

**Auditors' Report
&
Financial Statements
of
Index Agro Industries Limited**
House-34, Road-12, Block-K, Baridhara,
Diplomatic Zone, Dhaka-1212
For the year ended June 30, 2016

Auditor:

Ahmed Zaker & Co; Chartered Accountants

A Member firm of Morison KSi

45, Shaheed Nazrul Islam Sarani, Saiham Tower (2nd floor), Bijoy Nagar, Kakrail,
Dhaka-1000, Bangladesh. Tel: 8391440-3, Fax : 880-2-8391011,

E-mail: azcbangladesh@gmail.com Web: www.ahmed-zaker.com

Contents of the Report

Serial No.	Particulars	Page No.
01	Auditors' Report	01
02	Statement of Financial Position	02
03	Statement of Profit or Loss and other Comprehensive Income	03
04	Statement of Changes in Equity	04
05	Statement of Cash Flows	05
06	Notes to the Financial Statements	06-23
07	Schedule of Property, Plant & Equipment (Annexure-A)	24



AHMED ZAKER & Co.

CHARTERED ACCOUNTANTS



A MEMBER FIRM OF KINGSTON SOREL INTERNATIONAL, DEVONSHIRE HOUSE, 60 GOSWELL ROAD, LONDON EC1M 7AD

Auditors' Report

To the Shareholders of Index Agro Industries Ltd.

We have audited the accompanying financial statements of **Index Agro Industries Ltd.** which comprises the Statement of Financial Position as at June 30, 2016 along with Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable rules and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Index Agro Industries Ltd. as at June 30, 2016 and of its financial performance for the year then ended in accordance with Bangladesh Financial Reporting Standards and comply with the Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable laws and regulations.

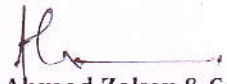
We also report on other legal and regulatory requirements

We also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the Company's Statement of Financial Position, Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows dealt with by the report are in agreement with the books of accounts;
- d) the expenditure incurred was for the purposes of the Company's business.

Place: Dhaka

Dated: September 05, 2016

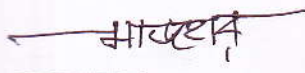

Ahmed Zaker & Co.
Chartered Accountants

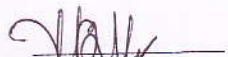


Index Agro Industries Ltd.
Statement of Financial Position
As at June 30, 2016


Particulars	Notes	Amount in Taka		
		June 30, 2016	June 30, 2015 Restated	July 1, 2014 Restated
Assets:				
Non-Current Asset		980,774,218	784,843,910	684,345,278
Property, Plant & Equipment	4.00	820,988,897	743,522,798	656,687,242
Capital Work in Progress	5.00	100,152,821	-	-
Parent Stock	6.00	59,632,500	41,321,112	27,658,036
Investment		162,970,958	150,876,598	133,301,328
Govt. Savings Certificate	7.00	66,370,958	54,276,598	36,701,328
Investment	8.00	96,600,000	96,600,000	96,600,000
Current Assets		1,004,872,609	923,674,127	714,133,719
Inventories	9.00	494,248,926	564,277,954	391,068,042
Accounts Receivable	10.00	345,587,113	296,069,481	237,914,254
Advances, Deposits & Pre-Payments	11.00	75,124,955	22,689,597	37,122,456
Cash & Cash Equivalents	12.00	89,911,615	40,637,095	48,028,967
Total Assets		2,148,617,785	1,859,394,635	1,531,780,325
Equity & Liabilities				
Shareholders Equity		987,720,151	821,543,073	673,357,825
Share Capital	13.00	390,000,000	390,000,000	100,000,000
Retained Earnings	14.00	553,576,036	385,075,583	524,444,678
Revaluation Reserve	15.00	44,144,115	46,467,489	48,913,147
Non-Current liabilities		129,937,674	153,388,989	241,719,466
Long Term Loan	16.00	129,937,674	153,388,989	241,719,466
Current Liabilities		1,030,959,960	884,462,573	616,703,034
Current Portion of Long Term Loan	17.00	75,899,674	92,665,426	40,594,675
Short Term Loan	18.00	741,032,393	627,025,359	432,594,176
Accounts payables	19.00	150,369,980	129,960,410	132,257,174
Provision for expenses	20.00	63,657,913	34,811,377	11,257,009
Total Equity & Liabilities		2,148,617,785	1,859,394,635	1,531,780,325
Net assets value per share (NAVPS)	29.00	25.33	21.07	67.34

The annexed notes (1-30) form an integral part of these financial statements.


Chairman

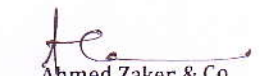

Managing Director


Company Secretary


Chief Financial Officer

Signed as per our separate report on same date.

Place: Dhaka;
Dated: September 05, 2016

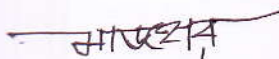

Ahmed Zaker & Co.
Chartered Accountants

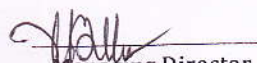


Index Agro Industries Ltd.
Statement of Profit or Loss and other Comprehensive Income
For the year ended June 30, 2016


Particulars	Notes	Amount in Taka			
		2015-2016			2014-2015
		Feed	Poultry & Hatchery	Total	Total
					Restated
Revenue	21.00	1,889,886,528	1,328,782,615	3,218,669,143	2,494,336,108
Less: Cost of Goods Sold	22.00	1,583,595,192	1,192,082,800	2,775,677,992	2,112,634,813
Gross Profit:		306,291,336	136,699,815	442,991,151	381,701,295
Less: Operating Expenses		115,764,309	7,370,101	123,134,410	108,574,453
Administrative expenses	23.00	38,546,977	4,882,439	43,429,416	37,687,758
Selling & distribution expenses	24.00	77,217,333	2,487,661	79,704,994	70,886,695
Operating Profit		190,527,026	129,329,715	319,856,741	273,126,842
Add: Non-Operating Income					
Other Income	25.00	5,244,360	-	5,244,360	4,575,270
Less: Non-Operating Expenses/Loss					
Financial expenses	26.00	113,267,025	12,585,225	125,852,250	110,255,059
Net Profit before WPPF & Tax		82,504,361	116,744,490	199,248,851	167,447,053
Contribution to WPPF		3,928,779	5,559,261	9,488,041	7,973,669
Net Profit/(Loss) before Tax		78,575,582	111,185,228	189,760,810	159,473,384
Income Tax Expenses	27.00	12,615,209	10,968,523	23,583,732	2,048,295
Net Profit/(Loss) after Tax		65,960,373	100,216,706	166,177,078	157,425,089
Basic earnings per share	28.00			4.26	4.04
Earnings Per Share Par Value of Tk. 10/-					

The annexed notes (1-30) form an integral part of these financial statements.


Chairman


Managing Director


Company Secretary


Chief Financial Officer

Signed as per our separate report on same date.

Place: Dhaka;
Dated: September 05, 2016


Ahmed Zaker & Co.
Chartered Accountants

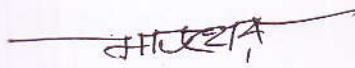


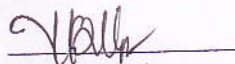
Index Agro Industries Limited
Statement of Changes in Equity
For the year ended June 30, 2016


Particulars	Amount in Taka			Total Amount
	Share capital	Retained Earnings	Revaluation Reserve	
Balance as at July 01, 2015	390,000,000	385,075,583	46,467,489	821,543,073
Net Profit/(Loss) after Tax	-	166,177,078	-	166,177,078
Depreciation on Revalued Asset	-	2,323,374	(2,323,374)	-
Balance as at June 30, 2016	390,000,000	553,576,036	44,144,115	987,720,151


Index Agro Industries Limited
Statement of Changes in Equity
For the year ended June 30, 2015

Particulars	Amount in Taka			Restated
	Share capital	Retained earnings	Revaluation reserve	Total Amount
Balance as at July 01, 2014	100,000,000	524,444,678	48,913,147	673,357,825
Net Profit/(Loss) after Tax	-	157,425,089	-	157,425,089
Prior year adjustment against Tax provision	-	(9,239,841)	-	(9,239,841)
Bonus Issue	290,000,000	(290,000,000)	-	-
Depreciation on Revalued Asset	-	2,445,657	(2,445,657)	-
Balance as at June 30, 2015	390,000,000	385,075,583	46,467,489	821,543,073


Chairman



Managing Director


Company Secretary


Chief Financial Officer

Signed as per our separate report on same date.

Place: Dhaka;
Dated: September 05, 2016


Ahmed Zaker & Co.
Chartered Accountants



Index Agro Industries Ltd.
Statement of Cash Flows
For the year ended June 30, 2016

Particulars	Amount in Taka	
	June 30, 2016	June 30, 2015
Cash Flow from Operating Activities:		Restated
Cash Received from Turnover and others	3,169,151,511	2,436,180,881
Cash Paid to suppliers	(2,649,562,267)	(2,196,628,196)
Cash Paid to employees and others staffs	(131,971,877)	(89,841,747)
Cash Paid to Others	(68,589,823)	(55,753,799)
Income Tax Paid	(17,160,314)	(1,345,584)
Net Cash Provided by Operating Activities: (A)	301,867,231	92,611,555
Cash Flow from Investing Activities:		
Acquisition of Property, Plant & Equipment	(92,665,994)	(131,935,906)
Acquisition of Capital work in progress	(101,014,433)	(2,983,919)
Purchase of Govt. Savings Certificate	(16,000,000)	(13,000,000)
Disposal of Govt. Savings Certificate	9,150,000	-
Net Cash Used by Investing Activities: (B)	(200,530,427)	(147,919,825)
Cash Flow from Financing Activities:		
Net proceeds from Bank loan	73,789,967	158,171,457
Financial charges	(125,852,250)	(110,255,059)
Net Cash Used by Financing Activities: (C)	(52,062,284)	47,916,398
Net Cash inflow/ outflow(A+B+C)	49,274,521	(7,391,872)
Cash & Cash equivalents at the beginning of the year	40,637,095	48,028,967
Closing Cash & Cash equivalents at the end of the year	89,911,615	40,637,095
Operating Cash Flow per Share	7.74	2.37

Chairman

Managing Director

Company Secretary

Chief Financial Officer

Signed as per our separate report on same date.

Place: Dhaka;

Dated: September 05, 2016

Ahmed Zaker & Co.
Chartered Accountants



Index Agro Industries Limited
Notes to the Financial Statements
For the year ended June 30, 2016

1. Reporting entity:

1.01 Background of the company:

Index Agro Industries Limited (the company) was incorporated in Bangladesh on 13 September, 2000 as a Private Company limited by shares under the Companies Act, 1994 having the registration no. C-41289(648)/2000. The company was converted as a Public Limited company by shares under the company Act, 1984 on 31.03.2015.

The registered office of the Company is situated at House-34, Road-12, Block-K, Baridhara Diplomatic Zone, Dhaka-1212. The factory office of the company is situated at 601/01, Block: N, Dhaka Mymensingh Road, Kathali, 09 no. Ward, Valuka for producing Bird & Fish Feed, Araisha Prasad, B.K. Bari, Sadar, Gazipur, Gazipur for producing DOC and Hatching Eggs, Vill: Rajghat, P.O: Durgapur, Upazila: Mithapukur, Dist: Rangpur for producing DOC, Dalil, Post office- Bhabanipur, Union- Bhabanipur, Sherpur, Bogra for producing Hatching Eggs.

1.02 Nature of business:

The principal activities of this Company are manufacturing and marketing of poultry feed, fish feed and producing Day Old Chicks (DOC).

2. Basis of preparation and presentation of the financial statements:

2.01 Statement of compliance:

The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BASs), Bangladesh Financial Reporting Standards (BFRSSs), the Companies Act, 1994, the Securities & Exchange Rules, 1987 and other laws and regulations applicable in Bangladesh.

2.02 Basis of measurement:

All the elements of financial statements have been measured on "Historical Cost" basis which is one of the most commonly adopted basis as provided in "The Framework for the Preparation and Presentation of Financial Statements" issued by the Bangladesh Accounting Standards (BASs).

2.03 Responsibility for preparation and presentation of financial statements:

The Board of Directors is responsible for the preparation of financial statements under section 183 of the Companies Act, 1994, The Securities and Exchange Rules 1987 and as per the provision of "The Framework for the Preparation and Presentation of Financial Statements" issued by the Bangladesh Accounting Standard (BASs).

2.04 Use of estimates and judgment:

The preparation of financial statements in conformity with BASs 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.





Estimates and underlying assumptions are reviewed on an on going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period or in the period of revision and future periods if the revision affects both current and future periods.

2.05 Functional and presentational currency and level of precision:

The financial statements are prepared in Bangladesh Taka (Taka/Tk./BDT) which is the Company's both functional currency and presentational currency. All financial information is presented in Taka and has been rounded off to the nearest Taka.

2.06 Reporting period:

The financial year of the Company under audit covers the period from July 01, 2015 to June 30, 2016.

2.07 Applicable accounting standards:

The following BASs/BFRSs are applicable for the financial statements for the period under review:

- BAS - 1 Presentation of Financial Statements;
- BAS - 2 Inventories;
- BAS - 7 Statement of Cash Flows;
- BAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- BAS - 10 Events after the Reporting Period;
- BAS - 12 Income Taxes;
- BAS - 16 Property, Plant and Equipment;
- BAS - 18 Revenue;
- BAS - 19 Employee Benefits
- BAS - 23 Borrowing Costs;
- BAS - 24 Related Party Disclosures;
- BAS - 28 Investments in Associates and Joint Ventures;
- BAS - 32 Financial Instruments: Presentation;
- BAS - 33 Earnings Per Share;
- BAS - 36 Impairment of Assets;
- BAS - 37 Provisions, Contingent Liabilities and Contingent Assets;
- BAS - 39 Financial Instruments: Recognition and Measurement;
- BFRS - 1 First-time adoption of International Financial Reporting Standards;
- BFRS - 8 Operating Segments;

2.08 Components of the Financial Statements:

According to the Bangladesh Accounting Standards BAS-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components":

- * Statement of Financial Position as at June 30,2016;
- * Statement of Profit or Loss and other Comprehensive Income for the year ended June 30,2016;
- * Statement of Changes in Equity for the year ended June 30,2016;
- * Statement of Cash Flows for the year ended June 30,2016 &
- * Accounting Policies and Explanatory Notes.





2.09 Going Concern:

The Company has adequate resources to continue in operation for the foreseeable future. For this reason the management continues to adopt going concern basis in preparing the financial statements. The current credit resources and facilities of the Company provides sufficient fund to meet the present requirements of existing business.

3. Significant Accounting Policies:

The accounting policies set out below have been applied consistently through out the period presented in these financial statements.

3.01 Property, Plant and Equipment:

a) Recognition and Measurement:

In compliance with BAS-16 (Property, Plant and Equipment) items of property, plant and equipment (PPE), excluding land, are initially measured at cost less accumulated depreciation and accumulated impairment losses, if any. Land is measured at cost. The cost of an item of PPE comprises its purchase price, import duties and non-refundable taxes, after deducting trade discount and rebates and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

b) Capitalization of Borrowing cost:

Borrowing costs that are directly attributable to the construction of plants are included in the cost of those plant & machinery in compliance with BAS-23: Borrowing Costs.

c) 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 maintaining cost on PPE are recognized in the Statement of Profit or Loss and other Comprehensive Income as incurred.

d) Revaluation of Fixed Assets:

Financial statements of the company have been prepared on historical cost price basis. However, the prices of Building & civil construction have been increased substantially during the last few years due to high inflationary trend. In this circumstance, management of the Company has decided to determine fair market value of the said assets through revaluation. Kazi Zahir & Co., Chartered Accountants has revalued the assets of the company as of 15.06.2011, following "current cost method". Such revaluation resulted in a valuation surplus aggregating Tk. 57,168,989.

e) Depreciation:

No depreciation is charged on land and land development.

Depreciation is recognized in the Statement of Profit or Loss and other Comprehensive Income on a reducing balance method on all items of property, plant and equipment. Deprecation on addition of fixed assets charged when the assets are ready for use.





The estimated useful rate of PPE for the current year as follows:

Name of the assets	As at 30 June, 2016 (in %)	As at 30 June, 2015 (in %)
Building & Civil construction	5	5
Poultry keeping equipment	10	10
Feed Mill Plant & Machinery	10	10
Factory equipment & appliances	10	10
Silo unit	10	10
Scaling & measuring equipment	10	10
Generator	10	10
Computer & automated system (F)	20	20
Computer & automated system (H/O)	20	20
Furniture	20	20
Cover van & Pickup	20	20
Exhaust fan	20	20
Motor bike	20	20
Electric Fan & Pump	20	20
Leased Motor vehicles	20	20

3.02 Advances, Deposits & Pre-payments:

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads such as PPE or inventory etc.

3.03 Cash & Cash Equivalents:

For the purpose of statement of financial position and Statement of Cash Flows, Cash in hand, demand notes, short term deposits and Bank balances represent cash and cash equivalents considering the BAS-1 "Presentation of Financial Statements" and BAS-7 "Statement of Cash Flows", which provide that Cash and Cash equivalents are readily convertible to known amounts of Cash and are subject to an insignificant risk of changes in value and are not restricted as to use.

3.04 Statement of Cash Flows:

Statement of Cash Flow is prepared principally in accordance with BAS-7 "Statement of Cash Flows" and 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 provision of paragraph 19 of BAS-7 which provides that "Enterprises are Encouraged to Report Cash Flow from Operating Activities Using the Direct Method.

3.05 Accounts Receivables:

Accounts Receivables consist of unpaid bills receivables from enlisted dealer and unbilled revenue recognized at the reporting date.

3.06 Inventories:

Inventories are carried at the lower of cost and net realizable value as prescribed by IAS 2: Inventories. Cost is determined on weighted average cost basis. The cost of inventories comprises of





expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sale. Inventories consists of maize, hatching eggs, poultry feed, store & spare parts and packing materials.

3.07 Provisions:

A provision is recognized on the reporting date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

3.08 Income tax:

Current Tax:

As per SRO No - 199/2015, Income Tax Ordinance, 1984 (Ord. XXXVI of 1984) Sec 44 and Sub Sec (4) clause (b), reduced Income Tax has been imposed on income from pelleted feed from July 01, 2016 till June 30, 2017:

Particulars	Tax Rate
On first 1 million taka	3%
On next 2 million taka	10%
On remaining income	15%

As per SRO No - 255/2015, Income Tax Ordinance, 1984 (Ord. XXXVI of 1984) Sec 44 and Sub Sec (4) clause (b), reduced Income Tax has been imposed on income from poultry farm from July 01, 2016 till June 30, 2017:

Particulars	Tax Rate
On first 1 million taka	Nil
On next 1 million taka	5%
On remaining income	10%

Tax on other income has been charged as per Finance Act, 2016.
The Income Tax has been calculated on the basis of above circular.

Deferred Tax:

Our management observed that up to assessment year 2014-2015, the income tax authority accept the amount of depreciation that we had charged in our accounts and no temporary difference arisen due to assessments up to year 14-2015, accordingly management did not recognized deferred tax assets/liability in the accounts, If any temporary difference arise in the future, we will recognize deferred tax assets/liabilities in the financial statements accordingly.

3.09 Revenue recognition:

In compliance with the requirements of BAS-18 "Revenue", revenue is recognized only when:

- * The products are invoiced and dispatched to the customers; and
- * The amount of revenue can be measured reliably

3.10 Financial expenses:

Financial expenses comprise interest expenses on bank loan. All borrowing costs are recognized in the Statement of Profit or Loss and other Comprehensive Income using effective interest method.





3.11 Earnings per share:

The Company presents basic and diluted (when applicable) earnings per share (EPS) data for its ordinary shares.

a) Basic earnings per share:

Basic earnings per share are calculated, dividing the profit or loss attributable to the ordinary shareholders of the Company by the weighted average number of ordinary share outstanding during the period.

b) Diluted earnings per share:

As there were no potential ordinary shares issued by the company, so no dilution is taken into effect.

3.12 Employees' benefit:

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

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

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

The company's employee benefits include the following:

a) Defined Contribution Plan (Provident Fund)

The company has a registered provident fund scheme (Defined Contribution Plan) on 31.07.2012 for employees of the company eligible to be members of the fund in accordance with the rules of the provident fund constituted under an irrevocable trust. All permanent employees contribute 5% of their basic salary to the provident fund and the company also makes equal contribution.

The company recognizes contribution to defined contribution plan as an expense when an employee has rendered services in exchange for such contribution. The legal and constructive obligation is limited to the amount it agrees to contribute to the fund.

b) Short Term Employee Benefits

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

c) Contribution to Workers' Profit Participation and Welfare Funds

This represents 5% of net profit before tax contributed by the company as per provisions of the Bangladesh Labor (amendment) Act, 2013 and is payable to workers as defined in the said law. The fund transfer is under process and will be paid after completion of necessary legal process.

3.13 Events after the reporting period:

As per BAS- 10; Events after the reporting period that provide additional information about the Company's position at the date of financial position are reflected in the financial statements. Events after reporting period that are not adjusting event are disclosed in the notes when material.



3.14 Operating Segment:

Segment Results for years ended June 30, 2016 and 2015.

The Company's chief operating decision maker, together with other senior management personnel, currently focus their review financial information and the allocation of resources based on reporting of operating results, including revenues and operating income for the nature of the products. As such, the Company has concluded that its two nature of the business are its reportable segments.

The following is selected segment financial data for the periods indicated:

Particulars	June,30			June,30		
	2016			2015(Restated)		
	Feed	Poultry & Hatchery	Total	Feed	Poultry & Hatchery	Total
Revenue	1,889,886,528	1,328,782,615	3,218,669,143	1,808,652,073	685,684,035	2,494,336,108
Interest expenses	110,972,728	12,330,303	123,303,031	97,647,094	9,964,867	107,611,961
Depreciation	408,883,706	4,499,850	45,383,556	43,097,402	2,002,948	45,100,350
Income Tax expenses	12,615,209	10,968,523	23,583,732	2,048,295		2,048,295
Income before Tax	78,575,582	111,185,228	189,760,810	91,970,627	67,502,757	159,473,384

Due to vary nature of business Total Non Current Asset, Total Non Current Liability, Total Assets and Total liabilities could not be allocated on the basis of segment wise operation.

3.15 Contingent Assets and Liabilities:

A contingent asset is disclosed when it is a possible that asset arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent liability is disclosed when it is a possible obligation that arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent assets is disclosed as per BAS 37: "Provisions, Contingent Liabilities and Contingent Assets", where an inflow of economic benefits is probable. A contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

3.16 Impairment of Assets:

All assets, except inventories and financial assets are assessed at the end of each reporting period to determine whether there is any indication that an asset may be impaired. If any such indication exists the company assesses the recoverable amount. If, and only if, the recoverable amount of an asset is less than its carrying amount, the carrying amount of the assets is reduced to its recoverable amount. The reduction is an impairment loss. An impairment loss is recognized immediately in the Statement of Profit or Loss and other Comprehensive Income, unless the asset is carried at revalued amount in accordance with another standard.

3.17 Financial Instruments:

Non-derivative financial instruments comprise accounts and other receivables, cash and cash equivalents, borrowings and other payables and are shown at transaction cost.





3.18 Comparative

Financial statements are presented as BAS-1 "Presentation of Financial Statements" and previous year's figures have been restated due to changes in some accounting policies as per BAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

3.19 Re-arrangement

Re-statement:

1. Other Income in the previous years were overstated by Tk. 9,70,925 which was revealed after the relevant bonds (5 years Sanchaypatra) were matured. Therefore, it has been restated with other income by Tk. 111,000 in the year 2015 and retrospective effects were considered for the remaining balance, i.e. Tk. 859,925 for previous years.
2. Depreciation on Building and Civil construction was overcharged by tk. 4,594,958 and necessary correction is made by tk. 2,165,276 in the year 2015 and retrospective effects were considered for the remaining balance, i.e. Tk. 2,429,682, for previous years. Depreciation on revalued asset was charged under straight line method which is now corrected and changed to reducing balance method. Therefore, it has been restated with Revaluation reserve by Tk. 412,792 in the year 2015 and retrospective effects were considered for the remaining balance, i.e. Tk. 3,177,954, for previous years Change in depreciation affected prior year's profit before Tax and therefore also affected that year's Tax payable.
3. Tax on Other income was not considered in the prior year. Also, Provision for Income Tax of Tk. 9,239,841 was not considered in prior year after receiving revised demand notice from Deputy Commissioner of Taxes for assessment year 2011-12, 2012-13, 2013-14 and 2014-2015. Now we have considered these matters and given adjustments with appropriate heads.
4. As restatement for depreciation has affected prior year's profit before Tax, it also affected that year's Provision for WPPF and Welfare Fund.

Re-classification:

Reclassification adjustments are amounts which are altered due to change in presentation or classification in its Financial Statements in the current period and comparative year. Following Re-classification are made during the year:

1. LC Margin paid is segregated into L/C Margin for goods and L/C Margin for Capital Machinery in the current period and comparative year.
2. Cash payment for cost and expenses has been reclassified into Cash Paid to suppliers, Cash Paid to Employees and Cash Paid to Others in the Statement of Cash Flows.
3. Previously LC Margin paid for capital assets was shown Cash Flow from Operating Activities but from this year it is shown as outflow of Capital Work in Progress in the statement of cash flow under the Investment activities. Long term and short term loan were separately shown in the previous years in the Statement of Cash Flows and now they have been aggregated.



3.20 Capacity Utilization:

a) Feed Mill Division:

Installed production capacity	150000 MT
Actual production capacity	96000 MT
Actual production	72750 MT
Capacity Utilization	75.78 %

b) Poultry & Hatchery Division:

Installed production capacity	24 Million DOC (Day Old Chicks)
Actual production capacity	24 Million DOC (Day Old Chicks)
Actual production	20.5 Million DOC (Day Old Chicks)
Capacity Utilization	85 %

3.21 Related Party Transactions:

As per Bangladesh Accounting Standards BAS-24: "Related Party Disclosures", parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties which have been given below:

Name of the Related Party	Nature of Relationship	Nature of Transaction	Transaction during the year		Receivable/ (Payable)	
			30-06-2016	30-06-2015	30-06-2016	30-06-2015
			Taka	Taka	Taka	Taka
X Ceramics Ltd.	Associate company	Investment	-	-	**	**
Md. Mazherul Quader	Sponsor Shareholder of Index Agro Industries Ltd.	Purchase of Land	9,651,339	-	-	-
Md. Mahin Bin Mazher	Do.	Purchase of Land	12,540,594	-	(12,540,594)	-
Mehzabin Binte Mazher	Do	Purchase of Land	12,540,594	-	(12,540,594)	-
Khurshid Mazher	Do	Purchase of Land	5,102,473	-	(5,102,473)	-

** The company has purchased 966,000 ordinary shares @ tk.100 each of its associate company named X Ceramic Ltd. Dated May 31, 2012 for 216,000 shares and May 31, 2014 for 750,000 shares.



Amount in Taka		
June 30, 2016	June 30, 2015	July 1, 2014

4.00 Property, Plant & Equipment: Tk. 820,988,897

This is made up as follows:

Particulars

Opening balance			
Add: Addition during the year			
Add: Assets revaluation surplus			
Less: Disposal during the year			
Closing balance			
Less: Accumulated Depreciation as on July 01, 2015			
Add: Adjustment for depreciation of Revalued Asset			
Add: Adjustment against depreciation on Building & Civil construction			
Less: Depreciation charged during the year			
Written Down Value			

	Restated	Restated
869,934,918	737,999,012	737,999,012
122,849,655	131,935,906	-
57,168,989	57,168,989	57,168,989
1,049,953,562	927,103,907	795,168,001
-	-	-
1,049,953,562	927,103,907	795,168,001
(183,581,109)	(138,480,759)	(144,088,395)
-	-	3,177,954
-	-	2,429,682
(45,383,556)	(45,100,350)	-
820,988,897	743,522,798	656,687,242

Detail of Property, Plant & Equipment is shown in Annexure A.

5.00 Capital Work in Progress: Tk. 100,152,821

This is made up as follows:

Particulars

Opening balance			
Add: Addition during the year			
Closing balance			

-	-	-
100,152,821	-	-
100,152,821	-	-

Capital work in progress consists of imported SILO equipments and relevant construction works. Silo is used to preserve raw materials and maintain their quality. The silo equipments were imported on 28th July, 2015 but as the construction work relevant to the silo is still under process, the asset is considered as Capital work in progress.

6.00 Parent Stock (Un-allocated revenue expenditure): Tk. 59,632,500

This is made up as follows:

Particulars

Opening balance			
Add: Addition during the year			
Less: Amortized during the year			
Closing balance			

41,321,112	27,658,036	27,658,036
83,614,777	36,141,884	-
124,935,890	63,799,920	27,658,036
65,303,390	22,478,808	-
59,632,500	41,321,112	27,658,036

DOC of Parent stock cost and growing cost of raw materials before starting production are accumulated as unallocated revenue expenditure and amortize during the periods on the basis of production. It is assumed that per parent stock produces 180 hatching eggs during its lifetime.

7.00 Govt. Savings Certificate : Tk. 66,370,958

This is made up as follows:

Particulars

Opening balance			
Less: Prior year adjustment			
Add: Savings certificate during the year			
Less: Disposal			
Add: Accrued interest			
Closing balance			

	Restated	Restated
54,276,598	36,701,328	37,561,253
-	-	(859,925)
16,000,000	13,000,000	-
(9,150,000)	-	-
5,244,360	4,575,270	-
66,370,958	54,276,598	36,701,328

8.00 Investment : Tk. 96,600,000

This is made up as follows:

Particulars

Investment in share			
Total:			

96,600,000	96,600,000	96,600,000
96,600,000	96,600,000	96,600,000

The company has invested tk. 96,600,000 for 966,000 share @ tk. 100 each (24.39 % of total shares) to X-Ceramics Limited, an associate company, as per approval taken from RJSC. X-Ceramics Limited has not yet declared any dividend.



Amount in Taka		
June 30, 2016	June 30, 2015	July 1, 2014

9.00 Inventories: Tk. 494,248,926

This is made up as follows:

Particulars

Particulars	Notes-9.01	389,455,829	473,632,254	328,776,971
Raw material	Notes-22.00	39,108,603	31,570,897	23,408,113
Finished goods	Notes-22.04	48,501,873	44,439,980	32,598,053
Spares parts	Notes-22.05	17,182,621	14,634,823	6,284,905
Packing materials				
Total:		494,248,926	564,277,954	391,068,042

9.01 Raw Material: Tk. 389,455,829

Particulars	30.06.2016			30.06.2015	01.07.2014
	Qty	Unit	Average Rate	Amount (Tk.)	Amount (Tk.)
Base Materials	7,256,494	kg	32.67	237,068,227	371,183,275
Additives	1,319,170	kg	46.25	61,006,801	30,668,450
Vitamin Mineral Premix	133,307	kg	255.58	34,070,199	25,694,160
Amino Acid	98,562	kg	288.17	28,402,766	26,829,560
Anti-Coccidial Drug	5,459	kg	441.22	2,408,424	1,119,521
Enzyme	5,058	kg	520.32	2,631,671	641,985
Mould Inhibitor	14,540	kg	219.35	3,189,349	3,491,152
Toxin Binder	16,676	kg	371.57	6,196,224	3,119,887
Total RM for Feed	8,849,266	kg		374,973,661	462,747,990
Hatchable Eggs	174,018	Pcs	83.22	14,482,168	10,884,264
Total:				389,455,829	473,632,254

10.00 Accounts Receivable: Tk. 345,587,113

This is made up as follows:

Particulars

Trade Receivables	345,587,113	296,069,481	237,914,254
Total:	345,587,113	296,069,481	237,914,254

Aging of Accounts Receivables:

Dues over six months	-	-	-
Less than six months	345,587,113	296,069,481	237,914,254
Total:	345,587,113	296,069,481	237,914,254

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

Receivables considered good in respect of which the company is fully secured	-	-	-
Receivables considered good in respect of which the company holds no security other than the debtor personal security	345,587,113	296,069,481	237,914,254
Receivables considered doubtful or bad	-	-	-
Receivable to Directors	-	-	-
Receivables due by common management	-	-	-
Maximum amount of receivable due by any director or other officer of the company	-	-	-
Total:	345,587,113	296,069,481	237,914,254

The amount of receivable is lying with various enlisted/authorized dealers of the company. Trade receivables have been stated at their nominal value. Trade receivables are accrued in the ordinary course of business. The above amounts are secured by debtors' personal security and considered good. Therefore no provision was made for bad debt during the year. No amount was due by the Directors (including Managing Director) or any other official of the company.

11.00 Advances, Deposits & Pre-payments: Tk. 75,124,955

This is made up as follows:

Particulars

Advance to employees	978,507	1,168,976	10,347,523
Advance to suppliers and others	9,626,077	8,294,670	13,497,390
Advance Income Tax	14,996,815	-	-
L/C Margin for goods	45,678,025	10,242,032	12,133,743
Bank guarantee Margin	-	-	1,143,800
L/C Margin for Capital Machinery	3,845,531	2,983,919	-
Total:	75,124,955	22,689,597	37,122,456

All the Advance & Deposits amount considered good and Recoverable.

Amount in Taka		
June 30, 2016	June 30, 2015	July 1, 2014

12.00 Cash & Cash Equivalents: Tk. 89,911,615

This is made up as follows:

Particulars

Cash in hand
Cash at Bank

Notes-12.01

8,806,372	23,479,327	23,107,122
81,105,243	17,157,768	24,921,845
89,911,615	40,637,095	48,028,967

Total:

12.01 Cash at Bank: Tk. 81,105,243

This is made up as follows:

Particulars

Prime Bank Ltd., Mohakhali branch, A/C No. 11011080000098
Agrani Bank, Mohakhali branch, A/C no. 9612
United Commercial Bank, Gulshan branch, A/C No. 22813
HSBC, A/C No. 001-211192-012
Islami Bank BD. Ltd., Gulshan br, A/C No. 2050177090005217
National Bank Ltd. Bhaluka branch, A/C No. 33012821
National Bank Ltd. Banani branch, A/C No. 0010633004722
National Bank Ltd. A/C No. 33007854
Bangladesh Krishi Bank, A/C No. 200006084
Sonali Bank Ltd. A/C No. 11633003631
Shahjalal Islami Bank Ltd., Gulsan branch, A/C No. 11100009871
Brac Bank Limited, A/C No. 152610452838001
Brac Bank Limited, A/C No. 1526202135581001
Rupali Bank Ltd., Gulshan branch, A/C No. 200011942
Trust Bank, A/C No. 0052-0210000334
Islami Bank BD. Ltd., A/C No. 20501770100374704
Bangladesh Krishi Bank, A/c No. 27
National Bank Ltd., Banani branch, A/C No. 0106-36000603
Prime Bank Ltd., A/C No. 11031090019930
Basic Bank Limited, Gulsan branch, A/C no. 2110-01-0005852
National Bank Ltd., A/C No. 33009267
BDBL, Karwan bazar br Bank A/C No. 200003063
Janata Bank Ltd., Rajarbagh branch, A/C No. 031933008436
Pubali Bank Ltd., A/C No. 056590127061
Sonali Bank Ltd., A/C No. 11636000361
Social Islami Bank Limited- 0161330012378
Islami Bank (BD) Ltd.- 20502130100209004
Total:

10,576,155	2,410,914	4,222,090
3,022,081	227,750	709,581
2,769,193	23,578	29,291
994,427	2,307,460	-
6,526,396	1,400,585	1,015,329
2,514,300	54,988	694,595
6,542,889	813,936	3,320,061
-	-	90,331
1,920,197	135,153	664,075
2,525,481	1,385,858	306,663
3,097,956	24,703	1,370,444
1,565,225	567,205	1,078,552
4,370,906	205,845	-
5,360,744	1,096,395	1,072,329
2,194,194	740,583	569,396
3,319,006	773,956	1,238,510
4,987,815	573,275	1,018,595
3,352,967	38,085	1,013,906
754,099	471,000	744,935
4,241,455	50,388	525,255
22,236	326,007	1,422,149
50,655	50,655	51,855
399,563	1,065,295	967,345
4,314,347	1,691,997	2,722,620
1,534,983	722,157	73,938
44,054	-	-
4,103,919	-	-
81,105,243	17,157,768	24,921,845

13.00 Share Capital: Tk. 390,000,000

This is made up as follows:

Particulars
Authorized Capital:

100,000,000 ordinary shares @ Tk.10/ each

1,000,000,000	1,000,000,000	1,000,000,000
----------------------	----------------------	----------------------

Issued, Subscribed and Paid-up Capital:

39,000,000 ordinary shares @ Tk.10/ each
Issued Bonus Shares

390,000,000	100,000,000	100,000,000
-	290,000,000	-
390,000,000	390,000,000	100,000,000

Total:

As per letter no. SEC/CI/CPLC (Pvt.)-592/2014/61 dated February 3, 2015 issued by Bangladesh Securities and Exchange Commission, the Company issued 29,000,000 bonus shares to its existing shareholders on 08.02.2015.

Amount in Taka		
June 30, 2016	June 30, 2015	July 1, 2014

The composition of share holdings as on balance sheet date were as follows:

Name of Shareholders	30.06.2016			30.06.2015	01.07.2014
	%	Number of Shares	Amount (Tk.)	Amount (Tk.)	Amount (Tk.)
Index Holdings Limited	25.00%	9,750,000	97,500,000	97,500,000	25,000,000
Index Construction Limited	10.00%	3,900,000	39,000,000	39,000,000	10,000,000
Index Poultry (Pvt.) Limited	20.00%	7,800,000	78,000,000	78,000,000	20,000,000
Md. Mazherul Quader	10.00%	3,900,000	39,000,000	39,000,000	10,000,000
Mahin Bin Mazher	10.00%	3,900,000	39,000,000	39,000,000	10,000,000
Mrs. Khurshid Mazher	5.00%	1,950,000	19,500,000	19,500,000	5,000,000
Mrs. Esha Rahman	5.00%	1,950,000	19,500,000	19,500,000	5,000,000
Mehzabin Binte Mazher	5.00%	1,950,000	19,500,000	19,500,000	5,000,000
Ismat Ara Quader	1.00%	390,000	3,900,000	3,900,000	1,000,000
Shakina Quader	1.00%	390,000	3,900,000	3,900,000	1,000,000
Shamia Afrin	1.00%	390,000	3,900,000	3,900,000	1,000,000
Abdullah Daiyan Bin Anwar	1.00%	390,000	3,900,000	3,900,000	1,000,000
Mohammad Murtoza Ali Quader	1.00%	390,000	3,900,000	3,900,000	1,000,000
Nanjiba Zahin	1.00%	390,000	3,900,000	3,900,000	1,000,000
Rume Rahman	1.00%	390,000	3,900,000	3,900,000	1,000,000
Abdullah Mohammad Sadi	1.00%	390,000	3,900,000	3,900,000	1,000,000
Abdullah Mohammad Jami	1.00%	390,000	3,900,000	3,900,000	1,000,000
Md. Mamunur Rashid	1.00%	390,000	3,900,000	3,900,000	1,000,000
Total:	100%	39,000,000	390,000,000	390,000,000	100,000,000

14.00 Retained Earnings: Tk. 553,576,036

This is made up as follows:

Particulars		Restated	Restated
Opening balance	385,075,583	524,444,678	522,874,921
Add: Profit during the year	166,177,078	157,425,089	-
Add: Adjustment against depreciation on Building & Civil construction	-	-	2,429,682
Less: Prior year adjustment against Interest on Sanchaypatra	-	-	(859,925)
Less: Prior year adjustment against Tax provision	-	(9,239,841)	-
Add: Depreciation on Building Revaluation	2,323,374	2,445,657	-
	553,576,036	675,075,583	524,444,678
Less: Bonus Issue	-	290,000,000	-
Closing balance	553,576,036	385,075,583	524,444,678

15.00 Revaluation Reserve: Tk. 44,144,115

This is made up as follows:

Particulars		Restated	Restated
Opening balance	46,467,489	48,913,147	45,735,193
Add: Prior year adjustment for Depreciation of Revalued Asset	-	-	3,177,954
Less: Depreciation on Building Revaluation	(2,323,374)	(2,445,657)	-
Closing balance	44,144,115	46,467,489	48,913,147

16.00 Long Term Loan: Tk. 129,937,674

This is made up as follows:

Particulars			
Industrial Promotion & Development Company	10,980,605	36,716,928	55,929,702
HSBC	-	13,288,282	61,801,183
United Leasing Company Ltd.	63,694,687	100,635,750	73,792,286
IDLC Finance Limited	55,606,222	77,672,924	90,790,970
Eastern Bank Limited	-	17,740,531	-
Islami Bank Bangladesh Limited	75,555,833	-	-
	205,837,348	246,054,415	282,314,141
Less: Current portion of long term loan	75,899,674	92,665,426	40,594,675
Total	129,937,674	153,388,989	241,719,466

The details of Mortgage against the loan is as under:

Name of the Bank: United Leasing Company Limited
 Security: Personal guarantee of Chairman & Managing Director of the Company

Nature: Lease Finance
 Name of the Bank: Industrial Promotion & Development Company
 Security: 6 Residential apartments & 9 decimels of land owned by Chairman.

Nature: Term Loan
 Name of the Bank: Islami Bank Bangladesh Limited
 Security: Project land, buildings, machinery, demand promissory note & personal guarantee of all directors.



Amount in Taka		
June 30, 2016	June 30, 2015	July 1, 2014

17.00 Current Portion of Long Term Loan: Tk. 75,899,674

This is made up as follows:

Particulars

Industrial Promotion & Development Company	
HSBC	
United Leasing Company Ltd.	
IDLC Finance Limited	
Islami Bank Bangladesh Limited	
Total:	

8,658,543	22,536,609	7,626,553
-	13,282,283	7,132,614
35,136,822	37,852,671	12,478,032
22,265,951	18,993,863	13,357,476
9,838,358	-	-
75,899,674	92,665,426	40,594,675

18.00 Short Term loan : Tk. 741,032,393

This is made up as follows:

Particulars

HSBC (Loan against Trust Receipts)	
HSBC (Local purchase)	
HSBC (CC A/C # 001-211192-011)	
Brac Bank Ltd. (LATR)	
Brac Bank Ltd. (RL)	
Brac Bank Ltd. (CC A/C # 5810)	
Eastern Bank Ltd (STL)	
Eastern Bank Ltd (LATR)	
Eastern Bank Ltd (CC A/c # 1012040353930)	
Islami Bank Bangladesh Limited (LATR)	
Islami Bank Bangladesh Limited (TR)	
Total:	

-	26,048,317	76,761,001
-	-	28,289,049
-	31,920,393	33,900,074
-	285,851,342	85,250,536
-	133,895,913	110,811,473
-	-	10,375,416
-	90,192,900	63,589,500
-	34,458,919	-
-	24,657,575	23,617,127
384,024,943	-	-
357,007,450	-	-
741,032,393	627,025,359	432,594,176

The details of Mortgage against the loan is as under:

Nature: Short Term Loan

Name of the Bank: Islami Bank Bangladesh Limited

Security: Project land, buildings, machinery, stock, demand promissory note & personal guarantee of all directors.

19.00 Accounts Payable : Tk. 150,369,980

This is made up as follows:

Particulars

Creditor for local goods	
Other creditors	
Creditors for land purchase	

118,554,462	128,215,111	131,059,272
1,631,856	1,745,299	1,197,902
30,183,661	-	-
150,369,980	129,960,410	132,257,174

Aging of Accounts Payable:

Dues over six months but within one year	
Less than six months	

36,090,688	4,010,135	6,064,863
114,279,291	125,950,275	126,192,311
150,369,980	129,960,410	132,257,174

Total:

All the trade payables were paid on regular basis.

20.00 Provision & Liabilities for Expenses: Tk. 63,657,913

This is made up as follows:

Particulars

Salaries & allowance	
Gas bill payable	
Electricity bill	
P.F Employer's contribution	
Provision for income tax	Note- 20.01
Provision for WPPF and Welfare Fund	Note- 20.02
Audit fees ..	

	Restated	
3,490,377	6,986,280	2,747,001
351,173	214,310	216,425
2,733,944	1,679,804	501,947
446,133	202,970	44,844
32,708,369	11,288,136	1,345,584
23,812,917	14,324,877	6,351,208
115,000	115,000	50,000
63,657,913	34,811,377	11,257,009

Total:

a) All accrued expenses were paid on regular basis

b) Salary & allowances for the month of June, 2016 has been paid in subsequent month.



Amount in Taka		
June 30, 2016	June 30, 2015	July 1, 2014

20.01 Provision for Income Tax : Tk. 32,708,369

This is made up as follows:

Particulars	Restated		
	June 30, 2016	June 30, 2015	July 1, 2014
Opening Balance	11,288,136	1,345,584	1,345,584
Prior year adjustment	-	9,239,841	-
Add: Addition during the year	23,583,732	2,048,295	-
	34,871,868	12,633,720	1,345,584
Less: Payment made during the year	2,163,499	1,345,584	-
Closing balance	32,708,369	11,288,136	1,345,584

20.02 Provision for WPPF and Welfare Fund: Tk. 23,812,917

This is made up as follows:

Particulars	Restated		
	June 30, 2016	June 30, 2015	July 1, 2014
Opening balance	14,324,877	6,351,208	6,351,208
Add: Addition made during the year	9,488,041	7,973,669	-
	23,812,917	14,324,877	6,351,208
Less: Payment made during the year	-	-	-
Closing balance	23,812,917	14,324,877	6,351,208

The balance represents contribution to Workers' Profit Participation Fund by the Company in accordance with Labor Act (Amendment), 2013 for the year ended June 30, 2016



Amount in Taka			
2015-2016			2014-2015
Feed	Poultry & Hatchery	Total	Total

21.00 Revenue: Tk. 3,218,669,143

This is made up as follows:

Particulars

Revenue from Feed sales
Revenue from DOC sales

Total:

1,889,886,528	-	1,889,886,528	1,808,652,073
-	1,328,782,615	1,328,782,615	685,684,035
1,889,886,528	1,328,782,615	3,218,669,143	2,494,336,108

Particulars	30.06.2016				30.06.2015
	Qty	Unit	Average Rate	Amount (Tk.)	Amount (Tk.)
Revenue from Feed sales					1,808,652,073
X Feed	55,484,217	Kg	25.65	1,422,908,209	
Gold Ring	17,265,788	Kg	27.05	466,978,319	
Total Revenue from Feed	72,750,005			1,889,886,528	1,808,652,073
Revenue from DOC sales	20,492,196	Pcs	64.84	1,328,782,615	685,684,035
Total:				3,218,669,143	2,494,336,108

22.00 Cost of Goods Sold: Tk. 2,775,677,992

This is made up as follows:

Particulars

Raw Materials consumption Notes-22.01
Direct labor Notes-22.02
Factory overhead Notes-22.03
Cost of Production
Add: Opening Stock of Finished Goods
Cost of Goods available for Sale
Less: Closing Stock of Finished Goods
Cost of Goods Sold:

				Restated
1,442,702,075	1,099,779,047	2,542,481,121	1,948,575,609	
38,378,092	9,885,784	48,263,876	34,700,429	
110,052,732	82,417,969	192,470,701	137,521,559	
1,591,132,898	1,192,082,800	2,783,215,698	2,120,797,597	
31,570,897	-	31,570,897	23,408,113	
1,622,703,795	1,192,082,800	2,814,786,595	2,144,205,710	
39,108,603	-	39,108,603	31,570,897	
1,583,595,192	1,192,082,800	2,775,677,992	2,112,634,813	

22.01 Raw Materials Consumed: Tk. 2,542,481,121

This is made up as follows:

Particulars

Opening inventory of raw materials
Add: Purchase during the year
Add: Carriage inwards

Less: Closing inventory of raw materials
Total:

456,106,628	17,525,626	473,632,254	328,776,971
1,361,437,386	1,096,639,323	2,458,076,709	2,093,225,498
131,721	96,266	227,987	205,394
1,817,675,735	1,114,261,214	2,931,936,950	2,422,207,863
374,973,661	14,482,168	389,455,829	473,632,254
1,442,702,075	1,099,779,047	2,542,481,121	1,948,575,609

22.02 Direct Labor : Tk. 48,263,876

This is made up as follows:

Particulars

Worker wages
Casual worker wages
Total:

33,254,945	5,206,462	38,461,407	29,538,164
5,123,147	4,679,322	9,802,469	5,162,264
38,378,092	9,885,784	48,263,876	34,700,429

22.03 Factory Overhead: Tk. 192,470,701

This is made up as follows:

Particulars

Power, light & heat
Repair, maintenance & indirect materials
Spare parts consumption Notes-22.04
Factory salaries & allowances
Employer's contribution to provident fund
Stationery
Insurance
Telecommunication
Depreciation on factory assets
Amortization of parent stock
Packing materials consumption Notes-22.05
Other production overhead
Fuel for Vehicles (Factory)
Tour & Travelling Expenses (Factory)
Entertainment Expenses (Factory)
Medical Expenses
Other Factory Supplies
Total:

			Restated
30,139,676	9,111,403	39,251,079	38,456,709
2,585,701	331,009	2,916,710	2,853,774
10,290,812	-	10,290,812	9,274,385
22,074,052	1,271,040	23,345,092	16,175,365
382,792	59,585	442,377	429,195
121,019	14,390	135,409	107,644
1,519,511	-	1,519,511	859,393
127,469	12,907	140,376	297,216
40,393,039	4,488,115	44,881,155	44,498,099
-	65,303,390	65,303,390	22,478,808
1,464,395	682,057	2,146,452	1,672,777
110,799	47,316	158,115	418,194
-	8,887	8,887	-
-	699,174	699,174	-
432,011	267,163	1,041,212	-
220,504	820,708	1,041,212	-
63,196	-	63,196	-
127,754	-	127,754	-
110,052,732	82,417,969	192,470,701	137,521,559



Amount in Taka			
2015-2016			2014-2015
Feed	Poultry & Hatchery	Total	Total

22.04 Spare Parts Consumption: Tk. 10,290,812

This is made up as follows:

Particulars

Opening Inventory of Spare Parts	44,439,980	-	44,439,980	32,598,053
Add: Purchased during the year	14,352,706	-	14,352,706	21,116,312
	58,792,686	-	58,792,686	53,714,365
Less: Closing Inventory of Spare Parts	48,501,873	-	48,501,873	44,439,980
Total:	10,290,812	-	10,290,812	9,274,385

22.05 Packing Materials Consumption: Tk. 2,146,452

This is made up as follows:

Particulars

Opening Inventory of Packing Materials	11,817,294	2,817,529	14,634,823	6,284,905
Add: Purchased during the year	-	4,694,250	4,694,250	10,022,695
	11,817,294	7,511,779	19,329,073	16,307,600
Less: Closing Inventory of Packing Materials	10,352,899	6,829,722	17,182,621	14,634,823
Total:	1,464,395	682,057	2,146,452	1,672,777

23.00 Administrative Expenses: Tk. 43,429,416

This is made up as follows:

Particulars

Salaries & allowances	26,766,708	3,074,883	29,841,591	27,031,805
Employer's contribution to provident fund	258,874	8,850	267,724	234,440
Stationery	239,710	28,276	267,986	217,564
Registration & renewals	312,836	31,597	344,433	294,102
Charity, subscription and renewals	714,029	73,789	787,818	913,630
Business promotional expense	2,945,648	82,372	3,028,020	2,438,906
Courier & postage	32,520	3,818	36,338	48,276
Entertainment	69,267	38,154	107,421	104,026
Corporate overhead expenses	3,473,831	305,741	3,779,572	2,865,535
Telecommunication	35,011	36,356	71,367	70,725
Fuel for vehicles	585,433	51,387	636,820	630,450
Depreciation expenses	105,610	11,734	117,344	120,929
Travelling expenses	602,814	47,481	650,295	396,468
Maintenance & others	1,606,612	1,071,075	2,677,687	2,205,901
Audit fees	98,075	16,925	115,000	115,000
Consultancy & professional expenses	700,000	-	700,000	-
Total:	38,546,977	4,882,439	43,429,416	37,687,758

24.00 Selling & Distribution Expenses: Tk. 79,704,994

This is made up as follows:

Particulars

Salaries & allowances	24,393,575	2,029,276	26,422,852	24,553,501
Employer's contribution to provident fund	326,094	-	326,094	292,965
Fuel for vehicles	230,466	19,534	250,000	175,500
Repair & maintenance	16,483	1,517	18,000	210,500
Marketing incentives	132,380	10,196	142,576	57,900
Travelling expenses	1,413,272	99,790	1,513,062	1,213,804
Dealers target incentive	-	-	-	7,650,050
DOC mortality expenses	-	125,000	125,000	80,803
Entertainment expenses	52,364	5,242	57,606	28,300
Marketing promotional expenses	154,300	-	154,300	125,000
Toll & Fare expenses	174,155	15,884	190,039	165,250
Telecommunication	17,060	2,940	20,000	19,100
Depreciation expenses	385,057	-	385,057	481,321
Depot expenses	49,331,196	-	49,331,196	35,106,901
Maintenance & others	580,111	178,282	758,393	725,800
Medical Expenses (S&M)	10,819	-	10,819	-
Total:	77,217,333	2,487,661	79,704,994	70,886,695



Amount in Taka			
2015-2016			2014-2015
Feed	Poultry & Hatchery	Total	Total

25.00 Other Income: Tk. 5,244,360

This is made up as follows:

Particulars

Income from 5 years sanchaypatra
Total:

			Restated
5,244,360	-	5,244,360	4,575,270
5,244,360	-	5,244,360	4,575,270

26.00 Financial Expenses: Tk. 125,852,250

This is made up as follows:

Particulars

Interest on overdraft
Interest on term Loan
Interest on working capital
Interest for leasing institutions
Bank service charges
Total:

4,135,894	459,544	4,595,438	7,153,752
5,113,634	568,182	5,681,815	7,126,461
78,303,732	8,700,415	87,004,147	62,984,705
23,419,468	2,602,163	26,021,631	30,347,043
2,294,297	254,922	2,549,219	2,643,098
113,267,025	12,585,225	125,852,250	110,255,059

27.00 Income Tax Expenses: Tk. 23,583,732

This is made up as follows:

Particulars

Current tax expense
Total:

			Restated
12,615,209	10,968,523	23,583,732	2,048,295
12,615,209	10,968,523	23,583,732	2,048,295

28.00 Earning Per Share (EPS): Tk. 4.26

This is made up as follows:

Particulars

The computation of EPS is given below:
Earning attributable to the shareholders (net profit after tax)
Number of shares outstanding during the year
Basic earnings per share (EPS)

166,177,078	157,425,089
39,000,000	39,000,000
4.26	4.04

29.00 Net Asset Value (NAV) Per Share: Tk.25.33

This is made up as follows:

Particulars

The computation of NAV is given below:
Total Asset
Less: Current Liabilities
Less: Non Current Liabilities
Net assets
Number of shares outstanding during the year
Net asset value (NAV) per share

2,148,617,785	1,859,394,635
(1,030,959,960)	(884,462,573)
(129,937,674)	(153,388,989)
987,720,151	821,543,073
39,000,000	39,000,000
25.33	21.07

30.00 Manpower information:

Manufacturing employee
Worker
Accounts & Administrative employee
Total

118	197	315	299
161	247	408	340
86	56	142	129
365	500	865	768



Index Agro Industries Ltd.
Schedule of Property, Plant & Equipments
As at June 30, 2016

Particulars	Cost			Rate of Dep.	Depreciation			Written down value as on June 30, 2016
	As on July 01, 2015	Addition during the year	As on June 30, 2016		Original Cost		As on June 30, 2016	
					As on July 01, 2015 (Restated)	Charged during the year		
Building & land development	161,933,525	46,222,406	208,155,931	-	-	-	208,155,931	
Building & Civil construction	330,288,541	50,109,743	380,398,284	5%	55,018,347	14,807,463	69,825,810	
Tractor & heavy equipment	52,231,957	-	52,231,957	10%	11,216,608	4,101,535	15,318,143	
Mill plant & machineries	244,929,055	2,135,585	247,064,640	10%	76,914,241	16,854,871	93,769,112	
Tractor & heavy equipment	12,179,165	3,812,690	15,991,855	10%	3,028,193	1,073,959	4,102,152	
Tractor & heavy equipment	14,844,713	-	14,844,713	10%	7,001,095	784,362	7,785,456	
Tractor & heavy equipment	5,159,392	-	5,159,392	10%	2,061,698	309,769	2,371,468	
Tractor & heavy equipment	28,428,159	18,882,924	47,311,083	10%	8,439,859	2,785,619	11,225,477	
Tractor & heavy equipment	629,215	563,980	1,193,195	20%	262,868	148,467	411,335	
Tractor & heavy equipment	949,500	97,345	1,046,845	20%	387,116	117,344	504,460	
Tractor & heavy equipment	3,590,069	142,470	3,732,539	20%	2,380,172	268,099	2,648,271	
Tractor & heavy equipment	9,527,281	882,513	10,409,794	20%	3,666,110	1,260,485	4,926,596	
Tractor & heavy equipment	85,744	-	85,744	20%	56,839	5,781	62,620	
Tractor & heavy equipment	1,246,146	-	1,246,146	20%	524,856	144,258	669,114	
Tractor & heavy equipment	158,656	-	158,656	20%	93,092	13,113	106,205	
Tractor & heavy equipment	3,753,800	-	3,753,800	20%	1,828,515	385,057	2,213,572	
Total Asset as at 30-06-2016	869,934,918	122,849,655	992,784,573		172,879,610	43,060,181	215,939,791	
Total Asset as at 30-06-2015	737,999,012	131,935,906	869,934,918		130,224,917	42,654,692	172,879,610	
Revaluation								
Building & Civil construction	57,168,989	-	57,168,989	5%	10,701,500	2,323,374	13,024,874	
Total Asset as at 30-06-2016	57,168,989	-	57,168,989		10,701,500	2,323,374	13,024,874	
Total Asset as at 30-06-2015	57,168,989	-	57,168,989		8,255,842	2,445,657	10,701,500	
Total Asset as at 30-06-2016	927,103,907	122,849,655	1,049,953,562		183,581,109	45,383,556	228,964,665	
Total Asset as at 30-06-2015	795,168,001	131,935,906	927,103,907		138,480,759	45,100,350	183,581,109	
Revaluation								
Building & Civil construction	30-06-2016	30-06-2015						
Building & Civil construction	44,881,155	44,498,099						
Administrative	117,344	120,929						
Building & Civil construction	385,057	481,321						
Total	45,383,556	45,100,350						

