



# শফিক বসাক এন্ড কোং SHAFIQ BASAK & CO.

## CHATTOGRAM OFFICE :

National House (1<sup>st</sup> Floor),  
109, Agrabad Commercial Area,  
Chattogram -4100, Bangladesh.  
Phone : 880-31-711561  
Pho/Fax : 880-31-723680  
Web : www.shafiqbasak.com  
E-mail : basak\_sbc@yahoo.com  
basak@shafiqbasak.com

## CHARTERED ACCOUNTANTS

### Partners:

Md. Shafiqul Islam, FCA  
Sampad Kumar Basak, FCA  
Sarwar Mahmood, FCA  
Sheikh Zahidul Islam, MBA, FCA

## DHAKA OFFICE - (1) :

Shatabdi Centre (4<sup>th</sup> & 6<sup>th</sup> Floor)  
292, Inner Circular Road,  
Fakirapool, Motijheel, Dhaka.  
Phone/Fax : 880-2-7192098,  
Cell : +88 01730-080666  
E-mail : skzislam86@gmail.com  
skz4sbc@gmail.com  
Web : www.shafiqbasak.com

## Independent Auditor's Report Coppertech Industries Limited Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of **Coppertech Industries Ltd.** which comprise the Statement of Financial Position as at 30 June 2021, Statements of profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects of the statement of financial position of **Coppertech Industries Ltd.** as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

### Basis for Opinion

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

### Key Audit Matters

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

While the overall effect on the company's business in the post year relating to the COVID-19 global pandemic still evolving at this point. The company is regularly monitoring the potential future impact on the company's operations.

We have fulfilled the responsibilities described in the Auditors' Responsibilities of the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risk of material misstatements of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.



INDEPENDENT MEMBER OF  
**A B A C U S**  
W O R L D W I D E

DHAKA OFFICE - (2) : House - 42 (1<sup>st</sup> Floor), Road - 01, Block - A, Niketan, Gulshan - 01, Dhaka.  
Phone : 88-02-99859602-3, 01819-285196, E-mail.mahmoods.bd@gmail.com

**In Practice Since 1993**

Description of key audit matters	Our Response to the key audit matters
<p><b>1. Appropriateness of implication of leases and disclosure on the impact of the initial application of IFRS 16.</b></p> <p>The company currently has low value lease agreements at of its offices &amp; ware-house. The leases are short term leases. Resultantly the leases are not treated as right-of-use assets. As such the effect of IFRS 16 is very immaterial compared to the volume of whole financial statements.</p>	<p>With regard to the impact of the initial application of IFRS 16 from the financial year 2021 onward, we assessed the impact determined after the implementation of the new standard. Our audit approach included, among other items:</p> <ul style="list-style-type: none"> <li>• Assessing the accounting estimates made of the different business models of the company.</li> <li>• Assessing the design of the processes set up to account for the transaction in accordance with the new standard.</li> </ul> <p><b>Please refer to the note 18.02, 19.00 &amp; 20.00 to the financial statements.</b></p>
<p><b>2. Impairment of property, plant and equipment.</b></p> <p>Property, plant and equipment (PPE) represents about 47.89% of total assets of the Company which is thus a material item to the financial statements. PPE includes plant and machinery being of total PPE which are sophisticated in nature and most of them are custom made assets. Being different in nature, there is a risk whether market value of those assets could materially fall because of non-marketability and arise risk of impairment.</p> <p>Management's review regarding determination of impairment involves forecasting and discounting future cash flows and estimation of recoverable amounts which are inherently uncertain. This is one of the key judgmental areas that our audit has concentrated on.</p>	<ul style="list-style-type: none"> <li>• Reviewed the management's assessment of impairment taking consideration of the future economic benefits of the assets.</li> <li>• Reviewed the internal control system implemented by management for safeguarding of those assets.</li> <li>• Tested the operating effectiveness of key controls over assets, including observing the process of management's year-end physical count.</li> <li>• Tested on sample basis the physical condition of the assets whether the assets become idle, obsolesces, damage and there is a plant to discontinue or restructure the operation to which the assets belongs.</li> </ul> <p><b>Please refer to note 3.00 to the financial statements.</b></p>

### 3. Trade Receivable.

Trade receivable BDT 132,130,658.00 being about 8.53% of the total assets of the Company is a material item to the financial statements.

There is a significant risk regarding recoverability of the amounts and misstatement of the items. As such, management is required to make judgments in determining whether accounts receivable are being appropriately valued and also need to make provision for aged accounts receivable, if required.

- Tested the operating effectiveness of key controls over accounts receivable.
- Being a part of auditor's responsibility as regarding external confirmation as per ISA 505, we requested for external confirmation.
- Tested on a sample basis the value disclosed according to the reply obtained.
- Assessed whether appropriate provisions have been recognized for aged accounts receivable, if required and evaluating management's basis for determining the recoverability.

**Please refer to note 6.00 to the financial statements.**

### Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management but not for the purpose expressing an opinion on the effectiveness of the company's internal control.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

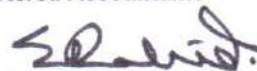
#### **Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report the following:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by company so far as it appeared from our examination of these books;
- c) The statements of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns.

**Dated: 26 October, 2021  
Dhaka.**

Signed for and on behalf of  
**Shafiq Basak & Co.**  
**Chartered Accountants**



**Sheikh Zahidul Islam FCA, MBA**  
**Partner**  
**DVC No: 2110261394AS419666**

IAS 1.51(a)  
IAS 1.10(a),51(b)  
IAS 1.51(c)

**COPPERTECH INDUSTRIES LTD.**  
**Statement of Financial Position**  
**As at 30 June, 2021**

IAS 1.51(d),(e) IAS 1.113	Particulars	Notes	Amount in Taka	
			30 June 2021	30 June 2020
	<b>ASSETS:</b>			
	<b>Non-Current Assets</b>		<b>875,252,574</b>	<b>888,422,437</b>
IAS 1.56	Property, Plant & Equipment (at cost less Depreciation)	3.00	742,041,940	726,678,105
IAS 1.54(a)	Capital Work in Progress	4.00	133,210,634	161,744,332
	<b>Current Assets</b>		<b>674,073,167</b>	<b>597,704,440</b>
IAS 1.66	Inventories	5.00	369,935,930	413,532,153
IAS 1.54(g)	Trade Receivables	6.00	132,130,658	77,312,568
IAS 1.54(h)	Advance, Deposit & Prepayments	7.00	144,118,328	93,238,797
IAS 1.77	Cash & Cash Equivalents	8.00	27,888,251	13,620,922
IAS 1.54(i)				
	<b>TOTAL ASSETS</b>		<b>1,549,325,741</b>	<b>1,486,126,877</b>
	<b>EQUITY AND LIABILITIES</b>			
	<b>Shareholders' Equity</b>		<b>761,347,919</b>	<b>707,941,765</b>
IAS 1.79	Share Capital	9.00	630,000,000	630,000,000
IAS 1.78(e),108	Retained Earnings	10.00	131,347,919	77,941,765
	<b>Non-Current Liabilities</b>		<b>211,438,485</b>	<b>211,353,462</b>
IAS 1.71	Long Term Loans (Net of Current Maturity)	11.00	140,297,627	125,908,955
IAS 1.55	Leases Finance (Net of Current Maturity)	12.00	17,000,463	31,784,961
IAS 1.75	Deferred Tax	23.01	54,140,395	53,659,546
IAS 1.54(o)				
	<b>Current Liabilities</b>		<b>576,539,337</b>	<b>566,831,650</b>
IAS 1.69	Current Portion of Long Term Loan & Lease Loan	13.00	107,348,937	104,189,038
IAS 1.61	Trade Payables	14.00	23,296,954	17,136,433
IAS 1.54(k)	Short Term Borrowings	15.00	379,854,831	375,719,180
IAS 1.54(m)	Creditors & Accruals	16.00	66,038,615	69,786,999
IAS 1.70				
	<b>TOTAL LIABILITIES</b>		<b>787,977,822</b>	<b>778,185,112</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,549,325,741</b>	<b>1,486,126,877</b>
	<b>Net Asset Value (NAV) Per Share</b>	25.00	12.08	11.24

The accounting policies and annexed notes form an integral part of the financial statements.

  
Company Secretary

  
Managing Director

  
Chairman

Signed as per our annexed report of even date.

Dated: 26 October 2021  
Place : Dhaka



Signed for and on behalf of  
**Shafiq Basak & Co.**  
Chartered Accountants  
  
Sheikh Zahidul Islam FCA, MBA  
Partner  
DVS No: 2110261394AS419666

IAS 1.51(a)  
IAS 1.10(b),81(A)  
IAS 1.51(b),(c)

**COPPERTECH INDUSTRIES LTD.**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 30 June, 2021**

IAS 1.51(d),(e) IAS 1.113	Particulars	Notes	Amount in Taka	
			2020-2021	2019-2020
IAS 1.82(a)	<b>Revenue</b>	17.00	577,284,037	485,532,978
IAS 1.82(b),103	Less: Cost of Goods Sold	18.00	418,982,861	354,615,927
IAS 1.85	<b>Gross Profit</b>		<b>158,301,176</b>	<b>130,917,051</b>
	<b>Less: Operating Expenses</b>		<b>26,899,133</b>	<b>25,119,464</b>
IAS 1.82(b)	Administrative Expenses	19.00	13,947,684	13,713,305
IAS 1.82(b)	Selling & Distributing Expenses	20.00	12,951,449	11,406,159
IAS 1.54(h)	<b>Profit from Operation</b>		<b>131,402,042</b>	<b>105,797,587</b>
IAS 1.82(b)	Less: Financial Expenses	22.00	60,058,042	74,392,284
IAS 1.85	Add: Non-Operating Income	21.00	8,665,592	2,924,021
	<b>Profit/(Loss) Before WPPF &amp; Tax</b>		<b>80,009,592</b>	<b>34,329,324</b>
IAS 1.99	<b>Less: Contribution to WPPF</b>		<b>3,809,981</b>	<b>1,634,730</b>
IAS 1.85	<b>Profit/(Loss) before Tax</b>		<b>76,199,611</b>	<b>32,694,594</b>
IAS 1.82(b)	<b>Less: Income Tax Expenses</b>		<b>11,778,957</b>	<b>11,081,823</b>
IAS 12.82(b)	Current Tax	23.00	11,298,108	2,930,742
IAS 12.82(b)	Deferred Tax	23.01	480,849	8,151,081
IAS 1.82(f)	<b>Profit after tax for the year</b>		<b>64,420,654</b>	<b>21,612,771</b>
IAS 33.66	<b>Earnings per share (EPS)</b>	24.00	<b>1.02</b>	<b>0.35</b>
	<b>Earnings per Share (Restated -2020)</b>	24.01	<b>1.02</b>	<b>0.34</b>

The accounting policies and annexed notes form an integral part of the financial statements.

  
Company Secretary

  
Managing Director

  
Chairman

Signed as per our annexed report of even date.

Dated: 26 October 2021  
Place : Dhaka



Signed for and on behalf of  
Shafiq Basak & Co.  
Chartered Accountants

  
Sheikh Zahidul Islam FCA, MBA  
Partner  
DVS No: 2110261394AS419666

**COPPERTech INDUSTRIES LTD.**

**Statement of Changes in Equity**  
**For the year ended 30 June, 2021**

IAS 1.51(a)

IAS 1.10(c)

IAS 1.51(c)

IAS 1.51(d)(e)

IAS 1.113

IAS 1.10(a)

IAS 1.10(a)

	Particular	Share Capital	Retained Earnings	Amount in Taka	
				Total Equity	
	<b>Balance as at 01 July 2020</b>	630,000,000	77,941,765	707,941,765	
	Cash Dividend for the year 2019-2020 @ 2.5%	-	(11,014,500)	(11,014,500)	
	Profit after tax for the year	-	64,420,654	64,420,654	
	<b>Balance as on 30 June 2021</b>	<b>630,000,000</b>	<b>131,347,919</b>	<b>761,347,919</b>	
	<b>Balance as at 01 July 2019</b>	600,000,000	130,718,231	730,718,231	
	Dividend (Stock)	30,000,000	(30,000,000)	-	
	Dividend (Cash)	-	(29,372,000)	(29,372,000)	
	IPO Expenses	-	(15,017,237)	(15,017,237)	
	Total Comprehensive Income for the Year	-	21,612,771	21,612,771	
	<b>Balance as on 30 June 2020</b>	<b>630,000,000</b>	<b>77,941,765</b>	<b>707,941,765</b>	

  
Company Secretary

  
Managing Director

  
Chairman

Signed as per our annexed report of even date.

Signed for and on behalf of  
Shafiq Basak & Co.  
Chartered Accountants



Dated: 26 October 2021  
Place : Dhaka

  
Sheikh Zahidul Islam FCA, MBA  
Partner  
DVS No: 2110261394AS419666

IAS 1.51(a)  
IAS 1.10(d)  
IAS 1.51(c)

**COPPERTECH INDUSTRIES LTD.**

**Statement of Cash Flows  
For the year ended 30 June 2021**

IAS 1.113(d),e IAS 1.113	Particulars	Notes	Amount in Taka	
			2020-2021	2019-2020
IAS 7.10	<b>A. Cash Flows from Operating Activities</b>			
IAS 7.18(a)	Cash Receipts from Customers		523,192,317	439,960,314
IAS 1.85	Non-Operating Income	21.00	8,665,592	2,924,021
IAS 1.14 (c)	Cash Payment to Suppliers		(308,556,670)	(271,765,568)
	Cash Payment to Employees		(42,132,756)	(28,943,761)
	Cash Payment to Others		(65,909,622)	(30,160,930)
	<b>Cash Generate from Operation</b>		<b>115,258,861</b>	<b>112,014,075</b>
IAS 7.35	Cash Payment Against Income Tax	7.02	(10,715,991)	(15,549,033)
	<b>Net Cash Generate from Operating Activities</b>	<b>26.01</b>	<b>104,542,870</b>	<b>96,465,042</b>
IAS 7.10	<b>B. Cash Flows from Investing Activities</b>			
IAS 7.16(a)	Acquisition of Property, Plant and Equipment	3.00	(8,039,591)	(1,376,732)
IAS 1.54 (a)	Capital Work in Progress	4.00	(28,283,522)	(144,521,523)
	<b>Net Cash used in Investing Activities</b>		<b>(36,323,113)</b>	<b>(145,898,255)</b>
IAS 7.10	<b>C. Cash Flows from Financing Activities</b>			
	IPO Fund Receivable From Dhaka Stock Exchange		-	100,000,000
	Dividend Paid		(11,014,500)	(29,372,000)
	IPO Refund Liability		-	(9,805,616)
	Unclaimed and Undistributed Dividend		1,146,387	-
	IPO Expenses		-	(15,017,237)
IAS 7.33	Financial Expenses		(50,984,039)	(53,671,374)
IAS 7.17(c)	Increase/(Decrease) Short Term Borrowing		4,135,651	3,200,056
	Increase/(Decreases) Lease Loan Liabilities (Lease Loan)		2,764,074	9,550,037
IAS 7.17(d)	Increase/(Decreases) Loan Liabilities (Long term)		0.03	(63,500,341)
	<b>Net Cash Provided by Financing Activities</b>		<b>(53,952,428)</b>	<b>(58,616,474)</b>
IAS 7.50(d)	<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>		<b>14,267,330</b>	<b>(108,049,687)</b>
	<b>E. Cash and Bank Balances at Beginning the Year</b>		<b>13,620,922</b>	<b>121,670,610</b>
	<b>F. Cash and Bank Balances at End of the Year (D+E)</b>		<b>27,888,251</b>	<b>13,620,922</b>
	<b>Net Operating Cash Flows (NOCF) Per Share</b>	<b>26.00</b>	<b>1.66</b>	<b>1.57</b>

  
Company Secretary

  
Managing Director

  
Chairman

Signed as per our annexed report of even date.

Dated: 26 October 2021  
Place : Dhaka

# COPPERTECH INDUSTRIES LTD.

Notes to the Financial Statements  
For the year ended 30 June 2021

IAS 1.51(a)  
IAS 1.51(e)  
IAS 1.51(c)

## IAS 1.38 1.00 Reporting Entity

### 1.01 Company Profile

Coppertech Industries Ltd was registered as a private limited company under the Companies Act-1994 on 16 October 2012 vides Registration No.C-105188/12. And the company started its commercial operation on June 2014. The company was converted into a public limited company on May 31, 2018 and its shares are quoted in Dhaka and Chittagong Stock Exchanges.

## IAS 1.38(b) 1.02 Nature of the Business

The company manufactures copper pipe, tube, copper billet, copper flat hexagonal and copper rod, copper wire, brass rod and all related items of copper. The company has a factory in Horitola, Sylhet.

## IAS 1.117 2.00 Basis of Preparation

### 2.01 Statement of Compliance

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations in Bangladesh. Cash flows from operating activities are prepared under direct method as prescribed by the Securities and Exchange Rules 1987.

## IAS 10.17 2.02 Date of Authorization

The financial statements were authorized for issue by the Board of Directors on 26th October 2021 for publication.

## IAS 1.51(c) 2.03 Reporting period

The financial period of the Company covers one year from 1st July 2020 to 30th June 2021.

## IAS 1.51 (d) 2.04 Functional and Presentational Currency

These financial statements are presented in Bangladesh Taka (Taka/Tk/BDT), which is both functional and presentational currency of the Company. The amounts in these financial statements have been rounded off unless otherwise indicated. Because of these rounding off, in some instance the total may not match the sum of individual balance.

## IAS 1.112(a) 2.05 Significant Accounting Policies

The Company has consistently applied the following accounting policies to all periods presented in these financial statements. Set out below is an index of the significant accounting policies, the details of which are available on the current and following pages:

- A. Valuation of current asset
- B. Property, Plant and Equipment
- C. Financial Instruments
- D. Share Capital
- E. Impairment
- F. Employee Benefits
- G. Provisions
- H. Revenue Recognition
- I. Income tax Expense
- J. Finance Income and Expenses
- K. Earnings Per Share (EPS)
- L. Statement of Cash Flows
- M. Materiality and Aggregation
- N. Events after the Reporting Period

IAS 1.78( b) **A. Valuation of Current Assets**  
**Accounts Receivable:**  
 The company considers the credit worthiness of entire bills receivable as good and is collectable and also they are reliably measurable, therefore no amount stated can be marked as bad debt.

IAS 2.36(a) **Inventories:**  
 Inventories are including work in process and finished goods are stated at the lower of cost and net realizable value in compliance with the requirements of IAS-2.  
 Cost comprises purchase price, import duties and other taxes, transport, handling and other cost directly attributable to the acquisition of finished goods, materials and services. Trade discounts, rebates and other similar items are deducted in determining the cost of purchase.(IAS – 2.11)

IAS 16.21 **B. Property, Plant and Equipment**  
 IAS 16.73(a) **Recognition and Measurement**  
 Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any as per IAS 16 –Property, Plant & Equipment.

Cost includes original purchase price and the expenditure that is directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the asset to working condition for its intended use and the costs of dismantling and removing the items and restoring the site on which they are located.

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

IAS 16.73( C)  
 IAS 1.55

**Depreciation**

All items of Property, Plant and Equipment have been depreciated on reducing balance method. Depreciation has been charged on addition when the related property, plant and equipment are available for use. On disposal of an asset, depreciation is charged up to the month prior to the disposal. No depreciation is charged for Building & Civil construction and Plant & Machinery due to under construction. Depreciation rates are as follows:

Name of Assets	Rate	Rate
	2021	2020
Land & Land Development	0%	0%
Building and Civil Construction	2.50%	2.50%
Gas Line Installation	15%	15%
Electric Equipment	15%	15%
Plant & Machineries	10%	10%
Furniture & Fixture	10%	10%
Gas & Diesel Generator	10%	10%
Vehicles	15%	15%

**Retirement and Disposals**

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

IFRS -9 **C. Financial Instruments**  
 A financial instrument is any contract that gives rise to a financial asset to one entity and a financial liability or equity instrument to another entity as per IFRS-9 “Financial Instruments Recognition and Measurement.”

### **Financial Assets**

Financial assets of the company include cash and cash equivalents, equity instrument to another entity, Trade receivables and other receivables.

The company initially recognizes a financial asset in its statement of financial position when, and only when, the company becomes a party to the contractual provision of the instrument. The company derecognize a financial asset when, and only when; the contractual rights to the cash flows from the financial asset expire or transfer the contractual rights to receive the cash flows of the financial asset.

### **Financial Liabilities**

The company initially recognizes a financial liability in its statement of financial position when, and only when, the company becomes a party to the contractual provision of the instrument.

The company derecognizes a financial liability from its statement of financial position when, and only when, it is extinguished, that is when the obligation specified in the contract is discharged or cancelled or expires.

#### **D. Share Capital**

The ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

IAS 36  
IAS 16.63

#### **E. Impairment**

In accordance with the provision of IAS-36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in the statement of comprehensive income. No such indication of impairment has been observed till the end of the period.

IAS 19.120

#### **F. Employees' Benefit**

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 IAS 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:

##### **Short Term Employee Benefits**

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

##### **Worker's profit participation fund (WPPF)**

The company makes a regular allocation of 5% on net profit before charging such expenses to this fund as per provisions of Labor Laws 2006 (as amendment in 2015).

IAS 37.85

#### **G. Provisions**

A provision is recognized if, there is a present legal or constructive obligation as a result of past event and this can be measured reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. The expense relating to a provision is presented in the statement of profit or loss net of any reimbursement.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is probable that an outflow of resources embodying economic benefits are required to settle the obligation, the provisions are reversed.

IAS 1.119  
IFRS 15

#### **H. Revenue Recognition**

Revenue from contracts with customers is recognised when control of the goods are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods.

The Company has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods before transferring them to the customer.

The company recognizes revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of Value Added Tax (VAT).

IAS 12.47 **I. Income Tax Expenses**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authority. Income tax expense comprises current and deferred tax. It is recognised in the statement of profit or loss and other comprehensive income except to the extent that it relates to items recognised directly in equity or in other comprehensive income.

IAS 12.47 **Current Tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to tax payable or receivable in respect of previous years. The amount of current tax payable is the best estimate of the tax amount expected to be paid that reflects uncertainty related to income tax, if any.

IAS 12.47 **Deferred Tax**

IAS 1.15,  
12.24

The company has decided to adopt policy of recognition of deferred tax in accordance with the IAS 12, deferred tax is provided using the balance sheet approach method for temporary difference arising between the carrying value of fixed assets as per accounts and the corresponding income tax written down value. Deferred tax is calculated at the effective income tax rate prevailing at the statement of financial position date.

**J. Financial Income and Expenditure**

Financial income comprises interest on financial deposits with banks. Finance income is recognised on an accrual basis and shown under Statement of profit or loss and other comprehensive income. Finance costs comprise interest expense on overdraft and borrowings from bank.

IAS 33.66 **K. Earnings Per Share**

The management calculates Earnings per Share (EPS) in accordance with IAS-33, Earnings per share, which has been shown on the face of Statement of Profit or Loss and Other Comprehensive Income; the same has been calculated dividing surplus available for ordinary shareholders by weighted average number of ordinary shares outstanding at the end of the period.

**Basic Earnings**

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

IAS 33.64 **Restated Earnings per Share:**

Restated EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the average number of ordinary shares outstanding for the effects of all restated potential ordinary shares. However, restated earnings per share are not required to calculate as there are no restated possibilities during the financial year 2020-2021.

IAS 1.111 **L. Statement of Cash Flows**

Statement of Cash flows have been prepared in accordance with IAS-7 "Statement of Cash Flows" and the cash flows from the operating activities have been presented under direct method considering the provisions of Paragraph 19 of IAS-7 and Securities and Exchange Rules 1987. No foreign exchange gain or loss has been recognized in Statement of Cash Flows.

IAS 1.29 **M. Materiality and Aggregation**

Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or function are presented separately unless they are immaterial.

- IAS 10.12 **N. Events after the Reporting Period**  
 Events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue.
- Two types of events can be identified:
- **Adjusting Events:** Those that provide evidence of conditions that existed at the end of the reporting period.
  - **Non Adjusting Events:** Those that are indicative of conditions that arose after the reporting period.
- The company has taken close look whether any events after the reporting period exist that need to take into account during the preparation of Financial Reports. No event after the reporting period exists and management of the company has prepared the financial reports in accordance.
- IAS 10 • **Dividend Payments**  
 Interim dividend is recognized when it is paid to shareholders. Final dividend is recognized when it is approved by the shareholders in AGM. The proposed dividend for the year 2020-2021, therefore, has not been recognized as a liability in the balance sheet in accordance with IAS 10 'Events after the Reporting Period'. Dividend payable to the company's shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive the payment is established.
- 2.06 Advances, Deposits and Prepayments**  
 Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads such as PPE, inventory and others.
- IAS 1.54 (i) **2.07 Cash and Cash Equivalents**  
 IAS 1.119 According to IAS 7 Statement of Cash Flows, cash comprises cash in hand, short term deposit and highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in values. No foreign exchange gain or loss has been considered in Cash and Cash Equivalents.
- IAS 1.119 **2.08 Borrowing Cost**  
 IAS 23.01 Interest and other cost incurred in the company in connection with the borrowing of fund are recognized as expenses in the year in which they are incurred unless such borrowings cost related to acquisition/construction of assets in progress that are required to capitalized as per IAS-23: Borrowing Cost.
- IFRS 16 **2.09 Implication of Leases**  
 The company currently has low value lease agreements at of its offices & ware-house. The leases are short term leases. Resultantly the leases are not treated as right-of-use assets. As such the effect of IFRS 16 is very immaterial compared to the volume of whole financial statements.
- IAS 1.25 **2.10 Going Concern**  
 The company has adequate resources to continue its operation for the foreseeable future. As such, the directors intended to adopt the going concern basis in preparing the financial statements. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business.
- IAS 1.27-28 **2.11 Accrual Basis**  
 The financial statements have been prepared, except cash flow information, using the accrual Basis of accounting.
- IAS 1.10 **2.12 Components of the Financial Statements**  
 According to IAS-1 "Presentation of the Financial Statements" the complete set of financial statement includes the following components:
- a. Statement of Financial Position as at June 30, 2021
  - b. Statement of Profit or Loss and other Comprehensive Income for the year ended June 30, 2021
  - c. Statement of Changes in Equity for the year ended June 30, 2021
  - d. Statement of Cash Flows for the year ended June 30, 2021 and
  - e. Notes, summary of significant accounting policies and other explanatory information.

### 2.13 Applicable Accounting Standards

The following IASs and IFRSs are applicable for the financial statements for the year under review:

#### IASs:

- IAS-1 Presentation of Financial Statements
- IAS-2 Inventories
- IAS-7 Statements of Cash Flows
- IAS-8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS 10 Events after the reporting Period
- IAS 12 Income Taxes
- IAS 16 Property, Plant and Equipment
- IAS 19 Employee Benefits
- IAS 21 The Effects of Changes in Foreign Exchange Rates
- IAS 23 Borrowing Costs
- IAS 24 Related Party Disclosures
- IAS 33 Earnings per Share
- IAS 36 Impairment of Assets
- IAS 37 Provisions, Contingent Liabilities and Contingent Assets

#### IFRSs:

- IFRS 07 Financial Instruments: Disclosures
- IFRS 08 Operating Segments
- IFRS 09 Financial Instruments: Recognition and Measurement
- IFRS 13 Fair Value Measurement
- IFRS 15 Revenue from Contract with Customers
- IFRS 16 Leases

### 2.14 Other Regulatory Compliance

As required, Coppertech Industries Ltd. complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- a) The Income Tax Ordinance 1984
- b) The Income Tax Rules 1984
- c) Securities and Exchange Rules 1987
- d) The Labour Act 2006 (as amendment in 2015)
- e) The Value Added Tax Act and Supplementary Duty Act - 2012
- f) The Customs Act 1969

### 2.15 Responsibility for Preparation and Presentation of Financial Statements

The Board of Directors is responsible for the preparation and presentation of financial statements under section 183 of the Companies Act, 1994 and as per the provision of "The Framework for the preparation and Presentation of Financial Statements" issued by the International Accounting Standards Board (IASB).

IAS 10.17 **2.16 Authorization date for Issuing Financial Statements:**

The financial statements were authorized by the Board of Directors on October 26, 2021.

IAS 1.38(a) **2.17 Comparative Information**

Comparative information has been disclosed in the respect of previous year for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statement.

#### Re-Arrangement

Comparative figures have been rearranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liability as reported in the financial statement.

### **Adjustment**

The company have been Restated the Earning Per Share (EPS) of comparative year with considering new number of share.

### **2.18 Capacity**

The Company works on continuous operation basis and given the current installed machine configurations and planned expansions, there is sufficient capacity to meet forecast future demand in a variety of specification (e.g. Copper tube & Copper pipe). The Directors regularly review the production capability of the Company and are satisfied that the current and future capacities are adequate. Plans are in place to meet any anticipated future demand.

### **2.19 Segmental Reporting**

As required by IFRS-8 "Operating Segments", if an entity operates business activities that may earn revenues or incur expenses, whose operating results are regularly reviewed by the chief operating decision maker and for which discrete financial information is available.

The company considers the operation on aggregate basis and manages the operations as a single operating segment. Hence it is felt that such segment reporting is not required to be disclosed.

### IAS - 24 **2.20 Related Party Disclosure**

The company carried out a number of transactions with related parties in the normal course of business and on arms' length basis. The information as required by IAS-24: Related Party Disclosures has been disclosed in a separate note (note no 29.01) in the Financial Statement.

### IAS 10.12 **2.21 Events after the Reporting Period**

There are no events identified after the date of the statement of financial position which require adjustment or disclosure in the accompanying financial statements.

### **2.22 General**

- i) The figure has been rounded off to the nearest taka.
- ii) The financial Statements have been prepared covering one year from 01 July, 2020 to 30 June, 2021.
- iii) Because of these rounding off, in some instance the total may not match the sum of individual balance.

		Amount in Taka	
		30 June, 2021	30 June, 2020
IAS 16.73	<b>3.00 Property, Plant and Equipment</b>		
(a)	<b>A. At Cost</b>		
	Opening Balance	914,474,746	879,299,950
	Addition During the Year	64,856,811	35,174,796
		<u>979,331,557</u>	<u>914,474,746</u>
	<b>B. Accumulated Depreciation</b>		
	Opening Balance	187,796,641	137,835,420
	Add: Depreciation Charged During the Year	49,492,976	49,961,221
		<u>237,289,617</u>	<u>187,796,641</u>
	<b>Written down value (A-B)</b>	<u>742,041,940</u>	<u>726,678,105</u>
	Details are shown in Annexure-A		
	<b>4.00 Capital Work in Progress</b>		
	<b>A. Factory Building</b>		
	Opening Balance	75,539,030	17,885,519
	Addition During the Year	14,855,381	57,653,511
		<u>90,394,411</u>	<u>75,539,030</u>
	Less: Transfer to PPE.	56,817,220	-
	<b>Closing Balance</b>	<u>33,577,191</u>	<u>75,539,030</u>
	<b>B. Plant and Machinery</b>		
	Opening Balance	84,190,469	33,135,354
	Addition During the Year	9,066,849	84,853,179
		<u>93,257,318</u>	<u>117,988,533</u>
	Less: Transfer to PPE.	-	33,798,064
	<b>Closing Balance</b>	<u>93,257,318</u>	<u>84,190,469</u>
	<b>C. Electric Equipment</b>		
	Opening Balance	2,014,833	-
	Addition During the Year	4,361,292	2,014,833
		<u>6,376,125</u>	<u>2,014,833</u>
	Less: Transfer to PPE.	-	-
	<b>Closing Balance</b>	<u>6,376,125</u>	<u>2,014,833</u>
	<b>Total (A+B+C)</b>	<u>133,210,634</u>	<u>161,744,332</u>
IAS 1.54(b)	<b>5.00 Inventories</b>		
IAS 2.36(b)	Raw Material	Note-18.01 149,145,450	176,737,764
	Work in Process	Note- 18.00 61,584,520	73,732,640
	Finished Goods	Note- 18.00 148,245,600	153,254,154
	Store & Spares	Note- 18.02.01 2,864,010	2,311,432
	Packing Materials	Note-20.01 8,096,350	7,496,163
		<u>369,935,930</u>	<u>413,532,153</u>
IAS 1.78(b)	<b>6.00 Trade &amp; Other Receivable</b>		
	Trade Receivable	Note - 6.01 132,130,658	77,312,568
		<u>132,130,658</u>	<u>77,312,568</u>
	<b>6.01 Trade &amp; Other Receivable</b>		
	Opening Balance	77,312,568	37,611,942
	Add: Sales During the Year	577,284,037	485,532,978
		<u>654,596,605</u>	<u>523,144,920</u>
	Less: Collection During the Year -( This Collection Excluded Advance Against Sales)	522,465,947	445,832,352
	<b>Closing Balance</b>	<u>132,130,658</u>	<u>77,312,568</u>
	<b>Ageing of Trade Receivables</b>		
	Trade receivables are non-interest bearing and generally have credit period between 45 to 180 days		
	More than Six Months	-	-
	Less than Six Months	132,130,658	77,312,568
		<u>132,130,658</u>	<u>77,312,568</u>

IAS 1.77

**7.00 Advance, Deposit & Prepayments**

	30 June, 2021	30 June, 2020
Security Deposits	13,745,480	6,371,756
Advance Income Tax	24,683,015	37,599,268
Pre-Paid Insurance ( Fire Insurance)	900,368	1,352,881
Advance to Employees	4,638,031	125,432
Advance Against Local Purchase	76,579,453	47,723,702
Advanced Against Rent	2,955,600	-
Advance Against Land Purchase	17,749,515	-
Advance Against LC Margin	2,825,000	-
VAT Current A/C	41,867	65,758
	<b>144,118,328</b>	<b>93,238,797</b>

**7.01 Security Deposits**

Hobigonj Polli Bidduit Samity	3,480,724	3,480,724
Central Depository Bangladesh Limited	500,000	500,000
Jalalabad Gas Transmission and Distribution System Ltd	9,098,973	2,004,339
Bank Guaranty Margin	665,783	386,693
	<b>13,745,480</b>	<b>6,371,756</b>

**7.02 Advance Income Tax**

Opening Balance	37,599,268	34,904,323
<b>Add: Advance income tax during the year</b>		
Tax paid during the Import Stage	10,715,991	15,549,033
	<b>48,315,259</b>	<b>50,453,356</b>
Less: Adjustment during the Period - 2019- 2020	23,632,244	12,854,088
<b>Closing Balance</b>	<b>24,683,015</b>	<b>37,599,268</b>

a) Employees advance of Tk. 46,38,031 includes advance to officers mostly for Company Direct Purchase from Nawabpur, Factory Emergency Purchase.
b) Security Deposit & Bank Guaranty are mostly for electricity, Gas, CPDL.
c) Prior Year Adjustment on Income Tax Assessment has been made for the income year 2019-20 total Tk. 23632244. This advance amount Carry forward to next Year
d) Other Amount in Tk. 101,051,803 are below 180 Days.

IAS 7.45

**8.00 Cash and cash equivalents**

Cash in hand	4,582,510	8,525,485
Cash at bank	23,305,741	5,095,437
	<b>27,888,251</b>	<b>13,620,922</b>

**8.01 A. Cash at bank:**

Premier Bank Ltd., A/C no.- 010411100079078	20,956	21,646
Premier Bank Ltd., A/C no.- 2954	7,078	8,076
Premier Bank Ltd., A/C no.- 2925	2,632	3,715
AB Bank Ltd., A/C no.- 4120-789719-000	8,744	4,888
City Bank Ltd. A/C No. 1421890721001	94,628	148,417
Social Islami Bank Ltd., A/C no.-133-18297	2,722,323	189,645
Social Islami Bank Ltd., A/C no.-133-9988	654,523	898,807
Brac Bank Limited. A/C no. - 28001	133,835	-
DBBL A/C No. 1141100020624	3,291,552	157,632
FDR - SIBL	10,774,215	-
FDR - UFL	4,250,000	-
FDR IPDC	200,193	200,193
	<b>22,160,678</b>	<b>1,633,019</b>

**B. IPO Account**

Social Islami Bank Ltd., A/C no.-001123	-	3,462,418
	-	<b>3,462,418</b>

**C. Dividend Account**

CTIL Div 20 - Social Islami Bank Ltd., A/C no.- 0081330020852	497,926	-
CTIL Div 19 - Social Islami Bank Ltd., A/C no.- 81330020391	647,137	-
	<b>1,145,063</b>	-
<b>Grand Total (A+B)</b>	<b>23,305,741</b>	<b>5,095,437</b>

		30 June, 2021	30 June, 2020			
	<b>9.00 Share Capital</b>					
IAS 1.79	<b>A. Authorized Capital</b>					
(a),(i)	70,000,000 Ordinary Shares of Tk. 10/- each	700,000,000	700,000,000			
IAS 1.79	<b>B. Issued, Subscribed &amp; Paid-up Capital</b>					
(a),(ii)	60,000,000 Ordinary Shares of Tk. 10/- each fully paid up	600,000,000	600,000,000			
	<b>Add: Stock Dividend</b>					
	30,000,000 Ordinary Shares of Tk. 10/- each	30,000,000	30,000,000			
		<b>630,000,000</b>	<b>630,000,000</b>			
	<b>C. Shareholding Position</b>					
		<b>Particulars</b>	<b>Percentage</b>	<b>No. of Share</b>	<b>Amount</b>	<b>Amount</b>
		Sponsor/Director	30.07%	18,942,000	189,420,000	189,420,000
		Companies and Financial Institution	15.73%	9,911,472	99,114,720	99,114,720
		Foreign	0.00%	-	-	-
		Public	54.20%	34,146,528	341,465,280	341,465,280
		<b>Total:</b>	<b>100%</b>	<b>63,000,000</b>	<b>630,000,000</b>	<b>630,000,000</b>
IAS 1.106	<b>10.00 Retained Earnings</b>					
(b),(d)	Opening Balance	77,941,765			130,718,231	
	Net profit for the period	64,420,654			21,612,771	
		<b>142,362,419</b>			<b>152,331,002</b>	
	<b>Less: Dividend Paid</b>					
	Stock Dividend	-			30,000,000	
	Cash Dividend	11,014,500			29,372,000	
	<b>Total Dividend Paid for the year - 2019-20</b>	<b>11,014,500</b>			<b>59,372,000</b>	
		<b>131,347,919</b>			<b>92,959,002</b>	
IAS 32.37	IPO Expenses	-			15,017,237	
	<b>Closing Balance</b>	<b>131,347,919</b>			<b>77,941,765</b>	
IFRS 7.8 (f)	<b>11.00 Long Term Loan:</b>					
	HPSM (Commercial)-Machinery	54,742,513			54,742,512	
	HPSM (Real Estate)-Commercial	25,711,607			25,711,607	
	HPSM (Project Machinery)	122,267,508			122,267,508	
		<b>202,721,627</b>			<b>202,721,627</b>	
IAS 1.609(b)	<b>Less: Current Maturity of Long Term Loan</b>	<b>62,424,000</b>			<b>76,812,672</b>	
	HPSM (Commercial)-Machinery	18,516,000			25,528,008	
	HPSM (Real Estate)-Commercial	7,188,000			8,564,124	
	HPSM (Project Machinery)	36,720,000			42,720,540	
	<b>Balance after Current Maturity</b>	<b>140,297,627</b>			<b>125,908,955</b>	
IAS 16.36	<b>12.00 Leases Finance</b>					
	United Finance Limited	52,972,958			38,994,265	
	IPDC Finance Limited	8,952,443			20,167,062	
		<b>61,925,401</b>			<b>59,161,327</b>	
	<b>Less: Current Maturity of Lease</b>	<b>44,924,938</b>			<b>27,376,366</b>	
	United Finance	34,536,934			16,498,966	
	CVC Finance	-			-	
	IPDC Finance Limited	10,388,004			10,877,400	
	<b>Balance after Current Maturity</b>	<b>17,000,463</b>			<b>31,784,961</b>	
	<b>13.00 Current Portion of Long Term Loan &amp; Lease Loan</b>					
	Bank Loan	62,424,000	Note- 11.00		76,812,672	
	Leases	44,924,938	Note- 12.00		27,376,366	
		<b>107,348,938</b>			<b>104,189,038</b>	
IAS 1.77	<b>14.00 Trade Payables</b>					
	Opening Balance	17,136,433			18,580,328	
	Add: Purchase During the Year	288,089,893			294,591,551	
		<b>305,226,326</b>			<b>313,171,879</b>	
	Less: Payment During the Year	281,929,372			296,035,446	
	<b>Closing Balance</b>	<b>23,296,954</b>			<b>17,136,433</b>	

		30 June, 2021	30 June, 2020	
IAS 1.77	<b>15.00 Short Term Borrowings</b>			
This Represents Amount Sanctioned and Disbursed by the Following Banks as Loan Against Working Capital Requirements of the Company Which are Fully Secured by Hypothecation of Assets.				
	BRAC Bank Limited	Note- 15.01	-	24,159,160
	Social Islami Bank Limited	Note- 15.02	379,854,831	351,560,020
			<u>379,854,831</u>	<u>375,719,180</u>
	<b>15.01 BRAC Bank Limited</b>			
	Demand Loan -PAC		-	13,966,498
	Bank Overdraft		-	10,192,662
			<u>-</u>	<u>24,159,160</u>
	<b>15.02 Social Islami Bank Limited</b>			
	Bai-Muazzal (Commercial) Working Capital (OD)		199,911,276	199,997,214
	Baim under Stimulus Package		79,494,020	
	Letter of Credit (Revolving) / TR		100,449,535	151,562,806
			<u>379,854,831</u>	<u>351,560,020</u>
	<b>16.00 Creditors &amp; Accruals</b>			
	Liabilities for Expenses	Note- 16.01	52,402,557	45,689,562
	Current Tax Payable	Note- 16.02	7,234,801	19,568,937
	Advance Against Sales	Note- 16.03	5,254,870	4,528,500
	Unclaimed and Undistributed Dividend	Note- 16.04	1,146,387	-
			<u>66,038,615</u>	<u>69,786,999</u>
	<b>16.01 Liabilities for Expenses</b>			
	Utility Bill		228,999	314,315
	Salary & Allowance		2,880,010	2,544,475
	Payable to WPPF	Note-16.01.01	3,809,981	6,826,694
	Audit Fees		287,500	287,500
	VAT Payable		-	25,452
	Office Rent Payable		240,000	150,000
	AIT Payable on Office Rent		-	22,500
	Rental Expenses-Nitrogen Container		20,000	23,000
	Interest Payable (for Capital Machineries & Real Estate)		27,205,091	12,436,544
	Interest Payable (Bai-Muazzal (Working Capital) & TR		16,348,413	22,042,956
	Gas Bill Payable		1,382,564	1,016,126
			<u>52,402,557</u>	<u>45,689,562</u>
IAS 1.104	<b>16.01.01 Payable to WPPF</b>			
	Opening Balance		6,826,694	5,191,964
	Addition during the Year		3,809,981	1,634,730
			<u>10,636,675</u>	<u>6,826,694</u>
	Less: Payment During the Year		6,826,694	-
	<b>Closing Balance</b>		<u>3,809,981</u>	<u>6,826,694</u>
	<b>16.02 Current Tax Payable</b>			
	Opening Balance		19,568,937	29,492,283
	Add: Charge for the Period	Note- 23.00	11,298,108	2,930,742
			<u>30,867,045</u>	<u>32,423,025</u>
	Less: Adjustment during the Period 2020- 2021		23,632,244	12,854,088
	<b>Closing Balance</b>		<u>7,234,801</u>	<u>19,568,937</u>
	<b>16.03 Advance Against Sales</b>			
	Advance Against Sales		5,254,870	4,528,500
			<u>5,254,870</u>	<u>4,528,500</u>
	<b>16.04 Unclaimed and Undistributed Dividend</b>			
	CTIL Div - 20		495,919	-
	CTIL Div - 19		650,468	-
			<u>1,146,387</u>	<u>-</u>

		30 June, 2021	30 June, 2020
IAS 1.8.35	<b>17.00 Revenue</b>		
(b),(c)	Gross Sales	663,876,643	558,362,925
	Less: VAT	86,592,606	72,829,947
		<b>577,284,037</b>	<b>485,532,978</b>
<b>18.00</b>	<b>Cost of Goods Sold</b>		
	Raw Materials Consumption	Note- 18.01 309,499,881	279,067,567
	Manufacturing overhead	Note- 18.02 92,596,906	95,115,205
	<b>Cost of Manufacturing</b>	<b>402,096,787</b>	<b>374,182,772</b>
	Work in Progress-Opening	73,732,640	54,864,300
	Work in Progress-Closing	(61,584,520)	(73,732,640)
	<b>Cost of goods Manufactured</b>	<b>414,244,907</b>	<b>355,314,432</b>
	Finished goods-Opening	153,254,154	152,773,260
	Sample expense	(270,600)	(217,611)
	Finished goods-Closing	(148,245,600)	(153,254,154)
		<b>418,982,861</b>	<b>354,615,927</b>
<b>18.01</b>	<b>Raw Materials Consumption</b>		
	Opening Balance	176,737,764	167,337,590
	Add: Purchase During the Year	281,907,567	288,467,741
	<b>Raw materials available for production</b>	<b>458,645,331</b>	<b>455,805,331</b>
	Less: Closing Stock - Raw Materials	149,145,450	176,737,764
	<b>Raw Materials Consumption</b>	<b>309,499,881</b>	<b>279,067,567</b>
<b>18.02</b>	<b>Manufacturing Overhead</b>		
	Salary & Wages	21,639,040	21,243,641
	Conveyance	398,460	310,178
	Tours & Travel	270,475	451,028
	Carriage Inward	502,300	586,075
	Gas Bill	12,000,755	12,069,477
	Utility Bill Expenses	2,502,468	3,771,774
	Power & Fuel	1,499,624	1,660,155
	Entertainment	519,776	547,404
	Cleaning Expense	119,678	94,647
	Fire Insurance Expenses	1,175,946	1,225,167
	Internet Expenses	118,140	134,448
	License & Renewal	163,761	326,041
	Loading & Unloading Expenses	382,548	496,148
	Medical Expenses	123,323	115,692
	Mobile, Telephone & Fax Expenses	142,768	219,435
	Printing & Stationery	218,428	265,131
	Rental Expenses-Nitrogen Container	240,000	289,800
	Repairs & Maintenance	802,520	915,868
	Store & Spares	2,205,986	2,007,610
	Testing Fees	-	71,500
	Uniform & Gloves	348,344	523,105
	Miscellaneous Expenses	204,239	327,721
	Depreciation (Annexure-A)	47,018,327	47,463,160
		<b>92,596,906</b>	<b>95,115,205</b>
<b>18.02.01</b>	<b>Store &amp; Spares</b>		
	Opening Balance	2,311,432	1,220,647
	Add: Purchase during the Period	2,758,564	3,098,395
		<b>5,069,996</b>	<b>4,319,042</b>
	Less: Closing Balance	2,864,010	2,311,432
		<b>2,205,986</b>	<b>2,007,610</b>

			30 June, 2021	30 June, 2020
IAS 1.97	<b>19.00 Administrative Expenses</b>			
	Salary & Allowance		4,305,903	4,173,666
	Conveyance		346,313	297,692
	Managing Directors Remuneration		2,400,000	2,400,000
	Board Meeting Fees		287,500	235,000
	Utility Bill Expenses		745,678	773,272
	Entertainment		328,017	303,050
	Internet Expenses		108,000	38,112
	Telephone & Mobile Bill		316,553	87,604
	Renewal & Registration		166,011	314,520
	Medical Expenses		72,372	58,101
	Paper & Periodical		16,694	8,395
	Postage & Courier		24,890	24,402
	Printing & Stationery		670,036	657,823
	Audit Fee		287,500	287,500
	Professional Fee		350,000	494,000
	Office Rent		1,437,500	1,620,000
	Repairs & Maintenance		393,534	288,821
	Others Administrative Expenses		206,394	152,510
	Depreciation (Annexure-A)		1,484,789	1,498,837
			<b>13,947,684</b>	<b>13,713,305</b>
IAS 1.97	<b>20.00 Selling &amp; Distributing Expenses</b>			
	Salary & Allowance		4,065,172	3,871,520
	Conveyance		374,109	440,979
	Tours & Travels		192,099	132,035
	Entertainment		347,951	426,414
	Packing Expenses	Note-20.01	2,823,575	2,387,494
	Sales Promotion Expense		894,900	544,440
	Carriage Outward		329,618	435,625
	Postage & Courier		19,500	18,028
	Printing & Stationery		164,161	166,679
	Power & Fuel		561,788	540,687
	Mobile, Telephone & Fax Expenses		233,223	122,797
	Rental Expense		1,441,500	888,627
	Repairs & Maintenance		188,061	149,470
	Vehicle Tracking Expense		55,333	64,528
	Sample Expense		270,600	217,612
	Depreciation (Annexure-A)		989,860	999,224
			<b>12,951,449</b>	<b>11,406,159</b>
	<b>20.01 Packing Material</b>			
	Opening Balance		7,496,163	6,858,242
	Add: Purchase during the Period		3,423,762	3,025,415
			<b>10,919,925</b>	<b>9,883,657</b>
	Less: Closing Balance		8,096,350	7,496,163
			<b>2,823,575</b>	<b>2,387,494</b>
	<b>21.00 Non-Operating Income</b>			
	Interest Income		60,940	34,233
	Scrap Sales - (Old Labour Shed, Copper Scrap and Copper Wastage)		8,604,652	2,889,788
			<b>8,665,592</b>	<b>2,924,021</b>
IAS 23.26(a) IAS 1.82(b)	<b>22.00 Financial Expenses</b>			
	Lease Finance Interest		6,216,243	6,041,355
	Bank Charges		415,304	349,240
	Interest on Bank Loan	Note-22.01	53,426,495	68,001,689
			<b>60,058,042</b>	<b>74,392,284</b>
	<b>22.01 Interest on Bank Loan</b>			
	Interest on Short Term Loan		34,357,875	36,660,790
	Interest on Long Term Loan		19,068,620	31,340,899
			<b>53,426,495</b>	<b>68,001,689</b>

	30 June, 2021	30 June, 2020
<b>23.00 Current Tax</b>		
Profit before tax as per account	76,199,611	32,694,594
Add: Accounting depreciation	49,492,976	49,961,221
Less: Tax base depreciation	75,478,772	82,565,544
Less: Non-Operating Income	8,665,592	2,924,021
Taxable Income	<u>41,548,223</u>	<u>(2,833,750)</u>
A. <b>Current Tax @ 22.50%</b>	<u>9,348,350</u>	<u>(708,437)</u>
Non-Operating Income @ 22.50%	1,949,758	1,023,407
<b>Total Current Tax</b>	<u><b>11,298,108</b></u>	<u><b>314,970</b></u>

**Minimum Tax:**

Gross Receipts	585,949,629	488,456,999
B. Minimum Tax @ 0.6%	3,515,698	2,930,742
<b>Whichever is Higher from above calculation (A &amp; B)</b>	<u><b>11,298,108</b></u>	<u><b>2,930,742</b></u>

<b>23.01 Deferred Tax</b>		
Carrying amount of PPE (Accounting Base)	742,041,940	726,678,106
Carrying amount of PPE (Tax Base)	501,417,962	512,039,924
<b>Taxable Temporary Difference</b>	<b>240,623,978</b>	<b>214,638,182</b>
<b>Tax Rate</b>	<b>0.225</b>	<b>0.25</b>
Closing Deferred Tax Liability as of June 30, 2021	54,140,395	53,659,546
Opening Deferred Tax Liability (Already Recognized)	53,659,546	45,508,465
Deferred Tax Expense/ (Income)	<u>480,849</u>	<u>8,151,081</u>

IAS 33.70	<b>24.00 Earnings per share (Basic)</b>		
	A. Net Profit after Tax	64,420,654	21,612,771
	B. Weighted average number of Share	63,000,000	61,273,973
	<b>Earnings per Share (A/B)</b>	<u><b>1.02</b></u>	<u><b>0.35</b></u>

<b>24.01 Earnings per Share (Restated -2020)</b>			
	A. Net Profit after Tax	64,420,654	21,612,771
	B. Weighted average number of Share	63,000,000	63,000,000
	<b>Earnings per Share (Restated -2020)</b>	<u><b>1.02</b></u>	<u><b>0.34</b></u>

**Earnings Per Share(EPS):** During the year, sales has been increased by 18.90% whereas the fixed Cost remained static, Besides other cost has decreased compared to the last year. Therefore, a significant impact on the EPS has been reflected.

Particulars	Number of Share	Weight	Weighted average no of Shares	Weighted average no of Shares
Opening No. of Shares	40,000,000	365/365	40,000,000	40,000,000
New Allotment No. of Shares during the year (as on 30.04.2019)*	20,000,000	365/366	20,000,000	20,000,000
Stock dividend	3,000,000	365/365	3,000,000	1,273,973
<b>Total</b>	<b>63,000,000</b>		<b>63,000,000</b>	<b>61,273,973</b>

<b>25.00 Net Asset Value (NAV) Per Share</b>		
Total Assets	1,549,325,741	1,486,126,877
Less: Total Liabilities	787,977,822	778,185,112
<b>A. Net Asset Value (NAV)</b>	<u><b>761,347,919</b></u>	<u><b>707,941,765</b></u>
B. Total Number of Share outstanding	63,000,000	63,000,000
<b>Net Asset Value (NAV) Per Share (A/B)</b>	<u><b>12.08</b></u>	<u><b>11.24</b></u>

<b>26.00 Net Operating Cash Flows Per Share (NOCFPS)</b>		
Net Operating Cash Flows (Numerator)	104,542,870	96,465,042
Number of Ordinary Shares (Denominator)	63,000,000	61,273,973
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<u><b>1.66</b></u>	<u><b>1.57</b></u>

Note-26.01

30 June, 2021	30 June, 2020
---------------	---------------

**Cash flows from Operating Activities:**

Cash Generated from Operation

Note: A

115,258,861

112,014,075

Income Tax

(10,715,991)

(15,549,033)

**Net Cash Flows from Operating Activities:****104,542,870****96,465,042****Note: A Cash Generated from Operation**

Net Income Before Tax

76,199,611

32,694,594

Depreciation on Property, Plant and Equipment

49,492,976

49,961,221

Interest Paid

50,984,039

53,671,374

**Changes in Current Assets & Liabilities:**

Increase / (Decrease) in Trade and Other Receivables

(54,818,090)

(39,700,626)

(Increase) / Decrease in Advance, Deposit &amp; Prepayments

(63,795,784)

30,926,272

(Increase) / Decrease in Inventories

43,596,223

(30,478,114)

Increase / (Decrease) in Trade Payables

6,160,521

(1,443,895)

Increase / (Decrease) in Liabilities for Expenses

7,439,365

16,383,249

**Cash Generated from Operations****115,258,861****112,014,075**

27.00 The disclosure of Schedule XI, part-II, Para 3 :

a) Turnover:

Particulars	30 June 2021
Turnover in BDT.	577,284,037
Turnover in Quantity ( M.Ton)	832,694.14

\* Details are shown in annexure-F

b) No Commission paid to selling agents during the year.

c) No brokerage and discount paid on sales during the year.

d) (i) Raw Materials Consumed:

Particulars	30 June 2021
Raw Materials (Value in BDT.)	309,499,881
Raw Materials Quantities ( M.Ton)	616,829.57

(ii) Finished goods

Particulars	30 June 2021
Opening Quantity ( M.Ton)	288,025.75
Production Quantity during the period / year ( M.Ton)	782,097.11
Closing Quantity ( M.Ton)	237,428.72

iii) Work-In-Process:

Particulars	30 June 2021
Copper Bar (Strip, wire, Rod, Bus Bar )	39,763,613
Copper Tube	4,207,481
Copper Pipe	17,613,425
<b>Total in BDT</b>	<b>61,584,520</b>

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

Employee position of the company as at June 30, 2021:

Salary (Monthly)	Officer & Staff		Worker	Total Employees
	Factory	Head Office		
Number of employees whose salary below Tk. 3,000 per month	-	-	-	-
Number of employees whose salary above Tk. 3,000 per month	43	22.00	117.00	182
<b>Total</b>	<b>43</b>	<b>22</b>	<b>117</b>	<b>182</b>

29.00 Payment information to Directors as per requirement of schedule XI, part II, Para 4

Payment to directors within the period ending 30 June, 2021 is as follows:

	30 June 2021
(a) Managerial Remuneration paid or payable during the financial period to the directors, including managing director, a managing agent or manager. (Short term employees benefit)	2,687,500
(b) Expenses reimbursed to the managing agent;	Nil
(c) Commission or other remuneration payable separately to a managing agent or his associate;	Nil
(d) Commission received or receivable by the managing agent or his associate as selling or	Nil
(e) The money value of the contracts for the sale or purchase of goods and materials or supply of	Nil
(f) Any other perquisites or benefits in cash or in kind stating approximate money value where	Nil
(g) Other allowances and commission including guarantee commission.	Nil
(h) Pensions etc.	
(i) Pensions	Nil
(ii) Gratuities	Nil
(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil
(iv) Compensation for loss of office	Nil
(v) Consideration in connection with retirement from office.	Nil

**29.01 Related Party Transaction:**

As per IAS 24: Related party disclosure and as defined in the Securities & Exchange Rules 1987 the related party transaction are as follows :

Director's Remuneration		30 June 2021
Managing Director remuneration		2,400,000
Board meeting attendance fees		287,500
<b>Total</b>		<b>2,687,500</b>

The details of Director remuneration are given below:

Name	Designation	Paid as	Amount
Abbasi Adam Ali	Managing Director	Remuneration	2,400,000
<b>Total</b>			<b>2,400,000</b>

The board meeting attendance fees received by the director including the managing director are as follows :

Board Meeting				
Name	Designation	No. of Meeting	Attendance	Fee
Zulfikar Ali	Chairman	5	3	17,250
Abbasi Adam Ali	Managing Director	5	5	28,750
Rashida Abbas	Director	5	5	28,750
Shoeb Adam Ali	Director	5	2	11,500
Mustafa Shoeb	Director	5	5	28,750
Abul Basher	Director	5	2	11,500
Prof. Abu Taleb	Independent Director	5	5	28,750
A.H.M. Ariful Islam FCA	Independent Director	5	5	28,750
<b>Sub Total</b>				<b>184,000</b>
Audit Committee				
Name	Designation	No. of Meeting	Attendance	Fee
Prof. Abu Taleb	Chairman of the committee	4	4	23,000
A.H.M. Ariful Islam FCA	Member of the Committee	4	4	23,000
Mustafa Shoeb	Member of the Committee	4	4	23,000
<b>Sub Total</b>				<b>69,000</b>
Remuneration Committee				
Name	Designation	No. of Meeting	Attendance	Fee
Prof. Abu Taleb	Chairman of the committee	2	2	11,500
A.H.M. Ariful Islam FCA	Member of the Committee	2	2	11,500
Mustafa Shoeb	Member of the Committee	2	2	11,500
<b>Sub Total</b>				<b>34,500</b>
<b>Total</b>				<b>287,500</b>

**30.00 Disclosure as per requirement of Schedule XI, Part II, Para 7:**

Particulars	Unit	Installed Capacity Per Annum	Actual Production per annum	Percentage of Capacity Utilization
Copper Bar (Strip, wire, Rod, Bus Bar )	M. Ton	1,100.00	542.27	49.30%
Copper Tube and Copper Pipe	M. Ton	500.00	290.42	58.08%

**31.00 Disclosure as per requirement of Schedule XI, Part II, Para 8**

(a) Value of imports calculated on C.I.F basis by the company during the financial year 2020-2021 in respect of raw materials, components and spare parts and capital goods were as follows:

S.L	Particulars	Import Amount in BDT
i	Raw Materials	153,292,700
ii	Packing Materials	1,569,669
iii	Components of Spare parts	2,758,564

(b) The Company did not have any expenditure in foreign currency during the financial year on account of royalty, know-how  
(c) Value of all imported raw materials, spare parts and components consumed during the financial year and the value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption:

Particulars	Raw Materials		Total	Spare parts		Total
	Imported Value (in BDT)	Indigenous Value(in BDT)		Imported Value (in BDT)	Indigenous Value(in BDT)	
Opening Balance	166,198,575	10,539,189	176,737,764	1,733,574	577,858	2,311,432
Purchase during the	153,292,700	128,614,867	281,907,567	2,758,564	-	2,758,564
Closing Balance	114,525,330	34,620,120	149,145,450	2,486,152	377,858	2,864,010
Consumption during	204,965,945	104,533,936	309,499,881	2,005,986	200,000	2,205,986
<b>Percentage of total</b>	<b>66%</b>	<b>34%</b>	<b>100%</b>	<b>91%</b>	<b>9%</b>	<b>100%</b>

**Packing Materials:**

Particulars	Imported Value(in BDT)	Indigenous Value(in BDT)	Total
Opening Balance	5,093,265	2,402,898	7,496,163
Purchase during the year	1,569,669	1,854,093	3,423,762
Closing Balance	4,511,779	3,584,571	8,096,350
Consumption during the year	2,151,155	672,420	2,823,575
Percentage of total consumption during the year	<b>76%</b>	<b>24%</b>	<b>100%</b>

(d) No amount has been remitted during the year in foreign currencies on account of dividend for non-residents

(e) Earnings in foreign exchange classified under the following heads, namely:

(i) Export of goods calculated on F.O.B. basis;	Nil
(ii) Royalty, know-how, professional and consultation fees;	Nil
(iii) Interest and dividend;	Nil
(iv) Other income, including the nature thereof.	Nil

**32.00 Event After Balance Sheet Date:**

The Company in its Board Meeting held on 26.10.2021 Recommended 5% Cash dividend to Shareholder's Subject to Approval in the ensuing AGM.

**COPPERTech INDUSTRIES LTD**  
**Schedule of Property, Plant & Equipment**  
**As on 30 June, 2021**

Annexure-A

Particulars	Cost		Rate of Dep.	Depreciation		Written Down Value as on 30.06.2021
	Balance as at 01.07.2020	Addition this period		Balance as on 30.06.2021	Charged during the period	
Land and Land Development	72,639,375	150,000	0%	-	-	72,789,375
Building & Civil Construction	296,781,178	56,817,220	2.5%	8,202,585	33,697,578	319,900,820
Gas Line Installation	3,090,708	-	15%	233,382	1,768,207	1,322,501
Electric Equipment	42,333,138	5,114,417	15%	4,990,935	19,165,593	28,281,962
Plant & Machineries	466,409,880	814,474	10%	33,499,447	165,729,336	301,495,018
Furniture & Fixture	3,679,780	160,700	10%	306,973	1,077,724	2,762,756
Gas & Diesel Generator	15,272,411	-	10%	805,442	8,023,436	7,248,975
Vehicles	14,268,276	1,800,000	15%	1,454,212	7,827,743	8,240,533
<b>Balance as on 30 June, 2021</b>	<b>914,474,746</b>	<b>64,856,811</b>		<b>49,492,976</b>	<b>237,289,617</b>	<b>742,041,940</b>

**Allocation of Depreciation:**

Manufacturing	47,018,327
Administration	1,484,789
Selling & Distributing	989,860
<b>Total</b>	<b>49,492,976</b>

**COPPERTECH INDUSTRIES LTD**  
**Schedule of Property, Plant & Equipment**  
**As on 30 June, 2021**

**Tax base:**

**Annexure- (A -1)**

Particulars	Cost			Rate of Dep.	Depreciation		Written Down Value as on 30.06.2021
	Balance as at 01.07.2020	Addition this period	Balance as on 30.06.2021		Charged during the period	Accumulated Depreciation 30.06.2021	
Land and Land Development	72,639,375	150,000	72,789,375	0%	-	-	72,789,375
Building & Civil Construction	296,781,178	56,817,220	353,598,398	10%	103,112,387	25,048,601	225,437,410
Utility Line Installation	3,090,708		3,090,708	20%	2,011,100	215,922	863,686
Drawing Piller Machine	9,757,984		9,757,984	20%	7,711,586	409,280	1,637,118
Electric Equipment	42,333,138	5,114,417	47,447,555	20%	21,350,229	5,219,465	20,877,861
Plant & Machineries	454,451,415	814,474	455,265,889	20%	245,801,494	41,892,879	167,571,516
Gas & Diesel Generator	10,852,411		10,852,411	20%	8,350,975	500,287	2,001,149
Striking Machine	1,797,981		1,797,981	20%	1,420,917	75,413	301,651
Cover Van	2,767,600		2,767,600	20%	1,734,090	206,702	826,808
Pickup	11,500,676	1,800,000	13,300,676	20%	6,252,502	1,409,635	5,638,540
Diesel Generator	4,420,000		4,420,000	20%	3,493,058	185,388	741,553
Furniture & Fixture	3,679,780	160,700	3,840,480	10%	899,497	294,098	2,646,884
Nitrogen Plan	402,500		402,500	20%	296,987	21,103	84,410
<b>Balance as on 30 June, 2021</b>	<b>914,474,746</b>	<b>64,856,811</b>	<b>979,331,557</b>		<b>402,434,823</b>	<b>75,478,772</b>	<b>501,417,962</b>