,760	4,576,891	8,946,725	8,111,211		
Air Conditions	10,890,623	2,384,599	13,275,222	20%	7,398,785	886,711	8,285,496	4,989,726	3,491,838		
Total	3,002,647,885	67,051,183	3,069,699,048		973,277,247	206,622,476	1,179,899,723	1,889,799,325	2,029,370,618		

Allocation of depreciation

Manufacturing Expenses	93.00%	192,158,903
Administrative Expenses	6.00%	12,397,349
Selling & Distribution Expenses	1.00%	2,066,225
	100%	206,622,477

C & A TEXTILES LIMITED
Notes to the Financial Statements
For the year ended 30 June, 2016

1.00 Reporting Entity and its Activities

1.01 Legal form of the Entity

The company was incorporated on February 19, 2001 as a private company limited by shares under the Companies Act, 1994 vide certificate of incorporation no. C-3912/2001. The company was converted into a Public Limited Company on 22 December 2012 alongwith the subdivision of face value of shares from Tk. 100 to Tk. 10 each. Its shares are listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. The registered office and production unit of the company is located at Plot No. 61, 62, 66, 67, 68, 72 & 73, BSCIC Industrial Estate, Kalurghat (Ext), Chittogong, Bangladesh.

1.02 Nature of Business Activities

This is a 100% export oriented company engaged in manufacturing fashionable knit garments in accordance with buyers' orders. It usually exports its produced garments to the buyers in Canada, USA, Germany and Europe. in accordance with buyers' orders. It usually exports its produced garments to the buyers in Canada, USA, Germany and Europe.

2.00 Significant Accounting Policy for the presentation of the financial Statements

The specific accounting policies selected and applied by the company's management for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

2.01 Corporate Financial Statements

This Financial statements are prepared under the historical cost convention and in accordance with the requirements of the Companies Act, 1994, Securities and Exchange Rules ,1987, Listing regulations of Dhaka Stock Exchange Limited (DSE) & Chittagong Stock Exchange Limited (CSE), Bangladesh Accounting Standards (BASs), Bangladesh Financial Reporting Standards (BFRSs) and as applicable to this Company. The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approved and authorized for issue of these financial statements.

2.02 Use of Estimates and Judgments

The preparation of Financial Statements requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, income and expenses. Due to inherent uncertainties involved in making estimets actual results may differ from those estimates and under lying assumptions are reviewed on a going concern basis.

2.03 Going Concern

The company has adequate resources to continue in operation for the foreseeable future. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business. For this reasons the directors continue to adopt going concern basis in preparing the Financial Statement.

2.04 Foreign Currency Translation

The financial statements are presented in Taka/Tk./BDT, which is company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Assets and liabilities outstanding at 30 June 2016 denominated in foreign currencies have been shown in Taka at the rate in terms of foreign currencies ruling on the statement of financial position date. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in statement of profit or loss and other comprehensive income as per BAS 21: The Effects of Changes in Foreign Exchange Rates.

2.05 Reporting Period

The financial statements covers one financial year from 1st July to 30th June of following year consistently.

2.06 Segmental Reporting:

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

2.07 Fundamental Accounting Concepts/ Assumption

The financial statements have been prepared under historical cost convention on accrual basis and such other convention as required by BAS-1 and BFRS for fair presentation of financial statements.

2.08 Comparative Information and Re-arrangement thereof

Comparative Information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period's financial statements. Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the income and value of assets and liabilities as reported in the Financial Statements.

2.09 Events after the Reporting date

In compliance with the requirements of BAS 10: Adjusting events occurring after the reporting date are reflected in the financial statements and events after reporting date that are not adjusting events are disclosed in the notes when material.

2.10 Compliance with BAS

The following BAS have been applied in preparation of the financial statements for the year under review:

BAS 1	Presentation of Financial Statements
BAS 2	Inventories
BAS 7	Statement of Cash Flows
BAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
BAS 10	Events after the Reporting Period
BAS 12	Income Taxes
BAS 16	Property, Plant and Equipment
BAS 17	Leases
BAS 18	Revenue
BAS 21	The effects of changes in foreign exchange rates
BAS 23	Borrowing Costs
BAS 24	Related Party Disclosures
BAS 33	Earnings Per Share
BAS 36	Impairment of Assets
BAS 37	Provisions, Contingent Liabilities and Contingent Assets
BAS 39	Financial Instrument: Recognition and Measurement

The related BFRSs are also complied for the preparation of these financial statements.

2.11 Net Income Before Tax

Net Income Before Tax for the year were not materially affected by:

- (a) Transaction of a nature not usually undertaken by the company;
- (b) Circumstances of an exceptional or non-recurring nature;
- (c) Changes of credits relating to prior years ; and
- (d) Changes in accounting policies.

2.12 Regulatory Compliance

The Financial Statements have been prepared in compliance with the following laws and regulations;

The Companies Act, 1994
The Income Tax Ordinance, 1984
The Income Tax Rules, 1984
The Value Added Tax (VAT) Act, 1991
The Customs Act ,1969
Security and Exchange Rules, 1987
Security and Exchange Ordinance, 1993

2.13 Property, Plant and Equipment

2.13.1 Recognition and measurement of Property, Plant and Equipment

Property, plant and equipment have been stated at written down value. Accumulated historical cost and depreciation have been shown in the Financial Statements. The cost of acquisition comprises of purchase price, including import duties and non-refundable Taxes and any directly attributable cost of bringing the assets to its state of intended use. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an addition to cost of the assets.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized as non operating income and reflected in the Statement of Profit or Loss and other Comprehensive Income.

2.13.2 Depreciation of Tangible Fixed Assets

Depreciation on Property, Plant & Equipment other than Leasehold Land & Land Development have been computed during the year using the reducing balance method so as to write off the assets over their expected useful life. Depreciation has been charged on addition on the basis of when it is available for use.

Leasehold land and development taken from BSCIC I/E, Kalurghat, Chittagong on lease is being amortized over 20 years.

After considering the useful life of assets as per BAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

Items of Property, Plant and Equipment	2016	2015
	Rate %	Rate %
Land & Land Development	5	5
Buildings	10	10
Plant and Machinery	10	10
Furniture, Fixtures and Fittings	10	10
Water and Gas line installation	10	10
Electrical Installation	10	10
Eelectrical Equipments	10	10
Generator	10	10
Fire Equipments	10	10
Vehicles	20	20
Office Equipments	10	10
Air conditioner	20	20

2.13.3 Impairment of assets

All assets have been reviewed according to BAS 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.

2.14 Inventories

Inventories are measured at the lower of cost and net realizable value as prescribed by BAS-2. The cost of inventories is based on 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 manufactured inventories and work-in-progress, cost includes an appropriate allocation of production overheads based on normal operation capacity.

Nature of Inventories

	Basis of valuation
Raw Materials	Weighted Average Cost
Work-in Progress	Material cost Plus Proportionate conversion cost based on percentage of completion.
Chemicals & Stores	Weighted Average Cost
Finished Goods	At lower of cost or net realizable value

2.15 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.

2.15.1 Financial Assets

Financial assets of the company include cash and cash equivalents, equity instrument of another entity, trade receivable and other receivables. The company initially recognizes receivable on the date 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 and only when contractual rights or probabilities of receiving the cash flows from the assets expire or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risk and reward of ownership of the financial assets are transferred.

2.15.2 Cash and Cash Equivalents

According to BAS 7 'Statement of Cash Flows' cash comprises of cash in hand, cash at Bank, demand deposits, FDR and cash equivalents which are short term highly liquid investments that are readily convertible to cash and which are subject to an insignificant risk of changes in value. BAS 1 ``Presentation of Financial Statements'' provides that Cash & Cash Equivalents are not restricted in use. Considering the provision of BAS 7 & BAS 1, Cash in Hand & Bank Balances including FDR have been treated as Cash & Cash Equivalents.

2.15.3 Available for Sale of Financial Assets

During the year the company had no financial asset for sale.

2.15.4 Trade Receivable

Trade Receivable is carried at invoice amount without making any provision for doubtful debts, because of the fact that sales / export are being based on 100% confirmed letter of credit basis with fixed maturity dates and confirmed by Letter of credit.

2.15.5 Financial Liabilities

The company initially recognizes financial liabilities on the transaction date at which the company becomes a party to the contractual provisions of the liability. The company derecognises a financial liability when its contractual obligations are discharged or cancelled or expired. Financial liabilities are recognised initially at fair value less any directly attributable transaction costs. Subsequently to initial recognition, these financial liabilities are measured at amortised cost using the effective interest method. Financial liabilities include loan and borrowing, trade creditors, liabilities for expenses and liabilities for other finance.

2.16 Income Tax

2.16.1 Current Tax

A provision for taxation was calculated as per Income Tax Ordinance 1984.

2.16.2 Deferred Tax

The company did not recognise deferred tax during the year.

2.17 Revenue Recognition

a) Sales of Goods

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates as per BAS-18. Revenue is recognized when the significant risks and reward of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably & there is no continuing management involvement with the goods sold. Transfer of risk and rewards occurs for the sale of goods when the shipment made and invoices raised.

b) Interest income is recognised when it is credited by respective bank.

c) Dividend income is recognized when the right to receive payment is established.

2.18 Sales Revenue

Sales revenue includes only export of garments.

2.19 Financial expenses

Financial expenses comprise interest on borrowings and bank charges. All financial expenses are recognized in the statement of profit or loss and other comprehensive income based on the statement received from Financial Institutions.

2.20 Employee Benefit Plan:

The company maintains defined benefit plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective deeds.

The company has accounted for and disclosed employee benefits in compliance with the provisions of BAS 19: Employee Benefits.

The cost of employee benefit is charged off as revenue expenditure in the period to which the contributions relate.

The company's employee benefits include the following:

a) Short Term Employee Benefits

Short-term employee benefits include salaries, bonuses etc. Obligations for such benefits are measured on an undiscounted basis and are expensed as the related service is provided.

b) Workers Profit Participation Fund

We are a 100% export oriented composite knit garments industry and member of BGMEA and BKMEA. As per Sub-Section 3 of Section 232 of Bangladesh Labour Act (Amendment) 2013 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 to 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."

We didn't start making provision for WPPF because of not yet forming Board for fund raise and utilization by the government. The board shall format the rules of determination of subscription, procedure of collection and utilization of fund. We are a 100% export oriented company also the member of BGMEA and BKMEA, that's why company can't recognize WPPF before forming Board for fund and utilization by the Authority.

2.21 Statement of Cash Flow

Statement of Cash Flows has been prepared principally in accordance with BAS-7 "Statement of Cash Flow" and the cash flows from the operating activities have been presented under direct method.

2.22 Provisions

In accordance with the guidelines as prescribed by BAS-37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations:

- a. when the company has an obligation (legal or constructive) as a result of past events;
- b. when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- c. Reliable estimates can be made of the amount of the obligation.

2.23 Earnings Per Share

This has been calculated in compliance with the requirements of BAS 33: Earnings Per Share has been calculated the profit attributable to ordinary equity holders of the company devided by the weighted average number of ordinary shares outstanding during the period and retrospective effect has also been given for calculation of previous years earnings as well to conform the current years presentation.

2.24 Diluted Earnings per Share

No diluted Earnings per Share was required to be calculated for the year under review as there is no scope for dilution of Earnings Per Share for the year.

2.25 Components of Financial Statements

The financial statements comprise the following:

- Statement of Financial Position as at 30th June 2016,
- Statement of Profit or Loss and Other Comprehensive Income for the year ended 30th June 2016,
- Statement of Changes in Equity for the year ended 30th June 2016,
- Statement of Cash Flows for the year ended 30th June 2016,
- Accounting Policies and explanatory notes to the Financial Statements .

2.26 General

a) The figures appearing in these financial statements are expressed in Taka currency and rounded off to the nearest Taka.

b) Previous year's figures have been rearranged, where necessary, to conform to current year's presentation.

3.00 Property, Plant & Equipment

This is made up as follows:

Particulars	30-06-2016	30-06-2015
Cost		
Opening Balance	3,002,647,865	2,734,675,672
Addition during the year	67,051,183	267,972,193
Disposal during the year	-	-
Closing balance	3,069,699,048	3,002,647,865
Depreciation		
Opening Balance	973,277,247	763,424,261
Charge during the year	206,622,476	209,852,986
Closing balance	1,179,899,723	973,277,247
Carrying Amount/WDV	1,889,799,325	2,029,370,618

Details of Property, Plant & Equipment has been shown in Annexure-A.

4.00 Security Deposits

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Polly Bidyut Samity (PBS)- Electricity	240,000	240,000
Bakhrabad Gas Systems Ltd.- (BGSL) -Gas Line	1,057,439	1,057,439
Karnaphuli Gas Dist. Co. Ltd.- (KGDCL)-(New Gas Line)	39,560,550	39,460,621
Anser Salary (Security Deposit)	350,000	272,533
Water Treatment Plant (ETP)	335,000	135,000
Total:	41,542,989	41,165,593

5.00 Capital Work-in Progress

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Construction of New Factory Building (Unit-2)	134,119,676	54,676,714
Total:	134,119,676	54,676,714

Capital work-in progress represents four storeys of factory building of the company which is under construction. The factory building will be transferred to Property, Plant and Equipment as per BAS 16 when it will be fully ready to use.

Total land area on which the building is constructed is 43.35 kathas or 31,218 sft and space per floor of the building 28,500 sft.

6.00 Inventories

The above balance is made up as follows:

Particulars	Notes	30-06-2016	30-06-2015
Raw Materials - Yarn	18.01	377,124,078	324,583,900
Chemicals	18.02	50,125,458	48,538,000
Work in process	18.00	80,845,848	93,235,200
Consumable Items	18.03	25,551,254	19,083,600
Finished Goods	18.00	144,458,400	148,363,900
Store Items	18.04 A	5,545,470	9,193,690
Total:		683,650,508	642,998,290

7.00 Trade and other Receivables

The amount represents receivables on 30th June 2016 from foreign buyers against export of garments. This is considered as fully secured and guaranteed receivables by export letter of credit and considered good and realizable within one year as per terms of export letter of credit.

Particulars	30-06-2016	30-06-2015
Trade Receivables	682,364,320	576,032,981
Total:	682,364,320	576,032,981

Ageing of Trade Receivables

Due within 6 Months	682,364,320	576,032,981
Due above 6 Months	-	-
Total:	682,364,320	576,032,981

The classification of receivables as required by the Schedule XI of the Companies Act, 1994 is given below:

Particulars	Amount in Taka	
	30-06-2016	30-06-2015
Receivables considered good in respect of which the company is fully secured	682,364,320	576,032,981
Receivables considered good in respect of which the company holds no security other than debtors' personal security	-	-
Receivables considered doubtful or bad	-	-
Receivables due by common management	-	-
The maximum amount of receivable due by any director or other officer of the company	-	-
Total:	682,364,320	576,032,981

The Above is this amount of receivable against export bills as on June 30, 2016

Particulars	30-06-2016	30-06-2015
M/s Tennanova	89,423,641	62,315,748
M/s Peacocks Store	78,124,564	54,893,126
M/s Bonmarche	45,234,572	45,789,132
M/s Us plo	17,895,461	28,976,413
M/s Runners	-	34,789,314
M/s Trinity	78,964,123	65,123,478
M/s Blacks	47,812,651	36,124,789
M/s carters	46,971,327	-
M/s Williams	78,236,410	45,987,613
M/s Miles	68,971,264	13,649,751
M/s Morrisons	12,478,913	7,145,632
M/s riachuelo	90,799,463	87,945,130
M/s Oshkosh B'gosh	27,451,931	93,292,855
Total:	682,364,320	576,032,981

8.01 Advance & Prepayments

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Advance to Employees (Staff & Workers)	2,658,400	2,748,600
Advance Office Rent	480,000	200,000
M/s. Chalkmark (Md. Billal Hossain)	120,000	140,000
Advance to TNR Enterprise (Accounts Software)	1,660,000	1,660,000
Total:	4,918,400	4,748,600

8.02 Advance to Lesaehold Land

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Leasehold Land at Kalurghat, BSCIC, Ctg.	147,153,700	147,153,700
Total	147,153,700	147,153,700

Ageing of Trade Receivables

Due within 6 Months	682,364,320	576,032,981
Due above 6 Months	-	-
Total:	682,364,320	576,032,981

The classification of receivables as required by the Schedule XI of the Companies Act, 1994 is given below:

Particulars	Amount in Taka	
	30-06-2016	30-06-2015
Receivables considered good in respect of which the company is fully secured	682,364,320	576,032,981
Receivables considered good in respect of which the company holds no security other than debtors' personal security	-	-
Receivables considered doubtful or bad	-	-
Receivables due by common management	-	-
The maximum amount of receivable due by any director or other officer of the company	-	-
Total:	682,364,320	576,032,981

The Above is this amount of receivable against export bills as on June 30, 2016

Particulars	30-06-2016	30-06-2015
M/s Tennanova	89,423,641	62,315,748
M/s Peacocks Store	78,124,564	54,893,126
M/s Bonmarche	45,234,572	45,789,132
M/s Us plo	17,895,461	28,976,413
M/s Runners	-	34,789,314
M/s Trinity	78,964,123	65,123,478
M/s Blacks	47,812,651	36,124,789
M/s carters	46,971,327	-
M/s Williams	78,236,410	45,987,613
M/s Miles	68,971,264	13,649,751
M/s Morrisons	12,478,913	7,145,632
M/s riachuelo	90,799,463	87,945,130
M/s Oshkosh B'gosh	27,451,931	93,292,855
	682,364,320	576,032,981

8.00 Advances, Deposits & Prepayments

The above balance is made up as follows:

Particulars	Notes	30-06-2016	30-06-2015
Advance & Prepayments	8.01	4,918,400	4,748,600
Advance to Leasehold Land	8.02	147,153,700	147,153,700
Sundry Advances	8.03	6,413,986	3,667,383
Advance Income Tax	8.04	29,528,835	12,217,106
Advance to Technician for Machinery		-	470,483
L/C Margin (Machinery)		1,070,000	1,450,000
L/C Margin for Import		7,687,978	8,016,615
Advance Against Gas Line Installation (Metco Construction)		22,000,000	9,500,000
Advance against New Factory Building	8.05	5,025,000	5,090,000
Total:		223,797,899	192,313,887

8.01 Advance & Prepayments

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Advance to Employees (Staff & Workers)	2,658,400	2,748,600
Advance Office Rent	480,000	200,000
M/s. Chalkmark (Md. Billal Hossain)	120,000	140,000
Advance to TNR Enterprise (Accounts Software)	1,660,000	1,660,000
Total:	4,918,400	4,748,600

8.02 Advance to Lesaehold Land

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Leasehold Land at Kalurghat, BSCIC, Ctg.	147,153,700	147,153,700
Total	147,153,700	147,153,700

This advance payment has been made to landlord through Agrani Bank Ltd, Laldeghi Branch, Chittgong for acquisition of leasehold land. The land is located at 69, 70 & 71 BSCIC I/E, Kalurghat, Chittagong.

8.03 Sundry Advances

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
M/s. Manikganj Paper & Stationery	-	155,427
M/s. Aman Electric House	-	281,356
M/s. EME International	-	120,100
M/s. Shapla Enterprise	-	35,600
Mr. Choton (New office decoration)	25,000	45,000
M/s. Lotus Trade Syndicate	546,200	850,000
M/s. Joy Electric Co.	-	52,500
M/s. Zakir Supplies	-	124,000
M/s. Mir Machinery & Co.	-	165,200
M/s. Lucky Enterprise (Accessories)	470,450	190,000
M/s. Sahjalal Enterprise	-	200,000
M/s. Shahji Traders	-	200,000
M/s. Zilani Enterprise	-	22,000
M/s. Laila Enterprise	-	250,000
M/s. Jahan Enterprise	-	258,400
M/s. Muna Enterprise	76,800	376,800
M/s. Mustafa Enterprise	-	341,000
3G Apparels Figo	8,957	-
M/s. Ali Trading	177,678	-
Anower & Iqbal Electrical Engineering	190,000	-
Aroma Fabrics	50,396	-
Axiom Fashion Limited	165,850	-
Base Textiles Ltd.	124,337	-
Clifton Group	57,342	-
E.R Knitware	21,532	-
Eastern Dresses Limited	20,441	-
Global Knitware	17,051	-
Mam Apparels	106,095	-
Sundry Advance (Garments Division)	575,002	-
Sundry Advance (Textiles Division)	3,101,993	-
Mithun Knitting & Dyeing	92,460	-
Momo Fashion	17,939	-
Raiham Fabrics Ltd.	102,305	-
S. Enterprise	262,608	-
Sadaf Fashion Ltd.	24,730	-
Taher Sons Fashion Ltd.	178,820	-
Total:	6,413,986	3,667,383

8.04 Advance Income Tax

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Opening Balance	12,217,106	15,864,730
Add: Tax deducted at source during the year	17,311,729	12,217,106
	29,528,835	28,081,836
Less: Adjustment during the year	-	15,864,730
	29,528,835	12,217,106

8.05 Advance Against New Factory Building

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
M/s. Drilex Engineering (Piling & Boring)	-	1,000,000
M/s. Anis & Brothers (Const. Materiles Suppliers)	-	540,000
M/s. Inter Space (Engineering & Architect)	3,700,000	2,200,000
M/s. M. A Traders (Const. Materiles Suppliers)	-	350,000
M/s. Khan Jahan Ali Builders (Const. Materiles Suppliers)	-	250,000
M/s. Hafiz Ahmed (Contractor)	1,325,000	500,000
Advance to Engineer Gias Uddin	-	100,000
Advance to G-11 Engineering	-	150,000
	5,025,000	5,090,000

9.00 Current Account with Sister Concern

The above balance is made up as follows:

Particulars

C & A Fashion Limited

Knit Express Limited

Total:

	30-06-2016	30-06-2015
	685,666	187,727
	2,207	15,988
	687,873	203,715

10.00 Cash and Cash Equivalents

The above balance is made up as follows:

Particulars

	30.06.2016	30-06-2015
Cash in hand	4,989,901	4,885,430
Cash at Bank	153,824,794	3,130,084
FSIBL - Agrabad Br, Chittagong	27,460	130,022
FSIBL - Gulshan Br, Dhaka	1,040,275	1,918,946
MTBL - Kalurghat Br, Chittagong (CD)	83,242	947,745
MTBL - Kalurghat Br, Chittagong (SND)	235,026	26,306
EXIM Bank Ltd.- Agrabad Br, Ctg.	18	16,433
FSIBL - Agrabad Br, Chittagong (Garments Unit)	5,821	90,632
Eastern Bank Ltd.- Agrabad Br, Chittagong	3,248	-
FSIBL -Mohora Br, Chittagong	59,701	-
SBAC - Agrabad Br, Chittagong.	2,013	-
EXIM Bank Ltd.- SK Mujib Road Br, Ctg.	29,999	-
FDR on FSIBL & EXIM Bank, Agrabad, Ctg.	152,337,991	-

IPO Account:

FSIBL (IPO Account), Agrabad Br, Chittagong (SND)	15,679	2,265,907
FSIBL (IPO Account (FDR), Agrabad Br, Chittagong	-	72,500,000
BRAC Bank Ltd. Head office, Dhaka (BDT Account)	4,800,433	7,467,349
BRAC Bank Ltd. Head office, Dhaka (US Dollar Account)	374,484	458,342
	164,005,292	90,707,112

The Bank balances are in agreement with respective bank statement balances.

11.00 Share Capital:

11.01 Authorized Capital :

300,000,000 ordinary shares of Taka 10/= each.

11.02 Issued, subscribed, called and paid-up Capital

217,560,000 ordinary shares of Tk 10/= each fully paid-up.

	30-06-2016	30-06-2015
	3,000,000,000	3,000,000,000
	2,175,600,000	1,942,500,000
	2,175,600,000	1,942,500,000

The shareholding position of the company at 30 June, 2016 is as under:

Name of Director & Shareholders	Designation	No. of shares	Percentage (%)	Amount in Tk
Rukshana Morshed	MD	40,404,000	19%	404,040,000
Bangladesh Shoes Inds. Ltd.	Director	10,256,400	5%	102,564,000
Sharmin Akther Lovely	Director	6,526,800	3%	65,268,000
Gazi Golam Zakaria Jyoti	Chairman	4,351,200	2%	43,512,000
Iftekhar Abdul Hai	Director	4,351,200	2%	43,512,000
Other Shareholders (Placement)	Shareholders	32,256,511	15%	322,565,110
IPO Shareholders (Public)	Shareholders	119,413,889	55%	1,194,138,890
Total:		217,560,000	100%	2,175,600,000

Range wise Shareholding position as under:

Holding Range	As at 30-06-2016		As at 30-06-2015	
	No. of Shareholders	No. of Shares	No. of Shareholders	No. of Shares
Less than 5000 Shares	13,102	12,985,548	12,392	8,345,921
5001 to 10000 Shares	1,467	10,311,986	344	2,642,569
10001 to 50000 Shares	1,472	32,015,385	382	8,238,510
50001 to 100000 Shares	201	14,530,468	71	4,943,292
100001 to 500000 Shares	137	25,989,949	65	12,368,736
500001 to 1000000 Shares	11	7,336,102	12	9,045,002
1000001 to 5000000 Shares	10	26,078,648	22	64,450,270
5000001 to 10000000 Shares	6	37,651,514	8	48,140,700
Over 10000000 Shares	2	50,660,400	1	36,075,000
Total	16,408	217,560,000	13,297	194,250,000

12.00 Long Term Borrowings net off Current Portion

The above balance is made up as follows:

Particulars

Particulars	30-06-2016	30-06-2015
Term Loan	69,291,038	56,231,094
Less: Current portion of Long Term Loan	9,181,063	11,833,152
Total:	60,109,976	44,397,942

Terms and conditions of Term Loan

The loan has been taken from First Security Islami Bank Ltd, Agrabad Branch, Chittagong for acquisition of leasehold land and plant and machinery of the company on the following terms and conditions:

Rate of Interest	: 13.00%
Sanction Amount	: 320 million
Tenor	: 7 Years
Moratorium Period	: 6 months
Security	: Factory Building and Machinery

13.00 Trade and other Payables

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
M/s. T&T Ind Cor	258,600	2,251,400
M/s. NSI	-	875,600
M/s. Textrade	569,200	1,245,400
M/s. Novo Design Maker	-	1,224,150
Bhanero Textile Mills Ltd.	-	1,465,560
Poly Mart Ltd.	-	1,425,100
M/s. Halda Enterprise	-	975,400
M/s. Plastic Accessories	-	545,100
Trade Wind Ltd.	-	424,500
M/s. Promt Accessories	-	644,582

M/s. Friends Accessories	-	412,575
M/s. Inotech Inds.	-	865,742
Brunal Textiles Ltd	64,245	-
Breau Veritas Consumer Products Services Ltd	215,795	-
Bright GP International Ltd.	139,000	-
Dream Knitting (BD) Ltd	569,730	-
Dysin International Ltd	360,900	-
ITS Labtest (BD) Ltd	23,974	-
J-K Soft Knit Ltd.	339,258	-
JS Monndt International	330,000	-
Masco Export (BD) Ltd	46,333	-
Mondol Knitwares Ltd	411,451	-
Rachi Textiles Ind. BD Ltd	37,100	-
S.S Knitting & Dyeing Ind.	21,825	-
Salim Perfumery & Chemical Suppliers	162,421	-
Switch Color BD Ltd	68,060	-
M/s. SMS Trims & Knitting	98,180	-
Glory Tapes & Labels Ltd	203,284	-
KGN Corporation	146,400	-
M/s. Souroshakti	420,000	-
M/s. System Contral	173,571	-
M/s. Team Star Trade Accociates	152,700	-
BMH Knit Fabrics	597,961	-
Great Tech Filter Manu.	315,730	-
Total:	5,725,718	12,355,109

14.00 Short Term Borrowings

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
FDBP Loan	2,122,177	6,593,202
Bai-Murabaha (Hypo)	32,874,481	25,245,513
Bai-Murabaha (Post Import- TR)	8,219,563	6,866,821
Bai- Murabaha (Machinery)	-	59,645,473
Total:	43,216,221	98,351,009

15.00 Provision and Outstanding Expenses

The above balance is made up as follows:

Particulars	Notes	30-06-2016	30-06-2015
Utility Bills Payable		3,352,458	2,710,783
Salary & Wages		66,58,727	7,241,074
Sundry Creditors	15.01	2,031,217	2,501,580
Provision for Income Tax	15.02	47,082,665	12,217,106
Liability for WPPF (As per last A/c)		-	18,371,754
Audit Fee Payable		287,500	287,500
Professional Fees Payable		75,000	57,500
New Factory Building Construction Bills Payable	15.03	1,244,020	5,384,289
Total:		60,731,587	48,771,586

15.01 Sundry Creditors

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
M/s. Olympia Machinery	-	13,250
M/s. Riaz Hardware Store	-	75,200
M/s. MA Supplies	-	175,900
M/s. Joy Electric Works Co	-	49,860
Ambia Knitting & Dyeing Ltd	110,250	155,027
M/s. Bright GP International	105,458	139,000

Brunal Textiles Ltd.	-	61,139
M/s. Chamber Press	-	23,160
City Tools Centre	99,850	129,972
Dysin International Ltd.	-	60,900
M/s. G.M Enterprise	85,458	102,500
M/s. Irfan Enterprise	70,580	41,390
M/s. J. M International (Transport)	-	153,300
M/s. Jihan Electric Co.	-	37,843
M/s. M.K Electrinocs Co.	-	63,600
M/s. Microcraft	-	96,352
Nitol Motors Ltd.	725,129	953,437
Noor Engineering Works	33,150	51,750
Titas Machinery Centre	50,980	42,120
M/s. Zamil Trading	81,425	75,880
Victoria Press	45,116	-
System Control	73,571	-
Shuruchi Tools Centre	10,154	-
Shahji Traders	77,247	-
Samsung Computer	48,530	-
S Islam Electronics	87,000	-
Rahimpur Eng. Works	9,040	-
R. R Enterprise	37,500	-
R. R Imperial Electrical Ltd.	121,627	-
Ovi Sign	10,000	-
Nabila Engineering Works	4,130	-
Micropath Engineering	33,150	-
M/s. Nur Papers & Stationery	63,178	-
M/s. Mostafa Enterprise	48,694	-
Total:	2,031,217	2,501,580

15.02 Provision for Income Tax

The above balance is made up as follows:

<u>Particulars</u>	<u>30-06-2016</u>	<u>30-06-2015</u>
Opening Balance	12,217,106	16,077,065
Add: Provision for Previous year	17,753,830	12,217,106
Add: Provision during the year	17,111,729	-
	47,082,665	28,294,171
Less: Adjustment during the year	-	16,077,065
Total:	47,082,665	12,217,106

15.03 New Factory Building Construction payable

The above balance is made up as follows:

<u>Particulars</u>	<u>30-06-2016</u>	<u>30-06-2015</u>
M/s. Drilex Engineering	-	645,250
M/s. Anis & Brothers	545,480	1,418,942
M/s. Inter Space	658,980	3,119,715
M/s. M.A Traders	-	60,808
M/s. Khan Jahan Ali Builders	39,560	139,574
Total:	1,244,020	5,384,289

16.00 Current Portion of Long Term Borrowings

The above balance is made up as follows:

<u>Particulars</u>	<u>30-06-2016</u>	<u>30-06-2015</u>
Current Portion of Long Term Borrowings	9,181,063	11,833,152
Total:	9,181,063	11,833,152

17.00 Sales Revenue

The above balance is made up as follows:

Particulars

Export Sales

	30-06-2016	30-06-2015
	2,283,545,840	2,775,756,460
Total:	2,283,545,840	2,775,756,460

18.00 Cost of Sales

The above balance is made up as follows:

Particulars

Raw materials consumed- Yarn

Raw materials consumed- Chemicals

Consumable item- consumed

Cost of Materials consumed

Work in process- Opening

Work in process- Closing

Change in work in process

Add: Manufacturing Overhead

Add: Depreciation (Manufacturing)

Cost of Goods Manufactured

Finished goods - Opening

Sample Making Expenses

Finished goods - Closing

Change of finished goods stock

	Notes	30-06-2016	30-06-2015
	18.01	1,073,430,286	1,457,309,174
	18.02	190,091,110	176,663,168
	18.03	171,757,996	192,458,474
		1,435,279,392	1,826,430,816
		93,235,200	73,469,878
		80,845,848	93,235,200
		12,389,352	(19,765,322)
	18.04	1,447,668,744	1,806,665,494
		225,367,212	190,320,803
		192,158,903	195,163,277
		1,865,194,859	2,192,149,574
		148,363,900	98,636,142
		4,354,585	2,875,420
		144,458,400	148,363,900
		(449,085)	(52,603,178)
	Total:	1,864,745,774	2,139,546,396

18.01 Raw materials consumed- Yarn

The above balance is made up as follows:

Particulars

Opening Stock

Add: Purchase during the year

Raw materials available for production

Less: Closing Stock

	30-06-2016	30-06-2015
	324,583,900	247,264,114
	1,125,970,464	1,534,628,960
	1,450,554,364	1,781,893,074
	377,124,078	324,583,900
Total:	1,073,430,286	1,457,309,174

18.02 Raw materials consumed- Chemicals

The above balance is made up as follows:

Particulars

Opening Stock

Add: Purchase during the year

Raw materials available for production

Less: Closing Stock

	30-06-2016	30-06-2015
	48,538,000	37,561,738
	191,678,568	187,639,430
	240,216,568	225,201,168
	50,125,458	48,538,000
Total:	190,091,110	176,663,168

18.03 Consumable Item Consumed

The above balance is made up as follows:

Particulars

Opening Stock

Add: Purchase during the year

Consumable Items available for use

Less: Closing Stock

	30-06-2016	30-06-2015
	19,083,600	14,645,324
	178,225,650	196,896,750
	197,309,250	211,542,074
	25,551,254	19,083,600
Total:	171,757,996	192,458,474

18.04 Manufacturing overhead

The above balance is made up as follows:

Particulars	Notes	30-06-2016	30-06-2015
Salary & Wages		135,938,608	119,763,490
Factory Supplies		10,138,400	8,435,680
Medical Expenses		1,191,810	1,034,970
Food and Tiffin		3,330,959	3,247,880
Labor Charge		2,159,306	1,974,083
Carrying Charge		2,862,977	2,645,814
Power, Fuel & Utilities		37,912,243	23,645,751
Commercial Expenses		5,726,519	4,957,652
Printing and Stationery Expenses		880,145	1,254,700
Store Consumption	18.04 A	10,734,818	12,027,527
Insurance Premium		4,983,132	4,578,500
Postage & Stamp		726,068	457,896
Conveyance		2,987,524	1,975,420
Telephone and Mobile Bill		1,263,163	687,540
Miscellaneous Expenses		1,204,528	1,245,870
Repairs & Maintenance	18.04 B	1,459,061	1,611,110
Internet Charges		528,050	175,800
Lab testing Charges		276,566	215,420
BSCIC Holding Tax		1,063,335	385,700
Total:		225,367,212	190,320,803

18.04 A Store Items

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Opening Balance	9,193,690	7,742,337
Add: Purchase during the year	7,086,598	13,478,880
Less: Closing balance	16,280,288	21,221,217
Consumption during the year	5,545,470	9,193,690
Total:	10,734,818	12,027,527

18.04 B Repairs & Maintenance

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Plant and Machinery	733,835	694,790
Building & Shed	325,658	276,680
Others	399,568	639,640
Total:	1,459,061	1,611,110

19.00 Operating Expenses

The above balance is made up as follows:

Particulars	Notes	30-06-2016	30-06-2015
Administrative Expenses	19.01	48,467,855	77,014,393
Warehouse, Distribution & Selling Expenses	19.02	49,153,970	44,802,118
Total:		97,621,825	121,816,511

19.01 Administrative Expenses

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Salaries and allowances	13,525,064	10,854,300
Stationery & Computer Paper	1,637,140	1,875,420
Phone, Fax and Mobile Bill	1,310,690	1,432,610
Postage & Stamps	1,271,280	612,544
Tours and Travelling Expenses	2,412,282	1,845,478

Entertainment	1,773,549	1,632,540
Rent and Others	873,569	632,640
Fees and Forms	4,546,847	2,414,500
Audit Fees	287,500	287,500
Legal & Professional fees	182,500	685,000
Director Remuneration & fees	3,637,500	2,421,000
Miscellaneous Expenses	871,424	1,256,480
Vehicles Expenses including fuel & oil expenses	3,072,261	2,969,565
Initial Public Offer (IPO) Expenses	-	34,725,037
AGM Expenses	668,900	778,600
Depreciation	12,397,349	12,591,179
Total:	48,467,855	77,014,393

19.02 Warehouse, Distribution & Selling Expenses

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Salaries and allowances	11,927,045	9,793,200
Transportation, Handling & Air Freight Expenses	16,950,839	17,984,650
Electricity, Water and Gas	2,073,305	1,402,410
Repairs & Maintenance	1,523,590	1,412,455
Traveling Expenses	2,147,023	1,514,580
Sample Making Expenses	4,354,585	2,875,420
Postage & Courier	1,425,745	1,346,542
Entertainment Expenses	1,806,196	1,445,401
Printing & Stationery	1,007,818	995,650
Miscellaneous Expenses	1,225,384	941,240
Advertisement Expenses	763,610	915,500
Sales Promition Expenses	1,882,605	2,076,540
Depreciation	2,066,225	2,098,530
Total:	49,153,970	44,802,118

20.00 Financial Expenses

The above balance is made up as follows:

Particulars

	Note	30-06-2016	30-06-2015
Interest on Borrowings and Bank Charges	20.01	68,591,627	82,516,371
Total:		68,591,627	82,516,371

20.01 Interest on Borrowings and Bank Charges

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Interest on Short Term Loan and Bank Charges	38,634,758	49,856,522
Interest on Long Term Loan and Bank Charges	29,956,869	32,659,849

Total:

30-06-2016	30-06-2015
68,591,627	82,516,371

21.00 Other Income

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Sale of Wastage	912,540	618,754
Interest Income	10,609,611	34,512,081

Total:

30-06-2016	30-06-2015
11,522,151	35,130,835

22.00 Earnings per Share (Basic)

The above balance is made up as follows:

Particulars

	30-06-2016	30-06-2015
Net Profit/(Loss) for the Year	246,997,036	454,790,911
Weighted Average Number of Ordinary Shares	217,560,000	174,154,110

1.14	2.61
-------------	-------------

22.01 Earnings per Share (Adjusted)

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Net Profit/(Loss) for the Year	246,997,036	454,790,911
Weighted Average Number of Ordinary Shares	217,560,000	217,560,000
Basic Earning Per Share (EPS)	1.14	2.09

Weighted Average Number of Ordinary Shares outstanding:

Particulars	No. Of Shares	Days	Factor	Weighted Average No. of Shares (30.06.2016)	Weighted Average No. of Shares (30.06.2015)
Beginning	194,250,000	365	1	194,250,000	174,154,110
Issued Bonus Share	23,310,000	365	1	23,310,000	23,310,000
Total				217,560,000	197,464,110

23.00 Net Asset Value (NAV) Per Share

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Total Assets	3,819,967,882	3,627,468,910
Less: Total Liabilities	178,964,564	215,708,798
Net Assets Value	3,641,003,318	3,411,760,112
Total Number of Shares	217,560,000	194,250,000
Net Asset Value (NAV) per Share	16.74	17.56

24.00 Net Operating Cash Flow per Share (NOCFPS)

The above balance is made up as follows:

Particulars	30-06-2016	30-06-2015
Net Cash Flows from Operating Activities	277,969,351	364,573,829
Total Number of Shares	217,560,000	194,250,000
Net Operating Cash Flow per Share(NOCFPS)	1.28	1.88

25.00 Production Capacity and Utilization

The company's division wise production capacity, actual production and capacity utilization are as follows:

Productive Area	Production Capacity (M. Ton)	Actual Production (M.Ton)	Capacity Utilization
Product of Knitting Devision	3,176.60	2,206.20	69.45%
Product of Dyeing Devision	3,610.44	2,825.30	78.25%
Product of Garments Devision (Doz)	1,978,500	1,483,625	74.99

26.00 Quantity wise schedule of sales as required under Para 3, Schedule XI, Part II of the Companies Act 1994

Quantity wise schedule of sales, raw material consumed and opening and closing stock of finished goods relating to the financial statements for the year ended 30 June 2016 as required under Para 3, Schedule XI, Part II of the companies Act 1994 are given below:

(a) Sales

Particulars	30.06.2016		30.06.2015	
	Quantity in M .Ton	Amount in Taka	Quantity in M .Ton	Amount in Tk
Domestic Sales	-	-	-	-
Export Sales	7,998	2,283,545,840	9,954	2,775,756,460
Total	7,998	2,283,545,840	9,954	2,775,756,460

(b) Raw Materials Consumed in Quantities (M.Ton)	30.06.2016	30.06.2015
Opening Stock	2,181	1,665
Add: Purchase	8,318	10,671
Raw Material available for consumption	10,498	12,336
Less: Closing Stock	2,518	2,181
Raw Material Consumed	7,981	10,156

(C) Particulars in respect of opening stock, sales and closing of finished goods:

Particulars	30.06.2016		30.06.2015	
	Qty in M.Ton	Amount in Tk	Qty in M.Ton	Amount in Tk
Opening Stock	660	148,363,900	459	98,636,142
Closing Stock	642	144,458,400	660	148,363,900
Sales	7,998	2,283,545,840	9,954	2,775,756,460

(d) Particulars in respect of Opening Stock and Closing Stock of Inventories

Particulars	30.06.2016		30.06.2015	
	Qty in M.Ton	Amount in Tk	Qty in M.Ton	Amount in Tk
Raw Marterials	2,518	452,800,790	2,181	392,205,500
Work in Process	401	80,845,848	466	93,235,200
Finished goods	642	144,458,400	660	148,363,900

27.00 Information as per requirement of Para 8, Schedule XI, Part II of the Companies Act 1994:

Disclosure under Para 8, Schedule XI, Part II of the companies Act 1994 are as under:

Particulars	30.06.2016		31.05.2015	
	US Dollar	Amount in Tk	US Dollar	Amount in Tk
Import (CIF Basis)	18,330,900	1,495,874,682	24,312,555	1,919,165,140
Export (FOB Basis)	28,543,718	2,283,545,840	35,398,342	2,775,756,460

28.00 Number of Employees

Salary range of the total employees of the company is given below:

Salary Range	Office & Staff		Worker	Total Employee
	Factory	Head Office		
Bellow Tk.5,800	15	13	651	679
Above Tk.6,500	35	42	693	770
Total	50	55	1,344	1449

29.00 Directors' Remuneration & Fees

Directors are entitled to obtain Tk. 750 as Meeting Attendance Fee for each meeting as per Articles of Association. Moreover, during the year Chairman, Managing Director, and other Directors of the company are paid remuneration for managing the business of the company. A break-up of Meeting Attendance Fee and Remuneration is given below.

Name of Board of Directors	Designation	Meeting Attending Fees	Remuneration & Benefits	Amount in Taka
Gazi Golam Zakaria Jyoti	Chairman	6,000	1,200,000	1,206,000
Rukshana Morshed	MD	5,250	1,200,000	1,205,250
Bangladesh Shoes Inds. Ltd.	Director	5,250	-	5,250
Sharmin Akther Lovely	Director	6,000	600,000	606,000
Iftekhar Abdul Hai	Director	6,000	600,000	606,000
Md. Nasar Uddin	Independent Director	750	-	750
M. A Kayum Howlader	Independent Director	3,750	-	3,750
Md. Abdul Wahed	Independent Director	4,500	-	4,500
Total		37,500	3,600,000	3,637,500

- (a) No compensation was made to the Managing Director of the company except as stated above.
- (b) No amount was spent by the company for compensating any member of the Board of Directors except as stated above.

30.00 Related Party Transactions

The Company in normal course of business carried out a number of transactions with its sister concerns and Directors that fall within the definition of related party contained in Bangladesh Accounting Standard 24: Related Party Disclosures. Details of transactions with related parties have been shown in note no. 9 & 29.

31.00 Events after the reporting period

There is no such significant event between the cut off date and report signing date which is to be reported. The company has declared 10% Stock dividend for the year subject to approval from shareholders at AGM.

32.00 Approval of Financial Statements

The board of directors has approved these financial statements on 03 November 2016.



C & A TEXTILES LTD.

Corporate Office : House # 92 (1st Floor), Road # 4, Block # B
Niketon, Gulshan-1, Dhaka-1212, Phone: +88-02-9856687, Fax: +88-02-9856691,
E-mail: info@cnagroupbd.com, website: www.cnatextiles.com

Registered Office & Factory : Plot # 61, 62, 66, 67, 68, 72 & 73,
BSCIC Industrial Estate, Kalurghat (Extn.), Chittagong.

Revenue Stamp
for Tk. 20.00
(twenty) only

PROXY FORM

I/we _____ being a member(s) of C & A Textiles Limited

do hereby appoint Mr/Ms _____ of _____ as
my/our Proxy to attend and vote on behalf of me / us at the 15th **Annual General Meeting** of the Company to be held
on **December 20, 2016 at 10:00 A.M. at Chandgaon Community Centre, C&B Moor, Chittagong** and any adjourn-
ment thereof.

As witness my/our hand this _____ day of _____ 2016.

Folio No. _____ BO A/C No. _____

Signature of the Proxy with date

No. of Share(s):

Signature of the Member with date

N.B.: This Form of Proxy, duly signed (as recorded with the company), stamped and completed must be submitted to the Registered Office or Share Department (the Company's registered office House No-92 (1st Floor), Road-4, Block-B, Niketon, Gulshan-1, Dhaka-1212, Bangladesh) of the Company at least 48 (Forty Eight) hours before the Meeting.



C & A TEXTILES LTD.

Corporate Office : House # 92 (1st Floor), Road # 4, Block # B
Niketon, Gulshan-1, Dhaka-1212. Phone: +88-02-9856687, Fax: +88-02-9856691,
E-mail: info@cnagroupbd.com, website: www.cnatextiles.com

Registered Office & Factory : Plot # 61, 62, 66, 67, 68, 72 & 73,
BSCIC Industrial Estate, Kalurghat (Extn.), Chittagong.

ATTENDANCE SLIP

I do hereby submit the Attendance slip in connection with the 15th Annual General Meeting of C & A Textiles Limited December 20, 2016 at 10:00 A.M. At the Chandgaon Community Centre, C & B Moor, Chittagong, Bangladesh.

Full Name of the Member : Signature with date

Folio No. _____ BO A/C No. _____

No. of Share(s)

Full Name of the Attorney/ Proxy _____ **Signature with date** _____

N.B.: i) Shareholders are requested to handover the Attendance Slip at the entrance of the Meeting Hall.
ii) No gift or benefit in cash or kind shall be paid / offered to the Shareholders as per Circular No. SEC/CMRRC/2009/102/154 dated 20th March, 2016 of BSEC for attending the AGM.



lankabda.com



C & A TEXTILES LTD.

Corporate Office House No-92(1st Floor), Road-04, Block-B, Niketon, Gulshan-1
Dhaka-1212, Bangladesh. Telephone: +880-2-9856687, Fax: +880-2-9856691
Web site: www.cnatextiles.com

Registered Office & Factory Plot # 61, 62, 66, 67, 68, 72 & 73 BSCIC Industrial Area
Kalurghat (Extn.), Chittagong, Bangladesh, Telephone: 031-670264, 2570638.