

FINANCIAL STATEMENTS (UNAUDITED)

OF

FU-WANG FOODS LIMITED

Banani, Dhaka


For the 1st quarter ended

30 September 2022

FU-WANG FOODS LIMITED
STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT 30 SEPTEMBER 2022 (Q1)

PARTICULARS	NOTES	TAKA 30 SEPT. 2022	TAKA 30 JUNE 2022
ASSETS:			
Non-Current Assets		488,643,161	479,177,473
Property, Plant and Equipment (Net of Depreciation)	3.00	488,643,161	479,177,473
Machinery in Transit		-	929,760
Investment		9,900,000	9,900,000
Current Assets		681,646,785	705,078,876
Inventories	4.00	39,169,252	47,620,142
Trade and Other Receivables	4-A	74,202,096	77,172,156
Advances, Deposits and Prepayments	5.00	561,036,120	575,733,022
Cash and Cash Equivalents	6.00	7,239,317	4,553,556
Total Assets		1,180,189,946	1,195,086,109
EQUITY & LIABILITIES:			
Shareholders' Equity		409,784,225	383,585,498
Share Capital	7.00	1,108,392,840	1,108,392,840
Revaluation Reserve		119,533,772	98,929,048
Retained Earnings	8.00	(818,142,387)	(823,736,390)
Non-Current Liabilities		59,099,909	84,926,227
Deferred Tax Liabilities	9.00	49,156,799	72,933,070
Long Term Loan	10.00	9,943,110	11,993,157
Current Liabilities		711,305,812	726,574,384
Short Term Bank Loans and Others	11.00	143,302,596	149,437,649
Trade and Other Payables	12.00	170,977,328	189,417,827
Unclaimed Dividend Account	12-A	2,252,624	2,252,624
Liabilities for Expenses	13.00	76,942,099	69,333,124
Provision for Income Tax	14.00	317,831,166	316,133,161
Total Equity and Liabilities		1,180,189,946	1,195,086,109
Net Asset Value (NAV) Per Share	22.00	3.70	3.46

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


Independent Director


Managing Director


Chairman


Company Secretary


Director


CFO

Dated : 13th November 2022

FU-WANG FOODS LTD

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME(UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (Q1)

		01 Jul'22 to 30 SEPT '2022	01 Jul'21 to 30 SEPT '2021
PARTICULARS	NOTES		
Sales Revenue	15.00	283,000,786	297,031,987
Less : Cost of Goods Sold	16.00	225,098,038	229,985,458
Gross Profit		57,902,748	67,046,529
Less : Administrative Expenses	17.00	18,920,207	18,194,778
Profit before Selling & Distribution Exp.		38,982,541	48,851,752
Less : Selling & Distribution Expenses	18.00	31,333,832	28,174,478
Profit/(Loss) before Financial Exp.		7,648,709	20,677,274
Less : Financial Expenses	19.00	3,322,226	4,500,949
Operating Net Profit		4,326,483	16,176,324
Less : W.P.P.F		206,023	770,301
Net Profit before Tax (NPBT)		4,120,460	15,406,023
Income Tax Expenses :		(265,443)	8,571,452
Current Tax	20.00	1,698,005	3,167,592
Deferred Tax		(1,963,447)	5,403,860
Net Profit after Tax (NPAT)		4,385,903	6,834,571
Earnings Per Share (EPS)	21.00	0.04	0.06


Independent Director


Managing Director


Chairman


Company Secretary


Director


Director


Dated : 13th November 2022

FU-WANG FOODS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (Q1)

PARTICULARS	SHARE CAPITAL	REVALUATION RESERVE	RETAINED EARNINGS	TOTAL
Balance as at 01 July 2022	1,108,392,840	98,929,048	(823,736,390)	383,585,498
Depreciation on Revaluation 01 July 2021 to 30 September 2022	-	(1,208,100)	1,208,100	-
Adjustment for Deferred Tax (Last Period)	-	28,721,336	-	28,721,336
Adjustment for Deferred Tax (Current Period)	-	(6,908,512)	-	(6,908,512)
Net Profit for 01 July 2021 to 30 September 2022	-	-	4,385,903	4,385,903
Balance as at 30 September 2022	1,108,392,840	119,533,772	(818,142,387)	409,784,225

FOR THE PERIOD ENDED 30 SEPTEMBER 2021 (Q1)

PARTICULARS	SHARE CAPITAL	REVALUATION RESERVE	RETAINED EARNINGS	TOTAL
Balance as at 01 July 2021	1,108,392,840	44,397,194	132,975,862	1,285,765,896
Depreciation on Revaluation	-	(716,084)	716,084	-
Adjustment for Deferred Tax (Last Year)	-	12,889,508	-	12,889,508
Adjustment for Deferred Tax (Current Period)	-	(12,728,389)	-	(12,728,389)
Net Profit for the Period	-	-	6,834,571	6,834,571
Balance as at 30 September 2021	1,108,392,840	43,842,229	140,526,517	1,292,761,586


Independent Director


Managing Director


Chairman


Company Secretary


Director


CFO

Dated : 13th November 2022

FU-WANG FOODS LIMITED
STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (Q1)

PARTICULARS	TAKA 30 SEPT. 2022	TAKA 30 SEPT. 2021
Cash Flows from Operating Activities:		
Collections from Turnover and Others	291,702,196	295,502,010
Payment for Cost and Expenses	(264,879,323)	(279,452,082)
Paid for Financial Expenses	(3,322,226)	(4,012,406)
VAT Paid and Deducted at Source	(5,493,913)	-
Income Tax/VAT paid Paid and Deducted at Source	(1,000,000)	(1,400,000)
A. Net Cash Used in Operating Activities	17,006,734	10,637,522
Cash Flows from Investing Activities:		
Acquisition of Property, Plant and Equipment	(14,087,918)	(1,351,311)
(Adv to Subsidiary)/Received from Subsidiary	7,952,046	-
B. Net Cash Used in Investing Activities	(6,135,872)	(1,351,311)
Cash Flows from Financing Activities:		
Dividend paid	-	(13,319.00)
Loan Received/(Paid)	(8,185,100)	(11,051,795)
C. Net Cash Provided from Financing Activities	(8,185,100)	(11,065,114)
D. Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	2,685,762	(1,778,903)
E. Cash and Cash Equivalents at the Begaining of the Period	4,553,556	4,108,818
F. Cash and Cash Equivalents at the End of the Period	7,239,318	2,329,915
Net Operating Cash Flow Per Share	0.15	0.10

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



Independent Director



Managing Director



Chairman



Company Secretary



Director



CFO

Dated : 13th November 2022

Notes to the Financial Statements of FU-Wang Foods Ltd

		30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
NOTE 03	Property, Plant and equipment		
	Cost	909,015,236	893,997,558
	Less: Accumulated depreciation	420,372,075	414,820,085
	Written down value	488,643,161	479,177,473
NOTE 04	Inventories		
	Stock of finished goods	10,246,789	12,043,423
	Stock of raw materials	17,150,066	14,604,759
	stock of packing materials	11,772,397	20,971,960
		39,169,252	47,620,142
NOTE 04-A	Trade & Others Receivable		
	Trade receivable	29,078,244	32,048,304
	Others receivable	45,123,852	45,123,852
		74,202,096	77,172,156
NOTE 05	Advance Deposit & Prepayments:		
	ADVANCE & DEPOSITS		
	Advance against rent (ctg. branch)	119,000	119,000
	Advance against rent (rangpur branch)	70,500	81,000
	Advance against rent (mymensingh branch)	155,540	213,875
	Advance against rent (sylhet branch)	100,000	100,000
	Advance against rent (bogra branch)	82,000	91,000
	Advance against rent (sirajgong branch)	83,000	86,000
	Advance against rent (gazipur branch)	50,000	50,000
	Advance against rent (barishal branch)	56,000	56,000
	Advance against rent (madaripur branch)	30,000	30,000
	Advance against rent (mahammadpur branch)	11,500	11,500
	Advance against rent (jeshore branch)	95,000	-
	Advance against LC Margin (LC no.140720010088)	315,964	315,964
	Advance against income tax	352,740,995	351,740,995
	Advance against salary	825,000	922,000
	Advance against others	2,504,729	1,765,824
	Advance against purchase	37,543,496	47,144,422
	Deferred expenditure	1,200,000	-
	Inter company transaction (fu-wang beverage)	156,889,308	164,841,354
	Deposit with (note; 5.01)	8,164,088	8,164,088
	Total	561,036,120	575,733,022
NOTE 05.01	DEPOSITS WITH :		
	Titas Gas T & D Co. Ltd (gas connection)	3,592,198	3,592,198
	Margin on Bank Guarantee (Titas Gas T & D)	4,263,890	4,263,890
	T & T phone (gazipur factory)	8,000	8,000
	CDBL deposit (refundable)	300,000	300,000
	Total	8,164,088	8,164,088
NOTE 06	CASH & BANK BALANCES		
	CASH IN HAND :		
	Head office	192,309	245,130
	Factory	50,000	50,000
	Bogra branch office	70,000	70,000
	Sylhet branch office	20,000	20,000
	Rangpur branch office	40,000	40,000
	Jessore branch office	90,000	90,000

	30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
Mymensingh branch office	30,000	30,000
Barisal branch office	80,000	80,000
Cash at bank (note: 6.01)	6,667,008	3,928,426
Total	7,239,317	4,553,556
NOTE 06.01 CASH AT BANK :		
Pubali bank ltd. STD-1144	16,741	16,741
Pubali bank ltd. CD-1790	2,504,406	1,260,139
Dhaka bank ltd-CD-9127	-	-
Dutch Bangla bank CD-39015	2,289,238	757,687
Sonali bank ltd. CD-313	472,436	555,016
Standard bank ltd.CD -3721	-	1,239
Dutch Bangla bank CD-6908	405,505	308,819
Dutch Bangla rocket a/c	978,682	1,028,785
Total	6,667,008	3,928,426
NOTE 07 SHAREHOLDERS EQUITY		
Authorized capital		
150,000,000 Ordinary shares of Tk. 10 each	1,500,000,000	1,500,000,000
issued, subscribed and paid up capital		
1,00,00,000 ordinary shares of Tk. 10/= each fully paid		
In cash by sponsors	100,000,000	100,000,000
60,00,000 ordinary shares of Tk. 10/= each fully	60,000,000	60,000,000
Paid in cash for right share.	202,400,000	202,400,000
Bonus share of Tk 10/ each	745,992,840	745,992,840
Total	1,108,392,840	1,108,392,840
NOTE 08 Retained Earnings		
Opening from the Last year (adjusted)	(823,736,390)	(585,511,662)
Add: Depreciation Revaluation	1,208,100	5,062,588
	(822,528,290)	(580,449,074)
Less: Dividend for the Last Year	-	-
	(822,528,290)	(580,449,074)
Add: Net Profit for the Period	4,385,903	(243,287,316)
Balance as at 30 Sept 2022	(818,142,387)	(823,736,390)
NOTE 09 Deferred Tax Liabilities		
Deferred Tax Liability for temporary difference of PPE	42,248,287	44,211,734
Deferred Tax Liability for Revaluation	6,908,512	28,721,336
Deferred Tax Liability as at 30 SEPT 2022	49,156,799	72,933,070

NOTE 09.01 Deferred Tax Liability for temporary difference of PPE:

	30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
Opening Balance	44,211,734	31,146,799
Addition during the year	(1,963,447)	13,064,935
Closing Balance	42,248,287	44,211,734

Calculation of Deferred Tax:

The details break-up is made up as follows:

Accounting Base written down value (WDV)	349,169,210	396,247,543
Tax Base written down value (WDV)	187,578,342	199,750,946
Taxable Temporary Difference	161,590,868	196,496,597
Applicable Tax Rate	22.50%	22.50%
Total Deferred Tax Liability for Temporary Difference	36,357,945	44,211,734
Less: Opening Balance	44,211,734	31,146,799
Deferred Tax Expenses for the Qtr.	(1,963,447)	13,064,935

NOTE 10 Long Term Loan

Term Loan Dhaka Bank Ltd	17,380,158	19,430,205
	17,380,158	19,430,205
Less: Dhaka Bank Term Loan Current portion	7,437,048	7,437,048
Total	9,943,110	11,993,157

NOTE 11 Short Term Bank Loan & others

Dhaka Bank OD264	80,153,275	81,018,738
Dhaka Bank LTd, LTR	2,344,305	1,890,848
Dhaka Bank STL	12,527,667	12,527,667
Dhaka Bank Ltd Time Loan	24,260,301	29,983,348
Dhaka Bank Term Loan Current portion	7,437,048	7,437,048
Temporary Loan from Director	16,580,000	16,580,000
Total	143,302,596	149,437,649

NOTE 12 Trade and others Payables

Liability for Security Deposit (Note-12.02)	16,769,994	16,141,808
Other Trade Creditors	86,916,175	108,836,166
Gratuity payable	46,523,452	44,720,453
Unearned rent revenue	300,000	-
WPPF (Note: 12.01)	20,467,707	19,719,400
Total	170,977,328	189,417,827

**NOTE 12.01 Payable for (WPPF) and welfare fund Tk.
The above balances are made up as follows:**

Opening Balance	19,719,400	17,765,225
Add: Addition during the period	206,023	-
Add: Interest (11%)	542,284	1,954,175
	20,467,707	19,719,400
Less: Paid during the year	-	-
Total	20,467,707	19,719,400

**NOTE 12.02 LIABILITY FOR SECURITY DEPOSIT :
The above balances are made up as follows:**

Security Deposit -Opening Balance	16,141,808	14,357,562
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	30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
Add: Received in this period	2,025,000	4,560,000
	18,166,808	18,917,562
Less: Paid during the period	1,396,814	2,775,754
Security deposit as on 30 Sept 2022	16,769,994	16,141,808
NOTE 12-A UNCLAIMED DIVIDEND ACCOUNT		
The above balances are made up as follows:		
Opening Dividend payable	2,252,624	2,277,764
Add: Dividend for 2021-22	-	-
	2,252,624	2,277,764
Less: Paid during the period	-	25,140
Unclaimed Dividend	2,252,624	2,252,624
NOTE 13 Liabilities for Expenses		
Salary & allowance	5,549,667	3,543,405
Salary & allowance (Fact)	9,001,159	9,385,832
Director's Remuneration	780,000	780,000
Provident Fund (Note: 13.01)	50,508,072	48,745,875
Power & Fuel	4,595,058	4,650,704
Audit Fees Payable	227,400	391,000
Festival Bonus	4,206,998	-
VAT payable	2,073,744	1,836,308
Total	76,942,099	69,333,124
NOTE 13.1 PROVIDENT FUND:		
The above balances are made up as follows:		
Opening Provident Fund including previous dues	48,745,875	52,567,810
Add: Contribution during the period	2,515,570	9,410,238
	51,261,445	61,978,048
Less: Paid/final payment during the period	753,373	13,232,173
Provident Fund payable	50,508,072	48,745,875
NOTE 14 Provision for Income Tax		
Opening from the Last period-Q4	316,133,161	314,341,940
Add: Addition during the period	1,698,005	6,605,623
	317,831,166	320,947,563
Less: Adjustment made during the year	-	4,814,402
Balance as at 30 Sept 2022	317,831,166	316,133,161
NOTE 15 TURNOVER (Net of VAT) Tk.		
Local Sales	288,732,136	302,952,830
Less : VAT & SD	5,731,349	5,920,843
Total Turnover	283,000,786	297,031,987
NOTE 16 COST OF GOODS SOLD		
Raw Material consumed (note 16.1)	125,983,249	137,918,948
Direct wages & salary	19,982,464	19,731,078
Packing materials consumed (note 16.2)	41,673,931	46,289,340
Direct overhead (note 16.3)	33,100,424	27,133,473
Total cost of production	220,740,068	231,072,839

	30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
Add : opening stock of finished goods	14,604,759	15,804,844
	235,344,827	246,877,683
Less : closing stock of finished goods	10,246,789	16,892,225
Cost of goods sold	225,098,038	229,985,458
NOTE 16.1 RAW MATERIAL CONSUMED		
Raw Material import	2,337,500	-
Locally procured	130,887,392	134,796,161
	133,224,892	134,796,161
Add : Opening stock of raw material	12,043,423	208,730,227
Less : Closing stock of raw materials	17,150,066	204,893,592
Total	128,118,249	138,632,796
Add :Opening work in process	-	-
Less : Closing work in process	2,135,000	713,848
Total	125,983,249	137,918,948
NOTE 16.2 PACKING MATERIAL CONSUMED		
Packing material purchase :		
Locally procured	32,474,368	44,048,047
Add : Opening stock of packing material	20,971,960	58,543,310
	53,446,328	102,591,357
Less : Closing stock of packing material	11,772,397	56,302,017
Total	41,673,931	46,289,340
NOTE 16.3 DIRECT OVERHEAD		
Salary, wages & allowances	6,575,128	4,012,691
Provident fund	705,910	1,494,088
Fooding allowance	27,466	-
Factory maintenance	6,052,564	5,157,445
Gratuity expenses	970,549	-
Festival bonus	2,264,615	2,925,209
Power & fuel	11,665,299	12,331,486
Carriage inward	161,102	151,810
Medical expenses	36,201	11,335
Repairing maintenance (spare parts & oil lubricants)	644,157	827,508
Depreciation	3,997,432	5,728,680
Total	33,100,424	27,133,473
NOTE 17 ADMINISTRATIVE EXPENSES		
Director's remuneration	2,370,955	900,000
Salary & allowances	5,003,443	3,302,180
Provident fund	189,220	305,800
Gratuity expenses	384,509	-
Telephone, Telex & Fax	333,840	611,495
Printing & stationery	192,569	229,665
Fuel and maintenance (car)	185,500	395,746
Car allowance	195,000	-
Oil & lubricants	14,470	-
Security services	653,400	-
Car rent	245,215	-
Office maintenance	1,446,547	2,695,233
Books & periodicals	8,950	-

	30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
Postage & Telegram	6,530	1,230
Conveyance allowance	60,897	1,041,505
Festival bonus	897,189	1,963,974
Labour charge	12,500	-
Foreign tour / travelling allowance	429,665	1,090,526
Office rent	2,087,182	1,324,620
Fooding/Canteen (H/O)	-	170,177
Electricity, WASA & Gas	364,965	440,557
Registration & renewals	964,058	173,493
Software maintenance	55,000	-
Insurance premium	214,842	65,315
Donation & Subscription	8,000	100,000
AGM expenses	120,000	-
Internet expenses	278,677	283,442
Consultancy fees	212,000	370,000
Audit fees	427,400	-
Professional charge	3,125	40,000
Board meeting attendance fee	-	462,000
Depreciation	1,554,557	2,227,820
Total	18,920,207	18,194,778

NOTE 18 SELLING & DISTRIBUTION EXPENSES

Salary & allowance	7,193,204.86	5,306,917
Festival bonus	1,045,195	-
Provident fund	321,559	468,736
Gratuity expenses	447,941	-
Promotional expenses	425,190	401,000
Conveyance-branch	1,448,022	-
TA,DA allowance	994,746	-
Fuel and Maintenance (delivery van)	4,259,910	4,385,247
Business promotion & development exp.	3,024,194	2,906,404
Carriage outward	7,297,500	8,732,394
Damage on sale	219,375	-
Incentive on sale	1,682,751	2,961,976
Commission on sale	2,974,245	3,011,804
Total	31,333,832	28,174,478

NOTE 19 FINANCIAL EXPENSES

Bank interest	2,531,133	3,832,416
Bank charge & commission	248,809	179,990
Interest for WPPF (11%)	542,284	488,543
Total	3,322,226	4,500,949

NOTE 20 Current Tax

The above balances are made up as follows:

Profit before tax as per accounts	4,120,460	
Add : Depreciation as per accounts	5,551,990	
	9,672,450	-
Add : Depreciation as per 3rd schedule	6,797,571	-
Total	2,874,879	-

Income Tax as applicable rate 22.50%	646,848	-
Minimum Tax:		
Revenue	283,000,786	302,952,830
Income Tax @0.6%	1,698,005	1,817,717

NOTE 21**Earnings Per Share (EPS)**

The above balance are made up as follows:

Earnings Attributable to the Ordinary Shareholders
Weighted Average Number of Ordinary Shares

30 SEPT '2022 AMOUNT TAKA.	30 JUNE '2022 AMOUNT TAKA.
4,385,903	6,834,571
110,839,284	110,839,284
<u>0.04</u>	<u>0.06</u>

NOTE 22**Net Asset Value Per Share (NAV)**

The above balance are made up as follows:

Share Holders Equity
Number of Ordinary Share

409,784,225	383,585,498
110,839,284	110,839,284
<u>3.70</u>	<u>3.46</u>

NOTE 23**Net Operating Cash Flow Per Share**

The above balance are made up as follows:

Net Cash Generated from Operating activities
Number of Ordinary Shares

17,006,734	10,637,522
110,839,284	110,839,284
<u>0.15</u>	<u>0.10</u>

FU-WANG FOODS LIMITED
SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (Q1)

Annexure - A

Particulars	Cost		Rate	Depreciation		Written down value as at 30.09.2022
	Balance as at 01.07.2022	Addition during the Period		Balance as at 01.07.2022	Charged during the Period	
Land & Land Development	52,620,123		-	-	-	52,620,123
Factory Building Construction	157,978,069	280,000	2.50%	31,916,484	789,635	125,551,950
Plant and Machinery	259,070,983	992,260	5%	202,037,947	725,316	57,299,980
Gas Line	28,574,502		10%	17,684,057	272,261	10,618,184
Buildings & Other Constructions	57,032,411	8,167,858	5%	24,921,642	503,483	39,775,144
Furniture and Fixture	7,633,809		10%	3,965,067	91,719	3,577,023
Motor Vehicles	62,562,603		10%	32,463,322	752,482	29,346,799
Electrical Equipment	59,165,178	2,701,228	10%	36,851,757	625,366	24,389,283
Telephone & PABX Installation	2,005,660		10%	1,145,127	21,513	839,020
Office Equipment	4,966,385	979,632	20%	2,762,563	159,173	3,024,281
Cookeries & Cutleries	126,766		20%	107,228	977	18,561
Bicycle & Rickshaw Van	413,485	335,200	20%	212,597	26,804	509,284
Deep Tube-well & Pump	1,141,315	55,000	10%	931,816	6,612	257,887
Generator	23,990,964	962,500	10%	11,272,189	342,032	13,339,244
Sub Total	717,282,253	14,473,678		366,271,794	4,317,374	361,166,763
In tangible Assets						
Software	574,035	544,000	10%	57,404	26,516	1,034,115
Sub Total	574,035	544,000		57,404	26,516	1,034,115
Revaluation						
Land & Land Development	13,107,877	-	0%	-	-	13,107,877
Buildings & Other Constructions	126,326,740	-	5%	47,573,221	984,419	77,769,100
Factory Building Construction	36,706,653	-	2.50%	917,666	223,681	35,565,306
Sub Total	176,141,270	-		48,490,887	1,208,100	126,442,283
Grant Total	893,997,558	15,017,678		414,820,085	5,551,990	488,643,161

Allocation of Depreciation:

Production	72%	3,997,432
Administration	28%	1,554,557
Total		5,551,990