

“পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। জেনে ও বুঝে বিনিয়োগ করুন।”

“Investment in capital market involves certain degree of risks. The investors are required to read the Prospectus and risk factors carefully, assess their own financial Conditions and risk-taking ability before making their investment decisions.”

“পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। বিনিয়োগকারীগণ প্রোসপেক্টাস পড়ে এবং ঝুঁকির বিষয়গুলি সতর্কতার সাথে অনুধাবন করে নিজ নিজ আর্থিক অবস্থা ও ঝুঁকিগ্রহণ করার সক্ষমতা বিবেচনা করে বিনিয়োগ সিদ্ধান্ত গ্রহণ করবেন।”

Initial Public Offer (IPO) for 45,243,144 No. of Ordinary Shares, from which 22,621,544 No. of Ordinary Shares are reserved for Eligible Investors (EIs) at their own bid price and Quantity on highest to lowest bid basis in a descending order of individual bid price till exhaustion of the Quota for EI category at on or above the cut-off price Tk. 30.00 and remaining 22,621,600 No. of Ordinary Shares at a 10% discounted price from the cut-off price i.e. Tk. 27.00 per Shares for General Public including NRBs totaling Tk. 1,500,000,000.00.

Issue Date of Prospectus: 28th December, 2020
Opening Date for Subscription: 26th January, 2021
Closing Date for Subscription (Cut off Date): 01 February, 2021

PROSPECTUS

OF



Lub-rref (Bangladesh) Limited

B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block - A,
Sagarika Road, Chittagong - 4219, Bangladesh

MANAGER TO THE ISSUE



NRB Equity Management Limited

Al-Razi Complex, Suite# G-602, 603 (6th Floor) 166-167, Shaheed
Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh

CREDIT RATING STATUS

Credit rating by	Credit Rating Information and Services Limited (CRISL)	
Rating	Entity Rating	
	Long-term	Short term
	A	ST-3
Outlook	Stable	
Validity	17 February 2021 for long-term rating and short-term rating	

a) Preliminary Information and Declarations:

- i) Name(s), address(s), telephone number(s), web address(s), e-mail(s), fax number(s) and contact persons of the issuer, issue manager(s), underwriter(s), auditors, credit rating company and valuer, where applicable;

ISSUER COMPANY			
Name &Address	Contact person	Telephone & Fax Number, E-mail, Web Address	
Lub-rref (Bangladesh) Limited B-6 (Part) 9-10 & 23-24,BSCIC Industrial Estate, Block - A, Sagarika Road, Chittagong - 4219, Bangladesh	Mr. Mohammed Yousuf Managing Director	Tel: Head Office: +880243150035, & +88 02-43151995, Fax: +88-02-43151091, Dhaka Office: +88-02-55138710,Fax: +880243150036 E-mail: info@lub-rref.com Web: www.lub-rref.com	
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NRB Equity Management Limited Al-Razi Complex, Suite# G-602, 603 (6 th Floor) 166-167, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh	Mr. Md. Muslahuddin Chowdhury Chief Executive Officer	Tel: +88 02 9585326, Fax: +88 02 9585281 E-mail: ceo@nrbequity.com Web: www.nrbequity.com	
REGISTER TO THE ISSUE			
BetaOne Investments Limited Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh.	Mohammed Atiquzzaman Managing Director	Tel: +8802222283801, +8802222287371 Fax: +880248811448 Email: info@betaone.com.bd Web: www.betaone.com.bd	
UNDERWRITERS			
Name & Address	Contact Person	Contact Details	Amount Underwritten
Citizen Securities & Investment Limited Navana Tower (Level-19, Suite # 19/A), 45 Gulshan Avenue, Gulshan Circle-1, Dhaka- 1212, Bangladesh.	Farhad Uddin, FCMA Managing Director & CEO	Tel: +88-02-9514542, 9515439 Fax: +88-02-9570546 Email: ceo@citizenscurities.com Web: www.citizenscurities.com	12,215,664
BMSL Investment Limited Shareef Mansion (4th Floor) 56-57, Motijheel C-A, Dhaka-1000, Bangladesh	Mr. Md. Riyad Matin Managing Director	Tel: +88-02-9577651 Fax: +88-02- 4717218 E-mail: ssi@dhaka.net Web: www.bmslinvestment.com	12,215,664
UNICAP Investments Limited Noor Tower (4 th Floor) 73, Sonargaon Road Dhaka-1205, Bangladesh	Salamul Latif Chowdhury Chief Executive Officer	Tel: +88-02-9632161-66 Fax: +88-02-9632163 E-mail: mahdi@unicap-investments.com Web: unicap-investments.com	12,215,664
Southeast Bank Capital Services Limited Eunoos Trade Centre (Level-9), 52-53 Dilkusha C.A. , Dhaka-1000, Bangladesh	Air Cdre (Retd) Md. Abu Bakar, FCA Managing Director	Tel: +88-02-9574171-75 Fax: +88-02-9574169 E- mail: sebscl@southeastbank.com.bd Web: www.southeastbank.com.bd	81,437,778
BLI Capital Limited Rupayan Trade Centre (10 th Floor), 114 Kazi Nazrul Islam Avenue, Banglamotor, Dhaka-1000, bangladesh	Md. Israil Hossin, ACS Managing Director	Tel: +880241030061, 41030062, 41030063, 41030064, 41030065, Fax: Nil E-mail: blicapltd@gmail.com Web: www.blicapitaltd.com	36,646,992
NBL Capital & Equity Management Ltd. Printers Building (8th Floor), 5 Rajuk Avenue, Dhaka-1000, bangladesh.	Ms. Kamrun Naher Chief Executive Officer	Tel: 02-47118816, 02-47118807, 02-47119353, 02-47118782, 02-47118805, 02-47118782, Fax: +88-02-7118840 E-mail: cemdnblbd.com Web: www.nblceml.com	12,215,664

Name & Address	Contact Person	Contact Details	Amount Underwritten
BetaOne Investments Limited Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh.	Mohammed Atiquzzaman Managing Director	Tel: +8802222283801, +8802222287371 Fax: +880248811448 Email: info@betaone.com.bd Web: www.betaone.com.bd	12,215,664
NRB Equity Management Ltd. Al-Razi Complex, Suite# G- 602, 603 (6 th Floor) 166-167, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh	Mr. Md. Muslahuddin Chowdhury Chief Executive Officer	Tel: +88 02 9585326, Fax: +88 02 9585281, E-mail: ceo@nrbequity.com Web: www.nrbequity.com	34,611,030
AUDITOR			
Auditor	Contact person	Telephone & fax number, e-mail, web address	
Ashraf Uddin & Co. Chartered Accountants, 142/B Green Road (3 rd & 4 th Floor), Dhaka-1215, Bangladesh	Md. Mohiuddin Ahmed, FCA, CFC, Partner	Tel:+88029116183, +88029554301, +88029124650, Fax:+88029565767 Web: www.aucbd.com E-mail: info@aucbd.com	
CREDIT RATING COMPANY			
Credit Rating Information and Services Limited (CRISL)	Md. Tawheed Anwar AVP & Head of Operation Email: tawheed@crisl.org	Tel: +8802-9530991-4 Fax: +8802-9530995 E-mail:crisldhk@crislbd.com Web: www.crislbd.com	
VALUER			
Ahmad & Akhtar, Chartered Accountants, BCIC Bhaban (3 rd Floor), 30-31, Dilkusha C/A, Dhaka-1000, Bangladesh	Kanchi Lal Das, FCA Principal Ahmad & Akhtar Chartered Accountants	Tel: +88 02 9561289, 9570299 Fax: +88 02 9564366 E-mail: aacano120@gmail.com aacags125@gmail.com Web:www.aacabd.org	
PRONAYAN, Architects, Engineers, Interior Designers, Builders, Planners & Management Consultants	Sohail M Shakoor Principal Architect & CEO	Pronayon, Sabdar Ali Rd, Chittagong Phone: 031-716066	

(ii) "A person interested to get a prospectus may obtain from the issuer, and the issue manager (s);"

(iii) "If you have any query about this document, you may consult the issuer, issue manager and underwriter".

"এই প্রোসপেক্টাসে বর্ণিত তথ্য সম্পর্কিত যে কোন জিজ্ঞাসা আপনি প্রতিষ্ঠানটির উল্লিখিত ইস্যুয়ার, ইস্যু ব্যবস্থাপক এবং অবলেখকের সাথে যোগাযোগ করে জেনে নিতে পারেন।"

(IV) "CONSENT OF THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION HAS BEEN OBTAINED TO THE ISSUE-OFFER OF THESE SECURITIES UNDER THE SECURITIES AND EXCHANGE ORDINANCE, 1969, AND THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION (PUBLIC ISSUE) RULES, 2015. IT MUST BE DISTINCTLY UNDERSTOOD THAT IN GIVING THIS CONSENT THE COMMISSION DOES NOT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL SOUNDNESS OF THE ISSUER COMPANY, ANY OF ITS PROJECTS OR THE ISSUE PRICE OF ITS SECURITIES OR FOR THE CORRECTNESS OF ANY OF THE STATEMENTS MADE OR OPINION EXPRESSED WITH REGARD TO THEM. SUCH RESPONSIBILITY LIES WITH THE ISSUER, ITS DIRECTORS, CHIEF EXECUTIVE OFFICER, MANAGING DIRECTOR, CHIEF FINANCIAL OFFICER, COMPANY SECRETARY, ISSUE MANAGER, ISSUE MANAGER'S CHIEF EXECUTIVE OFFICER, MANAGING DIRECTOR, UNDERWRITERS, AUDITOR(S), VALUER AND/OR CREDIT RATING COMPANY (IF ANY)."

(V) 'Risks in relation to the First Issue'

"This being the first issue of the issuer, there has been no formal market for the securities of the issuer. The face value of the securities is Tk. 10.00 (ten) and the issue price is Tk. 27.00 (twenty Seven), i.e. 2.7 times' of the face value. The issue price has been determined and justified by the issuer and the issue manager or bidding by the eligible investors as stated under the paragraph on "justification of issue price" should not be taken to be indicative of the market price of the securities after listing. No assurance can be given regarding active or sustained trading of the securities or the price after listing."

(VI) 'General Risk'

"Investment in securities involves a degree of risk and investors should not invest any funds in this offer unless they can afford to take the risk of losing their investment. Investors are advised to read the risk factors carefully before taking an investment decision in this offer. For taking an investment decision, investors must rely on their own examination of the issuer and the offer including the risks involved. The securities have not been recommended by the Bangladesh Securities and Exchange Commission (BSEC) nor does BSEC guarantee the accuracy or adequacy of this document. Specific attention of investors is invited to the statement of 'risk factors' given on page number(s) - 173

(VII) 'Lub-Rref (Bangladesh) Limited's Absolute Responsibility'

"The issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this Prospectus contains all material information with regard to the issuer and the issue, that the information contained in the Prospectus are true, fair and correct in all material aspects and are not misleading in any respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which make this document as a whole or any of such information or the expression of any such opinions or intentions misleading in any material respect."

b) Availability of Prospectus:

- i) Names, addresses, telephone numbers, fax numbers, website addresses and e-mail addresses and names of contact persons of the institutions where the Prospectus and abridged version of Prospectus are available in hard and soft forms.

The Prospectus of Lub-rref (Bangladesh) Limited is available in hard and soft forms at the following address:

ISSUER COMPANY		
Name & Address	Contact person	Telephone & Fax Number, E-mail, Web Address
Lub-rref (Bangladesh) Limited B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block - A, Sagarika Road, Chittagong - 4219, Bangladesh	Mr. Mohammed Yousuf Managing Director	Tel: +880243150035, 2770036 & +88 02-43151995, Fax: +8802 43150036 E-mail: info@lub-rref.com Web: www.lub-rref.com

ISSUE MANAGER		
Name & Address	Contact Person	Telephone & Fax Number, E-mail, Web Address
NRB Equity Management Ltd. Al-Razi Complex, Suite# G-602,603 (6 th Floor) 166-167, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000.	Mr.Md. Muslahuddin Chowdhury Chief Executive Officer	Tel: +88 02 9585326 Fax: +88 02 9585281 E-mail: ceo@nrbequity.com Web: www.nrbequity.com

REGISTRAR TO THE ISSUE		
Name & Address	Contact Person	Telephone & Fax Number, E-mail, Web Address
BetaOne Investments Limited Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh.	Mohammed Atiquzzaman Managing Director	Tel: +8802222283801, +8802222287371 Fax: +880248811448 Email: info@betaone.com.bd Web: www.betaone.com.bd

Prospectus is also available on the websites of Lub-rref (Bangladesh) Limited (www.lub-rref.com), NRB Equity Management Ltd. (www.nrbequity.com), BSEC (www.sec.gov.bd) DSE (www.dsebd.org), CSE (www.csebd.com) and Public Reference Room of the Bangladesh Securities and Exchange Commission (BSEC) for reading and studying.

ii) Name and dates of Newspaper where Abridged Version of Prospectus was published:

Sl. No	Name of the Newspaper	Date of Publication
Bengali Newspapers		
1	Daily Jugantor	28 th December, 2020
2	Daily ShareBiz	28 th December, 2020
English Newspapers		
1	Daily Financial Express	28 th December, 2020
2	Daily Business Standard	28 th December, 2020

iii) Definitions and acronyms or elaborations

Unless the context otherwise indicates, requires or implies, the following terms shall have the meanings set forth below in this Prospectus. References to statutes, rules, regulations, guidelines and policies will be deemed to include all amendments and modifications notified thereto.

ACRONYMS	ELABORATIONS
AGM	Annual General Meeting
ADDITIVES	One of the ingredients for lubricating oil preparation which called performance chemicals
API SC-CC	Engine Oil Performance Level
ASTM	American Society for Testing and Materials
ALLOTMENT	Unless the context otherwise requires, the allotment of Ordinary shares pursuant to the issue to Allotted.
ALLOTTED	Persons to whom ordinary shares of Lub-rref will be allotted
BAS	Bangladesh Accounting Standards
BFRS	Bangladesh Financial Reporting Standards
BSEC	Bangladesh Securities and Exchange Commission
BDT/TK/Taka	Bangladeshi Taka
BPC	Bangladesh Petroleum Corporation
BSTI	Bangladesh Standards and Testing Institution
BO A/C	Beneficiary Owner Account or Depository Account
CDBL	Central Depository Bangladesh Limited
CIB	Credit Information Bureau
CERTIFICATE	Share Certificate
COMMISSION	Bangladesh Securities and Exchange Commission
COMPANIES ACT	Companies Act, 1994 (Act. No. XVIII of 1994)
COMPANY	Lub-rref (Bangladesh) Limited
CSE	Chittagong Stock Exchange Limited
DSE	Dhaka Stock Exchange Limited
CRISL	Credit Rating Information and Services Limited
DGA	A Lab Test namely Dissolved Gas Analysis
Eis	Eligible Investor
EUR	Euro
EXCHANGES	Stock Exchanges
EPS	Earnings per Share
FC Account	Foreign Currency Account
FY	Financial Year
GoB	Government of Bangladesh
GBP	Great Britain Pound
HSD	High Sulfur Diesel
HSFO	High Sulfur Furnace Oil
IPO	Initial Public Offering
ISO	International Organization for Standardization
ISSUER	Lub-rref (Bangladesh) Limited
ISSUE MANAGER	NRB Equity Management Limited
LOBP	Lube Oil Blending Plant
IAS	International Accounting Standards
LUB-RREF	Lub-rref (Bangladesh) Limited
LRBDL	Lub-rref (Bangladesh) Limited
NAV	Net Asset Value
NOAC	A Test Name of Lubricating Oil which is called NOAC Volatility
NBR	National Board of Revenue
NRB	Non-Resident Bangladeshi
OEM	Original Equipment Manufacturer
OFFERING PRICE	The price of the shares of Lub-rref (Bangladesh) Limited being offered

ACRONYMS	ELABORATIONS
PER	Price Earnings Ratio
QC	Quality Control
RJSC	Registrar of Joint Stock Companies & Firms
RULES	Bangladesh Securities and Exchange Commission (Public Issue) Rules,2015 (Amended)
REGISTERED OFFICE	Head Office of Lub-rref (Bangladesh) Limited
R&D	Research and Development
BSEC	Bangladesh Securities and Exchange Commission
SECURITIES - SHARES	Shares of Lub-rref (Bangladesh) Limited
SPONSORS	The Sponsor Shareholders of Lub-rref (Bangladesh) Limited
STD ACCOUNT	Short Term Deposit Account
STOCKHOLDERS	Shareholders
SUBSCRIPTION	Application Money
STOCK EXCHANGES	Unless the context requires otherwise, refers to, the Dhaka Stock Exchange Limited (DSE) & Chittagong Stock Exchange Limited (CSE) where Ordinary Shares of the Company will be listed.
TGA	A Lab Test namely Thermo Gravimetric Analysis
USD	United States Dollar
VAT	Value Added Tax
WPPF	Worker's Profit Participation Fund

TABLE OF CONTENTS

CHAPTER NO.	PARTICULARS	PAGE NO.
CHAPTER I	EXECUTIVE SUMMARY	11-19
	(a) About the industry	12
	(b) About the Issuer	14
	(c) Financial Information	15
	(d) Features of the issue and its objects	16
	(e) Legal and other Information	16
	(f) Promoters' background	17
	(g) Capital structure and history of capital raising	18
	(h) Summary of Valuation Report of securities	19
CHAPTER II	CONDITIONS IMPOSED BY THE COMMISSION IN THE CONSENT LETTER	20
CHAPTER III	DECLARATION AND DUE DILIGENCE CERTIFICATES	26
Annexure-A	Declaration about the responsibility of the Director(s), including the CEO of Lub-rref (BD) Ltd. in respect of Prospectus.	27
Annexure-B	Due Diligence Certificate of the Managers to the Issue	28
Annexure-C	Due Diligence Certificate of the Underwriter(s)	29-36
CHAPTER IV	ABOUT THE ISSUER	37
	(a) Name of the issuer, dates of incorporation and commencement of its commercial operations, its logo, addresses of its registered office, other offices and plants, telephone number, fax number, contact person, website address and e-mail address;	38
	(b) The names of the sponsors and directors of the issuer;	38
	(c) The name, logo and address of the auditors and registrar to the issue, along with their telephone numbers, fax numbers, contact persons, website and e-mail addresses;	39
	(d) The name(s) of the stock exchanges where the specified securities are proposed to be listed.	39
CHAPTER V	CORPORATE DIRECTORY OF THE ISSUER	40
CHAPTER VI	DESCRIPTION OF THE ISSUER	43
	(a) Summary	44
	(b) General Information	47
	(c) Capital Structure	55
	(d) Description of the Business	59
	(e) Description of Property	70
	(f) Plan of Operation and Discussion of Financial Condition	95
CHAPTER VII	MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION	113
	a) Overview of business and strategies	114
	b) SWOT analysis	116
	c) Analysis of the financial statements of last five years	117
	d) Known trends demands, commitments, events or uncertainties that are likely to have an effect on the company's business	118
	e) Trends or expected fluctuations in liquidity	118
	f) Off-balance sheet arrangements	118
CHAPTER VIII	DIRECTORS AND OFFICERS	119
	(a) Name, Father's name, age, residential address, educational qualification, experience and position of each of the directors of the company and any person nominated or represented to be a director;	120
	(b) The date on which he first became a director and the date on which his current term of office shall expire.	120
	(c) Director has any type of interest in other businesses, names and types of business of such organizations;	120

CHAPTER NO.	PARTICULARS	PAGE NO.
	(d) Statement of if any of the directors of the issuer are associated with the securities market in any manner;	121
	(e) Any family relationship (father, mother, spouse, brother, sister, son, daughter, spouse's father, spouse's mother, spouse's brother, spouse's sister) among the directors and top five officers;	121
	(f) A very brief description of other businesses of the directors;	121
	(g) Short bio-data of each director;	121
	(h) Loan status of the issuer, its directors and shareholders who hold 5% or more shares in the paid-up capital of the issuer in terms of the CIB Report of Bangladesh Bank;	123
	(i) Name with position, educational qualification, age, date of joining the company, overall experience (in the year), previous employment, salary paid for the financial year of the Chief Executive Officer, Managing Director, Chief Financial Officer, Company Secretary, Advisers, Consultants and all Departmental Heads;	124
	(j) Changes in the key management persons during the last three years;	125
	(k) A profile of the sponsors including their names, father's names, age, personal addresses, educational qualifications, and experiences in the business, positions or posts held in the past, directorship held, other ventures of each sponsor and present position.	125
	(l) If the present directors are not the sponsors and control of the issuer was acquired within five years immediately preceding the date of filing prospectus details regarding the acquisition of control, date of acquisition, terms of the acquisition, consideration paid for such acquisition etc.	125
	(m) If the sponsors or directors do not have experience in the proposed line of business, the fact explaining how the proposed activities would be carried out or managed;	125
	(n) The interest of the key management persons;	126
	(o) All interests and facilities enjoyed by a director, whether pecuniary or non-pecuniary;	126
	(p) Number of shares held and percentage of shareholding (pre-issue);	126
	(q) Change on the board of directors during the last three years;	127
	(r) Director's engagement with similar business;	127
CHAPTER IX	CERTAIN RELATIONSHIPS AND RELATED TRANSACTIONS	128
CHAPTER X	EXECUTIVE COMPENSATION	131
	(a) The total amount of remuneration or salary or perquisites paid to the top five salaried officers of the issuer in the last accounting year and the name and designation of each such officer.	132
	(b) The aggregate amount of remuneration paid to all directors and officers as a group during the last accounting year.	132
	(c) If any shareholder director received any monthly salary or prerequisite or benefit it must be mentioned along with the date of approval in AGM or EGM, terms thereof and payments made during the last accounting year.	132
	(d) The board meeting attendance fees received by the director including the managing director along with the date of approval in AGM or EGM.	132
	(e) Any contract with any director or officer providing for the payment of future compensation.	132
	(f) If the issuer intends to substantially increase the remuneration paid to its directors and officers in the current year, appropriate information regarding thereto.	132
	(g) Any other benefit or facility provided to the above persons during The last accounting year.	132
CHAPTER XI	OPTIONS GRANTED TO DIRECTORS, OFFICERS AND EMPLOYEES	133
CHAPTER XII	THE TRANSACTION WITH THE DIRECTORS AND SUBSCRIBERS TO THE MEMORANDUM	135

CHAPTER NO.	PARTICULARS	PAGE NO.
	(a) The names of the directors and subscribers to the memorandum, the nature and amount of anything of value received or to be received by the issuer from the above persons, or by the said persons, directly or indirectly, from the issuer during the last five years along with the description of assets, services or other consideration received or to be received.	135
	(b) If any assets were acquired or to be acquired from the aforesaid persons, the amount paid for such assets and the method used to determine the price shall be mentioned in the prospectus, and if the assets were acquired by the said persons within five years prior to transfer those to the issuer, the acquisition cost thereof paid by them.	135
CHAPTER XIII	OWNERSHIP OF THE COMPANY'S SECURITIES:	137
	(a) The names, addresses, BO ID Number of all shareholders of the company before IPO, indicating a number of securities owned and the percentage of the securities represented by such ownership, in tabular form;	138
	(b) There shall also be a table showing the name and address, age, experience, BO ID Number, TIN number, numbers of shares held including percentage, a position held in other companies of all the directors before the public issue;	143
	(c) The average cost of acquisition of equity shares by the directors certified by the auditors;	143
	(d) A detail description of capital built up in respect of shareholding (Name-wise) of the issuer's sponsors or directors. In this connection, a statement to be included:-	144
	(e) Detail of shares issued by the company at a price lower than the issue price;	145
	(f) History of significant (5% or more) changes in ownership of securities from inception.	146
CHAPTER XIV	CORPORATE GOVERNANCE	147
CHAPTER XV	VALUATION REPORT OF SECURITIES PREPARED BY THE ISSUE MANAGER	161
CHAPTER XVI	DEBT SECURITIES	165
CHAPTER XVII	PARTIES INVOLVED AND THEIR RESPONSIBILITIES, AS APPLICABLE	167
CHAPTER XVIII	MATERIAL CONTRACTS	169
CHAPTER XIX	LITIGATIONS, FINE OR PENALTY	171
CHAPTER XX	RISK FACTORS AND MANAGEMENT'S PERCEPTIONS ABOUT THE RISKS	173
CHAPTER XXI	DESCRIPTION OF THE ISSUE	183
CHAPTER XXII	USE OF PROCEEDS	192
CHAPTER XXIII	LOCK-IN	202
CHAPTER XXIV	MARKETS FOR THE SECURITIES BEING OFFERED	206
CHAPTER XXV	DESCRIPTION OF SECURITIES OUTSTANDING OR BEING OFFERED	208
CHAPTER XXVI	FINANCIAL STATEMENTS	210
CHAPTER XXVII	CREDIT RATING REPORT	272
CHAPTER XXVIII	PUBLIC ISSUE APPLICATION PROCEDURE	290
CHAPTER XXIX	OTHERS	295

CHAPTER-I

EXECUTIVE SUMMARY

(a) About the Industry:

The global lubricant market is expected to register a CAGR of 2.18% during the forecast period, 2018-2023. One of the major factors driving the growth of the global market is the growing automotive production Asia-Pacific and Europe, especially in countries, such as India, the United Kingdom, Italy, France, and Indonesia. Additionally, the growing demand for and usage of high-performance lubricants (owing to their better and improved properties, such as reduced flammability, reduced gear wear, and increased service life), is also driving the growth of the market, as the aforementioned properties, make these lubricants suitable for high-temperature applications. Lubricants are majorly used in the industrial sector for the proper functioning of machines. They are also used in an automobile for smooth functioning and longevity of engines and other components. Lubricants are available in liquid, semi-fluid, or solid state, and possess various characteristics, such as, high viscosity index, high level of thermal stability, low freezing point, and high boiling point, all of which help to reduce friction between surfaces of machine parts and the rate of wear, without compromising operational efficiency. The increase of total demand of global lubricants demands mainly expected from the region of India & Asia – Pacific. In particular, the consumption in this region is expected to be increased by about 10% during 2015-2017. The Asian share in total global consumption of lubricants is expected to range around 43% in 2017. Asia-Pacific is the fastest growing lubricants market, at a cumulative annual growth rate (CAGR) of 3.0% (approx.) between 2014 and 2019. Asia-Pacific, Middle East & Africa regions are expected to drive the lubricants raw materials market in the recent future. These markets together accounted for around 51.0% of the total market. The growing automotive sector and industrial production have led to an enhanced demand for lubricants. The motor vehicles, Power and the Marine sector in these regions have a high share in the lubricants market.

Asia's emerging markets Bangladesh including Vietnam, Indonesia, India and the China market is the largest for lubricants comprising more than 56.0% of the total Asia-Pacific market. The market in China for lubricants is estimated to grow at a higher rate in the next five years due to increasing industrial activities in the country. On the other hand India became 5th largest energy consuming country. It surpassed the top lubricants market, the U.S. in the recent past and is projected to continue to dominate the lubricants market. The North American and Western Europe market has reached its mature stage, and hence, will register a sluggish growth. The top companies in the lubricants in the global market are Exxon Mobil, Shell, BP, Total, Conoco Philips and ELF-Fina. In this sector, they are being called seven sisters united as they are dominating players and fixing the price at their will globally. As result lubricants and allied products remain always high priced for the lower and middle-income regions like Africa, Indian Sub-continent, China and the Asia Pacific. In context to the above, Lub-rref (Bangladesh) Ltd. has taken initiative to break the seven sister's domination in Bangladesh by setting up a world class lubricants manufacturing industry with the Brand Name "BNO Lubricants". Considering local & International Market, under the "BNO Lubricants" brand Lub-rref (Bangladesh) Ltd. has also reached the brink of acquiring Original Equipment Manufacturers (OEM'S) approval from the world most prestigious equipment manufacturer like BMW, Volvo, Scania & Wartsila etc. In this process, we already acquired ISO 9001:2015, ISOQAR 9001:2015, ISO-IEC 17025:2005, ISO EMS 14001:2015 & OHSAS 18001:2007 which is duly conducted by another world-renowned certification Body DNV-GL amply proving our competency to penetrate in the world lubricants market.

CERTIFICATIONS:

Lub-rref (Bangladesh) Limited has the following certifications:

Germanischer Lloyds Class for Product Certification;

- ISO 9001: 2015, ISOQAR 9001: 2015 (Quality Management System);
- ISO 14001:2015 (Management System);
- OHSAS ISO 18001:2007 (Management System);

BAB (Bangladesh Accreditation Board)

- ISO-IEC 17025:2005 (Lab Management System);

Moreover, the export of petroleum products from the country was so long impeded by a general restriction which has been recently waived up at our approaches by the Tariff Commission. Matter to be mentioned here, by the Petroleum Act-1974 it was completely banned to the private sector for marketing, distribution, import and export any kind of petroleum product. We are first company who put all of our efforts to open the export permission, as like earlier at mid-80s as a first company we put our efforts to open the Lube Oil industry for Private Sector. Our efforts in these regards make us able to setting up of a world-class lubricants industry and export to Nepal, Myanmar and Eastern provinces of India for the first time ever in Bangladesh history. The total demand of Lubricants in Bangladesh is 120,000 metric tons per Annum.

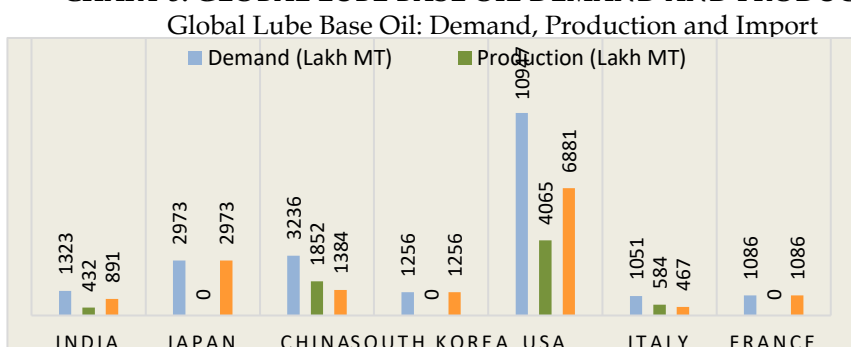
It is estimated that the sector-wise yearly consumptions of lubricants in Bangladesh- for Automotive Sector 65 %, Industrial sector 30% and Marine & others 5%. It has been observed that, around 85% of total demand is supplied by Seven Sisters and other foreign brands. As such there is an ample opportunity to replace the foreign brand by a national brand “BNO Lubricants” in the greater interest of local industries in Bangladesh. In persuasion to the same, last couple of decades, the management of Lub-rref (Bangladesh) Ltd. has put utmost efforts for acquiring Advanced Technology and Technical Know-How, Manpower Development, setting up of a R& D Laboratory etc. Furthermore, in order to reduce foreign dependency on import of base fluid for Lubricants Lub-rref (Bangladesh) Ltd. has also taken initiative to set up State-Of-The-Art Base Oil Refinery which will fulfill local demand and make the country export lead one, the first time in the history of this sector.

TABLE-1: DEMAND, PRODUCTION AND IMPORT QUANTITIES

NAME OF THE COUNTRY	DEMAND (LAKH MT)	PRODUCTION (LAKH MT)	IMPORT (LAKH MT)
BANGLADESH	1.2	0.16	1.04
INDIA	1323	432	891
JAPAN	2973	-	2973
CHINA	3236	1852	1384
SOUTH KOREA	1256	-	1256
USA	10947	4065	6881
ITALY	1051	584	467
FRANCE	1086	-	1086

The per capita income of Bangladesh has increased from \$1465 to \$1602 in 2017 accordingly the govt. of Bangladesh had set a target of GDP growth at 7%. The government has also set up a vision for becoming a middle-income country by 2021. As such the public and private investment in infrastructures and industries shall boost parallel to the GDP growth and lubricant demand simultaneously. In this juncture, Lub-rref (Bangladesh) Ltd would like to take the opportunity to serve the sector as well the country. The above chart shows that there is a considerable gap between the Demand of Lube Base Oil and Indigenous Production in Bangladesh.

CHART 3: GLOBAL LUBE BASE OIL DEMAND AND PRODUCTION GAP



Some countries in Asia-Pacific, Indian sub-continent, Europe and North America have differences between demand and their own resources of Lube Base Oil. Few African and Latin American countries are also carrying that gap. A most modern lubricants Manufacturer in Bangladesh, Lub-rref (Bangladesh) Limited is intending to explore those market as its future plan. Meeting up the domestic demand is one of the main missions of the company, so as Bangladesh can become self-sufficient in the manufacturing of Lubricants.

Sources of Information:

<https://www.mordorintelligence.com/industry-reports/lubricants-market-market>,
<http://www.marketsandmarkets.com-Market-Reportslubricant-additives-market-172993846.html>,
<http://www.bpc.gov.bd>, <http://www.bbs.gov.bd>, www.jaggeradvisory.com,
www.machinerylubricationindia.com, www.freedoniagroup.com

(b) About the Issuer

Lub-rref (Bangladesh) Limited is considered to be the most trusted & reliable national lubricants manufacturer and supplier of quality lubricants products in the Country, which facilitates and adds considerable value to its business processes in providing consistently high-quality products of international standards in the local market at a competitive price. In doing so the company shall endeavor to establish a loyal and mutually rewarding relationship with customers, employees, associates, and shareholders of the company. The company is an ISO 9001:2015, ISOQAR 9001:2015, ISO-IEC 17025:2005, ISO 14001:2015 & OHSAS 18001:2007 certified company and a regular participant in ASTM interlaboratory cross-check program always maintaining high ethical and international quality standards. 'Lub-rref (Bangladesh) Limited' was formed by its founder Managing Director Mr. Mohammed Yousuf with a reputation for integrity, quality craftsmanship, and excellence in management. The Company has experienced steady growth since its inception. It was incorporated on 18th November 2001 as a public Limited Company by shares registered under the Companies Act 1994 and commenced its commercial operation in the year 2006. The registered office of the company is located at B-6 (part), 9-10 & 23-24 BSCIC Industrial Estate, Block-A, Sagarika Road, Chittagong - 4219. The Corporate office established in "Rupayan Trade Centre", 7th Floor, 114, Kazi Nazrul Islam Avenue, Banglamotor, Dhaka-1000. With four decade's sound knowledge and expertise in the field of lubricants and greases Lub-rref (Bangladesh) is now reaching for greater achievements to add to its already remarkable success story with the vision is to become a pioneer in creating a greener alternative in the Lubrications industry. The company has adopted modern green technologies for growth and sustainability. The company import Base Oil and additives to blend lube oil of various formulations to cater to the needs of the automobile and industrial sectors. The company produces around 35 formulations in a modern and fully equipped plant with the help of a most modern laboratory which includes atomic absorption equipment and marketing products under the "BNO Lubricants" Brand. Lub-rref (Bangladesh) Ltd. has emerged as a leading lube formulation and blending company in Bangladesh despite facing immense challenges and competition from the international brands. In a very short time Lub-rref (Bangladesh) Limited has been able to secure a good market share. It has proved again and again that it can make Bangladesh self-sufficient and self-reliant in the lube processing sector and also garner into the international market with ease. However, the success was not just limited to the Bangladeshi market, within a very short period, "BNO Lubricants" products are being exported to Nepal. Its dedicated team works round the clock to export "BNO Lubricants" products to other regional markets are on, as well. Lub-rref has established a reputation for unmatched technical support and liaison with the end customers ensuring correct choice and applications of lubricants. The company also cares highly about the environment where they work and their lubricants industry are environment-friendly and generate no waste. The company has many future projects in the pipeline to be materialized soon. Some of the future projects are: - Base Oil Refinery, Tank Terminal along with a berth operating jetty, Bitumen plant, Hydrogen plant & Power plant. Its Base Oil Refinery will be the first 'state of the art' setup in Bangladesh. Through this, Bangladesh will enter into the world of Base Oil producing the map. This Oil Refinery project will save our environment and natural resources and also valuable foreign currency. It will further provide valuable employment opportunities to many and make workers proficient in handling with world class technology. This project will be 70,000 metric ton per annum of capacity, so overall it will reduce the dependency on imports and might, as well, export in the future. Another prominent development will be of the Tank Terminal. The company will develop and increase the national liquid base energy storage capacity and security. This project will be of 1,00,000 (one hundred thousand) metric ton of storage capacity. It will significantly reduce storage, import and transportation costs. This will be made based on the state of the art technology and setup considering the environment. The company will also be producing the first commercially producing hydrogen plant in Bangladesh. Develop a perennial source of hydrogen for the country. This will also be a state-of-the-art based technology. This will contribute significantly on GDP through valuable foreign currency. The company has so many projects in the pipeline and so many ambitious plans to make Bangladesh self-reliant and make Bangladesh a middle-income country by 2021. The Company is the first ever company in the country that simultaneously produces and markets virgin & Re-refined Base Oil based lubricating oil in the market despite enormous negative propaganda against Re-refined Oil. In the context of the economy and environment it is very clear that setting up a Re-refinery is necessary. Despite Re-refining industries being essential to the economy and environment, they are still not considered a priority sector. As a result this sector is facing immense hurdles. They are intending to handle this situation through different methods like - Adopting Modern Technology, provide awareness to clients about its benefits, Product quality and relying on national products than on international one. In addition to this, it is also necessary now, more than ever, to build a Re-refinery in Bangladesh because of the population density which is really high. Depending on natural gas can be unrealistic as it is a scarce resource and irreplaceable. So it is high time that we can cater to our own country's citizens and make Bangladesh self-reliant in the refinery sector.

Name of the Issuer	Lub-rref (Bangladesh) Limited
Date of Incorporation	November 18, 2001
Certificate for Commencement of Business	November 18, 2001
Date of Commercial Operation	December 18, 2006
The Logo of the Issuer	
Factory Location & Chittagong Sales Office	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
Registered Office, Other offices and plants	
Corporate Office	Rupayan Trade Center, Space # 5th (7th Floor), 114 Kazi Nazrul Islam Avenue, Dhaka-1000
Telephone Number	+88 02 43150035, +88 02-43151995
FAX Number	+88 02 43150036
Website & E-mail Address	www.lub-rref.com, info@lub-rref.com
Legal Status	Public limited Company by shares. An approved unit of Bangladesh Petroleum Corporation (BPC)
Production Facility	Lub Oil Blending and Refining
Site Storage Capacity	1500MT
Brand Name	BNO Lubricants
Authorized Capital	BDT 250 Crore
Paid-up Capital	BDT100 Crore
Face value of share	Tk. 10.00
Finished Product	Manufacture Engine Oil, Gear Lubricants, Hydraulic Oil, Transformer Oil, Grease, etc.
Board of Directors-Sponsors and Directors	1. Ms. Rubiya Nahar - Chairman 2. Mr. Mohammed Yousuf - Managing Director 3. Mr. Md. Salauddin Yousuf - Director 4. Ms. Dr. Israt Jahan -Director 5. Mr. Ahmed Hossain-Director (Representative of Companigonj Agro Industries Ltd) 6. Mr. Mohammad Ameer Faisal-Independent Director 7. Mr. Wahid Uddin Chowdhury- Independent Director
Chief Financial Officer	Mr. Md. Mofijur Rahaman
Company Secretary	Md.Moshihor Rahman ACS
Auditor's to the Company with Address	Ashraf Uddin & Co. Chartered Accountants 142/B Green Road, Dhaka-1215
Nature of business	The principal activities of the company are to manufacture Automotive, Industrial, Marine, Power House Lubricants, Lube Base oil Refining and Lubricating grease Blending.

(c) Financial Information

Major Financial information of Lub-rref (Bangladesh) Limited is as follows:

Particulars	For the year ended					
	Jun, 2019	Jun, 2018	Jun, 2017	Jun, 2016 (Half Year)	Dec, 2015	Dec, 2014
Revenues	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Gross Profit	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Net Profit Before Income Tax	300,744,151	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474
Net Profit after Income Tax	207,630,054	204,504,327	150,582,369	61,541,247	95,182,735	73,900,739
Total Assets*	5,047,329,655	4,651,117,053	3,842,689,795	3,096,340,079	2,861,561,722	2,529,652,300
Paid-up Capital	1,000,000,000	1,000,000,000	700,000,000	285,313,480	285,313,480	285,313,480
Retained Earnings*	1,137,317,888	922,191,708	709,358,351	553,262,794	488,837,290	387,297,744
No. of Shares	100,000,000	100,000,000	70,000,000	28,531,348	28,531,348	28,531,348
Face Value	10	10	10	10	10	10

Particulars	For the year ended					
	Jun, 2019	Jun, 2018	Jun, 2017	Jun, 2016 (Half Year)	Dec, 2015	Dec, 2014
NAV per share (with Valuation)	31.93	29.84	24.30	40.07	37.92	32.27
NAV per share (without Valuation)	25.96	23.81	20.13	29.39	27.13	23.57
Earnings per Share (Basic)	2.08	2.07	2.15	1.38	2.15	2.07
Earnings per Share (Diluted)	2.08	2.05	1.51	0.62	0.95	0.74

(d) Features of the Issue and its objects

Cut-off Price	Tk. 30.00
Public Offering Price	Tk. 27.00
Number of Shares to be Offered	45,243,144 No. of Shares
Total Issue Size	Tk. 1,500,000,000.00
Issue Manager	NRB Equity Management Limited
Register to the Issue	BetaOne Investments Limited
Objective of the Issue	Expansion of business activities through purchases of machinery and repayment of long term loans

(e) Legal and other Information

Lub-rref (Bangladesh) Limited was incorporated in Bangladesh on November 18, 2001 as a public limited company bearing registration number is C-No. 4172 of 2001 under the Companies Act, 1994 with the Registrar of Joint Stock Companies and Firms (RJSC) having its register office at Chittagong. The Company obtained all licenses from the respective regulatory bodies. The major legal information is given below:

Sl no	Name of Certificate /- license/ Registration/ NOC	License Issuer/Issuing Authority	Certificate / License No	Expiry Date	Remarks
1	Certificate of Incorporation	Register of Joint Stock Companies and Firms, Government of Bangladesh	Dated November 18, 2001& C-No. 4172 of 2001	N/A	Incorporated as a Public Limited company
2	Certificate of Commencement of Business	Register of Joint Stock Companies and Firms, Government of Bangladesh	Issue No:488, dated November 18, 2001	N/A	-
3	TIN Certificate	National Board of Revenue	3922-3820-2647	N/A	-
4	VAT Reg. No.	Customs, Excise & VAT Commissioner ate, Dhaka	24011003408	N/A	-
5	Import Registration Certificate	The controller of Import & Export, Government of Bangladesh	BA-147785	30 th June, 2021	-
6	Export Registration Certificate	Controller of Import & Export, Government of Bangladesh	RA-35414	30 th June, 2021	-
7	Trade License	Chittagong City Corporation	185736	30 th June 2021	-
8	Fire License	Bangladesh Fire Services and Civil Defense	AD-CTG-1038-2006-07	30 th June 2021	-
9	CCCI Certificate	The Chittagong Chamber of Commerce & Industry	M-GEN-36-114- 2017-2018	30 th June, 2021	-
10	Boiler Certificate	Office of the Chief Inspector of Boilers	BA. B. 4343	7 th December, 2020	-

Sl no	Name of Certificate /- license/ Registration/ NOC	License Issuer/Issuing Authority	Certificate / License No	Expiry Date	Remarks
11	Explosive License	Explosive Department	3(64)-29-12954	31 st Dec, 2020	-
12	Environment Clearance Certificate	Department of Environment	4774-2003- 1711	19 th Oct, 2020	Under Process
13	BIDA	Board of Investment Certificate	20020106-C	N/A	-
14	BERC License	Bangladesh Energy Regulatory Commission(BERC)	LWC-0756	15 th June, 2022	
15	BERC License (Processing & Storage)	Bangladesh Energy Regulatory Commission(BERC)	BERC-LPP(E)- Lube-Lub-rref -Renewal-3-A-0002(P-1)-4826	14 th June, 2022	-
16	BPC(Re-refining)	Bangladesh Petroleum Corporation(BPC)	28.03.0000.008.08.002.99-182	6 th Oct, 2018	Under Process
17	BPC(Blending)	Bangladesh Petroleum Corporation (BPC)	28.03.0000.008.08.002.99.25	24 th Feb, 2020	
18	GL System Certificate (ISO 9001:2015)	DNV.GL	187470-2015-AQ-IND-RvA	8 th Nov, 2021	-
19	BAB Certificate (ISO-IEC 17025:2005)	Bangladesh Accreditation Board (BAB) Certificate	01.010.13	21 st Dec, 2021	-
20	ISOQAR (ISO 9001:2015) Registration Certificate	ISOQAR LTD, United Kingdom	16407	22 nd Feb, 2021	-
21	ISO14001:2015 Management System Certificate	DNV.GL	245243-2017-AE-IND-RvA	19, Sept, 2020	Under process
22	OHSAS (ISO 18001:2007)	DNV.GL	246456-2017-HSO-IND-DNV	19, Sept, 2020	
23	Factory License	Department of Inspection for Factories & Establishments	3723-Chittagong	30 th June, 2021	-
24	Scope of Accreditation	Bangladesh Accreditation Board	01.010.13	21 st Dec, 2021	-
25	BMW Approval	BMW Group	BMW Longlife-01	30 th June, 2021	

(f) Promoters' background:

SL.NO.	NAME	CURRENT STATUS
1	Mrs. Rubiya Nahar	Everyone of them holds shares of the company
2	Mr. Mohammed Yousuf	
3	Mr. Md. Salauddin Yousuf	
4	Ms. Dr. Israt Jahan	
5	Ms. Nusrat Nahar	
6	Al-Haj Musharraf Hussain	
7.	Mr. Md. Jashim Uddin	

Background is stated below:

MRS. RUBIYA NAHAR, CHAIRPERSON

Mrs. Rubiya Nahar was born in 1956. She completed her Graduation from Chittagong University. Mrs. Rubiya Nahar started her business career since the establishment of Grease House Limited, one of the pioneers company in the manufacturing of lubricants & greases. She was the Managing Director of Grease House Limited and acquired vast experience in running and managing the Company.

MR. MOHAMMED YOUSUF, MANAGING DIRECTOR

Mr. Mohammed Yousuf was born in 1950. He completed his Master's Degree from Chittagong University. Mr. Mohammed Yousuf started his career as a lecturer in a college very early after completing his education. After leaving his teaching profession in the year 1976 he jointly founded Homeland Chemical Industries Limited and worked as a Partner-in-charge of marketing till 1978 and in the same year he ventured into the lubricants business and gathered sound knowledge and expertise in the field of grease and lubricants. He set up grease manufacturing project in Chittagong under the name & style 'Grease House Limited' taking financial support from Bangladesh Shilpa Bank & Islami Bank. He has obtained training in lubricant technology in abroad and attended seminars on the subject both at home and abroad. He obtained management training conducted by ZDH & Techno net Asia and Bangladesh Petroleum Corporation (BPC) Training Institute with reference to safety aspects in the petroleum industry and was also trained by IMO on marine pollution and participated in seminars on quality control. Mr. Mohammed Yousuf participated six times in the Fuel & Lubricants Asia Conference in Singapore and FUCHS management conference at Jeddah, Saudi Arabia, Shanghai, Australia and Germany. He is actively involved in the industrialization of the Country and is one of the founders of National Association of Small & Cottage Industries of Bangladesh (NASCIB) and was holding its post of Vice President 3 sessions and was a member of different sub-committee of Chittagong Chamber of Commerce & Industry (CCC&I). He is also an active member of NLGI of the USA and Industrial member of Society of Teratology & Lubrication Engineering (STLE), USA. Mr. Mohammed Yousuf is also serving as a patron of some Socio-Economic, Cultural, Philanthropic and Sports organizations. Mr. Mohammed Yousuf was the Managing Director of FUCHS Bangladesh Limited. He established FUCHS-GHL Lubricants Bangladesh Limited in the year 1998, a joint Venture Lube and Grease Blending Plant with FUCHS Petrolub AG of Germany as Managing Director for 4 years. After separation from FUCHS he established Lub-rref (Bangladesh) Limited, a state of the art project for the production of new generation Lube Base Oil through Hydro finishing of both Refinery by-products & Spent Petroleum Oils as feedstock.

MR. MD. SALAUDDIN YOUSUF, DIRECTOR

Mr. Salauddin Yousuf was born in 1982. He obtained a Bachelor degree in Business Administration and also looking after the business of the company and trying to build up his business career gradually. He will be the full-fledged future leader of the company. He is the son of Mr. Mohammed Yousuf and Mrs. Rubiya Nahar.

MS. DR. ISRAT JAHAN, DIRECTOR

Mrs. Dr. Israt Jahan was born in 1981. She obtained a Bachelor of Medicine and Bachelor of Surgery degree and also looking after the business of the company and trying to build up her business career gradually. She is also the full-fledged future leader of the company. She is the daughter of Mr. Mohammed Yousuf and Mrs. Rubiya Nahar.

MS. NUSRAT NAHAR, SPONSOR & SHAREHOLDER

Ms. Nusrat Nahar was born in 1979. She obtained a Certified Public Accountant degree. She is a shareholder of the company and also the daughter of Mr. Mohammed Yousuf and Mrs. Rubiya Nahar. She is also going to be a full-fledged future leader of the country. She is also a social server as well.

AL-HAJ MUSHARRAF HUSSAIN, SPONSOR & SHAREHOLDER

Al-Haj Musharraf Hussain was born in 1979. He is a B. Com. He is an established and successful entrepreneur. He serves the society as well.

MR. MD. JASHIM UDDIN, SPONSOR & SHAREHOLDER

Mr. Md. Jashim Uddin was born in 1958. He is an M.A and also a shareholder of the company. He is an established and successful entrepreneur and he has a great contribution to the social service.

(g) Capital structure and history of capital raising:

Particulars	Type of securities	Numbers of securities	Amount in Taka
Authorized Capital	Ordinary Shares	250,000,000	2,500,000,000
Issued, Subscribed and Paid-up Capital		100,000,000	1,000,000,000
Total Paid-up capital before IPO [A]		100,000,000	1,000,000,000
Proposed Initial Public Offering (IPO) through Book Building Method [B]		45,243,144	452,431,440
Total Paid-up Capital after IPO [A+B]		145,243,144	1,452,431,440

The company has raised its paid-up capital in following phases:

History of Capital Raising:

Date of allotment	Form of consideration			Amount of share capital (bdt)
	In cash	Other than cash	Bonus share	
1 st Allotment MOA (18-11-2001)	100,000	-	-	1,000,000
2 nd Allotment (21-11-2001)	230,000	-	-	2,300,000
3 rd Allotment (30-06-2003)	2,993,950	-	-	29,939,500
4 th Allotment (31-12-2003)	2,137,450	-	-	21,374,500
5 th Allotment (23-06-2005)	10,138,600	-	-	101,386,000
6 th Allotment (03-07-2014)	12,931,348	-	-	129,313,480
7 th Allotment (30-07-2016)	26,591,317	-	-	265,913,170
8 th Allotment (13-10-2016)	14,877,335	-	-	148,773,350
9 th Allotment (04-10-2017)	30,000,000	-	-	300,000,000
Total	100,000,000	-	-	1,000,000,000

(h) Summary of Valuation Report of Securities

SI. No.	Valuation Methods	Fair Value (BDT)
Method -01	Net Asset Value (NAV) at historical or Current costs (With Revaluation Reserve)	31.93
Method -02	a) Earnings-Based-Value Per Share (Considering Average Market P/E)	26.61
	b) Earnings-Based-Value Per Share (Considering Average Sector P/E)	23.90
Method -03	Average Market Price of similar stock-based valuation	526.49

The Detailed valuation working of the above-mentioned methods is furnished under the head of “**Valuation Report of Securities Prepared by the Issue Manager**” in this prospectus at page no: 161.

CHAPTER-II

CONDITIONS IMPOSED BY THE COMMISSIONIN THE CONSENT LETTER

DISCLOSURE IN RESPECT OF ISSUANCE OF SECURITY IN DEMATERIALIZED FORM:

As per provisions of the Depository Act, 1999 and regulations made there under, the share of the Company will be issued in dematerialized form only and for this purpose Lub-rref (Bangladesh) Limited will sign an agreement with the Central Depository Bangladesh Limited (CDBL). Therefore, all transfers, transmissions, splitting or conversions will take place on the CDBL system and any further issuance of shares (including Rights and Bonus) will also be issued in dematerialized form only.

CONDITIONS IMPOSED BY COMMISSION UNDER RULE 2CC OF THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION (PUBLIC ISSUE) RULES, 2015

PART-A

1. The Company shall go for Initial Public Offer (IPO) for 45,243,144 ordinary shares, from which 22,621,544 ordinary shares are reserved for Eligible Investors (EIs) at their own bid price and quantity on highest to lowest bid basis in a descending order of individual bid price till exhaustion of the quota for EI category and remaining 22,621,600 ordinary shares at a 10% discounted price from the cut-off price i.e. Tk. 27.00 per share for General Public including NRBs totaling **Tk. 1,500,000,000** following the Securities and Exchange Ordinance, 1969, the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, the Depository Act 1999 and rules made there under.
2. The abridged version of the prospectus, as approved by the Commission, shall be published by the issuer in 4 (Four) national daily newspapers (two in Bangla and two in English), **within 02 (two) working days** of issuance of this consent letter. The issuer shall post the full prospectus, vetted by Commission, in the issuer's website and shall also put on the websites of the Commission, stock exchanges, and the issue manager, **within 03 (three) working days** from the date of issuance of this letter and shall remain posted till the closure of the subscription list. The issuer shall submit to the Commission, the stock exchanges and the issue manager a diskette containing the text of the vetted prospectus in "MS- Word" format.
3. The company shall submit **40 (Forty)** copies of the printed prospectus to the Commission for official record within **05 (Five) working days** from the date of publication of the abridged version of the prospectus in the newspaper.
4. The issuer company and the issue manager shall ensure the transmission of the prospectus and its abridged version for NRBs through email to the Bangladesh Embassies and Missions abroad within **05 (Five) working days** from the date of publication of the abridged version of the prospectus in the newspaper. A compliance report shall be submitted in this respect to the Commission jointly by the Issuer and the Issue Manager within **02 (Two) working days** from the date of said transmission of the prospectus.
5. The following declaration shall be made by the company in the prospectus, namely: -
"DECLARATION ABOUT LISTING OF SHARES WITH THE STOCK EXCHANGE (S)"
None of the stock exchange(s), if for any reason, grants listing within **30 (Thirty) days** from the closure of subscription, any allotment in terms of this prospectus shall be void and the company shall refund the subscription money within **15 (Fifteen) days** from the date of refusal for listing by the stock exchanges or from the date of expiry of the said **30 (Thirty) days**, as the case may be.
In case of non-refund of the subscription money within the aforesaid **15 (Fifteen) days**, the Directors of the company, in addition to the issuer company, shall be collectively and severally liable for refund of the subscription money, with interest at the rate of **2% (two percent)** above the bank rate, to the subscribers concerned.
The issue manager, in addition to the Issuer company, shall ensure due to compliance of the abovementioned conditions and shall submit compliance report thereon to the Commission within **07 (Seven) days** of the expiry of the aforesaid **15 (Fifteen) days'** time period allowed for refund of the subscription money."
6. All applicants shall apply for a minimum lot of 200 shares worth Taka 5,400/- (**Taka five thousand four hundred only**) or its multiples.
7. The IPO shall stand canceled in case of under- subscription in GP category above 35%. In such an event, the issuer and issue manager shall inform the Commission **within 2 (two) working days** and release the subscription money **within 10 (ten) working days** after receiving verification report from CDBL and the information from exchanges regarding subscription.
8. **20% of the securities reserved for other general public excluding NRB shall be reserved for ক্ষতিগ্রস্ত ক্ষুদ্র বিনিয়োগকারী.** In case of under-subscription under any of sub-categories of General Public category, the unsubscribed portion shall be added to other sub-category of General Public category. In case of over subscription in the general public category, the issuer and the issue manager shall jointly conduct an open lottery.
9. An applicant cannot submit more than two applications, one in his/her own name and the other jointly with another person. In case, an applicant submits more than two applications, all applications will be treated as invalid and will not be considered for allotment purpose. In addition, **15% (fifteen)** of the application money will be forfeited by the Commission and the balance amount will be refunded to the applicant.
10. The applicants who have applied for more than two applications using the same bank account, their application will not be considered for the lottery and the Commission will forfeit **15%** of their subscription money.

11. Making of any false statement in the application or supplying of incorrect information therein or suppressing any relevant information in the application shall make the application liable to rejection and subject to forfeiture of 25% of the application money and/or forfeiture of share (unit) before or after issuance of the same by the issuer. The said forfeited application money or share (unit) will be deposited in the account of the Bangladesh Securities and Exchange Commission (BSEC). This is in addition to any other penalties as may be provided for by the law.
12. The company shall furnish the list of allottees to the Commission and the stock exchange(s) simultaneously in which the shares will be listed, **within 24 (Twenty-Four) hours** of allotment.
13. Shares not allotted at the time of according this consent, but allotted after listing, in favor of sponsors, directors or shareholders having 10% or more shares, other than alternative investment funds, through stock dividends, shall be subject to a lock-in period of 02(two) years from the date of issuance of the prospectus.
14. If any share of Sponsors/Directors/Promoters is in paper format, it shall be handed over to securities custodian registered with the Commission and shall remain held till completion of lock-in period and the name of the securities custodian shall be furnished to the Commission jointly by the issuer and issue manager, along with a confirmation thereof from the custodian, within one week of listing of the shares with the stock exchange(s). Or they (shares of Sponsors/ Directors/ Promoters) can be demated and shall remain in lock-in under CDBL system and issuer shall submit a dematerialization confirmation report generated by CDBL and attested by Managing Director of the company along with the lock-in confirmation to the Commission within one week of listing of the shares with the stock exchange(s). In respect of shares other than Sponsors/ Directors/ Promoters, the issuer will ensure their lock-in of those shares and submit a statement to this effect to the Commission.
15. The company shall not declare any dividend/bonus shares before listing of its capital with any Exchange from the date of this consent for raising capital.
16. The company shall not engage itself into any merger/amalgamation or acquisition activities without taking "No Objection" from the Commission, on the scheme of the said merger/ amalgamation or acquisition, as recommended by the Board of Directors, before approval by the shareholders in General Meeting.
17. The trading of Securities in the platform of the exchanges shall be started within 10 (ten) working days of listing approval.

PART-B

Application Process

Step-1 (Applicant)

1. An applicant for public issue of securities shall submit an application/buy instruction to the Stockbroker/ Merchant Banker where the applicant maintains customer account, within the cut-off date (i.e. the subscription closing date), which shall be the **25th (twenty-fifth)** working day from the date of publication of an abridged version of the prospectus.
2. The application/buy instruction may be submitted in prescribed paper or electronic form, which shall contain the Customer ID, Name, BO Account Number, Number of Securities applied for, Total Amount and Category of the Applicant. At the same time:
 - a) Non-resident Bangladeshi (NRB) and Foreign applicants shall submit bank drafts (FDD), issued in favor of the Issuer for an amount equivalent to the application money, with their application to the concerned Stockbroker/ Merchant Banker. A Non-resident Bangladeshi (NRB) and the Foreign applicant may also submit a single draft against 02(two) applications made by him/her, i.e. one in his/her own name and the other jointly with another person. The draft (FDD) shall be issued by the Bank where the applicant maintains Foreign Currency account debiting the same account and provide the customer with **a certificate mentioning the FC account number which has been debited to issue the FDD. The applicant shall also submit the certificate with their application.** No banker shall issue more than two drafts from any Foreign Currency account for any public issue. At the same time, the applicant shall make the service charge available in the respective customer account maintained with the Stockbroker/Merchant Banker.
 - b) Eligible investors shall submit an application through the electronic subscription system of the exchange(s) and deposit the full amount intended to subscribe by the method as determined by exchange(s).

Step-2 (Intermediary)

3. The Stockbroker/Merchant Banker shall maintain a separate bank account only for this purpose namely "Public Issue Application Account". The Stockbroker/Merchant Banker shall:
 - a) Post the amount separately in the customer account (other than NRB and Foreign applicants), and upon the availability of fund, block the amount equivalent to the application money;
 - b) Accumulate all the application/buy instructions received up to the cut-off date, deposit the amount in the "Public Issue Application Account" maintained with its bank within the first banking hour of **next working day** of the cut-off date;
 - c) Instruct the banker to block the account for an amount equivalent to the aggregate application money and to issue a certificate in this regard.

4. Banker of the Stockbroker/Merchant Banker shall block the account as requested for, issue a certificate confirming the same and handover it to the respective Stockbroker/Merchant Banker.
5. For Non-resident Bangladeshi (NRB) and Foreign applicants, the Stockbroker/Merchant Banker shall prepare a list containing the draft information against the respective applicant's particulars.
6. The Stockbroker/Merchant Banker shall prepare category wise lists of the applicants containing Customer ID, Name, BO Account Number and Number of Securities applied for, and within 03 (three) working days from the cut-off date, send to the respective Exchange, the lists of applicants in electronic (text format with tilde '~' separator) format, the certificate(s) issued by its banker, the drafts **and certificates** received from Non-resident Bangladeshi (NRB) and foreign applicants and a copy of the list containing the draft information.
7. **On the next working day**, the Exchanges shall provide the Issuer with the information received from the Stockbroker/Merchant Bankers, the drafts **and certificates** submitted by Non-resident Bangladeshi (NRB) and Foreign applicants and the list containing the draft information. Exchanges shall verify and preserve the bankers' certificates in their custody.
8. The application/buy instructions shall be preserved by the Stockbroker/Merchant Bankers up to 6 months from listing of the securities with the exchange.

Step-3 (Issuer)

9. The Issuer shall prepare a consolidated list of the applications and send the applicants' BOIDs in electronic (text) format in a CDROM to CDBL for verification. The Issuer shall post the consolidated list of applicants on its website and websites of the Exchanges. CDBL shall verify the BOIDs as to whether the BO accounts of the applicants are active or not.
10. **On the next working day**, CDBL shall provide the Issuer with an updated database of the applicants containing BO Account Number, Name, Addresses, Parent's Name, Joint Account and Bank Account information along with the verification report.
11. After receiving verification report and information from CDBL, the Issuer shall scrutinize the applications, prepare category wise consolidated lists of valid and invalid applications and submit a report of the final status of subscription to the Commission and the Exchanges **within 10 (ten) working days** from the date of receiving information from the Exchanges.
12. The issuer and the issue manager shall conduct category wise lottery with the valid applications within 03 (three) working days from the date of reporting on valid and invalid applications to the Commission and the Exchanges on any recognized and licensed digital platform along with the existing system to ensure physical and social distance due to COVID-19 pandemic situation.
Provided that IPO lottery shall be conducted on the licensed digital platform made by any of the following institutions under the supervision of Central Depository Bangladesh Limited (CDBL):
Bureau for Research Testing and Consultation (BRTC), BUET;
Computer Science Department Dhaka University; and
Bangladesh Computer Council.
13. The Issuer and issue manager shall arrange to post the lottery result on their **websites within 06 (six) hours** and on the websites of the Commission and Exchanges within 12 (twelve) hours of the lottery.
14. **Within 02 (two) working days** of conducting a lottery, the Issuer shall:
 - a) Send category wise lists of the successful and unsuccessful applicants in electronic (text format with tilde '~' separator) format to the respective Exchange.
 - b) Send category wise lists of unsuccessful applicants who are subject to penal provisions as per conditions of the consent Letter issued by the Commission in electronic (text format with tilde '~' separator) format to the Commission and Exchanges mentioning the penalty amount against each applicant.
 - c) Issue allotment letters in the names of successful applicants in electronic format with digital signatures and send those to respective Exchange in electronic form.
 - d) Send consolidated allotment data (BOID and number of securities) in electronic text format in a CDROM to CDBL to credit the allotted shares to the respective BO accounts.

Step-4 (Intermediary)

15. **On the next working day**, Exchanges shall distribute the information and allotment letters to the stockbroker/Merchant Bankers concerned in electronic format and instruct them to:
 - a) Remit the amount of successful (other than NRB and Foreign) applicants to the Issuer's respective Escrow Account opened for subscription purpose, and unblock the amount of unsuccessful applicants;
 - b) Send the penalty amount of other than NRB and Foreign applicants who are subject to penal provisions to the Issuer's respective Escrow Accounts along with a list and unblock the balance application money;
16. **On the next working day** of receiving the documents from the Exchanges, the Stockbrokers/Merchant Banker shall request its banker to:
 - a) Release the amount blocked for unsuccessful (other than NRB and foreign) applicants;
 - b) Remit the aggregate amount of successful applicants and the penalty amount of unsuccessful applicants (other than NRB and foreign) who are subject to penal provisions to the respective 'Escrow' accounts of the Issuer opened for subscription purposes.

17. **On the next working day** of receiving a request from the Stockbrokers/Merchant Bankers, their bankers shall unblock the amount blocked in the account(s) and remit the amount as requested for to the Issuer's 'Escrow' account.
18. **Simultaneously**, the stockbrokers/Merchant Bankers shall release the application money blocked in the customer accounts; inform the successful applicants about allotment of securities and the unsuccessful applicants about releasing their blocked amounts and send documents to the Exchange evidencing details of the remittances made to the respective 'Escrow' accounts of the Issuer. The unblocked amounts of unsuccessful applicants shall be placed as per their instructions. The Stockbroker/Merchant Banker shall be entitled to recover the withdrawal charges, if any, from the applicant who wants to withdraw the application money, up to an amount of Tk. 5 (five) per withdrawal.
19. All drafts submitted by NRB or Foreign applicants shall be deposited in the Issuer's respective 'Escrow' accounts and refund shall be made by the Issuer by refund warrants through concerned stockbroker or merchant banker or transfer to the applicant's bank account **(FC account which has been debited to apply by NRB or foreign applicants)** through banking channel within 10 (ten) working days from the date of lottery.

Miscellaneous:

20. The Issuer, Issue Manager(s), Stockbrokers and Merchant Bankers shall ensure compliance of the above.
21. The bank drafts (FDD) shall be issued considering TT Clean exchange rate of Sonali Bank Ltd. on the date of publication of an abridged version of the prospectus.
22. The amount deposited and blocked in the "Public Issue Application Account" shall not be withdrawn or transferred during the blocking period. The amount deposited by the applicants shall not be used by the Stockbrokers/Merchant Bankers for any purpose other than public issue application.
23. The Issuer shall pay the costs related to data transmission if claimed by the Exchange concerned up to an amount of Tk. 2,00,000 (taka two lac) for a public issue.
24. The Stockbroker/Merchant Bankers shall be entitled to a service charge of Tk. 5 (Taka five) only per application irrespective of the amount or category. The service charge shall be paid by the applicant at the time of submitting an application.
25. The Stockbroker/Merchant Banker shall provide the Issuer with a statement of the remittance and drafts sent.
26. The Issuer shall accumulate the penalty amount recovered and send it to the Commission through a bank draft/ payment order issued in favor of the Bangladesh Securities and Exchange Commission.
27. The concerned Exchange is authorized to settle any complaints and take necessary actions against any Stockbroker/Merchant Banker in case of violation of any provision of the public issue application process with intimation to the Commission.

Part-C

1. The issue manager shall carefully examine and compare the published prospectus and its abridged version on the date of publication with the copies vetted by the Commission. If any discrepancy is found, both the issuer and the issue manager shall jointly publish a corrigendum immediately in the same newspapers concerned, simultaneously endorsing copies thereof to the Commission and the stock exchanges concerned. In this regard, the issue manager shall submit a compliance report to the Commission within 5 working days from the date of such publications.
2. The fund collected through Public Offering shall not be utilized prior to listing with Exchange(s) and that utilization of the said fund shall be affected through banking channel, i.e. through account payee Cheque, pay order or bank drafts etc.
3. **The company shall furnish a status report on the utilization of Public Offering proceeds audited by foreign-affiliated auditors and authenticated by the board of directors to the Commission and the Exchanges within 15 (Fifteen) days of the closing of each month until such fund is fully utilized, as mentioned in the schedule contained in the prospectus. The issuer shall simultaneously post the status report on its website and Exchanges shall also post the same in company information contained in websites of the Exchanges. In the event of any irregularity or inconsistency, the Commission may employ or engage any person to examine whether the issuer has utilized the proceeds for the purpose disclosed in the prospectus.**
4. **While auditing the utilization of IPO proceeds, the auditors will perform their jobs under the following terms of reference (TOR) and confirm the same in their report/certificate:**
 - (a) **Whether IPO proceeds have been utilized for the purposes/heads as specified in the prospectus;**
 - (b) **Whether IPO proceeds have been utilized in line with the condition (if any) of the Commission's consent letter;**
 - (c) **Whether the utilization of IPO proceeds have been completed within the time schedule/ implementation schedule as specified in the published prospectus;**
 - (d) **Whether utilization of IPO proceeds is accurate and for the purpose of the company as mentioned/ specified in the published prospectus; and**
 - (e) **The auditors should also confirm that: (i) assets have been procured/imported/constructed maintaining proper/ required procedure as well as at a reasonable price; and (ii) auditors' report has been made on**

verification of all necessary documents/papers/vouchers in support of IPO proceeds making reconciliation with Bank Statement.

5. All transactions, excluding petty cash expenses, shall be affected by crossed cheques or bank transfers.
6. Proceeds of the public offering shall not be transferred to any other bank account before listing with the Exchange(s). The proceeds shall not be used for any purpose other than those specified in the prospectus without any valid ground. **Any material deviation in this respect must have prior approval of at least 51% of the public shareholders, other than sponsors and directors, in a general meeting through a board-approved agenda and due notification to the shareholders. Before the said general meeting, such deviation as recommended by the board of directors shall be published as price-sensitive information with detailed description and reasons for such deviation. If approved by the shareholders, the meeting resolution shall be submitted to the Commission along with reasonable explanations and the decision shall be published as price-sensitive information.**
7. If any quarter or half-year of the financial year-end after publication of the abridged version of prospectus and before listing of its securities with any exchange, the company shall disseminate/transmit/submit the said quarterly/half-yearly financial statements in accordance with the Commission's Notification SEC/CMRRCD/2008-183/admin/03-34 dated September 27, 2009 and Rules 13 of the Securities and Exchange Rules, 1987.
8. In the event of rising issues concerning Price Sensitive Information as defined under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (সুবিধাভোগী ব্যবসা নিষিদ্ধকরণ) বিধিমালা-১৯৯৫ after publication of the abridged version of prospectus and before listing of its securities with any exchange, the company shall disseminate/transmit/ submit the information as price-sensitive in accordance with the Commission's Notification No. SEC/SRMI/200-953/1950 dated October 24, 2000.

PART-D

1. As per provision of the Depository Act, 1999 & Regulations made thereunder, shares will only be issued in dematerialized condition. All transfer/transmission/splitting will take place in the depository system of Central Depository Bangladesh Ltd. (CDBL) and any further issuance of shares (including rights/ bonus) will be made in dematerialized form only.
2. The issuer and the issue manager shall ensure due to compliance of all the above conditions, the 'Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015' and the listing regulations of the Exchanges.
3. The Commission may impose further conditions/restrictions etc. from time to time as and when considered necessary which shall also be binding upon the issuer company.

CHAPTER-III

DECLARATIONS AND DUE DILIGENCE CERTIFICATES AS PER ANNEXURE -A, B & C

**Declaration about the responsibility of the directors, including the
CEO of Lub-rref (Bangladesh) Limited in respect of the prospectus**

[See rule 4 (1) (D)]

This prospectus has been prepared, seen and approved by us, and we, individually and collectively, accept full responsibility for the authenticity, accuracy and adequacy of the statements made, information given in the prospectus, documents, financial statements, exhibits, annexes, papers submitted to the Commission in support thereof, and confirm, after making all reasonable inquiries that all conditions concerning this public issue and prospectus have been met and that there are no other information or documents, the omission of which make any information or statements therein misleading for which the commission may take any civil, criminal or administrative actions against any or all of us as it may deem fit.

We also confirm that full and fair disclosures have been made in this prospectus to enable the investors to make a well-informed decision for investment.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Salauddin Yousuf
Director

Sd/-
Dr. Israt Jahan
Director

Sd/-
Ahmed Hossain
Director

Sd/-
Mohammad Ameer Faisal
Independent Director

Sd/-
Wahid Uddin Chowdhury
Independent Director

Date: August 10, 2018

DUE DILIGENCE CERTIFICATE BY ISSUE MANAGER

[See rule 4 (1) (D)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the issue manager(s) to the above-mentioned forthcoming issue, state and confirm as follows:

1. We have examined all the documents submitted with the application for the above-mentioned public issue, visited the premises of the issuer and interviewed the Chairperson, Directors and key management personnel of the issuer in connection with the finalization of the prospectus pertaining to the said issue;
2. On the basis of such examination and the discussions with the directors, officers and auditors of the issuer, other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer.

WE CONFIRM THAT:

- (a) The prospectus filed with the Commission is in conformity with the documents, materials and papers relevant to the issue;
- (b) All the legal requirements relating to the issue as also in the rules, notification, guidelines, instructions, etc. framed-issued by the Commission, other competent authorities in this behalf and the Government have been duly complied with;
- (c) The disclosures made in prospectus are true, fair and adequate to enable the investors to make a well-informed decision for investment in the proposed issue and such disclosures are in accordance with the requirements of the Companies Act, 1994, the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 and other applicable laws;
- (d) Besides ourselves, all the intermediaries named in the prospectus are registered with the Commission and that till date such registrations are valid;
- (e) We have satisfied ourselves about the capability of the underwriters to fulfill their underwriting commitments;
- (f) The proposed activities of the issuer for which the funds are being raised in the present issue fall within the 'main objects' listed in the object clause of the Memorandum of Association or another charter of the issuer and that the activities which have been carried out till now are valid in terms of the object clause of its Memorandum of Association;
- (g) Necessary arrangements have been made to ensure that the moneys to be received pursuant to the issue shall be kept in a separate bank account and shall be used for the purposes disclosed in the use of proceeds section of the prospectus;
- (h) All the applicable disclosures mandated in the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 have been made in addition to other disclosures which, in our view, are fair and adequate to enable the investor to make a well-informed decision;
- (i) We enclose a note explaining how the process of due diligence has been exercised by us in view of the nature of current business background or the issuer, situation at which the proposed business stands, the risk factors, sponsors experiences etc. We also confirm that the due diligence related process, documents and approval memos shall be kept in record by us for the next 5 (five) years after the IPO for any further inspection by the Commission;
- (j) We enclose a checklist confirming rule-wise compliance with the applicable provisions of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 containing details such as the rule number, its text, the status of compliance, page numbers of the prospectus where the rules have been complied with and our comments, if any;
- (k) We also declare that we have managed the public issue of following issuers in the last 05 (five) years:

Sl. No	Name of the Issue	Issue Month / Year	Listing year	Issue Price	Dividend Payment History				
					2015	2016	2017	2018	2019
1	Far Chemical Industry Limited	10-03-2014	2014	10	25% B	5% C & 20% B	10% B	10% B	10% B
2	Kattali Textile Limited	02.08.2018	2018	10	204% B	-	-	-	10% B 2% C
3	eGeneration Limited	13.12.2020	2020	10	-	-	-	-	-

Sd/-

Place: Dhaka
Date: 20.12.2020

Md. Muslahuddin Chowdhury
(Chief Executive Officer)
NRB Equity Management Limited

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- (a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present Paid-up Capital stands at Tk. 420,000,000 (Forty Two Crore) only and we have the capacity to underwrite a total amount of Tk. 2,100,000,000 (Taka Two Hundred Ten Crore) only as per relevant legal requirements. We have committed to the underwriter for up to Tk. 12,215,664 (Taka One Crore Twenty Two Lac Fifteen Thousand Six Hundred Sixty Four) only for the upcoming issue.
- (b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	Lub-rref (Bangladesh) Limited	12,215,664.00
2	Oryza Agro Industries Limited	21,875,000.00
3	Anik Trims Ltd.	35,000,000.00
4	Master Feed Agrotech Ltd.	35,000,000.00
5	AB Bank Ltd.	50,000,000.00
6	Ratanpur Steel Re-Rolling Mills Ltd.	28,500,000.00
7	Dragon Sweater and Spinning Ltd.	200,000,000.00
Total		424,000,000.00

- (c) All information as are relevant to our underwriting decision have been received by us and the draft prospectus forwarded to our underwriting decision have been approved by us;
- (d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- (e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Md. Riyad Matin

Managing Director

BMSL Investment Limited

Place: Dhaka

Date: 20.10.2020

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at Tk. 500,000,000 (Taka Fifty Crore) only and we have the capacity to underwrite a total amount of Tk. 2,500,000,000 (Taka Two Hundred Fifty Crore only) as per relevant legal requirements. We have committed to the underwriter for up to Tk. 12,215,664 (Taka One Crore Twenty Two Lac Fifteen Thousand Six Hundred Sixty Four) only for the upcoming issue.
- b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	Omera Petroleum Limited	62,589,054
2	BD Thai Food & Beverage Limited	26,250,000
2	Baraka Patenga Power Limited	15,000,000
Total		103,839,054

- c) All information as is relevant to our underwriting decision have been received by us and the draft prospectus forwarded to our underwriting decision have been approved by us;
- d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Salamul Latif Chowdhury
Chief Executive Officer
Unicap Investments Limited

Place: Dhaka

Date: 20.10.2020

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- (a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at Tk. 5,500,000,000.00 (Taka Five Hundred and Fifty Crore) only and we have the capacity to underwrite a total amount of Tk. 27,500,000,000.00 (Taka Two Thousand Seven Hundred and Fifty Crore) only as per relevant legal requirements. We have committed to the underwriter for up to Tk. 81,437,778 (Taka Eight Crore Fourteen Lac Thirty Seven Thousand Seven Hundred and Seventy Eight) only for the upcoming issue.
- (b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	Mohammad Elias Brothers POY Manufacturing Plant Ltd.	3,500,000
2	Dragon Sweater and Spinning Ltd.	20,000,000
3	Achia Sea Limited	14,000,000
4	Three Angle Mariner Limited	20,000,000
5	Onetex Limited	10,000,000
Total		67,500,000

- (c) All information as are relevant to our underwriting decision have been received by us and the draft prospectus forwarded to our underwriting decision have been approved by us;
- (d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- (e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Air Cdre (Retd) Md. Abu Bakar, FCA

Managing Director

South East Bank Capital Services Limited

Place: Dhaka

Date: 20.10.2020

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- (a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at Tk. 1,750,000,000.00 (One Hundred Seventy Five Crore) only and we have the capacity to underwrite a total amount of Tk. 8,750,000,000.00 (Eight Hundred Seventy-Five crore) only as per relevant legal requirements. We have committed to the underwriter for up to Tk. 36,646,992 (Taka Three Crore Sixty Six Lac Fourty Six Thousand Nine Hundred Ninety Two) only for the upcoming issue.
- (b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	NRB Commercial Bank Limited	60,000,000
2	Dragon Sweater and Spinning Ltd.	20,000,000
3	BD thai Food & Beverage Ltd.	26,250,000
4	Oryza Agro Industries Ltd.	21,875,000
	Total	128,125,000

- (c) All information as is relevant to our underwriting decision have been received by us and the draft prospectus forwarded to our underwriting decision have been approved by us;
- (d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- (e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Md. Israil Hossain, ACS

Managing Director

BLI Capital Limited

Place: Dhaka

Date: 20.10.2020

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at Tk. 255,000,000.00 (Twenty-Five Crore and Fifty Lac) and we have the capacity to underwrite a total amount of Tk. 1,275,000,000.00 (One hundred twenty- Seven Crore and Fifty Lac) as per relevant legal requirements We have committed to the underwriter for up to Tk. 12,215,664 (One Crore Twenty Two Lac Fifteen Thousand Six Hundred & Sixty Four) only for the upcoming issue.
- b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	South Asia Insurance Company Ltd.	30,000,000.00
2	AB Bank Limited (Right Issue)	45,000,000.00
3	Mohammad Elias Brothers POY Manufacturing Plant Limited	3,500,000.00
4	Ratanpur Steel Re-Rolling Mills Limited (Right Issue)	10,500,000.00
5	Western Marine Shipyard Limited (Right Issue)	150,000,000.00
Total		239,000,000.00

- c) All information as are relevant to our underwriting decision have been received by us and the draft prospectus forwarded to the Commission has been approved by us;
- d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Moahammed Atiquzzaman

Managing Director

BetaOne Investments Limited

Place: Dhaka

Date: 20.10.2020

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- (a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at Tk. 250,000,000.00 (Twenty Five Crore) only and we have the capacity to underwrite a total amount of Tk. 1,250,000,000.00 (One Hundred Twenty Five Crore) only as per relevant legal requirements. We have committed to the underwriter for up to Tk. 12,215,664 (One Crore Twenty Two Lac Fifteen Thousand Six Hundred & Sixty Four) only for the upcoming issue.
- (b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	Energypac Power Generation Limited	10,409,180
2	Ratanpur Steel Re-Rolling Mills Ltd. (RSRM)	10,500,000
3	Omera Petroleum Limited	41,726,036
Total		62,635,216

- (c) All information as is relevant to our underwriting decision have been received by us and the draft prospectus forwarded to our underwriting decision have been approved by us;
- (d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer ; and
- (e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Kamrun Naher

Chief Executive Officer

NBL Capital & Equity Management Limited

Place: Dhaka

Date: 20.10.2020

DUE DILIGENCE CERTIFICATE BY THE UNDERWRITER
[Rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter to the above-mentioned forthcoming issue, state individual and collectively as follows:

1. We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision ; and
2. On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- (a) We are registered with the Bangladesh Securities and Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at Tk. 250,275,000.00 (Twenty-Five Crore Two Lac & Seventy-Five Thousand Only) and we have the capacity to underwrite a total amount of Tk. 1,251,375,000.00 (One Hundred Twenty-Five Crore Thirteen Lac Seventy Five Thousand) only as per relevant legal requirements. We have committed to the underwriter for up to Tk. 12,215,664 (One Crore Twenty Two Lac Fifteen Thousand Six Hundred & Sixty Four) only for the upcoming issue.
- (b) At present, the following underwriting obligations are pending for us.

Sl	Name of the company	Amount Underwritten
1	STS Holding Limited	30,000,000.00
2	AB Bank Limited	90,000,000.00
3	Western Marine Shipyard Limited	350,000,000.00
4	JMI Hospital Requisite Manufacturing Ltd.	10,000,000.00
5	Delta Hospital Limited	4,000,000.00
6	Ratanpur Steel Re-rolling Mills Limited	50,000,000.00
Total		534,000,000.00

- (c) All information as is relevant to our underwriting decision have been received by us and the draft prospectus forwarded to our underwriting decision have been approved by us;
- (d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- (e) The underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Farhad Uddin, FCMA

Managing Director & CEO

Citizen Securities & Investment Limited

Place: Dhaka

Date: 20.10.2020

Due diligence certificate by the underwriter (NRB Equity Management Limited)
[See rule 4 (1) (d)]

To

The Bangladesh Securities and Exchange Commission

Sub: Public Issue of 45,243,144 No. of Ordinary Shares of Tk. 150.00 Crore by Lub-rref (Bangladesh) Limited.

Dear Sir,

We, the under-noted Underwriter(s) to the abovementioned forthcoming Issue, state individually as follows:

- (1) We, while underwriting the above-mentioned issue on a firm commitment basis, have examined the draft prospectus, other documents and materials as relevant to our underwriting decision; and
- (2) On the basis of such examination and the discussions with the issuer company, its directors and officers, and other agencies, independent verification of the statements concerning objects of the issue and the contents of the documents and other materials furnished by the issuer company.

WE CONFIRM THAT:

- (a) We are registered with Bangladesh Securities Exchange Commission as a merchant banker and eligible to carry out the underwriting activities. Our present paid-up capital stands at BDT- 25,00,00,000.00 (Twenty-five Crore) only and have the capacity to underwrite a total amount of BDT- 125,00,00,000.00 (BDT-One Hundred Twenty-Five Crore) only as per relevant legal requirements. We have committed to underwrite for up to BDT- 34,611,030 (Three Crore Forty Six Lac Eleven Thousand & Thirty) only for the upcoming issue.
- (b) At present, the following underwriting obligations are pending for us:

Sl. No.	Name of The Company	Amount Underwritten (BDT)
1.	BBrothers Garments Co. Limited	70,000,000
Total		70,000,000

- (c) All information as is relevant to our underwriting decision has been received by us and the draft prospectus forwarded to the Commission has been approved by us;
- (d) We shall subscribe and take up the un-subscribed securities against the above-mentioned public issue within 15 (fifteen) days of calling up thereof by the issuer; and
- (e) This underwriting commitment is unequivocal and irrevocable.

For the Underwriter:

Sd/-

Md. Muslahuddin Chowdhury
 Chief Executive Officer
 NRB Equity Management Limited

Place: Dhaka

Dated: 20.10.2020

CHAPTER-IV

ABOUT THE ISSUER

- (a) Name of the issuer, dates of incorporation and commencement of its commercial operations, its logo, addresses of its registered office, other offices and plants, telephone number, fax number, contact person, website address and e-mail address:

Particulars	Description
Name of the Issuer	Lub-rref (Bangladesh) Limited
Date of Incorporation as a Public Limited Company	November 18, 2001
Certificate for Commencement of Business	November 18, 2001
Date of Commercial Operation	December 18, 2006
The Logo of the Issuer	
Addresses of Registered Office and Plants	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
Corporate Office	Rupayan Trade Center, Space # 5 th (7 th Floor), 114 Kazi Nazrul Islam Avenue, Dhaka-1000
Telephone	+880243150035, & +88 02-43151995
Fax number	+88 02 43150036
Contact Person	Mr. Mohammed Yousuf - Managing Director
Website	www.lub-rref.com
E-mail Address	info@lub-rref.com

- (b) The names of the sponsors and directors of the issuer:

SPONSORS:		
Sl. No.	Name of the Sponsors	Designation
01	Mrs. Rubiya Nahar	Chairman
02	Mr. Mohammed Yousuf	Managing Director
03	Mr. Md. Salauddin Yousuf	Director
04	Ms. Nusrat Nahar	Shareholder
05	Ms. Ishrat Jahan	Shareholder
06	Al Haj Musharraf Hossain	Shareholder
07	Mr. Md. Jashim Uddin	Shareholder

DIRECTORS:		
Sl. No.	Name of the Directors	Designation
01	Mrs. Rubiya Nahar	Chairman
02	Mr. Mohammed Yousuf	Managing Director
03	Mr. Md. Salauddin Yousuf	Director
04	Ms. Dr. Israt Jahan	Director
05	Mr. Ahmed Hossain (Representative of Companygonj Agro Ind. Ltd)	Nominated Director
06	Mr. Mohammad Ameer Faisal	Independent Director
07	Mr. Wahid Uddin Chowdhury	Independent Director

- (c) The name, logo and address of the auditors and registrar to the issue, along with their telephone numbers, fax numbers, contact persons, website and e-mail addresses:

Auditor	Particulars	Description
	Name	Ashraf Uddin & Co., Chartered Accountants
	Logo	 Ashraf Uddin & Co. CHARTERED ACCOUNTANTS SINCE 1979
	Address	142/B Green Road (3 rd & 4 th Floor), Dhaka-1215
	Telephone number	+88029116183, +88029554301, +88029124650
	Fax numbers	+88029565767
	Contact person	Md. Mohiuddin Ahmed, FCA, CFC
	Website address	www.aucbd.com
	E-mail address	info@aucbd.com
Registrar to the Issue	Name	BetaOne Investments Limited
	Logo	 BetaOne Investments Limited
	Address	Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh.
	Telephone number	+8802222283801, +8802222287371
	Fax number	+880248811448
	Contact person	Mohammed Atiquzzaman, Managing Director
	Website address	www.betaone.com.bd
	E-mail address	info@betaone.com.bd

- (d) The name(s) of the stock exchanges where the specified securities are proposed to be listed.

Sl. No	Name of the exchange	Logo	Address
1	DHAKA STOCK EXCHANGE LIMITED(DSE)		9-F, Motijheel C-A, Dhaka-1000. Tel: +88-02-9564601, 9576210-18, Fax: +88-02-9564727,+88-02-9569755 Web: www.dsebd.org
2	CHITTAGONG STOCK EXCHANGE LIMITED(CSE)		CSE Building, 1080 Sheikh Mujib Road, Chittagong-4100. Tel: +880-2-9513911-15, Fax: +880-2-9513906 Web: www.cse.com.bd

CHAPTER-V

CORPORATE DIRECTORY OF THE ISSUER

CORPORATE DIRECTORY OF THE ISSUER

Particulars	Description
Name of the Company	Lub-rref (Bangladesh) Limited
Date of Incorporation	November 18, 2001
Certificate for Commencement of Business	November 18, 2001
Date of Commercial Operation	December 18, 2006
Legal Status	'Public' limited Company by shares. An approved unit of Bangladesh Petroleum Corporation (BPC)
Brand Name	BNO Lubricants
Site Storage Capacity	1,500 MT
Production Facility	Lub Oil Blending & Refining
Authorized Capital	BDT 250 Crore
Paid-up Capital	BDT 100 Crore
Face Value of Share	Tk. 10.00
Corporate head office address	Rupayan Trade Centre", 7 th Floor, 114, Kazi Nazrul Islam Avenue, Banglamotor, Dhaka
Registered Office address	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A,
Factory Location	Custom Academy, Sagarika Road, Chittagong - 4219
Logo of the Company	
Telephone Number	+880243150035 & +88 02-43151995
FAX Number	+88 02 43150036
E-mail	info@lub-rref.com
Board of Directors	Mrs. Rubiya Nahar - Chairman Mr Mohammed Yousuf - Managing Director Mr. Md. Salauddin Yousuf - Director Ms. Dr. Israt Jahan - Director Mr. Ahmed Hossain - Director (Representative of Companigonj Agro Industries Ltd) Mr. Mohammad Ameer Faisal - Independent Director Mr. Wahid Uddin Chowdhury - Independent Director
Company Secretary	Md. Moshior Rahman, ACS
Chief Financial Officer (CFO)	Mr. Md. Mofijur Rahaman
Compliance Officer	Md. Moshior Rahman, ACS - Company Secretary (CS)
Auditor's to the Company	Ashraf Uddin & Co. Chartered Accountants, 142/B Green Road, 3 rd & 4 th Floor, Dhaka-1215
Issue Manager	NRB Equity Management Limited , Al-Razi Complex, Suite#G-602, 603 (6 th Floor) 166-167, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh.
Valuer	Ahmad & Akhtar , Chartered Accountants, BCIC Bhaban (3 rd Floor), 30-31, Dilkusha C/A, Dhaka-1000 PRONAYAN , Architects, Engineers, Interior Designers, Builders, Planners & Management Consultants, Pronayon, Sabdar Ali Rd, Chittagong, Phone: 031-716066
Registrar to the issue	BetaOne Investments Limited , Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh.
Name of Underwriters	1. Citizen Securities & Investment Limited 2. BMSL Investment Limited 3. UNICAP Investments Limited 4. Southeast Bank Capital Services limited 5. BLI Capital Limited 6. NBL Capital & Equity Management Ltd. 7. BetaOne Investments Limited 8. NRB Equity Management Ltd.

Particulars	Description
Credit Rating Company	Credit Rating Information and Servicing Limited (CRISL)
Bankers /Financial Institutions to the Company	✓ Southeast Bank Limited ✓ Sonali Bank Limited ✓ Uttara Bank Limited ✓ Shahjalal Islami Bank Limited ✓ EXIM Bank Limited ✓ Pubali Bank Limited ✓ Islami Bank Bangladesh Limited ✓ Al-Arafah Islamic Bank Limited ✓ Dutch Bangla Bank Ltd ✓ International Leasing Company Ltd.
Lead Banker for IPO	Southeast Bank Limited
Lawyer to the Company	Mr. Morshed Ahmed Khan Advocate – Supreme Court of Bangladesh Suite # 802, Rahat Tower, 14, B Capital Issue non C-A, 7th Floor, Link Road, West Banglamotor, Dhaka-1000, Bangladesh, Mobile: 01713013634, 01973013634, e-mail: corporate_counsel@yahoo.com Mr. A.M. Zia Habib Advocate 80, Ainjibi Bhaban, Court Hill, Chittagong, Phone: 01719 487 496 e-mail: ziahabibctg@gmail.com

*All investors are hereby informed that Md. Moshior Rahman ACS - **Company Secretary (CS)** would be designated as Compliance Officer who will monitor the compliance of the acts, rules, regulations, notification, guidelines, conditions, orders or directions etc. issued by the Commission and-or Stock Exchange(s) applicable to the conduct of the business activities of the Company so as to promote the interest of the investors in the security issued by the Company, and for redressing investors' grievances.

CHAPTER-VI

DESCRIPTION OF THE ISSUER

(a) SUMMARY:

(i) The summary of the industry and business environment of the issuer:

The global lubricant market is expected to register a CAGR of 2.18% during the forecast period, 2018-2023. One of the major factors driving the growth of the global market is the growing automotive production Asia-Pacific and Europe, especially in countries, such as India, the United Kingdom, Italy, France, and Indonesia. Additionally, the growing demand for and usage of high-performance lubricants (owing to their better and improved properties, such as reduced flammability, reduced gear wear, and increased service life), is also driving the growth of the market, as the aforementioned properties, make these lubricants suitable for high-temperature applications. Lubricants are majorly used in the industrial sector for the proper functioning of machines. They are also used in an automobile for smooth functioning and longevity of engines and other components. Lubricants are available in liquid, semi-fluid, or solid state, and possess various characteristics, such as, high viscosity index, high level of thermal stability, low freezing point, and high boiling point, all of which help to reduce friction between surfaces of machine parts and the rate of wear, without compromising operational efficiency. The increase of total demand of global lubricants demands mainly expected from the region of India & Asia – Pacific. In particular, the consumption in this region is expected to be increased by about 10% during 2015-2017. The Asian share in total global consumption of lubricants is expected to range around 43% in 2017. Asia-Pacific is the fastest growing lubricants market, at a cumulative annual growth rate (CAGR) of 3.0% (approx.) between 2014 and 2019. Asia-Pacific, Middle East & Africa regions are expected to drive the lubricants raw materials market in the recent future. These markets together accounted for around 51.0% of the total market. The growing automotive sector and industrial production have led to an enhanced demand for lubricants. The motor vehicles, Power and the Marine sector in these regions have a high share in the lubricants market. Asia's emerging markets Bangladesh including Vietnam, Indonesia, India and the China market is the largest for lubricants comprising more than 56.0% of the total Asia-Pacific market. The market in China for lubricants is estimated to grow at a higher rate in the next five years due to increasing industrial activities in the country. On the other hand, India became 5th largest energy consuming country. It surpassed the top lubricants market, the U.S. in the recent past and is projected to continue to dominate the lubricants market. The North American and Western Europe market has reached its mature stage, and hence, will register a sluggish growth. The top companies in the lubricants in the global market are Exxon Mobil, Shell, BP, Total, Conoco Philips and ELF-Fina. In this sector they are being called seven sisters united as they are dominating players and fixing the price at their will globally. As result lubricants and allied products remain always high priced for the lower and middle-income regions like Africa, Indian Sub-continent, China and the Asia Pacific.

In context to the above, Lub-rref (Bangladesh) Ltd. has taken initiative to break the seven sister's domination in Bangladesh by setting up a world class lubricants manufacturing industry with the Brand Name "BNO Lubricants". Considering local & International Market, under the "BNO Lubricants" brand Lub-rref (Bangladesh) Ltd. has also reached at the brink of acquiring Original Equipment Manufacturers (OEM'S) approval from the world most prestigious equipment manufacturer like BMW, Volvo, Scania & Wartsila etc. In this process we already acquired ISO 9001:2015, ISOQAR 9001:2015, ISO-IEC 17025:2005, ISO EMS 14001:2015 & OHSAS 18001:2007 which is duly conducted by another world-renowned certification Body DNV-GL amply proving our competency to penetrate in the world lubricants market.

Certifications:

Lub-rref (Bangladesh) Limited has the following certifications:

Germanischer Lloyds Class for Product Certification;

- ISO9001:2015, ISOQAR9001:2015(Quality Management System);
- ISO 14001:2015 (Management System);
- OHSAS ISO 18001:2007(Management System);

BAB (Bangladesh Accreditation Board)

- ISO-IEC17025:2005(Lab Management System);

Moreover, the export of petroleum products from the country was so long impeded by a general restriction which has been recently waived up at our approaches by the Tariff Commission. Matter to be mentioned here, by the Petroleum Act-1974 it was completely banned to the private sector for marketing, distribution, import and export any kind of petroleum product. We are first company who put all of our efforts to open the export permission, as like earlier at mid-80 | as a first company we put our efforts to open the Lube oil industry for Private Sector. Our efforts in these regards make us able to setting up of a world-class

Lubricants industry and export to Nepal, Myanmar and Eastern provinces of India for the first time ever in Bangladesh. The total demand of Lubricants in Bangladesh is 120,000 metric ton per Annum. It is estimated that the sector-wise yearly consumptions of lubricants in Bangladesh- for Automotive Sector 65 %, Industrial sector 30% and Marine & others 5%. It has been observed that, around 85% of total demand is supplied by Seven Sisters and other foreign Brands. As such there is an ample opportunity to replace the foreign brand by a national brand "BNO Lubricants" in the greater interest of local industries in Bangladesh. In persuasion to the same, last couple of decades the management of Lub-rref (Bangladesh) Ltd. has put utmost efforts for acquiring Advanced Technology and Technical Know-How, Manpower Development, setting up of a Laboratory and R&D etc. Furthermore, in order to reduce foreign dependency on import of base fluid for Lubricants Lub-rref (Bangladesh) Ltd. has also taken initiative to set up State-Of-The-Art Base Oil Refinery which will fulfill local demand and make the country export lead one, the first time in the history of this sector.

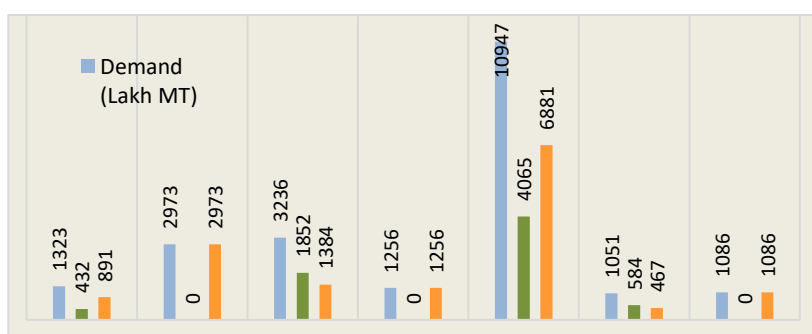
TABLE-1: DEMAND, PRODUCTION AND IMPORT QUANTITIES

NAME OF THE COUNTRY	DEMAND (LAKH MT)	PRODUCTION (LAKH MT)	IMPORT (LAKH MT)
BANGLADESH	1.2	0.16	1.04
INDIA	1,323	432	891
JAPAN	2,973	0	2,973
CHINA	3,236	1,852	1,384
SOUTH KOREA	1,256	0	1,256
USA	10,947	4,065	6,881
ITALY	1,051	584	467
FRANCE	1,086	0	1,086

The per capita income of Bangladesh has increased from \$1465 to \$1602 in 2017 accordingly the govt. of Bangladesh had set a target of GDP growth at 7%. The government has also set up a vision for becoming a middle-income country by 2021. As such the public and private investment in infrastructures and industries shall boost parallel to the GDP growth and lubricant demand simultaneously. In this juncture, Lub-rref (Bangladesh) Ltd would like to take the opportunity to serve the sector as well the country. The above chart shows that there is a considerable gap between the Demand of Lube Base Oil and Indigenous Production in Bangladesh.

CHART 3: GLOBAL LUBE BASE OIL DEMAND AND PRODUCTION GAP

Global Lube Base Oil: Demand, Production and Import



Some countries in Asia-Pacific, Indian sub-continent, Europe and North America have differences between demand and their own resources of Lube Base Oil. Few African and Latin American countries are also carrying that gap. A most modern lubricants Manufacturer in Bangladesh, Lub-rref (Bangladesh) Limited is intending to explore those market as its future plan. Meeting up the domestic demand is one of the main mission of the company, so as Bangladesh can become self-sufficient in the manufacturing of Lubricants. Lub-rref (Bangladesh) Limited is considered to be the most trusted & reliable national Lubricants manufacturer and supplier of quality Lubricants products in the Country, which facilitates and adds considerable value to its business processes in providing consistently high-quality products of international standards in the local market at a competitive price. In doing so Lub-rref shall endeavor to establish a loyal and mutually rewarding relationship with customers, employees, associates and shareholders of the company. The company is an ISO 9001:2015, ISOQAR 9001:2015, ISO-IEC 17025:2005, ISO 14001:2015 & OHSAS 18001:2007 certified Company and a regular participant in ASTM inter laboratory cross-check program always maintaining high ethical and international quality standards. 'Lub-

Lub-rref (Bangladesh) Limited' was formed by its founder Managing Director Mr. Mohammed Yousuf with a reputation for integrity, quality craftsmanship, and excellence in management. The Company has experienced steady growth since its inception. Lub-rref was incorporated on 18th November 2001 as a public' limited Company by shares registered under the Companies Act 1994 and commenced its commercial operation in the year 2006. The registered office of the Company is located at B-6 (part), 9-10 & 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219. The Corporate office established in "Rupayan Trade Centre", 7th Floor, 114, Kazi Nazrul Islam Avenue, Banglamotor, Dhaka. With four decades sound knowledge and expertise in the field of lubricants and greases Lub-rref (Bangladesh) is now reaching for greater achievements to add to its already remarkable success story with the vision is to become a pioneer in creating a greener alternative in the Lubrication industry. The company has adopted modern green technologies for growth and sustainability. The company imports Base Oil and additives to blend lube oil of various formulations to cater to the needs of automobile, industrial, marine sectors. The company produces around 35 formulations in a modern and fully equipped plant with the help of a most modern laboratory which includes atomic absorption equipment and marketing products under the "BNO Lubricants" Brand. Lub-rref (Bangladesh) Ltd. has emerged as a leading lube formulation and blending company in Bangladesh despite facing immense challenges and competition from the international brands. In a very short time Lub-rref (Bangladesh) Limited has been able to secure a good market share. It has proved again and again that it can make Bangladesh self-sufficient and self-reliant in the Lube processing sector and also garner into the international market with ease. However, the success was not just limited to the Bangladeshi market, within a very short period, BNO products are being exported to Nepal. Its dedicated team works round-the-clock to export BNO products to other regional markets as well. Lub-rref has established a reputation for unmatched technical support and liaison with the end customers ensuring correct choice and applications of lubricants. The company also cares highly about the environment where they work and their lubricants are environment-friendly and generate no waste. Lub-rref is the first ever company in the country that simultaneously produces and markets virgin & Re-refined base oil based lubricating oil in the market despite enormous negative propaganda against Re-refined Oil. In the context of the economy and environment it is very clear that setting up a Re-refinery is necessary. Despite Re-refining industries being essential to the economy and environment, they are still not considered a priority sector. As a result, this sector is facing immense hurdles. They are intending to handle this situation through different methods like -Adopting Modern Technology, provide awareness to clients about its benefits, Product quality and relying on national products than on international one. In addition to this, it is also necessary now, more than ever, to build a re-refinery in Bangladesh because of the population density which is really high. Depending on natural gas can be unrealistic as it is a scarce resource and irreplaceable. So, it is high time that we can cater to our own country's citizens and make Bangladesh self-reliant in the refinery sector.

Vision:

To be a forerunner in creating a global standard 'green' organization in Bangladesh.

Mission:

To provide innovative high performing products and service solutions by adopting modern green technologies for business growth & sustainability and stakeholders' satisfaction.

Values:

WE ARE RACER in our heart!

RACER

- R – We are Resourceful and Responsible
- A – We are Advanced and Aggressive
- C – We are Customer-Centric and Caring
- E – We are Efficient and Environment-friendly
- R – We are Respectful

Corporate Objectives

- Robust financial growth and strong market share.
- Focus to become the most trusted 'Customer-centric' company.
- Transformation through innovation, restructuring and continuous development; focusing with green business.
- Build a strong 'Brand Image' transcending local market (beyond border).

- Sustainable CSR programs and commitment to People and community development’.
- Operational Excellence utilizing modern technology.
- The objectives have been set in accordance with the values of the organization.

Nature of Business:

The principal activities of the company are to manufacture Automotive, Industrial, Marine, Power House Lubricants, Lub Base Oil Refining and Lubricating Grease Blending.

Business Focus:

- Customer satisfaction.
- High-quality product.
- Competitive pricing.
- Optimal utilization of available resources at all times.
- Optimal use of information & technology.
- Continuous development & growth of human capital.
- Every action of every person to be sincere and profit oriented.
- Create an environment that drives intelligence amongst all involved.
- Shall remain socially committed and ethical Company.

(ii) Summary of consolidated financial, operating and other information:

Lub-rref (Bangladesh) Limited has no subsidiary company. Therefore, such information is not applicable to the company.

(b) GENERAL INFORMATION:

(i) Name and address, telephone and fax numbers of the registered office, corporate head office, other offices, factory, business premises and outlets of the issuer;

PARTICULARS	DESCRIPTION
Registered Office	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong – 4219, Tel:+880243150035, &+88 02-43151995, Fax : +88 0243150036
Corporate Office	Rupayan Trade Centre”, 7 th Floor, 114, Kazi Nazrul Islam Avenue, Banglamotor, Dhaka., Tel:+88-02-55138710, Fax:+88-02 55138711
Factory Office	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong – 4219, Tel:+880243150035 &+88 02-43151995, Fax : 88 031 750036
Outlets of the issuer	The company has no outlets.

(ii) The board of directors of the issuer:

Name	Designation
Mrs. Rubiya Nahar	Chairman
Mr. Mohammed Yousuf	Managing Director
Mr. Md. Salauddin Yousuf	Director
Ms. Dr.Israt Jahan	Director
Mr. Ahmed Hossain	Nominated Director (By Companygonj Agro Industries Ltd)
Mr. Mohammad Ameer Faisal	Independent Director
Mr. Wahid Uddin Chowdhury	Independent Director

(iii) Names, addresses, telephone numbers, fax numbers and e-mail addresses of the Chairman, Managing director, whole-time directors, etc. of the issuer:

Chairman	
Names	Mrs. Rubiya Nahar
Addresses	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong – 4219
Telephone numbers	+880243150035 & +88 02-43151995
Fax numbers	+88 02 43150036
E-mail addresses	info@lub-rref.com

Managing Director	
Names	Mr. Mohammed Yousuf
Addresses	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
Telephone numbers	+880243150035 & +88 02-43151995
Fax numbers	+88 02 43150036
E-mail addresses	info@lub-rref.com
Whole time Director	
Names	Mr. Md. Salauddin Yousuf
Addresses	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
Telephone numbers	+880243150035 & +88 02-43151995
Fax numbers	+88 02 43150036
E-mail addresses	info@lub-rref.com
Names	Ms. Dr. Israt Jahan
Addresses	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
Telephone numbers	+880243150035 & +88 02-43151995
Fax numbers	+88 02 43150036
E-mail addresses	info@lub-rref.com

- (iv) Names, addresses, telephone numbers, fax numbers and e-mail addresses of the CFO, Company Secretary, Legal Advisor, Auditors and Compliance Officer;

Chief Financial Officer (CFO)	
Names	Mr. Md. Mofijur Rahaman
Address	City Hoque Tower H- 4-5, R-1, Kornofuly R-A, Halishahar, Ctg.
Telephone numbers	+880243150035, 2770036 & +88 02-43151995
Fax numbers	+88 02 43150036
E-mail address	mrahaman@lub-rref.com, info@lub-rref.com
Company Secretary (CS)	
Names	Md. Moshior Rahman ACS
Address	H #3, R#1, J-Block, Halishahar, Ctg.
Telephone numbers	+880243150035, 2770036 & +88 02-43151995
Fax numbers	+88 02 43150036
E-mail address	cs@lub-rref.com, info@lub-rref.com
Legal Advisor	
Names	Mr. Morshed Ahmed Khan, Advocate – Supreme Court of Bangladesh
Address	Suite # 802, Rahat Tower, 14, B Capital Issue non C-A, 7 th Floor, Link Road, West Banglamotor, Dhaka-1000, Bangladesh
Telephone numbers	+8801713013634, +8801973013634
E-mail address	corporatecounsel@yahoo.com
Auditors	
Names	Ashraf Uddin & Co., Chartered Accountants
Address	142/B Green Road, Dhaka 1215
Telephone numbers	+880-2-116183, +88029554301, +88029124650
Fax numbers	+88-02-9565767
E-mail address	info@aucbd.com
Compliance Officer	
Names	Md. Moshior Rahman ACS
Address	H #3, R#1, J-Block, Halishahar, Ctg.
Telephone numbers	+880243150035, 2770036 & +88 02-43151995
Fax numbers	+88 02 43151091
E-mail address	cs@lub-rref.com, info@lub-rref.com

- (v) Names, addresses, telephone numbers, fax numbers, contact person, website addresses and e-mail addresses of the issue manager (s), register to the issue etc:

Issue Manager (s)	
Names	NRB Equity Management Limited
Address	Al-Razi Complex (6th Floor), Suite G-602-603, 166-167, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka
Telephone numbers	+88 02-9585325, +88 02-9585326
Fax numbers	+88 02-9570546
Contact person	Md. Muslahuddin Chowdhury, Chief Executive Officer
Website address	www.nrbequity.com
E-mail address	info@nrbequity.com
Registrar to the Issue	
Names	BetaOne Investments Limited
Address	Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh.
Telephone numbers	+8802222283801, +8802222287371
Fax numbers	+8802348811448
Contact person	Mr. Mohammed Atiquzzaman, Managing Director
Website address	www.betaone.com.bd
E-mail address	info@betaone.com.bd

- (vi) Details of Credit Rating:

- a) The names of all the credit rating agencies from which credit rating has been obtained:

Name of The Credit Rating Agencies	Rating Date
Credit Rating Information and Services Limited (CRISL)	18.02.2020

- b) The details of all the credit ratings obtained for the issue and the issuer:

CREDIT RATING STATUS		
Credit rating by	Credit Rating Information and Services Limited (CRISL)	
Rating	Entity Rating	
	Long term	Short term
	A	ST-3
Outlook	Stable	
Validity	17.02.2021 for long term rating and short-term rating	

- c) The rationale or description of the ratings (s) so obtained, as furnished by the credit rating agency(s)
CRISL has assigned 'A' (pronounced as a single A) rating in the Long Term and ST-3 rating in the Short Term to Lub-rref (Bangladesh) Limited (LRBDL) based on its quantitative and qualitative information up to the date of rating. The above ratings have been done after due consideration to its fundamentals such as equity-based capital structure, sound production facilities, experienced sponsors, experienced management team, diversified product line, good operational and financial performance, sufficient financial flexibility, good brand image, global outlook etc. However, the above factors are constrained, to some extent, by high finance cost to revenue ratio, optimistic projection, dependent on import based raw materials, significant competition in the market, the risk of financial etc. The Long-Term rating implies that entities rated in this category are adjudged to offer adequate safety for timely repayment of financial obligations. This level of rating indicates a corporate entity with an adequate credit profile. Risk factors are more variable and greater in periods of economic stress than those rated in the higher categories. The Short-Term rating indicates good certainty of timely repayment. Liquidity factors and company fundamentals are sound. Although ongoing funding needs may enlarge total financing requirements, access to capital and financial market is good with small risk factors. CRISL also placed the company with "Stable Outlook" considering that its existing fundamentals may remain unchanged in the foreseeable future.
- d) Observations and risk factors as stated in the credit rating report:

Observations:

Lub-rref (Bangladesh) Limited (LRBDL) is a company that is engaged in blending and marketing of lubricant and grease product in the local market and overseas. LRBDL is a public company limited by shares incorporated on November 18, 2001 and came into commercial operation on December 18, 2006. It is the first and only private initiative in Bangladesh which involves in blending lubricants of international quality, commissioning a State-Of-The-Art Lube Oil Blending Plant (LOBP) without having any collaboration with

multinational brands. Eventually, the company has established a complete local brand of lubricants namely “BNO LUBRICANTS”. Despite having numbers of giant multinational brand available in the market, Mr. Mohammed Yousuf has taken this confident initiative introducing BNO as a unique-local brand in 2006. Mr. Mohammed Yousuf is the Managing Director of the company who has established the first blending plant in Bangladesh making Joint venture project with FUCHS Petro-Lub, AG, and Germany prior to establishing LRBDL. Presently, “BNO LUBRICANTS” is being regarded as a high-quality lubricant oil for automotive, marine and different industrial requirement – which’s market acceptability, has been getting bigger with the passage of time. LRBDL is also the first and only company operating in Bangladesh which has initiated recycling of used-lub. Along with local branding and distribution, LRBDL has started small scale export of blended lubricants since 2015. LRBDL has a number of future projects in the pipeline to be implemented soon. Some of the future projects are: -base oil refinery, tank terminal along with a berth operating jetty, bitumen plant, hydrogen plant & power plant. The Company’s base oil will be the first state of the art setup in Bangladesh. Through this, Bangladesh will enter into the world of base oil produced map. This Oil Refinery project will save our environment and natural resources and also valuable foreign currency. It will further provide valuable employment opportunities to many and make workers proficient in handling with world class technology. This project will be 70,000 metric tons per annum of capacity, so overall it will reduce the dependency on imports and might, as well, export in the future. Another prominent development will be of the Tank Terminal. The company will develop and increase the national liquid base energy storage capacity and security. This project will be of 1,00,000 (one hundred thousand) metric ton of storage capacity. It will significantly reduce storage, import and transportation costs. This will be made based on the state-of-the-art technology and setup considering the environment. The company will also be producing the first commercially producing hydrogen plant in Bangladesh. Develop a perennial source of hydrogen for the country. This will also be a state-of-the-art based technology. This will contribute significantly on GDP through valuable foreign currency. The company’s present paid-up capital stood at Tk.1,000.00 million against authorized capital of Tk.2,500.00 million. The present corporate office with its existing plant is located at B-6 (part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A, Sagarika Road, Chittagong-4219, Bangladesh and expansion would be made at Juldha, Karnaphuly, Chittagong.

Financial, Profitability and Cost Efficiency Performance

Indicators	FY 2018-19	FY 2017-18	FY 2016-17
Capacity			
Blending (in M. Ton)	12,550	12,550	12,550
Re-Refining (in M. Ton)	4,527	4,527	4,407
Production			
Blending (in M. Ton)	9,060	6,992	6,283
Re-Refining (in M. Ton)	4,220	4,102	4,048
Capacity Utilization			
Blending (%)	72.19	55.71	50.06
Re-Refining (%)	93.22	90.61	91.85
Turnover and Other Operating Income (in Million Tk.)	1,533.94	1,375.93	1,195.03
Turnover Growth (%)	11.48	15.14	30.37
COGS (in Million TK.)	1,040.88	933.85	750.67
COGS Growth (%)	11.46	24.40	24.87
Gross Profit (in Million Tk.)	493.06	442.08	392.75
Profit Before Tax (PBT) (in Million Tk.)	300.74	271.82	208.08
Profit After Tax (PAT) (in Million Tk.)	207.63	204.51	150.06
Profit Growth (PAT) (%)	1.53	36.29	60.73
Gross Profit Margin (%)	32.14	32.13	32.87
Operating Profit Margin (%)	28.41	27.94	28.10
Net Profit Margin (%)	13.54	14.86	12.56
Cost To Revenue Ratio (%)	67.86	67.87	67.13
Administrative Exp. to Revenue Ratio (%)	3.11	3.11	2.70
Selling & Distribution Cost to Revenue Ratio (%)	0.62	1.07	2.07
Finance Cost to Revenue Ratio (%)	8.46	8.12	10.82

(Financial year ended on June 30)

Analyzing the business performance of LRBDL, it has been observed that the company's business volume has been increasing regularly. The lub-oil market of Bangladesh has got highly competitive within the last decade with the inauguration of numbers of multinational giants. LRBDL introducing a complete local brand "BNO LUBRICANTS", has experienced greater market acceptability with the progress of time. Although the company is yet to reach optimal level of capacity utilization, it has been exercising multiple strategies to fascinate the market. The company already adopted unique features establishing used-lube recycling plant which has been regarded as a lucrative issue among the lub-users. Above table shows the consistent growth of revenue driven by bigger sales quantity which also has boosted up the profitability volume with the progress of time. It has also substantiated good profitability margin managing the cost mix efficiently although reported margin considered to be substandard compared to its peers. It is mentioned worthy that beyond the local sales the company has started a small scale of export from the last financial year.

Rating Comforts: • Equity-based capital structure • Sound production facilities • Experienced sponsors • Experienced management team • Diversified product line • Good operational and financial performance • Sufficient financial flexibility • Good Brand image	Rating Concerns: • Optimistic projection • Dependent on import based raw materials • Moderate liquidity • Competition risk • Financial risk
Business Prospects: • The opportunity for market growth • Introduce new products • Diversification in the business • Export potentiality	Business Challenges: • Limited local raw material sources • Increased competition from existing and new entrants • Control over the distribution network

Risk Factors:

Competition Risk

Lubricating oil market in Bangladesh is very competitive due to the presence of many global giants. A large number of international lubricating oil companies has marketed their products directly or through local agencies. The major market players are 'BP' (British Petroleum) marketed by Meghan Petroleum Ltd., 'Mobil' marketed by Jamuna Oil Company Ltd and 'Total' marketed by Padma Oil Company Ltd. Among all these brands, 'Mobil' is the market leader in Bangladesh in the lubricating oil sector. However, the market share of BNO has gradually been increasing over the years. Other major international brands include Gulf, Castrol, Servo and Fuchs which are also marketed by local marketing companies.

Supplies Risk

In Bangladesh, lube oil blending and marketing companies are fully dependent on imported raw materials as no backward linkage is yet to be developed in the country. However, LRBDL has established a strong supply chain management to mitigate the supplies risk. It imports raw materials from the most advanced countries of the world and tests the quality of raw materials in its modern quality control laboratory to ensure the quality of raw material. It has adopted quality assurance policy are practiced worldwide. CRISL does not foresee any major risk of supplies other than higher prices in general.

Financial Risk

Companies that generally depend more on debt financing would have higher financial risk than the companies financed mostly by equity. LRBDL has substantial outside borrowings; however, its leverage ratio is estimated to be comfortable throughout the projected tenure. To materialize such optimistic forecasting, the company may face challenges in utilizing the capacity as per projection. CRISL views that, the project would generate adequate cash flow to meet financial obligations duly only if the company can utilize its capacity as projected in the future. The company will be arranged debt financing at the floating rate. Bangladesh Bank has moved to remove the interest rate ceiling on lending in the wake of a massive liquidity crisis in the financial market letting the price to be determined by functioning demand-supply interaction. This measure may invite interest rate instability which also would create volatility in the profitability of corporate houses like LRBDL. However, the Group has strong accessibility to the money market that ensures financial flexibility.

Operational Risk

LRBDL has low exposure to operational risk as the company has wide experienced management and technical team. In order to support the automated operational activities, the company is required to have a functional audit department to minimize operational risk. As the company has good technological setup, the company does not possess any major technological risk for being functionally obsolete in near future.

Changes in Government Policy

In General, Bangladesh economy is an example of much sick industries created out of the change of the government policy. The Government policy changes frequently with the change of government. Reverse impact on investment returns could stem from a change in government, legislative bodies, other foreign policy makers or military control. The company may suffer from such loss in the case of tightened foreign exchange repatriation rules or from increased credit risk if the Government changes policies to make it difficult for the company to pay creditors. The government may change the import duty on raw materials which will affect not only LRBDL but also all other lub-oil manufacturing companies.

Foreign Exchange Risk

LRBDL always requires making a large payment to suppliers through foreign currency. In recent time, Taka has devalued and dollar (\$) has revalued which may cause foreign exchange losses to the company as well as may decrease the profit margin.

(vii) Details of Underwritings:

- a) The names, addresses, telephone numbers, fax Numbers, contact person, and e-mail addresses of the underwriters and the amount underwriter by them:

Name & address	Contact person	Contact details	Amount Underwrote
Citizen Securities & Investment Limited Navana Tower (Level-19, Suite # 19/A), 45 Gulshan Avenue, Gulshan Circle-1, Dhaka- 1212, Bangladesh.	Farhad Uddin, FCMA Managing Director & CEO	Phone : +88028832626 Mobile : +8801306907864 Fax : +88029570546 E-mail : info@citizenscurities.com Web: www.citizenscurities.com	12,215,664
BMSL Investment Limited Shareef Mansion (4th Floor) 56-57, Motijheel C-A, Dhaka, Bangladesh	Mr. Md. Riyad Matin Managing Director	Tel: +88-02-9577651 Fax: +88-02- 4717218 E-mail: ssi@dhaka.net Web: www.bmslinvestment.com	12,215,664
UNICAP Investments Limited Noor Tower (4th Floor) 73, Sonargaon Road Dhaka-1205, Bangladesh	Salamul Latif Chowdhury Chief Executive Officer	Tel: +88-02-9632161-66 Fax: +88-02-9632163 E-mail: mahdi@unicapinvestments.com Web: unicap-investments.com	12,215,664
Southeast Bank Capital Services limited Eunoos Trade Centre (Level-9), 52-53 Dilkusha C.A. Dhaka, Bangladesh	Air Cdre (Retd) Md. Abu Bakar, FCA Managing Director	Tel: +88-02-9574171-75 Fax: +88-02-9574169 E- mail: sebcs@southeastbank.com.bd Web: www.southeastbank.com.bd	81,437,778
BLI Capital Limited Rupayan Trade Centre (10 th Floor), 114 Kazi Nazrul Islam Avenue, Banglamotor, Dhaka-1000, Bangladesh	Md. Israil Hossin, ACS Managing Director	Tel: +880241030061, 41030062, 41030063, 41030064, 41030065, Fax: Nil E-mail: blicapltd@gmail.com Web: www.blicapitaltd.com	36,646,992
NBL Capital & Equity Management Ltd. Printers Building (8th Floor), 5 Rajuk Avenue, Dhaka-1000, Bangladesh	Ms. Kamrun Naher Chief Executive Officer	Tel: 02-47118816, 02-47118807, 02-47119353, 02-47118782, 02-47118805, 02-47118782, Fax: +88-02-7118840 E-mail: cemd@nblbd.com Web: www.nblceml.com	12,215,664
BetaOne Investments Limited Medona Tower, Level 13, 28 Mohakhali C/A, Dhaka-1213, Bangladesh	Mohammed Atiquzzaman Managing Director	Tel: +8802222283801, +8802222287371 Fax: +880248811448 Email: info@betaone.com.bd Web: www.betaone.com.bd	12,215,664

Name & address	Contact person	Contact details	Amount Underwrote
NRB Equity Management Ltd. Al-Razi Complex, Suite# G-602, 603 (6 th Floor) 166-167, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka, Bangladesh	Mr. Md. Muslahuddin Chowdhury Chief Executive Officer	Tel: +88 02 9585326 Fax: +88 02 9585281 E-mail: ceo@nrbequity.com Web: www.nrbequity.com	34,611,030

b) Declaration by the underwriters that they have sufficient resources as per the regulatory requirements to discharge their respective obligations:

We the under-noted Underwriters to the forthcoming issue of **Lub-rref (Bangladesh) Limited** declare that we have sufficient resources as per the regulatory requirements to discharge our respective obligations regarding underwriting. We also declare that the authority can take action against us for concealment of fact in this regard and us, the underwriters shall be legally bound to abide by any decision taken by the Authority in this regard.

For Underwriters

Sd/-

Managing Director- Chief Executive Officer-Representative of Underwriters

Citizen Securities & Investment Limited

BMSL Investment Limited

UNICAP Investments Limited

Southeast Bank Capital Services limited

BLI Capital Limited

NBL Capital & Equity Management Ltd.

BetaOne Investments Limited

NRB Equity Management Ltd.

c) Major terms and conditions of the underwriting agreements:

**ARTICLE - I
UNDERWRITING**

- 1.01 The Company shall raise fund around **BDT 1,500,000,000/-** through Initial Public Offering (IPO) from which Tk. **610,783,200/-** on General Public Portion as provided in this Agreement.
- 1.02 The Underwriter shall underwrite **BDT 213,774,120** out of the total amount raised on a firm commitment basis. This commitment is irrevocable and unequivocal.
- 1.03 In case of under-subscription in any category by up to **35%** in an Initial Public Offer, the undersubscribed portion of securities shall be taken up by the underwriter.
- 1.04 In case of failure to deposit the remaining amount by the eligible investors, the unsubscribed securities shall be taken up by the underwriter

**ARTICLE - II
THE PUBLIC OFFER**

- 2.01 The Company shall raise around **BDT 1,500,000,000.00** through Eligible Investors and General Public subscription through publishing a prospectus in accordance with the consent of the Bangladesh Securities and Exchange Commission (BSEC) and the provision of this agreement.
- 2.02 Initial Public Offer (IPO) for 45,243,144 No. of Ordinary Shares, from which 22,621,544 No. of Ordinary Shares are reserved for Eligible Investors (EIs) at their own bid price and Quantity on highest to lowest bid basis in a descending order of individual bid price till exhaustion of the Quota for EI category at on or above the cut-off price Tk. 30.00 totalling Tk. 889,216,800 and remaining 22,621,600 No. of Ordinary Shares at a 10% discounted price from the cut-off price i.e. Tk. 27.00 per Shares totaling Tk. 610,783,200 for General Public including NRBs totaling Tk. 1,500,000,000.00.
- 2.03 Prior to the publication of the Prospectus, the Company shall obtain a consent from the Bangladesh Securities and Exchange Commission permitting the issue as described in Article 2.01 and provide for the payment of initial underwriting commission not exceeding **0.50%** on the amount underwritten.
- 2.04 The Company shall make media campaign and publicity of the offer for a subscription to the extent as may be reasonably requested by the Issue Manager prior to the opening of subscription period with publicity material as approved by the BSEC.
- 2.05 The Company shall comply with any other formalities required under law of the land, for raising fund publicly.

- 2.06 If and to the extent that the shares offered to the public by a prospectus authorized hereunder shall not have been subscribed and paid for in cash in full by the Closing Date of subscription, the Company shall within **10 (Ten) days** of the closure of subscription call upon the underwriter in writing with a copy of the said writing to the Bangladesh Securities and Exchange Commission, to subscribe the shares not subscribed by the closing date and to pay for in cash in full, inclusive of any premium if applicable, for such unsubscribed shares within **15 (Fifteen) days** after being called upon to do so. If payment is made by Cheques-Bank Draft by the underwriter it will be deemed that the underwriter has not fulfilled his obligation towards his underwriting commitment under this Agreement, until such time as the Cheques-Bank Draft has been encased and the Company's account credited. In any case within **7 (seven) days** after the expiry of the aforesaid 15 (fifteen) days, the Company shall send proof of subscription and payment by the underwriter to the Commission. In the case of failure by the underwriter to pay for the shares under the terms mentioned above, the said underwriter will not be eligible to underwrite any issue, until such time as he fulfills his underwriting commitment under this Agreement and also other penalties as may be determined by the Commission may be imposed. In the case of failure by the underwriter to pay for the shares within the stipulated time, the Company-issuer will be under no obligation to pay any underwriting commission under this Agreement. In the case of failure by the Company to call upon the underwriter for the aforementioned purpose within the stipulated time, the Company and its Directors shall individually and collectively be held responsible for the consequences and-or penalties as determined by the Bangladesh Securities and Exchange Commission under the law.
- 2.07 That the signatories to this Agreement have duly been authorized by the Board of Directors of both the Company and the underwriter to execute and give effect to this Agreement from the date written herein above.
- 2.08 The liability of the underwriter under this clause shall be in proportion to but not exceeding the shares agreed to be underwritten by it; provided that the aforementioned request of the Company shall be supported by official certificates and other documents of subscription obtained from the Bankers to the Issue and a declaration of the Company as to the final result of the Public subscription.
- 2.09 The Company shall pay to the underwriter an underwriting commission at the rate of **0.50%** of the amount underwritten hereby agreed to be underwritten by it.

ARTICLE - III DISCLOSURE

- 3.01 The Company shall furnish to the underwriter such data as the Underwriter may reasonably request.
- 3.02 The Company shall:
- Not change its financial plan or take steps to increase or decrease its paid-up capital to the disadvantage of the Underwriter.
 - Promptly advise the Underwriter of all amendments and changes required to be made in the Prospectus by the Bangladesh Securities and Exchange Commission and-or the Stock Exchange(s) and furnish amended Copies of Prospectus to the Underwriter and continue to inform him of all material facts relating to Public offering.

ARTICLE - IV MISCELLANEOUS

- 4.01 Any notice or request required or permitted to be given or made under this Agreement to the Underwriter or to the Company shall be in writing. Such notice or request shall be deemed to have been duly given or made when it shall be delivered by hand or sent by registered post in a prepaid letter to the party to which it is required or permitted to be given or made at such party's registered address or at such other address as such notice or making such request is to be made. Such notice shall be deemed to have been delivered in the ordinary course of post.
- 4.02 This Agreement shall bind and insure to the benefit of, the respective successors of the parties hereto.
- 4.03 This Agreement shall be valid until the completion of subscription of shares in accordance with section 2.06.
- 4.04 All questions or differences whatsoever which may at any time hereinafter arise between the parties hereto or their respective representatives touching these presents or the subject matter hereof or arising out of or in connection thereto respectively and whether as to construction or otherwise shall be referred to a single arbitrator in case the parties agree upon one Arbitrator, otherwise to two umpires in accordance with and subject to the provisions of the Arbitration Act, 2001 or any statutory modification thereof.
- 4.05 The rights and responsibilities of either party shall terminate in the event of full subscription of the public offering of shares.
- 4.06 Notwithstanding anything contained in this Agreement, in case of any inconsistency between the provision of this Agreement and the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, shall prevail.

4.07 The underwriter warrants and represents that it has a certificate of registration from the Bangladesh Securities and Exchange Commission to fully underwrite or place primary securities in a firm commitment basis.

N.B. BDT 213,774,120 in the major terms and conditions of the underwriting agreements indicate different amounts underwritten by different underwriters mentioned in their respective agreements and also given in underwriters.

(c) CAPITAL STRUCTURE:

(i) Authorized, issued, subscribed and paid-up capital (number and class of securities, allotment dates, nominal price, issue price and form of consideration):

Particular	Type of securities	Number of securities	Nominal Price	Amount in Taka
Authorized Capital	Ordinary Shares	250,000,000	10	2,500,000,000
Total Paid-up Capital before IPO [A]		100,000,000	10	1,000,000,000
Proposed Initial Public Offering (IPO) through Book Building method [B]		45,243,144	10	452,431,440
Total Paid-up Capital after IPO [A+B]		145,243,144	10	1,452,431,440

Issued, Subscribed and Paid-up Capital:

As on 30th June 2019 the paid-up capital of the Company is BDT 1,000,000,000 divided by 100,000,000 Ordinary Shares of face value of Tk. 10 each. The detail capital structure is given below:

Allotment History of the Securities:

Date of allotment	Nominal price	Form of consideration			Amount of share capital (bdt)
		In cash	Other than cash	Bonus share	
At the time of Incorporation 1 st Allotment (18-11-2001)	10	100,000	-	-	1,000,000
2 nd Allotment (21-11-2001)	10	230,000	-	-	2,300,000
3 rd Allotment (30-06-2003)	10	2,993,950	-	-	29,939,500
4 th Allotment (31-12-2003)	10	2,137,450	-	-	21,374,500
5 th Allotment (23-06-2005)	10	10,138,600	-	-	101,386,000
6 th Allotment (03-07-2014)	10	12,931,348	-	-	129,313,480
7 th Allotment (30-07-2016)	10	26,591,317	-	-	265,913,170
8 th Allotment (13-10-2016)	10	14,877,335	-	-	148,773,350
9 th Allotment (04-10-2017)	10	30,000,000	-	-	300,000,000
Total		100,000,000	-	-	1,000,000,000

(ii) Size of the present issue, with a break-up (number of securities, description, nominal value and issue amount):

Particulars		Percentage (%)	Number of Securities	Description	Nominal value	Issue Amount (BDT)
Eligible investors (EI)	EI including Mutual Funds & CIS	50.00	22,621,544	Ordinary Share	10.00	889,216,800
General Public (GP)	General Public excluding NRB	40.00	18,097,300		10.00	488,627,100
	NRB	10.00	4,524,300		10.00	122,156,100
Total		100.00	45,243,144			1,500,000,000

(iii) Paid up capital before and after the present issue, after conversion of convertible instruments (if any) and share premium account (before and after the issue):

No. of Securities	Before the Present Issue (BDT)	After the Present Issue (BDT)
Paid up Capital	1,000,000,000	1,452,431,440
Convertible Instrument	N/A	N/A
Share Premium Account	458,500,000	1,506,068,560
Total	1,458,500,000	2,958,500,000

*The Company has no outstanding convertible instruments as on the date of this Prospectus.

- (iv) **Category wise shareholding structure with percentage before and after the present issue and after conversion of convertible instruments (if any):**

Category wise shareholding structure with percentage before and after the present issue:

Sl. No.	Category of shareholders	No of ordinary shares		Percentage of holding	
		Pre-issue	Post-issue	Pre-issue (%)	Post-issue (%)
1.	Sponsors & Directors	53,846,301	53,846,301	53.85	37.07
2.	Individual	24,753,699	42,850,999	24.75	29.50
3	Institutional	21,400,000	44,021,544	21.40	30.31
4	Mutual Fund	-	4,524,300	-	3.11
5	Other Shareholders	-	-	-	-
Total		100,000,000	145,243,144	100.00	100.00

Convertible instrument

The Company has no outstanding convertible instruments as on the date of this prospectus.

- (v) **Where shares have been issued for consideration in other than cash at any point of time, details in a separate table, indicating the date of issue, persons to whom those are issued, relationship with the issuer, issue price, consideration and valuation thereof, reasons for the issue and whether any benefits have been accrued to the issuer out of the issue:**

The Company did not issue any of its ordinary shares for consideration in other than cash at any point in time.

- (vi) **Where shares have been allotted in terms of any merger, amalgamation or acquisition scheme, details of such scheme and shares allotted:**

The Company has not allotted any shares in terms of any merger, amalgamation or acquisition scheme.

- (vii) **Where the issuer has issued equity shares under one or more employee stock option schemes, date-wise details of equity shares issued under the schemes, including the price at which such equity shares were issued:**

The Company has not issued any equity shares under stock option to its employees.

- (viii) **If the issuer has made any issue of specified securities at a price lower than the issue price during the preceding two years, specific details of the names of the persons to whom such specified securities have been issued, relation with the issuer, reasons for such issue and the price thereof:**

As per Bangladesh Securities and Exchange Commission (Public Issue) Rules-2015 (Amended) the Issue price of securities shall be determined through bidding process which is yet to be done and shall be finalized in due course. However, Lub-rref (Bangladesh) Limited has not made any issue of specified securities at a price lower than the issue price during the preceding two years.

- (ix) **The decision or intention, negotiation and consideration of the issuer to alter the capital structure by way of issue of specified securities in any manner within a period of one year from the date of listing of the present issue:**

The Company has no such decision or intention, negotiation and consideration to alter the capital structure by way of issue of specified securities in any manner within a period of one year from the date of listing of the present issue.

- (x) The total shareholding of the sponsors and directors in a tabular form, clearly stating the names, nature of issue, date of allotment, number of shares, face value, issue price, consideration, date when the shares were made fully paid up, percentage of the total pre and post issue capital, the lock-in period and the number and percentage of pledged shares, if any, held by each of them:

Name & Position	Nature of Issue	Date of Allotment	No. Of Ordinary shares	Face Value	Issue Price	Consideration	Total number of Shares	Pre-IPO (%)	Post-IPO (%)	Lock in Periods (Year)
Mrs. Rubiya Nahar (Sponsor & Chairman)	1 st Allotment	18.11.2001	17,980	10.00	10.00	Cash	3,455,140	3.46	2.38	3
	Transfer	18.01.2005	4,990	10.00	10.00	Transfer				
	5 th Allotment	23.06.2005	2,328,800	10.00	10.00	Cash				
	7 th Allotment	30.07.2016	689,000	10.00	10.00	Cash				
	8 th Allotment	13.10.2016	414,370	10.00	10.00	Cash				
Mr. Mohammed Yousuf (Sponsor & Managing Director)	1 st Allotment	18-11-2001	67,000	10.00	10.00	Cash	29,567,544	29.57	20.36	3
	2 nd Allotment	21-11-2001	230,000	10.00	10.00	Cash				
	3 rd Allotment	30-06-2003	2,993,950	10.00	10.00	Cash				
	4 th Allotment	31-12-2003	2,137,450	10.00	10.00	Cash				
	5 th Allotment	23-06-2005	7,809,800	10.00	10.00	Cash				
	6 th Allotment	03-07-2014	12,931,348	10.00	10.00	Cash				
	Transfer	15-02-2015	(260,000)	10.00	10.00	Transfer				
	7 th Allotment	30-07-2016	1,160,100	10.00	10.00	Cash				
	8 th Allotment	13-10-2016	497,896	10.00	10.00	Cash				
	Transfer	15-11-2016	2,000,000	10.00	10.00	Transfer				
Mr. Salauddin Yousuf (Sponsor & Director)	1 st Allotment	18.11.2001	5,000	10.00	10.00	Cash	3,247,520	3.25	2.24	3
	Transfer	15.02.2015	15,000	10.00	10.00	Transfer				
	7 th Allotment	30.07.2016	159,800	10.00	10.00	Cash				
	8 th Allotment	13.10.2016	3,067,720	10.00	10.00	Cash				
Ms. Israt Jahan (Sponsor & Director)	1 st Allotment	18.11.2001	5,000	10.00	10.00	Cash	3,123,495	3.12	2.15	3
	Transfer	15.02.2015	15,000	10.00	10.00	Transfer				
	7 th Allotment	30.07.2016	810,450	10.00	10.00	Cash				
	8 th Allotment	13.10.2016	2,293,045	10.00	10.00	Cash				
Mr. Ahmed Hossain (Nominated by Companigonj Agro Industries Ltd.)	Transfer	15.02.2015	30,000	10.00	10.00	Transfer	3,509,300	3.51	2.15	3
	7 th Allotment	30.07.2016	878,100	10.00	10.00	Cash				
	8 th Allotment	13.10.2016	2,601,200	10.00	10.00	Cash				
Alhaj Musharraf Hossain (Sponsor Shareholder)	1 st Allotment	18.11.2001	10	10.00	10.00	Cash	10	0.00	-	3
Md. Jashim Uddin (Sponsor Shareholder)	1 st Allotment	18.11.2001	10	10.00	10.00	Cash	2,143,292	2.14	1.48	3
	Transfer	15.02.2015	15,000	10.00	10.00	Transfer				
	7 th Allotment	30.07.2016	20,86,046	10.00	10.00	Cash				
	8 th Allotment	13.10.2016	42,236	10.00	10.00	Cash				

Name & Position	Nature of Issue	Date of Allotment	No. Of Ordinary shares	Face Value	Issue Price	Consideration	Total number of Shares	Pre-IPO (%)	Post-IPO (%)	Lock in Periods (Year)
Ms. Nusrat Nahar (Sponsor Shareholder)	1 st Allotment	18.11.2001	5,000	10.00	10.00	Cash	8,800,000	8.80	6.05	3
	Transfer	18.01.2005	(5,000)	10.00	10.00	Transfer				
	9 th Allotment	04.10.2017	8,800,000	10.00	15.28	Cash				
Mr. Mohammad Ameer Faisal, Independent Director	-	-	-	-	-	-	-	-	-	-
Mr. Wahid Uddin Chowdhury, Independent Director	-	-	-	-	-	-	-	-	-	-
Total							53,846,301	53.85%	36.81%	

N.B. The shares were made fully paid-up capital at the date of allotment. The company didn't issue any pledged share.

*Lock in starts from the first trading date on any of exchanges.

- (xi) The details of the aggregate shareholding of the sponsors and directors, the aggregate number of specified securities purchased or sold or otherwise transferred by the sponsor and or by the directors of the issuer and their related parties within six months immediately preceding the date of filing the Prospectus:

No share has been purchased or sold or otherwise transferred by the sponsor and-or by the directors of the issuer and their related parties within six months immediately preceding the date of filing the prospectus.

- (xii) The name and address of any person who owns, beneficially or of record, 5% or more of the securities of the issuer, indicating the amount of securities owned, whether they are owned beneficially or of record, and the percentage of the securities represented by such ownership including number of equity shares which they would be entitled to upon exercise of warrant, option or right to convert any convertible instrument:

SHAREHOLDERS POSITION FOR 5% OR MORE					
Sl. No	Name of shareholder	Address	No.of Shareholding	Total No. of Shares Record	Shareholding (%) Before Capital Raising
1	Mohammed Yousuf	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong	29,567,544	29,567,544	29.57%
2	Nusrat Nahar	H-3-B, Apt-302, R-58, Gulshan-2, Dhaka-1212	8,800,000	8,800,000	8.80%
3	Southeast Bank Limited	Yunoos Trade Center, 52-53 Dilkusha C-A, Dhaka	8,300,000	8,300,000	8.30%
4	Southeast Bank Capital Service Limited		5,100,000	5,100,000	5.10%
5	Mojibur Rahaman	H # 10, R # 13, Baridhara, Dhaka	5,000,000	5,000,000	5.00%
Total			56,767,544	56,767,544	56.77%

There is no event or intent of exercising warrant, option or right to convert any convertible instrument.

- (xiii) The number of securities of the issuer owned by each of the top ten salaried officers, and all other officers or employees as a group, indicating the percentage of outstanding shares represented by the securities owned:

None of the top ten salaried officers of the company own any shares of the issuer company “Lub-rref (Bangladesh) Limited” except the following Directors and Officers of the Company.

SL. No	Name of top-salaried officers	Position	No. of shares owned (as on June 30, 2019)	Percentage of shareholding	
				Pre-Issue	Post-Issue
1	Md. Mohammed Yousuf	Managing Director	29,567,544	29.57%	20.36%
2	Rubiya Nahar	Chairman	3,455,140	3.46%	2.38%
3	Md. Salauddin Yousuf	Director & Head of Marketing	3,247,520	3.25%	2.24%
4	Dr. Israt Jahan		3,123,495	3.12%	2.15%
Total			39,393,699	39.40%	27.13%

No other officer or employee as a group held any securities of the company apart from the table mentioned above.

(d) DESCRIPTION OF BUSINESS:

- (i) The date on which the issuer company was incorporated and the date on which it commenced operations and the nature of the business which the company and its subsidiaries are engaged in or propose to engage in:

Date of incorporation and commencement of commercial operation

Lub-rref (Bangladesh) Limited was incorporated on 18th November 2001 as a public limited Company by shares registered under the Companies Act 1994. The actual Commercial Operation started on December 18, 2006. It got certification of Commencement of Commercial operation November 18, 2001.

Nature of the Business of the Issuer

The principal activities of the Company are to manufacture Automotive, Industrial, Marine, Power House Lubricants, Lube Base Oil Refining and Lubricating Grease Blending etc.

Associates, Subsidiary-related holding Company and their Core areas of business

Lub-rref (Bangladesh) Limited has neither any subsidiary nor it is operated under a holding company.

- (ii) Location of the project:

B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219, Bangladesh.

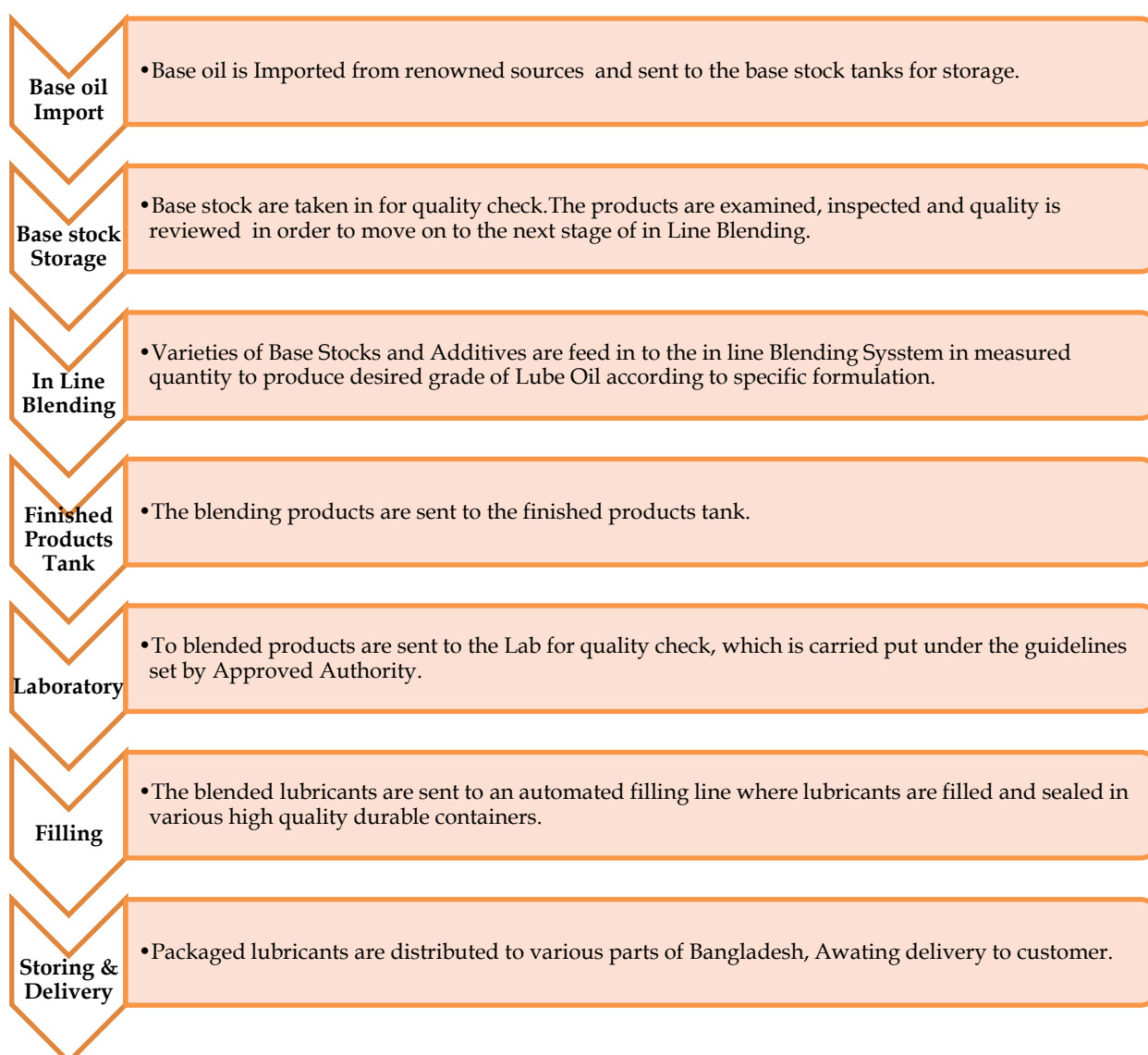
- (iii) Plant, machinery, technology, process, etc.

Plant, Machinery, & Technology:

Lub-rref (Bangladesh) Limited has been using sophisticated machinery and modern technology in order to produce high quality of Lubricant oil. It helps us to be competitive over our competitors because of our latest machineries and technology. Lub-rref (Bangladesh) Limited uses the most modern technology in its Blending plant and Re-Refinery Plant.

PROCESS:

Complete lubricating oil has to face several processes from its manufacturing and distribution process. During lubricating oil manufacturing, a process flow chart must be needed to complete an order easily. A process flowchart helps to understand a lubricant manufacturing method that's given below:



(iv) Details of the major events in the history of the issuer, including details of capacity or facility creation, launching of the plant, products, marketing, change in ownership and-or key management personnel etc.:

Particulars	Status
Date of Incorporation	November 18, 2001 as public Limited company
Certificate for Commencement of Business	November 18, 2001
Actual Date of Commercial Operation	December 18, 2006
At Site Storage Capacity -Facility creation	1500MT
Launching of Plant	December 18, 2006
Products	Engine Oil, Generator Oil, Marine Engine Oil, Automotive Gear Oil, Hydraulic Oil, Compressor Oil, Industrial Gear Oil, Machine Oil, Transformer Oil, Greece, laboratory services etc.
Marketing	launching of marketing from December, 2006 Marketing Policy: ✓ Commercial advertisement ✓ Website ✓ Using Social Media ✓ Participating in foreign and local Fair ✓ Expert Sales Team Support

Particulars	Status
	✓ Sponsorship in Sports by given Jersey, Banner, Feston, Bill Board, Social welfare, Commercial AD through print and digital media, etc.
Change in ownership	There were changes in Ownership through the appointment of Director as follows: ✓ Newly Appointed as a Director Ms. Dr. Israt Jahan and Mr. Ahmed Hossain (Representative of Companygonj Agro Industries Ltd) as on 29.09.2016 ✓ The Company raised capital 100 Core in cash consideration on 04 October 2017
Key Management Personnel	✓ Mrs. Rubiya Nahar (Chairman) ✓ Mr. Mohammed Yousuf (Managing Director) ✓ Mr. Md. Salauddin Yousuf (Director) ✓ Ms. Dr. Israt Jahan (Director) ✓ Mr. Mohammad Ameer Faisal (Independent Director) ✓ Mr. Wahid Uddin Chowdhury (Independent Director) ✓ Mr. Dr. Khandakar Zakir Hossain (GM-Technical) ✓ Mr. Md. Mofijur Rahaman (Chief Financial Officer) ✓ Md. Moshior Rahman ACS (Company Secretary & Compliance Officer) ✓ Dr. Mohammed Saifuddin (Manager, Lab and R&D) ✓ Mr. Sajid Aftab (DGM and Head of Business Development Lab Division) ✓ Mr. Naim Siddiqui (AGM, Operation) ✓ Mr. Mozammel Hossain (DGM Sales and Marketing) ✓ Mizanur Rahman (Civil Engineer)

(v) **Principal products or services of the issuer and markets for such products or services. Past trends and future prospects regarding exports (if applicable) and local market, demand and supply forecasts for the sector in which the product is included with a source of data;**

The principal activities of the company are to carry on the business of manufacturing and marketing (local & export). The following table shows various attributes of the Company's product.

A. Engine Oil Category	
(i) Passenger Car Motor Oil 1. Bno Heavy Duty Series Bno Hd 40 Api Sd-Cc 2. Bno Hd Sae-50, Api Sc-Cc 3. Bno Hd Sae-50, Api Sd-Cc 4. Bno Heavy Duty Plus 25w-50 Api Cf-Sf 5. Bno Gold Sae 20w-50, Api Sg-Cf 6. Bno Bike 4t, 20w-50 Api Sl 7. Bno Cng Special 20w-50 Api Sl-Cf	8. Bno Diesel Super 15w-40, Api Ci-4 9. Bno Diesel Super 20w-50, Api Ci-4 10. Bno Diamond-Synthetic 5w-40, Api Sm 11. Bno Diamond 10w-40, Api Sm 12. Bno Diamond 10w-30 Api Sm 13. Bno Diesel Super 15w-40, Api Cj-4
(ii) Generator Oil 1. Bno Power (G) Sae-40	2. Bno Power (D) Sae 15w-40, Api Ci-4
(iii) Marine Engine Oil a. Bno Marine Diesel Engine Oil Series: 1. Bno Marine-30, Tbn 6 2. Bno Marine-30, Tbn 15 3. Bno Marine-40, Tbn 12	4. Bno Marine- 40, Tbn 15 5. Bno Marine-50, Tbn 12 6. Bno Marine-50, Tbn 15
b. Bno Marine Tpeo Series: 1. Bno Marine Tpeo-30, Tbn 30 2. Bno Marine Tpeo-40, Tbn 30 3. Bno Marine Tpeo-40, Tbn 40 c. Bno Marine Outboard 2t-Tcw3	4. Bno Marine Tpeo-50, Tbn 40 5. Bno Marine Tpeo-50, Tbn 70
(iv) Automotive Gear Oil A. Multi-Grade Gear Oil Series: 1. Bno Gear Oil-80, Api Gl-4-Gl-5 2. Bno Gear Oil-90, Api Gl-4-Gl-5 3. Bno Gear Oil-140, Api Gl-4-Gl-5	4. Bno Gear Oil 80w-90, Api Gl-4-Gl-5 5. Bno Gear Oil 85w-140, Api Gl-4-Gl-5 6. Bno Gear Oil 75w-90, Api Gl-4-Gl-5
B. Industrial Product Category	
(i) Hydraulic Oil a. Bno Hydraulic Aw Series:	

1. Bno Hydraulic - Aw 32 2. Bno Hydraulic Aw 68 3. Bno Hydraulic Aw 100	4. Bno Gear Oil 85w-140, Api Gl-4-Gl-5 5. Bno Gear Oil 75w-90, Api Gl-4-Gl-5 6. Bno Hydraulic Aw 220
b. Hvi Hydraulic Oil Series: 1. Bno Hvi Hydraulic Aw-32 2. Bno Hvi Hydraulic Aw-46 3. Bno Hvi Hydraulic Aw-68	4. Bno Hvi Hydraulic Aw-100 5. Bno Hvi Hydraulic Aw-15
(ii) Compressor Oil A. Air Compressor Oil: 1. Bno Compressor Oil 32 2. Bno Compressor Oil 46 3. Bno Compressor Oil 68	4. Bno Compressor Oil 100 5. Bno Compressor Oil 150 6. Bno Compressor Oil 220
B. Synthetic Compressor Oil Series: 1. Bno Compressor Oil Synthetic-68	2. Bno Compressor Oil Synthetic-46
C. Synthetic Compressor Oil Series: 1. Bno Compressor Oil Synthetic-68	3. Bno Compressor Oil Synthetic-46
(iii) Industrial Gear Oil a. Industrial Gear Oil(Mineral): 1. Bno Gear 68 2. Bno Gear 100 3. Bno Gear 150 b. Synthetic Gear Oil Series: 1. Bno Compressor Oil Synthetic-68 2. Bno Compressor Oil Synthetic-46	4. Bno Gear 220 5. Bno Gear 320 6. Bno Gear 460
(iv) Bno Turbine Oil Roi Oil Series 1. Bno Turbine Oil 32 2. Bno Turbine Oil 46 3. Bno Turbine Oil 68	4. Bno Compressor Oil 100 5. Bno Compressor Oil 150
(v) Machine Oil 1. Bno Machine Oil 32 2. Bno Machine Oil 46 3. Bno Machine Oil 68 4. Bno Machine Oil 100 5. Bno Machine Oil 150	6. Bno Machine Oil 220 7. Bno Machine Oil 320 8. Bno Machine Oil 460 9. Bno Machine Oil 680
C. Specialty Product Category	
(i) Machine Oil 1. Bno Machine Oil 32 2. Bno Machine Oil 46 3. Bno Machine Oil 68	4. Bno Machine Oil 220 5. Bno Machine Oil 320 6. Bno Machine Oil 460

Lab Services:

Analytical Division:

Lub-rref (Bangladesh) Ltd has launched third-party laboratory services from our modern Lube & Fuel Testing Laboratory. The laboratory is equipped with Testing Apparatus from American-European sources & it carries out testing services following the latest ASTM-IP Test Methods. We are a regular participant in ASTM Inter-Laboratory Cross-check Program whereby we proved our accuracy & competence in almost all test cycles. We are accredited by Bangladesh Accreditation Board (BAB) as per ISO-IEC 17025:2005. In addition, we are also enjoying prestigious Germanischer Lloyds (GL) classification & ISO Certification as per ISO 9001:2015, ISOQAR 9001:2015, ISO 14001:2015 and OHSAS 18001:2007. The laboratory is run by a team of professionals maintaining high moral, absolute confidentiality & safeguarding customer's interest. Our services include full-fledged testing of Lube oil, HFO, Transformer oil, Hydraulic oil, Grease, etc. Recently the company introduced some exclusive testing facility for Power Sector. This includes Dissolve Gas Analysis (DGA) for early detection of incipient faults in transformers to reduce unplanned outages, analyze presence of PCB's in Transformer that can build up in the environment and can cause harmful health effects etc. The company is also planning to diverse its lab facility in other areas such as Metallurgy, Consumer Product and Food safety & quality.

Filtration Division:

Lub-rref (Bangladesh) Ltd has also introduced on-site filtration of transformer oil through mobile transformer oil filtration plant at customers' door step at a very competitive price. The advanced system

will improve the quality of used transformer oil up to a significant level which guarantees longer life of processed oil and also helps to save the extra cost of purchasing new transformer oil. Power generation & Government Utility companies are mostly benefitted with this service. The company is also capable to render online Turbine oil filtration at customer site which is a unique service in the country.

Past trends and future prospects regarding exports and Local Market:

Past Trend:

Last 5 years & six months' sales of Lub-rref (Bangladesh) Limited are as follows:

FINANCIAL YEAR OR PERIOD	REVENUE (AMOUNT IN TK)
30 th June, 2019	1,533,942,711
30 th June, 2018	1,375,933,622
30 th June, 2017	1,186,777,624
30 th June, 2016 (Jan, 16 – Jun, 16)	465,050,539
31 st December 2015	830,038,537
31 st December 2014	704,274,146

Future Prospects:

Lub-rref (Bangladesh) Ltd. is a State-Of-The-Art Lub Blending Plant for the production of new generation lubricating oils introducing a modern accredited laboratory for Quality Assurance of its products and in-service oil condition monitoring services to valued customers and 3rd party testing of lubricants and fuel oils. For testing services Lub-rref (Bangladesh) Ltd follows the latest ASTM, ISO and IP test methods with most advanced & sophisticated lab equipment's mostly imported from American and European source. In a very short time Lub-rref (Bangladesh) Limited has been able to secure a good market share and can make Bangladesh self-sufficient and self-reliant in the lube processing sector and also garner into the international market with ease. However, within a very short period, "BNO Lubricants" products are being exported to Nepal. Its dedicated team works round-the-clock to export "BNO Lubricants" products to other regional markets are on, as well. Lub-rref has established a reputation for unmatched technical support and liaison with the end customers ensuring correct choice and applications of lubricants.

Market Opportunities in Bangladesh:

Bangladesh's lubricants industry is an inherent part of country's core sectors with lubricants being used across a wide range of industries including railways, powerplants, automobiles and transportation, marine, aviation, process and manufacturing plants and most major industrial facilities, the industry's prospects are strongly co-related with the economic growth of the nation. The lubricants industry in Bangladesh is growing at about 3% every year. One of the biggest drivers of optimism is the fact that though the organized sector controls about 60% of the market's cumulative demand, the share of the unorganized sector is progressively declining in favor of the organized players. This share of transfer can be attributed to the growing recognition of the value of performance-driven branded lubricants, wide availability, distinctive packaging and cost-effective propositions. One of the other drivers of growth of the industry is the fact that within the GDP composition of the country, the government is focused on enhancing the share of industrial-manufacturing output and since lubricants are un-substitutable, non-replaceable products consumed in any machinery with moving parts, its demand will also increase in tandem. On the automotive front, almost 80,000 passenger vehicles are added to the roads of the country every year, as per the Bangladesh Road Transport office. This not only points to robust and sustainable OEM demand but also offers the opportunity of a large and thriving placement market.

- (vi) If the issuer has more than one product or service, the relative contribution to sales and income of each product or service that accounts for more than 10% of the company's total revenues;

SL. NO.	PRODUCT	TYPES OF PRODUCT	PERCENTAGE (%)
1	Lub-Blending Oil	Mono Grade	52.89%
3	Transformer Oil	Industrial Grade	21.30%
Total			74.19%

- (vii) Description of associates, subsidiary and holding company of the issuer and core areas of the business thereof;

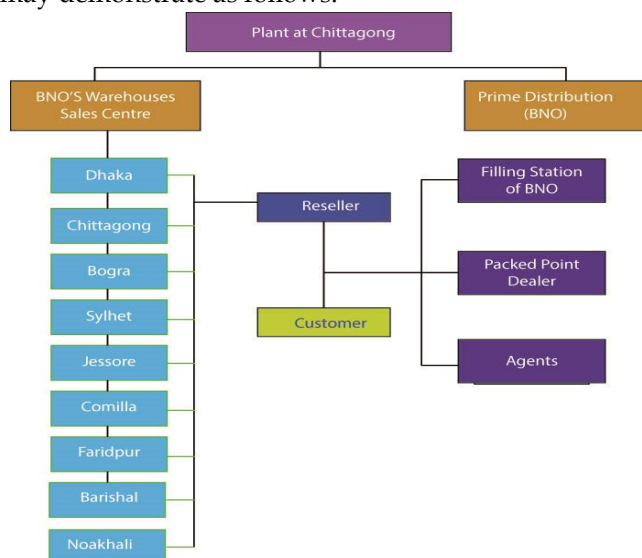
Lub-rref (Bangladesh) Limited has no associates, subsidiary and holding company.

(viii) **How the products or services are distributed with details of the distribution channel. Export possibilities and export obligations, if any:**

Considering the sophistication of products and customers demand the company has divided distribution network into Industrial and automotive segment. The distribution of industrial product completely controls and monitor by the company's management and the automotive products distributed by the dealer or directly to the customer using combined transport. The Company supplies its products from its own factory premises and from the company's warehouse to its customers to meet the customer needs.

DISTRIBUTION PROCESS OF LUB-RREF (BANGLADESH) LIMITED:

The distribution process may demonstrate as follows:



Export Possibilities and Obligations:

The export of petroleum products from the country was so long impeded by a general restriction which has been recently waived by the Tariff Commission. Currently, there is no export obligation imposed from the government to export lubricants products to anywhere of the world. The company export to Nepal, Myanmar and Eastern provinces of India.

(ix) **Competitive conditions in business with names, percentage and volume of market shares of major competitors;**

There is a huge demand & supply gap for the lubricant's product in Bangladesh market. The Company is earning a good name & fame in the market of the country for its quality products. However, among the listed companies in this sector, only 2 (MJL Bangladesh Limited and Eastern Lubricants Limited) are considered as major competitor of Lub-rref (Bangladesh) Limited. The present demand is around 120,000 metric tons. With the pace of gradual urbanization & industrialization, the consumption of lube oil is increasing at least around 5% per year in Bangladesh. The market is 100% import based. Even the blenders also import their 100% base oil, additives, viscosity improvers & other chemicals etc. from different sources abroad. Out of the total demand of 100 thousand MT of lubricants in Bangladesh annually, the approximate market share of the local blending plant may be distributed as follows:

Listed company:

Sl. No.	Name of the Competitor	Address	Volume In Sales (mn) As on 30 Jun 2019	Percentage (%) in Market Share As on 30 Jun 2019
1.	MJL Bangladesh Limited	Mobil House, CWS(C) - 9, Gulshan-1, Dhaka-1212,	10,457,322,693	86.94%
2.	Eastern Lubricants Limited	198 Sadarghat Road, Chittagong - 4000	7,600,000 (Approx)	0.06%
3.	Lub-rref (Bangladesh) Limited	B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block - A, Sagarika Road, Chittagong - 4219	1,562,967,795	12.99%

However, there are some other local non-listed companies who are also the competitors of lub-rref (Bangladesh) Ltd those are as follows:

NON-LISTED COMPANY

Sl. No.	Name of the company	Brand Name
1	Megna Petroleum Ltd.	BP
2	Padma Oil Company	Total
3	Gulf Oil Bangladesh Ltd.	Gulf
4	Rahimafrroz Distribution Ltd.	Castrol
5	Petroleum Ltd.	Conoco
6	Fuchs Lubricants Bangladesh Ltd.	Fuchs
7	Navana Petroleum Ltd.	CALTEX
8	Ranks Petroleum Ltd.	Shell
9	Pacific Oil	SINO

N: B: Due to unavailability of the information in the respective website of the above company it is not possible for us to input annual turnover of the above non-listed competitors.

(x) Sources and availability of raw materials, names and addresses of the principal suppliers and contingency plan in case of any disruption;

Lub-rref (Bangladesh) Ltd is a production-oriented company. The Major product of Lub-rref (Bangladesh) is various types of lubricants oil. All the raw materials of the company are collected from various suppliers are as follows:

Raw materials	Name of suppliers	Address
Base Oil, Additives For Blending Unit	Exxon Mobil, Thai petroleum, Gulf petroleum, R & N trade (Pvt) Ltd, Mideast Ltd.	The USA-the UK- Europe- Thailand- Middle East- Singapore
	Chevron Orontes, Infimum, Lubrizol etc.	Europe-Asia and Middle East.
Used Oil, Additives For Re-Refinery Unit	Chevron Bangladesh	Khandker Tower (9 th Floor), 94, Gulshan Ave, Dhaka 1212, Bangladesh.
	Bangladesh Railway	Dhaka and Chittagong Bangladesh.
	BCIC	BCIC Bhavan, 30-31 Dilkusha B-A Dhaka-1000, Bangladesh.
	Bangladesh Armed Forces	Dhaka Cantonment, Dhaka, Bangladesh.
	Power Generation Companies	Unique Heights Level-15 & 16, 117 Kazi Nazrul Islam Avenue, Eskaton Garden, Dhaka-1217, Bangladesh.
	Others	Local Market.
	Local-Foreign	Local-India-USA

Contingency plan in case of any disruption:

As there are sufficient numbers of suppliers so the issuer has alternative options for sourcing of raw materials if any suppliers fail to supply raw materials. It has a sound business relation with its suppliers. Again, The Company maintains an adequate level of stock of raw materials against its demand for production. So there are fewer possibilities of a shortage of raw materials.

(xi) Sources of and the requirement for power, gas and water; or any other utilities and contingency plan in case of any disruption;

All required utility facilities are available at the project site and those are stated below:

Utility	Requirement for	Sources of
POWER	The power requirement of the Company is about 6 MW per day.	Lub-rref has own Gas Generated power plant with a capacity of 675 KVA or 540 KWH which is operated by 1 unit of Waukesha brand Gas Generator imported in brand new condition from the United States of America. In addition, to we have standby power backup, details are as follows: ▪ PDB (substation-11 KV, 500 KVA)- 425 KW ▪ Diesel Generator (Emergency backup) - 65 KVA or 50 KWH. ▪ Diesel Engine (for Fire pump) - 30 KVA or 25 KWH.

Utility	Requirement for	Sources of
GAS	The existing approval for Gas will cover the total project requirements of GAS including proposed new product line.	Lub-rref has the approval of 405 Meter ³ -hr GAS from Karnafully Gas Distribution Ltd.
WATER	The Company requires about 95,000 Gallons of water per day for cooling tower, chiller etc.	The primary source of Water is WASA. Moreover, The Company has a water treatment plant having a capacity of 3000 liter per hour.
Other utilities	To run the day to day business of the organization and for smooth correspondence purpose utilities like telecommunication services and internet services are required.	The Company avails internet services from Rase Online Ltd.

Contingency plan for any disruption of sourcing utilities:

If any source of utilities disrupts The Company has the following contingency plan:

- Standby engineer and maintenance team to emergency repair of generator
- Use of alternative generator in case of any shutdown

- (xii) **Names, address(s), telephone number, web address, e-mail and fax number of the customers who account for 10% or more of the company's products or services with amount and percentage thereof;**
The Company's products are sold to various customers. However, no single customer provides 10% or more of the Company's total revenue.

- (xiii) **Names, address(s), telephone number, web address, e-mail and fax number of the suppliers from whom the issuer purchases 10% or more of its raw material or finished goods with amount and percentage thereof;**
The Company's products are purchased from various suppliers. However, no single supplier provides 10% or more of the Company's total supply of raw materials.

- (xiv) **Description of any contract which the issuer has with its principal suppliers or customers showing the total amount and quantity of transaction for which the contract is made and the duration of the contract. If there is not any of such contract, a declaration is to be disclosed duly signed by CEO-MD, CFO and Chairman on behalf of Board of Directors;**
The company has not entered into any contract with any of its suppliers or customers except the agreement with Chevron Bangladesh Ltd. dated on 5th May, 2011 which will end on 4th May, 2021.

Management Declaration regarding Contract with Principal Supplier

We hereby declare that there is no such contract between Lub-rref (Bangladesh) Limited and any of its principal suppliers or customers except the agreement with Chevron Bangladesh Ltd. dated on 5th May, 2011 which will end on 4th May, 2021.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Mofijur Rahaman
Chief Financial Officer

- (xv) **Description of licenses, registrations, NOC and permissions obtained by the issuer with the issue, renewal and expiry dates;**

Sl no	Name of Certificate /- license/ Registration/ NOC	License Issuer/Issuing Authority	Certificate / License No	Expiry Date	Remarks
1	Certificate of Incorporation	Register of Joint Stock Companies and Firms, Government of Bangladesh	Dated November 18, 2001& C-No. 4172 of 2001	N/A	Incorporated as a Public Limited company

Sl no	Name of Certificate /- license/ Registration/ NOC	License Issuer/Issuing Authority	Certificate / License No	Expiry Date	Remarks
2	Certificate of Commencement of Business	Register of Joint Stock Companies and Firms, Government of Bangladesh	Issue No:488, dated November 18, 2001	N/A	-
3	TIN Certificate	National Board of Revenue	3922-3820-2647	N/A	-
4	VAT Reg. No.	Customs, Excise & VAT Commissioner ate, Dhaka	24011003408	N/A	-
5	Import Registration Certificate	The controller of Import & Export, Government of Bangladesh	BA-147785	30 th June, 2021	-
6	Export Registration Certificate	Controller of Import & Export, Government of Bangladesh	RA-35414	30 th June, 2021	-
7	Trade License	Chittagong City Corporation	185736	30 th June 2021	-
8	Fire License	Bangladesh Fire Services and Civil Defense	AD-CTG-1038-2006-07	30 th June 2021	-
9	CCCI Certificate	The Chittagong Chamber of Commerce & Industry	M-GEN-36-114- 2017-2018	30 th June, 2021	-
10	Boiler Certificate	Office of the Chief Inspector of Boilers	BA. B. 4343	7 th Decem ber, 2020	-
11	Explosive License	Explosive Department	3(64)-29-12954	31 st Dec, 2020	-
12	Environment Clearance Certificate	Department of Environment	4774-2003- 1711	19 th Oct, 2020	Under Process
13	BIDA	Board of Investment Certificate	20020106-C	N/A	-
14	BERC License	Bangladesh Energy Regulatory Commission(BERC)	LWC-0756	15 th June, 2022	
15	BERC License (Processing & Storage)	Bangladesh Energy Regulatory Commission(BERC)	BERC-LPP(E)- Lube-Lub-rref -Renewal-3-A-0002(P-1)-4826	14 th June, 2022	-
16	BPC(Re-refining)	Bangladesh Petroleum Corporation(BPC)	28.03.0000.008.08.002.99-182	6 th Oct, 2018	Under Process
17	BPC(Blending)	Bangladesh Petroleum Corporation (BPC)	28.03.0000.008.08.002.99.25	24 th Feb, 2020	Under Process
18	GL System Certificate (ISO 9001:2015)	DNV.GL	187470-2015-AQ-IND-RvA	8th Nov, 2021	-
19	BAB Certificate (ISO-IEC 17025:2005)	Bangladesh Accreditation Board (BAB) Certificate	01.010.13	21 st Dec, 2021	-
20	ISOQAR (ISO 9001:2015) Registration Certificate	ISOQARLTD, United Kingdom	16407	22 nd Feb, 2021	-
21	ISO14001:2015 Management System Certificate	DNV.GL	245243-2017-AE-IND-RvA	19, Sept, 2020	Under process
22	OHSAS (ISO 18001:2007	DNV.GL	246456-2017-HSO-IND-DNV	19, Sept, 2020	Under process

Sl no	Name of Certificate /- license/ Registration/ NOC	License Issuer/Issuing Authority	Certificate / License No	Expiry Date	Remarks
23	Factory License	Department of Inspection for Factories & Establishments	3723-Chittagong	30 th June, 2021	-
24	Scope of Accreditation	Bangladesh Accreditation Board	01.010.13	21 st Dec, 2021	-
25	BMW Approval	BMW Group	BMW Longlife-01	30 th June, 2021	

(xvi) Description of any material patents, trademarks, licenses or royalty agreements:

The company didn't obtain any Patent Right and has no royalty agreement with any party. However, it has several regulatory licenses and certificate in order to continue its operation which is mentioned above in chapter-v(xv).

(xvii) Number of total employees and number of full-time employees:

As of June 30, 2019, the total number of employees of the company (Head Office & Factory) is as follows:
(As per Audited Accounts 30th June, 2019)

Salary range	Total employee
A number of Employees whose salary is below Tk. 8,500 Per Month	-
Number of Employees whose salary is above Tk. 8,500 Per Month	215
Total	215

* All employees are working on the basis of full time whereas there is no any part-time worker or employee of the company.

(xviii) A brief description of business strategy:

Lub-rref (Bangladesh) Ltd has modern machinery and technology that ensures quality products. Quality is the main concern while formulating our strategy. We try to produce goods with the cheap cost so that we can get competitive advantages over our competitors. We also believe in providing customized products to our customer as per need basis so that we can get a maximum market share of our products. So, innovation is always there. The company's objectives are to develop and maintain the long-term customer relationship by providing diversified products that enhance the customer's prospects of success in their end markets. In that context, by generating strong sustainable revenue and profitability, together with judicious capital allocation decisions lub-rref (Bangladesh) Limited delivers an increasingly strong return on capital through the cycle. This objective is under printed by the company's clearly stated ambition to maintain its premier position in the industry by delivering superior customer satisfaction; pursuing cost and operating efficiencies; maintaining proactive environment awareness; and reinforcing its commitment to continuous improvement in the areas of health and safety and corporate social responsibilities.

The Company's business objectives and strategies are outlined as:

- To focus on developing markets that offer us growth opportunities;
- To invest in exceptional people and high-quality, low-cost operations;
- To passionate about performance, reliability and sustainability;
- To work with the customers, value them and involve efforts to meet their needs.
- To recruit, retain, develop, and motivate the best personnel and utilizing their full potential to add the value in the operation.
- To maintain a disciplined approach to capital allocation and maintain the focus on fund generation efficiently and effectively as to the success of its strategy.

The Company's strategic objectives are:

- To improve and consolidate its position as a Lubricant industry;
- To focus on continuous growth philosophy;
- To expand market positions through selective focused growth from increased market share through consolidating, and where appropriate, extending its leadership position. By deepening the Company's customer relationships through a relentless pursuit of innovative initiatives that assist the customers' market impact and optimize their supply chain activities;
- To drive with the strategic levers of operational excellence, strengthening existing services, customer satisfaction, ecosystem development, innovation and marketing;

- To pursuing superior performance in all aspects of its business and at all levels in its organization;
- To focus on enhancing its operational excellence in all its business operations;
- To improve the output through judicious capital investment, continuous improvement programmes, transfer of best practice, industrial engineering and other progressive initiatives emanating from its technical experts;
- To establish the State of the Earth quality manufacturing facilities for ensuring the best quality products and maximize the coverage of customer network.

(xix) A table containing the existing installed capacities for each product or service, capacity utilization for these products or services in the previous years, projected capacities for existing as well as proposed products or services and the assumptions for future capacity utilization for the next three years in respect of existing as well as proposed products or services. If the projected capacity utilization is higher than the actual average capacity utilization, the rationale to achieve the projected levels.

Existing Capacity & Utilization: (As per Audited Financial Statement 30.06.2019)

Capacity of Production Single Shift	2017			2018			2019		
	Blending Unit	Re- refining Unit	Total	Blending Unit	Re-refining Unit	Total	Blending Unit	Re- refining Unit	Total
Installed Capacity (MT)	12,550	4,407	16,957	12,550	4,527	17,077	12,550	4,527	17,077
Capacity Utilized (MT)	6,283	4,048	10,331	6,992	4,102	11,094	9,060	4,220	13,280
Capacity Utilized (%)	50.06%	91.85%	60.92%	55.71%	90.61%	64.96%	72.19%	93.22%	77.77%

Projected Capacity & Utilization:

Projected Production Single Shift	2020		2021		2022	
	Blending Unit	Re-refining Unit	Blending Unit	Re-refining Unit	Blending Unit	Re-refining Unit
Installed Capacity (MT)	12550	4527	12,550	8814	12,550	8,814
Capacity Utilized (MT)	9,966	4,342	9,555	8,380	10,701	8,425
Capacity Utilized (%)	79.41%	95.91%	%	100.00%	23.27%	-

The Company has projected that the capacity utilization will be increased as the share capital of the company will be raised in near future for further expansion of the existing capacity which is mentioned in the "Use of Proceeds" part of this prospectus. With a view to this future plan, the management of the Company endeavor that the projected capacity will be attainable.

(e) DESCRIPTION OF PROPERTY:**(i) Location and area of the land, building, principal plants and other property of the company and the condition thereof:****Details of Land:**

Sl No.	Deed no.	Date of registration	Dag no.		Khatian no.		Location of land					
			BS	RS	BS	RS	MOUZA	Sub registry office	Police station	District	AREA IN DECIMALS	Deed value
Site- A												
1	295-2006	22.02.06	7559,7560	N/A(BSCIC)	N/A (BSCIC)	N/A(BSCIC)	Kattali	Pahartoli, Chittagong	Pahartoli	Chittagong	80.20	55,33,800
Site-B												
2	1041	29.06.98	8203	N/A(BSCIC)	N/A (BSCIC)	N/A(BSCIC)	Kattali	Pahartoli, Chittagong	Pahartoli	Chittagong	20.00	3,00,000
Juldha Mouja												
3	5993-4999	14.07.04	1097,1098,1099, 1092, 1091,1093, 1094, 1095,1096, 1055,1104, 1105, 1106, 1108	386,448,459, 452, 453, 8507, 8507-10, 459, 459, 455,456, 457,458,454,8520,822,463, 450	1430,1149, 1194,544	2191,1656,1685, 1724, 1685, 1721,1779-15, 1779-16, 1779-10	Juldha	Sadar, Chittagong	Karnofuli	Chittagong	1,045	96,65,000
4	8753	13.10.04	1091,1092,1093, 1094,1095,1096, 1104,1105,1106, 1008	386,448,449, 452,453,456,455, 454, 463	1149, 544	2191,1656, 1685,1724	Juldha		Karnofuli	Chittagong	68.00	6,70,000
5	4333	24.03.08	276	174	1740	2164	Juldha		Karnofuli	Chittagong	30.00	5,76,000
6	14199	16.09.09	1005	175	1081	2118	Juldha		Karnofuli	Chittagong	4.00	1,00,000
7	747	19.01.09	1005	175	1081	2118	Juldha		Karnofuli	Chittagong	8.34	1,75,000
8	15889	21.10.09	1003	175	761	2118	Juldha		Karnofuli	Chittagong	10.00	5,00,000
9	10875	19.07.09	989	175	777	2118	Juldha		Karnofuli	Chittagong	5.00	3,00,000
10	13033	31.07.11	1002-1005	381-175	1081	2118	Juldha		Karnofuli	Chittagong	5.16	3,50,000
11	21360	15.11.10	977-978	171	1963	2203	Juldha		Karnofuli	Chittagong	9.18	4,00,000
12	22973	13.12.10	976	171	1963	2203	Juldha		Karnofuli	Chittagong	4.00	4,00,000
13	2060	07.02.13	1005	175	1081	2118	Juldha		Karnofuli	Chittagong	5.00	4,40,000
14	17934	30.12.13	977-978	171-344	1963	2203	Juldha		Karnofuli	Chittagong	3.93	3,60,000
15	3119	03.03.15	281,282,283,284	129	762-2024	2203	Juldha		Karnofuli	Chittagong	8.33	9,65,000
16	13176	15.09.14	275	174	2039	2164	Juldha		Karnofuli	Chittagong	5.00	5,60,500
17	4292	24.03.15	423,424,432,433,434,435,4 43,444,445,430,437,438,44 1,439,407	1040 & 1041	1040,1041,10 42,1043,1044, 1045,1046,10 47	1685,1685- 1,1684,1725,1606-15, 1654,1656, 1406- 15,1604-1	Juldha		Karnofuli	Chittagong	40.00	46,30,000
18.	5672	10.04.17	977	171	1963	2203	Juldha		Karnofuli	Chittagong	20.25	26,25,000
19.	9424	15.06.17	1011 & 1027	388 & 289	592	2191	Juldha		Karnofuli	Chittagong	15.67	20,20,000
20.	6903	17.08.17	1011 & 1027	388 & 389	592	2191	Juldha		Karnofuli	Chittagong	5.62	4,47,000
21.	15200	12.10.17	1011 & 1027	388 & 389	592	2191	Juldha		Karnofuli	Chittagong	12.75	16,50,000
22.	18345	05.12.17	1040 1041 1042 1043 1044 1045 1046 1047 1040 1041	408 428 432 433 423 430 434 438 441 442 443 444 445 446 435 436 437 439 407 440	1498	1684 1685 1685/1 1725 1779/15 1406	Juldha		Karnofuli	Chittagong	68.00	8,820,000

Sl No.	Deed no.	Date of registration	Dag no.		Khatian no.		Location of land				AREA IN DECIMALS	Deed value
			BS	RS	BS	RS	MOUZA	Sub registry office	Police station	District		
23.	7978	30.05.18	68 277 279 357 361 955 1008 1009 281 282 248 1005 100 277 279 281 282 1005 1006	129 172 173 383 384 93 111 117 339 352 200 210 178 363 380 381 382	762 2067 1081 1704 3866	2118 2203 2177 2191 2105 2197 2149 2162	Juldha		Karnofuli	Chittagong	45.00	5,850,000
24	5623	11/07/18	1040 & 1041	408,424,424,432,433,423,4 30,434,438,441,442,443,44 4,445,446,435,436,437,439, 407,440	1498	1684,1685,1685/1,17 25,1779/15,1406	Juldha	Potia Sub Registration office	Karnofuli	Chittagong	16.00	21,00,000
25	10793	12/08/18	977	171	1963	2203	Juldha	Sadar, Chittagong	Karnofuli	Chittagong	6.00	8,00,000
26	13264	10/12/18	1040 & 1041	417,418,419,421,422,423,4 24,425,428,430,432,433,43 4,442,444,445,430,437,438, 441,439,407,450,452	1498	1685,1685/1,1684,17 25,1606/15,1654,165 6,1606/15,1406/15, 1604/1,2191	Juldha	Sadar, Chittagong	Karnofuli	Chittagong	104.00	1,35,00,000
Total Deed Value												47,337,300
Registration Cost & Others												7,680,247
Development Cost												493,629,207
Total Land Cost												548,646,754

Note-2 Details of Factory Building

Description in detail and valuation of the buildings-constructions are shown as under: -

FACTORY BUILDING (SITE - A)

This building has a total floor area of **88,642** sqft. This is a factory building built with two storied administration building, information center, 3 nos guard room, two storied electric workshops with dormitory, electric sub-station, two storied pump house are situated at B-6 (Part) 9-10 & 23 & 24, BSCIC I/A, P.O. Customs Academy, Sagarika Road, Chittagong-4219.

Sl. No	Name of the structure	Nos. Of level	Total area (sft.)	Remarks
SITE - A				
1	Main Building (Office, lab, filling & warehouse)	2	30,000	Concrete structure
2	Blending & V M Plant	4	4,845	Steel structure
3	Chemicals & Packing Materials warehouse	2	4,822	Steel structure
4	Utility section	1	2,000	Steel structure
5	Distillation (WFE) Section	5	5,380	Steel structure
6	Bleaching section	5	2,867	Steel structure
7	Filtration Section	3	1,720	Concrete & Steel structure
8	Electrical Workshop cum Sub- station	1	1,073	Concrete structure
9	Dormitory	1	1,073	Concrete structure
10	Information center cum Security building-1	1	275	Concrete structure
11	Kitchen & dining Building	1	550	Concrete structure
12	Security building- 2	2	150	Concrete structure
13	Base oil receiving shed	1	753	Concrete structure
14	Cooling tower structure	1	415	Concrete structure
15	Drum Shade (Including Product delivery area)	1	1,250	Steel structure
16	Tank firm base -1	1	1,634	Concrete structure
17	Paving Slub-2	210	3,400	Concrete structure
18	Warehouse Structure	1	800	Concrete structure
19	Kitchen	1	300	Concrete structure
20	Tank firm base -2	1	16,890	Concrete structure
21	Tank firm base -3	1	8,445	Concrete structure
Total Area (sft.) of Site - A			88,642	

Sl. No	Name of the structure	Nos. Of level	Total area (sft.)	Remarks
SITE - A				
1	Main Building (Office, lab, filling & warehouse)	2	30,000	Concrete structure
2	Blending & V M Plant	4	4,845	Steel structure
3	Chemicals & Packing Materials warehouse	2	4,822	Steel structure
4	Utility section	1	2,000	Steel structure
5	Distillation (WFE) Section	5	5,380	Steel structure
6	Bleaching section	5	2,867	Steel structure
7	Filtration Section	3	1,720	Concrete & Steel structure
8	Electrical Workshop cum Sub- station	1	1,073	Concrete structure
9	Dormitory	1	1,073	Concrete structure
10	Information center cum Security building-1	1	275	Concrete structure
11	Kitchen & dining Building	1	550	Concrete structure
12	Security building- 2	2	150	Concrete structure
13	Base oil receiving shed	1	753	Concrete structure
14	Cooling tower structure	1	415	Concrete structure
15	Drum Shade (Including Product delivery area)	1	1,250	Steel structure
16	Tank firm base -1	1	1,634	Concrete structure
17	Paving Slub-2	210	3,400	Concrete structure
18	Warehouse Structure	1	800	Concrete structure
19	Kitchen	1	300	Concrete structure
20	Tank firm base -2	1	16,890	Concrete structure
21	Tank firm base -3	1	8,445	Concrete structure
Total Area (sft.) of Site - A			88,642	

FACTORY BUILDING (SITE - B)

This building has a total floor area of **14,254** sqft. This is a factory building built with the two-storied building, chemical shed, water reserve tank, refinery & process shed and base oil receiving shed are situated at situated at B-6 (Part) 9-10 & 23 & 24, BSCIC I/A, P.O. Customs Academy, Sagarika Road, Chittagong-4219.

Sl. No.	Name of the structure	Nos. Of level	Total area (sft.)	Remarks
SITE - B				
1	Used oil Processing Plant	3	8,418	Steel structure
2	Control room site -B (security, chemical room)	3	986	Concrete & Steel structure
3	Used oil receiving shed-	1	550	Concrete structure
4	Tank firm base - 2	1	3,300	Concrete structure
5	Tank firm base - 3	1	500	Concrete structure
6	Tank firm base - 4	1	500	Concrete structure
Total Area (sqft.) of Site - B			14,254	

CORPORATE OFFICE BUILDING- DHAKA

Recently Lub-rref (Bangladesh) Limited has purchased a floor at Rupayan Trade Center, Space# 5 (7th Floor), 114 Kazi Nazrul Islam Avenue, Dhaka, Bangladesh. with a total floor area of 2,570sqft. are well decorated.

(ii) Whether the property is owned by the Company or taken on lease:

The issuer is the sole owner of the entire property including land, factory building, corporate office, machinery, equipment, vehicles, furniture and fixtures etc. which are already disclosed under the head "Description of Property".

(iii) Dates of purchase, last payment date of current rent (খাজনা) and mutation date of lands, deed value and other costs including details of land development cost, if any and current use thereof:

Date of Purchase	Last Payment Date of Current Rent	Mutation Date	Deed Value	Area of Land (Decimal)	Current Use
22.02.06	07-12-15	N/ A (BSCIC)	5,533,800	80.20	Factory Use
29.06.98	07-12-15	N/ A (BSCIC)	300,000	20.00	Factory Use
07.07.03	23.05.17	21.12.08	96,65,000	1,045	Unused
13.10.04	23.05.17	22.12.04	670,000	68.00	
24.03.08	23.05.17	20.11.08	576,000	30.00	Unused
16.09.09	23.05.17	13.07.10	100,000	4.00	Unused
19.01.09	23.05.17	07.07.09	175,000	8.34	Unused
21.10.09	23.05.17	09.10.11	500,000	10.00	Unused
19.07.09	23.05.17	14.07.10	300,000	5.00	Unused
31.07.11	23.05.17	20.10.14	350,000	5.16	Unused
15.11.10	23.05.17	20.10.14	400,000	9.18	Unused
13.12.10	23.05.17	20.10.14	400,000	4.00	Unused
07.02.13	23.05.17	20.10.14	440,000	5.00	Unused
30.12.13	23.05.17	20.10.14	360,000	3.93	Unused
03.03.15	23.05.17	04.05.15	965,000	8.33	Unused
15.09.14	23.05.17	04.05.15	560,500	5.00	Unused
24.03.15	23.05.17	04.05.15	4,630,000	40.00	Unused
10.04.17	09.03.17	03.12.20	26,25,000	20.25	Unused
15.06.17	11.05.17	12.09.17	20,20,000	15.67	Unused
17.08.17	11.05.17	12.09.17	4,47,000	5.62	Unused
12.10.17	11.05.17	12.09.17	16,50,000	12.75	Unused
05.12.17	11.05.17	27.12.17	8,820,000	68.00	Unused
30.05.18	11.05.17	27.12.17	5,850,000	45.00	Unused
05.12.17	08.09.19	19.02.19	88,20,000	68.00	Unused
30.05.18	08.09.19	19.02.19	58,50,000	45.00	Unused
11.07.18	08.09.19	19.02.19	21,00,000	16.00	Unused
12.08.18	08.09.19	19.02.19	8,00,000	6.00	Unused
10.12.18	08.09.19	19.02.19	1,35,00,000	104.00	Unused
Total Area of Land (Decimal)				1644.43	

- (iv) The names of the persons from whom the land have been acquired- proposed to be acquired along with the cost of acquisition and relation, if any, of such persons to the issuer or any sponsor or director thereof:

The land has been acquired:

Transferor	Relation	Deed no.	Date of Acquisition	AREA of Land (Decimal)	Cost of acquisition
Site- A & B					
Oscar Fashion Wear Ltd (Mr.Md.Samiur Rahman Khan)	N/A	295-2006	22.02.06	80.20	5,533,800
M-S Jaffer Molding & Metal Works (Mr.Jaffer Ahmed)		1041	29.06.98	20.00	300,000
Juldha					
Mr.Idrish & Others	N/A	5993-4999	14.07.04	1,045.00	9,665,000
HajjeeTomiz Gola & Hajee Noor Sobhan Showdagar		8753	13.10.04	68.00	670,000
Mr. Mohammed Syed & Mr. Abul Fayeze		4333	24.03.08	30.00	576,000
Mohammed Eshak Kalo		14199	16.09.09	4.00	100,000
Mohammad Younus, Jaffer Ahmed, Mohammed Musa & Mohammed Mannan		747	19.01.09	8.34	175,000
Abdul Mannan		15889	21.10.09	10.00	500,000
Badsha Meyah& Jarifa Khatun		10875	19.07.09	5.00	300,000
Abul Fayeze		13033	31.07.11	5.16	350,000
Mohammed Ali, Ayoub Ali, Sarif Ali &Anoware Begum		21360	15.11.10	9.18	400,000
Mohammed Jahangir Alam		22973	13.12.10	4.00	400,000
Abdul Sattar		2060	07.02.13	5.00	440,000
Rasom Jaan, Mr. Ali & Mr. Sarif Ali		17934	30.12.13	3.93	360,000
Abul Bashar		3119	03.03.15	8.33	965,000
Rahmoth Ali		13176	15.09.14	5.00	560,500
Nasirullah Khan		4292	24.03.15	40.00	4,630,000
Abul Hossen		5672	10.04.17	20.25	2,625,000
Josna Akther		9424	15.06.17	15.67	2,020,000
Jahangir Alam		6903	27.08.17	5.62	447,000
Saiful Rahman		15200	12.10.17	12.75	1,650,000
Halim Bin Rahman		18345	05.12.17	68.00	8,820,000
Parijan Begum & Md. Alauddin Hossain		7978	30.05.18	45.00	5,850,000
Bodor Bin Rahman	N/A	5623	11.07.18	16.00	21,00,000
Abdus sobur and Abdur Rahim		10793	12.08.18	6.00	8,00,000
Md. Nasirullah (B.RahmanGong)		13264	10.12.18	104.00	1,35,00,000
Total Deed Value				1644.43	47,337,300

- (v) Is of whether the issuer has received all the approvals pertaining to the use of the land, if required:

The Company has received all the approval from relevant authority pertaining to the use of land.

- (vi) If the property is owned by the issuer, whether there is a mortgage or other type of charge on the property, with the name of the mortgagee;

All the above-mentioned properties are owned by the company. A total of 892.54decimal of land of the Company is under registered mortgaged to the lending bank namely Southeast Bank Limited, Jubilee Road, Ctg. Details of land under mortgage are as under:

NAME OF MORTGAGEE	PARTICULARS	AREA IN DECIMAL
South East Bank Limited (Jubilee Road Branch, Chittagong)	Site-A	80.20
	Site-B	20.00
	Juldha, Karnafully	735.00
	Juldha, Karnafully	57.34
Total		892.54

- (vii) If the property is taken on the lease, the expiration dates of the lease with the name of the lessor, principal terms and conditions:

No Property is taken by the Company under the lease agreement.

(viii) Dates of purchase of plant and machinery along with seller's name, address, years of sale, a condition when purchased, country of origin, useful economic life at purchase and remaining economic life, purchase price and written down value:

Sl No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
1	2002	Buffer Tank (ULO)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	25	18	7	820,000	220,898
2	2002	De- Gasified (High Temp)				Local	25	18	7	270,000	72,735
3	2002	Overflow Tank				Local	25	18	7	360,000	96,980
4	2002	Base Oil Unloading Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	18	-	390,000	1
5	2002	WFE Cooling Water Circulation Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	18	-	850,000	1
6	2003	Base Oil Transferring Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	17	-	165,000	1
7	2003	Process Tank Agitator Motor				Local	15	17	-	835,000	1
8	2003	Cooling Water Circulation Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	17	-	1,360,000	1
9	2003	First Filter oil Transferring Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	17	-	300,000	1
10	2003	Finish Product Transferring Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	17	-	130,000	1
11	2003	WFE Cooling Water Circulation Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.		Local	15	17	-	960,000	1
12	2003	Buffer Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	25	17	8	1,310,000	406,367
13	2003	Air Tank				Local	25	17	8	190,000	58,939
14	2003	TFH Breathing Tank (High Temp)				Local	25	17	8	630,000	195,429
15	2003	Process Tank				Local	25	17	8	1,500,000	465,306
16	2003	Vacuum Condensate Tank				Local	25	17	8	380,000	117,878
17	2003	Feed Tank				Local	25	17	8	760,000	235,755
18	2003	TFH Feed Tank				Local	25	17	8	550,000	170,612
19	2003	Compressed Air Tank (High Pressure)				Local	25	17	8	910,000	282,286
20	2003	Boiler Feed Water Tank				Local	25	17	8	435,000	134,939
21	2003	Bleached Oil Holing Tank				Local	25	17	8	1,430,000	443,592
22	2003	Condensate Collection Tank				Local	25	17	8	1,470,000	456,000
23	2003	BET Tank With Agitator				Local	25	17	8	1,155,000	358,286
24	2003	Air Receiving Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	25	17	8	450,000	139,592
25	2003	De-modernization Tank				Local	25	17	8	1,125,000	348,980
26	2003	Filtered oil Transferring Tank				Local	25	17	8	350,000	108,571
27	2003	Vacuum Pump Exhaust Tank				Local	25	17	8	290,000	89,959
28	2003	Rest Tank				Local	25	17	8	1,275,000	395,510
29	2003	HT Tank				Local	25	17	8	1,230,000	381,551

Sl No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
30	2003	Day Tank				Local	25	17	8	1,700,000	527,347
31	2003	Cocktail Tank				Local	25	17	8	675,000	209,388
32	2003	TFH Chimney				Local	25	17	8	520,000	161,306
33	2003	RVF Blower Motor	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	17	-	150,000	1
34	2003	Load Cell & Indicator	Every Scale & Measured Ltd.	19, Bangabandhu Avenue (3 rd Floor) Dhaka-1000	Brand New	Local	15	17	-	540,000	1
35	2003	Press Filter Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	17	-	140,000	1
36	2003	Agitator Motor BET				Local	15	17	-	195,000	1
37	2003	Steam boiler chimney	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	25	17	8	520,000	161,306
38	2003	Vacuum Receiver Tank (BET)				Local	25	17	8	510,000	158,204
39	2003	ETP Feed Pump	Bedroll no Limited	Chittagong Showroom, Jib an Bema Complex (Ground Floor) 4 Jubilee Road, Chittagong.	Brand New	Local	15	17	-	34,000	1
40	2003	Filtered oil tank (Twin Tank)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	22	17	5	700,000	149,767
41	2004	Water Separator Motor	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	16	-	510,000	1
42	2004	Cooling Water Circulation Pump				Local	15	16	-	710,000	1
43	2004	Circulation Pump (WHRU)				Local	15	16	-	340,000	1
44	2004	Residue tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	25	16	9	1,720,000	603,755
45	2005	Cooling Tower	BSC Industries PTE Ltd	28, Sungeli Kadut Street 2, Singapore 729241	Brand New	Singapore	15	15	-	506,922	1
46	2005	Wiped Film Evaporator	Gmm Paddler Limited	Gmm Pfadler Limited, Vithal Udyognagar, Karamsad, 388325 Gujarat India.	Brand New	India	18	15	3	10,920,814	1,622,521
47	2005	Laboratory Instrument and Apparatus	Koehler Instrument Company INC	Koehler Instrument Company INC 1595, 8, YCA More Bohemia USA	Brand New	USA	18	15	3	10,287,015	1,528,357
48	2005	Rotary Vacuum Dream Filter	Engineers & Manufactures	Engineers & Manufactures SUYOG 215/216 A.D.K Sandu Marg, Near Chamber Post Office Chamber, Mumbai-40071 India.	Brand New	India	15	15	-	3,268,374	1
49	2005	Laboratory Instrument and Apparatus	Anton Paar GMBH	Anton Paar GMBH, Anton Paar Street 20, A-8054 Graz, Austria, Europe.	Brand New	Austria	15	15	-	1,724,510	1
50	2005	Agitator Motor BET	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	15	-	610,000	1
51	2005	BET Shade Exhaust Fan				Local	15	15	-	200,000	1
52	2005	Hoisting Lift				Local	15	15	-	600,000	1

Sl No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
53	2005	Chemical Chopping Machine Motor				Local	15	15	-	180,000	1
54	2005	Thermal Fluid Heater (TFH) Feed Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	25	15	10	360,000	141,061
55	2005	Nitrogen Tank (Seal Pot)				Local	25	15	10	320,000	125,388
56	2005	Pre Heater Chimney				Local	25	15	10	600,000	235,102
57	2005	Filtered oil Transferring Tank				Local	25	15	10	315,000	123,429
58	2005	Ss Polish Filter Tank				Local	25	15	10	300,000	117,551
59	2005	Air Tank				Local	25	15	10	440,000	172,408
60	2005	Bad oil & slurry transfer Tank				Local	25	15	10	400,000	156,735
61	2005	Condensate Collection Tank				Local	22	15	7	2,875,000	882,558
62	2005	Reflex Tank				Local	25	15	10	330,000	129,306
63	2005	ULO unloading pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	15	-	300,000	1
64	2005	Light oil transferring pump				Local	15	15	-	400,000	1
65	2005	RVF Hydraulic Motor				Local	15	15	-	255,000	1
66	2005	First Filter oil Transferring Pump				Local	15	15	-	380,000	1
67	2005	Finish Product Transferring Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	15	-	425,000	1
68	2005	Press Filter Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	15	-	260,000	1
69	2005	Clay process control panel, (MCB.MC)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	15	15	-	750,000	1
70	2005	Pump house control panel (MCB.MC)				Local	15	15	-	510,000	1
71	2005	Buffer Tank				Local	25	15	10	1,125,000	440,816
72	2005	Residue tank				Local	25	15	10	750,000	293,878
73	2005	TFH De-Gassing Tank (High Temp)				Local	25	15	10	2,850,000	1,116,735
74	2005	Process Tank				Local	25	15	10	3,675,000	1,440,000
75	2005	De-modernization Tank				Local	25	15	10	2,300,000	901,224
76	2005	HT Tank				Local	25	15	10	1,800,000	705,306
77	2005	Day tank				Local	25	15	10	1,600,000	626,939
78	2005	Cocktail Kettle				Local	15	15	-	1,380,000	1
79	2005	TFH Breathing Tank (High Temp)				Local	25	15	10	600,000	235,102
80	2005	Compressed Air Tank (High Pressure)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	22	15	7	1,600,000	491,163
81	2005	Bleached Oil Holing Tank				Local	25	15	10	2,100,000	822,857

Sl No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
82	2005	BET Tank With Agitator				Local	15	15	-	4,300,000	1
83	2005	Vacuum Receiver Tank (BET)				Local	25	15	10	600,000	235,102
84	2005	Feed Tank				Local	20	15	5	1,140,000	268,923
85	2005	Boiler Feed Water Tank				Local	20	15	5	480,000	113,231
86	2005	Steam boiler chimney				Local	15	15	-	780,000	1
87	2005	Blending kettle				Local	15	15	-	1,680,650	1
88	2005	Rest Tank				Local	20	15	5	2,100,000	495,385
89	2005	Belching Mixing Tank				Local	20	15	5	740,000	174,564
90	2005	Chemical mixing tank (CMT)				Local	20	15	5	540,000	127,385
91	2005	Sludge tank				Local	20	15	5	2,800,000	660,513
92	2005	Video Jet Spare parts				Local	15	15	-	345,000	1
93	2005	Product tank				Local	20	15	5	800,000	188,718
94	2005	Overflow Tank				Local	20	15	5	540,000	127,385
95	2006	Air Compressor	Northington Creyssensac Zone Industrial BP	Northington Creyssensac Zone Industrial BP 419, 60114 Meru Cedex	Brand New	France	15	14	1	2,916,175	120,669
96	2006	Laboratory Instrument and Apparatus	Amalgamated Suppliers	Amalgamated Suppliers 6, Muralidhar Sen Lane, (Behind 114, C. R. Avenue) Kolkata- 700073, India.	Brand New	India	15	14	1	676,247	27,983
97	2006	Auxiliary Plant	Zen Construction	Zen Construction Mrinalini Apartment, Block-A (II) Floor 46 New Kolkata- 700039.	Brand New	India	20	14	6	638,078	183,243
98	2006	Preheated , Water Ring Vacuum Pump				India	15	14	1	3,359,871	139,029
99	2006	Analogue Or Hybrid Automatic Data Processing Machine	Honeywell Automation India Limited	Honeywell Automation India Ltd. 56& 57 Hadapsar Industrial Estate Pune- 411013	Brand New	India	15	14	1	4,282,624	177,212
100	2006	Shellmex Steam Boiler	The Amax Limited	The Amax Limited, India.	Brand New	India	20	14	6	6,421,316	1,844,070
101	2006	Steam Jet Ejector System Consisting	Mazda Limited	Mazda Limited, Mazda House, 650/1, Panchwti Second Lane Ambawadi, Ahmadabad 380006, India.	Brand New	India	15	14	1	2,517,242	104,162
102	2006	Material Handling Equipment with their stand	Linde Materials Handling Asia Pacific PTE LTD	Linde Materials Handling Asia Pacific PTE LTD, China	Brand new	China	15	14	1	1,743,442	72,142
103	2006	Cooling Tower	Paharpur Cooling Tower Limited	Paharpur Cooling Tower Limited, Paharpur House, B/1/B, Diamond Harbdur Road, Kolkata, India.	Brand New	India	15	14	1	646,768	26,763
104	2006	Electronic Tank WF Ishing System Low RANGF CP	Castern Systems Services	Castern Systems Services, 4 Mayurdhan Road Culcatta-700023, India.	Brand New	India	18	14	4	2,175,536	447,539

SI No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
105	2006	BET Tank With Agitator	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	18	14	4	2,030,000	417,600
106	2006	De-modernization Tank				Local	20	14	6	1,361,000	390,851
107	2006	WHRU (Waste Heat recovery Unit)				Local	15	14	1	1,515,000	62,690
108	2006	Steam receiving Tank				Local	20	14	6	917,400	263,458
109	2006	W R Vacuum Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	14	1	153,000	6,331
110	2006	Vacuum Receiver Tank (BET)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	14	6	320,000	91,897
111	2006	Blending kettle				Local	15	14	1	1,746,000	72,248
112	2006	Agitator Motor BET	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	14	1	190,000	7,862
113	2006	Product Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	14	6	207,345	59,545
114	2006	Vacuum Condensate Tank				Local	20	14	6	169,000	48,533
115	2006	TFH Feed Tank				Local	20	14	6	258,700	74,293
116	2006	De- Gasified (High Temp)				Local	15	14	1	139,000	5,752
117	2006	TFH Breathing Tank (High Temp)				Local	20	14	6	400,408	114,989
118	2006	Polish Filter				Local	15	14	1	231,808	9,592
119	2006	Chemical mixing Tank (CMT)				Local	20	14	6	272,000	78,113
120	2006	Filtered oil Transferring Tank				Local	20	14	6	150,000	43,077
121	2006	Ion exchange tank (Holding)				Local	20	14	6	258,300	74,178
122	2006	ETP Tank				Local	20	14	6	177,190	50,885
123	2006	Process Tank				Local	20	14	6	514,300	147,696
124	2006	Thermal Fluid Heater (TFH) Feed Tank				Local	20	14	6	750,000	215,385
125	2006	Filtered oil tank (Twin Tank)				Local	20	14	6	1,000,000	287,179
126	2006	Storage Tank				Local	18	14	4	22,309,892	4,589,463
127	2006	Cooling Water Circulation Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	14	1	1,400,000	57,931
128	2006	Cooling Water Circulation Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	14	1	450,000	18,621
129	2006	Condensate Collection Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	14	6	4,200,000	1,206,154
130	2006	Base oil Storage Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	14	6	6,000,000	1,723,077
131	2006	SS Blending Kettle				Local	18	14	4	4,500,000	925,714
132	2007	Non-Return Valve, Float Valve	Mazda Limited	Mazda Limited, Mazda House, 650/1, Panchwti Second Lane Ambawadi, Ahmadabad 380006, India.	Brand New	India	15	13	2	1,157,200	127,691

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133	2007	Flfctron Tc Tank Wfighing System Low Range Cp	Cistern Systems Services	Cistern Systems Services, 4 Mayurdhan Road, Culcatta-700023, India	Brand New	India	15	13	2	1,041,620	114,937
134	2007	Cans Etc. & Aerating Drinks Filling Machine	Pulsetec Systems Singapore Limited	Pulsetic System Singapore PTE Ltd, Singapore	Brand New	Singapore	15	13	2	2,449,500	270,290
135	2007	PRB Gas Vacuum Pump	New Auto Electronic & Engineering Works.	B-3, Aftab Nagar Project, Badda Dhaka, 1212.	Brand New	Local	15	13	2	1,950,000	215,172
136	2007	Pilot Plant	A. Halim Steel & Engineering Workshop.	South Kattali, Sagorika Road , Pahartoli, Chittagong	Brand New	Local	20	13	7	840,000	284,308
137	2007	Load Cell & Indicator	The Bengal Scales	12, Shohid Sangbadik Selina Parvin Shorok (Old 78, Outer Circular road) Moghbazar, Dhaka 1217.	Brand New	Local	15	13	2	375,000	41,379
138	2007	TFH Chemnee	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	15	13	2	650,000	71,724
139	2007	Viscosity Modifier Plant	Chistia Traders	Port Connecting Road, Pahartoli, Chittagong.	Brand New	Local	20	13	7	960,000	324,923
140	2007	BM POT	Rupali Agency	Sagorika Road, Pahartoli, Chittagong. 4219.	Brand New	Local	15	13	2	300,000	33,103
141	2007	Base Oil Transferring Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	13	2	160,000	17,655
142	2007	Circulation Pump (WHRU)				Local	15	13	2	200,000	22,069
143	2007	Polish Filter	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	15	13	2	340,000	37,517
144	2007	Buffer Tank				Local	20	13	7	900,000	304,615
145	2007	Cooling Water Circulation Pump	Bedroll ink Limited	Chittagong Showroom, Jib an Bema Complex (Ground Floor) 4 Jubilee Road, Chittagong.	Brand New	Local	15	13	2	300,000	33,103
146	2007	Water Separator Motor	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	13	2	500,000	55,172
147	2007	Cooling Water Circulation Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	13	2	900,000	99,310
148	2007	TFH Breathing Tank (High Temp)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	13	7	400,000	135,385
149	2007	ETP Tank				Local	20	13	7	260,000	88,000
150	2007	Boiler Feed Water Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	13	7	220,000	74,462
151	2007	Steam Boiler Chumney				Local	15	13	2	350,000	38,621
152	2007	Filtered oil Transferring Tank				Local	20	13	7	500,000	169,231
153	2007	Vacuum Pump Exhaust Tank				Local	20	13	7	220,000	74,462
154	2007	Vacuum Receiver Tank (BET)				Local	20	13	7	720,000	243,692

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155	2007	Process Tank				Local	20	13	7	6,800,000	2,301,538
156	2007	Base Oil Unloading Pump	M.R. Trading	Hazi Hanif Market, DT Road, Pahartoli, Chittagong.	Brand New	Local	15	13	2	230,000	25,379
157	2007	Load Cell & Indicator	Every Scale & Measured Ltd.	19, Bangabandhu Avenue (3 rd Floor) Dhaka-1000	Brand New	Local	15	13	2	680,000	75,034
158	2007	W R Vacuum Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	15	13	2	500,000	55,172
159	2007	Filtered oil tank (Twin Tank)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	13	7	266,721	90,275
160	2007	Load Cell & Indicator	Every Scale & Measured Ltd.	19, Bangabandhu Avenue (3 rd Floor) Dhaka-1000	Brand New	Local	35	13	22	400,000	250,435
161	2007	Cartoon Plazin Machine	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	13	7	1,752,728	593,231
162	2007	Capacitor Bank (PFI)				Local	20	13	7	444,141	150,325
163	2007	Meter Panel LTO3 phase				Local	20	13	7	60,280	20,402
164	2007	Low tension (LT) switch				Local	20	13	7	183,600	62,142
165	2007	Voltage Stabilizer				Local	20	13	7	326,720	110,582
166	2007	Meter Panel-1 HTO3 phase				Local	20	13	7	285,600	96,665
167	2007	High tension (HT) switch				Local	20	13	7	623,700	211,098
168	2007	Distribution Panel-1&2				Local	20	13	7	320,000	108,308
169	2007	Change over switch				Local	20	13	7	600,000	203,077
170	2008	Cocktail Tank				Local	20	12	8	750,000	292,308
171	2008	Air Receiving Tank				Local	20	12	8	300,000	116,923
172	2008	Ss Polish Filter Tank				Local	20	12	8	200,000	77,949
173	2008	Vacuum Receiver Tank (BET)				Local	20	12	8	310,000	120,821
174	2008	Vacuum Pump Exhaust Tank				Local	20	12	8	300,000	116,923
175	2008	Overflow Tank				Local	20	12	8	370,000	144,205
176	2008	Stroge Tank SN-9				Local	20	12	8	4,950,000	1,916,538
177	2008	Filtered oil Transferring Tank				Local	20	12	8	540,000	210,462
178	2008	Steam Boiler Chemnee	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	15	12	3	580,000	104,000
179	2008	TFH Chemnee				Local	15	12	3	1,820,000	326,345
180	2008	Ion Exchange Tank				Local	20	12	8	360,000	140,308
181	2008	Boiler Feed Water Tank				Local	20	12	8	450,000	175,385
182	2008	TFH Breathing Tank (High Temp)				Local	20	12	8	500,000	194,872
183	2008	TFH Feed Tank				Local	20	12	8	700,000	272,821
184	2008	De- Gasified (High Temp)				Local	15	12	3	300,000	53,793
185	2008	Nitrogen Tank (Seal Pot)				Local	20	12	8	200,000	77,949
186	2008	Feed oil Header (high Temp)				Local	20	12	8	450,000	175,385
187	2008	Vacuum Condensate Tank				Local	20	12	8	780,000	304,000

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188	2008	Process Tank R-07				Local	20	12	8	1,500,000	584,615
189	2008	Process Tank R-06				Local	20	12	8	1,150,000	448,205
190	2008	Process Tank R-05				Local	20	12	8	600,000	233,846
191	2008	ETP Tank				Local	20	12	8	200,000	77,949
192	2008	De-modernization Tank				Local	20	12	8	4,350,000	1,684,231
193	2008	Blending kettle				Local	20	12	8	4,650,000	1,800,385
194	2008	Day Tank				Local	20	12	8	2,100,000	813,077
195	2008	HT Tank				Local	20	12	8	1,650,000	638,846
196	2008	Stroge Tank (LRF)-3				Local	20	12	8	4,050,000	1,568,077
197	2008	Chemical Mixing Tank (CMT)				Local	20	12	8	700,000	272,821
198	2008	Belching Mixing Tank				Local	20	12	8	900,000	350,769
199	2008	Bleached Oil Holing Tank				Local	20	12	8	1,600,000	619,487
200	2008	Condensate Collection Tank				Local	20	12	8	1,600,000	619,487
201	2008	BET Tank With Agitator				Local	20	12	8	2,500,000	967,949
202	2008	Rest Tank				Local	20	12	8	1,950,000	755,000
203	2008	Compressed Air Tank (High Pressure)				Local	20	12	8	1,500,000	580,769
204	2008	Feed Tank				Local	20	12	8	1,350,000	522,692
205	2008	Residue tank				Local	20	12	8	1,800,000	696,923
206	2008	Product Tank				Local	20	12	8	900,000	350,769
207	2008	WHRU (Waste Heat recovery Unit)				Local	20	12	8	1,320,000	514,462
208	2008	Stroge Tank BS-8				Local	20	12	8	4,950,000	1,929,231
209	2008	Buffer Tank (ULO)				Local	20	12	8	1,770,000	689,846
210	2008	Stroge Tank SN-6-7				Local	20	12	8	7,000,000	2,710,256
211	2008	WFE Cooling Water Circulation Pump	M/S. Salam Enterprise	562/616 D.T. Road, Abdul Ali Hat, (Zolar Hat), Pahartoli, Chittagong.	Brand New	Local	20	12	8	2,000,000	779,487
212	2008	Feed oil Header (high Temp)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	12	8	356,433	138,917
213	2008	Stroge Tank (RVFO)-4				Local	20	12	8	3,427,875	1,335,992
214	2008	Automation Factory Items				Local	15	12	3	2,462,464	441,545
215	2009	Load Cell & Indicator	The Bengal Scales	12, Shohid Sangbadik Selina Parvin Shorok (Old 78, Outer Circular road) Moghbazar, Dhaka	Brand New	Local	20	11	9	229,212	101,088
216	2009	Cooling Tower	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	11	9	120,000	52,923
217	2009	viscosity Modifier Plant	Chistia Traders	Port Connecting Road, Pahartoli, Chittagong	Brand New	Local	15	11	4	612,000	151,945
218	2009	Notch Filter	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	11	9	577,000	254,472
219	2010	Blending kettle				Local	20	10	10	7,700,000	3,771,026

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220	2010	HT Tank				Local	20	10	10	1,500,000	734,615
221	2010	BET Tank With Agitator				Local	20	10	10	1,200,000	587,692
222	2010	De-modernization Tank				Local	20	10	10	1,300,000	636,667
223	2010	Bleached Oil Holing Tank				Local	20	10	10	1,600,000	783,590
224	2010	Condensate Collection Tank				Local	20	10	10	1,500,000	734,615
225	2010	Compressed Air Tank (High Pressure)				Local	20	10	10	500,000	246,154
226	2010	Feed Tank				Local	20	10	10	800,000	393,846
227	2010	Residue tank				Local	20	10	10	1,000,000	492,308
228	2010	Process Tank R-08				Local	20	10	10	1,100,000	541,538
229	2010	WHRU (Waste Heat recovery Unit)				Local	20	10	10	600,000	295,385
230	2010	Cocktail Kettle				Local	20	10	10	1,650,000	812,308
231	2010	Storage Tank				Local	20	10	10	18,800,000	9,207,179
232	2010	Storage Tank (J)-1				Local	20	10	10	4,000,000	1,969,231
233	2010	Storage Tank (J)-2				Local	20	10	10	4,000,000	1,969,231
234	2010	Buffer Tank (BS-13)				Local	20	10	10	1,400,000	689,231
235	2010	Day Tank				Local	20	10	10	1,600,000	787,692
236	2010	Polish Filter				Local	20	10	10	320,000	157,538
237	2010	Belching Mixing Tank				Local	20	10	10	400,000	196,923
238	2010	Chemical Mixing Tank (CMT)				Local	20	10	10	300,000	147,692
239	2010	Rest Tank				Local	20	10	10	1,800,000	886,154
240	2010	TFH Breathing Tank (High Temp)				Local	20	10	10	600,000	295,385
241	2010	Vacuum Receiver Tank (BET)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	10	10	400,000	196,923
242	2010	Product Tank				Local	20	10	10	1,200,000	590,769
243	2010	Process Tank R-02				Local	20	10	10	1,540,484	758,392
244	2011	Condensate Collection Tank				Local	20	9	11	772,427	419,883
245	2011	Conveyor Roller	M/S Royal Spare & Engineering Works	410,Jakir Hossain Road,Akber Sha,Khulshi	Brand New	Local	10	9	1	84,258	4,878
246	2011	Reflex Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	9	11	100,000	54,359
247	2011	Storage Tank	Prokaushli Niketan	House no-525, Road No-8/A, Block-B,Chandgaon Residensial Area, Chittagong.	Brand New	Local	20	9	11	7,802	4,241
248	2011	Pipe Fitting	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	9	11	4,632,065	2,506,066
249	2012	Viscosity Modifier Plant	S.S. Enterprise		Brand New	India	20	8	12	2,598,779	1,539,277

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250	2012	Skid Mounted Nas oil filtration Systems		Pimpaleshwar, Mahadev, Mandir, MIDC, Phase-II, Dombvli, (East), Thane-421204		India	20	8	12	3,506,972	2,077,206
251	2012	Cooling Tower	Paharpur Cooling Tower Limited	Paharpur Cooling Tower Limited. Paharpur House, 6/1/B, Diamond Harbour Road, Kolkata-700027, India.	Brand New	India	20	8	12	695,117	413,505
252	2012	Load Cell & Indicator	The Bengal Scales	12, Shohid Sangbadik Selina Parvin Shorok (Old 78, Outer Circular road) Moghbazar, Dhaka 1217.	Brand New	Local	20	8	12	113,500	67,518
253	2012	Laboratory Instrument and Apparatus	Brothers Engineering Works	61/ A, Dulalabad, Near Pahartali thana, Pahartali, Chittagong.	Brand New	Local	20	8	12	52,759	31,385
254	2012	Can & Drum Filling Line	Horizon	158/1, Arambugh,Dhaka-1000	Brand New	Local	10	8	2	84,000	13,705
255	2012	Base oil Storage Tank	Chittagong Engineering Construction	Saraipara, Loharpul,Banarupa R/ A,Pahartali,Chittagong	Brand New	Local	20	8	12	190,000	113,026
256	2012	VM Tank	M/S Madhusa Enterprise	Chairman gatha,Matambibirhat, vatiari,Sitakundo,Chittagong	Brand New	Local	20	8	12	31,234	18,580
257	2012	Process Tank-6 Ton	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	8	12	2,400,000	1,421,538
258	2012	BET Tank With Agitator				Local	20	8	12	2,600,000	1,540,000
259	2012	Notch Filter				Local	20	8	12	3,340,000	1,978,308
260	2012	PRB Gas Vacuum Pump				Local	20	8	12	3,771,000	2,233,592
261	2012	Cooling Tower				Local	20	8	12	2,520,000	1,492,615
262	2012	Sludge tank				Local	20	8	12	3,600,000	2,132,308
263	2012	S.S Blending Kettle				Local	20	8	12	4,600,000	2,724,615
264	2012	Base oil Storage Tank	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	8	12	9,000,000	5,330,769
265	2012	Blending kettle				Local	20	8	12	1,724,835	1,021,633
266	2012	Pipe Fitting				Local	20	8	12	2,740,505	1,623,222
267	2013	Steam Receiving Tank				Local	20	7	13	150,000	96,923
268	2013	De-modernization Tank				Local	20	7	13	350,000	226,154
269	2013	Vacuum Receiver Tank (BET)				Local	20	7	13	520,000	336,000
270	2013	ETP Tank				Local	20	7	13	10,000	6,462
271	2013	Ss Polish Filter Tank				Local	20	7	13	106,051	68,525
272	2013	Process Tank R-01				Local	20	7	13	1,200,000	775,385
273	2013	TFH De-Gassing Tank (High Temp)				Local	20	7	13	300,000	193,846
274	2013	Bad Oil & Slurry Transfer Tank				Local	20	7	13	50,000	32,308
275	2013	Condensate Collection Tank				Local	20	7	13	50,000	32,308
276	2013	Feed Oil Header (High Temp)				Local	20	7	13	135,721	87,697

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277	2013	Process Tank R-05				Local	20	7	13	500,000	323,077
278	2013	Tray Oil Transfer Pump	M.R. Trading	Hazi Hanif Market,DT Road,Pahartoli,Chittagong	Brand New	Local	20	7	13	27,863	18,004
279	2013	Ion Exchange Tank(Makeup)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	20	7	13	500,000	323,077
280	2013	Air Tank				Local	20	7	13	100,000	64,615
281	2013	Sludge Tank				Local	20	7	13	1,200,000	775,385
282	2013	Other Associates Cost Capitalized				Local	20	7	13	90,752,799	58,407,571
283	2013	Rest Tank				Local	20	7	13	470,000	303,692
284	2013	Cartoon Plazin Machine	A. Halim Steel & Engineering Workshop.	South Kattali, Sagorika Road , Pahartoli, Chittagong	Brand New	Local	35	7	28	204,654	163,723
285	2014	Load Cell & Indicator	Pharma Tex	House#304,3 rd Floor, Flat,3/B Azampur Sperm Market,Uttara,Dhaka-1230	Brand New	Local	15	6	9	200,000	118,621
286	2014	Air Compressor	Gulf International Associates Ltd	House-25,Road-107,Gulshan-2,Dhaka-1212	Brand New	Local	10	6	4	121,000	45,216
287	2014	Pilot Plant	A. Halim Steel & Engineering Workshop.	South Kattali, Sagorika Road , Pahartoli, Chittagong	Brand New	Local	15	6	9	1,022,420	606,401
288	2014	Laboratory Instrument and Apparatus	The Tinometer Limited	The Tinometer Limited, Lovibond House Solar Way, Solstic Park Amesbury, SP4 7SZ, UK	Brand New	UK	15	6	9	157,282	93,284
289	2014	Laboratory Mixing machine	Process Unit	Suyog, 215/216A,	Brand New	India	15	6	9	1,099,381	652,047
290	2014	Water Cooled Vacuum Pump	Process Unit	Suyog, 215/216A, D.K Sandu Marg, Chamber, Mumbai, 4000071, India	Brand New	India	15	6	9	951,065	564,080
291	2014	Water Ring Vacuum Pump					15	6	9	533,892	316,653
292	2014	Cooling Tower	Artisan Craft (BD) Ltd.	Artisan Craft (BD) Ltd. Section 12, Block-D, Lane-15, House-49, Mirpur, Dhaka 1216.	Brand New	Local	15	6	9	630,000	373,655
293	2014	FTIR Machine	Perkin Elmer Singapore PTE Limited.	Perkin Elmer Singapore PTE Limited. 28 Ayer Rajah Crescent # 08-01, Singapore 139959.	Brand New	Singapore	20	6	14	6,974,220	4,846,189
294	2014	WHRU (Heat Radiator Unit)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	15	6	9	141,800	84,102
295	2014	Condensate Collection Tank				Local	15	6	9	845,195	501,288
296	2014	PRB Gas Vacuum Pump	New Auto Electronic & Engineering Works.	B-3, Aftab Nagar Project, Badda Dhaka, 1212.	Brand New	Local	15	6	9	600,000	355,862
297	2014	HFO Plant SS (Contester)	Bhai Bhai Metal Works	1171, Nasirabad Industrial Ar, Ruby Gate, Chittagong.	Brand New	Local	15	6	9	110,878	65,762
298	2015	Drum Lifting Lock		Sagorika Road , ctg	Brand New	Local	15	5	10	70,000	46,345

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299	2015	TW Unit S.S filter tank	Al-Amanat Engineering works				15	5	10	110,000	72,828
300	2015	Oil Pump	M/S. Salam Enterprise	D. T. Road , Pahartoli Ctg	Brand New	Local	15	5	10	19,000	12,579
301	2015	Storage Tank	Rakib Enterprise	Sagorika Road , ctg	Brand New	Local	15	5	10	96,490	63,883
302	2015	Storage Tank	Monirat Trading	Boropol, Halishohor, Ctg	Brand New	Local	15	5	10	169,360	112,128
303	2015	Storage Tank	Nipon Karigari	Sk, Mojib Road, Agrabad, ctg	Brand New	Local	15	5	10	172,000	113,876
304	2015	thermal oil heater	Trade Linkers Ltd	Road-6, Block-E, Niketan, Gulshan-1, Dhaka	Brand New	Local	15	5	10	67,000	44,359
305	2015	sequence controller (thermal oil Boiler)	Favorite Traders	Enayet Bazar, Ctg	Brand New	Local	15	5	10	40,000	26,483
306	2015	Load Cell & Indicator	Pharma Tex	Azimpur Super Market, utara	Brand New	U.S. A	15	5	10	40,000	26,483
307	2015	pail weight filling machine	Alam Hardware Store	D. T. Road, Pahartoli, Ctg	Brand New	Local	15	5	10	6,460	4,277
308	2015	cooling tower	Paharpur Cooling Towers Ltd	8/1/B, Diamond Harbour Road, Kolkata-700 027	Brand New	India	10	5	5	225,180	107,849
309	2015	cooling tower	Chittagong Engineering Construction	Jalalabad, Baizid Oxyzen, Ctg	Brand New	Local	10	5	5	56,100	26,869
310	2015	Laboratory Instrument and Apparatus	Electro Meter Corporation	Dohs, Mirpur , Dhaka	Brand New	Local	15	5	10	128,770	85,255
311	2015	Vacuum Pump Exhaust Tank	Bhai Bhai Metal Works	Nasirabad Industrial Area, Ruby Gate, ctg	Brand New	Local	15	5	10	337,743	223,609
312	2015	Pilot Plant	A. Halim Steel & Engineering Workshop.	South Kattali, Sagorika Road , Pahartoli, Chittagong	Brand New	Local	15	5	10	187,080	123,860
313	2015	easy press pump motor	M/S. Alam Hardware Store	D. T. Road , Pahartoli Ctg	Brand New	Local	15	5	10	2,620	1,735
314	2015	Pilot Plant	Malik Enterprise	17-4, Agrabad, Ctg	Brand New	Local	15	5	10	1,051,000	695,834
315	2015	Pilot Plant	Favorite Traders	Enayet Bazar, Ctg	Brand New	Local	15	5	10	19,616	12,987
316	2015	Pilot Plant	M/S. Alam Hardware Store	D. T. Road, Pahartoli, Ctg	Brand New	Local	15	5	10	19,090	12,639
317	2015	Water Pump, Model- CPM-130	Bedroll ink Ltd.	Central Warehouse, Sagarika Road, Ctg	Brand New	Local	15	5	10	15,620	10,342
318	2015	Pilot Plant	EverGreen Electronics	Highway Road, Halisahar, Boropol, Ctg	Brand New	Local	15	5	10	5,094	3,373
319	2015	Pilot Plant	Paradise Cable Ltd	Kamal Ataturk Avenue, Banani, C. A, Dhaka	Brand New	Local	15	5	10	23,274	15,409
320	2015	transformer oil filtration Plant	Bhai Bhai Metal Works	Nasirabad Industrial Area, Ruby Gate, ctg	Brand New	Local	15	5	10	2,441,548	1,616,473

Sl No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
321	2015	Pilot Plant	Chittagong Engineering Construction	Jalalabad, Baizid Oxyzen, Ctg	Brand New	Local	15	5	10	141,900	93,948
322	2015	transformer oil filtration Plant	M/S Bahar Engineering Works	C. D. A Market, T D roads pahartoli Chittagong	Brand New	Local	15	5	10	21,102	13,971
323	2015	oil filtration plant	Sundarban int. tours & travels	164/B,Sk.Mujib Road, Agrabad C/A, Chittagong	Brand New	Local	15	5	10	48,000	31,779
324	2015	TOFP Drum Filling Machine					15	5	10	32,549	21,550
325	2015	transformer oil filtration Plant	Energy Pac Engg Ltd	H:2 R:1 Block:L , Halishahar Housing Estate , Ctg	Brand New	Local	15	5	10	33,107	21,919
326	2015	TOFP Drum Filling Machine	Makkha Madina Store	301 kodomtali Lein ctg	Brand New	Local	15	5	10	2,484	1,645
327	2015	transformer oil filtration Plant	Paradise Cable Ltd	34 kamal Attaturk avenue, Awal center,Dhaka -1213	Brand New	Local	15	5	10	333,370	220,714
328	2015	transformer oil filtration Plant	Favorite Traders	Enayet Bazar, Ctg	Brand New	Local	15	5	10	539,430	357,140
329	2015	transformer oil filtration Plant	Ambassador Residency	h: 23 r:2 ,nazam road ctg	Brand New	Local	15	5	10	9,630	6,376
330	2015	transformer oil filtration Plant	Background (Interior Designer)	Sagorika Road ,pahartali ,ctg	Brand New	Local	15	5	10	7,000	4,634
331	2015	transformer oil filtration Plant	Signcomm Digital	Anderkill, ctg	Brand New	Local	15	5	10	49,140	32,534
332	2015	oil filtration machine	vacuum Plant & Instruments Manufacturing Company Ltd	48-A, Mundhawa , Pune 411036,Maharashtra, india	Brand New	India	18	5	13	5,566,863	3,992,236
333	2015	Base oil Storage Tank	Favorite Traders	Enayet Bazar, Ctg	Brand New	Local	15	5	10	585,025	387,327
334	2015	water tank	A. Halim Steel & Engineering Workshop.	South Kattali, Sagorika Road , Pahartoli, Chittagong	Brand New	Local	15	5	10	66,830	44,246
335	2015	transformer oil filtration Plant				Local	15	5	10	17,636	11,676
336	2015	transformer oil filtration Plant	M.B.Workshop	Ruby Gate Chittagong	Brand New	Local	15	5	10	270,000	178,759
337	2016	Wiped Film Evaporator	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	15	4	11	181,150	132,427
338	2016	Tribo Amix (Compatibility Test)	Malik Enterprise	17-4, Agrabad, Chittagong.	Brand New	Local	15	4	11	150,000	109,655
339	2016	Cooling Water Circulation Plant	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	15	4	11	8,000	5,848
340	2016	Temperature Meter	M/S Shaibal Enterprise	364 C.D.A Market, Pahartoli, Chittagong.	Brand New	Local	15	4	11	7,600	5,556
341	2016	Pilot Plant	Favorite Traders	Enayet Bazar, Ctg	Brand New	Local	15	4	11	33,963	24,828
342	2016	Gear Oil Plant		1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	15	4	11	701,497	512,818

SI No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
343	2016	transformer oil filtration Plant	Bhai Bhai Metal Works			Local	18	4	14	71,983,470	55,735,772
344	2016	Gear Oil Automotive Industrial			Brand New	Local	18	4	14	78,285,863	60,615,625
345	2017	Canon CCS-2050	Advance Technology Consortium	12-A 12 Floorcarterpoint Concord Tower, Tejkunipara, Farmget, Dhaka.	Brand New	Local	15	3	12	30,000	24,000
346	2017	Belching Mixing Tank	Material Handling Equipment Services Ltd	House No.-252, Lane-18, Lake Road, New DOHS Mohakhali, Dhaka.	Brand New	Local	15	3	12	80,920	64,736
347	2017	Pilot Plant	Bengal Overseas Cor. Ltd.	75 Gulshan Avenue Gulshan, A-1, Dhaka-1212.	Brand New	Local	15	3	12	14,217	11,374
348	2017	Pilot Plant	Malik Enterprise	17-4, BSCIC Bhaban, Agrabad C/A, Chittagong.	Brand New	Local	15	3	12	12,919	10,335
349	2017	Nitrogen Gas for transformer oil filtration plant	Linda Bangladesh Limited	68-V, Sagorika Road, Chittagong.	Brand New	Local	15	3	12	1,240	992
350	2017	HFO Reactor	Automation Engineering & Controls Ltd	AKH Tower(3 rd Floor), Plot#10, Lane#5, Block, Road#1,Agrabad, Chittagong.	Brand New	Local	15	3	12	46,096	36,877
351	2017	Batch Printing Machine	Bengal Overseas Cor. Ltd.	75 Gulshan Avenue Gulshan, A-1, Dhaka-1212.	Brand New	Local	15	3	12	494,025	395,220
352	2017	Steam Boiler	A. Halim Steel & Engineering Workshop.	South Kattali, Sagorika Road , Pahartoli, Chittagong	Brand New	Local	15	3	12	118,400	94,720
353	2017	Gas Purification System	Apex Solution	16 Monipuripara, Tejgaon, Dhaka	Brand New	Local	15	3	12	464,725	371,780
354	2017	Burette Cylinder	Advance Technology Consortium	12-A 12 Floorcarterpoint Concord Tower, Tejkunipara, Farmget, Dhaka.	Brand New	Local	15	3	12	60,000	48,000
355	2017	Laboratory Equipment	Electro Meter Corporation	House No# 446-447, 2 nd floor, Road-28, Mirpur DOHS, Dhaka.	Brand New	Local	15	3	12	127,000	101,600
356	2017	transformer oil filtration Plant	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	15	3	12	21,000	16,800
357	2017	Drum Filling machine	Automation Engineering & Controls Ltd	AKH Tower(3 rd Floor), Plot#10, Lane#5, Block#L, Road#1,Agrabad, Chittagong.	Brand New	Local	15	3	12	94,227	75,382
358	2017	pneumatic transmission Model: 4F530-15L-24VDC	Pulsate Systems Singapore Limited	BLK 22 Woodlands Link No. 04-23, Woodlan East Industrial Estate Singapore 737834	Brand New	Singapore	15	3	12	112,691	90,153
359	2017	Pilot Plant	Favorite Traders	Enayet Bazar, Ctg.	Brand New	Local	15	3	12	34,000	27,200
360	2017	Vacuum Pump Exhaust Tank	vacuum Plant & Instruments	48 A Mundwa Opp To Hadpsar, Pune, India	Brand New	Local	15	3	12	170,000	136,000

SI No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
			Manufacturing Company Ltd								
361	2017	Gas Chromatograph	Parkin Elmer Singapore PTE Ltd	28 Ayer Rajah, Crescent # 08-01, Singapore 139959sg	Brand New	Singapore	18	3	15	33,565,126	27,907,005
362	2017	UV-Vis Spectrophotometer				Singapore	15	3	12	855,849	684,679
363	2017	UV-Vis Spectrophotometer	Koehler Instrument Company INC	1595 Sycamore Avenue Bohemia NY-11716	Brand New	United States	18	3	15	12,352,924	10,270,574
364	2017	UV-Vis Spectrophotometer				Great Britain	18	3	15	4,958,653	4,136,933
365	2017	Insulation Diagnostic System				United States	15	3	12	1,108,503	886,802
366	2017	Laboratory Service	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	18	3	15	143,808,739	119,566,694
367	2017	LDO/Mass Blending Plant				Local	18	3	15	90,649,718	75,473,229
368	2017	VI/VII Plant				Local	18	3	15	92,506,536	76,912,577
369	2017	Coolant Plant				Local		18	3	15	76,631,244
370	2017	BMRE	Various Party Local & Foreign		Brand New	Local		18	3	15	112,812,823
371	2018	Load Cell	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	22	2	20	240,000	218,791
372	2018	Load Cell DCS Box	Bhai Bhai Metal Works	1171 Nasirabad Industrial Ar Ruby Gate Chittagong.	Brand New	Local	22	2	20	15,000	13,674
373	2018	Dehydration Line	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	22	2	20	251,057	228,871
374	2018	Burning Chamber	Bhai Bhai Metal Works	1171 Nasirabad Industrial Ar Ruby Gate Chittagong.	Brand New	Local	22	2	20	536,558	489,141
375	2018	Thermal Fluid Oil Line	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	22	2	20	202,458	184,566
376	2018	Transformer oil filtration plant	Bhai Bhai Metal Works	1171 Nasirabad Industrial Ar Ruby Gate Chittagong.	Brand New	Local	22	2	20	2,009	1,831
377	2018	Boiler & TFH Chimney				Local	22	2	20	100,000	91,163
378	2018	Transformer Meter	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	22	2	20	7,500	6,837
379	2018	Laboratory Equipment's				Local	22	2	20	127,000	115,777
380	2018	Grease Plant	Bhai Bhai Metal Works	1171 Nasirabad Industrial Ar Ruby Gate Chittagong.	Brand New	Local	22	2	20	220,500	201,014
381	2018	Temperature Meter for Boiler	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	22	2	20	11,416	10,407

SI No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
382	2018	Can & Drum Feeling Line	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	28	2	26	10,000	9,309
383	2018	Laboratory Equipment's				Local	22	2	20	1,491,655	1,359,834
384	2018	Load Cell				Local	22	2	20	408,500	372,400
385	2018	Transformer oil Filtration Plant				Local	22	2	20	334,858	305,266
386	2018	Thermal Fluid Oil Line				Local	22	2	20	298,740	272,340
387	2018	Oil Reclamation Plant				Local	28	2	26	3,158,049	2,939,857
388	2018	Temperature indicator Controller	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	22	2	20	98,189	89,512
389	2018	Temperature Censor	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	22	2	20	44,239	40,330
390	2018	Calibration of Laboratory Equipment	Electro Meter Corporation	House # 446-447 2nd Floor Road No 28 Mirpur DOHS Dhaka.	Brand New	Local	22	2	20	192,618	175,596
391	2018	Calibration of Laboratory Equipment	Advance Technology Consortium	12-A 12 floor carter point Concord tower Tejkunipara Firm gate Dhaka	Brand New	Local	22	2	20	31,500	28,716
392	2018	Spare parts for Perkin Elmer	Saka International Limited	RangsPanaroma, Suite-A/4 & B/4 (4th Floor), 80 Sat Masjid Road, Dhanmondi	Brand New	Local	22	2	20	245,000	223,349
393	2018	HFO Dehydration	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	35	2	33	216,284,275	204,372,967
394	2018	Grease Plant	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	35	2	33	101,180,372	95,608,120
395	2018	Distilled Water Plant	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	35	2	33	65,363,267	61,763,551
396	2018	Laboratory Services	Various Party Local & Foreign	BSCIC Industrial Estate, Sagorika Road, Ctg	Brand New	Local	35	2	33	112,880,225	106,663,633
397	2019	Can & Drum Filling Line	A. Halim Steel & Engineering Workshop.	South Kattali Sagorika Road Pahartoli Chittagong	Brand New	Local	25	1	24	1,261,698	1,215,350
398	2019	Laboratory Apparatus Equipment	Various Party Local & Foreign		Brand New	Local	25	1	24	63,420,997	61,091,246
399	2019	Chiller Unit	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	30	1	29	60,000	58,169
400	2019	Storage Tank	Various Party Local & Foreign		Brand New	Local	25	1	24	186,829	179,966
401	2019	Transformer Oil Filtration Plant	Bhai Bhai Metal Works	1171, Nasirabad, I/ A, Ruby Gate, Ctg	Brand New	Local	25	1	24	5,058	4,873
402	2019	Oil Reclamation Plant			Brand New	Local	30	1	29	1,647,999	1,597,721
403	2019	HFO Dehydration			Brand New	Local	25	1	24	38,913,472	37,483,998
404	2019	Grease Plant			Brand New	Local	30	1	29	39,778,143	38,564,573
405	2019	Co-Generation	Various Party Local & Foreign		Brand New	Local	30	1	29	49,875,744	48,354,111

Sl No	Date of purchase	Name of Machinery	Sellers name	Address	Condition when purchased	Country of origin	Useful economic life	Used Life	Remaining Economic Life	Purchase price	Written down value
406	2019	Drum Unit			Brand New	Local	30	1	29	149,306,444	144,751,333
407	2019	Front end Plant			Brand New	Local	25	1	24	128,287,720	123,575,110

(ix) Details of the machinery required to be bought by the issuer, cost of the machinery, name of the suppliers, date of placement of order and the date or expected date of supply, etc.

No machinery is required to be bought by the issuer except the machine to be bought from IPO proceeds. Details are as follows:

- **Date of Placement of Order:** After receiving IPO Fund
- **Date or Expected date of Supply:** 120 days from the placement of Order

Date of Expected date of Supply: 120 days from the placement of Order									
Name of Machine	Name of Supplier	Scope of Supply	Qty. (Pcs)	Country of Origin	Unit Price in USD	Total Amount in USD	Exchange Rate (BDT)	Total Amount in BDT	
Distillation Process Equipment	VTA	Related all items	01 set	Germany	5.50 mm	5.50 mm	80	440,000,000	
Fractionation Colum	KG	Related All items	01 set	USA	2.80	2.80	80	224,000,000	
Offsite Engineering Equipment	CEP	Process control system	As per detail Engineering	USA	3.30	3.30	80	264,000,000	
		Control Valves & fitting							
		DM Water treatment plant							
		Fire Fighting, control and safety system							
		Waste water treatment Plant and machinery							
		Flood and storm water control system							
		Off Gas flaring system							
		Process Heating system							
		Heat Recovery unit							
		Odor controlling thermal oxidizer							
Pumps, Motors and Gears									
QC-QA testing Apparatus	Perkins	ICP's	1 set	USA	0.35	0.35	80	28,000,000	
	Koehler	FTIR	1 set						
Containerization & barreling system	Pulstech	1-5 liter container filling	1 set	Singapore	0.30	0.30	80	24,000,000	
		0.1-1-liter container filing	1 set						
		20-liter bucket filling	1 set						
		Barrel filling	1 set						
Total Amount (With Installation & Other Costs Approximately)									980,000,000

(x) In case the machinery is yet to be delivered, the date of quotations relied upon for the cost estimates given shall also be mentioned:

No machinery is required to be bought by the issuer except machinery to be bought from IPO proceeds.

(xi) If the plant is purchased in brand new condition then it should be mentioned:

All the assets are in good condition and no re-conditioned or second-hand Assets or Machinery are used by the company.

DECLARATION RELATED TO MACHINERY BEING BRAND NEW

We certify that, all plants & machineries of Lub-rref (Bangladesh) Ltd were purchased in brand new condition. There are no re-conditioned or second-hand machineries installed in the Company.

Place: Dhaka

Date: 16 November, 2019

Sd/-

Ashraf Uddin & Co.

Chartered Accountants

(xii) Details of the second hand or reconditioned machinery bought or proposed to be bought, if any, including the age of the machinery, balance estimated useful life, etc. as per PSI certificates of the said machinery as submitted to the Commission:

The Company has no plan to purchase any second hand or reconditioned machinery.

(xiii) A physical verification report by the Issue Manager(s) regarding the properties as submitted to the Commission:

This is to certify that we have visited the registered office and factory of Lub-rref (Bangladesh) Limited.

Visiting Report	
PARTICULARS	
NAME OF COMPANY	Lub-rref (Bangladesh) Limited
REGISTERED OFFICE	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
FACTORY OFFICE	
VISITED BY THE OFFICIALS OF NRB EQUITY MANAGEMENT LIMITED	1. Mr. Md. Muslahuddin Chowdhury, Chief Executive Officer 2. Mr. Fatehul Hasan, Sr. Officer
ACCOMPANIED BY THE OFFICIALS OF LRBDL	1. Mr. Md. Mofijur Rahaman, CFO
PURPOSE OF VISIT	The Company signed an issue management agreement on 28 January, 2018 with NRB Equity Management Limited for public issue of shares through Initial Public Offering (IPO). In this respect, the management of NRBEML visited the plant as a part of due diligence of issue manager on 9 April, 2017 in order to get the operational status of the Company before the public issue of shares.
PROJECT BRIEF	
PROJECT TYPE	Lubricating oils and allied products like Engine Oils (Mono-grade and Multi-grade) and Lab services
PROJECT LOCATION	B-6 (part), 9-10, 23-24 BSCIC Industrial Estate, Block-A, Custom Academy, Sagarika Road, Chittagong - 4219
PROJECT NATURE	The principal activities of the company are to manufacture Automotive, Industrial, Marine, Power House Lubricants, Lube Base oil Refining and Lubricating grease Blending.
PLANT AND MACHINERY	Different types of plant and machinery from both local and foreign origin.
MANAGEMENT TEAM	1. Mrs. Rubiya Nahar - Chairman 2. Mr. Mohammed Yousuf - Managing Director 3. Mr. Md. Mofijur Rahaman, Chief Financial Officer
WORKER	Number of officers and workers present during the visit time was about 120-130 workers found working in the factory.

FACTORY PRODUCTION

During visit time, the production of the factory was running. The products are A) Engine Oil Category, (i) Passenger Car Motor Oil (ii) Generator Oil (iii) Marine Engine Oil (iv) Automotive Gear Oil (B) Industrial Product Category (i) Hydraulic Oil (ii) Compressor Oil (iii) Machine Oil (iv) Transformer Oil (C) Lab Testing Service.

DESCRIPTION OF PROPERTY:

We have identified the properties of Lub-rref (Bangladesh) Limited are as follows:

a) **Land:** We have found about 100.20 decimal of land surrounded by Boundary wall and well secured for Factory Building.

Details of the status of the building are discussed below:

FACTORY BUILDING (SITE - A)

This building has a total floor area of **88,642** sqft. This is a factory building built with two storied administration building, information center, 3 nos guard room, two storied electric workshops with dormitory, electric sub-station, two storied pump houses.

Sl. No	Name of the structure	Nos. Of level	Total area (sft.)	Remarks
SITE - A				
1	Main Building (Office, lab, filling & warehouse)	2	30,000	Concrete structure
2	Blending & V M Plant	4	4,845	Steel structure
3	Chemicals & Packing Materials warehouse	2	4,822	
4	Utility section	1	2,000	
5	Distillation (WFE) Section	5	5,380	
6	Bleaching section	5	2,867	
7	Filtration Section	3	1,720	Concrete & Steel structure
8	Electrical Workshop cum Sub- station	1	1,073	Concrete structure
9	Dormitory	1	1,073	
10	Information center cum Security building-1	1	275	
11	Kitchen & dining Building	1	550	
12	Security building- 2	2	150	
13	Base oil receiving shed	1	753	
14	Cooling tower structure	1	415	
15	Drum Shade (Including Product delivery area)	1	1,250	Steel structure
16	Tank firm base -1	1	1,634	Concrete structure
17	Paving Slub-2	210	3,400	
18	Warehouse Structure	1	800	
19	Kitchen	1	300	
20	Tank firm base -2	1	16,890	
21	Tank firm base -3	1	8,445	
Total Area (sqft.) Of Site - A			88,642	

FACTORY BUILDING (SITE - B)

This building has a total floor area of **14,254** sqft. This is a factory building built with the two-storied building, chemical shed, water reserve tank, refinery & process shed and base oil receiving shed.

Sl. No.	Name of the structure	Nos. Of level	Total area (sft.)	Remarks
SITE - B				
1	Used oil Processing Plant	3	8,418	Steel structure
2	Control room site -B (security, chemical room)	3	986	Concrete & Steel structure
3	Used oil receiving shed-	1	550	Concrete structure
4	Tank firm base - 2	1	3,300	
5	Tank firm base - 3	1	500	
	Tank firm base - 4	1	500	
Total Area (sqft.) Of Site - B			14,254	

Fire Fighting Equipment:

Total Fire Extinguisher	65 Pcs
Total Water Reel	21 Pcs
Fire Diesel Engine	02 Pc
Hydrant Pipe Network	1250 Feet (3-4 Inches)

Inside of the factory

All Civil Construction of the factory has already been completed and the factory was in full operation during our visit except Capital Work in Process for Laboratory Services. Cogent Plant Distilled Water Plant etc. The total project area is surrounded by brick wall. Sufficient land space available within the factory for loading unloading & workers assemble. The project is connected to the national grid line of REB.

Physical Existence of Plant & Machinery, Equipment, Furniture & Fixtures, Inventories and Manpower Strength:

During the course of visit following plant & machinery, equipment, furniture & fixtures were physically found:

Particulars of Plant & Machineries:

The factory of the Company is equipped with modern brand-new machinery imported from Singapore, India, USA, Austria, French, UK and China along with locally procured machinery to maintain Standard quality of products of the company. During our visit we found that all machinery was in the factory premises and were in good operational condition.

Working Environment:

During our visit to the plant, we found that all workers were engaged in their scheduled work. We communicated some of the workers about the working environment of the factory. They expressed their satisfaction with the entire environment of the factory. Again, we found that there are sufficient facilities of sanitation, open space, corridor, and fire exit, Doctors Room, mini Canteen, air ventilation system for the comfortable workplace for the workers.

Other facilities:

During our visit, we found that in the side of the factory there is doctors' room for emergency medical service, fire extinguishers, water reserve tanks, Fire Alarm System, canteen for workers, and plantation's for keeping the factory as the green environment and the sufficient number of security guard.

Another land:

We also visited the other land of the Company situated at Julda, CTG area where we found about 1,305.15 decimal of vacant land on the name of Lub-rref (Bangladesh) Limited. It is situated beside the Karnafully River which is approved by Port Authority.

Other Asset:

Other assets including vehicles, furniture, office equipment, and generator are found in good condition.

Signboard:

The signboard of the company is well displayed at the registered office and factory premises and there is no other office-factory within the said factory premises.

For the Issue Manager

Sd/-

Md . Muslahuddin Chowdhury

Chief Executive Officer (CEO)

NRB Equity Management Limited

- (xiv) **If the issuer is entitled to any intellectual property right or intangible asset, full description of the property, whether the same is legally held by the issuer and whether all formalities in this regard have been complied with:**

The Company has no intellectual property right or intangible asset.

- (xv) **Full description of other properties of the issuer:**

The description of other properties of the company has been described in the following summary:

Sl. No	Category of property	Original cost Taka	Written down values on 30 Jun, 2019
1	Land & Land Development	548,646,754	548,646,754
2	Office Building	220,246,691	188,424,340
3	Air Conditioner	6,557,688	3,703,483
4	Computer & Computer Accessories	4,225,301	2,280,146
5	Fire Extinguisher	2,036,680	1,289,331
6	Furniture & Fixture	10,027,673	5,859,738
7	Vehicles	30,740,401	5,728,845
8	Office Equipment	7,481,490	4,043,190
9	Plant & Machineries	2,212,865,999	1,732,356,499
10	Electricity Installation	11,546,933	4,157,698
11	Factory Building & Shed	200,827,320	168,468,071
12	Factory Equipment	29,288,364	15,627,503
13	Gas Installation	1,216,213	536,591
14	Generator	31,224,998	12,851,846
15	Weighing Scale	5,303,877	3,230,522
16	Interior Decoration	16,609,588	9,459,818
17	Kitchen Equipment	86,576	35,220
18	Ware House, Dhaka	3,527,907	1,604,912
	Total	3,342,460,454	2,708,304,507

(f) PLAN OF OPERATION AND DISCUSSION OF FINANCIAL CONDITION

- (i) **If the issuer has not started its commercial operation, the company's plan of operations for the period which would be required to start commercial operation which shall, among others, include: -**

- Projected financial statements up to the year of commercial operation;
- The rationale behind the projection;
- Any expected significant changes in the issuer's policy or business strategies;
- Detail plan of capital investment with break-up;
- Summary of the feasibility report, etc.

This section is not applicable as the Company is already in operation.

- (ii) **If the issuer had been in operation, the issuer's revenue and results of operations, financial position and changes in financial position and cash flows for the last five years or from commercial operation, which is shorter, shall be furnished in tabular form which shall, among others, include the following information:**

Revenue and Results from the Operation:

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Net Turnover	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Cost of Goods Sold	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Gross Profit/ (Loss)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Operating Expenses	(57,225,162)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Financial Expenses	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Operating Profit/(Loss)	305,989,656	272,778,869	207,014,979	72,631,227	89,446,690	81,693,901
Non- Operating Income	9,791,702	12,630,446	1,597,765	649,807	17,281,054	664,573
Provision for Contribution to WPPF	(15,037,208)	(13,590,920)	-	-	-	-
Profit Before Tax	300,744,150	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474
Provision For Income Tax	(93,114,097)	(67,314,068)	(58,020,376)	(11,739,787)	(11,545,009)	(8,457,735)
Current Taxes	(35,710,818)	(12,788,768)	(7,729,414)	(1,645,879)	(2,541,959)	(2,131,334)

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Deferred Taxes	(57,403,279)	(54,525,300)	(50,290,962)	(10,093,908)	(9,003,050)	(6,326,401)
Net Profit after Tax	207,630,053	204,504,327	150,592,368	61,541,247	95,182,735	73,900,739
Add: Other Comprehensive Income	1,124,419	320,161,296	1,392,028	-	-	-
Deferred Tax (Expenses)/ Income on revaluation Surplus	1,124,419	(12,038,643)	1,392,028	-	-	-
Revaluation Surplus for the year	-	332,199,939	-	-	-	-
Total Comprehensive Income	208,754,472	524,665,623	151,984,396	61,541,247	95,182,735	73,900,739
Earnings per Share (Basic)	2.08	2.07	2.14	1.80	2.15	2.07
Earnings per Share (Diluted)	2.08	2.05	1.51	0.62	2.31	0.74

Statement of Financial Position:

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
A. Statement of Financial Position						
ASSETS						
NON-CURRENT ASSETS	3,627,445,483	3,356,504,608	2,883,322,598	2,306,320,414	2,076,573,021	1,882,391,452
Property, Plant & Equipment	3,627,445,483	3,356,504,608	2,883,322,598	2,306,320,414	2,076,573,021	1,882,391,452
CURRENT ASSETS	1,419,884,172	1,294,612,446	1,276,972,042	790,019,665	784,988,701	647,260,847
Inventory	515,046,937	490,787,134	394,096,791	196,593,883	205,859,894	143,911,108
Accounts Receivable	407,670,496	346,224,382	350,533,704	301,640,755	333,277,395	254,115,103
Advances, Deposits and Prepayments	351,515,545	278,687,677	281,759,388	138,523,739	141,303,149	158,137,884
Related Party Current Accounts	67,526,936	48,180,000	176,845,436	141,426,472	90,459,102	77,565,313
Cash and Bank Balances	78,124,257	130,733,253	73,736,723	11,834,816	14,089,161	13,531,438
TOTAL ASSETS	5,047,329,655	4,651,117,054	4,160,294,640	3,096,340,079	2,861,561,722	2,529,652,300
EQUITY & LIABILITIES						
SHAREHOLDERS' EQUITY	3,193,092,083	2,984,337,610	2,588,979,412	1,342,037,535	1,238,951,288	1,077,698,461
Share Capital	1,000,000,000	1,000,000,000	700,000,000	285,313,480	285,313,480	285,313,480
Share Premium	458,500,000	458,500,000	-	-	-	-
Revaluation Reserve	597,274,195	603,645,902	631,121,062	304,797,679	307,681,936	247,968,655
Retained Earnings	1,137,317,888	922,191,708	709,358,350	553,262,794	488,837,290	387,297,744
Share Money deposit	-	-	548,500,000	198,663,582	157,118,582	157,118,582
NON-CURRENT LIABILITIES	1,062,096,527	996,471,549	912,904,578	895,679,226	848,213,279	843,453,519
Long Term Loan-non-current Portion	753,066,795	742,895,373	746,868,483	782,120,023	744,747,984	682,921,181
Lease Liabilities-non-current Portion	634,182	1,459,486	2,185,930	-	-	-
Deferred Tax	308,395,550	252,116,690	163,850,165	113,559,203	103,465,295	160,532,338
CURRENT LIABILITIES	792,141,046	670,307,895	658,410,650	858,623,318	774,397,155	608,500,320
Long Term Loan- Current Portion	234,000,000	78,000,000	78,000,000	78,000,000	146,268,000	285,972,000
Lease Liabilities- Current Portion	1,147,716	1,147,716	1,147,716	-	33,818	1,569,832
Short Term Bank Loan	439,170,175	521,423,550	542,149,034	753,292,674	604,592,645	295,737,596
Provision for Contribution to WPPF	15,037,208	13,590,920	-	-	-	-
Accounts Payables	28,294,927	12,516,851	103,700,086	7,534,990	5,914,831	12,129,919
Liabilities for Income Tax	65,824,051	30,113,234	17,324,467	9,595,053	7,949,174	5,407,215
Liability for Expenses	8,666,969	13,515,624	9,419,347	10,200,601	9,638,687	7,683,757
TOTAL EQUITY & LIABILITIES	5,047,329,655	4,651,117,054	4,160,294,640	3,096,340,079	2,861,561,722	2,529,652,300
NET ASSET VALUE PER SHARE (NAV) with Re-Valuation	31.93	29.84	24.30	40.07	37.92	32.27
NET ASSET VALUE PER SHARE (NAV) without Re-Valuation	25.96	23.81	20.13	29.39	27.13	23.57

Statement of Changes in Financial Position:

Particulars	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Share Capital	1,000,000,000	1,000,000,000	700,000,000	285,313,480	285,313,480	285,313,480
Share Premium	458,500,000	458,500,000	-	-	-	-
Revaluation Reserve	597,274,195	603,645,902	291,813,636	304,797,679	307,681,936	247,968,655
Retained Earnings	1,137,317,888	922,191,708	709,358,351	553,262,794	488,837,290	387,297,744
Total	3,193,092,083	2,984,337,610	1,701,171,987	1,143,373,953	1,081,832,706	920,579,879

a) Internal and external sources of cash:

Particulars	30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
Internal sources of cash:						
Share Capital	1,000,000,000	1,000,000,000	700,000,000	285,313,480	285,313,480	285,313,480
Share Premium	458,500,000	458,500,000	-	-	-	-
Share Money Deposit	-	-	548,500,000	198,663,582	157,118,582	157,118,582
Retained Earnings	1,137,317,888	922,191,708	709,358,351	553,262,794	488,837,290	387,297,744
Sub-Total	2,595,817,888	2,380,691,708	1,957,858,351	1,037,239,856	931,269,352	829,729,806
External sources of cash:						
Long-term loan receipt	987,066,795	820,895,373	824,868,483	860,120,023	891,049,802	970,463,013
Short term loan receipt	439,170,175	521,423,550	542,149,034	753,292,674	604,592,645	295,737,596
Sub-Total	1,426,236,970	1,342,318,923	1,367,017,517	1,613,412,697	1,495,642,447	1,266,200,609
Grand Total	4,022,054,858	3,723,010,631	3,324,875,868	2,650,652,553	2,426,911,800	2,095,930,414

- b) Any material commitments for Capital Expenditure and expected sources of funds for such expenditure;**
The Company has not entered into any material commitments for capital expenditure. However, The Company has a plan to enter the required material commitment for capital expenditure to use of net IPO proceeds as mentioned in 'Use of Proceeds' under section xxii of this prospectus.
- c) Causes for any material changes from period to period in revenues, cost of goods sold, other operating expenses and net income:**

Particulars	30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
Revenues	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Changes in revenues (%)	11.48%	15.94%	155.19%	-43.97%	17.86%	37.35%
Cost of goods sold (COGS)	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Changes in COGS (%)	11.46%	16.45%	147.20%	-44.54%	18.33%	33.43%
Gross profit (GP)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Changes in Gross Profit (%)	11.53%	14.86%	173.62%	-42.61%	16.74%	47.54%
Operating expenses	(57,225,162)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Changes in Operating expenses (%)	-0.65%	18.63%	181.78%	-63.07%	22.93%	159.58%
Financial expenses	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Changes in Financial expenses (%)	16.24%	-13.61%	154.55%	-53.40%	20.71%	56.99%
Net profit after tax	207,630,054	204,504,327	150,592,369	61,541,247	95,182,735	73,900,739
Changes in Net Profit after tax (%)	1.53%	35.80%	144.70%	-35.34%	28.80%	83.36%

Causes for changes in the year to year changes in revenue (%)

Revenue has been changed over the period due to changes in business volume as well as change of financial Year in several times.

Causes for changes from year to year of COGS

COGS changes over the period due to changes of raw material & wages.

Causes for changes from year to year of other Operating Expenses

Operating expenses changes due to changes in selling expense.

Causes for changes from year to year of Net Income

Net profit after tax changes due to changes in revenue and operating expenses (selling expense) reduce, raw material price changes and financial expenses and tax expenses changes.

d) Any seasonal aspects of the issuer's business:

There is no significant seasonal aspect on the Company's business.

e) Any known trends, events or uncertainties that may have a material effect on the issuer's future business;

There are no known trends, events or uncertainties that may affect the future business of the Company except following:

1. Technological changes
2. Changes in government policy
3. Political unrest
4. Natural calamities

f) Any assets of the company used to pay off any liabilities:

None of the operating assets of the company has been used to pay off any liabilities of the company.

g) Any loan is taken from or given to any related party or connected person of the issuer with details of the same:

The company did not take any loan from or given to any related party or connected person of the issuer except company gonj Argo Industries Limited and Juldha Shipyard Limited.

h) Any future contractual liabilities the issuer may enter into within next one year, and the impact, if any, on the financial fundamentals of the issuer:

The Company has no plan to enter into any future contractual liability within the next one year except normal course of business and in relation to the use of proceeds.

i) The estimated amount, where applicable, of future capital expenditure:

The Company does not have any plan for capital expenditure in near future other than disclosed in section xxii under the head of 'Use of Proceeds' and the normal course of business.

j) Any VAT, income tax, customs duty or other tax liability which is yet to be paid, including any contingent liabilities stating why the same was not paid prior to the issuance of the prospectus. Updated income tax status for the last 5 years or from commercial operation, which is shorter;

VALUE ADDED TAX (VAT):

The Company maintains Unit wise VAT related books of account and pays in time also submits return accordingly. VAT registration no for is 24011003408 area code #240101. The company has no current VAT liability as on 30 June 2019 which is shown in the audited financial statement. VAT current account showed a positive balance (advance payment) as of 30 June 2019.

INCOME TAX:

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Provision for corporate income tax is applicable @ 35% on estimated taxable profit in accordance with the income tax laws. However, the company made Liability for Income Tax under section 82(c).

Year-wise income tax status of the company is provided below:

Accounting Year End as on	Assessment Year	STATUS
30 June, 2019	2019-2020	Return Submitted and Assessment is in under process
30 June, 2018	2018-2019	
30 June, 2017	2017-2018	
30 June, 2016	2016-2017	
31 December, 2015	2016-2017	
31 December, 2014	2015-2016	

CUSTOMS DUTY:

There is no such liability outstanding for the company as of 30 June, 2019.

OTHER TAX LIABILITY:

There is no other Tax liability as on June 30, 2019.

CONTINGENT LIABILITY:

Following are the details of the pending issue related to litigation regarding taxation filed for the assessment years 2013-2014 & 2015-2016 bearing ITRA No. 535-2017 for 2013-2014 & 537-2017 for 2014-2015 dated 16.10.2017 which are pending in the high court.

Accounting Year	Assessment Year	Status	Provision Made on Accounts	Assessment Made by DCT	Excess- (under) Provision (Contingent Liabilities)
31-Dec-12	2013-2014	Assessment Completed by DCT but litigation to high court for its decision is yet pending	1,684,567	2,354,339	669,772
31-Dec-13	2014-2015		1,591,315	10,303,295	8,711,980
Total			3,275,882	12,657,634	9,381,752

k) Any financial commitment, including lease commitment, the company had entered into during the past five years or from commercial operation, which is shorter, giving details as to how the liquidation was or is to be affected;

The financial lease, long term, short term loan of Lub-rref (Bangladesh) Limited during the last five years have been given below:

Sl. No	Name of Institution	Type of loan	Purpose of loan	Sanction Date	Expiry date	Installment Size	2019	2018	2017	2016	2015	2014
1	International Leasing Company Limited	Finance Lease	Capital Machineries	24 th July 2016	23 rd July 2020	95,643	1,781,898	2,607,202	3,333,646	-	-	-
2	Southeast Bank Limited	Term Loan	Acquisition of Fixed Asset	20 th October, 2011, 5 th April, 2012, 29 th December 2014	2 to 10 years from sanction date	6,500,000	820,895,373	820,895,373	824,868,483	860,120,023	891,015,984	9,688,893,181
3	Southeast Bank Limited	Time Loan	Working Capital	12 th February 2017	12 th February 2018	-	48,845,158	92,161,973	178,548,942	329,757,604	215,602,763	118,811,252
4	Social Islami Bank Limited	HPSM	Acquisition of Fixed Asset	12 th March 2019	10 Years from Sanction date	13,000,000	156,000,000	-	-	-	-	-
5	Al- Arafah Islami Bank	Time Loan	Working Capital	12 th February 2017	-	-	-	-	3,909,739	3,909,739	3,909,739	11,962,811
6	Industrial and Infrastructure Development Finance Company Limited (IIDFC)	Term Loan	Procurement of 2 Unit of Vehicles	23 rd July, 2010	22 th July 2015	126,036	-	-	-	-	33,818	1,569,823

1) Details of all personnel related schemes for which the company has to make provision for in future years:

The Company considers its human resources as the most valuable assets of the Company and has been continuing to train, equip and groom its employees for building a strong foundation. In order to enhance and advance the professional ability and knowledge of the employees, regular training programs are conducted. The Company has a well-designed compensation plan and is offering two festival bonuses and leave encashment facility. The other personnel-related schemes are presented below:

Scheme	Status of Issuer Company
Defined contribution plan (Provident fund)	The Company has maintained Provident fund for the permanent employees. The contribution rate of the employee is 8.33% of basic salary & the contribution of employer and employee is same. The amount deposited to the provident fund can be withdrawn by the respective employee after completion of his two years' service in the company.
Employee's group term life insurance	The company has introduced employees' group term life insurance policy for its permanent employees with insurance coverage effect from 9 May 2012. The amount of premium is calculated based on employees' latest basic salary. Premium is charged as expenses in Statement of Comprehensive Income.
Maternity Leave	Female employees are eligible for maternity leave for six months with full payment as per Labour Laws.
Bonus	In each Eid festival employees are given festival bonus equivalent to one month's basic salary.
Workers Profit Participation Fund (WPPF)	The company has introduced the Workers Profit Participation Fund from 5 th November, 2017.

m) **Breakdown of all expenses related to the public issue;**

The following amount, to be paid to the Issue Manager, underwriters and other Costes are as follows:

Sl.	Particulars	Nature of Expenditure	Amount in Tk. (approx.)
Issue Management Fees			
1	Manager to the Issue Fee	2% on the public offer amount (including premium)	30,000,000
	VAT against Issue Management Fees	@ 15% on Issue Management Fees	4,500,000
Listing Related Expenses			
2	Application Fee for Stock Exchanges	Tk. 50,000 for each exchange	100,000
	Listing Fee for Stock Exchanges (DSE & CSE)	@ 0.25% on Tk. 100 million of paid-up capital and 0.15% on the rest amount of paid-up capital; minimum Tk. 50,000 and Maximum Tk. 10 million for each exchange	4,557,294
	Annual Fee for DSE & CSE	@ 0.05% on Tk. 100 Crore of paid-up capital and 0.02% on the rest amount of paid-up capital; minimum Tk. 50,000 and Maximum Tk. 6 lacs for each exchange	1,180,973
	Electronic Bidding Fee	Estimated (To be paid at actual)	400,000
BSEC Fees			
3	Application Fee	Fixed	50,000
	BSEC Consent Fee	Fee @ 0.40% on the public offering amount	6,000,000
IPO Commission			
4	Underwriting Commission with VAT	Commission @ 0.50% on Underwritten amount	1,229,201
CDBL Fees and Expenses			
5	Security Deposit	At Actual	500,000
	Documentation Fee	At Actual	2,500
	Annual Fee	At Actual	100,000
	Connection Fee	At Actual	6,000
	IPO Fees	@0.015% of issue size+0.015% of Pre- IPO paid up capital	375,000
Printing and Post IPO Expenses			
6	Registrar to the Issue Fee with VAT	At Actual	1,150,000
	Publication of Prospectus	Estimated (to be paid at actual) (5000 numbers of prospectus)	800,000
	Notice in 5 daily newspaper	Estimated (to be paid at actual)	700,000
	Notice for Prospectus, Lottery, Refund etc. in 4 daily newspaper	Estimated (to be paid at actual)	300,000
	Lottery Conducting Expenses & BUET Fee	Estimated (to be paid at actual)	600,000
	Share Software Charge & Data Processing (Post Issue)	Estimated (to be paid at actual)	6,448,750
	Allotment and Refund	Estimated (to be paid at actual)	300,000
	Stationeries and other expenses	Estimated (to be paid at actual)	250,000
	Total		59,569,718

n) **If the issuer has revalued any of its assets, the name, qualification and experiences of the valuer and the reason for the revaluation, showing the value of the assets prior to the revaluation separately for each asset revalued in a manner which shall facilitate comparison between the historical value and the amount after revaluation and giving a summary of the valuation report along with basis of pricing and certificates required under the revaluation guideline of the Commission:**

Particulars	Revaluation
Name of the Valuer	Ahmad & Akhtar
Qualification of Valuer	CHARTERED ACCOUNTANTS
Address of the Valuer	BCIC Bhaban (3 rd Floor), 30-31, Dilkusha C/A, Dhaka-1000
Cut-off Date of Revaluation	30 th June, 2017

Particulars	Revaluation
Basis of valuation	The basis of value is market value, location, Commercial Importance, Demand of the Assets, Size of the Land.
Value of Fixed Assets before revaluation	2,508,850,637
Value of Fixed Assets after revaluation	2,841,050,576
Revaluation Surplus	332,199,939
Value of Current Assets before-after revaluation (same)	N/A
Value of Liabilities before-After revaluation (Same)	N/A
Reason for revaluation	To arrive at fair value of Lub-rref (Bangladesh) Limited, so as to incorporate such fair value in its financial statements for the year ended 30 th June, 2017
Nature of Revalued Assets	Land & Land Development and Plant & Machineries.
Methods Used	Current Cost Accounting (CCA)
Experience and Notable Valuation work was done by the valuer	Samorita Hospital Limited, Miracle Industries Limited, Chittagong Urea Fertilizer Limited (CUFL), DAP Fertilizer Company Limited

Summary of revaluation report made at cut -off date as on 30th June, 2017

A brief table is given below to show the result of the valuation report as per IVS & BSEC Guideline as on 30th June, 2017.

Sl. No.	Particulars	Amount in Taka					Surplus/ (Shortfall) of Valuation
		Book value as on 30 June 2017	Book value with Revaluation Value as on 30 June 2017	Revaluation/ Fair Value as on 30 June 2017	Revaluation Surplus at 31 Dec. 2013	Revaluation Surplus at 30 June 2017	
1	Land & Land Development	512,848,032	-	1,075,273,891	230,225,920	332,199,939	562,425,859
2	Office Building	322,337,791	-	322,337,791	-	-	-
3	Plant & Machineries	1,037,285,372	1,119,993,956	1,119,993,956	120,299,531	-	120,299,531
Total		1,872,471,195	1,119,993,956	2,517,605,638	350,525,451	332,199,939	682,725,390

Auditor Certificate Regarding Valuation Of

Lub-rref (Bangladesh) Limited

We have examined the relevant documents and reviewed the valuation Report dated June 30, 2017 of the Independent Valuer **Ahmad & Akthar**, Chartered Accountants, Dhaka, Bangladesh in respect of revaluation of assets of the company as at 30 June, 2017 under Estimated Net Realizable Value method (the market approach). We opine that, the valuation Report has been prepared by the valuer in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), Bangladesh Securities & Exchange Commission (BSEC) Guideline dated 18.08.2013 and other applicable laws, rules, regulations and guidelines.

Summary of Revaluation Surplus of Property, Plant & Equipment's:

Sl. No.	Particulars	Amount in Taka					Surplus/ (Shortfall) of Valuation
		Book value as on 30 June 2017	Book value with Revaluation Value as on 30 June 2017	Revaluation/ Fair Value as on 30 June 2017	Revaluation Surplus at 31 Dec. 2013	Revaluation Surplus at 30 June 2017	
1	Land & Land Development	512,848,032	-	1,075,273,891	230,225,920	332,199,939	562,425,859
2	Office Building	322,337,791	-	322,337,791	-	-	-
3	Plant & Machineries	1,037,285,372	1,119,993,956	1,119,993,956	120,299,531	-	120,299,531
Total		1,872,471,195	1,119,993,956	2,517,605,638	350,525,451	332,199,939	682,725,390

Date: August 08, 2018
Place: Dhaka

Sd/-
Mahfel Huqu & Co.
Chartered Accountants

- o) Where the issuer is a holding-subsidiary company, full disclosure about the transactions, including its nature and amount, between the issuer and its subsidiary-holding company, including transactions which had taken place within the last five years of the issuance of the prospectus or since the date of incorporation of the issuer, whichever is later, clearly indicating whether the issuer is a debtor or a creditor;

The Company has no subsidiary. But there are two related companies operating under common directorship (Companigonj Agro Industries and Juldha Shipyard Limited). Hence, related party transaction has taken place are given last five years based on Audited Financial Statements below:

Data are given last five years based on Audited Financial Statements below:						
30 June 2019	Types of Relationship	Nature of Transactions	Opening Balance as on 01.07.2017	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2018
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	172,644,751	10,347,783	134,812,534	48,180,000
Juldha Shipyard Limited			4,200,685	210,218	4,10,903	-
Total			176,845,436	10,558,001	134,823,441	48,180,000
30 June 2018	Types of Relationship	Nature of Transactions	Opening Balance as on 01.07.2017	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2018
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	172,644,751	10,347,783	134,812,534	48,180,000
Juldha Shipyard Limited			4,200,685	210,218	4,10,903	-
Total			176,845,436	10,558,001	134,823,441	48,180,000
30 June 2017	Types of Relationship	Nature of Transactions	Opening Balance on 01.07.2016	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2017
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	137,225,787	36,239,152	820,188	172,644,751
Juldha Shipyard Limited			4,200,685			4,200,685
Total			141,426,472	36,239,152	820,188	176,845,436
30 June 2016	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2016	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2016
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	86,593,667	59,683,550	9,051,430	137,225,787
Juldha Shipyard Limited			3,865,435	335,250		4,200,685
Total			90,459,102	60,018,800	9,051,430	141,426,472
31 Dec 2015	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2015	Addition during the period	Adjustment during the period	Closing Balance as on 31.12.2015
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	74,466,881	13,814,901	1,688,115	86,593,667
Juldha Shipyard Limited			3,098,432	767,003		3,865,435
Total			77,565,313	14,581,904	1,688,115	90,459,102
31 Dec 2014	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2014	Addition during the period	Adjustment during the period	Closing Balance as on 31.12.2014
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	50,900,231	47,420,638	23,853,988	74,466,881
Juldha Shipyard Limited			2,852,585	245,847		3,098,432
Total			53,752,816	47,666,485	23,853,988	77,565,313

- p) **Financial Information of Group Companies:** the following information for the last three years based on the audited financial statements, in respect of all the group companies of the issuer, wherever applicable, along with significant notes of auditors:

The Company has no subsidiary nor it is operated under a holding company and it does not have any associated company.

- q) Where the issuer is a banking company, insurance company, non-banking financial institution or any other company which is regulated and licensed by another primary regulator, a declaration by the board of directors shall be included in the prospectus stating that all requirements of the relevant laws and regulatory requirements of its primary regulator have been adhered to by the issuer:
Not applicable for Lub-rref (Bangladesh) Limited.
- r) A report from the auditors regarding any allotment of shares to any person for any consideration otherwise than cash along with the relationship of that person with the issuer and rationale of issue price of the shares:

**AUDITOR'S CERTIFICATE REGARDING ANY ALLOTMENT OF SHARES TO
ANY PERSON FOR ANY CONSIDERATION OTHERWISE THAN CASH**

We, based on the audited financial statements along with books of accounts, records, minutes of the relevant meetings of the Board of Directors and other necessary documents as maintained by Lub-rref (Bangladesh) Limited, do hereby certify that Lub-rref (Bangladesh) Limited has not allotted any shares for consideration other than in cash to any person up to June 30, 2019.

Place: Dhaka

Dated: 16 November, 2019

Sd/-

Ashraf Uddin & Co.
Chartered Accountants

- s) **Any material information, which is likely to have an impact on the offering or change the terms and conditions under which the offer has been made to the public:**

There is no material information, which is likely to have an impact on the offering or change the terms and conditions under which the offer has been made to the public.

- t) **Business strategies and future plans - projected financial statements shall be required only for companies not started commercial operation yet and authenticated by Chairman, two Directors, Managing Director, CFO, and company secretary;**

This part is not applicable for Lub-rref (Bangladesh) Limited.

- u) **Discussion on the results of operations shall inter-alia contain the following:**

1. **A summary of the past financial results after adjustments as given in the auditor's report containing significant items of income and expenditure;**

There was no significant adjustment given in the auditors' report during the last financial year. Summary of the financial results and operations are presented below:

1. Statement of Financial Position:

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
A. Statement of Financial Position						
ASSETS						
NON-CURRENT ASSETS	3,627,445,483	3,356,504,608	2,883,322,598	2,306,320,414	2,076,573,021	1,882,391,452
Property, Plant & Equipment	3,627,445,483	3,356,504,608	2,883,322,598	2,306,320,414	2,076,573,021	1,882,391,452
CURRENT ASSETS	1,419,884,172	1,294,612,446	1,276,972,042	790,019,665	784,988,701	647,260,847
Inventory	515,046,937	490,787,134	394,096,791	196,593,883	205,859,894	143,911,108
Accounts Receivable	407,670,496	346,224,382	350,533,704	301,640,755	333,277,395	254,115,103
Advances, Deposits and Prepayments	351,515,545	278,687,677	281,759,388	138,523,739	141,303,149	158,137,884
Related Party Current Accounts	67,526,936	48,180,000	176,845,436	141,426,472	90,459,102	77,565,313
Cash and Bank Balances	78,124,257	130,733,253	73,736,723	11,834,816	14,089,161	13,531,438
TOTAL ASSETS	5,047,329,655	4,651,117,054	4,160,294,640	3,096,340,079	2,861,561,722	2,529,652,300
EQUITY & LIABILITIES						
SHAREHOLDERS' EQUITY	3,193,092,083	2,984,337,610	2,588,979,412	1,342,037,535	1,238,951,288	1,077,698,461
Share Capital	1,000,000,000	1,000,000,000	700,000,000	285,313,480	285,313,480	285,313,480
Share Premium	458,500,000	458,500,000	-	-	-	-
Revaluation Reserve	597,274,195	603,645,902	631,121,062	304,797,679	307,681,936	247,968,655
Retained Earnings	1,137,317,888	922,191,708	709,358,350	553,262,794	488,837,290	387,297,744
Share Money deposit	-	-	548,500,000	198,663,582	157,118,582	157,118,582
NON-CURRENT LIABILITIES	1,062,096,527	996,471,549	912,904,578	895,679,226	848,213,279	843,453,519

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Long Term Loan-non-Current Portion	753,066,795	742,895,373	746,868,483	782,120,023	744,747,984	682,921,181
Lease Liabilities-non-Current Portion	634,182	1,459,486	2,185,930	-	-	-
Deferred Tax	308,395,550	252,116,690	163,850,165	113,559,203	103,465,295	160,532,338
CURRENT LIABILITIES	792,141,046	670,307,895	658,410,650	858,623,318	774,397,155	608,500,320
Long Term Loan- Current Portion	234,000,000	78,000,000	78,000,000	78,000,000	146,268,000	285,972,000
Lease Liabilities- Current Portion	1,147,716	1,147,716	1,147,716	-	33,818	1,569,832
Short Term Bank Loan	439,170,175	521,423,550	542,149,034	753,292,674	604,592,645	295,737,596
Provision for Contribution to WPPF	15,037,208	13,590,920	-	-	-	-
Accounts Payables	28,294,927	12,516,851	103,700,086	7,534,990	5,914,831	12,129,919
Liabilities for Income Tax	65,824,051	30,113,234	17,324,467	9,595,053	7,949,174	5,407,215
Liability for Expenses	8,666,969	13,515,624	9,419,347	10,200,601	9,638,687	7,683,757
TOTAL EQUITY & LIABILITIES	5,047,329,655	4,651,117,054	4,160,294,640	3,096,340,079	2,861,561,722	2,529,652,300
NET ASSET VALUE PER SHARE (NAV) with Re-Valuation	31.93	29.84	24.30	40.07	37.92	32.27
NET ASSET VALUE PER SHARE (NAV) without Re-Valuation	25.96	23.81	20.13	29.39	27.13	23.57

2. A summary of major items of income and expenditure:

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Net Turnover	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Cost of Goods Sold	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Gross Profit/ (Loss)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Operating Expenses	(57,225,162)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Financial Expenses	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Operating Profit/(Loss)	305,989,656	272,778,869	207,014,979	72,631,227	89,446,690	81,693,901
Non- Operating Income	9,791,702	12,630,446	1,597,765	649,807	17,281,054	664,573
Provision for Contribution to WPPF	(15,037,208)	(13,590,920)	-	-	-	-
Profit Before Tax	300,744,150	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474
Provision for Income Tax	(93,114,097)	(67,314,068)	(58,020,376)	(11,739,787)	(11,545,009)	(8,457,735)
Current Taxes	(35,710,818)	(12,788,768)	(7,729,414)	(1,645,879)	(2,541,959)	(2,131,334)
Deferred Taxes	(57,403,279)	(54,525,300)	(50,290,962)	(10,093,908)	(9,003,050)	(6,326,401)
Net Profit after Tax	207,630,053	204,504,327	150,592,368	61,541,247	95,182,735	73,900,739
Add: Other Comprehensive Income	1,124,419	320,161,296	1,392,028	-	-	-
Deferred Tax (Expenses)/ Income on revaluation Surplus	1,124,419	(12,038,643)	1,392,028	-	-	-
Revaluation Surplus for the year	-	332,199,939	-	-	-	-
Total Comprehensive Income	208,754,472	524,665,623	151,984,396	61,541,247	95,182,735	73,900,739
Earnings per Share (Basic)	2.08	2.07	2.14	1.80	2.15	2.07
Earnings per Share (Diluted)	2.08	2.05	1.51	0.62	2.31	0.74

3. The income and sales on account of major products or services;

The income and sales on account of major products are as follows:

Particulars	THE INCOME AND SALES ON ACCOUNT OF MAJOR PRODUCTS OR SERVICES					
	Sales (BDT)					
	30 June, 2019	30 June, 2018	30 Jun, 2017	30 Jun, 2016	31 Dec, 2015	31 Dec, 2014
Mono Grade	941,126,124	980,714,643	949,242,810	361,609,498	605,268,986	512,215,400
Multi-Grade	75,111,981	55,822,699	49,338,370	28,319,622	54,962,096	42,045,040
Industrial Grade	510,102,343	326,149,235	173,247,836	69,139,576	150,423,636	137,006,186
Marine Grade	5,522,188	8,786,340	9,173,928	4,231,680	9,449,583	8,033,740
Others	2,080,074	4,460,705	5,774,680	1,750,163	9,934,236	4,973,780
Total	1,533,942,711	1,375,933,622	1,186,777,624	46,505,0539	830,038,537	704,274,146
Net Profit after Tax & WPPF (BDT)	207,630,054	204,504,327	150,052,330	61,541,247	95,182,735	73,900,738

4. In case, other income constitutes more than 10% of the total income, the breakup of the same along with the nature of the income, i.e., recurring or non-recurring:

Other income of the company is not more than 10% of the total income.

5. If a material part of the income is dependent upon a single customer or a few major customers, the disclosure of this fact along with relevant data. Similarly, if any foreign customer constitutes a significant portion of the issuer's business, the disclosure of the fact along with its impact on the business considering exchange rate fluctuations:

The Company's income is not dependent upon a single customer or a few major customers or any foreign customer.

6. In case the issuer has followed any unorthodox procedure for recording sales and revenues, its impact shall be analyzed and disclosed:

No unorthodox procedure was followed by the Company for recording its sales and revenue.

- v) Comparison of the recent financial year with the previous financial years of the major heads of the profit and loss statement, including an analysis of reasons for the change's insignificant items of income and expenditure, inter-alia, containing the following:

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Net Turnover	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Cost of Goods Sold	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Gross Profit/ (Loss)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Operating Expenses	(57,225,162)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Financial Expenses	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Operating Profit/(Loss)	305,989,656	272,778,869	207,014,979	72,631,227	89,446,690	81,693,901
Non- Operating Income	9,791,702	12,630,446	1,597,765	649,807	17,281,054	664,573
Provision for Contribution to WPPF	(15,037,208)	(13,590,920)	-	-	-	-
Profit Before Tax	300,744,150	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474
Provision For Income Tax	(93,114,097)	(67,314,068)	(58,020,376)	(11,739,787)	(11,545,009)	(8,457,735)
Current Taxes	(35,710,818)	(12,788,768)	(7,729,414)	(1,645,879)	(2,541,959)	(2,131,334)
Deferred Taxes	(57,403,279)	(54,525,300)	(50,290,962)	(10,093,908)	(9,003,050)	(6,326,401)
Net Profit after Tax	207,630,053	204,504,327	150,592,368	61,541,247	95,182,735	73,900,739
Add: Other Comprehensive Income	1,124,419	320,161,296	1,392,028	-	-	-
Deferred Tax (Expenses)/ Income on revaluation Surplus	1,124,419	(12,038,643)	1,392,028	-	-	-
Revaluation Surplus for the year	-	332,199,939	-	-	-	-
Total Comprehensive Income	208,754,472	524,665,623	151,984,396	61,541,247	95,182,735	73,900,739
Earnings per Share (Basic)	2.08	2.07	2.14	1.80	2.15	2.07
Earnings per Share (Diluted)	2.08	2.05	1.51	0.62	2.31	0.74

Causes for changes in the year to year changes in revenue (%)

Revenue has been changed over the period due to changes in business volume as well as the change of financial year in several times.

Causes for changes in COGS to revenue (%)

COGS changes over the period due to changes in raw material and wages.

Causes for changes in GP to revenue (%)

Gross profit ratio changes due to changes in business volume, revenue and COGS.

Causes for changes in operating expenses to revenue (%)

Operating expenses changes due to changes in selling expense.

Causes for changes in financial expenses to revenue (%)

Financial expenses change due to changes in interest rate.

Causes for changes in net profit after tax to revenue (%)

Net profit changes due to changes in revenue and Operating expenses (selling expense) reduce, raw material price changes and financial expenses and tax expenses changes.

1. Unusual or infrequent events or transactions including unusual trends on account of business activity, unusual items of income, change of accounting policies and discretionary reduction of expenses etc.

There are no unusual or infrequent events or transactions including unusual trends on account of business activity, unusual items of income, change of accounting policies and discretionary reduction of expenses etc.

2. Significant economic changes that materially affect or are likely to affect income from continuing operations:

There are no significant economic changes that materially affected or are likely to affect income from continuing operations.

3. Known trends or uncertainties that have had or are expected to have a material adverse impact on sales, revenue or income from continuing operations;

Other than matters as described in the “Risk Factors” and “Plan of operation and discussion of Financial Conditions” of this prospectus, there are no known trends or uncertainties that have had or are expected to have a material adverse impact on revenues or income of the Company from continuing operations.

4. Future changes in the relationship between costs and revenues, in case of events such as a future increase in labor or material costs or prices that will cause a material change are known;

We are aware of the fact that the future is always uncertain that affect business and plan as well. So, in the future cost of labor or materials price may be changed. However, revenue is always adjusted and follows the trend in line with production cost. Hence, any change in cost will be reflected in the sales price. Moreover, we have a strong influence over the market to set the trend as well.

5. The extent to which material increases in net sales or revenue are due to increased sales volume, the introduction of new products or services or increased sales prices:

Any material increases in the sales volume, an increase in selling price as well and the introduction of new products have a significant impact on the net sales and revenue of the Company. Last five years the company has not introduced any new products but increased its production capacity. Lub-rref (Bangladesh) does not have any plan to introduce any new product in near future. But the Management of the Company expects that there would have a positive and significant impact on the revenue and sales volume with the introduction of new machinery in its production process. It is also expected that due to increased competition in the market where the company operates, the revenue of the Company may be affected adversely due to a decrease in selling price. If the new machinery are added then the production capacity of the products will be almost double, then the revenue of the Company will be increased to have regular growth.

6. The total turnover of each major industry segment in which the issuer operated:

Lub-rref (Bangladesh) Limited operates in the Lubricants sector and produces Lubricants. There exists no reliable data source of the Lubricants industry of Bangladesh. There are two Lubricants companies which are listed on the stock exchanges named MJL Bangladesh Limited and Eastern Lubricants Limited, However, the total turnover of Lub-rref (Bangladesh) Ltd., MJL Bangladesh Limited and Eastern Lubricants Limited are given as follows:

Year	Total Turnover of Industry (BDT)
2018-2019	12,027,890,488
2017-2018	12,800,186,859
2016-2017	17,623,472,862
2015-2016	15,189,442,104
2014-2015	9,125,748,365

***Data Source:** Audited financial statements of the respective companies.

7. Status of any publicly announced new products or business segment:

There are no publicly announced new products or business segment of the Company.

8. The extent to which the business is seasonal:

The business of the Company is not dependent on any seasonal aspect.

w) Defaults or rescheduling of borrowings with financial institutions or banks, conversion of loans into equity along with reasons thereof, lockout, strikes and reasons for the same etc.

The Company has neither rescheduled its borrowings with financial institutions or banks nor converted its loans into equity. There has been no lockout, strikes etc.

- x) **Details regarding the changes in the activities of the issuer during the last five years which may have a material effect on the profits or loss, including discontinuance of lines of business, loss of agencies or markets and similar factors:**

There were no changes in the activities of the Company during the last five years and had not any material effect on the profits or loss, including discontinuance of lines of business, loss of agencies or markets and similar factors.

- y) **Injunction or restraining order, if any, with possible implications:**

There is no injunction or restraining order.

- z) **Technology, market, managerial competence and capacity built-up:**

Technology

We have been using Modern Technology. We have modern machinery which is used to produce good quality products. Management are capable enough to deal with enhancing the capacity of the overall phenomenon of the business capacity. The factories of Lub-rref (Bangladesh) Ltd are well equipped with modern machinery sourced from Germany, Italy, USA, Singapore, etc. The factory is also equipped with Zero Discharged Effluent Treatment Plant (ETP), Water Treatment Plant. Apart from these, the Abacus system of the Company allows the corporate office to monitor the factory activities almost at every level of production. Business Processes included in Operations (Sales & Distribution, Materials Management, Production Planning, Logistics Execution, and Quality Management), Financials (Financial Accounting, Management Accounting and Financial Supply Chain Management) and Human Capital Management (Payroll).

Market

Bangladesh's lubricants industry is an inherent part of country's core sectors with lubricants being used across a wide range of industries including railways, power plants, automobiles and transportation, marine, aviation, process and manufacturing plants and most major industrial facilities, the industry's prospects are strongly correlated with the economic growth of the nation. Private and commercial vehicle lubricants account for more than 75% of the lubricants market in the country while the rest can be attributed to the industrial sector. The lubricants market is growing at almost 3% a year, which is nearly at par with India. (Source: Light Castle Partners). In Bangladesh, more than 50% of the lubricants demand is met by well-known brands. The remaining is often serviced by adulterated middle-class has increased substantially as they spend more on goods like cars, helping transform the economy and fuel the lubricants market.

Managerial competence

The existing management is competent enough to run the business operation. All the members of the management team of the company are highly qualified, trained & skilled professionals, well experienced and extremely devoted. The departmental Heads are professionally qualified in their respective fields. The management team is led by Mr. Mohammed Yousuf, Managing Director acts for the best interest of the company. Successive strong financial performance is the result of the unwavering commitment to the promoters, management efficiency, employees' sincerity, use of appropriate technology, among others.

Capacities build up

To keep pace with contemporary technology and customer demand, the company continuously investing and deploying enough resources. To cope up with the growing market demand and strengthening long-term sustainability, the Company is going to expand its production capacity with latest modern technology and machinery which is given in the "Use of Proceeds" portion of this prospectus.

- aa) **Changes in accounting policies in the last three years:**

The management of the Company has not changed any accounting policies in the last three years except change of reporting period of financial statement from 31st December to 30th June from 2016 as per the Financial Act, 2015.

- bb) **Significant developments subsequent to the last financial year: A statement by the directors whether in their opinion there have arisen any circumstances since the date of the last financial statements as disclosed in the prospectus or prospectus or information memorandum and which materially and adversely affect or is likely to affect the trading or profitability of the issuer, or the value of its assets, or its ability to pay its liabilities within the next twelve months:**

**Declaration regarding significant developments subsequent to
the last financial year 2018-2019**

This is to certify that in our opinion there has not arisen any circumstances since the date of the last financial statements (30 June, 2019) as disclosed in the prospectus and which materially and adversely affect or is likely to affect the trading or the profitability of the Lub-rref (Bangladesh) Limited, or the value of its assets, or its ability to pay its liabilities within the next twelve months.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf Director &
Managing Director

Sd/-
Md. Salahuddin Yousuf
Director

Sd/-
Dr. Israt Jahan
Director

Sd/-
Ahmed Hossain
Director

Sd/-
Mohammad Ameer Faisal
Independent Director

Sd/-
Wahid Uddin Chowdhury
Independent Director

- cc) **If any quarter of the financial year of the issuer ends after the period ended in the audited financial statements as disclosed in the prospectus or information memorandum, unaudited financial statements for each of the said quarters duly authenticated by the CEO and CFO of the issuer;**

We are disclosed Financial Statement 1st Quarter (Un audited) for the period ended 30th September, 2019 as under:

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24,
BSCIC Industrial Estate, Block-A
Custom Academy Sagarika Road
Chittagong-4213

Statement of Financial Position (Unaudited)
As at September 30, 2019

		Amounts in Taka	
		30-Sep-19	30-Jun-19
ASSETS			
Non-current Assets		3,764,320,986	3,627,445,483
Property, Plant and Equipment		3,764,320,986	3,627,445,483
Current Assets		1,430,424,521	1,419,884,172
Inventories		520,799,689	515,046,937
Receivables		407,475,841	407,670,496
Advances, Deposits & Prepayments		361,369,181	351,515,545
Related Party Current Accounts		69,205,206	67,526,936
Cash and Cash Equivalents		71,574,604	78,124,257
TOTAL ASSETS		5,194,745,507	5,047,329,655
SHAREHOLDER'S EQUITY AND LIABILITIES			
Shareholders' Equity		3,253,131,261	3,193,092,083
Share Capital		1,000,000,000	1,000,000,000
Share Premium		458,500,000	458,500,000
Revaluation Reserve		595,840,560	597,274,195
Retained Earnings		1,198,790,700	1,137,317,888
Non-current Liabilities		1,135,738,413	1,062,096,527
Long-Term Loan-Non-Current Portion		821,211,932	753,066,795
Lease Liabilities-Non-Current Portion		409,272	634,182
Deferred Tax Liability		314,117,209	308,395,550
Current Liabilities		805,875,833	792,141,046
Long-Term Loan-Current Portion		234,000,000	234,000,000
Lease Liabilities- Current Portion		1,147,716	1,147,716
Short-Term Bank Loan		446,307,866	439,170,175
Liability for WPPF		18,545,400	15,037,208
Trade Payables		28,414,588	28,294,927
Liability for Current Tax		70,227,066	65,824,051
Liability for Expenses		7,233,197	8,666,969
TOTAL SHAREHOLDERS EQUITY & LIABILITIES		5,194,745,507	5,047,329,655
NET ASSET VALUE PER SHARE (NAV) with Re-Valuation		32.53	31.93
NET ASSET VALUE PER SHARE (NAV) without Re-Valuation		26.57	25.96

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Date: 12 November 2019

Place: Dhaka

LUB -RREF (BANGLADESH) LIMITED
B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A
Custom Academy Sagarika Road, Chittagong-4213

Statement of Profit or Loss & Other Comprehensive Income (Unaudited)

For the period ended September 30, 2019

	Amounts in Taka	
	01 July 2019 To 30 Sept. 2019	01 July 2018 To 30 Sept. 2018
Net Revenues	412,638,462	339,787,445
Cost of Goods Sold	(279,731,115)	(230,731,160)
Gross Profit	132,907,347	109,056,285
Operating Expenses	(61,679,312)	(47,834,324)
General and Administrative Expenses	(13,143,200)	(11,956,008)
Selling and Distribution Expenses	(10,874,801)	(9,814,433)
Other Operating Income	7,348,123	6,023,569
Financial Expenses	(45,009,433)	(32,087,452)
Operating Profit for the period	71,228,036	61,221,961
Other Non-Operating Income	2,444,009	1,248,575
Financial Income	723,089	216,589
Income from Others	1,720,920	1,031,986
Profit Before WPPF & Income Tax	73,672,044	62,470,536
Less: Contribution to WPPF	(3,508,193)	(2,974,787)
Profit Before Income Tax for the Period	70,163,852	59,495,748
Provision for Income Tax	(10,377,668)	(8,737,818)
Current Tax	(4,403,014)	(3,173,392)
Deferred Tax	(5,974,654)	(5,564,427)
Net Profit After Tax for the Period	59,786,184	50,757,930
Other Comprehensive Income	252,994	281,104
Deferred Tax (Expenses)/Income of Revaluation Reserve	252,994	281,104
Total Comprehensive Income for the Period	60,039,178	51,039,035
Earnings Per Share (EPS) Basic	0.60	0.51

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Date: 12 November 2019

Place: Dhaka

LUB -RREF (BANGLADESH) LIMITED
B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A
Custom Academy Sagarika Road, Chittagong-4213

Statement of Changes in Equity (Unaudited)
For the period ended September 30, 2019

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2019	1,000,000,000	458,500,000	597,274,195	1,137,317,888	3,193,092,083
Addition during the Year	-	-	-	-	-
Adjustment for Revaluation Surplus	-	-	(1,686,629)	1,686,629	-
Deferred Tax on Revaluation Reserve	-	-	252,994	-	252,994
Net profit/ (Loss)after tax for the Year	-	-	-	59,786,184	59,786,184
Balance as at Sept. 30, 2019	1,000,000,000	458,500,000	595,840,560	1,198,790,700	3,253,131,261

Statement of Changes in Equity (Unaudited)
For the period ended September 30, 2018

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2018	1,000,000,000	458,500,000	603,645,902	922,191,708	2,984,337,610
Addition during the Year	-	-	-	-	-
Adjustment for Revaluation Surplus	-	-	(1,874,032)	1,874,032	-
Deferred Tax on Revaluation Reserve	-	-	281,104	-	281,104
Net profit/ (Loss)after tax for the Year	-	-	-	50,757,930	50,757,930
Balance as at Sept. 30, 2018	1,000,000,000	458,500,000	602,052,974	974,823,670	3,035,376,645

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Date: 12 November 2019
Place: Dhaka

LUB -RREF (BANGLADESH) LIMITED
B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A
Custom Academy Sagarika Road, Chittagong-4213

Statement of Cash Flows (Unaudited)
For the period ended September 30, 2019

		Amounts in Taka	
		01 July 2019 To 30 Sept. 2019	01 July 2018 To 30 Sept. 2018
A. Cash Flows from Operating Activities:			
Receipts from Customers	420,181,240	339,949,501	
Receipts from Other Non-operating Income	51,764	1,248,575	
Payments to Suppliers	(240,860,243)	(198,258,440)	
Payments for Employee	(10,843,784)	(7,117,763)	
Payments to Operating Expenses	(11,460,825)	(9,869,820)	
Income Tax Paid	(8,297,336)	(7,940,597)	
Net Cash (Used In) / Generated by Operating Activities	148,770,817	118,011,455	
B. Cash Flows from Investing Activities:			
Purchase of Property, Plant & Equipment	(186,082,930)	(3,941,331)	
Addition in Capital Work-In-Progress	713,974	(119,523,667)	
Interest from FDR			
Net Cash (Used In) / Generated by Investing Activities	(185,368,955)	(123,464,998)	
C. Cash Flows from Financing Activities:			
Financial Expenses Paid	(45,009,433)	(32,087,452)	
Repayment of Short-term loan	7,137,691	43,830,789	
Repayment of Long-term loan	67,920,227	2,438,511	
Net Cash (Used In) / Generated by Financing Activities	30,048,485	14,181,848	
D. Increase/(Decrease) In Cash and Cash Equivalents (A+B+C)	(6,549,653)	8,728,305	
E. Opening Cash and Cash Equivalents	78,124,257	130,733,253	
F. Closing Cash and Cash Equivalents (D+E)	71,574,604	139,461,558	
Net Operating Cash Flow Per Share (Basic) Note-31.00	1.49	1.18	

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Date: 12 November 2019

Place: Dhaka

dd) Factors that may affect the results of operations.

There are no factors that may affect the results of operations except following:

- Changes in relevant Govt. policies
- Technological obsolescence
- Political unrest
- Natural calamities

CHAPTER-VII

MANAGEMENTS DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

(a) Overview of business and strategies

Lub-rref (Bangladesh) Limited is considered to be the most trusted & reliable national Lubricants manufacturer and supplier of quality Lubricants products in the Country which facilitates and adds considerable value to its business processes in providing consistently high-quality products of international standards in the local market at a competitive price. The principal activities of the Company are to manufacture Engine Oil, Gear Lubricants and Hydraulic Oil and marketing these products as well. Despite working capital constraints, the Company has been successful in generating modest revenue and is continuously increasing its presence in the Lube oil re-refinery and blending industry. The only concern for Lub-rref at this moment is its fund requirement to back extensive plans for increasing capacity utilization and tap niche but the profitable market for transformer oil, VM plant and NAS system in near future. This private equity placement will help to meet the present working capital requirement for enhancement of capacity utilization, reduction of debt to increase the flexibility of operations and implementation of the future investment plan. At Lub-rref (Bangladesh) Limited, we offer range of services to meet customer needs. Used Oil Analysis by world-renowned technology is one of the technical services that Lub-rref (Bangladesh) Limited is proud of. This service not only gives you a clear picture of the health of your machinery and lubricating oil but allows you to maximize the efficiency of lubricant oil usage, and to plan maintenance requirements. Used Oil Analysis can be carried out as routine preventive maintenance which provides meaningful and accurate information on lubricating oil and on the condition of the machine as well. Proper analysis of oil can expose the degree of contamination, wear debris etc. from machinery. A trend analysis of oil sample over a period of time can easily determine the condition of a particular machine, which can ease up decision-making to help eliminate costly repairs in the long-term. Based on the study, it is evident that property used oil analysis could help to protect costly equipment from possible breakdown as well as to reduce the total lubrication cost by 5 to 7% in a year. Today customers are leaning towards predictive maintenance practices depending on oil analysis to ensure equipment reliability, improve safety and reduction of costs. Regular accurate analysis of used oil samples will ensure benefits such as:



Lub-rref (Bangladesh) Limited has a world-class Laboratory which participates every year in ASTM International Cross-Checking Program to ensure the accuracy of its equipment and competence of the chemists to conduct various tests for oil properties.

Management philosophy

Lub-rref (Bangladesh) Limited believes in the precept – “A company is only as good as the people it keeps” and we have one of the best, a devoted and skilled team of personnel in the country. These are the individuals with the best attitudes, commitments, and expertise with the combination of experience and enthusiasm. They work hard closely with the clients and are entirely devoted to providing the best results, ensuring customer satisfaction encouraged by the Lub-rref (Bangladesh) Limited.

Vision, Mission and Values

Vision

To be forerunner in creating a global standard ‘green’ organization in Bangladesh.

Mission

To provide innovative high performing products and service solutions by adopting modern green technologies for business growth & sustainability and stakeholders’ satisfaction.

Values

WE ARE RACER in our heart!

RACER

R – We are Resourceful and Responsible

A – We are Advanced and Aggressive

C – We are Customer-Centric and Caring

E – We are Efficient and Environment-friendly

R – We are Respectful

Corporate Objectives

- Robust financial growth and strong market share.
- Focus to become the most trusted 'Customer centric' company.
- Transformation through innovation, restructuring and continuous development; focusing with green business.
- Build a strong 'Brand Image' transcending local market (beyond border)
- Sustainable CSR programs and commitment to People and community development.
- Operational Excellence utilizing modern technology.
- The objectives have been set in accordance with the values of the organization.

Lub-rref (Bangladesh) Limited major functional division

- Marketing division
- Operational division
- Product development and Research & Development division
- Admin division
- Accounts, banking, costing & budgeting division
- IT division
- Corporate affairs division

Strategies of the Company

- To improve and consolidate its position as a Lubricant industry.
- To focus on continuous growth philosophy.
- To expand market positions through selective focused growth from increased market share through consolidating, and where appropriate, extending its leadership position. By deepening the Company's customer relationships through a relentless pursuit of innovative initiatives that assist the customers' market impact and optimize their supply chain activities.
- To drive with the strategic levers of operational excellence, strengthening existing services, customer satisfaction, ecosystem development, innovation and marketing.
- To pursuing superior performance in all aspects of its business and at all levels in its organization;
- To focus on enhancing its operational excellence;
- To improve the output through judicious capital investment, continuous improvement programmers, transfer of best practice, industrial engineering and other progressive initiatives emanating from its technical experts;
- To recruit, retain, develop, and motivate the best personnel and utilizing their full potential to add value in the operation;
- To maintain a disciplined approach to capital allocation and maintain the focus on fund generation efficiently and effectively as to the success of its strategy.
- To establish the State of the Earth quality manufacturing facilities for ensuring best quality products and maximize the coverage of customer network.

Certifications:

Lub-rref (Bangladesh) Limited has following certifications:

Germanischer Lloyds Class for Product Certification;

- ISO9001:2015, ISOQAR9001:2015 (Quality Management System);
- ISO 14001:2015 (Management System);
- OHSAS ISO 18001:2007(Management System);

BAB (Bangladesh Accreditation Board)

- ISO-IEC17025:2005 (Lab Management System)

(b) SWOT Analysis

SWOT analysis is a process that identifies an organization's strengths, weaknesses, opportunities and threats. Specifically, SWOT is a basic, analytical framework that assesses what the organization can and cannot do, of factors both internal (the strengths and weaknesses) as well as external (the potential opportunities and threats). A SWOT analysis can be carried out for a company, product, place, industry, or person. It involves specifying the objective of the business venture or project and identifying the internal and external factors that are favorable and unfavorable to achieve that objective. Using environmental data to evaluate the position of a company, a SWOT analysis determines what assists the firm in accomplishing its objectives, and what obstacles must be overcome or minimized to achieve desired results: where the organization is today, and where it may be positioned in the future.

1. **Strengths** describe what an organization excels at and separates it from the competition:
2. **Weaknesses** stop an organization from performing at its optimum level.
3. **Opportunities** refer to favorable external factors that an organization can use to give a competitive advantage.
4. **Threats** refer to factors that have the potential to harm an organization.

Brief SWOT analysis of Lub-rref (Bangladesh) Limited is tabulated below:

✓ Experienced & Expert Management ✓ High quality ✓ Good Customer trust ✓ Having engine oil standards ✓ Using one-solution software to handle stock, accounting and sale ✓ Availability of ADDETIVE from outside of the country ✓ Exempt from tax on exports ✓ Trained and Experienced staff in production & marketing ✓ Having well equipped lab ✓ Good reputation of products brand in market		✓ Dominating Low-profit Wholesales instead of high-profit retail sales ✓ Not being able to reach to full production capacity or lack of used oil supply. ✓ Limited capital for expansion ✓ Limited market penetration.
✓ Possibility of purchasing new machines to eliminate the last production step ✓ Gasoline price increase due to removal of subsidies ✓ Product export in international market ✓ Possibility of internal markets expansion ✓ Lack of government participation in this industry ✓ Existence of management consulting teams		✓ Increasing prices of Base Oil in international market. ✓ Lack of commitment from used oil providers to supply raw materials ✓ Lack of satisfying market demands based on effective product varieties ✓ Lack of government support for refined second-hand oil producers ✓ Foreign Brands ✓ Unawareness of selecting product by end users.

- (c) Analysis of the financial statements of last five years with reason(s) of fluctuating revenue or sales, other income, total income, cost of material, finance cost, depreciation and amortization expense, other expense; changes in inventories, net profit before & after tax, EPS etc.:

Particulars	30 th June 2019	30 th June 2018	30 th June 2017	30 th June 2016	31 st Dec, 2015	31 st Dec, 2014
Revenues	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Changes in revenues (%)	11.48%	15.94%	155.19%	-43.97%	17.86%	37.35%
Cost of goods sold (COGS)	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Changes in COGS (%)	11.46%	16.45%	147.20%	-44.54%	18.33%	33.43%
Gross profit (GP)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Changes in Gross Profit (%)	11.53%	14.86%	173.62%	-42.61%	16.74%	47.54%
Operating expenses	(187,069,729)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Changes in Operating expenses (%)	10.49%	18.63%	181.78%	-63.07%	22.93%	159.58%
Financial expense	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Changes in Financial expenses (%)	16.24%	-13.61%	154.55%	-53.40%	20.71%	56.99%
Net profit after tax	207,630,054	204,504,327	150,592,369	61,541,247	95,182,735	73,900,739
Changes in Net Profit after tax (%)	1.53%	35.80%	144.70%	-35.34%	28.80%	83.36%

Reasons for Fluctuation Revenue/Sales

The company installed modern machinery in the last five years in order to increase production capacity. As a result, the company enjoyed a steady growth in the last five years. The Company's sales revenue sustained over the period and ensured a substantial increase in the years 2014 to 2018. One of the main reasons behind this was the increasing demand for the company's product as well as industry support. In addition to that, the capacity utilization is also increased due to management efficiency.

Other Income:

Other income changes due to a change in interest on FDR, wastage sales & Interest Charges on Related Party Outstanding amount etc.

Total Income

In fact, the combined effect of revenue and other income is reflected in the total income. Since revenue is increased, total income is increased naturally.

Cost of Material

Lub-rref cost of material is in line with revenue and capacity utilization.

Finance Cost and Bank charge

The company has taken short term and long-term loan from a bank for importing raw materials, procuring new machinery as well as some working Capital maintenance. So, the finance cost and bank charges have increased and the trend is relevant to the production and also consistent with the revenue.

Depreciation and amortization expense

We think that, the increase of depreciation is relevant to the procurement and installation of machinery. No significant changes have occurred.

Other expense

Over the year's trend of other expenses are consistent.

Changes in Inventories

There has been an increase of installed capacity and sales volume over the years. The demand for our products is also increasing. So, we have to maintain a sufficient amount of inventory in order to meet the sales order. This inventory has been increasing year to year especially from 2014 to 2019.

Net Profit before/ After Tax

The Company efficiently managed its administrative expenses. As a result, the growth of net profit before and after tax is consistent with the growth of the revenue. No unusual changes have occurred during the last five years on the above matters.

EPS

Earnings per Share are properly calculated using a weighted average number of ordinary shares for each year.

(d) Known trends demands, commitments, events or uncertainties that are likely to have an effect on the company's business:

There are no known trends demands, commitments, events or uncertainties that are likely to have an effect on the Company's business except the following:

- Technological change.
- Increased competition.
- Govt. policy changes towards the industry.
- Political unrest.
- Natural disaster.

(e) Trends or expected fluctuations in liquidity:

Over the years the current ratio of the company has increased from 1.06 in 2014 to 1.79 in 2019. However, the Quick ratio has also increased from 0.83 in 2014 to 1.14 in 2019. The company has been operating with a good amount of liquidity. From the cash flow of the company, it has been revealed that the company can generate sufficient fund internally to service its debt burden and other liabilities also. The company generated operating cash flow of Tk. 399,287,581 for the year ended June 30, 2019 to meet its liquidity and obligation.

Name of Ratio	Formula	For the year ended					
		30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
Current Ratio	Current Assets- Current liabilities	1.79	1.93	1.94	0.92	1.01	1.06
Quick Ratio	Total Quick Assets- Current Liabilities	1.14	1.20	1.34	0.69	0.75	0.83

(f) Off-balance sheet arrangements those have or likely to have a current or future effect on financial condition:

There are no off-balance sheet arrangements those have or likely to have a current or future effect on the financial condition of the company except the contingent liabilities as disclosed in the financial statements of the audited financial statements for the year ended 30th June, 2019.

CHAPTER-VIII

DIRECTORS AND OFFICERS

Directors and Officers: The following information in respect of directors and officers of the issuer, namely: -

- (a) **Name, Father's name, age, residential address, educational qualification, experience and position of each of the directors of the company and any person nominated or represented to be a director, showing the period for which the nomination has been made and the name of the organization which has nominated him;**

NAME OF DIRECTORS	FATHER'S NAME	AGE (years)	RESIDENTIAL ADDRESS	EDUCATIONAL QUALIFICATION	EXPERIENCE	POSITION	Name Of The Institutions
Rubiya Nahar	Jamal Uddin	63	Dwell Delica, H-1, R-3, O.R Nizam Road, Chittagong, Bangladesh	Graduate	32	Chairman	N/A
Mohammed Yousuf	Late Abdul Mannan	69		Masters in Economics	43	Managing Director	N/A
Md. Salauddin Yousuf	Mohammed Yousuf	37		Bachelor of Business Administration	18	Director	N/A
Dr. Israt Jahan	Mohammed Yousuf	38		MBBS	15	Director	N/A
Ahmed Hossain	Md. Shaker	38	Bissho Bank Coloni Housing Estate House no : 131-42 (1st Floor), Block : L, Akborsha, Chittagong	B.Com	14	Nominated Director	Company gonj Agro Industries Ltd.
Mohammad Ameer Faisal	Late Md. Abdur Rahman	68	Flat-E2, House-2A, Road-04, DOHS, Banai, Dhaka-1206	Masters in Economics	36	Independent Director	N/A
Wahid Uddin Chowdhury	Late Sultan Ahmed Chowdhury	69	House No. 221-A-1, Flat No. A7, Malibag, Dhaka.	Masters in Economics	38	Independent Director	N/A

- (b) **The date on which he first became a director and the date on which his current term of office shall expire:**

Name of Directors	Position	Date of becoming Director for the First Time	Date of expiration of current term
Rubiya Nahar	Chairman	Inception	
Mohammed Yousuf	Managing Director	Inception	
Md. Salauddin Yousuf	Director	Inception	Next AGM
Dr. Israt Jahan	Director	29.09.16	Next AGM
Ahmed Hossain (Representative of Companygonj Agro Industries Ltd)	Nominated Director	29.09.16	Next AGM
Mohammad Ameer Faisal	Independent Director	26.10.2017	-
Wahid Uddin Chowdhury		03.04.2018	-

- (c) **If any director has any type of interest in other businesses, names and types of business of such organizations. If any director is also a director of another company or owner or partner of any other concern, the names of such organizations;**

Name of Directors	Directorship-ownership with other companies	Brief description	Position
Rubiya Nahar	Companygonj Agro Industries Ltd.	Agro Based Business (Private Limited company)	Managing Director
Mohammed Yousuf			Chairman
Md. Salauddin Yousuf			Director
Dr. Israt Jahan			Director
Ahmed Hossain			Nominated Director
Rubiya Nahar	Juldha Ship Yard Limited	Shipbuilding and dry dockyard. (Private Limited Company)	Managing Director
Mohammed Yousuf			Chairman
Md. Salauddin Yousuf			Director

- (d) **Statement of if any of the directors of the issuer are associated with the securities market in any manner. If any director of the Issuer company is also a director of any issuer of other listed securities during last three years then dividend payment history and market performance of that issuer:**

The directors of the Lub-rref (Bangladesh) Limited are not associated with the securities market in any manner.

- (e) **Any family relationship (father, mother, spouse, brother, sister, son, daughter, spouse's father, spouse's mother, spouse's brother, spouse's sister) among the directors and top five officers:**

Name	Designation	Relationship
Rubiya Nahar	Chairman	Wife of Mr. Mohammed Yousuf
Mohammed Yousuf	Managing Director	Husband of Mrs. Rubiya Nahar and Father of Md. Salauddin Yousuf.
Md. Salauddin Yousuf	Director	Son of Mr. Mohammed Yousuf & Mrs. Rubiya Nahar
Dr. Israt Jahan	Director	Daughter of Mr. Mohammed Yousuf & Mrs. Rubiya Nahar

Family relationship among top five officers

Name of top five officer	Position in the Company	Nature of Relationship
Mohammed Yousuf	Managing Director	Husband of the Chairman and Father of a Director named Mr. Md. Salauddin Yousuf.
Dr. Israt Jahan (In Charge)	Head of Real Estate & Asset Management	Daughter of Mr. Mohammed Yousuf & Mrs. Rubiya Nahar
Md. Salauddin Yousuf (In Charge)	Head of Sales and Marketing	Son of Mr. Mohammed Yousuf & Mrs. Rubiya Nahar

There is no family relationship among any of the directors and any of the top five officers of the company except mentioned above.

- (f) **A very brief description of other businesses of the directors;**

Name of Directors	Directorship-ownership with other companies	Brief description	Position
Rubiya Nahar	Companygonj Agro Industries Ltd.	Agro Based Business (Private Limited company)	Managing Director
Mohammed Yousuf			Chairman
Md. Salauddin Yousuf			Director
Dr. Israt Jahan			Director
Ahmed Hossain			Nominated Director
Rubiya Nahar	Juldha Ship Yard Limited	Shipbuilding and dry dockyard. (Private Limited Company)	Managing Director
Mohammed Yousuf			Chairman
Md. Salauddin Yousuf			Director

- (g) **Short Bio-Data of Each Director;**

MRS. RUBIYA NAHAR, CHAIRMAN

Mrs. Rubiya Nahar is the Chairman of the Lub-rref (Bangladesh) Limited and has been in business for more than 16 years. She was the sponsor director of the Company and a dynamic entrepreneur of the country. Mrs. Rubiya Nahar was born in 1956. She completed her Graduation from Chittagong University. Mrs. Rubiya Nahar started her business career since the establishment of Grease House Limited, one of the pioneer's Company in the manufacturing of Lubricants & Greases. She was the Managing Director of Grease House Limited and acquired vast experience in running and managing the Company.

MR. MOHAMMED YOUSUF, MANAGING DIRECTOR

Mr. Mohammed Yousuf is the Managing Director of Lub-rref (Bangladesh) Limited. He was born in 1950. He completed his Master's Degree from Chittagong University. Mr. Mr. Mohammed Yousuf started his career as a lecturer in a college very early after completing his education. After leaving his teaching profession in the year 1976 he jointly founded Homeland Chemical Industries Limited and worked as a Partner-in-charge of marketing till 1978 and in the same year he ventured into the lubricant business and gathered sound knowledge and expertise in the field of grease and lubricants. He set up grease manufacturing project in Chittagong under the name & style 'Grease House Limited' taking financial support from Bangladesh Shilpa Bank & Islami Bank. He has obtained foreign training on lubricant technology and attended many seminars on the subject both at home and abroad. He obtained management

training conducted by ZDH & Techno net Asia and Bangladesh Petroleum Corporation (BPC) Training Institute with reference to safety aspects in the petroleum industry and was also trained by IMO on marine pollution and participated in seminars on quality control. Mr. Mr. Mohammed Yousuf participated six times in Fuel& Lubricants Asia Conference in Singapore and FUCHs management conference at Jeddah, Saudi Arabia, Shanghai, Australia and Germany. He is actively involved in the industrialization of the Country and is one of the founders of National Association of Small & Cottage Industries of Bangladesh (NASCIB) and was holding its post of Vice President 3 sessions and was a member of different sub-committee of Chittagong Chamber of Commerce & Industry (CCC&I). He is also an active member of NLGI of the USA and Industrial member of Society of Teratology & Lubrication Engineering (STLE), USA. Mr. Mr. Mohammed Yousuf is also serving as a patron of some Socio-Economic, Cultural, Philanthropic and Sports organizations. Mr. Mr. Mohammed Yousuf was the Managing Director of FUCHs Bangladesh Limited. He established FUCHS-GHL Lubricants Bangladesh Limited in the year 1998, a joint Venture Lube and Grease Blending Plant with FUCHS Petrolub AG of Germany as Managing Director for 4 years. After separation from FUCHS, he established Lub-rref (Bangladesh) Limited, a state-of-the-art project for the production of new generation Lube Base Oil through Hydro finishing of both Refinery by-products & Spent Petroleum Oils as feedstock.

MR. MD. SALAUDDIN YOUSUF, DIRECTOR

Mr. Md. Salauddin Yousuf is the Director of Lub-rref (Bangladesh) Limited. He was born in 1982. He obtained a Bachelor degree in Business Administration and also looking after the business of the Company and trying to build up his business career gradually & he will be the full-fledged future leader of the Company. He has a significant contribution towards the development of marketing of Lub-rref (Bangladesh) Ltd. restructuring of the organization for achieving an optimum level of efficiency. He is the son of Mr. Md. Mohammed Yousuf and Mrs. Rubiya Nahar.

MRS. DR ISRAT JAHAN, DIRECTOR

Mrs. Dr. Israt Jahan was born in 1980. She obtained a Bachelor of Medicine and Bachelor of Surgery degree and also looking after the business of the Company and trying to build up her business career gradually & she the full-fledged future leader of the Company. She established various corporate houses at home and abroad and earned laurels for her leadership qualities. Mrs. Israt Jahan was appointed to the Board in 2016. Since his appointment as a Director she has been contributing actively to the overall planning, strategy formulation, HRM, decision-making process of this Company. Her specialization in the time management, branding of products promotion, troubleshooting and crisis management brought very positive result in the Company. At present she is performing his responsibility as the Director of this Company. She is the daughter of Mr. Mohammed Yousuf and Mrs. Rubiya Nahar.

MR. AHMED HOSSAIN, NOMINATED DIRECTOR

Mr. Ahmed Hossain is the Director of Lub-rref (Bangladesh) Limited. He was born in 1980. He obtained a Bachelor degree from National University. After completed his Graduation he joined the Companygonj Agro Industries Limited 2003 as Project Manager. Mr. Ahmed Hossain also a Director of Companygonj Agro Industries Limited. He has a significant contribution towards the development of various projects of Lub-rref (Bangladesh) Ltd. He focuses on implementing strategic business planning and corporate management practices in the organizations. He played a pivotal role in establishing successful Lubricant industry in the country as he gathered a lot of experience in the Marketing and Project Management Sector.

MR. MOHAMMAD AMEER FAISAL, INDEPENDENT DIRECTOR

Mohammad Ameer Faisal was born in 1951. He completed his B.A (Hon's) and Masters in Economics in 1973 and 1974 from Chittagong Govt. College and the University of Chittagong respectively. He was groomed up from Faujderhat Cadet College, Chittagong (First of its kind in the then East Pakistan), an executive residential institution with high standard of discipline and slight military bias. Mohammad Ameer Faisal completed 34 years of service in different department of Padma Oil Company Ltd. (Erstwhile Burma Eastern ltd. erstwhile multinational Oil Company), now a subsidiary of Bangladesh Petroleum Corporation under the Ministry of Power, Energy and Mineral Resources, Government of Bangladesh. During his service period he obtained training in Marketing of Lube& Technical and Finance course jointly conducted by the training centers of Burma Eastern ltd. and Bangladesh Petroleum Corporation. He attended training courses conducted by Shell Lubricants in and outside the country with visits to Shell Lub Oil Blanding plant, Singapore. Mohammad Ameer Faisal participated in a three weeks Training Program in the year 2005 in U.S.A on "International Petroleum Management Programmers" conducted by the

Institute for Petroleum Development, Austin, USA. He also participated with Senior Govt. Officials from all part of the Globe with background in Engineering, Economics, Geology, Finance, Accounting & Corporate Planning. Mohammad Faisal has also participated product Training and workshop under Total oil South and East Asia Pvt. Ltd and visited several times their establishments in in Singapore between July 2003 to December 2007. He played pivotal role in marketing of Total lubricants, an associate of Padma Oil Company limited, in Bangladesh and escalated its growth curve. In the year 2008 he retired from the services of Padma Oil Company Limited, as General Manager (Marketing).

MR. WAHID UDDIN CHOWDHURY, INDEPENDENT DIRECTOR

Mr. Wahid Uddin Chowdhury was born in an aristocratic Muslim Family in 1951. Mr. Chowdhury accomplished his B.A (Hon"s) and Masters in Economics in 1973 and 1974 from Chittagong Govt. College and the University of Chittagong respectively. Mr. Wahid Uddin Chowdhury is a seasoned banker having 36 years of banking & financial sector experience to his credit. He started his professional career in the Investment Advisory Center of Bangladesh, Under the Ministry of Industry in 1978 as an Economic-Financial Analyst. He also served as a Principal Officer in the state-owned Bangladesh Shilpa Rin Shangstha (now Bangladesh Development Bank Ltd.) 1986 to 1993. Mr. Chowdhury joined the First Islamic Bank in Southeast Asia, Islami Bank Bangladesh Limited in June 1996. He served as an Executive in Project Investment Department & Recovery Department, head Office. He retired from the services of Islamic Bank Bangladesh Limited in 2012 and is keen to utilize his expertise and experience to further develop the Economy of Bangladesh to achieve the SDG & Seventh Five Year Plan (2016-2020) and to become a Middle Income Economy by 2021 and developed nation by 2041. During his long Career, he has undergone various training and participated in many multifaceted professional and international seminars, workshops & symposiums on Banking and Finance both at home and abroad. Mr. Wahid Uddin Chowdhury participated in a 12 weeks Training Program in the year 1988 on "Identification, Preparation, Evaluation and Financing of Industrial Projects" conducted by the United Nations Industrial Development (UNIDO). He also participated in numerous other Training and workshops organized by Bangladesh Institute of Bank Management (BIBM), Janata Bank Training Institute, Bangladesh Insurance Academy, Islami Bank training and research academy, Islamic Economics Research Bureau (IERF), Bangladesh Management Development Centre, Islamic Development Bank (Jeddah) to name a few.

(h) Loan status of the issuer, its directors and shareholders who hold 10% or more shares in the paid-up capital of the issuer in terms of the CIB Report of Bangladesh Bank:

Neither the Company nor any of its directors or shareholders who hold 10% or more shares in the paid-up capital of the Company is loan defaulter in terms of the CIB report of the Bangladesh Bank.

- (i) Name with position, educational qualification, age, date of joining the company, overall experience (in the year), previous employment, salary paid for the financial year of the Chief Executive Officer, Managing Director, Chief Financial Officer, Company Secretary, Advisers, Consultants and all Departmental Heads. If the Chairman, any director or any shareholder received any monthly salary than this information should also be included:

Name	Designation	Educational Qualification	Age (Years)	Date of joining in the company	Overall experience (in the year)	Previous employment	Salary paid for the financial year 2019
Mohammed Yousuf	Managing Director	Masters in Economics	69	From Inception	42	N/A	3,765,000
Md. Mofijur Rahaman	Chief Financial Officer	M.Com & CA partly Qualified	39	01-12-2012	12	Suruz Miah Group	1,790,735
Md. Moshior Rahman, ACS	Head of HR & Admin and Company Secretary (CS)	M.Com, Accounting, ACS	38	02-05-2019	15	Progressive Life Insurance	270,000
Dr. Khandaker Jakir Hossain	GM-Technical	PhD	46	24-01-2017	17	United Lube Oil Ltd	3,141,000
Barrister Morshed Ahmed Khan	Legal Advisor	LL.M., UK	45	01-01-2015	21	N/A	300,000
Munir Uddin Chowdhury	Consultant	MBA	50	01-06-2017	18	Novartis (Bangladesh) Ltd	1,200,000
Dr. Israt Jahan	Director & Head of Real Estate & Asset Management	MBBS	38	02-01-2016	04	N/A	975,000
Raihatul Zannah	Head of Supply Chain	BSc in Architectural Engineering	29	18-04-2015	03	N/A	950,000
Dr. Mohammed Saifuddin	Head of Lab Division	PhD	39	30-05-2016	11	Berger Paint Bangladesh Ltd.	1,023,482
Naim Siddiki	Head of Operation	Diploma	38	01-09-2008	13	Saudi Electricity Co.	1,186,477
Salauddin Yousuf	Director & Head of Sales and Marketing	BBA	36	01-01-2011	11	N/A	2,805,000
Mozammel Hossain	National Sales Manager	MBA	35	30-01-2007	11	N/A	1,536,449
Sajid Aftab	Head of Business Development	MBA	44	22-10-2014	16	Aziz Group	1,759,283
Md. Mahabubur Rahman	Head of Blending	M. Sc in Chemistry	36	10-07-2012	11	Samuda Chemical Complex Ltd.	824,234

Information of Chairman, Director and other Shareholder:

Name	Position	Educational Qualification	Age	Date of joining	Overall experience (in year)	Previous employment	Remuneration paid for the financial year 2019
Rubiya Nahar	Chairman	Graduation	62	From Inception	31	N/A	1,980,000
Mohammed Yousuf	Managing Director	Masters in Economics	68	From Inception	42	N/A	3,765,000
Md. Salauddin Yousuf	Director	Bachelors of Business Administration	36	From Inception	17	N/A	2,805,000
Dr. Israt Jahan	Director	MBBS	37	01-01-2016	14	N/A	975,000
Ahmed Hossain	Director	B.Com	37	29-09-2016	13	-	-
Mohammad Ameer Faisal	Independent Director	Masters in Economics	67	26-10-2017	35	N/A	-
Wahid Uddin Chowdhury	Independent Director		68	03.04.2018	37	N/A	-

- (j) **Changes in the key management persons during the last three years. Any change otherwise than by way of retirement in the normal course in the senior key management personnel particularly in charge of production, planning, finance and marketing during the last three years prior to the date of filing the information memorandum. If the turnover of key management personnel is high compared to the industry, reasons should be discussed;**

Below personnel was key management persons during the last three years.

Key Management	2019	2018	2017
Chairman	No Change	No Change	No Change
Managing Director	No Change	No Change	No Change
Chief Financial Officer (CFO)	No Change	No Change	No Change
Company Secretary (CS)	Md. Moshior Rahman, ACS	No Change	No Change
Head of HR & Admin	Md. Moshior Rahman, ACS	Mr. Md. Azgar Hossain Rana	Mr. Atiqur Rahman
Head of Supply Chain	No Change	Mrs. Raihatul Zannah	Mrs. Raihatul Zannah
Head of Lab Division	No Change	No Change	Mr. Mohammed Saifuddin
Head of Operations	No Change	No Change	No Change
Head of Sales & Marketing	No Change	No Change	Mr. Salauddin Yousuf, Director
Head of Blending	No Change	No Change	No Change

It appears from the above that turnover of the key management personal is low compared to the industry.

- (k) **A profile of the sponsors including their names, father's name, age, personal addresses, educational qualifications, and experiences in the business, positions-held in the past, directorship held, other ventures of each sponsor and present position;**

Name of the Sponsors	Father's Name	Age	Personal Address	Educational Qualification	Experience in the business	Past Positions	Present Positions
Rubiya Nahar	Jamal Uddin	62	Dwell Delicia,H-1, R-3,O.R Nizam Road, Chittagong, Bangladesh	Graduate	31	Chairman	Chairman
Mohammed Yousuf	Late Md. Abdul Mannan	68		Masters in Economics	42	Managing Director	Managing Director
Md. Salauddin Yousuf	Mohammed Yousuf	36		Bachelor of business Administration	17	Director	Director

- (l) **If the present directors are not the sponsors and control of the issuer was acquired within five years immediately preceding the date of filing prospectus details regarding the acquisition of control, date of acquisition, terms of the acquisition, consideration paid for such acquisition etc:**

There is **no** such acquisition in Lub-rref (Bangladesh) Limited within five years immediately preceding the date of filing prospectus.

- (m) **If the sponsors-directors do not have experience in the proposed line of business, the fact explaining how the proposed activities would be carried out-managed;**

The entire team of Directors has adequate knowledge to carry out this line of business.

(n) **Interest of the key management persons:**

SL. NO.	Name	Designation	Details of Interest	Amount paid for the Financial year 2019
1	Rubiya Nahar	Chairman	Remuneration	1,980,000
2	Mohammed Yousuf	Managing Director	Remuneration	3,765,000
3	Md. Salauddin Yousuf	Director& Head of Sales and Marketing	Remuneration	2,805,000
4	Dr. Israt Jahan	Director& Head of Real Estate & Asset Management	Remuneration	975,000
5	Ahmed Hossain Director	Director	-	-
6	Md. Mofijur Rahaman	Chief Financial Officer	Salary	1,790,735
7	Md. Moshior Rahman, ACS	Head of HR & Admin and Company Secretary (CS)	Salary	270,000
8	Barrister Morshed Ahmed Khan	Legal Advisor	Salary	300,000
9	Munir Uddin Chowdhury	Consultant	Salary	1,200,000
10	Raihatul Zannah	Head of Supply Chain	Salary	950,000
11	Dr.Mohammed Saifuddin	Head of Lab Division	Salary	1,023,482
12	Naim Siddiki	Head of Operation	Salary	1,186,477
13	Mozammel Hossain	National Sales Manager	Salary	1,536,449
14	Sajid Aftab	Head of Business Development	Salary	1,759,283
15	Md. Mahabubur Rahman	Head of Blending	Salary	824,234

(o) **All interests and facilities enjoyed by a director, whether pecuniary or non-pecuniary:**

Facilities whether pecuniary or non-pecuniary enjoyed by the Directors will remain unchanged during the publication period of the Prospectus. Interest and facility are already disclosed in Executive Compensation of the Prospectus and in the table below:

SL. NO	Name	Designation	Details of Interest	Amount paid for the Financial year 2019
1	Rubiya Nahar	Chairman	Remuneration	1,980,000
2	Mohammed Yousuf	Managing Director	Remuneration	3,765,000
3	Md. Salauddin Yousuf	Director	Remuneration	2,805,000
4	Dr. Israt Jahan		Remuneration	975,000
5	Ahmed Hossain Director (Representative of Companygonj Agro Industries Ltd)		-	-
6	Mohammed Ameer Faisal		-	-
7	Wahid Uddin Chowdury	Independent Director	-	-

Note: There is no pecuniary or non-pecuniary interests and facilities enjoyed except mentioned above.

(p) **Number of shares held and percentage of shareholding (pre-issue)**

Sl. No.	Name of Shareholder (Directors & Sponsors)	No of shares	Shareholding Pre-Issue
1	Mohammed Yousuf	29,567,544	29.57%
2	Rubiya Nahar	3,455,140	3.46%
3	Ms Ishrat Jahan	3,123,495	3.12%
4	Md Salauddin Yousuf	3,247,520	3.25%
5	Alhaj Musharraf Hossain	10	0.00%
6	Jashim Uddin	144,373	0.14%
7	Companygonj Agro Industries Ltd	3,509,300	3.51%
8	Mrs. Nusrat Nahar	8,800,000	8.80%
9	Mohammed Ameer Faisal	-	0.00%
10	Wahid Uddin Chowdury	-	0.00%
Total		51,847,346	51.85%

(q) **Change in board of directors during last three years:**

Name of the Directors	Year of Appointment		
	2019	2018	2017
Rubiya Nahar	Chairman	Chairman	Chairman
Mohammed Yousuf	Managing Director	Managing Director	Managing Director
Md. Salauddin Yousuf	Director	Director	Director
Dr. Israt Jahan	Director	Director	Director
Ahmed Hossain(Representative of Companigonj Agro Industries Ltd)	Director	Director	Director
Mohammad Ameer Faisal	Independent Director		Appointed 26.10.2017
Wahid Uddin Chowdhury	Independent Director	Appointed 03.04.2018	N/A

(r) **Director's engagement with similar business:**

None of the director is engaged with the similar business.

CHAPTER-IX

CERTAIN RELATIONSHIPS AND RELATED TRANSACTIONS

- (a) The prospectus shall contain a description of any transaction during the last five years, or any proposed transactions certified by the auditors, between the issuer and any of the following persons, giving the name of the persons involved in the transaction, their relationship with the issuer, the nature of their interest in the transaction and the amount of such interest, namely:

TO WHOM IT MAY CONCERN

This is to certify that, the company does not have any transaction during the last five years, or any proposed transaction, between the issuer and any of the following persons:

- Any director or sponsor or executive officer of the issuer;
- Any person holding 5% or more of the outstanding shares of the issuer;
- Any related party or connected person of any of the above persons;

Except the following transactions:

a) Board Meeting fees paid to the Directors:

Sl. No	Name Of Directors	Relation with Issuer		Amount Paid				
			30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
1	Mohammed Yousuf	Managing Director	48,000	48,000	48,000	20,000	36,000	12,000
2	Rubiya Nahar	Chairman	40,000	48,000	48,000	20,000	36,000	12,000
3	Md. Salauddin Yousuf	Director	48,000	48,000	48,000	20,000	36,000	12,000
4	Dr. Israt Jahan	Director	48,000	48,000	40,000	-	-	-
5	Ahmed Hossain	Director	48,000	48,000	40,000	-	-	-
6	Mohammad Ameer Faisal	Independent director	36,000	32,000	-	-	-	-
7	Wahid Uddin Chowdhury		40,000	12,000	-	-	-	-
Total			308,000	284,000	224,000	60,000	108,000	36,000

b) Remuneration of the Directors

Sl. No	Name Of Directors	Amount Paid					
		30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
1	Rubiya Nahar	1,980,000	1,590,000	1,590,000	795,000	1,578,000	1,560,000
2	Mohammed Yousuf	3,765,000	3,420,000	3,420,000	171,000	3,390,000	3,342,000
3	Md. Salauddin Yousuf	2,805,000	1,869,600	1,869,600	934,800	1,854,000	1,812,000
4	Dr. Israt Jahan	975,000	9,00,000	450,000	-	-	-
Total		9,525,000	77,79,600	7,329,600	3,439,800	6,822,000	6,714,000

Place: Dhaka

Date: 16 November, 2019

Sd/-

Ashraf Uddin & Co
Chartered Accountants

- (b) Any transaction or arrangement entered into by the issuer or its subsidiary or associate or entity owned or significantly influenced by a person who is currently a director or in any way connected with a director of either the issuer company or any of its subsidiaries or holding company or associate concerns, or who was a director or connected in any way with a director at any time during the last three years prior to the issuance of the prospectus;

There is no transaction or arrangement entered into by the issuer or its subsidiary or associate or entity owned or significantly influenced by a person who is currently a director or in any way connected with a director of either the issuer company or any of its subsidiaries or holding company or associate concerns, or who was a director or connected in any way with a director at any time during the last three years prior to the issuance of the prospectus except the transaction mentioned under caption 'Related Party Transaction' in the Note-36.00 of Audited Financial Statements and "Executive Compensation" part of this prospectus.

- (c) Any loans either taken or given from or to any director or any person connected with the director, clearly specifying details of such loan in the prospectus, and if any loan has been taken from any such person who did not have any stake in the issuer, its holding company or its associate concerns prior to such loan, rate of interest applicable, date of loan taken, date of maturity of loan, and present outstanding of such loan.

No loan was taken or given from or to any director or any person connected with the director and no loan was taken from any such person who did not have any stake in the issuer, its holding Company or

its associated concerns except Companygonj Agro Industries Ltd. and Juldha Shipyard Limited under related party transactions. The amount was given as temporary advances to Companygonj Agro Industries Limited and Juldha Shipyard Limited respectively which is recoverable within one year. The management of the company decided on its board meeting dated on 12-11-2017 that any loan and advances which are not recovered within one year will be recovered with 6% interest per annum. There is no change of impairment of the amount of advances which was given to Companygonj Agro Industries Limited and Juldha Shipyard Limited, since those companies are operated under common management. The current status of the loan to the related party is given below:

30 June 2019	Types of Relationship	Nature of Transactions	Opening Balance as on 01.07.2018	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2018
Companigonj Agro Industries Limited	Common Directorship& Shareholder of the company	Overhead Exp. & Working Capital Management	48,180,000	19,189,377	-	67,369,377
Juldha Shipyard Limited	Common Directorship		-	157,559	-	157,559
Total			48,180,000	19,346,936	-	67,526,936

CHAPTER-X

EXECUTIVE COMPENSATION

- (a) The total amount of remuneration or salary or perquisites paid to the top five salaried officers of the issuer in the last accounting year and the name and designation of each such officer:

Sl. No.	Name of Top Salaried Officer	Designation	Salaries	Date of approval in AGM
			30, June, 2019	
1	Mohammed Yousuf	Managing Director	3,765,000	31 st December, 2018
2	Dr. Khandaker Jakir Hossain	GM-Technical	3,141,000	
3	Salauddin Yousuf	Director & Head of sales and Marketing	2,805,000	
4	Md. Mofijur Rahaman	Chief Financial Officer	1,790,735	
5	Sajid Aftab	Head of Business Development	1,759,283	

- (b) Aggregate amount of remuneration paid to all directors and officers as a group during the last accounting year:

Sl. No	Particulars	Nature of payment	30.06.2019	Date of approval in AGM
1	Director's remuneration	Remuneration	77,79,600	31 st December, 2018
2	Officers & Staffs	Salary & Allowance	25,984,635	
Total			33,764,235	

- (c) If any Shareholder Director received any monthly salary or prerequisite or benefit it must be mentioned along with date of approval in AGM or EGM, terms thereof and payments made during the last accounting year:

Payments made during the last accounting year:

SL. No.	Name of Shareholder or Directors	Position	Yearly Remuneration in Taka	Date of approval in AGM
1	Rubiya Nahar	Chairman	1,980,000	31 st December, 2018
2	Mohammed Yousuf	Managing Director	3,765,000	
3	Md. Salauddin Yousuf	Director	2,805,000	
4	Dr. Israt Jahan	Director	975,000	

- (d) The board meeting attendance fees received by the director including the managing director along with date of approval in AGM or EGM;

Name	Position	30-June-2019		Date of approval in AGM
		Nature of transactions		
		No of meeting attendance	Per Board meeting fee	
Rubiya Nahar	Chairman	10	4,000	31 st December, 2018
Mohammed Yousuf	Managing Director	12	4,000	
Md. SalauddinYousuf	Director	12	4,000	
Dr. Israt Jahan	Director	12	4,000	
Ahmed Hossain	Director	12	4,000	
Mohammad Ameer Faisal	Independent Director	9	4,000	
Wahid Uddin Chowdhury		10	4,000	

- (e) Any contract with any director or officer providing for the payment of future compensation;
There is no such contract between the company and any of directors or officers regarding any future compensation to be made to them.
- (f) If the issuer intends to substantially increase the remuneration paid to its directors and officers in the current year, appropriate information regarding thereto;
The Company reviews remuneration of its all officers excluding Managing Director & other Directors during June every year as per Company's employment policy. However, the remuneration of the Managing Director is revised as per discretion of the Board of Directors of the Company.
- (g) Any other benefit or facility provided to the above persons during the last accounting year.
No director or officer of the Company received any other benefit or facility in the last accounting year except which is disclosed above.

CHAPTER-XI

OPTION GRANTED TO DIRECTORS, OFFICERS AND EMPLOYEES

Options Granted to Directors, Officers and Employees:

1. The following information in respect of any option held by each director, the salaried officers, and all other officers as a group, namely: -

- i. The date on which the option was granted;
- ii. The exercise price of the option;
- iii. The number of shares or stock covered by the option;
- iv. The market price of the shares or stock on the date the option was granted;
- v. The expiration date of the option;
- vi. Consideration of the option.

No options have been granted by the Company to any director, officers or employees.

2. If such options are held by any person other than the directors, and the officers of the issuer company, the following information shall be given in the prospectus, namely: -

- i. The total number of shares or stock covered by all such outstanding options;
- ii. The range of exercise prices;
- iii. The range of expiration dates;
- iv. Justification and consideration of granting such option.

No options have been granted by the Company to any director, officers or employees.

CHAPTER-XII

TRANSACTION WITH THE DIRECTORS AND SUBSCRIBERS TO THE MEMORANDUM

- (a) The names of the directors and subscribers to the memorandum, the nature and amount of anything of value received or to be received by the issuer from the above persons, or by the said persons, directly or indirectly, from the issuer during the last five years along with the description of assets, services or other consideration received or to be received;

The transaction with the Directors and Subscribers to the Memorandum:

The names of the directors and subscribers to the memorandum, the nature and amount of anything of value received or to be received by the issuer from the above persons, or by the said persons, directly or indirectly, from the issuer during the last five years along with the description of assets, services or other consideration received or to be received

Name	Designation	30.06.2019		30.06.2018		30.06.2017		31.12.2016		31.12.2015		31.12.2014	
		Remuneration	Board Fee	Remuneration	Board Fee	Remuneration	Board Fee	Remuneration	Board fee	Remuneration	Board fee	Remuneration	Board fee
Rubiya Nahar	Chairman	1,980,000	40,000	1,590,000	48,000	1,590,000	48,000	795,000	20,000	1,680,000	12,000	1,200,000	12,000
Mohammed Yousuf	Managing Director	3,765,000	48,000	3,420,000	48,000	3,420,000	48,000	1,710,000	20,000	3,420,000	12,000	34,20,000	12,000
Md. Salauddin Yousuf	Director	2,805,000	48,000	1,869,600	48,000	1,869,600	48,000	934,800	20,000	1,616,000	12,000	1,248,000	6,000
Dr. Israt Jahan	Director	975,000	48,000	9,00,000	40,000	450,000	40,000	-	-	-	-	-	-
Mr. Ahmed Hossain	Director	-	48,000	-	40,000	-	40,000	-	-	-	-	-	-
Ameer Faisal	Independent Director	-	36,000	-	32,000	-	-	-	-	-	-	-	-
Wahid Uddin Ch.		-	40,000	-	12,000	-	-	-	-	-	-	-	-

- (b) If any assets were acquired or to be acquired from the aforesaid persons, the amount paid for such assets and the method used to determine the price shall be mentioned in the prospectus, and if the assets were acquired by the said persons within five years prior to transfer those to the issuer, the acquisition cost thereof paid by them.

Directors and subscribers to the memorandum have not transferred any asset to the Company. Besides, the issuer has not received any assets or other considerations from its Directors and subscribers to the memorandum except fund against allotment of shares.

CHAPTER-XIII

OWNERSHIP OF THE COMPANY'S SECURITIES

a) The names, addresses, BO ID Number of all shareholders of the company before IPO, indicating the amount of securities owned and the percentage of the securities represented by such ownership, in tabular form;

Sl. No	Name of Shareholder	Address	B/O Id Number	No. of Shares	% of Shares held	
					Pre-IPO	Post-IPO
1	Muhammed Yousuf	House: Chor Fokira-21, P.O- Chor Fokira-3811, Companygonj, Noakhali	1605760062451031	29,567,544	29.57%	20.36%
2	Mrs. Rubiya Nahar	H-11, Road-01, R. Nijam Road, P # GPO, Chittagong.	1605760062450720	3,455,140	3.46%	2.38%
3	Israt Jahan	H-42-B-1, Road- Inddeera Road, Post: Tajgau, Dhaka-1215.	1605760062450846	3,123,495	3.12%	2.15%
4	Md Salauddin Yousuf	H-03-A, Road-O.R. Nijam Road-1, P.O-Passlays, Chittagong	1605760062450971	3,247,520	3.25%	2.24%
5	Md. Mosharof Hossain	House-E-B-3, Road-Farajsaha Colony, Khulshe, Chittagong	1605760062451198	10	0.00%	0.00%
6	Md. Jasim Uddin	House-3-B, Tasturi Bazar, P.O-Tejgaon, Dhaka	1605760062451254	144,373	0.14%	0.10%
7	Md. Jashim Uddin	House- Jamal Ullah Sahebar Bari, Road- Golabaria, P.O-Shettakundo, Ctg.	1605760062451345	1,402,398	1.40%	0.97%
8	Companygonj Argo Industries Limited	B-6 (Part), 9-10, 23-24, BSCIC, Industrial Estate, Block-A,	1605760062657457	3,509,300	3.51%	2.42%
9	Juldha Shipyard Limited	P.O- Custom Academy, Sagarika, ctg	1605760062657531	601,650	0.60%	0.41%
10	Raihatul Zannah	House-346, Road-C,D,A Road-14, PO-Bandar, Chittagong	1605760062451396	1,651,807	1.65%	1.14%
11	Jahan Ara Begum	House-18-KA-G, Nakhal para, P.O-Tajgau, Dhaka-1215	1605760062451444	18,231	0.02%	0.01%
12	Farhana Huque	House-52-1, Road-Ahameednogr, P.O. Mirpur, Dhaka	1605760062451527	456,562	0.46%	0.31%
13	Momtaz Shaheen	House-18-KA/G, Nakhalpara, P.O-Tejgau, Dhaka-1215	1605760062451768	500,322	0.50%	0.34%
14	Kazi Md Morshid Alam	462 Mir Hazir Bag, Madrasha Road, Gendaria, Jatrabari, Dhaka	1201910068949758	300,000	0.30%	0.21%
15	Omar Faruk Rumon	Village-8 No. Fakira, P.O-Compnayganj, Noakhali	1605760062451958	1,141,696	1.14%	0.79%
16	Md. Rakib Uddin	House-Baparey Barey, Village-Lokkheyara, Feni	1605760062454504	514,475	0.51%	0.35%
17	Asraf Uddin	Vill- Chorkarina, Upazilla-Companyganj- 3800	1605760062454852	1,079,217	1.08%	0.74%
18	Md. Ruhul Azad	Vill: Vabonvhur, Post: Golmunda, Joldhaka, Nilfamari. Rangpur.	1605760064017187	23,960	0.02%	0.02%
19	Md. Farid Ahmed	Flat-B-7, Firoza Rose-12, Eskaton Road, Dhaka	1203110016614018	865,300	0.87%	0.60%
20	Southeast Bank Limited	52-53 Dilkusha, C/A, Eunoos Centre (L-4) Dhaka-1000.	1201500000060633	8,300,000	8.30%	5.71%
21	Southeast Bank Capital Services Limited	52-53 Dilkusha, C/A, Eunoos Centre (L-9) Dhaka-1000.	1605530040732747	5,100,000	5.10%	3.51%
22	BLI Capital Ltd.	BLI Capital Ltd., Printers Building (7 th Floor) 5 Rajuk Avenue, Motijheel, Dhaka.	1605650050408172	2,500,000	2.50%	1.72%
23	Max Fabrics Ltd	Kanchpur, Narayangonj,	1201500015912323	1,800,000	1.80%	1.24%
24	Nusrat Nahar	House-3-B, APT-302, Road-58, Gulshan, Dhaka-1212	1605760062658435	8,800,000	8.80%	6.06%
25	Social Islami Bank Ltd	90/1 Motijheel C/A. Dhaka	1205200014772271	2,000,000	2.00%	1.38%
26	SIBL Securities Limited	15, Dilkusha, C/A(3rd Floor), Dhaka-1000.	1205200044789105	1,000,000	1.00%	0.69%

Sl. No	Name of Shareholder	Address	B/O Id Number	No. of Shares	% of Shares held	
					Pre-IPO	Post-IPO
27	Swadesh Investment Management Ltd	Suite-01, Level-11, Unique Trade Center, 8 Panthapath, Karwan Bazar, Dhaka-1215	1204380000164777	300,000	0.30%	0.21%
28	Lub-rref (Bangladesh) Ltd. Employees Provident Fund	B-6(Part) 9-10 & 23-24, BSCIC Industrial Estate, Block#A, Po.: Custom Academy, Sagarika Road, Chittagong	1201910063819603	200,000	0.20%	0.14%
29	Mr. Md. Lutfor Rahman	GSP Investments Ltd. 1, Paribagh, Mymensing Road	1604190061817131	1,500,000	1.50%	1.03%
30	Mr. Mohammad Jahangir Alam	Medi-Com, 48/2-AAzimpur Atimkhana Market, Dhaka.	1205670058884859	20,000	0.02%	0.01%
31	Mr. Mohibullah Kabir	32-6, East Noyatola, Mogbazar, Dhaka.	1205000048578047	300,000	0.30%	0.21%
32	Mr. Dewan Shafiqul Islam	Counsellor, Zone Service Complex, DEPL, Ashulia	1204140037685159	100,000	0.10%	0.07%
33	Mr. Kamrul Islam	BSKL, Plot-6-11, Sector 4-A, CEPZ, Ctg	1204180026376286	100,000	0.10%	0.07%
34	Mr. Morshedur Rahman	House- Holding No.09, Vill- Road: Bondakpara, P.O.: Keranigonj	1605760068957351	50,000	0.05%	0.03%
35	Mr. Shahnoor Ferdous Khan	Flat- B1, House# 10-3, Road#13 (Extension) North Baridhara, Dhaka	1605760064677083	5,000	0.01%	0.00%
36	Mr. Md. Mazharul Islam Chowdhury	122/5 North Mugda Para, P.O.: Basabo Dhaka-1214.	1202830020038094	100,000	0.10%	0.07%
37	Mrs. Deepa Hakim	57, Siddeswari Road, 1st Floor, Shantinagar, Dhaka	1203490049967274	100,000	0.10%	0.07%
38	Md. Masud Matin	150-1, Azimpur Road, Dhaka	1202830002729586	50,000	0.05%	0.03%
39	Mr. Mostafa Kamal Ahmed	Amicus Amity, Flat#C5, Plot#371, Road#10, Block-C, Bashundhara R-A, Dhaka.	1604940052459838	100,000	0.10%	0.07%
40	Abaci Investments Limited	Rupayan prime (7th Floor), Plot 02, Road 07, Dhanmondi, Dhaka 1205.	1602770045524684	535,000	0.54%	0.37%
41	Mr. Md. Anisul Hoq	1-15-1, South Mugdapara (Bank Colony), Dhaka-1214.	1605760064677498	24,000	0.02%	0.02%
42	Mr. Saidul Islam Chowdhury	Vill-Mathpara, P.O.+Dist: Munshiganj	1202830009668124	10,000	0.01%	0.01%
43	Mrs. Shireen Akter Karim	HouseNo.89, Road No. 7-A Dhanmondi, Dhaka-1205.	1203110061206516	400,000	0.40%	0.28%
44	Mrs. Mollika Sultana	4-3 Humayan Road (2ndFloor) Block# Mohammadpur, Dhaka.	1205590064504789	50,000	0.05%	0.03%
45	Mr. Imran Rahman	45 Mitaly Road, Rayer Bazar, Dhanmondi, Hazaribug, Dhaka	1606060068006835	100,000	0.10%	0.07%
46	Arnab Trading Limited	159/C Tejgoan I/A, Dhaka-1208	1606060068709877	250,000	0.25%	0.17%
47	Mr. Md Lutfor Rahaman	Vill-Barangail, P.O.: Barangail, Shibalaya, Manikganj, P.O.:1804, Manikgonj.	1606060013625030	50,000	0.05%	0.03%
48	Mr. Md. Mizanur Rahman	Vill.: BMA Post-Bhatiary, PS-Sitakundu, Dist. Chittagong.	1205150031659055	100,000	0.10%	0.07%
49	Mr. Md. Rashiduzzaman	Char-Bahadurpur, Muladi, P.O-8250, Dist.: Barisal.	1205150054201081	50,000	0.05%	0.03%
50	Global Max Packaging Industries Ltd	Plot A-94, A-95 & A-96, BSCIC I-E kalurghat (Extn.) P.S-Chandgaon, Chittagong.	1606060066341566	400,000	0.40%	0.28%

Sl. No	Name of Shareholder	Address	B/O Id Number	No. of Shares	% of Shares held	
					Pre-IPO	Post-IPO
51	Mr. LT GEN Md. Shamsul Haque OSP PSC	House-50, Road-1, Sector-9, Uttara, Dhaka.	1201690000776633	100,000	0.10%	0.07%
52	Mr. Md. Matiur Rahman	Vill: Char-Bahadurpur, Muladi, P.O: 8250. Dist.: Barisal	1606060042223806	250,000	0.25%	0.17%
53	Farjana Rahman Epshta	House-384, Block-D, Road-10, Akbor Road, Bashundhara R-A, PO.: Gulshan, Badda, Dhaka.	1201480064718872	245,000	0.25%	0.17%
54	Mr. S.M AzimUddin	Vill+P.O: Muradpur, P.S.: Stakund, Dist: Chittagong.	1203110067306834	5,000	0.01%	0.00%
55	F. A. Trading Corporation	Flat B-7, Firoza Rose, 12 Eskaton, Dhaka-1000	1203110063110187	1,503,000	1.50%	1.03%
56	Mr. Asraf Uddin Ahmed	4-3 Humayan Road (2nd Floor, Block#B, Mohammadpur. Dhaka.	1205590063842811	100,000	0.10%	0.07%
57	Khadeja Begum	Vill. Mohabbat Ali Mollar Kandi, Post Balarhat, PS Shakhipur, Bedorganj, Shariatpur	1203110063628103	400,000	0.40%	0.28%
58	Asif Irtaza Islam	APT A-4, 1612 Tallabagh, Sobhan Bagh Dhaka-1207.	1202830004045050	400,000	0.40%	0.28%
59	Abu Hasnat Md. Rezanur Sohel	Apt-A7, H-89, R-4, Blk-B, Banani, Dhaka-1213.	1202830059155494	300,000	0.30%	0.21%
60	Salma Zaman	H#01, APT-61, Road#34, Gulshan, Dhaka.	1202830041154138	700,000	0.70%	0.48%
61	Mr. Molla Abdul Hakim	57, Siddeswari Road, 1st Floor, Shantinagar, Dhaka	1203490049968782	100,000	0.10%	0.07%
62	Mr. Lutfur Rahman	Rangs Anando Apt-d-8, House#48, Rd-10-a Dhanmondi R-A, Dhaka-1209.	1203110059591746	300,000	0.30%	0.21%
63	Mr. Jahed Bin Mostafa	123-ka pc Culture Housings Society, shamoly, Mohammadpur Dhaka-1207.	1202830061466576	20,000	0.02%	0.01%
64	Mr. Md. Saidul Islam Chowdhury	Mozumder Cloth Sore.	1202830009668124	25,000	0.03%	0.02%
65	Mr. Chalton Chandan Chowdhury	Mission Hospital, Sutrapur, Bogra sadar, Bogra.	1604940062500481	25,000	0.03%	0.02%
66	Mr. Santosh Barai	Summit power Ltd., 9th Floor, Summit centre, 18 Kawran Bazar C-A, Dhaka-1215.	1202830059760415	10,000	0.01%	0.01%
67	Mr. Zillur Rahman Mridha	Sena Kalyan Commercial Complex, 7th Floor Plot-09, Block-F, Tongi Gazipur-1710.	1604940056385728	40,000	0.04%	0.03%
68	Mr. Masrur Ferdous Khan	Lake Breeza APT. Flat-B1, House 10-3 Road #13 (Extension) North Baridhara, Dhaka-1212.	1605760064676999	5,000	0.01%	0.00%
69	Mrs. Dilruba Ahmed Khan	Lake Breeza APT. Flat B-1, House# 10-3, Road#13 (Extension) North Baridara, Dhaka-1212.	1605760064677115	30,000	0.03%	0.02%
70	Mr. Md. Saliur Rahman	Shyampur Sugar Mills High School, Post.: Shyampur-5431, P.S.: Badarganj, Dist-Rangpur.	1605760064677190	15,000	0.02%	0.01%
71	Dr. G.K.M Mustafizur Rahman	Department of Soil Science, (BSMRAU), Gazipur 1706,	1605760064677313	10,000	0.01%	0.01%
72	Mr. Arifuzzaman	Macca Monjil, 4th Floor, 88, North Manda Dhaka-1214.	1605760068957317	20,000	0.02%	0.01%
73	Mr. Moahammad Hyder Mahmud	House-1-1, Road-13, Chakbazar, P.O.: Sherpur-2100, Sherpur Sadar, Sherpur.	1202830019237373	20,000	0.02%	0.01%

Sl. No	Name of Shareholder	Address	B/O Id Number	No. of Shares	% of Shares held	
					Pre-IPO	Post-IPO
74	Mr. Mohammed Yeasin	264 Santibagh, Dhaka-1217.	1605760064677597	50,000	0.05%	0.03%
75	Mr. Masud Khan	Vill: North Medini Mondol, P.O.: Medini Mondol-1535, Louhojong, Munshiganj.	1605760068957309	20,000	0.02%	0.01%
76	Mr. Mohammad Rafiqul Islam	914-B Shahidbagh, Santinagar, Dhaka-1217.	1605760066515618	150,000	0.15%	0.10%
77	Mr. Md. Iftexharul Amin	House-213, Village-Purba Ganeshpur, P.O.: Babukha-5400, Rangpur Sadar, Rangpur.	1605760066515859	50,000	0.05%	0.03%
78	Mr. M.A Halim Kajal	B-7, 115 Rupayan Z.A. Tower, Shantinagar, Dhaka.	1202830023268198	50,000	0.05%	0.03%
79	Mr. Asif Mridha	Sena Kalyan Commercial Complex, Plot-09, Block-F, 7th Floor, Tongi.	1604940060423041	10,000	0.01%	0.01%
80	Mr. Md. Nazmul Alam Khan	Rose Garden, Dag No-1207, North Manda, Ananda Nagar, Dhaka	1604940059598871	10,000	0.01%	0.01%
81	Mr. R.M Faizur Rahman	Flat-4-A, Malancha Officer Quarter, Razarbag Police Lines, Dhaka-1000.	1605760068956173	50,000	0.05%	0.03%
82	Amina Rahman Nopur	42-0 (3rd Floor), Dhaka University Staff Quarter, Azimpur, Lalbag, Dhaka-1205.	1605760064678071	10,000	0.01%	0.01%
83	Mr. MD. Jahed Ahmed	23 Mitali Housing Society, East Kafrul, Dhaka-1206	1201710062619323	100,000	0.10%	0.07%
84	Mr. M. Shefaqe Ahmed	Apt-B4, House-20, Road-66, Gulshan-2, Dhaka.	1201710000076314	200,000	0.20%	0.14%
85	Abu Hasan Muhammad Tarique	Shimul-7/D, Ramna Police Complex, Ramna, Dhaka-1217.	1605070061729041	50,000	0.05%	0.03%
86	Manata Asset Management Ltd	36/1, North Begun Bari, Tejgaon I/A, Dhaka-1208	1202610064842522	100,000	0.10%	0.07%
87	Faas Asset Management Ltd	105/A,Kakrail, Dhaka-1000	1202610064842514	100,000	0.10%	0.07%
88	Mr. Mohammed Monirul Islam	Barakatullah Electro Dynamic 1,. 6/A/1 (1 & 2 Fl Segun Baghicha, Dhaka	1202550000262126	100,000	0.10%	0.07%
89	Syed Sakib Naimuddin	27, Panchlaish R/A, Chittagong	1202090043529568	150,000	0.15%	0.10%
90	Mr. Md. Mostafa	19, Dhanmondi R/A, Road#7, Dhaka	1202550000164983	50,000	0.05%	0.03%
91	Abid Hossain	D-1/B, Railway Officers Quarter, Shahajahanpur, Dhaka	1205670044309378	100,000	0.10%	0.07%
92	Mujibur Rahman	H # 10, R # 13, Baridhara, Dhaka	1202680000089457	5,000,000	5.00%	3.44%
93	G.M Ehsanul Haq	BLI Capital Limited. Rupayan Trade Center, (Level-10) 114 Kazi Nazrul Islam Avenue, Dhaka	1605650065606973	100,000	0.10%	0.07%
94	Bizuni Link Services Limited	BLI Capital Ltd. Eunoos Trade Center (Level-18), 52-53, Dilkusha C/A, Motijheel, Dhaka.	1605650064958124	100,000	0.10%	0.07%
95	Ferdous Ara	Flat #E2, Villa-de-este, Mymensingh Road, Paribagh, Dhaka	1205600064104163	100,000	0.10%	0.07%
96	Salma	Flat#B-7, Firoza Rose, 12 Eskaton Road, Dhaka-1000	1203110068810231	500,000	0.50%	0.34%
97	BRB Securities Ltd. (Dealer)	House # 109, Road # 06, Dhanmondi, Dhaka	1203910038355843	500,000	0.50%	0.34%

Sl. No	Name of Shareholder	Address	B/O Id Number	No. of Shares	% of Shares held	
					Pre-IPO	Post-IPO
98	Marzina Akter	BMSL Investment Limited, Shareef Mansion (4 th Floor) 56-57, Motijheel C/A, Dhaka.	1604940064501354	200,000	0.20%	0.14%
99	Khan Mohammad Toha	Hooouse#227,Road#03,Mirpur DOHS, Dhaka-1216	1202640068948076	50,000	0.05%	0.03%
100	Tamanna Ahmed	House 10/3, Lane-4, Block-D,Section-14, Mirpur, Dhaka	1202120044226209	50,000	0.05%	0.03%
101	Salma Shaheed	BLI Capital Limited, Rupayan Trade Center (Level-10) 114, Kazi Nazrul Islam Avenue, Dhaka.	1605650066368206	200,000	0.20%	0.14%
102	Jamal Ahmed	14, Lucky Plaza, Agrabad, Chittagong.	1201590000295081	6,000	0.01%	0.00%
103	Tamij Uddin Ahmed	76/Kh, Pisci Culture Housing Soceity, Shaymoli, Mohammedour Dhaka, 1207.	1203980058251779	6,000	0.01%	0.00%
104	Mr. A.K.M Mokbul Ahmed	House # 483, Road # 10, CDA R/A, P.O-Bandar, Double Mooring. Chittagong.	1204410064864930	6,000	0.01%	0.00%
105	Md. Saiful Islam	18, Joynagar, Lane No-01, Chawkbazar, Ctg.	1601880033022583	6,000	0.01%	0.00%
106	Md. Serazul Islam	314/345, Chanmari Road, Lalkhan Bazar, Chittagong	1201780002118622	6,000	0.01%	0.00%
107	Farzana Sultana Chowdhury	House No-42/3, Road # 13, Sheketek, Mohammedpur, Dhaka-1207	1605760067662956	100,000	0.10%	0.07%
108	Jayanta Kumar Podder	333/1, Segun Bagicha (1st Floor),Dhaka	1602170033215148	100,000	0.10%	0.07%
109	Alamgir Hossain	Flat:B-7, Firoza Rose, 12 Eskaton, Dhaka.	1203110063917110	200,000	0.20%	0.14%
110	Mst. Rahima	225/8 Mada, Dhaka-1216	1203110063630693	100,000	0.10%	0.07%
111	Md. Abdur Rahim	25, Ad Reg. Arty. Chittagong, Cantonment.	1606060043753594	100,000	0.10%	0.07%
112	Borhan Mahmud	225/8 Manda, Dhaka-1216	1203110068819131	100,000	0.10%	0.07%
113	Abdus Samad Azad	H # 3/9, Block-E, Lalmatia, Mohammadpur, Dhaka.	1201910056783517	200,000	0.20%	0.14%
114	Md. Abul Kasem	158-159, Motijheel, Room-10, 9 th Floor, Dhaka.	1202550068807871	100,000	0.10%	0.07%
115	Md. Amran	Chairman Bari, Mizan Market Road, Southpara, Bimanbandar, Ctg.	1201960064462656	100,000	0.10%	0.07%
116	Mohammad Saiful Islam	914/2B Shahidbagh, PO Shantinagar, Dhaka-1217	1605760065278738	60,000	0.06%	0.04%
117	Khandoker Mofazzal Hossain	H # 03, Flat # 5/A, R # 06, Sector-8, P.O # Uttara, Uttara DNCC	1605760068175123	40,000	0.04%	0.03%
				100,000,000	100.00%	68.85%

- (b) There shall also a table showing the name and address, age, experience, BOID number, TIN Number, Numbers of Shares held including Percentage, position held in other companies of all the directors before the public issue:

Name of the Directors	Address	Age	Experience	BO ID Number	TIN number	No. of shares held	Shareholding (%) pre-issue	Position held in other companies	
								Name of the Company	Position
Rubiya Nahar	Dwell Delicia, H-1, R-3, O.R. Nizam Road, Chittagong, Bangladesh	63	32	1605760062450720	375458959259	3,455,140	3.46%	Juldha Ship Yard Limited & Companygonj Agro Industries Limited	Chairman
Mohammed Yousuf		69	43	1605760062451031	110975963009	29,567,544	29.57%		Managing Director
Md. Salauddin Yousuf		37	15	1605760062450971	145958593452	3,247,520	3.25%		Director
Dr. Israt Jahan		38	15	1605760062450846	319833148251	3,123,495	3.12%		Director
Companigonj Agro Industries (Represented by Mr. Ahmed Hossain)	Bissho Bank Coloni Housing Estate House no :131-42 (1st Floor), Block: L, Akborsha, Chittagong	38	14	1605760062657457	455442408946	3,509,300	3.51%	Companygonj Agro Industries Limited	Nominated Director by Companigonj Agro Industries

- (c) The average cost of acquisition of equity shares by the directors certified by the auditors:

Auditors Certificate regarding average cost of acquisition of equity shares by the directors of Lub-rref (Bangladesh) Ltd.

TO WHOM IT MAY CONCERN

This is to certify that all the shares of Lub-rref(Bangladesh) Limited have been allotted to its Director in face value & in cash-bonus-other than cash and the average cost of acquisition of equity by the Director is Tk. 10 each, Necessary particulars of shareholdings, allotment dates and consideration are given below:

Date of Allotment	Nature of transaction	Number of Share hold					Consideration	Face Value (Tk.)
		Rubiya Nahar	Mohammed Yousuf	Md. Salauddin Yousuf	Dr. Israt Jahan	Ahmed Hossain		
First Subscribers to the MOA of Association at the time of incorporation (18-11-2001)	1 st Allotment	17,980	67,000	5,000	5,000	-	Cash	10
21-11-2001	2 nd Allotment		230,000				Cash	10
30-06-2003	3 rd Allotment	-	2,993,950	-	-	-	Cash	10
31-12-2003	4 th Allotment	-	2,137,450	-	-	-	Cash	10
18-01-2005	Transfer	4,990	-	-	-	-	Transfer	10
23-06-2005	5 th Allotment	2,328,800	7,809,800	-	-	-	Cash	10
03-07-2014	6 th Allotment	-	12,931,348	-	-	-	Cash	10
15-02-2015	Transfer	-	(260,000)	15,000	15,000	30,000	Transfer	10
30-07-2016	7 th Allotment	689,000	1,160,100	159,800	810,450	878,100	Cash	10
13-10-2016	8 th Allotment	414,370	497,896	3,067,720	2,293,045	2,601,200	Cash	10
04-10-2017	Transfer		2,000,000				Transfer	10
Total		3,455,140	29,567,544	3,247,520	3,123,495	3,509,300	Cash	10

Sd/-

Mahafel Huq & Co.
Chartered Accountants

Dated: 25 November, 2017
Place: Dhaka

(d) The detail description of capital built up in respect of shareholding (name-wise) of the issuer's sponsors- directors. In this connection, a statement to be included:

Mrs. Rubiya Nahar - Presently Chairman

Date of allotment-transfer of fully paid-up shares	Consideration	Nature of Issue	No. of equity shares	Face value	Issue price-acquisition price-transfer prices	Cumulative no. of equity shares	% pre-issue paid up capital	% post issue paid up capital	Sources of fund
18-11-2001 (First Allotment)	Cash	Ordinary share	17,980	10	10	1,7980	3.46%	2.38%	Own Source
18-01-2005	Transfer		4,990	10	10	22,970			
23-06-2005 (Fifth Allotment)	Cash		2,328,800	10	10	2,351,770			
30-07-2016 (7 th Allotment)	Cash		689,000	10	10	3,040,770			
13-10-2016 (8 th Allotment)	Cash		414,370	10	10	3,455,140			

Mohammed Yousuf - Presently Managing Director

Date of allotment-transfer of fully paid-up shares	Consideration	Nature of issue	No. of equity shares	Face value	Issue price-acquisition price-transfer prices	Cumulative no. of equity shares	% pre-issue paid up capital	% post issue paid up capital	Sources of fund
18-11-2001 (First Allotment)	Cash	Ordinary share	67,000	10	10	67,000	29.57%	20.36%	Own Source
21-11-2001 (Second Allotment)	Cash		230,000	10	10	297000			
30-06-2003 (Third Allotment)	Cash		2,993,950	10	10	3,290,950			
31-12-2003 (Fourth Allotment)	Cash		2,137,450	10	10	5,428,400			
23-06-2005 (Fifth Allotment)	Cash		78,09,800	10	10	13,238,200			
03-07-2014 (Six Allotment)	Cash		12,931,348	10	10	26,169,548			
15-02-2015 (Transfer)	Transfer		(260,000)	10	10	25,909,548			
30-07-2016 (7 th Allotment)	Cash		1,160,100	10	10	27,069,648			
13-10-2016 (8 th Allotment)	Cash		497,896	10	10	27,567,544			
04-10-2017 (Transfer)	Transfer		2,000,000	10	10	29,567,544			

Md. Salauddin Yousuf- Presently Director

Date of allotment-transfer of fully paid-up shares	Consideration	Nature of issue	No. of equity shares	Face value	Issue price-acquisition price-transfer prices	Cumulative no. of equity shares	% pre-issue paid up capital	% post issue paid up capital	Sources of fund
18-11-2001(First Allotment)	Cash	Ordinary share	5,000	10	10	5,000	3.25%	2.24%	Own Source
15-02-2015 (Transfer)	Transfer		15,000	10	10	20,000			
30-07-2016 (7 th Allotment)	Cash		159,800	10	10	179,800			
13-10-2016(8 th Allotment)	Cash		3,067,720	10	10	3,247,520			

Ms. Dr Israt Jahan- Presently Director

Date of allotment-transfer of fully paid-up shares	Consideration	Nature of issue	No. of equity shares	Face value	Issue price-acquisition price-transfer prices	Cumulative no. of equity shares	% pre-issue paid up capital	% post issue paid up capital	Sources of fund
18-11-2001(First Allotment)	Cash	Ordinary share	5,000	10	10	5,000	3.12%	2.15%	Own Source
15-02-2015 (Transfer)	Transfer		15,000	10	10	20,000			
30-07-2016(7 th Allotment)	Cash		810,450	10	10	830,450			
13-10-2016(8 th Allotment)	Cash		2,293,045	10	10	3,123,495			

Mr. Ahmed Hossain- Presently Director (Representative of Companigonj Agro Industries Ltd)

Date of allotment-transfer of fully paid-up shares	Consideration	Nature of issue	No. of equity shares	Face value	Issue price-acquisition price-transfer prices	Cumulative no. of equity shares	% pre-issue paid up capital	% post issue paid up capital	Sources of fund
15-02-2015 (Transfer)	Transfer	Ordinary share	30,000	10	10	30,000	3.51%	2.42%	Own Source
30-07-2016 (7 th Allotment)	Cash		878,100	10	10	908,100			
13-10-2016(8 th Allotment)	Cash		2,601,200	10	10	3,509,300			

(e) Detail of shares issued by the company at a price lower than the issue price:

Issue price has not been discovered yet and which shall be finalized as per book building procedure as specified in the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015. However, it shall be disclosed after finalization of the issue price. The Company issued 100,000,000 ordinary shares @ Tk. 10 per share as per audited accounts as on 30th June, 2019. All the existing shares are issued by the Company at face value of Tk. 10.00 each. Details of shares issued have been given under:

Issued, Subscribed and Paid-up capital

At present The Company has BDT 1,000,000,000 divided by 100,000,000 ordinary shares of face value of Tk. 10 each. The detail capital structure is given below:

Issued, Subscribed and Paid-up capital

At present The Company has BDT 1,000,000,000 divided by 100,000,000 ordinary shares of face value of Tk. 10 each. The detail capital structure is given below:

SL. No	Number of Shares	Class of Share	Allotment date	Nominal Price	Issue Price	Form of Consideration
1	100,000	Ordinary shares	18-11-2001	Tk. 10	Tk. 10	Cash
2	230,000		21-11-2001	Tk. 10	Tk. 10	Cash
3	2,993,950		30-06-2003	Tk. 10	Tk. 10	Cash
4	2,137,450		31-12-2003	Tk. 10	Tk. 10	Cash
5	10,138,600		23-06-2005	Tk. 10	Tk. 10	Cash
6	12,931,348		03-07-2014	Tk. 10	Tk. 10	Cash
7	26,591,317		30-07-2016	Tk. 10	Tk. 10	Cash
8	14,877,335		13-10-2016	Tk. 10	Tk. 10	Cash
9	30,000,000		04-10-2017	Tk. 10	Tk. 25.28	Cash
Total	100,000,000					

(f) History of significant (5% or more) changes in ownership of securities from inception.

Date of Allotment & Transfer	No. of Shares								
	Mohammed Yousuf	Rubiya Nahar	Nurat Nahar	Israt Jahan	Md. Salaududdin Yousuf	Aljah Musharraf Hossain	Md. Jashim Uddin	Md. Jashim Uddin	Ahmed Hossain Nominated Director of Companigonj Agro Industries Ltd.
As per Memorandum 18-11-2001	67,000	17,980	5,000	5,000	5,000	10	10	-	-
21-11-2001	230,000	-	-	-	-	-	-	-	-
30-06-2003	2,993,950	-	-	-	-	-	-	-	-
31-12-2003	2,137,450	-	-	-	-	-	-	-	-
18-01-2005 (transfer)	-	4990	(5000)	-	-	-	-	10	-
23-06-2005	7,809,800	2,328,800	-	-	-	-	-	-	-
03-07-2014	12,931,348	-	-	-	-	-	-	-	-
15-02-2015 (transfer)	260,000	-	-	15000	15000	-	15000	-	30000
30-07-2016	1,160,100	689,000	-	810,450	159,800	-	2,086,046	-	878,100
13-10-2016	497,896	414,370	-	2,293,045	3,067,720	-	42,236	-	2,601,200
15-11-2016 (transfer)	2,000,000	-	-	-	-	-	-	-	-
04-10-2017 (Private Placement)	-	-	8,800,000	-	-	-	-	-	-

CHAPTER-XIV

CORPORATE GOVERNANCE

- (a) **A disclosure to the effect that the issuer has complied with the requirements of Corporate Governance Guidelines of the Commission:**

**MANAGEMENT DISCLOSURE REGARDING COMPLIANCE WITH THE
REQUIREMENTS OF CORPORATE GOVERNANCE CODE OF BANGLADESH
SECURITIES AND EXCHANGE COMMISSION**

We would like to declare that we have complied with all the requirements of the applicable regulations of Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC) in respect of corporate governance including the constitution of the Board and committees thereof. The corporate governance framework is based on an effective independent Board, separation of the Board's supervisory role from the executive management team and constitution of the Board Committees, as required under applicable law.

Sd/-

Mohammed Yousuf

Managing Director

Lub-rref (Bangladesh) Limited

- (b) **A compliance report of Corporate Governance requirements certified by competent authority:**

**CERTIFICATE OF COMPLIANCE ON CORPORATE GOVERNANCE OF
LUB-RREF (BANGLADESH) LIMITED**

[As per required under the Bangladesh Securities Exchange Commission (BSEC) Guideline]

We have examined the compliance status to the Corporate Governance Code by LUB-RREF (BANGLADESH) LIMITED for the year ended 30 June, 2019. This Code relates to Notification No. BSEC/CMRRCD/2006-158/207/admin/80 Dated on 03 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the LUB-RREF (BANGLADESH) LIMITED. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance with 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 thereof, 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;
- (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 therequired under the Companies Act, 1994, the securities laws and other relevant laws; and
- (d) The Governance of the company is satisfactory.

Place: Dhaka

Date: 19 November, 2019

Sd/-

FAMES & R

Chartered Accountants

STATUS OF COMPLIANCE REPORT ON CORPORATE GOVERNANCE

LUB-RREF (BANGLADESH) LIMITED

Status of compliance with the conditions imposed by the Commission's Notification No BSEC/CMRRCD/2006-158/207/admin/80 Dated 03 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition No.	Title	Compliance Status(Put √ in the appropriate column)		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).	√		
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);	√		Total numbers of directors on the board is 07(Seven) includes with two independent directors
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;	√		
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 hold 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;	√		
1. (2) (b) (iii)	who has not been an executive of the company in immediately preceding 2 (two) Financial Years;	√		
1 (2) (b) (iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	√		
1 (2) (b) (v)	Who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	√		
1 (2) (b) (vi)	Who is not a shareholder, director excepting independent director or officer of any member or TREC holder of a stock exchange or an intermediary of the capital market;	√		
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;	√		
1(2)(b)(viii)	who is not independent director in more than 5 (five) listed companies;	√		
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	√		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
	advance to a bank or a Non-Bank Financial Institution (NBFI); and			
1 (2) (b) (x)	who has not been convicted for a criminal offence involving moral turpitude:-	✓		
1 (2) (c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	✓		Independent Directors has been appointed by the Board of Directors on 31st December, 2018 and already approved by the shareholders in 16 th AGM
1 (2) (d)	The post of independent director(s) cannot remain vacant for more than 90(ninety) days; and	✓		
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, (Companies Act, 1994).	✓		
(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 a 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	-	-	
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	✓		
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 an educational background in Economics or Commerce or Business Studies or Law; or	-	-	
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 Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	-	-	
1 (3) (c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	✓		
1 (3) (d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission.	-	-	No such issue arose
4	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer.-			

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
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;	✓		
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 the 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 the absence of the regular Chairperson shall be duly recorded in the minutes.	✓		
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 the 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 the continuity of any extraordinary activities and their implications (gain or loss);			"No such issue arose"
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;	✓		
1 (5) (vii)	A statement of the utilization of proceeds raised through public issues, rights issues and/or any other instruments;			No such issue arose
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.;			No such issue arose
1 (5) (ix)	An explanation of any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements;			No such matter to explain
1 (5) (x)	A statement of remuneration paid to the directors including Independent Director	✓		Independent Directors have not received any remuneration except Board Meeting Fees
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 the	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
	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;	✓		
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;			No such matter to explain
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;	✓		Business growth and reinvestment
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)	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	✓		
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;	✓		
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 the absolute figure for such changes;	✓		
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 immediately 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 a concerns mitigation plan of the company; and	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1 (5) (xxv) (g)	future plan or projection or forecast for the 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)	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 Officers			
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 the environment, employees, customers and suppliers; and independency.	✓		
2	Governance of Board of Directors of Subsidiary Company.-			The Company has no any 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);	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
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;	✓		
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 the approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	✓		
3 (2)	Requirement to attend the 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)			
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 sub-committees:			
4 (i)	Audit Committee; and	✓		
4 (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;	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be non-executive 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;			No such matter to explain
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.			No such incident arose
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 the reason for the 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 an emergency meeting in addition to regular meeting may be convened at the request of any one of the members of the Committee;	✓		
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:			
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;	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
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;	✓		
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.			No such matter arose
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;			No such incidence arose
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;			
5(6) (a)(ii) (c)	suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and			
5(6)(a)(ii) (d)	any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;			
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.			No such incidence arose

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		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.			No such incidence arose
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 sub-committee of the Board;	✓		
6(1)(b)	The NRC shall assist the Board in the 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 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;			No such incidence arose
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;			No such incidence arose
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 the 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			
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;			No such incidence arose
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	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
	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 an 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 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;	√		
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 a 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;	√		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
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 a conflict of interest.			No such incidence arose
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.	✓		
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.			Will be complied while 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).			Will be complied while listing
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 the compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.			Appointment Will be in next AGM
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.	✓		

a) Details relating to the issuer's audit committee and remuneration committee, including the names of committee members and a summary of the terms of reference under which the committees operate:

i) Name of audit committee members

Name Of Audit Committee Members	Name Of Remuneration Committee Members
Md. Ameer Faisal, Independent Director, (Chairman of the Audit Committee)	Mr. Wahid Uddin Chowdhury, Independent Director (Chairman of the Remuneration Committee)
Mr. Wahid Uddin Chowdhury, Independent Director (Member of the audit committee)	Mr. Ahmed Hossain, Director, (Member of the committee)
Mr. Ahmed Hossain, Director (Member of the audit committee)	Md. Ameer Faisal, Director (Member of the committee)
Md. Moshihor Rahman ACS, Company Secretary (Secretary of the audit committee)	Mrs. Rubiya Nahar, Director (Member of the Committee)
	Md. Moshihor Rahman ACS, Company Secretary (Secretary of the committee)

ii) Name of remuneration committee

The terms of reference of the audit committee are as follows:

- Oversee the financial reporting process;
- Monitor choice of accounting policies and principles;
- Monitor Internal Control Risk management process;
- Oversee hiring and performance of external auditors;
- Review along with the management, the annual financial statements before submission to the board for approval;
- Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval;
- Review the adequacy of internal audit function;
- Review statement of significant related party transactions submitted by the management;
- Review Management Letters- Letter of Internal Control weakness issued by statutory auditors.

The terms of reference of the remuneration committee are as follows:

- To assist the Board in developing and administering a fair and transparent procedure for setting policy on the remuneration of directors and senior management of the Company;
- Determining the remuneration packages;
- Review the Annual Confidential Report (ACR) of senior management of the company;
- Review and oversee the Company's overall human resources strategy.

CHAPTER-XV

VALUATION REPORT OF SECURITIES PREPARED BY THE ISSUE MANAGER

- a) **The valuation report of securities to be offered shall be prepared and justified by the issue manager on the basis of the financial and all other information pertinent to the issue:**

The valuation report of the securities offers of Lub-rref (Bangladesh) Ltd. prepared by issue manager (NRB Equity Management Ltd) on the basis of financial and another pertinent issue.

- b) **To prepare the valuation report, the issue manager may consider all qualitative and quantitative factors which shall be explained in details with rationale to consider such factors, the valuation methods used, sources of information and authenticity of such information:**

Qualitative factors

Some of the qualitative factors that help differentiate Lub-rref (Bangladesh) Ltd. from their competitors and enable them to compete successfully in the industry are as follows:

- Experienced Sponsors backed by professional management team
- Favorable Government policies for Lubricant sector due to
 - Huge demand in the international market
 - Opportunity for excess in global market
 - Competitive advantage for Bangladesh due to available cheap workers
 - Quality of product
- Technologically competent project
- Strategic location of the project.
- Well connected to highway and river port
- Quality asset-based
- Long-standing relationship with clients & suppliers
- Soundtrack record of business transaction
- No default history in past
- Belongs to a renowned company namely “Lub-rref (Bangladesh) Ltd.”

Quantitative factors:

Information presented in this prospectus is derived from audited financial statements for the year ended on 30 June, 209, 2018, 2017 & 2016 and for the year ended 31 December 2015 and 2014 as prepared in accordance with IAS and IFRS.

- c) **While preparing the valuation report, the issue manager shall avoid exaggeration and biasness and shall exercise independence and due diligence:**

The issue manager while preparing the valuation report, the issue manager shall avoid exaggeration and biasness and shall exercise independence and due diligence.

- d) **The issue manager(s) shall, among others, consider the following methods for valuation of the securities:**

The valuation report of the securities shall be prepared on the basis of the financial and all other information pertinent to the issue. The fair value is determined under different valuation methods referred in clause no. Annexure-E (B) (14) of Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 as amendments on July 06, 2017. The following table illustrates the calculation of fair value of Lub-rref (Bangladesh) Ltd. Valuation under different methods as prescribed in clause no. Annexure-E (B) (14) of Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 as amendments on July 06, 2017.

METHODS OF VALUATION:

We have considered the following methods to determine the share price of Lub-rref (BD) Ltd:

SI. No.	Valuation Methods	Fair Value (BDT)
Method -01	Net Asset Value (NAV) at historical or Current costs (With Revaluation Reserve)	31.93
Method -02	a) Earnings-Based-Value Per Share (Considering Average Market P/E)	26.61
	b) Earnings-Based-Value Per Share (Considering Average Sector P/E)	23.90
Method -03	Average Market Price of similar stock-based valuation	733.96

Method-1) Net Asset Value (NAV) per share with revaluation:

Audited financial statements as on 30 June, 2019

Shareholder's Equity	Note	Amount
Share capital	A	1,000,000,000
Revaluation Reserve	B	597,274,195
Share Premium	C	458,500,000
Retained Earnings	D	1,137,317,888
Total Share Holder's Equity	E=A+B+C+D	3,193,092,083
No. of Shares Outstanding	F	100,000,000
Net Assets Value Per Share With Revaluation	G=E/F	31.93

Method (2)

a) Valuation with reference to Earning-Based-Value Per Share (Considering Overall Market P/E)

Year	No. of Share	Net profit After Tax	Weighted Average No. of Share	Weighted Average Net profit after tax
30-Jun-19	100,000,000	207,630,054	0.28	58,389,632
30-Jun-18	100,000,000	204,504,327	0.28	57,510,617
30-Jun-17	70,000,000	150,592,369	0.20	42,349,519
30-Jun-16	28,531,348	61,541,247	0.08	17,306,602
31-Dec-15	28,531,348	95,182,735	0.08	26,767,247
31-Dec-14	28,531,348	73,900,739	0.08	20,782,333
Total	355,594,044	793,351,471	1.00	223,105,950
Total No. of Shares Outstanding as on 30 th June 2019				100,000,000
EPS Based On Weighted Average net Profit After Tax				2.23
DSE Overall Market average P/E of 3 months				11.93
Historical Earning Based Value Per Share (WEPS X Market P/E)				26.61

b) Valuation with reference to Earning-Based-Value Per Share (Considering Overall Sector P/E)

Year	No. of Share	Net profit After Tax	Weighted Average No. of Share	Weighted Average Net profit after tax
30-Jun-19	100,000,000	207,630,054	0.28	58,389,632
30-Jun-18	100,000,000	204,504,327	0.28	57,510,617
30-Jun-17	70,000,000	150,592,369	0.20	42,349,519
30-Jun-16	28,531,348	61,541,247	0.08	17,306,602
31-Dec-15	28,531,348	95,182,735	0.08	26,767,247
31-Dec-14	28,531,348	73,900,739	0.08	20,782,333
Total	355,594,044	793,351,471	1.00	223,105,950
Total No. of Shares Outstanding as on 30 th June 2019				100,000,000
EPS Based On Weighted Average net Profit After Tax				2.23
DSE Overall Sector average P/E of 3 months				10.72
Historical Earning Based Value Per Share (WEPS X Sector P/E)				23.90

Month name	Sector P/E	Market P/E
November-2019	11.25	12.26
December-2019	10.55	11.80
January-2020	10.35	11.74
Average	10.72	11.93

Source: Information collected from DSE Monthly Review (August, September and October-2019)

Method-3: Average market price of similar stock based valuation

Sl. No	Date	Eastern Lubricants	Padma Oil Co. Ltd	Jamuna Oil Co. Ltd
1	27-Feb-19	1,267.10	238.90	189.20
2	31-Mar-19	1,597.30	233.30	186.80
3	30-Apr-19	1,316.20	227.80	167.60
4	31-May-19	1,265.80	228.20	174.50
5	30-Jun-19	1,237.70	230.60	173.80
6	30-Jul-19	1,195.00	227.10	167.10
7	29-Aug-19	1,232.00	225.00	165.00
8	30-Sep-19	1,242.10	208.50	152.50
9	30-Oct-19	1,058.40	232.50	165.20
10	28-Nov-9	1,024.90	216.10	166.90
11	30-Dec-19	963.30	192.20	141.90
12	30-Jan-20	928.10	176.10	139.00
Average Price		1,193.99	219.69	165.79
Average Price of these 03 (three) Stocks				526.49

Reference: DSE website (www.dsebd.org)

CHAPTER-XVI

DEBT SECURITIES

- (a) **The terms and conditions of any debt securities that the issuer Company may have issued or is planning to issue within next six months, including their date of redemption or conversion, conversion or redemption features and sinking fund requirements, rate of interest payable, Yield to Maturity, encumbrance of any assets of the issuer of such securities and any other rights the holders of such securities may have;**

Lub-rref (Bangladesh) Limited has not issued or is planning to issue any debt securities within 6(six) months.

- (b) **All other material provisions giving or limiting the rights of holders of each class of debt securities outstanding or being offered, for example, subordination provisions, limitations on the declaration of dividends, restrictions on the issuance of additional debt or maintenance of asset ratios;**

Lub-rref (Bangladesh) Limited has not issued or is planning to issue any debt securities

- (c) **Name of the trustee(s) designated by the indenture for each class of debt securities outstanding or being offered and describe the circumstances under which the trustee must act on behalf of the debt holders;**

Lub-rref (Bangladesh) Limited has not issued or is planning to issue any debt securities therefor there is no trustee for this issue.

- (d) **Repayment/ redemption/conversion status of such securities.**

Lub-rref (Bangladesh) Limited has not issued or is planning to issue any debt securities; therefore, there is no repayment or redemption or conviction status of such securities.

CHAPTER-XVII

PARTIES INVOLVED AND THEIR RESPONSIBILITIES, AS APPLICABLE

SL No.	Name of Parties		Responsibilities
(a)	Issue Manager	NRB Equity Management Limited	The Issue Managers will act as the manager to the issue for the public issue as described in the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015.
(b)	Underwriters	✓ Citizen Securities & Investment Limited ✓ BMSL Investment Limited ✓ UNICAP Investments Limited ✓ Southeast Bank Capital Services Limited ✓ BLI Capital Limited ✓ NBL Capital & Equity Management Ltd. ✓ BetaOne Investments Limited ✓ NRB Equity Management Ltd.	The Underwriters will act as the underwriters to the public issue as described in the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015.
(c)	Auditors	Asharf Uddin & Co. Chartered Accountants	To express an opinion on these financial statements based on their audit. Auditor will conduct the audit in accordance with Bangladesh Standards on Auditing (BSA).
(d)	Cost and Management Accountant(s)	Not Applicable for the Company	
(e)	Registrar to the Issue	BetaOne Investments Limited	The Registrar to the Issue will act as the registrar to the issue for the public issue as described in the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015.
(f)	Valuer	Ahmad & Akhtar CHARTERED ACCOUNTANTS	To discover the fair value of the assets of the Company.
(g)	Credit Rating Company	Credit Rating Information and Services Limited (CRISL)	Examination, preparation, finalization and issuance of credit rating report without compromising with the matters of any conflict of interest and compliance with all the requirements, policy procedures of the rules as prescribed by the Bangladesh Securities & Exchange Commission.

CHAPTER-XVIII

MATERIAL CONTRACTS

a) Major agreements entered into by the issuer;		b) Material parts of the agreements:	c) Fees payable to different parties:
Issue Manager	Issue Management agreement between Lub-rref (Bangladesh) Ltd. and NRB Equity Management Limited.	The Issue Manager shall issue a Due Diligence Certificate in favor of the Company to execute the public issue in compliance with the BSEC (Public Issue) Rules, 2015	NRB Equity Management Limited Tk. 30,000,000/-
Registrar to	Registrar to the Issue agreement with BetaOne Investments Limited		BetaOne Investments Limited Tk. 1,000,000/-
Underwriters	Underwriting agreement between the Company and with the following underwriters: ✓ Citizen Securities & Investment Limited ✓ BMSL Investment Limited ✓ UNICAP Investments Limited ✓ Southeast Bank Capital Services limited ✓ BLI Capital Limited ✓ NBL Capital & Equity Management Ltd. ✓ BetaOne Investments Limited ✓ NRB Equity Management Ltd	The issuer in the event of undersubscription shall notice to the underwriters within ten days of closer of subscription calling upon them to subscribe the securities and pay for this in cash in full within 15 days of the date of said amount shall be credited to securities subscription account within the said period. The Issuer shall within 7 days of the expiry of the commission proof of subscription and deposit of the money by the underwriters.	Underwriting commission at the rate of 0.5% on 35% of the total IPO amount (Public Portion) i.e., Tk.1,068,871/- (Tk.610,783,200@35%@0.05%) of the issue value of shares underwritten by them

Copies of the above-mentioned contracts and documents and the consent order from Bangladesh Securities and Exchange Commission may be inspected on any working day during office hours at the Companies Registered Office.

CHAPTER-XIX

LITIGATIONS, FINE OR PENALTY

a) The following litigation including outstanding litigations against the issuer or any of its directors and fine or penalty imposed by any authority:

The Lub-rref (Bangladesh) Limited or any of its Directors was not involved in any of the following types of Legal Processing are mentioned below:

i)	Litigation involving Civil Laws	There is no litigation of the Issuer or Director's in Civil laws
ii)	Litigation involving Criminal Laws	
iii)	Litigation involving Securities, Finance and Economic Laws	There is no litigation of the Issuer or Director's in Securities, Finance and Economic Laws
iv)	Litigation involving Labor Laws	There is no litigation of the Issuer or Director's involving Labour Laws
v)	Litigation involving Taxation (Income tax, VAT, Customs Duty and any other taxes-duties)	There is no litigation of the Issuer or Director's involving Taxation (Income tax, VAT, Customs Duty and any other taxes-duties)
vi)	Litigation involving any other Laws	There is no litigation of the Issuer or Director's involving any other Laws

b) Outstanding cases filed by the Company or any of its directors:

There are no outstanding cases filed by the Issuer or any of its Directors to any of the following types of Legal Processing are mentioned below:

i)	Litigation involving Civil Laws	There is no cases filed by the Issuer or Director's
ii)	Litigation involving Criminal Laws	
iii)	Litigation involving Securities, Finance and Economic Laws	
iv)	Litigation involving Labor Laws	
v)	Litigation involving Taxation (Income tax, VAT, Customs Duty and any other taxes-duties)	
vi)	Litigation involving any other Laws	

Any case under the aforementioned laws has not been filed by the Company except as follows:

Contingent Liabilities:

A Contingent Liability of tk. 9,381,752/- is made as per IAS Para 86. Following are the details of the pending issue related to litigation regarding taxation filed for the assessment years 2013-2014 & 2015-2016 bearing ITRA No. 535-2017 for 2013-2014 & 537-2017 for 2014-2015 dated 16.10.2017 which are pending in the high court.

Accounting Year	Assessment Year	Status	Provision Made on Accounts	Assessment Made by DCT	Excess- (under) Provision (Contingent Liabilities)
31-Dec-12	2013-2014	Assessment Completed by DCT but litigation to high court for its decision is yet pending	1,684,567	2,354,339	669,772
31-Dec-13	2014-2015		1,591,315	10,303,295	8,711,980
Total			3,275,882	12,657,634	9,381,752

CHAPTER-XX

RISK FACTORS AND MANAGEMENT'S PERCEPTIONS ABOUT THE RISKS

The factors described below may conceivably materially affect investors' decisions as an investment in equity shares involves a high degree of risk. The company is operating in a globally competitive industry involving both external and internal factors having direct as well as indirect effects on the investments. Investors should carefully consider all of the information in this prospectus, including the risk factors, both external and internal, and management perceptions enumerated hereunder before making an investment decision. If any of the following risks actually occur, their business, results of operations and financial condition could suffer, the trading price of their equity share could decline, and investors may lose all or part of their investment.

1. Internal risk factors:

a) Credit Risk;

The risk of loss of principal or loss of a financial reward stemming from a borrower's failure to repay a loan or otherwise meet a contractual obligation. Credit risk arises whenever a borrower is expecting to use future cash flows to pay a current debt. This is the risk of default on a debt that may arise because of default by the borrower to pay the loan. In operating any business there is always credit risk lies in the business.

Management Perception:

Although the issuer is exposed to the credit risk due to the trading activities of the company, but the company has been working with its Dealers, Distributors, and other trade related parties since long. The experience of the Company managing the credit risk is quite good and there were hardly some causes of default. Considering these facts, it can be asserted that Lub-rref's profitability will not be affected due to credit risk. Moreover, the company's risk management policies are effective enough in terms of managing credit risks arisen from daily transactions.

b) Liquidity Risk;

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach to managing liquidity (cash and cash equivalents) is to ensure as far as possible, that it will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions without incurring unacceptable losses or risking damage to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalent to meet expected operational expenses including financial obligations through the preparation of the cash flow forecast with due consideration of time line of payment of the financial obligation and accordingly arrange for sufficient fund to make the expected payment within due date. In extremely stressed conditions, the company may get support from the related company in the form of shortterm financing.

Management Perception:

The management of the issuer is aware of the threat of liquidity crisis and accordingly it is maintaining an effective working capital management strategy which is essentially focused on the liquidity issue of the company. As a matter of fact, the company is maintaining an optimum level of liquid assets to avoid any sort of risks raised due to insufficient liquidity. As such the company is strictly controlling its inflows, outflows and the use of its liquid funds.

c) Risk associated with the issuer's interest in subsidiaries, joint ventures and associates;

Right now, Lub-rref (Bangladesh) Limited has no subsidiaries, joint ventures and associate's concern.

Management perception:

The Company does not have any interest in subsidiaries, joint venture and associate's companies. So, there are no such possibilities of arisen risk in this respect.

d) Significant revenue generated from limited number of customers, losing any one or more of which would have a material adverse effect on the issuer;

There is risk involved in having a limited number of customers and losing that particular customer has a negative impact on company's sales and Cash flow as well as textile sector.

Management Perception:

The issuer is not dependent on any particular or limited number of customers to operate its business and the management is always keen to find out its new customers which boost up the sales. The Company distributes its products to its Customers, Dealers and other customers across the country. As part of the marketing strategy, the company is always trying to maintain a good relationship with its customers and take feedback about the products regularly. As such there is less chance to lose customers; and losing a small number of customers will not materially affect company's profitability and growth with its upward customer demand and products quality and competitive price.

- e) **Dependency on a single or few supplier of raw materials, failure of which may affect production adversely;**

Management Perception:

The issuer has many suppliers of raw materials and thus it gets competitive advantage of cheaper price of raw materials. It imports raw materials from different suppliers of different countries and maintains a good relationship with its suppliers. The management of the Company is aware of the risk and continues to search suppliers for low cost raw material without compromising quality from different countries. Lub-rref (Bangladesh) Ltd. Has alternative options for purchasing raw materials. If any supplier is unable or disagree to supply raw materials then the Company would go for next best alternative supplier immediately.

- f) **More than 20% revenue of the issuer comes from sister concern or associate or subsidiary;**

Having 20% revenue generation from sister concern or associated or subsidiary makes issuer dependent on other companies. Hence, there is dependency risk Revenue would be concentrated if it comes from sister concern or associate or subsidiary company.

Management Perception:

As the Company has no associate or subsidiary and no sales with any other sister concern.

- g) **Negative earnings, negative cash flows from operating activities, declining turnover or profitability, during last five years, if any;**

Last five years' results regarding earnings, cash flows from operating activities, turnover or profitability are very important to predict future performance of the company.

Management Perception:

The issuer has been performing consistently with maintaining a satisfactory growth level. The cash flows of the company have never been shown negative during the period of last 5 years. Besides, the turnover of the company has been increasing over the years. Along with the turnover, the profitability of the company has also been increasing consistently. Therefore, the management perceives no threat from the issue as mentioned above.

- h) **Loss-making associate or subsidiary or group companies of the issuer;**

The Company may expose to risk of contagion which refers that the financial problem, especially insolvency, of one member of a group will bring about the deterioration in the condition of all members.

Management perception:

The issuer does not have any associate or subsidiary. Therefore, the management of the company perceives no threat for making any loss therefrom.

- i) **Financial weakness and poor performance of the issuer or any of its subsidiary or associates;**

Financial performance has a material impact on the sustainability of the Company as going concern.

Management perception:

As the issuer does not have any subsidiary or associate, therefore the management perceives no threat of any financial weakness and poor performance.

- j) **Decline in value of any investment;**

Investment value might rise or fall because of market conditions (market risk). The corporate decision, such as whether to expand into a new area of business or merge with another company, can affect the value of the investment.

Management perception

We do not have any investment.

- k) **Risk associated with useful economic life of plant and machinery, if purchased in second hand or reconditioned;**

There is obsolesces risk relating to plant & Machinery. If the machinery is purchased from secondhand or reconditioned there is high risk relating to the profitability of the company.

Management Perception:

The issuer has been using machineries with good condition. It has no plan to purchase second hand/ reconditioned machineries except few machineries which remains a significant portion of economic life.

- l) Adverse effect on future cash flow if interest free loan given to related party or such loans taken from directors may recalled;**

There is an interest burden on the company if the company gives Loan to the director or related party other excluding Interest if the money taken as loan. On the other hand, if such loan is taken from a related party or Director there will have a negative impact on the cash flows to pay off the loan.

Management perception

No unsettled receipt and payment in case of related party transaction. No director was given to or taken from loan from the Company. So no risk shall arise or possibilities to arise in the future.

- m) Potential conflict of interest, if the sponsors or directors of the issuer are involved with one or more ventures which are in the same line of activity or business as that of the issuer and if any supplier of raw materials or major customer is related to the same sponsors or directors.**

Conflict of interest between the issuer and its suppliers or major customer arise due to common management may create an impediment in the day to day business operational process.

Management perception

No sponsor or director hold any position or own any stake in the business of its supplier or customer. So, no conflict would be arisen in this respect.

- n) Related party transactions entered into by the company those may adversely affect competitive edge;**

In many cases related party transaction is undertaken in the course of the normal business of an entity, in view of the nature of related party relationships and transaction they may carry a higher risk about the ability of the Company to continue in business as a going concern- if the entity's interest is constantly subordinated to that of related party.

Management perception

The Company provides adequate disclosures in the audited financial statements which is sufficient about its related party transaction. The above disclosure is presented in true and fair view of the company's transaction with the related party. So, there are no such possibilities of arise of conflict in this respect.

- o) Any restrictive covenants in any shareholders' agreement, sponsors' agreement or any agreement for debt or preference shares or any restrictive covenants of banks in respect of the loan- credit limit and other banking facilities;**

The future business process or revenue may hinder by any such restrictive covenants stipulated in the agreement with shareholders, with the sponsor or any loan agreement with the bank or financial institutes.

Management perception

Lub-rref (Bangladesh) Limited is always aware of terms and conditions including any type of restrictive covenants before entering in to and signing agreements. There are no restrictive covenants in any shareholders' agreement, sponsors' agreement or any agreement relating to debt or preference shares or any restrictive covenants of banks in respect of loan or credit limit and other banking facilities.

- p) Business operations may be adversely affected by strikes, work stoppages or increase in wage demands by employees;**

Lubricant Oil Based industries operate mutually by workers and management mutual understanding. Owners are always concern about the worker's demand.

Management Perception:

Business operation of the issuer may be affected by strikes, work sabotage, increase in wage demands by employees. The company always maintains a good relationship with all of its employees. The company believes that employees are their main strength. The company has 215 employees who are getting salary and other benefits above Tk. 8,500 as per the audited financial statements of the company as on 30th June 2019. The company values its workers and employees and strives to maintain high standard of labor practices to ensure congenial work environment for its employees. So, it is highly unlikely that all the employees will for strikes.

q) Seasonality of the business of the issuer;

Revenue of the company would be affected if the business is seasonal or if the company is not doing business over the year.

Management Perception:

There is significant seasonal variations-aspect on the company's business. So, the management takes adequate measures as to cope with the seasonal variations.

r) Expiry of any revenue generating contract that may adversely affect the business;

The revenue would be embraced if any contract for which revenue generated had expired.

Management Perception:

The issuer has not entered into any such contract to its customers and suppliers. Besides, there is a sustainable growing number of demands of the company's products over the years. Therefore, no such risk is exposed to the company that may adversely affect the business as a whole.

s) Excessive dependence on debt financing which may adversely affect the cash flow:

The company may expose to a high degree of risk and its future cash flow from operation shall be squeezed due to financial expenses.

Management Perception:

Though there are some advantages of debt financing, it causes increased financial expenses and creates excessive pressure on free cash flow. In case of Lub-rref (Bangladesh) Limited dependence on debt financing is being reduced and the debt to equity ratio of the Company is declining. Presently, the Company has given more attention to equity financing and strives to go to public.

t) Excessive dependence on any key management personnel absence of whom may have adverse effect on the issuer's business performance;

Key Management personnel have a key role in the organization for the smooth operation of the company. If key management personnel turnover is high that has an adverse impact on organizational day to day activities.

Management perception:

Since inception of the Company, the employee rotation rate is low. The organizational structure is well organized in such a way that any key management person if not in job that's shall have no impact on Company's overall performance as other team members of his nearest position capable of taking the responsibility.

u) Enforcement of contingent liabilities which may adversely affect financial condition;

Contingent liabilities are likely to have a negative impact on a company's stock share price because they threaten to reduce the company's assets and net profitability. The extent of the impact on share price depends on the estimated probability of the contingent liabilities becoming actual liabilities

Management Perception:

The Company has the pending issue related to litigation regarding taxation filed for the assessment years 2013-2014 tk. 669,772 & 2015-2016 Tk. 8,711,980 totaling Tk. 9,381,752/- bearing ITRA No. 535-2017 for 2013-2014 & 537-2017 for 2014-2015 dated 16.10.2017 which are pending in the high court which is considered as contingent liabilities in financial statements as on 30 June 2019 note no: 32.00

v) Insurance coverage not adequately protect against certain risks of damages;

The Company shall expose to significant loss if its assets are not properly covered by insurance.

Management Perception:

The company has different insurance coverage for all the relating issues that are risky to operating business. The Company diversifies the risk of damage of its assets by taking insurance policies from Green Delta Insurance Company Ltd. & Pragati Insurance Ltd. All fixed assets of the Company are under insurance coverage.

w) Absence of assurance that directors will continue its engagement with Company after expiry of lock in period;

The company may expose to certain risk to operate its day to day business operations if the current director's engagement shall not continue after the expiry of the lock-in period.

Management perception:

The sponsors of the Company are Directors from the inception of this venture and over the period it has been achieved a sustainable business growth. It is now "going to be listed" which will increase the image, compliance issues and overall business of the Company. So, the management thinks sponsor Directors and other Directors will remain with the Company and will continue the business for foreseeable future after IPO.

x) Ability to pay any dividends in future will depend upon future earnings, financial condition, cash flows, working capital requirements and capital expenditure:

Any future dividend payment depends on the future revenue generation. Any negative earnings in the future shall be hindered future financial stability of the company.

Management Perception:

Lub-rref (Bangladesh) Ltd. is a profitable entity over the long period with sustainable business growth which is in uptrend and it has sufficient profit in present capacity to pay dividend. Besides, its cash flow is positive with good condition, EPS is in positive growth, having working capital surplus and return on equity is in positive growth. After going to IPO it will repay debt of good amount and fulfil requirement of capital expenditure requirement and expand its business to meet increased market demand of its product which will decrease financial expenses and increase the profitability. As a result, extra cash will be generated to pay more dividend in future.

y) History of non-operation, if any and short operational history of the issuer and lack of adequate background and experience of the sponsors;

History of non-operation indicates weak operational management of the Company. Non-operation leads to negative cash flow, incurring of losses and bankruptcy in worst case scenario.

Management Perception:

As a manufacturer, Lub-rref (Bangladesh) Limited take their operation very seriously. They know, if the operation is stopped for one day that can hamper supply to their customers. In any situation, they do not compromise with their operation. The company started commercial operation from 2006 and they are proud to state that the company has never been non-operative till date. Considering the paper industry at world perspective, our sponsors have adequate background and experience. We have own power supply back up and other required support for uninterrupted smooth operation.

z) Risks related to engagement in new type of business, if any;

Management Perception:

Lub-rref (Bangladesh) Limited is engaged in manufacturing in lube blending & refining since long period with profitability and reputation under "BNO Lubricants". So, the company has no plan to be engaged in new type of business as there is risk associated with starting it for different reasons. As such there is no such type of risk.

aa) Risk in investing the securities being offered with comparison to other available investment options;

The Company would be exposed off potential financial distress if return on invest is low compare to alternative investment options they have.

Management perception:

Lub-rref (Bangladesh) Limited is a growing and profitable Company in the sector of lubricants in Bangladesh. The demand of lubricants is increasing day by day at local, regional and foreign market as well. The company is efficient with experienced management and well-trained manpower with satisfactory skills and knowledge of their product and business. So, it is not risky in investing securities in Lub-rref (Bangladesh) Limited with comparison to other available investment options.

bb) Any penalty or action taken by any regulatory authorities for non-compliance with provisions of any law;

The company shall have a risk to expose of eroded its brand name and goodwill in case of penalty or action taken by the regulatory authority.

Management Perception:

The Company did not expose to any such penalty from its inception. So the management of the Company alleged that there is little scope of arising such risk in near future. So the management of Lub-rref (Bangladesh) Limited believes that it is highly unlikely of any penalty or action was taken by any regulatory authorities for non-compliance with provisions of any law.

cc) Litigations against the issuer for Tax and VAT related matters and other government claims, along with the disclosures of amount, period for which such demands or claims are outstanding, financial implications and the status of the case;

Any litigation in terms of unsettled tax, VAT or any other Govt. claim may hamper business operation of The Company as well as may create future potential financial losses.

Management perception

The Company has an unsettled tax or VAT cases against which litigation was made in court. Al tax liability was settled. Again, the Company always maintain tax provision for settle any tax liability if impose by NBR.

dd) Registered office or factory building or place of operation is not owned by the issuer;

If office and factory location is not own by the Company business operation may hamper.

Management Perception:

The Registered office and factory building or place of operation both are owned by the issuer. Therefore, the management perceives that there is no risk exposed to registered office or factory building or its place of operation.

ee) Lack of renewal of existing regulatory permissions- licenses;

Non-renewal of license may hamper day to day business operation of the company.

Management perception:

All of the regulatory permission and licenses are kept up to date and duly renewed time to time for smooth operation & production. There is no such issue relating to lack of existing regulatory permission/licenses.

ff) Failure in holding AGM or declaring dividend or payment of interest by any listed securities of the issuer or any of its subsidiaries or associates;

There may have a legislative impact on the business operation of any Company by any judgment of Honorable High Court in case of failure of any listed company of the group for not comply with the state laws such as The Companies Act 1994 or payment of dividend to the shareholders in due course.

Management perception:

Lub-rref (Bangladesh) limited has no listed securities or any of its subsidiaries or associates. Hence, this risk is not applicable for the Company.

gg) Issuances of securities at lower than the IPO offer price within one year;

If the issuer was issued share at lower than the IPO offer price within one year, there have possibilities to arise misperception about IPO price.

Management perception:

Such types of issue arised up to submission of the Prospectus.

hh) Refusal of application for public issue of any securities of the issuer or any of its subsidiaries or associates at any time by the Commission.

Any refusal of application for public issue of any securities of the issuer may hinder confidence of the Company or convey negative impression about the financial status to the shareholders

Management perception:

Bangladesh Securities and Exchange Commission (BSEC) has initially refused IPO Application due to Revaluation of Assets (upward revelation), Submitted Quarter Accounts, Corporate Governance (Appointment of Independent Director) and Recognition of Worker Profit Participation Fund (WPPF) which was duly mitigated & subsequently accepted by BSEC.

2) External risk factors may include among others:**a) Interest rate risks;**

Interest rate risk is associated with the fluctuations in market interest rates which cause a company's cost of debt to increase. Changes in the Government's monetary policy also tend to increase the interest rates. The high rate of interest may adversely affect the operating results and financial performance of the company with additional financial charges and squeeze the profit of the company.

Management Perception:

The management of the Company is always aware of the interest rates at which the debts of the Company are being financed. Management finances both long term and short-term funds at competitive rates. The Company has been repaying borrowed funds on a continuous basis to reduce such interest rate risk. The present rate of interest is negative which is favorable for the company.

b) Exchange rate risks;

The company's major raw materials are unrefined Base Lube Oil that are procured from both local and foreign sources and the company imports machinery and equipment against payment of international currencies (USD and EURO) but most of the transactions occur in US Dollars. Unfavorable volatility or currency fluctuations may increase import cost and thus affect the profitability of the Company.

Management Perception:

The risk of foreign exchange cannot be eliminated fully as we require importing raw materials. However, the management is always alert in minimizing the negative impact of currency fluctuation cost by looking for new sources of raw materials and constantly negotiating with suppliers in reducing price. It always takes steps to hedge all major currency dealings to safeguard the interest of the company. Besides, we also export our products where we earn foreign currencies. So, due to fluctuation of exchange rate we experienced no loss in the past years.

c) Industry risks;**1. Market demand:**

Company's sales and revenues are dependent on the aggregate demand of its products. Any economic recession, changes in requirements, national income and other related factors may cause to decline the market demand of The Company products.

Management perception:

World's top-class raw materials, best quality, attractive price, strong brand of the company's products to its customers has enabled the Company to capture significant market share in the sector. The Company is continuously penetrating into the market and upgrading the quality of the products to minimize the market risks.

2. Raw materials and energy costs:

Instability in raw materials and energy costs may hamper the profitability of The Company significantly. A recent government decision regarding escalation of electricity prices will put a huge pressure on the product cost of the local business.

Management perception:

Our management believes that efficient management of inventories, proper sourcing & timing, economic order quantity and efficient handling of credit facilities can reduce the cost of procurement. For power and electricity, the issuer has own power generator for uninterrupted production. The electricity cost is same for all other competitors so it will be adjusted with price accordingly.

d) Economic and political risks;**Economic risks:**

The economy could be adversely affected by various factors such as political or regulatory action, including adverse changes in liberalization policies, social disturbances, terrorist attacks and other acts of violence or war, natural calamities, commodity and energy prices and various other factors. Any significant changes may adversely affect our business and finance.

Management Perception:

Bangladesh economy is booming for last few years. Consistent industrial growth along with increased agricultural production has made the Per Capita Income higher than that of recent years. In addition, favorable government policies and industry-friendly policies by other regulatory bodies have proved to be congenial to the economy of the country. The management of the company is aware of such risks.

Political risks:

Bangladesh is prone to serious unrest in the political condition which produces strike, road-blocked and many other barriers to the business. This could also push the cost of the product upwards.

Management Perception:

During the last forty-seven years of the post-independence period, Bangladesh has gone through a variety of political situations. But recently, a stable political atmosphere is prevailing in the country. Both the ruling and opposition parties are committed to the betterment of the country. Political parties are thinking for growth of the country.

e) Market and technology-related risks;**Market risk:**

Market risk refers to the risk of adverse market conditions affecting the sales and profitability of the company. Mostly, the risk arises from falling demand for the product or service which would harm the performance of the company. On the other hand, strong marketing and brand management would help the company increase their customer base. Lubricating oil market in Bangladesh is very competitive due to the presence of many global giants. A Large number of international lubricating oil companies have marketed their products directly or through local agencies.

Management perception:

“BNO Lubricants” is steadily building brand equity of its own. Almost all the Blending Plants & local agents use Multinational Brand while marketing their products. “BNO Lubricants” enjoys a unique position in this regard. They have entered into technical collaboration with Multinational Formulators, working for obtaining major OEM’s approval but using absolutely own brand giving a special feeling to the end users. Through strong quality control measures & price competitiveness “BNO Lubricants” has gradually extended its market shares with the growth of the economy.

Technology-related risks:

Technology always plays an essential role in any business concern that ensures better services to the customers and reduces the cost in various aspects. Any invention of new and more cost-effective technology may cause technological obsolescence and negative operational efficiency. Besides, any severe defects in the plant and machinery may have an effect on productivity and profitability due to additional investment for replacement or maintenance.

Management perception:

Lub-rref (Bangladesh) Ltd has set up most modern & computerized system for both Lube Blending and Re-Refining plant wherein pre-quantification of Base Oils, Additives, and other related chemicals etc. are digitally controlled and cross verified by external and internal regulatory bodies. The Company has also set up a State-of-the-Art laboratory and modern equipment has been procured from the world’s most reputed sources & patented testing and measuring equipment makers. While more testing equipment are in the pipeline. Besides, Lub-rref has its own Lab and R&D facilities and technical know-how agreement with US-based Company able to provide new invention with moderate investment.

f) Potential or existing government regulations;

The Company operates under Companies Act, 1994, Income Tax Ordinance, 1984, Income Tax Rules, 1984, Value Added Tax (VAT) Act, 1991, Value Added Tax (VAT) Rules, 1991, Customs Act, 1969 and other related regulations. Any abrupt changes in the policies made by the regulatory authorities may unfavorably affect the business of the Company.

Management perception:

Unless any policy change that may negatively and materially affect the industry as a whole, the business of the Company is expected not to be affected significantly. Lubricating Oil industry in Bangladesh is a sector with considerable local demand for differentiated product lines. Therefore, it is highly unlikely that the Government will initiate any fiscal measure having an adverse effect on the growth of the industry.

g) Potential or existing changes in global or national policies;

The Company is dependent on imported raw materials. Any scarcity due to changes in policy in the international market might dent the production level and profitability. The performance of the company may be affected due to unavoidable circumstances both in Bangladesh and worldwide, as such political turmoil and disturbance in the country may adversely affect the economy in general.

Management perception:

The management of Lub-rref (Bangladesh) Limited is always concerned about the prevailing and unforeseen future changes in the global or national policy and equipped them to respond appropriately and timely to safeguard its interest. Due to the strong brand equity of the company in the local market and with long and profound track experience, the Company will always endeavor to withstand the unexpected changes or any such potential threats. Nevertheless, political stability and a congenial business environment is definitely the best situation in which “BNO Lubricants” is destined to achieve its maximum potential. Political turmoil and the disturbance are not good for any economy so also for any company.

h) Statutory clearances and approvals those are yet to be received by the issuer;

To smooth running of the business operation statutory clearance is required.

Management Perception:

The company has collected all the statutory clearance and approval to operate the business. The necessary update and renewal are a continuous process. Hence, there is a limited degree of such risk associated with the company.

i) Competitive condition of the business;

Lub-rref (Bangladesh) Limited is operating in a free market economy regime. The company might have to face stiff competition from its competitors. Easily availability of global products in the local markets adds to the competition, challenging the profitability of the business.

Management Perception:

Bangladesh is the key source of economic labor in the world, gaining proportional advantages for its industries over their global competitors. Other overhead costs are also low in Bangladesh. As a result, the company has been able to maintain its cost of products most competitive. Moreover, over the last few years the company has built a trustworthy relationship with its customers, which helps the company avoid competition with others.

j) Complementary and supplementary products or services which may have an impact on business of the issuer.

Complementary and supplementary product may have an impact on the sale of the existing product of the Company.

Management Perception:

The company has not faced any challenges relating to supplementary and complementary products and management are concerned with the issue. In future, if necessary, management may diversify the product to be competitive over the competitors.

CHAPTER-XXI

DESCRIPTION OF THE ISSUE

a)	Issue Size	Tk. 1,500,000,000.00
b)	Number of Securities to be issued	45,243,144 No of Shares
c)	Authorized Capital and Paid-up capital	Authorised Capital Tk. 2,500,000,000 Pre IPO Paid Up Capital Tk. 1,000,000,000 Post IPO Paid Up Capital Tk. 1,452,431,440
d)	Face value, premium and offer price per unit of securities	Face Value Tk. 10.00 Premium Value Tk. 20.00 Cut-off Price Tk. 30.00 General Public Offering Price Tk. 27.00
e)	Number of securities to be entitled for each category of applicants	IPO size will be 45,243,144 Ordinary shares of these Ordinary Shares 22,621,544 Ordinary Shares are for Eligible Investors (EIs) at on or above Cut-off Price of Tk. 30.00 and 22,621,600 Ordinary Shares at a 10% discounted Price of Tk. 27.00 per Share for General public whereas NRB will be allotted 4,524,300 and General Public 18,097,300 number of Shares totaling Tk. 1,500,000,000/-

f) Holding structure of different classes of securities before and after the issue

The Company has issued only ordinary shares. Holding structure of different classes of securities before and after the issue is as follows:

Sl. No.	Category of shareholders	No of ordinary shares		Percentage of holding	
		Pre-issue	Post-issue	Pre-issue (%)	Post-issue (%)
1.	Sponsors & Directors	53,846,301	53,846,301	53.85	37.07
2.	Individual	24,753,699	42,850,999	24.75	29.50
3.	Institutional	21,400,000	44,021,544	21.40	30.31
4.	Mutual Fund	-	4,524,300	-	3.11
5.	Other Shareholders	-	-	-	-
Total		100,000,000	145,243,144	100.00	100.00

g) The objective of the issue including financing requirements and feasibility in respect of enhanced paid up capital:

Objective of the issue including financing requirements and feasibility in respect of enhanced paid-up capital are available in the Section- XXII under the head of “Use of Proceeds” of this prospectus at Net proceeds from Initial Public Offering (IPO) will be used for Expansion of business activities, Purchase of Machineries and loan repayment. The details of which is stated as under:

SL No.	Particulars	Amount in TK	Implementation Schedule of IPO Proceed
1	Expansion of Business (Acquisition & Installation of Machineries)	980,000,000	Within 24 months after receiving IPO proceeds.
2	Repayment of Bank loan	460,430,282	Within 06 months after receiving IPO proceeds.

SUMMARY OF FEASIBILITY REPORT

Cost of the Project:

The cost of the project for the expansion project has been estimated as follow:

Sl No.	Projected Investment Plan	Figure in Amount
1	Plant & Machineries	980,000,000
2	Bank Loan Repayment (Long Term Loan as on 30.06.20)	872,166,707
Total		1,852,166,707

Means of Finance:

Sl No.	Particulars	IPO Proceed	Other than IPO	Total Taka
1	Plant & Machineries	980,000,000	-	980,000,000
2	Bank Loan Repayment			
	Social Islami Bank Limited (Long Term Loan as on 30.06.2020)	460,430,282	411,736,425	872,166,707
Grand Total		1,440,430,282	411,736,425	1,852,166,707

Statement of Financial Position (Projected)

Particulars	Amounts in Taka			
	30-Jun-19	30-Jun-20	30-Jun-21	30-Jun-22
ASSETS				
Non-Current Assets	3,627,445,483	3,841,710,873	4,042,816,213	4,145,332,110
Property, Plant and Equipment	3,627,445,483	3,841,710,873	4,042,816,213	4,145,332,110
Current Assets	1,419,884,172	2,370,573,392	2,339,581,031	2,397,062,651
Inventories	515,046,937	595,468,522	686,020,154	702,798,221
Trade & Other Receivable	407,670,496	421,584,585	440,468,375	452,325,168
Advances Deposits & Others	351,515,545	423,067,288	447,032,668	449,348,881
Related Party Current Account	67,526,936	39,859,965	12,589,965	-
Cash and Cash Equivalents	78,124,257	890,593,032	753,469,869	792,590,381
TOTAL ASSETS	5,047,329,655	6,212,284,266	6,382,397,244	6,542,394,762
SHAREHOLDER'S EQUITY AND LIABILITIES				
Shareholders' Equity	3,193,092,083	4,982,973,125	5,335,164,491	5,749,044,044
Share Capital	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Share Premium	458,500,000	398,500,000	398,500,000	398,500,000
IPO Proceed	-	1,500,000,000	1,500,000,000	1,500,000,000
Revaluation Reserve	597,274,195	591,539,658	586,378,574	581,733,599
Retained Earnings	1,137,317,888	1,492,933,467	1,850,285,916	2,268,810,445
Non-Current Liabilities	1,062,096,527	643,073,490	533,517,215	430,182,473
Long Term Loan-non-current portion	753,066,795	392,066,795	257,066,795	122,066,795
Lease Liabilities-non-current portion	634,182	-	-	-
Deferred Tax Liability	308,395,550	251,006,695	276,450,420	308,115,678
Current Liabilities	792,141,046	586,237,651	513,715,538	363,168,245
Long Term Loan-Current Portion	234,000,000	135,000,000	135,000,000	135,000,000
Lease Liabilities- Current portion	1,147,716	624,554	-	-
Short Term Bank Loan	439,170,175	334,664,427	230,518,252	59,048,942
Provision for Contribution to WPPF & WF	15,037,208	18,114,707	23,519,903	27,628,401
Accounts Payables	28,294,927	20,675,463	24,785,552	26,882,311
Liabilities for Income Tax	65,824,051	69,801,953	92,762,978	107,023,218
Liability for Expenses	8,666,969	7,356,547	7,128,852	7,585,373
Total Shareholders' Equity & Liabilities	5,047,329,655	6,212,284,266	6,382,397,244	6,542,394,762
Net Asset Value(NAV) per Share With Revaluation Reserve	31.93	49.83	53.35	57.49
Net Asset Value(NAV) per Share Without Revaluation Reserve	25.96	43.91	47.49	51.67

Statement of Profit or Loss & Other Comprehensive Income (Projected)

Particulars	Amounts in Taka			
	30-Jun-19	30-Jun-20	30-Jun-21	30-Jun-22
Revenues	1,533,942,711	1,687,336,982	2,024,804,378	2,227,284,816
Cost of Goods Sold	(1,040,883,326)	(1,140,919,691)	(1,364,718,151)	(1,496,937,910)
Gross Profit	493,059,385	546,417,291	660,086,227	730,346,906
Operating Expenses	(187,069,729)	(171,651,471)	(169,569,090)	(152,681,106)
General and Administrative Expenses	(47,711,529)	(59,958,803)	(65,215,285)	(74,350,151)
Selling and Distribution Expenses	(38,538,717)	(53,198,375)	(62,525,625)	(69,841,789)
Other Operating Income	29,025,084	32,343,890	34,078,250	43,023,170
Financial Expenses	(129,844,567)	(90,838,183)	(75,906,430)	(51,512,335)
Net Operating Profit for the period	305,989,656	374,765,820	490,517,137	577,665,800
Other Non-Operating Income	9,791,702	5,643,028	3,400,836	2,530,630
Financial Income	2,906,744	2,852,830	2,519,538	2,530,630
Income From Others	6,884,958	2,790,198	881,298	-
Profit Before WPPF & WF	315,781,358	380,408,847	493,917,973	580,196,430

Particulars	Amounts in Taka			
	30-Jun-19	30-Jun-20	30-Jun-21	30-Jun-22
Less: Provision for Contribution to WPPF & WF	(15,037,208)	(18,114,707)	(23,519,903)	(27,628,401)
Profit Before Income Tax for the period	300,744,151	362,294,140	470,398,069	552,568,029
Provision for Income Tax	(93,114,097)	(13,425,075)	(119,117,483)	(139,508,176)
Current Tax	(35,710,818)	(69,801,953)	(92,762,978)	(107,023,218)
Deferred Tax	(57,403,279)	56,376,877	(26,354,505)	(32,484,959)
Net Profit After Tax for the period	207,630,054	348,869,065	351,280,586	413,059,852
Other Comprehensive Income	1,124,419	1,011,977	910,779	819,701
Deferred Tax (Expenses)/Income of Revaluation Reserve	1,124,419	1,011,977	910,779	819,701
Revaluation Reserve made during the year	-	-	-	-
Total Comprehensive Income for the Year	208,754,473	349,881,042	352,191,366	413,879,554
Earnings per Share (EPS)	2.08	3.49	3.51	4.13

Status of Bidding of Shares of Lub-rref (Bangladesh) Limited

The elotronic bidding of Lub-rref (Bangladesh) Limited through electronic Bidding Subscription system (ESS0 by the Eligible investors has been successfully completed on October 15, 2020. Based on the Bidding of Eligible Investors, the cut-off Price of Ordinary Shares of Lub-rref (Bangladesh) Limited was determined at Tk. 30.00 (thirty) only. The details of the bidding are as follows:

Issue Name: Lub-rref (Bangladesh) Limited,
Issue Type: Large Cap-BBM,
EI Issue Size: 22,621,544 no. of Ordinary Shares,
Cut-off Price: Tk. 30.00
Total Bid Volume: 61,761,500 no. of Ordinary Shares,
Total Bids: 208 no. of EIs,
Total Successful Bids: 99 no. of EIs

Agregated Result

Investor Name	BOID	Bid Price	Bid Volume	Alloted Vol.	Alloted Value
1st Janata Bank Mutual Fund	1604580052329685	55	181,800	181,800	9,999,000
AB Bank 1st Mutual Fund	1604620044114316	55	181,800	181,800	9,999,000
Ab Securities Limited	1203710026451391	51	294,100	294,100	14,999,100
AIBL 1st Islamic Mutual Fund	1601670032656781	41	135,000	135,000	5,535,000
Akij Securities Limited	1204140016523068	31	165,000	165,000	5,115,000
Am Securities And Financial Services Ltd.	1204080016105241	40	125,000	125,000	5,000,000
Asia Insurance Limited	1201500003782844	60	250,000	250,000	15,000,000
Aries Securities Limited	1203010029391671	57	105,000	105,000	5,985,000
Asset And Investment Management Services Of Bangladesh Limited	1201470000025083	31	483,800	483,800	14,997,800
Banco Finance And Investment Limited	1605570061564795	31	483,800	483,800	14,997,800
Banco Finance And Investment Limited Employees Provident Fund	1605570067830513	33	212,100	212,100	6,999,300
Bd Finance Securities Limited	1205150043284418	31	164,500	164,500	5,099,500
Bd Sunlife Securities Ltd.	1205670050639259	35	143,000	143,000	5,005,000
Bdbl Securities Limited	1202180045048887	33	151,800	151,800	5,009,400
Be Rich Limited	1204180017222163	31	162,000	162,000	5,022,000
Brac Epl Investments Limited	1604650000060261	33	454,500	454,500	14,998,500
Bashundhara Multi Paper Industries Ltd.- Employees Provident Fund Trust	1201910064984301	32	171,800	171,800	5,497,600
Bashundhara Paper Mills Limited Staff Gratuity Fund	1201910064884282	31	322,500	322,500	9,997,500
Century Securities Limited	1202740002848051	31	241,900	241,900	7,498,900
Candlestone Investments Partner Limited	1202650066541895	34	148,000	148,000	5,032,000
City Bank Capital Resources Limited	1204500046667286	50	300,000	300,000	15,000,000

Investor Name	BOID	Bid Price	Bid Volume	Alloted Vol.	Alloted Value
City Brokerage Limited	1204500028949639	50	300,000	300,000	15,000,000
Commerce Bank Securities And Investment Limited	1203000044662073	34	294,000	294,000	9,996,000
Dmr Securities Services Ltd.	1203320039848311	35	142,900	142,900	5,001,500
Double H Trading Limited Employees Provident Fund	1204500066824009	50	100,000	100,000	5,000,000
Delta Brac Housing Finance Corporation Ltd	1203620020217413	41	365,800	365,800	14,997,800
Ebl First Mutual Fund	1604580025724564	55	181,800	181,800	9,999,000
Ebl Nrb Mutual Fund	1604620052334521	55	181,800	181,800	9,999,000
EXIM Bank 1st Mutual Fund	1604580052327892	55	91,000	91,000	5,005,000
Exim Islami Investment Ltd.	1602480042844534	51	294,100	294,100	14,999,100
Eastern Shares & Securties Ltd	1203640007850771	31	163,000	163,000	5,053,000
Far East Shares & Securities Limited	1204200017263638	42	357,000	357,000	14,994,000
Federal Securities And Investment Limited	1203050004150059	32	157,000	157,000	5,024,000
First Bangladesh Fixed Income Fund	1604580042982040	55	272,700	272,700	14,998,500
First Security Islami Capital & Investment Ltd.	1605140054136021	41	122,000	122,000	5,002,000
Galaxy Capital Limited	1204800033270280	41	128,000	128,000	5,248,000
Grameen One: Scheme Two	1604620016329737	31	483,800	483,800	14,997,800
Haji Mohammad Ali Securities Ltd	1204460050952161	35	157,000	157,000	5,495,000
Harun Securities Ltd.	1204000062000069	43	220,900	220,900	9,498,700
Haji Ahmad Brothers Securities Ltd	1202640029233333	55	91,000	91,000	5,005,000
Ific Bank First Mutual Fund	1604580052328897	55	181,800	181,800	9,999,000
Il Capital Limited	1204220046667010	30	233,300	233,300	6,999,000
Islami Bank Capital Management Limited	1603700045112394	51	100,000	100,000	5,100,000
International Leasing Securities Ltd.	1204220030590007	30	500,000	500,000	15,000,000
International Securities Co Ltd	1201850000007904	31	480,000	480,000	14,880,000
Investment Promotion Services Ltd.	1202010061719713	39	256,400	256,400	9,999,600
Islami Bank Securities Ltd	1603700032969047	51	98,100	98,100	5,003,100
Jahan Securities Ltd.	1202610029280542	40	375,000	375,000	15,000,000
Janata Capital And Investment Limited	1201530034513871	32	160,000	160,000	5,120,000
K-Securities & Consultants Ltd.	1202350046570111	38	263,100	263,100	9,997,800
Khurshid Alam Securities Limited	1202560029259822	31	170,000	170,000	5,270,000
Lr Global Bangladesh Mutual Fund One	1601670032815156	41	365,000	365,000	14,965,000
Mam Securities Ltd.	1201540030520453	32	156,300	156,300	5,001,600
MBL 1st Mutual Fund	1601670034038330	41	135,000	135,000	5,535,000
Mercantile Bank Limited	1602170000104251	50	200,000	200,000	10,000,000
Modern Securities Ltd	1203570028973202	40	187,500	187,500	7,500,000
Muntaha Shares & Capital Limited	1204950040989661	35	308,500	308,500	10,797,500
Midway Securities Ltd.	1201890029057248	32	218,000	218,000	6,976,000
Mirpur Securities Ltd.	1203970028927180	40	125,100	125,100	5,004,000
Multi Securities & Services Ltd. Employees Provident Fund	1202830041434061	52	96,200	96,200	5,002,400
National Securities & Consultants Ltd.	1201500007767708	58	258,600	258,600	14,998,800
Ncc Bank Ltd.	1202090000048338	35	142,900	142,900	5,001,500
Nccbl Mutual Fund-1	1601670040102015	41	135,000	135,000	5,535,000
Nli Securities Limited	1205720053777852	55	91,000	91,000	5,005,000
Nrb Commercial Bank Ltd.	1205950052123209	36	416,500	416,500	14,994,000
Nrbc Bank Securities Limited	1205950062197150	43	348,500	348,500	14,985,500
Nabiul Karim Securities Ltd	1204170032507280	36	277,700	277,700	9,997,200
National Life Insurance Company Limited	1205720000268934	55	272,700	272,700	14,998,500
New Era Securities Limited	1206050066863343	36	416,600	416,600	14,997,600
Php First Mutual Fund	1604620052333005	55	272,700	272,700	14,998,500
Prudential Capital Ltd.	1204250037999816	32	162,500	162,500	5,200,000
Padma Bank Securities Limited	1205870060259359	55	92,000	92,000	5,060,000
Popular Life 1st Mutual Fund	1604620039788267	55	181,800	181,800	9,999,000
Potential Employees Provident Fund	1204570063477887	42	237,800	237,800	9,987,600

Investor Name	BOID	Bid Price	Bid Volume	Alloted Vol.	Alloted Value
Quayum Securities Ltd.	1202650025289597	32	159,300	159,300	5,097,600
Rupali Bank Securities Ltd.	1205820052766436	35	143,000	143,000	5,005,000
Reliance Insurance Mutual Fund	1604620041309123	31	483,800	483,800	14,997,800
Rupali Life Insurance Company Ltd.	1201750006437341	30	500,000	145,644	4,369,300
Sar Securities Ltd.	1201690000007607	32	156,300	156,300	5,001,600
Sbc Securities & Investment Ltd.	1204550006749122	32	156,500	156,500	5,008,000
Seml Fblsl Growth Fund	1604620067928071	30	333,300	333,300	9,999,000
Seml Ibbl Shariah Fund	1604580062684827	30	333,300	333,300	9,999,000
Seml Lecture Equity Management Fund	1604620060706290	30	333,300	333,300	9,999,000
Shahjalal Islami Bank Limited	1204090005685607	32	160,000	160,000	5,120,000
Stock And Bond Ltd	1203510028786331	40	125,000	125,000	5,000,000
Sunlife Insurance Company Limited	1205670000803592	35	143,000	143,000	5,005,000
Shahjalal Asset Management Limited	1606060067308817	45	111,200	111,200	5,004,000
Shahjalal Equity Management Limited	1606060065096141	45	111,200	111,200	5,004,000
Shahjalal Islami Bank Securities Limited	1204090044634741	32	468,700	468,700	14,998,400
Sohel Securities Ltd.	1202390050897731	37	135,200	135,200	5,002,400
Southern Capital Limited	1205230045016711	36	138,900	138,900	5,000,400
Square Securities Management Ltd.	1201560000061025	33	454,500	454,500	14,998,500
Techinnovation Bd Ltd. Employees Provident Fund	1201910064575618	46	293,400	293,400	13,496,400
The City Bank Limited	1204500000803683	50	300,000	300,000	15,000,000
Trust Bank 1st Mutual Fund	1604580052333923	55	91,000	91,000	5,005,000
Unicap Investments Limited	1201910048617192	37	137,800	137,800	5,098,600
Uttara Bank Securities Limited	1205750053884851	52	96,200	96,200	5,002,400
Uttara Finance Capital Management Limited	1205990065091618	42	357,100	357,100	14,998,200
Uttara Finance And Investments Limited	1203770012801322	42	357,100	357,100	14,998,200
	Records: 99		22,975,900	22,621,544	889,216,800

Catagorywise Bidding Result

Investor Name	Boid	Bid Price	Bid Volume	Alloted Vol.	Alloted Value	Category
Asset And Investment Management Services Of Bangladesh Limited	1201470000025083	31	483,800	483,800	14,997,800	Asset Management Companies
Candlestone Investments Partner Limited	1202650066541895	34	148,000	148,000	5,032,000	
Shahjalal Asset Management Limited	1606060067308817	45	111,200	111,200	5,004,000	
Sub Total		3	743,000	743,000	25,033,800	
Mercantile Bank Limited	1602170000104251	50	200,000	200,000	10,000,000	Bank
Ncc Bank Ltd.	1202090000048338	35	142,900	142,900	5,001,500	
Nrb Commercial Bank Ltd.	1205950052123209	36	416,500	416,500	14,994,000	
Shahjalal Islami Bank Limited	1204090005685607	32	160,000	160,000	5,120,000	
The City Bank Limited	1204500000803683	50	300,000	300,000	15,000,000	
Sub Total		5	1,219,400	1,219,400	50,115,500	
Delta Brac Housing Finance Corporation Ltd	1203620020217413	41	365,800	365,800	14,997,800	Financial Institutions
Asia Insurance Limited	1201500003782844	60	250,000	250,000	15,000,000	
National Life Insurance Company Limited	1205720000268934	55	272,700	272,700	14,998,500	
Rupali Life Insurance Company Ltd.	1201750006437341	30	500,000	145,644	4,369,300	
Sunlife Insurance Company Limited	1205670000803592	35	143,000	143,000	5,005,000	
Sub Total		5	1,531,500	1,177,144	54,370,600	

Investor Name		BOID		Bid Price	Bid Volume	Alloted Vol.	Alloted Value
Banco Finance And Investment Limited	1605570061564795	31	483,800	483,800	14,997,800	Merchant Bankers & Portfolio Managers	
Brac Epl Investments Limited	1604650000060261	33	454,500	454,500	14,998,500		
City Bank Capital Resources Limited	1204500046667286	50	300,000	300,000	15,000,000		
Exim Islami Investment Ltd.	1602480042844534	51	294,100	294,100	14,999,100		
First Security Islami Capital & Investment Ltd.	1605140054136021	41	122,000	122,000	5,002,000		
Il Capital Limited	1204220046667010	30	233,300	233,300	6,999,000		
Islami Bank Capital Management Limited	1603700045112394	51	100,000	100,000	5,100,000		
Janata Capital And Investment Limited	1201530034513871	32	160,000	160,000	5,120,000		
Shahjalal Equity Management Limited	1606060065096141	45	111,200	111,200	5,004,000		
Unicap Investments Limited	1201910048617192	37	137,800	137,800	5,098,600		
Uttara Finance Capital Management Limited	1205990065091618	42	357,100	357,100	14,998,200		
Uttara Finance And Investments Limited	1203770012801322	42	357,100	357,100	14,998,200		
Sub Total		12	3,110,900	3,110,900	122,315,400		
1st Janata Bank Mutual Fund	1604580052329685	55	181,800	181,800	9,999,000	Mutual Funds & Cis	
Ab Bank 1st Mutual Fund	1604620044114316	55	181,800	181,800	9,999,000		
Aibl 1st Islamic Mutual Fund	1601670032656781	41	135,000	135,000	5,535,000		
Ebl First Mutual Fund	1604580025724564	55	181,800	181,800	9,999,000		
Ebl Nrb Mutual Fund	1604620052334521	55	181,800	181,800	9,999,000		
Exim Bank 1st Mutual Fund	1604580052327892	55	91,000	91,000	5,005,000		
First Bangladesh Fixed Income Fund	1604580042982040	55	272,700	272,700	14,998,500		
Grameen One: Scheme Two	1604620016329737	31	483,800	483,800	14,997,800		
Ific Bank First Mutual Fund	1604580052328897	55	181,800	181,800	9,999,000		
Lr Global Bangladesh Mutual Fund One	1601670032815156	41	365,000	365,000	14,965,000		
Mbl 1st Mutual Fund	1601670034038330	41	135,000	135,000	5,535,000		
Nccb1 Mutual Fund-1	1601670040102015	41	135,000	135,000	5,535,000		
Php First Mutual Fund	1604620052333005	55	272,700	272,700	14,998,500		
Popular Life 1st Mutual Fund	1604620039788267	55	181,800	181,800	9,999,000		
Reliance Insurance Mutual Fund	1604620041309123	31	483,800	483,800	14,997,800		
Seml Fblsl Growth Fund	1604620067928071	30	333,300	333,300	9,999,000		
Seml Ibbl Shariah Fund	1604580062684827	30	333,300	333,300	9,999,000		
Seml Lecture Equity Management Fund	1604620060706290	30	333,300	333,300	9,999,000		
Trust Bank 1st Mutual Fund	1604580052333923	55	91,000	91,000	5,005,000		
Sub Total		19	4,555,700	4,555,700	191,563,600		
Banco Finance And Investment Limited	1605570067830513	33	212,100	212,100	6,999,300	Recognized Providet,	

Investor Name		BOID		Bid Price	Bid Volume	Alloted Vol.	Alloted Value
Employees Provident Fund							Pension & Gratuity Funds
Bashundhara Multi Paper Industries Ltd.- Employees Provident Fund Trust	1201910064984301	32	171,800	171,800	5,497,600		
Bashundhara Paper Mills Limited Staff Gratuity Fund	1201910064884282	31	322,500	322,500	9,997,500		
Double H Trading Limited Employees Provident Fund	1204500066824009	50	100,000	100,000	5,000,000		
Multi Securities & Services Ltd. Employees Provident Fund	1202830041434061	52	96,200	96,200	5,002,400		
Potential Employees Provident Fund	1204570063477887	42	237,800	237,800	9,987,600		
Techinnovation Bd Ltd. Employees Provident Fund	1201910064575618	46	293,400	293,400	13,496,400		
Sub Total		7	1,433,800	1,433,800	55,980,800		
Ab Securities Limited	1203710026451391	51	294,100	294,100	14,999,100		Stock & Dealers
Akij Securities Limited	1204140016523068	31	165,000	165,000	5,115,000		
Am Securities And Financial Services Ltd.	1204080016105241	40	125,000	125,000	5,000,000		
Aries Securities Limited	1203010029391671	57	105,000	105,000	5,985,000		
Bd Finance Securities Limited	1205150043284418	31	164,500	164,500	5,099,500		
Bd Sunlife Securities Ltd.	1205670050639259	35	143,000	143,000	5,005,000		
Bdbl Securities Limited	1202180045048887	33	151,800	151,800	5,009,400		
Be Rich Limited	1204180017222163	31	162,000	162,000	5,022,000		
Century Securities Limited	1202740002848051	31	241,900	241,900	7,498,900		
City Brokerage Limited	1204500028949639	50	300,000	300,000	15,000,000		
Commerce Bank Securities And Investment Limited	1203000044662073	34	294,000	294,000	9,996,000		
Dmr Securities Services Ltd.	1203320039848311	35	142,900	142,900	5,001,500		
Eastern Shares & Securties Ltd	1203640007850771	31	163,000	163,000	5,053,000		
Far East Shares & Securities Limited	1204200017263638	42	357,000	357,000	14,994,000		
Federal Securities And Investment Limited	1203050004150059	32	157,000	157,000	5,024,000		
Galaxy Capital Limited	1204800033270280	41	128,000	128,000	5,248,000		
Haji Mohammad Ali Securities Ltd	1204460050952161	35	157,000	157,000	5,495,000		
Harun Securities Ltd.	1204000062000069	43	220,900	220,900	9,498,700		
Haji Ahmad Brothers Securities Ltd	1202640029233333	55	91,000	91,000	5,005,000		
International Leasing Securities Ltd.	1204220030590007	30	500,000	500,000	15,000,000		
International Securities Co Ltd	1201850000007904	31	480,000	480,000	14,880,000		

Investor Name		BOID		Bid Price	Bid Volume	Alloted Vol.	Alloted Value
Investment Promotion Services Ltd.	1202010061719713	39	256,400	256,400	9,999,600		
Islami Bank Securities Ltd	1603700032969047	51	98,100	98,100	5,003,100		
Jahan Securities Ltd.	1202610029280542	40	375,000	375,000	15,000,000		
K-Securities & Consultants Ltd.	1202350046570111	38	263,100	263,100	9,997,800		
Khurshid Alam Securities Limited	1202560029259822	31	170,000	170,000	5,270,000		
Mam Securities Ltd.	1201540030520453	32	156,300	156,300	5,001,600		
Modern Securities Ltd	1203570028973202	40	187,500	187,500	7,500,000		
Muntaha Shares & Capital Limited	1204950040989661	35	308,500	308,500	10,797,500		
Midway Securities Ltd.	1201890029057248	32	218,000	218,000	6,976,000		
Mirpur Securities Ltd.	1203970028927180	40	125,100	125,100	5,004,000		
National Securities & Consultants Ltd.	1201500007767708	58	258,600	258,600	14,998,800		
Nli Securities Limited	1205720053777852	55	91,000	91,000	5,005,000		
Nrbc Bank Securities Limited	1205950062197150	43	348,500	348,500	14,985,500		
Nabiul Karim Securities Ltd	1204170032507280	36	277,700	277,700	9,997,200		
New Era Securities Limited	1206050066863343	36	416,600	416,600	14,997,600		
Prudential Capital Ltd.	1204250037999816	32	162,500	162,500	5,200,000		
Padma Bank Securities Limited	1205870060259359	55	92,000	92,000	5,060,000		
Quayum Securities Ltd.	1202650025289597	32	159,300	159,300	5,097,600		
Rupali Bank Securities Ltd.	1205820052766436	35	143,000	143,000	5,005,000		
Sar Securities Ltd.	1201690000007607	32	156,300	156,300	5,001,600		
Sbc Securities & Investment Ltd.	1204550006749122	32	156,500	156,500	5,008,000		
Stock And Bond Ltd	1203510028786331	40	125,000	125,000	5,000,000		
Shahjalal Islami Bank Securities Limited	1204090044634741	32	468,700	468,700	14,998,400		
Sohel Securities Ltd.	1202390050897731	37	135,200	135,200	5,002,400		
Southern Capital Limited	1205230045016711	36	138,900	138,900	5,000,400		
Square Securities Management Ltd.	1201560000061025	33	454,500	454,500	14,998,500		
Uttara Bank Securities Limited	1205750053884851	52	96,200	96,200	5,002,400		
Sub Total		48	10,381,600	10,381,600	389,837,100		
Grand Total		99	22,975,900	22,621,544	889,216,800		

CHAPTER-XXII

USE OF PROCEEDS

IPO Proceeds

Issue Size (Number of Shares to be issued)	Issue Price	Amount in Taka
[*] No. of Shares	[*] No. of Shares of Tk. 10 each including a premium of Tk. [*] totaling Tk. 1,500,000,000	1,500,000,000
Less: IPO Expenses		59,569,718
Net IPO Proceeds		1,440,430,282

- a) Use of net proceeds of the offer indicating the amount to be used for each purpose with head-wise break-up:
Use of the net proceeds from the IPO:

Net proceeds from Initial Public Offering (IPO) will be used for Expansion of business activities, Purchase of Machineries and loan repayment.

The details of which is stated as under:

SL No.	Particulars	Amount in TK	Implementation Schedule of IPO Proceed
1	Expansion of Business (Acquisition & Installation of Machineries)	980,000,000	Within 24 months after receiving IPO proceeds.
2	Repayment of Bank loan	460,430,282	Within 06 months after receiving IPO proceeds.

Details Cost of Machineries is given as below:

Name of Machine	Name of Supplier	Scope of Supply	Qty. (Pcs)	Country of Origin	Unit Price in USD	Total Amount in USD	Exchange Rate (BDT)	Total Amount in BDT
Distillation Process Equipment	VTA	Related all items	01 set	Germany	5.50 mm	5.50 mm	80	440,000,000
Fractionation Colum	KG	Related All items	01 set	USA	2.80	2.80	80	224,000,000
Offsite Engineering Equipment	CEP	Process control system	As per detail Engineering	USA	3.30	3.30	80	264,000,000
		Control Valves & fitting						
		DM Water treatment plant						
		Fire Fighting, control and safety system						
		Waste water treatment Plant and machineries						
		Flood and storm water control system						
		Off Gas flaring system						
		Process Heating system						
		Heat Recovery unit						
		Odor controlling thermal oxidizer						
		Pumps , Motors and Gears						
QC-QA testing Apparatus	Perkins	ICP's	1 set	USA	0.35	0.35	80	28,000,000
	Koehler	FTIR	1 set					
	Pulstech	1-5 liter container filling	1 set	Singapore	0.30	0.30	80	24,000,000

Name of Machine	Name of Supplier	Scope of Supply	Qty. (Pcs)	Country of Origin	Unit Price in USD	Total Amount in USD	Exchange Rate (BDT)	Total Amount in BDT
Containerization & barreling system		0.1-1 liter container filling	1 set					
		20 liter bucket filling	1 set					
		Barrel filling	1 set					
Total Amount (With Installation & Other Costs Approximately)								980,000,000

(3) Loan Repayment from IPO Fund is given below:

Sl. No.	Name of Bank with branch		Amount of long Term loan outstanding as on 30.06.2020 (BDT)	Rate of Interest	Repayment amount from IPO proceeds subject to approval of Regulatory Authority
1.	A/C 43020000482	Social islami Bank Limited, Agrabad Branch, Ctg.	287,997,279	13%	460,430,282
	Total		834,971,178		460,430,282

The IPO proceeds will have utilized as per the above mentioned schedule.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Mofijur Rahaman
Chief Financial Officer

b) Utilization of the total amount of paid-up capital and share premium, if any, including the sponsors' contribution and capital raised of the issuer at the time of submission of prospectus, in details with indication of use of such funds in the financial statements:

Lub-rref (Bangladesh) Ltd. has raised its paid-up capital as follows:

Date of allotment	Form of consideration			Amount (bdt)
	In cash	Other than cash	Bonus share	
1 st on Incorporation (18-11-2001)	100,000	-	-	1,000,000
2 nd Allotment (21-11-2001)	230,000	-	-	2,300,000
3 rd Allotment (30-06-2003)	2,993,950	-	-	29,939,500
4 th Allotment (31-12-2003)	2,137,450	-	-	21,374,500
5 th Allotment (23-06-2005)	10,138,600	-	-	101,386,000
6 th Allotment (03-07-2014)	12,931,348	-	-	129,313,480
7 th Allotment (30-07-2016)	26,591,317	-	-	265,913,170
8 th Allotment (13-10-2016)	14,877,335	-	-	148,773,350
9 th Allotment (04-10-2017)	30,000,000	-	-	300,000,000
Total	100,000,000	-	-	1,000,000,000

Sponsors' contribution since inception brought & deployed by the issuer company prior to the public offer an indication of such funds utilization in the financial statement is as under:

Accounting Year	Fund utilized for	Amount in BDT	Reflected in financial Statement
2003	Acquisition of Fixed Asset	33,239,500	Under the head of "Non-current Assets"
2005	Acquisition of Fixed Asset	122,760,500	Under the head of "Non-current Assets"
2014-2015	Loan Repayment	126,965,595	Under the head of "Current & Non-Current Liabilities"
	Working Capital	2,347,885	Working Capital under the head of "Current Assets"
2016	Loan Repayment	278,619,290	Under the head of "Current & Non-Current Liabilities"
	Working Capital	110,392,000	Working Capital under the head of "Current Assets"
	L-C Repayment	13,875,000	Under the head of "Current Liabilities"
	Advance for Purchase of Corporate Office Floor	10,000,000	Under the head of "Current Assets"

Accounting Year	Fund utilized for	Amount in BDT	Reflected in financial Statement
	Interior Decoration	1,800,230	Under the head of "Non-current Assets"
2017	Bank Loan Repayment	187,400,000	Under the head of "Current & Non-Current Liabilities"
	L-C Repayment (Laboratory Machinery)	55,273,247	Under the head of "Current Liabilities"
	Land Purchase	11,416,000	Under the head of "Non-current Assets"
	Cash at Bank (Excluding Interest Income)	45,910,753	Under the head of "Current Assets"
2017 (Premium)	Time Loan Payment	189,693,623	Under the head of "Current & Non-Current Liabilities"
	Working Capital	251,431,969	Working Capital under the head of "Current Assets"
	Capital Work in Process	17,407,520	Under the head "Capital Work in progress"

- c) If one of the objects is an investment in a joint venture, a subsidiary, an associate or any acquisition, details of the form of investment, nature of benefit expected to accrue to the issuer as a result of the investment, brief description of business and financials of such venture:

The Company has no objective to invest in any joint venture, subsidiary, associate or for any acquisition purpose.

- d) If IPO proceeds are not sufficient to complete the project, then the source of the additional fund must be mentioned. In this connection, copies of the contract to meet the additional funds are required to be submitted to the Commission. The means and source of the financing, including details of bridge loan or another financial arrangement, which may be repaid from the proceeds of the issue along with utilization of such funds:

IPO proceeds are sufficient to complete the project. The break up is given below:

Sl. No.	Particulars	Amount in Taka	Means of Finance	
			IPO Proceed	Own Sources
1	Plant & Machineries	980,000,000	980,000,000	-
2	Bank Loan Repayment			
	Social Islami Bank Limited (Long Term Loan as on 30.06.20)	872,166,707	460,430,282	411,736,425
	Grand Total	1,865,876,018	1,440,430,282	411,736,425

- e) A schedule mentioning the stages of implementation and utilization of funds received through public offer in a tabular form, progress made so far, giving details of the land acquisition, civil works, installation of plant and machinery, the approximate date of completion of the project and the projected date of full commercial operation etc. The schedule shall be signed by the Chief Executive Officer or Managing Director, Chief Financial Officer and Chairman on behalf of Board of Directors of the issuer:
Declaration about the Utilization of Funds Received Through Public Offer

The Company will utilize the total proceeds of BDT 1,500,000,000-as mentioned head wise as per the following schedule:

SL.	Utilization of fund	Progress so far made	Schedule of Implementation	
			Approximate date of Completion	Projected Date of Commercial Operation
1	Land Acquisition	There is no land acquisition from IPO proceeds.	N/A	N/A
2	Civil Works	There is no civil works from IPO proceeds	N/A	N/A
3	Machineries	The process of the import of machineries will be started after receiving the IPO fund	Within 24 months after receiving the IPO Proceeds	After completion of the project
4	Loan Repayment	N/A	Within 06 months after receiving the IPO Proceeds.	N/A
5	IPO Expenses	On turnkey basis	N/A	N/A

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Mofijur Rahaman
Chief Financial Officer

- f) **If there are contracts covering any of the activities of the issuer for which the proceeds of sale of securities are to be used, such as contracts for the purchase of land or contracts for the construction of buildings, the issuer shall disclose the terms of such contracts, and copies of the contracts shall be enclosed as annexure to the prospectus:**

There is no contract covering any of the activities of the issuer Company for which the proceeds of sale of securities from IPO is to be used.

- g) **If one of the objects of the issue is utilization of the issue proceeds for working capital, basis of estimation of working capital requirement along with the relevant assumptions, reasons for raising additional working capital substantiating the same with relevant facts and figures and also the reasons for financing short with long-term investments and an item wise break-up of last three years working capital and next two years' projection:**

There is no object of the issue is utilization of the issue proceeds for working capital.

- h) **Where the issuer proposes to undertake one or more activities like diversification, modernization, expansion, etc. The total project cost activity- wise or project wise, as the case may be:**

The company has planned to expand its existing projects by installation of new machineries which have been mentioned in Use of IPO proceeds and projects Implementation schedule.

- i) **Where the issuer is implementing the project in a phased manner, the cost of each phase, including the phases, if any, which have already been implemented:**

The company has planned to implement IPO proceeds to the existing projects, after receiving the funds which have been mentioned in Use of IPO proceeds and projects Implementation schedule.

- j) **The details of all existing or anticipated material transactions in relation to utilization of the issue proceeds or project cost with sponsors, Directors, key management personnel, associates and group companies:**

There is no existing or anticipated material transaction in relation to utilization of the issue proceeds or project cost with sponsors, Directors, key management personnel, associates and group companies.

- k) **Summary of the project appraisal or feasibility report by the relevant professional people with the cost of the project and means of finance, weaknesses and threats, if any, as given in the appraisal- feasibility report:**

FEASIBILITY STUDY

ON

LUB-RREF (BANGLADESH) LIMITED

EXECUTIVE SUMMARY:

Lub-rref (Bangladesh) Limited was incorporated on 18th November 2001 as a Public Limited Company by shares registered under the Companies Act 1994. The actual Commercial Operation started on December 18, 2006. It got certification of Commencement of Commercial operation November 18, 2001. Lub-rref primarily consists of a 'Project-Factory Site' where its 'operational unit' has been built. The company has a Corporate Office as its 'administrative center'. The Project Site has a Main Building with Office, Lab, Filling, and Warehouse), a Kitchen and Dining Building, a Security Building, internal roads, and a separate Warehouse along with the 'Operational Units', namely a Blending VM Plant and Used Oil Processing Plant. The lubricant manufacturing plant has modern and latest machines to produce various types and categories of the following:

- Lubricants and Allied Products
- Automotive
- Industrial and Marine Lubricants and Greases
- Laboratory and others

Lub-rref aims at producing lubricant products for large scale export in the world market in the future; although, the company introduced Global Markets like Nepal and Myanmar. The Company of the 'lubricant manufacturing project' aim to produce lubricant products of export quality and meet the demand of the local as well as international market. Lub-rref (Bangladesh) Limited's 'lubricant production process' consists of the following sections:

Lube Blending Unit:

The Company's Blending Unit consists of the following steps along its production process: Base Oil drawing to Blending Kettle through DCS; Additive Dosing; Blending at Blending Temperature; QC Test and Formulation Control; Filling and Packing; and Finished Product Storage.

Re-Refining Unit:

The Company's Re-Refinery consists of the following steps along its production process: Used Oil Homogenization; De-gasifying and dehydration; Distillation; and Finishing.

Laboratory Service of Lub-rref:

Lub-rref (Bangladesh) Limited has an accredited laboratory for 3rd-party Testing. Most of the company's laboratory equipment's had been imported from USA and Europe. The company has been certified by ISO 9001:2008(GL and ISOQAR) and the Lab is accredited by Bangladesh Accreditation Board as per ISO-IEC 17025:2005. Lub-rref is a regular participant in ASTM Inter Laboratory Cross-check Program and PTP with excellent performance in generating accuracy and precision in test results. The Lab has highly qualified and competent Chemists for conducting lab-testing. The company provides a wide range of lube-oil and fuel-oil testing services to the third party, maintaining international standards. Necessary machinery and equipment's for smooth operation of each of these distinct, but not unrelated, sections of Laboratory Service, the Blending and Re-Refining Units had been procured from renowned foreign manufacturers-suppliers in countries such as USA, Europe, India, and Singapore. Some of the equipment and tools and Weighing Scale are procured locally.

COMPANY AT A GLANCE:

Particulars	Status
Date of Incorporation	November 18, 2001 as public Limited company
Certificate for Commencement of Business	November 18, 2001
Actual Date of Commercial Operation	December 18, 2006
At Site Storage Capacity -Facility creation	1500 MT
Launching of Plant	December 18, 2006
Products	Engine Oil, Generator Oil, Marine Engine Oil, Automotive Gear Oil, Hydraulic Oil, Compressor Oil, Industrial Gear Oil, Machine Oil, Transformer Oil, Greece, laboratory services etc.
Marketing	launching of marketing from December, 2006 Marketing Policy: ✓ Commercial advertisement, Website ✓ Using Social Media, Participating in foreign and local Fair ✓ Expert Sales Team Support ✓ Sponsorship in Sports by given Jersey, Banner, Feston, Bill Board, Social welfare, Commercial AD through print and digital media, etc.
Change in ownership	There were changes in Ownership through appointment of Director as follows: ✓ Newly Appointed as a Director Ms. Dr. Israt Jahan and Mr. Ahmed Hossain (Representative of Company) on Agro Industries Ltd) as on 29.09.2016 ✓ The Company raised capital 100 Core in cash consideration on 04 October 2017
Key Management Personnel	✓ Mrs. Rubiya Nahar (Chairman) ✓ Mr. Mohammed Yousuf (Managing Director) ✓ Mr. Md. Salauddin Yousuf (Director) ✓ Ms. Dr. Israt Jahan (Director) ✓ Mr. Mohammad Ameer Faisal (Independent Director) ✓ Mr. Wahid Uddin Chowdhury (Independent Director) ✓ Mr. Dr. Khandaker Jakir Hossain (GM-Technical) ✓ Mr. Md. Mofijur Rahaman (Chief Financial Officer) ✓ Md. Moshior Rahman ACS (Head of HR & Admin and Company Secretary) ✓ Dr. Mohammed Saifuddin (Assistant Manager, Lab and R&D) ✓ Mr. Sajid Aftab (Head of Business Development Lab Division) ✓ Mr. Naim Siddiqui (Manager, Operation) ✓ Mr. Mozammel Hossain (National Sales Manager (IND)) ✓ Mr. Mizanur Rahman (Civil Engineer)

Nature of the Business of the Company

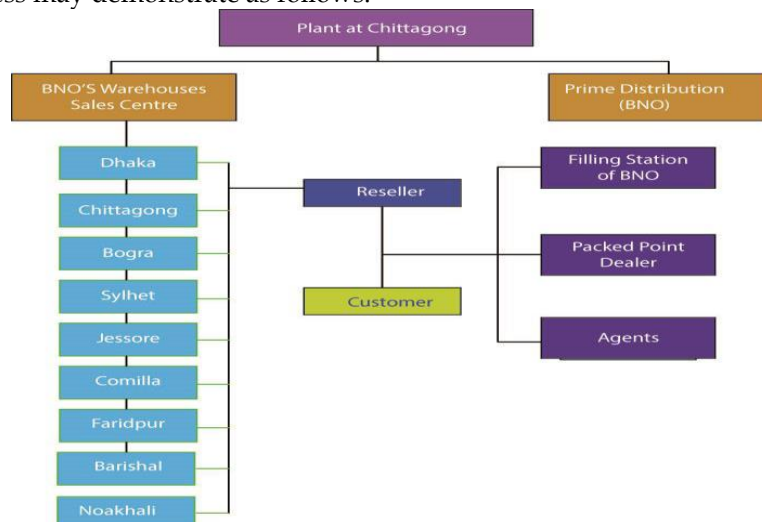
Lub-rref Bangladesh Limited is considered to be the most trusted and reliable national Lubricants manufacturer and supplier of quality Lubricants products in the Country. The Company adds considerable value to its business processes by providing consistently high-quality products of international standards in the local market at a competitive price. Different types and qualities of lubricants are made by the Company as per diverse demand in the lubricants market. The company has more than eighty-five (85) types of product lines, serving wide range of customers from different sectors of the country such as Engine Oil, Generator Oil, Marine Engine Oil, Automotive Gear Oil, Hydraulic Oil, Compressor Oil, Industrial Gear Oil, Machine Oil, Transformer Oil, Greece, laboratory services etc.

FUTURE PROSPECTS:

Lub-rref (Bangladesh) Ltd. is a State-Of-The-Art Lub Blending Plant for the production of new generation lubricating oils introducing a modern accredited laboratory for Quality Assurance of its products and in-service oil condition monitoring services to valued customers and 3rd party testing of lubricants and fuel oils. For testing services Lub-rref (Bangladesh) Ltd follows the latest ASTM, ISO and IP test methods with most advanced & sophisticated lab equipment's mostly imported from American and European source. The company has pleasant prospect to produce base oil for local and export market as such the company is planning to set up refinery plant, tank terminal, bitumen plant in future.

DISTRIBUTION OF PRODUCTS:

The distribution process may demonstrate as follows:



BUSINESS STRATEGIES:

Lub-rref (Bangladesh) Ltd has modern machinery and technology that ensures quality products. Quality is main concern while formulating our strategy. We try to produce goods with the cheap cost so that we can get competitive advantages over our competitors. We also believe in providing customized products to our customer as per need basis so that we can get a maximum market share of our products. So innovation is always there. The company's objectives are to develop and maintain the long-term customer relationship by providing diversified products that enhance the customer's prospects of success in their end markets. In that context, by generating strong sustainable revenue and profitability, together with judicious capital allocation decisions Lub-rref (Bangladesh) limited delivers an increasingly strong return on capital through the cycle. This objective is under printed by the company's clearly stated ambition to maintain its premier position in the industry by delivering superior customer satisfaction; pursuing cost and operating efficiencies; maintaining proactive environment awareness; and reinforcing its commitment to continuous improvement in the areas of health and safety and corporate social responsibilities

UTILITY CONSUMPTION:

Utility	Requirement for	Sources of
POWER	The power requirement of the Company is about 6 MW per day.	Lub-rref has own Gas Generated power plant with a capacity of 675 KVA or 540 KWH which is operated by 1 unit of Waukesha brand Gas Generator imported in brand new condition from the United States of

Utility	Requirement for	Sources of
		America. In addition, to we have standby power backup, details are as follows: ▪ PDB (substation-11 KV, 500 KVA)- 425 KW ▪ Diesel Generator (Emergency backup) - 65 KVA or 50 KWH. ▪ Diesel Engine (for Fire pump) - 30 KVA or 25 KWH.
GAS	The existing approval for Gas will cover the total project requirements of GAS including proposed new product line.	Lub-rref has the approval of 405 Meter ³ -hr GAS from Karnafully Gas Distribution Ltd.
WATER	The Company requires about 95,000 Gallons of water per day for cooling tower, chiller etc.	The primary source of Water is WASA. Moreover, The Company has a water treatment plant having a capacity of 3000 liter per hour.
Other utilities	To run the day to day business of the organization and for smooth correspondence purpose utilities like telecommunication services and internet services are required.	The Company avails internet services from Rase Online Ltd.

METHODOLOGY:

We have considered our historical data of our last couple of year's revenue and expenses. We have also talked with our staffs. The interviews provided us with the relevant information concerning all aspects sales and expenses. The responses to these open-ended questions have allowed us to have a greater depth of knowledge into their opinions and so we were able to address them to the best of our ability. A lot of time was spent working on the interviews; also, that each had a different idea that is important to the effects of the implementation of sales growth, and enough background information was included. Once we have compiled and analyzed all our data and research we as a group, look at all the different options of implementing the living wall and then decide on the best option for the sales, current and future market and our saleable capacity in near future.

Projects Cost Components:

Various Project Cost Components of Lub-rref are as follows:

Land (1405.43 decimals) and Land Development, Building and Civil construction, Jetty Construction, Operational Equipment's, Electro-Mechanical Equipment's, Office Equipment's, Office Furniture and Fixtures, Motor Vehicles, Advance Deposits and Pre-payments, Initial Mobilization Fund- Working Capital; and Preliminary and pre-operating expenses.

- **Operating Cost Include:** carriage; depreciation; electricity costs; fuel; gas; other operational expenditures; postage and telecommunication; printing and stationary; rent, taxes, and insurance; repairs, maintenance, and improvements; water etc.
- **Administrative Expenses Include:** CEO Remuneration; Administrative Remuneration; Advertisement and Publicity; Audit Fee; Director's Fee; Depreciation (Administrative Assets) and Write-offs; Electricity Cost; Entertainment; Hotel Expenses; Insurance Premium (Administration); Legal and Professional Fees; Newspaper, Books and Periodicals; Office Supplies; Postage and Cables; Rent, Taxes and Insurances; Repairs, Maintenance, and Improvements; Stamps and Court Fee; Printing and Stationery; Telephone, Fax, Internet etc.; Training of Officers and Staff; Traveling and Conveyance; Uniform; Vehicle Maintenance (Fuel and lubricants, Taxes and Insurance, and other expenses); Water; Gas etc.
- **Preliminary and Pre-Operating Expenses include:** Master Plan; Drawing; Design, Interior; Soil Test; G MAP and others; Geological Survey; Design of Sphere Foundation; Architectural Planning and Designing; Structural Engineering Plan; Electro-mechanical Engineering Plan; Interior Engineering Plan; Display Model (3D and Structure); Legal Costs; Costs for Approval from different Govt. authorities; and Project Implementation-Trial Run.

SUMMARY OF FEASIBILITY REPORT

Cost of the Project:

The cost of the project for the expansion project has been estimated as follow:

Sl No.	Projected Investment Plan	Figure in Amount
1	Plant & Machineries	980,000,000
2	Bank Loan Repayment (Long Term Loan as on 30.06.20)	872,166,707
Total		1,852,166,707

Means of Finance:

SI No.	Particulars	IPO Proceed	Other than IPO	Total Taka
1	Plant & Machineries	980,000,000	-	980,000,000
2	Bank Loan Repayment			
	Social Islami Bank Limited (Long Term Loan as on 30.06.20)	460,430,282	411,736,425	872,166,707
Grand Total		1,440,430,282	41,1736,425	1,852,166,707

- **Payback period:** Payback period of the project 3.48 years.
- **Net Present Value (NPV):** Net Asset Value considering 5 years' operating result and discount rate 9% stands Tk. 11,67,083 and considering discount rate 10% stands Tk. (38,197,717).
- **Internal Rate of Return (IRR):** The project promises a financial rate of return about 9.03 % if it completed on schedule.
- **Sensitivity Analysis:** Sensitivity tests have done and the project withstands that tests.

Statement of Financial Position (Projected)

Particulars	Amounts in Taka			
	30-Jun-19	30-Jun-20	30-Jun-21	30-Jun-22
ASSETS				
Non-Current Assets	3,627,445,483	3,841,710,873	4,042,816,213	4,145,332,110
Property, Plant and Equipment	3,627,445,483	3,841,710,873	4,042,816,213	4,145,332,110
Current Assets	1,419,884,172	2,370,573,392	2,339,581,031	2,397,062,651
Inventories	515,046,937	595,468,522	686,020,154	702,798,221
Trade & Other Receivable	407,670,496	421,584,585	440,468,375	452,325,168
Advances Deposits & Others	351,515,545	423,067,288	447,032,668	449,348,881
Related Party Current Account	67,526,936	39,859,965	12,589,965	-
Cash and Cash Equivalents	78,124,257	890,593,032	753,469,869	792,590,381
TOTAL ASSETS	5,047,329,655	6,212,284,266	6,382,397,244	6,542,394,762
SHAREHOLDER'S EQUITY AND LIABILITIES				
Shareholders' Equity	3,193,092,083	4,982,973,125	5,335,164,491	5,749,044,044
Share Capital	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Share Premium	458,500,000	398,500,000	398,500,000	398,500,000
IPO Proceed	-	1,500,000,000	1,500,000,000	1,500,000,000
Revaluation Reserve	597,274,195	591,539,658	586,378,574	581,733,599
Retained Earnings	1,137,317,888	1,492,933,467	1,850,285,916	2,268,810,445
Non-Current Liabilities	1,062,096,527	643,073,490	533,517,215	430,182,473
Long Term Loan-non-current portion	753,066,795	392,066,795	257,066,795	122,066,795
Lease Liabilities-non-current portion	634,182	-	-	-
Deferred Tax Liability	308,395,550	251,006,695	276,450,420	308,115,678
Current Liabilities	792,141,046	586,237,651	513,715,538	363,168,245
Long Term Loan-Current Portion	234,000,000	135,000,000	135,000,000	135,000,000
Lease Liabilities- Current portion	1,147,716	624,554	-	-
Short Term Bank Loan	439,170,175	334,664,427	230,518,252	59,048,942
Provision for Contribution to WPPF & WF	15,037,208	18,114,707	23,519,903	27,628,401
Accounts Payables	28,294,927	20,675,463	24,785,552	26,882,311
Liabilities for Income Tax	65,824,051	69,801,953	92,762,978	107,023,218
Liability for Expenses	8,666,969	7,356,547	7,128,852	7,585,373
Total Shareholders' Equity & Liabilities	5,047,329,655	6,212,284,266	6,382,397,244	6,542,394,762
Net Asset Value (NAV) per Share With Revaluation Reserve	31.93	49.83	53.35	57.49
Net Asset Value (NAV) per Share Without Revaluation Reserve	25.96	43.91	47.49	51.67

*** Net Asset Value (NAV) has calculated considering 100,000,000 no of ordinary share for all year.*

Statement of Profit or Loss & Other Comprehensive Income (Projected)

Particulars	Amounts in Taka			
	30-Jun-19	30-Jun-20	30-Jun-21	30-Jun-22
Revenues	1,533,942,711	1,687,336,982	2,024,804,378	2,227,284,816
Cost of Goods Sold	(1,040,883,326)	(1,140,919,691)	(1,364,718,151)	(1,496,937,910)
Gross Profit	493,059,385	546,417,291	660,086,227	730,346,906
Operating Expenses	(187,069,729)	(171,651,471)	(169,569,090)	(152,681,106)
General and Administrative Expenses	(47,711,529)	(59,958,803)	(65,215,285)	(74,350,151)
Selling and Distribution Expenses	(38,538,717)	(53,198,375)	(62,525,625)	(69,841,789)
Other Operating Income	29,025,084	32,343,890	34,078,250	43,023,170
Financial Expenses	(129,844,567)	(90,838,183)	(75,906,430)	(51,512,335)
Net Operating Profit for the period	305,989,656	374,765,820	490,517,137	577,665,800
Other Non-Operating Income	9,791,702	5,643,028	3,400,836	2,530,630
Financial Income	2,906,744	2,852,830	2,519,538	2,530,630
Income From Others	6,884,958	2,790,198	881,298	-
Profit Before WPPF & WF	315,781,358	380,408,847	493,917,973	580,196,430
Less: Provision for Contribution to WPPF & WF	(15,037,208)	(18,114,707)	(23,519,903)	(27,628,401)
Profit Before Income Tax for the period	300,744,151	362,294,140	470,398,069	552,568,029
Provision for Income Tax	(93,114,097)	(13,425,075)	(119,117,483)	(139,508,176)
Current Tax	(35,710,818)	(69,801,953)	(92,762,978)	(107,023,218)
Deferred Tax	(57,403,279)	56,376,877	(26,354,505)	(32,484,959)
Net Profit After Tax for the period	207,630,054	348,869,065	351,280,586	413,059,852
Other Comprehensive Income	1,124,419	1,011,977	910,779	819,701
Deferred Tax (Expenses)/Income of Revaluation Reserve	1,124,419	1,011,977	910,779	819,701
Revaluation Reserve made during the year	-	-	-	-
Total Comprehensive Income for the Year	208,754,473	349,881,042	352,191,366	413,879,554
Earnings per Share (EPS)**	2.08	3.49	3.51	4.13

** Earnings per share (EPS) has calculated considering 100,000,000 no of ordinary share for all year.

WEAKNESS:

- Not being able to reach to full production capacity
- Dominating Low-profit Wholesales instead of high-profit retail sales
- Limited market penetration.

THREATS:

- Increasing prices of Base Oil in international market
- Competitive market which may result in a cuddle of profit.
- Control over the distribution network
- Political disturbances like strike and violence's may disrupt production.

CONCLUSION:

The feasibility of the project has been conducted and analyzed from the viewpoint of marketing, financial, management & economic aspects and found to be worthwhile. The projected financial results and the profitability estimated based on historical data show that the project is feasible and profitable.

Place: Dhaka

Date: 19 November, 2019

Sd/-

FAMES & R.

Chartered Accountants

Disclaimer: Our opinion is based on the documents and explanations presented to us by Lub-rref (Bangladesh) Ltd. The actual achievement of the targets is subject to proper implementation and maintenance of the related systems and processes as well as the operating environment. The management of Lub-rref (Bangladesh) Ltd is suggested to make changes to the plan as necessary to adjust with the changes in the operating environment, circumstances and available systems & tools at the time of acquisition, construction -development, installation and operation.

CHAPTER-XXIII

LOCK-IN

(a) Provisions for lock in as per these Rules:

Ordinary Shares of the issuer shall be subject to lock-in, from the first trading date of the securities on any exchange in the following manner:

- (a) Shares held by sponsors, directors and shareholders holding 10% (ten percent) or more, for 03 (three) years;
- (b) In case, any existing sponsor or director of the issuer transfers any share to any person, those transferred shares, for 03 (three) years;
- (c) Shares allotted to any person, before 4 (four) years or more of according consent to the public issue, other than the persons mentioned in clause (a) and (b), for 01 (one) year;
- (d) Shares held by alternative investment funds, for 01 (one) year;
- (e) Shares held by any person, other than the shares mentioned in clause (a), (b), (c) and (d) above, for 02 (two) years;

Provided that ordinary shares converted from any other type of securities shall also be subject to lock-in as mentioned above."

(b) Statement of securities to be locked in for each shareholder along with BO account number, lock-in period and number of securities to be locked-in:

Sl. No	Name of Shareholder	Position	BO ID Number	No. of Shares	% of Shares held		Lock-in Period (Years)
					Pre-IPO	Post-IPO	
1	Muhammed Yousuf	Managing Director	1605760062451031	29,567,544	29.57%	20.36%	3
2	Mrs. Rubiya Nahar	Chairman	1605760062450720	3,455,140	3.46%	2.38%	3
3	Israt Jahan	Director	1605760062450846	3,123,495	3.12%	2.15%	3
4	Md Salaududdin Yousuf	Director	1605760062450971	3,247,520	3.25%	2.24%	3
5	Md. Mosharof Hossain	Shareholder	1605760062451198	10	0.00%	0.00%	3
6	Md. Jasim Uddin	Shareholder	1605760062451254	144,373	0.14%	0.10%	3
7	Md. Jashim Uddin	Shareholder	1605760062451345	1,402,398	1.40%	0.97%	2
8	Companygonj Argo Industries Limited	Shareholder	1605760062657457	3,509,300	3.51%	2.42%	3
9	Juldha Shipyard Limited	Shareholder	1605760062657531	601,650	0.60%	0.41%	2
10	Raihatul Zannah	Shareholder	1605760062451396	1,651,807	1.65%	1.14%	2
11	Jahan Ara Begum	Shareholder	1605760062451444	18,231	0.01%	0.01%	2
12	Farhana Huque	Shareholder	1605760062451527	456,562	0.46%	0.31%	2
13	Momtaz Shaheen	Shareholder	1605760062451768	500,322	0.50%	0.34%	2
14	Kazi Md Morshid Alam	Shareholder	1201910068949758	300,000	0.30%	0.21%	2
15	Omar Faruk Rumon	Shareholder	1605760062451958	1,141,696	1.14%	0.79%	2
16	Md. Rakib Uddin	Shareholder	1605760062454504	514,475	0.51%	0.35%	2
17	Asraf Uddin	Shareholder	1605760062454852	1,079,217	1.08%	0.74%	2
18	Md. Ruhul Azad	Shareholder	1605760064017187	23,960	0.02%	0.02%	2
19	Md. Farid Ahmed	Shareholder	1203110016614018	865,300	0.87%	0.60%	2
20	Southeast Bank Limited	Shareholder	1201500000060633	8,300,000	8.30%	5.71%	2
21	Southeast Bank Capital Services Limited	Shareholder	1605530040732747	5,100,000	5.10%	3.51%	2
22	BLI Capital Ltd.	Shareholder	1605650050408172	2,500,000	2.50%	1.72%	2
23	Max Fabrics Ltd	Shareholder	1201500015912323	1,800,000	1.80%	1.24%	2
24	Nusrat Nahar	Shareholder	1605760062658435	8,800,000	8.80%	6.06%	3
25	Social Islami Bank Ltd	Shareholder	1205200014772271	2,000,000	2.00%	1.38%	2
26	SIBL Securities Limited	Shareholder	1205200044789105	1,000,000	1.00%	0.69%	2
27	Swadesh Investment Management Ltd	Shareholder	1204380000164777	300,000	0.30%	0.21%	2
28	Lub-rref (Bangladesh) Ltd Employees Provident Fund	Shareholder	1201910063819603	200,000	0.20%	0.14%	2
29	Mr. Md. Lutfor Rahman	Shareholder	1604190061817131	1,500,000	1.50%	1.03%	2
30	Mr. Mohammad Jahangir Alam	Shareholder	1205670058884859	20,000	0.02%	0.01%	2
31	Mr. Mohibullah Kabir	Shareholder	1205000048578047	300,000	0.30%	0.21%	2

Sl. No	Name of Shareholder	Position	BO ID Number	No. of Shares	% of Shares held		Lock-in Period (Years)
					Pre-IPO	Post-IPO	
32	Mr. Dewan Shafiqul Islam	Shareholder	1204140037685159	100,000	0.10%	0.07%	2
33	Mr. Kamrul Islam	Shareholder	1204180026376286	100,000	0.10%	0.07%	2
34	Mr. Morshedur Rahman	Shareholder	1605760068957351	50,000	0.05%	0.03%	2
35	Mr. Shahnoor Ferdous Khan	Shareholder	1605760064677083	5,000	0.01%	0.00%	2
36	Mr. Md. Mazharul Islam Chowdhury	Shareholder	1202830020038094	100,000	0.10%	0.07%	2
37	Mrs. Deepa Hakim	Shareholder	1203490049967274	100,000	0.10%	0.07%	2
38	Md. Masud Matin	Shareholder	1202830002729586	50,000	0.05%	0.03%	2
39	Mr. Mostafa Kamal Ahmed	Shareholder	1604940052459838	100,000	0.10%	0.07%	2
40	Abaci Investments Limited	Shareholder	1602770045524684	535,000	0.54%	0.37%	2
41	Mr. Md. Anisul Hoq	Shareholder	1605760064677498	24,000	0.02%	0.02%	2
42	Mr. Saidul Islam Chowdhury	Shareholder	1202830009668124	10,000	0.01%	0.01%	2
43	Mrs. Shireen Akter Karim	Shareholder	1203110061206516	400,000	0.40%	0.28%	2
44	Mrs. Mollika Sultana	Shareholder	1205590064504789	50,000	0.05%	0.03%	2
45	Mr. Imran Rahman	Shareholder	1606060068006835	100,000	0.10%	0.07%	2
46	Arnab Trading Limited	Shareholder	1606060068709877	250,000	0.25%	0.17%	2
47	Mr. Md Lutfor Rahaman	Shareholder	1606060013625030	50,000	0.05%	0.03%	2
48	Mr. Md. Mizanur Rahman	Shareholder	1205150031659055	100,000	0.10%	0.07%	2
49	Mr. Md. Rashiduzzaman	Shareholder	1205150054201081	50,000	0.05%	0.03%	2
50	Global Max Packaging Industries Ltd	Shareholder	1606060066341566	400,000	0.40%	0.28%	2
51	Mr. LT GEN Md. Shamsul Haque OSP PSC	Shareholder	1201690000776633	100,000	0.10%	0.07%	2
52	Mr. Md. Matiur Rahman	Shareholder	1606060042223806	250,000	0.25%	0.17%	2
53	Farjana Rahman Epshita	Shareholder	1201480064718872	245,000	0.25%	0.17%	2
54	S.M Azim Uddin	Shareholder	1203110068282867	5,000	0.01%	0.00%	2
55	F. A. Trading Corporation	Shareholder	1203110063110187	1,503,000	1.50%	1.03%	2
56	Mr. Asraf Uddin Ahmed	Shareholder	1205590063842811	100,000	0.10%	0.07%	2
57	Khadeja Begum	Shareholder	1203110063628103	400,000	0.40%	0.28%	2
58	Asif Irtaza Islam	Shareholder	1202830004045050	400,000	0.40%	0.28%	2
59	Abu Hasnat Md. Rezanur Sohel	Shareholder	1202830059155494	300,000	0.30%	0.21%	2
60	Salma Zaman	Shareholder	1202830041154138	700,000	0.70%	0.48%	2
61	Mr. Molla Abdul Hakim	Shareholder	1203490049968782	100,000	0.10%	0.07%	2
62	Mr. Lutfur Rahman	Shareholder	1203110059591746	300,000	0.30%	0.21%	2
63	Mr. Jahed Bin Mostafa	Shareholder	1202830061466576	20,000	0.02%	0.01%	2
64	Mr. Md. Saidul Islam Chowdhury	Shareholder	1202830009668124	25,000	0.03%	0.02%	2
65	Mr. Chalton Chandan Chowdhury	Shareholder	1604940062500481	25,000	0.03%	0.02%	2
66	Mr. Santosh Barai	Shareholder	1202830059760415	10,000	0.01%	0.01%	2
67	Mr. Zillur Rahman Mridha	Shareholder	1604940056385728	40,000	0.04%	0.03%	2
68	Mr. Masrur Ferdous Khan	Shareholder	1605760064676999	5,000	0.01%	0.00%	2
69	Mrs. Dilruba Ahmed Khan	Shareholder	1605760064677115	30,000	0.03%	0.02%	2
70	Mr. Md. Saliur Rahman	Shareholder	1605760064677190	15,000	0.02%	0.01%	2
71	Dr. G.K.M Mustafizur Rahman	Shareholder	1605760064677313	10,000	0.01%	0.01%	2
72	Mr. Arifuzzaman	Shareholder	1605760068957317	20,000	0.02%	0.01%	2
73	Mr. Moahammad Hyder Mahmud	Shareholder	1202830019237373	20,000	0.02%	0.01%	2
74	Mr. Mohammed Yeasin	Shareholder	1605760064677597	50,000	0.05%	0.03%	2
75	Mr. Masud Khan	Shareholder	1605760068957309	20,000	0.02%	0.01%	2
76	Mr. Mohammad Rafiqul Islam	Shareholder	1605760066515618	150,000	0.15%	0.10%	2

Sl. No	Name of Shareholder	Position	BO ID Number	No. of Shares	% of Shares held		Lock-in Period (Years)
					Pre-IPO	Post-IPO	
77	Mr. Md. Iftekharul Amin	Shareholder	1605760066515859	50,000	0.05%	0.03%	2
78	Mr. M.A Halim Kajal	Shareholder	1202830023268198	50,000	0.05%	0.03%	2
79	Mr. Asif Mridha	Shareholder	1604940060423041	10,000	0.01%	0.01%	2
80	Mr. Md. Nazmul Alam Khan	Shareholder	1604940059598871	10,000	0.01%	0.01%	2
81	Mr. R.M Faizur Rahman	Shareholder	1605760068956173	50,000	0.05%	0.03%	2
82	Amina Rahman Nopur	Shareholder	1605760064678071	10,000	0.01%	0.01%	2
83	Mr. MD. Jahed Ahmed	Shareholder	1201710062619323	100,000	0.10%	0.07%	2
84	Mr. M. Shefaque Ahmed	Shareholder	1201710000076314	200,000	0.20%	0.14%	2
85	Abu Hasan Muhammad Tarique	Shareholder	1605070061729041	50,000	0.05%	0.03%	2
86	Manata Asset Management Ltd	Shareholder	1202610064842522	100,000	0.10%	0.07%	2
87	Faas Asset Management Ltd	Shareholder	1202610064842514	100,000	0.10%	0.07%	2
88	Mr. Mohammed Monirul Islam	Shareholder	1202550000262126	100,000	0.10%	0.07%	2
89	Syed Sakib Naimuddin	Shareholder	1202090043529568	150,000	0.15%	0.10%	2
90	Mr. Md. Mostafa	Shareholder	1202550000164983	50,000	0.05%	0.03%	2
91	Abid Hossain	Shareholder	1205670044309378	100,000	0.10%	0.07%	2
92	Mujibur Rahman	Shareholder	1202680000089457	5,000,000	5.00%	3.44%	2
93	G.M Ehsanul Haq	Shareholder	1605650065606973	100,000	0.10%	0.07%	2
94	Bizuni Link Services Limited	Shareholder	1605650064958124	100,000	0.10%	0.07%	2
95	Ferdous Ara	Shareholder	1205600064104163	100,000	0.10%	0.07%	2
96	Salma	Shareholder	1203110068810231	500,000	0.50%	0.34%	2
97	BRB Securities Ltd. (Dealer)	Shareholder	1203910038355843	500,000	0.50%	0.34%	2
98	Marzina Akter	Shareholder	1604940064501354	200,000	0.20%	0.14%	2
99	Khan Mohammad Toha	Shareholder	1202640068948076	50,000	0.05%	0.03%	2
100	Tamanna Ahmed	Shareholder	1202120044226209	50,000	0.05%	0.03%	2
101	Salma Shaheed	Shareholder	1605650066368206	200,000	0.20%	0.14%	2
102	Jamal Ahmed	Shareholder	1201590000295081	6,000	0.01%	0.00%	2
103	Tamij Uddin Ahmed	Shareholder	1203980058251779	6,000	0.01%	0.00%	2
104	Mr. A.K.M Mokbul Ahmed	Shareholder	1204410064864930	6,000	0.01%	0.00%	2
105	Md. Saiful Islam	Shareholder	1601880033022583	6,000	0.01%	0.00%	2
106	Md. Serazul Islam	Shareholder	1201780002118622	6,000	0.01%	0.00%	2
107	Farzana Sultana Chowdhury	Shareholder	1605760067662956	100,000	0.10%	0.07%	2
108	Jayanta Kumar Podder	Shareholder	1602170033215148	100,000	0.10%	0.07%	2
109	Alamgir Hossain	Shareholder	1203110063917110	200,000	0.20%	0.14%	2
110	Mst. Rahima	Shareholder	1203110063630693	100,000	0.10%	0.07%	2
111	Md. Abdur Rahim	Shareholder	1606060043753594	100,000	0.10%	0.07%	2
112	Borhan Mahmud	Shareholder	1203110068819131	100,000	0.10%	0.07%	2
113	Abdus Samad Azad	Shareholder	1201910056783517	200,000	0.20%	0.14%	2
114	Md. Abul Kasem	Shareholder	1202550068807871	100,000	0.10%	0.07%	2
115	Md. Amran	Shareholder	1201960064462656	100,000	0.10%	0.07%	2
116	Mohammad Saiful Islam	Shareholder	1605760065278738	60,000	0.06%	0.04%	2
117	Khandoker Mofazzal Hossain	Shareholder	1605760068175123	40,000	0.04%	0.03%	2

CHAPTER-XXIV

MARKETS FOR THE SECURITIES BEING OFFERED

Market for the Securities being offered:

The issuer shall apply to the following bourses for listing shares within 7 (seven) working days from the date of consent accorded by the Commission to issue the prospectus:



Dhaka Stock Exchange Limited (DSE)
Stock Exchange Building, 9-F Motijheel C-A,
Dhaka, Bangladesh



Chittagong Stock Exchange Limited (CSE)
CSE Building, 1080, Sk. Mujib Road, Agrabad,
Chittagong, Bangladesh

Declaration about Listing of Shares with the Stock Exchange(s):

If none of the Stock Exchange(s), if for any reason, grant listing within 75 days from the closure of subscription, any allotment in terms of this Prospectus shall be void and the company shall refund the subscription money within fifteen days from the date of refusal for listing by the stock exchange, or from the date of expiry of the said 75 (seventy-five) days, as the case may be.

In case of non-refund of the subscription money within the aforesaid fifteen days, the company directors, in addition to the issuer company, shall be collectively and severally liable for refund of the subscription money, with interest at the rate of 2% (two percent) per month above the bank rate, to the subscribers concerned.

The issue manager, in addition to the issuer company, shall ensure due compliance of the above-mentioned conditions and shall submit compliance report thereon to the Commission within seven days of expiry of the aforesaid fifteen days' time period allowed for refund of the subscription money.

Trading and Settlement:

Trading and Settlement Regulation of the stock exchanges shall apply in respect of trading and settlement of the shares of the company.

The issue shall be placed in “N” Category with DSE & CSE.

CHAPTER-XXV

DESCRIPTION OF SECURITIES OUTSTANDING OR BEING OFFERED

Description of securities outstanding or being offered

All types of securities outstanding or being offered with date or proposed date of such issue and to whom those are offered, number of securities and issue or offer price along with the following information:

a) Dividend, Voting, Pre-emption Rights:

The share capital of the company is divided into Ordinary Shares, carrying equal rights to vote and receive dividend in terms of the relevant provisions of the Companies Act 1994 and the Articles of Association of the company. All Shareholders shall have the usual voting right in person or by proxy in connection with, among others, election of Directors & Auditors and other usual agenda of General Meeting – Ordinary or Extra Ordinary. On a show of hand, every shareholder presents in person and every duly authorized representative of a shareholder present at a General Meeting shall have one vote and on a poll every shareholder present in person or by proxy shall have one vote for every share held by him or her. In case of any additional issue of shares for raising further capital, the existing shareholders shall be entitled to Issue of Right shares in terms of the guidelines issued by the Bangladesh Securities and Exchange Commission from time to time.

b) Conversion and Liquidation Rights:

In terms of the provisions of the Companies Act 1994, Articles of Association of the Company and other relevant rules in force, the shares of the Company are freely transferable. The Company shall not charge any fee for registering transfer of shares. No transfer shall be made to a firm, an infant or person of unsound mind.

c) Dividend Policy:

- i. The profit of the company, subject to any special right relating thereto created or authorized to be created by the Memorandum of Association and subject to the provisions of the Articles of Association, shall be divisible among the members in proportion to the capital paid-up on the shares held by them respectively.
- ii. No larger dividend shall be declared than is recommended by the Directors, but the Company in its General Meeting may declare a smaller dividend. The declaration of Directors as to the amount of Net Profit of the Company shall be conclusive.
- iii. No dividend shall be payable except out of profits of the Company or any other undistributed profits. Dividend shall not carry interest as against the Company.
- iv. The Directors may from time to time pay the members such interim dividend as in their judgment the financial position of the Company may justify.
- v. A transfer of shares shall not pass the right to any dividend declared thereon before the registration of transfer.
- vi. There is no limitation on the payment of dividends to the common stockholders of the Company.

d) Other Rights of the securities holders:

In terms of provisions of the Companies Act 1994, Articles of Association of the Company and other relevant rules in force, the shares of the Company are transferable. The Company shall not charge any fee, other than Government duties for registering transfer of shares. No transfer shall be made to a minor or person of unsound mind.

CHAPTER-XXVI

FINANCIAL STATEMENTS

- a) The latest financial statements prepared and audited by the Commission's panel auditors in adherence to the provisions of the Securities and Exchange Rules, 1987, the Companies Act, 1994, International financial Reporting and Auditing Standards as adopted in Bangladesh from time to time and Financial Reporting Act;

**Independent Auditor's Report
To the Shareholders of LUB-RREF (BANGLADESH) LIMITED
Report on the Audit of the Financial Statements**

Opinion

We have audited the accompanying financial statements of **LUB-RREF (BANGLADESH) LIMITED** ("the company") which comprise the Statement of Financial Position as on 30th June, 2019 and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and a summary of significant accounting policies and other Explanatory Notes to the Financial Statement.

In our opinion, the financial statements prepared in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) give a true and fair view of the financial position of **Lub-Rref (Bangladesh) Limited** as of 30th June, 2019 and results of its financial performance and its cash flows for the year then ended & comply with the Companies Act 1994, & other applicable laws & regulations.

Basis for Opinion

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

Key Audit Matters

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

Key audit matters	How our audit addresses the matter
1.Revenue RecognitionRef: Note 20.00	
The company recognized revenue (100% local) Tk. 1,543,942,711/- for the year. Revenue recognition have significant and widespread influence over the financial statements and plays a vital role in calculating Corporate Tax. Since, revenue recognition is one of the performance indicators in almost all sector, there always exist risk of revenue smoothing or window dressing. As per IFRS 15 revenue is recognized when a performance obligation is satisfied by transferring control over a promised good or service.	-We clearly encoded the total procedure of sales process starting from receipt of customer order to realization of revenue. -We tested the key controls over approval of sales order, signing off documents by appropriate personnel and input sales data into system in a complete & accurate manner. -On sample basis, we tested the work order proceed documents and other supporting like dispatch note, Invoice & receipt of final amount. We also reviewed the sales contract agreements with different buyer. -We tested the correctness of journal entries and recalculate the amount shown in sales ledger and make sure that the carry forward figure is accurate. -We carefully checked that, no unusual journal entries were made at the period end and also check the transactions/entries just before and after the balance sheet date to confirm cut off. -We also considered testing of some post balance sheet date invoices to make sure that the cut off dates are correct all reported revenues are relevant with current year.
2.Inventory ValuationRef: Note 4.00 ; 4.01 ;4.02 ;4.03	
Key audit matters	How our audit addresses the matter?
The company has shown sum of Tk. 515,046,937/- as closing inventory which represents 10.2% of total assets.	We obtained an understanding of the company's inventory control environment. Furthermore, we

Key audit matters	How our audit addresses the matter
For an understanding we refer to note no: 2.14 where the company disclosed its policy notes regarding inventory valuation. Inventories are usually carried in financial statements at the lower of cost and net realizable value. Since frequent changes in customer demand is unavoidable in manufacturing industry and a large quantity of raw material is held. As a result, there is risk that the carrying value of inventory exceeds net realizable value.	conducted a risk assessment and identified software applications, databases, operating systems and physical safeguard that are relevant to our audit. We tested key controls particularly in the area of access protection and linkage of such controls to the completeness and accuracy of financial reporting. Our audit procedures included, but were not limited to, the following: -We made sure that closing balances are carried forward correctly and current year purchase amounts are in agreement with ledger balances. - Due to distant location, physical verification of inventory held at Chittagong factory store and Bogra warehouse was not possible. Only physical inspection carried out in warehouse located at Mutual, Dhaka. - We reviewed the reliability and accuracy of recording system and verify the authorization of data input in software. -We reviewed the company's policy of accounting for obsolete, damaged & slow-moving items along with procedure for disposal. -We have checked the physical safeguard of equipment's, machineries & parts held at store of the company. - We also reviewed the requisition process of inventory and control on dispatch of items. -We have also considered the adequacy of the company's disclosures in respect of inventory is in line with relevant standard.

3. Tax Status of the company	Ref: Note 28.00 '28.01; 28.02
Key audit matters	How our audit addresses the matter
As per IAS 12 Income Taxes, the two components of the company's estimated tax is Current Tax & Deferred Tax. There is a current tax liability of 35,710,818/- & a deferred tax liability of 57,403,279/-. The company had made disclosure in note no: 2.33; 2.33.1 & 2.33.2 which gives an understanding of the provisions made against tax. The temporary difference of deferred tax consists critical calculation and forecast. The uncertainty in forecasting or lack of expertise may results in material misstatements which may have an impact on corporate tax.	-We verified that right opening balances are carried forward in current & deferred tax account. -We reviewed that the company had enjoyed Tax holiday under National Board of Revenue's order ref-11(7), anu-1/2007/902(2) dated 31.03.2008 which expires in 2010. We have nothing to report on this regard. -The assessment is complete up to A/Y 2014-2015 & assessment under process A/Y 2015-2016; 2016-2017 & 2017-2018. -We made sure that, the tax base is according to 3rd schedule of ITO 1984 and the accountant of the company have clear understanding of posting the associated journal entries. - We recalculated the figures presented in the financial statements and made sure they are in agreement with general ledger. -We evaluated the adequacy of financial statement disclosures including key assumptions, judgments and sensitivities.

Other Information

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 directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially

inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

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

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books;
- c) The statements of financial position and statement of profit or loss and other comprehensive income
- d) The expenditure incurred was for the purposes of the Company's business.

Place: Dhaka
Date: October 15, 2019

Sd-
ASHRAF UDDIN & CO.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Financial Position

As at June 30, 2019

	Notes	Amounts in Taka	
		30-Jun-19	30-Jun-2018
ASSETS			
Non-current Assets		3,627,445,483	3,356,504,608
Property, Plant and Equipment	3.00	3,627,445,483	3,356,504,608
Current Assets		1,419,884,172	1,294,612,446
Inventories	4.00	515,046,937	490,787,134
Receivables	5.00	407,670,496	346,224,382
Advances, Deposits & Prepayments	6.00	351,515,545	278,687,677
Related Party Current Accounts	7.00	67,526,936	48,180,000
Cash and Cash Equivalents	8.00	78,124,257	130,733,253
TOTAL ASSETS		5,047,329,655	4,651,117,054
SHAREHOLDER'S EQUITY AND LIABILITIES			
Shareholders' Equity		3,193,092,083	2,984,337,610
Share Capital	9.00	1,000,000,000	1,000,000,000
Share Premium	9.01	458,500,000	458,500,000
Revaluation Reserve	10.00	597,274,195	603,645,902
Retained Earnings	11.00	1,137,317,888	922,191,708
Share Money Deposits	12.00	-	-
Non-current Liabilities		1,062,096,527	996,471,549
Long-Term Loan-Non Current Portion	13.00	753,066,795	742,895,373
Lease Liabilities-Non Current Portion	14.00	634,182	1,459,486
Deferred Tax Liability	15.00	308,395,550	252,116,690
Current Liabilities		792,141,046	670,307,895
Long-Term Loan-Current Portion	13.00	234,000,000	78,000,000
Lease Liabilities- Current Portion	14.00	1,147,716	1,147,716
Short-Term Bank Loan	16.00	439,170,175	521,423,550
Liability for WPPF		15,037,208	13,590,920
Trade Payables	17.00	28,294,927	12,516,851
Liability for Current Tax	18.00	65,824,051	30,113,234
Liability for Expenses	19.00	8,666,969	13,515,624
TOTAL SHAREHOLDERS EQUITY & LIABILITIES		5,047,329,655	4,651,117,054
NET ASSET VALUE PER SHARE (NAV) with Re-Valuation	30.00	31.93	29.84
NET ASSET VALUE PER SHARE (NAV) without Re-Valuation		25.96	23.81

The annexed notes form and integral part of these Financial Statements.

Sd/-
Chairman Sd/-
Managing DirectorSd/-
Director Sd/-
Chief Financial Officer
Signed as per our annexed report of even dateSd/-
Company SecretaryDate: 15 October, 2019
Place: DhakaSd/-
Ashraf Uddin & Co.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6(Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Profit or Loss & Other Comprehensive Income

For the year ended June 30, 2019

Notes	Amounts in Taka	
	Fy(2018-2019)	Fy(2017-2018)
Net Revenues	20.00 1,533,942,711	1,375,933,622
Cost of Goods Sold	21.00 (1,040,883,326)	(933,851,840)
Gross Profit	493,059,385	442,081,782
Operating Expenses	(187,069,729)	(169,302,913)
General and Administrative Expenses	22.00 (47,711,529)	(42,816,717)
Selling and Distribution Expenses	23.00 (38,538,717)	(33,533,577)
Other Operating Income	24.00 29,025,084	18,751,650
Financial Expenses	25.00 (129,844,567)	(111,704,269)
Operating Profit for the Year	305,989,656	272,778,869
Other Non Operating Income	9,791,702	12,630,446
Financial Income	26.00 2,906,744	970,670
Income from Others	27.00 6,884,958	11,659,776
Profit Before WPPF & Income Tax	315,781,358	285,409,315
Less: Contribution to WPPF	(15,037,208)	(13,590,920)
Profit Before Income Tax for the Year	300,744,151	271,818,395
Provision for Income Tax	(93,114,097)	(67,314,068)
Current Tax	28.01 (35,710,818)	(12,788,768)
Deferred Tax	28.02 (57,403,279)	(54,525,300)
Net Profit After Tax for the Year	207,630,054	204,504,327
Other Comprehensive Income	1,124,419	320,161,296
Deferred Tax (Expenses)/Income of Revaluation Reserve	15.02 1,124,419	(12,038,643)
Revaluation Reserve made during the year	3.02 -	332,199,939
Total Comprehensive Income for the Year	208,754,473	524,665,624
Earnings Per Share (EPS) Basic	2.08	2.07
Earnings Per Share (EPS) Diluted	2.08	2.05

*The annexed notes form and integral part of these Financial Statements.*Sd/-
Chairman Sd/-
Managing DirectorSd/-
Director Sd/-
Chief Financial Officer
Signed as per our annexed report of even dateSd/-
Company SecretaryDate: 15 October, 2019
Place: DhakaSd/-
Ashraf Uddin & Co.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6(Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Changes in Equity

For the year ended June 30, 2019

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Share Money Deposits	Retained Earnings	Total
Balance as at July 01, 2018	1,000,000,000	458,500,000	603,645,903	-	922,191,708	2,984,337,610
Addition during the Year	-	-	-	-	-	-
Adjustment for Revaluation Surplus	-	-	(7,496,127)	-	7,496,127	-
Deferred Tax on Revaluation Reserve	-	-	1,124,419	-	-	1,124,419
Net profit/ (Loss) after tax for the Year	-	-	-	-	207,630,054	207,630,054
Balance as at June 30, 2019	1,000,000,000	458,500,000	597,274,195	-	1,137,317,888	3,193,092,083

Statement of Changes in Equity

For the year ended June 30, 2018

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Share Money Deposits	Retained Earnings	Total
Balance as at July 01, 2017	700,000,000	-	291,813,636	548,500,000	709,358,351	2,249,671,987
Addition during the Year	300,000,000	458,500,000	332,199,939	210,000,000	-	1,300,699,939
Allotment made during the year	-	-	-	(758,500,000)	-	(758,500,000)
Adjustment for Revaluation Surplus	-	-	(8,329,030)	-	8,329,030	-
Deferred Tax on Revaluation Reserve	-	-	(12,038,643)	-	-	(12,038,643)
Net profit/ (Loss) after tax for the Year	-	-	-	-	204,504,327	204,504,327
Balance as at June 30, 2018	1,000,000,000	458,500,000	603,645,903	-	922,191,708	2,984,337,610

Sd/-

Chairman

Sd/-

Managing Director

Sd/-

Director

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

Signed as per our annexed report of even date

Date: 15 October, 2019

Place: Dhaka

Sd/-

Ashraf Uddin & Co.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Cash Flows

For the year ended June 30, 2019

Note	Amounts in Taka	
	Fy(2018-2019)	Fy(2017-2018)
A. Cash Flows From Operating Activities:		
Receipts from Customers	42.00 1,501,235,830	1,399,171,969
Receipts from Other Non-operating Income	208,446	1,627,626
Payments to Suppliers	43.00 (924,928,614)	(921,285,101)
Payments for Employee	44.00 (56,271,395)	(29,689,274)
Payments to Operating Expenses	45.00 (88,099,238)	(14,160,584)
Income Tax Paid	(32,857,450)	(18,009,199)
Net Cash (Used In) / Generated By Operating Activities	399,287,581	417,655,438
B. Cash Flows From Investing Activities:		
Purchase of Property, Plant & Equipment	(47,817,010)	(14,112,187)
Addition in Capital Work-In-Progress	(320,332,105)	(535,403,046)
Finance Expenses Capitalized	(27,517,807)	(18,205,250)
Interest from FDR	3,156,027	267,443
Advance against Floor Purchase	-	(5,300,000)
Adjustment of Related Party Current Account	(12,633,857)	139,223,437
Net Cash (Used In) / Generated By Investing Activities	(405,144,752)	(433,529,602)
C. Cash Flows From Financing Activities:		
Financial Expenses Paid	(129,844,567)	(111,704,269)
Repayment of Short-term loan	(82,253,375)	(20,725,484)
Repayment of Long-term loan	165,346,117	(4,699,554)
Addition of Share Money Deposit	-	210,000,000
Net Cash (Used In) / Generated By Financing Activities	(46,751,825)	72,870,693
D. Increase/(Decrease) In Cash And Cash Equivalents (A+B+C)	(52,608,996)	56,996,530
E. Opening Cash and Cash Equivalents	130,733,253	73,736,724
F. Closing Cash And Cash Equivalents (D+E)	78,124,257	130,733,253
Net Operating Cash Flow Per Share (Basic) Note-31.00	3.99	4.23

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director
Signed as per our annexed report of even date

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Date: 15 October, 2019
Place: Dhaka

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6(Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Notes, Comprising Summary of Significant Accounting Policies and Other Explanatory InformationFor the year ended 30th June 2019**1. 00 Status of the Reporting Entity****1.01 Legal Status:**

Lub-rref (Bangladesh) Limited was incorporated as a public company limited by shares on 18 November, 2001 under the Companies Act, 1994. The company started its commercial operation in 2006. The registered office of the company is located at Plot No.-B-6 (part), 9, 10 BSCIC Industrial Estate, Sagarika Road, Chittagong, Bangladesh.

1.02 Nature of Business

The principal activities of the Company are to manufacture of lubricants & allied products in its factory at Plot No.-B-6 (part), 9, 10 BSCIC Industrial Estate, Sagarika Road, Chittagong. The Lubricant manufacturing plant has modern and latest machinery to produce various types and categories of lubricants, Automotive, Industrial, Marine lubricants and Grease as well as laboratory Services and marketing same conforming to latest claims like of API, ACEA, VOLVO, BMW, MB, Wartsila, MTU, DIN, MAN, Waukesha, Denison, Vickers, AFNOR, etc. and the project also envisages further expansion, producing the specialty products in near future with foreign technical assistance through its divisional Sales Points through the country.

2.00 Significant Accounting Policies and Basis of Preparation of the Financial Statements

The accounting policies set out below have been applied consistently (otherwise as stated) to all periods presented in these financial statements:

2.01 Going Concern

The company has adequate resources to continue in operation for the foreseeable future and hence, the financial statements have been prepared on a going concern basis. As per management assessment, there is no material uncertainties related to event or condition which may cast significant doubt upon the company's ability to continue as a going concern.

2.02 Use of Estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognized in the Financial Statements. The account judgments, estimates and assumptions are been used in the following heads of Accounts for the preparation of Financial Statements:

Note: 2.08.1 Recognition, Measurement and Disclosure of Property, Plant and Equipment

Note: 2.08.3 Depreciation on Fixed Assets

Note: 2.08.7 Impairment of Assets

Note: 2.08.8 Revaluation of Property, Plant & Equipment

Note: 2.11 Inventories (Provision for Damage & Obsolete)

Note: 2.13 Provision, Contingent Liabilities and Contingent Assets

Note: 2.12.3 Accounts receivables (Trade Debtors)

Note: 2.12.8 Trade Payables and Accruals

Note: 2.15 Revenue recognition

Note: 2.16 Foreign Currency Transactions and Translations

Note: 2.17 Employees Benefits

Note: 2.18 Finance Income and Expenses

Note: 2.27 Income Tax (Current and Deferred Tax)

2.03 Principal Accounting Policies

The financial statements have been prepared and the disclosure of information made in accordance with the requirements of the Companies Act 1994 and International Accounting Standards (IASs) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). The Board of Directors is responsible for preparing and presenting the financial statements including adequate disclosure, which approved and authorized for the issue of these financial statements. The Statements of Financial Position and Statement of Profit or Loss and other Comprehensive Income have been prepared according to IAS-1 “**Presentation of Financial Statements**” based on an accrual basis of accounting following going concern assumption and Statement of Cash Flows according to IAS 7 “**Statement of Cash Flows**”.

2.04 Applicable Accounting Standards

The following International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) is applicable to the financial statements for the year 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 & Errors
IAS 10	Events after the Reporting Period
IAS 12	Income Taxes
IAS 16	Property, Plant & Equipment
IAS 17	Leases
IAS 19	Employee Benefits
IAS 21	The Effects of Changes in Foreign Exchange Rates
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 28	Investment in Associates and Joint Ventures
IAS 33	Earnings Per Share
IAS 37	Provision, Contingent Liabilities and Contingent Assets
IFRS 7	Financial Instruments: Disclosures
IFRS 8	Operating Segments
IFRS 9	Financial Instruments
IFRS 13	Fair Value Measurement
IFRS 15	Revenue from Contracts with Customers

2.05 Changes in significant accounting policies

Except the changes following, the Company has consistently applied the accounting policies to all periods presented in these financial statements. The Company has initially adopted IFRS 15 Revenue from Contracts with Customers and IFRS 9 Financial Instruments from 1 July 2018. There is no impact on financial statements on initial application of the standards.

2.06 IFRS 15 Revenue from contracts with customers

"IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaced IAS 18 Revenue, IAS 11 Construction Contracts and related interpretations. The Company has adopted IFRS 15 Revenue from Contracts with Customers. The adoption of this standard has no impact on the Company's financial statements. IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement.

Classification and measurement of financial assets and financial liabilities

IFRS 9 contains three principal classification categories for financial assets: measured at amortised cost, FVOCI (Fair Value through Other Comprehensive Income) and FVTPL (Fair Value through Profit or Loss). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flows characteristics. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale. Under IFRS 9, derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated. IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. The adoption of IFRS 9 has not had a significant effect on the Company's accounting policies related to financial liabilities. For an explanation of how the Company classifies and measures financial instruments and accounts for related gains and losses under IFRS 9. The following table and the accompanying notes below explain the original measurement categories under IAS 39 and the new measurement categories under IFRS 9 for each class of the Company's financial assets and financial liabilities as at 1 July 2018. The effect of adopting IFRS 9 on the carrying amounts of financial assets at 1 July 2018 relates solely to the new impairment requirements.

Particulars	Original classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39	New carrying amount under IFRS 9
Financial assets				
Trade Receivables and Cash & Cash Equivalents	Loans and receivables	Amortized cost	476,957,635	476,957,635
Financial liabilities				
Trade Payables	Other financial liabilities	Other financial liabilities	12,516,851	12,516,851

Trade Receivables that were classified as loans and receivables under IAS 39 are now classified at amortized cost. No material impact to the primary financial statements has arisen on the adoption of IFRS 9 and the Company has not restated prior periods on adoption of IFRS9. The following table reconciles the carrying amounts of financial assets under IAS 39 to the carrying amounts under IFRS 9 on transition to IFRS 9 on 1 July 2018.

Particulars	IAS 39 carrying amount at 30 June 2018	Re-measurement	IFRS 9 carrying amount at 01 July 2018
Financial Assets			
Trade Receivables			
Brought forward: Loans and receivables Re-measurement	346,224,382	-	346,224,382
Carried forward: Amortised cost			
Cash and cash equivalents	130,733,253	-	130,733,253
Brought forward: Loans and receivables Re-measurement			
Carried forward: Amortised cost			
Total amortized cost	476,957,635		476,957,635

Impairment of financial assets

IFRS 9 replaces the 'Incurred Loss' model in IAS 39 with an 'Expected Credit Loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments. Credit risk is minimized due to the quality and short-term nature of the Company's trade receivables as well as the fact that the exposure is spread over a large number of customers. No material impact to the primary financial statements has arisen on the adoption of IFRS 9 and the Company has not restated prior periods on adoption of IFRS9.

2.07 Standards issued but not yet effective

In January 2018, the Institute of Chartered Accountants of Bangladesh (ICAB) has adopted International Financial Reporting Standards issued by the International Accounting Standards Board as IFRSs. As the ICAB previously adopted such standards as Bangladesh Financial Reporting Standards without any modification, this adoption does not have any impact on the financial statements of the Company for annual periods beginning on or after 01 January 2018. A number of new standards are effective for annual periods beginning on or after 01 January 2018 and earlier application is permitted; however, the Company has not early adopted the new or amended standards in preparing these financial statements. Of those standards that are not yet effective, IFRS 16 is expected to have a material impact to the Company's financial statements in the period of initial application.

IFRS 16 Leases

IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard – i.e. lessors continue to classify leases as finance or operating leases. IFRS 16 replaces existing leases guidance, including IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases – Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard is effective for annual periods beginning on or after 1 January 2019. Although early adoption is permitted, the company has not early adopted IFRS 16 in preparing these financial statements. The most significant impact identified is that, the company will recognise new assets and liabilities for its operating leases of corporate offices and sales depot. In addition, the nature of expenses related to those leases will now change as IFRS 16 replaces the straight-line operating lease expense with a depreciation charge for right-of-use assets and interest expense on lease liabilities. Previously, the company recognised operating and finance lease expense on a straight-line basis over the term of the lease, and recognised liabilities only to the extent that there was a timing difference between actual lease payments and the expense recognized. As a lessee, the company plans to apply IFRS 16 initially on 1 July 2019, using the modified retrospective approach. Therefore, the cumulative effect of adopting IFRS 16 will be recognised as an adjustment to the opening balance of retained earnings at 1 July 2019, with no restatement of comparative information. The company also plans to apply IFRS 16 to all contracts entered into before 1 July 2019 and identified as leases in accordance with IAS 17 and IFRIC 4. The company is currently assessing the impact of initially applying the standard on the elements of financial statements.

2.08 Regulatory and Legal Compliances

The company is also required to comply with the following major laws and regulation in addition to the Companies Act, 1994:

The Income Tax Ordinance, 1984

The Income Tax Rules, 1984

The Value Added Act, 1991

The Customs Act, 1969

Bangladesh Labor Law, 2006

The Securities & Exchange Ordinance, 1969

The Securities and Exchange Rules, 1987.

2.09 Reporting Period

The financial period of the company covers One year from July 01, 2018 to June 30, 2019.

2.10 Functional and Presentational reporting currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency.

2.11 Property, Plant and Equipment

2.11.1 Recognition, Measurement and Disclosure

Property, plant and equipment except land and building are measured at cost less accumulated depreciation and impairment losses if any. Land and buildings are measured at fair value. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable inward freight, duties and non-refundable taxes. Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment. The Company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the entity and the cost of the item can be measured reliably. All other costs are recognized in the income statement as an expense as incurred. In accordance with the allowed alternative treatment of *IAS 23 "Borrowing Cost"* finance costs have been capitalized for qualifying assets.

2.11.2 Depreciation on Fixed Assets

Depreciation on fixed assets is computed using the reducing balance method so as to write off the assets over their expected useful life. After considering the useful life of assets as per IAS-16 Property, Plant & Equipment the annual depreciation rates applied under which is considered reasonable by the management. Depreciation rates varying from 2.5% to 20%. Depreciation of an asset begins when it is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by the management. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed of are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for the period.

Category	Rate (%)
Land & Land Development	0%
Office Building	2.5%
Air Conditioner	10%
Computer & Computer Accessories	10%
Fire Extinguisher	10%
Furniture & Fixture	10%
Vehicles	20%
Office Equipment	10%
Plant & Machineries	10%
Electricity Installation	10%
Factory Building & Shed	2.5%
Factory Equipment	10%
Gas Installation	10%
Generator	10%
Weighing Scale	5%
Interior Decoration	15%
Kitchen Equipment	10%
Ware House, Dhaka	10%

- The Company used branded plant and machinery in its production process which were procured from German, USA, & other European countries. With a small maintenance, the life of the assets can be strengthened and can be modified as per the requirement of the Company. That is why the depreciation on plant and machineries are 10%. The factory buildings life time are also considered 40 years which is very reasonable. That is why, the rate is 2.5%. Another reason is that the main factory building is built with RCC structures and other factory buildings were built with pre-fabricated structures. And Other Fixed Asset's life time is considered 10 years (Motor Vehicle 5 years) which is very reasonable.

2.11.3 Disposal of Fixed Assets

An asset is derecognized upon disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset is recognized as gain or loss from disposal of asset under other income in the statement of comprehensive income.

2.11.4 Maintenance Activities

The company incurs maintenance cost all its major items of property, plant and equipment. Repair and Maintenance costs are charged as expenses when incurred.

2.11.5 Subsequent Costs

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the profit and loss account as incurred.

2.11.6 Revaluation of Property, Plant & Equipment

As per IAS16: Property, Plant and Equipment paragraph 34, “the frequency of revaluations depends upon the changes in fair values of the items of property, plant and equipment being revalued. When the fair value of a revalued asset differs materially from its carrying amount, a further revaluation is required. Some items of property, plant and equipment experience significant and volatile changes in fair value, thus necessitating annual revaluation. Such frequent revaluations are unnecessary for items of property, plant and equipment with only insignificant changes in fair value. Instead, it may be necessary to revalue the item only every three or five years. To comply with the above paragraph The Company made its first valuation of Land and Land Development, Plant and machineries and Building and other construction on 31 December 2013 and Secondly on 30 June 2017 by an independent valuer to reflect fair value (Market Approach) thereof following ‘Current Cost Method’ as per IFRS-13 ‘Fair Value Measurement’.

Particulars Of Assets	Name of Valuer	Qualification of the Valuer	Date of Revaluation	Carrying amount of Assets	Value of the assets after revaluation	Revaluation Surplus in 31.12.13	Revaluation Surplus in 30.06.2017
Land and Land Development	Ahmad & Akhtar	Chartered Accountants	07.12.17	512,848,032	107,5273,891	230,225,920	332,199,939
Building and other construction				322,337,791		-	-
Plant and machineries				1,037,285,372	1,157,584,903	120,299,531	-

The increase in the carrying amount of revalued assets is recognized in the separate component of equity as Revaluation Surplus. However, the increase recognized in the statement of Profit or Loss and Others Comprehensive Income for year ended June 30, 2018. Other Non-Current Assets were kept outside the scope of the revaluation works. These are expected to be realizable at written down value (WDV) as mentioned in the statement of Financial Position of the company. The Company revalued its only land and land development as per valuation guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) dated on 18 August 2013 clause 09 of Part A. For better understanding, a table showing below;

Name of PPE	At Cost as on 30 June 2017	Revalued amount as on 30 June 2017	Revaluation Surplus on 31 Dec. 2013	Revaluation Surplus on 30 June 2017	Remarks
Land and Land Development	512,848,032	1,075,273,891	230,225,920	332,199,939	As per (BSEC) valuation guideline dated on 18 August 2013 clause-8 Time-lag between two valuation for the same class of assets shall not be less than three years; provided that no upward revaluation of an asset shall be made within two years of its acquisition;
Office Building, Factory Building and Ware House	322,337,791	322,337,791	-	-	As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iii) upward revaluation of the asset

Name of PPE	At Cost as on 30 June 2017	Revalued amount as on 30 June 2017	Revaluation Surplus on 31 Dec. 2013	Revaluation Surplus on 30 June 2017	Remarks
					are not allowed ‘Tin-shed buildings, buildings having remaining economic life of less than 50% of its total useful life, as estimated at construction’
Plant & Machineries	1,037,285,372	1,119,993,956	120,299,531		As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iii) upward revaluation of the asset are not allowed ‘Plant & machineries acquired in second in hand condition, acquired in brand new condition but having remaining economic life of less than 50% of its total useful life, as estimated at acquisition’
All other assets	31,699,365	-	-	-	As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iv) upward revaluation of the asset are not allowed ‘Vehicles, furniture & Fittings, office equipment, loose tools and intangible assets’

2.11.7 Impairment of Assets

The management of the Company takes physical stocks periodically and recognition of the assets were made accordingly considering the usable condition, wear and tear of the assets as follows:

- The valuation of Property, Plant & Equipment has been made on the basis of the useable condition of the assets as per IAS-36 Impairment of Assets.
- The management of the Company has conducted physical verification for Property, Plant & Equipment on 30.06.2019. Property, Plant & Equipment's are consisting of Office Building, Air Conditioner, Computer & Computer Accessories, Fire Extinguisher, Furniture & Fixture, Vehicles, Office Equipment, Plant & Machineries, Electricity Installation, Factory Building & Shed, Factory Equipment, Gas Installation, Generator, Weighing Scale, Interior Decoration, Kitchen Equipment and Ware House are valued at lower of cost and net realizable value as per IAS 16: Property, Plant & Equipment Costs include expenditure incurred in acquiring the assets and other costs incurred in bringing them to their existing location and condition. Impairment of assets are made as and when assets became obsolete or unusable for which the management of the company is giving decisions from time to time. The management of the Company reviews the carrying amounts of its assets (Balance Sheet Date) to determine whether there is any indication of impairment in accordance with IAS-36: ‘Impairment of Assets’. During the year at Balance Sheet date, there was no indication of impairment of assets; as such, no adjustment was given in the Financial Statements for impairment.

2.12 Intangible Asset

The Company has no Intangible assets during the year.

2.13 Capital Work in Progress

Property, plant and equipment under construction/ acquisition are accounted for as capital work-in-progress until construction/ acquisition is complete and measured at cost. In Addition, as per IAS 23, the Interest expense on the bank loan taken for acquisition of plant and machinery has been capitalized since the assets could not make ready for use during the reporting period.

2.14 Inventories

Inventories consisting of raw materials, work in progress, finished goods are valued at lower of cost and net realizable value as per IAS 2: Inventory. Cost of inventories include expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. Cost of inventories is determined by using the weighted average cost formula. Where necessary, allowance is provided for damaged, obsolete and slow-moving items to adjust the carrying number of inventories to the lower of cost and net realizable value. Net realizable value is based on estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Impairment of Inventories

Impairment of inventory is made as and when inventory became obsolete or unusable or for slow moving items for which the management of the company is giving decisions from time to time. Based on sales cycle of slow-moving items, the sales prices of the products may decrease over time. The management of the Company reviews the carrying amounts of its inventory (Balance Sheet Date) to determine whether there is any indication of impairment in accordance with IAS-2: 'Inventories'. When the sales price moves below the inventory cost prices, the loss on sales is recognized immediately in the Financial Statements. However, there was no indication of impairment of inventory during the year; and as such, no adjustment was given in the Financial Statements for impairment.

2.15 Financial Instruments

2.15.1 Derivative

According to IFRS 7 “Financial Instruments Disclosure”, the company was not a party to any derivative contract (Financial instruments) at the Balance Sheet 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 leases in future.

2.15.2 Non-Derivation Financial Instruments

Non-derivative financial instruments comprise trade receivables, trade payables, cash and cash equivalents and share capital.

2.15.3 Trade and other receivables

Trade receivables are recognized initially at invoice value and subsequently measured at the remaining amount less allowance for doubtful receivable at the year end, if any. Receivables from foreign currency transactions are recognized in Bangladeshi Taka using exchange rates prevailing on the date of transaction.

2.15.4 Cash and Cash Equivalents

Cash and cash equivalents consist of cash in hand and with banks on current and deposit accounts and short-term investments which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

2.15.5 Trade Payables and Accruals

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

2.15.6 Share Capital

Ordinary shares are classified as equity.

2.16 Provision, Contingent Liabilities and Contingent Assets

The financial statements are prepared in conformity with IAS 37 “Provision, contingent Liabilities and Contingent Assets”, which requires management to ensure that appropriate recognition criteria and measurement bases are applied to provision for outstanding expenses, contingent liability, assets and that sufficient information is disclosed in the notes to the accounts to enable its users for their understanding about its nature, timing and amount. In accordance with the guidelines as prescribed by IAS-37 provisions were recognized in the following situations:

- When the company has a present obligation as a result of the past event.
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and
- Reliable estimate can be made about the sum of the obligation.

We have shown the provision in the statement of financial position at an appropriate level with regard to an adequate provision for risks and uncertainties. The sum of provision estimated and booked represents the reliable estimate of the probable expenses incurred but not paid, which is required to fulfill the current obligation on the Balance Sheet Date.

2.17 Loans and Borrowing

Principal amounts of loans and borrowings are stated at their outstanding amounts. Borrowings repayable after twelve months from the reporting date are classified as non-current liabilities whereas the portion payable within twelve months, unpaid interest and other charges are classified as current liabilities.

2.18 Revenue Recognition

"As per IFRS-15: "Revenue from Contracts from Customers" an entity shall account for a contract with a customer only when all of the following criteria are met:

- The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to performing their respective obligations;
- The entity can identify each party's rights regarding the goods or services to be transferred;
- The entity can identify the payment terms for the goods or services to be transferred;
- The contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer."

Considering the five steps model, the Company recognizes revenue at the time of when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of those goods. Revenue from sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer when the buyer's bank provides assurance by giving acceptance letter on the delivery of goods. Revenue represents the invoice value of goods supplied to the customers measured at the fair value of the consideration received or receivable. In addition, prior year Financial Statements were prepared in accordance with Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs). The management has made an assessment of the difference between IFRS and BFRS (mainly IFRS-15 'Revenue from contract with Customers' and IAS-18 'Revenue') and concluded that there are no differences that would impact any numerical amount and disclosures in the financial statement. For better presentation, the management reconciled Statement of Profit or Loss and Other Comprehensive Income as well as Statement of Financial Position of the company with the effect of IFRS-15 para c(8) which is shown below:

Impact on Financial Position For the year ended 30th June 2019

Particulars	As Reported	Adjustment (effect on IFRS-15)	Amount without adoption of IFRS-15
Assets			
Non-Current Assets	3,627,445,483	-	3,627,445,483
Current Assets	1,419,884,172	-	1,419,884,172
Total Assets	5,047,329,655	-	5,047,329,655
Shareholder's Equity and Liabilities			
Shareholder's Equity	3,193,092,083	-	3,193,092,083
Non-Current Liabilities	1,062,096,527	-	1,062,096,527
Current Liabilities	792,141,046	-	792,141,046
Total Shareholder's Equity and Liabilities	5,047,329,655	-	5,047,329,655

Impact on the statement of Profit or Loss and other comprehensive Income For the year ended June 30, 2019

Particulars	As Reported	Adjustment (effect on IFRS-15)	Amount without adoption of IFRS-15
Revenue	1,533,942,711	-	1,533,942,711
Cost of Goods Sold	(1,040,883,326)	-	(1,040,883,326)
Gross Profit	493,059,385	-	493,059,385
Operating expenses	(187,069,729)	-	(187,069,729)
Profit from Operation	305,989,656	-	305,989,656
Profit before Income Tax	300,744,151	-	300,744,151
Income Tax Expense	(93,114,097)	-	(93,114,097)
Profit after Income Tax	207,630,054	-	207,630,054
Other Comprehensive Income for the year	1,124,419	-	1,124,419
Total Comprehensive Income For the year	208,754,473	-	208,754,473

Impact on the statement of Cash Flows
For the year ended June 30, 2019

Particulars	As Reported	Adjustment (effect on IFRS-15)	Amount without adoption of IFRS-15
Net Cash Generated from Operating Activities	399,287,581	-	399,287,581
Net cash Used to Investing Activities	(405,144,752)	-	(405,144,752)
Net cash Generated from Financing Activities	(46,751,825)	-	(46,751,825)
Net Increase/(Decrease) Cash and Cash Equivalents	(52,608,996)	-	(52,608,996)
Cash and Cash Equivalents at the beginning of the year	130,733,253	-	130,733,253
Cash and Cash Equivalents at the end of the year	78,124,257	-	78,124,257

2.19 Financial instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

Classification and measurement of financial assets and financial liabilities

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale. The adoption of IFRS 9 has not had a significant effect on the company's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below. Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortized cost; Fair Value through Other Comprehensive Income (FVOCI)–debt investment; Fair Value through Other Comprehensive Income (FVOCI)–equity investment; or Fair Value through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. Derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated. Instead, the hybrid financial instrument as a whole is assessed for classification.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis. All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. A financial asset (unless it is a trade receivable without a significant financing component that is initially measured at the transaction price) is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition. The following accounting policies apply to the subsequent measurement of financial assets.

Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

Financial assets at amortized cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on de-recognition is recognized in profit or loss. Trade receivables are classified as financial assets measured at amortised cost.

Debt investments at FVOCI

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in profit or loss. Other net gains and losses are recognised in OCI. On de-recognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Impairment of financial assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments. The financial assets at amortised cost consist of trade receivables, cash and cash equivalents, and corporate debt securities. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on The Company's historical experience and informed credit assessment and including forward-looking information. The company considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the company in full, without recourse by The company to actions such as realizing security (if any is held).

Measurement of Expected Credit Losses (ECL)

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the company expects to receive). ECLs are discounted at the effective interest rate of the financial asset. At each reporting date, the company assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. The Company expected that they have no credit losses on Trade Receivables.

Presentation of impairment

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. For debt securities at FVOCI, the loss allowance is recognised in OCI, instead of reducing the carrying amount of the asset. Impairment losses related to trade receivables and others, including contract assets, are presented separately in the notes to the financial statement if any.

2.20 Impairment

i) Financial assets

The Company recognizes loss allowances for Expected Credit Losses ECLs on:

- financial assets measured at amortised cost;
- debt investments measured at FVOCI; and
- Contract assets.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. Except for the following, which are measured at 12-month ECLs:

- debt securities that are determined to have low credit risk at the reporting date; and
- Other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

ii) Non-financial assets

The carrying amounts of the Company's non-financial assets (other than inventories) are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated in order to determine the extent of impairment loss (if any). Where it is not possible to determine the recoverable amount of an individual asset, the Company estimates the recoverable amount of the Cash Generating Unit (CGU) to which the asset belongs. An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its recoverable amount. The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU. Impairment losses are recognised in profit or loss. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss had been recognised.

2.21 Foreign Currency transactions and translations

These Financial Statements are presented in Bangladeshi Taka which is the functional and presentation currency of the company. The import activities of the company were carried out in foreign currency but recorded and reported in Bangladesh Taka as the reporting Currency. Foreign exchange differences (if any) arising on translation are recognized in the Statement of comprehensive Income in accordance with IAS 21 “The Effects of Changes in Foreign Currency Rates.”

2.22 Employees Benefits

The Company has accounted for and disclosed employee benefits in compliance with the provisions of IAS 19: Employee Benefits. The cost of employee benefits is charged off as revenue expenditure in the period to which the contributions relate. The Company’s employee benefits include the following:

Short-term employee benefits

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

Provident Fund

The Company has established and maintaining Contributory Provident Fund. Permanent employees of the Company contribute 8.33% of their basic salary to the provident fund and the Company also contributes the same.

Workers’ Profit Participation Fund (WPPF)

The Company provides 5% of its profit before tax after charging contribution to WPPF in accordance with Bangladesh Labor Act, 2006 as amendment 2013.

Gratuity:

As per the Bangladesh Labor Act, 2006, who have completed minimum 5 (five) years of continuous service from the date of joining are eligible to gratuity payment at the time of separation of employment with the Company. The Company have not yet established gratuity fund. The Management of the Company has a plan to establish gratuity fund in near future.

2.23 Finance Income and Expenses

Finance Income

Finance Income comprises interest income on funds invested Interest Income is recognized on maturity.

Finance Expenses

Finance Expenses comprise interest expenses on loan, overdraft and bank charges. All borrowing costs are recognized in the profit and loss account using the effective interest method except to the extent that they are capitalized during the constructions period of the plants in accordance with IAS-21 “The effect of Changes of Foreign Currency Transaction”.

2.24 Earnings Per Share (EPS)

The Company calculates its Earning per Share (EPS) in accordance with IAS 33 “Earnings per Share” which has been shown on the face of Statement of Comprehensive Income and the computation of EPS.

Basic Earnings Per Share

The company presents its Basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the company by the weighted average number of ordinary shares outstanding during the Period.

Diluted Earnings per Share

No diluted earnings per share are required to be calculated per Period as there was no scope for dilution during the Period.

2.25 Statement of Cash Flows

Statement of Cash Flows is prepared in accordance with IAS 7 “Statement of Cash Flows”. The cash flow from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 19 of IAS-7 which provides that “Entitises are encouraged to report Cash Flows from Operating Activities using the Direct Method” as well as the indirect method.

2.26 Responsibility for Preparation and Presentation of Financial Statements:

The Management is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act, 1994 and as per the Provision of “The Framework for the preparation and presentation of Financial Statements” issued by the International Accounting Standard Board (IASB) as adopted by the Institute of The Chartered Accountants of Bangladesh (ICAB).

2.27 Risk Exposure

Financial Risk Management Policies

The company management has overall responsibility for the establishment and oversight of the company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks its use of financial instruments.

Currency Risk

The Company is exposed to foreign currency risk relating to purchases which are denominated in foreign currencies. The company primarily utilizes forward exchange contracts with maturities of less than one year to hedge such financial liabilities denominated in foreign currencies. The forward exchange contracts entered into at the reporting date also relate to anticipated purchases, denominated in foreign currencies, for the subsequent period.

Credit Risk

Credit risk is the potential financial loss resulting from the failure of a customer or counterparty to settle its financial and contractual obligations to the company as and when they fall due. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position. However, due to a large number of parties comprising the group's customer base, Management does not anticipate material losses from its debt collection.

Liquidity Risk

The Company monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the company operations and to mitigate the effects of fluctuations in cash flows.

Market risk

Market risk is the risk that any change in market prices such as foreign exchange rates and interest will affect the company's income or the value of its holdings financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

Interest rate risk:

Interest rate risk is the risk that arises due to changes in interest rates on borrowing. There was no foreign currency loan which is subject to floating rates of interest. Local loans are, however, not significantly affected by fluctuations in interest rates. The company has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date

Fair Values

The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair value of trade and other short-term receivables are taken to approximate their carrying value. The fair value of financial assets and liabilities approximate their carrying value.

2.28 Risk and Uncertainties for the use of Estimates in Preparing Financial Statements

Preparation of Financial Statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statement and revenues and expenses during the period reported. The actual result could differ from those estimates. Estimates are used for accounting of certain items such as depreciation and amortization, taxes, reserves and contingencies.

2.29 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's positions at the balance sheet date are reflected in the financial statements if any. Events after the reporting period that are non-adjusting events are disclosed in the notes when material.

2.30 Related Party Transactions

The company, in the normal course of business, has carried out a number of transactions with other entities that fall within the definition. The objective of Related Party Disclosure IAS 24 is to ensure that an entity's Financial Statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties. Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions. The Company transacts with related parties and recognize as per IAS 24 'Related Party Disclosures'. Related party transactions have been disclosed under Note – 36.

2.31 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events that are not within the control of the company.

2.32 Comparative Amounts

Certain comparative amounts have been re-classified & rearranged to conform to the current year's presentation and all numerical information in the current financial statements as below:

- Statements of Financial Position as of the end of the preceding financial year
- Statements of Comprehensive Income for the comparable of the preceding financial year.
- Statements of Changes in Equity for the comparable of the preceding financial year
- Statement Cash Flows for the comparable if the preceding financial year

Narrative and descriptive information for comparative information has also been disclosed whenever it is relevant for the understanding of the current Period financial statements.

Rearrangement of Financial Statement:

The previous year's figure has been rearrangement whenever considered necessary to ensure comparability with the current year presentation as per IAS: 8 "Accounting Policies, Changes in Accounting Estimates and Errors". The following information has rearranged during the financial year:

Before Rearrangement	After Rearrangement
Cash Payments to Suppliers included with 'Payments to Suppliers & Others' in the 'Statement of Cash Flows'	Cash Payments to Suppliers have separated from Payments to Suppliers & Others ' and presented separately under the head of 'Payments to Suppliers' in the 'Statement of Cash Flows'
Cash Paid to Employee included with 'Payment for Operating Expenses' and 'Payments to Suppliers & Others' in the 'Statement of Cash Flows'	Cash Paid to Employee have separated from 'Payments for Operating Expenses' and 'Payments to Suppliers & Others' and presented separately under the head of 'Cash Paid to Employee' in the 'Statement of Cash Flows'
Interest from FDR included with 'Receipts from Other Non-operating' in the 'Statement of Cash Flows'	Interest from FDR have separated from 'Receipts from Other Non-operating' and presented separately under the head of 'Interest from FDR ' in the 'Statement of Cash Flows'

2.33 Income Taxes

Income tax on the profit or loss for the Period comprises current and deferred tax. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

2.33.1 Current Tax

Current tax is the expected tax payable on the taxable income for the period/year and any adjustment to tax payable in respect of previous years as per the provisions of Income Tax Ordinance, 1984 and duly amended by the Finance Act from time to time.

The effective tax rate of the Company is provided as follows:

Corporate Tax Rate of the Company	35%
Tax Rate on Other Income:	35%
Taxes on Interest on FDR	35%
Taxes on Dividend Income	20%
Minimum Tax Rate	0.60%
Export/ deemed export income (if any)	17.50%

Policy of tax collection by government

The Government have collected the tax which that calculated tax is higher among the Corporate Tax, Minimum Tax and Tax Deducted at source.

2.33.2 Deferred Tax

Deferred tax is recognized using (in accordance with the IAS-12) the Balance Sheet method. Deferred tax arises due to temporary difference deductible or taxable for the events or transaction is recognized in the income statements. A temporary difference is the difference between the tax bases of an asset or liability and its carrying amount/reported amount in the Balance Sheet. Deferred tax assets or liability is the amount of income tax recoverable or payable in the future period(s) recognized in the current period. The deferred tax liability/expenses do not create a legal liability/recoverability to and from the income tax authority.

2.34 Operating Segments

No segmental reporting is applicable for the company as required by "IFRS-8: 'Operating Segments' as the company operates in a single industry segment and within as geographical segment.

2.35 Advance, Deposits and Prepayments

Advances are initially measured at cost. Since initial recognition advances are carried at cost fewer deductions, adjustments or charges to other account heads such as Property, Plant and Equipment, inventory or expenses. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to profit and loss account.

2.36 Cash and Cash Equivalents

According to IAS -7 “Statement of Cash Flows” cash comprises cash in hand, demand deposit and cash equivalent which are short-term highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of change balances and call deposits, Bank Balances in Value. IAS -1 “Presentation of Financial Statements” provides that cash and cash equivalents are not restricted in use. Consideration the provisional of IAS-7 and IAS-1, Cash in Hand and Bank Balances has been treated as Cash and Cash Equivalents.

2.37 Investment in FDR

Investment in FDR includes fixed deposits held with various banking and non-banking financial institutions in the name of Lub-rref (Bangladesh) Limited. The fixed deposits are renewed upon maturity at the option of the company.

2.38 Other Current Assets

Other current assets (if any) have a value on realization in the ordinary course of the company's business which is at least equal to the amount at which they are stated in the Statement of Financial Position.

2.39 General

- i. Wherever considered necessary, previous Period's figures have been rearranged for the purpose of comparison.
- ii. Figures appearing in the financial statements have been rounded off to the nearest Taka.
- iii The Financial Statements were authorized by the Board of Directors on 15 October 2019.

3.00 Property, Plant and Equipment (Note: 3.00+3.02+3.04)**A. Cost**

Opening Balance

Add: Addition during the year

Add: Transfer from Capital Work in Progress

Total Cost**B. Accumulated Depreciation**

Opening Balance

Add: Charged during the year (Note 3.03)

Total Charged**C. Written Down Value Cost (A-B) as on 30 June, 2019**

A schedule of property, plant and equipment is given in Annexure - A

Amounts in Taka	
30-Jun-19	30-Jun-18
3,627,445,483	3,356,504,608

2,791,228,703	2,265,326,550
86,702,010	30,192,687
464,529,740	495,709,466
3,342,460,454	2,791,228,703

478,041,026	361,155,990
156,114,920	116,885,036
634,155,947	478,041,026
2,708,304,507	2,313,187,677

3.02 Revaluation Reserve**A. Revaluation**

Opening Balance

Add: Revaluation made during the year (Note: 03.02.01.a)

Add: Revaluation made during the year (Note: 03.02.01.a)

Closing Balance**B. Accumulated Depreciation on Revaluation**

Opening Balance

Add: Charged during the year (Note 3.03)

Closing Balance**C. Written Down Value of Revaluation (A-B) as on 30 June, 2019**

A schedule of property, plant and equipment is given in Annexure - A

682,725,390	350,525,451
-	332,199,939
-	-
682,725,390	682,725,390

45,338,263	37,009,234
7,496,127	8,329,030
52,834,390	45,338,263
629,891,000	637,387,127

3.02.01.a Revaluation Reserve for the year ended 30 June, 2018

This is made as follows:

SL	Particulars	Book Value as on 30 June 2017	Revaluation Value as on 30 June 2017	Revaluation Surplus at 31 Dec. 2013
1	Land & Land Development	512,848,032	1,075,273,891	230,225,920

Land & Land Development is revalued as on 30 June, 2017 where the valuer valued Land & Land Development Tk. 1,075,273,891 against Book value as on 30 June, 2017 of Tk. 512,848,032 therefore a revaluation amount of Tk. 562,425,859 for Land & Land Development is transferred to Revaluation Reserve by an adjustment with previous Revaluation Reserve. The valuer valued its assets considering fair value (Market Approach) thereof following 'Current Cost Method'.

3.03 Allocation of Depreciation Charges

Factory Overhead @ 70%

General and Administration Overhead @ 15%

Selling and Distribution overhead @ 15%

Note-21.03

Note-22

Note-23

114,527,733	87,649,846
24,541,657	18,782,110
24,541,657	18,782,110
163,611,047	125,214,066

3.03 Allocation of Depreciation Charges

Factory Overhead @ 70%

Note-21.03

114,527,733

87,649,846

General and Administration Overhead @ 15%

Note-22

24,541,657

18,782,110

Selling and Distribution overhead @ 15%

Note-23

24,541,657

18,782,110

163,611,047**125,214,066****3.04 Capital Work-in-Progress**

Opening balance

405,929,804

348,030,975

Add: Addition made during the year

320,332,105

535,403,046

Add. Interest Capitalization during the year

27,517,807

18,205,250

Less: Transferred to Fixed Asset during the year

(464,529,740)

(495,709,466)

289,249,976**405,929,804****The make-up of the Closing Balance**

1 HFO Dehydration

-

37,492,880

2 Grease Point

58,077,483

19,407,520

3 Co-Generation (25 KW/H)

64,964,391

74,869,177

5 Laboratory Service

-

56,237,401

6 Drum Unit

111,922,669

119,853,605

7 Lub-rref (Bangladesh) Limited Unit-2

54,285,432

98,069,221

289,249,976**405,929,804**

As per IAS 23 "Borrowing Costs", the Interest expense on the bank loan taken for acquisition of plant and machineries has been capitalized since the assets could not make ready for use during the reporting period.

4.00 Inventories**4.01 Valuation of Inventory and physical stocktaking**

The management of the Company takes physical stocks periodically and valuation of stocks were made accordingly considering the wear and tear of the assets as follows:

i) The valuation of closing inventory has been made on the basis of lower of cost and net realizable value as per IAS-2.

ii) The management of the Company has conducted physical verification/stock taking of inventories on

Inventories consisting of raw materials, work in progress, finished goods are valued at lower of cost and net realisable value as per IAS 2: Inventory. Cost of inventories include expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. Cost of inventories is determined by using the weighted average cost formula. Where necessary, allowance is provided for damaged, obsolete and slow-moving items to adjust the carrying amount of inventories to the lower of cost and net realisable value as the board approve from time to time. Net realisable value is based on estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Impairment of Inventories

Impairment of inventory is made as and when inventory became obsolete or unusable or for slow moving items for which the management of the company is giving decisions from time to time. Based on sales cycle of slow moving items, the sales prices of the products may decrease over time. The management of the Company reviews the carrying amounts of its inventory (Balance Sheet Date) to determine whether there is any indication of impairment. In accordance with IAS-2: 'Inventories'. When the sales price moves below the inventory cost prices, the loss on sales is recognized immediately in the Financial Statements. However, there was no indication of impairment of inventory during the year; and as such, no adjustment was given in the Financial Statements for impairment.

4.02 Particulars of Inventories

Raw Materials - note 4.01

Packing Materials - note 4.02

Finished Goods - note 4.03

381,123,531	369,924,895
7,884,581	7,450,229
126,038,825	113,412,010
515,046,937	490,787,134

4.03 Raw Materials - note 4.00 & 21.01

Base Oil

Additives & Chemicals

299,332,957	305,603,980
81,790,575	64,320,915
381,123,531	369,924,895

4.04 Packing Materials - note 4.00 & 21.02

Empty Drum, Pail & Container

Carton

Stickers

PVC Shrinks & Others

4,767,646	5,643,728
1,306,541	638,292
1,391,180	597,327
419,215	570,882
7,884,581	7,450,229

4.04 Finished Goods - note 4.00 & 21

Lubricating Oil

126,038,825	113,412,010
126,038,825	113,412,010

5.00 Trade & Others Receivables (Note: 5.01+5.02)

5.01 Trade Receivables

Opening Balance

Add: Addition during the year

Less: Realized during the year

337,641,776	347,064,369
1,533,942,711	1,375,933,622
1,871,584,486	1,722,997,991
1,475,404,369	1,385,356,215
396,180,117	337,641,776

Disclosure as per schedule-XI, Part-1, of the Company Act, 1994

Dues over 6 Months

Dues within 6 Months

Total

Receivable considered good & secured

Receivable considered good without security

Receivable considered doubtful or bad

Receivables due by directors or other officers

Receivables due from companies under same management

Maximum debt due by Directors or officers at any time

96,656,063	82,374,464
299,524,054	255,267,312
396,180,117	337,641,776
295,282,017	216,805,076
100,898,100	120,836,700
-	-
-	-
-	-
-	-
396,180,117	337,641,776

5.02 Other Receivables

Other receivable-Lab Test
Accrued Interest Income (FDR)

11,490,379	8,296,756
-	285,850
11,490,379	8,582,606

6.00 Advances, Deposits and Prepayments

Advances - note 6.01
Deposits - note 6.02

344,608,922	273,548,821
6,906,624	5,138,856
351,515,545	278,687,677

6.01 Advances

Advance against L/C
Advance against VAT
Advance Against Salary & Allowance
Advance Against Procurement
Advance Travelling & Conveyance
Advance against Office Rent
Advance Income Tax (6.01.1)
Advance against Floor Purchase
Advance against Office Expenses
Advance against Selling & Distribution Expenses
Advance against Fuel Expenses
Advance against Legal & Professional Expenses
Advance against Others

177,831,381	144,476,910
20,696,835	1,455,095
6,038,179	5,104,330
44,819,429	34,819,429
449,483	210,550
155,500	155,500
89,252,229	56,394,779
-	19,875,000
2,890,731	2,640,731
863,335	1,085,335
75,000	21,200
1,536,820	2,536,820
-	4,773,142
344,608,922	273,548,821

6.01.1 Advance Income Tax

Opening Balance
Add: Addition during the year

56,394,779	38,385,580
32,857,450	18,009,199
89,252,229	56,394,779

Less: Adjustment during the year

Closing Balance

-	-
89,252,229	56,394,779

Details of Advance Income Tax (Year-wise break up) is showing below:

Particulars (for the year ended)	Advance Income Tax (BDT)
30 th June 2019	32,857,450
30 th June 2018	18,009,199
30 th June 2017	8,641,145
30 th June 2016	3,953,530
31 st December, 2015	8,429,287
31 st December, 2014	6,380,478
31 st December, 2013	2,759,749
Carrying amount upto 31 st December, 2012	8,221,391
Total	89,252,229

6.02 Deposits

Bangladesh Railway	197,985	197,985
Linde Bangladesh Ltd.	212,000	340,000
PDB- Pahartali	253,800	253,800
Bakhrabad Gas System Ltd.	4,983,623	3,029,855
Chittagong Port Authority	131,250	131,250
Bangladesh Telephone and Telegraph Board-BTTB	24,000	24,000
Chittagong WASA	100,000	100,000
Speed Track (Pvt) Ltd.	10,000	10,000
Rural Power Company Limited -RPCL	95,400	95,400
Chittagong Chamber of Commerce	96,000	96,000
Al-Haj Karim Ullah for Dhaka Warehouse	300,000	300,000
PDB- Raujan, Chittagong	42,000	42,000
Security Deposit to Mayor Rajshahi City Corporation	32,291	32,291
Security Deposit to Anduip CNG Filling Station, Dhaka	40,000	40,000
PUFFL	8,610	8,610
Security Deposit with General Electric Manufacturing Co. Ltd	179,665	179,665
Security Deposit Against Dhaka Guest House	-	258,000
Mrs. Halima Begum (Dhaka Guest House -New)	200,000	-
	6,906,624	5,138,856

6.04 Additional disclosure in line with schedule 11 part 1 of the Companies Act 1994

Advance Outstanding for a period exceeding six months	96,314,352	81,564,135
Advance Outstanding for a period not exceeding six months	255,201,193	197,123,542
Advance considered good	351,515,545	278,687,677
Advance to Director & Offices of the common Management Company	-	-
These include dues realizable/ adjustable within one year next from the reporting date	-	-
Advance include aggregate amount due by the officers of the company	-	-
The maximum aggregate amount due by the officers of the company at the end of any month during the year	-	-

7.00 Related Party Current Account**7.01 Companygonj Agro Industries Limited**

Opening Balance	48,180,000	172,644,751
Add: Addition during the year	19,189,377	10,347,783
	67,369,377	182,992,534
Less: Collection during the year	-	134,812,534
Closing Balance	67,369,377	48,180,000

7.02 Julda Shipyard Limited

Opening Balance	-	4,200,685
Add: Addition during the year	157,559	210,218
	157,559	4,410,903
Less: Collection during the year	-	4,410,903
Closing Balance	157,559	-

**Interest was Charged @ 6% p.a on balance of accounts which was carried forward for more than a year as per decision of Board dated: 12th November, 2017. This is an arms length transactions which is approved by the both parties management for any transaction among the related parties as per IAS 24: Related Party Transactions. Both the related parties agreed the terms of the transactions occurred among the parties. It is justified to charge the rate at 6% per annum and allow grace period for one year because these facilities are applicable for both the parties for any disbursement among the parties.

8.00 Cash and Cash Equivalents

Cash in Hand Note- 8.01	8,431,566	7,198,201
Cash at Bank Note- 8.02	19,371,456	114,010,771
FDR Investment Note- 8.03	50,321,235	9,524,280
	78,124,257	130,733,253

8.01 Cash in Hand

Cash at Head Office (Ctg)	5,050,452	4,784,387
Cash at Dhaka Office	3,381,114	2,413,814
	8,431,566	7,198,201

8.02 Cash at Bank

	Branch	Types		
Southeast Bank Limited	Jubilee Road	Current	12,291,997	23,286
Southeast Bank Limited (00470)	Donia	Current	5,699	12,005
Southeast Bank Limited (30092)	Jubilee Road	Current	2,064	484
Islami Bank Bangladesh Limited	Agrabad	Current	1,046,929	111,829,648
Dutch Bangla Bank Limited	CDA	Current	14,236	3,579
Pubali Bank Limited	Pahartali	Current	994,129	157,904
Al Arafah Islami Bank Limited	Agrabad	Current	1,035	2,185
Sonali Bank Limited	Laldighi	Current	83,737	4,052
Uttara Bank Ltd	Agrabad	Current	290,683	27,698
Sahajalal Islami Bank Ltd	Dhaka Main	Current	639	1,789
Islami Bank Bangladesh Limited	Pahartali	SND	32,473	32,680
EXIM Bank Limited	Agrabad	Current	1,772,811	177,080
Sonali Bank Limited	Teknaf	Current	2,585	2,585
Southeast Bank Limited (0159)	Banglamotor	Current	5,048	10,888
Southeast Bank Limited (030367)	Jubilee Road	Current	335	1,255
Southeast Bank Limited (014895)	Jubilee Road	SND	9,520	10,586
Southeast Bank Limited (014899)	Jubilee Road	SND	299,011	478,673
Southeast Bank Limited (014900)	Jubilee Road	SND	589,497	1,000,426
Southeast Bank Limited (294)	Pahartali	SND	512,303	229,541
Southeast Bank Limited (14915)	Jubilee Road	SND	1,416,725	4,425
All the bank balances were confirmed by the respective bank.			19,371,456	114,010,771

8.03 FDR Investment

012701/24500013791/05	SEBL Jubilee Road Branch	634,494	599,900
7072174/24500015854/06	SEBL Jubilee Road Branch	1,064,149	989,009
24500025572	SEBL Jubilee Road Branch	1,512,452	1,431,260
7140073/24500027123	SEBL Jubilee Road Branch	310,762	287,618
24500027746	SEBL Jubilee Road Branch	871,802	827,611
24500027747	SEBL Jubilee Road Branch	99,461	94,508
24500027748	SEBL Jubilee Road Branch	22,171	21,035
24300030045	SEBL Jubilee Road Branch	40,554,642	-
24300003787	SEBL, Pahartali Branch	202,700	273,340
24500027785	SEBL Jubilee Road Branch	2,400,400	2,400,000
24500027786	SEBL Jubilee Road Branch	2,000,100	2,000,000
24500027827	SEBL Jubilee Road Branch	648,100	600,000
		50,321,235	9,524,280

9.00 Share Capital**Authorized Capital**

250,000,000 Ordinary Shares of Tk 10 each

2,500,000,000 **2,500,000,000****Paid up Capital**

100,000,000 Ordinary Shares of Tk 10 each are fully paid in cash

1,000,000,000 **1,000,000,000**

The Issued, Subscribed and Paid-up Capital is Tk. 1,000,000,000 divided into 100,000,000 ordinary shares of Taka 10.00 each fully paid. The Shareholding position of the company as on 30 June 2019 is as follows:

Sl.	Name of Shareholders	Number of Shares held	% of Shareholding	Amounts in Taka	
				30-Jun-19	30-Jun-18
1.	Mohammed Yousuf	29,567,544	30%	295,675,440	295,675,440
2.	Mrs. Rubiya Nahar	3,455,140	3%	34,551,400	34,551,400
3.	Md. Salauddin Yousuf	3,247,520	3%	32,475,200	32,475,200
4.	Mrs. Israt Jahan	3,123,495	3%	31,234,950	31,234,950
5.	Companygonj Agro Industries Ltd	3,509,300	4%	35,093,000	35,093,000
6.	Others (79 investors)	57,097,001	57%	570,970,010	570,970,010
Total		100,000,000	100%	1,000,000,000	1,000,000,000

9.01 Share Premium

30,000,000 Ordinary Shares @ per Share Tk. 15.28 each

458,500,000	458,500,000
458,500,000	458,500,000

10.00 Revaluation Reserve

Opening Balance	603,645,902	291,813,636
Add: Revaluation made during the year (Note: 03.02.01.a)	-	332,199,939
Less: Adjustment for depreciation on Revaluation	(7,496,127)	(8,329,030)
Add: Deferred Tax (Expenses)/Income on Revaluation Reserve	1,124,419	(12,038,643)
Closing Balance	597,274,195	603,645,902

The Management of the company restated its assets as per BSEC Guidelines vide its Notification No. SEC/CMRRCD/2009-193/150/Admin/51, dated: 13/08/2013 and IVS guideline which was Audited of valuation by Ahmad & Akhtar. Chartered Accountants. The Accounts for the year ended 30 June, 2017 was restated due to adjustment of revaluation, as per IAS 8 para 42. Details are given on Note No. 3.02, 2.28 & 42.00

11.00 Retained Earnings

Opening Balance	922,191,708	709,358,351
Add: Net Profit/(Loss) during the year	207,630,054	204,504,327
Add: Current year depreciation on revalued amount of fixed assets	7,496,127	8,329,030
Closing Balance	1,137,317,888	922,191,708

12.00 Share Money Deposits

Opening Balance	-	548,500,000
Add: Addition during the year	-	210,000,000
Less: Allotment made during the year	-	(758,500,000)
Closing Balance	-	-

13.00 Long-Term Loan

Opening Balance	820,895,373	824,868,483
Add: Addition During the year Interest & Principal	239,075,421	73,284,041
Less: Adjustment/Paid during the year	(72,904,000)	(77,257,150)
Closing Balance	987,066,795	820,895,373
Less: Current portion of Long term Loan	234,000,000	78,000,000
Non Current Portion of Long Term Loan	753,066,795	742,895,373

Brief details of Long term Loan:

1	Bank Name:	Southeast Bank Limited, Jubilee Road Branch, Ctg
	Tenure:	2-10 (year)
	Limit:	87.35 Crore
	Security:	Land 892.59 Decimal & Factory Building
	Interest Rate:	9% per year
	Sanction Date:	20-Oct-2011, 5-Apr-2012 & 29-Dec-2014
2	Bank Name:	Social Islami Bank Limited, Agrabad Branch, Ctg.
	Tenure:	10 (year)
	Limit:	80.00 Crore
	Security:	Land 892.59 Decimal & Factory Building
	Interest Rate:	13% per year
	Sanction Date:	12.03.2019

14.00 Lease Liabilities

Opening Balance	2,607,202	3,333,646
Add: Addition During the year	322,408	421,268
Less: Adjustment during the year	(1,147,712)	(1,147,712)
	1,781,898	2,607,202
Less: Current portion of Lease Liabilities	(1,147,716)	(1,147,716)
Non Current Portion of Lease Liabilities	634,182	1,459,486

Details are as follows:

Finance Provider	International Leasing and Financial Services Limited
Limit	3,500,000/-
Installment Size	95,643/- per month
Sanction Date	24-Jul-16
Security	Personal Guaranty of all directors & 47 Post dated MICR
Interest Rate	14% p.a.
Purpose	Lease Finance Against Transformer Oil Filtration Plant
Period	48 Month

15.00 Deferred Tax

Opening Balance as on 01.07.2018

Expenses/(Income) During the Year Note 15.02

Adjustment of Revaluation Reserve Note 15.01

Deferred Tax Liability/(Assets)

252,116,690	185,552,747
57,403,279	54,525,300
(1,124,419)	12,038,643
308,395,550	252,116,690

15.01 Adjustment of Deferred Tax on Revaluation

Deferred Tax Liability on Revaluation Surplus (Closing) Note 15.01.a

Deferred Tax Liability on Revaluation Surplus (Opening)

Deferred Tax Expenses/(Income)

32,616,805	33,741,224
33,741,224	21,702,582
(1,124,419)	12,038,643

15.01.a Adjustment of Deferred Tax on Revaluation Reserve

Revaluation Reserve on Land & Land Development

Revaluation Reserve on Plant & Machineries

WDV as on 30.06.2019		Differed Tax Liability on 30.06.2019
Tax Base	Accounting Base	
-	562,425,859	22,497,034
-	67,465,141	10,119,771
-	629,891,000	32,616,805

15.02 Deferred Tax Expenses/(Income) Excluding Revaluation

Deferred Tax Liability on Revaluation Surplus (Closing)

Deferred Tax Liability on Revaluation Surplus (Opening)

Deferred Tax Expenses/(Income)

275,778,744	218,375,465
218,375,465	163,850,165
57,403,279	54,525,300

15.02.a Deferred Tax Expenses/(Income) Calculation

Property, Plant & Equipment Excluding Land

WDV as on 30.06.2019		Differed Tax Liability on 30.06.2019
Tax Base	Accounting Base	
1,371,718,484	2,159,657,753	275,778,744
1,371,718,484	2,159,657,753	275,778,744

16.00 Short-term Loan

Southeast Bank -Time Loan

Southeast Bank- LTR

Southeast Bank Ltd- Overdraft

48,845,158	92,161,973
28,235,811	39,027,288
362,089,206	390,234,289
439,170,175	521,423,550

Brief details of Short term Loan:

Bank Name:	Southeast Bank Limited
Tenure:	0-1 Year
Limit:	40.25 Crore
Security:	Land 892.59 Decimal & Factory Building
Interest Rate:	10%-12% per year
Renewal date:	12-Feb-17

17.00 Accounts Payables

Alam Hardware	10,123	363,944
Al-Baraka Enterprise	94,777	209,777
Astech Limited	1,509,385	1,296,408
B.R.B Cables Ind Ltd.	-	108,060
Bhai Bhai Matels Works	596,493	2,060,529
Banani Drum Suppliers	1,065,029	718,936
Chistia Traders	-	40,700
Crown Traders	-	25,460
Dana Engineers International Ltd.	29,800	16,845
Darbar Oil Supply	-	412,991
Eastern Trade Syndicate	-	1,962,701
Favorite Traders	208,184	78,192
Haks Ind Ltd.	165,763	98,090
Jamuna Drum Suppliers	1,937,113	944,113
Janani Computer	177,752	44,174
M.B Enterprise	-	12,629
M.H.Enterprise	-	64,888
Maya Automobile-ULO	1,216,923	779,038
Mohammed Ismail Sowdagor	-	383,766
Nizam Uddin Oil Suppliers	691,156	644,434
Parkesine Products Limited	-	25,894
Pioneer Scientific Stores	-	324,743
Rahimafrooz Distribution Ltd.	-	25,840
Rashed Enterprise	223,660	206,980
Rubel Steel Mills Ltd.	820,674	905,397
Rupsha Trading	-	262,648
Rupayan Housing Estate Ltd.	19,010,000	-
Yousuf Printers	538,095	499,674
Total	28,294,927	12,516,851

All Creditors were paid on regular Basis

18.00 Liabilities for Current Tax

Opening Balance	30,113,234	17,324,466
Add: Provision for the year	35,710,818	12,788,768
	65,824,051	30,113,234
Less: AIT Adjustment/paid during the year	-	-
	65,824,051	30,113,234

Details of Liabilities for Current Tax is showing below

Particulars (for the year ended)	Liabilities for Current Tax (BDT)	Assesment Status
30 th June 2019	35,710,818	Return yet to be submitted
30 th June 2018	12,788,768	Assesment under process
30 th June 2017	7,729,414	Assesment under process
30 th June 2016	1,645,879	Assesment under process
31 st December, 2015	2,541,959	Assesment under process
31 st December, 2014	2,131,334	Assesment under process
31 st December, 2013	1,591,315	Assessment completed by DCT but litigation to high court for its decision is pending
31 st December, 2012	1,684,567	
Total	65,824,051	

19.00 Liabilities for Expenses			
Wages, Salary & Allowances		2,379,960	2,163,600
Directors' Remuneration		1,866,738	1,173,542
Audit and professional Fees		250,000	250,000
Liabilities for Other Expenses		2,962,917	5,210,670
Recognized Provident Fund		384,798	4,326,470
Withholding Tax Liabilities (TDS)		822,556	391,342
		8,666,969	13,515,624
20.00 Revenues	Qun. (M.Ton)	Taka	Taka
Mono Grade	4,873	941,126,124	980,714,643
Multi Grade	272	75,111,981	55,822,699
Industrial Grade	3,755	510,102,343	326,149,235
Marine Grade	29	5,522,188	8,786,340
Others	132	2,080,074	4,460,705
Total	9,060	1,533,942,711	1,375,933,622
21.00 Cost of Goods Sold			
Raw Materials Consumed- note 21.01		834,679,009	755,794,738
Packing Materials Consumed- note 21.02		65,384,692	74,470,827
Total Consumption		900,063,701	830,265,565
Factory Overhead Note-21.03		153,446,440	126,508,068
Cost of Goods Manufactured		1,053,510,141	956,773,633
Opening Finished Goods		113,412,010	90,490,217
Cost of Goods Available for Sale		1,166,922,151	1,047,263,850
Closing Finished Goods		(126,038,825)	(113,412,010)
Cost of Goods Sold		1,040,883,326	933,851,840
21.01 Raw Materials Consumed			
Opening Inventory		369,924,895	297,711,728
Purchase during the period		845,877,645	828,007,905
Raw Materials available for use		1,215,802,540	1,125,719,633
Closing Inventory		(381,123,531)	(369,924,895)
		834,679,009	755,794,738
21.02 Packing Materials Consumed			
Opening Inventory		7,450,229	5,894,846
Purchase during the period		65,819,044	76,026,210
Packing Materials available for use		73,269,273	81,921,056
Closing Inventory		(7,884,581)	(7,450,229)
		65,384,692	74,470,827
21.03 Factory Overheads			
Salary, wages and allowances		11,151,347	10,826,550
Festival Bonus		1,128,355	1,095,490
Depreciation - note 3.3		114,527,733	87,649,846
Carriage inward		570,914	464,750
Director's remuneration and benefits		4,286,250	3,111,840
Electricity & power		757,832	534,318
Entertainment		149,645	124,360
Factory general expenses		375,185	520,500
Gas & power		11,252,355	11,974,362
Insurance premium		5,086,376	5,021,417
Laboratory expenses		858,953	767,325
Medical expenses		73,632	43,600
Repairs and maintenance		3,196,369	4,307,280
Travelling and conveyance		31,495	66,430
		153,446,440	126,508,068

22.00 **General and Administrative Expenses**

Salary and allowances	6,768,012	6,570,885
Festival Bonus	703,542	683,050
Depreciation - note 3.3	24,541,657	18,782,110
Audit fees	250,000	250,000
Board Meeting Fees	308,000	284,000
Canteen expenses	449,000	432,805
Director's remuneration and benefits	5,238,750	4,667,760
Gas & Water expenses	43,518	25,070
Entertainment	662,379	653,972
Legal & professional fees	501,300	567,200
Miscellaneous expenses	357,400	356,010
Motor Vehicle Upkeep	897,963	887,933
Newspapers & periodicals	20,621	25,030
Office General Expenses	774,537	756,085
Pre IPO Expenses (Road Show)	-	2,065,000
Office rent, rates & renewal fees	610,803	529,075
Office supplies & stationery	460,246	438,387
Postage & courier	332,893	318,073
Repairs and maintenance	904,523	894,320
Telephone & fax	893,216	815,048
Recognized Provident Fund	2,117,336	1,821,775
Travelling and conveyance	793,675	902,899
Cleaning expenses	82,159	90,230
	47,711,529	42,816,717

23.00 **Selling and Distribution Expenses**

Salary and Allowances	7,012,920	6,808,660
Depreciation - note 3.3	24,541,657	18,782,110
Advertisement	453,100	385,210
Carriage Outward	1,168,447	1,267,326
Marketing Expense	684,470	945,681
Rent, Rates & Taxes	113,400	458,290
Repairs & Maintenance	890,269	736,988
Sales commission & Promotional expenses	3,298,036	3,793,662
Bogra Warehouse Exp.	131,400	135,100
Associated Sales Centre Expenses	245,018	220,550
	38,538,717	33,533,577

		Amounts in Taka	
		30-Jun-19	30-Jun-18
24.00 Other Operating Income			
Income from Lab Testing		29,025,084	18,751,650
		29,025,084	18,751,650
25.00 Financial Expenses			
Interest on Long Term Loan		61,299,006	55,078,791
Interest on Short Term Loan		6,135,608	11,585,068
Interest on Lease Finance		322,408	421,268
Interest on Bank Over Draft		55,854,501	42,140,336
Interest on LTR		4,937,026	1,324,459
Bank Charges & Commission		1,296,018	1,154,348
		129,844,567	111,704,269
26.00 Financial Income			
Interest on FDR		2,870,177	444,818
Interest on SND		36,567	525,851
		2,906,744	970,670
27.00 Income from Others			
Wastage Sales		171,879	580,290
Interest on Related Party Current Account		6,713,079	10,558,001
Income From Tank Lorry		-	521,485
		6,884,958	11,659,776
28.00 Income Tax Expenses		93,114,097	62,690,456
28.01 Current Tax for 2019			
Calculation of Current Tax as per 82 C(Minimum Tax)			
Revenue during the year @ .6%		9,377,807	8,368,112
Income Tax Provision on Other Income for 2019			
Other Income including Financial Income @ 35%		3,427,096	4,420,656
A) Current Tax as per 82 C(Minimum Tax)		12,804,903	12,788,768
B) Advance Income Tax Paid During the year		32,857,450	18,009,199
C) Calculation of Current Tax as per Corporate Rate			
Current Tax as per Corporate Rate		35,710,818	8,165,155
Out of the above calculation, the higher one (C) is applicable for Current Tax for the year.			
28.02 Deferred Tax Expenses/Income (Attributable to Profit or Loss)			
Deferred Tax during the year		275,778,744	218,375,465
Less: Opening Balance		(218,375,465)	(163,850,165)
Deferred Tax Expenses/(Income) (Attributable to Profit or Loss)		57,403,279	54,525,300

28.02.1 Deferred Tax Expenses/Income (other Comprehensive Income or Equity)

Deferred Tax during the year	32,616,805	33,741,224
Less: Opening Balance	33,741,224	21,702,582
Deferred Tax Expenses/(Income) (other Comprehensive Income or Equity)	(1,124,419)	12,038,643

29.00 Earnings Per Shares

Net Profit After Tax for the Year	207,630,054	204,504,327
Number of weighted average shares outstanding at the end of the Year	100,000,000	98,736,559
Basic Earnings Per Share	2.08	2.07
Diluted Earnings Per Share	2.08	2.05

30.00 A) Net Assets Value per Share (NAV) with Revaluation

The Composition of Net Assets Value per share is given below :

Net Assets Value during the year	3,193,092,083	2,984,337,610
Total Outstanding Share	100,000,000	100,000,000
Net Assets Value per Share (NAV) with Revaluation	31.93	29.84

B) Net Assets Value per Share (NAV) without Revaluation

The Composition of Net Assets Value per share is given below :

Net Assets Value during the year without Revaluation	2,595,817,888	2,380,691,708
Total Outstanding Share	100,000,000	100,000,000
Net Assets Value per Share (NAV) without Revaluation	25.96	23.81

31.00 Net Operating Cash Flow per Share (NOCPS) Basic

The Composition of Net Operating Cash Flows per share is given below :

Net Operating Activities Cash Flows	399,287,581	417,655,438
Number of weighted average shares outstanding at the end of the Year	100,000,000	98,736,559
Net Operating Cash Flow this year (NOCPS)	3.99	4.23

32.00 Contingent Liabilities and Commitments

A Contingent Liability of Tk. 9,381,752/- is made as per IAS 37 Para 86. Following are the details of the pending issue related to litigation regarding Taxation filed for the assessment years 2013-2014 & 2015-2016 bearing ITRA No. 535/2017 for 2013-2014 & 537/2017 for 2014-2015 dated 16.10.2017 which are pending in the High Court.

Accounting Year	Assessment Year	Status	Provision Made on Accounts	Assessment Made by DCT	Assessment Made by DCT
31-Dec-12	2013-2014	Assessment Completed by DCT but pending in the High Court	1,684,567	2,354,339	2,354,339
31-Dec-13	2014-2015		1,591,315	10,303,295	10,303,295
Total			3,275,882	12,657,634	12,657,634

33.00 Number of Employees

Number of Employees whose salary is below Tk 8,500 Per Month

Number of Employees whose salary is above Tk 8,500 Per Month

	30-Jun-19	30-Jun-18
Number of Employees whose salary is below Tk 8,500 Per Month	-	-
Number of Employees whose salary is above Tk 8,500 Per Month	215	159
	159	

34.00

Capacity Utilization	30-Jun-19			30-Jun-18		
Capacity of Production-Single Shift	Blanding Unit	Re- Refining Unit	Total	Blanding Unit	Re- Refining Unit	Total
Licensed Capacity Metric Ton (MT)	12,550	4,527	17,077	12,550	4,527	17,077
Installed Capacity Metric Ton (MT)	12,550	4,527	17,077	12,550	4,527	17,077
Capacity Utilized - Metric Ton (MT)	9,060	4,220	13,280	6,992	4,102	11,094
Capacity Utilized	72.19%	93.22%	77.77%	55.71%	90.61%	64.96%

35.00 Events After the Reporting Period

No Materials events had occurred from the date of the end of the reporting period to the date of issue of this Financial Statement which could materially affect the values stated in the financial position.

36.00 Related Party Transactions

Related Party Transactions						
Name of party	Types of Relationship	Nature of Transactions	Opening Balance	Addition	Adjustment	Closing Balance
Companygonj Agro Industries Limited	Common Directorship & Shareholder of the Company	Overhead Exp. & Working Capital Management	48,180,000	19,189,377	-	67,369,377
Julda Shipyard Limited	Common Directorship		-	157,559	-	157,559
Mohammed Yousuf	Managing Director	Remuneration fees & Board meeting fees	(883,538)	(3,813,000)	3,369,800	(1,326,738)
Rubiya Nahar	Chairman		(132,500)	(2,020,000)	1,972,500	(180,000)
Md. Salauddin Yousuf	Director		(155,800)	(2,853,000)	2,748,800	(260,000)
Dr. Israt Jahan	Director		(75,000)	(1,023,000)	998,000	(100,000)
Ahmmad Hossain	Director		-	(48,000)	48,000	-
Mohammad Ameer Faisal	Independent Director		-	(36,000)	36,000	-
Wahid Uddin Chowdhury			-	(40,000)	40,000	-
Total			46,933,162	9,513,936	9,213,100	65,660,198

37.00 Attendance Status of Board Meeting of Directors

During the period ended 30 June, 2019, there were 12 (Twelve) Board Meetings were held. The attendance status of all the meetings is as follows:

Sl. No	Name Of Directors	Position	Meeting Held	Attendance	Fees Per Meeting	Amounts in Taka	
						30-Jun-19	30-Jun-18
1	Mohammed Yousuf	Managing Director	12	12	4,000	48,000	48,000
2	Rubiya Nahar	Chairman	12	10		40,000	48,000
3	Md. Salauddin	Director	12	12		48,000	48,000
4	Dr. Israt Jahan	Director	12	12		48,000	48,000
5	Ahmmad Hossain	Director	12	12		48,000	48,000
6	Mohammad Ameer Faisal	Independent Director	12	9		36,000	32,000
7	Wahid Uddin Chowdhury		12	10		40,000	12,000
	Total					308,000	284,000

38.00 As per Company Act, 1994 part-II, Schedule-XI (4) The profit and loss account will give by way of a note detailed information, showing separately the following payments provided or made during the financial year to the directors, including managing director, the managing agents or manager, if any, by the company, subsidiaries of the company and any other person:-

Particulars	30-Jun-19	30-Jun-18
Managerial Remuneration paid or payable during the period to the directors, including managing directors, a managing agent or manager	9,521,100	8,279,300
Expenses reimbursed to Managing Agent		
Commission or Remuneration payable separately to a managing agent or his associate		
Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company		
The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial period.		
Any other perquisite or benefits in cash or in kind stating, approximate money value where applicable.		
Other allowances and commission including guarantee commission Pensions etc.		
(i) Pensions		
(ii) Gratuities		
(iii) Payments from a provident funds, subscription and interest thereon		
iv) Share Based payments		

As per IAS- 24 Para-17:

An entity shall disclose key management personnel compensation in total and for each of the following benefits:

(a) Short-term employee benefits;	9,525,000	7,779,600
(b) Post-employment benefits;		
(c) Other long term benefits;		
(d) termination benefits; and		
(e) share- based payment		
	9,525,000	7,779,600

As per IAS- 24 Para-18:

Disclosure requirements of IAS 24, Para 18 minimum disclosure shall include:

a) The amount of transaction	9,513,936	2,994,401
b) The amount of outstanding balance, including commitments	65,660,198	1,173,542
i) Their terms & condition, including whether they are secured, and the nature of the consideration to be provided in settlement	Remuneration, Meeting Fee & Overhead Exp. & Working Capital Management	Remuneration, Meeting Fee & Overhead Exp. & Working Capital Management
ii) details of any guarantee given or received	Nil	Nil
c) Provisions for doubtful debts related to the amount of outstanding balance	Nil	Nil
d) The expenses recognized during the period in respect of bad or doubtful debts due	Nil	Nil

39.00 Aggregated amount of Remuneration, Fess, Salary & Wages of employees are given below :

Directors Remuneration	9,525,000	7,779,600
Board Meeting Attendance Fees	308,000	284,000
Wages & Allowance	12,279,701	11,922,040
Salary & Allowance	14,484,473	14,062,595
	36,597,174	34,048,235

		Amounts in Taka	
		30-Jun-19	30-Jun-18
40.00 The Requirement of Schedule XI Part-II, Para-3 (a) Turnover			
Turnover in (BDT)		1,533,942,711	1,375,933,622
Turnover in Quantity (M.Ton)		9,060	6,884
The Requirement of Schedule XI Part-II, Para-3 (b) Raw Material Consumed			
Raw Material Consumed in (BDT)		834,679,009	755,794,738
Raw Material Consumed in Quantity (M.Ton)		8,708	7,885
The Requirement of Schedule XI Part-II, Para-3 (b) Packing Material Consumed			
Packing Material Consumed in (BDT)		65,384,692	74,470,827
Packing Material Consumed in Quantity (Pcs)		1,617,917	1,845,032
The Requirement of Schedule XI Part-II, Para-3 (b) Finished Goods			
Finished Goods in (BDT)		126,038,825	113,412,010
Finished Goods in Quantity (M.Ton)		645	579

41.00 Reconciliation of Net Profit with Cash Flow from Operating Activities (Notification No. BSEC/ CMRRCD/ 2006-158/ 2008/Admin/81, dated: 20 June 2018.

Particulars	Note	Amounts in Taka	
		30-Jun-19	30-Jun-18
Net Profit for the year (Before Tax)		300,744,151	271,818,395
Adjustment:			
Depreciation	3.00	163,611,047	125,214,066
Financial Expenses	25	129,844,567	111,704,269
Other Income (Interest)	27	(3,156,027)	(267,443)
Interest on Related Party Current Account		(6,713,079)	(10,558,001)
(Increase)/Decrease in Inventory	4	(24,259,803)	(96,690,343)
(Increase)/Decrease in Accounts Receivable	5	(61,446,114)	4,309,322
Increase/(Decrease) in Trade Payable & Others	17	(3,231,924)	2,146,765
Increase/(Decrease) in Liabilities	19	(4,848,655)	4,096,277
(Increase)/Decrease in Advance & Prepayment	6.00	(59,845,419)	10,300,410
Liability for Contribution to WPPF		1,446,288	13,590,919
Payment of Income Tax	6.1.01	(32,857,449)	(18,009,199)
		399,287,581	417,655,438

42.00 Receipts from customers:

Sales during the year	1,533,942,711	1,375,933,622
Opening Rec.	337,641,776	347,064,369
Closing Rec.	(396,180,117)	(337,641,776)
Other Operating Income	29,025,084	18,751,650
Other Rec. Open	8,296,756	3,360,860
Other Rec. Closs	(11,490,379)	(8,296,756)
	1,501,235,830	1,399,171,969

43.00 Payments to suppliers

Purchase	911,696,689	904,034,115
Open.Advances Procurment	(34,819,429)	(15,421,678)
Closing Advances Procurment	44,819,429	34,819,429
Open. Trade Payable	12,516,851	10,370,086
Clossing Trade Payable	(9,284,927)	(12,516,851)
	924,928,614	921,285,101

44.00 Payments for Employee

Salary	38,714,510	35,870,010
Paid to WPPF	13,590,920	-
Open. Advance Salary	(5,104,330)	(7,595,438)
Closing Advance Salary	6,038,179	5,104,330
Open. Liability for Expenses	7,663,612	3,973,984
Closing Liability for Expenses	(4,631,496)	(7,663,612)
	56,271,395	29,689,274

45.00 Payments to Operating Expenses

Operating Exp.	200,982,176	166,988,352
Open. Advances to others	(162,494,139)	(189,701,192)
Closing Advances to others	211,405,709	162,494,139
Open. Liability for Expenses	5,852,012	5,445,363
Closing Liability for Expenses	(4,035,473)	(5,852,012)
Depreciation - note 3.3	(163,611,047)	(125,214,066)
	88,099,238	14,160,584

LUB-RREF (BANGLADESH) LIMITED
Schedule of Property, Plant and Equipment
As at June 30, 2019

Particulars	At Cost					Rate %	Depreciation				Annexure-A
	Balance as on 01.07.2018	Addition	Total	Transferred from CWP	Balance as on 30.06.2019		Balance as on 01.07.2018	Charged during the year	Disposal during the year	Balance as on 30.06.2019	Written Down Value as on 30.06.2019
Land & Land Development	528,321,877	20,324,877	548,646,754	-	548,646,754	0%	-	-	-	-	548,646,754
Office Building	167,862,971	52,383,720	220,246,691	-	220,246,691	2.50%	28,334,131	3,488,221	-	31,822,352	188,424,340
Air Conditioner	6,261,598	296,090	6,557,688	-	6,557,688	10.0%	2,475,606	378,599	-	2,854,206	3,703,483
Computer & Computer Accessories	3,880,786	344,515	4,225,301	-	4,225,301	10.0%	1,730,085	215,070	-	1,945,155	2,280,146
Fire Extinguisher	1,853,680	183,000	2,036,680	-	2,036,680	10.0%	624,424	122,926	-	747,349	1,289,331
Furniture & Fixture	9,388,495	639,178	10,027,673	-	10,027,673	10.0%	3,587,873	580,062	-	4,167,935	5,859,738
Vehicles	30,571,201	169,200	30,740,401	-	30,740,401	20.0%	23,621,645	1,389,911	-	25,011,556	5,728,845
Office Equipment	7,227,750	253,740	7,481,490	-	7,481,490	10.0%	3,017,250	421,050	-	3,438,300	4,043,190
Plant & Machineries	1,740,121,893	8,214,366	1,748,336,259	464,529,740	2,212,865,999	10.0%	340,552,567	139,956,933	-	480,509,499	1,732,356,499
Electricity Installation	11,525,808	21,125	11,546,933	-	11,546,933	10.0%	6,929,616	459,619	-	7,389,235	4,157,698
Factory Building & Shed	200,827,320	-	200,827,320	-	200,827,320	2.50%	27,888,172	4,471,077	-	32,359,249	168,468,071
Factory Equipment	28,635,464	652,900	29,288,364	-	29,288,364	10.0%	11,997,016	1,663,845	-	13,660,861	15,627,503
Gas Installation	1,216,213	-	1,216,213	-	1,216,213	10.0%	620,001	59,621	-	679,622	536,591
Generator	30,819,998	405,000	31,224,998	-	31,224,998	10.0%	16,990,169	1,382,983	-	18,373,152	12,851,846
Weighing Scale	5,303,877	-	5,303,877	-	5,303,877	5.00%	1,903,328	170,027	-	2,073,355	3,230,522
Interior Decoration	13,795,288	2,814,300	16,609,588	-	16,609,588	15.0%	5,977,032	1,172,738	-	7,149,770	9,459,818
Kitchen Equipment	86,576	-	86,576	-	86,576	10.0%	47,442	3,913	-	51,355	35,220
Ware House, Dhaka	3,527,907	-	3,527,907	-	3,527,907	10.0%	1,744,671	178,324	-	1,922,995	1,604,912
Total	2,791,228,703	86,702,010	2,877,930,714	464,529,740	3,342,460,454		478,041,026	156,114,920	-	634,155,947	2,708,304,507
Particulars	At Revaluation					Rate %	Depreciation				Written Down
	Balance as on 01.07.2018	Addition/ Adjustment	Total	Transferred from CWP	Balance as on 30.06.2019		Balance as on 01.07.2018	Charged during the year	Disposal during the year	Balance as on 30.06.2019	Value as on 30.06.2019
Land & Land Development	562,425,859	-	562,425,859	-	562,425,859	0%	-	-	-	-	562,425,859
Office Building	-	-	-	-	-	2.50%	-	-	-	-	-
Plant & Machineries	120,299,531	-	120,299,531	-	120,299,531	10.0%	45,338,264	7,496,127	-	52,834,390	67,465,141
Total	682,725,390	-	682,725,390	-	682,725,390		45,338,264	7,496,127	-	52,834,390	629,891,000
Balance as on 30.06.2019	3,473,954,093	86,702,010	3,560,656,104	464,529,740	4,025,185,844	-	523,379,290	163,611,047	-	686,990,337	3,338,195,506

LUB-RREF (BANGLADESH) LIMITED
Schedule of Property, Plant and Equipment
As at June 30, 2018

Particulars	At Cost					Rate %	Depreciation				Annexure-A
	Balance as on 01.07.2017	Addition	Total	Transferred from CWP	Balance as on 30.06.2018		Balance as on 01.07.2017	Charged during the year	Disposal during the year	Balance as on 30.06.2018	Written Down Value as on 30.06.2018
Land & Land Development	512,848,032	15,473,845	528,321,877	-	528,321,877	0%	-	-	-	-	528,321,877
Office Building	167,747,349	115,622	167,862,971	-	167,862,971	2.50%	24,757,399	3,576,732	-	28,334,131	139,528,841
Air Conditioner	6,261,598	-	6,261,598	-	6,261,598	10.0%	2,054,941	420,666	-	2,475,606	3,785,992
Computer & Computer Accessories	3,358,198	522,588	3,880,786	-	3,880,786	10.0%	1,510,401	219,684	-	1,730,085	2,150,701
Fire Extinguisher	1,853,680	-	1,853,680	-	1,853,680	10.0%	487,840	136,584	-	624,424	1,229,257
Furniture & Fixture	9,217,495	171,000	9,388,495	-	9,388,495	10.0%	2,948,120	639,753	-	3,587,873	5,800,622
Vehicles	30,571,201	-	30,571,201	-	30,571,201	20.0%	21,884,256	1,737,389	-	23,621,645	6,949,556
Office Equipment	6,509,577	718,173	7,227,750	-	7,227,750	10.0%	2,598,989	418,262	-	3,017,250	4,210,500
Plant & Machineries	1,236,332,381	8,080,046	1,244,412,427	495,709,466	1,740,121,893	10.0%	240,606,005	99,946,562	-	340,552,567	1,399,569,326
Electricity Installation	11,250,519	275,289	11,525,808	-	11,525,808	10.0%	6,431,910	497,705	-	6,929,616	4,596,192
Factory Building & Shed	200,820,320	7,000	200,827,320	-	200,827,320	2.50%	23,453,852	4,434,320	-	27,888,172	172,939,149
Factory Equipment	27,066,155	1,569,309	28,635,464	-	28,635,464	10.0%	10,277,141	1,719,875	-	11,997,016	16,638,448
Gas Installation	1,216,213	-	1,216,213	-	1,216,213	10.0%	553,755	66,246	-	620,001	596,212
Generator	29,906,536	913,462	30,819,998	-	30,819,998	10.0%	15,512,750	1,477,419	-	16,990,169	13,829,829
Weighing Scale	5,253,877	50,000	5,303,877	-	5,303,877	5.00%	1,724,589	178,738	-	1,903,328	3,400,549
Interior Decoration	11,507,935	2,287,353	13,795,288	-	13,795,288	15.0%	4,763,502	1,213,530	-	5,977,032	7,818,256
Kitchen Equipment	77,576	9,000	86,576	-	86,576	10.0%	44,006	3,436	-	47,442	39,133
Ware House, Dhaka	3,527,907	-	3,527,907	-	3,527,907	10.0%	1,546,534	198,137	-	1,744,671	1,783,236
Total	2,265,326,550	30,192,687	2,295,519,237	495,709,466	2,791,228,703		361,155,990	116,885,036	-	478,041,026	2,313,187,677

Particulars	At Revaluation					Rate %	Depreciation				Written Down Value as on 30.06.2018
	Balance as on 01.07.2017	Addition/ Adjustment	Total	Transferred from CWP	Balance as on 30.06.2018		Balance as on 01.07.2017	Charged during the year	Disposal during the year	Balance as on 30.06.2018	
Land & Land Development	230,225,920	332,199,939	562,425,859	-	562,425,859	0%	-	-	-	-	562,425,859
Plant & Machineries	120,299,531	-	120,299,531	-	120,299,531	10.0%	37,009,234	8,329,030	-	45,338,264	74,961,267
Total	350,525,451	332,199,939	682,725,390	-	682,725,390		37,009,234	8,329,030	-	45,338,264	637,387,126

Total - 30.06.2018	2,615,852,001	362,392,626	2,978,244,627	495,709,466	3,473,954,093	-	398,165,224	125,214,066	-	523,379,290	2,950,574,803

b) Information as is required under section 186 of the কোম্পানি আইন, ১৯৯৪ relating to holding company;
Not applicable for Lub-rref (Bangladesh) Limited since the company has no subsidiary.

c) Selected ratios as specified in Annexure-D;

LUB-RREF (BANGLADESH) LIMITED
Statement of Ratio Analysis

We have examined the following Earnings Per Share (EPS) and other ratios of Lub-rref (Bangladesh) Limited for the year ended 30th June ,2019, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014 which have been produced by the management of the Company and provided to us. The preparation of the EPS and the other ratios is the responsibility of the Company's management. Our responsibility is to review them and certify as to whether they have been properly prepared using stated principle on the basis of audited consolidated and stand-alone financial statements for the year ended June 30, 2019, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014.

Based on the review, we certify that the Company has properly prepared the following EPS and other ratios using stated principles on the basis of audited consolidated and standalone financial statements for year ended June 30, 2019, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014. Ratios pertinent to the prospectus are as specified in rule 4 (1) (d) - Annexure D of the Securities and Exchange Commission (Public Issue) Rules, 2015.

Name of Ratio		For the year ended					
		30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
A.	Liquidity Ratios						
1	Current Ratio (Times)	1.79	1.93	1.94	0.92	1.01	1.06
2	Quick Ratio (Times)	1.14	1.20	1.34	0.69	0.75	0.83
B.	Operating Ratios						
1	Accounts Receivable Turnover Ratio (Times)	4.07	3.95	3.64	1.46	2.83	3.74
2	Inventory Turnover Ratio (Times)	2.07	2.11	2.72	1.61	3.34	3.97
3	Assets Turnover Ratio (Times)	0.32	0.31	0.33	0.16	0.31	0.31
C.	Profitability Ratios						
1	Gross Margin Ratio (%)	32.14%	32.13%	32.43%	30.25%	29.53%	29.81%
2	Operating Income Ratio (%)	19.95%	19.83%	17.44%	15.62%	10.78%	11.60%
3	Net Income Ratio (%)	13.54%	14.86%	12.69%	13.23%	27.80%	10.49%
4	Return on Assets Ratio (%)	4.28%	4.64%	4.15%	2.07%	8.56%	3.20%
5	Return on Equity Ratio (%)	6.50%	6.85%	5.82%	4.59%	18.62%	6.86%
6	Earnings Per Share (EPS)	2.08	2.07	2.15	1.38	2.15	2.07
7	EBITDA Margin	38.74%	36.97%	34.69%	32.60%	33.03%	33.28%
D.	Solvency Ratio						
1	Debt to total Asset Ratio	0.28	0.29	0.33	0.52	0.52	0.50
2	Debt to Equity Ratio	0.45	0.45	0.53	1.20	1.21	1.17
3	Time Interest Earned Ratio	2.43	2.56	1.61	1.44	0.98	0.91
4	Debt Service Coverage Ratio	3.62	2.90	0.75	1.97	1.36	1.59
E.	Cash Flow						
1	Net operating Cash Flow Per Share Basic	3.99	4.23	0.34	4.41	3.29	2.47
2	Net operating Cash Flow Per Share/ EPS	1.92	2.04	0.16	3.21	0.63	1.20

We have examined the calculation of the above ratios of Lub-rref (Bangladesh) Limited for the year ended June 30 2019, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014 are found them correct.

Place: Dhaka
Date: 16 November, 2019

Sd/-
Asharf Uddin & Co.
Chartered Accountants

LUB-RREF (BANGLADESH) LIMITED
Statement of Ratio Analysis
For the period from 1st January 2014 to 30th June 2019

We have examined the following Earnings Per Share (EPS) and other ratios of Lub-rref (Bangladesh) Limited for the year ended 30th June,2019, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014 which have been produced by the management of the Company and provided to us. The preparation of the EPS and the other ratios is the responsibility of the Company's management. Our responsibility is to review them and certify as to whether they have been properly prepared using stated principle on the basis of audited financial statements for the year ended June 30, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014. Based on the review, we certify that the Company has properly prepared the following EPS and other ratios using stated principles on the basis of audited financial statements for year ended June 30, 2018, 2017 & 2016 and for the year ended Dec 31, 2015 and 2014. Ratios pertinent to the prospectus are as specified in rule 4 (1) (d) - Annexure D of the Securities and Exchange Commission (Public Issue) Rules, 2015.

Name of Ratio		For the year ended												
		Calculation	30-Jun-19		30-Jun-18		30-Jun-17		30-Jun-16		31-Dec-15		31-Dec-14	
			Calculation	Result	Calculation	Result	Calculation	Result	Calculation	Result	Calculation	Result	Calculation	Result
A.	Liquidity Ratios													
1	Current Ratio (Times)	Current Assets	1,419,884,172	1.79	1,294,612,446	1.93	1,276,972,042	1.94	790,019,665	0.92	784,988,701	1.01	647,260,847	1.06
		Current Liability	792,141,046		670,307,895		658,410,650		858,623,318		774,397,155		608,500,320	
2	Quick Ratio (Times)	Current Assets- Inventory	904,837,235	1.14	803,825,312	1.20	882,875,251	1.34	593,425,782	0.69	579,128,807	0.75	503,349,739	0.83
		Current Liability	792,141,046		670,307,895		658,410,650		858,623,318		774,397,155		608,500,320	
B.	Operating Ratios													
1	Accounts Receivable Turnover Ratio (Times)	Sales	1,533,942,711	4.07	1,375,933,622	3.95	1,186,777,624	3.64	465,050,539	1.46	830,038,537	2.83	704,274,146	3.74
		Average Receivables	376,947,439		348,379,043		326,087,230		317,459,075		293,696,249		188,217,140	
2	Inventory Turnover Ratio (Times)	Cost of Sales	1,040,883,326	2.07	933,851,840	2.11	801,905,596	2.72	324,391,213	1.61	584,933,728	3.34	494,323,878	3.97
		Average Inventory	502,917,036		442,441,963		295,345,337		201,226,889		174,885,501		124,566,308	
3	Assets Turnover Ratio (Times)	Revenue	1,533,942,711	0.32	1,375,933,622	0.31	1,186,777,624	0.33	465,050,539	0.16	830,038,537	0.31	704,274,146	0.31
		Average Total Assets	4,849,223,354		4,405,705,847		3,628,317,360		2,978,950,901		2,695,607,011		2,307,787,482	
C.	Profitability Ratios													
1	Gross Margin Ratio (%)	Gross Profit	493,059,385	32.14%	442,081,782	32.13%	384,872,028	32.43%	140,659,326	30.25%	245,104,809	29.53%	209,950,268	29.81%
		Sales	1,533,942,711		1,375,933,622		1,186,777,624		465,050,539		830,038,537		704,274,146	
2	Operating Income Ratio (%)	Operating Profit	305,989,656	19.95%	272,778,869	19.83%	207,014,979	17.44%	72,631,227	15.62%	89,446,690	10.78%	81,693,901	11.60%
		Sales	1,533,942,711		1,375,933,622		1,186,777,624		465,050,539		830,038,537		704,274,146	
3	Net Profit Ratio (%)	Profit After Tax	207,630,054	13.54%	204,504,327	14.86%	150,592,368	12.69%	61,541,247	13.23%	230,736,542	27.80%	73,900,739	10.49%
		Sales	1,533,942,711		1,375,933,622		1,186,777,624		465,050,539		830,038,537		704,274,146	
4	Return on Assets Ratio (%)	Profit After Tax	207,630,054	4.28%	204,504,327	4.64%	150,592,368	4.15%	61,541,247	2.07%	230,736,542	8.56%	73,900,739	3.20%
		Average Total Assets	4,849,223,354		4,405,705,847		3,628,317,360		2,978,950,901		2,695,607,011		2,307,787,482	
5	Return on Equity Ratio (%)	Profit After Tax	207,630,054	6.50%	204,504,327	6.85%	150,592,368	5.82%	61,541,247	4.59%	230,736,542	18.62%	73,900,739	6.86%
		Shareholders' Equity	3,193,092,083		2,984,337,610		2,588,979,412		1,342,037,535		1,238,951,288		1,077,698,461	
6	Earnings Per Share (EPS)	Profit After Tax	207,630,054	2.08	204,504,327	2.07	150,592,368	2.15	61,541,247	1.38	95,182,735	2.15	73,900,739	2.07
		Number of Shares	100,000,000		98,736,559		69,957,847		44,740,690		44,243,206		35,734,648	
7	EBITDA Margin (%)	Profit before ITDA	594,199,765	38.74%	508,736,730	36.97%	411,636,393	34.69%	151,610,017	32.60%	274,130,336	33.03%	234,399,373	33.28%
		Sales	1,533,942,711		1,375,933,622		1,186,777,624		465,050,539		830,038,537		704,274,146	
D.	Solvency Ratio													
1	Debt to total Asset Ratio	Total Debt	1,428,018,868	0.28	1,344,926,125	0.29	1,370,351,163	0.33	1,613,412,697	0.52	1,495,642,447	0.52	1,266,200,609	0.50
		Total Assets	5,047,329,655		4,651,117,054		4,160,294,640		3,096,340,079		2,861,561,722		2,529,652,300	

Name of Ratio		For the year ended												
		Calculation	30-Jun-19	Result	30-Jun-18	Result	30-Jun-17	Result	30-Jun-16	Result	31-Dec-15	Result	31-Dec-14	Result
			Calculation		Calculation		Calculation		Calculation		Calculation		Calculation	
2	Debt to Equity Ratio	Total Debt	1,428,018,868	0.45	1,344,926,125	0.45	1,370,351,163	0.53	1,613,412,697	1.20	1,495,642,447	1.21	1,266,200,609	1.17
		Total Equity	3,193,092,083		2,984,337,610		2,588,979,412		1,342,037,535		1,238,951,288		1,077,698,461	
3	Time Interest Earned Ratio	EBIT	315,781,358	2.43	285,409,315	2.56	208,612,744	1.61	73,281,034	1.44	106,727,744	0.98	82,358,474	0.91
		Net interest expenses	129,844,567		111,704,269		129,302,713		50,796,845		108,995,505		90,296,448	
4	Debt Service Coverage Ratio	Net operating profit	469,600,703	3.62	397,992,935	2.90	280,735,915	0.75	100,163,365	1.97	147,853,777	1.36	143,438,353	1.59
		Total Debt Service	129,844,567		137,129,307		372,364,247		50,796,845		108,995,505		90,296,448	
E.	Cash Flow													
1	Net operating Cash Flow Per Share (NOCFPS)	Net operating Cash Flow	399,287,581	3.99	417,655,438	4.23	24,058,729	0.34	197,474,150	4.41	145,593,836	3.29	88,329,222	2.47
		Number of Shares	100,000,000		98,736,559		69,957,847		44,740,690		44,243,206		35,734,648	
2	Net operating Cash Flow Per Share/ EPS	NOCF Per share	3.99	1.92	4.23	2.04	0.34	0.16	4.41	3.21	3.29	0.63	2.47	1.20
		EPS	2.08		2.07		2.15		1.38		5.22		2.07	

Comparison with the Industry average ratios of same periods:

LUB-RREF (BANGALDESH) LIMITED		Industry Average***	Remark- Explanation
Particulars	30-06-2019	30.06.2019	
	Ratio	Ratio	
1. Liquidity Ratios :			
Current Ratio (Times)	1.79	1.53	Lub-rref (BD) Ltd. Current Ratio is higher than the industry average current ratio because of relatively higher current assets.
Quick Ratio (Times)	1.14	1.31	Lub-rref (BD) Ltd Ratio is acceptable comparing the industry average ratio
2. Operating Efficiency Ratios :			
Accounts Receivable Turnover Ratio (Times)	4.07	2.15	The Ratio is acceptable comparing the average industry
Inventory Turnover Ratio (Times)	2.07	1.66	The Ratio is acceptable comparing the average industry
Assets Turnover Ratio (Times)	0.32	0.27	The Ratio is acceptable comparing the average industry
3. Profitability Ratios :			
Gross Margin Ratio (%)	32.14%	20.78%	The ratio is better than the industry average ratio because of lower overhead cost.
Operating Income Ratio (%)	19.95%	5.91%	Ratio is better than the industry average ratio as higher operating profit
Net Income Ratio (%)	13.54%	27.81%	Ratio is acceptable than the industry average ratio
Return on Assets Ratio (%)	4.28%	4.60%	The Ratio is better comparing the average industry
Return on Equity Ratio (%)	6.50%	15.27%	The Ratio is acceptable comparing the average industry
Earnings Per Share	2.08	24.56	The Ratio is acceptable comparing the average industry
EBITDA Margin %	38.74%	40.54%	The Ratio is acceptable comparing the average industry
4. Solvency Ratios :			
Debt to Total Asset Ratio %	0.28	0.02	The Ratio is acceptable comparing the average industry
Debt to Equity Ratio (Times)	0.45	0.09	The Ratio is acceptable comparing the average industry
Times Interest Earned Ratio (Times)	2.43	6.81	The Ratio is better comparing the average industry
Debt Service Coverage Ratio %	3.62	1.43	The Ratio is better comparing the average industry
5. Cash Flow ratios :			
Net operating Cash Flow Per Share	3.99	-2.27	The Ratio is better comparing the average industry
Net operating Cash Flow Per Share-EPS	1.92	-0.09	The Ratio is better comparing the average industry

LUB-RREF (BANGALDESH) LIMITED		Industry Average***	Remark- Explanation
Particulars	30-06-2018	30.06.2018	
	Ratio	Ratio	
1. Liquidity Ratios :			
Current Ratio (Times)	1.93	1.47	Lub-rref (BD) Ltd. Current Ratio is higher than the industry average current ratio because of relatively higher current assets.
Quick Ratio (Times)	1.20	1.23	Lub-rref (BD) Ltd Ratio is acceptable comparing the industry average ratio
2. Operating Efficiency Ratios :			
Accounts Receivable Turnover Ratio (Times)	3.95	2.10	The Ratio is acceptable comparing the average industry
Inventory Turnover Ratio (Times)	2.11	2.33	The Ratio is better comparing the average industry
Assets Turnover Ratio (Times)	0.31	0.47	The Ratio is acceptable comparing the average industry
3. Profitability Ratios :			
Gross Margin Ratio (%)	32.13%	21.87%	The ratio is better than the industry average ratio because of lower overhead cost.
Operating Income Ratio (%)	19.83%	8.33%	Ratio is better than the industry average ratio as higher operating profit
Net Income Ratio (%)	14.86%	30.97%	Ratio is acceptable than the industry average ratio
Return on Assets Ratio (%)	4.64%	6.56%	The Ratio is better comparing the average industry
Return on Equity Ratio (%)	6.85%	21.10%	The Ratio is acceptable comparing the average industry
Earnings Per Share	2.07	21.95	The Ratio is acceptable comparing the average industry
EBITDA Margin %	36.97%	44.14%	The Ratio is acceptable comparing the average industry
4. Solvency Ratios :			
Debt to Total Asset Ratio %	0.29	0.02	The Ratio is acceptable comparing the average industry
Debt to Equity Ratio (Times)	0.45	0.13	The Ratio is acceptable comparing the average industry
Times Interest Earned Ratio (Times)	2.56	9.45	The Ratio is better comparing the average industry
Debt Service Coverage Ratio %	2.90	2.35	The Ratio is better comparing the average industry
5. Cash Flow ratios :			
Net operating Cash Flow Per Share	4.23	-0.11	The Ratio is better comparing the average industry
Net operating Cash Flow Per Share-EPS	2.04	-0.22	The Ratio is better comparing the average industry

LUB-RREF (BANGALDESH) LIMITED		Industry Average***	Remark- Explanation
Particulars	30-06-2017	30.06.2017	
	Ratio	Ratio	
1. Liquidity Ratios :			
Current Ratio (Times)	1.94	1.42	Lub-rref (BD) Ltd. Current Ratio is higher than the industry average current ratio because of relatively higher current assets.
Quick Ratio (Times)	1.34	1.25	Lub-rref (BD) Ltd Ratio is higher than the industry average ratio as quick assets are relatively higher than others
2. Operating Efficiency Ratios :			
Accounts Receivable Turnover Ratio (Times)	3.64	2.32	The Ratio is acceptable comparing to the average industry
Inventory Turnover Ratio (Times)	2.72	2.48	The Ratio is acceptable comparing to the average industry
Assets Turnover Ratio (Times)	0.33	0.48	The Ratio is acceptable comparing to the average industry
3. Profitability Ratios :			
Gross Margin Ratio (%)	32.43%	23.39%	The ratio is better than the industry average ratio because of lower overhead cost.
Operating Income Ratio (%)	17.44%	7.34%	Ratio is better than the industry average ratio as higher operating profit
Net Income Ratio (%)	12.69%	27.08%	Ratio is acceptable comparing the industry average ratio aslower net profit
Return on Assets Ratio (%)	4.15%	7.77%	Ratio is lower than the industry average ratio as lower net profit.
Return on Equity Ratio (%)	5.82%	20.18%	Ratio is lower than the industry average ratio as lower net profit.
Earnings Per Share	2.15	27.20	EPS is less than the industry average EPS as lower net profit.
EBITDA Margin %	34.69%	38.68%	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.
4. Solvency Ratios :			
Debt to Total Asset Ratio %	0.33	0.02	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.
Debt to Equity Ratio (Times)	0.53	0.13	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.
Times Interest Earned Ratio (Times)	1.61	8.70	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.
Debt Service Coverage Ratio %	0.75	0.99	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.
5. Cash Flow ratios :			
Net operating Cash Flow Per Share	0.34	32.21	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.
Net operating Cash Flow Per Share-EPS	0.16	1.51	Ratio is acceptable comparing to the industry average ratio as higher net operating profit.

Comparison with the Industry average ratios of same periods:

LUB-RREF (BANGALDESH) LIMITED		Industry Average***	Remark- Explanation
Particulars	30-06-2016	30.06.2016	
	Ratio	Ratio	
1. Liquidity Ratios :			
Current Ratio (Times)	0.92	1.60	Lub-rref (BD) Ltd. Current Ratio is lower than the industry average current ratio because of relatively higher current liabilities
Quick Ratio (Times)	0.69	1.43	Lub-rref (BD) Ltd Ratio is lower than the industry average ratio as quick assets are relatively lower
2. Operating Efficiency Ratios :			
Accounts Receivable Turnover Ratio (Times)	1.46	2.42	The Ratio is lower as collection period is longer than the average industry
Inventory Turnover Ratio (Times)	1.61	4.11	The Ratio is lower because of relatively high inventory level.
Assets Turnover Ratio (Times)	0.16	0.33	The ratio is lower than the industry average ratio as the company is generating sales with a relatively much amount of fixed assets.
3. Profitability Ratios :			
Gross Margin Ratio (%)	30.25%	25.24%	The ratio is better than the industry average ratio as lower overhead cost.
Operating Income Ratio (%)	15.62%	8.28%	Ratio is better than the industry average ratio as higher operating profit
Net Income Ratio (%)	13.29%	33.86%	Ratio is lower than the industry average ratio as lower net profit
Return on Assets Ratio (%)	2.07%	7.44%	Ratio is lower than the industry average ratio as lower net profit.
Return on Equity Ratio (%)	4.59%	23.37%	Ratio is lower than the industry average ratio as lower net profit.
Earnings Per Share	1.38	26.16	EPS is less than the industry average EPS as lower net profit.
EBITDA Margin %	32.60%	49.26%	Ratio is acceptable compared to the industry average ratio as higher net operating profit.
4. Solvency Ratios :			
Debt to Total Asset Ratio %	0.52	0.02	Ratio higher due to higher debt than industry average
Debt to Equity Ratio (Times)	1.20	0.04	Ratio is a bit higher as debt burden is a bit higher than equity.
Times Interest Earned Ratio (Times)	1.44	7.32	Ratio is lower than the industry average ratio as operating profit is relatively lower to pay financial expense.
Debt Service Coverage Ratio %	1.97	1.00	The company's ratio is high because of relatively lower debt.
5. Cash Flow ratios :			
Net operating Cash Flow Per Share	4.41	50.61	Ratio is acceptable compared to the industry average ratio as higher net operating profit.
Net operating Cash Flow Per Share-EPS	3.21	3.61	Ratio is acceptable compared to the industry average ratio as higher net operating profit.

LUB-RREF (BANGALDESH) LIMITED		Industry Average***	Remark- Explanation
Particulars	31-12- 2015	31-12- 2015	
	Ratio	Ratio	
1. Liquidity Ratios :			
Current Ratio (Times)	1.01	1.30	Current Ratio is lower than the industry average current ratio because of relatively higher current liabilities
Quick Ratio (Times)	0.75	1.12	Ratio is lower than the industry average ratio as quick assets are relatively lower
2. Operating Efficiency Ratios :			
Accounts Receivable Turnover Ratio (Times)	2.83	5.55	The Ratio is lower as collection period is longer than the average industry
Inventory Turnover Ratio (Times)	3.34	-0.58	The ratio is in a good position and relatively closer to the industry average because of better collection over the period.
Assets Turnover Ratio (Times)	0.31	0.17	Asset turnover is better to the industry average because of generating good amount of sales with fixed assets.
3. Profitability Ratios :			
Gross Margin Ratio (%)	29.53%	-9.39%	Ratio is much better than the industry average ratio as lower overhead cost.
Operating Income Ratio (%)	10.78%	-28.07%	Ratio is much better than the industry average ratio as higher operating profit.
Net Income Ratio (%)	27.80%	40.27%	Ratio is acceptable than the industry average ratio as lower net profit
Return on Assets Ratio (%)	8.56%	5.70%	Ratio is higher than the industry average ratio as higher net profit.
Return on Equity Ratio (%)	18.62%	14.49%	Ratio is higher than the industry average ratio as higher net profit.
Earnings Per Share Based	5.22	14.60	EPS is lower than the industry average EPS as lower net profit.
EBITDA Margin %	33.03%	58.08%	Ratio is lower than the industry average ratio as higher net operating profit.
4. Solvency Ratios :			
Debt to Total Asset Ratio %	0.52	0.61	Ratio is almost same with the industry average.
Debt to Equity Ratio (Times)	1.21	2.05	Ratio is lower as debt burden is higher than equity
Times Interest Earned Ratio (Times)	0.98	7.02	Ratio is lower than the industry average ratio as operating profit is relatively lower to pay financial expense.
Debt Service Coverage Ratio %	1.36	7.41	Ratio is lower because of relatively higher debt.
5. Cash Flow ratios :			
Net operating Cash Flow Per Share	3.29	31.84	Ratio is lower than the industry average ratio as net operating cash flow is relatively lower.
Net operating Cash Flow Per Share-EPS	0.63	8.39	Ratio is lower than the industry average ratio as net operating cash flow is relatively lower.

The industry average ration is calculated based on the Financial Statement collected from the annual audit report of the respective entity from DSE website & entities (Estarn Lubricants, Padma Oil & Jamuna Oil) websites. It is to be mentioned here that during the year ended 2014-2015 estern Lubricants was in Loss that is why the industry average ratio is fluctuated, the product mix of Lub-rref Bangladesh limited is not same with the product mix of the above companies but due to lack of listing companies related product mix with Lub-rref we are calculated with those above companies.

d) Auditors report under Section 135(1), Para 24(1) of Part II of Schedule III of the কোম্পানি আইন, ১৯৯৪

**Auditors' Report Under Section-135(I), Para 24(I), of Part-II of Schedule III
to the Companies Act 1994 Of Lub-rref (Bangladesh) Limited**

As required under Section-135(I), Para 24(I), of Part-II of Schedule III to the Companies Act 1994, management of Lub-rref (Bangladesh) Limited has prepared the following statements of its stand-alone and consolidated assets and liabilities, profit and loss accounts and cash flows for the year ended 30th June 2019, 2018, 2017&2016 and for the year ended 31st Dec 2015& 2014 submitted those to us for working and issuance of our confirmation thereon.

We have compiled the accompanying Statements of Lub-rref (Bangladesh) Limited U/S 135 (1) and Para 24 (1) Part II of the Third Schedule of Companies Act 1994. The statement comprises of the Financial Information for the year ended on 30 June 2019 audited by Ashraf Uddin & Co., Chartered Accountants, for the year ended 30th June 2018 Audited by Mahfel Huq & Co., Chartered Accountants and for the year ended 30 June 2017, 30 June 2016, 31 December 2015 audited by ARTISAN, Chartered Accountants and for the year ended 31 December 2014 audited by AHMAD & AKHTAR, Chartered Accountants. Our report is as under:

A. Statement of Financial Position

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
A. Statement of Financial Position						
ASSETS						
NON-CURRENT ASSETS	3,627,445,483	3,356,504,608	2,883,322,598	2,306,320,414	2,076,573,021	1,882,391,452
Property, Plant & Equipment	3,627,445,483	3,356,504,608	2,883,322,598	2,306,320,414	2,076,573,021	1,882,391,452
CURRENT ASSETS	1,419,884,172	1,294,612,446	1,276,972,042	790,019,665	784,988,701	647,260,847
Inventory	515,046,937	490,787,134	394,096,791	196,593,883	205,859,894	143,911,108
Accounts Receivable	407,670,496	346,224,382	350,533,704	301,640,755	333,277,395	254,115,103
Advances, Deposits and Prepayments	351,515,545	278,687,677	281,759,388	138,523,739	141,303,149	158,137,884
Related Party Current Accounts	67,526,936	48,180,000	176,845,436	141,426,472	90,459,102	77,565,313
Cash and Bank Balances	78,124,257	130,733,253	73,736,723	11,834,816	14,089,161	13,531,438
TOTAL ASSETS	5,047,329,655	4,651,117,054	4,160,294,640	3,096,340,079	2,861,561,722	2,529,652,300
EQUITY & LIABILITIES						
SHAREHOLDERS' EQUITY	3,193,092,083	2,984,337,610	2,588,979,412	1,342,037,535	1,238,951,288	1,077,698,461
Share Capital	1,000,000,000	1,000,000,000	700,000,000	285,313,480	285,313,480	285,313,480
Share Premium	458,500,000	458,500,000	-	-	-	-
Revaluation Reserve	597,274,195	603,645,902	631,121,062	304,797,679	307,681,936	247,968,655
Retained Earnings	1,137,317,888	922,191,708	709,358,350	553,262,794	488,837,290	387,297,744
Share Money deposit	-	-	548,500,000	198,663,582	157,118,582	157,118,582
NON-CURRENT LIABILITIES	1,062,096,527	996,471,549	912,904,578	895,679,226	848,213,279	843,453,519
Long Term Loan-non-Current Portion	753,066,795	742,895,373	746,868,483	782,120,023	744,747,984	682,921,181
Lease Liabilities-non-Current Portion	634,182	1,459,486	2,185,930	-	-	-
Deferred Tax	308,395,550	252,116,690	163,850,165	113,559,203	103,465,295	160,532,338
CURRENT LIABILITIES	792,141,046	670,307,895	658,410,650	858,623,318	774,397,155	608,500,320
Long Term Loan- Current Portion	234,000,000	78,000,000	78,000,000	78,000,000	146,268,000	285,972,000
Lease Liabilities- Current Portion	1,147,716	1,147,716	1,147,716	-	33,818	1,569,832
Short Term Bank Loan	439,170,175	521,423,550	542,149,034	753,292,674	604,592,645	295,737,596
Provision for Contribution to WPPF	15,037,208	13,590,920	-	-	-	-
Accounts Payables	28,294,927	12,516,851	103,700,86	7,534,990	5,914,831	12,129,919
Liabilities for Income Tax	65,824,051	30,113,234	17,324,467	9,595,053	7,949,174	5,407,215
Liability for Expenses	8,666,969	13,515,624	9,419,347	10,200,601	9,638,687	7,683,757
TOTAL EQUITY & LIABILITIES	5,047,329,655	4,651,117,054	4,160,294,640	3,096,340,079	2,861,561,722	2,529,652,300
NET ASSET VALUE PER SHARE (NAV) with Re-Valuation	31.93	29.84	24.30	40.07	37.92	32.27
NET ASSET VALUE PER SHARE (NAV) without Re-Valuation	25.96	23.81	20.13	29.39	27.13	23.57

B. The Statement of Operating Result of Lub-rref (BD) Ltd. is as under:

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Net Turnover	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Cost of Goods Sold	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Gross Profit/ (Loss)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Operating Expenses	(57,225,162)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Financial Expenses	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Operating Profit/(Loss)	305,989,656	272,778,869	207,014,979	72,631,227	89,446,690	81,693,901
Non- Operating Income	9,791,702	12,630,446	1,597,765	649,807	17,281,054	664,573
Provision for Contribution to WPPF	(15,037,208)	(13,590,920)	-	-	-	-
Profit Before Tax	300,744,151	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474
Provision For Income Tax	(93,114,097)	(67,314,068)	(58,020,376)	(11,739,787)	(11,545,009)	(8,457,735)
Current Taxes	(35,710,818)	(12,788,768)	(7,729,414)	(1,645,879)	(2,541,959)	(2,131,334)
Deferred Taxes	(57,403,279)	(54,525,300)	(50,290,962)	(10,093,908)	(9,003,050)	(6,326,401)
Net Profit after Tax	207,630,054	204,504,327	150,592,368	61,541,247	95,182,735	73,900,739
Add: Other Comprehensive Income	1,124,419	320,161,296	1,392,028	-	-	-
Deferred Tax(Expenses)/ Income on revaluation Surplus	1,124,419	(12,038,643)	1,392,028	-	-	-
Revaluation Surplus for the year	-	332,199,939	-	-	-	-
Total Comprehensive Income	208,754,473	524,665,623	151,984,396	61,541,247	95,182,735	73,900,739
Earnings per Share (Basic)	2.08	2.07	2.14	1.38	2.15	2.07
Earnings per Share (Diluted)	2.08	2.05	1.51	0.62	2.31	0.74

** Diluted Earnings Per Share (EPS) for the all years is calculated considering the latest number of Shares i.e., 100,000,000 shares

C. Dividend declared

Particulars	For the year ended					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Cash Dividend	Nil	Nil	Nil	Nil	Nil	Nil
Stock Dividend (Bonus Share)	Nil	Nil	Nil	Nil	Nil	Nil

4. Lub-rref (Bangladesh) Limited was incorporation in Bangladesh as a Public Limited Company with the Issuance of Certificate of Incorporation bearing no. C-No. 4172 dated November 18, 2001 by the Registrar of Joint Stock Companies & Firms.

5. The Company started its commercial operation on December 18, 2006.

6. The Company had no subsidiary company as on the Financial Statement date.

7. No proceeds or part of the proceeds of the issue of Shares would be applied directly by the company in the purchase of any business.

Dated: 16 November, 2019
Place: Dhaka

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

e) Financial spread sheet analysis for the latest audited financial statements;

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road, Chittagong-4213

Statement of Financial Position

As at June 30, 2019

Particulars	Amount	Percentage on Total Asset	Grand Total
ASSETS			
Non-Current Assets	3,627,445,482		72%
Property, Plant and Equipment	2,708,304,507	54%	
Land & Land Development	548,646,754	11%	
Office Building	188,424,340	4%	
Air Conditioner	3,703,483	0%	
Computer & Computer Accessories	2,280,146	0%	
Fire Extinguisher	1,289,331	0%	
Furniture & Fixture	5,859,738	0%	
Vehicles	5,728,845	0%	
Office Equipment	4,043,190	0%	
Plant & Machineries	1,732,356,499	34%	
Electricity Installation	4,157,698	0%	
Factory Building & Shed	168,468,071	3%	
Factory Equipment	15,627,503	0%	
Gas Installation	536,591	0%	
Generator	12,851,846	0%	
Weighing Scale	3,230,522	0%	
Interior Decoration	9,459,818	0%	
Kitchen Equipment	35,220	0%	
Ware House, Dhaka	1,604,912	0%	
Revaluation Surplus	629,891,000	12%	
Land & Land Development	562,425,859	11%	
Plant & Machineries	67,465,141	1%	
Capital Work in Progress	289,249,976	6%	
Current Assets	1,419,884,172		28%
Inventories	515,046,937	8%	
Base Oil	299,332,957	6%	
Additives & Chemicals	81,790,575	2%	
Empty Drum, Pail & Container	4,767,646	0%	
Carton	1,306,541	0%	
Stickers	1,391,180	0.03%	
PVC Shrinks & Others	419,215	0%	
Lubricating Oil	126,038,825	2%	
Trade and Other Receivables	407,670,496	8%	
Advances, Deposits and Pre-payments	351,515,545	5%	
Advance against L/C	177,831,381	3.52%	
Advance against VAT	20,696,835	0.41%	
Advance Against Salary & Allowance	6,038,179	0.12%	
Advance Against Procurement	44,819,429	0.89%	
Advance Travelling & Conveyance	449,483	0.01%	
Advance against Office Rent	155,500	0.00%	
Advance Income Tax	89,252,229	1.77%	
Advance against Office Expenses	2,890,731	0.06%	
Advance against Selling & Distribution Expenses	863,335	0.02%	
Advance against Fuel Expenses	75,000	0.00%	
Advance against Legal & Professional Expenses	1,536,820	0.03%	
Bangladesh Railway	197,985	0.00%	
Linde Bangladesh Ltd.	212,000	0.00%	
PDB- Pahartali	253,800	0.01%	
Bakhrabad Gas System Ltd.	4,983,623	0.10%	
Chittagong Port Authority	131,250	0.00%	
Bangladesh Telephone and Telegraph Board-BTTB	24,000	0.00%	

Particulars	Amount	Percentage on Total Asset	Grand Total
Chittagong WASA	100,000	0.00%	
Speed Track (Pvt) Ltd.	10,000	0.00%	
Rural Power Company Limited -RPCL	95,400	0.00%	
Chittagong Chamber of Commerce	96,000	0.00%	
Al-Haj Karim Ullah for Dhaka Warehouse	300,000	0.01%	
PDB- Raujan, Chittagong	42,000	0.00%	
Security Deposit to Mayor Rajshahi City Corporation	32,291	0.00%	
Security Deposit to Anduip CNG Filling Station, Dhaka	40,000	0.00%	
PUFFL	8,610	0.00%	
Security Deposit with General Electric Manufacturing Co. Ltd	179,665	0.00%	
Mrs. Halima Begum (Dhaka Guest House -New)	200,000	0.00%	
Related Party Current Accounts	67,526,936	1.34%	1.34%
Cash and Cash Equivalents	78,124,257	1.55%	2%
Total Assets	5,047,329,655		100%
Shareholder's Equity and Liabilities			
Shareholder's Equity	3,193,092,083		63%
Share Capital	1,000,000,000	20%	
Share Premium	458,500,000	9%	
Revaluation Reserve	597,274,195	12%	
Retained Earnings	1,137,317,888	23%	
Non-Current Liabilities	1,062,096,527		21%
Long-Term Loan-Non Current Portion	753,066,795	15%	
Lease Liabilities-Non-Current Portion	634,182	0%	
Deferred Tax Liability	308,395,550	6%	
Current Liabilities	792,141,046		16%
Long-Term Loan-Current Portion	234,000,000	5%	
Lease Liabilities- Current Portion	1,147,716	0%	
Short-Term Bank Loan	439,170,175	9%	
Liability for WPPF	15,037,208	0%	
Trade Payables	28,294,927	0.56%	
Liability for Current Tax	65,824,051	1.30%	
Liability for Expenses	8,666,969	0.17%	
Total Shareholders' Equity and Liabilities	5,047,329,655		100%

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road, Chittagong-4213

Statement of Profit or Loss & Other Comprehensive Income

For the year ended 30th June 2019

Particulars	Period ended 30 June, 2019	Percentage on Total Turnover	Grand Percentage
Turnover	545,810,223		100%
Revenue	545,810,223		
Less: Cost of Goods Sold	421,221,821		77.17%
Raw Materials Consumed	331,080,699	60.7%	
Manufacturing Overhead	118,594,495	21.7%	
Cost of Manufacture	449,675,194		
Work in Process-Opening	13,897,654		
Work in Process-Closing	(13,421,587)		
Change in work in process	450,151,261		
Cost of production	450,151,261	82.5%	
Finished goods - Opening	91,234,560		
Sample Expenses	(304,455)		
Finished goods - Closing	(119,859,546)		
Cost of Goods Sold	421,221,821	77.2%	
Gross Profit	124,588,402		22.83%
Less: Operating Expenses	42,755,746		7.83%
Administrative Expenses	26,543,053	4.9%	
Selling & Distribution Expenses	16,212,693	3.0%	

Particulars	Period ended 30 June, 2019	Percentage on Total Turnover	Grand Percentage
Profit from Operation	81,832,656		14.99%
Add: Other Income	727,737		0.13%
Less: Financial Expenses	7,800,345	1.4%	
Profit before Income Tax & WPPF	74,760,048		13.70%
Less: Provision for WPPF	-	0.0%	
Profit before Income Tax	74,760,048		13.70%
Less: Income Tax Expenses	-		0.00%
Current Tax	-	0.0%	
Derrered Tax	-	0.0%	
Net Profit After Tax	74,760,048		13.70%

Sd-
Managing Director
Lub-rref (Bangladesh) Limited

Sd/-
Chief Financial Officer
Lub-rref (Bangladesh) Limited

- f) Earnings per Share (EPS) on fully diluted basis (with the total existing number of shares) in addition to the weighted average number of shares basis. Future projected Net Income should not be considered while calculating the weighted average EPS;

Sl. No	Particulars	Amount in BDT 30-Jun-2019
1	Profit Attributable - Net profit after Tax	207,630,054
2	No. of shares before IPO	100,000,000
3	Earnings per Share (EPS)	2.08

- g) All extra-ordinary income or non-recurring income coming from other than core operations should be shown separately while showing the Net Profit as well as the Earnings Per Share;

Sl. No	Particulars	Amount in BDT 30-Jun-19
1	Net profit after Tax	207,630,054
2	Less: Extra-ordinary income or non-recurring income	6,884,958
3	Net profit excluding Extra-ordinary income or non-recurring income	200,745,096

Earning per shares excluding extra-ordinary income or non-recurring income coming from other than core operations:

Sl.	Particulars	Amount in BDT 30-Jun-19
1	Net profit after Tax excluding Extra-ordinary Income or non-recurring income	200,745,096
2	No. of shares before IPO	100,000,000
3	Earnings per Share (EPS) excluding Extra-ordinary income or non-recurring income	2.01

- h) Quarterly or half-yearly EPS should not be annualized while calculating the EPS;
Lub-rref (Bangladesh) Limited has not annualized the quarterly or half yearly EPS.
- i) Net asset value (with and without considering revaluation surplus or reserve) per unit of the securities being offered at the date of the latest audited statement of financial position.

Shareholder's Equity	Note	Amount in Taka
Share capital June 30,2018	A	1,000,000,000
Revaluation Reserve June 30, 2018	B	597,274,195
Share Premium as on June 30, 2018	C	458,500,000
Retained Earnings June 30, 2018	D	1,137,317,888
Total Share Holder's Equity	E=A+B+C+D	3,193,092,083
No. of Shares Outstanding as on June 30, 2018	F=A/10	100,000,000
Net Assets Value Per Share With Revaluation	G=E-F	31.93

Net Asset Value without revaluation:

Particulars	Note	Amounts in Taka
Share capital June 30,2019	A	1,000,000,000
Share Premium as on June 30,2019	B	458,500,000
Retained Earnings June 30,2018	C	1,137,317,888
Total Share Holder's Equity June 30,2019	D=A+B+C	2,595,817,888
No. of Shares Outstanding as on June 30,2019	E=A/10	100,000,000
Net Assets Value Per Share Without Revaluation	F=D-E	25.96

- j) The Commission may require the issuer to re-audit the audited financial statements, if any deficiency or anomaly is found in the financial statements. In such a case, cost of audit should be borne by the concerned issuer.

It may not be applicable so far.

- k) Following statements for the last five years or any shorter period of commercial operation certified by the auditors: -

Annexure- G (25), (a)

Auditors' certificate regarding Long-term and Short-term Borrowings Including Borrowing from Related Party or Connected Persons with rate of interest and interest paid-accrued

Based on our scrutiny of the relevant financial statement of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company has taken the following long-term and short-term borrowings including borrowing from related party or connected persons during the last five years.

For the Year ended 30 June 2019

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2019	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
International Leasing and Financial Services Limited	Lender	Finance lease	1,781,898	14%	322,408	-
Southeast Bank Limited	Lender	Long-term Loan	987,066,795	9% & 13%	61,299,006	-
Social Islami Bank Limited	Lender					
Southeast Bank Limited	Lender	Short -term-Overdraft-LTR	439,170,175	10-12%	66,927,136	-

For the Year ended 30 June 2018

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2018	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
International Leasing and Financial Services Limited	Lender	Finance lease	2,607,202	14%	4,21,268	-
Southeast Bank Limited	Lender	Long-term Loan	820,895,373	9%	73,284,031	-
Southeast Bank Limited	Lender	Short -term-Overdraft-LTR	521,423,550	10-12%	55,049,863	-

For the year ended 30 June 2017

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2017	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
International Leasing and Financial Services Limited	Lender	Finance lease	3,333,646	14 %	120,574	-
Southeast Bank Limited	Lender	Long-term Loan	824,868,483	10%	75,055,215	-
Southeast Bank Limited	Lender	Short-term-Overdraft	538,239,295	10-12%	95,336,577	-
Al-Arafah Islami Bank Limited	Lender	Short-term	3,909,739	10-12%	-	-

For the Period ended 30 June 2016

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2016	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Southeast Bank Limited	Lender	Long-term Loan	860,120,023	10%	42,416,039	-
Southeast Bank Limited	Lender	Short -term Loan-Overdraft	749,382,935	10-12%	34,601,940	-

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2016	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Al-Arafat Islami Bank Limited	Lender	Short-term	3,909,739	10-12%	-	-

For the Year ended 31 Dec 2015

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 31 Dec, 2015	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Southeast Bank Limited	Lender	Long -term Loan	891,015,984	10%	95,745,673	-
Southeast Bank Limited	Lender	Short-term-overdraft	600,682,906	10-12%	52,336,301	-
Al-Arafa Islami Bank Limited	Lender	Short-term	3,909,739	10-12%	-	-
Industrials and Infrastructure Development Finance Company Limited (IIDFC)	Lender	Long-term	33,818	13%	-	-

For the Year ended 31 Dec 2014

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 31 Dec, 2014	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Southeast Bank Limited	Lender	Long-term Loan	968,893,181	10%	87,262,374	-
Southeast Bank Limited	Lender	Short -term-overdraft	283,774,785	10-12%	33,811,310	-
Al-Arafa Islami Bank Limited	Lender	Short-term	11,962,811	10-12%	6,536,787	-
Industrials and Infrastructure Development Finance Company Limited (IIDFC)	Lender	Long-term	1,569,823	13%	520,329	-

Place: Dhaka
Date: **16th November, 2019**

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

**Auditors' certificate regarding principal terms of secured loans and assets on which charge
have been created against those loans**

Based on our verification of the related offer letter-sanction advice from concerned lenders and other related documents on test basis as produced to us by the management of Lub-rref (Bangladesh) Ltd., we certify that the following statement of secured loans and related principal terms including assets on which charges have been created against those loans are consistent with the copies of related offer letter-sanction advice as produced to us for scrutiny:

PARTICULARS	AMOUNT IN BDT					
	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16 (Six Months)	31-Dec-15	31-Dec-14
Name of Lender	International leasing company limited					
Purpose	To Purchase brand New Transformer Oil Filtration Plant					
Primary Security, Collateral- other Security	- Insurance of all the Directors of Lub-f the leased machineries in the name of international Leasing and Financial Services Limited - Personal guarantee of all the directors of the Lub-rref (Bangladesh) Limited - 47 (Forty-seven) Postdated MICR cheque for monthly rental - 01 (One) Postdated MICR cheque for leased deposit - 01 (One) Undated MICR cheque for Full facility amount.					
Sanction Date	24-Jul-2016					
Sanction Amount	35,00,000 Tk.					
Rate of Interest	@14 % p.a					
Re-payment schedule	Monthly installment					
Status (Current Balance)	1,781,898	2,607,202	3,333,646	-	-	-
Name of Lender	Southeast Bank Limited & Social Islmai Bank Limited					
Purpose	Acquisition of Fixed asset, Working Capital					
Primary Security, Collateral- other Security	i. 80.20 decimal land at BSCIC Industrial Estate, Chittagong ii. 20.05 Decimal project land at BSCIC Industrial Estate, Chittagong iii. 735.00 decimal land at Juldha, Karnaphuly iv. 57.34 decimal land at Juldha, Karnaphuly					
Sanctioned Date	20 th October, 2011, 5 th April, 2012, 29 th Dec, 2014, 12 th March, 2019					
Sanction Amount	873,594,000.00 & 2,800,000,000.00					
Rate of Interest	9% & 13%					
Re-payment schedule	Monthly installment					
Status (Current Balance)	987,066,795	820,895,373	824,868,483	860,120,023	891,015,984	968,893,181
Name of Lender	Southeast Bank Limited					
Purpose	Working Capital					
Primary Security, Collateral- other Security	i. 80.20 decimal land at BSCIC Industrial Estate, Chittagong ii. 20.05 Decimal project land at BSCIC Industrial Estate, Chittagong iii. 735.00 decimal land at Juldha, Karnaphuly iv. 57.34 decimal land at Juldha, Karnaphuly					
Sanctioned Date	12 Feb, 2017					
Sanction Amount	35.00 Crore					
Rate of Interest	10-12%					
Re-payment schedule	Monthly installment					
Status (Current Balance)	439,170,175	92,161,973	178,548,942	329,757,604	215,602,763	118,811,252
Name of Lender	Al-Arafah Islamic Bank Limited					
Purpose	Working Capital (Import Lub Base Oil)					
Primary Security, Collateral- other Security	Hypothecation of goods (Lube Base Oil) in stock in trade and postdated Cheques.					
Sanctioned Date	12 February, 2017					
Sanction Amount	-					
Rate of Interest	10-12%					
Re-payment schedule	Monthly installment					
Status (Current Balance)	Nil	Nil	3,909,739	3,909,739	3,909,739	11,962,811

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

**Certification on unsecured loan with terms and conditions
of Lub-rref (Bangladesh) Limited**

Based on our scrutiny of the relevant financial statements as prepared by management of Lub-rref (Bangladesh) Limited and produced to us for verification, we understand the Company has not taken any unsecured loan from any person-body from 01 January 2014 to 30 June 2019.

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Auditors' Certificate regarding Inventories of Lub-rref (Bangladesh) Ltd.

Based on our scrutiny of the relevant financial statements of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company had following amount of inventories as at the reporting date during the last five years & six months.

Items	Amount in (BDT)					
	30 June, 2019	30 June, 2018	30 June, 2017	30 June, 2016	31 Dec, 2015	31 Dec, 2014
Raw Materials	381,123,531	369,924,895	297,711,728	164,279,320	170,814,981	112,647,559
Packing Materials	7,884,581	7,450,229	5,894,846	4,356,876	5,549,903	4,293,688
Finished Goods	126,038,825	113,412,010	90,490,217	27,957,687	29,495,011	26,969,862
Total	515,046,937	490,787,134	394,096,791	196,593,883	205,859,895	143,911,109

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

**Auditors' Certificate regarding Trade Receivable
of Lub-rref (Bangladesh) Ltd.**

Based on our scrutiny of the relevant financial statements of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company had following amount of trade receivables including receivables from related party or connected persons during the last five years and Six Months:

Product Line	Amount in (BDT)					
	Year Ended 30 June, 2019	Year Ended 30 June, 2018	Year Ended 30 June, 2017	Year Ended 30 June, 2016	Year Ended 31 Dec, 2015	Year Ended 31 Dec, 2014
Trade receivable	396,180,117	337,641,776	347,064,369	299,287,468	329,676,487	254,115,103
Other receivable	11,490,379	8,582,606	3,469,335	2,353,587	3,600,528	1,071,170
Total	407,670,496	346,224,382	350,533,704	301,641,055	333,277,015	255,186,273

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (f)**Auditors' Certificate regarding loan given by the issuer including Loans to Related Party or Connected Persons**

Based on our scrutiny of the relevant Financial Statements of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company did not give any loan to any institutions excluding related party or connected persons during the last five years and Six Month.

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (g)**Auditors' Certificate regarding other income of Lub-rref (Bangladesh) Ltd.**

Based on our scrutiny of the relevant financial statements of Lub-rref (Bangladesh) Ltd. which have been prepared by the management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company had the following other income during the last five years and Six Months:

Particulars	Amount in (BDT)					
	Year Ended 30 June, 2019	Year Ended 30 June, 2018	Year Ended 30 June, 2017	Year Ended 30 June, 2016	Year Ended 31 Dec, 2015	Year Ended 31 Dec, 2014
Interest Income	2,906,744	970,670	800,260	244,465	368,002	277,853
Dividend Income	-	-	-	-	-	-
Discount received	-	-	-	-	-	-
Other Non-Operating Income(Income from others)	6,884,958	11,659,776	797,505	866,895	16,913,052	5,505,800
Total	9,791,702	12,630,446	1,780,270	1,427,255	17,687,924	6,170,373

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (h)**Auditors' certificate regarding turnover of Lub-rref (Bangladesh) Ltd.**

After due verification we certify that, the turnover showing separately in Cash and through Banking Channel during the last five years and six months were as follows:

Particulars	Amount in (BDT)					
	Year Ended 30 June, 2019	Year Ended 30 June, 2018	Year Ended 30 June, 2017	Year Ended 30 June, 2016	Year Ended 31 Dec, 2015	Year Ended 31 Dec, 2014
In Cash	-	-	-	-	-	-
Through Banking Channel	1,572,759,497	1,407,315,718	1,196,630,361	473,465,261	847,319,591	710,444,519
Total	1,572,759,497	1,407,315,718	1,196,630,361	473,465,261	847,319,591	710,444,519

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

**Auditors' Certificate Regarding Related Party Transaction
of Lub-rref (Bangladesh) Ltd.**

Based on our scrutiny of the Financial Statements and other relevant records of Lub-rref (Bangladesh) Ltd. which have been prepared by Management of the Company and produced to us for our review, and on the basis of representation from management, we certify that as per the disclosure provided in those documents the Company has enter into the following transactions during the last five years and six months were as follows:

Except the following transactions:

a) Board Meeting fees paid to the Directors:

Name Of Directors	Position	Amount Paid					
		30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
Mohammed Yousuf	Managing Director	48,000	48,000	48,000	20,000	36,000	12,000
Rubiya Nahar	Chairman	40,000	48,000	48,000	20,000	36,000	12,000
Md. Salauddin Yousuf	Director	48,000	48,000	48,000	20,000	36,000	12,000
Israt Jahan	Director	48,000	48,000	40,000	-	-	-
Ahmed Hossain	Director	48,000	48,000	40,000	-	-	-
Ameer Faisal	Independent	36,000	32,000	-	-	-	-
Wahid Uddin Chowdhury	Director	40,000	12,000	-	-	-	-
Total		308,000	284,000	224,000	60,000	108,000	36,000

b) Remuneration of the Directors:

SL. No	Name	30.06.2019	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
1	Rubiya Nahar	1,932,500	1,590,000	1,590,000	795,000	1,578,000	1,560,000
2	Mohammed Yousuf	3,321,800	3,420,000	3,420,000	1,710,000	3,390,000	3,342,000
3	Md. Salauddin Yousuf	2,700,800	1,869,600	1,869,600	934,800	1,854,000	1,812,000
4	Israt Jahan	950,000	900,000	450,000	-	-	-
Total		8,905,100	7,779,600	7,329,600	3,439,800	6,822,000	6,714,000

c) Related Party Transaction

Related Party Transaction						
31 Dec 2014	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2014	Addition during the period	Adjustment during the period	Closing Balance as on 31.12.2014
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	50,900,231	47,420,638	23,853,988	74,466,881
Juldha Shipyard Limited			2,852,585	245,847		3,098,432
Total			53,752,816	47,666,485	23,853,988	77,565,313

31 Dec 2015	Types of Relationship	Nature of Transaction	Opening Balance on 01.01.2015	Addition during the period	Adjustment during the period	Closing Balance as on 31.12.2015
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	74,466,881	13,814,901	1,688,115	86,593,667
Juldha Shipyard Limited			3,098,432	767,003		3,865,435
Total			77,565,313	14,581,904	1,688,115	90,459,102

30 June 2016	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2016	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2016
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	86,593,667	59,683,550	9,051,430	137,225,787
Juldha Shipyard Limited			3,865,435	335,250		4,200,685
Total			90,459,102	60,018,800	9,051,430	141,426,472

30 June 2017	Types of Relationship	Nature of Transactions	Opening Balance on 01.07.2016	Addition during the period	Adjustment during the period	Closing Balance as on30.06.2017
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	137,225,787	36,239,152	820,188	172,644,751
Juldha Shipyard Limited			4,200,685	-	-	4,200,685
Total			141,426,472	36,239,152	820,188	176,845,436

30 June 2018	Types of Relationship	Nature of Transactions	Opening Balance as on 01.07.2017	Addition during the period	Adjustment during the period	Closing Balance as on30.06.2018
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	172,644,751	10,347,783	134,812,534	48,180,000
Juldha Shipyard Limited			4,200,685	210,218	4,10,903	-
Total			176,845,436	10,558,001	134,823,441	48,180,000

30 June 2019	Types of Relationship	Nature of Transactions	Opening Balance as on 01.07.2018	Addition during the period	Adjustment during the period	Closing Balance as on30.06.2019
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	48,180,000	19,189,377	-	67,369,377
Juldha Shipyard Limited			-	157,559	-	157,889
Total			48,180,000	19,346,936	-	67,526,936

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (j)

Auditors' certificate regarding reconciliation of business income of Lub-rref (Bangladesh) Ltd.

Based on our review of the audited financial statements and related income tax return of Lub-rref (Bangladesh) Ltd. which have been prepared by management of the Company and produced to us for our checking, we certify that the following reconciliation of business income as shown in income tax return to net income (profit) as shown in audited financial statements of the Company during the last five years and six months have been extracted from those documents:

Particulars	30 th June, 2019	30 th June, 2018	30 th June, 2017	30 th June, 2016	31 st Dec, 2015	31 st Dec, 2014
Net profit before tax Shown as per Audited Financial Statement	300,744,151	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474
Add: Accounting Depreciation	163,611,047	125,214,066	73,721,483	27,532,138	58,407,087	61,744,452
Less: Depreciation Tax Base	320,124,290	(272,671,608)	(237,625,266)	(61,386,042)	(80,190,461)	89,557,207
Income Shown on Tax Return	Return yet to be submitted	124,360,853	44,708,961	39,427,130	84,944,370	54,545,719

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (k)**CERTIFICATION ON RECEIPTS AND PAYMENTS ABOVE TK. 500,000 (FIVE LAC) WERE MADE THROUGH BANKING CHANNEL OF LUB-RREF (BANGLADESH) LIMITED**

This is to Certify that all Receipts and Payments of Lub-rref (Bangladesh) Limited above Tk. 500,000/- (Five Lac) were made through banking channel for the period from 1 January 2014 to 30 June 2019.

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (L)**Auditors' certificate regarding conformity of bank statements with Books of accounts of Lub-rref (Bangladesh) Ltd.**

This is to certify that, the Books of Accounts of Lub-rref (Bangladesh) Limited from 1st January, 2014 to 30th June, 2019 are in conformity with the Bank Statements

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

Annexure- G (25), (m)**Certification on Status of Payment of Tax, VAT and Others Taxes - Duties of Lub-rref (Bangladesh) Ltd.**

Based on our scrutiny of related income tax returns, value added tax returns and statement of import of Lub-rref (Bangladesh) Ltd. as prepared by and presented to us by the Company's management, we certify that the Company has disclosed followed amount of income tax, value added tax and other taxes-duties payment in those returns- statements for the last five years and Six Months:

Particulars	30th June, 2019	30th June, 2018	30th June, 2017	30th June, 2016	31st Dec, 2015	31st Dec, 2014
Tax (TDS)	32,857,450	18,009,199	8,641,145	3,953,530	8,429,287	6,380,478
VAT	95,129,425	72,382,928	56,429,353	19,211,715	38,405,600	32,113,492
Others Taxes-Duties	-	-	-	-	-	-
Total	127,986,875	90,392,127	65,070,498	23,165,245	46,834,887	38,493,970

Place: Dhaka
Date: 16th November, 2019

Sd/-
Ashraf Uddin & Co.
Chartered Accountants

CHAPTER-XXVII

CREDIT RATING REPORT

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

REPORT: RR/34240/20

This is a credit rating report as per the provisions of the Credit Rating Companies Rules 1996. CRISL's entity rating is valid one year for long term rating and 6 months for short term rating. CRISL's Bank loan rating (blr) is valid one year for long term facilities and up to 365 days (according to tenure of short term facilities) for short term facilities. After the above periods, these ratings will not carry any validity unless the entity goes for surveillance.
CRISL followed Corporate Rating Methodology published in CRISL website www.crislbd.com

Address:
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Tel: 9530991-4
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Email:
crisldhk@crislbd.com

Analysts:
Mouri Barua
mouri@crisl.org

Ripon Kar
rip@crisl.org

Entity Rating
Long Term: A
Short Term: ST-3

Outlook: Stable

**LUB-RREF
(BANGLADESH)
LIMITED**

ACTIVITY
Lube oil blending

**DATE OF
INCORPORATION**
November 18, 2001

CHAIRMAN
Rubiya Nahar

**MANAGING
DIRECTOR**
Mohammed Yousuf

EQUITY
Tk. 3,193.09 million

TOTAL ASSETS
Tk. 5,047.33 million

Date of Rating: February 18, 2020		Valid up to: February 17, 2021	
		Long Term	Short Term
Entity Rating		A	ST- 3
Outlook		Stable	
Bank Facilities Rating :			
Bank	Mode of exposure (Figure In Million Tk.)		blr
Social Islami Bank Limited	Working Capital Loan Limit of Tk.1,000.00		blr A
	Working Capital Loan Outstanding of Tk.814.62		blr A
	Term Loan Outstanding of Tk.1,598.96		blr A

1.0 RATIONALE

CRISL has assigned 'A' (pronounced as single A) rating in the Long Term and ST-3 rating in the Short Term to Lub-rref (Bangladesh) Limited (LRBDL) based on its quantitative and qualitative information up to the date of rating. The above ratings have been done after due consideration to its fundamentals such as equity based capital structure, sound production facilities, experienced sponsors, experienced management team, diversified product line, good operational and financial performance, good brand image, global outlook etc. However, the above factors are constrained, to some extent, by long cash conversion cycle, optimistic projection, dependent on import based raw materials, significant competition in the market, risk of financial etc.

The Long Term rating implies that entities rated in this category are adjudged to offer adequate safety for timely repayment of financial obligations. This level of rating indicates a corporate entity with an adequate credit profile. Risk factors are more variable and greater in periods of economic stress than those rated in the higher categories. The Short Term rating indicates good certainty of timely repayment. Liquidity factors and company fundamentals are sound. Although ongoing funding needs may enlarge total financing requirements, access to capital and financial market is good with small risk factors.

CRISL also placed the company with "Stable Outlook" considering that its existing fundamentals may remain unchanged in the foreseeable future.

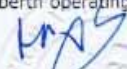
2.0 COMPANY PROFILE

2.1 The Genesis

Lub-rref (Bangladesh) Limited (LRBDL) is a company that is engaged in blending and marketing of lubricant and grease product in the local market and overseas. LRBDL is a public company limited by shares incorporated on November 18, 2001 and came into commercial operation on December 18, 2006. It is the first and only private initiative in Bangladesh which involves in blending lubricants of export quality, commissioning a State-Of-The-Art Lube Oil Blending Plant (LOBP) without having any collaboration with multinational brands. Eventually, the company has established a complete local brand of lubricants namely "BNO LUBRICANTS". Despite having numbers of giant multinational brand available in the market, Mr. Mohammed Yousuf has taken this confident initiative introducing BNO as a unique-local brand in 2006. Mr. Mohammed Yousuf is the Managing Director of the company who has established first blending plant in Bangladesh making Joint venture project with FUCHS Petro-Lub, AG, Germany prior to establishing LRBDL. Presently, "BNO LUBRICANTS" is being regarded as high quality lubricant oil for automotive, marine and different industrial requirement - which's market acceptability, has been getting bigger with the passage of time. LRBDL is also the first and only company operating in Bangladesh which has initiated recycling of used-lub. Along with local branding and distribution, LRBDL has started small scale export of blended lubricants since 2015.

LRBDL has number of future projects in the pipeline to be implemented soon. Some of the future projects are:- base oil refinery, tank terminal along with a berth operating jetty, bitumen

Page 1 of 17


For President & CEO
Md. Asaduzzaman Khan
Executive Director
Credit Rating Information and Services Ltd.

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

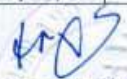
plant, hydrogen plant & power plant. The Company's base oil will be the first state of the art setup in Bangladesh. Through this, Bangladesh will enter into the world of base oil producing map. This Oil Refinery project will save our environment and natural resources and also valuable foreign currency. It will further provide valuable employment opportunities to many and make workers proficient in handling with world class technology. This project will be 70,000 metric ton per annum of capacity, so overall it will reduce the dependency on imports and might, as well, export in the future. Another prominent development will be of the Tank Terminal. The company will develop and increase the national liquid base energy storage capacity and security. This project will be of 1, 00,000 (one hundred thousand) metric ton of storage capacity. It will significantly reduce storage, import and transportation costs. This will be made based on state of the art technology and setup considering the environment. The company will also be producing the first commercially producing hydrogen plant in Bangladesh. This will also be a state of the art based technology. This will contribute significantly on GDP through valuable foreign currency. The company's present paid up capital stood at Tk.1,000.00 million against authorized capital of Tk.2,500.00 million. The present corporate office with its existing plant is located at B-6 (part) 9-10 & 23-24, BSCIC Industrial Estate, Block-A, Sagarika Road, Chattogram-4219, Bangladesh and expansion would be made at Jaldha, Karnaphuly, Chattogram.

2.2 Ownership Pattern

No changes have been noticed in the ownership pattern of LRBDL during the surveillance period. Being a closely held public limited company the shareholding of LRBDL has been vested to twenty nine shareholders. As on June 30, 2019 - the paid up capital of the company has stood Tk.1,000.00 million against an authorized capital of Tk.2,500.00 million which are allocated among both personal and institutional shareholders. Institutional shareholders includes Southeast Bank Limited, Southeast Bank Capital Services Limited, BLI Capital Ltd., Social Islami Bank Limited, SIBL Securities Ltd. and Swadesh Investment Management Ltd. holding (19.70%) of current ownership. A summary of the shareholding pattern as on the mentioned date has been outlined below:

Name of Shareholders	Designation	No of shares	%
Mrs. Rubiya Nahar	Chairman	3,455,140	3.46
Mr. Mohammed Yousuf	Managing Director	29,567,544	29.57
Mrs. Ishrat Jahan	Director	3,123,495	3.12
Mr. Md. Salauddin Yousuf	Director	3,247,520	3.25
Mr. Ahmed Hossain (Representative of Comanigon Agro-Industries Limited)	Director	3,509,300	3.51
Southeast Bank Limited	Shareholder	8,300,000	8.30
Southeast Bank Capital Services Limited	Shareholder	5,100,000	5.10
BLI Capital Ltd	Shareholder	2,500,000	2.50
Max Febrics Ltd	Shareholder	1,800,000	1.80
Mrs. Nusrat Nahar	Shareholder	8,800,000	8.80
Social Islami Bank Limited	Shareholder	2,000,000	2.00
SIBL Securities Ltd.	Shareholder	1,000,000	1.00
Swadesh Investment Management Ltd.	Shareholder	300,000	0.30
Lub-rref (Bangladesh) Ltd Employees' Provident Fund	Shareholder	200,000	0.20
Others	Shareholder	27,097,001	27.10
Total		100,000,000	100.00

Diversified ownership


 For President & CEO
 Md. Asaduzzaman Khan
 Executive Director
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3.0 PRODUCTS AND MARKET POSITION

Engine oil, also known as motor oil, is a liquid product used to lubricate various types of internal combustion engines, such as automobile and industrial engines. It is also used in marine, loco motive and aero plane engines. The key function of the oil is to lubricate and clean the moving parts of machines or engines. It also prevents corrosion and rust and keeps the engines cool by carrying away the heat from the sliding parts. In line with market demand, LRBDL has wide range of products of different grade as well as different pack size. LRBDL's products include internal combustion engine oil, marine oil, gas engine oil, brake oil, automotive gear oil, industrial oil, industrial machine oil, motor cycle oil, rail road crankcase oil, fridge oil and others special products. Moreover, the above products are available in 202 different grades and 10 different pack sizes are used for Lubricants and Allied products Automotive, Industrial and Marine Lubricants and greases. A highly competitive industry with number of internationally established brand like Mobil, BP, Total, Shell, Castro, Caltex, Omera etc. a local brand "BNO Lubricants" has been increasing its market share with its quality and innovative products and it perceives that the demand of the brand may be reached in the apex with its rigorous marketing effort. Mobil is the market leader with its 26% market share, followed by British Petroleum at 12%, Total at 8%, FUCHS at 7%, BNO at 3.06%, Shell at 3%, Castrol at 3%, Caltex at 2%, GULF at 1% and Servo at 1% and rest of the market share holding by the other 100 brands.

Good brand image



Experienced board members



Experienced and qualified corporate management team

Page 3 of 17

4.0 CORPORATE GOVERNANCE

4.1 Board of Directors

The Board of LRBDL has been formed with seven Directors. Mrs. Rubiya Nahar is the Chairman of the company has been involved in the lubricants and greases blending industry for long. Managing Director Mr. Mohammed Yousuf is a world recognized business entrepreneur in the lubricants and greases blending industry, who is the pioneer entrepreneur in lubricants blending industry at private sector in Bangladesh. Mr. Md. Salauddin Yousuf is the Director of the company having business exposures and he has been leading the marketing team of the company. Mr. Ahmmed Hossan has representative of Companygonj Agro Industries Limited, has also been acting as the director and he has adequate exposure to take strategic decision for the company. Dr. Israt Jahan is an MBBS who has been acting as director, head of real estate & Assets Management of the company and she has been playing her role in the company efficiently. And other two independent directors Mohammed Ameer Faisal and Wahid Uddin Chowdhury who have significant business experience in the lubricant industry.

4.2 Corporate Management

The management team of LRBDL is led by the Managing Director, Mr. Mohammed Yousuf, having about 04 decades of experience in lube oil sector. Mr. Mohammed Yousuf is aided by a group of qualified and experienced management team. All activities at Head Office (HO) level are being looked after by the CFO Mr. Md. Mofijur Rahaman while all operational/technical activities are being looked after by General Manager, Dr. Khandaker Jakir Hossain with the help of Mr. Naim Siddique acting as operation manager. The top management of the company is formed as follows:

Name	Department	Designation	Qualification	Experience
Mr. Dr. Khandaker Jakir Hossain	Technical	General Manager	Phd. (Chemistry)	16 Years
Mr. Md. Mofijur Rahaman	Finance and Accounts	Chief Financial Officer	M. Com & CA- (Partly Qualified)	11 years
Mr. Suhail Ahmed	Finance & Treasury	Head of Corporate Finance and Management	M. Com(Finance)	25 years
Mr. Moshior Rahman, ACS	Secretarial and HR& Admin	Head of HR& Admin Company Secretary	M. Com(Accounting) and ACS	14 years
Mr. Salauddin Yousuf	Sales and Marketing	Marketing Director	MBA	11 years

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CREDIT RATING REPORT
On
LUB-RREF (BANGLADESH) LIMITED

Mrs. Dr. Israt Jahan	Head of Real Estate & Asset Management	Director-Real Estate	MBBS	2 years
Mrs. Rainatul Janna Tabin	Supply Chain	Director Supply Chain	Architecture	09 years
Dr. Mohammed Saifuddin	Quality Assurance and Quality Control	Manager and Head of Lab	PhD.(Chemistry), Chittagong University	11 years
Mr. Amit Barua	Finance	Finance Manager	CA Partly Qualified	5 years
Mr. Naim Siddiqui	Operation	AGM and Head of operation	Diploma Engineering	17 years
Mr. Md. Mozammel Hossain	Sales & Marketing	National Sales Manager (Industrial)	MBA	12 years
Mr. Sajid Aftab	Sales & Marketing	DGM and Head of Business Development	MBA	17 Years
Mr. Md. Mahabubur Rahman	Blending	Deputy Manager	M. Sc in Chemistry	08 years

4.3 Human Resource Management

LRBDL follows a structured human resource policy. The Human Resources Department of the Group consisting of 03 members looks after the different HR related issues including recruitment, performance evaluation, promotion, firing etc. As on June 30, 2019 LRBDL had 215 employees. Besides, the company also deploys casual workers to support the smooth operation. In order to improve the human resources and their quality, LRBDL has established its policy for the training of its employees. It arranges in-house training program to equip the employees with modern operational knowledge.

4.4 IT Infrastructure and MIS

Application of information technology in every phase of the oil blending industry is vital. LRBDL has strong IT (Information Technology) infrastructure facilities with latest equipment's which are supported by separate IT department having one member. Integrated software provides real time information to the management to take prudent decision. LRBDL has been enjoying full IT support from well-established IT Department and also in-house developed integrated software to disseminate information promptly on Sales, Delivery, Weighing scale, VAT Accounting, Store management, Accounts, payroll management, Tagging system and others. The company also has server based data back-up systems as well as a disaster management system.

4.5 Internal Control System

The business and financial operations of the company are conducted and exercised through an established internal control system. Mid and senior level management executives are assigned and authorized to verify and approve the transaction of the company based on the specific delegation of power. A separate and autonomous internal audit cell is operating under the direct supervision of the Managing Director of the Company.

5.0 INFRASTRUCTURAL ARRANGEMENT

5.1 Production and Lab Facility

The plant is located at B-6 (Part) 9-10 & 23-24, BSCIC Industrial Estate, Block - A, Sagarika Road, Chattogram - 4219, Bangladesh with total factory land area of 100.20 decimals. The manufacturing set up of blending oil is highly capital intensive and technology driven. The plant is fully computerized in-line blending system which is capable of blending 12,550 MT per annum from base oils and additive components and 4,527 M.Ton re-refining capacity per annum in a single shift (8 hours/day), thus its consolidated capacity stand 16,957 M. Ton per annum. The Germany and Sweden origin brand new plant has been installed. Raw material storage facility comprises of 14 tanks with total capacity of 1,500 M. Ton for base oil. Finished product (bottle and drum) warehouse facilities occupying 16,000 square meter including facilities for finished product storage, drum stacking yard and empty packaging store. For its power requirement it has a gas based generator Waukasha brand, America with the capacity of 675 KVA with 11 KV

Adequate existing
production facilities

Page 4 of 17

[Signature]
For President & CEO
Md. Asaduzzaman Khan
Executive Director
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sanctioned from BPDB. The company has adequate in-house capability for maintenance of the machineries and also has available support for international technician (foreign erectors to deputed by the respective supplier) to resolve the complicated cases. The overall plant has adequate arrangements for emergency exit route and overall internal and external working environment within the factory is good. In order to protect the factory from fire incidents, the company has arranged fire hydrant, adequate numbers of fire extinguishers with hosepipe, nozzle, smoke detector, fire alarm, personal protective equipment etc. The company has an insurance coverage (Risk Coverage = IAR Including MBD only) of Tk.884.58 million with Green Delta Insurance Limited Company Limited which is valid up to February 29, 2020.

The company has introduced new mechanism of transformer oil filtration unit for used lubricant without interrupting the operation of the machines specially power plant. LRBDL has 4 mobile vehicles for this purpose and deliver the service of purifying by going to the particular plant which will save time. As the power plant need to change their transformer oil after 10 years, this mechanism is going to save the environment from dumping used oil and lower the need of fresh lubricant.

LRBDL has a state of the art laboratory, which is outfitted with the latest laboratory equipment, such as, ICP-OES & FTIR Spectrophotometer, Automatic Viscometer, Pour Point Determiner, Density Meter, etc, supplied by the world's most reputed testing and measuring equipment makers, such as, Koehler, Metrohm, Perkin-Elmer, Cannon, Julabo, Anton Parr, Gast, etc. Besides, the laboratory also has "cancer detector" machine which is used in world class lubricant company. For uninterrupted power supply in the laboratory they have installed online IPS system. The laboratory equipments are designed to carry out QA/QC tests for releasing batch of products at specified stages. The company has been carrying out thirty party lab testing and the testing report is being accepted reliably in the local market. The company has been generating small portion of revenue from lab testing unit.

LRBDL is the one and only private local company in Bangladesh which has well established lubricant oil recycling plant and finished product from used lube oil is traded under brand name of "Motor Oil". Used lube oil does not have any other use without recycling process and it is a very harmful for environment. Unplanned and uncontrolled used lube oil dumping could damage our environment severely. With a view to "Save the environment and serve the nation" LRBDL recently established ROSE foundation (Recycle Oil Save The Environment) for collecting of used lube oil and for reducing unplanned dumping of used lube oil. It is a sweeping step taken by LRBDL. The company has got approval from BMW for recommended engine oil for all their users in Bangladesh.

5.2 Expansion & Financing Plan

To cope with increasing market demand, the company has planned to increase its existing capacity with the inclusion of new machineries which will be financed from IPO proceeds. As per expansion plan, LRBDL has planned to increase its existing share holders' equity of Tk.1,500.00 million from IPO proceeds subject to the approval of the concerned authority. A detail picture of the raising fund utilization has been denoted below basis on the financials of June 30, 2019:

Particulars	Existing	Projected	Grand Total
Assets			
Non Current asset			
Property Plant and Equipment	3,627.45	980.00	4,607.45
A) Total Non Current Assets	3,627.45	980.00	4,607.45
Current Assets			
Inventories	515.05		515.05
Trade and other receivable	407.67		407.67
Advance Deposits and others	351.52		351.52
Related party current assets	67.53		67.53
Cash and Cash Equivalents	78.12		78.12
B) Total Current Assets	1,419.88		1,419.88
Total Assets (A+B)	5,047.33	980.00	6,027.33
Liability and Equity :			
Term Loan	753.70	-460.00	293.70
Deferred Tax Liability	308.40		308.40

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On
LUB-RREF (BANGLADESH) LIMITED

Short Term Bank Loan	439.17		439.17
Long Term Loan-CP	235.15		235.15
Accounts and other Payables	28.29		28.29
Provision for Contribution to WPPF	15.04		15.04
Liabilities for Income Tax	65.82		65.82
Liability for Expenses and Other Finance	8.67		8.67
C) Total Liability	1,854.24		1,854.24
Equity			
Existing Equity	1,000.00		1,000.00
Revaluation Reserve	597.27		597.27
Retained Earnings	1,137.32	-60.00	1,077.32
Share Premium	458.50		458.50
Projected Equity :			
From IPO Proceeds		1,500.00	1,500.00
D) Total Equity	3,193.09		4,633.09
Total liability and equity (C+D)	5,047.33	980.00	6,027.33

According to the financials of LRB DL, total asset of the existing plant as on June 30, 2019 stood Tk.5,047.33 million which has been financed by maintaining debt equity ratio of 36.74:63.26. Considering the plan of the raised fund Tk.1,500.00 million from IPO proceeds will be utilized to pay of Tk.460.00 million as long term liability, inclusion of capital machineries of Tk.980.00 million and Tk.60.00 million will be used as IPO proceed cost.

5.3 Status of the Project

The Principal Plants and Property of LRB DL mostly located at its factory at Plot No.B-6(part),9-10,23-24 BSCIC Industrial Estate, Block-A, Sagarika Road, Chattogram 4242, Bangladesh. The Registered office is situated at factory premise. The Company has a valuable property located at Karnapully River at Juldhain the Chittagong Port area. The company possesses the following fixed assets as on June 30, 2019:

(in Million Tk.)

Category of property	Original cost (taka)	Written down value as on June 30, 2019
Land & Land Development	548.65	548.65
Office Building	220.25	116.70
Air Conditioner	6.56	3.41
Computer & Computer Accessories	4.23	0.98
Fire Extinguisher	2.04	1.23
Furniture & Fixture	10.03	5.42
Vehicles	30.74	4.64
Office Equipment	7.48	3.55
Plant & Machineries	2,212.87	1,147.48
Electricity Installation	11.55	3.42
Factory Building & Shed	200.83	48.54
Factory Equipment	29.29	14.06
Gas Installation	1.22	0.47
Generator	31.22	11.18
Weight scale	5.30	0.61
Interior Decoration	16.61	8.43
Kitchen Equipment	0.09	0.02
Ware House, Dhaka	3.53	1.48
Sub Total	3,342.49	1,920.27
Revaluation		
Land & Land Development	562.43	562.42
Office Building	-	-
Plant & Machineries	120.29	120.29
Sub Total	682.72	682.58
Total	4,025.21	2,602.85

The above mentioned properties are situated at Company's factory premises and are in good condition. The plant and machinery of the Company have always been owned by the Company and were purchased in brand new condition.

Highly organized
production process

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

6.0 PRODUCTION PROCESS AND QUALITY CONTROL

6.1 Production Process

Presently LRBDL has been producing the lube-oil from two types of raw materials, one is virgin base oil, directly imported and another is recycled base oil, regenerated oil from used lub. LRBDL uses highly sophisticated computerized system to measure and dynamically control the flow of varieties of base stocks and additives, which are fed into the system in measured quantity as per the formulation to produce desired grade of lube oil.

Good marketing and distribution strategy

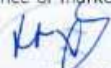
LRBDL has a state of the art laboratory, which is outfitted with the latest laboratory equipment, such as, ICP-OES & FTIR Spectrophotometer, Automatic Viscometer, Pour Point Determiner, Density Meter, etc, supplied by the worlds most reputed testing and measuring equipment makers, such as, Koehler, Metrohm, Perkin-Elmer, Cannon, Julabo, Anton Parr, Gast, etc. The laboratory equipments are designed to carry out QA/QC tests for releasing batch of products at specified stages. They also provide support for used oil testing. Each lubricant has its own method of preparation and specifications. The company has three laboratories including well equipped and international standard central laboratory used by R&D department for establishing new formulations, quality assurance, quality control etc. Having sound arrangement in the laboratory in some cases it is used by externals i.e. BUET, CUET, BSTI etc. for their researches and tests purposes. Releasing formulations, Bangladesh Accreditation Board (BAB), ISOQAR, GL System Certificate releasing a batch of a certain grade of lubricant, raw materials QA (base oil, additive & packaging), product quality incident handling, laboratory work activities that are critical to product and service quality, customer related processes, etc. and all other business activities are steered by appropriate guidelines and policies described in its several manuals such as PQMS (Product Quality Management System), QP&G (Quality Practices & Guidelines), OIMS (Operation Integrity and Management System), PCM (Product Control Manual), etc.

6.2 Major Raw Material and Its Sources

As stated earlier the production process of LRBDL need to depends on imported raw materials. It collects used-lube oil from diversified sources i.e. different power plant, workshops, different manufacturing plant etc. Virgin base oil and additives directly imported from USA, UK, Europe, Thailand, Middle-east, Singapore etc. Material storage facility comprises of 14 tanks with total capacity of 1,500 M. Ton for base oil. Finished product (bottle and drum) warehouse facilities occupying 16,000 square meter including facilities for finished product storage, drum stacking yard and empty packaging store

6.3 Marketing and Distribution Strategy

LRBDL has countrywide extensive network through 118 dealers and the company has 06 delivery vans and trucks to reach the products into the dealers' premises. In addition, the company has been distributing its products directly to industrial buyer among the district distribution. Dhaka has ranked top position with 70% sales followed by Chattogram, Bogura, Barishal, Jhalokati, Khulna. In addition to above, the company has distribution channel at Rangpur, Pabna, Jessore, Feni, Cumilla etc. A highly competitive industry with number of internationally established brand like Mobil, Fuchs, SINO etc. with state owned lubricant blending company a local brand "BNO Lubricant" has been increasing its market share with its quality and innovative products and it perceives that the demand of the brand may be reached in the apex with its rigorous marketing effort. It prefers to sell in cash and when relationship grows, LRBDL provides credit facilities to the customers for about 30 days. Moreover, if there is demand for any new product in the market, LRBDL asks the formulation from its well-equipped laboratory and fulfill the market demand accordingly. Overall marketing section is being looked after by Marketing Director, Mr. Md. Salauddin Yousuf with the assistance of marketing team of the company.


For President & CEO
Md. Asaduzzaman Khan
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7.0 INDUSTRY OUTLOOK

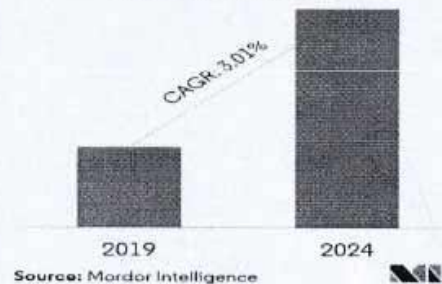
The Bangladesh Lubricants Market is segmented by Product Type (Engine Oil, Transmission and Hydraulic Fluid, Metalworking Fluid, General Industrial Oil, Gear Oil, Grease and Other Product Types) and End-user Industry (Power Generation, Automotive and Other Transportation, Heavy Equipment, Food and Beverage, Metallurgy and Metalworking, Chemical Manufacturing and Other End-user Industries).

The Bangladesh lubricants market is expected to register a CAGR (Compound annual growth rate) of 3.01% over the forecast period, 2019-2024. The major factor which is driving the market studied is the increasing construction activities in the country. The high price of synthetic lubricants is expected to hinder the growth of the market. Lubricants are used in automotive for various applications, such as engine, brake systems, fuel systems, transmission manufacturing, steering systems, exhaust systems, and many others. Lubricants in automotive reduce friction by creating a thin layer or film (clearance) between the moving parts. Shock absorption during heavy loads and the absorption of contaminants are a few of the various advantages. Lubricants in marine transportation are used to dissipate heat, for reducing friction, and combat wear and tear between the surfaces of two moving components.

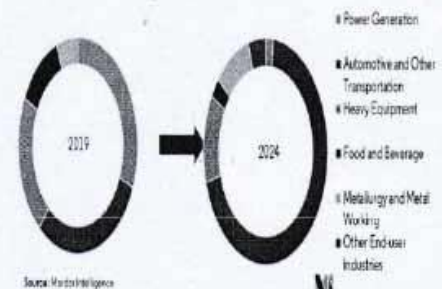
Additionally, lubricants help fight corrosion and rust in the engine, whether it's an aviation engine or a wheel burning in a car. The automotive industry in Bangladesh is considered the third-largest in South Asia. Bangladesh is anticipating a rise in the demand for motorized vehicles. Until July 2018, 282,354 vehicles were registered against the 420,398 vehicles registered in 2017. Although the sales of new vehicles have been decreasing in the country for the past three years, the sales of used cars have increased significantly in the country, thereby driving the demand for automotive lubricants. The automotive industry in Bangladesh is dominated by imports of new vehicles, mostly by Japan, China, and India on a large scale and a few from Europe and the United States. Bangladesh is anticipating a growth in the aviation market, with the 170 million populations increasing the use of the aerial route for traveling, owing to the growing middle-class income. Due to this, air travel is increasing in the country, which in turn is leading to the market growth for aviation lubricants. The demand for engine oils will keep rising with the increasing automotive vehicles, which in turn will increase the market for lubricants in Bangladesh.

The Bangladesh lubricant market is partly consolidated, with top 5 players accounting for about 55% of the market. The major companies include Navara Petroleum Limited

Bangladesh Lubricants Market Summary



Bangladesh Lubricants Market: Volume Share (%), by End-user Industry, 2019 and 2024



Good industry potentials

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(Caltex/Chevron), MJL Bangladesh Limited (Exxon Mobil), Trade Services International (Total), Rahimafrooz (Bangladesh) Ltd (BP PLC), Ranks Petroleum Limited (Royal Dutch Shell PLC). There are also many more companies present in the same market and that is APSCO Bangladesh, Basumati Group of Companies, City Lub Oil Industries Ltd, Corona Group (Lukoil), Gulf Oil Bangladesh Limited, Imam Group (FUCHS and Conoco), Lub-rref (Bangladesh) Ltd, MJL Bangladesh Limited (Exxon Mobil), Navana Petroleum Limited (Caltex/Chevron), Padma Oil Company Limited, Rahimafrooz Distribution Ltd (Castrol), Ranks Petroleum Ltd (Royal Dutch Shell PLC), United Lube Oil Limited (Petronas) etc.

The size of the local lubricant market stood at about Tk.5,000cr to Tk6,000cr in 2018-19 fiscal year, as the market grows by 5% to 7% per annum. Expansion in transportation, driven by development in communication infrastructure and availability of finance, is fuelling the growth of the country's lubricant market at a rapid rate. According to the industry insiders, the annual lubricant demand pegged at 1.75 lakh tons in the 2018-19 fiscal year, which is expected to reach two lakh tons in the 2019-20 fiscal year. Increased economic activities, rising power sector, vibrant transportation and mobility sector and ease of getting finance have boosted lubricant market. This growth is projected on the back of the country's economic growth, people's buying capacity and rising number of on-road vehicles. In 2017-18 fiscal year, the number of registered motorized vehicles increased by 56,133 to 4,68,706. In the fiscal 2016-17, the number of registered motorized vehicles was 4,12,573, according to Bangladesh Road Transport Authority. According to industry people, there are more than 100 plus lubricant brands in Bangladesh, with imported brands dominating the market. They meet around 60% of the local demand, leaving the rest around 40% to local brands. MJL Bangladesh is the major player in the local lubricant market with an unassailable 26% market share. Mobil is a popular brand manufactured by MJL Bangladesh. They are enjoying 70% market share of the industrial lubricant sector. MJL Bangladesh Limited, formerly Mobil Jamuna Lubricant Limited, is a joint venture company established by Exxon Mobil in the downstream petroleum sector of Bangladesh. The company commissioned a state-of-the-art Lube Oil Blending Plant (LOBP) in Patenga, Chattogram — the first of its kind in the country — in May 2003, according to MJL Bangladesh. BNO lubricant of Lub-rref (Bangladesh) Ltd, FUCHS lubricant of Fuchs Lubricants Bangladesh Ltd and Omera lubricant of Omera Petroleum Ltd; a subsidiary of MJL Bangladesh, are other major local brands. There are many low-quality and low-cost lubricant brands in the local market, industry people say. There are also many imported brands in the local lubricant market, i.e. BP (British Petroleum), Total, Shell, Castrol, Caltex, GULF, HP (Hindustan Petroleum), Kixx, SK and Mak available in the local market. Many low-quality imported brands are also available here. According to a market research by an importer company, Mobil is by far the market leader with a 26% share, followed by BP with 12%, Total 8%, FUCHS 7%, Shell 3%, Castrol 3%, Caltex 2%, GULF 1% and Servo 1%. The rest 37% is dominated by other around 100 low-quality and low-cost brands. The lube market has two segments — automotive sector and industrial sector. Of the total demand for lubricant, 70% is in the automotive sector and the rest 30% in the industrial sector. In the automotive sector, 32% of the demand is in the passenger vehicle segment, 62% in the commercial vehicle segment and only 6% in the motorcycle segment, according to the market research. Lubricant market will rise with growing population, as every motor, be it vehicles or machines, needs oil for smooth operation.

As there are no designated monitoring authorities for the sector, anybody can enter the lubricant industry, which has rendered it difficult to ensure quality. There should be strict regulations to ensure that no low-quality brand enter the industry, according to industry insiders, preferring anonymity. As there are too many players, the market has been flooded with inferior quality products with minimum accountability. Counterfeit products have been another problem area for this industry. There is no strong restriction on importing lubricants. Anyone can import and sell, but all products are not of good quality. As a result, lubricant market is full of unknown brands. Lubricants for vehicles and industrial equipment are what blood is for humans and animals. If the good quality oils are not used in equipment, it will eventually damage their various components. For cost-cutting, many people use low quality lubes marketed by unscrupulous traders. Lube oil cost is only 1%-2% of what is required for running an engine or equipment, but it can ensure almost 100% safety of the equipment if it is of good quality. The global lubricants market was valued at about US\$90bn in 2016 and is forecast to reach a size of about \$103 billion by 2021, reporting a moderate 2.2% CAGR during

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

the forecast period of 2016-21, according to an industry report. This growth is projected on the back of the rising number of on-road vehicles and a growing transportation and logistics industry. Across the developing world, industrialization and rapid infrastructure construction are considered to be the key drivers of lubricant growth. Being a developing country the overall engine oil market is growing in Bangladesh.

8.0 HISTORICAL BUSINESS PERFORMANCE

8.1 Financial, Profitability and Cost Efficiency Performance

(Financial year ended on June 30)

Indicators	FY2018-19	FY2017-18	FY2016-17
Capacity			
Blending (in M. Ton)	12,550	12,550	12,550
Re-Refining (in M. Ton)	4,527	4,527	4,407
Production			
Blending (in M. Ton)	9,060	6,992	6,283
Re-Refining (in M. Ton)	4,220	4,102	4,048
Capacity Utilization			
Blending (%)	72.19	55.71	50.06
Re-Refining (%)	93.22	90.61	91.85
Turnover and Other Operating Income (in Million Tk.)	1,533.94	1,375.93	1,195.03
Turnover Growth (%)	11.48	15.14	30.37
COGS (in Million Tk.)	1,040.88	933.85	750.67
COGS Growth (%)	11.46	24.40	24.87
Gross Profit (in Million Tk.)	493.06	442.08	392.75
Profit Before Tax (PBT) (in Million Tk.)	300.74	271.82	208.08
Profit After Tax (PAT) (in Million Tk.)	207.63	204.51	150.06
Profit Growth (PAT) (%)	1.53	36.29	60.73
Gross Profit Margin (%)	32.14	32.13	32.87
Operating Profit Margin (%)	28.41	27.94	28.10
Net Profit Margin (%)	13.54	14.86	12.56
Cost To Revenue Ratio (%)	67.86	67.87	67.13
Administrative Exp. to Revenue Ratio (%)	3.11	3.11	2.70
Selling & Distribution Cost to Revenue Ratio (%)	0.62	1.07	2.07
Finance Cost to Revenue Ratio (%)	8.46	8.12	10.82

With identical production capacity, the company has been able to utilize the capacity optimally. As a pioneer lub oil manufacturing company in private sector, "BNO LUBRICANTS" has experienced good market acceptability which has been increasing day by day. Analyzing the business performance of LRBDL, it has been observed that the company's turnover volume has been increasing consistently during last couple of years through greater delivery facilitated by greater market demand of both in blending and refining sector. Lub-oil market of Bangladesh has got highly competitive within last decade with the inauguration of numbers of multinational giants. Being the first initiator of filtering used transformer oil mentioned earlier, the company has a scope to grab the market as well as save the environment and enhancing power plant efficiency through this uniqueness. From the reported financials, the company's profitability performance has been reported to be good during the surveillance period. Moreover, by managing overall cost mix efficiently, LRBDL has been able to substantiate almost stable profit margin throughout the analyzed period.

For President & CEO
Md. Asaduzzaman Khan
Executive Director
Credit Rating Information and Services Ltd.

Good business and
financial performance

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

8.2 Liquidity, Funding Flexibility and Cash Flow Analysis

Indicators	Jun-19	Jun-18	Jun-17
Current Ratio (X)	1.79	1.93	1.94
Quick Ratio (X)	1.14	1.20	1.34
Cash Conversion Cycle (Days)	259	261	229

Average liquidity

LRBDL has significant dependency on imported raw material (base oil) which requires holding significant amount of stock and therefore creates a long cash conversion cycle. The concern's average number of day's inventory in stock is long which compels ultimate cash conversion cycle to be long.

Analyzing the cash flow of LRBDL, it has been revealed that the company started FY2018-19 with opening cash and cash equivalents of Tk.130.73 million. Net cash inflow from operating activities and outflow from financing activities stood at Tk.399.28 million and Tk.46.75 million respectively while net cash outflow in investing activities stood at Tk.405.14 million. Thus the closing balance of cash and cash equivalents stood at Tk.78.12 million. LRBDL enjoys funded and non-funded facility from bank against master L/C which facilitates smooth working capital management and long term loan for infrastructural development.

8.3 Financial Strength, Solvency and Credit Worthiness

LRBDL is an equity based company. As on June 30, 2019 - total asset of the company stood at Tk.5,047.33 million which has been financed by shareholders' equity of Tk.3,193.09 million (63.26%), short term loan of Tk.439.17 million (8.70%), current portion of long term loan Tk.235.15 million (4.66%), long term loan of Tk.753.07 million (14.92%) and the rest by other current and non-current liabilities of Tk.426.85 million (8.46%).

Equity based capital structure

Indicators	Jun-19	Jun-18	Jun-17
Debt to total Asset Ratio	0.29	0.32	0.55
Leverage Ratio (X)	0.58	0.56	0.69
Interest Coverage Ratio	3.32	3.43	2.61
Debt Service Coverage Ratio	2.73	2.57	1.98

Leverage ratio has reached in the comfort level during the latest financial year. Value of bank borrowing to equity ratio suggests that the company's outside liabilities has been mostly occupied by bank borrowings and its reduction has been acted as the main stimulator to reach the capital structure to be equity dominated. Debt service coverage ratio and interest coverage ratio also have been found to be good enough to serve its outside claims duly.

9.0 BUSINESS PROJECTION FOR FUTURE PLAN

Based on the market potentials and the business strategy to be adopted, LRBDL has estimated a five years financial and operational projection. The estimation of business performance is delineated below:

Smooth growth of projection

Particulars	FY2018-19	Year-1	Year-2	Year-3	Year-4	Year-5
Capacity (in M. Ton)						
Blending (in M. Ton)	12,550	12,550	12,550	12,550	12,550	12,550
Re-Refining (in M. Ton)	4,527	8814	8,814	8,814	9,255	9,255
Production						
Blending (in M. Ton)	9,060	7225	8,308	9,555	10,130	11,546
Re-Refining (in M. Ton)	4,220	6720	7,286	8,380	8,715	8,792
Capacity Utilization						
Blending (%)	72.19	57.56	66.19	76.13	80.71	92
Re-Refining (%)	93.22	68.89	82.66	95	94.16	95
Turnover (in million Tk.)	1,533.94	1,347.83	1,536.53	1,767.00	1,996.71	2,216.35
Turnover Growth (%)	11.48	(3.36)	14.00	15.00	13.00	11.00
Cost of Goods Sold (in million Tk.)	1,040.88	925.46	1052.52	1205.10	1357.77	1502.69
COGS Growth (%)	11.46	(0.90)	13.73	14.50	12.67	10.67

Page 11 of 17

[Signature]
For President & CEO
Md. Asaduzzaman Khan
Executive Director
Credit Rating Information and Services Ltd.

CREDIT RATING REPORT
On
LUB-RREF (BANGLADESH) LIMITED

Gross Profit (in million Tk.)	493.06	422.37	484.01	561.90	638.95	713.66
Profit Before Tax (PBT) (in million Tk.)	300.74	211.85	366.34	438.68	521.84	577.92
Net Profit (in million Tk.)	207.63	175.62	236.90	265.48	360.28	416.20
Net Profit Growth (%)	1.53	(14.13)	34.89	12.06	35.71	15.52
Gross Profit Margin (%)	32.14	31.34	31.50	31.80	32.00	32.20
Net Profit Margin (%)	13.54	13.03	15.42	15.02	18.04	18.78
Cost to Revenue Ratio (%)	67.86	68.66	68.50	68.20	68.00	67.80
Administrative & Selling Exp to Revenue Ratio %	3.11	9.22	4.70	4.58	4.52	4.50
Finance Cost to Revenue Ratio (%)	8.46	7.20	3.76	3.19	2.83	2.41
Leverage Ratio (X)	0.58	0.20	0.19	0.18	0.15	0.14
Debt Service Coverage Ratio (X)	2.73	1.75	3.10	3.65	4.28	4.80

Plan to raise
Tk.1,500.00 million
from capital market

The expansion plant of LRBDEL will be introduced after the completion of IPO proceeds. According to the projection, LRBDEL has reported a growing business performance for the next five financial years. The company estimates to grow its revenue at a steady rate and a parallel growth of revenue and cost of sale has been estimated. However, considering the operating assumptions towards forecasting the revenue and expenditures pattern of LRBDEL, CRISL views that the company's estimations is optimistic in the cost component.

According to the projected financials, calculated profitability ratios of LRBDEL have been perceived to be optimistic. From the 2nd year of the projection the company has planned to reduce administrative, selling and finance cost which ultimately increased the profitability of the estimation.

While reviewing the repayment capability, solvency related indicators of LRBDEL have been found to be good over the projected tenure due to higher equity investment than debt finance. Coverage financial position has been perceived to be comfortable throughout the projected tenure due to due to higher equity investment than debt finance and optimistic business projection and profitability as well.

10.0 IPO FUND UTILIZATION

As stated earlier with a view to expanding the business, LRBDEL is going to raise fund from the capital market and plan to issue {*} nos ordinary shares of TK.{*} each totaling of Tk.1,500.00 million through Initial Public Offering (IPO) under book building method subject to the approval of Bangladesh Securities and Exchange Commission (BSEC). The fund will be used for investing in installing capital machineries; bank loan repayment and IPO precede cost.

*Eligible investors will determine the price of share through bidding process

Regular loan
repayment status

For President & CEO
Md. Asaduzzaman Khan
Executive Director
Credit Rating Information and Services Ltd.

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

11.0 BANK EXPOSURES & SECURITY ARRANGEMENT

11.1 Liability Position and Repayment Performance

LRBDL has been enjoying banking facilities from Social Islami Bank Limited, Agrabad Branch and maintaining good relationship since 2018 by discharging liabilities in regular manner. The outstanding liability position of the company as on December 31, 2019 is delineated below:

(Figures in Million Tk.)

Bank	Limit Sanctioned		Outstanding		Repayment Status
	Mode	Non-funded	Funded	Non-funded	
Social Islami Bank Limited	LC (Sight/DP/UPAS)	500.00	-	171.50	Regular
	TR (Inner Limit of LC)	-	475.00	-	
	Baim Com.	-	500.00	-	
	HPSM (Inds.)	-	1,000.00	-	
	Baim (Term)	-	800.00	-	
	BG*	2,269.80	-	814.62	
Total		2,769.80	2,775.00	986.12	1,631.01

*Issued in favour of South East Bank Ltd., Jublee Road Branch, Chattogram for take over the liability of LRBDL.

11.2 Security Arrangement against Loan Exposure

The mode of the securities offered under banking facilities are summarized below:

Bank	Security Arrangement
Social Islami Bank Limited	1st fixed and floating charge on all movable and immovable and future assets of the company including land and building, plant and machinery, book debts and receivables - Hypothecation of stocks - Registered mortgage of 100.25 decimal land with office building and factory shed, 1,158.65 decimal land at Juidha, Kamaphully, Chattogram, and 01 commercial floor space measuring 2,570 sq. ft. on the 7th floor of the 18-storied building namely 'Rupayan Trade Center' total valuing of Tk.508.91 million (FSV) - Personal guarantee of all Directors - Postdated cheques - All charge documents

In considering the above as on December 31, 2019 the value of revolving asset stood at Tk.1,182.97 million where stock occupied about Tk.354.19 million, receivable stood Tk.407.47 million, advance deposit and pre-payment stood Tk.327.91 million, related party current accounts stood Tk.76.12 million and cash and cash equivalents stood Tk.17.28 million.

12.0 RISK ANALYSIS

12.1 Competition Risk

Lubricating oil market in Bangladesh is very competitive due to presence of many global giants. Large number of international lubricating oil companies has marketed their products directly or through local agencies. The major market players are 'BP' (British Petroleum) marketed by Meghan Petroleum Ltd., 'Mobil' marketed by Jamuna Oil Company Ltd and 'Total' marketed by Padma Oil Company Ltd. Among all these brands, 'Mobil' is the market leader in Bangladesh in lubricating oil sector. However, the market share of BNO has gradually been increasing over the years. Other major international brands include Gulf, Castrol, Servo and Fuchs which are also marketed by local marketing companies.

12.2 Supplies Risk

In Bangladesh, lube oil blending and marketing companies are fully dependent on imported raw materials as no backward linkage is yet to be developed in the country. However, LRBDL has established a strong supply chain management to mitigate the supplies risk. It imports raw materials from the most advanced countries of the world and tests the quality of raw materials in its modern quality control laboratory to ensure the quality of raw material. It has adopted quality assurance policy are practiced worldwide. CRISL does not foresee any major risk of supplies other than higher prices in general.

CREDIT RATING REPORT
On
LUB-RREF (BANGLADESH) LIMITED

12.3 Financial Risk

Companies that generally depend more on debt financing would have higher financial risk than the companies financed mostly by equity. LRBDL has substantial outside borrowings; however its leverage ratio is estimated to be comfortable throughout the projected tenure. To materialize such optimistic forecasting, the company may face challenges in utilizing the capacity as per projection. CRISL views that, the project would generate adequate cash flow to meet financial obligations duly only if the company can utilize its capacity as projected in future. The company will be arranged debt financing in the floating rate. Bangladesh Bank has moved to remove the interest rate ceiling on lending in the wake of a massive liquidity crisis in the financial market letting the price to be determined by functioning demand-supply interaction. This measure may invite interest rate instability which also would create volatility in the profitability of corporate houses like LRBDL. However, the Group has strong accessibility to the money market that ensures financial flexibility.

12.4 Operational Risk

LRBDL has low exposure to operational risk as the company has wide experienced management and technical team. In order to support the automated operational activities, the company is required to have functional audit department to minimize operational risk. As the company has good technological set up, the company does not possess any major technological risk for being functionally obsolete in near future.

12.5 Changes in Government Policy

In General, Bangladesh economy is an example of many sick industry created out of the change of the government policy. The Government policy changes frequently with the change of government. Reverse impact on investment returns could stem from a change in government, legislative bodies, other foreign policy makers or military control. The company may suffer from such loss in the case of tightened foreign exchange repatriation rules or from increased credit risk if the Government changes policies to make it difficult for the company to pay creditors. Government may change the import duty on raw materials which will affect not only LRBDL but also all other lub-oil manufacturing companies.

12.6 Foreign Exchange Risk

LRBDL always requires making large payment to suppliers through foreign currency. In recent time, Taka has devalued and dollar (\$) has revalued which may causes foreign exchange losses to the company as well as may decrease the profit margin.


For President & CEO
Md. Asaduzzaman Khan
Executive Director
Credit Rating Information and Services Ltd.

CREDIT RATING REPORT On LUB-RREF (BANGLADESH) LIMITED

13.0 OBSERVATION SUMMARY

Rating Comforts: - Equity based capital structure - Adequate production facilities - Average liquidity - Experienced sponsors - Experienced management team - Diversified product line - Good Brand image - Regular loan repayment status	Rating Concerns: - Optimistic projection for expansion - Dependent on import based raw materials - Competition risk - Foreign exchange risk
Business Prospects: - Opportunity of market growth - Introduce new products - Diversification in the business - Export potentiality	Business Challenges: - Limited local raw material sources - Increased competition from existing and new entrants - Control over distribution network

14.0 PROSPECTS

Economic, political, and regulatory forces are reshaping the lubricants supply and demand throughout the world and creating opportunities to grow this business. South Asia has emerged as a key growth market as well as a source of competitively priced lubricants that could eventually affect mature markets such as the United States and Western Europe. Growing awareness of vehicle emissions, investments in transport infrastructure are facilitating greater vehicle use and are thereby contributing to an increase in lubricant demand. The lubricant market of Bangladesh has grown gradually in terms of consumption as the level of industrialization and vehicle populations have increased. In line with the industrialization and vehicle population, the lubricant manufacturing companies are also growing in Bangladesh. Moreover, a large number of multinational lubricant manufacturer are marketing their products through different local companies or agents. The current market demand of lubricant can meet by the local production of different lubricant manufacturing companies. Therefore, LRBDL has huge market demand and it is competent with other lubricant manufacturing companies by its standard quality products.

END OF THE REPORT

(Information used herein is obtained from sources believed to be accurate and reliable. However, CRISL does not guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Rating is an opinion on credit quality only and is not a recommendation to buy or sell any securities. All rights of this report are reserved by CRISL. Contents may be used by news media and researchers with due acknowledgement.)

[We have examined, prepared, finalized and issued this report without compromising with the matters of any conflict of interest. We have also complied with all the requirements, policy procedures of the BSEC rules as prescribed by the Bangladesh Securities and Exchange Commission.]


For President & CEO
Md. Asaduzzaman Khan
Executive Director
Credit Rating Information and Services Ltd.

CREDIT RATING REPORT
On
LUB-RREF (BANGLADESH) LIMITED

CRISL RATING SCALES AND DEFINITIONS
LONG-TERM RATINGS OF CORPORATE

RATING	DEFINITION
AAA Triple A (Highest Safety)	Investment Grade Entity rated in this category is adjudged to be of best quality, offer highest safety and have highest credit quality. Risk factors are negligible and risk free, nearest to risk free Government bonds and securities. Changing economic circumstances are unlikely to have any serious impact on this category of companies.
AA+, AA, AA- (Double A) (High Safety)	Entity rated in this category is adjudged to be of high quality, offer higher safety and have high credit quality. This level of rating indicates a corporate entity with a sound credit profile and without significant problems. Risks are modest and may vary slightly from time to time because of economic conditions.
A+, A, A- Single A (Adequate Safety)	Entity rated in this category is adjudged to offer adequate safety for timely repayment of financial obligations. This level of rating indicates a corporate entity with an adequate credit profile. Risk factors are more variable and greater in periods of economic stress than those rated in the higher categories.
BBB+, BBB, BBB- Triple B (Moderate Safety)	Entity rated in this category is adjudged to offer moderate degree of safety for timely repayment of financial obligations. This level of rating indicates that a company is under-performing in some areas. Risk factors are more variable in periods of economic stress than those rated in the higher categories. These entities are however considered to have the capability to overcome the above-mentioned limitations.
BB+, BB, BB- Double B (Inadequate Safety)	Speculative Grade Entity rated in this category is adjudged to lack key protection factors, which results in an inadequate safety. This level of rating indicates a company as below investment grade but deemed likely to meet obligations when due. Overall quality may move up or down frequently within this category.
B+, B, B- Single B (Risky)	Entity rated in this category is adjudged to be with high risk. Timely repayment of financial obligations is impaired by serious problems which the entity is faced with. Whilst an entity rated in this category might be currently meeting obligations in time through creating external liabilities.
CCC+, CCC, CCC- Triple C (Vulnerable)	Entity rated in this category is adjudged to be vulnerable and might fail to meet its repayments frequently or it may currently meeting obligations in time through creating external liabilities. Continuance of this would depend upon favorable economic conditions or on some degree of external support.
CC+, CC, CC- Double C (High Vulnerable)	Entity rated in this category is adjudged to be very highly vulnerable. Entity might not have required financial flexibility to continue meeting obligations; however, continuance of timely repayment is subject to external support.
C+, C, C- Single C (Extremely Speculative)	Entity rated in this category is adjudged to be with extremely speculative in timely repayment of financial obligations. This level of rating indicates entities with very serious problems and unless external support is provided, they would be unable to meet financial obligations.
D (Default)	Default Grade Entity rated in this category is adjudged to be either already in default or expected to be in default.

Note: For long-term ratings, CRISL assigns + (Positive) sign to indicate that the issue is ranked at the upper-end of its generic rating category and - (Minus) sign to indicate that the issue is ranked at the bottom end of its generic rating category. Long-term ratings without any sign denote mid-levels of each group.

SHORT-TERM RATINGS OF CORPORATE

ST-1	Highest Grade Highest certainty of timely payment. Short-term liquidity including internal fund generation is very strong and access to alternative sources of funds is outstanding. Safety is almost like risk free Government short-term obligations.
ST-2	High Grade High certainty of timely payment. Liquidity factors are strong and supported by good fundamental protection factors. Risk factors are very small.
ST-3	Good Grade Good certainty of timely payment. Liquidity factors and company fundamentals are sound. Although ongoing funding needs may enlarge total financing requirements, access to capital markets is good. Risk factors are small.
ST-4	Moderate Grade Moderate liquidity and other protection factors qualify an entity to be in investment grade. Risk factors are larger and subject to more variation.
ST-5	Non-Investment/Speculative Grade Speculative investment characteristics. Liquidity is not sufficient to ensure discharging debt obligations. Operating factors and market access may be subject to a high degree of variation.
ST-6	Default Entity is in default or is likely to default in discharging its short-term obligations. Market access for liquidity and external support is uncertain.

CREDIT RATING REPORT
On
LUB-RREF (BANGLADESH) LIMITED

CRISL RATING SCALES AND DEFINITIONS
BANK LOAN/ FACILITY RATING SCALES AND DEFINITIONS- LONG-TERM

RATING	DEFINITION
bir AAA (bir Triple A) (Highest Safety)	Investment Grade Bank Loan/ Facilities enjoyed by banking clients rated in this category are adjudged to have highest credit quality, offer highest safety and carry almost no risk. Risk factors are negligible and almost nearest to risk free Government bonds and securities. Changing economic circumstances are unlikely to have any serious impact on this category of loans/ facilities.
bir AA+, bir AA, bir AA- (Double A) (High Safety)	Bank Loan/ Facilities enjoyed by banking clients rated in this category are adjudged to have high credit quality, offer higher safety and have high credit quality. This level of rating indicates that the loan / facilities enjoyed by an entity has sound credit profile and without any significant problem. Risks are modest and may vary slightly from time to time because of economic conditions.
bir A+, bir A, bir A- (Single A) (Adequate Safety)	Bank Loan/ Facilities rated in this category are adjudged to carry adequate safety for timely repayment/ settlement. This level of rating indicates that the loan / facilities enjoyed by an entity have adequate and reliable credit profile. Risk factors are more variable and greater in periods of economic stress than those rated in the higher categories.
bir BBB+, bir BBB, bir BBB- (Triple B) (Moderate Safety)	Bank Loan/ Facilities rated in this category are adjudged to offer moderate degree of safety for timely repayment/ fulfilling commitments. This level of rating indicates that the client enjoying loans/ facilities under-performing in some areas. However, these clients are considered to have the capability to overcome the above-mentioned limitations. Cash flows are irregular but the same is sufficient to service the loan/ fulfill commitments. Risk factors are more variable in periods of economic stress than those rated in the higher categories.
bir BB+, bir BB, bir BB- (Double B) (Inadequate Safety)	Speculative/ Non Investment Grade Bank Loan/ Facilities rated in this category are adjudged to lack key protection factors, which results in an inadequate safety. This level of rating indicates loans/ facilities enjoyed by a client are below investment grade. However, clients may discharge the obligation irregularly within reasonable time although they are in financial/ cash problem. These loans / facilities need strong monitoring from bankers side. There is possibility of overcoming the business situation with the support from group concerns/ owners. Overall quality may move up or down frequently within this category.
bir B+, bir B, bir B- (Single B) (Somewhat Risk)	Bank Loan/ Facilities rated in this category are adjudged to have weak protection factors. Timely repayment of financial obligations may be impaired by problems. Whilst a Bank loan rated in this category might be currently meeting obligations in time, continuance of this would depend upon favorable economic conditions or on some degree of external support. Special monitoring is needed from the financial institutions to recover the installments.
bir CCC+, bir CCC, bir CCC- (Triple C) (Risky)	Risky Grade Bank Loan/ Facilities rated in this category are adjudged to be in vulnerable status and the clients enjoying these loans/ facilities might fail to meet its repayments frequently or it may currently meeting obligations through creating external support/liabilities. Continuance of this would depend upon favorable economic conditions or on some degree of external support. These loans / facilities need strong monitoring from bankers side for recovery.
bir CC+, bir CC, bir CC- (Double C) (High Risky)	Bank Loan/ Facilities rated in this category are adjudged to carry high risk. Client enjoying the loan/ facility might not have required financial flexibility to continue meeting obligations; however, continuance of timely repayment is subject to external support. These loans / facilities need strong monitoring from bankers side for recovery.
bir C+, bir C, bir C- (Extremely Speculative)	Bank Loan/ Facilities rated in this category are adjudged to be extremely risky in timely repayment/ fulfilling commitments. This level of rating indicates that the clients enjoying these loan/ facilities are with very serious problems and unless external support is provided, they would be unable to meet financial obligations.
bir D (Default)	Default Grade Entities rated in this category are adjudged to be either already in default or expected to be in default.

SHORT-TERM RATINGS

bir ST-1	Highest Grade Highest certainty of timely payment. Short-term liquidity including internal fund generation is very strong and access to alternative sources of funds is outstanding. Safety is almost like risk free Government short-term obligations.
bir ST-2	High Grade High certainty of timely payment. Liquidity factors are strong and supported by good fundamental protection factors. Risk factors are very small.
bir ST-3	Good Grade Good certainty of timely payment. Liquidity factors and company fundamentals are sound. Although ongoing funding needs may enlarge total financing requirements, access to capital markets is good. Risk factors are small.
bir ST-4	Satisfactory Grade Satisfactory liquidity and other protection factors qualify issues as to invest grade. Risk factors are larger and subject to more variation.
bir ST-5	Non-Investment Grade Speculative investment characteristics. Liquidity is not sufficient to insure against disruption in debt service. Operating factors and market access may be subject to a high degree of variation.
bir ST-6	Default Institution failed to meet financial obligations.

CHAPTER-XXVIII

PUBLIC ISSUE APPLICATION PROCEDURE

APPLICATION PROCESS

Step-1 (Applicant)

1. An applicant for public issue of securities shall submit an application/buy instruction to the Stockbroker/Merchant Banker where the applicant maintains customer account, within the cut-off date (i.e. the subscription closing date), which shall be the **25th (twenty-fifth)** working day from the date of publication of an abridged version of the prospectus.
2. The application/buy instruction may be submitted in prescribed paper or electronic form, which shall contain the Customer ID, Name, BO Account Number, Number of Securities applied for, Total Amount and Category of the Applicant. At the same time:
 - a) Non-resident Bangladeshi (NRB) and Foreign applicants shall submit bank drafts (FDD), issued in favor of the Issuer for an amount equivalent to the application money, with their application to the concerned Stockbroker/Merchant Banker. A Non-resident Bangladeshi (NRB) and the Foreign applicant may also submit a single draft against 02(two) applications made by him/her, i.e. one in his/her own name and the other jointly with another person. The draft (FDD) shall be issued by the Bank where the applicant maintains Foreign Currency account debiting the same account and provide the customer with a **certificate mentioning the FC account number which has been debited to issue the FDD. The applicant shall also submit the certificate with their application.** No banker shall issue more than two drafts from any Foreign Currency account for any public issue. At the same time, the applicant shall make the service charge available in the respective customer account maintained with the Stockbroker/Merchant Banker.
 - b) Eligible investors shall submit an application through the electronic subscription system of the exchange(s) and deposit the full amount intended to subscribe by the method as determined by exchange(s).

Step-2 (Intermediary)

3. The Stockbroker/Merchant Banker shall maintain a separate bank account only for this purpose namely "Public Issue Application Account". The Stockbroker/Merchant Banker shall:
 - a) Post the amount separately in the customer account (other than NRB and Foreign applicants), and upon the availability of fund, block the amount equivalent to the application money;
 - b) Accumulate all the application/buy instructions received up to the cut-off date, deposit the amount in the "Public Issue Application Account" maintained with its bank within the first banking hour of **next working day** of the cut-off date;
 - c) Instruct the banker to block the account for an amount equivalent to the aggregate application money and to issue a certificate in this regard.
4. Banker of the Stockbroker/Merchant Banker shall block the account as requested for, issue a certificate confirming the same and handover it to the respective Stockbroker/Merchant Banker.
5. For Non-resident Bangladeshi (NRB) and Foreign applicants, the Stockbroker/Merchant Banker shall prepare a list containing the draft information against the respective applicant's particulars.
6. The Stockbroker/Merchant Banker shall prepare category wise lists of the applicants containing Customer ID, Name, BO Account Number and Number of Securities applied for, and within 03 (three) working days from the cut-off date, send to the respective Exchange, the lists of applicants in electronic (text format with tilde '~' separator) format, the certificate(s) issued by its banker, the drafts **and certificates** received from Non-resident Bangladeshi (NRB) and foreign applicants and a copy of the list containing the draft information.
7. **On the next working day**, the Exchanges shall provide the Issuer with the information received from the Stockbroker/Merchant Bankers, the drafts **and certificates** submitted by Non-resident Bangladeshi (NRB) and Foreign applicants and the list containing the draft information. Exchanges shall verify and preserve the bankers' certificates in their custody.
8. The application/buy instructions shall be preserved by the Stockbroker/Merchant Bankers up to 6 months from listing of the securities with the exchange.

Step-3 (Issuer)

9. The Issuer shall prepare a consolidated list of the applications and send the applicants' BOIDs in electronic (text) format in a CDROM to CDBL for verification. The Issuer shall post the consolidated list of applicants on its website and websites of the Exchanges. CDBL shall verify the BOIDs as to whether the BO accounts of the applicants are active or not.
10. **On the next working day**, CDBL shall provide the Issuer with an updated database of the applicants containing BO Account Number, Name, Addresses, Parent s' Name, Joint Account and Bank Account information along with the verification report.

11. After receiving verification report and information from CDBL, the Issuer shall scrutinize the applications, prepare category wise consolidated lists of valid and invalid applications and submit a report of the final status of subscription to the Commission and the Exchanges **within 10 (ten) working days** from the date of receiving information from the Exchanges.
12. The issuer and the issue manager shall conduct category wise lottery with the valid applications within 03 (three) working days from the date of reporting on valid and invalid applications to the Commission and the Exchanges on any recognized and licensed digital platform along with the existing system to ensure physical and social distance due to COVID-19 pandemic situation.

Provided that IPO lottery shall be conducted on the licensed digital platform made by any of the following institutions under the supervision of Central Depository Bangladesh Limited (CDBL):

Bureau for Research Testing and Consultation (BRTC), BUET;
Computer Science Department Dhaka University; and
Bangladesh Computer Council.

13. The Issuer and issue manager shall arrange to post the lottery result on their **websites within 06 (six) hours** and on the websites of the Commission and Exchanges within 12 (twelve) hours of the lottery.
14. **Within 02 (two) working days** of conducting a lottery, the Issuer shall:
 - a) Send category wise lists of the successful and unsuccessful applicants in electronic (text format with tilde '~' separator) format to the respective Exchange.
 - b) Send category wise lists of unsuccessful applicants who are subject to penal provisions as per conditions of the consent Letter issued by the Commission in electronic (text format with tilde '~' separator) format to the Commission and Exchanges mentioning the penalty amount against each applicant.
 - c) Issue allotment letters in the names of successful applicants in electronic format with digital signatures and send those to respective Exchange in electronic form.
 - d) Send consolidated allotment data (BOID and number of securities) in electronic text format in a CDROM to CDBL to credit the allotted shares to the respective BO accounts.

Step-4 (Intermediary)

15. **On the next working day**, Exchanges shall distribute the information and allotment letters to the stockbroker/ Merchant Bankers concerned in electronic format and instruct them to:
 - a) Remit the amount of successful (other than NRB and Foreign) applicants to the Issuer's respective Escrow Account opened for subscription purpose, and unblock the amount of unsuccessful applicants;
 - b) Send the penalty amount of other than NRB and Foreign applicants who are subject to penal provisions to the Issuer's respective Escrow Accounts along with a list and unblock the balance application money;
16. **On the next working day** of receiving the documents from the Exchanges, the Stockbrokers/Merchant Banker shall request its banker to:
 - a) Release the amount blocked for unsuccessful (other than NRB and foreign) applicants;
 - b) Remit the aggregate amount of successful applicants and the penalty amount of unsuccessful applicants (other than NRB and foreign) who are subject to penal provisions to the respective 'Escrow' accounts of the Issuer opened for subscription purposes.
17. **On the next working day** of receiving a request from the Stockbrokers/Merchant Bankers, their bankers shall unblock the amount blocked in the account(s) and remit the amount as requested for to the Issuer's 'Escrow' account.
18. **Simultaneously**, the stockbrokers/Merchant Bankers shall release the application money blocked in the customer accounts; inform the successful applicants about allotment of securities and the unsuccessful applicants about releasing their blocked amounts and send documents to the Exchange evidencing details of the remittances made to the respective 'Escrow' accounts of the Issuer. The unblocked amounts of unsuccessful applicants shall be placed as per their instructions. The Stockbroker/Merchant Banker shall be entitled to recover the withdrawal charges, if any, from the applicant who wants to withdraw the application money, up to an amount of Tk. 5 (five) per withdrawal.
19. All drafts submitted by NRB or Foreign applicants shall be deposited in the Issuer's respective 'Escrow' accounts and refund shall be made by the Issuer by refund warrants through concerned stockbroker or merchant banker or transfer to the applicant's bank account (**FC account which has been debited to apply by NRB or foreign applicants**) through banking channel within 10 (ten) working days from the date of lottery.

Miscellaneous:

20. The Issuer, Issue Manager(s), Stockbrokers and Merchant Bankers shall ensure compliance of the above.
21. The bank drafts (FDD) shall be issued considering TT Clean exchange rate of Sonali Bank Ltd. on the date of publication of an abridged version of the prospectus.
22. The amount deposited and blocked in the “Public Issue Application Account” shall not be withdrawn or transferred during the blocking period. The amount deposited by the applicants shall not be used by the Stockbrokers/Merchant Bankers for any purpose other than public issue application.
23. The Issuer shall pay the costs related to data transmission if claimed by the Exchange concerned up to an amount of Tk. 2,00,000 (taka two lac) for a public issue.
24. The Stockbroker/Merchant Bankers shall be entitled to a service charge of Tk. 5 (Taka five) only per application irrespective of the amount or category. The service charge shall be paid by the applicant at the time of submitting an application.
25. The Stockbroker/Merchant Banker shall provide the Issuer with a statement of the remittance and drafts sent.
26. The Issuer shall accumulate the penalty amount recovered and send it to the Commission through a bank draft/ payment order issued in favor of the Bangladesh Securities and Exchange Commission.
27. The concerned Exchange is authorized to settle any complaints and take necessary actions against any Stockbroker/Merchant Banker in case of violation of any provision of the public issue application process with intimation to the Commission.

“All eligible Stock Broker and Merchant Banker shall receive the IPO Subscription”

The IPO subscription money collected from the successful application (other than NRB application) by the Stockbroker/ Merchant Bankers will be remitted to the Company’s **Account No. 000813100014867** with **Southeast Bank Limited, Jubilee Road Branch, Chittagong, Bangladesh** for this purpose.

The IPO subscription money collected from successful NRB applicants in US Dollar or UK Pound Sterling or EURO shall be deposited to three FC accounts opened by the Company for IPO purpose are as follows:

SL No	Name of the A/C	Account Number	Type of A/C	Currency	Bank & Branch
1	Lub-rref (Bangladesh) Ltd.	000813100014867	SND	BDT	Southeast Bank Limited Jubilee Road Branch Chittagong
2		000815100000114	FC Account	USD	
3		000816200000001		GBP	
4		000816300000001		EURO	

APPLICATION FORM

“পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। জেনে ও বুঝে বিনিয়োগ করুন।”

“পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। বিনিয়োগকারীগণ প্রোসপেক্টাস পড়ে এবং ঝুঁকির বিষয়গুলি সতর্কতার সাথে অনুধাবন করে নিজ নিজ আর্থিক অবস্থা ও ঝুঁকিগ্রহণ করার সক্ষমতা বিবেচনা করে বিনিয়োগ সিদ্ধান্ত গ্রহণ করবেন।”

APPLICATION FOR PUBLIC ISSUE

Date:

Name of Applicant	:																
Client Code	:																
BO ID No.	:																
Category of Applicant	:																
Name of the Company/Fund	:																
Number of Shares/Unit	:																
Total Amounts in Taka	:																
Amounts in word	:																
Mode of Payment	:																
Cheque/Draft Information	:																

Signature of
Applicants

Signature of
Authorized Officer

CHAPTER-XXIX

OTHERS

Management Declaration:

STATEMENT REGARDING COST AUDIT

This is to certify that, as per Section 220 (1) of the Companies Act, 1994, Cost Audit by order “Cost and Management Accountant” —within the meaning of the Cost and Management Accountants Ordinance, 1977 (LIII of 1977) is not applicable for — “Lub-rref (Bangladesh) Limited”.

Sd/-
Mohammed Yousuf
Managing Director
Lub-rref (Bangladesh) Limited

Sd/-
Md. Mofijur Rahaman
Chief Financial Officer
Lub-rref (Bangladesh) Limited

Sd/-
Md. Muslahuddin Chowdhury
Chief Executive Officer
NRB Equity Management Ltd.

MANAGEMENT DECLARATION REGARDING HOLDING ANNUAL GENERAL MEETING

We the management of —Lub-rref (Bangladesh) Limited, declare that our company is holding of Annual General Meeting (AGM) regulatory as per Section.81 of the Companies Act, 1994.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Salauddin Yousuf
Director

Sd/-
Dr. Israt Jahan
Director

Sd/-
Ahmed Hossain
Director (Representative of
Companigonj Agro Industries Ltd)

Sd/-
Mohammad Ameer Faisal
Independent Director

Sd/-
Wahid Uddin Chowdhury
Independent Director

**MANAGEMENT DECLARATION REGARDING
ANY MATERIAL CHANGE IN PAID-UP CAPITAL**

We the management of — Lub-rref (Bangladesh) Limited, declared that our company has not made any material change including raising of Paid-up Capital after the date of Audited Financial Statements as included in the Prospectus.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Salauddin Yousuf
Director

Sd/-
Dr. Israt Jahan
Director

Sd/-
Ahmed Hossain
Director (Representative of
Companigonj Agro Industries Ltd)

Sd/-
Mohammad Ameer Faisal
Independent Director

Sd/-
Wahid Uddin Chowdhury
Independent Director

**MANAGEMENT DECLARATION
CONSENT OF DIRECTORS TO SERVE AS DIRECTORS**

We hereby agree that we have been serving as Directors of —Lub-rref (Bangladesh) Limited and will continue to act as Directors of the Company.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Salauddin Yousuf
Director

Sd/-
Dr. Israt Jahan
Director

Sd/-
Ahmed Hossain
Director (Representative of
Companigonj Agro Industries Ltd)

Sd/-
Mohammad Ameer Faisal
Independent Director

Sd/-
Wahid Uddin Chowdhury
Independent Director

MANAGEMENT DECLARATION
EXPLANATION REGARDING USE OF IPO FUND AND CAPACITY UTILIZATION

The expansion with IPO fund is mainly related to repayment of bank loan and expansion of business through acquisition and installation of Capital Machineries of Lub-rref (Bangladesh) Limited, in near future. This will improve efficiency of both blending unit and re-refining unit which will improve the products of the company and increase utilization capacity. The management believes, that is enough to run the business smoothly and successfully at present.

Moreover, the proposed acquisition and installation of machineries will expand product line, promote sales of existing products along with the improved capacity and will facilitate the company to attract more and more customers with diversified products. This will also reduce the risk of the business and enhance the image of the company. This will boost up efficiency of the lube oil blending and re-refining unit effectively.

Sd/-
Mohammed Yousuf
Managing Director

STATEMENT REGARDING SIGNIFICANT DEVELOPMENTS
SUBSEQUENT TO THE LAST FINANCIAL YEAR

This is to certify that in our opinion, there have no such circumstances arisen since the date of the last financial statements as disclosed in prospectus which materially and adversely affect or is likely to affect the trading or profitability of the Lub-rref (Bangladesh) Limited or the value of its assets, or its ability to pay its liabilities within the next twelve months.

Sd/-
Rubiya Nahar
Chairman

Sd/-
Mohammed Yousuf
Managing Director

Sd/-
Md. Salauddin Yousuf
Director

d/-
Dr. Israt Jahan
Director

Sd/-
Ahmed Hossain
Director (Representative of
Companigonj Agro Industries Ltd)

Sd/-
Mohammad Ameer Faisal
Independent Director

Sd/-
Wahid Uddin Chowdhury
Independent Director

Additional Disclosure by the Management Required by BSEC

1. Your Query:

All import documents of plant and machineries including Bill of Entry, Commercial Invoice, Packing list, Bill of Lading, L/Cs and PS1 certificates along with year wise break up of last two years;

Our Response:

Details break up of last two years Plant & Machineries Purchase are as follows:

A. For the year 2017-2018

Year of Addition	Particulars	Amount
2016-2017	Batch Printing Machine	494,025
2016-2017	Belching Mixing Tank	80,920
2016-2017	BMRE	112,812,123
2016-2017	Burette Cylinder	60,000
2016-2017	Canon CCS-2050	30,000
2016-2017	Coolant Plant	76,631,244
2016-2017	Drum Filling machine	94,227
2016-2017	ECD Detector	465,270
2016-2017	Forklift Truck	47,600
2016-2017	Frequency Inverter	15,500
2016-2017	Gas Chromatograph	33,565,126
2016-2017	Gas Purification System	464,825
2016-2017	HFO Reactor	46,096
2016-2017	Insulation Diagnostic System	1,108,503
2016-2017	Laboratory Equipment	127,000
2016-2017	Laboratory Service	143,808,739
2016-2017	LDO-Mass Blending Plant	90,649,718
2016-2017	Nitrogen Gas for transformer oil filtration plant	1,240
2016-2017	Pilot Plant	34,000
2016-2017	Pilot Plant	27,136
2016-2017	pneumatic transmission Model: 4F530-15L-24VDC	112,691
2016-2017	Stabinger Viscometer model: SVM 3000	35,712
2016-2017	Steam Boiler	118,400
2016-2017	transformer oil filtration Plant	21,000
2016-2017	UV-Vis Spectrophotometer	18,167,426
2016-2017	Vacuum Pump Exhaust Tank	170,000
2016-2017	VI-VII Plant	92,506,536

B. For the year 2016-2017

Total for the year ended 30th June 2017		571,201,032
2017-2018	Boiler & TFH Chimney	100,000
2017-2018	Burning Chamber	536,558
2017-2018	Calibration of Laboratory Equipment	224,118
2017-2018	Can & Drum Filling Line	10,000
2017-2018	Dehydration Line	251,057
2017-2018	Distilled Water Plant	65,363,267
2017-2018	Fire Hydrant System	3,200
2017-2018	Grease Plant	101,402,199
2017-2018	HFO Dehydration	216,284,275
2017-2018	Laboratory Equipment's	127,000
2017-2018	Laboratory Services	112,880,225
2017-2018	Laboratory Equipment's	1,491,655
2017-2018	Load Cell	648,000
2017-2018	Load Cell DCS Box	15,000
2017-2018	Oil Reclamation Plant	3,158,549
2017-2018	Spare parts for Perkin Elmer	245,000
2017-2018	Temperature Meter for Boiler	11,416
2017-2018	Temperature Indicator Controller	98,189
2017-2018	Thermal Fluid Oil Line	501,198
2017-2018	Temperature Sensor	44,239

Total for the year ended 30th June 2017		571,201,032
2017-2018	Transformer oil Filtration Plant	334,858
2017-2018	Transformer Meter	7,500
2017-2018	Transformer oil filtration plant	2,009
2017-2018	Weight Scale	50,000
Total for the year ended 30th June 2018		503,789,512

We are submitting herewith all import documents of plant and machineries including Bill of Entry, Commercial Invoice, Packing List, Bill of Lading, Letter of Credit (L/C) and PS1 certificates (where applicable); in **Annexure-1A** for the year ended 30th June 2017 & **Annexure- 1B** for the year ended 30th June 2018.

2. **Your Query:**

All valid Licenses such as ISO, OHSIS are required;

Our Response:

We are submitting herewith list of all valid Licenses along with Documents as on October 31, 2018 in **Annexure-2**. A Table below to show the updated status of all Licences:

Sl. No	Name of Certificate/-license/Registration/NOC	License Issuer/Issuing Authority	Certificate / License No	Expiry Date	Remarks
1	Certificate of Incorporation	Register of Joint Stock Companies and Firms, Government of Bangladesh	Dated November 18, 2001& C-No. 4172 of 2001	N/A	Incorporated as a Public Limited company
2	Certificate of Commencement of Business	Register of Joint Stock Companies and Firms, Government of Bangladesh	Issue No:488, dated November 18, 2001	N/A	-
3	TIN Certificate	National Board of Revenue	3922-3820-2647	N/A	-
4	VAT Reg. No.	Customs, Excise & VAT Commissioner ate, Dhaka	24011003408	N/A	-
5	Import Registration Certificate	Controller of Import & Export, Government of Bangladesh	BA-147785	30 th June, 2019	-
6	Export Registration Certificate	Controller of Import & Export, Government of Bangladesh	RA-35414	30 th June, 2019	-
7	Trade License	Chittagong City Corporation	185736	30 th June 2019	-
8	Fire License	Bangladesh Fire Services and Civil Defense	AD-CTG-1038-2006-07	30 th June 2019	-
9	CCCI Certificate	The Chittagong Chamber of Commerce & Industry	M-GEN-36-114- 2017-2018	30 th June, 2019	-
10	Boiler Certificate	Office of the Chief Inspector of Boilers	BA. B. 4343	13 th May, 2019	-
11	Explosive License	Explosive Department	3(64)-29-12954	31 st Dec 2018	-
12	Environment Clearance Certificate	Department of Environment	4774-2003- 1711	19 th Oct. 2019	-
13	BIDA	Board of Investment Certificate	20020106-C	N/A	-
14	BERC License	Bangladesh Energy Regulatory Commission(BERC)	LWC-0756	15 th June, 2019	-
15	BERC License (Processing & Storage)	Bangladesh Energy Regulatory Commission(BERC)	BERC-LPP(E)- Lube-Lub-rref -Renewal-3-A-0002(P-1)-4826	14 th June, 2020	-
16	BPC(Re-refining)	Bangladesh Petroleum Corporation(BPC)	28.03.0000.008.08.002.99-182	6 th October, 2018	-
17	BPC(Blending)	Bangladesh Petroleum Corporation (BPC)	28.03.0000.008.08.002.99.25	24 th February, 2019	-
18	GL System Certificate (ISO 9001:2015)	DNV.GL	187470-2015-AQ-IND-RvA	8 th November, 2018	-
19	BAB Certificate (ISO-IEC 17025:2005)	Bangladesh Accreditation Board (BAB) Certificate	01.010.13	21 st December, 2019	-
20	ISOQAR (ISO 9001:2015) Registration Certificate	ISOQARLTD, United Kingdom	16407	22 nd Feb, 2021	-
21	ISO14001:2015 MANAGEMENT SYSTEM CERTIFICATE	DNV.GL	245243-2017-AE-IND-RvA	19, Sept, 2020	-
22	OHSAS (ISO 18001:2007	DNV.GL	246456-2017-HSO-IND-DNV	19, Sept, 2020	-

Sl. No	Name of Certificate/- license/Registration/NOC	License Issuer/Issuing Authority	Certificate/ License No	Expiry Date	Remarks
23	Factory License	Department of Inspection for Factories & Establishments	3723-Chittagong	30 th June, 2019	-
24	Agreement of Clearance	Chittagong Port Authority	-	31 st Dec, 2018	-
25	Scope of Accreditation	Bangladesh Accreditation Board	01.010.13	21 st Dec, 2021	-
26	MOA& AOA	Registrar of Joint Stock Companies & Firms	November 18, 2001 & C-No. 4172 of 2001	-	-

3. Your Query:

As per the consent dated March 6, 2017 it appears that the Commission had accorded consent to raise capital through issuance of shares at par in consideration of cash. But from the Statement of Changes of Equity for the year ended June 30, 2018 it is observed that the company has issued shares at premium which is violation of consent letter. You are required to explain your position regarding the same;

Our Response:

After having consent for raising capital at par we have offered to the prospective investors with consent letter provided by BSEC and Information Memorandum of the Company regarding issue of share capital through other existing shares of the company as approved by the Commission (BSEC) to the prospective investors for their willing to subscribe the shares offered by them to the company. The investors have made valuation of our shares considering the valuation report provided by us as per Valuation Methods of Bangladesh Securities and Exchange Commission (BSEC) Public Issue Rules, 2015 at page numbers 19. The prospective investors offered shares of the company to buy at premium and we have accepted the offer price provided by the prospective investors and issued the shares of the company accordingly to the prospective investors. Since the company didn't offer any particular price above the par value by its own for selling the shares of the company, thus the company didn't violate the condition of the consent letter approved by BSEC.

4. Your Query:

All loan agreements are not submitted;

Our Response:

We are submitting herewith all loan agreement up to October 2018 in **Annexure-3**

5. Your Query:

Approval copy from NBR regarding Tax Holiday is required;

Our Response:

We are submitting herewith approval copy from NBR regarding Tax Holiday in **Annexure-4**

6. Your Query:

Auditor's certificate/ Bank Statement of existing paid up capital is not submitted;

Our Response:

We are submitting herewith Auditor's certificate/ Bank Statement regarding existing paid up capital of the company in **Annexure-5**

7. Your Query:

You are required to submit a summary along with necessary documents regarding capital utilization for last two consent of BSEC;

Our Response:

We are submitting herewith a summary along with necessary documents regarding capital utilization for last two consent of BSEC in **Annexure-6**. A Table below to show utilization of last two Consent of Lub-ref (Bangladesh) Limited is as follows:

A. Summary of Capital Raise Utilization for 41 Crore

Particulars	Amount
Loan Payment	278,619,290
Working Capital	134,267,000
Asset Addition	1,800,230
Total	414,686,520

B. Summary of Capital Raise Utilization for 30 Crore

Particulars	Amount
Working Capital	66,689,247
Long Term Loan	233,311,105
	300,000,353

8. Your Query:

A certificate from auditor is required whether the plant & machineries are reconditioned or not;

Our Response:

We are submitting herewith the auditors Certificates regarding the plant & machineries which are new in **Annexure-7**.

9. **Your Query**

First Clearance certificate from Directorate of Environment is required;

Our Response:

We are submitting herewith the first clearance certificate from Directorate of Environment in **Annexure-8**

10. **Your Query**

Submit prior approval of 'Department of Environment' regarding increase of production capacity from utilization of IPO proceeds, if required;

Our Response:

We have already taken approval of Department of Environment regarding production capacity for 12,200 MT production capacity in Blending Unit (capacity utilized up to 55.71% in 2018). For accomplishing the licensed capacity in full, we need to include some highly sophisticated machineries with our current establishment. We have included those capital machineries in our IPO proposal to the tune of Tk. 980,000,000. And as such we do not need any further approval from Department of Environment for additional expansion production capacity in this regard. We are submitting herewith in **Annexure-8A** approval of 'Department of Environment' regarding increase of production capacity which was collected on 30-10-2018.

11. **Your Query**

Confirmation certificate from all loan lending institutions (short term & long term) that the company has never rescheduled of those lenders;

Our Response:

We are submitting herewith confirmation certificate from loan lending institutions regarding reschedule of loan (short term & long term) in **Annexure-9**.

12. **Your Query**

If rescheduled, mention the frequency of such rescheduling along with repayment behaviors;

Our Response:

Loan of Lub-rref (Bangladesh) Limited has never been rescheduled. We are already attached Annexure-9 as conformity from Lenders about the Reschedule.

13. **Your Query**

Summary statement along with related documents of VAT for the last five years are required;

Our Response:

We are submitting herewith summary statement along with related documents of VAT for the last 5 years in **Annexure-10**. A table below to show the Summary of VAT Return of Last Five years:

Month	Year	VAT Payable			VAT Rebate						Net VAT Liability	Treasury Deposit	VAT Current Account
		Sales VAT	Other VAT	Total	VAT C/A Opening	Purchase	Import	Other Import	VAT on Other	Total			
July	2013	2,532,795	910,499	3,443,294	2,936,949	861,747	-	-	134,732	3,933,428	490,133	100,000	590,133
August	2013	1,252,427	13,859	1,266,287	590,133	756,927	-	-	92,096	1,439,157	172,870	100,000	272,870
September	2013	2,146,894	16,014	2,162,908	272,870	2,537,125	53,322	-	-	2,863,316	700,409	100,000	800,409
October	2013	1,692,463	11,831	1,704,293	800,409	584,506	-	-	48	1,384,962	(319,331)	578,133	258,802
November	2013	1,534,080	5,952	1,540,031	258,802	770,886	-	-	87,406	1,117,094	(422,938)	425,000	2,062
December	2013	1,215,418	7,700	1,223,118	2,062	601,901	-	-	44,162	648,126	(574,992)	680,000	105,008
January	2014	1,426,163	395,042	1,821,205	105,008	1,834,562	-	-	-	1,939,570	118,364	218,000	336,364
February	2014	2,192,674	13,934	2,206,608	336,364	1,832,923	1,081,926	-	56,208	3,307,421	1,100,814	100,000	1,200,814
March	2014	2,243,439	21,814	2,265,253	1,200,814	2,627,860	3,646,433	-	-	7,475,106	5,209,854	118,000	5,327,854
April	2014	1,894,353	3,318	1,897,671	5,327,854	104,124	-	-	142,467	5,574,445	3,676,774	200,000	3,876,774
May	2014	1,835,578	2,190	1,837,768	3,876,774	1,592	-	-	198	3,878,564	2,040,796	300,000	2,340,796
June	2014	4,389,941	1,740	4,391,681	2,340,796	738,559	1,450,050	-	195,289	4,724,421	333,013	400,000	733,013
July	2014	1,819,266	6,403	1,825,668	733,013	816,504	-	-	39,634	1,589,151	(236,517)	300,000	63,483
August	2014	1,970,026	8,705	1,978,731	63,483	130,187	3,419,302	-	600,000	4,212,972	2,234,241	100,000	2,334,241
September	2014	2,744,097	11,345	2,755,443	2,334,241	108,499	-	-	628,290	3,071,030	315,587	50,000	365,587
October	2014	1,787,870	1,186	1,789,056	365,587	84,344	-	-	27,368	477,299	(1,311,757)	1,420,000	108,243
November	2014	2,897,338	8,454	2,905,791	108,243	30,034	5,905,925	-	6,374	6,050,575	3,144,784	510,000	3,654,784
December	2014	6,912,748	5,084	6,917,832	3,654,784	270,250	-	-	28,829	3,953,863	(2,963,969)	2,971,000	7,031
January	2015	1,863,707	24,558	1,888,264	7,031	54,295	2,076,220	-	290,794	2,428,339	540,075	300,000	840,075
February	2015	2,620,814	24,679	2,645,492	840,075	132,270	176,293	-	1,487,161	2,635,800	(9,693)	150,000	140,307
March	2015	2,573,307	174,699	2,748,007	140,307	449,210	2,096,488	-	1,222,356	3,908,361	1,160,354	800,000	1,960,354
April	2015	3,217,412	19,644	3,237,056	1,960,354	195,216	3,652,071	-	3,405	5,811,046	2,573,990	50,000	2,623,990
May	2015	4,407,422	8,537	4,415,959	2,623,990	512,543	6,574,451	-	116,266	9,827,550	5,411,291	50,000	5,461,291
June	2015	3,033,395	12,124	3,045,519	5,461,291	385,141	997,877	-	22,361	6,866,669	3,821,151	100,000	3,921,151
July	2015	3,264,139	11,688	3,275,827	3,921,151	85,636	1,908,106	-	135	5,915,028	2,639,201	100,000	2,739,201
August	2015	3,009,517	5,710	3,015,227	2,739,201	220,694	2,517,640	-	88,973	5,566,507	2,551,281	200,000	2,751,281
September	2015	2,557,821	489	2,558,311	2,751,281	232,931	1,006,175	-	60,404	4,050,790	1,492,480	100,000	1,592,480
October	2015	3,556,630	150	3,556,780	1,592,480	65,966	-	-	135,588	1,794,033	(1,762,747)	1,773,500	10,753
November	2015	3,781,991	6,491	3,788,482	10,753	362,277	2,137,858	-	352,729	2,863,617	(924,865)	1,135,000	210,135
December	2015	4,519,446	9,695	4,529,141	210,135	190,028	1,443,909	97,371	149,256	2,090,700	(2,438,441)	2,518,000	79,559
January	2016	3,973,311	3,196	3,976,508	79,559	225,412	2,101,279	-	21,599	2,427,849	(1,548,659)	1,863,000	314,341
February	2016	3,771,671	10,165	3,781,836	314,341	547,588	1,071,665	-	25,287	1,958,881	(1,822,955)	2,140,000	317,045

Month	Year	VAT Payable			VAT Rebate						Net VAT Liability	Treasury Deposit	VAT Current Account
		Sales VAT	Other VAT	Total	VAT C/A Opening	Purchase	Import	Other Import	VAT on Other	Total			
March	2016	934,592	80,523	1,015,115	317,045	141,997	422,905	-	-	881,946	(133,169)	200,000	66,831
April	2016	2,241,152	225	2,241,377	66,831	124,718	2,130,399	-	293,390	2,615,338	373,961	-	373,961
May	2016	6,028,903	26,153	6,055,055	373,961	308,810	4,906,295	-	-	5,589,067	(465,988)	555,000	89,012
June	2016	2,254,260	957	2,255,217	89,012	194,848	1,066,543	140,434	-	1,490,836	(764,381)	815,000	50,619
July	2016	4,114,912	11,129	4,126,042	50,619	590,192	3,294,116	83,187	319	4,018,433	(107,609)	300,000	192,391
August	2016	6,810,704	-	6,810,704	192,391	187,503	6,183,062	-	86	6,563,042	(247,662)	500,000	252,338
September	2016	3,357,726	-	3,357,726	252,338	1,254,463	-	-	36,000	1,542,801	(1,814,925)	1,954,150	139,225
October	2016	4,248,698	1,998	4,250,696	139,225	338,879	1,762,663	-	-	2,240,767	(2,009,929)	2,100,000	90,071
November	2016	6,831,903	862	6,832,765	90,071	155,274	2,742,716	-	305	2,988,366	(3,844,399)	3,900,000	55,601
December	2016	5,412,955	-	5,412,955	55,601	300,797	3,352,869	-	-	3,709,267	(1,703,688)	1,865,000	161,312
January	2017	4,484,464	-	4,484,464	161,312	595,441	4,474,065	-	725	5,231,543	747,079	220,000	967,079
February	2017	3,506,390	-	3,506,390	967,079	338,119	815,069	-	2,383	2,240,737	(1,383,739)	2,400,000	1,016,261
March	2017	2,815,135	-	2,815,135	1,016,261	173,269	5,010,963	24,102	-	6,224,595	3,409,461	1,000,000	4,409,461
April	2017	3,586,183	-	3,586,183	4,409,461	146,898	3,725,676	-	-	8,282,035	4,695,851	1,500,000	6,195,851
May	2017	5,874,660	24,102	5,898,762	6,195,851	258,915	1,120,740	-	14,330	7,589,837	1,691,074	1,000,000	2,691,074
June	2017	5,388,905	-	5,388,905	2,691,074	126,064	190,155	-	43	3,207,337	(2,381,568)	2,400,000	18,432
July	2017	3,631,375	-	3,631,375	18,432	1,060,794	2,787,935	-	-	3,867,160	235,785	810,264	1,046,049
August	2017	5,327,104	10,388	5,337,492	1,046,049	182,653	3,478,382	-	317	4,707,401	(630,092)	700,000	69,908
September	2017	4,252,103	-	4,252,103	69,908	155,300	4,579,264	-	-	4,804,472	552,369	800,000	1,352,369
October	2017	7,824,243	-	7,824,243	1,352,369	154,537	1,163,562	-	280	2,670,748	(5,153,495)	5,250,000	96,505
November	2017	2,659,269	6,660	2,665,929	96,505	413,144	571,279	-	60,302	1,141,229	(1,524,700)	1,530,000	5,300
December	2017	7,059,142	-	7,059,142	5,300	145,091	8,496,182	-	-	8,646,573	1,587,432	521,500	2,108,932
January	2018	4,872,730	40	4,872,770	2,108,932	582,229	4,673,020	-	-	7,364,181	2,491,411	500,000	2,991,411
February	2018	6,322,441	-	6,322,441	2,991,411	353,253	7,485,392	-	-	10,830,057	4,507,616	500,000	5,007,616
March	2018	6,581,813	-	6,581,813	5,007,616	587,091	790,636	-	230	6,385,573	(196,240)	600,000	403,760
April	2018	5,870,738	-	5,870,738	403,760	1,843,603	3,041,485	-	-	5,288,849	(581,889)	700,000	118,111
May	2018	10,027,203	-	10,027,203	118,111	264,779	17,134,655	-	-	17,517,544	7,490,341	635,000	8,125,341
June	2018	7,954,767	-	7,954,767	8,125,341	282,113	-	-	2,408	8,409,862	455,095	1,000,000	1,455,095

14. Your Query

You are required to submit quotations against the Machineries to be used from IPO fund;

Our Response:

We are submitting herewith quotations against the machineries to be used from IPO fund in **Annexue-11**.

15. Your Query

As per statement it appears that the Chairman, Managing Director and directors are taking salaries from the company. You are required to submit Board and AGM Resolution regarding the same and also mention whether it is permitted by the Articles of the company as per requirement of Annexure-E (B)(9)(c) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015;

Our Response:

We are submitting herewith Board & AGM resolution dated on 11.05.2016 and 30-10-2017 respectively regarding approval of salaries taken by the Chairman, Managing Directors and two others Directors in **Annexure-12**. The salaries are permitted by the Clauses number 120 of Articles of Association of Lub-rref (Bangladesh) limited.

16. Your Query

Copies of salary statement submitted to the 'Income Tax Authority' as per requirement of the section 108 of the Income Tax Ordinance, 1984 for the year 2017;

Our Response:

We are submitting herewith copy of salary statement which is submitted to the 'Income Tax Authority' as per requirement of the section 108 of the Income Tax Ordinance, 1984 for the year 2017 in **Annexure-13**.

17. Your Query

Copies of appointment letters of the Managing Director, Chief Financial Officer and Company Secretary with responsibility assigned to them and their salary/remuneration;

Our Response:

We are submitting herewith Copies of appointment letters of the Managing Director, Chief Financial Officer and Company Secretary with responsibility assigned to them and their salary/remuneration in **Annexure-14**.

18. Your Query

Copies of rules, responsibilities and duties of CFO, head of internal audit and company secretary approved by Board as disclosed in the draft prospectus;

Our Response:

We are submitting herewith Copies of rules, responsibilities and duties of CFO, Head of Internal Audit and company secretary approved by Board as disclosed in the draft prospectus in **Annexure-15**.

19. Your Query

Provide certificate from Issuer and Issue Manager regarding non applicability of Cost Audit for the company;

Our Response:

We are submitting herewith a copy certificate from Issuer and Issue Manager regarding non applicability of Cost Audit for the company in **Annexure-16 (A) & 16 (B)** respectively.

20. **Your Query**

The validity of Credit Rating report will expire on October 23, 2018;

Our Response:

We are submitting herewith Updated Credit Rating report which will expire on October 23, 2019 in **Annexure- 17**.

21. **Your Query**

In the Credit Rating report performed by CRISL it is mentioned that it has (i) lower capacity utilization than base and (ii) higher (%) of cost in terms of revenue. Explain;

Our Response:

We are extremely sorry for the mistake. We have amended Credit Rating Report and have submitted herewith the amended copy in **Annexure-17**.

22. **Your Query**

Debt service coverage ratio and Interest coverage ration shown in Credit Rating report and in the ratios given in Annexure are not same. Explain;

Our Response:

We are submitting herewith Updated Credit Rating Report in **Annexure- 17**.

23. **Your Query**

In Note 4.01 TK.251,737,896 & Tk.4,59,76,832 are shown as Base Oil & Additives & Chemicals for the year ended June 30, 2017 which are huge than previous year. Explain regarding the same along with detail summary statement, copies of invoices and L/Cs;

Our Response:

The sale of the company is increasing each year. To cope with the additional sales we need to increase inventory each year. The foreign exchange rates and international prices of base oil, additives and chemicals before procurement of the materials are also needed to consider beforehand of the procurement. The exchange rates are also frequently rising for the last two years and international prices of the base oil are also increasing yearly. Therefore, we need to keep higher inventory for base oil, additives and chemicals TK.251,737,896 & Tk.4,59,76,832 respectively in June 30, 2017 than the last year June 30, 2016. In addition to above, the demand of lub-oil are also rises suddenly in a very big quantity depending on the specialty of the products (like transformer oil, thermo oil, gear oil, etc). These fast moving items needed in a bulk quantity as per demand of customers for which we also need to keep higher inventory of base oil, additives and chemicals. The following Table shows summary of the sales, procurements of base oil, additives and chemicals and inventory therein for your kind consideration:

Particulars	Y 2018	Y 2017	Y 2016
Sales Revenue	1,375,933,622	1,186,777,624	901,615,620
Purchase of Raw Materials	828,007,905	831,301,340	514,517,612
Inventory-Base oil, additives and chemicals	369,924,895	297,711,728	164,279,320
Percentage of inventory compare to sales	26.89%	25.08%	18.22%

In the above Table it shows that compared to the year 2016 inventory of base oil, additives and chemicals were increased by 6.86% in the year 2017, but compared to 2017 the base oil, additives and chemicals were increased by 1.19% only in 2018. We have attached herewith in **Annexure-18** copies of invoices, packing list and L/Cs documents against procurement of base oil, additives and chemicals for the year ended on June 30, 2017.

24. **Your Query**

In Note 5.01 TK. 138,53,56,215 is shown as Realization against Accounts Receivables for the year ended June 30, 2018. You are required to submit a detail summary along with highlighted Bank Statement and Bankers realization certificate regarding the same;

Our Response:

We are submitting herewith detail summary along with highlighted Bank Statement regarding Realization of Accounts Receivables for the year ended June 30, 2018 in **Annexure-19** along with supported documents in **Annexure-20**. A Table below to show the Realization against Accounts Receivable for the year ended 30th June, 2018 is as follows:

SL No	Name of Party	Amounts in Taka
1.	A.H.Jute Spinners & Belting Ltd(Faridpur)	169,000
2.	A.K Motors	5,250,999
3.	A.M.Hossain	4,540,000
4.	A.M.Traders	12,738,980
5.	A.R Traders	9,869,908
6.	A.R.Motors	4,964,652
7.	A.Rahin Motors(B.Barua)	267,027
8.	AB & Sons	9,649,742

SL No	Name of Party	Amounts in Taka
9.	AB Filling Station	9,265,030
10.	ABB Ltd(Gazipur)	4,500
11.	Abdur Sukkur (Dhaka)	6,000
12.	Abrar Traders(Dhaka)	11,472,324
13.	Abul Kalam Automobiles	3,725,000
14.	Abul Khair Macth Factory Ltd	6,796
15.	Abul Khair Steel Melting Ltd (Melting)	3,367,818
16.	ACI Godrej Agrovat Private Ltd(Rajshahi)	41,641
17.	Active Distribution Ltd(Gazipur)	132,225
18.	Adams Caps & Textiles Ltd(Chittagong)	666,500
19.	Ad-Din Womens Medical College & Hospital(Dhaka)	177,200
20.	Adex Engineering Ltd.(Gazipur)	5,926,197
21.	Adex Transformer Ltd(Gazipur)	18,740,884
22.	Advance Auto Care(Dhaka)	58,525
23.	Advance Techno flow Bangladesh Ltd(Dhaka)	705,000
24.	Agro Food Services Ltd(Chittagong)	52,000
25.	Ahamed & Sons	9,930,800
26.	Ahnaf Auto Parts(Dhaka)	4,560
27.	AK Kamal Motors	20,249,200
28.	Akhi International	2,000,000
29.	Akhtar Board Industries Ltd(Manikgonj)	86,000
30.	Akij Group(Dhaka)	557,930
31.	Akondh Traders	4,900,000
32.	Akter Motors	5,004,936
33.	Al Afifa Motors(Bagerhat)	14,493
34.	Al Habib Nahar Trading	2,967,500
35.	Al Hatim Machinery(Chittagong)	24,660
36.	Al Manhaj(Chittagong)	16,955
37.	Al Modina Lubricants(Hobigonj)	61,466
38.	Al Modina Machineries(Hobigonj)	677,878
39.	Alam & Brothers(Dhaka)	4,965,472
40.	Alam Brothers (Chandpur)	1,527,515
41.	Alam Enterprise(Chittagong)	12,676
42.	Alam Traders(Rajshahi)	7,808,387
43.	Al-Amin Enterprise(Narayangonj)	112,000
44.	Alhaj Jute Mills Ltd(Jamalpur)	2,107,635
45.	Alhaj Textile Mills Ltd(Dhaka)	48,000
46.	Ali Motors(Dhaka)	11,000
47.	Alid Cold Storage Ltd(Munshigonj)	108,000
48.	Alif Automobiles	5,130,550
49.	Alif Corporation(Dhaka)	65,280
50.	Alif Fashion Ltd.	26,500
51.	Alif Sriti Motors	1,215,500
52.	Alim Knit (BD) Ltd (Dhaka)	664,000
53.	Al-Karim Motors(B.Barua)	201,600
54.	Allah Vorsha Motors(Dhaka)	20,479,799
55.	Allahar Dan Machineries(Sathkhira)	922,314
56.	Al-Modina Auto Parts(Chittagong)	688,680
57.	Al-Muslim Group(Dhaka)	13,800
58.	Al-Muslim Washing Ltd(Dhaka)	13,200
59.	Alo Machineries(Narayangonj)	282,000
60.	Amanat Motors	9,730,380
61.	Ambition Power Control Ltd(Chittagong)	102,500
62.	Amdanga Machineries Store	4,900,000
63.	Amir Hossain Khan & Co(Chandpur)	9,061,532
64.	Ammajan Traders(Chittagong)	10,200
65.	Ananda Shipyard & Slipways Ltd(Narayangonj)	238,200
66.	Anik Traders (Bogra)	5,024,000
67.	A-One Polar Ltd(Dhaka)	600
68.	Apparel Art Limited(Gazipur)	362,790

SL No	Name of Party	Amounts in Taka
69.	Apparel Wet Processing Ltd(Mymensingh)	623,000
70.	APS Logistics(Chittagong)	62,016
71.	Arafat Logistic(Chittagong)	241,669
72.	ARC Surfactant Ltd(Gazipur)	16,300
73.	Arif Khan Trade Bangladesh(Dhaka)	732,668
74.	Arif Motorcycle Workshop(Chuadanga)	160,910
75.	Arman Packaging Ltd(Chittagong)	5,168,079
76.	Artisan Ceramics Ltd(Dhaka)	482,543
77.	Asha Plastic (Dhaka)	402,900
78.	Ashik Auto Repairing Works(Pabna)	4,107,569
79.	Ashraf Traders(Dhaka)	11,762,300
80.	Asia Allied Febrics Ltd(Chittagong)	40,000
81.	Asian Oil Stores(Norshingdhi)	113,500
82.	Asik Motors(Rajshahi)	12,310
83.	Atik Karim	9,842,493
84.	Auto Parts(Chittagong)	119,500
85.	Auto Plus	9,930,800
86.	Awlad Motors	4,800,900
87.	Ayub Ali Automobiles	3,925,000
88.	Azahar Auto Traders	5,030,800
89.	Aziz Motor Works(Dhaka)	6,864
90.	B.Alam Motors(Dhaka)	382,622
91.	B.S. Engineering Works(Dhaka)	80,000
92.	Babul Automobiles & Mobil House	925,000
93.	Baburhat Filling Station	150,000
94.	Baizid News Print Mills Ltd(Chittagong)	50,000
95.	Bangla Motors	4,900,000
96.	Bangladesh Coast Guard(Dhaka)	18,550
97.	Bangladesh Navy (Chittagong)	31,800
98.	Bangladesh Shipping Corporation(Chittagong)	2,331,623
99.	Banoful & Kishwan Group	5,500
100.	Bantel Ltd(Dhaka)	10,700
101.	Bappy Traders(Dhaka)	89,240
102.	Barapukuria Tap Biddut Kendro(Dinaipur)	46,640
103.	Bashundhara Enterprise	160,000
104.	Bashundhara Group(Dhaka)	141,308
105.	Basic Power Engineering Ltd(Gazipur)	388,500
106.	Bay Fishing Corporation Ltd(Chittagong)	459,949
107.	Belal Auto Electric Service(Chittagong)	19,450
108.	Bengal Electric House(Dhaka)	16,800
109.	Bengal Motors & Oil Center	1,935,000
110.	Bengal Poly & Paper Sack Ltd(Gazipur)	4,875,000
111.	Bengal Sack Corporation Limited(Chittagong)	697,855
112.	Bengal Synthetic Fibers Ltd(Chittagong)	83,900
113.	Betelco Power Solution(Gazipur)	400,000
114.	Bhai Bhai Auto(Patuakhali)	415,000
115.	Bhai Bhai Machineries(Lalmonirhat)	142,925
116.	Bhai Bhai Machinery(Madaripur)	843,718
117.	Bhai Bhai Motors (Dhaka)	5,637
118.	Bhai Bhai Navigation Co.(Dhaka)	92,000
119.	Bhuiyan Corporation(Dhaka)	47,281,146
120.	Bhuiyan Corporation-2(Dhaka)	199,182
121.	Bhuiyan Motors(Dhaka)	10,000
122.	Bhuiyan Traders	310,000
123.	Binimoy Steel Re-Rolling Mills Ltd(Narayangonj)	344,010
124.	Bismillah Auto Mobil House(Feni)	2,072,233
125.	Bismillah Automobiles	44,525,014
126.	Bismillah Enterprise(Khagrachori)	163,500
127.	Bismillah Motor(Chittagong)	12,384
128.	Bismillah Motor(Dhaka)	5,772

SL No	Name of Party	Amounts in Taka
129.	Bismillah Motors(Manikgonj)	808,800
130.	Bismillah Motors(Mymensingh)	29,633
131.	Bismillah Navigation(Chittagong)	1,176,800
132.	Bismillah Traders(Chapainababgonj)	91,764
133.	Biswas Fabrics Ltd(Dhaka)	147,000
134.	Biswas Motor	4,603,696
135.	Biswas Nath Pal	4,798,500
136.	Biswas Synthetic Ltd(Dhaka)	478,252
137.	Biswas Textile Ltd(Dhaka)	221,110
138.	BLC Tool Room & Training Center(Dhaka)	40,000
139.	BM Motors	9,930,800
140.	Boshu Enterprise(Jhenaidah)	1,442,810
141.	BR Spinning Mills Ltd(Naranyangonj)	209,140
142.	BR Textiles Ltd(Dhaka)	110,580
143.	Brave Royal Shipping Ltd(Chittagong)	398,289
144.	Bright Traders(Chittagong)	41,000
145.	British American Tobacco Bangladesh. GLT-Plant, Chourash, Kushtia.	36,000
146.	BSRM Steel Mills Ltd(Chittagong)	749,873
147.	Canada Bangla CNG Station(Dhaka)	171,240
148.	Captain Altaf(Chittagong)	54,310
149.	Cash Sales(Chittagong)	192,431
150.	Century Interlining & Manufacturing Co(Dhaka)	348,000
151.	Century Travels(Jhenaidah)	49,077
152.	Chakda Steel & Re-Rolling Mills Ltd(Dhaka)	3,247,000
153.	Chanchal Trading & Transport(Pabna)	117,500
154.	China Hubei Electric Power Contraction First Engineering Company	2,938,060
155.	China Northeast Electric Power Engineering & Services Co. Ltd	19,800
156.	Chittagong Machinery(Chittagong)	130,830
157.	Chittagong Traders(Dhaka)	226,260
158.	Chowdhury & Sons (Chittagong)	180,826
159.	Chowdhury Autos-2(Sylhet)	2,759,626
160.	Chowdhury Filling Station(Hobigonj)	20,500
161.	Chowdhury Himager Ltd(Bogra)	108,000
162.	CITF-2018	1,966,337
163.	City Center(Barisal)	3,983,974
164.	City Motors	3,296,596
165.	CLC Power Company Ltd(Dhaka)	242,200
166.	Confidence Electric Ltd(Narayangonj)	16,275,983
167.	Consort Flexipack Ltd(Chittagong)	38,800
168.	Cosmo Filling Station(Dhaka)	282,000
169.	D.K Automobiles	4,900,000
170.	D.V.Lub Oil (Chittagong)	1,805,009
171.	Dablu Auto	305,598
172.	Dacca Ceramics & Sanitary Wares Ltd(Gazipur)	106,386
173.	Dacca Textiles Ltd(Mymensingh)	5,868,000
174.	Dada Plastic Metalizing(Dhaka)	15,200
175.	Daf Ctg Accessories Ltd(Chittagong)	390,205
176.	Darbar Auto Traders	200,000
177.	Delowar Machinery Store(Comilla)	155,400
178.	Denim Plus (BD) Ltd(Chittagong)	61,500
179.	Desh Engineers & MFG.Co.Ltd(Dhaka)	583,450
180.	Deshbandhu Cement Mills Ltd(Sirajgonj)	1,259,900
181.	Dewan Brothers	4,900,000
182.	Dhaka Ice Cream Ind. Ltd(Dhaka)	14,400
183.	Dhaka Motors	15,397,000
184.	Dienco Limited(Dhaka)	200,000
185.	Disha Motors(Gazipur)	11,400
186.	DITF-2018	1,175,991
187.	Dubai automobiles	95,000
188.	Dwip Marine (Chittagong)	338,550

SL No	Name of Party	Amounts in Taka
189.	Eastern Bunker Service(Chittagong)	24,500
190.	Eastern Trade Syndicate(Chittagong)	12,233,449
191.	Eazy Distribution	490,000
192.	Ecochem Bangladesh (Pvt) Ltd(Dhaka)	63,274
193.	Ekata Auto & Mobil (Noapara)	51,000
194.	Electro Transformer & Switchgear Co.Ltd(Dhaka)	1,447,239
195.	Elham Enterprise(Sylhet)	216,698
196.	Elite Paint & Chemical Industries Ltd(Chittagong)	39,000
197.	EM Power Ltd(Dhaka)	771,881
198.	Ena Motors	4,928,796
199.	Energy Plus Engineering(Gazipur)	20,000
200.	Energypac Engineering Ltd (Dhaka)	36,380,783
201.	Epitom(Dhaka)	24,500
202.	Eriell Group(Comilla)	389,000
203.	Ershadul Motors(Rangpur)	116,952
204.	ETB Group(Narayangonj)	42,050
205.	Eureka CNG F/S (Dhaka)	95,150
206.	Euro Tech Bangladesh(Narayangonj)	20,000
207.	Evergreen Technology Co.Ltd(Dhaka)	197,185
208.	Expo Synthetic Leather Ltd(Mymensingh)	2,912,073
209.	F.V Bashundara-1(Chittagong)	784,400
210.	Fabian Industries Ltd(Chittagong)	742,826
211.	Fabian Metal Product Ltd(Chittagong)	1,145
212.	Fabtex Limited(Chittagong)	110,500
213.	Faisal Motors	609,414
214.	Faiyaad Motors(Dhaka)	81,600
215.	Faiza Button & Zipper Ltd(Gazipur)	4,300
216.	Famous Motors	700,000
217.	Farmin Poly & Packaging (Pvt) Ltd(Chittagong)	50,000
218.	Farr Ceramic (Gazipur)	2,748,050
219.	Faruk Brick Industries Ltd(Dhaka)	422,347
220.	Faruk Mistry Garage(Chittagong)	9,770
221.	Fast Equipment(Dhaka)	5,205,000
222.	Fatullah Dyeing & Calendaring Mills Ltd(Narayangonj)	665,000
223.	Fatullah Fabrics Ltd(Narayangonj)	2,200,000
224.	Fazar Ali Textile(Narayangonj)	37,000
225.	Fency Petrol Pump(Dinajpur)	41,500
226.	Ferdaus Lube Autos & Suppliers(Dhaka)	92,770
227.	Ferdous & Sons	1,915,000
228.	Fortune Traders(Munshigonj)	11,823,119
229.	Foyez Ahmed & Sons(Chittagong)	96,000
230.	Fresh Steel and Re-Rolling Mills Ltd(Narayangonj)	726,632
231.	Friends Motors	4,936,863
232.	Friends Petroleum Agency	3,481,720
233.	Fulbagicha Oil Suppliers(Dhaka)	598,250
234.	Fu-Wang Ceramic Industry Ltd(Dhaka)	57,204
235.	G.C. Box Ltd(Chittagong)	440,780
236.	G.M Motors(Rangpur)	4,020
237.	G.S Automobiles	300,000
238.	Galaxy Automation Engineering(Gazipur)	984,500
239.	Galaxy Motors	120,000
240.	Gazi Enterprise	1,345,000
241.	Giant Garments Ind. (Pvt) Ltd(Gazipur)	30,800
242.	Global Ad Star Bag Ind.Ltd(Narayangonj)	3,214,304
243.	Glory Trading & Distribution(Chittagong)	5,845,303
244.	Gold Star Lubricants	200,000
245.	Golden Ispat Ltd(Chittagong)	172,200
246.	Golder Automobiles(Bhola)	69,262
247.	Gonoshasthaya Grameen Textile Mills Ltd(Sirajgonj)	221,865
248.	Goodwill Automobiles(Dhaka)	60,719

SL No	Name of Party	Amounts in Taka
249.	Gouhs Fashion Ltd(Chittagong)	39,935
250.	Gowsia Motors	1,612,500
251.	Grameen Fabrics & Fashions Ltd(Dhaka)	438,700
252.	Grameen Motors(Dhaka)	69,600
253.	Grameen Telecom Trust(Dhaka)	215,930
254.	Grid Power(Dhaka)	72,600
255.	Grow Biz Industries Ltd(Gazipur)	8,100
256.	Gupta Plywood & Wood Processing Industries (Dinajpur)	729,050
257.	H.M Engineers(Barisal)	1,302,000
258.	H.R.Trade Center	4,048,300
259.	H.S Traders	510,000
260.	Habib Motors	9,770,880
261.	Habib Trading Corporation(Dhaka)	4,923,000
262.	Hakim Enterprise-1(Gazipur)	975,896
263.	Hakkani Heavy Equipment(Chittagong)	76,000
264.	Hamid Automobiles Workshop(Dhaka)	40,594
265.	Hamida Lub House(Bogra)	154,208
266.	Haq Engineers(Dhaka)	12,030
267.	Harun Automobiles	170,000
268.	Hasan Chemical Ind. Ltd(Dhaka)	29,925
269.	Hasbee Enterprise	1,583,000
270.	Helal & Sons	1,965,000
271.	Helal Enterprise(Chittagong)	8,045
272.	Highway Motors(Chittagong)	23,500
273.	Himaly Cold Storage Ltd(Rajshahi)	106,800
274.	Hino Motors	500,000
275.	Hira Machineries(Hobigonj)	20,483
276.	HMR Automobiles	1,773,000
277.	Hoque Agency	655,000
278.	HS Enterprise(Dhaka)	32,025
279.	Hujaifa Autos(Bogra)	3,199,285
280.	HWA Well Textiles (BD) Ltd(Mymensingh)	616,843
281.	Ibn Sina Pharmaceuticals(Dhaka)	126,280
282.	Ibrahim Motors	1,158,000
283.	IMW CNG Bangladesh Ltd (Dhaka)	1,940,760
284.	Incontrade Limited(Chittagong)	3,936,000
285.	Industrial Hand Protection Ltd(Chittagong)	665,178
286.	Integral Electric Company(Chittagong)	1,942,000
287.	Interlink Textile Ltd(Dhaka)	122,700
288.	Interstoff Apparels Ltd(Gazipur)	1,200,000
289.	Intraco Ready Mix Ltd(Chittagong)	221,255
290.	Iqbal Auto Parts(Chittagong)	5,156,832
291.	IR Bulb Co Ltd(Narayangonj)	143,816
292.	Irfan Machinery & Electric House	1,945,000
293.	Islam Garments Ltd(Gazipur)	2,553,235
294.	Islamia Store (Satkhira)	1,855,230
295.	Israfill Fuel Supply	1,500,000
296.	J.M. Lub House(Dhaka)	28,200
297.	Jafar & Co(Chittagong)	15,676
298.	Jahan Motors	850,000
299.	Jahanara Motors(Netrokona)	33,000
300.	Jahed & Brothers(Chittagong)	111,789
301.	Jaman Motors(Dhaka)	377,230
302.	Jaman Motors(Natore)	459,400
303.	Jamuna Motors(Dhaka)	25,132
304.	Janani Auto	2,680,000
305.	Janani Automobiles	1,270,000
306.	Janani Board Mills Ltd(Norshingdhi)	83,500
307.	Janani Lubricants(Chittagong)	60,000
308.	Janani Motors(Dinajpur)	2,074,098

SL No	Name of Party	Amounts in Taka
309.	Janata Motors	430,000
310.	Jasim Enterprise(Chittagong)	4,664
311.	Jeans 2000 Ltd(Chittagong)	41,000
312.	Joint Power(Jamalpur)	19,500
313.	Jony Machineries & Motor House(Netrokona)	62,000
314.	Joy Motors(Tangail)	102,520
315.	Junab Motors	5,900,000
316.	K.S.S Knit Composite Ltd(Gazipur)	1,979,700
317.	Kadam Rasul Cold storage(Munshigonj)	54,000
318.	Kadamtoli Steel Mills Pvt Ltd(Dhaka)	128,150
319.	Kafil Motors	5,420,875
320.	Kalipad Kundu (Jhalakathi)	4,513,775
321.	Kalushah Enterprise(Chittagong)	83,200
322.	Kamal Enterprise	4,899,962
323.	Kamal General Store(Chittagong)	17,975
324.	Karnafully Bus Company Ltd(Dhaka)	28,164
325.	Karnafully Enterprise(Rajshahi)	466,760
326.	Karnaphuli Prakritik Gas Ltd(Chittagong)	133,000
327.	Kashem Ali Enterprise	850,000
328.	Kawser Auto Center(Dhaka)	11,546
329.	Kawser Trading Agency(Chittagong)	70,500
330.	KDS Canvas Garments (Pvt) Ltd(Chittagong)	29,925
331.	KDS KYCR Coil Industries Ltd(Chittagong)	1,188,267
332.	KDS KYCR Coil Industries Ltd(Mechanical Nof-2)	850,000
333.	KDS Steel Accessories Ltd(Chittagong)	288,013
334.	Khadija Motors(Jessore)	2,591,760
335.	Khaleq CNG Station(Dhaka)	85,500
336.	Khaleq Filling Station(Saiyadpur)	11,293,141
337.	Khan Brothers Shipbuilding Ltd(Narayanginj)	152,000
338.	Khan Store	5,789,000
339.	Khan Textiles(Dhaka)	12,300
340.	Khan Trading	4,914,000
341.	Khokon Automobiles Works(Dhaka)	4,466
342.	Khondokar Oil Supply(Faridpur)	15,028,330
343.	Kings Confectionery (BD) Ltd.(Narayangonj)	82,220
344.	Komol Automobiles	4,525,000
345.	Krone Ltd(Dhaka)	661,817
346.	Kuliarchar Cold Storage Ltd(Kishoregonj)	181,000
347.	Kuliarchar Sea Food Ltd(Coxsbarar)	99,000
348.	Kunda Store(Pabna)	97,500
349.	Kurigram Jute Processing Works(Kurigram)	38,500
350.	L.M.T Company(Chittagong)	56,220
351.	Laila CNG Filling Station(Chittagong)	603,000
352.	Lark Petroleum Company Ltd(Chittagong)	108,200
353.	Lily Auto Corner(Rangpur)	1,308,604
354.	Lily Filling Station	10,445,000
355.	Lipi Traders	7,575,232
356.	Litun Fabrics Ltd(Narayangonj)	816,535
357.	Long Life(Gazipur)	461,439
358.	Lube House(Dhaka)	600,000
359.	M.A Mobil Center(Rangpur)	3,295,000
360.	M.A Motors(Feni)	85,000
361.	M.A.Enterprise(Chittagong)	159,280
362.	M.C Motors	9,897,652
363.	M.Hossain & Sons(Dhaka)	5,854,250
364.	M.M Enterprise	34,423,455
365.	M.R.Enterprise(Bogra)	83,227,647
366.	M.R.K. Hardwear	7,480
367.	M.R.Marine (Chittagong)	111,450
368.	Maa & Sons(Chittagong)	11,340

SL No	Name of Party	Amounts in Taka
369.	MAB Spinning Ltd(Dhaka)	123,000
370.	Madina Fish Enterprise(Chittagong)	457,618
371.	Madina Traders(Chittagong)	465,000
372.	Magnet Electronics(Dhaka)	41,000
373.	Mainetti Bangladesh Pvt Ltd(Dhaka)	38,000
374.	Maisa Lub House(Shariatpur)	1,048,788
375.	Maisha Traders(Jessore)	352,416
376.	Maleka Traders	10,900,000
377.	Mamun Machineries(Netrokona)	18,667
378.	Mamun Machinery Store(Borguna)	130,000
379.	MANS Electrical Ltd (Dhaka)	43,996,000
380.	Marine Lubricants(Khulna)	7,980
381.	Masud Enterprise(Chittagong)	23,500
382.	Masud Rana(Dinajpur)	41,500
383.	Mavis Carriers(Dhaka)	35,670
384.	Maya traders	4,900,000
385.	Mazada Consortium Ltd(Ashugonj)	21,565
386.	Md.Forkan(Dhaka)	8,710
387.	Mech Power Ltd(Dhaka)	275,600
388.	Meghna Lub Center(Chatok)	61,600
389.	Meghna Lubricants (Sylhet)	1,111,000
390.	Meghna Traders	4,900,000
391.	Merim Co Limited(Chittagong)	81,760
392.	Metco Feed Ltd(Chittagong)	57,000
393.	Minerva CNG Ltd(Dhaka)	81,245
394.	Mir Motors	1,049,061
395.	Miron Motors(Dhaka)	98,600
396.	Mirpur Ceramics (Dhaka)	331,269
397.	Mirza Group & Industries(Dinajpur)	153,430
398.	Mitali Textile Mills(Norshingdhi)	279,800
399.	Mithila International Agecncy(Dhaka)	12,825
400.	Modern Hardware(Rajshahi)	20,220
401.	Modern Steel Mills Ltd. (RSRM)	34,000
402.	Modern Trading Agency(Dhaka)	6,068,849
403.	Modina Filling Services(Narayangonj)	7,847,060
404.	Modina Fuel(Dhaka)	1,077,324
405.	Modina Motors(Dhaka)	18,183
406.	Mofiz & Brothers(Noakhali)	39,240
407.	Mohammadi Enterprise(Chittagong)	38,000
408.	Mokbul Auto	9,785,000
409.	Mokka Mobil House(Comilla)	15,059
410.	Mollai Zantro Bitan(Magura)	64,500
411.	Momin Workshop(Dhaka)	16,045
412.	Moni Autos(Nowgaon)	5,000
413.	Montrims Ltd(Gazipur)	1,904,500
414.	Moon Fashion (Chittagong)	21,900
415.	Moshen & Sons(Chittagong)	7,700
416.	Mostafa & Sons(Noakhali)	47,500
417.	Mostafa Machineries(Dhaka)	116,303
418.	Mostafa Motors(Gabtolli,Dhaka)	69,000
419.	Mostafa Paper Complex Ltd. (Chittagong)	230,500
420.	Mostak Motors(Bogra)	210,224
421.	Motor Associate(Chittagong)	5,510
422.	Mridha Machineries(Potuakhali)	45,000
423.	Muhuri Filling Station(Feni)	47,000
424.	Munna Motors	4,878,000
425.	Muslim Nagar Steel Re-Rolling Mills Ltd(Narayangonj)	47,000
426.	N.Islam Motors(Dhaka)	21,375
427.	Nahid Corporation(Coxs Bazar)	14,880
428.	Nahida Mototrs	9,758,378

SL No	Name of Party	Amounts in Taka
429.	Nasir Group (Dhaka)	1,824,182
430.	Nassa Group(Dhaka)	410,120
431.	National Auto	9,779,170
432.	National Iron & Steel Inds Ltd(Chittagong)	200,000
433.	National Oil Supply(Khulna)	1,099,025
434.	Natore Cold Storage Ltd(Rajshahi)	54,000
435.	Natural Washing Plant Ltd(Dhaka)	255,000
436.	Nature Care(Dhaka)	3,192,500
437.	Navana Electronics Ltd(Dhaka)	40,130,823
438.	Navana IPG Ltd(Bagerhat)	30,000
439.	Nayem Traders	5,466,200
440.	Nazim Enterprise(Comilla)	28,050
441.	Nazira Machinery(Rajshahi)	569,976
442.	Nazrul & Brothers(Jessore)	230,023
443.	NEPC Consortium Power Ltd(Narayangonj)	227,883
444.	New Amin Mototrs	4,908,240
445.	New Bangla Motors(Dhaka)	140,330
446.	New Bhai Bhai Motors(Bagerhat)	1,604
447.	New Bismillah Motors(Dhaka)	16,544
448.	New Era Autos(Chittagong)	15,950
449.	New Faruk Motors(Bogra)	1,208,894
450.	New Johir Motors(Dhaka)	40,710
451.	New Motors	638,925
452.	NF Enterprise(Coxs Bazar)	453,000
453.	Nirob Auto(Manikgonj)	21,000
454.	Nizam Shipping Lines(Adventure-1)	192,000
455.	NK Brothers Filling Station(Gazipur)	141,000
456.	Noor Motors(Dhaka)	4,664
457.	Northdorn Cold Storage Ltd(Saiyadpur)	54,000
458.	Northern Corporation Ltd(Gazipur)	348,500
459.	NRB Equity Management Ltd(Dhaka)	5,832
460.	Nur Brothers(Rangpur)	2,275,530
461.	Nur Cold Storage Ltd(Dhaka)	53,905
462.	Nur Jahan Enterprise(Comilla)	240,664
463.	Nur Motors (Kushtia)	1,237,532
464.	Nur Motors(Dhaka)	4,611
465.	Nuru Honda Servicing Center(Dhaka)	44,801
466.	Obaidul Motors(Dhaka)	37,414
467.	Omi Motors	10,336,000
468.	One Motor Corporation(Dhaka)	189,900
469.	Orion Home Appliances Ltd(Mymensingh)	803,943
470.	OSJI-JV Meghna Workshop(Narayangonj)	53,535
471.	Oxford University(Dhaka)	12,825
472.	Pacific Accessories Ltd(Chittagong)	120,000
473.	Pacific Bangladesh Ltd(Dhaka)	4,900
474.	Pacific Jeans Ltd(Chittagong)	89,100
475.	Padda Cold Storage Ltd(Rajshahi)	160,200
476.	Palash Engineering Works(Dhaka)	56,000
477.	Papela Ltd(Chittagong)	74,466
478.	Papertech Industries Ltd(Dhaka)	150,801
479.	Paragon Ceramics Industries Ltd(Gazipur)	645,182
480.	Partex Star Particle Board Mills Ltd.(Dhaka)	13,747,885
481.	Parvez Traders	4,855,789
482.	Parvin Traders(Gazipur)	10,446,678
483.	Peak Al Ihsan Industries(Pabna)	203,800
484.	Pearl Paper & Board Mills Ltd.(Dhaka)	165,000
485.	Petelco Ltd(Dhaka)	970,275
486.	Petron Lubricants(Jessore)	1,066,135
487.	Popular Enterprise(Dhaka)	388,828
488.	Porichoy Honda Workshop(Dhaka)	36,580

SL No	Name of Party	Amounts in Taka
489.	Poroshi Motors(Feni)	213,576
490.	Powerade Technology Ltd(Dhaka)	445,500
491.	Pran Group (Dhaka)	4,400
492.	Prantik Floating Agency(Narayangonj)	230,526
493.	Prince Electricals Ltd(Narayangonj)	6,146,400
494.	Priti Enterprise	4,899,800
495.	Progoti CNG F/S(Dhaka)	84,000
496.	Protec Electronics Ltd(Gazipur)	1,170,000
497.	Quazi Abedin Tex Ltd(Dhaka)	45,691
498.	Quick Power Engineering Ltd(Narayangonj)	168,200
499.	R.K.Auto Traders	2,314,687
500.	R.P Traders	5,388,000
501.	R.S Enterprise(Chittagong)	1,873,705
502.	Rafi Auto(Khulna)	64,983
503.	Rafi Traders(Sherpur)	81,025
504.	Rahee Enterprise(Rangpur)	321,421
505.	Rahmaan Motors	1,360,707
506.	Raihan Motors(Rajshahi)	37,610
507.	Rajib Auto Parts(Dhaka)	87,045
508.	Raju Enterprise(Noakhali)	79,000
509.	Rambiz Trading Corporation(Dhaka)	360,533
510.	RAMS Power Solution Ltd(Dhaka)	279,500
511.	Rana Enterprise(Dhaka)	39,126
512.	Rana Motors(Gazipur)	11,388
513.	Rana Paribahan(Dhaka)	4,787
514.	Rancon Oceana Ltd(Chittagong)	51,708
515.	Rangapani Tea Estate(T.K.Group)	357,840
516.	Rasel Navigation Co(Dhaka)	184,000
517.	Rashed Motors Lub House(Maulavibazar)	449,500
518.	Rashid Motorcycle Store(Kushtia)	8,743,651
519.	Ratan Mobil House(Tangail)	27,900
520.	Razim Motors	9,967,500
521.	Regal Energy Ltd(Gazipur)	157,640
522.	Remon Motors(Dinajpur)	78,100
523.	Rezaul Motors	4,786,750
524.	Ridwan Filling Station(Chittagong)	235,000
525.	Rifat Automobiles(Sathkhira)	66,562
526.	Rifat Motors	5,466,200
527.	Risoc Ltd(Dhaka)	38,950
528.	Riya Shipping Lines(Dhaka)	441,500
529.	Robintex (Bangladesh) Ltd(Narayangonj)	8,022,464
530.	Romana Fish Processing & Cold Storage Ltd(Chittagong)	82,400
531.	RS Brother Motors(Rajshahi)	20,496
532.	RSM Oil Suppliers (Chittagong)	15,107
533.	Rupa Enterprise(Sathkhira)	4,977
534.	Rupali Banijya Sangstha (Chittagong)	53,500
535.	Rupali Steel Agency(Chittagong)	120,000
536.	Rupsha Tyres & Chemicals Ltd(Narayangonj)	373,400
537.	S.A. Khan Traders(Chittagong)	1,605,700
538.	S.A.Fabrics(Narshindhi)	63,900
539.	S.Alam Cold Rolled Steels Ltd(Chittagong)	42,000
540.	S.B Motors(Sylhet)	61,681
541.	S.G.Oil Refineries Ltd(Mongla)	282,955
542.	S.I Lub House(Jessore)	1,130,000
543.	S.K. Traders (Comilla)	263,895
544.	S.M Traders(Dhaka)	600,000
545.	Sahil Group(Narayangonj)	44,000
546.	Sajon Filling Station(Gazipur)	48,000
547.	Salam Casting Re-Rolling Mills Ltd(Narayangonj)	12,576
548.	Salam Motors(Bogra)	62,692

SL No	Name of Party	Amounts in Taka
549.	Salamin Food Ltd(Joypurhat)	53,000
550.	Saleh Steel Industries Ltd (Chittagong)	2,650,000
551.	Salehiya Fuel Supply(Bagerhat)	72,789
552.	Salim & Brothers Ltd(Chittagong)	110,125
553.	Salim Auto Parts(Dhaka)	107,063
554.	Salna CNG Station Ltd(Gazipur)	54,000
555.	Samata Logistics(Chittagong)	40,000
556.	Samia-Saiba Enterprise(Chittagong)	84,300
557.	Sanjana Fabrics Ltd(Narayangonj)	447,000
558.	Sanjoy Store(Jessore)	207,961
559.	Sarkar International	5,318,868
560.	Satabdi Filling Station(Kushtia)	61,120
561.	Satata Motors(Dhaka)	108,480
562.	Satco Electric Industries Ltd(Narayangonj)	380,000
563.	Sayed Enterprise	5,139,098
564.	Sayedra Traders(Jhenaidah)	403,202
565.	Scandex Knitwear Ltd (Unit-2) (Narayangonj))	258,000
566.	SciRX Bangladesh Ltd(Dhaka)	272,756
567.	Sejda Enterprise(Mymensingh)	1,554,863
568.	SEL Ready-mix & Concrete Ltd(Dhaka)	1,397,830
569.	Selim Motors(Dhaka)	4,427,500
570.	SEM Auto Mobile(Dhaka)	15,000
571.	Sena Kalyan Electric Industries(Chittagong)	4,014,603
572.	Seven Sea Marine Engineering(Dhaka)	30,833
573.	Shafiq Autos(Faridpur)	938,349
574.	Shah & Co	218,960
575.	Shah Ali Motors(Dhaka)	65,520
576.	Shah Amanat & Company(Chittagong)	22,152
577.	Shah Amanat Filling Station(Chittagong)	24,000
578.	Shahabuddin Khan & Brothers	4,899,100
579.	Shahara Traders(Dhaka)	28,285
580.	Shahil Group(Narayangonj)	22,000
581.	Shahin Motors	9,564,388
582.	Shahjalal CNG Ltd(Dhaka)	136,995
583.	Shahjalal Gas & Filling Station(Narayangonj)	23,500
584.	Shahriar Steel Mills Ltd(Dhaka)	1,561,486
585.	Shakti Engineering Ltd(Dhaka)	217,800
586.	Shamim Motor & Electric(Mymensingh)	131,678
587.	Shamukhdum Enterprise(Rajshahi)	36,228
588.	Shan Business Center(Dhaka)	7,480
589.	Sharija Oil Refinery Ltd(Narayangonj)	155,800
590.	Shashi Motors	4,900,000
591.	Shatata Motors	10,881,390
592.	Sheema Automatic Re-Rolling Mills Ltd.(Chittagong)	3,238,000
593.	Shetal Traders	14,700,000
594.	Shirin Spinning Mills Ltd(Tangail)	89,500
595.	Shiva Trade Center(Sylhet)	500,000
596.	Shovon Group of Companies Ltd.(Narayangonj)	40,823
597.	Showkat & Brothers Machineries(Jessore)	10,799,752
598.	Showkat Enterprise(Rajshahi)	248,438
599.	Shun Shing Power Ltd(Gaipur)	202,893
600.	SIF Textile Industries Ltd.(Narayangonj)	1,987,233
601.	Sikder Enterprise (Jessore)	33,237,199
602.	Sikder Motors(Dhaka)	29,200
603.	Sinthia Traders(Potuakhali)	345,000
604.	SKB Stainless Steel Mills Ltd(Gazipur)	330,000
605.	Sonali Automobiles(Khulna)	215,000
606.	Spark Motorcycle Shop(Dhaka)	19,641
607.	Star Padding Ind. Ltd(Chittagong)	23,500
608.	Sukkur Oil Store(Chittagong)	1,969,167

SL No	Name of Party	Amounts in Taka
609.	Sumaiya Trading(Dinajpur)	3,652,900
610.	Summit Alliance Port Ltd(Chittagong)	81,589
611.	Sumon Traders	19,868,698
612.	Sunrise Autos(Dhaka)	269,637
613.	Super Star Electrical Accessories Ltd(Narayangonj)	354,848
614.	Super Star Fan Ltd(Munshigonj)	56,727
615.	Super Synthetics Ltd(Chittagong)	5,750
616.	Swadesh Engineers(Dhaka)	147,000
617.	Swiss Bio Hygienic Equipment(Dhaka)	503,857
618.	T.K.Food Product Ltd(Chittagong)	50,593
619.	T.K.Footwear Ltd(Chittagong)	200,000
620.	T.K.Gas & Gas Cylinder Ltd(Chittagong)	818,581
621.	T.N Accessories Industry(Dhaka)	48,100
622.	Taiyeba Plastic Industries(Dhaka)	129,300
623.	Taj Machineries(Chittagong)	115,730
624.	Takwa Motors(Dhaka)	1,674,411
625.	Tanin Motors(Tangail)	33,100
626.	Tanveer Paper Mills Ltd-PM-12(Narayangonj)	86,724
627.	Tarasima Apparels Ltd(Manikgonj)	706,005
628.	Tasim Industries Ltd(Chittagong)	111,040
629.	Tasin Enterprise(Dhaka)	25,636
630.	Techsol Engineering Ltd(Gazipur)	856,490
631.	Tex Harbour(Narshingdhi)	90,300
632.	The Delta Apparels Ltd(Gazipur)	2,977,776
633.	The Security Printing Corporation (BD) Ltd(Gazipur)	140,360
634.	Titas Motors(B.Baria)	18,643
635.	Titu Machineries(Mymensingh)	81,964
636.	Tokai Power Products Ltd(Dhaka)	2,411,200
637.	Tonni Enterprise(Jhenaidah)	40,974
638.	Torongo Plus Corporation Ltd(Dhaka)	28,540
639.	Tosrifa Industries Ltd(Gazipur)	3,034,000
640.	Total Auto Solutions(Chittagong)	516,725
641.	Total Water Solution(Chittagong)	2,200
642.	Trust Filling Station(Dhaka)	3,288,500
643.	TS Tech Bangladesh Ltd(Narayangonj)	21,000
644.	TS Transformers Limited(Gazipur)	540,000
645.	Twice Group(Dhaka)	12,200
646.	U.F.M (Bangladesh) Ltd(Chittagong)	156,000
647.	UCI Power Plant Ltd(Narayngonj)	173,146
648.	Unifill Composite Dyeing Mills Ltd(Dhaka)	217,045
649.	Unique Cement Fibre Industries Ltd(Narayangonj)	278,069
650.	Unique Power Plant Ltd(Dhaka)	172,751
651.	United Apparels(Narayangonj)	1,120,782
652.	United Grease & Lubricants Ltd(Chittagong)	21,621,115
653.	United Mineral Water & Pet Ind. Ltd(Narayangonj)	42,570
654.	Uttam Traders(Nowgoan)	4,249,981
655.	Valtex International (BD) Ltd(Chittagong)	124,000
656.	Van Sales-Mr.Abdur Rahman	788,402
657.	Van Sales-Mr.Ashok Biswas(Dhaka)	264,773
658.	Van Sales-Mr.Eyakub Shamim	1,226
659.	Van Sales-Mr.Fariduddin	65,776
660.	Van Sales-Mr.Jubair Hossain	1,078,469
661.	Van Sales-Mr.Kamrul(Dhaka)	90,127
662.	Van Sales-Mr.Khokon(Driver)	3,539,343
663.	Van Sales-Mr.Linkon Mollik	353,200
664.	Van Sales-Mr.Mamun(Sylhet)	355,083
665.	Van Sales-Mr.Masum (Dhaka)	30,000
666.	Van Sales-Mr.Mithu Sheikh	49,912
667.	Van Sales-Mr.Mostafizur Rahman	20,000
668.	Van Sales-Mr.Nasir Uddin	73,866

SL No	Name of Party	Amounts in Taka
669.	Van Sales-Mr.Proshanta Kumar	61,577
670.	Van Sales-Mr.Safiqul Islam (Faridpur)	65,000
671.	Van Sales-Mr.Salauddin(Dhaka)	5,357
672.	Van Sales-Mr.Shahed (Driver)	4,689,920
673.	Van Sales-Mr.Shamim Ahmed	98,695
674.	Vertex Innovative Apparels Ltd(Chittagong)	31,973
675.	Vertex off-Dock Logistics Services Ltd(Chittagong)	4,000
676.	Wadud & Brothers	4,610,040
677.	Wavemex Power(Dhaka)	82,000
678.	Well Group(Chittagong)	102,000
679.	XMC Ltd.(Barapukuria Coal Mining Company Ltd)(Dinajpur)	9,842,716
680.	Yousuf & Brothers Logistic Service(Dhaka)	135,659
681.	Yousuf Store(Madaripur)	2,586,731
682.	Yunusco T & A (BD) Ltd.(Chittagong)	149,612
683.	Zaher & Co	4,603,008
684.	Zahir Polymer Industries Ltd(Narayangonj)	639,002
685.	Zahir Steel & Re-Rolling Mills Ltd(Dhaka)	3,138,500
686.	Zakir & Brothers (Dhaka)	3,108,983
687.	Zamil Motors	4,900,000
688.	Zeil Wears Ltd(Comilla)	88,000
689.	Zia Enterprise(Rajshahi)	62,494
690.	Zohora Corporation(Dhaka)	391,000
Total Collection		1,457,756,229
Less: VAT on Sales		(72,400,014)
Net Collection for the year ended 30th June 2018		1,385,356,215

25. **Your Query**

In Note 6.01 TK.16,17,81,743 is shown as Advance against L/C for the year ended June 30, 2017. You are required to submit detail summary along with high-lighted Bank Statement regarding the same;

Our Response:

We are submitting herewith detail summary along with high-lighted Bank Statements regarding Advance against L/C for the year ended June 30, 2017 in **Annexure-21**. A Table below to show the day wise advance payment against L/C:

Date	Particulars	Amount	Bank Name
12-Jul-16	L/C # 134116010417	9,824,483	SEBL
17-Jul-16	BLC Adjust 134116010233	331,400	SEBL
20-Jul-16	L/C Payment L/C # 134116010417	10,258,333	SEBL
21-Jul-16	LC-0437 MC-0296	11,598	SEBL
21-Jul-16	LC-0438,MC-0297	4,894	SEBL
21-Jul-16	LC NO 0436,MC-0298	17,050	SEBL
21-Jul-16	LC NO 0491,MC-0298	2,173	SEBL
3-Aug-16	LC No: 134116010561	8,613	SEBL
3-Aug-16	LC-0561,MC-0354	10,549	SEBL
4-Aug-16	LC No: 134116010566	10,413	SEBL
9-Aug-16	L/C 134116010417	10,588,820	SEBL
11-Aug-16	L/C Payment 134116010417	8,293,771	SEBL
30-Aug-16	LC No: 134116010620	20,163	SEBL
31-Aug-16	LC-0566 MC-0359	14,628	SEBL
31-Aug-16	LC-0620 MC-0414	9,906	SEBL
18-Sep-16	LC No: 134116010437	5,504	SEBL
19-Sep-16	MARGIN For LC No: 134116010665	331,223	SEBL
19-Sep-16	LC No: 134116010665	14,248	SEBL
20-Sep-16	LC No: 134116010665	14,248	SEBL
21-Sep-16	L/C 134116010491	1,207,175	SEBL
27-Sep-16	L/C Payment for 1341160100566	2,185,920	SEBL
29-Sep-16	BLC For 1341/16/01/0436	9,454,938	SEBL
3-Oct-16	LC-0665,MC-0454	23,380	SEBL
6-Oct-16	LC No: 134116010712	35,412	SEBL
17-Oct-16	LC No: 134116010725	6,705	SEBL
31-Oct-16	LC-0712,MC-0489	19,241	SEBL
31-Oct-16	LC-0725,MC-0506	3,053	SEBL

Date	Particulars	Amount	Bank Name
2-Nov-16	LC No: 134116010771	30,085	SEBL
2-Nov-16	LC No: 134116020127	96,319	SEBL
2-Nov-16	LC No: 134116010770	63,387	SEBL
3-Nov-16	BLC for 134116010437	1,726,380	SEBL
3-Nov-16	LC No: 134116020131	5,315	SEBL
3-Nov-16	LC No: 134116020132	38,928	SEBL
3-Nov-16	LC No: 134116020133	17,520	SEBL
3-Nov-16	LC No: 134116020134	6,778	SEBL
4-Dec-16	LC No: 134116010856	5,238	SEBL
12-Dec-16	LC-0898,MC-0678	18,790	SEBL
12-Dec-16	LC No: 134116010898	29,756	SEBL
15-Dec-16	LC No: 134116010903	19,139	SEBL
19-Dec-16	LC-DP-0127,MC-0564	101,665	SEBL
19-Dec-16	LC-DP-0132,MC-0576	38,530	SEBL
19-Dec-16	LC-DP-0133,MC-0574	14,959	SEBL
19-Dec-16	LC-DP-0131,MC-0563	1,517	SEBL
19-Dec-16	LC-DP-0134,MC-0575	3,131	SEBL
19-Dec-16	LC-0770,MC-0562	36,318	SEBL
19-Dec-16	LC-0771,MC-0561	15,960	SEBL
19-Dec-16	LC-0903	9,279	SEBL
26-Dec-16	LC No: 134116020134	7,857	SEBL
8-Jan-17	LC No: 134116020133	35,758	SEBL
9-Jan-17	LC No: 134116010665	4,469	SEBL
15-Jan-17	L/C-1341/16/01/0938	17,465,328	SEBL
17-Jan-17	BLC Adjust 1341/16/01/0770	16,647,132	SEBL
31-Jan-17	LC 16/0665	4,211	SEBL
6-Feb-17	LC No: 134116020127	244,185	SEBL
7-Feb-17	BLC Adjust 1341/17/01/0259	2,276,270	SEBL
8-Feb-17	LC No: 134117010099	130,539	SEBL
12-Feb-17	BLC Adjust for L/C-134117010142	1,164,021	SEBL
22-Feb-17	LC No: 134117010142	7,480	SEBL
22-Feb-17	LC No: 134117010143	9,030	SEBL
28-Feb-17	LC-0099,MC-0068	77,371	SEBL
28-Feb-17	Adjust from BLC # 134117010260	2,084,520	SEBL
19-Mar-17	BLC Adjustment 1341/1701/0246	6,345,083	SEBL
19-Mar-17	LC No: 134116020131	3,125	SEBL
28-Mar-17	LC No: 134116020132	93,226	SEBL
29-Mar-17	LC No: 134117010246	23,308	SEBL
30-Mar-17	LC-0246,MC-0182	11,824	SEBL
2-Apr-17	LC No: 134117010259	10,850	SEBL
2-Apr-17	LC No: 134117010260	10,273	SEBL
16-Apr-17	BLC Adjustment 134117010377	13,965,852	SEBL
20-Apr-17	BLC Adjust 1341/17/01/0678	1,183,388	SEBL
20-Apr-17	LC-0259,MC-0065	10,496	SEBL
24-Apr-17	LC No 134116010665	4,414,604	SEBL
25-Apr-17	LC-0260,MC-0180	5,330	SEBL
30-Apr-17	BLC Adjust 1341/16/01/0712	13,926,583	SEBL
4-May-17	L/C # 1341/17/01/0416	2,938,361	SEBL
7-May-17	LC No: 134117010142	4,971	SEBL
23-May-17	LC No: 134117010377	432,958	SEBL
23-May-17	LC-0377,MC-0273	26,259	SEBL
25-May-17	BLC 1341/17/01/0449	12,281,564	SEBL
1-Jun-17	LC No: 134117010377	46,878	SEBL
4-Jun-17	LC No: 134117010416	12,903	SEBL
18-Jun-17	LC No: 134117010449	22,756	SEBL
21-Jun-17	Adjust BLC 134117010975	10,866,147	SEBL
		161,781,743	

26. Your Query

In Note 6.01 TK. 1,60,80,500 is shown as Advance against Land & Land Development for the year ended June 30, 2017. You are required to submit detail summary along with Bank Statement regarding the same;

Our Response:

We are submitting herewith detail summary along with Bank Statements regarding Advance against Land & Land Development for the year ended June 30, 2017 in **Annexure-22**. A Table given below to show head wise advances against Land & land Development:

Particulars	Amount
Jahangir Alam	6,406,800
Mr. Abu Taher	100,000
Halim Bin Rahman	3,035,000
Mr. Jonab Ali	50,000
Conveyance bill	3,000
Land Exp.	7,000
Digital Land Survey	31,000
Hydro Soil Engineers	350,000
T.N Brick Field	735,200
Mr. Abul Hossen	4,862,500
Mr. A. Sabur & Rahim	500,000
	16,080,500

27. Your Query

In Note 6.01 TK. 1,18,25,648 is shown as Advance against Others for the year ended June 30, 2017 whereas no such head or transaction is found in the previous years. You are required to explain your position and also to submit detail summary along with Bank Statement regarding the same;

Our Response:

We are submitting herewith detail summary along with Bank Statements regarding Advance against Others for the year ended June 30, 2017 in **Annexure-23**.

28. Your Query

In Note 7 TK. 17,68,45,434 is shown as Related Party Transaction for the year ended June 30, 2017 which are given to Companygonj Agro Industries Ltd & Julda Shipyard Ltd respectively where as it was Tk. 14,14,26,472 in the previous year. It appears that this transaction is increasing year after year. Explain your position regarding the same and how the company is being benefited from this transaction.

Our Response:

The amount was given as temporary advances to Companigonj Agro Industries Limited and Julda Shipyard Limited respectively which is recoverable within one year. The management of the company decided on its board meeting dated on 12-11-2017 that any loan and advances which are not recovered within one year will be recover with 6% interest per annum. There is no change of impairment of the amount advances which was given to Companigonj Agro Industries Limited and Julda Shipyard Limited, since those companies are operated under common management. The decision of the board is attached herewith in **Annexure-24** Moreover a substantial portion of the advances for Tk.134,812,534/= was recovered Companygonj Agro Industries Limited and full amount of Tk. 4,410,903/= as advances was also recovered from Julda Shipyard Limited with 6% interest during the year 2018 which was disclosed in Notes to Financial Statements number 36 under related party transaction for the year ended June 30, 2018.

29. Your Query

In Note 7 TK. 4,81,80,000 is shown against Companygonj Agro Industries Ltd where as it was Tk. 17,26,44,751 in the year 2017 under Related Party Transaction. You are required to submit both parties high-lighted bank statement of the said transaction;

Our Response:

We are submitting herewith the high-lighted bank statements of Lub-rref (Bangladesh) Limited and Companygonj Agro Industries Limited regarding related party transactions for the year ended on June 30, 2018 against addition Tk. 10,347,783/= and adjustment Tk. 134,812,534/= to justify the balance of TK. 4,81,80,000 in the year 2018 compared to Tk. 17,26,44,751 in 2017 under Companygonj Agro Industries Limited (related party transactions) in **Annexure-25**.

30. Your Query

In note 21.01 & 21.02 TK. 82,80,17,905 and Tk. 7,60,26,210 is respectively shown as Raw and Packing Material Consumed for the year ended June 30, 2018.

Our Response:

In note 21.01 & 21.02 TK. 82,80,07,905 and Tk. 7,60,26,210 is respectively shown as Raw and Packing Material purchased for the year ended June 30, 2018 under Raw Materials and Packing Materials consumption. We are submitting herewith the purchase documents (i.e. L/Cs, Pro-forma Invoices and bill of Lading, etc) in support of the above purchases in **Annexure-26 (A)** for Raw Material Purchases & **Annexure 26 (B)** for Packing Material Purchase.

31. **Your Query**

Tk. 140,41,07,865 is shown as Receipts from customer for the period of June 30, 2018 and Tk. 108,93,61,494 is shown as Payments to suppliers in the Statement of Cash Flows for the period of June 30, 2017. You are required to submit summary statements along with high-lighted bank statements regarding the same;

Our Response:

We are submitting herewith the summary statements along with high-lighted bank statements regarding Receipts from Customers for Tk. 140,41,07,865/= for the period of June 30, 2018 in **Annexure -27 (A)** and Payments to suppliers for Tk. 108,93,61,494/= for the period of June 30, 2017 in **Annexure -27 (B)**.

A. Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
1	A.H.Jute Spinners & Belting Ltd(Faridpur)	169,000
2	A.K Motors	5,250,999
3	A.M.Hossain	4,540,000
4	A.M.Traders	12,738,980
5	A.R Traders	9,869,908
6	A.R.Motors	4,964,652
7	A.Rahin Motors(B.Baria)	267,027
8	AB & Sons	9,649,742
9	AB Filling Station	9,265,030
10	ABB Ltd(Gazipur)	4,500
11	Abdul Monem Sugar Refinery Ltd.-Lab Test	40,000
12	Abdur Sukkur (Dhaka)	6,000
13	Abrar Traders(Dhaka)	11,472,324
14	Abul Kalam Automobiles	3,725,000
15	Abul Khair Macth Factory Ltd	6,796
16	Abul Khair Steel Melting Ltd (Melting)	3,367,818
17	ACI Godrej Agrovat Private Ltd(Rajshahi)	41,641
18	Acorn Infrastructure Services Ltd.-Lab Test	39,400
19	Active Distribution Ltd(Gazipur)	132,225
20	Adams Caps & Textiles Ltd(Chittagong)	666,500
21	Ad-Din Womens Medical College & Hospital(Dhaka)	177,200
22	Adex Engineering Ltd.(Gazipur)	5,926,197
23	Adex Transformer Ltd(Gazipur)	18,740,884
24	Advance Auto Care(Dhaka)	58,525
25	Advance Techno flow Bangladesh Ltd(Dhaka)	705,000
26	Agro Food Services Ltd(Chittagong)	52,000
27	Ahamed & Sons	9,930,800
28	Ahnaf Auto Parts(Dhaka)	4,560
29	AK Kamal Motors	20,249,200
30	Akhi International	2,000,000
31	Akhtar Board Industries Ltd(Manikgonj)	86,000
32	Akij Cement, C/O-Maas Erectors Ltd.-Lab Test	4,000
33	Akij Group(Dhaka)	557,930
34	Akondh Traders	4,900,000
35	Akter Motors	5,004,936
36	Al Afifa Motors(Bagerhat)	14,493
37	Al Habib Nahar Trading	2,967,500
38	Al Hatim Machinery(Chittagong)	24,660
39	Al Manhaj(Chittagong)	16,955
40	Al Modina Lubricants(Hobigonj)	61,466
41	Al Modina Machineries(Hobigonj)	677,878
42	Alam & Brothers(Dhaka)	4,965,472
43	Alam Brothers (Chandpur)	1,527,515
44	Alam Enterprise(Chittagong)	12,676
45	Alam Traders(Rajshahi)	7,808,387
46	Al-Amin Enterprise(Narayangonj)	112,000
47	Alhaj Jute Mills Ltd(Jamalpur)	2,107,635
48	Alhaj Textile Mills Ltd(Dhaka)	48,000
49	Ali Motors(Dhaka)	11,000
50	Alid Cold Storage Ltd(Munshigonj)	108,000

SL No	Name of the Party	Amounts in Taka
51	Alif Automobiles	5,130,550
52	Alif Corporation(Dhaka)	65,280
53	Alif Fashion Ltd.	26,500
54	Alif Sriti Motors	1,215,500
55	Alim Knit (BD) Ltd (Dhaka)	664,000
56	Al-Karim Motors(B.Baria)	201,600
57	Allah Vorsha Motors(Dhaka)	20,479,799
58	Allahar Dan Machinerries(Sathkhira)	922,314
59	Al-Modina Auto Parts(Chittagong)	789,108
60	Al-Muslim Group(Dhaka)	13,800
61	Al-Muslim Washing Ltd(Dhaka)	13,200
62	Alo Machinerries(Narayangonj)	282,000
63	Amanat Motors	9,730,380
64	Ambition Power Control Ltd(Chittagong)	102,500
65	Amdanga Machinerries Store	4,900,000
66	Amir Hossain Khan & Co(Chandpur)	9,061,532
67	Ammajan Traders(Chittagong)	10,200
68	Ananda Shipyard & Slipways Ltd(Narayangonj)	238,200
69	Angur & Co.-Lab Test	9,700
70	Anik Traders (Bogra)	5,024,000
71	A-One Polar Ltd(Dhaka)	600
72	Apparel Art Limited(Gazipur)	362,790
73	Apparel Wet Processing Ltd(Mymensingh)	623,000
74	APS Logistics(Chittagong)	62,016
75	Arafat Logistic(Chittagong)	241,669
76	ARC Surfactant Ltd(Gazipur)	16,300
77	Arif Khan Trade Bangladesh(Dhaka)	732,668
78	Arif Motorcycle Workshop(Chuadanga)	160,910
79	Arman Packaging Ltd(Chittagong)	6,054,009
80	Artisan Ceramics Ltd(Dhaka)	482,543
81	Asha Plastic (Dhaka)	402,900
82	Ashik Auto Repairing Works(Pabna)	4,107,569
83	Ashraf Trade International-Centrifuging	417,320
84	Ashraf Traders(Dhaka)	11,762,300
85	Ashugonj 450 MW CCPP (South) Power Station-Lab Test	124,375
86	Asia Allied Febrics Ltd(Chittagong)	40,000
87	Asian Oil Stores(Norshingdhi)	113,500
88	Asik Motors(Rajshahi)	12,310
89	Astech Limited	3,364,860
90	Atik Karim	9,842,493
91	Auto Parts(Chittagong)	119,500
92	Auto Plus	9,930,800
93	Awlad Motors	4,800,900
94	Ayub Ali Automobiles	3,925,000
95	Azahar Auto Traders	5,030,800
96	Aziz Motor Works(Dhaka)	6,864
97	B.Alam Motors(Dhaka)	382,622
98	B.S. Engineering Works(Dhaka)	80,000
99	Babul Automobiles & Mobil House	925,000
100	Baburhat Filling Station	150,000
101	Baizid News Print Mills Ltd(Chittagong)	50,000
102	Bangla Motors	4,900,000
103	Bangla Trac Power Unit-1-Lab Test	28,200
104	Bangladesh Coast Guard(Dhaka)	18,550
105	Bangladesh Erectors Limited (BEL)-Lab Test	153,232
106	Bangladesh Footwear (Pvt) Ltd(Narayangonj)	606,977
107	Bangladesh Navy (Chittagong)	31,800
108	Bangladesh Shipping Corporation(Chittagong)	2,331,623
109	Banoful & Kishwan Group	5,500
110	Bantel Ltd(Dhaka)	10,700

SL No	Name of the Party	Amounts in Taka
111	Bappy Traders(Dhaka)	89,240
112	Baraka Patenga Power Limited (Lab Test)	522,580
113	Barapukuria Tap Biddut Kendro(Dinajpur)	46,640
114	Bashundhara Enterprise	160,000
115	Bashundhara Group(Dhaka)	141,308
116	Basic Power Engineering Ltd(Gazipur)	388,500
117	Bay Fishing Corporation Ltd(Chittagong)	459,949
118	Belal Auto Electric Service(Chittagong)	19,450
119	Bengal Electric House(Dhaka)	16,800
120	Bengal Motors & Oil Center	1,935,000
121	Bengal Poly & Paper Sack Ltd(Gazipur)	4,875,000
122	Bengal Sack Corporation Limited(Chittagong)	697,855
123	Bengal Synthetic Fibers Ltd(Chittagong)	83,900
124	Betelco Power Solution(Gazipur)	400,000
125	Bhai Bhai Auto(Patuakhali)	415,000
126	Bhai Bhai Machineries(Lalmonirhat)	142,925
127	Bhai Bhai Machinery(Madaripur)	843,718
128	Bhai Bhai Motors (Dhaka)	5,637
129	Bhai Bhai Navigation Co.(Dhaka)	92,000
130	Bhuiyan Corporation(Dhaka)	47,281,146
131	Bhuiyan Corporation-2(Dhaka)	199,182
132	Bhuiyan Motors(Dhaka)	10,000
133	Bhuiyan Traders	310,000
134	Bibiyana II CCPP ONM-Lab Test	8,500
135	Binimoy Steel Re-Rolling Mills Ltd(Narayangonj)	344,010
136	Bismillah Auto Mobil House(Feni)	2,072,233
137	Bismillah Automobiles	44,525,014
138	Bismillah Enterprise(Khagrachori)	163,500
139	Bismillah Motor(Chittagong)	12,384
140	Bismillah Motor(Dhaka)	5,772
141	Bismillah Motors(Manikgonj)	808,800
142	Bismillah Motors(Mymensingh)	29,633
143	Bismillah Navigation(Chittagong)	1,176,800
144	Bismillah Traders(Chapainababgonj)	91,764
145	Biswas Fabrics Ltd(Dhaka)	147,000
146	Biswas Motor	4,603,696
147	Biswas Nath Pal	4,798,500
148	Biswas Synthetic Ltd(Dhaka)	478,252
149	Biswas Textile Ltd(Dhaka)	221,110
150	BLC Tool Room & Training Center(Dhaka)	40,000
151	BM Motors	9,930,800
152	Boshu Enterprise(Jhenaidah)	1,442,810
153	BR Spinning Mills Ltd(Naranyangonj)	209,140
154	BR Textiles Ltd(Dhaka)	110,580
155	Brandix Casual Wear Bangladesh Ltd(Comilla)	347,378
156	Brave Royal Shipping Ltd(Chittagong)	398,289
157	Bright Traders(Chittagong)	41,000
158	British American Tobacco Bangladesh. GLT-Plant, Chourash, Kushtia.	36,000
159	BSRM Steel Mills Ltd(Chittagong)	749,873
160	Bureau Veritas (Bangladesh) Pvt. Ltd.-Lab Test	23,130
161	BurigangaFloating Pump(Dhaka)	2,144,000
162	Canada Bangla CNG Station(Dhaka)	171,240
163	Captain Altaf(Chittagong)	54,310
164	Cash Sales(Chittagong)	192,431
165	Century Interlining & Manufacturing Co(Dhaka)	348,000
166	Century Travels(Jhenaidah)	49,077
167	Chakda Steel & Re-Rolling Mills Ltd(Dhaka)	3,247,000
168	Chanchal Trading & Transport(Pabna)	117,500
169	Chandpur 15 MW Power Station (BPDB)-Lab Test	36,000
170	China Harbour Engineering Company Ltd-Lab Test	9,800

SL No	Name of the Party	Amounts in Taka
171	China Hubei Electric Power Contruction First Engineering Company	2,938,060
172	China National Technical Import & Export Corporation-Lab Test	25,000
173	China Northeast Electric Power Engineering & Services Co. Ltd	19,800
174	Chittagong Machinery(Chittagong)	130,830
175	Chittagong Traders(Dhaka)	226,260
176	Chowdhury & Sons (Chittagong)	180,826
177	Chowdhury Autos-2(Sylhet)	2,759,626
178	Chowdhury Filling Station(Hobigonj)	20,500
179	Chowdhury Himager Ltd(Bogra)	108,000
180	CITF-2018	1,966,337
181	City Center(Barisal)	3,983,974
182	City Motors	3,296,596
183	CLC Power Company Ltd(Dhaka)	242,200
184	Confidence Electric Ltd(Narayangonj)	16,275,983
185	Consort Flexipack Ltd(Chittagong)	38,800
186	Construction of Muradpur Flyover Project-Lab Test	42,560
187	Continental Marine Fisheries Ltd(Chittagong)	733,942
188	Corona Oil & Lubricants Ltd.	17,500
189	Cosmo Filling Station(Dhaka)	282,000
190	Crown Maritime and Shipping Services-Lab Test	15,900
191	D.K Automobiles	4,900,000
192	D.V.Lub Oil (Chittagong)	1,805,009
193	Dablu Auto	305,598
194	Dacca Ceramics & Sanitary Wares Ltd(Gazipur)	106,386
195	Dacca Textiles Ltd(Mymensingh)	5,868,000
196	Dada Plastic Metalizing(Dhaka)	15,200
197	Daf Ctg Accessories Ltd(Chittagong)	390,205
198	Darbar Auto Traders	200,000
199	Darbar Oil Supply-Lab Test	12,000
200	Delowar Machinery Store(Comilla)	155,400
201	Denim Plus (BD) Ltd(Chittagong)	61,500
202	Desh Cambridge Kumargaon Power Co. Ltd.-Centrifuging	215,000
203	Desh Engineers & MFG.Co.Ltd(Dhaka)	583,450
204	Deshbandhu Cement Mills Ltd(Sirajgonj)	1,259,900
205	Dewan Brothers	4,900,000
206	Dhaka Ice Cream Ind. Ltd(Dhaka)	14,400
207	Dhaka Motors	15,397,000
208	Diamond Cement Ltd. - Lab Test	12,000
209	Dienco Limited(Dhaka)	200,000
210	Disha Motors(Gazipur)	11,400
211	DITF-2018	1,175,991
212	Dubai automobiles	95,000
213	Dutch Bangla Power & Associates Ltd.-Centrifuging	37,500
214	Dwip Marine (Chittagong)	338,550
215	Eastern Bunker Service(Chittagong)	24,500
216	Eastern Refinery Limited-Lab Test	12,200
217	Eastern Trade Syndicate(Chittagong)	12,233,449
218	Eazy Distribution	490,000
219	Ecochem Bangladesh (Pvt) Ltd(Dhaka)	63,274
220	Ekata Auto & Mobil (Noapara)	51,000
221	Electro Transformer & Switchgear Co.Ltd(Dhaka)	1,447,239
222	Elham Enterprise(Sylhet)	216,698
223	Elite Paint & Chemical Industries Ltd(Chittagong)	39,000
224	EM Power Ltd(Dhaka)	771,881
225	Ena Motors	4,928,796
226	Energy Plus Engineering(Gazipur)	20,000
227	Energy Prima Limited-Lab Test	108,590
228	Energypac Engineering Ltd (Dhaka)	36,380,783
229	Epitom(Dhaka)	24,500
230	Eriell Group(Comilla)	389,000

SL No	Name of the Party	Amounts in Taka
231	Ershadul Motors(Rangpur)	116,952
232	ETB Group(Narayangonj)	42,050
233	Eureka CNG F/S (Dhaka)	95,150
234	Euro Tech Bangladesh(Narayangonj)	20,000
235	Evergreen Technology Co.Ltd(Dhaka)	197,185
236	Expo Synthetic Leather Ltd(Mymensingh)	2,912,073
237	F.V Bashundara-1(Chittagong)	784,400
238	Fabian Industries Ltd(Chittagong)	742,826
239	Fabian Metal Product Ltd(Chittagong)	1,145
240	Fabtex Limited(Chittagong)	110,500
241	Faisal Motors	609,414
242	Faiyaad Motors(Dhaka)	81,600
243	Faiza Button & Zipper Ltd(Gazipur)	4,300
244	Famous Motors	700,000
245	Farmin Poly & Packaging (Pvt) Ltd(Chittagong)	50,000
246	Farr Ceramic (Gazipur)	2,748,050
247	Faruk Brick Industries Ltd(Dhaka)	422,347
248	Faruk Mistry Garage(Chittagong)	9,770
249	Fast Equipment(Dhaka)	5,205,000
250	Fatullah Dyeing & Calendering Mills Ltd(Narayangonj)	665,000
251	Fatullah Fabrics Ltd(Narayangonj)	2,200,000
252	Fazar Ali Textile(Narayangonj)	37,000
253	Fency Petrol Pump(Dinajpur)	41,500
254	Ferdaus Lube Autos & Supplers(Dhaka)	92,770
255	Ferdous & Sons	1,915,000
256	Fortune Traders(Munshigonj)	11,823,119
257	Foyez Ahmed & Sons(Chittagong)	96,000
258	Fresh Steel and Re-Rolling Mills Ltd(Narayangonj)	726,632
259	Friends Motors	4,936,863
260	Friends Petroleum Agency	3,481,720
261	Fulbagicha Oil Suppliers(Dhaka)	598,250
262	Fu-Wang Ceramic Industry Ltd(Dhaka)	57,204
263	G.C. Box Ltd(Chittagong)	440,780
264	G.M Motors(Rangpur)	4,020
265	G.S Automobiles	300,000
266	Galaxy Automation Engineering(Gazipur)	984,500
267	Galaxy Motors	120,000
268	Gazi Enterprise	1,345,000
269	GBB Power Limited.	159,000
270	Giant Garments Ind. (Pvt) Ltd(Gazipur)	30,800
271	Global Ad Star Bag Ind.Ltd(Narayangonj)	3,214,304
272	Glory Trading & Distribution(Chittagong)	5,845,303
273	Gold Star Lubricants	200,000
274	Golden Ispat Ltd(Chittagong)	172,200
275	Golder Automobiles(Bhola)	69,262
276	Gonoshasthaya Grameen Textile Mills Ltd(Sirajgonj)	221,865
277	Goodwill Automobiles(Dhaka)	60,719
278	Gouhs Fashion Ltd(Chittagong)	39,935
279	Gowsia Motors	1,612,500
280	GPH Ispat Ltd.-Lab Test	14,800
281	Grameen Fabrics & Fashions Ltd(Dhaka)	438,700
282	Grameen Motors(Dhaka)	69,600
283	Grameen Telecom Trust(Dhaka)	215,930
284	Grid Power(Dhaka)	72,600
285	Grow Biz Industries Ltd(Gazipur)	8,100
286	Gupta Plywood & Wood Processing Industries (Dinajpur)	729,050
287	H.M Engineers(Barisal)	1,302,000
288	H.M Steel - Lab Test	1,800
289	H.R.Trade Center	4,048,300
290	H.S Traders	510,000

SL No	Name of the Party	Amounts in Taka
291	Habib Motors	9,770,880
292	Habib Trading Corporation(Dhaka)	4,923,000
293	Hakim Enterprise-1(Gazipur)	975,896
294	Hakkani Heavy Equipment(Chittagong)	76,000
295	Hamid Automobiles Workshop(Dhaka)	40,594
296	Hamida Lub House(Bogra)	154,208
297	Haq Engineers(Dhaka)	12,030
298	Haripur Power Limited-Lab Test	8,986
299	Harun Automobiles	170,000
300	Hasan Chemical Ind. Ltd(Dhaka)	29,925
301	Hasbee Enterprise	1,583,000
302	Hathazari 100 MW Peaking Power Station (BPDB-Ctg)-Lab Test	9,500
303	Heidelberg Cement Bangladesh Ltd-Lab Test.	416,015
304	Helal & Sons	1,965,000
305	Helal Enterprise(Chittagong)	8,045
306	Hello Airlines Limited-Lab Test	8,900
307	Highway Motors(Chittagong)	23,500
308	Himaly Cold Storage Ltd(Rajshahi)	106,800
309	Hino Motors	500,000
310	Hira Machineries(Hobigonj)	20,483
311	HMR Automobiles	1,773,000
312	Hoque Agency	655,000
313	HS Enterprise(Dhaka)	32,025
314	Hujaifa Autos(Bogra)	3,199,285
315	HWA Well Textiles (BD) Ltd(Mymensingh)	616,843
316	Hyosung Corporation-Centrifuging	1,080,242
317	IBMS Technologies Ltd.-Centrifuging	144,259
318	Ibn Sina Pharmaceuticals(Dhaka)	126,280
319	Ibrahim Motors	1,158,000
320	Impro Solution	6,000
321	IMW CNG Bangladesh Ltd (Dhaka)	1,940,760
322	Incontrade Limited(Chittagong)	3,936,000
323	Industrial Hand Protection Ltd(Chittagong)	665,178
324	Integral Electric Company(Chittagong)	1,942,000
325	Interlink Textile Ltd(Dhaka)	122,700
326	Interstoff Apparels Ltd(Gazipur)	1,200,000
327	Intraco Ready Mix Ltd(Chittagong)	221,255
328	Iqbal Auto Parts(Chittagong)	5,156,832
329	IR Bulb Co Ltd(Narayangonj)	143,816
330	Irfan Machinery & Electric House	1,945,000
331	Islam Garments Ltd(Gazipur)	2,553,235
332	Islamia Store (Satkhira)	1,855,230
333	Israfill Fuel Supply	1,500,000
334	J.M. Lub House(Dhaka)	28,200
335	Jafar & Co(Chittagong)	15,676
336	Jahan Motors	850,000
337	Jahanara Motors(Netrokona)	33,000
338	Jahed & Brothers(Chittagong)	111,789
339	Jaman Motors(Dhaka)	377,230
340	Jaman Motors(Natore)	459,400
341	Jamuna Motors(Dhaka)	25,132
342	Janani Auto	2,680,000
343	Janani Automobiles	1,270,000
344	Janani Board Mills Ltd(Norshingdhi)	83,500
345	Janani Lubricants(Chittagong)	60,000
346	Janani Motors(Dinajpur)	2,074,098
347	Janata Motors	430,000
348	Jar World Marine-Lab Test	6,500
349	Jasim Enterprise(Chittagong)	4,664
350	Jeans 2000 Ltd(Chittagong)	41,000

SL No	Name of the Party	Amounts in Taka
351	Joint Power(Jamalpur)	19,500
352	Jony Enterprise-Lab Test	18,800
353	Jony Machineries & Motor House(Netrokona)	62,000
354	Joy Motors(Tangail)	102,520
355	Junab Motors	5,900,000
356	K.B Lubricants-Lab Test	111,338
357	K.S.S Knit Composite Ltd(Gazipur)	1,979,700
358	Kadam Rasul Cold storage(Munshigonj)	54,000
359	Kadamtoli Steel Mills Pvt Ltd(Dhaka)	128,150
360	Kafil Motors	5,420,875
361	Kalipad Kundu (Jhalakathi)	4,513,775
362	Kalushah Enterprise(Chittagong)	83,200
363	Kamal Enterprise	4,899,962
364	Kamal General Store(Chittagong)	17,975
365	Karnafully Bus Company Ltd(Dhaka)	28,164
366	Karnafully Enterprise(Rajshahi)	466,760
367	Karnaphuli Prakritik Gas Ltd(Chittagong)	133,000
368	Kashem Ali Enterprise	850,000
369	Kawser Auto Center(Dhaka)	11,546
370	Kawser Trading Agency(Chittagong)	70,500
371	KDS Canvas Garments (Pvt) Ltd(Chittagong)	29,925
372	KDS KYCR Coil Industries Ltd(Chittagong)	1,188,267
373	KDS KYCR Coil Industries Ltd(Mechanical Nof-2)	850,000
374	KDS Steel Accessories Ltd(Chittagong)	288,013
375	Khadija Motors(Jessore)	2,591,760
376	Khaleq CNG Station(Dhaka)	85,500
377	Khaleq Filling Station(Saiyadpur)	11,293,141
378	Khan Brothers Shipbuilding Ltd(Narayangini)	152,000
379	Khan Store	5,789,000
380	Khan Textiles(Dhaka)	12,300
381	Khan Trading	4,914,000
382	Khawja Traders-Lab Test	27,800
383	Khokon Automobiles Works(Dhaka)	4,466
384	Khondokar Oil Supply(Faridpur)	15,028,330
385	Kings Confectionery (BD) Ltd.(Narayangonj)	82,220
386	Kishwan Snaks Ltd.-Lab Test	5,500
387	Komol Automobiles	4,525,000
388	Krone Ltd(Dhaka)	661,817
389	Kuliarchar Cold Storage Ltd(Kishoregonj)	181,000
390	Kuliarchar Sea Food Ltd(Coxsazar)	99,000
391	Kunda Store(Pabna)	97,500
392	Kurigram Jute Processing Works(Kurigram)	38,500
393	Kushiara Power Company Ltd.-Lab Test	26,200
394	L.M.T Company(Chittagong)	56,220
395	Lafarge Holcim Bangladesh Ltd. Lab Test	616,755
396	Laila CNG Filling Station(Chittagong)	603,000
397	Lark Petroleum Company Ltd(Chittagong)	108,200
398	Larsen & Toubro Ltd.- Lab Test	57,200
399	Lily Auto Corner(Rangpur)	1,308,604
400	Lily Filling Station	10,445,000
401	Lipi Traders	7,575,232
402	Litun Fabrics Ltd(Narayangonj)	816,535
403	Long Life(Gazipur)	461,439
404	Lube House(Dhaka)	600,000
405	Lubricants Asia Ltd-Lab Test	6,000
406	Lubsol International-Lab Test	39,000
407	M.A Mobil Center(Rangpur)	3,295,000
408	M.A Motors(Feni)	85,000
409	M.A.Enterprise(Chittagong)	159,280
410	M.C Motors	9,897,652

SL No	Name of the Party	Amounts in Taka
411	M.Hossain & Sons(Dhaka)	5,854,250
412	M.M Enterprise	34,423,455
413	M.R.Enterprise(Bogra)	83,227,647
414	M.R.K. Hardwear	7,480
415	M.R.Marine (Chittagong)	111,450
416	M/S. Habib Engineering-Lab Test	2,400
417	Maa & Sons(Chittagong)	11,340
418	Maa Motors	16,710
419	Maas Erectors Ltd.-Centrifuging	807,764
420	MAB Spinning Ltd(Dhaka)	123,000
421	Madina Cement Industries Ltd.-Lab Test	20,000
422	Madina Fish Enterprise(Chittagong)	457,618
423	Madina Oil Suppliers-Lab Test	5,600
424	Madina Traders(Chittagong)	465,000
425	Magnet Electronics(Dhaka)	41,000
426	Mainetti Bangladesh Pvt Ltd(Dhaka)	38,000
427	Maisa Lub House(Shariatpur)	1,048,788
428	Maisha Traders(Jessore)	352,416
429	Maleka Traders	10,900,000
430	Mamun Machinerics(Netrokona)	18,667
431	Mamun Machinery Store(Borguna)	130,000
432	MANS Electrical Ltd (Dhaka)	43,996,000
433	Marine Lubricants(Khulna)	7,980
434	Masud Enterprise(Chittagong)	23,500
435	Masud Rana(Dinajpur)	41,500
436	Mavis Carriers(Dhaka)	35,670
437	Max Power Ltd.-Lab Test	74,600
438	Maya traders	4,900,000
439	Mazada Consortium Ltd(Ashugoni)	21,565
440	Md.Arab Ali(Chittagong)	23,000
441	Md.Forkan(Dhaka)	8,710
442	Mech Power Ltd(Dhaka)	275,600
443	Meghna Lub Center(Chatok)	61,600
444	Meghna Lubricants (Sylhet)	1,111,000
445	Meghna Petroleum Ltd.-Lab Test	13,650
446	Meghna Traders	4,900,000
447	Meghnaghat Power Ltd.-Lab Test	98,220
448	Merim Co Limited(Chittagong)	81,760
449	Metco Feed Ltd(Chittagong)	57,000
450	Minerva CNG Ltd(Dhaka)	81,245
451	Mir Motors	1,049,061
452	Miron Motors(Dhaka)	98,600
453	Mirpur Ceramics (Dhaka)	331,269
454	Mirza Group & Industries(Dinajpur)	153,430
455	Mitali Textile Mills(Norshingdhi)	279,800
456	Mithila International Agecncy(Dhaka)	12,825
457	Modern Hardware(Rajshahi)	20,220
458	Modern Steel Mills Ltd. (RSRM)	34,000
459	Modern Trading Agency(Dhaka)	6,068,849
460	Modina Filling Services(Narayangonj)	7,847,060
461	Modina Fuel(Dhaka)	1,077,324
462	Modina Motors(Dhaka)	18,183
463	Mofiz & Brothers(Noakhali)	39,240
464	Mohammadi Enterprise(Chittagong)	38,000
465	Mokbul Auto	9,785,000
466	Mokka Mobil House(Comilla)	15,059
467	Mokka Oil Supply-Lab Test	2,000
468	Mollai Zantro Bitan(Magura)	64,500
469	Momin Workshop(Dhaka)	16,045
470	Mondol Knitwear's Ltd(Gazipur)	164,000

SL No	Name of the Party	Amounts in Taka
471	Moni Autos(Nowgaon)	5,000
472	Montrims Ltd(Gazipur)	1,904,500
473	Moon Fashion (Chittagong)	21,900
474	Moshen & Sons(Chittagong)	7,700
475	Mostafa & Sons(Noakhali)	47,500
476	Mostafa Machineries(Dhaka)	116,303
477	Mostafa Motors(Gabtolli,Dhaka)	69,000
478	Mostafa Paper Complex Ltd. (Chittagong)	230,500
479	Mostak Motors(Bogra)	210,224
480	Motor Associate(Chittagong)	5,510
481	Mridha Machineries(Potuakhali)	45,000
482	Muhuri Filling Station(Feni)	47,000
483	Munna Motors	4,878,000
484	Muslim Nagar Steel Re-Rolling Mills Ltd(Narayangonj)	47,000
485	N.Islam Motors(Dhaka)	21,375
486	Nahid Corporation(Coxs Bazar)	14,880
487	Nahid Trading-Lab Test	26,000
488	Nahida Mototrs	9,758,378
489	Nasir Group (Dhaka)	1,824,182
490	Nassa Group(Dhaka)	410,120
491	National Auto	9,779,170
492	National Iron & Steel Inds Ltd(Chittagong)	200,000
493	National Oil Supply(Khulna)	1,099,025
494	Natore Cold Storage Ltd(Rajshahi)	54,000
495	Natural Washing Plant Ltd(Dhaka)	255,000
496	Nature Care(Dhaka)	3,192,500
497	Navana Electronics Ltd(Dhaka)	40,130,823
498	Navana IPG Ltd(Bagerhat)	30,000
499	Nayem Traders	5,466,200
500	Nazim Enterprise(Comilla)	28,050
501	Nazira Machinery(Rajshahi)	569,976
502	Nazrul & Brothers(Jessore)	230,023
503	NEPC Consortium Power Ltd(Narayangonj)	227,883
504	New Amin Mototrs	4,908,240
505	New Bangla Motors(Dhaka)	140,330
506	New Bhai Bhai Motors(Bagerhat)	1,604
507	New Bismillah Motors(Dhaka)	16,544
508	New Era Autos(Chittagong)	15,950
509	New Faruk Motors(Bogra)	1,208,894
510	New Johir Motors(Dhaka)	40,710
511	New Motors	638,925
512	NF Enterprise(Coxs Bazar)	453,000
513	Nirob Auto(Manikgonj)	21,000
514	Nizam Shipping Lines(Adventure-1)	192,000
515	NK Brothers Filling Station(Gazipur)	141,000
516	Noor Motors(Dhaka)	4,664
517	Northdorn Cold Storage Ltd(Saiyadpur)	54,000
518	Northern Corporation Ltd(Gazipur)	348,500
519	Novel Enterprise-Lab Test	3,900
520	NRB Equity Management Ltd(Dhaka)	5,832
521	Nur Brothers(Rangpur)	2,275,530
522	Nur Cold Storage Ltd(Dhaka)	53,905
523	Nur Jahan Enterprise(Comilla)	240,664
524	Nur Motors (Kushtia)	1,237,532
525	Nur Motors(Dhaka)	4,611
526	Nuru Honda Servicing Center(Dhaka)	44,801
527	Obaidul Motors(Dhaka)	37,414
528	Ocean Fuel International-Lab Test	267,909
529	Oceanus Ship Management Services-Lab Test	29,970
530	Omi Motors	10,336,000

SL No	Name of the Party	Amounts in Taka
531	One Motor Corporation(Dhaka)	189,900
532	Orion Home Appliances Ltd(Mymensingh)	803,943
533	OSJI-JV Meghna Workshop(Narayangonj)	53,535
534	Oxford University(Dhaka)	12,825
535	Pacific Accessories Ltd(Chittagong)	120,000
536	Pacific Bangladesh Ltd(Dhaka)	4,900
537	Pacific Jeans Ltd(Chittagong)	89,100
538	Packmat Industries Ltd (Pran RFL)-Lab Test	5,600
539	Padda Cold Storage Ltd(Rajshahi)	160,200
540	Padma Group	10,200
541	Pakiza Dyeinh & Printing Industries Ltd.-Lab Test	15,000
542	Palash Engineering Works(Dhaka)	56,000
543	Palmal Group-Lab Test	3,200
544	Papela Ltd(Chittagong)	74,466
545	Papertech Industries Ltd(Dhaka)	150,801
546	Paragon Ceramics Industries Ltd(Gazipur)	645,182
547	Partex Star Particle Board Mills Ltd.(Dhaka)	13,747,885
548	Parvez Traders	4,855,789
549	Parvin Traders(Gazipur)	10,446,678
550	Payra Power Plant	5,500
551	Peak Al Ihsan Industries(Pabna)	203,800
552	Pearl Paper & Board Mills Ltd.(Dhaka)	165,000
553	Petelco Ltd(Dhaka)	970,275
554	Petron Lubricants(Jessore)	1,066,135
555	Popular Enterprise(Dhaka)	388,828
556	Porichoy Honda Workshop(Dhaka)	36,580
557	Poroshi Motors(Feni)	213,576
558	Port Fuel Suppliers Co.-Lab Test	18,000
559	Port Land International-Lab Test	1,071,095
560	Powerade Technology Ltd(Dhaka)	445,500
561	Pran Group (Dhaka)	4,400
562	Prantik Floating Agency(Narayangonj)	230,526
563	Premium Trade Corporation Ltd.-Lab Test	7,800
564	Prince Electricals Ltd(Narayangonj)	6,146,400
565	Priti Enterprise	4,899,800
566	Progoti CNG F/S(Dhaka)	84,000
567	Protec Electronics Ltd(Gazipur)	1,170,000
568	Quazi Abedin Tex Ltd(Dhaka)	45,691
569	Quick Power Engineering Ltd(Narayangonj)	168,200
570	R.K.Auto Traders	2,314,687
571	R.P Traders	5,388,000
572	R.S Enterprise(Chittagong)	1,873,705
573	Rafi Auto(Khulna)	64,983
574	Rafi Traders(Sherpur)	81,025
575	Rafiq Enterprise-Lab Test	13,100
576	Rahee Enterprise(Rangpur)	321,421
577	Rahmaan Motors	1,360,707
578	Raihan Motors(Rajshahi)	37,610
579	Rajib Auto Parts(Dhaka)	87,045
580	Raju Enterprise(Noakhali)	79,000
581	Rambiz Trading Corporation(Dhaka)	360,533
582	RAMS Power Solution Ltd(Dhaka)	279,500
583	Rana Enterprise(Dhaka)	39,126
584	Rana Motors(Gazipur)	11,388
585	Rana Paribahan(Dhaka)	4,787
586	Rancon Oceana Ltd(Chittagong)	51,708
587	Rangapani Tea Estate(T.K.Group)	357,840
588	Rangdhanu Tradelink-Lab Test	9,800
589	Rasel Navigation Co(Dhaka)	184,000
590	Rashed Motors Lub House(Maulavibazar)	449,500

SL No	Name of the Party	Amounts in Taka
591	Rashid Motorcycle Store(Kushtia)	8,743,651
592	Ratan Mobil House(Tangail)	27,900
593	Razim Motors	9,967,500
594	Regal Energy Ltd(Gazipur)	157,640
595	Remon Motors(Dinajpur)	78,100
596	Renata Limited-Lab Test	178,600
597	Reverie-Lab Test	10,400
598	Rezaul Motors	4,786,750
599	Ridwan Filling Station(Chittagong)	235,000
600	Rifat Automobiles(Sathkhira)	66,562
601	Rifat Motors	5,466,200
602	Risoc Ltd(Dhaka)	38,950
603	Riya Shipping Lines(Dhaka)	441,500
604	Robintex (Bangladesh) Ltd(Narayangonj)	8,022,464
605	Romana Fish Processing & Cold Storage Ltd(Chittagong)	82,400
606	RS Brother Motors(Rajshahi)	20,496
607	RSM Oil Suppliers (Chittagong)	15,107
608	Rupa Enterprise(Sathkhira)	4,977
609	Rupali Banijya Sangstha (Chittagong)	53,500
610	Rupali Steel Agency(Chittagong)	120,000
611	Rupsha Tyres & Chemicals Ltd(Narayangonj)	373,400
612	Rural Power Company Ltd.-Lab Test	763,744
613	S.A. Khan Traders(Chittagong)	1,605,700
614	S.A.Fabrics(Narshindhi)	63,900
615	S.Alam Cold Rolled Steels Ltd(Chittagong)	42,000
616	S.B Motors(Sylhet)	61,681
617	S.G.Oil Refineries Ltd(Mongla)	282,955
618	S.I Lub House(Jessore)	1,130,000
619	S.K. Traders (Comilla)	263,895
620	S.M Traders(Dhaka)	600,000
621	S.S Industries-Lab Test	2,000
622	Sahil Group(Narayangonj)	44,000
623	Saiful Islam Fabricator(Chittagong)	76,500
624	Sajon Filling Station(Gazipur)	48,000
625	Salam Casting Re-Rolling Mills Ltd(Narayangonj)	12,576
626	Salam Motors(Bogra)	62,692
627	Salamin Food Ltd(Joypurhat)	53,000
628	Saleh Steel Industries Ltd (Chittagong)	2,650,000
629	Salehiya Fuel Supply(Bagerhat)	72,789
630	Salim & Brothers Ltd(Chittagong)	110,125
631	Salim Auto Parts(Dhaka)	107,063
632	Salna CNG Station Ltd(Gazipur)	54,000
633	Samata Logistics(Chittagong)	40,000
634	Samia-Saiba Enterprise(Chittagong)	84,300
635	Samsung C & T	54,000
636	Sanjana Fabrics Ltd(Narayangonj)	447,000
637	Sanjoy Store(Jessore)	207,961
638	Sarkar International	5,318,868
639	Satabdi Filling Station(Kushtia)	61,120
640	Satata Motors(Dhaka)	108,480
641	Satco Electric Industries Ltd(Narayangonj)	380,000
642	Sayed Enterprise	5,139,098
643	Sayedra Traders(Jhenaidah)	403,202
644	Scandex Knitwear Ltd (Unit-2) (Narayangonj))	258,000
645	SciRX Bangladesh Ltd(Dhaka)	272,756
646	Sea Marine Fuel Suppliers Co-Lab Test	117,300
647	Sea Maritime Services (Lab Test)	4,100
648	Sealink Survey & Inspection Co., Ltd-Lab Test	8,000
649	Sejda Enterprise(Mymensingh)	1,554,863
650	SEL Ready-mix & Concrete Ltd(Dhaka)	1,397,830

SL No	Name of the Party	Amounts in Taka
651	Selim Motors(Dhaka)	4,427,500
652	SEM Auto Mobile(Dhaka)	15,000
653	Sena Kalyan Electric Industries(Chittagong)	4,014,603
654	Seven Sea Marine Engineering(Dhaka)	30,833
655	SGS, Bangladesh, Ltd-Lab Test	20,961
656	Shafiq Autos(Faridpur)	938,349
657	Shah & Co	218,960
658	Shah Ali Motors(Dhaka)	65,520
659	Shah Amanat & Company(Chittagong)	22,152
660	Shah Amanat Filling Station(Chittagong)	24,000
661	Shahabuddin Khan & Brothers	4,899,100
662	Shahara Traders(Dhaka)	28,285
663	Shahil Group(Narayangonj)	22,000
664	Shahin Motors	9,564,388
665	Shahjalal CNG Ltd(Dhaka)	136,995
666	Shahjalal Gas & Filling Station(Narayangonj)	23,500
667	Shahriar Steel Mills Ltd(Dhaka)	1,561,486
668	Shakti Engineering Ltd(Dhaka)	217,800
669	Shamim Motor & Electric(Mymensingh)	131,678
670	Shamukhdum Enterprise(Rajshahi)	36,228
671	Shan Business Center(Dhaka)	7,480
672	Sharija Oil Refinery Ltd(Narayangonj)	155,800
673	Shashi Motors	4,900,000
674	Shatata Motors	10,881,390
675	Sheema Automatic Re-Rolling Mills Ltd.(Chittagong)	3,238,000
676	Shetal Traders	14,700,000
677	Shirin Spinning Mills Ltd(Tangail)	89,500
678	Shiva Trade Center(Sylhet)	500,000
679	Shovon Group of Companies Ltd.(Narayangonj)	40,823
680	Showkat & Brothers Machineries(Jessore)	10,799,752
681	Showkat Enterprise(Rajshahi)	248,438
682	Shun Shing Power Ltd(Gaipur)	202,893
683	Siemens Bangladesh Ltd.-Lab Test	160,762
684	SIF Textile Industries Ltd.(Narayangonj)	1,987,233
685	Sikder Enterprise (Jessore)	33,237,199
686	Sikder Motors(Dhaka)	29,200
687	Sinthia Traders(Potuakhali)	345,000
688	SKB Stainless Steel Mills Ltd(Gazipur)	330,000
689	Sonali Automobiles(Khulna)	215,000
690	Spark Motorcycle Shop(Dhaka)	19,641
691	Standard Asiatic Oil Company Limited-Lab Test	21,150
692	Star Padding Ind. Ltd(Chittagong)	23,500
693	Sukkur Oil Store(Chittagong)	1,969,167
694	Sumaiya Trading(Dinajpur)	3,652,900
695	Summit Alliance Port Ltd(Chittagong)	81,589
696	Summit Meghnaghat Power Company Ltd.-Lab Test	64,800
697	Summit Power Ltd.-Lab Test	16,000
698	Sumon Traders	19,868,698
699	Sunrise Autos(Dhaka)	269,637
700	Super Star Electrical Accessories Ltd(Narayangonj)	354,848
701	Super Star Fan Ltd(Munshigonj)	56,727
702	Super Synthetics Ltd(Chittagong)	5,750
703	Swadesh Engineers(Dhaka)	147,000
704	Swiss Bio Hygienic Equipment(Dhaka)	503,857
705	T.K.Food Product Ltd(Chittagong)	50,593
706	T.K.Footwear Ltd(Chittagong)	200,000
707	T.K.Gas & Gas Cylinder Ltd(Chittagong)	818,581
708	T.N Accessories Industry(Dhaka)	48,100
709	Taher & Co. Ltd. (Lab Test)	7,600
710	Taiyeba Plastic Industries(Dhaka)	129,300

SL No	Name of the Party	Amounts in Taka
711	Taj Machineries(Chittagong)	115,730
712	Takwa Motors(Dhaka)	1,674,411
713	Tanin Motors(Tangail)	33,100
714	Tanveer Paper Mills Ltd-PM-12(Narayangonj)	86,724
715	Tarasima Apparels Ltd(Manikgonj)	1,006,005
716	Tasim Industries Ltd(Chittagong)	111,040
717	Tasin Enterprise(Dhaka)	25,636
718	Techsol Engineering Ltd(Gazipur)	856,490
719	Tex Harbour(Narshingdhi)	90,300
720	The Delta Apparels Ltd(Gazipur)	2,977,776
721	The Security Printing Corporation (BD) Ltd(Gazipur)	140,360
722	Titas Motors(B.Barua)	18,643
723	Titu Machineries(Mymensingh)	81,964
724	Tokai Power Products Ltd(Dhaka)	2,411,200
725	Tonni Enterprise(Jhenaidah)	40,974
726	Torongo Plus Corporation Ltd(Dhaka)	28,540
727	Tosrifa Industries Ltd(Gazipur)	3,034,000
728	Total Auto Solutions(Chittagong)	516,725
729	Total Water Solution(Chittagong)	2,200
730	Trade Link Enterprise-Lab Test	1,000
731	Trans World Marine Services-Lab Test	2,000
732	Trust Filling Station(Dhaka)	3,288,500
733	TS Tech Bangladesh Ltd(Narayangonj)	21,000
734	TS Transformers Limited(Gazipur)	540,000
735	Twice Group(Dhaka)	12,200
736	U.F.M (Bangladesh) Ltd(Chittagong)	156,000
737	UCI Power Plant Ltd(Narayngonj)	173,146
738	Unifill Composite Dyeing Mills Ltd(Dhaka)	217,045
739	Unique Cement Fibre Industries Ltd(Narayangonj)	278,069
740	Unique Power Plant Ltd(Dhaka)	207,751
741	United Apparels(Narayangonj)	1,120,782
742	United Grease & Lubricants Ltd(Chittagong)	21,621,115
743	United Mineral Water & Pet Ind. Ltd(Narayangonj)	42,570
744	United Power Generation & Distribution Company Ltd.-Lab Test	21,600
745	United Trade Center-Lab Test	1,800
746	Uttam Traders(Nowgoan)	4,249,981
747	Valtex International (BD) Ltd(Chittagong)	124,000
748	Van Sales-Mr.Abdur Rahman	788,402
749	Van Sales-Mr.Ashok Biswas(Dhaka)	264,773
750	Van Sales-Mr.Eyakub Shamim	1,226
751	Van Sales-Mr.Fariduddin	65,776
752	Van Sales-Mr.Jubair Hossain	1,078,469
753	Van Sales-Mr.Kamrul(Dhaka)	90,127
754	Van Sales-Mr.Khokon(Driver)	3,539,343
755	Van Sales-Mr.Linkon Mollik	353,200
756	Van Sales-Mr.Mamun(Sylhet)	355,083
757	Van Sales-Mr.Masum (Dhaka)	30,000
758	Van Sales-Mr.Mithu Sheikh	49,912
759	Van Sales-Mr.Mostafizur Rahman	20,000
760	Van Sales-Mr.Nasir Uddin	73,866
761	Van Sales-Mr.Proshanta Kumar	61,577
762	Van Sales-Mr.Safiqul Islam (Faridpur)	65,000
763	Van Sales-Mr.Salauddin(Dhaka)	5,357
764	Van Sales-Mr.Shahed (Driver)	4,689,920
765	Van Sales-Mr.Shamim Ahmed	98,695
766	Vanguard Garments Ltd.-Lab Test	11,600
767	Vertex Innovative Apparels Ltd(Chittagong)	31,973
768	Vertex off-Dock Logistics Services Ltd(Chittagong)	4,000
769	Victoria FashionAcc: Industries(Gazipur)	92,020
770	Wadud & Brothers	4,610,040

SL No	Name of the Party	Amounts in Taka
771	Wahabs Sea Services Company-Lab Test	723,100
772	Wavemex Power(Dhaka)	82,000
773	Well Group(Chittagong)	102,000
774	XMC Ltd.(Barapukuria Coal Mining Company Ltd)(Dinajpur)	9,842,716
775	Yousuf & Brothers Logistic Service(Dhaka)	135,659
776	Yousuf Store(Madaripur)	2,586,731
777	Yunusco T & A (BD) Ltd.(Chittagong)	149,612
778	Zaher & Co	4,603,008
779	Zahir Polymer Industries Ltd(Narayangonj)	639,002
780	Zahir Steel & Re-Rolling Mills Ltd(Dhaka)	3,138,500
781	Zakir & Brothers (Dhaka)	3,588,983
782	Zamil Motors	4,900,000
783	Zeil Wears Ltd(Comilla)	88,000
784	Zia Enterprise(Rajshahi)	62,494
785	Zohora Corporation(Dhaka)	391,000
	Total Collection against Operating Income	1,476,507,879
	Less: VAT on Sales Revenue	(72,400,014)
	Net Collection (Net of VAT as per Audit Report 2017-2018)	1,404,107,865

B. Payments to suppliers

Payment to Suppliers 30th June 2017

Particulars			Amounts in Taka	
			Details	Amounts
Adjustment for Advance Deposit & Prepayments				
Adjustment in Advance				132,955,733
Advance against L/C			85,752,414	
Advance against VAT			(32,188)	
Advance Against Salary & Allowance			6,864,938	
Advance Against Procurement			(7,094,304)	
Advance Travelling & Conveyance			342,100	
Advance against Office Rent			77,500	
Advance against Floor Purchase			12,000,000	
Advance against Office Expenses			1,966,251	
Advance against Selling & Distribution Expenses			321,000	
Advance against Land & Land Development			15,880,500	
Advance against Civil construction			545,134	
Advance against Fuel Expenses			79,850	
Advance against Legal & Professional Expenses			4,426,890	
Advance against Others			11,825,648	
Adjustment in Deposit				1,638,771
Bakhrabad Gas System Ltd.			1,728,205	
Van Omran Tank Terminal -VOTT			(350,000)	
Security Deposit to Mayor Rajshahi City Corporation			32,291	
Security Deposit to Anduip CNG Filling Station, Dhaka			40,000	
PUFFL			8,610	
Security Deposit with General Electric Manufacturing Co. Ltd			179,665	
Raw Material (Import)				189,424,905
BE Number	Date	Particulars		
853939	17.07.16	Lube Base Oil	7,214,637	
853934	17.07.16	Lube Base Oil	7,291,371	
888192	24.07.16	Lube Base Oil	6,917,999	
888207	24.07.16	Lube Base Oil	7,956,208	
940497	04.08.16	Lube Base Oil	13,995,919	
865183	19.07.16	ADDITIVES FOR LUBRICATING OIL	389,132	
954958	07.8.16	ADDITIVES FOR LUBRICATING OIL	10,719,897	
1191494	10.10.16	BRAKE FLUID	2,029,696	
1191515	10.10.16	TRANSFORMER OIL	2,496,328	
1144939	27.09.16	NEW EMPTY DARRELS	2,325,064	
1045197	29.08.16	Lube Base Oil	1,400,967	
1354130	20.11.16	Lube Base Oil	12,199,130	
1415472	04.12.16	Lube Base Oil	13,926,833	

Particulars			Amounts in Taka	
			Details	Amounts
1415497	04.12.16	Lube Base Oil	7,928,471	
1191526	10.10.16	Lube Base Oil	6,363,496	
74270	16.01.17	Lube Base Oil	5,884,820	
74224	16.01.17	Lube Base Oil	5,894,193	
140631	29.01.17	Lube Base Oil	10,489,035	
359102	15.03.17	Lube Base Oil	15,494,191	
389168	22.03.17	Lube Base Oil	8,580,294	
414633	28.03.17	Lube Base Oil	24,372,166	
357118	14.03.17	Lube Base Oil	573,132	
187057	07.02.17	ADDITIVES FOR LUBRICATING OIL	5,683,788	
471006	09.04.17	ADDITIVES FOR LUBRICATING OIL	1,954,608	
Local		INFENIUM	7,343,530	
Raw Material Purchase (Local)				657,864,396
Adex Engineering			6,328,442	
Ahmed Motors			5,700,700	
Al-Amanat Engineering			10,507,949	
Alamgir & Borthers			5,721,192	
Al-Baraka enterprise			5,640,750	
Al-Bukhary Enterprise			3,861,870	
Allied Trade International			5,669,635	
Amanat Motors			3,789,930	
Amin Fish Farms & Ind.Ltd.			5,805,558	
Amin Lub House			7,490,371	
Amra Traders			3,733,468	
Anwar Filling			3,832,440	
Arab Ali Trading			4,650,376	
Arafat & Brothoers			11,434,318	
Asha Plastic			3,668,504	
Asutosh CNG.			3,820,668	
Azim Group			5,631,158	
B.N Traders			5,702,662	
Babul Engineering			5,683,805	
Baizid Steel Industries Ltd.			6,645,185	
Baraka Lubricants			8,436,033	
Belal Automobile House			11,628,818	
Bondor Lubricant			11,432,985	
Brightstar			5,809,700	
CAIL			6,576,886	
CBC Corporation Ltd.			9,345,050	
Chandpur Lube Suppliers			2,907,030	
Chittagong Steel Engineering			5,654,484	
Chondon Automobiles			6,486,045	
Chowdhury Motors Ctg			6,609,760	
Confidence Cement			9,288,980	
Dana Engineers			2,803,480	
Dwip Marine			5,562,488	
Electro Ind.			5,408,580	
Ema Enterprise			1,834,252	
Energy Traders			4,757,872	
Engineering House			5,651,650	
Farida Motors			5,615,789	
Fast Distribution			3,769,656	
Five Star Eng.Workshop			5,604,780	
Flora Ltd.			5,858,009	
Friends Petroleum			6,495,790	
G.S.Motors Oil Co.			7,477,182	
Golden Container			1,853,000	
Gulashan Engine Oil			5,781,251	
Hakim Ullah Shah Store			1,911,315	

Particulars	Amounts in Taka	
	Details	Amounts
Hazrat Shahjalal Service Centre	10,984,884	
Hi-Tech Petroleum	3,661,310	
Ibrahim Motors	2,707,015	
Imran Brothers	3,712,649	
Intraco CNG Ltd.	7,553,482	
Jahed Motors	3,789,930	
Jalal Sevicen Center	3,732,378	
Jalalabad Motors	3,828,625	
Jamuna Oil & Lub Trading	5,765,010	
Kowser Trading Agency	11,469,329	
Kornofully Ind. Ltd.	5,499,377	
Lion Trading	5,659,825	
Lubricant House	11,030,582	
M.H Enterprise	5,737,760	
Maayer Doa	5,612,628	
Ma-Babar Dowla Lube House	11,010,635	
Meghna Oil Suppliers	6,726,172	
Meheru Enterprise	5,703,316	
Modina Oil Supply	6,684,534	
Mofiz & Brothers	5,140,031	
Monjur Motors	4,825,159	
Mostafa Paper Complex	7,600,134	
N. Alam Traders	4,607,550	
Najma Oil Suppliers	5,633,338	
Nandini Auto Traders	11,581,926	
National Iron	3,811,512	
Navana Service Center Ltd.	6,548,645	
Nila Trading & Suppliers	4,813,474	
Nites Bose Lube House	7,563,292	
Noakhali Lubricants	11,421,674	
North Bengal	5,798,473	
Nur-Jahan Iron	6,846,951	
Pacific Association	6,640,314	
Parameer Engineer	5,768,484	
Quick Auto	8,493,389	
Rakib Enterprise	12,296,219	
Rashed Disharies	4,879,528	
RASHED ENTERPRISE	11,163,671	
Rupali oil Agency	6,722,030	
Sabrina Lubricants	6,708,732	
Sagorika Lube House	4,870,808	
Salim & Brothers	13,473,433	
Sajib Enterprise	5,615,060	
Saleh Steel	8,604,242	
Sammi Autos	11,086,935	
Sayed Enterprise	5,627,136	
Sea Port Shipping	5,723,808	
Shah Alam Motors	6,600,055	
Shah Amanat Motors	5,679,990	
Sohel Oil Suppliers	5,863,144	
Star Padding	6,659,725	
Uddayon Lubrcants	4,806,280	
Ulfa Plastic	8,565,739	
Uttam Traders	4,890,428	
Uttara Motors	5,505,393	
Vai Vai Lubricants	11,159,420	
Vertex Logistics Ltd	3,518,990	
Packing Material Purchase (Local)		68,223,002
Astech Limited	3,868,460	

Particulars	Amounts in Taka	
	Details	Amounts
Awlad Hossain & Brothers	2,133,588	
Banani Drum Suppliers	4,379,497	
Chevron Bangladesh Block-12 Ltd.	939,150	
Haks Industries Ltd.	9,589,360	
Jamuna Drum Suppliers	9,367,975	
Pacific Chemitrade Co.	2,305,867	
Parkesine Products Ltd.	1,781,994	
Perstudio BD Ltd.	5,300,360	
R.S.M Drum Suppliers	7,441,400	
Rubel Steel Mills Ltd.	17,889,559	
Yousuf Prienter	3,225,792	
Adjustment for Factory Overhead		39,254,688
Salary, wages and allowances	10,272,178	
Festival Bonus	983,036	
Carriage inward	479,032	
Director's remuneration and benefits	2,931,840	
Electricity & power	574,876	
Entertainment	98,024	
Factory general expenses	581,372	
Gas & power	8,974,500	
Insurance premium	4,899,965	
Laboratory expenses	838,783	
Medical expenses	61,398	
Repairs and maintenance	5,234,932	
Travelling and conveyance	57,453	
VOTT Rent	3,267,299	
Net Payment to Suppliers (For the year ended 30th June 2017)		1,089,361,494

32. **Your Query**

In Note 8 under Cash & Cash Equivalent Tk. 71,98,202 & Tk. 11,40,10,771 are shown as Cash in Hand and Cash in Bank respectively for the year ended June 30. 2018 where as those were only Tk. 58,93,132 and Tk. 26,94,453 in the year 2016. Explain your position regarding abnormal increase of the same;

Our Response:

Comparative Cash Flow Statement for June 30, 2018 and 2016

**Comparative Cash Flow Statement
for June 30, 2018 and 2016**

	30-Jun-18	30-June-16
A. Cash flows From Operating Activities		
Receipts from Customers	1,404,107,865	912,544,603
Receipts from other Non-operating Income	7,517,175	-
Payment to Suppliers, & others	(919,664,661)	(609,958,663)
Payment for Operating Expenses	(34,689,797)	-
Income Tax Paid	(18,009,199)	(8,336,830)
Net Cash (Used In) / Generated By Operating Activities	439,261,383	294,249,110
B. Cash Flows From Investment Activities		
Purchase of Property, Plant & Equipment	(30,192,687)	(86,311,763)
Addition in Capital Work-In-Progress	(553,608,296)	(247,541,805)
Adjustment of Related Party Current Account	128,665,436	(52,442,747)
Net Cash (Used In) / Generated By Investing Activities	(455,135,547)	(386,296,315)
C. Cash Flow From Financial Activities :		
Financial Expense Paid	(111,704,269)	(109,566,083)
Repayment of Short-term Loan	(20,725,484)	188,295,633)
Repayment of Long-term Loan	(4,699,554)	(32,134,964)
Addition of Share Money Deposit	210,000,000	41,545,000
Net Cash (Used In) / Generated By Financial Activities	72,870,694	88,139,586
D. Increase/ (Decrease) In Cash and Cash Equivalents (A+B+C)	56,996,530	(3,907,619)
E. Opening Cash and Cash Equivalents	73,736,723	15,742,434
F. Closing Cash and Cash Equivalents (D+E)	130,733,253	11,834,815
Net Operating Cash Flow Per Share (Basic)	4.45	0.34

From the comparative cash flow above, it is to be noted that the company has generated Tk. 439,261,383/= from operating activities during the year ended on June 30, 2018 whereas the company has generated only Tk. 294,249,110/= during the year ended on June 30, 2016. This was the main reason to have huge cash surplus in cash & cash equivalent in 2018 compared to the year 2016. The other reason was for share money deposit which were Tk. 210,000,000/= in 2018 and in 2016 the share money deposit was only Tk. 41,545,000/=.

33. Your Query

As per Note 21.01 & 21.02 Tk. 83,13,01,340 & Tk. 7,72,47,821 are shown as Raw Material Consumed and Packing Material Consumed during the year ended June 30, 2017. You are required to submit summary statement, copies of L/Cs, Pro-forma Invoices and bill of Lading regarding the same;

Our Response:

In note 21.01 & 21.02 Tk. 83,13,01,340 & Tk. 7,72,47,821 are respectively shown as Raw and Packing Material purchased for the year ended June 30, 2017 under Raw Materials and Packing Materials consumption. We are submitting herewith the purchase documents (i.e. L/Cs, Invoices and bill of Lading, etc) in support of the above purchase in **Annexure-18** for Raw Material Purchase & **Annexure- 28** for Packing Material Purchase.

34. Your Query

In Note 39 Directors Remuneration is shown Tk. 77,11,300 for the year ended June 30, 2018 which is more than double than the year 2016. Explanation required;

Our Response:

We have mistakenly included Tk.3,525,000/= in 2016 instead of Tk. 6,964,800/= which are shown separately as follows in Note 21.03 and 22.00 of the Comparative Financial Statements for year ended on June 30, 2017:

Directors Remuneration & other benefits under note 21.03	Tk. 2,661,420/-
Directors Remuneration & other benefits under note 22.00	Tk. 4,189,380/-
Board Meeting Attendance Fees under note 22.00	Tk.114,000/-
Total	Tk. 6,964,800/-

We extremely sorry for the above mistake and have corrected the note number 38.00 and 39.00 of the Financial Statements for the year ended on June 30, 2017

35. Your Query

In the Schedule of Property Plant and Equipment as at June 30, 2017, Tk. 51,64,08,360 shown as Transferred of Capital Work in Progress. You are required to submit detail breakdown along with supporting documents regarding the same;

Our Response:

We are submitting herewith detail breakdown along with supporting documents (bills and vouchers) regarding Capital Work in Progress which was transferred to Property Plant and Equipment during the Financial Year ended on June 30, 2017 in **Annexure-29**.

36. Your Query

In Note 34 it appears that Blanding Unit is Utilized 55.71% as on June 30, 2018. So 44.29% has remained unutilized for the company. Then what is the justification for further expansion where the company has opportunity to use unutilized portion;

Our Response:

We couldn't utilize the remaining 44.29% capacity in Blending Unit due to lack of some highly sophisticated capital machineries in our production process. The cost of such capital machineries will be Tk. 980,000,000 which we have proposed to collect from IPO proceeds. If we could procure the above capital machineries from our IPO proceeds we will be able to utilize the remaining capacity in full.

37. Your Query

Copies of updated mutation and current rent receipts of land at Chittagong;

Our Response:

We are submitting herewith Copies of updated mutation and current rent receipts of Company land at Chittagong in **Annexure-30**.

38. Your Query

Updated copies of approval from BOI regarding employment of foreign employees;

Our Response:

We are submitting herewith updated copies of approval from BOI regarding employment of foreign employees in **Annexure-31**.

39. Your Query

Group insurance documents as per requirement of the 'Bangladesh Labour (Amendments) Act, 2013';

Our Response:

We are submitting herewith Group insurance documents as per requirement of the 'Bangladesh Labour (Amendments) Act, 2013 in **Annexure-32**.

40. Your Query

Copy of approval of trade mark using 'BNO' identification.

Our Response:

We are submitting herewith photocopy of approval of trade mark using 'BNO' identification in **Annexure-33**.

41. **Your Query**

Copy of ceiling price fixed by the Government as stated in clause 2.8 of the agreement dated 23-08-2016 with BPC;

Our Response:

We are submitting herewith **Annexure-34** the declared Price on NBR and which they have approved subsequently.

42. **Your Query**

Copy of in Fire insurance policies as required under clause 2.11 of the agreement dated 23-08-2016 with BPC;

Our Response:

We are submitting herewith photocopy of in Fire insurance policies as required under clause 2.11 of the agreement dated 23-08-2016 with BPC in **Annexure-35**.

43. **Your Query**

You have not transferred money to the 'Workers profit participation Fund' opened in Southeast Bank Limited, Jubilee Road Branch as per requirement of the Labour Law, 2006;

Our Response:

We have made provision for Tk. 13,590,920/- up to June 30, 2018 out of which we have deposited Tk. 500,000/- in the fund in Account Number 000813100014915 of Southeast Bank Limited, Jubilee Road Branch. We are submitting herewith Bank Certificate regarding Balance Confirmation of the above mentioned A/C in **Annexure-36**.

44. **Your Query**

Copy of approval from environment authority as required under clause 03 of letter dated 23-11-2017 as production capacity will increase due to expansion.

Our Response:

We have already taken approval of Department of Environment regarding production capacity for 12200 MT production capacity in Blending Unit out of which we could use presently only 55.71% ,i.e. 6992MT blending production. For accomplishing the licensed capacity in Blending Unit fully, we need to include some highly sophisticated machineries with our current establishment. We have included in our IPO proposal Tk. 980,000,000 against such sophisticated capital machineries. And as such we do not need any further approval from Department of Environment for additional expansion production capacity in this regard. We have submitted herewith the approval from environment authority as required under clause 03 of letter dated 23-11-2017 as production capacity in **Annexure-8A**.

45. **Your Query**

Updated environment clearance certificate license from বিস্ফোরক পরিদপ্তর is not submitted;

Our Response:

We are submitting herewith update Explosive License (i.e. environment clearance certificate) from বিস্ফোরক পরিদপ্তর is Annexed in **Annexure- 37**.

46. **Your Query**

Revised physical verification report by the Issue Manager since your submitted report has not included status of land at Juldha, Chittagong;

Our Response:

We have submitted herewith revised physical verification report by the Issue Manager which included status of land at Juldha, Chittagong in the prospectus in **Annexure-38**.

47. **Your Query**

You have not submitted statutory auditor's opinion on valuation report as per requirement of the Valuation Guideline;

Our Response:

We have submitted the Revised statutory auditor's opinion on valuation report as per requirement of the Valuation Guideline in **Annexure-39** and incorporated in the prospectus

48. **Your Query**

It appears that useful economic life as shown in page 74 of the draft prospectus differs with the economic life and written down value shown in the valuation report. Explain;

Our Response:

The useful economic life of Property, Plant & Equipment may vary from economic life of assets due to subsequent up-gradation, maintenance, wear and tear of assets. Some of the assets useful life may increase for subsequent up-gradation and continuous maintenance and some other assets may be obsolete due to sudden modernization or damages of such assets. The company is continuously upgrading and maintaining its capital assets each year, thereby no such obsolete capital assets was happened rather increased life of capital assets were found till the date of valuation.

49. **Your Query**

You have not submitted copies of contract as required under rule of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 [Annexure(E)(B) (21)(d)] as IPO proceeds are not sufficient to complete the project.

Our Response:

The IPO proceeds are sufficient to cover the project cost of Lub-rref (Bangladesh) Ltd. Thus, the above rule is not applicable for the company. We have updated our draft prospectus regarding the above rules accordingly.

Deficiencies in the draft prospectus:

1. **Your Query**

Rule B (2) (d)(e & h) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Executive Summary are required to change in the Prospectus;

Our Response:

We have updated the prospectus page no. 12 regarding executive summary as per your query to mitigate the deficiencies under Rules B(2) (d) (e & h) and submitted updated Draft Prospectus in **Annexure- 40**.

2. **Your Query**

Rule B (5) (d)(viii) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Description of Business are required to change in the Prospectus;

Our Response:

The prospectus page. 42 regarding description of Business is corrected as per your query to mitigate the deficiencies under Rules B (5) (d)(viii). An Updated Draft Red Hearing prospectus is attach herewith in **Annexure-40**.

3. **Your Query**

Rule B (5) (e)(i) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Description of Properties are required to change in the Prospectus;

Our Response:

The prospectus Page No. 71 regarding description of properties is corrected as per your query to mitigate the deficiencies under Rules B (5) (e)(i). An Updated Draft Red Hearing prospectus is attach herewith in **Annexure-40**.

4. **Your Query**

Rule B (5) (f) (ii) (g), (o), (cc) & (dd) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Plan of Operation are required to change in the Prospectus;

Our Response:

The prospectus Page no. 108 regarding plan of operation is corrected as per your query to mitigate the deficiencies under Rules B (5) (f)(ii)(g)(o)(cc) & (dd). An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

5. **Your Query**

Rule B (6) (b) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Management Discussion & Analysis are required to change in the Prospectus;

Our Response:

The prospectus Page no. 112 regarding Management Discussion & Analysis is corrected as per your query to mitigate the deficiencies under Rules B (6) (b). An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

6. **Your Query**

Rule B (7) (g) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Directors & Officers are required to change in the Prospectus;

Our Response:

The prospectus page no. 118 Regarding Directors & Officers is corrected as per your query to mitigate the deficiencies under Rules B (7) (g). An Updated Draft Red Hearing prospectus is attach herewith in **Annexure-40**.

7. **Your Query**

Rule B (19)(r) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Internal Risks of Risk Factors is required to revise in the Prospectus;

Our Response:

The prospectus page no. 164 regarding Internal Risk of Risk Factors is corrected as per your query to mitigate the deficiencies under Rules B (19) (r). An Updated Draft Red Hearing prospectus is attach herewith in **Annexure-40**.

8. **Your Query**

Rule B (21) (a), (b), (d), (e), (i) & (h) of the Bangladesh Securities and Exchange Commission (Public Issue), Rules 2015 under Use of Proceeds are required to change in the Prospectus;

Our Response:

The prospectus page no. 171 Regarding Use of Proceeds is corrected as per your query to mitigate the deficiencies under Rules B (21),(a),(b),(d), (e), (i) & (h). An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

9. Your Query

Statement of Profit & Loss & Other Comprehensive Income shown in page 202 & 324 are not matched to each other;

Our Response:

All relevant pages of Prospectus are updated in the prospectus as per your query to mitigate the deficiencies. An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

10. Your Query

Rule 25(a), (f) and (h) regarding Auditor's Certificates are required to revise;

Our Response:

We are submitting herewith Revised Auditors Certificates to mitigate the deficiencies under rules 25 (a),(f) & (h) in **Annexure-41**. We have updated Draft Red Hearing Prospectus in relevant of the above deficiencies which is attached herewith in **Annexure-40**.

11. Your Query

Include under risk factor that validity of license for production & distribution of petroleum will expire on 24-02-2019 and BERC license will expire on 15-10-2019;

Our Response:

We have included under risk factor that that validity of license for production & distribution of petroleum will expire on 24-02-2019 and BERC license will expire on 15-10-2019 in the prospectus. An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

12. Your Query

Updated status regarding Income Tax is to be included in the prospectus;

Our Response:

We have updated status regarding Income Tax and inserted in the prospectus. An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

13. Your Query

Include under risk factor that the company has not made provision for Tk. 93,81,752/= against income tax dispute with the Income Tax Authority;

Our Response:

We have included under risk factor that the company has not made provision for Tk. 93,81,752/= against income tax dispute with the Income Tax Authority in the prospectus. An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

14. Your Query

You have included rate of interest of loan given to related party in page 127 of the prospectus;

Our Response:

We have included rate of interest of loan given to related party in page 127 of the prospectus; An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

15. Your Query

Mention time required for loan repayment under 'Use of Proceeds'.

Our Response:

We have amended mentioning time required for loan repayment under "Use of Proceeds in the prospectus. An Updated Draft Red Hearing prospectus is attached herewith in **Annexure-40**.

Additional Disclosure by the Auditors against Query of BSEC

1. Your Query

It has been observed that the company has kept minimum amount of Tax instead of current tax of 35%. Explain with calculation;

Our Response:

The Company Income Tax was assessed as per Provision of Taxes under Section 82(C) of the Income Tax Ordinance, 1984. A table below the unadjusted depreciation over the last five years.

Statements of calculation of company Income Tax for 2014 to 2018:

Particulars	For the year ended				
	30 th June 2018	30 th June 2017	30 th June 2016	31 st December 2015	31 st December 2014
Revenue	1,394,685,272	1,195,032,596	472,815,454	846,269,719	709,779,946
Net Profit before Tax	271,818,395	208,612,744	73,281,034	106,727,744	82,385,474
Add. Inadmissible Expenses	778,332	832,845	465,612	802,253	1,338,939
Add. Accounting Depreciation	116,885,036	73,721,483	27,532,138	58,407,087	61,744,452
Less: Depreciation (Tax Base)	(260,874,416)	(237,625,266)	(61,386,042)	(80,190,461)	(76,158,383)

Particulars	For the year ended				
	30 th June 2018	30 th June 2017	30 th June 2016	31 st December 2015	31 st December 2014
Less: Inadmissible Expenses	(778,332)	(832,845)	(465,612)	(802,253)	(1,338,939)
Business Income before giving adjustment of unabsorbed depreciation	127,829,015	44,708,961	39,427,130	84,944,370	67,971,543
Less: Adjustment for Unabsorbed Depreciation	(104,500,000)	(24,350,000)	(35,575,000)	(77,894,370)	(62,097,101)
Business Income after giving adjustment of unabsorbed depreciation	23,329,015	20,358,961	3,852,130	7,050,000	5,874,442
Company Income Tax Rate	35%				
Taxes on Business Income as calculated above (Business Income Tax Rate 35%)	8,165,155	7,125,636	1,348,246	2,467,500	2,056,055
Minimum Tax	8,368,112	7,170,196	1,418,446	2,538,809	2,129,340
Reconciliation of Provision for Income Taxes					
Minimum Taxes on business income as calculated above	8,368,112	7,170,196	1,418,446	2,538,809	2,129,340
Plus: Income Taxes on other income @ 35%	4,420,656	559,218	227,433	3,150	1,994
Total Current Taxes Provision	12,788,768	7,729,414	1,645,879	2,541,959	2,131,334
Add: Deferred Taxes for the Year	54,525,300	50,290,962	10,093,908	9,003,050	6,326,401
Total Income Taxes charged for the year	67,314,068	58,020,376	11,739,787	11,545,009	8,457,735

The Business Income was arrived after giving adjustment of the Capital allowance & unabsorbed depreciation as per Income Tax Rules of the Income Tax Ordinance, 1984. Since, the minimum tax as per 82(c) of the Income Tax Ordinance 1984 is higher than the Business Income Tax calculated after absorbing Capital Allowance and unabsorbed depreciation, therefore, it is mandatory for the company to pay a minimum tax. Thus, the provision for Income Tax was made based on minimum tax only.

2. **Your Query**

In the Audited Financial Statement for the year ended 31 December 2015 in Note 23 it is mentioned that six meetings of the Board of Directors were held during the year and for attending board meeting of the company Taka 1,000/- were given to directors' present in the meeting. The numbers of directors were 6. So total board fee would be Tk. 36,000 (6x6xTk.1000) but in the audited financial statement it is shown as Tk. 108,000. Explain;

Our Response:

The board meeting attendance fee for the year ended 31st December, 2014 was Tk. 1,000/- whereas from 2015 the board meeting attendance was revised to Tk. 4,000/- as per the decision of 84th board meeting dated 05.01.2015. The Financial Statement for the year ended 31st December, 2015 was mistakenly present the attendance status as well as the per meeting attendance fees. In 2015 there were 3 board members and they had attended in 9 board meetings. The total meeting attendance thus arrived at Tk. 108,000/- (9X3X4,000).

3. **Your Query**

In the Statement of Changes of Equity for the year ended June 30, 2018 Tk. 83,29,030 is shown as Adjustment for revaluation surplus but no note or explanation (calculation) is found in this regard. Explain;

Our Response:

The calculation of adjustment for revaluation surplus for Tk. 83,29,030/= is shown below:
 Revaluation surplus on Plan & Machineries as on June 30, 2018 Tk. 120,299,531/=

Less: Accumulated Depreciation adjustment up to June 30, 2017 Tk. 37,009,234/=

Net Revaluation Surplus Tk.83,290,297/=

Adjustment of revaluation surplus as on June 30, 2018 10% of above Tk. 8,329,030/=

The above adjustment was shown on Schedule of Property, Plant & Equipment as well as on Revaluation Surplus as per IAS 16 as per para 39-41 to get Net Revaluation Surplus.

4. **Your Query**

In the Statement of Profit or Loss & Other Comprehensive Income for the year ended June 30, 2018 Net Revenue is shown Tk. 1,375,933,622. Provide L/C wise details break up and reconciliation statement regarding the same;

Our Response:

The Company Sell all the product locally the party-wise details break-up Gross Revenue for the year ended on June 30, 2018 are given below:

Sales Statement (Party wise)
For the year ended 30th June 2018

SI	Name of Party	Sales for the year
1	A.H.Jute Spinners & Belting Ltd(Faridpur)	169,000
2	A.J Corporation(Narayangonj)	39,900

Sl	Name of Party	Sales for the year
3	A.K Kamal Motors	15,527,800
4	A.K Motors	5,283,958
5	A.M.Hossain	5,030,800
6	A.M.Traders	13,205,010
7	A.R Traders	5,030,800
8	A.R.Motors	5,030,800
9	A.Rahin Motors(B.Baria)	278,400
10	AB & Sons	5,030,800
11	AB Filling Station	5,030,800
12	ABB Ltd(Gazipur)	4,500
13	Abdur Sukkur (Dhaka)	6,000
14	Abrar Traders(Dhaka)	11,492,686
15	Abul Kalam Automobiles	5,030,800
16	Abul Khair Steel Melting Ltd (Melting)	2,665,917
17	ACI Godrej Agrovat Private Ltd(Rajshahi)	43,000
18	Active Distribution Ltd(Gazipur)	132,225
19	Adams Caps & Textiles Ltd(Chittagong)	669,000
20	Ad-Din Womens Medical College & Hospital(Dhaka)	180,600
21	Adex Engineering Ltd.(Gazipur)	2,680,797
22	Adex Transformer Ltd(Gazipur)	18,757,090
23	Advance Auto Care(Dhaka)	101,316
24	Advance Techno flow Bangladesh Ltd(Dhaka)	705,000
25	Agro Food Services Ltd(Chittagong)	58,015
26	Ahamed & Sons	5,030,800
27	Ahnaf Auto Parts(Dhaka)	4,560
28	Akhi International	5,030,800
29	Akhtar Board Industries Ltd(Manikgonj)	86,000
30	Akij Group(Dhaka)	588,283
31	Akter Motors	5,030,800
32	Al Afifa Motors(Bagerhat)	14,493
33	Al Habib Nahar Trading	5,030,800
34	Al Hatim Machinery(Chittagong)	24,840
35	Al Manhaj(Chittagong)	655,524
36	Al Modina Auto Parts(Chittagong)	114,960
37	Al Modina Lubricants(Hobigonj)	61,500
38	Al Modina Machineries(Hobigonj)	712,000
39	Alam & Brothers(Dhaka)	84,000
40	Alam Brothers (Chandpur)	1,526,464
41	Alam Enterprise(Chittagong)	12,676
42	Alam Traders(Rajshahi)	6,522,350
43	Al-Amin Enterprise(Narayangonj)	108,000
44	Alhaj Jute Mills Ltd(Jamalpur)	1,849,364
45	Alhaj Textile Mills Ltd(Dhaka)	48,000
46	Ali Motors(Dhaka)	18,536
47	Alied Cold Storage Ltd(Munshigonj)	108,000
48	Alif Automobiles	5,030,800
49	Alif Corporation(Dhaka)	63,000
50	Alif Fashion Ltd.	27,500
51	Alif Sriti Motors	5,030,800
52	Alim Knit (BD) Ltd (Dhaka)	649,000
53	Al-Karim Motors(B.Baria)	204,176
54	Allah Vorsha Motors(Dhaka)	20,480,433
55	Allahar Dan Machineries(Sathkhira)	918,949
56	Al-Muslim Group(Dhaka)	13,800
57	Al-Muslim Washing Ltd(Dhaka)	13,200
58	Alo Machineries(Narayangonj)	282,000
59	Amanat Motors	5,030,800
60	Ambition Power Control Ltd(Chittagong)	105,000
61	Amir Hossain Khan & Co(Chandpur)	9,768,444
62	Ammajan Traders(Chittagong)	10,200

SI	Name of Party	Sales for the year
63	Anan Industries (Pvt) Ltd(Gazipur)	513,996
64	Ananda Shipyard & Slipways Ltd(Narayangonj)	238,200
65	Anik Traders (Bogra)	4,414,969
66	A-One Polar Ltd(Dhaka)	600
67	Apparel Art Limited(Gazipur)	664,000
68	Apparel Wet Processing Ltd(Mymensingh)	1,230,000
69	APS Logistics(Chittagong)	62,016
70	Arafat Logistic(Chittagong)	242,775
71	ARC Surfactant Ltd(Gazipur)	8,300
72	Arif Khan Trade Bangladesh(Dhaka)	240,278
73	Arif Motorcycle Workshop(Chuadanga)	214,141
74	Arman Packaging Ltd(Chittagong)	6,160,599
75	Artisan Ceramics Ltd(Dhaka)	485,450
76	Asha Plastic (Dhaka)	404,000
77	Ashik Auto Repairing Works(Pabna)	4,217,528
78	Ashraf Traders(Dhaka)	11,762,000
79	Asia Allied Febrics Ltd(Chittagong)	40,000
80	Asian Oil Stores(Norshingdhi)	113,500
81	Asik Motors(Rajshahi)	37,684
82	ASM Chemical Industries Ltd(Gazipur)	50,000
83	Asssign Engineering Ltd(Dhaka)	18,800
84	Astech Limited(Chittagong)	4,600
85	Atik Karim	5,030,800
86	Auto Plus	5,154,950
87	Awlad Motors	5,030,800
88	Ayub Ali Automobiles	5,030,800
89	Azahar Auto Traders	5,030,800
90	Aziz Motor Works(Dhaka)	6,864
91	B.Alam Motors(Dhaka)	397,031
92	B.S. Engineering Works(Dhaka)	80,000
93	Babul Automobiles & Mobil House	5,030,800
94	Baburhat Filling Station	5,030,800
95	Baizid News Print Mills Ltd(Chittagong)	144,600
96	Bangla Motors	5,030,800
97	Bangladesh Coast Guard(Dhaka)	26,350
98	Bangladesh Footwear (Pvt) Ltd(Narayangonj)	607,490
99	Bangladesh Navy (Chittagong)	23,000
100	Bangladesh Shipping Corporation(Chittagong)	2,320,600
101	Bantel Ltd(Dhaka)	10,850
102	Bappy Traders(Dhaka)	524,000
103	Barapukuria Tap Biddut Kendro(Dinajpur)	82,746
104	Bashundhara Enterprise	5,030,800
105	Bashundhara Group(Dhaka)	185,336
106	Basic Power Engineering Ltd(Gazipur)	388,500
107	Bay Fishing Corporation Ltd(Chittagong)	524,925
108	Belal Auto Electric Service(Chittagong)	19,450
109	Bengal Development Corporation(Dhaka)	103,775
110	Bengal Electric House(Dhaka)	16,800
111	Bengal Motors & Oil Center	5,030,800
112	Bengal Poly & Paper Sack Ltd(Gazipur)	4,318,700
113	Bengal Sack Corporation Limited(Chittagong)	732,850
114	Bengal Synthetic Fibers Ltd(Chittagong)	83,900
115	Betelco Power Solution(Gazipur)	600,000
116	Bhai Bhai Auto(Patuakhali)	595,640
117	Bhai Bhai Machinerics(Lalmonirhat)	252,280
118	Bhai Bhai Machinery(Madaripur)	843,970
119	Bhai Bhai Motors (Dhaka)	5,637
120	Bhai Bhai Navigation Co.(Dhaka)	92,000
121	Bhuiyan Corporation(Dhaka)	50,148,874
122	Bhuiyan Corporation-2(Dhaka)	233,138

SI	Name of Party	Sales for the year
123	Bhuiyan Motors(Dhaka)	16,800
124	Bhuiyan Traders	5,030,800
125	Binimoy Steel Re-Rolling Mills Ltd(Narayangonj)	280,012
126	Bismillah Auto Mobil House(Feni)	2,222,761
127	Bismillah Automobiles(Chittagong)	49,740,793
128	Bismillah Enterprise(Khagrachori)	154,299
129	Bismillah Motor(Chittagong)	13,340
130	Bismillah Motor(Dhaka)	5,773
131	Bismillah Motors(Manikgonj)	898,203
132	Bismillah Motors(Mymensingh)	34,557
133	Bismillah Navigation(Chittagong)	1,740,450
134	Bismillah Traders(Chapainababgonj)	93,636
135	Biswas Fabrics Ltd(Dhaka)	147,440
136	Biswas Synthetic Ltd(Dhaka)	479,180
137	Biswas Textile Ltd(Dhaka)	221,160
138	BLC Tool Room & Training Center(Dhaka)	40,000
139	BM Motors	5,030,800
140	Bondhu Motors(Nowgaon)	28,364
141	Boshu Enterprise(Jhenaidah)	1,440,900
142	BR Spinning Mills Ltd(Naranyangonj)	209,800
143	BR Textiles Ltd(Dhaka)	110,580
144	Brandix Casual Wear Bangladesh Ltd(Comilla)	388,000
145	Brave Royal Shipping Ltd(Chittagong)	567,285
146	Bright Traders(Chittagong)	41,000
147	Brothers Engineering Works(Dhaka)	6,600
148	BSRM Steel Mills Ltd(Chittagong)	708,323
149	BurigangaFloating Pump(Dhaka)	1,945,000
150	Business Point(Dhaka)	11,600
151	Canada Bangla CNG Station(Dhaka)	171,000
152	Captain Altaf(Chittagong)	89,500
153	Cash Sales(Chittagong)	215,270
154	Century Interlining & Manufacturing Co(Dhaka)	348,000
155	Century Travels(Jhenaidah)	49,100
156	Chakda Steel & Re-Rolling Mills Ltd(Dhaka)	2,650,750
157	Chanchal Trading & Transport(Pabna)	142,000
158	China Hubei Electric Power Contruction First Engineering Company	3,181,600
159	China Northeast Electric Power Engineering & Services Co. Ltd	19,800
160	Chittagong Machinery(Chittagong)	131,040
161	Chittagong Traders(Dhaka)	226,490
162	Chowdhury & Sons (Chittagong)	186,280
163	Chowdhury Autos-2(Sylhet)	2,450,838
164	Chowdhury Filling Station(Hobigonj)	20,500
165	Chowdhury Himager Ltd(Bogra)	162,000
166	CITF-2018	2,749,830
167	City Center(Barisal)	2,708,888
168	City Motors	5,030,800
169	CLC Power Company Ltd(Dhaka)	214,020
170	Confidence Electric Ltd(Narayangonj)	16,308,000
171	Consort Flexipack Ltd(Chittagong)	38,800
172	Continental Marine Fisheries Ltd(Chittagong)	1,055,668
173	Cosmo Filling Station(Dhaka)	329,000
174	D.V.Lub Oil (Chittagong)	1,333,557
175	Dablu Auto	5,101,888
176	Dacca Ceramics & Sanitary Wares Ltd(Gazipur)	106,386
177	Dacca Textiles Ltd(Mymensingh)	5,880,000
178	Dada Plastic Metalizing(Dhaka)	15,200
179	Daf Ctg Accessories Ltd(Chittagong)	512,500
180	Darbar Auto Traders	5,030,800
181	Delowar Machinery Store(Comilla)	165,776
182	Denim Plus (BD) Ltd(Chittagong)	70,500

SI	Name of Party	Sales for the year
183	Desh Engineers & MFG.Co.Ltd(Dhaka)	315,700
184	Deshbandhu Cement Mills Ltd(Sirajgonj)	1,267,900
185	Dhaka Ice Cream Ind. Ltd(Dhaka)	14,400
186	Dhaka Motors	10,497,000
187	Dienco Limited(Dhaka)	216,000
188	Disha Motors(Gazipur)	11,422
189	DITF-2018	1,975,450
190	Dubai automobiles	5,030,800
191	Dwip Marine (Chittagong)	487,740
192	Eastern Bunker Service(Chittagong)	24,500
193	Eastern Trade Syndicate(Chittagong)	12,360,141
194	Eazy Distribution	5,030,800
195	Ecochem Bangladesh (Pvt) Ltd(Dhaka)	63,274
196	Ekata Auto & Mobil (Noapara)	77,000
197	Electro Transformer & Switchgear Co.Ltd(Dhaka)	1,473,515
198	Elham Enterprise(Sylhet)	214,961
199	Elite Paint & Chemical Industries Ltd(Chittagong)	39,000
200	EM Power Ltd(Dhaka)	967,881
201	Energy Plus Engineering(Gazipur)	20,000
202	Energypac Engineering Ltd (Dhaka)	35,692,480
203	Epitom(Dhaka)	24,500
204	Eriell Group(Comilla)	389,250
205	Ershadul Motors(Rangpur)	116,952
206	ETB Group(Narayangonj)	42,050
207	Eureka CNG F/S (Dhaka)	95,150
208	Euro Tech Bangladesh(Narayangonj)	20,000
209	Evergreen Technology Co.Ltd(Dhaka)	195,250
210	Expo Synthetic Leather Ltd(Mymensingh)	2,864,750
211	F.V Bashundara-1(Chittagong)	726,807
212	Fabian Industries (Slider Unit) Ltd (Chittagong)	359,250
213	Fabian Industries Ltd(Chittagong)	493,130
214	Fabian Metal Product Ltd(Chittagong)	1,145
215	Fabtex Limited(Chittagong)	104,500
216	Faisal Motors	5,045,214
217	Faiyaad Motors(Dhaka)	81,600
218	Faiza Button & Zipper Ltd(Gazipur)	4,300
219	Famous Motors	5,030,800
220	Farmin Poly & Packaging (Pvt) Ltd(Chittagong)	59,900
221	Farr Ceramic (Gazipur)	2,729,780
222	Faruk Brick Industries Ltd(Dhaka)	517,000
223	Faruk Mistry Garage(Chittagong)	9,776
224	Fast Equipment(Dhaka)	4,905,000
225	Fatullah Dyeing & Calendaring Mills Ltd(Narayangonj)	665,000
226	Fatullah Fabrics Ltd(Narayangonj)	2,200,000
227	Fazar Ali Textile(Narayangonj)	37,000
228	Fency Petrol Pump(Dinajpur)	41,500
229	Ferdaus Lube Autos & Supplers(Dhaka)	65,305
230	Ferdous & Sons	5,030,800
231	Fortune Traders(Munshigonj)	11,847,966
232	Foyez Ahmed & Sons(Chittagong)	96,000
233	Fresh Steel and Re-Rolling Mills Ltd(Narayangonj)	1,313,000
234	Friends Motors	5,030,800
235	Fulbagicha Oil Suppliers(Dhaka)	598,000
236	Fu-Wang Ceramic Industry Ltd(Dhaka)	57,204
237	G.C. Box Ltd(Chittagong)	409,300
238	G.M Motors(Rangpur)	4,018
239	G.S Automobiles	5,030,800
240	Galaxy Automation Engineering(Gazipur)	1,097,500
241	Galaxy Motors	5,030,800
242	Gazi Enterprise	5,466,200

SI	Name of Party	Sales for the year
243	Gazi Sharif Auto Parts(Chittagong)	86,376
244	Giant Garments Ind. (Pvt) Ltd(Gazipur)	29,925
245	Global Ad Star Bag Ind.Ltd(Narayangonj)	3,348,269
246	Glory Trading & Distribution(Chittagong)	4,511,724
247	Gold Star Lubricants	5,030,800
248	Golden Ispat Ltd(Chittagong)	409,718
249	Golder Automobiles(Bhola)	70,300
250	Goni Motors(Dhaka)	5,702
251	Gonoshasthaya Grameen Textile Mills Ltd(Sirajgonj)	222,200
252	Goodwill Automobiles(Dhaka)	66,439
253	Gouhs Fashion Ltd(Chittagong)	39,935
254	Gowsia Motors	10,932,400
255	Grameen Fabrics & Fashions Ltd(Dhaka)	438,700
256	Grameen Motors(Dhaka)	69,600
257	Grameen Telecom Trust(Dhaka)	273,391
258	Grid Power(Dhaka)	74,600
259	Grow Biz Industries Ltd(Gazipur)	8,097
260	Gupta Plywood & Wood Processing Industries (Dinajpur)	729,050
261	H.M Engineers(Barisal)	1,360,911
262	H.R.Trade Centre(Chittagong)	8,286,200
263	H.S Traders	3,781,676
264	Habib Motors	5,030,800
265	Habib Trading Corporation(Dhaka)	115,000
266	Hakim Enterprise-1(Gazipur)	1,174,656
267	Hakim Variety Store	5,030,800
268	Hakkani Heavy Equipment(Chittagong)	77,900
269	Hamid Automobiles Workshop(Dhaka)	42,521
270	Hamida Lub House(Bogra)	161,226
271	Haq Engineers(Dhaka)	12,000
272	Harun Automobiles	5,030,800
273	Hasan Chemical Ind. Ltd(Dhaka)	29,925
274	Hasbee Enterprise	5,030,800
275	Helal & Sons	5,466,200
276	Helal Enterprise(Chittagong)	8,212
277	Highway Motors(Chittagong)	23,500
278	Himaly Cold Storage Ltd(Rajshahi)	106,800
279	Hino Motors	5,030,800
280	Hira Machineries(Hobigonj)	56,029
281	HMR Automobiles	5,466,200
282	Hoque Agency	5,030,800
283	HS Enterprise(Dhaka)	34,010
284	Hujaiifa Autos(Bogra)	3,200,551
285	HWA Well Textiles (BD) Ltd(Mymensingh)	660,000
286	Ibn Sina Pharmaceuticals(Dhaka)	126,280
287	Ibrahim Motors	5,030,800
288	Imam Button Industries Ltd(Chittagong)	8,430
289	Imran Motors(Mymensingh)	7,744
290	IMW CNG Bangladesh Ltd (Dhaka)	2,185,000
291	Incontrade Limited(Chittagong)	3,936,000
292	Industrial Hand Protection Ltd(Chittagong)	646,000
293	Integral Electric Company(Chittagong)	1,997,019
294	Interlink Textile Ltd(Dhaka)	122,710
295	Interstoff Apparels Ltd(Gazipur)	1,200,000
296	Intraco Ready Mix Ltd(Chittagong)	296,556
297	Iqbal Auto Parts(Chittagong)	260,832
298	IR Bulb Co Ltd(Narayangonj)	174,000
299	Irfan Machinery & Electric House	5,030,800
300	Islam & Co.(Hobigonj)	11,200
301	Islam Garments Ltd(Gazipur)	2,591,275
302	Islamia Store (Satkhira)	1,870,500

SI	Name of Party	Sales for the year
303	Israfill Fuel Supply	5,030,920
304	J.M. Lub House(Dhaka)	28,234
305	Jafar & Co(Chittagong)	15,676
306	Jahan Motors	5,097,123
307	Jahed & Brothers(Chittagong)	111,789
308	Jaman Motors(Dhaka)	377,298
309	Jaman Motors(Natore)	559,634
310	Jamuna Motors(Dhaka)	39,691
311	Janani Auto	5,031,000
312	Janani Automobiles	5,031,000
313	Janani Board Mills Ltd(Norshingdhi)	83,500
314	Janani Lubricants(Chittagong)	60,000
315	Janani Motors(Dinajpur)	2,318,278
316	Janata Motors	5,031,000
317	Jasim Enterprise(Chittagong)	4,664
318	Jeans 2000 Ltd(Chittagong)	86,689
319	Joint Power(Jamalpur)	19,500
320	Jony Machineries & Motor House(Netrokona)	63,920
321	Joy Motors(Tangail)	127,248
322	Junab Motors	5,031,000
323	K.M.C Bricks(Noakhali)	104,000
324	K.S.S Knit Composite Ltd(Gazipur)	1,980,000
325	Kadam Rasul Cold storage(Munshigoni)	54,000
326	Kadamtoli Steel Mills Pvt Ltd(Dhaka)	128,184
327	Kafil Motors	10,497,200
328	Kalipad Kundu (Jhalakathi)	4,501,911
329	Kalushah Enterprise(Chittagong)	83,200
330	Kamal General Store(Chittagong)	28,430
331	Karnafully Bus Company Ltd(Dhaka)	28,164
332	Karnafully Enterprise(Rajshahi)	466,260
333	Karnaphuli Prakritik Gas Ltd(Chittagong)	133,000
334	Kashem Ali Enterprise	5,031,000
335	Kawsar Honda Workshop(Dhaka)	12,636
336	Kawser Auto Center(Dhaka)	11,546
337	Kawser Trading Agency(Chittagong)	70,500
338	KDS Canvas Garments (Pvt) Ltd(Chittagong)	29,925
339	KDS KYCR Coil Industries Ltd(Chittagong)	1,219,000
340	KDS KYCR Coil Industries Ltd(Mechanical Nof-2)	856,500
341	KDS Steel Accessories Ltd(Chittagong)	272,125
342	Khadija Motors(Jessore)	2,591,761
343	Khaleq CNG Station(Dhaka)	85,500
344	Khaleq Filling Station(Saiyadpur)	11,293,141
345	Khan Brothers Shipbuilding Ltd(Narayanginj)	290,075
346	Khan Store	5,816,640
347	Khan Textiles(Dhaka)	12,300
348	Khan Trading	5,466,200
349	Khokon Automobiles Works(Dhaka)	9,466
350	Khondokar Oil Supply(Faridpur)	15,064,960
351	Kings Confectionery (BD) Ltd.(Narayangonj)	82,220
352	Komol Automobiles	5,031,000
353	Krone Ltd(Dhaka)	928,286
354	Kuliarchar Cold Storage Ltd(Kishoregonj)	270,000
355	Kuliarchar Sea Food Ltd(Coxsbazar)	216,000
356	Kunda Store(Pabna)	97,500
357	Kurigram Jute Processing Works(Kurigram)	38,500
358	L.M.T Company(Chittagong)	45,120
359	Laila CNG Filling Station(Chittagong)	603,000
360	Lark Petroleum Company Ltd(Chittagong)	108,300
361	Lily Auto Corner(Rangpur)	1,353,392
362	Lily Filling Station	10,497,200

SI	Name of Party	Sales for the year
363	Lipi Traders	5,466,200
364	Litun Fabrics Ltd(Narayangonj)	975,085
365	Long Life(Gazipur)	461,500
366	Lube House(Dhaka)	600,000
367	M.A Mobil Center(Rangpur)	3,492,806
368	M.A Motors(Feni)	86,932
369	M.A.Enterprise(Chittagong)	191,878
370	M.C Motors	5,031,000
371	M.Hossain & Sons(Dhaka)	5,291,750
372	M.M Enterprise	41,542,913
373	M.R.Enterprise(Bogra)	79,957,382
374	M.R.Marine (Chittagong)	116,030
375	Maa & Sons(Chittagong)	11,340
376	Maa Motors(Chittagong)	5,048,424
377	MAB Spinning Ltd(Dhaka)	123,000
378	Madina Fish Enterprise(Chittagong)	450,290
379	Madina Traders(Chittagong)	465,000
380	Magnet Electronics(Dhaka)	41,000
381	Mahin Motors(Bagerhat)	8,400
382	Mainetti Bangladesh Pvt Ltd(Dhaka)	38,000
383	Maisa Lub House(Shariatpur)	1,055,542
384	Maisha Traders(Jessore)	352,430
385	Maleka Traders	10,932,400
386	Malik Enterprise(Chittagong)	2,650
387	Mamun Machinerries(Netrokona)	18,656
388	Mamun Machinery Store(Borguna)	309,188
389	MAN'S Electrical Ltd (Dhaka)	44,034,560
390	Marine Lubricants(Khulna)	7,980
391	Masud Enterprise(Chittagong)	23,500
392	Masud Rana(Dinajpur)	41,500
393	Mavis Carriers(Dhaka)	34,800
394	Mayer Doa Rent Car(Chittagong)	6,515
395	Mazada Consortium Ltd(Ashugonj)	21,548
396	Md.Arab Ali(Chittagong)	204,700
397	Md.Forkan(Dhaka)	8,710
398	Mech Power Ltd(Dhaka)	275,600
399	Meghna Lub Center(Chatok)	61,600
400	Meghna Lubricants (Sylhet)	1,112,500
401	Merim Co Limited(Chittagong)	106,800
402	Metco Feed Ltd(Chittagong)	134,000
403	Minerva CNG Ltd(Dhaka)	87,440
404	Mir Motors	10,932,400
405	Miron Motors(Dhaka)	99,100
406	Mirpur Ceramics (Dhaka)	328,770
407	Mirza Group & Industries(Dinajpur)	153,430
408	Mitali Textile Mills(Norshingdhi)	269,905
409	Mithila International Agecncy(Dhaka)	12,825
410	Modern Hardware(Rajshahi)	20,220
411	Modern Steel Mills Ltd. (RSRM)	34,000
412	Modern Trading Agency(Dhaka)	6,068,849
413	Modina Filling Services(Narayangonj)	6,725,425
414	Modina Fuel(Dhaka)	1,098,500
415	Modina Motors(Dhaka)	18,183
416	Mofiz & Brothers(Noakhali)	39,240
417	Mohammadi Enterprise(Chittagong)	38,000
418	Mokka Mobil House(Comilla)	17,135
419	Mollai Zantro Bitan(Magura)	64,500
420	Momin Workshop(Dhaka)	22,827
421	Mondol Knitwear's Ltd(Gazipur)	218,500
422	Moni Autos(Nowgaon)	8,400

SI	Name of Party	Sales for the year
423	Montrims Ltd(Gazipur)	1,894,500
424	Moon Fashion (Chittagong)	21,900
425	Moshen & Sons(Chittagong)	7,700
426	Mostafa & Sons(Noakhali)	47,500
427	Mostafa Machineries(Dhaka)	195,041
428	Mostafa Motors(Gabtolli,Dhaka)	68,996
429	Mostafa Paper Complex Ltd. (Chittagong)	269,955
430	Mostafa Paper Products Ltd.(Chittagong)	75,001
431	Mostak Motors(Bogra)	212,353
432	Motor Associate(Chittagong)	5,510
433	Mr. Ibrahim(Dhaka)	8,870
434	Mridha Machineries(Potuakhali)	45,050
435	Muhuri Filling Station(Feni)	47,000
436	Muslim Nagar Steel Re-Rolling Mills Ltd(Narayangonj)	46,982
437	N.Islam Motors(Dhaka)	21,375
438	Nabil Auto Parts(Dhaka)	24,646
439	Nahid Corporation(Coxs Bazar)	16,800
440	Nasir Group (Dhaka)	1,141,400
441	Nassa Group(Dhaka)	412,620
442	National Iron & Steel Inds Ltd(Chittagong)	200,000
443	National Oil Supply(Khulna)	1,087,116
444	Natore Cold Storage Ltd(Rajshahi)	108,000
445	Natural Washing Plant Ltd(Dhaka)	255,000
446	Nature Care(Dhaka)	3,240,000
447	Navana Electronics Ltd(Dhaka)	38,520,240
448	Navana IPG Ltd(Bagerhat)	36,000
449	Nayem Traders	5,466,200
450	Nazim Enterprise(Comilla)	28,050
451	Nazira Machinery(Rajshahi)	568,706
452	Nazrul & Brothers(Jessore)	376,000
453	NEPC Consortium Power Ltd(Narayangonj)	152,006
454	New Bangla Motors(Dhaka)	132,033
455	New Bhai Bhai Motors(Bagerhat)	8,400
456	New Bismillah Motors(Dhaka)	16,544
457	New Era Autos(Chittagong)	50,152
458	New Faruk Motors(Bogra)	1,297,716
459	New Johir Motors(Dhaka)	40,707
460	New Motors	5,538,360
461	NF Enterprise(Coxs Bazar)	467,600
462	Nirob Auto(Manikgonj)	21,000
463	Nizam Shipping Lines(Adventure-1)	215,500
464	NK Brothers Filling Station(Gazipur)	141,000
465	Noor Motors(Dhaka)	4,664
466	Northdorn Cold Storage Ltd(Saiyadpur)	54,000
467	Northern Corporation Ltd(Gazipur)	353,850
468	NRB Equity Management Ltd(Dhaka)	5,832
469	Nur Brothers(Rangpur)	2,275,530
470	Nur Cold Storage Ltd(Dhaka)	75,660
471	Nur Jahan Enterprise(Comilla)	275,020
472	Nur Motors (Kushtia)	1,272,370
473	Nur Motors(Dhaka)	9,222
474	Nuru Honda Servicing Center(Dhaka)	57,070
475	Obaidul Motors(Dhaka)	46,988
476	Olympia Auto Corporation(Dhaka)	9,537
477	Omi Motors	5,466,200
478	One Motor Corporation(Dhaka)	234,220
479	Orion Home Appliances Ltd(Mymensingh)	841,700
480	OSJI-JV Meghna Workshop(Narayangonj)	54,000
481	Oxford University(Dhaka)	12,825
482	Pacific Accessories Ltd(Chittagong)	155,500

SI	Name of Party	Sales for the year
483	Pacific Bangladesh Ltd(Dhaka)	4,900
484	Pacific Jeans Ltd(Chittagong)	90,000
485	Padda Cold Storage Ltd(Rajshahi)	160,200
486	Paduka Ltd(Chittagong)	40,500
487	Palash Engineering Works(Dhaka)	56,000
488	Papela Ltd(Chittagong)	158,000
489	Papertech Industries Ltd(Dhaka)	183,875
490	Paragon Ceramics Industries Ltd(Gazipur)	709,320
491	Partex Star Particle Board Mills Ltd.(Dhaka)	12,323,295
492	Parvin Traders(Gazipur)	11,488,762
493	Peak Al Ihsan Industries(Pabna)	356,400
494	Pearl Paper & Board Mills Ltd.(Dhaka)	165,340
495	Petelco Ltd(Dhaka)	970,275
496	Petron Lubricants(Jessore)	1,068,000
497	Popular Enterprise(Dhaka)	497,649
498	Porichoy Honda Workshop(Dhaka)	36,960
499	Poroshi Motors(Feni)	215,723
500	Powerade Technology Ltd(Dhaka)	445,500
501	Pran Group (Dhaka)	4,200
502	Prantik Floating Agency(Narayangonj)	240,838
503	Prince Electricals Ltd(Narayangonj)	6,282,775
504	Progoti CNG F/S(Dhaka)	84,000
505	Protec Electronics Ltd(Gazipur)	2,030,000
506	Quazi Abedin Tex Ltd(Dhaka)	93,000
507	Quick Power Engineering Ltd(Narayangonj)	168,200
508	R.K.Auto Traders	7,523,759
509	R.P Traders	5,466,200
510	R.S Enterprise(Chittagong)	1,993,478
511	Rafi Auto(Khulna)	73,493
512	Rafi Traders(Sherpur)	81,065
513	Rahee Enterprise(Rangpur)	321,628
514	Rahmaan Motors	10,932,400
515	Raihan Motors(Rajshahi)	44,198
516	Rajib Auto Parts(Dhaka)	101,870
517	Raju Enterprise(Noakhali)	79,000
518	Rambiz Trading Corporation(Dhaka)	376,815
519	RAMS Power Solution Ltd(Dhaka)	274,500
520	Rana Enterprise(Dhaka)	40,999
521	Rana Motors(Gazipur)	13,240
522	Rana Paribahan(Dhaka)	4,787
523	Rancon Oceana Ltd(Chittagong)	174,045
524	Rangapani Tea Estate(T.K.Group)	649,000
525	Rasel Navigation Co(Dhaka)	184,000
526	Rashed Motors Lub House(Maulavibazar)	605,000
527	Rashid Motorcycle Store(Kushtia)	9,796,472
528	Ratan Mobil House(Tangail)	27,896
529	Razim Motors	5,466,200
530	Regal Energy Ltd(Gazipur)	157,640
531	Reliance Box Industries Ltd(Chittagong)	26,000
532	Remon Motors(Dinajpur)	88,760
533	Ridwan Filling Station(Chittagong)	235,000
534	Rifat Automobiles(Sathkhira)	69,430
535	Rifat Motors	5,466,200
536	Risoc Ltd(Dhaka)	38,950
537	Riya Shipping Lines(Dhaka)	441,000
538	Robintex (Bangladesh) Ltd(Narayangonj)	7,964,250
539	Romana Fish Processing & Cold Storage Ltd(Chittagong)	145,075
540	RS Brother Motors(Rajshahi)	20,057
541	RSM Oil Suppliers (Chittagong)	79,350
542	Rupali Banijya Sangstha (Chittagong)	53,500

SI	Name of Party	Sales for the year
543	Rupali Steel Agency(Chittagong)	120,000
544	Rupsha Tyres & Chemicals Ltd(Narayangonj)	373,400
545	S.A. Khan Traders(Chittagong)	1,605,700
546	S.A.Fabrics(Narshindhi)	52,000
547	S.Alam Cold Rolled Steels Ltd(Chittagong)	50,000
548	S.B Motors(Sylhet)	61,730
549	S.G.Oil Refineries Ltd(Mongla)	283,615
550	S.I Lub House(Jessore)	1,128,000
551	S.K. Traders (Comilla)	364,872
552	S.M Traders(Dhaka)	600,000
553	S.S Enterprise(Gaibandha)	46,800
554	Sadia Motors(Pabna)	38,590
555	Sahil Group(Narayangonj)	44,000
556	Saiful Islam Fabricator(Chittagong)	87,900
557	Sajon Filling Station(Gazipur)	70,500
558	Salam Casting Re-Rolling Mills Ltd(Narayangonj)	12,576
559	Salam Motors(Bogra)	59,500
560	Salamin Food Ltd(Joypurhat)	53,000
561	Saleh Steel Industries Ltd (Chittagong)	2,658,965
562	Salehiya Fuel Supply(Bagerhat)	64,300
563	Salim & Brothers Ltd(Chittagong)	106,305
564	Salim Auto Parts(Dhaka)	116,063
565	Salna CNG Station Ltd(Gazipur)	54,150
566	Samata Logistics(Chittagong)	40,000
567	Samia-Saiba Enterprise(Chittagong)	84,326
568	Sanjana Fabrics Ltd(Narayangonj)	447,925
569	Sanjoy Store(Jessore)	208,000
570	Sarkar International	5,466,200
571	Satabdi Filling Station(Kushtia)	62,200
572	Satata Motors(Dhaka)	120,960
573	Satco Electric Industries Ltd(Narayangonj)	380,000
574	Sayed Enterprise (Dhaka)	10,884,586
575	Sayed Traders(Jhenaidah)	403,200
576	Scandex Knitwear Ltd (Unit-2) (Narayangonj))	314,500
577	SciRX Bangladesh Ltd(Dhaka)	303,758
578	Sejda Enterprise(Mymensingh)	1,650,638
579	SEL Ready-mix & Concrete Ltd(Dhaka)	1,369,280
580	Selim Motors(Dhaka)	4,427,500
581	SEM Auto Mobile(Dhaka)	25,920
582	Sena Kalyan Electric Industries(Chittagong)	3,963,675
583	Seven Sea Marine Engineering(Dhaka)	36,614
584	Shafiq Autos(Faridpur)	999,644
585	Shah & Co	5,466,200
586	Shah Ali Motors(Dhaka)	73,462
587	Shah Amanat & Company(Chittagong)	22,152
588	Shah Amanat Filling Station(Chittagong)	24,000
589	Shahara Traders(Dhaka)	28,287
590	Shahil Group(Narayangonj)	22,000
591	Shahin Motors	5,466,200
592	Shahjalal CNG Ltd(Dhaka)	137,016
593	Shahjalal Gas & Filling Station(Narayangonj)	23,500
594	Shahriar Steel Mills Ltd(Dhaka)	1,611,475
595	Shakti Engineering Ltd(Dhaka)	210,250
596	Shamim Motor & Electric(Mymensingh)	132,648
597	Shamukhdum Enterprise(Rajshahi)	31,514
598	Shan Business Center(Dhaka)	7,480
599	Sharija Oil Refinery Ltd(Narayangonj)	155,800
600	Shatata Motors	10,932,400
601	Sheema Automatic Re-Rolling Mills Ltd.(Chittagong)	3,256,000
602	Shibu Motorcycle Workshop(Chittagong)	8,400

SI	Name of Party	Sales for the year
603	Shirin Spinning Mills Ltd(Tangail)	81,925
604	Shiva Trade Center(Sylhet)	500,000
605	Shovon Group of Companies Ltd.(Narayangonj)	212,500
606	Showkat & Brothers Machineries(Jessore)	9,298,345
607	Showkat Enterprise(Rajshahi)	343,389
608	Shun Shing Power Ltd(Gaipur)	168,002
609	SIF Textile Industries Ltd.(Narayangonj)	2,012,750
610	Sikder Enterprise (Jessore)	28,817,399
611	Sikder Motors(Dhaka)	29,202
612	Sinthia Traders(Potuahali)	361,862
613	Siraj Cycle Industries Ltd(Gazipur)	5,660
614	SKB Stainless Steel Mills Ltd(Gazipur)	336,000
615	Sonali Automobiles(Khulna)	211,459
616	Spark Motorcycle Shop(Dhaka)	25,200
617	Star Padding Ind. Ltd(Chittagong)	43,070
618	Sukkur Oil Store(Chittagong)	2,010,210
619	Sumaiya Trading(Dinajpur)	3,678,870
620	Summit Alliance Port Ltd(Chittagong)	82,082
621	Sumon Traders (Dhaka)	19,881,965
622	Sunrise Autos(Dhaka)	275,884
623	Super Star Electrical Accessories Ltd(Narayangonj)	357,700
624	Super Star Fan Ltd(Munshigonj)	57,000
625	Super Synthetics Ltd(Chittagong)	10,250
626	Swadesh Engineers(Dhaka)	182,029
627	Swiss Bio Hygienic Equipment(Dhaka)	514,140
628	T.K.Food Product Ltd(Chittagong)	50,835
629	T.K.Footwear Ltd(Chittagong)	200,000
630	T.K.Gas & Gas Cylinder Ltd(Chittagong)	886,500
631	T.N Accessories Industry(Dhaka)	48,100
632	Taiyeba Plastic Industries(Dhaka)	131,800
633	Taj Machineries(Chittagong)	126,000
634	Takwa Motors(Dhaka)	1,751,763
635	Tanin Motors(Tangail)	33,088
636	Tanveer Paper Mills Ltd-PM-12(Narayangonj)	87,601
637	Tarasima Apparels Ltd(Manikgonj)	504,005
638	Tasim Industries Ltd(Chittagong)	111,440
639	Tasin Enterprise(Dhaka)	29,788
640	Tatka Group(Dhaka)	12,825
641	Techsol Engineering Ltd(Gazipur)	799,500
642	Tex Harbour(Narshingdhi)	90,300
643	The Delta Apparels Ltd(Gazipur)	3,027,500
644	The Security Printing Corporation (BD) Ltd(Gazipur)	140,360
645	Titas Motors(B.Barua)	18,660
646	Titas Traders(Sirajgonj)	68,150
647	Titu Machineries(Mymensingh)	84,588
648	Tokai Power Products Ltd(Dhaka)	2,376,700
649	Tonni Enterprise(Jhenaidah)	41,000
650	Torongo Plus Corporation Ltd(Dhaka)	28,540
651	Tosrifa Industries Ltd(Gazipur)	2,977,300
652	Total Auto Solutions(Chittagong)	515,725
653	Total Water Solution(Chittagong)	2,200
654	Trust Filling Station(Dhaka)	3,355,800
655	TS Tech Bangladesh Ltd(Narayangonj)	28,800
656	TS Transformers Limited(Gazipur)	540,000
657	Twice Group(Dhaka)	12,100
658	U.F.M (Bangladesh) Ltd(Chittagong)	239,000
659	UCI Power Plant Ltd(Narayngonj)	174,896
660	Unifill Composite Dyeing Mills Ltd(Dhaka)	215,000
661	Unique Cement Fibre Industries Ltd(Narayangonj)	280,745
662	Unique Power Plant Ltd(Dhaka)	174,496

SI	Name of Party	Sales for the year
663	United Apparels(Narayangonj)	1,474,400
664	United Grease & Lubricants Ltd(Chittagong)	20,248,400
665	United Mineral Water & Pet Ind. Ltd(Narayangonj)	43,000
666	Uttam Traders(Nowgoan)	168,116
667	Valtex International (BD) Ltd(Chittagong)	187,800
668	Van Sales-Mr.Abdur Rahman	1,783,727
669	Van Sales-Mr.Ashok Biswas(Dhaka)	299,719
670	Van Sales-Mr.Eyakub Shamim	38,084
671	Van Sales-Mr.Fariduddin	68,760
672	Van Sales-Mr.Jubair Hossain	1,104,056
673	Van Sales-Mr.Kamrul(Dhaka)	99,925
674	Van Sales-Mr.Khokon(Driver)	4,346,370
675	Van Sales-Mr.Linkon Mollik	426,600
676	Van Sales-Mr.Mahfuzur Rahman	24,000
677	Van Sales-Mr.Mamun(Sylhet)	497,810
678	Van Sales-Mr.Masum (Dhaka)	34,904
679	Van Sales-Mr.Mithu Sheikh	72,858
680	Van Sales-Mr.Mostafizur Rahman	33,924
681	Van Sales-Mr.Nasir Uddin	288,264
682	Van Sales-Mr.Proshanta Kumar	63,472
683	Van Sales-Mr.Safiqul Islam (Faridpur)	200,686
684	Van Sales-Mr.Salauddin(Dhaka)	6,780
685	Van Sales-Mr.Shahed (Driver)	4,689,920
686	Van Sales-Mr.Shamim Ahmed	107,400
687	Vertex Innovative Apparels Ltd(Chittagong)	54,000
688	Vertex off-Dock Logistics Services Ltd(Chittagong)	4,200
689	Victoria FashionAcc: Industries(Gazipur)	103,180
690	Wavemex Power(Dhaka)	82,000
691	Well Group(Chittagong)	102,000
692	XMC Ltd.(Barapukuria Coal Mining Company Ltd)(Dinajpur)	9,900,147
693	Yousuf & Brothers Logistic Service(Dhaka)	148,499
694	Yousuf Store(Madaripur)	3,022,773
695	Yunusco T & A (BD) Ltd.(Chittagong)	146,133
696	Zahir Polymer Industries Ltd(Narayangonj)	663,480
697	Zahir Steel & Re-Rolling Mills Ltd(Dhaka)	3,150,975
698	Zakir & Brothers (Dhaka)	2,527,800
699	Zeil Wears Ltd(Comilla)	117,500
700	Zia Enterprise(Rajshahi)	60,614
701	Zohora Corporation(Dhaka)	437,000
Total Revenue (Gross)		144,833,3636
Less: VAT on Sales		-72,400,014
Net Revenue as Per Accounts		1,375,933,622

Reconcile of Net Revenue of Tk. 1,375,933,622/- for the year ended 30th June 2018 are as follows:

	Amounts in Taka
Opening Balance	347,064,369
Add: Addition during the year	1,375,933,622
	1,722,997,991
Less: Realized during the year	1,385,356,215
	337,641,776

5. Your Query

As on 30.06.2018 Tk. 140,41,07,865 is shown as receipts from customer. You are required to submit a list of customers along with summary statements regarding the same;

Our Response:

The party-wise receipts for Tk.140,41,07,865/= for the year ended on June 30, 2018 are given below:

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
1	A.H.Jute Spinners & Belting Ltd(Faridpur)	169,000
2	A.K Motors	5,250,999

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
3	A.M.Hossain	4,540,000
4	A.M.Traders	12,738,980
5	A.R Traders	9,869,908
6	A.R.Motors	4,964,652
7	A.Rahin Motors(B.Baria)	267,027
8	AB & Sons	9,649,742
9	AB Filling Station	9,265,030
10	ABB Ltd(Gazipur)	4,500
11	Abdul Monem Sugar Refinery Ltd.-Lab Test	40,000
12	Abdur Sukkur (Dhaka)	6,000
13	Abrar Traders(Dhaka)	11,472,324
14	Abul Kalam Automobiles	3,725,000
15	Abul Khair Macth Factory Ltd	6,796
16	Abul Khair Steel Melting Ltd (Melting)	3,367,818
17	ACI Godrej Agrovat Private Ltd(Rajshahi)	41,641
18	Acorn Infrastructure Services Ltd.-Lab Test	39,400
19	Active Distribution Ltd(Gazipur)	132,225
20	Adams Caps & Textiles Ltd(Chittagong)	666,500
21	Ad-Din Womens Medical College & Hospital(Dhaka)	177,200
22	Adex Engineering Ltd.(Gazipur)	5,926,197
23	Adex Transformer Ltd(Gazipur)	18,740,884
24	Advance Auto Care(Dhaka)	58,525
25	Advance Techno flow Bangladesh Ltd(Dhaka)	705,000
26	Agro Food Services Ltd(Chittagong)	52,000
27	Ahamed & Sons	9,930,800
28	Ahnaf Auto Parts(Dhaka)	4,560
29	AK Kamal Motors	20,249,200
30	Akhi International	2,000,000
31	Akhtar Board Industries Ltd(Manikgonj)	86,000
32	Akij Cement, C/O-Maas Erectors Ltd.-Lab Test	4,000
33	Akij Group(Dhaka)	557,930
34	Akondh Traders	4,900,000
35	Akter Motors	5,004,936
36	Al Afifa Motors(Bagerhat)	14,493
37	Al Habib Nahar Trading	2,967,500
38	Al Hatim Machinery(Chittagong)	24,660
39	Al Manhaj(Chittagong)	16,955
40	Al Modina Lubricants(Hobigonj)	61,466
41	Al Modina Machineries(Hobigonj)	677,878
42	Alam & Brothers(Dhaka)	4,965,472
43	Alam Brothers (Chandpur)	1,527,515
44	Alam Enterprise(Chittagong)	12,676
45	Alam Traders(Rajshahi)	7,808,387
46	Al-Amin Enterprise(Narayangonj)	112,000
47	Alhaj Jute Mills Ltd(Jamalpur)	2,107,635
48	Alhaj Textile Mills Ltd(Dhaka)	48,000
49	Ali Motors(Dhaka)	11,000
50	Alid Cold Storage Ltd(Munshigonj)	108,000
51	Alif Automobiles	5,130,550
52	Alif Corporation(Dhaka)	65,280
53	Alif Fashion Ltd.	26,500
54	Alif Sriti Motors	1,215,500
55	Alim Knit (BD) Ltd (Dhaka)	664,000
56	Al-Karim Motors(B.Baria)	201,600
57	Allah Vorsha Motors(Dhaka)	20,479,799
58	Allahar Dan Machineries(Sathkhira)	922,314
59	Al-Modina Auto Parts(Chittagong)	789,108
60	Al-Muslim Group(Dhaka)	13,800

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
61	Al-Muslim Washing Ltd(Dhaka)	13,200
62	Alo Machineries(Narayangonj)	282,000
63	Amanat Motors	9,730,380
64	Ambition Power Control Ltd(Chittagong)	102,500
65	Amdanga Machineries Store	4,900,000
66	Amir Hossain Khan & Co(Chandpur)	9,061,532
67	Ammajan Traders(Chittagong)	10,200
68	Ananda Shipyard & Slipways Ltd(Narayangonj)	238,200
69	Angur & Co.-Lab Test	9,700
70	Anik Traders (Bogra)	5,024,000
71	A-One Polar Ltd(Dhaka)	600
72	Apparel Art Limited(Gazipur)	362,790
73	Apparel Wet Processing Ltd(Mymensingh)	623,000
74	APS Logistics(Chittagong)	62,016
75	Arafat Logistic(Chittagong)	241,669
76	ARC Surfactant Ltd(Gazipur)	16,300
77	Arif Khan Trade Bangladesh(Dhaka)	732,668
78	Arif Motorcycle Workshop(Chuadanga)	160,910
79	Arman Packaging Ltd(Chittagong)	6,054,009
80	Artisan Ceramics Ltd(Dhaka)	482,543
81	Asha Plastic (Dhaka)	402,900
82	Ashik Auto Repairing Works(Pabna)	4,107,569
83	Ashraf Trade International-Centrifuging	417,320
84	Ashraf Traders(Dhaka)	11,762,300
85	Ashugonj 450 MW CCPP (South) Power Station-Lab Test	124,375
86	Asia Allied Febrics Ltd(Chittagong)	40,000
87	Asian Oil Stores(Norshingdhi)	113,500
88	Asik Motors(Rajshahi)	12,310
89	Astech Limited	3,364,860
90	Atik Karim	9,842,493
91	Auto Parts(Chittagong)	119,500
92	Auto Plus	9,930,800
93	Awlad Motors	4,800,900
94	Ayub Ali Automobiles	3,925,000
95	Azahar Auto Traders	5,030,800
96	Aziz Motor Works(Dhaka)	6,864
97	B.Alam Motors(Dhaka)	382,622
98	B.S. Engineering Works(Dhaka)	80,000
99	Babul Automobiles & Mobil House	925,000
100	Baburhat Filling Station	150,000
101	Baizid News Print Mills Ltd(Chittagong)	50,000
102	Bangla Motors	4,900,000
103	Bangla Trac Power Unit-1-Lab Test	28,200
104	Bangladesh Coast Guard(Dhaka)	18,550
105	Bangladesh Erectors Limited (BEL)-Lab Test	153,232
106	Bangladesh Footwear (Pvt) Ltd(Narayangonj)	606,977
107	Bangladesh Navy (Chittagong)	31,800
108	Bangladesh Shipping Corporation(Chittagong)	2,331,623
109	Banoful & Kishwan Group	5,500
110	Bantel Ltd(Dhaka)	10,700
111	Bappy Traders(Dhaka)	89,240
112	Baraka Patenga Power Limited (Lab Test)	522,580
113	Barapukuria Tap Biddut Kendro(Dinajpur)	46,640
114	Bashundhara Enterprise	160,000
115	Bashundhara Group(Dhaka)	141,308
116	Basic Power Engineering Ltd(Gazipur)	388,500
117	Bay Fishing Corporation Ltd(Chittagong)	459,949
118	Belal Auto Electric Service(Chittagong)	19,450

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
119	Bengal Electric House(Dhaka)	16,800
120	Bengal Motors & Oil Center	1,935,000
121	Bengal Poly & Paper Sack Ltd(Gazipur)	4,875,000
122	Bengal Sack Corporation Limited(Chittagong)	697,855
123	Bengal Synthetic Fibers Ltd(Chittagong)	83,900
124	Betelco Power Solution(Gazipur)	400,000
125	Bhai Bhai Auto(Patuakhali)	415,000
126	Bhai Bhai Machineries(Lalmonirhat)	142,925
127	Bhai Bhai Machinery(Madaripur)	843,718
128	Bhai Bhai Motors (Dhaka)	5,637
129	Bhai Bhai Navigation Co.(Dhaka)	92,000
130	Bhuiyan Corporation(Dhaka)	47,281,146
131	Bhuiyan Corporation-2(Dhaka)	199,182
132	Bhuiyan Motors(Dhaka)	10,000
133	Bhuiyan Traders	310,000
134	Bibiyana II CCPP ONM-Lab Test	8,500
135	Binimoy Steel Re-Rolling Mills Ltd(Narayangonj)	344,010
136	Bismillah Auto Mobil House(Feni)	2,072,233
137	Bismillah Automobiles	44,525,014
138	Bismillah Enterprise(Khagrachori)	163,500
139	Bismillah Motor(Chittagong)	12,384
140	Bismillah Motor(Dhaka)	5,772
141	Bismillah Motors(Manikgonj)	808,800
142	Bismillah Motors(Mymensingh)	29,633
143	Bismillah Navigation(Chittagong)	1,176,800
144	Bismillah Traders(Chapainababgonj)	91,764
145	Biswas Fabrics Ltd(Dhaka)	147,000
146	Biswas Motor	4,603,696
147	Biswas Nath Pal	4,798,500
148	Biswas Synthetic Ltd(Dhaka)	478,252
149	Biswas Textile Ltd(Dhaka)	221,110
150	BLC Tool Room & Training Center(Dhaka)	40,000
151	BM Motors	9,930,800
152	Boshu Enterprise(Jhenaidah)	1,442,810
153	BR Spinning Mills Ltd(Naranyangonj)	209,140
154	BR Textiles Ltd(Dhaka)	110,580
155	Brandix Casual Wear Bangladesh Ltd(Comilla)	347,378
156	Brave Royal Shipping Ltd(Chittagong)	398,289
157	Bright Traders(Chittagong)	41,000
158	British American Tobacco Bangladesh. GLT-Plant, Chourash, Kushtia.	36,000
159	BSRM Steel Mills Ltd(Chittagong)	749,873
160	Bureau Veritas (Bangladesh) Pvt. Ltd.-Lab Test	23,130
161	BurigangaFloating Pump(Dhaka)	2,144,000
162	Canada Bangla CNG Station(Dhaka)	171,240
163	Captain Altaf(Chittagong)	54,310
164	Cash Sales(Chittagong)	192,431
165	Century Interlining & Manufacturing Co(Dhaka)	348,000
166	Century Travels(Jhenaidah)	49,077
167	Chakda Steel & Re-Rolling Mills Ltd(Dhaka)	3,247,000
168	Chanchal Trading & Transport(Pabna)	117,500
169	Chandpur 15 MW Power Station (BPDB)-Lab Test	36,000
170	China Harbour Engineering Company Ltd-Lab Test	9,800
171	China Hubei Electric Power Construction First Engineering Company	2,938,060
172	China National Technical Import & Export Corporation-Lab Test	25,000
173	China Northeast Electric Power Engineering & Services Co. Ltd	19,800
174	Chittagong Machinery(Chittagong)	130,830
175	Chittagong Traders(Dhaka)	226,260
176	Chowdhury & Sons (Chittagong)	180,826

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
177	Chowdhury Autos-2(Sylhet)	2,759,626
178	Chowdhury Filling Station(Hobigonj)	20,500
179	Chowdhury Himager Ltd(Bogra)	108,000
180	CITF-2018	1,966,337
181	City Center(Barisal)	3,983,974
182	City Motors	3,296,596
183	CLC Power Company Ltd(Dhaka)	242,200
184	Confidence Electric Ltd(Narayangonj)	16,275,983
185	Consort Flexipack Ltd(Chittagong)	38,800
186	Construction of Muradpur Flyover Project-Lab Test	42,560
187	Continental Marine Fisheries Ltd(Chittagong)	733,942
188	Corona Oil & Lubricants Ltd.	17,500
189	Cosmo Filling Station(Dhaka)	282,000
190	Crown Maritime and Shipping Services-Lab Test	15,900
191	D.K Automobiles	4,900,000
192	D.V.Lub Oil (Chittagong)	1,805,009
193	Dablu Auto	305,598
194	Dacca Ceramics & Sanitary Wares Ltd(Gazipur)	106,386
195	Dacca Textiles Ltd(Mymensingh)	5,868,000
196	Dada Plastic Metalizing(Dhaka)	15,200
197	Daf Ctg Accessories Ltd(Chittagong)	390,205
198	Darbar Auto Traders	200,000
199	Darbar Oil Supply-Lab Test	12,000
200	Delowar Machinery Store(Comilla)	155,400
201	Denim Plus (BD) Ltd(Chittagong)	61,500
202	Desh Cambridge Kumargaon Power Co. Ltd.-Centrifuging	215,000
203	Desh Engineers & MFG.Co.Ltd(Dhaka)	583,450
204	Deshbandhu Cement Mills Ltd(Sirajgonj)	1,259,900
205	Dewan Brothers	4,900,000
206	Dhaka Ice Cream Ind. Ltd(Dhaka)	14,400
207	Dhaka Motors	15,397,000
208	Diamond Cement Ltd. - Lab Test	12,000
209	Dienco Limited(Dhaka)	200,000
210	Disha Motors(Gazipur)	11,400
211	DITF-2018	1,175,991
212	Dubai automobiles	95,000
213	Dutch Bangla Power & Associates Ltd.-Centrifuging	37,500
214	Dwip Marine (Chittagong)	338,550
215	Eastern Bunker Service(Chittagong)	24,500
216	Eastern Refinery Limited-Lab Test	12,200
217	Eastern Trade Syndicate(Chittagong)	12,233,449
218	Eazy Distribution	490,000
219	Ecochem Bangladesh (Pvt) Ltd(Dhaka)	63,274
220	Ekata Auto & Mobil (Noapara)	51,000
221	Electro Transformer & Switchgear Co.Ltd(Dhaka)	1,447,239
222	Elham Enterprise(Sylhet)	216,698
223	Elite Paint & Chemical Industries Ltd(Chittagong)	39,000
224	EM Power Ltd(Dhaka)	771,881
225	Ena Motors	4,928,796
226	Energy Plus Engineering(Gazipur)	20,000
227	Energy Prima Limited-Lab Test	108,590
228	Energypac Engineering Ltd (Dhaka)	36,380,783
229	Epitom(Dhaka)	24,500
230	Eriell Group(Comilla)	389,000
231	Ershadul Motors(Rangpur)	116,952
232	ETB Group(Narayangonj)	42,050
233	Eureka CNG F/S (Dhaka)	95,150
234	Euro Tech Bangladesh(Narayangonj)	20,000

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
235	Evergreen Technology Co.Ltd(Dhaka)	197,185
236	Expo Synthetic Leather Ltd(Mymensingh)	2,912,073
237	F.V Bashundara-1(Chittagong)	784,400
238	Fabian Industries Ltd(Chittagong)	742,826
239	Fabian Metal Product Ltd(Chittagong)	1,145
240	Fabtex Limited(Chittagong)	110,500
241	Faisal Motors	609,414
242	Faiyaad Motors(Dhaka)	81,600
243	Faiza Button & Zipper Ltd(Gazipur)	4,300
244	Famous Motors	700,000
245	Farmin Poly & Packaging (Pvt) Ltd(Chittagong)	50,000
246	Farr Ceramic (Gazipur)	2,748,050
247	Faruk Brick Industries Ltd(Dhaka)	422,347
248	Faruk Mistry Garage(Chittagong)	9,770
249	Fast Equipment(Dhaka)	5,205,000
250	Fatullah Dyeing & Calendaring Mills Ltd(Narayangonj)	665,000
251	Fatullah Fabrics Ltd(Narayangonj)	2,200,000
252	Fazar Ali Textile(Narayangonj)	37,000
253	Fency Petrol Pump(Dinajpur)	41,500
254	Ferdaus Lube Autos & Suppliers(Dhaka)	92,770
255	Ferdous & Sons	1,915,000
256	Fortune Traders(Munshigonj)	11,823,119
257	Foyez Ahmed & Sons(Chittagong)	96,000
258	Fresh Steel and Re-Rolling Mills Ltd(Narayangonj)	726,632
259	Friends Motors	4,936,863
260	Friends Petroleum Agency	3,481,720
261	Fulbagicha Oil Suppliers(Dhaka)	598,250
262	Fu-Wang Ceramic Industry Ltd(Dhaka)	57,204
263	G.C. Box Ltd(Chittagong)	440,780
264	G.M Motors(Rangpur)	4,020
265	G.S Automobiles	300,000
266	Galaxy Automation Engineering(Gazipur)	984,500
267	Galaxy Motors	120,000
268	Gazi Enterprise	1,345,000
269	GBB Power Limited.	159,000
270	Giant Garments Ind. (Pvt) Ltd(Gazipur)	30,800
271	Global Ad Star Bag Ind.Ltd(Narayangonj)	3,214,304
272	Glory Trading & Distribution(Chittagong)	5,845,303
273	Gold Star Lubricants	200,000
274	Golden Ispat Ltd(Chittagong)	172,200
275	Golder Automobiles(Bhola)	69,262
276	Gonoshasthaya Grameen Textile Mills Ltd(Sirajgonj)	221,865
277	Goodwill Automobiles(Dhaka)	60,719
278	Gouhs Fashion Ltd(Chittagong)	39,935
279	Gowsia Motors	1,612,500
280	GPH Ispat Ltd.-Lab Test	14,800
281	Grameen Fabrics & Fashions Ltd(Dhaka)	438,700
282	Grameen Motors(Dhaka)	69,600
283	Grameen Telecom Trust(Dhaka)	215,930
284	Grid Power(Dhaka)	72,600
285	Grow Biz Industries Ltd(Gazipur)	8,100
286	Gupta Plywood & Wood Processing Industries (Dinajpur)	729,050
287	H.M Engineers(Barisal)	1,302,000
288	H.M Steel - Lab Test	1,800
289	H.R.Trade Center	4,048,300
290	H.S Traders	510,000
291	Habib Motors	9,770,880
292	Habib Trading Corporation(Dhaka)	4,923,000

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
293	Hakim Enterprise-1(Gazipur)	975,896
294	Hakkani Heavy Equipment(Chittagong)	76,000
295	Hamid Automobiles Workshop(Dhaka)	40,594
296	Hamida Lub House(Bogra)	154,208
297	Haq Engineers(Dhaka)	12,030
298	Haripur Power Limited-Lab Test	8,986
299	Harun Automobiles	170,000
300	Hasan Chemical Ind. Ltd(Dhaka)	29,925
301	Hasbee Enterprise	1,583,000
302	Hathazari 100 MW Peaking Power Station (BPDB-Ctg)-Lab Test	9,500
303	Heidelberg Cement Bangladesh Ltd-Lab Test.	416,015
304	Helal & Sons	1,965,000
305	Helal Enterprise(Chittagong)	8,045
306	Hello Airlines Limited-Lab Test	8,900
307	Highway Motors(Chittagong)	23,500
308	Himaly Cold Storage Ltd(Rajshahi)	106,800
309	Hino Motors	500,000
310	Hira Machineries(Hobigonj)	20,483
311	HMR Automobiles	1,773,000
312	Hoque Agency	655,000
313	HS Enterprise(Dhaka)	32,025
314	Hujaifa Autos(Bogra)	3,199,285
315	HWA Well Textiles (BD) Ltd(Mymensingh)	616,843
316	Hyosung Corporation-Centrifuging	1,080,242
317	IBMS Technologies Ltd.-Centrifuging	144,259
318	Ibn Sina Pharmaceuticals(Dhaka)	126,280
319	Ibrahim Motors	1,158,000
320	Impro Solution	6,000
321	IMW CNG Bangladesh Ltd (Dhaka)	1,940,760
322	Incontrade Limited(Chittagong)	3,936,000
323	Industrial Hand Protection Ltd(Chittagong)	665,178
324	Integral Electric Company(Chittagong)	1,942,000
325	Interlink Textile Ltd(Dhaka)	122,700
326	Interstoff Apparels Ltd(Gazipur)	1,200,000
327	Intraco Ready Mix Ltd(Chittagong)	221,255
328	Iqbal Auto Parts(Chittagong)	5,156,832
329	IR Bulb Co Ltd(Narayangonj)	143,816
330	Irfan Machinery & Electric House	1,945,000
331	Islam Garments Ltd(Gazipur)	2,553,235
332	Islamia Store (Satkhira)	1,855,230
333	Israfill Fuel Supply	1,500,000
334	J.M. Lub House(Dhaka)	28,200
335	Jafar & Co(Chittagong)	15,676
336	Jahan Motors	850,000
337	Jahanara Motors(Netrokona)	33,000
338	Jahed & Brothers(Chittagong)	111,789
339	Jaman Motors(Dhaka)	377,230
340	Jaman Motors(Natore)	459,400
341	Jamuna Motors(Dhaka)	25,132
342	Janani Auto	2,680,000
343	Janani Automobiles	1,270,000
344	Janani Board Mills Ltd(Norshingdhi)	83,500
345	Janani Lubricants(Chittagong)	60,000
346	Janani Motors(Dinajpur)	2,074,098
347	Janata Motors	430,000
348	Jar World Marine-Lab Test	6,500
349	Jasim Enterprise(Chittagong)	4,664
350	Jeans 2000 Ltd(Chittagong)	41,000

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
351	Joint Power(Jamalpur)	19,500
352	Jony Enterprise-Lab Test	18,800
353	Jony Machineries & Motor House(Netrokona)	62,000
354	Joy Motors(Tangail)	102,520
355	Junab Motors	5,900,000
356	K.B Lubricants-Lab Test	111,338
357	K.S.S Knit Composite Ltd(Gazipur)	1,979,700
358	Kadam Rasul Cold storage(Munshigonj)	54,000
359	Kadamtoli Steel Mills Pvt Ltd(Dhaka)	128,150
360	Kafil Motors	5,420,875
361	Kalipad Kundu (Jhalakathi)	4,513,775
362	Kalushah Enterprise(Chittagong)	83,200
363	Kamal Enterprise	4,899,962
364	Kamal General Store(Chittagong)	17,975
365	Karnafully Bus Company Ltd(Dhaka)	28,164
366	Karnafully Enterprise(Rajshahi)	466,760
367	Karnaphuli Prakritik Gas Ltd(Chittagong)	133,000
368	Kashem Ali Enterprise	850,000
369	Kawser Auto Center(Dhaka)	11,546
370	Kawser Trading Agency(Chittagong)	70,500
371	KDS Canvas Garments (Pvt) Ltd(Chittagong)	29,925
372	KDS KYCR Coil Industries Ltd(Chittagong)	1,188,267
373	KDS KYCR Coil Industries Ltd(Mechanical Nof-2)	850,000
374	KDS Steel Accessories Ltd(Chittagong)	288,013
375	Khadija Motors(Jessore)	2,591,760
376	Khaleq CNG Station(Dhaka)	85,500
377	Khaleq Filling Station(Saiyadpur)	11,293,141
378	Khan Brothers Shipbuilding Ltd(Narayanginj)	152,000
379	Khan Store	5,789,000
380	Khan Textiles(Dhaka)	12,300
381	Khan Trading	4,914,000
382	Khawja Traders-Lab Test	27,800
383	Khokon Automobiles Works(Dhaka)	4,466
384	Khondokar Oil Supply(Faridpur)	15,028,330
385	Kings Confectionery (BD) Ltd.(Narayangonj)	82,220
386	Kishwan Snaks Ltd.-Lab Test	5,500
387	Komol Automobiles	4,525,000
388	Krone Ltd(Dhaka)	661,817
389	Kuliarchar Cold Storage Ltd(Kishoregonj)	181,000
390	Kuliarchar Sea Food Ltd(Coxsazar)	99,000
391	Kunda Store(Pabna)	97,500
392	Kurigram Jute Processing Works(Kurigram)	38,500
393	Kushiara Power Company Ltd.-Lab Test	26,200
394	L.M.T Company(Chittagong)	56,220
395	Lafarge Holcim Bangladesh Ltd. Lab Test	616,755
396	Laila CNG Filling Station(Chittagong)	603,000
397	Lark Petroleum Company Ltd(Chittagong)	108,200
398	Larsen & Toubro Ltd.- Lab Test	57,200
399	Lily Auto Corner(Rangpur)	1,308,604
400	Lily Filling Station	10,445,000
401	Lipi Traders	7,575,232
402	Litun Fabrics Ltd(Narayangonj)	816,535
403	Long Life(Gazipur)	461,439
404	Lube House(Dhaka)	600,000
405	Lubricants Asia Ltd-Lab Test	6,000
406	Lubsol International-Lab Test	39,000
407	M.A Mobil Center(Rangpur)	3,295,000
408	M.A Motors(Feni)	85,000

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
409	M.A.Enterprise(Chittagong)	159,280
410	M.C Motors	9,897,652
411	M.Hossain & Sons(Dhaka)	5,854,250
412	M.M Enterprise	34,423,455
413	M.R.Enterprise(Bogra)	83,227,647
414	M.R.K. Hardwear	7,480
415	M.R.Marine (Chittagong)	111,450
416	M/S. Habib Engineering-Lab Test	2,400
417	Maa & Sons(Chittagong)	11,340
418	Maa Motors	16,710
419	Maas Erectors Ltd-Centrifuging	807,764
420	MAB Spinning Ltd(Dhaka)	123,000
421	Madina Cement Industries Ltd.-Lab Test	20,000
422	Madina Fish Enterprise(Chittagong)	457,618
423	Madina Oil Suppliers-Lab Test	5,600
424	Madina Traders(Chittagong)	465,000
425	Magnet Electronics(Dhaka)	41,000
426	Mainetti Bangladesh Pvt Ltd(Dhaka)	38,000
427	Maisa Lub House(Shariatpur)	1,048,788
428	Maisha Traders(Jessore)	352,416
429	Maleka Traders	10,900,000
430	Mamun Machinerics(Netrokona)	18,667
431	Mamun Machinery Store(Borguna)	130,000
432	MANS Electrical Ltd (Dhaka)	43,996,000
433	Marine Lubricants(Khulna)	7,980
434	Masud Enterprise(Chittagong)	23,500
435	Masud Rana(Dinajpur)	41,500
436	Mavis Carriers(Dhaka)	35,670
437	Max Power Ltd.-Lab Test	74,600
438	Maya traders	4,900,000
439	Mazada Consortium Ltd(Ashugoni)	21,565
440	Md.Arab Ali(Chittagong)	23,000
441	Md.Forkan(Dhaka)	8,710
442	Mech Power Ltd(Dhaka)	275,600
443	Meghna Lub Center(Chatok)	61,600
444	Meghna Lubricants (Sylhet)	1,111,000
445	Meghna Petroleum Ltd.-Lab Test	13,650
446	Meghna Traders	4,900,000
447	Meghnaghat Power Ltd.-Lab Test	98,220
448	Merim Co Limited(Chittagong)	81,760
449	Metco Feed Ltd(Chittagong)	57,000
450	Minerva CNG Ltd(Dhaka)	81,245
451	Mir Motors	1,049,061
452	Miron Motors(Dhaka)	98,600
453	Mirpur Ceramics (Dhaka)	331,269
454	Mirza Group & Industries(Dinajpur)	153,430
455	Mitali Textile Mills(Norshingdhi)	279,800
456	Mithila International Agecncy(Dhaka)	12,825
457	Modern Hardware(Rajshahi)	20,220
458	Modern Steel Mills Ltd. (RSRM)	34,000
459	Modern Trading Agency(Dhaka)	6,068,849
460	Modina Filling Services(Narayangonj)	7,847,060
461	Modina Fuel(Dhaka)	1,077,324
462	Modina Motors(Dhaka)	18,183
463	Mofiz & Brothers(Noakhali)	39,240
464	Mohammadi Enterprise(Chittagong)	38,000
465	Mokbul Auto	9,785,000
466	Mokka Mobil House(Comilla)	15,059

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
467	Mokka Oil Supply-Lab Test	2,000
468	Mollai Zantro Bitan(Magura)	64,500
469	Momin Workshop(Dhaka)	16,045
470	Mondol Knitwear's Ltd(Gazipur)	164,000
471	Moni Autos(Nowgaon)	5,000
472	Montrims Ltd(Gazipur)	1,904,500
473	Moon Fashion (Chittagong)	21,900
474	Moshen & Sons(Chittagong)	7,700
475	Mostafa & Sons(Noakhali)	47,500
476	Mostafa Machineries(Dhaka)	116,303
477	Mostafa Motors(Gabtolli,Dhaka)	69,000
478	Mostafa Paper Complex Ltd. (Chittagong)	230,500
479	Mostak Motors(Bogra)	210,224
480	Motor Associate(Chittagong)	5,510
481	Mridha Machineries(Potuakhali)	45,000
482	Muhuri Filling Station(Feni)	47,000
483	Munna Motors	4,878,000
484	Muslim Nagar Steel Re-Rolling Mills Ltd(Narayangonj)	47,000
485	N.Islam Motors(Dhaka)	21,375
486	Nahid Corporation(Coxs Bazar)	14,880
487	Nahid Trading-Lab Test	26,000
488	Nahida Mototrs	9,758,378
489	Nasir Group (Dhaka)	1,824,182
490	Nassa Group(Dhaka)	410,120
491	National Auto	9,779,170
492	National Iron & Steel Inds Ltd(Chittagong)	200,000
493	National Oil Supply(Khulna)	1,099,025
494	Natore Cold Storage Ltd(Rajshahi)	54,000
495	Natural Washing Plant Ltd(Dhaka)	255,000
496	Nature Care(Dhaka)	3,192,500
497	Navana Electronics Ltd(Dhaka)	40,130,823
498	Navana IPG Ltd(Bagerhat)	30,000
499	Nayem Traders	5,466,200
500	Nazim Enterprise(Comilla)	28,050
501	Nazira Machinery(Rajshahi)	569,976
502	Nazrul & Brothers(Jessore)	230,023
503	NEPC Consortium Power Ltd(Narayangonj)	227,883
504	New Amin Mototrs	4,908,240
505	New Bangla Motors(Dhaka)	140,330
506	New Bhai Bhai Motors(Bagerhat)	1,604
507	New Bismillah Motors(Dhaka)	16,544
508	New Era Autos(Chittagong)	15,950
509	New Faruk Motors(Bogra)	1,208,894
510	New Johir Motors(Dhaka)	40,710
511	New Motors	638,925
512	NF Enterprise(Coxs Bazar)	453,000
513	Nirob Auto(Manikgonj)	21,000
514	Nizam Shipping Lines(Adventure-1)	192,000
515	NK Brothers Filling Station(Gazipur)	141,000
516	Noor Motors(Dhaka)	4,664
517	Northdorn Cold Storage Ltd(Saiyadpur)	54,000
518	Northern Corporation Ltd(Gazipur)	348,500
519	Novel Enterprise-Lab Test	3,900
520	NRB Equity Management Ltd(Dhaka)	5,832
521	Nur Brothers(Rangpur)	2,275,530
522	Nur Cold Storage Ltd(Dhaka)	53,905
523	Nur Jahan Enterprise(Comilla)	240,664
524	Nur Motors (Kushtia)	1,237,532

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
525	Nur Motors(Dhaka)	4,611
526	Nuru Honda Servicing Center(Dhaka)	44,801
527	Obaidul Motors(Dhaka)	37,414
528	Ocean Fuel International-Lab Test	267,909
529	Oceanus Ship Management Services-Lab Test	29,970
530	Omi Motors	10,336,000
531	One Motor Corporation(Dhaka)	189,900
532	Orion Home Appliances Ltd(Mymensingh)	803,943
533	OSJI-JV Meghna Workshop(Narayangonj)	53,535
534	Oxford University(Dhaka)	12,825
535	Pacific Accessories Ltd(Chittagong)	120,000
536	Pacific Bangladesh Ltd(Dhaka)	4,900
537	Pacific Jeans Ltd(Chittagong)	89,100
538	Packmat Industries Ltd (Pran RFL)-Lab Test	5,600
539	Padma Cold Storage Ltd(Rajshahi)	160,200
540	Padma Group	10,200
541	Pakiza Dyeinh & Printing Industries Ltd.-Lab Test	15,000
542	Palash Engineering Works(Dhaka)	56,000
543	Palmal Group-Lab Test	3,200
544	Papela Ltd(Chittagong)	74,466
545	Papertech Industries Ltd(Dhaka)	150,801
546	Paragon Ceramics Industries Ltd(Gazipur)	645,182
547	Partex Star Particle Board Mills Ltd.(Dhaka)	13,747,885
548	Parvez Traders	4,855,789
549	Parvin Traders(Gazipur)	10,446,678
550	Payra Power Plant	5,500
551	Peak Al Ihsan Industries(Pabna)	203,800
552	Pearl Paper & Board Mills Ltd.(Dhaka)	165,000
553	Petelco Ltd(Dhaka)	970,275
554	Petron Lubricants(Jessore)	1,066,135
555	Popular Enterprise(Dhaka)	388,828
556	Porichoy Honda Workshop(Dhaka)	36,580
557	Poroshi Motors(Feni)	213,576
558	Port Fuel Suppliers Co.-Lab Test	18,000
559	Port Land International-Lab Test	1,071,095
560	Powerade Technology Ltd(Dhaka)	445,500
561	Pran Group (Dhaka)	4,400
562	Prantik Floating Agency(Narayangonj)	230,526
563	Premium Trade Corporation Ltd.-Lab Test	7,800
564	Prince Electricals Ltd(Narayangonj)	6,146,400
565	Priti Enterprise	4,899,800
566	Progoti CNG F/S(Dhaka)	84,000
567	Protec Electronics Ltd(Gazipur)	1,170,000
568	Quazi Abedin Tex Ltd(Dhaka)	45,691
569	Quick Power Engineering Ltd(Narayangonj)	168,200
570	R.K.Auto Traders	2,314,687
571	R.P Traders	5,388,000
572	R.S Enterprise(Chittagong)	1,873,705
573	Rafi Auto(Khulna)	64,983
574	Rafi Traders(Sherpur)	81,025
575	Rafiq Enterprise-Lab Test	13,100
576	Rahee Enterprise(Rangpur)	321,421
577	Rahmaan Motors	1,360,707
578	Raihan Motors(Rajshahi)	37,610
579	Rajib Auto Parts(Dhaka)	87,045
580	Raju Enterprise(Noakhali)	79,000
581	Rambiz Trading Corporation(Dhaka)	360,533
582	RAMS Power Solution Ltd(Dhaka)	279,500

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
583	Rana Enterprise(Dhaka)	39,126
584	Rana Motors(Gazipur)	11,388
585	Rana Paribahan(Dhaka)	4,787
586	Rancon Oceana Ltd(Chittagong)	51,708
587	Rangapani Tea Estate(T.K.Group)	357,840
588	Rangdhanu Tradelink-Lab Test	9,800
589	Rasel Navigation Co(Dhaka)	184,000
590	Rashed Motors Lub House(Maulavibazar)	449,500
591	Rashid Motorcycle Store(Kushtia)	8,743,651
592	Ratan Mobil House(Tangail)	27,900
593	Razim Motors	9,967,500
594	Regal Energy Ltd(Gazipur)	157,640
595	Remon Motors(Dinajpur)	78,100
596	Renata Limited-Lab Test	178,600
597	Reverie-Lab Test	10,400
598	Rezaul Motors	4,786,750
599	Ridwan Filling Station(Chittagong)	235,000
600	Rifat Automobiles(Sathkhira)	66,562
601	Rifat Motors	5,466,200
602	Risoc Ltd(Dhaka)	38,950
603	Riya Shipping Lines(Dhaka)	441,500
604	Robintex (Bangladesh) Ltd(Narayangonj)	8,022,464
605	Romana Fish Processing & Cold Storage Ltd(Chittagong)	82,400
606	RS Brother Motors(Rajshahi)	20,496
607	RSM Oil Suppliers (Chittagong)	15,107
608	Rupa Enterprise(Sathkhira)	4,977
609	Rupali Banijya Sangstha (Chittagong)	53,500
610	Rupali Steel Agency(Chittagong)	120,000
611	Rupsha Tyres & Chemicals Ltd(Narayangonj)	373,400
612	Rural Power Company Ltd.-Lab Test	763,744
613	S.A. Khan Traders(Chittagong)	1,605,700
614	S.A.Fabrics(Narshindhi)	63,900
615	S.Alam Cold Rolled Steels Ltd(Chittagong)	42,000
616	S.B Motors(Sylhet)	61,681
617	S.G.Oil Refineries Ltd(Mongla)	282,955
618	S.I Lub House(Jessore)	1,130,000
619	S.K. Traders (Comilla)	263,895
620	S.M Traders(Dhaka)	600,000
621	S.S Industries-Lab Test	2,000
622	Sahil Group(Narayangonj)	44,000
623	Saiful Islam Fabricator(Chittagong)	76,500
624	Sajon Filling Station(Gazipur)	48,000
625	Salam Casting Re-Rolling Mills Ltd(Narayangonj)	12,576
626	Salam Motors(Bogra)	62,692
627	Salamin Food Ltd(Joypurhat)	53,000
628	Saleh Steel Industries Ltd (Chittagong)	2,650,000
629	Salehiya Fuel Supply(Bagerhat)	72,789
630	Salim & Brothers Ltd(Chittagong)	110,125
631	Salim Auto Parts(Dhaka)	107,063
632	Salna CNG Station Ltd(Gazipur)	54,000
633	Samata Logistics(Chittagong)	40,000
634	Samia-Saiba Enterprise(Chittagong)	84,300
635	Samsung C & T	54,000
636	Sanjana Fabrics Ltd(Narayangonj)	447,000
637	Sanjoy Store(Jessore)	207,961
638	Sarkar International	5,318,868
639	Satabdi Filling Station(Kushtia)	61,120
640	Satata Motors(Dhaka)	108,480

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
641	Satco Electric Industries Ltd(Narayangonj)	380,000
642	Sayed Enterprise	5,139,098
643	Sayed Traders(Jhenaidah)	403,202
644	Scandex Knitwear Ltd (Unit-2) (Narayangonj))	258,000
645	SciRX Bangladesh Ltd(Dhaka)	272,756
646	Sea Marine Fuel Suppliers Co-Lab Test	117,300
647	Sea Maritime Services (Lab Test)	4,100
648	Sealink Survey & Inspection Co., Ltd-Lab Test	8,000
649	Sejda Enterprise(Mymensingh)	1,554,863
650	SEL Ready-mix & Concrete Ltd(Dhaka)	1,397,830
651	Selim Motors(Dhaka)	4,427,500
652	SEM Auto Mobile(Dhaka)	15,000
653	Sena Kalyan Electric Industries(Chittagong)	4,014,603
654	Seven Sea Marine Engineering(Dhaka)	30,833
655	SGS, Bangladesh, Ltd-Lab Test	20,961
656	Shafiq Autos(Faridpur)	938,349
657	Shah & Co	218,960
658	Shah Ali Motors(Dhaka)	65,520
659	Shah Amanat & Company(Chittagong)	22,152
660	Shah Amanat Filling Station(Chittagong)	24,000
661	Shahabuddin Khan & Brothers	4,899,100
662	Shahara Traders(Dhaka)	28,285
663	Shahil Group(Narayangonj)	22,000
664	Shahin Motors	9,564,388
665	Shahjalal CNG Ltd(Dhaka)	136,995
666	Shahjalal Gas & Filling Station(Narayangonj)	23,500
667	Shahriar Steel Mills Ltd(Dhaka)	1,561,486
668	Shakti Engineering Ltd(Dhaka)	217,800
669	Shamim Motor & Electric(Mymensingh)	131,678
670	Shamukhdum Enterprise(Rajshahi)	36,228
671	Shan Business Center(Dhaka)	7,480
672	Sharija Oil Refinery Ltd(Narayangonj)	155,800
673	Shashi Motors	4,900,000
674	Shatata Motors	10,881,390
675	Sheema Automatic Re-Rolling Mills Ltd.(Chittagong)	3,238,000
676	Shetal Traders	14,700,000
677	Shirin Spinning Mills Ltd(Tangail)	89,500
678	Shiva Trade Center(Sylhet)	500,000
679	Shovon Group of Companies Ltd.(Narayangonj)	40,823
680	Showkat & Brothers Machineries(Jessore)	10,799,752
681	Showkat Enterprise(Rajshahi)	248,438
682	Shun Shing Power Ltd(Gaipur)	202,893
683	Siemens Bangladesh Ltd.-Lab Test	160,762
684	SIF Textile Industries Ltd.(Narayangonj)	1,987,233
685	Sikder Enterprise (Jessore)	33,237,199
686	Sikder Motors(Dhaka)	29,200
687	Sinthia Traders(Potuakhali)	345,000
688	SKB Stainless Steel Mills Ltd(Gazipur)	330,000
689	Sonali Automobiles(Khulna)	215,000
690	Spark Motorcycle Shop(Dhaka)	19,641
691	Standard Asiatic Oil Company Limited-Lab Test	21,150
692	Star Padding Ind. Ltd(Chittagong)	23,500
693	Sukkur Oil Store(Chittagong)	1,969,167
694	Sumaiya Trading(Dinajpur)	3,652,900
695	Summit Alliance Port Ltd(Chittagong)	81,589
696	Summit Meghnaghat Power Company Ltd.-Lab Test	64,800
697	Summit Power Ltd.-Lab Test	16,000
698	Sumon Traders	19,868,698

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
699	Sunrise Autos(Dhaka)	269,637
700	Super Star Electrical Accessories Ltd(Narayangonj)	354,848
701	Super Star Fan Ltd(Munshigonj)	56,727
702	Super Synthetics Ltd(Chittagong)	5,750
703	Swadesh Engineers(Dhaka)	147,000
704	Swiss Bio Hygienic Equipment(Dhaka)	503,857
705	T.K.Food Product Ltd(Chittagong)	50,593
706	T.K.Footwear Ltd(Chittagong)	200,000
707	T.K.Gas & Gas Cylinder Ltd(Chittagong)	818,581
708	T.N Accessories Industry(Dhaka)	48,100
709	Taher & Co. Ltd. (Lab Test)	7,600
710	Taiyeba Plastic Industries(Dhaka)	129,300
711	Taj Machineries(Chittagong)	115,730
712	Takwa Motors(Dhaka)	1,674,411
713	Tanin Motors(Tangail)	33,100
714	Tanveer Paper Mills Ltd-PM-12(Narayangonj)	86,724
715	Tarasima Apparels Ltd(Manikgonj)	1,006,005
716	Tasim Industries Ltd(Chittagong)	111,040
717	Tasin Enterprise(Dhaka)	25,636
718	Techsol Engineering Ltd(Gazipur)	856,490
719	Tex Harbour(Narshingdhi)	90,300
720	The Delta Apparels Ltd(Gazipur)	2,977,776
721	The Security Printing Corporation (BD) Ltd(Gazipur)	140,360
722	Titas Motors(B.Baria)	18,643
723	Titu Machineries(Mymensingh)	81,964
724	Tokai Power Products Ltd(Dhaka)	2,411,200
725	Tonni Enterprise(Jhenaidah)	40,974
726	Torongo Plus Corporation Ltd(Dhaka)	28,540
727	Tosrifa Industries Ltd(Gazipur)	3,034,000
728	Total Auto Solutions(Chittagong)	516,725
729	Total Water Solution(Chittagong)	2,200
730	Trade Link Enterprise-Lab Test	1,000
731	Trans World Marine Services-Lab Test	2,000
732	Trust Filling Station(Dhaka)	3,288,500
733	TS Tech Bangladesh Ltd(Narayangonj)	21,000
734	TS Transformers Limited(Gazipur)	540,000
735	Twice Group(Dhaka)	12,200
736	U.F.M (Bangladesh) Ltd(Chittagong)	156,000
737	UCI Power Plant Ltd(Narayngonj)	173,146
738	Unifill Composite Dyeing Mills Ltd(Dhaka)	217,045
739	Unique Cement Fibre Industries Ltd(Narayangonj)	278,069
740	Unique Power Plant Ltd(Dhaka)	207,751
741	United Apparels(Narayangonj)	1,120,782
742	United Grease & Lubricants Ltd(Chittagong)	21,621,115
743	United Mineral Water & Pet Ind. Ltd(Narayangonj)	42,570
744	United Power Generation & Distribution Company Ltd.-Lab Test	21,600
745	United Trade Center-Lab Test	1,800
746	Uttam Traders(Nowgoan)	4,249,981
747	Valtex International (BD) Ltd(Chittagong)	124,000
748	Van Sales-Mr.Abdur Rahman	788,402
749	Van Sales-Mr.Ashok Biswas(Dhaka)	264,773
750	Van Sales-Mr.Eyakub Shamim	1,226
751	Van Sales-Mr.Fariduddin	65,776
752	Van Sales-Mr.Jubair Hossain	1,078,469
753	Van Sales-Mr.Kamrul(Dhaka)	90,127
754	Van Sales-Mr.Khokon(Driver)	3,539,343
755	Van Sales-Mr.Linkon Mollik	353,200
756	Van Sales-Mr.Mamun(Sylhet)	355,083

Receipts from Customers (Party-wise)

For the year ended 30th June 2018

SL No	Name of the Party	Amounts in Taka
757	Van Sales-Mr.Masum (Dhaka)	30,000
758	Van Sales-Mr.Mithu Sheikh	49,912
759	Van Sales-Mr.Mostafizur Rahman	20,000
760	Van Sales-Mr.Nasir Uddin	73,866
761	Van Sales-Mr.Proshanta Kumar	61,577
762	Van Sales-Mr.Safiqul Islam (Faridpur)	65,000
763	Van Sales-Mr.Salauddin(Dhaka)	5,357
764	Van Sales-Mr.Shahed (Driver)	4,689,920
765	Van Sales-Mr.Shamim Ahmed	98,695
766	Vanguard Garments Ltd.-Lab Test	11,600
767	Vertex Innovative Apparels Ltd(Chittagong)	31,973
768	Vertex off-Dock Logistics Services Ltd(Chittagong)	4,000
769	Victoria FashionAcc: Industries(Gazipur)	92,020
770	Wadud & Brothers	4,610,040
771	Wahabs Sea Services Company-Lab Test	723,100
772	Wavemex Power(Dhaka)	82,000
773	Well Group(Chittagong)	102,000
774	XMC Ltd.(Barapukuria Coal Mining Company Ltd)(Dinajpur)	9,842,716
775	Yousuf & Brothers Logistic Service(Dhaka)	135,659
776	Yousuf Store(Madaripur)	2,586,731
777	Yunusco T & A (BD) Ltd.(Chittagong)	149,612
778	Zaher & Co	4,603,008
779	Zahir Polymer Industries Ltd(Narayangonj)	639,002
780	Zahir Steel & Re-Rolling Mills Ltd(Dhaka)	3,138,500
781	Zakir & Brothers (Dhaka)	3,588,983
782	Zamil Motors	4,900,000
783	Zeil Wears Ltd(Comilla)	88,000
784	Zia Enterprise(Rajshahi)	62,494
785	Zohora Corporation(Dhaka)	391,000
	Total Collection against Operating Income	1,476,507,879
	Less: VAT on Sales Revenue	(72,400,014)
	Net Collection (Net of VAT as per Audit Report 2017-2018)	1,404,107,865

6. Your Query

As on 31.12.2018 Tk. 91,96,64,661 is shown as Payment to suppliers. You are required to submit a list of suppliers along with summary statements regarding the same;

Our Response:

Tk. 91,96,64,661/= was paid to suppliers & Others as on June 30, 2018. The summary lists of the payment are given below:

Statement of Payment to Supplier & Others

For the year ended 30th June 2018

SL No	Particulars	Amounts in Taka	
		Details	Amount
A	Payment For Factory Overhead		38,858,222
1	Salary, wages and allowances	10,826,550	
2	Festival Bonus	1,095,490	
3	Carriage inward	464,750	
4	Director's remuneration and benefits	3,111,840	
5	Electricity & power	534,318	
6	Entertainment	124,360	
7	Factory general expenses	520,500	
8	Gas & power	11,974,362	
9	Insurance premium	5,021,417	
10	Laboratory expenses	767,325	
11	Medical expenses	43,600	
12	Repairs and maintenance	4,307,280	
13	Travelling and conveyance	66,430	
B	Payment for Raw Material Purchase (Imported)		375,125,896
SL	B/E No	Date	

SL No	Particulars		Amounts in Taka	
			Details	Amount
1	660857	22.07.17	2,213,309	
2	836705	04.07.17	16,055,025	
3	944286	23.07.17	7,873,223	
4	1038896	12.08.17	6,044,866	
5	1060267	17.08.17	8,484,888	
6	1075371	21.08.17	4,697,716	
7	1129596	29.08.17	9,152,659	
8	1182192	17.09.17	14,502,379	
9	1182225	17.09.17	9,072,400	
10	1459299	21.11.17	2,635,464	
11	1481857	25.11.17	13,014,004	
12	1542752	07.12.17	3,970,965	
13	921693	19.07.17	3,266,497	
14	577696	03.07.17	8,550,945	
15	Local L/C	07.07.17	5,139,852	
16	1306536	10.10.17	7,108,318	
17	1385590	05.11.17	1,309,256	
18	1505172	29.11.17	2,070,766	
19	1511427	30.11.17	11,526,664	
20	1580216	14.12.17	23,084,143	
21	8094	02.01.18	15,275,615	
22	14155	03.01.18	14,730,062	
23	204017	05.02.18	12,314,368	
24	209217	06.02.18	9,346,892	
25	217409	07.02.18	2,004,421	
26	246672	13.02.18	7,679,147	
27	299234	22.02.18	15,205,785	
28	405422	13.03.18	3,085,321	
29	426675	18.03.17	2,428,708	
30	496213	01.04.18	4,626,909	
31	534719	08.04.18	15,598,886	
32	572592	17.04.18	28,734,895	
33	596917	21.04.18	18,018,582	
34	669597	07.05.18	9,949,651	
35	723891	16.05.18	10,018,943	
36	698970	11.05.18	14,711,188	
37	706955	14.05.18	15,812,951	
38	758951	23.05.18	15,810,232	
C	Payment for Local Purchase			526,761,452
	Name of Party			
1	Adex Engineering		5,982,879	
2	Ahmed Motors		4,989,693	
3	Al-Amanat Engineering		9,475,282	
4	Alamgir & Brothers		4,714,032	
5	Al-Baraka enterprise		4,611,136	
6	Al-Bukhary Enterprise		3,527,240	
7	Allied Trade International		5,108,742	
8	Amanat Motors		3,421,728	
9	Amin Fish Farms & Ind.Ltd.		4,772,020	
10	Amin Lub House		750,792	
11	Amra Traders		3,031,072	
12	Anwar Filling		1,745,526	
13	Anwar Filling		1,697,130	
14	Arab Ali Trading		7,710,660	
15	Astech Limited		3,571,482	
16	Asutosh CNG		3,242,532	
17	Awlad Hossain & Brothers		6,472,200	
18	Azim Group		4,486,004	
19	B.N Traders		4,828,482	

SL No	Particulars	Amounts in Taka	
		Details	Amount
20	Babul Engineering	5,267,970	
21	Banani Drum Suppliers	16,043,264	
22	Banik Brothers	758,640	
23	Baraka Lubricants	6,963,574	
24	Brightstar	5,137,388	
25	CAIL	2,379,688	
26	CBC Corporation Ltd.	8,100,182	
27	Chandpur Lube Suppliers	7,276,622	
28	Chevron Bangladesh Block-12 Ltd.	1,598,800	
29	Chittagong Steel Engineering	5,117,114	
30	Chondon Automobiles	9,930,772	
31	Chowdhury Motors Ctg	640,920	
32	Confidence Cement	8,277,460	
33	Crown Traders	1,408,140	
34	Dana Engineers	7,395,432	
35	Dilu Auto	778,260	
36	Dwip Marine	8,085,402	
37	Electro Ind.	8,828,128	
38	Emon Traders	656,180	
39	Energy Traders	3,264,092	
40	Engineering House	4,992,636	
41	Farida Motors	792,909	
42	Farjana	915,600	
43	Fast Distribution	3,377,256	
44	Five StarEng.Workshop	937,400	
45	Flora Ltd.	10,400,780	
46	Friends Mktg. Co.	805,728	
47	Friends Petroleum	4,826,890	
48	G.S Motors oil Co	926,500	
49	Gawsia Motors	4,563,576	
50	Giash Motors	804,420	
51	Golden Container	5,651,650	
52	Gulshan oil	4,357,166	
53	H.M Manjur	778,260	
54	Hakim Ullah Shah Store	4,730,164	
55	HarunAutomobiles	640,920	
56	Hilton	918,652	
57	Hi-Tech Petroleum	7,165,769	
58	Ibrahim Motors	6,556,350	
59	Imran Brothers	3,380,090	
60	Intraco CNG	5,375,880	
61	Intraco CNG	1,658,980	
62	Jahed Motors	3,457,916	
63	Jalal Servicing	3,468,816	
64	Jalalabad Motors	3,320,358	
65	Jamuna Drum Suppliers	10,640,887	
66	Jamuna Oil & Lub Trading	9,308,600	
67	Kornofully Ind. Ltd.	8,331,524	
68	Lion Trading	4,916,118	
69	M.B Enterprise	1,205,371	
70	M.H Enterprise	4,986,968	
71	M.Hossain & Sons	618,800	
72	Mayer Doa	5,073,514	
73	Meghna Oil Suppliers	9,895,434	
74	Meheru Enterprise	4,892,007	
75	Modina Oil Suppliers	3,269,346	
76	Modina Oil Supply	2,571,746	
77	Monjur Motors	3,386,848	
78	Mostafa Paper Complex	6,359,496	

SL No	Particulars	Amounts in Taka	
		Details	Amount
79	N. Alam Traders	5,049,207	
80	Najma Oil Suppliers	5,088,992	
81	National Iron	2,986,164	
82	Navana Service Center Ltd.	4,648,850	
83	Nila Trading & Suppliers	3,252,124	
84	Nites Bose Lube House	6,506,864	
85	North Bengle Trading	5,477,170	
86	Nur-Jahan Iron	2,367,480	
87	Pacific Association	6,702,516	
88	Parameer Engineer	5,532,731	
89	Parkesine Products Ltd.	1,903,706	
90	Perstudio BD Ltd.	6,543,600	
91	Quick Auto	7,139,064	
92	R.S.M Drum Suppliers	6,076,000	
93	Rashed Fisheries	3,651,173	
94	Rubel Steel Mills Ltd.	10,831,003	
95	Rupali oil Agency	6,012,222	
96	Sabrina Lubricants	7,432,966	
97	Sagorika Lube House	3,503,478	
98	Sajib Enterprise	3,672,864	
99	Saleh Steel	10,708,306	
100	Sayed Enterprise	3,419,221	
101	Sea Port Shipping	3,489,090	
102	Shah Alam Motors	5,547,862	
103	Shah Amanat Motors	4,871,864	
104	Sohel Oil Suppliers	7,788,486	
105	Star Padding	5,196,690	
106	Uddayon Lubricants	7,023,088	
107	Ulfa Plastic	10,298,538	
108	Uttam Traders	3,377,365	
109	Uttara Motors	4,458,361	
110	Yousuf Printers	3,896,422	
E	Adjustment in Advance & prepayments		(21,080,910)
1	Advance against L/C	(17,304,833)	
2	Advance against VAT	1,436,663	
3	Advance Against Salary & Allowance	(2,491,108)	
4	Advance Against Procurement	19,397,751	
5	Advance Travelling & Conveyance	(166,550)	
6	Advance against Office Rent	18,000	
7	Advance against Floor Purchase	5,300,000	
8	Advance against Office Expenses	(845,697)	
9	Advance against Selling & Distribution Expenses	(130,998)	
10	Advance against Land & Land Development	(16,080,500)	
11	Advance against Civil construction	(545,134)	
12	Advance against Fuel Expenses	(58,650)	
13	Advance against Legal & Professional Expenses	(2,090,070)	
14	Advance against Others	(7,052,506)	
15	Linde Bangladesh Ltd.	284,000	
16	Bakhrabad Gas System Ltd.	500,722	
17	Van Omran Tank Terminal -VOTT	(1,510,000)	
18	Security Deposit Against Dhaka Guest House	258,000	
	Payment to Suppliers & Others		919,664,661

7. **Your Query**

Month-wise gross sales & amount of VAT in the year of 2018;

Our Response:

Month-wise gross sales & amount of VAT in the year of 2018 is given below:

SL	Name of Month	Gross Sales	VAT	Net Sales
1	July-17	106,813,279	3,631,375	103,181,904
2	August-17	135,733,169	5,337,492	130,395,677

3	September-17	119,549,508	4,252,103	115,297,405
4	October-17	226,571,240	7,824,242	218,746,998
5	November-17	47,619,618	2,665,929	44,953,689
6	December-17	66,599,803	7,059,141	59,540,662
7	January-18	56,864,550	4,872,770	51,991,780
8	February-18	69,823,080	6,322,441	63,500,639
9	March-18	70,490,340	6,581,813	63,908,527
10	April-18	57,181,861	5,870,738	51,311,123
11	May-18	125,208,447	10,027,203	115,181,244
12	June-18	365,878,740	7,954,767	357,923,973
	Total	1,448,333,636	72,400,014	1,375,933,622

8. **Your Query**

Detail name-wise schedule of advance to employees with date of advance and subsequent balance thereon;

Our Response:

The name-wise schedule of advance to employees with date of advance and subsequent balance is given below:

Statement of Advance to Employee & their Subsequent Balance as on 30th November, 2018

Sl	Employee Name	Date of Advance	Advance Amount	Balance on 30.11.2018
1	Mr. Khandaker Munir Chowdhury	11.04.2018	230,000	135,500
2	Md. Mofizur Rahman	12.04.2018	250,000	145,825
3	Mr. Nasir Uddin, ACS	11.04.2018	135,000	78,300
4	Mr. Kabir Hossain	11.04.2018	95,000	59,819
5	Md. Wali Ullah	11.04.2018	90,000	52,200
6	Mr. Ajar Hossain Rana	11.04.2018	110,000	62,750
7	Mr.Md.Rafiqul Islam	15.03.2018	70,000	40,472
8	Mr. Abdul Hadi Belal	04.03.2018	50,000	29,119
9	Mr. Abu Naser	11.04.2018	40,000	27,198
10	Mr. Jahangir Hossain	11.04.2018	35,000	26,080
11	Md. Saiful Islam	11.04.2018	25,000	16,090
12	Mr. Enayet Ullah Mamun	11.04.2018	35,000	26,143
13	Mr. Omar Faruk Romon	11.04.2018	20,000	11,720
14	Mr. Abdul Kaiyum	11.04.2018	25,000	17,071
15	Mr.Golam Sarwar Masud	12.04.2018	30,000	22,502
16	Mr. Nurul Hoque	11.04.2018	30,000	22,451
17	Mr.Uttam Das	11.04.2018	30,000	22,070
18	Mr. Golam Hossain Faruk	12.04.2018	60,000	37,329
19	Mr. Mozammel Hossain	11.04.2018	150,000	92,531
20	Mr.S.K.M.Mokter Hossain	12.04.2018	130,000	81,490
21	Mr. Tajul Islam	12.04.2018	130,000	87,070
22	Mr.Md Yasin Arafat	15.04.2018	80,000	48,446
23	Mr. Mostafizur Rahman(sourav)	10.04.2018	80,000	48,050
24	Mr. Md. Mukitul Islam	12.04.2018	90,000	55,800
25	Mr. Rezaul Islam	12.04.2018	150,000	91,500
26	Mr. Masukur Rahman	12.04.2018	90,000	58,050
27	Mr. Md. Rafiquzzaman	06.05.2018	80,000	50,483
28	Mr. Jafrul Hasan	11.04.2018	80,000	47,600
29	Mr. Ratan Kumer Barua	12.04.2018	80,000	46,070
30	Mr. Nasir Uddin	11.04.2018	50,000	38,255
31	Mr. Abdul Majid	12.04.2018	70,000	44,440
32	Mr. Mithu Shaeikh	12.04.2018	50,000	32,900
33	Mr. Mahfuzur Rahman	12.04.2018	60,000	35,700
34	Mr. Sajid Aftab	19.03.2018	250,000	148,120
35	Dengil Baroi	27.03.2018	100,000	63,078
36	Mr. Md. Saifuddin	12.04.2018	100,000	63,100
37	Momena Akter	04.04.2018	100,000	63,798
38	Abdullah Al-Noman	11.04.2018	80,000	52,550
39	Mr. Mazba Uddin	08.04.2018	80,000	52,100
40	Hasan Ahmed	11.04.2018	45,000	32,368
41	Mr. Hamidur Rahman	05.04.2018	80,000	51,560
42	Mr. Md.Nazmul Islam	25.03.2018	50,000	30,218

Sl	Employee Name	Date of Advance	Advance Amount	Balance on 30.11.2018
43	Mainuddin Ahmed	05.04.2018	40,000	29,200
44	Mr.Md.Helal Uddin (ii)	05.04.2018	45,000	31,939
45	Mr. Achyuta Ranjan Bhattacharya	28.03.2018	220,000	127,300
46	Mr. Naim Siddiki	05.04.2018	150,000	88,800
47	Mr. Mejba Ul Haq	09.04.2018	160,000	94,750
48	Mr. Atul Chowdhury	11.04.2018	40,330	27,370
49	Mr. Anower Hossain	10.04.2018	40,000	27,520
50	Mr. Abul Hossain	08.04.2018	50,000	28,796
51	Mr. Gias Uddin	16.04.2018	50,000	38,590
52	Nur Nobil	05.04.2018	30,000	23,250
53	Mr. Abdul Motaleb	05.04.2018	52,000	31,619
54	Mr. Anwar Hossain (Liton)	05.04.2018	35,000	23,813
55	Mr. Abu Sayed Rajon	05.04.2018	35,000	24,410
56	Olee Ullah	11.04.2018	35,000	24,200
57	Mr. Md. Lokman Hossain	10.04.2018	35,000	25,476
58	Md. Nur Uddin	08.04.2018	30,000	21,224
59	Kamal Uddin	16.04.2018	30,000	23,250
60	Bablu Chandra Nath	16.04.2018	30,000	23,250
61	Armaan Hossain Forhad	16.04.2018	30,000	23,250
62	Mr. Mostaque Ahmed	30.04.2018	72,000	49,257
63	Mr.Shahajahan	10.04.2018	45,000	32,238
64	Mr. Abu Sufian	06.05.2018	30,000	22,170
65	Md. Mostofa	09.04.2018	30,000	23,070
66	Mr.Md.Shahabuddin (1)	03.05.2018	35,000	20,902
67	Mr. Monir Hossain	03.05.2018	35,000	22,011
68	Mr. Akbar Hossain	08.04.2018	35,000	24,268
69	Mr. Md. Mahbub Raihan	09.04.2018	35,000	27,980
70	Mr. Kowser Hamid	09.04.2018	35,000	26,018
Total			5,104,330	3,233,835

9. **Your Query**

Updated status of capital Work-in-Progress;

Our Response:

The head-wise status of capital Work-in-Progress is given below (As on 30th November, 2018):

Particulars	Amount
HFO Dehydration	37,492,880
Grease Point	25,082,279
Co-Generation (25 KW/H)	84,033,164
Laboratory Service	56,237,401
Drum Unit	129,969,250
Lub-rref (Bangladesh) Limited Unit-2	125,705,127
Total	458,520,101

10. **Your Query**

Specify update status of provision for liabilities for income tax as shown in note 18;

Our Response:

Year wise update status of provision for liabilities for income tax is given below:

ACCOUNTING YEAR END AS ON	ASSESSMENT YEAR	STATUS
30 June, 2018	2018-2019	Return will be submitted on due time
30 June, 2017	2017-2018	Return Submitted and Assessment is in under process
30 June, 2016	2016-2017	Return Submitted and Assessment is in under process
31 December, 2015	2016-2017	Return Submitted and Assessment is in under process
31 December, 2014	2015-2016	Return Submitted and Assessment is in under process

Accounting Year	Assessment Year	Status	Provision Made on Accounts	Assessment Made by DCT	Excess- (under) Provision (Contingent Liabilities)
31-Dec-12	2013-2014	Assessment Completed by DCT but litigation to high court for its decision is yet pending	1,684,567	2,354,339	669,772
31-Dec-13	2014-2015		1,591,315	10,303,295	8,711,980
Total			3,275,882	12,657,634	9,381,752

11. **Your Query**
Whether you have obtained balance confirmation certificates from all the parties of accounts receivables (note 5);

Our Response:

We have obtained all the balance confirmation certificates from all the parties of the accounts receivable to whom we have provided the balance confirmation letters.

12. **Your Query**

Detailed list of the machineries & equipment added during the year 30-06-2017 & 30.06.2018 are required to submit;

Our Response:

Details break up of last two years Plant & Machineries Purchase are as follows:

A. For the year 2017-2018

Year of Addition	Particulars	Amount
2016-2017	Batch Printing Machine	494,025
2016-2017	Belching Mixing Tank	80,920
2016-2017	BMRE	112,812,123
2016-2017	Burette Cylinder	60,000
2016-2017	Canon CCS-2050	30,000
2016-2017	Coolant Plant	76,631,244
2016-2017	Drum Filling machine	94,227
2016-2017	ECD Detector	465,270
2016-2017	Forklift Truck	47,600
2016-2017	Frequency Inverter	15,500
2016-2017	Gas Chromatograph	33,565,126
2016-2017	Gas Purification System	464,825
2016-2017	HFO Reactor	46,096
2016-2017	Insulation Diagnostic System	1,108,503
2016-2017	Laboratory Equipment	127,000
2016-2017	Laboratory Service	143,808,739
2016-2017	LDO-Mass Blending Plant	90,649,718
2016-2017	Nitrogen Gas for transformer oil filtration plant	1,240
2016-2017	Pilot Plant	34,000
2016-2017	Pilot Plant	27,136
2016-2017	pneumatic transmission Model: 4F530-15L-24VDC	112,691
2016-2017	Stabinger Viscometer model: SVM 3000	35,712
2016-2017	Steam Boiler	118,400
2016-2017	transformer oil filtration Plant	21,000
2016-2017	UV-Vis Spectrophotometer	18,167,426
2016-2017	Vacuum Pump Exhaust Tank	170,000
2016-2017	VI-VII Plant	92,506,536

B. For the year 2016-2017

Total for the year ended 30th June 2017		571,201,032
2017-2018	Boiler & TFH Chimney	100,000
2017-2018	Burning Chamber	536,558
2017-2018	Calibration of Laboratory Equipment	224,118
2017-2018	Can & Drum Feeling Line	10,000
2017-2018	Dehydration Line	251,057
2017-2018	Distilled Water Plant	65,363,267
2017-2018	Fire Hydrant System	3,200
2017-2018	Grease Plant	101,402,199
2017-2018	HFO Dehydration	216,284,275
2017-2018	Laboratory Equipment's	127,000
2017-2018	Laboratory Services	112,880,225
2017-2018	Laboratory Equipment's	1,491,655
2017-2018	Load Cell	648,000
2017-2018	Load Cell DCS Box	15,000
2017-2018	Oil Reclamation Plant	3,158,549
2017-2018	Spare parts for Perkin Elmer	245,000
2017-2018	Temperature Meter for Boiler	11,416
2017-2018	Temperature Indicator Controller	98,189
2017-2018	Thermal Fluid Oil Line	501,198

2017-2018	Temperature Censor	44,239
2017-2018	Transformer oil Filtration Plant	334,858
2017-2018	Transformer Meter	7,500
2017-2018	Transformer oil filtration plant	2,009
2017-2018	Weight Scale	50,000
Total for the year ended 30th June 2018		503,789,512

13. Your Query

In Note 8 FDR investment is shown as Cash & Cash Equivalent whereas it is a part of Investment in FDR. Explain your position regarding the same;

Our Response:

All the FDR of the Company were kept with the bank for 3 to 6 months only, therefore, the FDR amount were shown under Cash & Cash Equivalents. These FDR were kept as additional security against bank guarantee.

14. Your Query

It is found from Auditor's certificate under Rules 25 (a) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 regarding long term and short term borrowing that amount of overdraft as shown in the certificate does not agree with the accounts for the year ended June 30, 2017. Explain;

Our Response:

In Financial Statements for the year ended 30th June 2017 Short Term Loans were presented by its nature whereas under Auditors Certificate under Public Issue Rules, 2015 in 25(a) the Short Terms loans were presented by Bank-wise. As such, the sub-heads of the overdraft figures in two statements were different. But in totals the Short-term Loan figures is equal the fact that time loan is also a part of overdraft which was sanctioned by Bank for short time in addition to overdraft. There is no difference between the total Loan amounts of Financial Statement & Certificate under 25(a). This is shown as follows for the year ended 30th June 2017:

Auditors' certificate regarding Long-term and Short-term Borrowings Including Borrowing from Related Party or Connected Persons with rate of interest and interest paid-accrued

Based on our scrutiny of the relevant financial statement of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company has taken the following long-term and short-term borrowings including borrowing from related party or connected persons during the last five years.

For the period ended 30 June 2018

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2018	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
International Leasing and Financial Services Limited	Lender	Finance lease	2,607,202	14%	4,21,268	Nil
Southeast Bank Limited	Lender	Long-term Loan	820,895,373	9%	73,284,031	-
Southeast Bank Limited	Lender	Short-term-Overdraft-LTR	521,423,550	10-12%	55,049,863	-

For the year ended 30 June 2017

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2017	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
International Leasing and Financial Services Limited	Lender	Finance lease	3,333,646	14 %	120,574	Nil
Southeast Bank Limited	Lender	Long-term Loan	824,868,483	10%	75,055,215	-
Southeast Bank Limited	Lender	Short-term-Overdraft	538,239,295	10-12%	95,336,577	-
Al-Arafah Islami Bank Limited	Lender	Short-term	3,909,739	10-12%	-	-

For the year ended 30 June 2016

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 30 June, 2016	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Southeast Bank Limited	Lender	Long-term Loan	860,120,023	10%	42,416,039	-

Southeast Bank Limited	Lender	Short-term Loan- Overdraft	749,382,935	10-12%	34,601,940	
Al-Arafat Islami Bank Limited	Lender	Short-term	3,909,739	10-12%	-	-

For the Year ended 31 Dec 2015

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 31 Dec, 2015	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Southeast Bank Limited	Lender	Long-term Loan	891,015,984	10%	95,745,673	-
Southeast Bank Limited	Lender	Short-term-overdraft	600,682,906	10-12%	52,336,301	-
Al-Arafa Islami Bank Limited	Lender	Short-term	3,909,739	10-12%	-	-
Industrials and Infrastructure Development Finance Company Limited (IIDFC)	Lender	Long-term	33,818	13%	-	-

For the Year ended 31 Dec 2014

Name of the Party	Nature of Relationship	Nature of Borrowing	Balance as at 31 Dec, 2014	Interest rate	Interest Paid (BDT)	Interest Accrued (BDT)
Southeast Bank Limited	Lender	Long-term Loan	968,893,181	10%	87,262,374	-
Southeast Bank Limited	Lender	Short-term-overdraft	283,774,785	10-12%	33,811,310	-
Al-Arafa Islami Bank Limited	Lender	Short-term	11,962,811	10-12%	6,536,787	-
Industrials and Infrastructure Development Finance Company Limited (IIDFC)	Lender	Long-term	1,569,823	13%	520,329	-

15. Your Query

It is found from Auditor's certificate under Rules 25 (e) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 that amount of trade receivables do not agree with the audited financial statements for the year 2015 & 2016. Explain;

Our Response:

We are extremely sorry for that there was a printing error in the certificate of 25(e) in the amount of Accounts receivable for the year ended 30th June 2016 & for the year ended 31st December, 2015 which is corrected as follows:

**Auditors' Certificate regarding Trade Receivable
of Lub-rref (Bangladesh) Ltd.**

Based on our scrutiny of the relevant financial statements of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company had following amount of trade receivables including receivables from related party or connected persons during the last five years:

Product Line	Amount in (BDT)				
	Year Ended 30 June, 2018	Year Ended 30 June, 2017	Year Ended 30 June, 2016	Year Ended 31 Dec, 2015	Year Ended 31 Dec, 2014
	Outstanding Amount				
Trade receivable	337,641,776	347,064,369	299,287,468	329,676,487	254,115,103
Other receivable	8,582,606	3,469,335	2,353,587	3,600,528	1,071,170
Total	346,224,382	350,533,704	301,641,055	333,277,015	255,186,273

16. Your Query

In the Auditor's certificate under Rules 25(f) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 under loans to related party you have mentioned that no loan is given to any related party, where-as from the accounts it is found that the company has given advances to Companygonj Agro Industries Limited and Julda Shipyard Limited. Explain;

Our Response:

We have certified the transaction under BSEC Rules 25(f) where it was disclosed in the Certificate that the Company did not give any loan to any institution except Related Party or concerned persons during the last five years. Here related party means Julda Shipyard Limited and Companygonj Agro Limited respectively. The certificate under Rules 25(f) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 is given below:

Auditors' Certificate regarding loan given by the issuer including Loans to Related Party or Connected Persons under the rule G (25), (f) of the Public Issue Rules, 2015

Based on our scrutiny of the relevant Financial Statements of Lub-rref (Bangladesh) Ltd. which have been prepared by management and produced to us for review, we certify that as per the disclosure provided in those financial statements, the Company did not give any loan to any institutions excluding related party or connected persons during the last five years.

17. Your Query

Auditor's certificates under Rules 25(h) have not shown of turnover through banking channel as per requirement of said rules;

Our Response:

We are extremely sorry for the above mistake and have corrected the certificate as follows:

Auditors' certificate regarding turnover of Lub-rref (Bangladesh) Ltd. under the rule G (25), (h) of the Public Issue Rules, 2015

After due verification we certify that, the turnover showing separately in Cash and through Banking Channel during the last five years were as follows:

Particulars	Amount in (BDT)				
	Year Ended 30 June, 2017	Year Ended 30 June, 2017	Year Ended 30 June, 2016	Year Ended 31 Dec, 2015	Year Ended 31 Dec, 2014
In Cash	-	-	-	-	-
Through Banking Channel	1,407,315,718	1,196,630,361	473,465,261	847,319,591	710,444,519
Total	1,407,315,718	1,196,630,361	473,465,261	847,319,591	710,444,519

18. Your Query

In the Auditor's certificate under Rules 25(i) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 Related Party Transactions that total Remuneration of Directors for the year ended on 2016, 2015 & 2014 were shown Tk. 99,22,800/-, Tk. 1,98,45,600/- & Tk. 3,96,91,200/-. But the total comes to Tk. 34,39,800/-, Tk. 68,22,000/- & Tk. 67,14,000/-. Explain;

Our Response:

We are extremely sorry for the above mistake and have revised our certificate as follows:

Auditors' Certificate Regarding Related Party Transaction under the rule G (25), (i) of the Public Issue Rules, 2015

Based on our scrutiny of the Financial Statements and other relevant records of Lub-rref (Bangladesh) Ltd. which have been prepared by Management of the Company and produced to us for our review, and on the basis of representation from management, we certify that as per the disclosure provided in those documents the Company has enter into the following transactions during the last five years were as follows:

Except the following transactions:

a) Board Meeting fees paid to the Directors:

Sl. No	Name Of Directors	Position	Amount Paid				
			30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
1	Mohammed Yousuf	Managing Director	48,000	48,000	20,000	36,000	12,000
2	Rubiya Nahar	Chairman	48,000	48,000	20,000	36,000	12,000
3	Md. Salauddin Yousuf	Director	48,000	48,000	20,000	36,000	12,000
4	Israt Jahan	Director	48,000	40,000	-	-	-
5	Ahmed Hossain	Director	48,000	40,000	-	-	-
6	Ameer Faisal	Independent Director	32,000	-	-	-	-
7	Wahid Uddin Chowdhury		12,000	-	-	-	-
Total			284,000	224,000	60,000	108,000	36,000

b) Remuneration of the Directors:

SL. No	Name	30.06.2018	30.06.2017	30.06.2016	31.12.2015	31.12.2014
1	Rubiya Nahar	1,590,000	1,590,000	795,000	1,578,000	1,560,000
2	Mohammed Yousuf	3,420,000	3,420,000	1,710,000	3,390,000	3,342,000
3	Md. Salauddin Yousuf	1,869,600	1,869,600	934,800	1,854,000	1,812,000
4	Israt Jahan	900,000	450,000	-	-	-
Total		7,779,600	7,329,600	3,439,800	6,822,000	6,714,000

c) Related Party Transaction

31 Dec 2014	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2014	Addition during the period	Adjustment during the period	Closing Balance as on 31.12.2014
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	50,900,231	47,420,638	23,853,988	74,466,881
Juldha Shipyard Limited			2,852,585	245,847		3,098,432
Total			53,752,816	47,666,485	23,853,988	77,565,313

31 Dec 2015	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2015	Addition during the period	Adjustment during the period	Closing Balance as on 31.12.2015
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	74,466,881	13,814,901	1,688,115	86,593,667
Juldha Shipyard Limited			3,098,432	767,003		3,865,435
Total			77,565,313	14,581,904	1,688,115	90,459,102

30 June 2016	Types of Relationship	Nature of Transactions	Opening Balance on 01.01.2016	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2016
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	86,593,667	59,683,550	9,051,430	137,225,787
Juldha Shipyard Limited			3,865,435	335,250		4,200,685
Total			90,459,102	60,018,800	9,051,430	141,426,472

30 June 2017	Types of Relationship	Nature of Transactions	Opening Balance on 01.07.2016	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2017
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	137,225,787	36,239,152	820,188	172,644,751
Juldha Shipyard Limited			4,200,685			4,200,685
Total			141,426,472	36,239,152	820,188	176,845,436

30 June 2018	Types of Relationship	Nature of Transactions	Opening Balance as on 01.07.2017	Addition during the period	Adjustment during the period	Closing Balance as on 30.06.2018
Companigonj Agro Industries Limited	Common Directorship-sister concern	Overhead Exp. & Working Capital Management	172,644,751	10,347,783	134,812,534	48,180,000
Juldha Shipyard Limited			4,200,685	210,218	4,10,903	-
Total			176,845,436	10,558,001	134,823,441	48,180,000

19. **Your Query**

Auditor's certificate under Rules 25(l) of the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 is not in line with the requirement of said rule.

Our Response:

We are extremely sorry for the presentation of Certification. We have amended the Certificate as follows:

Auditors' certificate regarding conformity of bank statements with Books of accounts of Lub-rref (Bangladesh) Ltd. under the rule G (25), (L) of the Public Issue Rules, 2015

This is to certify that, the Books of Accounts of Lub-rref (Bangladesh) Limited from 1st January, 2014 to 30th June, 2018 are in conformity with the Bank Statements.

20. **Your Query**

Details break-up of land and land development cost;

Our Response:

The detailed break up of Land Development Cost is given below:

Details of Land & Land Development
Up to 30th June 2018

Particulars	Amount
Bricks Purchase	35,251,918
Labour Bill	33,437,979
Sand Purchase	67,257,648
Cement Purchase	42,865,875
Grid Purchase	56,924,401
Transport Expenses	28,783,280
Sylet Sand Purchase	56,403,784
Iron Purchase	46,417,766
Sand Bag Purchase	7,488,027
Rubbish Purchase	6,791,818
Plate Bar Purchase	7,608,185
Piling Expenses	30,998,951
Ston Purchase	57,113,797
Total	477,343,430

21. Your Query

Certificate from auditor that the company has sold lube oil and grease during the year ended 30-06-2018 within the price range fixed by the Government;

Our Response:

Our certificate is as under:

Auditors' Certificate Regarding Sales Price of lube oil and grease within the price range fixed by the Government during the year ended 30-06-2018

This is to certify that, Lub-rref (Bangladesh) Limited Sold its Oil & Grease after finding Price approval from National Board of Revenue (NBR). During the year ended on 30th June 2018 they find approval from NBR on 29-01-2017 for 214 types of lube oil grease products vide its file no-4th/A(12)297/mushak/lub-rref/2014. The company is following this approved price list to sale its lube oil and grease products during the year ended 30-06-2018.

22. Your Query

Revised EPS considering full provision against Income Tax dispute with the Income Tax Authority;

Our Response:

This is a litigation issues pending with the honorable high court division for some inadmissible expenses added with the income amicably by the honorable Deputy Commissioner of Taxes. If the honorable high court division doesn't allow the claim at this time the current EPS of the Company may be revised as follows:

Particulars	30 June 18	30 June 17
Net Profit After Tax for the Year	204,504,327	150,052,330
Add: Inadmissible Expenses made by DCT	9,381,634	-
Total Adjusted Comprehensive Income for the year	213,885,961	150,052,330
Earnings Per Share (EPS) Basic	2.17	2.14
Earnings Per Share (EPS) Adjusted	2.14	1.50

23. Your Query

You have not presented the valuation report as annexure of financial statements of the period in which the valuation has been made as per requirement of the valuation Guideline;

Our Response:

The valuation report was annexed of the Financial Statements of the period in which the valuation has been made as per requirement of the valuation Guideline provided by Bangladesh Securities and Exchange Commission Public Issue Rules, 2015.

24. Your Query

Break-up of payment to suppliers and others as shown in the Cash Flow Statement;

Our Response:

The break-up of payment to suppliers and others as shown in the Cash Flow Statement for the year ended on June 30, 2018 are given below:

Statement of Payment to Supplier & Others
For the year ended 30th June 2018

SL No	Particulars	Amounts in Taka	
		Details	Amount
A	Payment For Factory Overhead		38,858,222
1	Salary, wages and allowances	10,826,550	
2	Festival Bonus	1,095,490	
3	Carriage inward	464,750	
4	Director's remuneration and benefits	3,111,840	
5	Electricity & power	534,318	

	6	Entertainment	124,360	
	7	Factory general expenses	520,500	
	8	Gas & power	11,974,362	
	9	Insurance premium	5,021,417	
	10	Laboratory expenses	767,325	
	11	Medical expenses	43,600	
	12	Repairs and maintenance	4,307,280	
	13	Travelling and conveyance	66,430	
B	Payment for Raw Material Purchase (Imported)			375,125,896
	SL	B/E No	Date	
	1	660857	22.07.17	2,213,309
	2	836705	04.07.17	16,055,025
	3	944286	23.07.17	7,873,223
	4	1038896	12.08.17	6,044,866
	5	1060267	17.08.17	8,484,888
	6	1075371	21.08.17	4,697,716
	7	1129596	29.08.17	9,152,659
	8	1182192	17.09.17	14,502,379
	9	1182225	17.09.17	9,072,400
	10	1459299	21.11.17	2,635,464
	11	1481857	25.11.17	13,014,004
	12	1542752	07.12.17	3,970,965
	13	921693	19.07.17	3,266,497
	14	577696	03.07.17	8,550,945
	15	Local L/C	07.07.17	5,139,852
	16	1306536	10.10.17	7,108,318
	17	1385590	05.11.17	1,309,256
	18	1505172	29.11.17	2,070,766
	19	1511427	30.11.17	11,526,664
	20	1580216	14.12.17	23,084,143
	21	8094	02.01.18	15,275,615
	22	14155	03.01.18	14,730,062
	23	204017	05.02.18	12,314,368
	24	209217	06.02.18	9,346,892
	25	217409	07.02.18	2,004,421
	26	246672	13.02.18	7,679,147
	27	299234	22.02.18	15,205,785
	28	405422	13.03.18	3,085,321
	29	426675	18.03.17	2,428,708
	30	496213	01.04.18	4,626,909
	31	534719	08.04.18	15,598,886
	32	572592	17.04.18	28,734,895
	33	596917	21.04.18	18,018,582
	34	669597	07.05.18	9,949,651
	35	723891	16.05.18	10,018,943
	36	698970	11.05.18	14,711,188
	37	706955	14.05.18	15,812,951
	38	758951	23.05.18	15,810,232
C	Payment for Local Purchase			526,761,452
	Name of Party			
	1	Adex Engineering	5,982,879	
	2	Ahmed Motors	4,989,693	
	3	Al-Amanat Engineering	9,475,282	
	4	Alamgir & Brothers	4,714,032	
	5	Al-Baraka enterprise	4,611,136	
	6	Al-Bukhary Enterprise	3,527,240	
	7	Allied Trade International	5,108,742	
	8	Amanat Motors	3,421,728	
	9	Amin Fish Farms & Ind.Ltd.	4,772,020	
	10	Amin Lub House	750,792	
	11	Amra Traders	3,031,072	

12	Anwar Filling	1,745,526	
13	Anwar Filling	1,697,130	
14	Arab Ali Trading	7,710,660	
15	Astech Limited	3,571,482	
16	Asutosh CNG	3,242,532	
17	Awlad Hossain & Brothers	6,472,200	
18	Azim Group	4,486,004	
19	B.N Traders	4,828,482	
20	Babul Engineering	5,267,970	
21	Banani Drum Suppliers	16,043,264	
22	Banik Brothers	758,640	
23	Baraka Lubricants	6,963,574	
24	Brightstar	5,137,388	
25	CAIL	2,379,688	
26	CBC Corporation Ltd.	8,100,182	
27	Chandpur Lube Suppliers	7,276,622	
28	Chevron Bangladesh Block-12 Ltd.	1,598,800	
29	Chittagong Steel Engineering	5,117,114	
30	Chondon Automobiles	9,930,772	
31	Chowdhury Motors Ctg	640,920	
32	Confidence Cement	8,277,460	
33	Crown Traders	1,408,140	
34	Dana Engineers	7,395,432	
35	Dilu Auto	778,260	
36	Dwip Marine	8,085,402	
37	Electro Ind.	8,828,128	
38	Emon Traders	656,180	
39	Energy Traders	3,264,092	
40	Engineering House	4,992,636	
41	Farida Motors	792,909	
42	Farjana	915,600	
43	Fast Distribution	3,377,256	
44	Five StarEng. Workshop	937,400	
45	Flora Ltd.	10,400,780	
46	Friends Mktg. Co.	805,728	
47	Friends Petroleum	4,826,890	
48	G.S Motors oil Co	926,500	
49	Gawsia Motors	4,563,576	
50	Giash Motors	804,420	
51	Golden Container	5,651,650	
52	Gulshan oil	4,357,166	
53	H.M Manjur	778,260	
54	Hakim Ullah Shah Store	4,730,164	
55	HarunAutomobiles	640,920	
56	Hilton	918,652	
57	Hi-Tech Petroleum	7,165,769	
58	Ibrahim Motors	6,556,350	
59	Imran Brothers	3,380,090	
60	Intraco CNG	5,375,880	
61	Intraco CNG	1,658,980	
62	Jahed Motors	3,457,916	
63	Jalal Servicing	3,468,816	
64	Jalalabad Motors	3,320,358	
65	Jamuna Drum Suppliers	10,640,887	
66	Jamuna Oil & Lub Trading	9,308,600	
67	Kornofully Ind. Ltd.	8,331,524	
68	Lion Trading	4,916,118	
69	M.B Enterprise	1,205,371	
70	M.H Enterprise	4,986,968	
71	M.Hossain & Sons	618,800	
72	Mayer Doa	5,073,514	

73	Meghna Oil Suppliers	9,895,434	
74	Meheru Enterprise	4,892,007	
75	Modina Oil Suppliers	3,269,346	
76	Modina Oil Supply	2,571,746	
77	Monjur Motors	3,386,848	
78	Mostafa Paper Complex	6,359,496	
79	N. Alam Traders	5,049,207	
80	Najma Oil Suppliers	5,088,992	
81	National Iron	2,986,164	
82	Navana Service Center Ltd.	4,648,850	
83	Nila Trading & Suppliers	3,252,124	
84	Nites Bose Lube House	6,506,864	
85	North Bengle Trading	5,477,170	
86	Nur-Jahan Iron	2,367,480	
87	Pacific Association	6,702,516	
88	Parameer Engineer	5,532,731	
89	Parkesine Products Ltd.	1,903,706	
90	Perstudio BD Ltd.	6,543,600	
91	Quick Auto	7,139,064	
92	R.S.M Drum Suppliers	6,076,000	
93	Rashed Fisheries	3,651,173	
94	Rubel Steel Mills Ltd.	10,831,003	
95	Rupali oil Agency	6,012,222	
96	Sabrina Lubricants	7,432,966	
97	Sagorika Lube House	3,503,478	
98	Sajib Enterprise	3,672,864	
99	Saleh Steel	10,708,306	
100	Sayed Enterprise	3,419,221	
101	Sea Port Shipping	3,489,090	
102	Shah Alam Motors	5,547,862	
103	Shah Amanat Motors	4,871,864	
104	Sohel Oil Suppliers	7,788,486	
105	Star Padding	5,196,690	
106	Uddayon Lubricants	7,023,088	
107	Ulfa Plastic	10,298,538	
108	Uttam Traders	3,377,365	
109	Uttara Motors	4,458,361	
110	Yousuf Printers	3,896,422	
E	Adjustment in Advance & prepayments		(21,080,910)
1	Advance against L/C	(17,304,833)	
2	Advance against VAT	1,436,663	
3	Advance Against Salary & Allowance	(2,491,108)	
4	Advance Against Procurement	19,397,751	
5	Advance Travelling & Conveyance	(166,550)	
6	Advance against Office Rent	18,000	
7	Advance against Floor Purchase	5,300,000	
8	Advance against Office Expenses	(845,697)	
9	Advance against Selling & Distribution Expenses	(130,998)	
10	Advance against Land & Land Development	(16,080,500)	
11	Advance against Civil construction	(545,134)	
12	Advance against Fuel Expenses	(58,650)	
13	Advance against Legal & Professional Expenses	(2,090,070)	
14	Advance against Others	(7,052,506)	
15	Linde Bangladesh Ltd.	284,000	
16	Bakhrabad Gas System Ltd.	500,722	
17	Van Omran Tank Terminal -VOTT	(1,510,000)	
18	Security Deposit Against Dhaka Guest House	258,000	
	Payment to Suppliers & Others		919,664,661

25.

Your Query

Name wise schedule of trade receivable having balance of more than Tk. 5 lacs with subsequent balance thereon;

Our Response:

The name wise schedule of trade receivable having balance of more than Tk. 5 lacs for the year ended on June 30, 2018 with subsequent balance thereon is given below:

Lub-rref (Bangladesh) Limited
Accounts Receivable (As on 30th June 2018)
Above 5 Lac

SL	Particular	Amounts in Taka	
		30th June 2018	30th Nov. 2018
1	AB Filling Station	665,770	1,998,770
2	Abul Kalam Automobiles	1,305,800	2,064,000
3	AK Kamal Motors	5,078,600	6,653,517
4	Akhi International	3,030,800	2,234,950
5	Akter Motors	4,925,864	2,425,071
6	Al Habib Nahar Trading	6,963,300	2,628,335
7	Alif Automobiles	4,800,250	2,411,850
8	Alif Sriti Motors	8,715,300	2,803,355
9	Amir Hossain Khan & Co(Chandpur)	706,912	3,937,367
10	Anan Industries (Pvt) Ltd(Gazipur)	513,996	2,154,856
11	Apparel Wet Processing Ltd(Mymensingh)	607,000	1,497,575
12	Ashik Auto Repairing Works(Pabna)	780,391	1,747,477
13	Awlad Motors	5,129,900	2,444,900
14	Ayub Ali Automobiles	6,005,800	2,532,405
15	Babul Automobiles & Mobil House	4,105,800	2,342,405
16	Baburhat Filling Station	7,330,800	2,714,100
17	Bangla Motors	5,030,800	2,434,905
18	Bashundhara Enterprise	4,870,800	2,080,720
19	Bengal Motors & Oil Center	3,095,800	2,241,405
20	Bhuiyan Corporation(Dhaka)	9,222,352	20,772,831
21	Bhuiyan Traders	4,720,800	2,403,905
22	Bismillah Automobiles	5,232,270	3,320,688
23	Bismillah Navigation(Chittagong)	563,650	1,295,588
24	BurigangaFloating Pump(Dhaka)	741,000	1,793,996
25	CITF-2018	783,493	-
26	City Motors	6,634,204	2,595,245
27	Dablu Auto	4,796,290	2,499,126
28	Darbar Auto Traders	4,830,800	2,414,905
29	DITF-2018	799,459	861,895
30	Dubai automobiles	4,935,800	2,484,938
31	Eazy Distribution	4,540,800	2,445,438
32	Energypac Engineering Ltd (Dhaka)	972,197	14,225,493
33	Faisal Motors	4,435,800	2,440,644
34	Famous Motors	4,330,800	2,364,905
35	Ferdous & Sons	3,115,800	2,243,405
36	Fresh Steel and Re-Rolling Mills Ltd(Narayangonj)	586,368	1,528,366
37	Friends Motors	4,993,937	2,431,219
38	G.S Automobiles	4,730,800	2,404,905
39	Galaxy Motors	4,910,800	2,422,905
40	Gazi Enterprise	4,121,200	2,575,824
41	Global Ad Star Bag Ind.Ltd(Narayangonj)	844,204	1,409,777
42	Gold Star Lubricants	4,830,800	2,474,438
43	Gowsia Motors	9,319,900	5,259,398
44	H.R.Trade Center	4,268,988	3,706,853
45	H.S Traders	3,271,676	1,824,081
46	Hakim Enterprise-1(Gazipur)	574,656	1,472,434
47	Hakim Variety Store	5,030,800	2,434,905
48	Harun Automobiles	4,860,800	2,417,905
49	Hasbee Enterprise	3,447,800	2,276,605
50	Helal & Sons	3,501,200	2,513,824
51	Hino Motors	4,530,800	2,384,905
52	HMR Automobiles	3,693,200	2,533,024
53	Hoque Agency	4,375,800	2,369,405

Lub-rref (Bangladesh) Limited
Accounts Receivable (As on 30th June 2018)
Above 5 Lac

SL	Particular	Amounts in Taka	
		30th June 2018	30th Nov. 2018
54	Ibrahim Motors	3,872,800	2,319,105
55	Irfan Machinery & Electric House	3,085,800	1,834,065
56	Israfill Fuel Supply	3,530,920	2,284,917
57	Jahan Motors	4,181,031	2,349,928
58	Janani Auto	2,351,000	2,166,925
59	Janani Automobiles	3,761,000	2,307,925
60	Janata Motors	4,601,000	2,391,925
61	Junab Motors	4,031,000	2,334,925
62	Kafil Motors	5,076,325	4,662,774
63	Kashem Ali Enterprise	4,181,000	2,409,538
64	Khan Trading	5,452,200	2,708,924
65	Komol Automobiles	506,000	1,581,650
66	Lipi Traders	2,790,968	2,442,801
67	M.A Mobil Center(Rangpur)	897,806	1,472,349
68	M.M Enterprise	7,119,458	17,156,016
69	Maa Motors	5,031,714	2,501,506
70	Mir Motors	9,883,339	5,315,742
71	New Motors	4,899,435	2,682,211
72	Parvin Traders(Gazipur)	1,042,084	4,651,843
73	Protec Electronics Ltd(Gazipur)	860,000	2,789,542
74	R.K.Auto Traders	5,209,072	3,499,062
75	Rahmaan Motors	9,571,693	5,284,578
76	Rashid Motorcycle Store(Kushtia)	1,052,821	3,983,052
77	Sayed Enterprise	5,745,488	4,883,031
78	Shah & Co	5,247,240	2,688,428
79	Shahin Motors	801,812	2,243,885
80	Sukkur Oil Store(Chittagong)	541,043	1,799,812
81	Uttam Traders(Nowgoan)	818,135	2,523,359
82	Van Sales-Mr.Abdur Rahman	995,325	3,182,625
83	Van Sales-Mr.Khokon(Driver)	807,027	1,257,845
84	Zakir & Brothers (Dhaka)	510,217	1,051,609
		314,667,680	258,713,637

26. Your Query

Explain the 'Related Party Current A/C (note 7)'.

Our Response:

The explanation relating to the 'Related Party Current A/C (note 7) is given below:

Amount in BDT

Name of Party	Types of Relationship	Balance as on 01.07.2017	Addition*	Adjustment	Balance as on 30.06.2018
Companygonj Agro Industries Limited	Common Directorship	172,644,751	10,347,783	134,812,534	48,180,000
Juldha Shipyard Limited		4,200,685	210,218	4,410,903	-
Total		176,845,436	10,558,001	139,223,437	48,180,000

* The addition covers with interest on advances to related party only. The Company realized Tk. 139,223,437/= from Companygonj Agro Industries Limited and Juldha Shipyard Limited respectively.

Management additional disclosure in respect of Exchange Observation

Issue-1

DSE's Observation Regarding Employee benefit:

Nothing has been mentioned about gratuity whereas as per note 2.17 (page 201 of the prospectus) the company has a gratuity scheme. (Page-96). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company is yet under in consideration to establish the gratuity fund. We have updated the draft prospectus page number 229 as per your requirement.

DSE's Recommendation to BSEC:

Not Satisfactory- The Company needs to account for compensation benefit as per Lab our Law, 2006 as amended up to July 2013. If the company accrues the expenses, PAT will decrease which will affect the EPS of the Company.

Our Explanation to BSEC:

We have adopted the Gratuity policy for employees of Lub-rref (Bangladesh) Ltd. for the employee benefits and have updated Draft Prospectus page no.242 accordingly. We have attached herewith the Gratuity Policy in **Annexure 1** for your kind consideration.

Issue-2**DSE's Observation Regarding Average market price:**

Pricing should not be calculated based on the share price of MJL Bangladesh who has a substantial amount of market share in Bangladesh (Page-151). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company has calculated its share price based on the share price of MJL Bangladesh Limited and incorporated in the draft prospectus **page no. 169**.

DSE's Recommendation to BSEC:

Not Satisfactory- MJL business size and the company's business size is now here similar. Hence the price of MJL should be excluded.

Our Explanation to BSEC:

We have updated our calculation of the average market price of similar stock-based considering three companies like Eastern Lubricants, Padma Oil Co. Ltd and Jamuna Oil Co. Ltd and incorporated in the draft prospectus page no. 161-164 accordingly. We have also excluded MJL from the share price calculation as per instruction of DSE.

Issue-3**DSE's Observation Regarding WPPF:**

No provision has been made for the year 30 June 2017 despite having a profit of Tk 208,612,744 as per Labour Law, 2006 as amended up to July 2013. How about earlier years too (Page-193)? Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The management of the company has recognized Workers' Profit Participation and Welfare Fund (WPPF) Tk. 13,590,920/- for the year ended on 30 June 2018. To ensure full compliance, the Company has formed a Trusty Board on 05th June 2018 as per the condition of the Section 232 Bangladesh Labor Act-2006 (As amendment up to 2013) and has also established WPPF accordingly. The Trust Deed was registered on 22nd April 2018. The company charged WPPF expenses from the period on which the period the company formed the Trusty Board of WPPF. A separate bank account was opened vide account number 000813100014915 in Southeast Bank Ltd. Jubilee Road Branch, Chattogram. As per the opinion of the Legal Adviser, the company doesn't need to charge WPPF expenses before incorporating the Trustee Board of WPPF of the company. In this relation, we have collected legal advice from Mr. Md. Sazzad Hossain, Barrister-at-law on 25 October 2019 which is enclosed herewith in **Annexure-10**.

DSE's Recommendation to BSEC:

Not Satisfactory- Non forming a deed of trust will not exempt the company for payment of WPPF in earlier years. DSE should take legal opinion in this regard.

Our Explanation to BSEC:

The management of the company has recognized Workers' Profit Participation and Welfare Fund (WPPF) Tk. 13,590,920/- for the year ended on 30 June 2018. To ensure full compliance, the Company has formed a Trusty Board on 05th June 2018 as per the condition of the Section 232 Bangladesh Labor Act-2006 (As amendment up to 2013) and has also established WPPF accordingly. We have charged WPPF expenses after incorporating the Trustee Board of WPPF as per the legal opinion of Mr. Md. Sazzad Hossain, Barrister-at-law on 25 October 2019. We have also transferred about Tk.14,00,000. We have shown below the effect of WPPF on earnings and EPS calculation if it was incorporated from 2014:

Particulars	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Net Turnover	1,533,942,711	1,375,933,622	1,186,777,624	465,050,539	830,038,537	704,274,146
Cost of Goods Sold	(1,040,883,326)	(933,851,840)	(801,905,596)	(324,391,213)	(584,933,728)	(494,323,878)
Gross Profit/ (Loss)	493,059,385	442,081,782	384,872,028	140,659,326	245,104,809	209,950,268
Operating Expenses	(57,225,162)	(57,598,644)	(48,554,336)	(17,231,254)	(46,662,614)	(37,959,920)
Financial Expenses	(129,844,567)	(111,704,269)	(129,302,713)	(50,796,845)	(108,995,505)	(90,296,448)
Operating Profit/(Loss)	305,989,656	272,778,869	207,014,979	72,631,227	89,446,690	81,693,901
Non- Operating Income	9,791,702	12,630,446	1,597,765	649,807	17,281,054	664,573
Profit Before Tax (as Reported)	315,781,358	285,409,315	208,612,744	73,281,034	106,727,744	82,358,474
Contribution to WPPF (as Reported)	(15,037,208)	(13,590,920)	-	-	-	-
Profit Before Tax (as Reported)	300,744,151	271,818,395	208,612,744	73,281,034	106,727,744	82,358,474

Particulars	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-15	31-Dec-14
Considering WPPF (31.12.14 To 30.06.17)	-	-	(10,430,637)	(3,664,052)	(5,336,387)	(4,117,924)
Profit Before Tax Considering WPPF	300,744,151	271,818,395	198,182,107	69,616,982	101,391,357	78,240,550
Provision For Income Tax	(93,114,097)	(67,314,068)	(58,020,376)	(11,739,787)	(11,545,009)	(8,457,735)
Current Taxes	(35,710,818)	(12,788,768)	(7,729,414)	(1,645,879)	(2,541,959)	(2,131,334)
Deferred Taxes	(57,403,279)	(54,525,300)	(50,290,962)	(10,093,908)	(9,003,050)	(6,326,401)
Net Profit after Tax (As Reported)	207,630,054	204,504,327	150,592,368	61,541,247	95,182,735	73,900,739
Net Profit after Tax (Considering WPPF)	207,630,054	204,504,327	140,161,731	57,877,195	89,846,348	69,782,815
Earnings per Share (Basic)-As Reported	2.08	2.07	2.14	1.38	2.15	2.07
Earnings per Share (Basic)-Considering WPPF	2.08	2.07	2.00	1.29	2.03	1.95

We have attached herewith in Annexure- 2 our legal opinion and Annexure-2A Bank Statement of WPPF fund for your kind consideration.

Issue-4

DSE's Observation Regarding Use of estimates and judgments:

Nothing has been mentioned as to which statement of accounts estimates and judgments have been used. Please specify (Page-197). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The estimates and underlying assumptions are reviewed as a going concern basis. The revisions of the accounting estimates are recognized in the period in which the estimate was made and in any future periods affected as per provision of IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors.

DSE's Recommendation to BSEC:

Not Satisfactory- Please specify clearly in which significant account estimate has been used.

Our Explanation to BSEC:

We have specified clearly as follows in which significant account estimated has been used in the preparation of Financial Statements under the Note: 2.02 and the draft prospectus page number -214 as follows:

The preparation of Financial Statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognized in the Financial Statements. The account judgments, estimates and assumptions are been used in the following heads of Accounts for the preparation of Financial Statements:

Note: 2.08.1 Recognition, Measurement and Disclosure of Property, Plant and Equipment

Note: 2.08.3 Depreciation on Fixed Assets

Note: 2.08.7 Impairment of Assets

Note: 2.08.8 Revaluation of Property, Plant & Equipment

Note: 2.11 Inventories (Provision for Damage & Obsolescences)

Note: 2.13 Provision, Contingent Liabilities and Contingent Assets

Note: 2.12.3 Accounts receivables (Trade Debtors)

Note: 2.12.8 Trade Payables and Accruals

Note: 2.15 Revenue recognition

Note: 2.16 Foreign Currency Transactions and Translations

Note: 2.17 Employees Benefits

Note: 2.18 Finance Income and Expenses

Note: 2.27 Income Tax (Current and Deferred Tax)

Issue-5

DSE's Observation Regarding Accounting Standard:

Did you apply IFRS 15 and 16 while preparing the Financial Statements for the year ended on 30 June 2018? How about compliance with IAS 18? (Page-198). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The management has complied with IFRS 15 'Revenue from Contracts with Customers' while preparing the Financial Statements for the year ended on 30 June 2018 instead of IAS 18. It is an inadvertent mistake in note No.2.15 of Financial Statements for the year ended on 30 June 2018 which was subsequently corrected. We are also noted that

there are no differences between IFRS-15 and IAS-18 that would impact any numerical amount and disclosures in the financial statement. We further noted that IFRS-16 had not applicable for preparing Financial Statement for the year ended 30 June 2018.

DSE's Recommendation to BSEC:

Not Satisfactory- Company-specific revenue recognition policy has not been disclosed in the FS (Page 201)

Our Explanation to BSEC:

We have clearly specified revenue recognition policy in the Financial Statements under Note Number -2.18 and in the draft prospectus page-215 as per your instruction as follows;

"As per IFRS-15: "Revenue from Contracts from Customers" an entity shall account for a contract with a customer only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to performing their respective obligations;
- (b) The entity can identify each party's rights regarding the goods or services to be transferred;
- (c) The entity can identify the payment terms for the goods or services to be transferred;
- (d) The contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- (e) It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer."

Considering the five steps model, the Company recognizes revenue at the time of delivery when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of those goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer when the buyer's bank provides assurance by giving acceptance letter on the delivery of goods. Revenue represents the invoice value of goods supplied to the customers measured at the fair value of the consideration received or receivable. We further noted that IFRS-16 had not applicable for preparing Financial Statement for the year ended 30 June 2018. As IFRS-16, Appendix C, Clause – C1, an entity shall apply this standard for annual reporting period beginning of after 01 January 2019.

Issue-6

DSE's Observation Regarding 2.08.3 Depreciation:

The company follows the reducing balance method to depreciate its assets. It seems the useful life of the assets estimated by the company is very high. For example, Plant and Machinery, Furniture and fixture, office equipment? How do they assess the useful life of the assets? It will take 43 years to reach a written down value of Taka one. Office building, a Factory building and weighing scale take much longer time. (Page-198). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The company follows a reducing balance method to depreciate its assets out of three methods define in IAS-16, Para-62. The reducing balance method results in a decreasing charge over the useful life. According to the reducing balance method, depreciation is charged at a fixed percentage on the book value of the asset. As there, the book value of the assets reduces every year. The management assessed the useful life of the assets, considering all the following factors of an asset:

- a. Expected usages of the assets. Usages by assessed by reference of assets expected capacity of physical output.
- b. Expected physical wear and tear, which depend on operational factors such as the number of shifts for which the assets are to be used and the repair and maintenance program, and the care and maintenance of the assets while idle.
- c. Technical or commercial obsolescence arising changes of improvements in production, or firm a change in the market demand for the product or service output of the asset. Expected future reductions in the selling price of an item that was produced using as the asset could indicate the expectation of technical or commercial obsolescence of the asset, which, in turn, might reflect a reduction of the future economic benefits embodied in the asset.
- d. Legal of similar limits on the use of the assets, such as the expiry dates of related leases.

We also noted that the estimation of the useful life of the asset is a matter of judgment based on the experience of the entity with similar assets.

DSE's Recommendation to BSEC:

Not Satisfactory- The reply is as per the standard. It does not address the query as to how the company has assessed the useful life of the assets. Estimating longer useful life creates lower depreciation charge which increases the profitability and affects the EPS.

Our Explanation to BSEC:

We have incorporated the assessment of useful life of the assets in Financial Statements for the year ended 30 June 2019 under Note Number 2.11.2 and in the Fixed Assets Schedule of the Company as follows:

The Company used branded plant and machinery in its production process which was procured from Germany, the USA, & other European countries. With small maintenance, the life of the assets can be strengthened and can be modified as per the requirement of the Company. That is why the depreciation on plant and machinery are 10%. The factory building's lifetime is also considered 20 years which is very reasonable. That is why, the rate is 5%. Another reason is that the main factory building is built with RCC structures and other factory buildings were built with prefabricated structures. And Other Fixed Asset's lifetime is considered 10 years (Motor Vehicle 5 years) which is very reasonable.

Issue-7**DSE's Observation Regarding 2.08.7 Impairment:**

It is not what the company has carried out rather what is the company policy with regard to the impairment of assets (Page-199). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company reviews the carrying amounts of its assets to determine whether there is any indication of impairment. In accordance with IAS-36: 'Impairment of Assets' for the year ended 30 June 2018 (at Balance Sheet date), there was no indication of impairment of assets. And accordingly, no adjustment against impairment of assets was made in the Financial Statements for any such impairment.

DSE's Recommendation to BSEC:

Not Satisfactory- Can you please give us documentation in support of your statement that you have carried out this testing and confirmation that this has been done in accordance with IAS 36.

Our Explanation to BSEC:

The management of the Company takes physical stocks periodically and recognition of the assets was made accordingly considering the usable condition, wear and tear of the assets as follows:

- iii) The valuation of Property, Plant & Equipment has been made on the basis of the usable condition of the assets as per IAS-36 Impairment of Assets.
- iv) The management of the Company has conducted physical verification for Property, Plant & Equipment on 30.06.2019

Property, Plant & Equipment's are consisting of Office Building, Air Conditioner, Computer & Computer Accessories, Fire Extinguisher, Furniture & Fixture, Vehicles, Office Equipment, Plant & Machineries, Electricity Installation, Factory Building & Shed, Factory Equipment, Gas Installation, Generator, Weighing Scale, Interior Decoration, Kitchen Equipment and Ware House are valued at lower of cost and net realizable value as per IAS 16: Property, Plant & Equipment Costs include expenditure incurred in acquiring the assets and other costs incurred in bringing them to their existing location and condition.

Impairment of assets is made as and when assets became obsolete or unusable for which the management of the company is giving decisions from time to time. The management of the Company reviews the carrying amounts of its assets (Balance Sheet Date) to determine whether there is any indication of impairment in accordance with IAS-36: 'Impairment of Assets'. During the year at Balance Sheet date, there was no indication of impairment of assets; as such, no adjustment was given in the Financial Statements for impairment. We have incorporated the above information under Note Number 2.11.7 in the notes to the accounts and attach herewith physical verification report and Impairment test Report in **Annexure- 3** for your kind consideration.

Issue-8**DSE's Observation Regarding 2.08.7 Impairment:**

The note is contradictory. The company must assess the internal and external indicators of impairment. It is clear from the statement that the evaluation was not carried out (Page-199). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company assessed the internal and external indicators of impairment. We also note that the Company reviews the carrying amounts of its assets to determine whether there is any indication of impairment in accordance with IAS-36: 'Impairment of Assets' for the ended year 30 June 2018 (at Balance Sheet date), there was no indication of such impairment of assets.

DSE's Recommendation to BSEC:

Not Satisfactory- Can you please give us documentation in support of your statement that you have carried out this testing and confirmation that this has been done in accordance with IAS 36.

Our Explanation to BSEC:

The management of the Company takes physical stocks periodically and recognition of the assets was made accordingly considering the usable condition, wear and tear of the assets as follows:

- i) The valuation of Property, Plant & Equipment has been made on the basis of the usable condition of the assets as per IAS-36 Impairment of Assets.

- ii) The management of the Company has conducted physical verification for Property, Plant & Equipment on 30.06.2019

Property, Plant & Equipment's are consisting of Office Building, Air Conditioner, Computer & Computer Accessories, Fire Extinguisher, Furniture & Fixture, Vehicles, Office Equipment, Plant & Machineries, Electricity Installation, Factory Building & Shed, Factory Equipment, Gas Installation, Generator, Weighing Scale, Interior Decoration, Kitchen Equipment and Ware House are valued at lower of cost and net realizable value as per IAS 16: Property, Plant & Equipment Costs include expenditure incurred in acquiring the assets and other costs incurred in bringing them to their existing location and condition. Impairment of assets is made as and when assets became obsolete or unusable for which the management of the company is giving decisions from time to time. The management of the Company reviews the carrying amounts of its assets (Balance Sheet Date) to determine whether there is any indication of impairment In accordance with IAS-36: 'Impairment of Assets'. During the year at Balance Sheet date, there was no indication of impairment of assets; as such, no adjustment was given in the Financial Statements for impairment. We have incorporated the above information under Note Number 2.11.7 in the notes to the accounts and attach herewith physical verification report and Impairment test Report in **Annexure-3** for your kind consideration.

Issue-9

DSE's Observation Regarding 2.09 Intangible Assets:

Detailed disclosure has been given on Intangible asset but no Intangible assets have been reported in the Financial Statements. The company would have Software at least (Page-199). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The company purchased Accounting and other Software on Financial Year 2013-2014. There was no remaining balance of software for the year ended 30 June 2018. As a result, no such accounting policy has existed for which we need to specify the policy in the Financial Statements.

DSE's Recommendation to BSEC:

Not Satisfactory - Does the company still use the Software. If it is still usable in that case, the amortization rate was not in accordance with IAS 38.

Our Explanation to BSEC:

We are using Accounting and other software since 2013-2014 which purchased on Financial Year 2013-2014. There was no remaining balance of software for the year ended 30 June 2018. As a result, no such accounting policy has existed for which we need to specify the policy in the Financial Statements.

Issue-10

DSE's Observation Regarding 25. 2.11 Inventories:

As per para 9 of IAS 2, Inventories are required to be stated at lower of cost and net realizable value. It is not clear whether NRV is tested for all the inventory items since the valuation principle has been written at cost except for finished goods (Page-200). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The management of the Company has the policy to testify the Net Realizable Value for each year at the time of yearly stock-taking for all the inventories except Finished Goods. The company is valuing inventories at Net Realizable Value each year if any impairment of inventory has occurred over the cost of inventory including the finished goods.

DSE's Recommendation to BSEC:

Not Satisfactory- Can you please give us documentation in support of your statement that you have carried out this testing and confirmation that this has done in accordance with IAS 2.

Our Explanation to BSEC:

Impairment of inventory is made as and when inventory became obsolete or unusable or for slow-moving items for which the management of the company is giving decisions from time to time. Based on the sales cycle of slow-moving items, the sales prices of the products may decrease over time. The management of the Company reviews the carrying amounts of its inventory (Balance Sheet Date) to determine whether there is any indication of impairment In accordance with IAS-2: 'Inventories'. When the sales price moves below the inventory cost prices, the loss of sales is recognized immediately in the Financial Statements. The management of the Company takes physical stocks periodically and valuation of stocks was made on June 30, 2019 (cutoff date) considering the wear and tear of the assets as follows:

- The valuation of closing inventory has been made on the basis of lower of cost and net realizable value as per IAS-2.
 - The management of the Company has conducted physical verification/stocktaking of inventories on 30.06.2019
- The summary of the physical stocks that was taken on June 30, 2019 are as follows:

Particulars	Amount	Quantity	Pack Size
Additives & Chemical	117,326,815	92,236	Kg
Empty Can	2,182,031	63,731	Pcs
Empty Carton	1,306,541	12,275	Pcs
Empty Drum	2,155,800	1,382	Pcs
Empty Pail	429,815	1,441	Pcs

Particulars	Amount	Quantity	Pack Size
Finished Pail	1,472,665	212	Pcs
Finished Goods (Carton)	1,379,554	3,678	Pcs
Finished Drum.	28,010,653	819	Pcs
Finished Drum.	4,600,673	175	Pcs
Finished Pail	275,498	1,793	Pcs
Additives & Chemical	9,237,136	147,419	Kg
Additives & Chemical	994,832	12,520	Kg
Others Materials (Cap, Shrink, White Stickers, Alumunium Washer, Foil, Security Hologram)	419,215	342,472	Pcs
Base Oil	343,864,530	3,932,534	Kg
Stickers	1,391,180	433,502	Pcs
Total Amount	515,046,937		

There was no indication of impairment of inventory during the year under physical stocks; and as such, no adjustment was given in the Financial Statements for impairment. We have incorporated the above information under Note Number 2.14 newly and attached herewith physical verification report Inventories in **Annexure- 4** for your kind consideration.

Issue-11

DSE's Observation Regarding 2.15 Revenue Recognition:

The company discloses the point at which revenue is recognized but did not disclose as to how they recognize revenue (Page-201). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company recognizes revenue when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of those goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT) as per IAS 15. The policy is included in the notes to the accounts (Note No 2.15) of the Financial Statements for the year ended on June 30, 2018.

DSE's Recommendation to BSEC:

Not Satisfactory- Please specify clearly in which significant account estimate has been used.

Our Explanation to BSEC:

We have specified clearly the revenue recognition estimates as follows:

"As per IFRS-15: "Revenue from Contracts from Customers" an entity shall account for a contract with a customer only when all of the following criteria are met:

- The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to performing their respective obligations;
- The entity can identify each party's rights regarding the goods or services to be transferred;
- The entity can identify the payment terms for the goods or services to be transferred;
- The contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and
- It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer."

Considering the five steps model, the Company recognizes revenue at the time of delivery when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of those goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer when the buyer's bank provides assurance by giving acceptance letter on the delivery of goods. Revenue represents the invoice value of goods supplied to the customers measured at the fair value of the consideration received or receivable. We have incorporated the same in the Financial Statements for the year ended 30 June 2019 in the Note no-2.18

Issue-12

DSE's Observation Regarding 2.16 Foreign Currency:

Detailed disclosure has been given on foreign currency transactions and translations but no gain loss has been reported in the Financial Statement (Page-201). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The company is not engaged in exports through foreign currency for which it needs to translate the financial statements in local currency. Therefore, there is no possibility of any foreign exchange gain or loss and therefore, no gain or loss was reported in the Financial Statements.

DSE's Recommendation to BSEC:

Not satisfactory - Currency gain/ loss may also arise from the import of goods. Does the company purchase RM Locally?

Our Explanation to BSEC:

We have adjusted the foreign exchange (loss) with a purchase value of the purchase price of raw materials Tk. 12,587/-. The purchase price of raw materials (import price plus handling cost) was Tk. 438,488,637/- during the year ended on June 30, 2018. We have extremely sorry for that mistake. The details calculation of foreign exchange (loss) gain is shown below:

Total purchase as per book	Tk. 438,476,050
Value as per retirement of Letter of Credit	Tk. 438,488,637

Net Foreign Exchange Loss**Tk. 12,587****Issue-13****DSE Observation Regarding 2.17 Employee Benefits:**

The company maintains the Defined Benefit Plan. But the policy disclosure is not in accordance with IAS 19. Neither net Defined Benefit Obligations nor Fair Value of Plan Assets has not been found in the Statement of Financial Position (Page-201). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company rearranged its policy note regarding Benefit Plan for the year ended 30 June 2018. We have also noted that benefit Obligations Plan has been shown in the note no.-22 'General and Administrative Expenses' in the Financial Statement for the year ended 30 June 2018 and Liability also shown in the note no.-19 'Liability for Expenses'.

DSE's Recommendation to BSEC:

Not Satisfactory - Please specify in which account. Defined Benefit Obligation or Fair Value of Plan assets have been disclosed.

Our reply to BSEC:

The Company made expenses for provident fund Tk. 2,117,336/= during the year ended 30 June 2019 under the head "General and Administrative Expenses" in note number 22.00 out of which it had paid Tk.1,732,538 and had created liabilities for provident fund Tk. 384,798/= under the head of "Liability for Expenses" in note number 19.00.

Issue-14**DSE Observation Regarding 2.18 Finance Income and Expenses:**

Finance Income and Expenses are accounted for following IAS 21. Reference of IAS 23 has been given in this note instead of IAS 21 (Page-201). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The management of the Company recognized Finance Income comprises interest income which the fund invested. Interest Income is recognized when occurred. The management of the Company recognized interest on loan and bank charges as Finance Expenses. All finance costs are recognized in the profit and loss account using the effective interest method except to the extent that they are capitalized during the construction period of the plants in accordance with Para 8, IAS-23 "Borrowing Costs".

Recommendation to BSEC:

Not Satisfactory- Reference of IAS 21 should have been given.

Our reply to BSEC:

We have incorporated the reference of IAS 21 "The effects of Changes in Foreign Currency Rates" in note number 2.23 of the Financial Statements for the year ended on June 30, 2019 as per your instruction.

Issue-15**DSE Observation Regarding 2.27.1 Current Tax:**

However, the company made liabilities for Income Tax Under section 82 ©. Does it mean they account for minimum tax? (Page-202). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Management of the Company made liabilities for income tax as per applicable section of Income Tax Ordinance -1984 for its respective periods which is also amended in the policy note of the Financial Statements for the year ended June 30, 2018.

DSE Recommendation to BSEC:

Not Satisfactory - Please give us the tax computation.

Our reply to BSEC:

The Company Income Tax was assessed as per Provision of Taxes under Section 82(C) of the Income Tax Ordinance, 1984. A table below the unadjusted depreciation over the last five years.

Statements of calculation of company Income Tax for 2014 to 2018:

Particulars	For the year ended				
	30 th June 2018	30 th June 2017	30 th June 2016	31 st Dec 2015	31 st Dec 2014
Revenue	1,394,685,272	1,195,032,596	472,815,454	846,269,719	709,779,946
Net Profit before Tax	271,818,395	208,612,744	73,281,034	106,727,744	82,385,474
Add. Inadmissible Expenses	778,332	832,845	465,612	802,253	1,338,939
Add. Accounting Depreciation	116,885,036	73,721,483	27,532,138	58,407,087	61,744,452
Less: Depreciation (Tax Base)	(260,874,416)	(237,625,266)	(61,386,042)	(80,190,461)	(76,158,383)
Less: Inadmissible Expenses	(778,332)	(832,845)	(465,612)	(802,253)	(1,338,939)
Business Income before giving adjustment of unabsorbed depreciation	127,829,015	44,708,961	39,427,130	84,944,370	67,971,543
Less: Adjustment for Unabsorbed Depreciation	(104,500,000)	(24,350,000)	(35,575,000)	(77,894,370)	(62,097,101)
Business Income after giving adjustment of unabsorbed depreciation	23,329,015	20,358,961	3,852,130	7,050,000	5,874,442
Company Income Tax Rate	35%				
Taxes on Business Income as calculated above (Business Income Tax Rate 35%)	8,165,155	7,125,636	1,348,246	2,467,500	2,056,055
Minimum Tax	8,368,112	7,170,196	1,418,446	2,538,809	2,129,340
Provision for Income Taxes					
Minimum Taxes on business income as calculated above	8,368,112	7,170,196	1,418,446	2,538,809	2,129,340
Plus: Income Taxes on other income @ 35%	4,420,656	559,218	227,433	3,150	1,994
Total Current Taxes Provision	12,788,768	7,729,414	1,645,879	2,541,959	2,131,334
Add: Deferred Taxes for the Year	54,525,300	50,290,962	10,093,908	9,003,050	6,326,401
Total Income Taxes charged for the year	67,314,068	58,020,376	11,739,787	11,545,009	8,457,735

Issue-16

DSE Observation Regarding 3.02 Revaluation reserve:

The revaluation was done by Ahmed and Akhter, Chartered Accountants. The firm has been de-listed by BSEC. As such the revaluation done by them should be performed by another reputed valuer. From 2013 to 2017 there have not been any significant changes in real estate price but the gain of Tk 332,199,939 has been reported within a span of four years (Page-203). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The company's assets were revalued by Ahmad and Akhtar, Chartered Accountants as on 30 June 2017 on 7th December 2017 when it was listed. As per the BSEC notification, The Commission delisted M/S Ahmad and Akhtar, Chartered Accountants dated on 2nd July 2019. As such, the firm was eligible for the revaluation of assets of the Company as on June 30, 2017 and no need for further revaluation of its assets by another valuer. Secondly, the value of the land has increased drastically because of the land development from the low land and construction of may industrially plots near our land.

DSE Recommendation to BSEC:

Not Satisfactory. Since their activities have been questioned, fresh valuation should be carried out.

Our reply to BSEC :

Ahmed and Akhter (Chartered Accountants) have made the valuation of the Property, Plant & Equipment as per the guidelines of BSEC dated 18 August 2013. We have disclosed the above issues in note number 2.11.6 of the Financial Statements for the year ended on June 30, 2019.

Issue-17

DSE observation Regarding 3.02 Revaluation reserve:

During the year the company revalued its PPE but the disclosure has not been made as per IFRS 13. Nothing has been mentioned about the method chosen for revaluation and level of input (Page-203). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The Company revalued its assets following 'Current Cost Method' as IFRS -13 "Fair Value Measurement" and details of revaluation of Property Plant and Equipment shown below:

Particulars of Assets	Name of Valuer	Qualification of the Valuer	Date of Revaluation	Carrying amount of Assets as on 30 June 2017	Value of the assets after revaluation	Revaluation Surplus in 31.12.13	Revaluation Surplus in 30.06.2017
Land and Land Development	Ahmad & Akhtar	Chartered Accountants	07.12.17	512,848,032	107,5273,891	230,225,920	332,199,939
Building and other construction				322,337,791		-	-
Plant and machinery				1,037,285,372	1,157,584,903	120,299,531	-

The policy is also included in the Financial Statements under note 3.02 and 2.08.8 for the year ended June 30, 2018.

DSE Recommendation to DSE:

Not Satisfactory. The reply is not as per the observation. The disclosure must be made in accordance with IFRS 13.

Our reply to BSEC:

As per IAS 16: **Property, Plant and Equipment** paragraph 34, “the frequency of revaluations depends upon the changes in fair values of the items of property, plant and equipment being revalued. When the fair value of a revalued asset differs materially from its carrying amount, a further revaluation is required. Some items of property, plant and equipment experience significant and volatile changes in fair value, thus necessitating annual revaluation. Such frequent revaluations are unnecessary for items of property, plant and equipment with only insignificant changes in fair value. Instead, it may be necessary to revalue the item only every three or five years. To comply with the above paragraph The Company made its first valuation of Land and Land Development, Plant and machinery and Building and other construction on 31 December 2013 and Secondly on 30 June 2017 by an independent valuer to reflect fair value (Market Approach) thereof following ‘Current Cost Method’ in accordance with IFRS-13 ‘Fair Value Measurement’”

Particulars of Assets	Name of Valuer	Qualification of the Valuer	Date of Revaluation	Carrying amount of Assets as on 30 June 2017	Value of the assets after revaluation	Revaluation Surplus in 31.12.13	Revaluation Surplus in 30.06.2017
Land and Land Development	Ahmad & Akhtar	Chartered Accountants	07.12.17	512,848,032	107,5273,891	230,225,920	332,199,939
Building and other construction				322,337,791		-	-
Plant and machinery				1,037,285,372	1,157,584,903	120,299,531	-

The policy is also included in the Financial Statements under note 3.02 and 2.08.8 for the year ended June 30, 2018 and 2.11.6 for the year ended 30 June 2019.

Issue-18

DSE observation Regarding 3.02 Revaluation reserve:

Only Land and Land Development have been revalued. Why Office building and Plant & Machinery were not revalued? (Page-203). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

The management of the Company revalued its Land and Land Development based on the Audited Financial Statement for the year ended 30 June 2017. Building and Plant and Machinery did not revalue, the criteria of the valuation standard not cover that assets as per valuation guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) dated on 18 August 2013 clause no 09 of Part A.

Upward revaluations of the following assets are not allowed:

- Leasehold land and Building on such lands having no transferring rights, total lease period below 99 years and remaining lease period below 10 years.
- Plants and machinery acquired in second-hand condition acquired in brand new condition but having remaining economic life of less than 50% of its total useful life, as estimated at acquisition;
- Tin-shed buildings, buildings having remaining economic life of less than 50% of its total useful life, as estimated at construction;
- Vehicles, furniture & fittings, office equipment, loose tools and intangible assets.

DSE Recommendation to BSEC:

Not Satisfactory

Our reply to BSEC:

The Company revalued its only land and land development as per valuation guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) dated on 18 August 2013 clause 09 of Part A. For better understanding, a table showing below;

Name of PPE	At Cost as on 30 June 2017	Revalued amount as on 30 June 2017	Revaluation Surplus on 31 Dec. 2013	Revaluation Surplus on 30 June 2017	Remarks
Land and Land Development	512,848,032	1,075,273,891	230,225,920	332,199,939	As per (BSEC) valuation guideline dated on 18 August 2013 clause-8 Time-lag between two valuations for the same class of assets shall not be less than three years; provided that no upward revaluation of an asset shall be made within two years of its acquisition;
Office Building, Factory Building and Ware House	322,337,791	322,337,791	-	-	As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iii) upward revaluation of the asset are not allowed ' Tin-shed buildings, buildings having a remaining economic life of less than 50% of its total useful life, as estimated at construction''
Plant & Machineries	1,037,285,372	1,119,993,956	120,299,531		As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iii) upward revaluation of the asset are not allowed ' Plant & machinery acquired in second in-hand condition, acquired in brand new condition but having remaining economic life of less than 50% of its total useful life, as estimated at acquisition''
All other assets	31,699,365	-	-	-	As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iv) upward revaluation of the asset are not allowed 'Vehicles, furniture & Fittings, office equipment, loose tools and intangible assets''

We have included the above in note number 2.11.6 of the Financial Statements for the year ended on June 30, 2019.

Issue-19**DSE observation Regarding 3.04 Addition in capital work in progress:**

As per note 3.04, it is Tk 535,403,046 but as per cash flow it is Tk 553,608,296 (Page-196 & 204). Therefore, you are requested to clarify your position regarding the same.

Our Response to DSE:

The Capital Work in Progress includes the followings:

Investment made during the year

Tk. 535,403,046

Interest Capitalization during the year

Tk. 18,205,250

Total 553,608,296

The cost part and finance cost (capitalization) was included in the Investing Activities of the Statements of Cash Flows for the year ended on June 30, 2018.

DSE Recommendation to BSEC:

Not Satisfactory, please revise the FS in the prospectus accordingly.

Our reply to BSEC:

We have revised the Financial Statements (Cash Flows Statement) for the year ended on June 30, 2019.

Issue-20**DSE observation Regarding Trade receivable:**

No provision has been made for trade receivable. Are these all in good condition? Do you have complete aging? Is there any outstanding for above one year? A substantial amount of receivable has been considered as good without security. What is the basis? (Page-205). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The management of the Company has not been made any provision for trade receivable due to all amounts of receivable are good condition and subsequently collected fully within the scheduled time (i.e. twelve months). There was no outstanding against receivable above Twelve (12) Months. The amount has been considered good without security which the amount outstanding against local retail Customers without any security except the debtor's personal security.

DSE Recommendation to BSEC:

Not satisfactory, please provide the subsequent position of receivable.

Our reply to BSEC:

We have provided the subsequent position of receivable for the year ended 30, 2018 in Annexure -5:

Issue-21**DSE observation Regarding 6.01.01 Advance Income tax:**

Do you have a year-wise break up of Tk 56,394,779? Please provide (Page-205). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The amount of Tk. 56,394,779 shown as advance income tax in the Financial Statement for the year ended 30 June 2018. The year-wise break up of advance income tax shown below:

Particulars (for the year ended)	Advance Income Tax
30 th June 2018	18,009,199
30 th June 2017	8,641,145
30 th June 2016	3,953,530
31 st December, 2015	8,429,287
31 st December, 2014	6,380,478
31 st December, 2013	2,759,749
31 st December, 2012	8221,391
Total	56,394,779

This is also included in the Financial Statements under note number 6.01.1 for the year ended on June 30, 2018 and 2019.

DSE Recommendation to BSEC:

Not Satisfactory, as per the above statement AIT for the year 2012 was Tk 8,221,391 and provision made for the year as per page 213 was Tk 1,684,567. The same is applicable for the year 2013. Will the company be able to create a refund? If not, the amount needs to be charged in profit and Loss.

Our reply to BSEC:

The amount of AIT was carried forward since 2012. We are trying to adjust the AIT for the years 2013 and 2012 from the Income Tax Authority as per the Income Tax Rules. If not possible we will adjust the rest of the AIT from the Profit & Loss Account in 2020.

Issue-22**DSE observation Regarding Related party current accounts:**

Please explain what is adjustment during the year? Did they pay or have these been offset? (Page-205). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We have collected Tk. 134,812,534 and Tk. 4,410,903 from Companygonj Agro Limited and Julda Shipyard Ltd. respectively during the year through Banking Transactions. We have attached herewith related bank statements regarding the collection in **Annexure-11** for your kind consideration.

DSE Recommendation to BSEC:**Not Satisfactory****Our reply to BSEC:**

Companygonj Agro Limited and Julda Shipyard Ltd. have paid Tk. 134,812,534/= and Tk. 4,410,903/= respectively. We have corrected the note number 7.00 (7.01 and 7.02) of the Financial Statements for the year ended on June 30, 2019.

Issue-23

DSE observation Regarding Related party current accounts:

What is the basis of charging 6% interest? Why interest is charged after more than a year? Why 12 months grace period is allowed. The company has taken a substantial amount of loans with a higher interest rate? Why grace is allowed and with a lower interest rate to a related party? (Page-206). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

This was made as a policy for the intercompany transactions by the board of directors of the company as this will be applicable for the Lub-rref (Bangladesh) Ltd and other related companies for any financial transactions. This was made as a short-term financing tool to recover short-term financing immediately. So far, the balances of the above transactions of the related parties are now adjusted regularly.

DSE Recommendation to BSEC:

Not Satisfactory. The transaction is not on an arm-length basis as per IAS 24.

Our reply to BSEC :

This is an arms-length transaction that is approved by both parties management for any transaction among the related parties as per IAS 24: Related Party Transactions. Both the related parties agreed the terms of the transactions occurred among the parties. It is justified to charge the rate at 6% per annum and allow a grace period for one year because these facilities are applicable for both the parties for any disbursement among the parties. The above policy is disclosed in note number 7.00 of the Financial Statements for the year ended on June 30, 2019.

Issue-24

DSE observation Regarding 10 Revaluation reserve:

As per the footnote of note 10, it has been mentioned that valuation was audited by Ahmed and Akhter, Chartered Accountants. Did they audit or carried out the valuation? (Page-207). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

The valuation of the fixed Assets was made repeatedly by the Company and the Auditors audit the valuation as per the BSEC guidelines.

DSE Recommendation to BSEC:

Not Satisfactory, If Ahmed and Akhter did not carry the audit, then the same should be reflected in the revised prospectus.

Our reply to BSEC:

Ahmed and Akhter (Chartered Accountants) have made the valuation of the Property, Plant & Equipment as per the guidelines of BSEC dated 18 August 2013. We have disclosed the above issues in note number 2.11.6 of the Financial Statements for the year ended on June 30, 2019 as per instruction of DSE.

Issue-25

DSE observation Regarding 15 Deferred tax:

It is not clear how much of the deferred tax is attributable to Profit or loss and how much is attributable to equity. The tax rate applied and temporary differences. Need a detailed calculation (Page-208). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

The deferred tax of the company raised from temporary deference of property plant and equipment (original cost) and revaluation surplus of Land and land development & Plant and machinery. The deferred tax raised form temporary deference of original cost is attributable to Profit or Loss and Deferred tax raised form temporary deference of revaluation surplus is to attributable to equity as per provision of the relevant section of IAS-12 'Income Taxes'. The details of the calculation are shown in the notes to the accounts of the financial statements as follows:

Profit or Loss portion	Tk. 54,525,300/-
Equity Portion	Tk. 12,038,643/-
Total Tk.	<u>66,563,943/-</u>

DSE Recommendation to BSEC:

Not Satisfactory, there is a revaluation reserve on Plant and machinery. Depreciation net of deferred tax is transferred from revaluation reserve to retained earnings. How about the deferred tax created on revaluation reserve of Tk.120,299,531? Tax on deprecation should have been transferred from Deferred tax liability to income statement every year. Do you have the calculation?

Our reply to BSEC:

- a) We have provided below the deferred tax created on revaluation reserve of Tk.120,299,531:
- | | |
|--|-----------------------|
| Revaluation surplus of Property, Plant & Equipment | Tk. 120,299,531 |
| Tax Rate (as capital gain) | 15% |
| Deferred Tax on Revaluation surplus | Tk. 18,044,930 |
- b) We have provided below each year Tax on Deprecation that has been transferred from Deferred tax liability to income statement as follows:

As per the Financial Statement, we have provided detailed calculation as below

a) Deferred Tax on revaluation Surplus;

Particulars	Accounting Base	Tax Base	Temporary Deference	Tax Rate	Deferred Tax Liability
Carrying amount of Revaluation Reserve on Land & Land Development	562,425,859	-	562,425,859	4%	22,497,034
carrying amount of Revaluation Reserve on Plant & Machineries	74,961,267	-	74,961,267	15%	11,244,190

Deferred Tax Liability for the year 30 June 2018 Tk. 33,741,224

Opening Balance of Deferred Tax Liability Tk. 21,702,582

Deferred Tax Expenses for the year 30 June 2018 Tk. 12,038,643

b) Deferred Tax on Property, Plant and Machinery (Excluding revaluation Surplus);

Particulars	Accounting Base	Tax Base	Temporary Deference	Tax Rate	Deferred Tax Liability
Property, Plant & Equipment	1,784,865,799	1,160,935,899	623,929,900	35%	218,375,465

Deferred Tax Liability for the year 30 June 2018 Tk. 218,375,465

Opening Balance of Deferred Tax Liability Tk. 163,850,165

Deferred Tax Expenses for the year 30 June 2018 Tk. 54,525,300

We have transferred Tk.12,038,643 as deferred Tax Expenses to Income Statement (OCI portion) from Deferred Tax Liability for the year ended 30 June 2018.

Issue-26

DSE observation Regarding 18 Income tax:

Please disclose year by year tax status and provision made per year. It is disclosed on page 59 of the prospectus but not in the Financial Statement (Page-209). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

We have provided year by year tax status and provision made per year in the financial statement for the year ended 30 June 2018 in **note number-18.00** as per your requirement.

DSE Recommendation to BSEC:

Not Satisfactory- We did not find the status in note 18.00. Did you revise it in the revised prospectus?

Our reply to BSEC:

We have provided year by year tax status and provision made per year in note number 18.00 of the Financial Statements for the year ended on June 30, 2019 as well as in the prospectus.

Issue-27

DSE Observation regarding Breakdown of Revenue

Quantitative breakdown of revenue has not been given as per Companies Act, 1994 (Page-210). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

we have provided Quantitative breakdown of revenue as per Companies Act, 1994 and in the note to account (**Note No.-20.00**) of the Financial Statements for the ended-on June 30, 2018.

DSE Recommendation to BSEC:

Not Satisfactory - We did not find quantitative break down in note 20. Did you revise it in the revised prospectus?

Our reply to BSEC:

The quantitative break down of revenue as per Companies Act, 1994 in note 20.00 of the Financial Statements for the ended-on June 30, 2019.

Issue-28

DSE observation Regarding 28 Income tax:

No disclosure in the financial statement regarding the effective tax rate. As per Para 81 of IAS 12 such disclosure has to be made in the FS (Page-211). Therefore, you are requested to clarify your position regarding the same.

Our reply to DSE:

Effective tax rate means the applicable tax rate of the company for the respective year. We have given necessary disclosure in note number-2.27 of the Financial Statements for the year ended 30 June 2018.

DSE Recommendation to BSEC:

Not Satisfactory, this is not in line with IAS 12.

Our reply to BSEC:

The effective tax rate of the Company is provided in note number 2.33.1 of the Financial Statements for the year ended 30 June 2019 in line with IAS 12 as follows:

Corporate Tax Rate of the Company	35%
Tax Rate on Other Income	35%

Taxes on Interest on FDR	35%
Taxes on Dividend Income	20%
Minimum Tax Rate	0.60%
Export/ deemed export income (if any)	17.50%

The policy of tax collection by government

The Government has collected the tax which that calculated tax is higher among the Corporate Tax, Minimum Tax and Tax Deducted at the source.

Issue-29

DSE observation Regarding 28 Income tax:

Please provide the tax depreciation schedule and basis of unabsorbed depreciation (Page-212 & 305). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We have provided the schedule of Tax depreciation and basis of unabsorbed depreciation in **Annexure -14** and Financial Statements for the year ended on June 30, 2018.

DSE Recommendation to BSEC:

Not Satisfactory

Our reply to BSEC:

We have provided below the tax depreciation schedule and the basis of unabsorbed depreciation as per your instruction.

Statements of calculation of company Income Tax for 2014 to 2018:

Particulars	For the year ended				
	30 th June 2018	30 th June 2017	30 th June 2016	31 st Dec 2015	31 st Dec 2014
Revenue	1,394,685,272	1,195,032,596	472,815,454	846,269,719	709,779,946
Net Profit before Tax	271,818,395	208,612,744	73,281,034	106,727,744	82,385,474
Add. Inadmissible Expenses	778,332	832,845	465,612	802,253	1,338,939
Add. Accounting Depreciation	116,885,036	73,721,483	27,532,138	58,407,087	61,744,452
Less: Depreciation (Tax Base)	(260,874,416)	(237,625,266)	(61,386,042)	(80,190,461)	(76,158,383)
Less: Inadmissible Expenses	(778,332)	(832,845)	(465,612)	(802,253)	(1,338,939)
Business Income before giving adjustment of unabsorbed depreciation	127,829,015	44,708,961	39,427,130	84,944,370	67,971,543
Less: Adjustment for Unabsorbed Depreciation	(104,500,000)	(24,350,000)	(35,575,000)	(77,894,370)	(62,097,101)
Business Income after giving adjustment of unabsorbed depreciation	23,329,015	20,358,961	3,852,130	7,050,000	5,874,442
Company Income Tax Rate	35%				
Taxes on Business Income as calculated above (Business Income Tax Rate 35%)	8,165,155	7,125,636	1,348,246	2,467,500	2,056,055
Minimum Tax	8,368,112	7,170,196	1,418,446	2,538,809	2,129,340
Provision for Income Taxes					
Minimum Taxes on business income as calculated above	8,368,112	7,170,196	1,418,446	2,538,809	2,129,340
Plus: Income Taxes on other income @ 35%	4,420,656	559,218	227,433	3,150	1,994
Total Current Taxes Provision	12,788,768	7,729,414	1,645,879	2,541,959	2,131,334
Add: Deferred Taxes for the Year	54,525,300	50,290,962	10,093,908	9,003,050	6,326,401
Total Income Taxes charged for the year	67,314,068	58,020,376	11,739,787	11,545,009	8,457,735

We have attached herewith the Tax Based Depreciation Schedule in **Annexure-6**

Issue-30

DSE observation Regarding 28.02 Deferred tax:

Equity and P&L component has not been separated as per IAS 12 (Page-212). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We have separated the deferred tax amount as per IAS-12. The deferred tax expenses Tk. 12,038,643 is shown Equity portion and Tk. 54,525,300 is shown Profit or Loss portion.

DSE Recommendation to BSEC:

Not Satisfactory, did you disclose it in the revised prospectus?

Our reply to BSEC:

We have revised the Financial Statement for the year ended 30 June 2019 Note number 28.02 and 28.02.1 for the deferred tax amount as per IAS-12. The deferred tax expenses Tk. 12,038,643 is shown Equity portion and Tk. 54,525,300 is shown Profit or Loss portion.

Issue-31**DSE observation Regarding Notes:**

No detail notes have been provided of the items of statement of cash flows (for example: received from customers, paid to suppliers, paid to employees etc. (Page-212) Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We have provided the details in note number-42.00, 43.00 and 44.00 for the year ended 30 June 2019 as per your requirement.

DSE Recommendation to BSEC:

Not Satisfactory.

Our reply to BSEC:

We have provided the details in note number-42.00 (Received from Customers), 43.00 (Paid to Suppliers) and 44.00 (Paid to Employees) for the year ended 30 June 2018 as well as 30 June 2019.

Issue-32**DSE observation Regarding 32 Contingent Liabilities:**

As per the write-up, the cases are pending at High Court. On the other hand, as per the status, the appeals are at Taxes Appellate Tribunal. Please provide the supporting documents (Page-213). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We are providing the relevant documents of the appeal in **Annexure-15** as per your requirement.

DSE Recommendation to BSEC:

Not Satisfactory.

Our reply to BSEC:

The tax matters are still pending with the High Court Division of Supreme Court as follows:

We have made the necessary correction in page number-99 of the draft prospectus. We have also attached herewith the supporting documents in Annexure-7 for your kind consideration.

Issue-33**DSE observation Regarding Inventory Turnover:**

Sales have increased significantly over the years and to support such high sales inventory is bought more. However, we see that inventory turnover is lower than in prior years. This could be because Lub-rref is purchasing more inventories at once hence lowering its ordering and carriage costs, which also means an increase in holding costs. Besides that, purchasing so much of inventory and holding them gives rise to working capital shortages as more liquid cash is converted to assets and Lub-rref needs to wait for cash inflow from sales of these inventories. (Page-222). Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

Being a day to day distribution company we have to maintain a high level of Inventory on pick sales month. During the period Mar-June 2018 the allover market of Bangladesh Sales of Lube product were boosted, that's why we have to maintain higher level of inventory. On the other hand, due to increasing the area of Sales & distribution channel along with daily demand of product during the year ended 30th June 2018 we have to keep the higher label of Inventory, which are very much normal considering Sales revenue. However, during the year the Cost of Goods sold was increased in line with Sales Revenue.

DSE Recommendation to BSEC:

Not Satisfactory. It is a distribution company? Comparison has been made over 30 June 2013 and 30 June 2017. So, the same peak season exists in earlier years.

Our reply to BSEC:

The company manufacturing the Lubricants Oil and distributed all over Bangladesh. It has three warehousing point and so many distributions and dealers point in the country. The company near about manufacture almost 35 products various pack size i.e Ltr 0.5, 0.6, 1.00, 2.00, 3.00, 4.00, 5.00, 20.00, 186, 205, and 218 as well as bulk supply via Tank Lorry. Lubricant product is technical products that's why each product maintain a series of raw materials and additives. On the other hand, due to increasing the sales day by day with the daily demand of product during the year ended 30th June 2018 we to keep the higher label of Inventory, which are very much normal business nature consideration sales revenue.

Issue-34**DSE Observation Regarding General Observations:**

As per BSEC (Public Issue) Rules, 2015, Rule 3(f) dated 28th December, 2015 Lub-rref is an eligible company under the fuel and power sector to perform its cost audit before going for public issue. However, the company has not performed any cost audit. Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

As per section 220 (1) of the companies act 1994 cost audit by order 'cost and management accountant' -within the meaning of the cost and management accountant's ordinance, 1977 (LIII of 1977) is not applicable for 'Lub-rref (Bangladesh) Limited.

DSE Recommendation to BSEC:

Not-Satisfactory - (before IPO it is necessary to conduct cost audit for this company).

Our reply to BSEC:

The appointment of Cost Audit is mandatory if we attract Section 220 of the Companies Act, 1994. As per section 220 (1) of the Companies Act 1994, the cost audit may be applicable "where in the opinion of the Government, it is necessary to do in relation to any company required under clause (d) of sub-section (1) of section 181 to include in its books of accounts the particulars referred to therein the Government may, by order, direct that an audit of cost accounts of the company shall be specified in the order by an auditor who shall be a 'Cost and management accountant' within the meaning of the Cost and Management Accountants Ordinance, 1977 (LIII of 1977)". Therefore, Rule 3 (f) for Cost Audit requirements may not apply to us.

Issue-35**DSE observation regarding Financial Information:**

In the notes to the Financial Statements for Impairment of Assets, it is mentioned that 'No fact and circumstances indicate that the company's assets including property, plant and equipment may be impaired. Hence, no evaluation of the recoverability of assets was performed.' Therefore, you are requested to clarify why you have not any indicator of impairment.

Our Reply to DSE:

The Company reviews the carrying amounts of its assets to determine whether there is any indication of impairment in accordance with IAS-36: 'Impairment of Assets' for the year ended 30 June 2018 (at Balance Sheet date). As per the company's review, there was no indication of such an impairment of assets. As there, no adjustment was given in the Financial Statements for impairment on June 30, 2018.

DSE Recommendation to BSEC:

Not-Satisfactory (explanation required for 'As per company's review there was no indication of such impairment of assets') why or how.

Our reply to BSEC:

The management of the Company takes physical stocks periodically and recognition of the assets was made accordingly considering the usable condition, wear and tear of the assets as follows:

- i) The valuation of Property, Plant & Equipment has been made on the basis of the usable condition of the assets as per IAS-36 Impairment of Assets.
- ii) The management of the Company has conducted physical verification for Property, Plant & Equipment on 30.06.2019

Property, Plant & Equipment's are consisting of Office Building, Air Conditioner, Computer & Computer Accessories, Fire Extinguisher, Furniture & Fixture, Vehicles, Office Equipment, Plant & Machineries, Electricity Installation, Factory Building & Shed, Factory Equipment, Gas Installation, Generator, Weighing Scale, Interior Decoration, Kitchen Equipment and Ware House are valued at lower of cost and net realizable value as per IAS 16: Property, Plant & Equipment Costs include expenditure incurred in acquiring the assets and other costs incurred in bringing them to their existing location and condition.

Impairment of Assets

Impairment of assets is made as and when assets became obsolete or unusable for which the management of the company is giving decisions from time to time. The management of the Company reviews the carrying amounts of its assets (Balance Sheet Date) to determine whether there is any indication of impairment in accordance with IAS-36: 'Impairment of Assets'. During the year at Balance Sheet date, there was no indication of impairment of assets; as such, no adjustment was given in the Financial Statements for impairment. We have incorporated the above information under Note Number 2.11.7 newly and attach herewith physical verification report and Impairment test Report in Annexure-3 for your kind consideration.

Issue-36**DSE observation regarding Risk Factor:**

Considering the **risk factors** associated with Lub-rref (Bangladesh) Ltd. separate section is presented here as per applicable rules and regulations. Internal and external risk factors are discussed here but very much qualitatively without quantification to what extent these can affect business performance or share prices. Therefore, you are requested to discuss quantitatively regarding internal and external risk factors to what extent these can affect business performance or share prices.

Our Reply to DSE:

We have disclosed the risk factors in detail in the draft prospectus **page number 50** as per your requirement.

DSE Recommendation to BSEC:

Not-Satisfactory (quantitative explanation not given).

Our Response to BSEC:

We have discussed quantitatively regarding internal and external risk factors in the Draft Prospectus of the Company in page number-173-182

Issue-37**DSE observation Regarding Risk Analysis:**

The company has not presented a clear picture regarding risk identification, measurement and risk management policies of the company. Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We have presented details disclosure regarding risk identification, measurement and risk management policies in the financial Statement for the year ended 30 June 2018 as per your requirement.

DSE Recommendation to BSEC:

Not -Satisfactory (not presented in detail - the technique that follows to evaluate and measure the extent of each category of risk).

Our Response to BSEC:

We have incorporated the risk identification, measurement and risk management policies of the company in the draft Prospectus with the technique that we have follows to evaluate and measure the extent of each category of risk in page number-173-182.

Issue-38**DSE observation regarding Corporate Governance:**

The company got the compliance certificate from the professional chartered accountant who verified all the requirements as per corporate governance guidelines 2012 whereas all listed companies need to follow the code within December 2018. Therefore, you are requested to clarify your position regarding the same.

Our Reply to DSE:

We are submitting herewith Corporate Governance Code as well as Auditor certificate as per the Corporate Governance Code (SEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018) issued by the Bangladesh Securities and Exchange Commission (BSEC)

DSE Recommendation to BSEC:

Not-Satisfactory, (certificate on compliance of corporate governance of Lub-rref (Bangladesh) Ltd. based on the corporate governance guidelines 2012. Ahmed & Akhtar examined the compliance procedure based on the audited financial statements as on 30th June 2018, issued by Mahfel Huq & Co. dated 8th August 2018. Certain differences exist between corporate governance guidelines 2012 and corporate governance code 2018. So the certificate should be according to the new code 2018).

Our reply to BSEC:

The Certificate has revised in accordance with new code 2018 which is attached herewith in Annexure-38

Issue-39**DSE Additional observation of the Board:**

1. **The revenue generation capacity of the company in comparison with the approximate investment (equity + bank loan) is very poor. As per the latest balance sheet as on June 30, 2019, equity and loan investment in the company stood as follows:**

Particulars	Tk. (in crore)
Term Loan Tk. (75.31+0.06+23.40+0.11) crore	98.88
short term loan	43.92
Total Loan	142.8
Equity (Share capital + Premium)	145.85
Total Investment -	288.65

As against the total investment of tk. 288.65 crore, the company generated Tk. 153.39 crore turnover during the year ended June 30, 2019. So, there are huge uncertainties in the revenue earning capacity of the company.

Our Reply to BSEC:

It is true that the revenue earning of the company in the year ended 30th June ,2019 seems to be disproportionate to the equity investment although the company built up one of the strongest and nicest industrial infrastructures of the region in this subsector. The company now needs capacity improvement to match with the equity position for which sufficient, allocation to the extent of Taka 98.00 crore has been provisioned from IPO fund. Moreover, an amount of taka 46.00 crore has been earmarked from the IPO fund to reduce bank liability. Both the approaches shall definitely improve revenue the earning through increased sales revenue and enhanced margin through reduced cost of fund after the IPO. It may be reiterated that lubricants business is a most sustaining business which will flourish due to attainment of recent BMW approval and the Jenbacher approval for Power House Business.

2. **The company distributed a significant number of shares (57% of the existing shares) to the persons who are not sponsors/directors. The share money deposit of the company could not be verified through cross-checking banking documents.**

Our reply to BSEC:

We are submitting herewith the Bank Statements and bank certificates against which we have allotted shares in **Annexure-8**. We are also submitting herewith the Auditors' Certificate in support of the share money against which we have allotted shares as per the BSEC approvals dated on 6 March 2017.

Independent Auditor's Report
To the Shareholders of LUB-RREF (BANGLADESH) LIMITED
Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **LUB-RREF (BANGLADESH) LIMITED** ("the company") which comprise the Statement of Financial Position as on 30th June, 2020 and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and a summary of significant accounting policies and other Explanatory Notes to the Financial Statement.

In our opinion, the financial statements prepared in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) give a true and fair view of the financial position of **LUB-RREF (BANGLADESH) LIMITED** as of 30th June, 2020 and results of its financial performance and its cash flows for the year then ended & comply with the Companies Act 1994, & other applicable laws & regulations.

Basis for Opinion

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

Key Audit Matters

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

1.Revenue Recognition Ref: Note 20.00	
Key audit matters	How our audit address the matter
The company reported revenue (100% local) Tk.1,690,499,224/- for the year. Revenue recognition have significant and widespread influence over the financial statements and plays a vital role in calculating Corporate Tax. Since, revenue recognition is one of the performance indicators in almost all sector, there always exist risk of revenue smoothing or window dressing. As per IFRS 15 revenue is recognized when a performance obligation is satisfied by transferring control over a promised good or service.	-We clearly encoded the total procedure of sales process starting from receipt of customer order to realization of revenue. -We tested the key controls over approval of sales order, signing off documents by appropriate personnel and input sales data into system in a complete & accurate manner. -On sample basis, we tested the work order proceed documents and other supporting like dispatch note, Invoice & receipt of final amount. We also reviewed the sales contract agreements with different buyer. -We tested the correctness of journal entries and recalculate the amount shown in sales ledger and make sure that the carry forward figure is accurate. -We carefully checked that, no unusual journal entries were made at the period end and also check the transactions/entries just before and after the balance sheet date to confirm cut off. -We also considered testing of some post balance sheet date invoices to make sure that the cut off dates are correct all reported revenues are relevant with current year.

2. Deferred Tax Liability Ref: Note 15.00	
Key audit matters	How our audit address the matter
As per IAS 12 Income Taxes, the two components of the company's estimated tax is Current Tax & Deferred Tax. There is a deferred tax liability of 337,158,540/- which is almost equivalent to 6.3% compared to total assets of the company.	-We verified that right opening balances are carried forward in deferred tax account. -We made sure that ,the tax base is according to 3rd schedule of ITO 1984 and the accountant of the

The temporary difference of deferred tax consists critical calculation and forecast. The uncertainty in forecasting or lack of expertise may results in material misstatements which may have an impact on corporate tax.	company have clear understanding of posting the associated journal entries. - We recalculated the figures presented in the financial statements and made sure they are in agreement with general ledger. -We evaluated the adequacy of financial statement disclosures including key assumptions, judgments and sensitivities.

3. Information Technology System and Control (IT Controls)	
Key audit matters	How our audit address the matter
The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in systems, such that there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being misstated. The Company uses several systems for it overall financial reporting. All insurance companies are highly dependent on technology due to the significant number of transactions that are processed daily. A significant part of the Company's financial processes is heavily reliant on IT systems with automated processes and controls over the capturing, valuing and recording of transactions. Thus, there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being materially misstated.	Our audit approach relies on automated controls and therefore procedures are designed to test control over IT systems, segregation of duties, interface and system application controls over key financial accounting and reporting systems. -Test the General IT Controls for design and operating effectiveness for the audit period over the in-scope systems; -Understand IT application controls covering: -user access and roles, segregation of duties; and key interfaces, reports, reconciliations and system processing; -Test the IT application controls for design and operating effectiveness for the audit period -Sample testing of key control over IT systems having impact on financial accounting and reporting; -Assessed the IT system processes for effectiveness of some of the key controls with respect to financial accounting and reporting records by sample testing; and -Reviewed the report of independent information system auditors which has further confirmed the various system control measures adopted by the Company.

Other Information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

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

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

Date: 18 October, 2020
Place: Dhaka

Sd/-
Md. Mohiuddin Ahmed, FCA, CFC
Partner
Ashraf Uddin & Co.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Financial Position

As at June 30, 2020

	Notes	Amounts in Taka	
		30-Jun-20	30-Jun-19
ASSETS			
Non-current Assets		3,929,929,192	3,627,445,483
Property, Plant and Equipment	3.00	3,929,929,192	3,627,445,483
Current Assets		1,378,515,704	1,419,884,172
Inventories	4.00	527,816,764	515,046,937
Trade Receivables & Others	5.00	430,196,620	407,670,496
Advances, Deposits & Prepayments	6.00	365,738,995	351,515,545
Related Party Current Accounts	7.00	31,925,000	67,526,936
Cash and Cash Equivalents	8.00	22,838,325	78,124,257
TOTAL ASSETS		5,308,444,897	5,047,329,655
SHAREHOLDER'S EQUITY AND LIABILITIES			
Shareholders' Equity		3,450,382,060	3,193,092,083
Share Capital	9.00	1,000,000,000	1,000,000,000
Share Premium	9.01	458,500,000	458,500,000
Revaluation Reserve	10.00	591,539,658	597,274,195
Retained Earnings	11.00	1,400,342,402	1,137,317,888
Non-Current Liabilities		1,176,272,576	1,062,096,527
Long-Term Loan-Non Current Portion	13.00	839,114,036	753,066,795
Lease Liabilities-Non Current Portion	14.00	-	634,182
Deferred Tax Liability	15.00	337,158,540	308,395,550
Current Liabilities		681,790,261	792,141,046
Long-Term Loan-Current Portion	13.00	33,052,671	234,000,000
Lease Liabilities- Current Portion	14.00	812,647	1,147,716
Short-Term Bank Loan	16.00	464,570,635	439,170,175
Liability for WPPF	16.01	17,324,818	15,037,208
Trade Payables	17.00	28,466,419	28,294,927
Liability for Current Tax	18.00	126,267,445	65,824,051
Liability for Expenses	19.00	11,295,626	8,666,969
TOTAL SHAREHOLDERS EQUITY & LIABILITIES		5,308,444,897	5,047,329,655
NET ASSET VALUE PER SHARE (NAV) with Re-Valuation	30.00	34.50	31.93
NET ASSET VALUE PER SHARE (NAV) without Re-Valuation		28.59	25.96

The annexed notes form and integral part of these Financial Statements.

Sd/-

Chairman

Sd/-

Managing Director

Sd/-

Director

Sd/-

Company Secretary

Sd/-

Chief Financial Officer

Signed as per our annexed report of even date

Date: 18 October, 2020

Place: Dhaka

Sd/-

Md. Mohiuddin Ahmed, FCA, CFC

Partner

Ashraf Uddin & Co.

Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6(Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Profit or Loss & Other Comprehensive Income

For the year ended June 30, 2020

Notes	Amounts in Taka	
	Fy(2019-2020)	Fy(2018-2019)
Net Revenues	20.00 1,690,499,224	1,533,942,711
Cost of Goods Sold	21.00 (1,145,828,609)	(1,040,883,326)
Gross Profit	544,670,615	493,059,385
	32.22%	32.14%
Operating Expenses	(185,585,080)	(187,069,729)
General and Administrative Expenses	22.00 (55,078,512)	(47,711,529)
Selling and Distribution Expenses	23.00 (46,867,664)	(38,538,717)
Other Operating Income	24.00 38,004,615	29,025,084
Financial Expenses	25.00 (121,643,519)	(129,844,567)
Operating Profit for the Year	359,085,535	305,989,656
Other Non Operating Income	4,735,643	9,791,702
Financial Income	26.00 550,627	2,906,744
Income from Others	27.00 4,185,016	6,884,958
Profit Before WPPF & Income Tax	363,821,178	315,781,358
Less: Contribution to WPPF	(17,324,818)	(15,037,208)
Profit Before Income Tax for the Year	346,496,360	300,744,151
Provision for Income Tax	(90,218,360)	(93,114,097)
Current Tax	28.01 (60,443,393)	(35,710,818)
Deferred Tax	28.02 (29,774,967)	(57,403,279)
Net Profit After Tax for the Year	256,278,000	207,630,054
Other Comprehensive Income	1,011,977	1,124,419
Deferred Tax (Expenses)/Income of Revaluation Reserve	15.01 1,011,977	1,124,419
Revaluation Reserve made during the year	3.02 -	-
Total Comprehensive Income for the Year	257,289,977	208,754,473
Earnings Per Share (EPS) Basic	29.00 2.56	2.08

The annexed notes form and integral part of these Financial Statements.

Sd/-

Chairman

Sd/-

Managing Director

Sd/-

Director

Sd/-

Company Secretary

Sd/-

Chief Financial Officer

Signed as per our annexed report of even date

Date: 18 October, 2020

Place: Dhaka

Sd/-

Md. Mohiuddin Ahmed, FCA, CFC

Partner

Ashraf Uddin & Co.

Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6(Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Changes in Equity

For the year ended June 30, 2020

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2019	1,000,000,000	458,500,000	597,274,195	1,137,317,888	3,193,092,083
Addition during the Year	-	-	-	-	-
Adjustment for Revaluation Surplus	-	-	(6,746,514)	6,746,514	-
Deferred Tax on Revaluation Reserve	-	-	1,011,977		1,011,977
Net profit/ (Loss) after tax for the Year	-	-	-	256,278,000	256,278,000
Balance as at June 30, 2020	1,000,000,000	458,500,000	591,539,658	1,400,342,402	3,450,382,060

Statement of Changes in Equity

For the year ended June 30, 2019

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2018	1,000,000,000	458,500,000	603,645,903	922,191,708	2,984,337,610
Addition during the Year	-	-	-	-	-
Adjustment for Revaluation Surplus	-	-	(7,496,127)	7,496,127	-
Deferred Tax on Revaluation Reserve	-	-	1,124,419		1,124,419
Net profit/ (Loss) after tax for the Year	-	-	-	207,630,054	207,630,054
Balance as at June 30, 2019	1,000,000,000	458,500,000	597,274,195	1,137,317,888	3,193,092,083

Date: 18 October, 2020

Place: Dhaka

LUB -RREF (BANGLADESH) LIMITED

B-6 (Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

Statement of Cash Flows

For the year ended June 30, 2020

Note	Amounts in Taka		
	Fy(2019-2020)	Fy(2018-2019)	
A. Cash Flows From Operating Activities:			
Receipts from Customers	42.00	1,705,977,715	1,501,235,830
Receipts from Other Non-operating Income		181,709	208,446
Payments to Suppliers	43.00	(977,989,125)	(924,928,614)
Payments for Employee	44.00	(63,770,250)	(56,271,395)
Payments to Operating Expenses	45.00	9,648,902	(88,099,238)
Income Tax Paid		(55,974,337)	(32,857,450)
Net Cash (Used In) / Generated By Operating Activities		618,074,615	399,287,581
B. Cash Flows From Investing Activities:			
Purchase of Property, Plant & Equipment		(96,137,000)	(47,817,010)
Addition in Capital Work-In-Progress		(371,138,306)	(320,332,105)
Finance Expenses Capitalized		(34,128,714)	(27,517,807)
Interest from FDR		502,318	3,156,027
Adjustment of Related Party Current Account		39,653,553	(12,633,857)
Net Cash (Used In) / Generated By Investing Activities		(461,248,149)	(405,144,751)
C. Cash Flows From Financing Activities:			
Financial Expenses Paid		(121,643,519)	(129,844,567)
Repayment of Short-term loan		25,400,460	(82,253,375)
Repayment of Long-term loan		(115,869,338)	165,346,117
Net Cash (Used In) / Generated By Financing Activities		(212,112,397)	(46,751,824)
D. Increase/(Decrease) In Cash And Cash Equivalents (A+B+C)			
		(55,285,931)	(52,608,995)
E. Opening Cash and Cash Equivalents		78,124,257	130,733,253
F. Closing Cash And Cash Equivalents (D+E)		22,838,325	78,124,258
Net Operating Cash Flow Per Share (Basic) Note-31.00		6.18	3.99

Sd/-
ChairmanSd/-
Managing DirectorSd/-
DirectorSd/-
Company SecretarySd/-
Chief Financial Officer

Signed as per our annexed report of even date

Date: 18 October, 2020
Place: DhakaSd/-
Md. Mohiuddin Ahmed, FCA, CFC
Partner
Ashraf Uddin & Co.
Chartered Accountants

LUB -RREF (BANGLADESH) LIMITED

B-6(Part) 9-10 & 23-24

BSCIC Industrial Estate, Block-A

Custom Academy Sagarika Road

Chittagong-4213

**Notes, Comprising Summary of Significant Accounting Policies and Other Explanatory Information
For the year ended 30th June 2020****1. 00 Status of the Reporting Entity****1.01 Legal Status:**

Lub-rref (Bangladesh) Limited was incorporated as a public company limited by shares on 18 November, 2001 under the Companies Act, 1994. The company started its commercial operation in 2006. The registered office of the company is located at Plot No.-B-6 (part), 9, 10 BSCIC Industrial Estate, Sagarika Road, Chittagong, Bangladesh.

1.02 Nature of Business

The principal activities of the Company are to manufacture of lubricants & allied products in its factory at Plot No.-B-6 (part), 9, 10 BSCIC Industrial Estate, Sagarika Road, Chittagong. The Lubricant manufacturing plant has modern and latest machinery to produce various types and categories of lubricants, Automotive, Industrial, Marine lubricants and Grease as well as laboratory Services and marketing same conforming to latest claims like of API, ACEA, VOLVO, BMW, MB, Wartsila, MTU, DIN, MAN, Waukesha, Denison, Vickers, AFNOR, etc. and the project also envisages further expansion, producing the specialty products in near future with foreign technical assistance through its divisional Sales Points through the country.

2.00 Significant Accounting Policies and Basis of Preparation of the Financial Statements

The accounting policies set out below have been applied consistently (otherwise as stated) to all periods presented in these financial statements:

2.01 Going Concern

The company has adequate resources to continue in operation for the foreseeable future and hence, the financial statements have been prepared on a going concern basis. As per management assessment, there is no material uncertainties related to event or condition which may cast significant doubt upon the company's ability to continue as a going concern.

2.02 Use of Estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognized in the Financial Statements. The account judgments, estimates and assumptions are been used in the following heads of Accounts for the preparation of Financial Statements:

Note: 2.08.1 Recognition, Measurement and Disclosure of Property, Plant and Equipment

Note: 2.08.3 Depreciation on Fixed Assets

Note: 2.08.7 Impairment of Assets

Note: 2.08.8 Revaluation of Property, Plant & Equipment

Note: 2.11 Inventories (Provision for Damage & Obsolete)

Note: 2.13 Provision, Contingent Liabilities and Contingent Assets

Note: 2.12.3 Accounts receivables (Trade Debtors)

Note: 2.12.8 Trade Payables and Accruals

Note: 2.15 Revenue recognition

Note: 2.16 Foreign Currency Transactions and Translations

Note: 2.17 Employees Benefits

Note: 2.18 Finance Income and Expenses

Note: 2.27 Income Taxes (Current and Deferred Tax)

2.03 Principal Accounting Policies

The financial statements have been prepared and the disclosure of information made in accordance with the requirements of the Companies Act 1994 and International Accounting Standards (IASs) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). The Board of Directors is responsible for preparing and presenting the financial statements including adequate disclosure, which approved and authorized for the issue of these financial statements. The Statements of Financial Position and Statement of Profit or Loss and other Comprehensive Income have been prepared according to IAS-1 “Presentation of Financial Statements” based on an accrual basis of accounting following going concern assumption and Statement of Cash Flows according to IAS 7 “Statement of Cash Flows”.

2.04 Applicable Accounting Standards

The following International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) is applicable to the financial statements for the year 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 & Errors
IAS 10	Events after the Reporting Period
IAS 12	Income Taxes
IAS 16	Property, Plant & Equipment
IAS 17	Leases
IAS 19	Employee Benefits
IAS 21	The Effects of Changes in Foreign Exchange Rates
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 28	Investment in Associates and Joint Ventures
IAS 33	Earnings Per Share
IAS 37	Provision, Contingent Liabilities and Contingent Assets
IFRS 7	Financial Instruments: Disclosures
IFRS 8	Operating Segments
IFRS 9	Financial Instruments
IFRS 13	Fair Value Measurement
IFRS 15	Revenue from Contracts with Customers

2.08 Changes in significant accounting policies

Except the changes following, the Company has consistently applied the accounting policies to all periods presented in these financial statements. The Company has initially adopted IFRS 16 Lease from 1 July 2019. There is no impact on financial statements on initial application of these standards.

2.09 IFRS 16 Leases

IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard – i.e. lessors continue to classify leases as finance or operating leases. IFRS 16 replaces existing leases guidance, including IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases – Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard is effective for annual periods beginning on or after 1 January 2019. Although early adoption is permitted, the company has not early adopted IFRS 16 in preparing these financial statements. The Company has initially adopted IFRS 16 Lease from 1 July 2019. Previously, the company recognized finance lease and recognized liabilities only to the extent that there was a timing difference between actual lease payments and the expense recognized. As a result, there is no impact on financial statements on initial application of these standards.

2.08 Regulatory and Legal Compliances

The company is also required to comply with the following major laws and regulation in addition to the Companies Act, 1994:

The Income Tax Ordinance, 1984

The Income Tax Rules, 1984

The Value Added Tax and Supplementary Duty Act, 2012

The Value Added Tax and Supplementary Duty Rules, 2016
The Customs Act, 1969
Bangladesh Labor Law, 2006
The Securities & Exchange Ordinance, 1969
The Securities and Exchange Rules, 1987.

2.09 Reporting Period

The financial period of the company covers One year from July 01, 2019 to June 30, 2020.

2.10 Functional and Presentational reporting currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency.

2.11 Property, Plant and Equipment

2.11.1 Recognition, Measurement and Disclosure

Property, plant and equipment except land and building are measured at cost less accumulated depreciation and impairment losses if any. Land and buildings are measured at fair value. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable inward freight, duties and non-refundable taxes. Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment. The Company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the entity and the cost of the item can be measured reliably. All other costs are recognized in the income statement as an expense as incurred. In accordance with the allowed alternative treatment of *IAS 23 "Borrowing Cost"* finance costs have been capitalized for qualifying assets.

2.11.2 Depreciation on Fixed Assets

Depreciation on fixed assets is computed using the reducing balance method so as to write off the assets over their expected useful life. After considering the useful life of assets as per IAS-16 Property, Plant & Equipment the annual depreciation rates applied under which is considered reasonable by the management. Depreciation rates varying from 2.5% to 20%. Depreciation of an asset begins when it is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by the management. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed of are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for the period.

Category	Rate (%)
Land & Land Development	0%
Office Building	2.5%
Air Conditioner	10%
Computer & Computer Accessories	10%
Fire Extinguisher	10%
Furniture & Fixture	10%
Vehicles	20%
Office Equipment	10%
Plant & Machineries	10%
Electricity Installation	10%
Factory Building & Shed	2.5%
Factory Equipment	10%
Gas Installation	10%
Generator	10%
Weighing Scale	5%
Interior Decoration	15%
Kitchen Equipment	10%
Ware House, Dhaka	10%

- The Company used branded plant and machinery in its production process which were procured from German, USA, & other European countries. With a small maintenance, the life of the assets can be strengthened and can be modified as per the requirement of the Company. That is why the depreciation on plant and machineries are 10%. The factory buildings life time are also considered 40 years which is very reasonable. That is why, the rate is 2.5%. Another reason is that the main factory building is built with RCC

structures and other factory buildings were built with pre-fabricated structures. And Other Fixed Asset's life time is considered 10 years (Motor Vehicle 5 years) which is very reasonable.

2.11.3 Disposal of Fixed Assets

An asset is derecognized upon disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset is recognized as gain or loss from disposal of asset under other income in the statement of comprehensive income.

2.11.4 Maintenance Activities

The company incurs maintenance cost all its major items of property, plant and equipment. Repair and Maintenance costs are charged as expenses when incurred.

2.11.5 Subsequent Costs

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the profit and loss account as incurred.

2.11.6 Revaluation of Property, Plant & Equipment

As per **IAS16: Property, Plant and Equipment** paragraph 34, "the frequency of revaluations depends upon the changes in fair values of the items of property, plant and equipment being revalued. When the fair value of a revalued asset differs materially from its carrying amount, a further revaluation is required. Some items of property, plant and equipment experience significant and volatile changes in fair value, thus necessitating annual revaluation. Such frequent revaluations are unnecessary for items of property, plant and equipment with only insignificant changes in fair value. Instead, it may be necessary to revalue the item only every three or five years. To comply with the above paragraph The Company made its first valuation of Land and Land Development, Plant and machineries and Building and other construction on 31 December 2013 and Secondly on 30 June 2017 by an independent valuer to reflect fair value (Market Approach) thereof following 'Current Cost Method' as per IFRS-13 'Fair Value Measurement'.

Particulars of Assets	Name of Valuer	Qualification of the Valuer	Date of Revaluation	Carrying amount of Assets	Value of the assets after revaluation	Revaluation Surplus in 31.12.13	Revaluation Surplus in 30.06.2017
Land and Land Development	Ahmad & Akhtar	Chartered Accountants	07.12.17	512,848,032	107,5273,891	230,225,920	332,199,939
Building and other construction				322,337,791		-	-
Plant and machineries				1,037,285,372	1,157,584,903	120,299,531	-

The increase in the carrying amount of revalued assets is recognized in the separate component of equity as Revaluation Surplus. However, the increase recognized in the statement of Profit or Loss and Others Comprehensive Income for year ended June 30, 2018. Other Non-Current Assets were kept outside the scope of the revaluation works. These are expected to be realizable at written down value (WDV) as mentioned in the statement of Financial Position of the company. The Company revalued its only land and land development as per valuation guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) dated on 18 August 2013 clause 09 of Part A. For better understanding, a table showing below;

Name of PPE	At Cost as on 30 June 2017	Revalued amount as on 30 June 2017	Revaluation Surplus on 31 Dec. 2013	Revaluation Surplus on 30 June 2017	Remarks
Land and Land Development	512,848,032	1,075,273,891	230,225,920	332,199,939	As per (BSEC) valuation guideline dated on 18 August 2013 clause-8 Time-lag between two valuation for the same class of assets shall not be less than three

Name of PPE	At Cost as on 30 June 2017	Revalued amount as on 30 June 2017	Revaluation Surplus on 31 Dec. 2013	Revaluation Surplus on 30 June 2017	Remarks
					years; provided that no upward revaluation of an asset shall be made within two years of its acquisition;
Office Building, Factory Building and Ware House	322,337,791	322,337,791	-	-	As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iii) upward revaluation of the asset are not allowed 'Tin-shed buildings, buildings having remaining economic life of less than 50% of its total useful life, as estimated at construction''
Plant & Machineries	1,037,285,372	1,119,993,956	120,299,531		As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iii) upward revaluation of the asset are not allowed 'Plant & machineries acquired in second in hand condition, acquired in brand new condition but having remaining economic life of less than 50% of its total useful life, as estimated at acquisition''
All other assets	31,699,365	-	-	-	As per (BSEC) valuation guideline dated on 18 August 2013 clause-9(iv) upward revaluation of the asset are not allowed 'Vehicles, furniture & Fittings, office equipment, loose tools and intangible assets''

2.11.7 Impairment of Assets

The management of the Company takes physical stocks periodically and recognition of the assets were made accordingly considering the usable condition, wear and tear of the assets as follows:

- The valuation of Property, Plant & Equipment has been made on the basis of the usable condition of the assets as per IAS-36 Impairment of Assets.
- The management of the Company has conducted physical verification fo Property, Plant & Equipment on 30.06.2020

Property, Plant & Equipments are consisting of Office Building, Air Conditioner, Computer & Computer Accessories, Fire Extinguisher, Furniture & Fixture, Vehicles, Office Equipment, Plant & Machineries, Electricity Installation, Factory Building & Shed, Factory Equipment, Gas Installation, Generator, Weighing Scale, Interior Decoration, Kitchen Equipment and Ware House are valued at lower of cost and net realisable value as per IAS 16: Property, Plant & Equipment Costs include expenditure incurred in acquiring the the assets and other costs incurred in bringing them to their existing location and condition. Impairment of assets are made as and when assets became obsolete or unusable for which the management of the company is giving decisions from time to time. The management of the Company reviews the carrying amounts of its assets (Balance Sheet Date) to determine whether there is any indication of impairment In accordance with IAS-36: 'Impairment of Assets'. During the year at Balance Sheet date, there was no indication of impairment of assets; as such, no adjustment was given in the Financial Statements for impairment.

2.12 Intangible Asset

The Company has no Intangible assets during the year.

2.13 Capital Work in Progress

Property, plant and equipment under construction/ acquisition are accounted for as capital work-in-progress until construction/ acquisition is complete and measured at cost. In Addition, As per IAS 23, the Interest expense on the bank loan taken for acquisition of plant and machinery has been capitalized since the assets could not make ready for use during the reporting period.

2.14 Inventories

Inventories consisting of raw materials, work in progress, finished goods are valued at lower of cost and net realisable value as per IAS 2: Inventory. Cost of inventories include expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. Cost of inventories is determined by using the weighted average cost formula. Where necessary, allowance is provided for damaged, obsolete and slow-moving items to adjust the carrying amount of inventories to the lower of cost and net realisable value. Net realisable value is based on estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Impairment of Inventories

Impairment of inventory is made as and when inventory became obsolete or unusable or for slow moving items for which the management of the company is giving decisions from time to time. Based on sales cycle of slow moving items, the sales prices of the products may decreases over time. The management of the Company reviews the carrying amounts of its inventory (Balance Sheet Date) to determine whether there is any indication of impairment In accordance with IAS-2: 'Inventories'. When the sales price moves below the inventory cost prices, the loss on sales is recognized immediately in the Financial Statements. However, there was no indication of impairment of inventory during the year; and as such, no adjustment was given in the Financial Statements for impairment.

2.15 Financial Instruments

2.15.1 Derivative

According to IFRS 7 "Financial Instruments Disclosure", the company was not a party to any derivative contract (Financial instruments) at the Balance Sheet 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 leases in future.

2.15.2 Non-Derivation Financial Instruments

Non-derivative financial instruments comprise trade receivables, trade payables, cash and cash equivalents and share capital

2.15.3 Trade and other receivables

Trade receivables are recognized initially at invoice value and subsequently measured at the remaining amount less allowance for doubtful receivable at the year end, if any. Receivables from foreign currency transactions are recognized in Bangladeshi Taka using exchange rates prevailing on the date of transaction.

2.15.4 Cash and Cash Equivalents

Cash and cash equivalents consist of cash in hand and with banks on current and deposit accounts and short term investments which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

2.15.5 Trade Payables and Accruals

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

2.15.6 Share Capital

Ordinary shares are classified as equity.

2.16 Provision, Contingent Liabilities and Contingent Assets

The financial statements are prepared in conformity with IAS 37 “Provision, contingent Liabilities and Contingent Assets”, which requires management to ensure that appropriate recognition criteria and measurement bases are applied to provision for outstanding expenses, contingent liability, assets and that sufficient information is disclosed in the notes to the accounts to enable its users for their understanding about its nature, timing and amount. In accordance with the guidelines as prescribed by IAS-37 provisions were recognized in the following situations:

- When the company has a present obligation as a result of the past event.
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and
- Reliable estimate can be made about the sum of the obligation.

We have shown the provision in the statement of financial position at an appropriate level with regard to an adequate provision for risks and uncertainties. The sum of provision estimated and booked represents the reliable estimate of the probable expenses incurred but not paid, which is required to fulfill the current obligation on the Balance Sheet Date.

2.17 Loans and Borrowing

Principal amounts of loans and borrowings are stated at their outstanding amounts. Borrowings repayable after twelve months from the reporting date are classified as non-current liabilities whereas the portion payable within twelve months, unpaid interest and other charges are classified as current liabilities.

2.18 Revenue Recognition

"As per IFRS-15: “Revenue from Contracts from Customers” an entity shall account for a contract with a customer only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to performing their respective obligations;
- (b) The entity can identify each party’s rights regarding the goods or services to be transferred;
- (c) The entity can identify the payment terms for the goods or services to be transferred;
- (d) The contract has commercial substance (i.e. the risk, timing or amount of the entity’s future cash flows is expected to change as a result of the contract); and
- (e) It is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer."

Considering the five steps model, the Company recognizes revenue at the time of when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of those goods. Revenue from sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer when the buyer’s bank provides assurance by giving acceptance letter on the delivery of goods. Revenue represents the invoice value of goods supplied to the customers measured at the fair value of the consideration received or receivable. In addition, prior year Financial Statements were prepared in accordance with Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs). The management has made an assessment of the difference between IFRS and BFRS (mainly IFRS-15 ‘Revenue from contract with Customers’ and IAS-18 ‘Revenue’) and concluded that there are no differences that would impact any numerical amount and disclosures in the financial statement. For better presentation, the management reconciled Statement of Profit or Loss and Other Comprehensive Income as well as Statement of Financial Position of the company with the effect of IFRS-15 para c(8) which is shown below:

Impact on Financial Position
For the year ended 30th June 2020

Particulars	As Reported	Adjustment (effect on IFRS-15 & 16)	Amount without adoption of IFRS-15 & 16
Assets			
Non-Current Assets	3,929,929,192	-	3,929,929,192
Current Assets	1,378,515,705	-	1,378,515,705
Total Assets	5,308,444,897	-	5,308,444,897
Shareholder's Equity and Liabilities			
Shareholder's Equity	3,450,382,060	-	3,450,382,060
Non-Current Liabilities	1,176,272,577	-	1,176,272,577
Current Liabilities	681,790,261	-	681,790,261
Total Shareholder's Equity and Liabilities	5,308,444,897	-	5,308,444,897

Impact on the statement of Profit or Loss and other comprehensive Income
For the year ended June 30, 2020

Particulars	As Reported	Adjustment (effect on IFRS-15 & 16)	Amount without adoption of IFRS-15 & 16
Revenue	1,690,499,224	-	1,690,499,224
Cost of Goods Sold	(1,145,828,609)	-	(1,145,828,609)
Gross Profit	544,670,615	-	544,670,615
Operating expenses	(185,585,080)	-	(185,585,080)
Profit from Operation	359,085,535	-	359,085,535
Profit before Income Tax	346,496,360	-	346,496,360
Income Tax Expense	(90,218,360)	-	(90,218,360)
Profit after Income Tax	256,278,000	-	256,278,000
Other Comprehensive Income for the year	1,011,977	-	1,011,977
Total Comprehensive Income For the year	257,289,977	-	257,289,977

Impact on the statement of Cash Flows
For the year ended June 30, 2020

Particulars	As Reported	Adjustment (effect on IFRS-15 & 16)	Amount without adoption of IFRS-15 & 16
Net Cash Generated from Operating Activities	618,074,614	-	618,074,614
Net cash Used to Investing Activities	(461,248,149)	-	(461,248,149)
Net cash Generated from Financing Activities	(212,112,396)	-	(212,112,396)
Net Increase/(Decrease) Cash and Cash Equivalents	(55,285,931)	-	(55,285,931)
Cash and Cash Equivalents at the beginning of the year	78,124,257	-	78,124,257
Cash and Cash Equivalents at the end of the year	22,838,325	-	22,838,325

2.19 Financial instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

Classification and measurement of financial assets and financial liabilities

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale. The adoption of IFRS 9 has not had a significant effect on the company's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below. Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortized cost; Fair Value through Other Comprehensive Income (FVOCI)–debt investment; Fair Value through Other Comprehensive Income (FVOCI)–equity investment; or Fair Value through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the

business model in which a financial asset is managed and its contractual cash flow characteristics. Derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated. Instead, the hybrid financial instrument as a whole is assessed for classification.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- c. it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- d. Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- c. it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- d. Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis. All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. A financial asset (unless it is a trade receivable without a significant financing component that is initially measured at the transaction price) is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition. The following accounting policies apply to the subsequent measurement of financial assets.

Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in profit or loss. Any gain or loss on de-recognition is recognized in profit or loss. Trade receivables are classified as financial assets measured at amortised cost.

Debt investments at FVOCI

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in OCI. On de-recognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Impairment of financial assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments. The financial assets at amortised cost consist of trade receivables, cash and cash equivalents, and corporate debt securities. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on The Company's historical experience and informed credit assessment and including forward-looking information. The company considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the company in full, without recourse by The company to actions such as realizing security (if any is held).

Measurement of Expected Credit Losses (ECL)

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the company expects to receive). ECLs are discounted at the effective interest rate of the financial asset. At each reporting date, the company assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have

a detrimental impact on the estimated future cash flows of the financial asset have occurred. The Company expected that they have no credit losses on Trade Receivables.

Presentation of impairment

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. For debt securities at FVOCI, the loss allowance is recognised in OCI, instead of reducing the carrying amount of the asset. Impairment losses related to trade receivables and others, including contract assets, are presented separately in the notes to the financial statement if any.

2.21 Impairment

i) Financial assets

The Company recognizes loss allowances for Expected Credit Losses ECLs on:

- financial assets measured at amortised cost;
- debt investments measured at FVOCI; and
- Contract assets.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. Except for the following, which are measured at 12-month ECLs?

- debt securities that are determined to have low credit risk at the reporting date; and
- Other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

ii) Non-financial assets

The carrying amounts of the Company's non-financial assets (other than inventories) are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated in order to determine the extent of impairment loss (if any). Where it is not possible to determine the recoverable amount of an individual asset, the Company estimates the recoverable amount of the Cash Generating Unit (CGU) to which the asset belongs. An impairment loss is recognized if the carrying amount of an asset or its CGU exceeds its recoverable amount. The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre- tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU. Impairment losses are recognized in profit or loss. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss had been recognized.

2.21 Foreign Currency transactions and translations

These Financial Statements are presented in Bangladeshi Taka which is the functional and presentation currency of the company. The import activities of the company were carried out in foreign currency but recorded and reported in Bangladesh Taka as the reporting Currency. Foreign exchange differences (if any) arising on translation are recognized in the Statement of comprehensive Income in accordance with IAS 21 "The Effects of Changes in Foreign Currency Rates."

2.22 Employees Benefits

The Company has accounted for and disclosed employee benefits in compliance with the provisions of IAS 19: Employee Benefits. The cost of employee benefits is charged off as revenue expenditure in the period to which the contributions relate. The Company's employee benefits include the following:

Short-term employee benefits

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

Provident Fund

The Company has established and maintaining Contributory Provident Fund. Permanent employees of the Company contribute 8.33% of their basic salary to the provident fund and the Company also contributes the same.

Workers' Profit Participation Fund (WPPF)

The Company provides 5% of its profit before tax after charging contribution to WPPF in accordance with Bangladesh Labor Act, 2006 as amendment 2013.

Gratuity:

As per the Bangladesh Labor Act, 2006, who have completed minimum 5 (five) years of continuous service from the date of joining are eligible to gratuity payment at the time of separation of employment with the Company. The Company have not yet established gratuity fund. The Management of the Company has a plan to establish gratuity fund in near future.

2.23 Finance Income and Expenses**Finance Income**

Finance Income comprises interest income on funds invested Interest Income is recognized on maturity.

Finance Expenses

Finance Expenses comprise interest expenses on loan, overdraft and bank charges. All borrowing costs are recognized in the profit and loss account using the effective interest method except to the extent that they are capitalized during the constructions period of the plants in accordance with IAS-21 "The effect of Changes of Foreign Currency Transaction".

2.24 Earnings per Share (EPS)

The Company calculates its Earning per Share (EPS) in accordance with *IAS 33 "Earnings per Share"* which has been shown on the face of Statement of Profit or Loss and Other Comprehensive Income and the computation of EPS.

Basic Earnings

This represents earnings for the period attributable to the Ordinary Shareholders. As there are no preference dividends, minority interest or extra ordinary items, the net profit for the period has been considered as fully attributable to Ordinary Shareholders.

Basic Earnings Per Share

Basic EPS is calculated by dividing the profit or loss attributable to Ordinary Shareholders of the company by the weighted average number of Ordinary Shares outstanding during the year.

Diluted Earnings per Share

Diluted EPS is determined by adjusting the profit or loss attributable to Ordinary Shareholders and weighted average number of Ordinary Shares outstanding, for the effect of all dilutive potential Ordinary Shares. However, dilution of EPS is not applicable for these Financial Statements as there were no potential Ordinary Shares during the relevant year.

Weighted Average Number of Ordinary Shares outstanding during the period

The basis of computation of number of shares in line with the provisions of IAS-33: Earnings per share. Therefore, the total number of shares outstanding at the period multiplied by a time-weighting factor which is the number of days the specific shares were outstanding as proportion of total number of days in the year.

2.25 Statement of Cash Flows

Statement of Cash Flows is prepared in accordance with IAS 7 "Statement of Cash Flows". The cash flow from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 19 of IAS-7 which provides that "Entities are encouraged to report Cash Flows from Operating Activities using the Direct Method" as well as the indirect method in the notes to the Financial Statements.

2.26 Responsibility for Preparation and Presentation of Financial Statements:

The Management is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act, 1994 and as per the Provision of "The Framework for the preparation and presentation of Financial Statements" issued by the International Accounting Standard Board (IASB) as adopted by the Institute of The Chartered Accountants of Bangladesh (ICAB).

2.27 Risk Exposure

Financial Risk Management Policies

The company management has overall responsibility for the establishment and oversight of the company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks its use of financial instruments.

Currency Risk

The Company is exposed to foreign currency risk relating to purchases which are denominated in foreign currencies. The company primarily utilizes forward exchange contracts with maturities of less than one year to hedge such financial liabilities denominated in foreign currencies. The forward exchange contracts entered into at the reporting date also relate to anticipated purchases, denominated in foreign currencies, for the subsequent period.

Credit Risk

Credit risk is the potential financial loss resulting from the failure of a customer or counterparty to settle its financial and contractual obligations to the company as and when they fall due. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position. However, due to a large number of parties comprising the group's customer base, Management does not anticipate material losses from its debt collection.

Liquidity Risk

The Company monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the company operations and to mitigate the effects of fluctuations in cash flows.

Market risk

Market risk is the risk that any change in market prices such as foreign exchange rates and interest will affect the company's income or the value of its holdings financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

Interest rate risk:

Interest rate risk is the risk that arises due to changes in interest rates on borrowing. There was no foreign currency loan which is subject to floating rates of interest. Local loans are, however, not significantly affected by fluctuations in interest rates. The company has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date

Fair Values

The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair value of trade and other short-term receivables are taken to approximate their carrying value. The fair value of financial assets and liabilities approximate their carrying value.

2.28 Risk and Uncertainties for the use of Estimates in Preparing Financial Statements

Preparation of Financial Statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statement and revenues and expenses during the period reported. The actual result could differ from those estimates. Estimates are used for accounting of certain items such as depreciation and amortization, taxes, reserves and contingencies.

2.29 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's positions at the balance sheet date are reflected in the financial statements if any. Events after the reporting period that are non-adjusting events are disclosed in the notes when material.

2.30 Related Party Transactions

The company, in the normal course of business, has carried out a number of transactions with other entities that fall within the definition. The objective of Related Party Disclosure IAS 24 is to ensure that an entity's Financial Statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties. Parties are considered to be related if one party has the ability to control

the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions. The Company transacts with related parties and recognize as per IAS 24 'Related Party Disclosures'. Related party transactions have been disclosed under Note – 36.

2.31 Contingent Liabilities and Assets

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events that are not within the control of the company.

2.32 Comparative Amounts

Certain comparative amounts have been re-classified & rearranged to conform to the current year's presentation and all numerical information in the current financial statements as below:

- Statements of Financial Position as of the end of the preceding financial year
- Statements of Comprehensive Income for the comparable of the preceding financial year.
- Statements of Changes in Equity for the comparable of the preceding financial year
- Statement Cash Flows for the comparable if the preceding financial year

Narrative and descriptive information for comparative information has also been disclosed whenever it is relevant for the understanding of the current Period financial statements.

Rearrangement of Financial Statement:

The previous year's figure has been rearrangement whenever considered necessary to ensure comparability with the current year presentation.

2.33 Income Taxes

Income tax on the profit or loss for the Period comprises current and deferred tax. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

2.33.1 Current Tax

Current tax is the expected tax payable on the taxable income for the period/year and any adjustment to tax payable in respect of previous years as per the provisions of Income Tax Ordinance, 1984 and duly amended by the Finance Act from time to time.

The effective tax rate of the Company is provided as follows:

Corporate Tax Rate of the Company	32.50%
Tax Rate on Other Income:	32.50%
Taxes on Interest on FDR	32.50%
Taxes on Dividend Income	20%
Minimum Tax Rate	0.60%
Export/ deemed export income (if any)	16.25%

Policy of tax collection by government

The Government has collected the tax which that calculated tax is higher among the Corporate Tax, Minimum Tax and Tax Deducted at source.

2.33.2 Deferred Tax

Deferred tax is recognized using (in accordance with the IAS-12) the Balance Sheet method. Deferred tax arises due to temporary difference deductible or taxable for the events or transaction is recognized in the income statements. A temporary difference is the difference between the tax bases of an asset or liability and its carrying amount/reported amount in the Balance Sheet. Deferred tax assets or liability is the amount of income tax recoverable or payable in the future period(s) recognized in the current period. The deferred tax liability/expenses do not create a legal liability/recoverability to and from the income tax authority.

2.34 Operating Segments

No segmental reporting is applicable for the company as required by "IFRS-8: 'Operating Segments' as the company operates in a single industry segment and within as geographical segment.

2.35 Advance, Deposits and Prepayments

Advances are initially measured at cost. Since initial recognition advances are carried at cost fewer deductions, adjustments or charges to other account heads such as Property, Plant and Equipment, inventory

or expenses. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to profit and loss account.

2.36 Cash and Cash Equivalents

According to IAS -7 "Statement of Cash Flows" cash comprises cash in hand, demand deposit and cash equivalent which are short-term highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of change balances and call deposits, Bank Balances in Value. IAS -1 "Presentation of Financial Statements" provides that cash and cash equivalents are not restricted in use. Consideration the provisional of IAS-7 and IAS-1, Cash in Hand and Bank Balances has been treated as Cash and Cash Equivalents.

2.37 Investment in FDR

Investment in FDR includes fixed deposits held with various banking and non-banking financial institutions in the name of Lub-rref (Bangladesh) Limited. The fixed deposits are renewed upon maturity at the option of the company.

2.38 Other Current Assets

Other current assets (if any) have a value on realization in the ordinary course of the company's business which is at least equal to the amount at which they are stated in the Statement of Financial Position.

2.39 General

- i. Wherever considered necessary, previous Period's figures have been rearranged for the purpose of comparison.
- ii. Figures appearing in the financial statements have been rounded off to the nearest Taka.
- iii. The Financial Statements were authorized by the Board of Directors on 18th October 2020.

		Amounts in Taka											
		30-Jun-20	30-Jun-19										
3.00	Property, Plant and Equipment (Note: 3.00+3.02+3.04)	3,929,929,192	3,627,445,483										
	A. Cost												
	Opening Balance	3,342,460,454	2,791,228,703										
	Add: Addition during the year	96,137,000	86,702,010										
	Add: Transfer from Capital Work in Progress	501,547,029	464,529,740										
	Total Cost	3,940,144,482	3,342,460,454										
	B. Accumulated Depreciation												
	Opening Balance	634,155,947	478,041,026										
	Add: Charged during the year (Note 3.03)	192,173,796	156,114,920										
	Total Charged	826,329,743	634,155,947										
	C. Written Down Value Cost (A-B) as on 30 June, 2020	3,113,814,740	2,708,304,507										
	A schedule of property, plant and equipment is given in Annexure - A												
3.02	Revaluation Reserve												
	A. Revaluation												
	Opening Balance	682,725,390	682,725,390										
	Add: Revaluation made during the year (Note: 03.02.01.a)	-	-										
	Add: Revaluation made during the year (Note: 03.02.01.a)	-	-										
	Closing Balance	682,725,390	682,725,390										
	B. Accumulated Depreciation on Revaluation												
	Opening Balance	52,834,390	45,338,263										
	Add: Charged during the year (Note 3.03)	6,746,514	7,496,127										
	Closing Balance	59,580,904	52,834,390										
	C. Written Down Value of Revaluation (A-B) as on 30 June, 2020	623,144,486	629,891,000										
	A schedule of property, plant and equipment is given in Annexure - A												
3.02.01.a	Revaluation Resurve for the year ended 30 June,2018												
	This is made as follows:												
	<table><tr><th>SL</th><th>Particulars</th><th>Book Value as on 30 June 2017</th><th>Revaluation Value as on 30 June 2017</th><th>Revaluation Surplus at 31 Dec. 2013</th></tr><tr><td>1</td><td>Land & Land Development</td><td>512,848,032</td><td>1,075,273,891</td><td>230,225,920</td></tr></table>	SL	Particulars	Book Value as on 30 June 2017	Revaluation Value as on 30 June 2017	Revaluation Surplus at 31 Dec. 2013	1	Land & Land Development	512,848,032	1,075,273,891	230,225,920		
SL	Particulars	Book Value as on 30 June 2017	Revaluation Value as on 30 June 2017	Revaluation Surplus at 31 Dec. 2013									
1	Land & Land Development	512,848,032	1,075,273,891	230,225,920									
	Land & Land Development is revalued as on 30 June,2017 where the valuer valued Land & Land Development Tk. 1,075,273,891 against Book value as on 30 June, 2017 of Tk. 512,848,032 therefore a revaluation amount of Tk. 562,425,859 for Land & Land Development is transferred to Revaluation Resurve by an adjustment with previous Revaluation Resurve. The valuer valued its assets considering fair value (Market Approach) thereof following ‘Current Cost Method’.												
3.03	Allocation of Depreciation Charges												
	Factory Overhead @ 70%	Note-21.03	139,244,217	114,527,733									
	General and Administration Overhead @ 15%	Note-22	29,838,047	24,541,657									
	Selling and Distribution overhead @ 15%	Note-23	29,838,047	24,541,657									
			198,920,310	163,611,047									
3.04	Capital Work-in-Progress												
	Opening balance		289,249,976	405,929,804									
	Add: Addition made during the year		371,138,306	320,332,105									
	Add: Interest Capitalization during the year		34,128,714	27,517,807									
	Less: Transferred to Fixed Asset during the year		(501,547,029)	(464,529,740)									
			192,969,967	289,249,976									
	The make-up of the Closing Balance												
	1 Grease Point		29,604,988	58,077,483									
	2 Co-Generation (25 KW/H)		67,542,862	64,964,391									
	3 Drum Unit		71,922,669	111,922,669									
	4 Lub-rref (Bangladesh) Limited Unit-2		23,899,448	54,285,432									
			192,969,967	289,249,976									

As per IAS 23 "Borrowing Costs", the Interest expense on the bank loan taken for acquisition of plant and machineries has been capitalized since the assets could not make ready for use during the reporting period.

4.00 Inventories

4.01 Valuation of Inventory and physical stocktaking

The management of the Company takes physical stocks periodically and valuation of stocks were made accordingly considering the wear and tear of the assets as follows:

- The valuation of closing inventory has been made on the basis of lower of cost and net realizable value as per IAS-2.
- The management of the Company has conducted physical verification/stock taking of inventories on 30.06.2020

Inventories consisting of raw materials, work in progress, finished goods are valued at lower of cost and net realisable value as per IAS 2: Inventory. Cost of inventories include expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. Cost of inventories is determined by using the weighted average cost formula. Where necessary, allowance is provided for damaged, obsolete and slow-moving items to adjust the carrying amount of inventories to the lower of cost and net realisable value as the board approve from time to time. Net realisable value is based on estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Impairment of Inventories

Impairment of inventory is made as and when inventory became obsolete or unusable or for slow moving items for which the management of the company is giving decisions from time to time. Based on sales cycle of slow moving items, the sales prices of the products may decreases over time. The management of the company reviews the carrying amounts of its inventory (Balance Sheet Date) to determine whether there is any indication of impairment In accordance with IAS-2: 'Inventories'. When the sales price moves below the inventory cost prices, the loss on sales is recognized immediately in the Financial Statements. However, there was no indication of impairment of inventory during the year; and as such, no adjustment was given in the Financial Statements for impairment.

4.02 Particulars of Inventories

Raw Materials - note 4.01

Packing Materials - note 4.02

Finished Goods - note 4.03

387,058,882	381,123,531
11,390,485	7,884,581
129,367,397	126,038,825
527,816,764	515,046,937

4.03 Raw Materials - note 4.00 & 21.01

Base Oil

Additives & Chemicals

297,647,214	299,332,957
89,411,668	81,790,575
387,058,882	381,123,531

4.04 Packing Materials - note 4.00 & 21.02

Empty Drum, Pail & Container

Carton

Stickers

PVC Shrinks & Others

6,546,571	4,767,646
2,420,949	1,306,541
1,654,053	1,391,180
768,912	419,215
11,390,485	7,884,581

4.04 Finished Goods - note 4.00 & 21

Lubricating Oil

129,367,397	126,038,825
129,367,397	126,038,825

5.00 Trade & Others Receivables (Note: 5.01+5.02)

5.01 Trade Receivables

Opening Balance

Add: Addition during the year

Less: Realized during the year

396,180,117	337,641,776
1,690,499,224	1,533,942,711
2,086,679,341	1,871,584,486
1,667,253,709	1,475,404,369
419,425,632	396,180,117

Disclosure as per schedule-XI, Part-1, of the Company Act, 1994

Dues over 6 Months

Dues within 6 Months

Total

Receivable considered good & secured

Receivable considered good without security

Receivable considered doubtful or bad

Receivables due by directors or other officers

Receivables due from companies under same management

Maximum debt due by Directors or officers at any time

102,327,272	96,656,063
317,098,361	299,524,054
419,425,632	396,180,117
318,527,532	295,282,017
100,898,100	100,898,100
-	-
-	-
-	-
-	-
419,425,632	396,180,117

5.02 Other Receivables

Other receivable-Lab Test

10,770,988	11,490,379
10,770,988	11,490,379

6.00 **Advances, Deposits and Prepayments**

Advances - note 6.01

Deposits - note 6.02

358,764,704	344,608,922
6,974,292	6,906,624
365,738,995	351,515,545

6.01 **Advances**

Advance against L/C

Advance against VAT

Advance Against Salary & Allowance

Advance Against Procurement

Advance Travelling & Conveyance

Advance against Office Rent

Advance Income Tax (6.01.1)

Advance against Office Expenses

Advance against Selling & Distribution Expenses

Advance against Fuel Expenses

Advance against Legal & Professional Expenses

145,654,721	177,831,381
13,253,735	20,696,835
3,095,954	6,038,179
45,967,051	44,819,429
440,580	449,483
155,500	155,500
145,226,566	89,252,229
2,678,014	2,890,731
947,055	863,335
67,000	75,000
1,278,528	1,536,820
358,764,704	344,608,922

6.01.1 **Advance Income Tax**

Opening Balance

Add: Addition during the year

Less: Adjustment during the year

Closing Balance

89,252,229	56,394,779
55,974,337	32,857,450
145,226,566	89,252,229
-	-
145,226,566	89,252,229

Details of Advance Income Tax (Year-wise break up) is showing below:

Particulars (for the year ended)	Advance Income Tax
30 th June 2020	55,974,337
30 th June 2019	32,857,450
30 th June 2018	18,009,199
30 th June 2017	8,641,145
30 th June 2016	3,953,530
31 st December, 2015	8,429,287
31 st December, 2014	6,380,478
31 st December, 2013	2,759,749
Carring amount upto 31.12.12	8,221,391
Total	145,226,566

6.02 **Deposits**

Bangladesh Railway

Linde Bangladesh Ltd.

PDB- Pahartali

Bakhrabad Gas System Ltd.

Chittagong Port Authority

Bangladesh Telephone and Telegraph Board-BTTB

Chittagong WASA

Speed Track (Pvt) Ltd.

Rural Power Company Limited -RPCL

Chittagong Chamber of Commerce

Al-Haj Karim Ullah for Dhaka Warehouse

PDB- Raujan, Chittagong

Security Deposit to Mayor Rajshahi City Corporation

Security Deposit to Anduip CNG Filling Station, Dhaka

PUFPL

Security Deposit with General Electric Manufacturing Co. Ltd

Mrs. Halima Begum (Dhaka Guest House -New)

Security Deposit Rostan State Atomic Energy Corporation.

197,985	197,985
212,000	212,000
253,800	253,800
4,983,623	4,983,623
131,250	131,250
24,000	24,000
100,000	100,000
10,000	10,000
95,400	95,400
96,000	96,000
300,000	300,000
42,000	42,000
32,291	32,291
40,000	40,000
8,610	8,610
179,665	179,665
200,000	200,000
67,668	-
6,974,292	6,906,624

6.04 Additional disclosure in line with schedule 11 part 1 of the Companies Act 1994

Advance Outstanding for a period exceeding six months
 Advance Outstanding for a period not exceeding six months
 Advance considered good
 Advance to Director & Offices of the common Management Company
 These include dues realizable/ adjustable within one year next from the reporting date
 Advance include aggregate amount due by the officers of the company
 The maximum aggregate amount due by the officers of the company at the end of any month during the year

152,356,357	96,314,352
213,382,638	255,201,193
365,738,995	351,515,545
-	-
-	-
-	-
-	-

7.00 Related Party Current Account**7.01 Companygonj Agro Industries Limited**

Opening Balance
 Add: Addition during the year

31,925,000	67,526,936

Less: Collection during the year

Closing Balance

67,369,377	48,180,000
12,806,529	19,189,377
80,175,906	67,369,377
48,250,906	-
31,925,000	67,369,377

7.02 Julda Shipyard Limited

Opening Balance
 Add: Addition during the year

Less: Collection during the year

Closing Balance

157,559	-
12,419	157,559
169,978	157,559
169,978	-
-	157,559

**Interest was Charged @ 6% p.a on balance of accounts which was carried forward for more than a year as per decision of Board dated: 12th November, 2017. This is an arms length transactions which is approved by the both parties management for any transaction among the related parties as per IAS 24: Related Party Transactions. Both the related parties agreed the terms of the transactions occurred among the parties. It is justified to charge the rate at 6% per annum and allow grace period for one year because these facilities are applicable for both the parties for any disbursement among the parties.

8.00 Cash and Cash Equivalents

Cash in Hand Note- 8.01
 Cash at Bank Note- 8.02
 FDR Investment Note- 8.03

8,959,094	8,431,566
7,321,969	19,371,456
6,557,262	50,321,235
22,838,325	78,124,257

8.01 Cash in Hand

Cash at Head Office (Ctg)
 Cash at Dhaka Office

4,798,028	5,050,452
4,161,066	3,381,114
8,959,094	8,431,566

8.02 Cash at Bank

	<u>Branch</u>	<u>Types</u>
Southeast Bank Limited	Jubilee Road	Current
Southeast Bank Limited (00470)	Donia	Current
Southeast Bank Limited (30092)	Jubilee Road	Current
Islami Bank Bangladesh Limited	Agrabad	Current
Dutch Bangla Bank Limited	CDA	Current
Pubali Bank Limited	Pahartali	Current
Al Arafah Islami Bank Limited	Agrabad	Current
Sonali Bank Limited	Laldighi	Current
Uttara Bank Ltd	Agrabad	Current
Sahajalal Islami Bank Ltd	Dhaka Main	Current
Islami Bank Bangladesh Limited	Pahartali	SND
EXIM Bank Limited	Agrabad	Current
Sonali Bank Limited	Teknaf	Current
Southeast Bank Limited (0159)	Banglamotor	Current
Southeast Bank Limited (030367)	Jubilee Road	Current
Southeast Bank Limited (014895)	Jubilee Road	SND
Southeast Bank Limited (014899)	Jubilee Road	SND
Southeast Bank Limited (014900)	Jubilee Road	SND
Southeast Bank Limited (294)	Pahartali	SND
Southeast Bank Limited (14915)	Jubilee Road	SND
Social Islami Bank Limited (33097)	Agrabad	Current

446,348	12,291,997
15,605	5,699
1,374	2,064
881,837	1,046,929
28,416	14,236
79,148	994,129
345	1,035
33,171	83,737
3,057	290,683
-	639
32,742	32,473
2,358,383	1,772,811
2,585	2,585
11,394	5,048
-	335
8,583	9,520
316,168	299,011
4,085	589,497
34,515	512,303
1,445,362	1,416,725
1,618,852	-
7,321,969	19,371,456

All the bank balances were confirmed by the respective bank.

8.03 FDR Investment

24500013791	SEBL Jubilee Road Branch	673,968	634,494
24500015854	SEBL Jubilee Road Branch	1,128,533	1,064,149
24500025572	SEBL Jubilee Road Branch	1,605,079	1,512,452
24500027123	SEBL Jubilee Road Branch	330,181	310,762
24500027746	SEBL Jubilee Road Branch	926,226	871,802
24500027747	SEBL Jubilee Road Branch	105,577	99,461
24500027748	SEBL Jubilee Road Branch	23,568	22,171
24300030045	SEBL Jubilee Road Branch	-	40,554,642
24300003787	SEBL, Pahartali Branch	214,427	202,700
24500027785	SEBL Jubilee Road Branch	-	2,400,400
24500027786	SEBL Jubilee Road Branch	-	2,000,100
24500027827	SEBL Jubilee Road Branch	688,399	648,100
0045320026273	SIBL Agrabad Branch	612,568	-
0045320026396	SIBL Agrabad Branch	155,738	-
0045330039493	SIBL Agrabad Branch	93,000	-
		6,557,262	50,321,235

9.00 Share Capital**Authorized Capital**

250,000,000 Ordinary Shares of Tk 10 each

2,500,000,000 2,500,000,000**Paid up Capital**

100,000,000 Ordinary Shares of Tk 10 each are fully paid in cash

1,000,000,000 1,000,000,000

The Issued, Subscribed and Paid-up Capital is Tk. 1,000,000,000 divided into 100,000,000 ordinary shares of Taka 10.00 each fully paid. The Shareholding position of the company as on 30 June 2020 is as follows:

Sl.	Name of Shareholders	Number of Shares held	% of Shareholding	Amounts in Taka	
				30-Jun-20	30-Jun-19
1.	Mohammed Yousuf	29,567,544	30%	295,675,440	295,675,440
2.	Mrs. Rubiya Nahar	3,455,140	3%	34,551,400	34,551,400
3.	Md. Salauddin Yousuf	3,247,520	3%	32,475,200	32,475,200
4.	Mrs. Israt Jahan	3,123,495	3%	31,234,950	31,234,950
5.	Companygonj Agro Industries Ltd	3,509,300	4%	35,093,000	35,093,000
6.	Others (79 investors)	57,097,001	57%	570,970,010	570,970,010
Total		100,000,000	100 %	1,000,000,000	1,000,000,000

9.01 Share Premium

30,000,000 Ordinary Shares @ per Share Tk. 15.28 each

458,500,000	458,500,000
458,500,000	458,500,000

10.00 Revaluation Reserve

Opening Balance

Add. Revaluation made during the year (Note: 03.02.01.a)

Less. Adjustment for depreciation on Revaluation

Add: Deferred Tax (Expenses)/Income on Revaluation Reserve

Closing Balance

597,274,195	603,645,902
-	-
(6,746,514)	(7,496,127)
1,011,977	1,124,419
591,539,658	597,274,195

The Management of the company restated its assets as per BSEC Guidelines vide its Notification No. SEC/CMRRCD/2009-193/150/Admin/51, dated: 13/08/2013 and IVS guideline which was Audited of valuation by Ahmad & Akhtar. Chartered Accountants. The Accounts for the year ended 30 June, 2017 was restated due to adjustment of revaluation, as per IAS 8 para 42. Details are given on Note No. 3.02, 2.28 & 42.00

11.00 Retained Earnings

Opening Balance

Add: Net Profit/(Loss) during the year

Add: Current year depreciation on revalued amount of fixed assets

Closing Balance

1,137,317,888	922,191,708
256,278,000	207,630,054
6,746,514	7,496,127
1,400,342,402	1,137,317,888

13.00 Long-Term Loan

Opening Balance

Add: Addition During the year Interest & Principal

Less: Adjustment/Paid during the year

Closing Balance

Less: Current portion of Long term Loan

Non Current Portion of Long Term Loan

987,115,295	820,895,373
829,370,872	239,075,421
(944,319,460)	(72,904,000)
872,166,707	987,066,795
33,052,671	234,000,000
839,114,036	753,066,795

13.01 Southeast Bank Limited (Jubilee Road Branch)	
Opening Balance	885,876,018
Add: Addition During the year Interest & Principal	56,443,442
Less : Adjustment during the year (Loan take over by SIBL BDT.70.00 Crore)	(942,319,460)
Closing Balance	-
Less: Current portion of Long term Loan	-
Non Current Portion of Long Term Loan	-

13.02 Social Islmai Bank Limited (Agrabad Branch)	
Opening Balance	101,239,277
Add: Addition During the year Principal	700,000,000
Add: Addition During the year Interest	72,927,430
Less: Adjustment/Paid during the year	(2,000,000)
Closing Balance	872,166,707
Less: Current portion of Long term Loan	33,052,671
Non Current Portion of Long Term Loan	839,114,036

Brief details of Long term Loan:

1 Bank Name:	Social Islami Bank Limited, Agrabad Branch, Ctg.
Tenure:	10 (year)
Limit:	8000.00 Lac
Security:	Land 892.59 Decimal & Factory Building
Interest Rate:	13% per year
Sanction Date:	12.03.2019

14.00 Lease Liabilities		
Opening Balance	1,781,898	2,607,202
Add: Addition During the year	178,461	322,408
Less: Adjustment during the year	(1,147,712)	(1,147,712)
	812,647	1,781,898
Less: Current portion of Lease Liabilities	(812,647)	(1,147,716)
Non Current Portion of Lease Liabilities	-	634,182

Details are as follows:

Finance Provider	International Leasing and Financial Services Limited
Limit	3,500,000/-
Installment Size	95,643/- per month
Sanction Date	24-Jul-16
Security	Personal Guaranty of all directors & 47 Post dated MICR
Interest Rate	14% p.a.
Purpose	Lease Finance Against Transformer Oil Filtration Plant
Period	48 Month

15.00 Deferred Tax		
Opening Balance as on 01.07.2019	308,395,550	252,116,690
Expenses/(Income) During the Year Note 15.02	29,774,967	57,403,279
Adjustment of Revaluation Reserve Note 15.01	(1,011,977)	(1,124,419)
Deferred Tax Liability/(Assets)	337,158,540	308,395,550

15.01 Adjustment of Deferred Tax on Revaluation		
Deferred Tax Liability on Revaluation Surplus (Closing) Note 15.01.a	31,604,828	32,616,805
Deferred Tax Liability on Revaluation Surplus (Opening)	32,616,805	33,741,224
Deferred Tax Expenses/(Income)	(1,011,977)	(1,124,419)

15.01.a Adjustment of Deferred Tax on Revaluation Reserve

WDV as on 30.06.2019		Differed Tax Liability on 30.06.2019
Tax Base	Accounting Base	
Revaluation Reserve on Land & Land Development	562,425,859	22,497,034
Revaluation Reserve on Plant & Machineries	67,465,141	10,119,771
-	629,891,000	32,616,805
WDV as on 30.06.2020		Differed Tax Liability on 30.06.2020
Tax Base	Accounting Base	
Revaluation Reserve on Land & Land Development	562,425,859	22,497,034
Revaluation Reserve on Plant & Machineries	60,718,627	9,107,794
-	623,144,486	31,604,828

15.02 Deferred Tax Expenses/(Income) Excluding Revaluation
Deferred Tax Liability Excluding Revaluation Surplus (Closing)
Deferred Tax Liability Excluding Revaluation Surplus (Opening)
Deferred Tax Expenses/(Income)

305,553,711	275,778,744	218,375,465
275,778,744	218,375,465	163,850,165
29,774,967	57,403,279	54,525,300

15.02.a Deferred Tax Expenses/(Income) Calculation

Property, Plant & Equipment Excluding Land

WDV as on 30.06.2019		Differed Tax Liability on 30.06.2019
Tax Base	Accounting Base	
1,371,718,484	2,159,657,753	275,778,744
1,371,718,484	2,159,657,753	275,778,744

Property, Plant & Equipment Excluding Land
Liability for WPPF

WDV as on 30.06.2020		Differed Tax Liability on 30.06.2020
Tax Base	Accounting Base	
1,529,819,722	2,487,309,805	311,184,277
-	(17,324,818)	(5,630,566)
1,529,819,722	2,469,984,987	305,553,711

16.00 Short-term Loan

Southeast Bank -Time Loan
Southeast Bank- LTR
Southeast Bank Ltd- Overdraft
Social Islami Bank Ltd.-Overdraft

3,287,070	48,845,158
880,788	28,235,811
-	362,089,206
460,402,778	-
464,570,635	439,170,175

Brief details of Short term Loan:

Bank Name: Socail Islami Bank Limited
Tenure: 1 Year
Limit: 5000.00 Lac
Security: Land 892.59 Decimal & Factory Building
Interest Rate: 9%per year
Renewal date: 11-Mar-20

16.01 Liabilities for Workers Profit Participation Fund

Opening Balance
Add: Addition during the year
Less: Adjustment made during the year
Clossing Balance

15,037,208	13,590,920
17,324,818	15,037,208
(15,037,208)	(13,590,920)
17,324,818	15,037,208

17.00 Accounts Payables

Alam Hardware
Al-Baraka Enterprise
Astech Limited
Bhai Bhai Matels Works
Banani Drum Suppliers
Dana Engineers International Ltd.
Favorite Traders
Haks Ind Ltd.
Jamuna Drum Suppliers
Janani Computer
M.B Enterprise
Maya Automobile-ULO
Nizam Uddin Oil Suppliers
Pioneer Scientific Stores
Rashed Enterprise
Rubel Steel Mills Ltd.
Rupsha Trading
Rupayan Housing Estate Ltd.
Yousuf Printers

37,627	10,123
77,755	94,777
1,097,764	1,509,385
770,547	596,493
1,552,714	1,065,029
286,155	29,800
122,743	208,184
179,343	165,763
1,580,337	1,937,113
167,452	177,752
12,900	-
1,052,964	1,216,923
795,967	691,156
431,828	-
143,606	223,660
533,059	820,674
22,470	-
19,010,000	19,010,000
591,188	538,095
28,466,419	28,294,927

Total
All Creditors were paid on regular Basis

18.00 **Liabilities for Current Tax**

Opening Balance	65,824,051	30,113,234
Add: Provision for the year	60,443,393	35,710,818
	126,267,445	65,824,051
Less: AIT Adjustment/paid during the year	-	-
	126,267,445	65,824,051

Details of Liabilities for Current Tax is showing below

Particulars (for the year ended)	Liabilities for Current Tax (BDT)	Assesment Status
30-Jun-2020	60,443,393	Return yet to be submitted
30-Jun-2019	35,710,818	Assesment under process
30-Jun-2018	12,788,768	Assesment under process
30-Jun-2017	7,729,414	Assesment under process
30-Jun-2016	1,645,879	Assesment under process
31-Dec-2015	2,541,959	Assesment under process
31-Dec-2014	2,131,334	Assesment under process
31-Dec-2013	1,591,315	Assessment completed by DCT but litigation to high court for its decision is pending
31-Dec-2012	1,684,567	
Total	126,267,445	

19.00 **Liabilities for Expenses**

Wages, Salary & Allowances	3,218,540	2,379,960
Directors' Remuneration	1,466,738	1,866,738
Audit and professional Fees	300,000	250,000
Liabilities for Other Expenses	2,248,714	2,962,917
Recognized Provident Fund	2,524,162	384,798
Withholding Tax Liabilities (TDS)	1,537,472	822,556
	11,295,626	8,666,969

20.00 **Revenues**

	Qty. (MT)	Taka	Taka
Mono Grade	4,842	1,016,416,215	941,126,124
Multi Grade	194	78,867,579	75,111,981
Industrial Grade	632	586,617,695	510,102,343
Marine Grade	3,677	6,184,850	5,522,188
Others	143	2,412,885	2,080,074
Total	9,488	1,690,499,224	1,533,942,711

21.00 **Cost of Goods Sold**

Raw Materials Consumed- note 21.01	904,052,207	834,679,009
Packing Materials Consumed- note 21.02	63,519,534	65,384,692
Total Consumption	967,571,741	900,063,701
Factory Overhead Note-21.03	181,585,440	153,446,440
Cost of Goods Manufactured	1,149,157,181	1,053,510,141
Opening Finished Goods	126,038,825	113,412,010
Cost of Goods Available for Sale	1,275,196,005	1,166,922,151
Closing Finished Goods	(129,367,397)	(126,038,825)
Cost of Goods Sold	1,145,828,609	1,040,883,326

21.01 **Raw Materials Consumed**

Opening Inventory	381,123,531	369,924,895
Purchase during the period	909,987,557	845,877,645
Raw Materials available for use	1,291,111,088	1,215,802,540
Closing Inventory	(387,058,882)	(381,123,531)
	904,052,207	834,679,009

21.02 **Packing Materials Consumed**

Opening Inventory	7,884,581	7,450,229
Purchase during the period	67,025,438	65,819,044
Packing Materials available for use	74,910,019	73,269,273
Closing Inventory	(11,390,485)	(7,884,581)
	63,519,534	65,384,692

21.03	Factory Overheads		
	Salary, wages and allowances	15,435,320	11,151,347
	Festival Bonus	1,424,137	1,128,355
	Depreciation - note 3.3	139,244,217	114,527,733
	Carriage inward	378,153	570,914
	Director's remuneration and benefits	4,104,000	4,286,250
	Entertainment	151,620	149,645
	Factory general expenses	202,000	375,185
	Gas & Electricity	8,510,137	12,010,187
	Insurance premium	8,459,564	5,086,376
	Laboratory expenses	893,709	858,953
	Medical expenses	43,101	73,632
	Repairs and maintenance	2,716,510	3,196,369
	Travelling and conveyance	22,972	31,495
		181,585,440	153,446,440
22.00	General and Administrative Expenses		
	Salary and allowances	9,578,559	6,768,012
	Festival Bonus	977,971	703,542
	Depreciation - note 3.3	29,838,047	24,541,657
	Audit fees	300,000	250,000
	Board Meeting Fees	316,000	308,000
	Canteen expenses	404,549	449,000
	Director's remuneration and benefits	5,016,000	5,238,750
	Gas & Water expenses	45,790	43,518
	Entertainment	627,484	662,379
	Legal & professional fees	405,310	501,300
	Miscellaneous expenses	145,800	357,400
	Motor Vehicle Upkeep	793,529	897,963
	Newspapers & periodicals	17,385	20,621
	Office General Expenses	461,092	774,537
	Office rent, rates & renewal fees	814,201	610,803
	Stationery	309,102	460,246
	Postage & courier	247,455	332,893
	Repairs and maintenance	687,896	904,523
	Telephone & fax	640,612	893,216
	Recognized Provident Fund	2,848,158	2,117,336
	Travelling and conveyance	539,989	793,675
	Cleaning expenses	63,584	82,159
		55,078,512	47,711,529
23.00	Selling and Distribution Expenses		
	Salary and Allowances	14,553,066	7,012,920
	Depreciation - note 3.3	29,838,047	24,541,657
	Advertisement	395,655	453,100
	Carriage Outward	260,570	1,168,447
	Marketing Expense	446,421	684,470
	Rent, Rates & Taxes	396,511	113,400
	Repairs & Maintenance	862,646	890,269
	Sales commission & Promotional expenses	-	3,298,036
	Bogra Warehouse Exp.	-	131,400
	Associated Sales Centre Expenses	114,748	245,018
		46,867,664	38,538,717
24.00	Other Operating Income		
	Income from Lab Testing	38,004,615	29,025,084
		38,004,615	29,025,084
25.00	Financial Expenses		
	Interest on Long Term Loan	95,242,159	61,299,006
	Interest on Short Term Loan	2,925,332	6,135,608
	Interest on Lease Finance	178,461	322,408
	Interest on Bank Over Draft	20,402,778	55,854,501
	Interest on LTR	1,535,006	4,937,026
	Bank Charges & Commission	1,359,784	1,296,018
		121,643,519	129,844,567

26.00 Financial Income Interest on FDR Interest on SND	<table> <tr> <td>502,318</td><td>2,870,177</td></tr> <tr> <td>48,309</td><td>36,567</td></tr> <tr> <td>550,627</td><td>2,906,744</td></tr> </table>	502,318	2,870,177	48,309	36,567	550,627	2,906,744								
502,318	2,870,177														
48,309	36,567														
550,627	2,906,744														
27.00 Income from Others Wastage Sales Interest on Related Party Current Account	<table> <tr> <td>133,400</td><td>171,879</td></tr> <tr> <td>4,051,616</td><td>6,713,079</td></tr> <tr> <td>4,185,016</td><td>6,884,958</td></tr> </table>	133,400	171,879	4,051,616	6,713,079	4,185,016	6,884,958								
133,400	171,879														
4,051,616	6,713,079														
4,185,016	6,884,958														
28.00 Income Tax Expenses	<table> <tr> <td>90,218,360</td><td>93,114,097</td></tr> </table>	90,218,360	93,114,097												
90,218,360	93,114,097														
28.01 Current Tax for 2020 Calculation of Current Tax as per 82 C(Minimum Tax) Revenue during the year @ 0.6% Income Tax Provision on Other Income for 2020 Other Income including Financial Income @ 32.5% as Finance Act, 2020 A) Current Tax as per 82 C(Minimum Tax) B) Advance Income Tax Paid During the year Note 6.01.1 C) Calculation of Current Tax as per Corporate Rate 28.01.1 Provision for Income Tax (Higher of A-C) Out of the above calculation, the higher one (C) is applicable for Current Tax for the year.	<table> <tr> <td>10,371,023</td><td>9,377,807</td></tr> <tr> <td>-</td><td>-</td></tr> <tr> <td>1,539,084</td><td>3,427,096</td></tr> <tr> <td>11,910,107</td><td>12,804,903</td></tr> <tr> <td>55,974,337</td><td>32,857,450</td></tr> <tr> <td>60,443,393</td><td>35,710,818</td></tr> <tr> <td>60,443,393</td><td>35,710,818</td></tr> </table>	10,371,023	9,377,807	-	-	1,539,084	3,427,096	11,910,107	12,804,903	55,974,337	32,857,450	60,443,393	35,710,818	60,443,393	35,710,818
10,371,023	9,377,807														
-	-														
1,539,084	3,427,096														
11,910,107	12,804,903														
55,974,337	32,857,450														
60,443,393	35,710,818														
60,443,393	35,710,818														
28.01.1 Calculation of Current Tax as per Corporate Rate	<table> <tr> <th colspan="2">Amounts in Taka</th></tr> <tr> <th>30-Jun-20</th><th>30-Jun-19</th></tr> </table>	Amounts in Taka		30-Jun-20	30-Jun-19										
Amounts in Taka															
30-Jun-20	30-Jun-19														
Profit before Income Tax during the year Add: Accounting Depreciation Less: Capital Allowance Add: WPPF Expenses (current year) Less: WPPF paid during the year	<table> <tr> <td>346,496,360</td><td>300,744,151</td></tr> <tr> <td>198,920,310</td><td>163,611,047</td></tr> <tr> <td>(361,724,609)</td><td>(320,124,290)</td></tr> <tr> <td>17,324,818</td><td>-</td></tr> <tr> <td>(15,037,208)</td><td>-</td></tr> <tr> <td>185,979,671</td><td>102,030,908</td></tr> </table>	346,496,360	300,744,151	198,920,310	163,611,047	(361,724,609)	(320,124,290)	17,324,818	-	(15,037,208)	-	185,979,671	102,030,908		
346,496,360	300,744,151														
198,920,310	163,611,047														
(361,724,609)	(320,124,290)														
17,324,818	-														
(15,037,208)	-														
185,979,671	102,030,908														
Effective tax Rate Current Tax as per Corporate Rate	<table> <tr> <td>32.5%</td><td>35%</td></tr> <tr> <td>60,443,393</td><td>35,710,818</td></tr> </table>	32.5%	35%	60,443,393	35,710,818										
32.5%	35%														
60,443,393	35,710,818														
28.02 Deferred Tax Expenses/Income (Attributable to Profit or Loss) Deferred Tax during the year Less: Opening Balance Deferred Tax Expenses/(Income) (Attributable to Profit or Loss)	<table> <tr> <td>305,553,711</td><td>275,778,744</td></tr> <tr> <td>(275,778,744)</td><td>(218,375,465)</td></tr> <tr> <td>29,774,967</td><td>57,403,279</td></tr> </table>	305,553,711	275,778,744	(275,778,744)	(218,375,465)	29,774,967	57,403,279								
305,553,711	275,778,744														
(275,778,744)	(218,375,465)														
29,774,967	57,403,279														
28.02.1 Deferred Tax Expenses/Income (other Comprehensive Income or Equity) Deferred Tax during the year Less: Opening Balance Deferred Tax Expenses/(Income) (other Comprehensive Income or Equity)	<table> <tr> <td>31,604,828</td><td>32,616,805</td></tr> <tr> <td>32,616,805</td><td>33,741,224</td></tr> <tr> <td>(1,011,977)</td><td>(1,124,419)</td></tr> </table>	31,604,828	32,616,805	32,616,805	33,741,224	(1,011,977)	(1,124,419)								
31,604,828	32,616,805														
32,616,805	33,741,224														
(1,011,977)	(1,124,419)														
29.00 Earnings Per Shares Net Profit After Income Tax for the Year Number of Shares outstanding at the end of the Year Basic Earnings Per Share EPS	<table> <tr> <td>256,278,000</td><td>207,630,054</td></tr> <tr> <td>100,000,000</td><td>100,000,000</td></tr> <tr> <td>2.56</td><td>2.08</td></tr> </table>	256,278,000	207,630,054	100,000,000	100,000,000	2.56	2.08								
256,278,000	207,630,054														
100,000,000	100,000,000														
2.56	2.08														
Note: Earnings per Share (EPS) is increase due to increase of sales revenue as well as decrease of income tax rate (from 35% to 32.5%) as per Finance ACT-2020 and income tax expenses compare to previous year.															
30.00 Net Assets Value per Share (NAV) with Revaluation The Composition of Net Assets Value per share is given below : Net Assets Value during the year Total Outstanding Share Net Assets Value per Share (NAV) with Revaluation	<table> <tr> <td>3,450,382,060</td><td>3,193,092,083</td></tr> <tr> <td>100,000,000</td><td>100,000,000</td></tr> <tr> <td>34.50</td><td>31.93</td></tr> </table>	3,450,382,060	3,193,092,083	100,000,000	100,000,000	34.50	31.93								
3,450,382,060	3,193,092,083														
100,000,000	100,000,000														
34.50	31.93														

31.00 Net Operating Cash Flow per Share (NOCFPS) Basic

The Composition of Net Operating Cash Flows per share is given below :

Net Operating Activities Cash Flows	618,074,615	399,287,581
Number of shares outstanding at the end of the Year	100,000,000	100,000,000
Net Operating Cash Flow this year (NOCFPS)	6.18	3.99

Note: Operating Cash Flow is increase due to increase of collection of revenue as well as increase of (NOCFPS) compare to previous year.

32.00 Contingent Liabilities and Commitments

A Contingent Liability of Tk. 9,381,752/- is made as per IAS 37 Para 86. Following are the details of the pending issue related to litigation regarding Taxation filed for the assessment years 2013-2014 & 2015-2016 bearing ITRA No. 535/2017 for 2013-2014 & 537/2017 for 2014-2015 dated 16.10.2017 which are pending in the High Court.

Accounting Year	Assessment Year	Status	Provision Made on Accounts	Assessment Made by DCT	Assessment Made by DCT
31-Dec-12	2013-2014	Assessment Completed by DCT but pending in the High Court	1,684,567	2,354,339	2,354,339
31-Dec-13	2014-2015		1,591,315	10,303,295	10,303,295
Total			3,275,882	12,657,634	12,657,634

33.00 Number of Employees

Number of Employees whose salary is below Tk 8,500 Per Month

Number of Employees whose salary is above Tk 8,500 Per Month

30-Jun-20	30-Jun-19
-	-
231	215

34.00

Capacity Utilization	30-Jun-20			30-Jun-19		
Capacity of Production- Single Shift	Blanding Unit	Re- Refining Unit	Total	Blanding Unit	Re- Refining Unit	Total
Licensed Capacity Metric Ton (MT)	12,550	4,527	17,077	12,550	4,527	17,077
Installed Capacity Metric Ton (MT)	12,550	4,527	17,077	12,550	4,527	17,077
Capacity Utilized - Metric Ton (MT)	9,516	4,242	13,758	9,060	4,220	13,280
Capacity Utilized	75.82%	93.70%	80.56%	72.19%	93.22%	77.77%

35.00 Events After the Reporting Period

No Materials events had occurred from the date of the end of the reporting period to the date of issue of this Financial Statement which could materially affect the values stated in the financial position.

36.00 Related Party Transactions

Related Party Transactions						
Name of party	Types of Relationship	Nature of Transactions	Opening Balance	Addition	Adjustment	Closing Balance
Companygonj Agro Industries Limited	Common Directorship & Shareholder of the Company	Overhead Exp. & Working Capital Management	67,369,377	12,806,529	48,250,906	31,925,000
Julda Shipyard Limited	Common Directorship		157,559	12,419	169,978	-
Mohammed Yousuf	Managing Director	Remuneration fees & Board meeting fees	(1,326,738)	(4,848,000)	5,068,000	(1,106,738)
Rubiya Nahar	Chairman		(180,000)	(48,000)	228,000	-
M.d. Salauddin Yousuf	Director		(260,000)	(3,168,000)	3,168,000	(260,000)
Dr. Israt Jahan	Director		(100,000)	(1,240,000)	1,240,000	(100,000)
Ahmmad Hossain	Director		-	(48,000)	48,000	-
Mohammad Ameer Faisal	Independent Director		-	(44,000)	44,000	-
Wahid Uddin Chowdhury			-	(40,000)	40,000	-
Total			65,660,198	3,382,948	58,256,884	30,458,262

37.00 Attendance Status of Board Meeting of Directors

During the period ended 30 June, 2020, there were 12 (Twelve) Board Meetings were held. The attendance status of all the meetings is as follows:

Sl. No	Name Of Directors	Position	Meeting Held	Attendance	Fees Per Meeting	Amounts in Taka	
						30-Jun-20	30-Jun-19
1	Mohammed Yousuf	Managing Director	12	12	4,000	48,000	48,000
2	Rubiya Nahar	Chairman	12	12		48,000	40,000
3	Md. Salauddin	Director	12	12		48,000	48,000
4	Dr. Israt Jahan	Director	12	10		40,000	48,000
5	Ahmmad Hossain	Director	12	12		48,000	48,000
6	Mohammad Ameer Faisal	Independent Director	12	11		44,000	36,000
7	Wahid Uddin Chowdhury		12	10		40,000	40,000
	Total					316,000	308,000

38.00 As per Company Act, 1994 part-II, Schedule-XI (4) The profit and loss account will give by way of a note detailed information, showing separately the following payments provided or made during the financial year to the directors, including managing director, the managing agents or manager, if any, by the company, subsidiaries of the company and any other person:-

Particulars	30-Jun-20	30-Jun-19
Managerial Remuneration paid or payable during the period to the directors, including managing directors, a managing agent or manager	10,152,000	9,521,100
Expenses reimbursed to Managing Agent		
Commission or Remuneration payable separately to a managing agent or his associate		
Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company		
The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial period.		
Any other perquisite or benefits in cash or in kind stating, approximate money value where applicable.		
Other allowances and commission including guarantee commission Pensions etc.		
(i) Pensions		
(ii) Gratuities		
(iii) Payments from a provident funds, subscription and interest thereon		
iv) Share Based payments		

As per IAS- 24 Para-17:

An entity shall disclose key management personnel compensation in total and for each of the following benefits:

- (a) Short-term employee benefits;
- (b) Post-employment benefits;
- (c) Other long term benefits;
- (d) termination benefits; and
- (e) share- based payment

9,120,000	9,525,000
9,120,000	9,525,000

As per IAS- 24 Para-18:

Disclosure requirements of IAS 24, Para 18 minimum disclosure shall include:

a) The amount of transaction	3,382,948	9,513,936
b) The amount of outstanding balance, including commitments	30,458,262	65,660,198
i) Their terms & condition, including whether they are secured, and the nature of the consideration to be provided in settlement	Remuneration, Meeting Fee & Overhead Exp. & Working Capital Management	
ii) details of any guarantee given or received	Nil	Nil
c) Provisions for doubtful debts related to the amount of outstanding balance	Nil	Nil
d) The expenses recognized during the period in respect of bad or doubtful debts due from related parties	Nil	Nil

39.00 Aggregated amount of Remuneration, Fess, Salary & Wages of employees are given below :

Directors Remuneration	9,120,000	9,525,000
Board Meeting Attendance Fees	316,000	308,000
Wages & Allowance	16,859,457	12,279,701
Salary & Allowance	25,109,596	14,484,473
	51,405,053	36,597,174

Amounts in Taka

30-Jun-20	30-Jun-19

40.00 The Requirement of Schedule XI Part-II, Para-3 (a) Turnover

Turnover in (BDT)	1,690,499,224	1,533,942,711
Turnover in Quantity (M.Ton)	9,488	9,060

The Requirement of Schedule XI Part-II, Para-3 (b) Raw Material Consumed

Raw Material Consumed in (BDT)	904,052,207	834,679,009
Raw Material Consumed in Quantity (M.Ton)	9,432	8,708

The Requirement of Schedule XI Part-II, Para-3 (b) Packing Material Consumed

Packing Material Consumed in (BDT)	63,519,534	65,384,692
Packing Material Consumed in Quantity (Pcs)	1,571,764	1,617,917

The Requirement of Schedule XI Part-II, Para-3 (b) Finished Goods

Finished Goods in (BDT)	129,367,397	126,038,825
Finished Goods in Quantity (M.Ton)	662	645

41.00 Reconciliation of Net Profit with Cash Flow from Operating Activities (Notification No. BSEC/ CMRRCD/ 2006-158/ 2008/Admin/81, dated: 20 June 2018.

Particulars	Note	Amounts in Taka	
		30-Jun-20	30-Jun-19
Net Profit for the year (Before Tax)		346,496,360	300,744,151
Adjustment:			
Depreciation	3.00	198,920,310	163,611,047
Financial Expenses	25	121,643,519	129,844,567
Other Income (Interest)	27	(502,318)	(3,156,027)
Interest on Related Party Current Account		(4,051,616)	(6,713,079)
(Increase)/Decrease in Inventory	4	(12,769,827)	(24,259,803)
(Increase)/Decrease in Accounts Receivable	5	(22,526,124)	(61,446,114)
Increase/(Decrease) in Trade Payable & Others	17	171,492	(3,231,924)
Increase/(Decrease) in Liabilities	19	2,628,657	(4,848,655)
(Increase)/Decrease in Advance & Prepayment	6.00	41,750,887	(59,845,419)
Liability for Contribution to WPPF		2,287,610	1,446,288
Payment of Income Tax	6.1.01	(55,974,337)	(32,857,449)
		618,074,615	399,287,581

42.00 Receipts from customers:

Sales during the year	1,690,499,224	1,533,942,711
Opening Rec.	396,180,117	337,641,776
Closing Rec.	(419,425,632)	(396,180,117)
Other Operating Income	38,004,615	29,025,084
Other Rec. Open	11,490,379	8,296,756
Other Rec. Closs	(10,770,988)	(11,490,379)
	1,705,977,715	1,501,235,830

43.00 Payments to suppliers

Purchase	977,012,995	911,696,689
Open.Advances Procurment	(44,819,429)	(34,819,429)
Closing Advances Procurment	45,967,051	44,819,429
Open. Trade Payable	9,284,927	12,516,851
Clossing Trade Payable	(9,456,419)	(9,284,927)
	977,989,125	924,928,614

44.00 Payments for Employee

Salary	54,253,211	38,714,510
Paid to WPPF	15,037,208	13,590,920
Open. Advance Salary	(6,038,179)	(5,104,330)
Closing Advance Salary	3,095,954	6,038,179
Open. Liability for Expenses	4,631,496	7,663,612
Closing Liability for Expenses	(7,209,440)	(4,631,496)
	63,770,250	56,271,395

45.00 Payments to Operating Expenses

Operating Exp.	229,278,405	200,982,176
Open. Advances to others	(211,405,709)	(162,494,139)
Closing Advances to others	171,449,425	211,405,709
Open. Liability for Expenses	4,035,473	5,852,012
Closing Liability for Expenses	(4,086,186)	(4,035,473)
Depreciation - note 3.3	(198,920,310)	(163,611,047)
	(9,648,902)	88,099,238

LUB-RREF (BANGLADESH) LIMITED
Schedule of Property, Plant and Equipment
As at June 30, 2020

Annexure-A

Particulars	At Cost					Rate %	Depreciation				Written Down Value as on 30.06.2020
	Balance as on 01.07.2019	Addition during the year	Total	Transferred from CWP	Balance as on 30.06.2020		Balance as on 01.07.2019	Charged during the year	Disposal during the year	Balance as on 30.06.2020	
Land & Land Development	548,646,754	77,858,181	626,504,934	-	626,504,934	0%	-	-	-	-	626,504,934
Office Building	220,246,691	159,785	220,406,476	-	220,406,476	2.50%	31,822,352	4,714,254	-	36,536,606	183,869,871
Air Conditioner	6,557,688	248,595	6,806,283	-	6,806,283	10.0%	2,854,206	391,885	-	3,246,091	3,560,193
Computer & Computer Accessories	4,225,301	551,600	4,776,901	-	4,776,901	10.0%	1,945,155	261,379	-	2,206,534	2,570,368
Fire Extinguisher	2,036,680	129,781	2,166,461	-	2,166,461	10.0%	747,349	135,626	-	882,975	1,283,486
Furniture & Fixture	10,027,673	177,668	10,205,341	-	10,205,341	10.0%	4,167,935	597,245	-	4,765,180	5,440,161
Vehicles	30,740,401	701,537	31,441,938	-	31,441,938	20.0%	25,011,556	1,209,972	-	26,221,529	5,220,409
Office Equipment	7,481,490	795,708	8,277,198	-	8,277,198	10.0%	3,438,300	443,542	-	3,881,842	4,395,356
Plant & Machineries	2,209,365,999	14,194,351	2,223,560,350	501,547,029	2,725,107,379	10.0%	480,159,499	174,738,635	-	654,898,134	2,070,209,245
ROU Assets(Plant & Mach)	3,500,000	-	3,500,000	-	3,500,000	10.0%	350,000	315,000	-	665,000	2,835,000
Electricity Installation	11,546,933	73,000	11,619,933	-	11,619,933	10.0%	7,389,235	416,051	-	7,805,286	3,814,647
Factory Building & Shed	200,827,320	462,216	201,289,536	-	201,289,536	2.50%	32,359,249	4,217,226	-	36,576,475	164,713,062
Factory Equipment	29,288,364	368,876	29,657,240	-	29,657,240	10.0%	13,660,861	1,588,447	-	15,249,308	14,407,932
Gas Installation	1,216,213	-	1,216,213	-	1,216,213	10.0%	679,622	53,659	-	733,281	482,932
Generator	31,224,998	-	31,224,998	-	31,224,998	10.0%	18,373,152	1,285,185	-	19,658,336	11,566,661
Weighing Scale	5,303,877	-	5,303,877	-	5,303,877	5.00%	2,073,355	164,036	-	2,237,391	3,066,486
Interior Decoration	16,609,588	415,702	17,025,290	-	17,025,290	15.0%	7,149,770	1,467,325	-	8,617,095	8,408,195
Kitchen Equipment	86,576	-	86,576	-	86,576	10.0%	51,355	3,522	-	54,877	31,698
Ware House, Dhaka	3,527,907	-	3,527,907	-	3,527,907	10.0%	1,922,995	170,807	-	2,093,802	1,434,105
Total	3,342,460,454	96,137,000	3,438,597,453	501,547,029	3,940,144,482		634,155,947	192,173,796	-	826,329,743	3,113,814,739

Particulars	At Revaluation					Rate %	Depreciation				Written Down Value as on 30.06.2020
	Balance as on 01.07.2019	Addition/ Adjustment	Total	Transferred from CWP	Balance as on 30.06.2020		Balance as on 01.07.2019	Charged during the year	Disposal during the year	Balance as on 30.06.2020	
Land & Land Development	562,425,859	-	562,425,859	-	562,425,859	0%	-	-	-	-	562,425,859
Plant & Machineries	120,299,531	-	120,299,531	-	120,299,531	10.0%	52,834,390	6,746,514	-	59,580,904	60,718,627
Total	682,725,390	-	682,725,390	-	682,725,390		52,834,390	6,746,514	-	59,580,904	623,144,486

Balance as on 30.06.2019	4,025,185,844	96,137,000	4,121,322,843	501,547,029	4,622,869,872	-	686,990,337	198,920,310	-	885,910,647	3,736,959,225

• The Company used branded plant and machinery in its production process which were procured from German, USA, & other European countries. With a small maintenance, the life of the assets can be strengthened and can be modified as per the requirement of the Company. That is why the depreciation on plant and machineries are 10%. The factory buildings life time are also considered 40 years which is very reasonable. That is why, the rate is 2.5%. Another reason is that the main factory building is built with RCC structures and other factory buildings were built with pre-fabricated structures. And Other Fixed Asset's life time is considered 10 years (Motor Vehicle 5 years) which is very reasonable.

LUB-RREF (BANGLADESH) LIMITED
Schedule of Property, Plant and Equipment
As at June 30, 2019

Particulars	At Cost					Rate %	Depreciation				Annexure-A
	Balance as on 01.07.2018	Addition	Total	Transferred from CWP	Balance as on 30.06.2019		Balance as on 01.07.2018	Charged during the year	Disposal during the year	Balance as on 30.06.2019	Written Down Value as on 30.06.2019
Land & Land Development	528,321,877	20,324,877	548,646,754	-	548,646,754	0%	-	-	-	-	548,646,754
Office Building	167,862,971	52,383,720	220,246,691	-	220,246,691	2.50%	28,334,131	3,488,221	-	31,822,352	188,424,340
Air Conditioner	6,261,598	296,090	6,557,688	-	6,557,688	10.0%	2,475,606	378,599	-	2,854,206	3,703,483
Computer & Computer Accessories	3,880,786	344,515	4,225,301	-	4,225,301	10.0%	1,730,085	215,070	-	1,945,155	2,280,146
Fire Extinguisher	1,853,680	183,000	2,036,680	-	2,036,680	10.0%	624,424	122,926	-	747,349	1,289,331
Furniture & Fixture	9,388,495	639,178	10,027,673	-	10,027,673	10.0%	3,587,873	580,062	-	4,167,935	5,859,738
Vehicles	30,571,201	169,200	30,740,401	-	30,740,401	20.0%	23,621,645	1,389,911	-	25,011,556	5,728,845
Office Equipment	7,227,750	253,740	7,481,490	-	7,481,490	10.0%	3,017,250	421,050	-	3,438,300	4,043,190
Plant & Machineries	1,740,121,893	8,214,366	1,748,336,259	464,529,740	2,212,865,999	10.0%	340,552,567	139,956,933	-	480,509,499	1,732,356,499
Electricity Installation	11,525,808	21,125	11,546,933	-	11,546,933	10.0%	6,929,616	459,619	-	7,389,235	4,157,698
Factory Building & Shed	200,827,320	-	200,827,320	-	200,827,320	2.50%	27,888,172	4,471,077	-	32,359,249	168,468,071
Factory Equipment	28,635,464	652,900	29,288,364	-	29,288,364	10.0%	11,997,016	1,663,845	-	13,660,861	15,627,503
Gas Installation	1,216,213	-	1,216,213	-	1,216,213	10.0%	620,001	59,621	-	679,622	536,591
Generator	30,819,998	405,000	31,224,998	-	31,224,998	10.0%	16,990,169	1,382,983	-	18,373,152	12,851,846
Weighing Scale	5,303,877	-	5,303,877	-	5,303,877	5.00%	1,903,328	170,027	-	2,073,355	3,230,522
Interior Decoration	13,795,288	2,814,300	16,609,588	-	16,609,588	15.0%	5,977,032	1,172,738	-	7,149,770	9,459,818
Kitchen Equipment	86,576	-	86,576	-	86,576	10.0%	47,442	3,913	-	51,355	35,220
Ware House, Dhaka	3,527,907	-	3,527,907	-	3,527,907	10.0%	1,744,671	178,324	-	1,922,995	1,604,912
Total	2,791,228,703	86,702,010	2,877,930,714	464,529,740	3,342,460,454		478,041,026	156,114,920	-	634,155,947	2,708,304,507

Particulars	At Revaluation					Rate %	Depreciation				Written Down
	Balance as on 01.07.2018	Addition/ Adjustment	Total	Transferred from CWP	Balance as on 30.06.2019		Balance as on 01.07.2018	Charged during the year	Disposal during the year	Balance as on 30.06.2019	Value as on 30.06.2019
Land & Land Development	562,425,859	-	562,425,859	-	562,425,859	0%	-	-	-	-	562,425,859
Plant & Machineries	120,299,531	-	120,299,531	-	120,299,531	10.0%	45,338,264	7,496,127	-	52,834,390	67,465,141
Total	682,725,390	-	682,725,390	-	682,725,390		45,338,264	7,496,127	-	52,834,390	629,891,000

Balance as on 30.06.2019	3,473,954,093	86,702,010	3,560,656,104	464,529,740	4,025,185,844	-	523,379,290	163,611,047	-	686,990,337	3,338,195,506

• The Company used branded plant and machinery in its production process which were procured from German, USA, & other European countries. With a small maintenance, the life of the assets can be strengthened and can be modified as per the requirement of the Company. That is why the depreciation on plant and machineries are 10%. The factory buildings life time are also considered 40 years which is very reasonable. That is why, the rate is 2.5%. Another reason is that the main factory building is built with RCC structures and other factory buildings were built with pre-fabricated structures. And Other Fixed Asset's life time is considered 10 years (Motor Vehicle 5 years) which is very reasonable.