

KNITTING THE WORLD TOGETHER



ANNUAL
REPORT

2022



Aman
Cotton
Fibrous Ltd.

www.amancotton.com



TEXTILE

AMANTEX LIMITED
AMANTEX UNIT-2 LTD.
AMAN COTTON FIBROUS LIMITED
ANWARA MANNAN TEXTILE MILLS LTD.
AMAN PACKAGING & ACCESSORIES LTD.



COLD STORAGE

AMAN COLD STORAGE LIMITED
MILAN COLD STORAGE LIMITED
A. M. COLD STORAGE LIMITED
AMAN SEEDS STORAGE LIMITED
AMAN AGRO INDUSTRIES LIMITED



TRADING

JUVENILE TRADE INTERNATIONAL LTD.
JUVENILE CONSTRUCTION LIMITED
AMAN TRADING CORPORATION
AMAN ASSOCIATES LIMITED
ISLAM BROTHERS & CO.
R S & T INTERNATIONAL



CONSTRUCTION MATERIAL

AMAN CEMENT MILLS LTD.
AMAN CEMENT MILLS UNIT-2 LTD.
AMAN PACKAGING LTD.
AKIN CARRIER LTD.
AMAN SHIPYARD LTD.

AGRO INDUSTRIES

AMAN FEED LIMITED
AMAN CHICKS LIMITED
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AMAN POULTRY & HATCHERY LIMITED
AMAN PLANT TISSUE CULTURE LIMITED
AMAN JUTE FIBROUS LIMITED



কাজ করি
দেশ গড়ি



Scan for Corporate Video

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কর্মদক্ষ হাতের পক্ষ হতে
শুভেচ্ছা



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VISION

“To be recognized by the customers as the market leader for hi-tech product innovation, quality product supplier and superior service provider to the customers.”

MISSION

“To deliver promised quality and endeavor towards better research, innovation and development. To be a trusted brand for the customers, suppliers and employees.”

CORE VALUE

To be honest and committed in fair dealings with all stakeholders of the Company

OUR GOAL

Aman Cotton Fibrous Limited (ACFL) is primarily engaged in manufacturing of high quality cotton yarn in Bangladesh and marketing and selling of product in the domestic market as deemed export. The installation of a high capacity air conditioning and filtration plant has enabled the mill to meet the international standards. The Company manufactures 100% cotton Carded, Combed & Semi-combed ring spun grey yarn for knitting as well as weaving. From the beginning of operation of ACFL, it has managed to comply with the international standards of management, which was reflected to attain of ISO 9001:2008 Certificate.

Transmittal Letter

To
All Shareholders
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Ltd.
Chittagong Stock Exchange Ltd.

Sub: Annual Report for the year ended 30th June 2022.

Dear Sir (s)

We are Pleased to enclose a copy of Annual Report together with the Audited Financial Statements as at 30th June, 2022 and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended 30th June, 2022 along with notes thereon of Aman Cotton Fibrous Limited for your information and records.

Yours sincerely

Sd/-

Shariful Islam, CMA (Inter)
Company Secretary

STRATEGY

- *Ensure sustainable growth and modernization of existing facilities with potential for success through increasing capacity and manufacturing efficiency;*
- *Achieve global competitiveness and to derive the full benefit of our demographic and wages advantage;*
- *Achieve technological superiority;*
- *Strengthening financial resources;*
- *Maintain state-of-the-art manufacturing facilities for ensuring best quality products to the customers;*
- *Obtain world class accreditation by proper execution of ISO 9001:2015 standard and best practices that are proven effective*



HISTORY & Milestones

Event	Date
Date of incorporation	28 December 2005
Commencement of production of the Company	01 November 2007
ISO 9001:2008	25 March, 2013
Signing of Issue Management agreement for IPO	31 March 2016
Conversion of status from private to Public Ltd. Co.	22 April 2012
Consent of IPO achieved	03 May 2018
Trading with Stock Exchanges	06 August 2018
First AGM as Publicly Listed Company	26 December 2018
Placed in 'N' category in bourses	06 August 2018
Placed in 'A' category in bourses	04 February 2019
Membership with BAPLC	24 October 2019

Products & Services

The principal product of the Company is combed & carded cotton yarn of different counts. The products are supplied to local textile industries, which are exported mostly to Europe and USA.

Product Name	Sales During the Year 2021-2022 (MT)	Percentage(%)
Yarn-Carded	3,740	73.77%
Yarn-Combed	1,330	26.23%
Total	5,070	100.00



CORPORATE INFORMATION

Incorporation as Private Limited Company	28 December 2005
Commercial Operation Started	01 November 2007
Converted into Public Limited Company	22 April 2012
Location of Factory	Boiragirchala, Sreepur, Gazipur
Nature of Business/Product	Yarn-Combed & Carded
Bankers of the company	Islami Bank Bangladesh Ltd. Meghna Bank Limited Standard Bank Limited
Auditors	ISLAM QUAZI SHAFIQUE & CO. Chartered Accountants Al-haj Shamsuddin Mansion (4TH Floor) 17New Eskaton Road, Moghbazar, Dhaka-1230.
Legal Advisers	Dr. Kamal Hossain & Associates Metropolitan Chamber Building (2nd floor) 122-24 Motijheel C/A, Dhaka-1000
Registered Office	Boiragirchala, Sreepur, Gazipur
Corporate Office	2, Ishakha Avenue, Sector- 6 Uttara, Dhaka-1230
Phone	+880-2-48961691-3, 09612613000
Fax	880-2-58950510
Email	s.islam@amangroupbd.com
Website	www.amancotton.com



CORPORATE MANAGEMENT

Corporate Management

BOARD OF DIRECTORS

Md. Rafiqul Islam

Managing Director

Md. Shofiqul Islam

Chairman

Md. Toufiqul Islam

Director

Md. Rabiul Haque

Nominated Director

Mr. Md. Iftikhar-Uz-Zaman

Independent Director

AUDIT COMMITTEE

Md. Iftikhar-Uz-Zaman

Chairman

Md. Rafiqul Islam,

Member

Md. Toufiqul Islam

Member

Md. Rabiul Haque

Member

Mr. Shariful Islam, CMA (Inter)

Member Secretary

MANAGEMENT COMMITTEE

Md. Rafiqul Islam

Managing Director

Md. Toufiqul Islam

Director

Md. Mamun-Ur-Rashid Chowdhury, FCMA

Chief Financial Officer

Muhammad Saiful Islam

Head of Internal Audit

Mr. Shariful Islam, CMA (Inter)

Company Secretary

NOMINATION & REMUNERATION COMMITTEE

Md. Iftikhar-Uz-Zaman

Chairman

Independent Director

Md. Rafiqul Islam

Member

Md. Toufiqul Islam

Member

Md. Rabiul Haque

Member

Mr. Shariful Islam, CMA (Inter)

Member Secretary

BOARD OF DIRECTORS



Md. Shofiqul Islam
Chairman



Md. Rafiqul Islam
Managing Director



Md. Toufiqul Islam
Director



Md. Rabiul Haque
Nominated Director



Mr. Md. Iftikhar-Uz-Zaman
Independent Director

FROM Chairman's Desk

Dear Valued Shareholders,

Assalamu-Alaikum

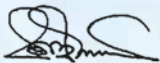
I have the pleasure to welcome you all at the 17th Annual General Meeting of your company for the year ended 30 June 2022 as per provision of the prevailing laws and regulations of the country and also thank you for attending the meeting despite various difficulties being faced. As Chairman of the Board, I feel immensely honored and privileged to take this opportunity to report formally to our valued shareholders for the year 2022.

The success of an organization requires a sound business strategy. I am personally committed to ensuring that ethical leadership continues to be embedded in our culture across our Group. ACFL's culture is a key component to our success. It has roots in the fundamental values we have held since our founding things like putting customers first and always acting with respect and integrity.

The Board of Directors of ACFL has always remained focused on maximizing shareholder's value through formulation of policies and guidelines to ensure sustainable profitability, prudent risk management and good governance. As the Chairman of your company, my objective is to ensure the Board of Directors actively continues to play their due parts in the coming year. I eagerly look forward to receiving your thoughtful inputs.

Now, on behalf of the Board I would take this opportunity to thank our Regulators, Bangladesh Securities and Exchange Commission and Stock Exchange, NBR and other Regulatory Authorities of the Government of the People's Republic of Bangladesh for their continued guidance and support. I would also wish to thank our team and all employees of the company for their tremendous passion, resilience and hard work in delivering value for our shareholders and all other stakeholders. I remain personally grateful to the honorable members of the Board for having vested their confidence in my leadership and also for their immense support and guidance.

Let's celebrate and enjoy this auspicious day and would expect your generous effective suggestion with recommendation which will lead our beloved company to attain the pick of success.



Md. Shofiqul Islam
Chairman



MESSAGE FROM Managing Director

Dear valued Stakeholders,

Assalamu-Alaikum.

I welcome you to the 17th Annual General Meeting of your company and continue to take pride in your association with us. As the Managing Director of the company, I convey my heartfelt gratitude to all our respected shareholders for their continued support to the company.

Overview:

We have passed another difficult year for the company, as smooth business operation was hampered due to COVID-19 Pandemic, Russia-Ukraine war as a result demand of yarn fall drastically in the local and international market. However the Board of Directors of the company is now analyzing the current situation to take proper decisions based on future scenario.

Marketing:

Market situation was not stable in previous year due to Russia-Ukraine war continued and falls of yarn price as well as decrease of demand of finished fabrics in the local market that ultimately played a negative role in our targeted sales achievement. But despite of having all those unpredictable and uncontrollable market factors, our marketing team is always concentrating on keeping the market share intact.

Technology:

The company is endeavoring and adopts new technology in production, quality control, distribution and administration of its products to customers.

Approach to Governance:

The practice of good governance has been embedded into our company's culture since inception. We take the pride to be one of the most compliant companies in the country operating within the various frameworks and we are bound by and delivering results with integrity. We believe in transparency for abiding by all laws and regulations of the country and support sensible and enforceable regulations.

Approach to Sustainability:

Considering the local yarn market and competition which was fierce in 2021-2022 and we were happy to compete fairly, but we hope to see further increase in industry compliance as international companies enter Bangladesh. In 2022, our primary four focus areas of growth, productivity, winning organization and sustainability remain constant. ACFL believes in the strategy of delivering business growth with integrity to invest for a sustainable future. With the right strategy, production capability, portfolio and most importantly people, I am confident that we will be able to continue delivering sustainable value for our shareholders.

Great Team:

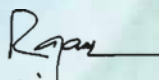
I feel good about what we have accomplished and how we are positioned. There are many reasons why our team has worked hard to meet our customers' needs and serve our stakeholders well. We always value the power of talented people, trained by inspired leadership, all driving hard towards achieving our goals.

We have a great team who has been involved in the cutting edge of delivering superior services. Our challenge now is to inspire our people with a vision that we can really become truly a leading yarn manufacturing company, the very best to cater the needs of our market. This will help us build a company with sustained growth and gradually make ACFL a lure for the most talented people around.

Closing Remarks:

I express my sincere thanks to all the shareholders of the company for upholding their confidence in us and our employees for providing their valuable contribution to ACFL throughout 2022. The guidance from our Board of Directors has always been instrumental in shaping the success of the company. We are also grateful to the millions of our shareholders who have been with us and appreciated our activities throughout the year 2021-2022. We aim to passionately continue building value for our customers and shareholders in the future.

Allah Hafez.



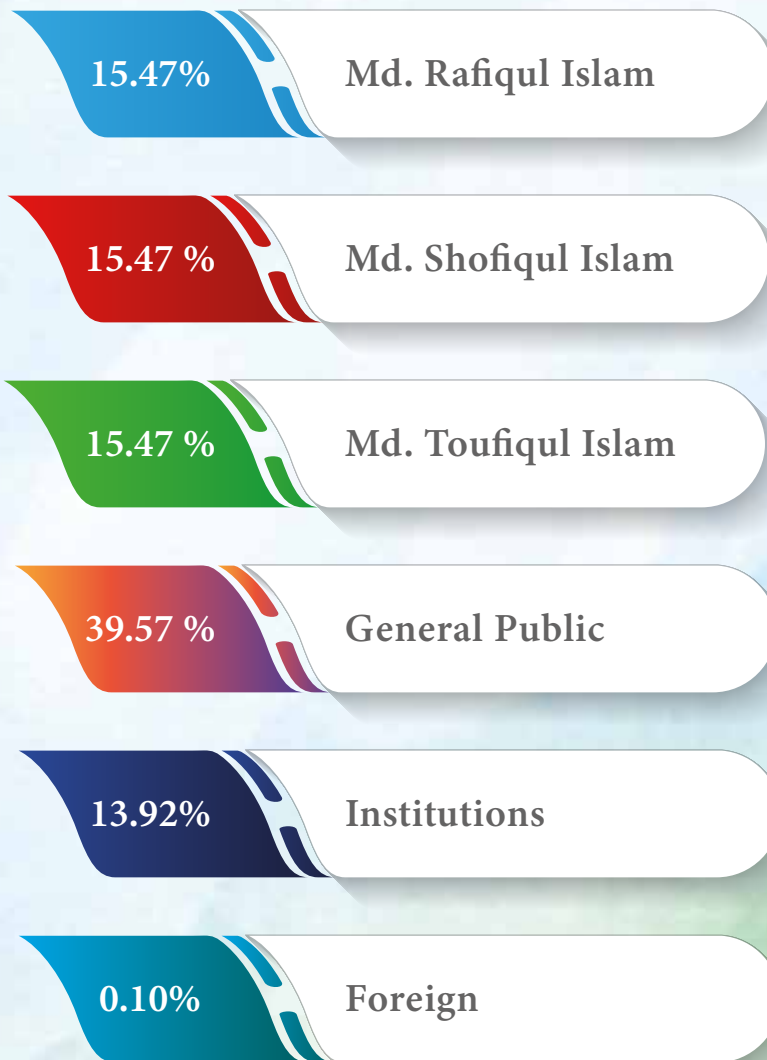
Md. Rafiqul Islam
Managing Director



SHAREHOLDING STRUCTURE

Almost half of shareholding structure comprises of three sponsor's directors namely Md. Rafiqul Islam (15.47%), Md. Shofiqul Islam (15.47%) and Md. Toufiqul Islam (15.47%). The rest 53.59 % shareholding includes General Public (39.57%), Foreign (0.10%) and other Institutions (13.92 %)

SHAREHOLDERS



Corporate Governance Statement-2022

Corporate Governance is the system by which companies are directed and controlled by the management in the best interest of all the stakeholders, thereby ensuring greater transparency and better and timely financial reporting.

The Board of Directors of Aman Cotton Fibrous Limited. is aware that enriched corporate governance ultimately helps win stakeholders confidence. With that maxim, it also acknowledges that responsibility, compliance, transparency and finally accountability are the essence of good corporate governance and which are to be established by means of an effective corporate governance regime. And with that aim the Board ensures the integrity and commitment of its employees, supported by a comprehensive framework of policies, guidelines and internal controls. In this statement of Corporate Governance, we therefore wish to provide insights to the shareholders, investors and other stakeholders on the corporate governance initiatives in the company.

Aman Cotton Fibrous Limited considers that its corporate governance practices comply with all the aspects of the BSEC Notification No. SEC/CMRRCD/2006-158/207/Admin/80 dated June 03, 2018. In addition to establish high standard of corporate governance, the Company also considers best governance practices in activities.

Date of this Corporate Governance Statement

This Corporate Governance Statement reflects the corporate governance and other related policies and practices in place for the Aman Cotton Fibrous Limited as on 30 June 2022.

Corporate Governance Framework:

Aman Cotton Fibrous Limited Corporate Governance framework has been developed and enhanced based on the basic principles and best practices outlined in the following:

- Bangladesh Securities and Exchange Commission (BSEC) Notification on Corporate Governance,
- The Companies Act 1994 and other applicable regulations of Bangladesh, Dhaka and Chittagong Stock Exchange listing regulations
- Laws of the land,
- Standards of Business conduct, policies and Guidelines of the company
- Statement of Risk Management internal control of the company
- Statement of Delegated Authorities of the company
- Local best practices

The Board reviews its corporate governance frameworks time to time to ensure its relevance, effectiveness and sustainability in terms of addressing future business challenges.

The conducts of all employees of the company, including the Board of Directors are governed by the company's policies, guidelines and standards of Business conduct. Each and every employee, including Director, uphold to the standards of Business conduct and required to confirm their commitment and compliance by executing a declaration of compliance annually.

The company has always been fully adherent with the above mentioned corporate governance principles and best practices. This statement on Corporate Governance, together with the statement on risk management and internal control, sets out the manner by which the company has applied the governance principles and best practices.

The corporate governance framework of Aman Cotton Fibrous Limited is directed towards achieving the company's business objectives in a responsible manner. Therefore, to ensure the compliance of laws, rules, regulations, corporate governance codes, articles of association, policies and procedures, the Company constantly exercises good Board practices, effective control processes, transparent disclosures, well-defined shareholders' right and Board commitments. The manners of adherence to these principles and practices are outlined as follows:

Corporate Compliance:

One of the fundamentals of good governance is corporate compliance to the various laws, rules, and regulations. Compliance helps build trust among the Board Members, Shareholders, customers and other stakeholders including the regulators. This ensures that good governance cascades right throughout the company. Aman Cotton Fibrous Limited is subject to close monitoring process of regulatory bodies that focus on transparency and require that Aman Cotton Fibrous Limited provides accurate and periodic reporting of issues/events and certification where necessary. In this context, the company regularly provides a complete set of financial statements and relevant documents to the Bangladesh Securities and Exchange Commission (BSEC), Stock Exchange, National Board of Revenue (NBR), Registrar of Joint Stock Companies & Firms (RJSC) and all other relevant bodies and authorities. The Company also takes various initiatives to conduct awareness sessions on existing and proposed laws to ensure compliance throughout the company. Overall Aman Cotton Fibrous Limited has always strived to remain a fully compliant company accommodating every possible way and strategy to ensure the same.

Board Practices:

The Board is responsible to the shareholders for overall success of the Company for its strategic directions, its values and its governance. It provides the leadership necessary for the company to meet its business objectives within the framework of its internal controls, while also discharging the company's obligations to its shareholders. The composition of the Board complies with the requirements outlined in the BSEC Guideline on Corporate Governance, the Listing Regulations and those of the generally applied codes of best practices. The Board comprises an admixture of Executive and Non-Executive Directors from diverse professional backgrounds with wealth of experience, skills and expertise.

Policy on Appointment of Directors:

The Company is always compliant with all the rules, regulations of the concerned regulatory authorities regarding appointment and reappointment of Directors. Notifications of Bangladesh Securities and Exchange Commission (BSEC), Companies Act 1994 and the Article of association of the Company are strictly followed in this regard. As per the companies Act, 1994, Directors are subject to retirement by rotation, which means, at least one-third of the Directors shall retire by rotation in every AGM on seniority basis. As per the Companies Act 1994 The term of an independent Director is three years and may be lengthened by another three years. With regards to nomination, removal and casual vacancy of the directors, the Company follows all relevant rules and regulations of the respective regulatory bodies.

Chairman of the Board:

The Chairman (non-executive) of the Company is elected by the Board of Directors and the Board considers the Chairman being independent.

Roles of the Chairman:

The Chairman runs the Board. The Chairman serves as the primary link between the Board and management and works with the Managing Director and Company Secretary to set the agenda for Board Meeting. It is the Chairman's responsibilities to provide leadership to the Board and ensure that the Board works effectively and discharges its responsibilities as directors of the Company.

Roles of the Managing Director:

- The Managing Director is responsible for driving business operations, leading the development and execution of the company's long term strategies with a view to creating shareholder value.
- The MD's leadership role also entails being ultimately responsible for all day to day management decisions and for implementing the company's long and short term plans.
- The Managing Director acts as a direct liaison between the Boards and executes the board meeting decisions.
- The MD also communicates on behalf of the company to the shareholders, employees, Government authorities, other stakeholders and the public.

Board Composition:

The Board of Aman Cotton Fibrous Limited considers that its membership should comprise of directors with an appropriate composition of skills, experience and personal attributes that allow the directors, individually and the Board, collectively, to discharge their responsibilities and duties, under the law, efficiently and effectively, understand the business of the Company and assess the performance of the management.

The composition of the Board embraces diversity. The Directors have a range of local and international experience and expertise and specialized skills to assist with decision making and leading the company for the benefit of shareholders.

The Board of Aman Cotton Fibrous Limited, comprise of 5 (five) Directors, including one independent Directors who possess a wide range of skills and experience over a range of professions and businesses. Independent director brings in independent judgment and considerable knowledge to perform their roles effectively. The Board of Directors ensures that the activities of the Company are always conducted with adherence to strict and highest possible ethical standards and in the best interests of the stakeholders.

Role and Responsibilities of the Board:

The Board is committed to the Company to achieve superior financial performance and long term prosperity, while meeting stakeholder's expectations of sound corporate governance practices. The Board of Directors is in full controller of the company's affairs and is also fully accountable to the shareholders.

The Board of Directors firmly believes that the success of the Company largely depends on the credible corporate governance practices adopted by the Company. Taking this into consideration, the Board of Directors of the company set out its strategic focus and look over the business and related affairs of the Company. The Board formulates the strategic objectives and policy framework for the company.

Chairman of the Board & Managing Director of the Company is different person:

The Chairman of the Board is not the Chief Executive of the Company. The role of Chairman and the Managing Director are independent and separate.

Conduct for the Board Members:

The Board of Directors of Aman Cotton Fibrous Limited is committed to the highest standards of conduct in their relationship with its employees, buyers, members, shareholders, regulators and the public.

Holding of the Board Meeting:

The Meeting of the Board of Directors of the Company is normally held at the Registered/Corporate office of the Company. The Meeting is held frequently, at least once in a quarter, to discharge its responsibilities and functions as mentioned above. The Meeting is scheduled well in advance and the notice of each Board Meeting is given, in writing, to each director by the Company Secretary.

Number of Board meeting held in 2021-2022 (1st July 2021 to 30th June 2022)

The number of meeting of the Board held during the accounting year, and the attendance of Directors at those meeting is disclosed in the as follows:

Name of the Directors	Attendance	Remarks
Md. Rafiqul Islam	4	
Md. Shofiqul Islam	4	
Md. Toufiqul Islam	4	
Md. Toriqul Islam	4	
Md. Rabiul Haque	4	
Md. Mizanur Rahman	4	
Md. Iftikhar-Uz-Zaman	1	

Role of the Chief Financial Officer:

The CFO is responsible for establishing and executing the Company's financial operation plan that is necessary to achieve the Company's objective. The CFO works with executives to help them become greater contributors by helping them improve their efficiency and effectiveness.

Role of the Company Secretary:

Appointed by the board, the Company Secretary works with the Chairman of the Board to monitor and enhance corporate governance processes and to ensure that Board policies and procedures are tracked.

Appraisal of the Board's Performance

Since all members of the Board are very experienced, but the company abides by the codes of conduct formulated by the Board and as required by the regulators. The Board members have always taken decisions that have benefitted the Company as a whole and they have always performed their duties accordingly.

Senior Executive:

Structure:

The company's management structure comprises by the Managing Director and Head of the divisions. The Management Team (MT) is responsible for developing organizational and business strategy and sponsoring innovation and development of best practices across the company. The MT is also responsible for organizational effectiveness and the development of Aman Cotton Fibrous Limited values and culture. The MT is responsible for managing performance and key business issues in line with the company's long term strategy and for talent and performance management. The MT is chaired by the Managing Director and the team meets face to face on a regular basis.

Performance Review:

The Managing Director is responsible for setting financial targets as well as operational and management goals for the members of the MT. Both short term and long term goals form part of the performance management of all senior executives. Long term goals are directly linked to the vision of the company. Short term goals are generally directly linked to objectives of the company.

The Chairman and Managing Director conduct a detailed review of the performance of senior executives against these goals on quarterly basis.

REMUNERATION OF THE SENIOR EXECUTIVES:

Remuneration of all senior executives is based on performance review appraisal measuring through quarterly and annual KPI (Key Performance indicator) appraisal system. As per the corporate governance code 2018, the company has formed a Nomination and remuneration Committee (NRC), this committee is headed by an Independent Director. This committee recommend and review and assist the Board of Directors to appoint directors, selection of top executive and fixation of their remunerations.

BOARD COMMITTEE:

The Board has established a permanent Board committee to assist advice and make recommendations to the Board on matters falling within their respective responsibilities.

AUDIT COMMITTEE:

The company's Audit Committee is a sub –committee of the Board of Directors of Aman Cotton Fibrous Limited formed in compliance with BSEC Corporate Governance Code 2018 vide No.SEC/CMRRCD/2006-158/207/ Admin/80, dated 03 June 2018 of the Bangladesh Securities and Exchange Commission and international best practices on Corporate Governance.

OBJECTIVES OF THE AUDIT COMMITTEE:

The principal function of the Audit committee is to exercise and have an oversight over the Company's risk management, financial reporting and regulatory compliance functions.

COMPOSITION OF AUDIT COMMITTEE INCLUDING INDEPENDENT DIRECTOR:

An audit committee consisting of the Independent Director as Chairman and two other Directors as member has been constituted in terms of the BSEC guidelines for ensuring good governance practices. The audit committee of the Board had held 4(Four) Meeting during the reporting period for 12 months and examined the coverage of internal and external audit. The Company Secretary act as the secretary of the Audit Committee. The composition of the Audit Committee is as follows:

- | | | |
|---|---------------------------------|------------------|
| • | Mr. Md. Iftikhar-Uz-Zaman | Chairman |
| • | Mr. Md. Rafiqul Islam, | Member |
| • | Mr. Md. Toufiqul Islam, | Member |
| • | Mr. Md. Rabiul Haque, | Member |
| • | Mr. Shariful Islam, CMA (Inter) | Member Secretary |

Chairman of the Audit Committee and his qualifications:

The Committee is headed by Mr. Md. Iftikhar-Uz-Zaman, Independent Director. He is wide experienced personnel particularly in Capital Market. He undertook different training & workshops including national and internationally. He has diversified work experience in various organization.

The Audit Committee and Internal Audit:

Internal Audit is the division within Aman Cotton Fibrous Limited that is responsible for reviewing the Company's system of internal controls, including the conduct of regular audits of all operational units. Internal Audit is operationally independent and its members are not involved in the company's operational activities and in that the Head of Internal Audit, in addition to his direct reporting line to the Chairman & Managing Director also has access to the Audit Committee.

The Audit Committee is responsible for approving the annual audit plan of internal Audit Division and reviewing the plan's subsequent implementation. Internal audit reports or summaries thereof prepared by internal Audit Division are reviewed on a regular basis by the committee. The Internal Audit team consists of the following persons:

Reporting of Audit Committee:

The Audit Committee reports directly to the Board of Directors and under certain circumstances can also reports to the Chairman.

Internal Control:

Internal control is a process designed to provide reasonable assurance regarding the achievement of objectives relating to effectiveness and efficiency of operations, reliability of both external and internal financial and non-financial reporting and compliance with applicable laws and regulations in Aman Cotton Fibrous Limited. The control system applies to all divisions and departments of the Company's operations.

Communications and Relationship with Shareholders:

Aman Cotton Fibrous Limited strongly believes that all stakeholders should have access to complete information on its activities, performance and product initiatives. The Company's web site www.amancotton.com displays, inter alia, the annual report, half yearly report, quarterly report, product offerings, recent announcements and event updates.

The Company reports to the shareholders, four times a year, through quarterly, half yearly report and detailed annual report. Every shareholder has the right to attend the annual general meeting, where they can meet and communicate with the directors and express their views regarding the Company's business, its future prospects and other matters of interest. The shareholders are always encouraged to attend the meeting or if unable to attend, may appoint proxies.

All disclosures required by the Company Act, 1994, Bangladesh Securities and Exchange Commission, Listing Regulations of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited are made adequately and promptly.

Ensuring Participation of Shareholders in AGM:

Aman Cotton Fibrous Limited tries its utmost to ensure that all shareholders can participate in the AGM. Annual Reports are sent at least 21 days before the AGM to ensure all shareholders are notified about the event date, place and time. Also, Aman Cotton Fibrous Limited always ensures that AGM is held at a suitable time and place where all shareholders may attend. Notices to shareholders are made by publication in the daily newspapers and through the digital media as well. To ensure compliance with regulatory bodies, Aman Cotton Fibrous Limited ensures that it publishes AGM Notice in two widely circulated newspapers, and copies sent to the stock exchanges and BSEC.

The Company continues to have regular communication with the shareholders through the Annual General Meeting, Annual Report, Quarterly updates on financial performance and at any other time in the best interest of the shareholders. Also the Company's website is there to further cater to the information needs of all. In this respect, all the best practices are followed by the Company which helps investors to keep their trust and confidence in the Company. All of the Company's publications to the market may be retrieved through the Company's website. Shareholders are offered the chance to interrogate the Board regarding the operation of the Company. They are also presented the ability to query the Company's auditors concerning topics linked to the audit of the Company's financial statements at the AGM.

Well-defined Shareholders Right:

Aman Cotton Fibrous Limited believes that the management of a successful and productive relationship with its shareholders must be underpinned by the importance of maintaining transparency and accountability to its shareholders. The Board ensures through the Company Secretary that all the Shareholders of the company are treated equitably and ensures that the rights of all shareholders are equally protected.

In order to achieve good governance, the Company Secretary acts as a bridge between the shareholders and the Board of Directors of the company who delivers the standard services to its valued shareholders ensuring the well-defined shareholders rights in accordance with applicable laws and the Articles of Association of the Company. Catering to the continuous disclosure requirements, the shareholders are communicated in a routine manner of all major developments that involve the business of the Company, so that they are able to make informed decisions.

Preparation and Presentation of Financial Statements and Directors Responsibility:

The Companies Act 1994 requires the directors to prepare financial statements for each accounting year. The Board of Directors accept the responsibility of preparing the financial statements, maintaining adequate records for safeguarding the assets of the Company, preventing and detecting fraud and other irregularities, selecting suitable accounting policies and apply those policies consistently and making reasonable and prudent judgments and estimates where necessary.

**REPORT TO THE SHAREHOLDERS
OF
AMAN COTTON FIBROUS LIMITED
ON COMPLIANCE ON THE CORPORATE GOVERNANCE CODE**

We have examined the compliance status to the Corporate Governance Code by Aman Cotton Fibrous Limited for the year ended on 30 June 2022. This Code relates to the Notification No.SEC/CMRRCD/2006-158/207/Admin/80, dated 03 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification there of, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission except those mentioned in the Statement of Compliance Status;
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, these securities laws and other relevant laws; and
- (d) The Governance of the company is satisfactory.

Place : Dhaka,
Dated : 13th November, 2022

Sd/-
Shamim Ahsan FCA
Partner
Islam Jahid & Co.
Chartered Accountants
Enr: 1047.

AMAN COTTON FIBROUS LIMITED COMPLIANCE REPORT ON CORPORATE GOVERNANCE CODE

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRC/2006-158/207/Admin/80, dated 3 June 2018 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)	Size of the Board of Directors The total number of members of a company's Board of Directors (hereinafter referred to as "Board") shall not be less than 5 (five) and more than 20 (twenty).	√		The Aman Cotton Fibrous Limited Board is comprised of 05 (five) Directors.
1 (2)	Independent Directors All companies shall have effective representation of independent directors on their Boards, so that the Board, as a group, includes core competencies considered relevant in the context of each company; for this purpose, the companies shall comply with the following:-			
1 (2) (a)	At least one-fifth (1/5) of the total number of directors in the company's Board shall be independent directors; any fraction shall be considered to the next integer or whole number for calculating number of independent director(s);	√		The number of independent director of the company is 01 (One)
1 (2) (b)	For the purpose of this clause "independent director" means a director-			
1 (2)(b) (i)	who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	√		The Independent Directors declare their compliances
1 (2) (b) (ii)	who is not a sponsor of the company or is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members;	√		-do-
1 (2) (b) (iii)	who has not been an executive of the company in immediately preceding 2(two) financial years;	√		-do-
1 (2) (b) (iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	√		-do-

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1 (2) (b) (v)	who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	√		-do-
1 (2) (b) (vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market	√		-do-
1 (2) (b) (vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	√		-do-
1 (2) (b) (viii)	who is not independent director in more than 5 (five) listed companies;	√		-do-
1 (2) (b) (ix)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI); and	√		-do-
1 (2) (b) (x)	who has not been convicted for a criminal offence involving moral turpitude;	√		-do-
1 (2) (c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	√		-do-
1 (2) (d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days; and	√		-do-
1 (2) (e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only: Provided that a former independent director may be considered for reappointment for another tenure after a time gap of one tenure, i.e., three years from his or her completion of consecutive two tenures [i.e. six years]: Provided further that the independent director shall not be subject to retirement by rotation as per the , 1994 (1994) Companies Act, 1994).	√		-do-
1 (3)	Qualification of Independent Director.-			
1 (3) (a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business;	√		
1 (3) (b)	Independent director shall have following qualifications:			
1 (3) (b) (i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association; or	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1 (3) (b) (ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company; or			N/A
1 (3) (b) (iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law; or	√		
1 (3) (b) (iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law; or			N/A
1 (3) (b) (v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public			N/A
1 (3) (c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	√		The Independent Directors have more than 12 years'
1 (3) (d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission.	-	-	No such special case occurred.
1 (4)	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer.-	√		
1 (4) (a)	The positions of the Chairperson of the Board and the Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals;			
1 (4) (b)	The Managing Director (MD) and/or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	√		Necessary permission taken from Ministry of Commerce, Govt. of Peoples Republic of Bangladesh
1 (4) (c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	√		
1 (4) (d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer;	√		
1 (4) (e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1 (5)	The Directors' Report to Shareholders The Board of the company shall include the following additional statements or disclosures in the Directors' Report prepared under section 184 of the Companies Act, 1994 (Act No. XVIII of 1994):-			
1 (5) (i)	An industry outlook and possible future developments in the industry;	√		
1 (5) (ii)	The segment-wise or product-wise performance;	√		
1 (5) (iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	√		
1 (5) (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;	√		
1 (5) (v)	A discussion on continuity of any extraordinary activities and their implications (gain or loss);	-	-	N/A
1 (5) (vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions	√		Discussed in the Directors Report
1 (5) (vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments	-	-	N/A
1 (5) (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc.;	-	-	N/A
1 (5) (ix)	An explanation on any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements;	-	-	N/A
1 (5) (x)	A statement of remuneration paid to the directors including independent directors;	-	-	N/A
1 (5) (xi)	A statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	√		
1 (5) (xii)	A statement that proper books of account of the issuer company have been maintained	√		
1 (5) (xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	√		
1 (5) (xiv)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed;	√		
1 (5) (xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored;	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1 (5) (xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	√		
1 (5) (xvii)	A statement that there is no significant doubt upon the issuer company's ability to continue as a going concern, if the issuer company is not considered to be a going concern, the fact along with reasons there of shall be disclosed;	√		
1 (5) (xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained;	√		
1 (5) (xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized;	√		
1 (5) (xx)	An explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year;	√		
1 (5) (xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	√		
1 (5) (xxii)	The total number of Board meetings held during the year and attendance by each director;	√		
1 (5)(xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by:-			
1 (5)(xxiii) (a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details);	-	-	N/A
1 (5)(xxiii) (b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their spouses and minor children (name-wise details)	√		
1(5) (xxiii)(c)	Executives; and	-	-	N/A
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name-wise details);	√		
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:-			
1(5)(xxiv)(a)	a brief resume of the director	√		
1(5)(xxiv)(b)	nature of his or her expertise in specific functional areas; and	√		
1(5)(xxiv)(c)	names of companies in which the person also holds the directorship and the membership of committees of the Board;	√		
1(5)(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:			
1(5)(xxv)(a)	accounting policies and estimation for preparation of financial statements;	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1(5)(xxv)(b)	changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	-	-	N/A
1(5)(xxv)(c)	comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	√		
1(5)(xxv)(d)	compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	√		
1(5)(xxv)(e)	briefly explain the financial and economic scenario of the country and the globe;	√		
1(5)(xxv)(f)	risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	√		
1(5)(xxv)(g)	future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	√		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A ; and	√		
1(5)(xxvii)	(xxvii) The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C .	√		
1(6)	Meetings of the Board of Directors The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	√		
1(7)	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1(7) (a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	√		
1(7) (b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws, rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers; and independency.	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
2	Governance of Board of Directors of Subsidiary Company.-			
2 (a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company	-	-	N/A
2 (b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company;	-	-	N/A
2 (c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company;	-	-	N/A
2 (d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also;	-	-	N/A
2 (e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	-	-	N/A
3	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS).			
3 (1)	Appointment			
3 (1) (a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	√		
3 (1) (b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	√		
3 (1) (c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	√		Necessary permission taken from Ministry of Commerce, Govt. of Peoples Republic of Bangladesh
3 (1) (d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	√		
3 (1) (e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	√		
3 (2)	Requirement to attend Board of Directors' Meetings The MD or CEO, CS, CFO and HIAC of the company shall attend the meetings of the Board: Provided that the CS, CFO and/or the HIAC shall not attend such part of a meeting of the Board which involves consideration of an agenda item relating to their personal matters.	√		
3 (3)	Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
3 (3) (a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:	√		
3 (3) (a) (i)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and	√		
3 (3) (a) (ii)	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;	√		
3 (3) (b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members;	√		
3 (3) (c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	√		
4	Board of Directors' Committee.- For ensuring good governance in the company, the Board shall have at least following subcommittees:			
4 (i)	(i) Audit Committee; and	√		
4 (ii)	(ii) Nomination and Remuneration Committee.	√		
5	Audit Committee.-			
5(1)	Responsibility to the Board of Directors.			
5 (1) (a)	The company shall have an Audit Committee as a sub-committee of the Board;	√		
5 (1) (b)	The Audit Committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business;	√		
5 (1) (c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing.	√		
5 (2)	Constitution of the Audit Committee			
5 (2) (a)	The Audit Committee shall be composed of at least 3(three) members;	√		
5 (2) (b)	The Board shall appoint members of the Audit Committee who shall be nonexecutive directors of the company excepting Chairperson of the Board and shall include at least 1 (one) independent director;	√		
5 (2) (c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience;	√		
5 (2) (d)	When the term of service of any Committee member expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee;	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
5 (2) (e)	The company secretary shall act as the secretary of the Committee;	√		
5 (2) (f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	√		
5 (3)	Chairperson of the Audit Committee			
5 (3) (a)	The Board shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director;	√		
5 (3) (b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	√		
5 (3) (c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM): Provided that in absence of Chairperson of the Audit Committee, any other member from the Audit Committee shall be selected to be present in the annual general meeting (AGM) and reason for absence of the Chairperson of the Audit Committee shall be recorded in the minutes of the AGM.	√		
5 (4)	Meeting of the Audit Committee			
5 (4) (a)	The Audit Committee shall conduct at least its four meetings in a financial year: Provided that any emergency meeting in addition to regular meeting may be convened at the request of any one of the members of the Committee;	√		The audit committee has conducted four meetings during the year.
5 (4) (b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	√		
5 (5)	Role of Audit Committee The Audit Committee shall:-			
5 (5) (a)	Oversee the financial reporting process;	√		
5 (5) (b)	monitor choice of accounting policies and principles;	√		
5 (5) (c)	monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;	√		
5 (5) (d)	oversee hiring and performance of external auditors;	√		
5 (5) (e)	hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	√		
5 (5) (f)	review along with the management, the annual financial statements before submission to the Board for approval;	√		
5 (5) (g)	review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	√		
5 (5) (h)	review the adequacy of internal audit function;	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
5 (5) (i)	review the Management's Discussion and Analysis before disclosing in the Annual Report;	√		
5 (5) (j)	review statement of all related party transactions submitted by the management;	√		
5 (5) (k)	review Management Letters or Letter of Internal Control weakness issued by statutory auditors;	√		
5 (5) (l)	oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors; and	√		
5 (5) (m)	oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission: Provided that the management shall disclose to the Audit Committee about the uses or applications of the proceeds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis, as a part of their quarterly declaration of financial results: Provided further that on an annual basis, the company shall prepare a statement of the proceeds utilized for the purposes other than those stated in the offer document or prospectus for publication in the Annual Report along with the comments of the Audit Committee.	-	-	N/A
5 (6)	Reporting of the Audit Committee			
5 (6) (a)	Reporting to the Board of Directors			
5 (6) (a) (i)	The Audit Committee shall report on its activities to the Board.	√		
5 (6) (a) (ii)	The Audit Committee shall immediately report to the Board on the following findings, if any:-			
5 (6) (a) (ii) (a)	report on conflicts of interests;	-	-	N/A
5 (6) (a) (ii) (b)	suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;	-	-	N/A
5 (6) (a) (ii) (c)	suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and	-	-	N/A
5 (6) (a) (ii) (d)	any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;	-	-	N/A
5 (6) (b)	Reporting to the Authorities If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.	-	-	N/A

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
5 (7)	Reporting to the Shareholders and General Investors Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	√		
6	Nomination and Remuneration Committee (NRC).-			
6 (1)	Responsibility to the Board of Directors			
6 (1) (a)	The company shall have a Nomination and Remuneration Committee (NRC) as a subcommittee of the Board;	√		
6 (1) (b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	√		
6 (1) (c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b).	√		
6 (2)	Constitution of the NRC:			
6 (2) (a)	The Committee shall comprise of at least three members including an independent director;	√		
6 (2) (b)	All members of the Committee shall be non-executive directors;	√		
6 (2) (c)	Members of the Committee shall be nominated and appointed by the Board;	√		
6 (2) (d)	The Board shall have authority to remove and appoint any member of the Committee;	√		
6 (2) (e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	√		
6 (2) (f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;	√		
6 (2) (g)	The company secretary shall act as the secretary of the Committee;	√		
6 (2) (h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	√		
6 (2) (i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	√		
6 (3)	Chairperson of the NRC			

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
6 (3) (a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	√		
6 (3) (b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	√		
6 (3) (c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders: Provided that in absence of Chairperson of the NRC, any other member from the NRC shall be selected to be present in the annual general meeting (AGM) for answering the shareholder's queries and reason for absence of the Chairperson of the NRC shall be recorded in the minutes of the AGM.	√		
6 (4)	Meeting of the NRC			
6 (4) (a)	The NRC shall conduct at least one meeting in a financial year;	√		
6 (4) (b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	√		
6 (4) (c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6 (2) (h);	√		
6 (4) (d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	√		
6 (5)	Role of the NRC			
6 (5) (a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	√		
6 (5) (b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board:	√		
6 (5) (b) (i)	formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to 13 the remuneration of the directors, top level executive, considering the following:	√		
6 (5) (b) (i) (a)	the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	√		
6 (5) (b) (i) (b)	the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	√		
6 (5) (b) (i) (c)	remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
6 (5) (b) (ii)	devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;	√		
6 (5) (b) (iii)	identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	√		
6 (5) (b) (iv)	formulating the criteria for evaluation of performance of independent directors and the Board;	√		
6 (5) (b) (v)	identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria; and	√		
6 (5) (b) (vi)	developing, recommending and reviewing annually the company's human resources and training policies;	√		
6 (5) (c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	√		
7	External or Statutory Auditors.-			
7 (1)	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely:-			
7 (1) (i)	appraisal or valuation services or fairness opinions;	√		
7 (1) (ii)	financial information systems design and implementation;	√		
7 (1) (iii)	book-keeping or other services related to the accounting records or financial statements;	√		
7 (1) (iv)	broker-dealer services;	√		
7 (1) (v)	actuarial services;	√		
7 (1) (vi)	internal audit services or special audit services;	√		
7 (1) (vii)	any service that the Audit Committee determines;	√		
7 (1) (viii)	audit or certification services on compliance of corporate governance as required under condition No. 9(1); and	√		
7 (1) (ix)	Any other service that creates conflict of interest.	√		
7 (2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members.	√		
7 (3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders.	√		

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
8	Maintaining a website by the Company.-			
8 (1)	The company shall have an official website linked with the website of the stock exchange.	√		
8 (2)	The company shall keep the website functional from the date of listing.	√		
8 (3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	√		
9	Reporting and Compliance of Corporate Governance.-			
9 (1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	√		
9 (2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	√		
9 (3)	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not.	√		

Aman Cotton Fibrous Limited
Certificate on Compliance of Corporate Governance

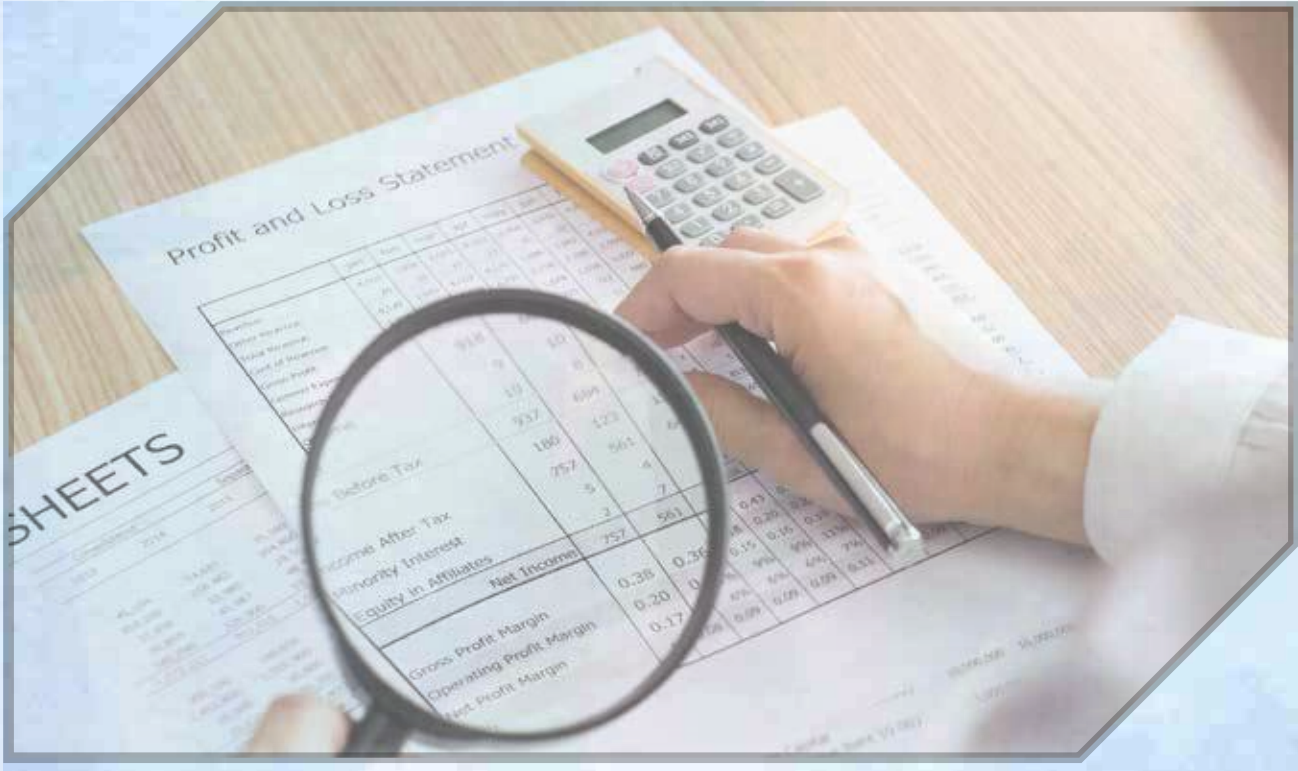
As per condition no. 6 of Corporate Governance Guidelines

We do hereby certify to the Board that:-

1. We have reviewed the Financial Statements of the Company for the year ended 30th June 2022 and that to the best of our Knowledge and belief :
 - a) These statements do not contain any materially untrue statement 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.
2. There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violation of the Company's code of conduct.

Sd/-
(Md. Rafiqul Islam)
Managing Director

Sd/-
(Md. Mamun-Ur-Rashid Chowdhury,FCMA)
Chief Financial Officer.



AUDIT COMMITTEE REPORT

AUDIT COMMITTEE REPORT

For the Year ending June 30, 2022

The Audit Committee consists of the following persons:

- Mr. Md. Iftikhar-Uz-Zaman, Chairman
- Mr. Md. Rafiqul Islam Member
- Mr. Md. Toufiqul Islam, Member
- Mr. Md. Rabiul Haque, Member
- Mr. Shariful Islam, CMA (Inter) Member Secretary

The Independent Director, Mr. Md. Iftikhar-Uz-Zaman acts as the Chairman of the Committee. As per regulatory guidelines, the Company Secretary, Mr. Shariful Islam, CMA(Inter) acts as secretary to the Committee. The Audit Committee, accordingly, performs in absolute coherence and ensures compliance with the Corporate Governance Guidelines promulgated by the Bangladesh Securities and Exchange Commission (BSEC).

Major Responsibilities of the Audit Committee:

- (a) Review the annual, half-yearly and quarterly financial statements and other financial results, and upon its satisfaction of the review, recommend the same to the Board for approval;
- (b) Review the adequacy and effectiveness of financial reporting process, internal control system, risk management, auditing matters, and the company's processes form monitoring compliance with Laws and regulations and Code of Conduct;
- (c) Recommended appointment, termination and determination of audit fees for statutory auditors. Considering the scope of work, and oversee and evaluate the works performed by statutory auditors.

Activities carried out during the year:

- Reviewed and recommended the quarterly and annual Financial Statements for the year ended 30th June 2022.
- Approved the Internal Audit Plan, monitored the progress and effected revisions when necessary.
- Discussed Internal Audit reports and findings and guided completion of annual audit plan.
- Monitored the status of implementation of audit action plans and provided guidance to ensure timely completion of action plans.
- Reviewed and recommended related party transaction.
- Reviewed compliance of Code of Conduct of the Company.
- Reviewed Management Letter issued by the External Auditors in their presence.
- Considered and made recommendation to the Board of Directors on the re-appointment and fees of the statutory auditors G. Kibria & Co., Chartered Accountants.
- Reviewed other matters and incidents of significance as per Audit Committee Charter.

For and on behalf of the Board Audit Committee of Aman Cotton Fibrous Limited.

Sd/-

Mr. Md. Iftikhar-Uz-Zaman

Chairman

Audit Committee

Date: 25th October, 2022.

REPORT OF THE NOMINATION & REMUNERATION COMMITTEE -2022 AMAN COTTON FIBROUS LIMITED

The Board of director of Aman Cotton Fibrous Ltd. has duly constituted a Nomination and Remuneration committee (NRC), as per the requirements of the BSEC code of Corporate Governance. The NRC assist the Board in formulating the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of Directors and other top-level executives. The NRC also assists the Board to formulate policy for formal and continued process of considering remuneration/ honorarium of Directors and top-level executives. The NRC has a guiding role to the management to identify the Company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria.

The report of Nomination and Remuneration Committee is prepared according to the requirement of Corporate Governance Code issued by the Bangladesh Securities and Exchange Commission (BSEC). This report covers nomination and remuneration policies, evaluation criteria and activities of NRC.

1. Overview of the Nomination and Remuneration Policy:

The company follows nomination and remuneration policies, the benchmark of which relies on standard and recognizable in the market context and sufficient to meet the current and future needs of the company. The Board criteria in that respect for Directors and top-level executives and all other employees of the company as follows:

a. Nomination Criteria

- i. Following the Company policies as well as guidelines and applicable country regulations,
- ii. Following a selection process that is transparent in all respects,
- iii. Following a process which is compatible to International Standards and local best practices,
- iv. Recognize core competencies of the respective personnel for the different level of management and employees of the company,
- v. Follow diversity in age, maturity, qualification, expertise and gender discipline,

b. Recruitment and Selection Guidelines

The NRC draws a broad outline of the Companies needs for employees at different levels, as ascertained by the management. The recruitment and selection of the directors, top-level executives and other employees of the Company are made according to the following guidelines:

- » **Executive director:** The NRC recommends the candidate(s) for executive director(s), based on nomination by the maturity share shareholders. The Board of Directors appoints the Executive Director/s upon nomination and recommendation of the NRC.
- » **Non-executive Director:** The NRC recommends candidate(s) for Non-executive Director(s), based on nomination by the majority shareholders, the Government shareholders and other general shareholders. The Board of Directors appoints the Non-executive Director(s) upon nomination and Recommendation of NRC.
- » **Independent Director:** the Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirement and corporate laws that can make meaningful contribution to the business. The independent director should have competence relevant to the sector in which the Company operates, and necessarily should have the qualifications as required by the regulations of BSEC. The Board of Directors appoints Independent Director upon nomination and recommendation of the NRC, which is then approved by shareholders at the Annual General Meeting of the Company.

- » **Top level Executive:** The NRC identifies the and recommends candidate(s) for top-level executives upon through scrutiny by the Managing Director, Executive Committee and Human Resource Department (HRD) considering relevant qualifications, experience, skills and leadership, as required for the respective position based on the company's internal selection process.

Other Employees:

The NRC sets a guideline to identify the company's needs for employees at different level, and empowers the relevant management of the Company's HRD for selection, transfer, replacement, and promotion of the respective employees based on the Company's internal processes.

c. Remuneration Criteria:

- i. The structure, scale and composition of remuneration/honorarium is reasonable and sufficient to attract, retain and motivate suitable directors, top-level executives and other employees to run the Company efficiently and successfully;

The context of packages, including remuneration/ benefits monthly, yearly and in the long run for all the employees are categorically laid down and meets the appropriate performance benchmark;

- ii. There is a clear balance in benefits between fixed and incentives pay of Executive directors and senior management, reflecting short and long-term performance goal and objectives of the company;
- iii. The remuneration includes bonus, compensation, benefits (or in whatever form) payable to the executive directors, top-level executive and other employees are determined by the NRC based on respective Company policies and guideline, which shall be ratified by the Board as well as when required;
- iv. The remuneration to be paid to the executive directors in accordance with the company's policies and guidelines;
 - a. Increments (if any) to the existing structure of the remuneration are determined by the NRC based on Company's policies and guidelines, which are ratified by the Board as and when required;
- v. The NRC will be commented the Board meeting attendance fees, honorarium, including incidental expenses, if any; and
- vi. No member of the NRC receives, either directly or indirectly, any remuneration for the advisory or consultancy role or otherwise, other than the Director's fees or honorarium from the Company;

2. Evaluation criteria:

a. Executive Directors

The respective line authority of the executive director(s) sets the performance measurement criteria based on the respective role profile and responsibilities through a Company appraisal process at the beginning of the each calendar year. The Executive Director(s) prepare the performance document (half-year and year end) the respective line authority then evaluates the performance of the Executive Director(s) according to the measurement criteria.

b. Independent Director and Non-executive Director

The evolution of performance of the Independent Directors (IDs) and Non-executive Director are carried out at least once a year by the Board of directors, according to the following criteria:

- i. Attendance at the Board meeting and committee meetings,
- ii. Participation in the Board meetings and committee meetings,
- iii. Contribution to improving the corporate governance practices of the company,

c. Top-level Executive and other employees

The respective line operative of top-level Executives and other employees set the performance measurement criteria based on the respective roles and responsibilities to achieve people and business objectives through Company appraisal processes at the beginning of each calendar year. The employees concerned prepare the performance document (half-year and year end). The respective line authority then evaluates the performance of the employee(s) according to the measurement criteria.

3. Activity summary of Nomination and Remuneration Committee during the year

a. Formation of NRC committee and its meetings

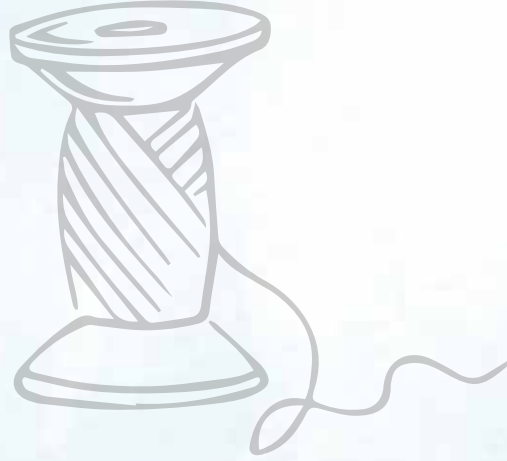
The board formed the Nomination and Remuneration Committee (NRC) as per the requirement of BSEC Corporate Governance Code with the following composition:

- | | | |
|----|---|----------|
| 1. | Mr. Md. Iftikhar-Uz-Zaman
Independent Director | Chairman |
| 2. | Md. Rafiqul Islam | Member |
| 3. | Md. Toufiqul Islam | Member |
| 4. | Md. Rabiul Haque | Member |

In 2022, the committee met once. The Managing Director, Director-Finance and Head of HR attende the meeting by invitation of the committee. Mr. Md. Iftikhar-Uz-Zaman guided the newly formed committee in its nomination and remuneration incentives, ensuring standard and compliance.

The activities of the inertia during the year were as follows:

- i. Considered the terms of reference of NRC, as approved by the Board,
- ii. Formulated a policy relating to the remuneration of directors, top-level Executive and all employees of the company,
- iii. Formulated the criteria for determining qualification, positive attributes and independence of the Independent Director and the committee review the CV of Independent Director and recommendation to the Board of Directors for appoint of Independent Director after getting approval from BSEC.
- iv. Formulated the criteria of evolution of performance of Independent Directors (IDs) and the Board Members,
- v. Identified criteria for selection, transfer replacement and promotion at different levels of the company,
- vi. Adopted a code of conduct for the Chairman, Director and top-level Executive of the Company.



WORK TOGETHER
AS A TEAM
IS LIKE PERFECT KNITTING





DIRECTORS' IDENTITY

MD. SHOFIQL ISLAM,

Chairman

MD. SHOFIQL ISLAM, aged 57 years, is the Chairman of the Company. He is a graduate of Arts. He started his business career in the year 1991 by joining in the family business with a vision to contribute in the generation of employments for the rural mass of the country through establishment of potential industrial units in different disciplines. He is the Chairman of Akin Feed Ltd., Anwara Cold Storage Ltd., Aman Steel Mills Ltd., also the Managing Director of Aman Feed Ltd., Anwara Poultry & Hatchery Ltd., Aman Heights Limited, Aman Hybrid Seeds Limited, Director of Aman Foods & Beverage Ltd., Aman Foods Ltd., Aman Tex Ltd., Aman Cement Mills Ltd., Aman Seeds Storage Ltd., Aman Poultry & Hatchery Ltd., Aman Cold Storage Ltd., Milan Cold Storage Ltd., Aman Agro Industries Ltd., A. M. Cold Storage Ltd., Aman Plant Tissue Culture Ltd., Aman Associates Ltd., Anwara Mannan Textile Mills Ltd., Aman Breeders Ltd., Aman Jute Fibrous Ltd., Aman Packaging & Accessories Ltd., Aman Cotton Fibrous Unit-2 Ltd., Aman Tex Unit-2 Ltd., Juvenile Trade International Ltd., Aman Packaging Ltd., Aman Shipyard Ltd., Aman Green Energy Ltd., Aman Economic Zone Ltd., and Proprietor of M/s Juvenile Construction.

He is a Member of Rajshahi Chamber of Commerce & Industries and Uttara Club, Dhaka. He is also associated with many religious, social and cultural activities.



MD. RAFIQUL ISLAM

Managing Director

MD. RAFIQUL ISLAM, aged 59 years, an Entrepreneur and businessman of distinction is the Managing Director of the Company. He is a Master's of Science with honors from the University of Rajshahi. He has more than 36 years of business experience in diversified business areas. He started his business career in the year 1984 engaging him in a family business named Aman Trading Corporation. He became a successful businessman within a short span of time by dint of his sincerity, honesty and hard working. He has established a good number of companies operating in the field of agriculture, research, cement, garments, textile, dying, feed mills, poultry & hatchery project etc. Under his dynamic leadership, Aman Group could establish its position in the corporate arena with a short span of time. He has gradually built a good number of successful business houses now a big conglomerate under the banner of Aman Group which consists of more than 25 companies. Currently, he is the Chairman of Aman Economic Zone Ltd. and Anwara Poultry & Hatchery Ltd. He is also the Managing Director of dozens of companies including Aman Tex Ltd., Aman Cement Mills Ltd., Aman Cold Storage Ltd., Milan Cold Storage Ltd., Aman Agro Industries Ltd., Aman Plant Tissue Culture Ltd., Aman Shipyard Ltd., Aman Green Energy Ltd., Akin Feed Ltd., Anwara Cold Storage Ltd., Aman Steel Mills Ltd., Aman Foods Ltd., Aman Cotton Fibrous Unit-2 Ltd., Aman Tex Unit-2 Ltd., Anwara Mannan Textile Mills Ltd., Aman Foods & Beverage Ltd, Amam Packaging Ltd, Aman Seeds Storage Ltd., Aman Jute Fibrous Ltd., A.M.Cold Storage Ltd., Aman Packaging and Accessories Ltd., Aman Associates Ltd. Mr. Islam is the Director of Aman Poultry & Hatchery Ltd., Aman Heights Limited, Aman Hybrid Seeds Limited and Aman Breeders Ltd. He is also the Proprietor of Islam Brothers & Co. and Aman Trading Corporation.

He visited many countries on personal and business perspective. He is well renowned for his philanthropic work in the locality. He is a Member of the Bangladesh Cement Manufacturers Association, Bangladesh Fertilizer Association, Bangladesh Cold Storage Association, Rajshahi Chamber of Commerce & Industries and a corporate member of Uttara Club, Dhaka. He is also associated with many religious, social and cultural activities.



MD. TOUFIQUL ISLAM

Director

MD. TOUFIQUL ISLAM, aged 48 years, is the Sponsor Director of the Company. He is a post graduate of Business Administration. He started his business career in the year 1996 by joining in the family business with a vision to contribute in the generation of employments for the mass people of the rural areas of the country through establishment of potential industrial units in different disciplines. He is the Managing Director of Aman Breeders Ltd., Juvenile Trade International Ltd., Aman Economic Zone Ltd. Director of Aman Feed Ltd., Aman Tex Ltd., Aman Cement Mills Ltd., Aman Seeds Storage Ltd., Aman Cold Storage Ltd., Milan Cold Storage Ltd., Aman Agro Industries Ltd., A. M. Cold Storage Ltd., Aman Plant Tissue Culture Ltd., Aman Associates Ltd. AnwaraMannan Textile Mills Ltd., Aman Jute Fibrous Ltd., Aman Packaging & Accessories Ltd., Aman Cotton Fibrous Unit-2 Ltd., Aman Tex Unit-2 Ltd., Aman Foods & Beverage Ltd., Aman Packaging Ltd., Aman Shipyard Ltd., Aman Green Energy Ltd., Akin Feed Ltd., Anwara Poultry & Hatchery Ltd., Anwara Cold Storage Ltd., Aman Steel Mills Ltd., Aman Foods Ltd., Aman Heights Limited, Aman Hybrid Seeds Limited and Proprietor of M/s R S & T International.



MD. RABIUL HAQUE

Director, Representing Aman Seeds Storage Ltd.

Mr. Md. Rabiul Haque, a member of Audit Committee is a Masters in Accounting and has completed Chartered Accountancy Course. He also completed Masters in LLM of law. He has more than 32 years working experience in accounting, finance and corporate affairs matters. He is also a member of Dhaka Bar Association.



Md. Iftikhar-Uz-Zaman

Independent Director

Mr. Md. Iftikhar-Uz-Zaman has joined in the Board of director of Aman Cotton Fibrous Limited as Independent director. Mr. Md. Iftikhar-Uz-Zaman, Ex-Managing Director of Investment Corporation of Bangladesh (ICB), was born and brought up in Rajshahi. He joined with ICB in October 1983 and during his 31 years career with ICB he was assigned in different important departments and served in different senior management position. Mr. Md. Iftikhar-Uz-Zaman was also the Deputy Managing Director of Janata Bank Limited. He has expertise in investment banking as well as in the capital market development. Mr. Md. Iftikhar-Uz-Zaman completed his B.A. (Hon's) and M.A. (Masters) in Statistics from Rajshahi University. He was also the chairman of Wata Chemicals Limited.



DIRECTORS'
REPORT
TO THE
SHAREHOLDERS



DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Valued Shareholders,

Assalamu-alikum,

The Directors have pleasure in submitting Directors' Report together with the Auditors Report and Audited Financial Statements of the your Company for the year ended 30 June 2022. They also placed before you the overall business scenario for the year 2022.

The Directors' Report is prepared as per companies act 1994 u/s 184 and in compliance with the Corporate Governance of the Bangladesh Securities and Exchange Commission's notification no SEC/CMRRCD/2006-158/207/Admin/80: dated 03 June 2018, the Directors' report that:

Business Operations

The company has aim to maintain uninterrupted production in the factory. As a result, during the year it has produced total 6,511 MT Yarn of which Carded Yarn 4,943 MT, Combed Yarn 1,567 MT and aggregate earning revenue of Tk. 1,665,266,413. The production capacity utilized in 2021-2022 remained almost stable which is approximately 96.03% of its install capacity.

Financial Results

During the year the company achieves gross profit of TK. 183,339,364 and net profit during the year at Tk.76,411,658. The earnings per share (EPS) and net asset value per share (NAV) is Tk. 0.76 and Tk. 35.14 respectively.

Dividend

The Board of Directors of your company is pleased to recommend 10% Cash Dividend to the general shareholders other than Sponsors and Directors Shareholders of the company for the year ended 30th June 2022, subject to the approval of the shareholders in the 17th Annual General Meeting. The dividend will be paid to the shareholders whose names appear in the share registers of the Company or in the depository as on 17th November, 2022 at the close of the office.

Directors' Appointment & Re-appointment

The name of the present Directors are mentioned in this report. As per section 91(2) and regulation 79 of first schedule of the Companies Act 1994 and Articles 130 of Articles Association of the company, Mr. Md. Shofiqul Islam Director of the company shall retire in the 17th Annual General Meeting by rotation and being eligible, offer himself for re-appointment as per Articles 132 of the Articles of Association of the company. A brief resume, nature of expertise, the name of company in which Mr. Md. Shofiqul Islam hold directorship is also presented on this report.

Directors' remuneration and related party transactions

The Company carried out a number of transactions with related parties in the normal course of business as detailed below:

Name of the Party	Relationship with the Company	Nature of transaction	June 30,2022	June 30, 2021
			Transacted amount in BDT	Transacted amount in BDT
Md. Rafiqul Islam	MD & Shareholder	Board Meeting Fee	20,000	34,500
		Remuneration	2,400,000	4,800,000
Md. Shofiqul Islam	Director & Shareholder	Board Meeting Fee	20,000	34,500
Md. Toufiqul Islam	Director & Shareholder	Board Meeting Fee	20,000	34,500
Md.Toriqul Islam	Director & Shareholder	Board Meeting Fee	20,000	34,500
Md. Rabiul Haque	Nominated Director	Board Meeting Fee	20,000	34,500
Md. Iftikhar-Uz-Zaman	Independent Director	Board Meeting Fee	5,000	5,750
Md. Mizanur Rahman	Independent Director	Board Meeting Fee	20,000	34,500
Aman Group	Common Director	Office Rent	981,000	981,000
Aman Tex Ltd.	Common Director	Sales	1,272,094,858	747,488,668
		Receivables	(44,350,038)	49,784,722
Aman Packaging & Accessories Ltd	Common Director	Purchase	1,272,700	596,300
		Payable	2,942,145	4,669,445
Aman Packaging Ltd	Common Director	Purchase	1,872,000	1,911,078
		Payable	2,919,236	2,247,236
Anwara Mannan Textile Mills Ltd	Common Director	Loan	86,762,736	183,928,900
		Interest Receivable	99,279,781	86,575,861
Aman Cement Mills unit-2 Ltd	Common Director	Loan	123,810,985	(11,464,430)
		Interest Receivable	37,013,589	30,295,666
Aman Jute Fibrous Ltd	Common Director	Loan	79,615,000	79,615,000
		Interest Receivable	22,299,199	15,153,480
Aman Feed Ltd.	Common Director	Loan from	1,500,000	1,500,000
		Interest Payable	530,750	395,750
Aman Cold Storage Ltd	Common Director	Loan	37,045,000	37,045,000
		Interest Receivable	7,066,865	3,732,815
Akin Carrier Ltd	Common Director	Loan from	104,785,527	116,906,668
		Interest Payable/(Receivable)	20,386,619	10,660,857
Aman Food Limited.	Common Director	Loan	26,578,411	20,785,161
		Interest Receivable	4,005,524	1,893,849
Aman Tex Ltd.	Common Director	Loan	56,441,352	88,134,654
		Interest Receivable	18,578,261	12,058,350
Islam Brothers & Co.	Common Director	Loan from	29,960,970	-
		Interest Payable	3,415,792	-

KEY OPERATING AND FINANCIAL DATA OF AT LEAST PRECEDING 5 (FIVE) YEARS:

		2022	2021	2020	2019	2018
ASSETS EMPLOYED						
Total Assets		5,651,568,039	5,862,975,551	5,205,956,091	4,718,785,132	5,794,134,769
Total Current Assets		3,810,096,316	3,966,382,479	3,269,377,399	2,724,317,876	3,857,556,077
Property Plant & Equipment		1,841,471,723	1,896,593,072	1,652,058,614	1,709,947,178	1,652,058,614
Inventories		1,827,697,536	1,379,263,067	960,003,645	705,559,896	1,257,866,635
Accounts Receivable		227,524,768	672,816,338	269,262,504	284,407,228	559,578,193
FINANCED BY						
Share Capital		1,008,333,330	1,008,333,330	1,008,333,330	1,008,333,330	1,008,333,330
Revaluation Reserve		265,382,238	265,382,238	265,382,238	265,382,238	265,382,238
Retained Earnings		1,693,726,075	1,651,987,377	1,554,102,384	1,543,618,107	2,152,503,101
REVENUE AND PROFIT						
Revenue Earned		1,665,266,413	1,624,746,802	981,683,483	981,683,483	981,683,483
Gross Profit		183,339,364	327,747,295	160,785,249	160,785,249	160,785,249
Net Profit Before Tax		104,370,898	149,525,566	62,268,751	62,268,750	62,268,750
Net Profit After Tax		76,411,658	125,918,326	48,739,648	48,739,647	48,739,647

UNCLAIMED/UNSETTLED DIVIDEND 2018 TO 2021

The unclaimed/unsettled cash dividend for the year 2018 has been deposited to the Capital market Stabilization (CMS) Fund as instructed by the Bangladesh Securities and Exchange Commission.

Summary of unclaimed/unsettled cash dividend transferred to CMS Fund (year-wise):

Deposited to CMS Fund:	Amount in Taka
2017-2018	390,480.75

Total Deposited to CMS Fund	390,480.75
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Unclaimed/unpaid or Undistributed Cash Dividend hold by company (year- wise) :

SL#	Financial Year	Sponsor Directors/Directors Unclaimed/Undistributed Cash Dividend Amount (BDT.) (A)	General Shareholders Unclaimed/Undistributed Cash Dividend Amount (BDT.) (B)	Unclaimed/Undistributed Cash Dividend Amount (BDT.) C = (A+B)
01	2018-2019	17,280,000.00	503,794.05	17,783,794.05
02	2019-2020	3,240,000.00	540,396.70	3,780,396.70
03	2020-2021	-	508,112.25	508,112.25
Grand Total:		20,520,000.00	1,552,303.00	22,072,303.00

Board of Directors Meeting

During the year ended 30 June 2022 four board meetings were held. The attendance of the Board of Directors' Meeting by each director is shown as follows:

Name of Director	Attendance	Remarks
Md.Rafiqul Islam	4	
Md.Shofiqul Islam	4	
Md.Toufiqul Islam	4	
Md.Toriqul Islam	4	
Md.Rabiul Haque	4	
Mr. Md. Mizanur Rahman	4	
Mr. Md. Iftikhar-Uz-Zaman	1	

Auditors

ISLAM QUAZI SHAFIQUE & CO., Chartered Accountants as the external auditor of the company for the year ended 30th June 2022 which approved by the shareholders in its 16th Annual General Meeting. The present auditor of the company, Islam Quazi Shofique & Co., Chartered Accountants, has completed audit for the year 2021-2022 and they will retire in the 17th Annual General Meeting. The present auditors complete his tenure of three consecutive years. We need to appoint statutory auditor for the financial year 2022-2023. The audit committee recommended may be appoint Aziz Halim Chowdhury Company, Chartered Accountants as well as board of Directors decision with a remuneration of Tk. 235,000.00 only for the year ended 30th June 2023, subject to the approval of the shareholders in its upcoming Annual General Meeting.

The Pattern of Shareholding:

Name wise details	No. of Shares
(a) Parent/subsidiary/Associated Companies and other related parties :	
Aman Seeds Storage Limited	32,00,000
(b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit:	
Md. Rafiqul Islam, Director	15,600,000
Md. Shofiqul Islam, Director	15,600,000
Md. Toufiqul Islam, Director	15,600,000
Md. Rabiul Haque, Nominated Director	Nil
Mr. Md. Iftikhar-Uz-Zaman, Independent Director	Nil
Md. Mizanur Rahman, Independent Director	Nil
Mr. Md. Mamun-Ur-Rashid Chowdhury,FCMA, CFO	Nil
Mr. Shariful Islam, CMA (Inter), Company Secretary	Nil
Senior Corporate Executives	Nil

C) Shareholders holding ten percent (10%) or more voting interest in the company:

Md. Rafiqul Islam	15,600,000
Md. Shofiqul Islam	15,600,000
Md. Toufiqul Islam	15,600,000

INDUSTRY OUTLOOK AND POSSIBLE FUTURE DEVELOPMENTS

Aman Cotton Fibrous Limited (ACFL) is primarily engaged in manufacturing of high quality cotton yarn in Bangladesh and marketing and selling of product in the domestic market as deemed export. The installation of a high capacity air conditioning and filtration plant has enabled the mill to meet the international standards. The Company manufactures 100% cotton Carded, Combed & Semi-combed ring spun grey yarn for knitting as well as weaving. From the beginning of operation of ACFL, it has managed to comply with the international standards of management, which was reflected to attain of ISO 9001:2008 Certificate. Aman Cotton Fibrous Limited possesses an installed capacity of producing 6,780 MT of cotton yarn per year. All the machinery imported from Germany, Switzerland, Italy, Japan & China are contemporary, hi-tech and high-speed most modern machines to spin the finest quality cotton yarn conforming to global standards. The management has a plan to expansion its existing project by acquisition & installation of brand new European machineries and increasing its existing production capacity.

Product-wise Performance

The Company mainly produces 2 (Two) categories of yarn such as Carded Yarn and Combed Yarn. The mentioned categorized yarn productions are varied on the market demand and it is determined by the management of the company. Among the total sales, the following yarn products contribute largely:

ProductName	Sales During the Year 2021-2022 (MT)	Percentage(%)
Yarn-Carded	3,740	73.77%
Yarn-Combed	1,330	26.23%
Total	5,070	100.00

Risk and Concern

Aman Cotton Fibrous Limited (ACFL) is operating in a locally competitive industry involving both external and internal factors having direct as well as indirect effects on the investments. The management of Aman Cotton Fibrous Limited carefully considers all risk factors such as interest rate risks, exchange rate risks, industry and market risks and operation risks etc. To consider these risks the management has taken some initiatives to erase risks. The company is emphasis to minimize the dependence on bank borrowing. Since ACFL borrows for long term from Banks with interest rate and has a strong equity base, the management perceives that fluctuation of interest rate on borrowing would have little impact upon the performance of the company.

Aman Cotton Fibrous Limited has to import some of its raw materials from foreign market, but those raw materials are also available in local market. Depending on the price of raw materials in foreign and local market, foreign currency rate, lead time, foreign currency rate movement etc. we make our decision for procurement of raw materials. However, as a highly profitable company the foreign exchange fluctuation risk is not vital in case of LC retirement.

Operational risk arises from improper execution of company's business. This risk can also be summarized as human risk, which occurs due to human error.

The Company manages this risk through a control based environment. This is supported by an independent program of periodic reviews undertaken by internal audit, and by monitoring external operational risk events, which ensure that the Company stays in line with industry best practice and takes account of lessons learned from publicized operational failures within the textile industry.

Analysis of Cost of Goods sold, Gross Profit Margin and Profit Margin:

(a) Cost of Goods Sold :

Current period's cost of goods sold was Tk. 1,481,927,049 as compared to last year cost of goods sold of Tk. 1,296,999,507. This is due to the fact that there has been an increase in the cost of goods sold during the reporting period. During the reporting period total 6,511 MT yarn produced out of which 4,943 MT Carded Yarn and 1,567 MT Combed Yarn. Production capacity was utilized during the reporting period 96.03 %.

(b) Gross Profit :

The company has achieved a turnover Tk. 1,665,266,413 during the year ended 30th June 2022 and gross profit earned Tk. 183,339,364.

(c) Net Profit :

Net profit (after tax) earned during the period was Tk. 76,411,658.

STATEMENTS OF UTILIZATION OF PROCEED RAISED THROUGH PUBLIC ISSUES:

The company has already been utilizing IPO proceeds fund for meet up of IPO expenses, partial loan repayment and acquisition & installation of machinery is under process of purchasing up to 31 August 2019. The Board of Directors in its meeting was held on 05 August 2021 and had taken the decision that IPO fund utilization for Acquisition & Installation of machineries time were rescheduled by the Board of Directors up to 05 August 2023 which was approved by the shareholders in its 16th AGM.

Going Concern:

The Directors are of the opinion that the company is a going concern. Accordingly, Financial Statements are prepared on a going concern basis.

Qualified Opinion Clarification:

For ensuring the compliance of the provisions of the Bangladesh Labor (amendment) Act, 2013, in this regard, the company has already made provision of the said amount of WPPF Fund. Since all the required formalities could not be completed till date as a result of during Covid-19 pandemic, the said amount of WPPF Fund was not possible to be disbursed. In the meantime, we have already completed registration of the agreement of Trust Deed between employer and the Trustee Board. The Trustee Board already opened new Bank account for WPPF fund and the fund will be disbursed to the concerned account as soon as after completion of all the prescribed formalities.

The system of Internal Control:

For ensuring the compliance of the provisions of the Bangladesh Labor (amendment) Act, 2013, in this regard, the company has already made provision of the said amount of WPPF Fund. Since all the required formalities could not be completed till date as a result of during Covid-19 pandemic, the said amount of WPPF Fund was not possible to be disbursed. In the meantime, we have already completed registration of the agreement of Trust Deed between employer and the Trustee Board. The Trustee Board already opened new Bank account for WPPF fund and the fund will be disbursed to the concerned account as soon as after completion of all the prescribed formalities

Human Resource

Development of human resource continues to be a fundamental part of our policy and strength. We arrange periodic training sessions both in house and outdoor for upgrading the skills of our personnel. The company committed to the staff to create a harmonious, comfortable and good work environment and the company also believes that a skills and committed work force can surely improve the company's profitability.

Environmental policies and practices

Aman Cotton Fibrous Limited has formulated its environmental and occupational health and safety policies to ensure sustainable and environmentally responsible utilization of resources. The management of ACFL has been giving the top priority to effective use of raw materials and reducing air and water pollution. The company continues to stay committed to 'Fresh Air' by taking water treatment plan, cleaning and safety measures, planting trees and giving in house training sessions to our employees on environmental awareness and conservation.

Directors Declaration as to Financial Statements:

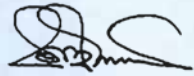
The Directors are responsible for the governance of the company an as part of preparation and presentation of the financial statements, the Directors confirm, to the best of their knowledge that:

- The financial statements, prepared by the Management of the company which was scrutinized by the external auditors, present fairly its state of affairs, the result of its operation, cash flows and changes in equity:
- Proper books of account of the company have been maintained
- Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- The International Accounting Standards, as applicable in Bangladesh have been followed in preparation of the financial statements and any departure from there has been adequately disclosed
- The system of internal control is sound in design and has been effectively implemented and monitored
- There is no doubt whatsoever upon the company's ability to continue as a going concern
- As required under the BSEC directives the Directors further confirm that:

- The MD and CFO have certified to the Board that they have reviewed the financial statements and affirmed that these statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- The MD and CFO have certified to the Board that they have reviewed the financial statements and affirmed that 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.
- The MD and CFO have further certified to the Board that there are, to the best of their knowledge and belief no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the company's codes of conduct.

Acknowledgement

The Board would like to thank all stakeholders, including investors, suppliers, banks, insurance companies, Registrar of Joint Stock Companies & Firms, Bangladesh Securities and Exchange Commission and various government authorities for their continued support to Aman Cotton Fibrous Limited.



Md. Shofiqul Islam
Chairman

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

Ref. No: 01/2022/217

Date of issue : April 19, 2022



Renewed Certificate

This is to certify that

AMAN COTTON FIBROUS LIMITED

is an Ordinary Member of Bangladesh Association of Publicly Listed Companies and is entitled to all the rights and privileges appertaining thereto.

This certificate remains current until 31st December 2022.




Secretary General



INDEPENDENT AUDITOR'S REPORT



ISLAM QUAZI SHAFIQUE & CO.
Chartered Accountants
Al-Haj Shamsuddin Mansion
4th Floor, Room # C
17, New Eskaton Road
Moghbazar, Dhaka-1000.
Phone: 02-48312349 Mobile: 01707-870798
Website: www.qsibd.com
E-mail: qsi.esk@gmail.com

PARTNERS:

QuaziShafiqul Islam FCA, FCS
Biplab Hossain FCA
Abu Nasser FCA
Md. Abdur Rahman FCA, ACS, LL.B

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF AMAN COTTON FIBROUS LTD.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of **AMAN COTTON FIBROUS LTD.** which comprise the Statement of Financial Position as at 30 June 2022 and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended 30 June 2022, and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes.

In our opinion, except for the effects of the matter described in the Basis for Qualified opinion section of our Report, the accompanying financial statements of the Company give a true and fair view of the financial position of the Company as at 30 June 2022, and of its financial performance and its cash flows for the year then ended 30 June 2022 in accordance with International Financial Reporting Standards (IFRSs), the Company Act 1994 and other applicable laws and regulations.

Basis for Qualified Opinion

1. The Bangladesh Labor (amended) act 2013 requires the company to contribute 5% of its net profit to WPPF. The management has ascertained the amount and made necessary provision without any payment. We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Independence and Other Ethical Responsibilities

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws.

Emphasis of Matters

1. According to IPO Utilization Audit Reports as of February 28,2021.The company has un-utilized IPO proceeds is Tk.717,498,337 and the Shareholders of **Aman Cotton Fibrous limited** was approved the revised time line for fund utilization of IPO proceed up to 31st August 2023.

2. As referred to Note # 8.0 in the financial statements, the Company recorded advances, deposits and prepayments of Tk. 720,755,971 which includes advance against Land purchases of Tk. 123,337,500 and Advance against Land Development Tk. 9,227,119 carry forwarded from several years. During the audit, no movement has occurred against the said balances.
3. As disclosed in Note # 9 to the financial statements, Loan to sister concern shown balance of Tk. 274,006,986. The Company carried out transactions with related parties without obtaining necessary Consent from the Bangladesh Securities and Exchange Commission (BSEC). And also we could not find any documents against loan to sister concern.
4. We draw attention to note – 35 to the financial statements where management explain the circumstances of various contingencies and additional claims of explains additional Income Tax Demand from Income Tax Authority, the uncertainties of getting judgment in favor of the company and managements position on the same. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significant in the audit of the financial statement for 2022. These matters were addressed in the context of the audit of the financial statement as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter in provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statement section of our report, including in relation to those matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risk of material misstatement of the financial statement. 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 statement.

Appropriateness of revenue recognition and disclosures.

At year end the Company reported total revenue of BDT 1,665,266,413. Revenue is measured net of discounts, incentives and rebates earned by customers on the Company's sales. Within a number of the Company's markets, the estimation of discounts, incentives and rebates recognized based on sales made during the year is material and considered to be complex and judgmental. Therefore, there is a risk of revenue being misstated as a result of faulty estimations over discounts, incentives, rebates. There is also a risk that revenue may be overstated due to fraud through manipulation of the discounts, incentives and rebates recognized resulting from the pressure local management may feel to achieve performance

How our audit addresses the key audit matter

We have tested the design and operating effectiveness of key controls focusing on the following:

- Segregation of duties in invoice creation and modification
- Authorization of credit terms and credit limits to customers
- Approval of Price list
- Calculation of discounts, incentives and rebates;
- Timing of revenue

2. As referred to Note # 8.0 in the financial statements, the Company recorded advances, deposits and prepayments of Tk. 720,755,971 which includes advance against Land purchases of Tk. 123,337,500 and Advance against Land Development Tk. 9,227,119 carry forwarded from several years. During the audit, no movement has occurred against the said balances.
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- Segregation of duties in invoice creation and modification
- Authorization of credit terms and credit limits to customers
- Approval of Price list
- Calculation of discounts, incentives and rebates;
- Timing of revenue

Our substantive procedures in relation to the revenue recognition comprises the following:

- Performed substantive analytical procedure to calculated expected revenue booked.
- Obtaining supporting documentation for sales transactions recorded either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period;
- Examine the sample sales transaction with source documents including the credit limit, VAT, Credit notes etc.
- Performed cut off test to assure the completeness and accuracy of booking revenue in the reporting period and revenue has been recognized as per policy.
- Critically assessing manual journals posted to revenue to identify unusual or irregular items; and
- Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.

Impairment of Property, Plant & Equipment

Property, Plant & Equipment (PPE) represents about 32.64% (Apprx) of the total assets of the Company which is thus a material items to the financial statements. There is a risk whether market value of those assets could materially for because of non-materiality and arise risk of impairment.

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.

How our audit addresses the key audit matter

Our audit procedures included among others, considering the impairment risk associated with the following different types of assets:

- Review the management's assessment of impairment taking consideration of the future economic benefit of the assets;
- Review the internal control system implemented by management for safeguarding of those assets;
- Tested the operating effectiveness of key controls over asset including observing the process of managements year end physical;
- Tested on sample basis the physical condition of the assets whether the assets become idle, obsolesces, damage and there is a plan to discontinue or restructure the operation to which the assets belong;

Inventory Valuation

The company had inventory of BDT 1,827,697,536 at 30 June 2022, held in warehouses and others, and across multiple product lines. Inventories are carried at the lower of cost and net realizable value. As a result, the Directors apply judgement in determining the appropriate values for slow-moving or obsolete items. Inventory is net of a provision which is primarily driven by comparing the level of inventory held to future projected sales.

How our audit addresses the key audit matter

We challenged the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:

- Evaluating the design and implementation of key inventory controls operating across the company, including those at a sample of distribution centers, warehouses and branches;
- Attending inventory counts and reconciling the count results to the inventory listings to test the completeness of data;
- Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete;
- Reviewing the historical accuracy of inventory provisioning, and the level of inventory write-offs during the year;

Short-term loan

At reporting date, the position of Short-Term Loan was BDT 1,233,797,907 for the Company. In other words, approximately 58.84% of total liabilities are represented by loans for the Company. Evidently, the Company is using loan to operate the business and also, others. Loan, therefore, has been considered as key audit area.

How our audit addresses the key audit matter

We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the loans. Our audit procedures included, among others, the followings:

- Understanding and reviewing the nature or types of loans;
- Reviewing the board meeting minutes on arrangements of the loans;
- Obtaining the repayment schedules, loan statements and facility offer letters to review terms, debt covenants, interest rates and other conditions associated with the loans;
- Recalculating the interest related to loans;
- Finally, assessing the appropriateness and presentation of disclosures against relevant accounting standards.

Our procedures above did not identify any issues with regard to loans.

Information Other than the Financial Statement and Auditors Report Thereon

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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 identified above when it becomes available 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 and Internal Controls

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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.
- 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

From the matters communicates with those charged with governess, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 2020 we also report that:

- (i) we have obtained all the information and explanations which to the best of our knowl edge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) in our opinion, proper books of account as required by law have been kept by the Compa ny so far as it appeared from our examination of those books;
- (iii) the statement of financial position and statement of profit or loss and other comprehen sive income together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (iv) The Expenditure incurred was for the purpose of the Company's business.

Place: Dhaka
Dated: October 27, 2022
DVC: 2211020165AS763358

Sd/-
Quazi Shafiqul Islam, FCA
Enrolment No. 0165
Islam Quazi Shafique & Co.
Chartered Accountants



FINANCIAL STATEMENTS

AMAN COTTON FIBROUS LTD.
Statement of Financial Position
As at 30 June, 2022

Particulars	Notes	Amount in Taka	
		June 30,2022	June 30,2021
ASSETS:			
Non-Current Assets :		1,841,471,723	1,896,593,072
Property, plant and equipment	3.00	1,841,471,723	1,896,593,072
Capital work in progress	4.00	-	-
Current Assets :		3,810,096,316	3,966,382,479
Investment in listed securities	5.00	150,000	212,000
Inventories	6.00	1,827,697,536	1,379,263,067
Accounts and other receivables	7.00	227,524,768	672,816,338
Advances, deposits & pre-payments	8.00	720,755,971	872,596,025
Loan to sister concern	9.00	274,006,986	279,637,617
Cash & cash equivalents	10.00	759,961,054	761,857,431
Total Assets		5,651,568,039	5,862,975,551
SHAREHOLDERS' EQUITY & LIABILITIES:			
Shareholders' Equity :		3,542,811,677	3,501,128,779
Share capital	11.00	1,008,333,330	1,008,333,330
Share premium	12.00	575,347,984	575,347,984
Retained earnings	13.00	1,693,726,075	1,651,987,377
Available for sale reserve	14.00	22,050	77,850
Revaluation surplus	15.00	265,382,238	265,382,238
Non-Current Liabilities :		534,354,131	565,998,469
Long term borrowings- net of current maturity	16.00	416,764,497	452,805,912
Deferred tax liability	17.00	117,589,634	113,192,557
Current Liabilities :		1,574,402,231	1,795,848,303
Short term borrowings	18.00	1,233,797,907	1,494,503,069
Long term borrowings-current maturity	19.00	108,422,471	8,454,986
Accounts payable	20.00	12,243,874	32,936,906
Liabilities for expenses & others	21.00	117,697,534	110,281,660
Unclaimed Dividend Account	22.00	22,072,303	43,059,504
Provision for income tax	23.00	80,168,141	106,612,178
Total Liabilities & Shareholders' Equity		5,651,568,039	5,862,975,551
NAV per share with revaluation	24.00	35.14	34.72
NAV per share without revaluation	24.00	32.50	32.09

The accompanying notes form an integral part of this financial statements are to be read in conjunction therewith.

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chairman

Signed as per annexed report on even date.

Place: Dhaka
Date: October 27, 2022
DVC: 2211020165AS763358

Quazi Shafiqul Islam, FCA
Enrolement no. 0165
Islam Quazi Shafique & Co.
Chartered Accountants

AMAN COTTON FIBROUS LTD.

Statement of Changes in Equity

For the Year ended June 30, 2022

Amount in Taka

Particulars	Share Capital	Share Premium	Retained Earnings	Available For Sale Reserve	Revaluation Surplus	Total
Balance as on July 01, 2021	1,008,333,330	575,347,984	1,651,987,377	77,850	265,382,238	3,501,128,779
Prior Year Adjustment			(3,836,293)			(3,836,293)
Restated balance at July 01, 2021	1,008,333,330	575,347,984	1,648,151,083	77,850	265,382,238	3,497,292,485
Profit for the year	-		76,411,658	-	-	76,411,658
Dividend Payable			(30,836,666)	-	-	(30,836,666)
IPO Expenses			-	-	-	-
Unrealised gain/(loss)	-		-	(55,800)	-	(55,800)
Balance as on June 30, 2022	1,008,333,330	575,347,984	1,693,726,075	22,050	265,382,238	3,542,811,677

Statement of Changes in Equity

For the Year ended June 30, 2021

Amount in Taka

Particulars	Share Capital	Share Premium	Retained Earnings	Available For Sale Reserve	Revaluation Surplus	Total
Balance as on July 01, 2020	1,008,333,330	575,347,984	1,554,102,384	(45,488)	265,382,238	3,403,120,448
Profit for the year	-		125,918,326	-	-	125,918,326
Dividend Payable			(28,033,333)			(28,033,333)
IPO Expenses						-
Unrealised gain/(loss)	-		-	123,338	-	123,338
Balance as on June 30, 2021	1,008,333,330	575,347,984	1,651,987,377	77,850	265,382,238	3,501,128,779

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chairman

AMAN COTTON FIBROUS LTD.

Statement of Cash Flows

For the Year ended June 30, 2022

Particulars	Note	Amount in Taka		
		2021-2022	2020-2021	
Cash Flows from Operating Activities :				
Cash Received from Customer & Others		2,169,905,801	1,291,948,815	
Cash Paid to Suppliers, Employees & Others		(1,772,542,851)	(1,805,858,301)	
Cash Generated from Operations		397,362,950	(513,909,486)	
Tax paid		(65,116,789)	(11,160,900)	
Net Cash Generated from Operating Activities		332,246,161	(525,070,386)	
Cash Flows from Investing Activities:				
Acquisition of Property, Plant & Equipment		(105,600)	(297,103,342)	
Capital Work In Progress		-	284,520,078	
Loan to Sister Concern		5,630,631	255,330,709	
Dividend Income		10,800	2,405	
FDR (Increased)/ Decreased		-	(18,897,874)	
Net Investment in shares		-	(10,178)	
Net Cash Used in Investing Activities		5,535,831	223,841,798	
Cash Flows from Financing Activities:				
Increase/(Decrease) in Long Term Borrowing		63,926,070	389,426,323	
Increase/(Decrease) in Short Term Borrowing		(260,705,162)	114,575,279	
Increase/(Decrease)in Dividend Payable		(20,987,201)	7,327,231	
Interest Expenses		(121,911,144)	(233,588,268)	
Net Cash flow From/(Used) in Financing Activities		(339,677,437)	277,740,566	
Net Increase/(Decrease) in cash and cash equivalents		(1,895,445)	(23,488,022)	
Cash & Cash Equivalents at the beginning including For. Ex. gain/(loss)		761,857,431	785,435,773	
Cash & Cash Equivalents at the ending of the year		759,961,986	761,947,751	
Add: Unrealized foreign exchange gain/(loss) in cash & cash equivalents		(931)	(90,320)	
Cash and Cash Equivalents at Closing including For. Ex. gain/(loss)		759,961,054	761,857,431	
Net operating cash flow per share (NOCFPS)	25.00	3.30	(5.21)	
Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Company Secretary	Chief Financial Officer	Director	Managing Director	Chairman

AMAN COTTON FIBROUS LTD.
Notes to the Financial Statements
For the Year ended 30 June 2022

1.00 Significant information of the enterprise:

1.01 Legal form of the Enterprise :

Aman Cotton Fibrous Ltd. was incorporated as a private Limited Company with the issuance of certificate of incorporation bearing No-C-403 dated December 28, 2005 by the Registrar of Joint Stock Companies & Firms and the Company commenced its commercial production on November 01, 2007. Subsequently the shareholders in their Extra-ordinary General Meeting held on 22 April, 2012 approved conversion of status of the company from private limited to public limited company.

1.02 Registered and Corporate Office of the Company:

Registered office of the company is situated at Boiragirchala, Shreepur, Gazipur.
Corporate office of the company is situated at 2, Ishakha Avenue, Sector # 6, Uttara, Dhaka-1230.

1.03 Address of the Factory:

The factory of the Company was established at Boiragirchala, Shreepur, Gazipur.

1.04 Principal Activities and nature of the business

The Principal activities and nature of the business of the company is to manufacture of high quality yarn in Bangladesh and marketing and selling of product in the global and domestic Market.

2.00 Significant Accounting Policies:

2.01 Basis of preparation of Financial Statements:

The Financial Statement of the Company are prepared on a going concern assumption and in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), the Companies Act 1994, The Securities and Exchange rules 2020 and other laws and rules applicable in Bangladesh.

2.02 Accounting Convention

The Financial Statements have been prepared on the Basis of historical cost Basis except land & land development (which have been stated at current cost), monetary assets at realisable value and Investment in listed Securities are carried at fair value Based on the year ended quoted price.

2.03 Date of authorisation :

The Board of Directors of Aman Cotton Fibrous Ltd. approved this financial Statements on October 27, 2022.

2.04 Reporting Period :

The Financial Statements of the Company cover one Financial year from 01 July , 2021 to 30 June, 2022.

2.05 Statement of Cash Flows:

Statement of Cash Flows have been prepared in accordance with IAS 7 " Statement of Cash Flows " and the cash flow from the operating activities are shown under direct method as prescribed.

2.06 Recognition of Property, Plant & Equipment and Depreciation:

In accordance with the International Accounting Standard adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) as IAS 16 "Property, Plant and Equipment" have been accounted for at cost less accumulated depreciation except land and land development. Cost includes expenditure that is directly attributed to the acquisition of the items. Depreciation is charged in addition to fixed assets when it is available for use. Depreciation on all Property, Plant & Equipment have been applied on Reducing Balance method as per decision of the Board at the following rate :

Land & Land Development	-
Building & Civil Construction	2.5%
Plant & Machinery	15%
Electrical Installation	10%
Electrical Equipment	10%
Gas Line Installation	10%
Fire Equipment	15%
Vehicle	20%
Office Equipment	10%
Computer & IT Equipment	20%
Furniture & Fixture	10%

Depreciation has been allocated @ 95% for manufacturing and 5% for non manufacturing expenditure.

Revaluation of assets : The company has revaluated its Land on 15 may, 2013 and incorporated the revaluation surplus in the Financial Statement accordingly and shown in note # 15.00

2.07 Impairment :

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less cost to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impaired loss immediately in statement of comprehensive income unless the asset is carried at revalued amount. Any impaired loss of a revalued asset treated as a revaluation decrease. During the period no impaired loss occurred and not recognized in the Financial Statements.

2.08 Revenue Recognition:

Revenue from the sales is measured at the fair value of the consideration received or receivable. The company recognizes revenue when risks and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in IFRS-15 'Revenue from contract with Customers'.

Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the buyers and performance obligations are satisfied.

2.09 Valuation of Current Assets: Accounts Receivable:

These are stated at their original invoice less provision/ write off. Management considered the entire receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current year's financial statement.

Inventories:

In compliance with the requirements of IAS 2 "Inventories", the Inventories have been valued at the lower of cost and net realizable value after making due allowance for any obsolete or slow moving items.

2.10 Financial Instruments:

Derivative:

According to IFRS 7: " Financial Instruments : Disclosures", the Company was not a Party to any derivative contract (financial instruments) at the financial statement date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

Non-Derivative:

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per IAS 39 "Financial Instruments: Recognition and Measurement".

2.11 Currency of Reporting and Foreign currency transactions:

Currency of Reporting

The financial statement of the Company has been prepared in the Bangladesh Taka (BDT).

Foreign Currency Transactions

Transactions in foreign currencies are converted into equivalent Taka applying the rate ruling at the date of such transactions as per IAS-21 " The Effect of Changes in Foreign Exchange Rates".

2.12 Long Term Borrowings:

Long term liabilities comprises the amount borrowed from the bank and other Financial Institutions for the long period of time and shown in the accounts at transaction cost as per IAS 39 "Financial Instruments: Recognition and Measurement".

2.13 Contingent Liabilities:

Contingent Liabilities are those which arise due to the past event which shall be settled in the future on the occurrence or non occurrence of some uncertain event, cost of which can be measured reliably as per IAS-37 " Provision, Contingent Liabilities and Contingent Assets". In the year under review there is no such contingent liabilities as well as no commitment is made , to be settled in the future.

2.14 Taxation:

Current Tax

Current tax has been made at the rate of 15% as prescribed in the Finance Act, 2022 on the accounting profit made by the Company making some adjustment with the profit as per ITO 1984 in compliance with IAS-12 "Income Taxes".

Deferred Tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax Bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the reporting date. The impact on the account of changes in the deferred tax assets and liabilities for the year ended June 30, 2022 has been recognized in the statement of comprehensive income as per IAS-12 "Income Taxes".

2.15 Employee Benefits:

The Company is operating Workers Profit Participation Fund (WPPF) according to Bangladesh Labour Law 2006 and Bangladesh labor (Amendment) Act 2013 are accounted for securing benefits to the employees in accordance with the provision of International Accounting Standard (IAS) 19, " Employee Benefit". The company pays two festival bonuses to all employees in every year.

2.16 Borrowing Cost:

The borrowing cost is capitalized unless active developments of related assets are interrupted or cease when the borrowing cost directly transferred to the profit and loss account as per IAS-23 "Borrowing Cost".

2.17 Earning Per Share:

The Company calculates Earning Per Share (EPS) in accordance with IAS-33 "Earning Per Share" which has been shown on the face of the Statement of Profit or Loss and other Comprehensive Income and details are shown in Note-34.01

Basic Earnings Per Share

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

Sl. No.	Particulars
(a)	Earnings attributable to the ordinary shareholders
(b)	Weighted Average Number of Shares
(c)	Earning Per Share

Weighted average number of ordinary shares outstanding during the year:

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time weighted factor is the number of months the specific shares is outstanding as a proportion of the total number of months in the year.

Diluted earnings per share:

No diluted earnings per share is required to be calculated for the period as there was no scope for dilution during the year.

2.18 Information about business segments:

As per IFRS 8 "Operating Segment", this is a distinguishable component of a company that is engaged in providing an individual product or service or a group of related product or service and that is subject to risk and return that are different from those of other business segment. During the year under review the company had no operational segment either business or geographical segments.

2.19 Application of International Accounting Standards (IASs) and International Financial Reporting Standards(IFRS) :

The Financial Statements have been prepared in compliance with requirement of IAS and BFRS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IASs and IFRS are applicable for the financial statements for the period under review :

- IAS- 1 Presentation of Financial Statements
- IAS- 2 Inventories
- IAS- 7 Statement of Cash Flows
- IAS- 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS- 10 Events after the Reporting Period
- IAS- 12 Income Taxes
- IAS- 16 Property, Plant and Equipment
- IAS- 21 The effects of changes in Foreign Exchange Rate
- IAS- 23 Borrowing Cost
- IAS- 24 Related Party Disclosure
- IAS- 32 Financial Instruments Presentation
- IAS- 33 Earning Per Share (EPS)
- IAS- 37 Provisions, Contingent Liabilities and Contingent Assets
- IFRS- 7 Financial Instruments : Disclosures
- IFRS- 9 Financial Instruments
- IFRS- 13 Fair Value Measurement
- IFRS- 15 Revenue from Contract with Customers

2.20 Responsibility for preparation and presentation of financial statements:

The Company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of the companies Act 1994.

2.21 Components of the Financial Statements:

Following are the components of the financial statements

- a) Statement of Financial Position as at June 30, 2022
- b) Statement of Profit or Loss and Other Comprehensive Income for the year ended June 30, 2022
- c) Statement of Changes in Equity for the year ended June 30, 2022
- d) Statement of Cash Flows for the year ended June 30, 2022
- e) Explanatory notes to the financial statements.

2.22 Comparative:

Comparative information have been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged and restated whenever considered necessary to ensure comparability with the current year's presentation as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

SL No.	Particulars	Amount in Taka		
		June 30,2022	June 30,2021	
3.00 Property, Plant and Equipment:				
Land & Land Development		478,046,073	478,046,073	
Building & Civil Construction		1,226,953,329	1,258,413,671	
Plant & Machinery		127,843,873	150,404,557	
Electrical Installation		4,086,191	4,540,212	
Electrical Equipment		1,224,962	1,361,069	
Gas Line Installation		517,440	574,933	
Fire Equipment		113,363	133,368	
Vehicle		1,391,919	1,739,899	
Office Equipment		191,972	213,302	
Computer & IT Equipment		334,628	312,685	
Furniture & Fixture		767,973	853,303	
		1,841,471,723	1,896,593,072	
3.01 Movement of Fixed Assets				
Fixed Assets at cost :				
Opening Balance		3,314,021,400	3,016,918,058	
Add: Addition during the year		105,600	297,103,342	
Closing Balance		3,314,127,000	3,314,021,400	
Less: Accumulated Depreciation		(1,472,655,277)	(1,417,428,328)	
Written Down Value (WDV)		1,841,471,723	1,896,593,072	
Details please see Annexure-'A'				
4.00 Movement in Capital Work in Progress				
New Factory Building is being constructed on 316.25 DCM Land at Sreepur, Dist-Gazipur, to produce specialized yarn to fulfill the market demand. This is made up as under :				
Opening balance		-	284,520,078	
Worker's Dormitories		-	5,725,228	
Staff Quarter		-	6,735,336	
Total		-	296,980,642	
Transferred to fixed assets		-	(296,980,642)	
Closing balance		-	-	
5.00 Investment in Listed Securities :				
This represents investment in listed shares				
Market Value of Securities		150,000	212,000	
		150,000	212,000	
Detail descriptions of the securities are as under.				
Name of the Securities	Quantity	Cost Value (Tk)	Market Value (Tk)	Unrealised Gain/(Loss)
CAPMIBBLMF	10,000	125,500	150,000	86,500
	10,000	125,500	150,000	86,500
*Details of Margin loan against purchase of listed companies share have been shown in note no - 14.				
5.01 Unrealized Gain / (Loss) during the year:				
Unrealized Gain / (Loss) as per Current Year Portfolio Statement			24,500	86,500
Unrealized Gain / (Loss) as per Last Year Portfolio Statement			86,500	(50,543)
Unrealized Gain / (Loss) during the year			(62,000)	137,043
6.00 Inventories :				
Finished Goods	6.01		873,430,210	327,612,469
Working-in-process	6.02		31,106,404	46,264,051
Raw Materials	6.03		868,581,802	956,376,431
Packing Materials	6.04		1,563,367	4,205,340
Other Materials	6.05		53,015,754	44,804,777
			1,827,697,536	1,379,263,067
6.01 Finished Goods :				
Value inTaka-				
Carded			521,791,799	115,829,678
Combed			351,638,411	211,782,791
			873,430,210	327,612,469
Quantity in MT-				
Carded			1,711	507
Combed			1,056	819
			2,767	1,326

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
6.02 Working-in-process			
Value inTaka-			
Carded		25,273,473	21,880,411
Combed		5,832,931	24,383,639
		31,106,404	46,264,051
Quantity in MT-			
Carded		83	97
Combed		18	95
		100	192
6.03 Raw Materials :			
Value inTaka-			
Raw Cotton		868,581,802	956,376,431
		868,581,802	956,376,431
Quantity in MT-			
Raw Cotton		4,501	6,078
		4,501	6,078
6.04 Packing Materials :			
Value inTaka-			
CONE		56,571	1,743,189
Poly Bag		612,696	1,025,635
WPP Bag		389,566	959,296
Sticker		504,534	477,219
		1,563,367	4,205,340
Quantity in Pcs & Kgs-			
CONE (pcs.)		18,353	645,622
Poly Bag(kg.)		3,442	5,762
WPP Bag (Kg.)		17,185	36,896
Sticker (pcs.)		2,804,406	4,772,193
6.05 Other Materials			
Value inTaka-			
Spare Parts		53,015,754	44,804,777
		53,015,754	44,804,777
7.00 Accounts and Other Receivables:			
Accounts Receivables (Notes-7.01)		55,840,950	529,966,664
Other Receivables (Notes-7.02)		171,683,818	142,849,674
		227,524,768	672,816,338
7.01 Accounts Receivable :			
Opening Balance		529,966,664	179,824,909
Add: Sales during the year		1,665,266,413	1,624,746,802
Available for collection		2,195,233,078	1,804,571,711
Less: Realized/adjustment during the year		(2,143,911,857)	(1,279,604,732)
		51,321,221	524,966,979
Add: Translated Foreign Exchange Gain/(Loss) (Note-31.02)		4,519,729	4,999,686
		55,840,950	529,966,664
There is no related party transaction except transaction with Aman Tex Ltd. Details of Related party transactions have been shown in note - 35.			
7.02 Other Receivables :			
Opening Balance		142,849,674	89,437,595
Add: During the year		28,834,144	53,412,079
Interest Receivable from Sister Concern		171,683,818	142,849,674
7.03 Disclosure as per Schedule-XI, Part -I, of The Companies Act, 1994			
Maturity less than 6 months		55,840,950	529,966,664
Maturity more than 6 months		171,683,818	142,849,674
		227,524,768	672,816,338
Debts considered Good & Secured		55,840,950	529,966,664
Debts considered Good without security		-	-
Debts considered doubtful & bad		-	-
Debts due by directors or other officers & staffs		-	-
Debts due from companies under same management		171,683,818	142,849,674
Maximum debt due by directors or officers & staffs at any time		-	-
		-	-

All the debts are considered good as it has been made through letter of credit.

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
8.00 Advances, Deposits & Pre-Payments :			
	This is made-up as follows:		
	a) Advance-		
	Advance against Income tax (Note: 8.01)	49,980,458	34,863,669
	Advance against Purchases	312,697,696	195,108,542
	Advance against Land Purchase	123,337,500	123,337,500
	Advance against Land Development	9,227,119	9,227,119
	Advance against L/C Margin	203,194,707	488,866,791
	Advance to Employee	840,211	255,334
	Advance against Loan Installment	2,288,130	2,288,130
	Advance against C&F agency & Others	910,070	368,860
		702,475,891	854,315,945
	b) Security Deposits-		
	Mymensingh PBS-2 for Electricity Connection	746,250	746,250
	BTCL for T & T Line Connection	18,000	18,000
	Titas Gas T & D Co.Ltd. for Gas Connection	6,320,415	6,320,415
	Bank Guarantee for Titas Gas Connection	11,195,415	11,195,415
		18,280,080	18,280,080
		720,755,971	872,596,025
8.01 Advance income tax:			
	Opening balance	34,863,669	23,702,769
	TDS on export proceeds realisation & interest	10,780,480	6,421,762
	TDS on FDR Interest Income	3,484,401	3,550,283
	TDS on Cars	401,000	1,188,855
	TDS on Import	450,909	
	Closing balance	49,980,458	34,863,669
8.01.A Disclosure as per Schedule-XI, Part -I, of The Companies Act, 1994			
	Maturity less than 6 months	702,475,891	854,315,945
	Maturity more than 6 months	18,280,080	18,280,080
		720,755,971	872,596,025
	Advance, deposits & prepayments considered good & secured	720,755,971	872,596,025
	Advance, deposit & prepayments considered Good without security		
	Advance, deposit & prepayments considered doubtful & bad		
	Advance, deposit & prepayments due by directors or other officers & staffs		
	Advance, deposit & prepayments due from companies under same management		
	Maximum advance due by directors or officers & staffs at any time		
		720,755,971	872,596,025
8.01.B Advance against Land Purchase:			
	Advance against land purchase (Land value for Tk. 67,062,500 & subsequent land development for Tk. 56,275,000) at Sreepur, Gazipur total amount of Tk 12,33,37,500		
9.00 Loan to Sister Concern			
	Temporary loan has been provided to the following		
	Aman Cement Mills Unit 2 Ltd	123,810,985	(11,464,430)
	Aman Jute Fibrous Ltd	79,615,000	79,615,000
	Anwara Mannan Textile Mills Ltd	86,762,736	183,928,900
	Aman Feed Ltd.	(1,500,000)	(1,500,000)
	Aman Cold Storage Ltd	37,045,000	37,045,000
	Akin Carrier Ltd	(104,785,527)	(116,906,668)
	Aman Food Limited.	26,578,411	20,785,161
	Aman Tex Ltd.	56,441,352	88,134,654
	Islam Brothers & Co.	(29,960,970)	-
		274,006,986	279,637,617
10.00 Cash and Cash Equivalents :			
	This is made-up as follows:		
	Cash in hand	1,170,580	1,814,777
	Cash at Banks	24,002,474	24,057,653
	FDR	734,788,000	735,985,000
		759,961,054	761,857,431

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
10.01	Details Break-up of cash at Bank is as follows :		
	IBBL, Ramna Branch- MDA 20501572500010007	235,743	10,174,238
	IBBL, Palton Br. 20502060100143306	2,808	3,521
	EXIM Bank Ltd. Mawna Br. 11100005232/0948	3,214	4,249
	EXIM Bank Ltd. Rajuk Br. 1311100014172	8,574	9,264
	IBBL, Uttara Br. 20502070100324409	24,702	29,754
	IBBL, Mawna Br. 20502960100017012	48,783	55,811
	IBBL, Ramna Br, 20501570100217900	1,096,089	100,665
	Prime Bank Ltd, Uttara Br. 12511060018178	1,256,598	1,740,088
	IBBL, Ramna Branch - MSND 20501570900005114	521,052	514,050
	ONE Bank Ltd., Motijheel Branch, 0200200180003	171,520	139,314
	Shahjalal Islami Bank Ltd, Dhaka Main Br., 40011100015366	46,549	46,894
	Bank Asia , Uttara Br. Islamic wing 50101000167	4,155	4,845
	Bank Al- Falah Ltd, Dhaka 12040623	29,254	30,174
	IBBL , Ramna, Dhaka FCAD ORQ 20501572800000211	646,237	79,264
	IBBL , Ramna, Dhaka FCAD EORQ 20501572100010003	91,688	135,992
	Pubali Bank, Principal Br, 355590143153	59,955	61,105
	Woori Bank, Uttara Branch 964001252	14,683	14,683
	Meghna Bank Ltd, Uttara Branch 111211100000001	193,759	129,992
	Meghna Bank Ltd, Uttara Branch (USD) 11017600000007	79,175	4,827,789
	Commercial Bank of Ceylon, Uttara Br 1806011188	3,091,516	719,807
	Al arafah Islami Bank Ltd , Uttara Br 171020069525	11,975,386	7,699
	City Bank Ltd, Principal Branch 2921399871001	2,456,242	2,456,242
	City Bank Ltd, Principal Branch (USD) 5121399871001	210,551	294,761
	City Bank Ltd, Principal Branch (EURO) 5121399871002	5,595	5,595
	Standard Bank Limited (Principal Br) 233011854	-	3,637
	First Security Islami Bank Ltd 10111100029143	3,096	4,363
	Agrani Bank limited 200017011845	1,725,550	2,463,855
		24,002,474	24,057,653.39
		734,788,000	735,985,000

10.02 Fixed Deposit:

Meghna Bank FDR A/C: 111225300000392

FDR	-	116,724,776
Add: Interest received	-	2,042,684
Available for collection	-	118,767,460
Less: TDS	-	(204,268)
Less: Excise duty	-	(40,000)
Less: Closed down by encashment	-	(118,523,192)
Closing Balance	-	-

Meghna Bank FDR A/C: 111225300000385

Opening Balance	-	207,349,431
Add:		
Add: Interest received	-	3,628,615
Available for collection	-	210,978,046
Less: TDS	-	(362,862)
Less: Excise duty	-	(40,000)
Less:	-	(210,575,185)
Closing Balance	-	-

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
	Meghna Bank FDR A/C: 111225300000395		
	Opening Balance	-	74,229,150
	Add:		
	Add: Interest received	-	1,299,010
	Available for collection	-	75,528,161
	Less: TDS	-	(129,901)
	Less: Excise duty	-	(40,000)
	Less:	-	(75,358,259.5)
	Closing Balance	-	-
	Al Arafah MTDR A/C: 0171310102322		
	Opening Balance	150,000,000	156,579,516
	Add:		
	Add: Interest received	5,621,441	12,018,634
	Available for collection	155,621,441	168,598,150
	Less: TDS	(562,144)	(1,201,863)
	Less: Excise duty	(40,000)	(40,000)
	Less: Interest Transferred to CD A/C	(5,019,297)	(17,356,287)
	Closing Balance	150,000,000	150,000,000
	Commercial bank of Cylon FDR A/C: 380600010330		
	Opening Balance	200,000,000	200,000,000
	Add:		
	Add: Interest received	6,436,944	9,863,889
	Available for collection	206,436,944	209,863,889
	Less: TDS	(643,694)	(986,389)
	Less: Excise duty	-	-
	Less: Transferred to CD A/C	(5,793,250)	(8,877,500)
	Closing Balance	200,000,000	200,000,000
	First security Islami bank FDR A/C: 010124300113217		
	Opening Balance	203,150,000	200,000,000
	Add: Interest received	11,992,432	3,500,000
	Available for collection	215,142,432	203,500,000
	Less: TDS	(1,199,243)	(350,000)
	Less: Excise duty	(40,000)	-
	Less: Transferred to CD A/C	(11,383,189)	-
	Closing Balance	202,520,000	203,150,000
	First security Islami bank FDR A/C: 010124300113218		
	Opening Balance	111,732,500	110,000,000
	Add: Interest received	6,595,838	1,925,000
	Available for collection	118,328,338	111,925,000
	Less: TDS	(659,584)	(192,500)
	Less: Excise duty	(40,000)	-
	Less: Transferred to CD A/C	(6,242,754)	-
	Closing Balance	111,386,000	111,732,500
	First security Islami bank FDR A/C: 010124300113233		
	Opening Balance	71,102,500	70,000,000
	Add: Interest received	4,197,351	1,225,000
	Available for collection	75,299,851	71,225,000
	Less: TDS	(419,735)	(122,500)
	Less: Excise duty	(40,000)	-
	Less: Transferred to CD A/C	(3,958,116)	-
	Closing Balance	70,882,000	71,102,500
11.00	Share Capital - Paid up :		
	Share Capital represents the followings:		
	Authorized:		
	200,000,000 Ordinary Shares of Taka 10 each.	2,000,000,000	2,000,000,000
	Issued subscribed and fully paid up capital:		
	80,000,000 Ordinary shares of Taka 10 each.	800,000,000	800,000,000
	2,03,33,333 Ordinary Shares of Taka 10 each through Initial Public Opening	208,333,330	208,333,330
		1,008,333,330	1,008,333,330

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021

11.01 Share Holding Position :

Particulars of share holders and their share holding position is as under:

Name of the Shareholders	Number of Shares		%	Amount in Taka	
	30 June, 2022	30 June, 2021		June 30, 2022	June 30, 2021
Md. Rafiqul Islam	15,600,000	15,600,000	15.47%	156,000,000	156,000,000
Md. Shofiqul Islam	15,600,000	15,600,000	15.47%	156,000,000	156,000,000
Md. Toufiqul Islam	15,600,000	15,600,000	15.47%	156,000,000	156,000,000
Md. Toriqul Islam	22,800,000	22,800,000	22.61%	228,000,000	228,000,000
Aman Seed Storage Ltd.	3,200,000	3,200,000	3.17%	32,000,000	32,000,000
Ms. Mukta Islam	3,600,000	3,600,000	3.57%	36,000,000	36,000,000
Ms. Sajeda Islam	3,600,000	3,600,000	3.57%	36,000,000	36,000,000
Eligible investor	12,500,000	12,500,000	12.40%	125,000,000	125,000,000
General Public	8,333,333	8,333,333	8.26%	83,333,330	83,333,330
	100,833,333	100,833,333	100%	1,008,333,330	1,008,333,330

11.02 Classification of shares by holding :

Slabs by Number of Shares	Number of Shareholders		No. of Shares		Holding %
	30 June, 2022	30 June, 2021	30 June, 2022	30 June, 2021	
Less than 500	3890		748,145		0.74%
From 501 to 5,000	1700		2,230,950		2.21%
From 5,001 to 10,000	450		4,605,743		4.57%
From 10,001 to 20,000	310		3,385,234		3.36%
From 20,001 to 30,000	25		1,901,136		1.89%
From 30,001 to 40,000	15		1,341,825		1.33%
From 40,001 to 50,000	11		506,047		0.50%
From 50,001 to 1,00,000	10		2,043,612		2.03%
From 1,00,001 to 1,000,000	16		4,070,641		4.04%
Above 1,000,000	8		80,000,000		79.34%
	6435		100,833,333		100%

12.00 Share premium :

Eligible investors	375,000,000	375,000,000
General Public	216,666,658	216,666,658
IPO Expenses	(16,318,674)	(16,318,674)
	575,347,984	575,347,984

13.00 Retained Earnings :

Opening Balance	1,651,987,377	1,554,102,384
Less: Prior Year Adjustment	(3,836,293)	-
Add: Net profit after Tax during the year	76,411,658	125,918,326
Less: Dividend Payable	(30,836,666)	(28,033,333)
IPO Expenses	-	-
	1,693,726,075	1,651,987,377

14.00 Available for sale reserve :

Opening balance	86,500	(50,543)
Add. Addition during the year	(62,000)	137,043
	24,500	86,500
Adjustment for deferred tax on fair value of share	(2,450)	(8,650)
	22,050	77,850

15.00 Revaluation surplus :

Revaluation surplus made on Land and Land Development in the year 2013 by the approved enlisted valuer S.H.Khan & Co. Chartered Accountants. Details are shown as follows :

Fair Value/Market Value	464,338,000	464,338,000
Book Value	185,025,622	185,025,622
Revaluation surplus	279,312,378	279,312,378
Adjustment for deferred tax on revalued assets	(13,930,140)	(13,930,140)
	265,382,238	265,382,238

Adjustment for deferred tax on revaluation surplus of land has been calculated @ 3% on fair value or market value as per section 53H of the Income Tax Ordinance 1984.

Name of the Valuer : **S.H. KHAN & CO. Chartered Accountants.** Address: Raz Bhaban (1st floor), 29 Dilkusha C/A, Dhaka-1000. Date of Revaluation: 15 May, 2013

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021

16.00 Long Term Borrowings - Net of Current Maturity :

This represents amount payable to Union Capital Limited and Meghna Bank Limited.

16.01 Union Capital Limited

This is made up as follows:

Opening Balance	71,207,506	71,834,575
Add, Addition made during the year		
Add: Interest Charged during the year	10,638,536	9,472,931
	81,846,042	81,307,506
Less: Payment made during the year	(12,600,000)	(10,100,000)
Closing Balance at 30 June	69,246,042	71,207,506
Less: Current maturity transferred to current Liability	(38,836,180)	(2,932,875)
Balance after current maturity	30,409,862	68,274,631

16.02 Megna Bank Limited

This is made up as follows:

Opening Balance	390,053,392	382,110,505
Add: Addition During the Year	108,914,215	
Add: Loan deal structuring Fees	-	4,394,271
Add, Interest Charged during the year	42,123,319	3,548,616
	541,090,926	390,053,392
Less, Payment made during the year	(85,150,000)	-
Closing Balance at 30 June	455,940,926	390,053,392
Less: Current maturity transferred to current Liability	(69,586,291)	(5,522,111)
Balance after current maturity	386,354,635	384,531,281
Total Balance after Current Maturity at June 30	416,764,497	452,805,912

16.03	Name of Bank	Nature	Limit	Tenure	Interest rate (%)	Security
	Union Capital Ltd, 73 Sonargaon Road, Dhaka	Term Finance	100,000,000	36 Months	15%	175 Decimal Land
	Meghna Bank Ltd	Short term to Term loan through 1st time reschedulement		84 Months	9%	

17.00 Deferred Tax :

As at 30 June 2022	Carrying amount	Tax base	Taxable/ deductible temporary difference	
			June 30, 2022	June 30, 2021
Property, plant & equipments except land at cost	1,363,425,650	678,403,759	685,021,891	654,327,734
Accounts receivables	55,840,950	51,321,221	4,519,729	4,999,686
Cash & cash Equivalents	1,033,246	1,034,178	(931)	(90,320)
Investment in listed securities	150,000	125,500	24,500	86,500
Revaluation surplus-PPE-land	464,338,000	185,025,622	279,312,378	279,312,378
Total taxable temporary difference	1,884,787,846	915,910,280	968,877,567	938,635,977
Tax on business income			15%	15%
Regular tax			20%	23%
Tax on capital gain of share			10%	10%
Tax on capital gain on land			3%	3%
Closing deferred tax liabilities/(assets)-at cost			103,657,044	99,253,767
Closing deferred tax liabilities/(assets)-at fair value of securities			2,450	8,650
Closing deferred tax liabilities/(assets)-at revaluation			13,930,140	13,930,140
Total closing deferred tax liabilities/(assets)			117,589,634	113,192,557
Opening deferred tax liabilities/(assets)-at cost			99,253,767	97,490,717
Opening deferred tax liabilities/(assets)-at fair value of securities			8,650	(5,055)
Opening deferred tax liabilities/(assets)-at revaluation			13,930,140	13,930,140
Total opening deferred tax liabilities/(assets)			113,192,557	111,415,802
Deferred tax expense/(income)-at cost			4,403,277	1,763,050
Deferred tax expense/(income)-at fair value			(6,200)	13,705
Deferred tax expense/(income)-at revaluation			-	-
Total deferred tax expense/(income)			4,397,077	1,776,755

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021

18.00 Short Term Borrowings :

The following represents loan sanctioned by the Islami Bank Bangladesh Ltd, Ramna Branch, Dhaka, Meghna Bank Ltd, Uttara Branch, Dhaka and Standard Bank Ltd, Principal Branch, Dhaka to provide working capital of the company which is fully secured by hypothecation of inventory.

Short Term Loan from Various banks represents LTR, EDF , Mudaraba, CC etc

Islami Bank Ltd	1,031,033,613	1,334,673,391
Meghna Bank Ltd	144,145,142	114,802,459
Standard Bank Ltd	22,045,858	20,185,574
Agrani Bank Ltd	36,601,500	24,859,500
Margin loan for purchase of listed share from Shahjalal	(28,206)	(17,856)
	1,233,797,907	1,494,503,069

Total Balance

18.01 Details of the sanction are as under .

Name of Bank	Nature	Sanction Limit	Tenure	Interest rate	Security
Islami Bank Bangladesh Ltd., Ramna Br, Dhaka	BAI MURABAHA/TR/MPI/ MDB/MFCI	700,000,000	Below one year	9%	Inventory Hypothecation
Standard Bank Ltd, Principal Branch, Motijheel	CC-Hypo	20,000,000	Below one year	9%	
Meghna Bank Ltd, Uttara Branch	LTR EDF/UPAS	500,000,000	Below one year	9%	

19.00 Long Term Borrowings - Current Maturity (Note-16.02)

108,422,471

8,454,986

20.00 Accounts Payable :

Opening Balance	32,936,906	11,689,713
Add: Purchased & advanced during the year	1,442,713,763	1,631,792,486
Available for payment	1,475,650,670	1,643,482,199
Less: Payment made during the year	(1,463,406,796)	(1,610,545,292)
Balance as on June 30	12,243,874	32,936,906

There is no related party transaction except Aman Packaging Ltd and Aman Packaging & Accessories Ltd. for Packing Material Purchase. Detail have been shown in note no - 35.

21.00 Liabilities for Expenses & Others :

Gas Bill	17,706,544	19,007,003
Provision for Salary, Allowance & Festival Bonus	14,598,054	10,155,693
Remuneration Payable	-	400,000
WPPF Payable	81,949,104	76,730,559
TDS & VAT Payable	959,365	4,384,062
Audit & Professional fees Payable	207,000	105,000
Electricity	7,978	7,978
Office Rent	75,000	1,725,689
Board Meeting Fee Payable	302,750	212,750
IPO Fund (Refundable)	1,258,443	1,343,349
Excess Mobile Bill	2,427	-
Transport expense	3,402,476	3,840,875
Liabilities for C & F costs	(1,939,829)	(3,944,016)
Liabilities for Membership Fees	-	240,000
Media	118,992	-
Others	(3,896,655)	(6,845,830)
Interest expense payable (as per BRPD circular-17, dt 10.06.20)	2,486,740	2,486,740
Insurance & others	459,144	431,807
	117,697,534	110,281,660

22.00 Unclaimed Dividend Account

Opening Balance	43,059,504	35,732,273
Add: Cash dividend declared during the period	27,142,332	7,327,231
Less: Paid during the period	(48,129,533)	-
	22,072,303	43,059,504

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
23.00	Provision for tax :		
	Opening Balance	106,612,178	84,767,988
	Add -Provision for the year	23,555,963	21,844,190
	Total Liability	130,168,141	106,612,178
	Less: Adjustment during the year	(50,000,000)	-
	Total Tax Liability	80,168,141	106,612,178
24.00	Net Asset Value (NAV) :		
	NAV per share with revaluation :		
	Shareholders' Equity including revaluation surplus	3,542,811,677	3,501,128,779
	Number of ordinary shares outstanding	100,833,333	100,833,333
	Net Asset Value (NAV) per Share	35.14	34.72
	NAV per share without revaluation :		
	Shareholders' Equity excluding revaluation surplus	3,277,429,439	3,235,746,541
	Number of ordinary shares outstanding	100,833,333	100,833,333
	Net Asset Value (NAV) per Share	32.50	32.09
	Par Value of Share	10.00	10.00
25.00	Net Operating Cash Flow Per Share (NOCFPS):		
	Net Cash Generated from Operating Activities	332,246,161	(525,070,386)
	Number of ordinary shares outstanding	100,833,333	100,833,333
	Net Operating Cash Flow Per Share (NOCFPS)	3.30	(5.21)

26.00 Statement of Cash Flows :

Statement of Cash Flows have been prepared in accordance with IAS 7 " Statement of Cash Flows " and the cash flow from the operating activities are shown under direct method as prescribed. Reconciliation of net profit with cash flows from operating activities :

Net profit after Tax	76,411,658	125,918,326
Depreciation	55,226,949	52,568,884
Inventories	(448,434,469)	(419,259,422)
Accounts & other receivable	445,291,571	(403,553,834)
Advance deposit prepayments	167,058,114	(158,376,502)
Accounts payable	(20,693,033)	21,247,194
Liabilities for exp and others	2,197,329	10,141,389
Unclaimed Dividend Account		
Deferred tax	4,403,277	1,763,050
Provision for Tax	23,555,963	21,844,190
Finance cost	93,077,000	233,588,268
Translation Gain/ (Loss) on Accounts Receivable	(4,519,729)	(4,999,686)
Gain/(Loss) on import payment	(1,418,493)	(2,174,894)
Translation gain on cash	(931)	(90,320)
Dividend income	(10,800)	(2,405)
Income Tax Paid	(65,116,789)	(11,160,900)
WPPF	5,218,545	7,476,278
	332,246,161	(525,070,386)

SL No.	Particulars	Amount in Taka	
		2021-2022	2020-2021
27.00 Sales :			
	Carded-Yarn	1,187,021,134	826,997,658
	Combed -Yarn	478,245,279	797,749,144
		1,665,266,413	1,624,746,802
	Quany in MT-		
	Carded-Yarn	3,740	2,702
	Combed -Yarn	1,330	2,726
		5,070	5,428
28.00 Cost of Sales :			
	Raw materials consumption [Note-28.01]	1,691,303,789	1,245,021,978
	Packing materials consumption [Note- 28.03]	15,101,350	13,498,177
	Factory Overhead [Note-28.05]	308,122,271	277,401,114
	Prime Cost	2,014,527,410	1,535,921,270
	Opening WIP [Note-6.02]	46,264,051	31,678,922
	Closing WIP [Note-6.02]	(31,106,404)	(46,264,051)
	Cost of production	2,029,685,056	1,521,336,141
	Opening finished goods [Note-6.01]	327,612,469	103,275,835
	Closing Finished goods [Note 6.01]	(873,430,210)	(327,612,469)
	Free Sample Distribution	(1,940,266)	
	Cost of Sales	1,481,927,049	1,296,999,507
28.01 Raw Materials Consumption :			
	Opening Balance [Note-6.03]	956,376,431	807,071,886
	Purchase during the year [Note-28.02]	1,603,509,160	1,394,326,523
	Available for use	2,559,885,591	2,201,398,409
	Closing Balance [Note-6.03]	(868,581,802)	(956,376,431)
		1,691,303,789	1,245,021,978
28.02 Raw Materials Purchase :			
	Value in [Taka]		
	Raw Cotton	1,603,509,160	1,394,326,523
		1,603,509,160	1,394,326,523
	Quantity in [MT]		
	Raw Cotton	7,186	8,630
		7,186	8,630
28.03 Packing Materials Consumption :			
	Opening Balance [Note-6.04]	4,205,340	4,531,931
	Purchase during the year [28.04]	12,459,377	13,171,586
	Available for use	16,664,716	17,703,517
	Closing Balance [Note-6.04]	(1,563,367)	(4,205,340)
		15,101,350	13,498,177
28.04 Packing Materials Purchase :			
	Value inTaka-		
	CONE	7,946,006	9,585,521
	Poly Bag	1,272,700	794,300
	WPP Bag	2,382,000	2,153,684
	Sticker	589,538	354,249
	Others	269,133	283,832
		12,459,377	13,171,586
	Quantity in Pcs & Kgs-		
	CONE (pcs.)	2,497,793	3,550,193
	Poly Bag(kg.)	7,150	4,462
	WPP Bag (Kg.)	110,500	82,834
	Sticker (pcs.)	1,157,275	3,542,485

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
28.05	Factory Overhead :		
	Wages & allowances	61,883,626	51,282,101
	Salary and allowances	15,395,909	12,601,935
	Repair & Maintenance	691,522	4,375,468
	Spare Parts	53,015,754	29,869,851
	Fuel & Lubricants	9,624,675	7,011,940
	Chemical used	1,916,091	1,673,130
	Electricity	96,126	95,836
	Gas Bill	110,633,711	115,034,896
	Insurance & Others	59,820	2,454,345
	Printing & Stationary	428,973	177,698
	Conveyance Bill - Factory	182,000	18,630
	Electrical Maintenance- Accessories	-	665,879
	Entertainment- Factory	312,716	212,175
	Gardening/Farming Expenses	248,008	-
	Medical & Welfare	12,668	-
	Fire & Sefty- Accessories & Expenses	-	14,800
	Food allowance- Factory	619,639	1,259,822
	Miscellaneous Expenses	95,769	-
	Carriage Inwards	346,617	652,168
	Cleaning & Sanitation Expenses (FO)	93,045	60,000
	Depreciation	52,465,602	49,940,440
		308,122,271	277,401,114

29.00 Administrative Expenses :

	Salary and Allowances	9,456,823	11,689,246
	Directors Remuneration	2,400,000	4,800,000
	Board meeting fees	125,000	212,750
	Office Rent	981,000	981,000
	Certificate Expenses	1,056,712	565,085
	Festival Bonus - HO	746,500	2,509,625
	Internet Bill	24,000	54,210
	Fax and Mobile Exp	56,324	62,524
	Postage and Courier	132,244	31,350
	Entertainment & Ifter Bill	143,031	109,406
	Local Conveyance	167,875	203,636
	Stationery	200,418	281,536
	Office Supplies	32,031	17,385
	Gardening	-	3,570
	Fuel, Oil and Lubricants	1,237,195	518,975
	Fees, Forms and Renewals	3,083,937	3,161,594
	Misc. Expenses	288,650	10,710
	Tours & Travels	999,623	532,926
	Donation & Gift	194,800	-
	Medical Expenses	-	3,121
	Audit Fees	172,500	172,500
	Professional fees	2,483,350	1,852,650
	Service Charge	49,150	-
	Excise duty	328,650	310,000
	Repair & Maintenance	940,810	-
	Depreciation	2,761,347	2,628,444
	Advertise & Publicity Expenses	6,915,439	3,486,735
	AGM Expenses	231,000	571,320
	Legal Expenses	396,000	1,714,440
	Interest Expenses on DPS	-	54,114
		35,604,409	36,538,852

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021

30.00 Selling and Distribution Expenses :

Carriage Outward	36,972	59,502
Advertisement	924,805	394,135
Sample Expenses	1,940,266	-
Commercial Expenses	13,825	9,700
Delivery Expenses	121,875	145,670
L/C Advising Charges	214,830	196,050
BTMA certificate	267,710	210,960
CU certificate (TC)	381,644	-
L/C Realisation Charges	4,529,978	3,576,085
Sales Commission	514,021	133,866
Import L/C Expenses	-	41,762
	8,945,927	4,767,730

31.00 Financial Expenses :

Financial expenses on bank & others (note-31.01)	121,911,144	237,784,528
Interest charged on Loan to sister concern	(25,256,644)	(49,215,818)
Interest income on FDR lien credit facilities to sister concern	(3,577,500)	(4,196,260)
	93,077,000	184,372,449

31.01 Financial expenses on bank & others

Interest on Term Loan	52,761,855	115,727,340
Interest on Short Term Loan	44,724,528	90,458,198
Bank Charges	1,218,892	3,121,476
FC Fluctuation Charges	23,205,869	(1,736,564)
Financial Charges	-	16,304,413
Interest on Bill Purchase	-	2,716,577
Interest on EDF Loan	-	11,193,089
	121,911,144	237,784,528

32.00 Non Operating Income :

This is arrived at as follows:

Interest on FDR	34,844,007	35,502,832
Translation Gain/ (Loss) on Cash & Cash Equivalents (notes-32.02)	(931)	(90,320)
Misc. Income	6,873,896	3,023,231
Gain/(Loss) on import payment	(1,418,493)	2,174,894
Dividend Income	10,800	2,405
Transaction Gain/ (Loss) (notes-32.01)	19,048,408	9,320,852
Translation Gain/ (Loss) on Accounts Receivable (notes-32.02)	4,519,729	4,999,686
	63,877,415	54,933,579

32.01 Transaction Foreign Exchange Gain/(Loss) upon realization :

Particulars	Actual realized/ setteled Amount	Realized/setteled as per Book	Total (2021-2022)	Total (2020- 2021)
Accounts Receivables	2,162,960,265	2,143,911,857	19,048,408	
Accounts Receivables	1,288,925,584	1,279,604,732		9,320,852
				9,320,852

32.02 Translation Foreign Exchange Gain/ (Loss)

Particulars	Monetary Assets in USD as per Bank Statement	BDT as on June 30, 2022 @ 85	BDT as per Books of Accounts	Gain/(Loss) in Taka (2021-2022)	Gain/(Loss) in Taka (2020-2021)
Accounts Receivables	\$ 656,952.35	55,840,950	51,321,221	4,519,729	4,999,686
Cash & Cash Equivalents	\$ 12,090.01	1,027,651	1,028,582	(931)	(90,587)
Cash & Cash Equivalents	€ 55.47	5,595	5,595	-	267
				4,518,798	4,909,365

SL No.	Particulars	Amount in Taka	
		June 30,2022	June 30,2021
33.00	Current Tax :		
	Net Profit Before Tax	104,370,898	149,525,566
	Accounting Depreciation	55,226,949	52,568,884
	Unrealized Foreign Exchange Gain/(Loss)	(4,518,798)	(4,909,365)
	Other Income	(60,777,110)	(12,346,488)
	Tax Depreciation	(85,921,106)	(65,094,044)
	Taxable Business Income	8,380,833	119,744,552
	A) Regular Tax :		
	Tax on taxable business income	10,780,480	17,961,683
	Tax on other income	12,773,323	3,882,026
	Tax on dividend income	2,160	481
		23,555,963	21,844,190
	B) Minimum Tax :		
	(i) the minimum tax under sub-section (2); or	9,991,598	4,061,867
	(ii) the minimum tax under sub-section (4).	2,241,277	2,168,268
	Minimum tax	12,232,875	6,230,135
	Tax liabilities (Higher of A & B)	23,555,963	21,844,190
34.00	Earnings Per Share :	0.76	1.25
34.01	Basic Earnings per share :		
	Net Profit after tax on core Business	76,411,658	125,918,326
	Weighted Average No. of Shares	100,833,333	100,833,333
	Basic Earnings Per Share	0.76	1.25
34.02	Diluted Earnings per share :		
	Profit after tax	76,411,658	125,918,326
	Total existing number of shares	100,833,333	100,833,333
	Diluted Earnings per share	0.76	1.25

35.00 Contingent liabilities & Capital Commitments :

- a) There is no claim against the company not acknowledged as debt.
b) There is no un-availed credit facilities, other than those in the normal course of business, available to the company as on 30 June, 2021

c) The Income Tax related to the Assessment year 2012-2013, 2013-2014, 2014-2015, 2015-2016 & 2016-2017, 2017-2018, 2018-2019, 2019-2020 & 2020-2021 against the DCT Assesment order is under Appeal Reference with the Tax Authority. As such no additional Tax provision in respect of above year has been made in this year.

Assessment Year	Amount	Remark
2012-2013	2,081,524	Ref. file
2013-2014	33,807,652	Ref. file
2014-2015	-	
2015-2016	2,200,282	
2016-2017	-	
2017-2018	24,053,290	
2018-2019	41,278,237	
2019-2020	12,359,433	
2020-2021	2,683,738	
2021-2022		
2022-2023		Not yet submitted

- d) Capital Commitments under the head advance against land purchase at Sreepur, Gazipur for Tk 12,33,37,500.00 represents the following:

Name of Party	Date of Registered	Deed no.	DCM	Total Advance as on June 30, 2022	Total Advance as on June 30, 2021
	Baina				
Islam Brothers	29.06.2016	8750	277.5	108,275,000	108,275,000
Anwara Mannan Textile Mills Ltd	29.06.2016	8751	38.75	15,062,500	15,062,500
Total			316.25	123,337,500	123,337,500

36.00 Related Party Disclosure :

The party is related to the company if the party cast significant influence over the subject matters and also holding the controlling power of the management affairs of the company and any transaction made during the year with the party related therewith is termed as related party transaction as per IAS-24 "Related Party Disclosure". During the year under audit related party transactions were made that which has influenced the company's business. The details of related party transactions during the year along with the relationship is illustrated below in accordance of IAS 24 :

Name of the Party	Relationship with the Company	Nature of transaction	June 30,2022	June 30, 2021
			Transacted amount in BDT	Transacted amount in BDT
Md. Rafiqul Islam	MD & Shareholder	Board Meeting Fee	20,000	34,500
		Remuneration	2,400,000	4,800,000
Md. Shofiqul Islam	Director & Shareholder	Board Meeting Fee	20,000	34,500
Md. Toufiqul Islam	Director & Shareholder	Board Meeting Fee	20,000	34,500
Md.Toriqul Islam	Director & Shareholder	Board Meeting Fee	20,000	34,500
Md. Rabiul Haque	Nominated Director	Board Meeting Fee	20,000	34,500
Md. Iftikhar-Uz-Zaman	Independent Director	Board Meeting Fee	5,000	5,750
Md. Mizanur Rahman	Independent Director	Board Meeting Fee	20,000	34,500
Aman Group	Common Director	Office Rent	981,000	981,000
Aman Tex Ltd.	Common Director	Sales	1,272,094,858	747,488,668
		Receivables	(44,350,038)	49,784,722
Aman Packaging & Accessories Ltd	Common Director	Purchase	1,272,700	596,300
		Payable	2,942,145	4,669,445
Aman Packaging Ltd	Common Director	Purchase	1,872,000	1,911,078
		Payable	2,919,236	2,247,236
Anwara Mannan Textile Mills Ltd	Common Director	Loan	86,762,736	183,928,900
		Interest Receivable	99,279,781	86,575,861
Aman Cement Mills unit-2 Ltd	Common Director	Loan	123,810,985	(11,464,430)
		Interest Receivable	37,013,589	30,295,666
Aman Jute Fibrous Ltd	Common Director	Loan	79,615,000	79,615,000
		Interest Receivable	22,299,199	15,153,480
Aman Feed Ltd.	Common Director	Loan from	1,500,000	1,500,000
		Interest Payable	530,750	395,750
Aman Cold Storage Ltd	Common Director	Loan	37,045,000	37,045,000
		Interest Receivable	7,066,865	3,732,815
Akin Carrier Ltd	Common Director	Loan from	104,785,527	116,906,668
		Interest Payable/ (Receivable)	20,386,619	10,660,857
Aman Food Limited.	Common Director	Loan	26,578,411	20,785,161
		Interest Receivable	4,005,524	1,893,849
Aman Tex Ltd.	Common Director	Loan	56,441,352	88,134,654
		Interest Receivable	18,578,261	12,058,350
Islam Brothers & Co.	Common Director	Loan from	29,960,970	-
		Interest Payable	3,415,792	-

37.00 Disclosure of Managerial Remuneration :

37.01 Total amount of remuneration paid to directors during the year is as follows:

Particulars			June 30, 2022	June 30, 2021
Name	Designation	Nature of transaction	Transacted amount in BDT	Transacted amount in BDT
Md. Rafiqul Islam	MD & Shareholder	Board Meeting Fees	20,000	34,500
Md. Shofiqul Islam	Director & Shareholder	Board Meeting Fees	20,000	34,500
Md. Toufiqul Islam	Director & Shareholder	Board Meeting Fees	20,000	34,500
Md.Toriqul Islam	Director & Shareholder	Board Meeting Fees	20,000	34,500
Md. Rabiul Haque	Nominated Director	Board Meeting Fees	20,000	34,500
Md. Iftikhar-Uz-Zaman	Independent Director	Board Meeting Fees	5,000	5,750
Md. Mizanur Rahman	Independent Director	Board Meeting Fees	20,000	34,500
Total			125,000	212,750

37.02 The total amount of remuneration paid to the top five salaried officers of the company in the accounting year is as follows :

Name	Designation	June 30, 2022	June 30, 2021
Md. Rafiqul Islam	Managing Director	2,400,000	4,800,000
Md. Mamun-Ur- Rashid Choudhury	CFO	4,080,000	1,530,000
Md. Shafiullah	Executive Director - Factory	780,000	3,216,000
Md. Nazrul Ahsan	DGM - Maintenance & Utility	1,500,000	1,500,000
Mohammad Kamrul Hasan	AGM - Finance & Accounts	1,430,000	-
Total		10,190,000	11,046,000

37.03 Aggregate amount of remuneration paid to all directors and Officers during the Financial year is as follows :

Particulars	Nature of Payment	June 30, 2022	June 30, 2021
Directors	Board meeting Fee	125,000	212,750
Directors	Remuneration	2,400,000	4,800,000
Officers & Executives	Salary, Bonus & Other allowaces	24,852,732	24,291,181
Total		27,377,732	29,303,931

38.00 General :

38.01 Audit Fee :

Audit fee of Tk. 172,500 only represents the audit fee inclusive of VAT.

38.02 Employee long term benefit :

The Company has no Gratuity Fund & PF scheme as yet as such no provision has been made in the financial statement.

38.03 Capacity of Production :

Particulars	June 30, 2022	June 30, 2021
Licensed Capacity in Metric Ton	6,780	6,780
Installed Capacity in Metric Ton	6,780	6,780
Utilized Capacity in Metric Ton	6,511	6,262
Percentage of Capacity Utilized	96.03%	92.36%

38.04 Number of Employees :

Salary Range (Monthly)	Officers & Staffs		Worker (Permanent)	Total
	Head Office	Factory		
Not less than Taka 5,300/-	16	69	564	649
Less than Taka 5,300/-	-	-	24	24
Total	16	69	588	673

38.05 Events after the Reporting Period:

As per IAS -10 "Event after the Reporting Period" are those events favorable and unfavorable, that occur between the end of the reporting year and the date when the financial statement are authorized for issue. Two types of event can be identified:

Those that provide evidence of conditions that existed at the end of the reporting year (adjusting events after reporting date); and

Those that are indicative of conditions that arose after the reporting year (Non-adjusting events after balance sheet date).

Subsequent to the Statement of Financial Position date, the Board of Directors in their meeting held on October 27, 2022 recommended 10% cash dividend to the general Shareholders excluding sponsors directors shareholders of the company for the year ended June 30, 2022. The dividend will be paid subject to the shareholders approval at the forthcoming Annual General Meeting.

38.06 There is no interest capitalized during the year.

39.00 WPPF :

As per Bangladesh Labor Law 2006 and Bangladesh labor (Amendment) Act 2013,WPPF has been calculated @ 5% of net profit after charge the WPPF before Income Tax.

40.00 Disclosure as per requirement of schedule XI, part II, para 8 of Company Act 1994

Disclosure requirement of schedule XI, part II, para 8 (b & d) of Company Act 1994 CIF Value of Raw Cotton, Spare Parts, Packing Materials and Capital Machinery (BDT) and Consumption.

Particulars	Local Purchase	Import	Total	Consumed	% of Consumption
Raw Cotton	-	1,603,509,160	1,603,509,160	1,691,303,789	96.13
Spare Parts	18,697,788	42,528,942	61,226,730	53,015,754	3.01
Packing Materials	12,459,377	-	12,459,377	15,101,350	0.86
Capital Machinery	-	-	-	-	-
Total	31,157,165	1,646,038,103	1,677,195,267	1,759,420,893	100

In the period under review the company did not remit any amount as dividend, technical know how, royalty, professional consultation fees, interest and other matters either its shareholders or others.

FOB Value of Export:

The FOB value of export for the year ended June 30, 2022 is as follows:

Particulars	In Foreign Currency \$	In BDT
Export	\$ 19,628,006	1,665,266,413

AMAN COTTON FIBROUS LIMITED
Schedule of Property, Plant & Equipment
As at June 30, 2022

ASSET ITEMS	C O S T				Rate	D E P R E C I A T I O N				Written down value as on 30.06.2022
	Balance as at 01.07.2021	Additions	Disposals/adjustments/transfer	Balance as at 30.06.2022		Balance as at 01.07.2021	Charged During the Year	Disposals/adjustments	Balance as at 30.06.2022	
Land & Land Development	198,733,695	-	-	198,733,695	-	-	-	-	198,733,695	
Building & Civil Construction	1,432,215,710	-	-	1,432,215,710	2.5%	31,460,342	-	205,262,381	1,226,953,329	
Plant & Machinery	1,353,036,524	-	-	1,353,036,524	15%	22,560,684	-	1,225,192,651	127,843,873	
Electrical Installation	13,388,299	-	-	13,388,299	10%	454,021	-	9,302,108	4,086,191	
Electrical Equipment	5,148,326	-	-	5,148,326	10%	136,107	-	3,923,364	1,224,962	
Gas Line Installation	2,805,322	-	-	2,805,322	10%	57,493	-	2,287,882	517,440	
Fire Equipment	2,286,100	-	-	2,286,100	15%	20,005	-	2,172,737	113,363	
Vehicle	19,794,494	-	-	19,794,494	20%	347,980	-	18,402,575	1,391,919	
Office Equipment	1,088,717	-	-	1,088,717	10%	21,330	-	896,745	191,972	
Computer & IT Equipment	1,961,360	105,600	-	2,066,960	20%	83,657	-	1,732,332	334,628	
Furniture & Fixture	4,250,475	-	-	4,250,475	10%	85,330	-	3,482,502	767,973	
Balance as on 30.06.2022 (a)	3,034,709,022	105,600	-	3,034,814,622		55,226,949	-	1,472,655,277	1,562,159,345	

(b) REVALUATION :

ASSET ITEMS	C O S T				Rate	D E P R E C I A T I O N				Written down value as on 30.06.2022
	Balance as at 01.07.2021	Additions	Disposals/adjustments/transfer	Balance as at 30.06.2022		Balance as at 01.07.2021	Charged During the Year	Disposals/adjustments	Balance as at 30.06.2022	
Land & Land Development	279,312,378	-	-	279,312,378	-	-	-	-	279,312,378	
Balance as on 30.06.2022 (b)	279,312,378	-	-	279,312,378		-	-	-	279,312,378	

C.Total (a+b)

Balance as on 30.06.2022 (a+b)	3,314,021,400	105,600	-	3,314,127,000	-	1,417,428,328	55,226,949	-	1,472,655,277	1,841,471,723
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Allocation of Depreciation	Ratio	June 30,2022
Manufacturing	95%	52,465,602
Non Manufacturing	5%	2,761,347
		55,226,949

AMAN COTTON FIBROUS LIMITED
Annexure of Property, Plant & Equipment
As at June 30, 2021

ASSET ITEMS	C O S T				Rate	D E P R E C I A T I O N				Written down value as on 30.06.2021
	Balance as at 01.07.2020	Additions	Disposals/adjustments/transfer	Balance as at 30.06.2021		Balance as at 01.07.2020	Charged During the Year	Disposals/adjustments	Balance as at 30.06.2021	
Land & Land Development	198,733,695	-	-	198,733,695	-	-	-	-	-	198,733,695
Building & Civil Construction	1,135,235,068	296,980,642	-	1,432,215,710	2.5%	24,652,129	-	173,802,039	-	1,258,413,671
Plant & Machinery	1,353,036,524	-	-	1,353,036,524	15%	26,541,981	-	1,202,631,967	-	150,404,557
Electrical Installation	13,388,299	-	-	13,388,299	10%	504,468	-	8,848,087	-	4,540,212
Electrical Equipment	5,148,326	-	-	5,148,326	10%	151,230	-	3,787,257	-	1,361,069
Gas Line Installation	2,805,322	-	-	2,805,322	10%	63,882	-	2,230,389	-	574,933
Fire Equipment	2,286,100	-	-	2,286,100	15%	23,536	-	2,152,732	-	133,368
Vehicle	19,794,494	-	-	19,794,494	20%	434,975	-	18,054,595	-	1,739,899
Office Equipment	1,088,717	-	-	1,088,717	10%	23,700	-	875,415	-	213,302
Computer & IT Equipment	1,838,660	122,700	-	1,961,360	20%	78,171	-	1,648,675	-	312,685
Furniture & Fixture	4,250,475	-	-	4,250,475	10%	94,812	-	3,397,172	-	853,303
Balance as on 30.06.2021 (a)	2,737,605,680	297,103,342	-	3,034,709,022		52,568,884	-	1,417,428,328	-	1,617,280,694

(b) REVALUATION :

ASSET ITEMS	C O S T				Rate	D E P R E C I A T I O N				Written down value as on 30.06.2021
	Balance as at 01.07.2020	Additions	Disposals/adjustments/transfer	Balance as at 30.06.2021		Balance as at 01.07.2020	Charged During the Year	Disposals/adjustments	Balance as at 30.06.2021	
Land & Land Development	279,312,378	-	-	279,312,378	-	-	-	-	-	279,312,378
Balance as on 30.06.2021 (b)	279,312,378	-	-	279,312,378		-	-	-	-	279,312,378

C.Total (a+b)

Balance as on 30.06.2021 (a+b)	3,016,918,058	297,103,342	-	3,314,021,400	-	52,568,884	-	1,417,428,328	-	1,896,593,072
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Allocation of Depreciation	Ratio	June 30, 2021
Manufacturing	95%	49,940,440
Non Manufacturing	5%	2,628,444
		<u>52,568,884</u>

AMAN COTTON FIBROUS LTD.
Statement of Inventory Movement
For the year ended June 30, 2022

ANNEXURE - B
Quantity in MT

FINISHED GOODS :

Items	Opening Balance as at 01.07.2021			Production during the year			Sales during the year			Closing Balance as at 30.06.2022		
	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value
Yarn-Carded	507	228,407	115,829,678	4,943	305,018	1,507,773,083	3,740	317,414	1,187,021,134	1,711	305,018	521,791,799
Yarn-Combed	819	258,587	211,782,791	1,567	332,997	521,911,973	1,330	359,492	478,245,279	1,056	332,997	351,638,411
Total	1,326	247,046	327,612,469	6,511	313,753	2,029,685,057	5,070	328,455	1,665,266,413	2,767	315,697	873,430,210

WORK-IN-PROCESS :

Quantity in MT

Items	Opening Balance as at 01.07.2021			Production during the year			Transferred to Production			Closing Balance as at 30.06.2022		
	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value
Yarn-Carded	97	226,352	21,880,411	4,929	306,560	1,511,166,145	4,943	305,018	1,507,773,083	83	305,018	25,273,473
Yarn-Combed	95	256,532	24,383,639	1,490	337,876	503,361,265	1,567	332,997	521,911,973	18	332,997	5,832,931
Total	192	241,315	46,264,051	6,419	313,828	2,014,527,410	6,511	311,753	2,029,685,057	100	309,900	31,106,404

RAW MATERIALS :

Quantity in MT

Items	Opening Balance as at 01.07.2021			Purchase during the year			Issued to production			Closing Balance as at 30.06.2022		
	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value
Raw Cotton	6,078	157,342	956,376,431	7,186	223,156	1,603,509,160	8,763	192,996	1,691,303,789	4,501	192,996	868,581,802
Total	6,078	157,342	956,376,431	7,186	223,156	1,603,509,160	8,763	192,996	1,691,303,789	4,501	192,996	868,581,802

PACKING MATERIALS :

Quantity in Pcs.

Items	Opening Balance as at 01.07.2021			Purchase during the year			Consumption during the year			Closing Balance as at 30.06.2022		
	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value
CONE	645,622	2.70	1,743,189	2,497,793	3.18	7,946,006	3,125,062	3.08	9,632,624	18,353	3.08	56,571
Poly Bag (kg)	5,762	178.00	1,025,635	7,150	178.00	1,272,700	9,470	178.00	1,685,640	3,442	178.00	612,696
WPP Bag	36,896	26.00	959,296	110,500	21.56	2,382,000	130,211	22.67	2,951,730	17,185	22.67	389,566
Sticker	4,772,193	0.10	477,219	1,157,275	0.51	589,538	3,125,062	0.18	562,223	2,804,406	0.18	504,534
Others	-	-	-	-	-	269,133	-	-	269,133	-	-	-
Total	5,460,473	-	4,205,340	-	-	12,459,377	-	-	15,101,350	-	-	1,563,367

OTHER MATERIALS :

Items	Opening Balance as at 01.07.2021			Purchase during the year			Consumption during the year			Closing Balance as at 30.06.2022		
	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value	Qty.	Rate	Value
Spare Parts	-	-	44,804,777	-	-	61,226,730	-	-	53,015,753.70	-	-	53,015,754

Aman Cotton Fibrous Limited.

Registered Office: Bairagichala, Sreepur, Gazipur, Bangladesh
Corporate Office: 2 Ishakha Avenue, Sector-6, Uttara, Dhaka-1230

Notice of the 17th Annual General Meeting

Notice is hereby given that the 17th Annual General Meeting of Aman Cotton Fibrous Ltd. will be held on Monday, 26th December, 2022 at 12.15 pm at the Digital Platform to transact the following businesses:

AGENDA

1. Consideration and adoption of the Directors' Report and the Audited Financial Statements of the Company for the year ended 30th June 2022 together with the Auditors' Report thereon.
2. Declaration of Dividend for the year ended 30th June 2022 as recommended by the Board of Directors.
3. Retire/Re-election of Directors.
4. Appointment of Statutory Auditors and fixation of their remuneration.
5. Appointment of Corporate Governance Auditors and fixation their remuneration.
6. To transact any other business with the permission of chair.

Date: Dhaka,
20th November, 2022

By order of the Board of Directors
Sd/-
Shariful Islam, CMA(Inter)
Company Secretary

Notes:

1. Members whose names appeared on the Members/Depository Register as on 'Record Date' i.e. Monday, November 17, 2022 are eligible to attend the 17th Annual General Meeting (AGM) and entitled to receive the dividend,
2. Pursuant to the Bangladesh Securities and Exchange Commission's Order No. SEC/SRMIC/94-231/25 dated 08 July 2020, the AGM will be conducted via live webcast by using digital platform.
3. The Members will be able to submit their questions/comments and vote electronically 24 hours before commencement of the AGM and during the AGM. For logging in to the system, the Members need to put their 16-digit Beneficial Owner(BO) ID number and other credential as proof of their identity by visiting the link <https://amancotton.bdvirtualagm.com>
4. Pursuant to the Bangladesh Securities and Exchange Commission (BSEC) Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018, the soft copy of the Annual Report 2021-2022 is being sent to the email addresses of the Members available in their Beneficial Owner (BO) accounts maintained with the Depository. The Members are requested to update their email addresses through their respective Depository Participant (DP). The softcopy of the Annual Report 2021-2022 will also be available on the Company's website at: www.amancotton.com
5. Aman Cotton Fibrous Limited is concerned about the environment and utilizes natural resources in a sustainable way. We request the members to update their respective BO Account with 12 Digit e-TIN, Bank Account, Mailing Address and Contact Number through their respective Depository Participant (DP) for quicker and easier communication. Such cooperation will help conserve paper and minimize the impact on the environment.
6. The 'Proxy Form', duly filled and stamped at Tk. 20 must be deposited at the Company's Share Office located at 2 Ishakha Avenue, Sector – 6, Uttara, Dhaka-1230 not later than 72 hours before commencement of the AGM.
7. The concerned Brokerage Houses/DPs are requested to provide us the statement (both of hard copy & soft copy) with details of their margin loan holders entitled to Dividend for the year ended on 30 June 2022. The statement should include Shareholders Name, BOID Number, Client-wise shareholding position, contact person etc.
8. No Gift or entertainment will be provided as per the BSEC Notification No. SEC/CMRRCD/2009-193/154 dated 24th October, 2013.

AMAN COTTON FIBROUS LIMITED

Registered Office: Bairagichala, Sreepur, Gazipur, Bangladesh
Corporate Office: 2 Ishakha Avenue, Sector-6, Uttara, Dhaka-1230

PROXY FORM

Shareholders BO A/C No.	No. of Shares held

I/We.....of(Addresses).....

..... being shareholder(s) of Aman Cotton Fibrous Limited hereby appoint ofas my/ our proxy to attend and vote for me/us and on my/our behalf at the 17th Annual General Meeting to be held on Monday the 26th December 2022 at 12.15p.m. at the digital Plat form and any adjournment thereof and the poll may be taken in consequence thereof.

As witness my/our hand this..... day of 2022.

(Signature of the Proxy)

BO Account No.

Revenue
Stamp

(Signature of the Shareholder)

Note: The proxy form duly completed must be deposited at the Company's Corporate Office not later than 48 hours before the time fixed for the meeting, otherwise the proxy form will not be accepted.

Authorized Signature

Aman Cotton Fibrous Limited

Signature Verified

AMAN COTTON FIBROUS LIMITED

SHAREHOLDERS' ATTENDANCE SLIP

I/We hereby record my/our presence at the 17th Annual General Meeting of the Company on 26th December 2022 at 12.15 pm at the digital platform.

Name of Shareholder/Proxy.....

BO Account No..... holding of Ordinary shares of Aman Cotton Fibrous Limited.

Signature of Shareholder(s)

N.B.

1. Please note that AGM can only be attended by the honorable shareholder or properly constituted proxy.
2. Please present this slip at the Reception Desk.



AMAN COTTON FIBROUS LIMITED

CORPORATE OFFICE : 2 Ishakha Avenue, Sector: 6, Uttara, Dhaka-1230. **Tel :** +880-2-48961691-3, 09612613000.

REGISTERED OFFICE : Bairagirchala, Sreepur, Gazipur-1740, **Phone :** +880 681 920 0870