

CREATING A SUSTAINABLE FUTURE





ANNUAL REPORT 2020-2021



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KDS ACCESSORIES LIMITED

IS ONE OF THE COUNTRY'S LEADING AND LARGEST GARMENTS ACCESSORIES COMPANY WITH COMPREHENSIVE PRODUCT RANGE.

HAVING SINGLE LARGEST CAPACITY
WE ARE PIONEER OF PACKAGING.

WE BELIEVE IN WORKING CLOSELY WITH
OUR CLIENTS TO UNDERSTAND THEIR NEEDS
TO DESIGN SERVICES ACCORDINGLY AND
ALIGN OURSELVES AS A STRATEGIC PARTNER,
HELPING US TO REALIZE OUR VISION

'TO BE A GLOBALLY PREFERRED TRIMS AND PACKAGING SOLUTIONS COMPANY'





FINANCIAL SYNOPSIS OF 2020-2021



+15.38%

REVENUE

2020-2021 is BDT. 2,217.94 mn 2019-2020 is BDT. 1,922.33 mn

+ 0.46%

GROSS PROFIT (GP)

2020-2021 is BDT. 424.62 mn 2019-2020 is BDT. 422.67 mn

+8.48%

NET PROFIT (NP) AFTER TAX

2020-2021 is BDT, 156,94 mn 2019-2020 is BDT. 144.68 mn

+ 8.37%

EARNINGS PER SHARE (EPS)

2020-2021 is BDT. 2.20 2019-2020 is BDT. 2.03

-0.96%

NET ASSESTS VALUE (NAV) PER SHARE

2020-2021 is BDT. 24.75 2019-2020 is BDT, 24.99

-18.96%

NET OPERATING CASH FLOW PER SHARE (NOCFPS)

2020-2021 is BDT. 6.58 2019-2020 is BDT. 8.12

Revenue

Earnings Per Share (EPS)

2018-2019 - BDT. 2,302.16 mn 2017-2018 - BDT. 2,070.89 mn 2016-2017 - BDT. 1,585.94 mn 2018-2019 - BDT. 1.94 2017-2018 - BDT. 1.87 2016-2017 - BDT. 1.76

Gross Profit (GP)

Net Assests Value (NAV) Per Share

2018-2019 - BDT. 418.00 mn 2017-2018 - BDT. 377.21 mn 2016-2017 - BDT. 333.36 mn

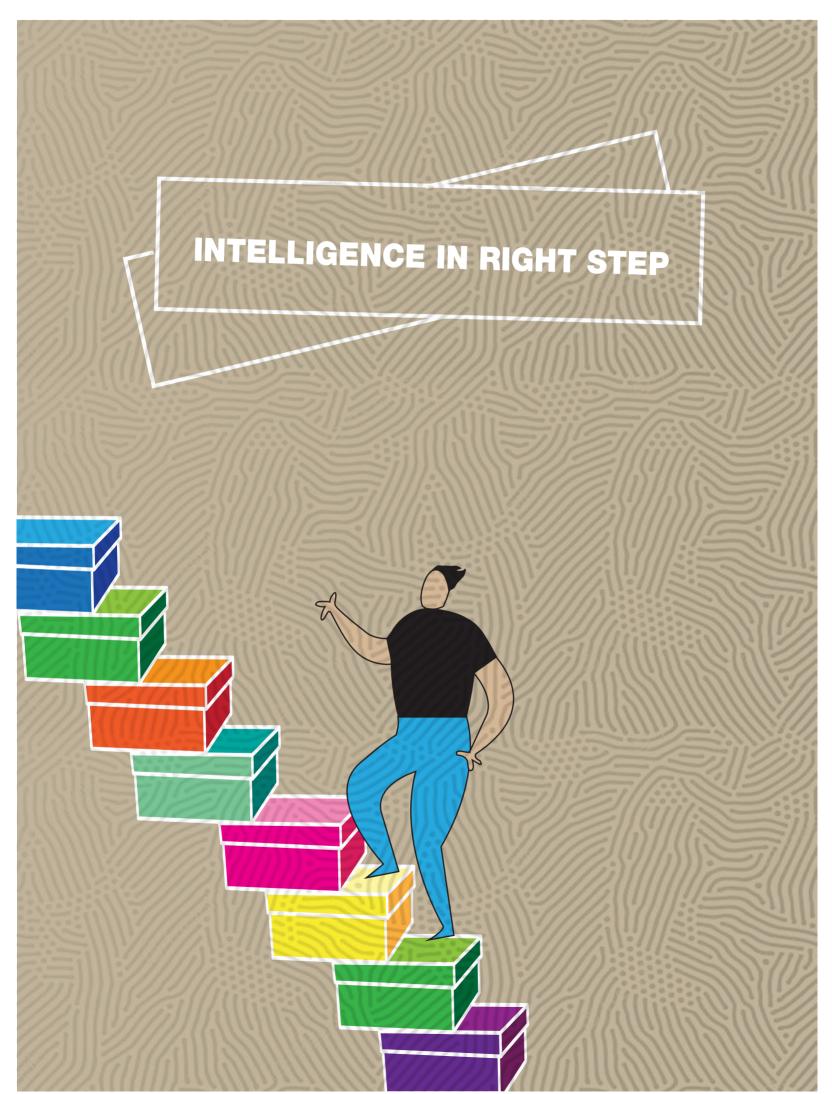
2018-2019 - BDT. 24.94 2017-2018 - BDT. 24.88 2016-2017 - BDT. 24.80

Net Profit (NP) After Tax

Net Operating Cash Flow Per Share (NOCFPS)

2018-2019 - BDT. 138.44mn 2017-2018 - BDT. 132.98 mn 2016-2017 - BDT. 125.59 mn

2018-2019 - BDT. 2.02 2017-2018 - BDT. 3.08 2016-2017 - BDT. 2.81



WHO WE ARE

STARTING ITS **JOURNEY BACK** TO THE 1991. **KDS ACCESSORIES** LIMITED IS THE COUNTRY'S LEADING AND LARGEST **ACCESSORIES** MANUFACTURER AND A MAJOR PLAYER IN THE BANGLADESH READY-MADE **GARMENTS** (RMG) MARKET.



Our extensive experience in the industry has helped us acquire knowledge and information to design products and services that best suites requirements of our clients.

We offer flexibility, competitiveness and sharper lead-time to facilitate demanding sourcing requirement. Our national network supported by a dynamic team of professionals allows us to serve our clients as a strong supply chain partner providing production, consolidation and solution based services

COMPREHENSIVE PRODUCTS RANGE

We offer one of the most comprehensive ranges of apparel Trims & Packaging products and services. In Bangladesh we manufacture almost all the products in our IMS (ISO-9001: 2015, ISO-14001: 2015, BS OHSAS-18001: 2007) certified international standard facilities and our products meet global quality standards.

GLOBAL RECOGNITION

We are preferred by world most reputed brand for as reliable and quality supplier for their garment accessories.







To be a globally Vision preferred trims & packaging solutions company

ADAPTABILITY NEW TRENDS





LEAD THROUGH SERVICE EXCELLENCE



CORE VALUES



MAINTAIN GLOBAL PRESENCE & STANDARDS ECONOMICALLY



MAXIMUM RESOURCE UTILIZATION







CORPORATE INFORMATION

Company Name **KDS Accessories Limited**

C-H-C-862/154 of 1991 **Company Registration No** Status of the Company Public Limited Company

Date of Incorporation 21 April 1991

Offices Registered Office- 255, Nasirabad I/A, Chattogram, Bangladesh.

> Corporate Head Office Dhaka Office

191-192, Baizid Bostami Road Nasirabad I/A, Chattogram-4210

Bangladesh.

Road 4, House 63, Block C, Banani Dhaka-1213.

Bangladesh

Plant Location Unit-01 Unit-02

> 191-192. Baizid Bostami Road Nasirabad I/A, Chattogram-4210

Bangladesh

6, West Dogory, Mirzapur Gazipur Sadar, Dhaka

Bangladesh.

Phone No +880 2 9821665 +880 31 681701-3 Fax +880 31 682137 +880 2 9821682

E-mail accessories@kdsgroup.net Website www.kdsaccessories.com

Bankers & NBFIs Bank Asia Limited

HSBC

Mutual Trust Bank Limited

Trust Bank Limited

Exim Bank Limited

Standard Chartered Bank

Southeast Bank Limited Dutch Bangla Bank Limited

NCC Bank Limited

IIDEC

Pragati Insurance Limited Insurers

Northern General Insurance Company Limited

Auditors Statutory Auditor Auditor For Corporate Governance

> Hoda Vasi Chowdhury & Co. Chartered Accountants Delwar Bhaban (4th Floor)

104, Agrabad C/A

Chattogram-4000, Bangladesh.

Shafiq Basak & Co. Chartered Accountants

National House (1st Floor) 109 Agrabad Commercial Area Chattogram-4100, Bangladesh.

Internal Auditor

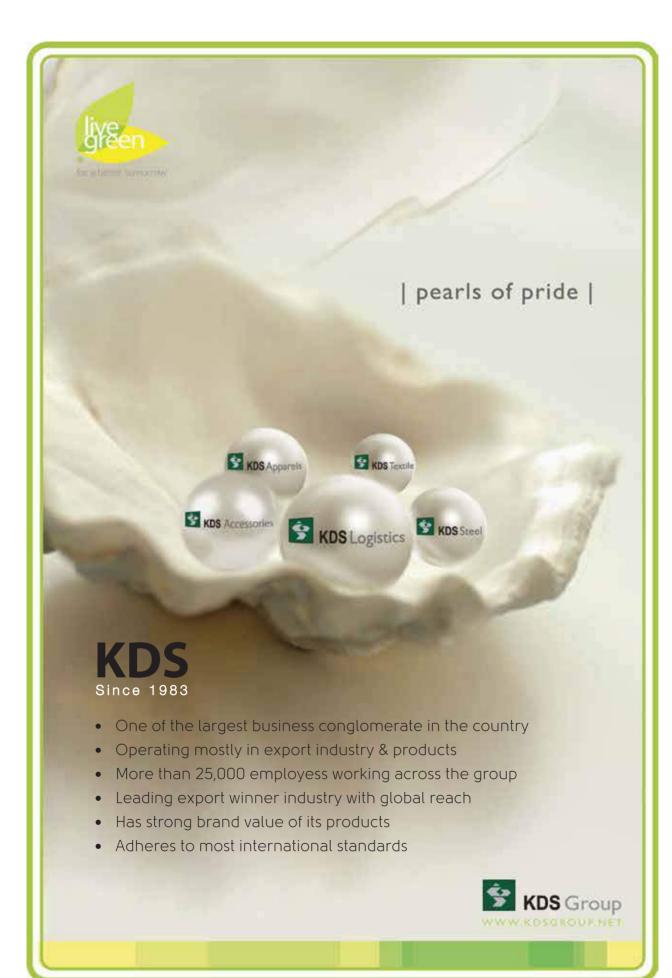
Rahman Rahman Hug Chartered Accountants 78 Agrabad Commercial Area

Makkah Madina Trade Centre (13th floor) Sabadar Ali Road, Chattogram- 4100.

Credit Rating Information and Services Limited (CRISL) **Credit Rating Agency**

Listing with Dhaka Stock Exchange Limited

Chittagong Stock Exchange Limited



BUSINESS AT A GLANCE

THE GROUP OPERATES THROUGH SEVERAL STRATEGIC BUSINESS SEGMENTS

APPAREL



TEXTILES



GARMENTS ACCESSORIES



LOGISTICS



STEEL



BANKING & INSURANCE



SHARES & SECURITIES



HIGHLIGHTING EVETNS

21 APRIL 1991

Incorporation



01 JULY 1991

Commencement of Business

17 APRIL 2012

Private to Public



08 JULY 2015

Approval for IPO

09 -20, AUGUST 2015

IPO Subscription



10 SEPTEMBER 2015

IPO Lottery

07 OCTOBER 2015

Listing with Stock Exchanges



15 OCTOBER 2015

Trade Opening

22 SEPTEMBER 2016

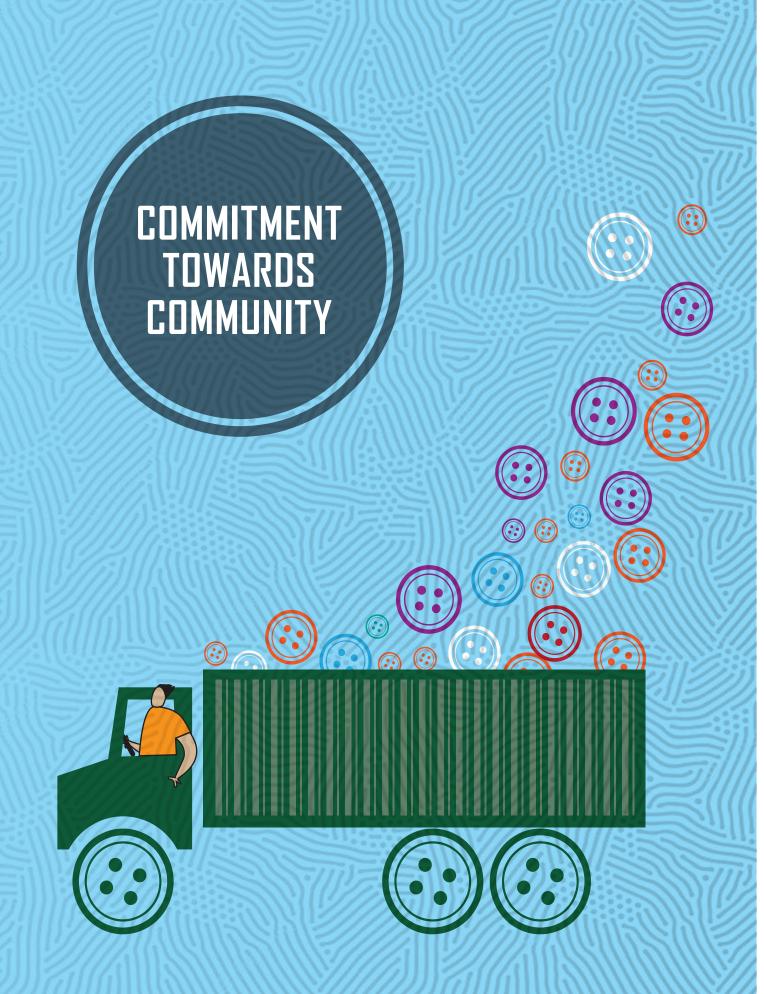
Implementation of Packaging Line-3



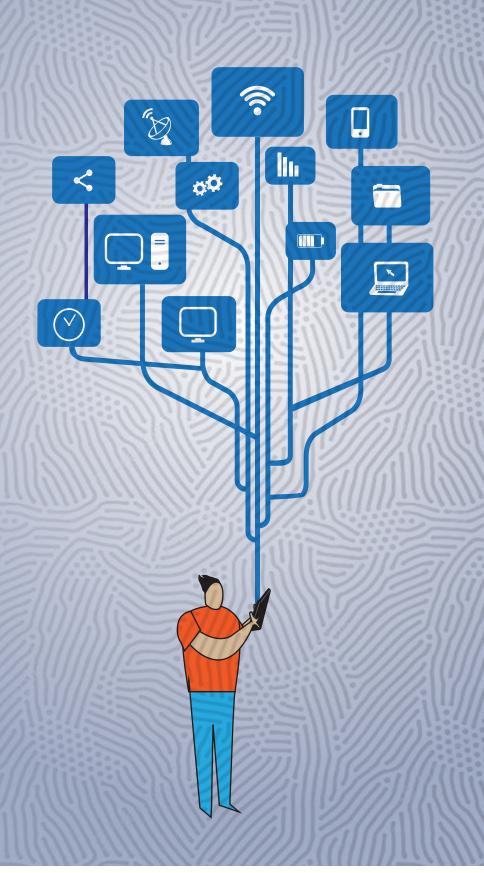
10 AUGUST 2017

Expansion of Button and Addition of Hanger Project





EMBRACING NEW TECHNOLOGY



LETTER OF TRANSMITTAL

Date: 24 November 2021

То

Valued Shareholders of KDS Accessories Limited

Bangladesh Securities and Exchange Commission

Registrar of Joint Stock Companies & Firms

Dhaka Stock Exchange Limited

Chittagong Stock Exchange Limited

Subject: Annual Report for the year ended 30 June 2021.

Dear Sir (s),

The undersigned on behalf of the Board of Directors and Management of KDS Accessories Limited is pleased to encolose the notice of the 30th Annual General Meeting, a copy of the Annual Report together with the Audited Financial Statements, Report of the Board of Directors and Auditors' Report thereon for the year ended 30 June 2021 for your information and record.

Thank You. Yours Sincerely,



Manjure Khuda

Company Secretary



We deliver Innovative, **Efficient** &Value Driven **Solutions** for our Esteemed II F T Customers **PRODUCTS & MARKETS**

Think Strength

& Robustness KDS Carton



CORRUGATED CARTON

BDT. **1,796.25** mn

- 100,000 average size boxes/day.
- Highest single plant capacity.
- High Speed Die Cutting machines to produce complex designs.
- Automatic Printing and Gluing Machines.
- IMS (ISO-9001:2015, ISO-14001:2015, BS OHSAS-18001:2007) certified.
- In house testing Lab.
- Over 27 years of plant engineering experience.





WOVEN LABEL

BDT. 35.15 mn

- · High Speed Airjet Looms-Reduced Lead Time per booking.
- Ultrasonic Slitting-Soft Edge Woven Requirements.
- Updated Textile CAD Systems-Weaving Accuracy.
- High Skilled Technicians & Product Development Team.
- 100% QC system for all productions & raw materials.
- · Needle Looms-Woven Edge Label requirements.
- High Color Accuracy through spectrophotometer measuring.
- In-house Color Fastness Testing Capabilities.
- Oeko-Tex® Standard 100 Certified for Human-Ecological Requirements/Baby Articles.



ELASTIC & NARROW FABRIC

BDT. **124.86** mn



In-house Starching and finishing requirements.

High Pressure Ribbon calendaring machine.

Ability to weave Jacquard design Woven Elastics of both Nylon and Polyester.

Can weave Cotton, Nylon and Polyester ribbons.



Complementing the apparel luxury and comfort through our Elastic & Narrow Fabric













BDT. **2.27** mn



Complete Pre-Press capabilities.

A range of modern heat transfer systems. Eco-friendly, AZO, APEO, PVC, DOP free sticker transfer (carcinogenic items).

Super quality production with higher production capacity.

Can produce image transfer, sublimation printing.

Overall Satisfaction.













GUM TAPE BDT. 36.17 mn

A Complete Barrier to execute dust and dirt.

Preserves the Hygienic Integrity of the contents.

Total protection against Vermin such as rodents.

Tamper evidence, tape bonds to carton.

Cost effective, shorter lengths are required.

Easily and securely printed or coded.

GREAT CLOSURE STRENGTH SINCE PERMANENT BOND





HANGER

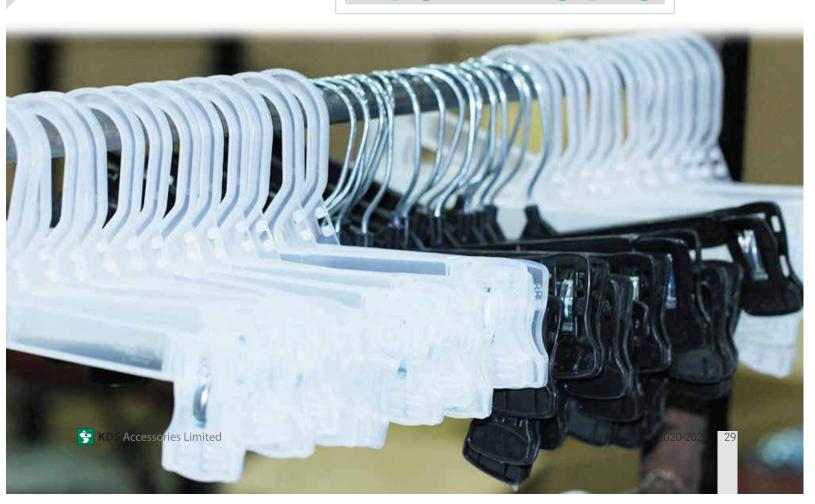
BDT. **109.47** mn

More than 150,000 hangers a day
Primary materials: PP, PS & Clear [polystyrene]
7 injection molding machines, capacity ranging
from 150 to 500 tons
Pantone Color code Size Tab color matching system
Tooling design & production facilities

& BS OHSAS 18001:2007) System

IMS certified (ISO 9001:2015, ISO 14001:2015

& LOCAL SUPPLY KDS HANGERS





PRINTED FABRIC LABEL

High Speed Flexo Printing Machines-Reduced

Lead Time per booking.

Printed Cylinder availability to print Any Length

10mm to 340mm.

Very High Print Accuracy using Different Anilox.

Full in-house pre-press capabilities.

In-house Ribbon production facility.

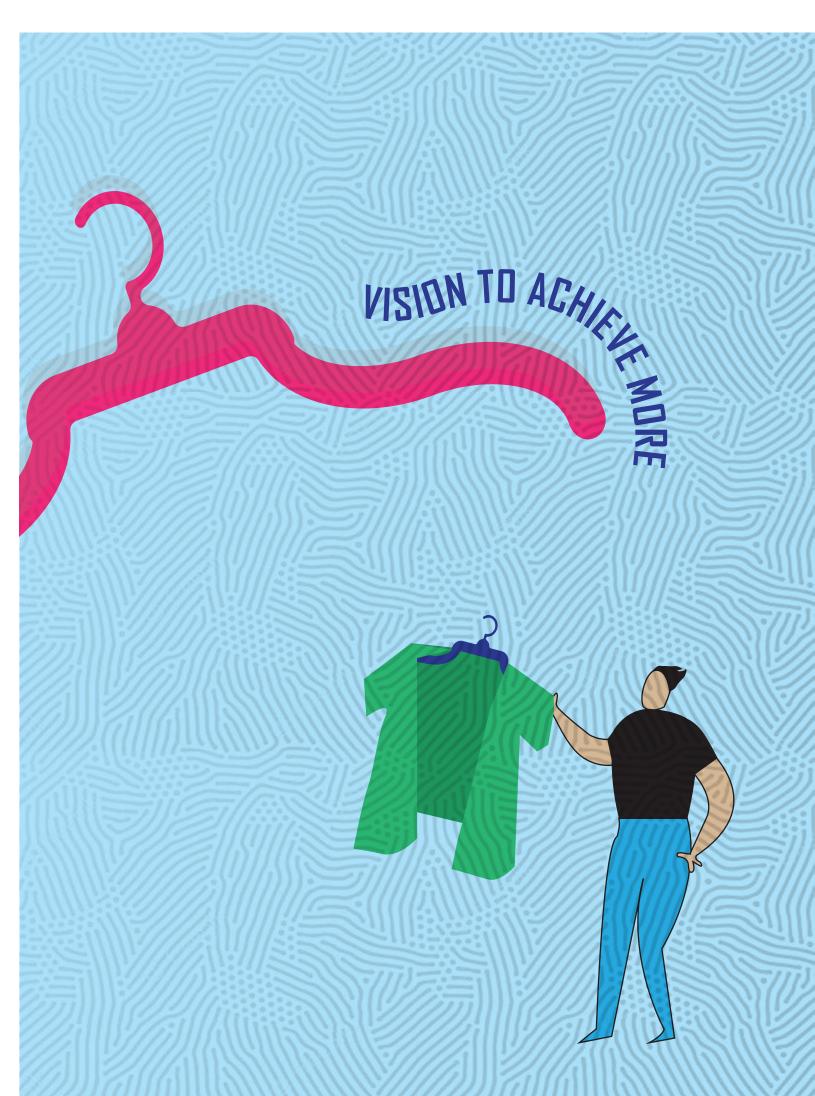
Additional Ink Curing Facility to assure wash fastness.

Oeko-Tex® Standard 100 Certified for Human-Ecological

Requirements/Baby Articles.









INVITATION FOR

The 30th Annual General Meeting of

KDS Accessories Limited

AT

https://kdsaccessories.bdvirtualagm.com

DATE & TIME Thursday, 09 December 2021 at 11:00 AM

NOTICE OF

THE 30TH ANNUAL GENERAL MEETING

Notice is hereby given that the 30th Annual General Meeting of the Shareholders of KDS Accessories Limited will be held on Thursday, 09 December 2021 at 11:00 AM. The AGM will be held virtually by using digital platform through the following link: https://kdsaccessories.bdvirtualagm.com to transact the following businesses:

AGENDA:

- 1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 30 June 2021 together with the Auditors' Report and the Directors Report thereon.
- 2. To approve the dividend as recommended by the Board of Directors.
- 3. To elect/re-elect the Director(s) of the company.
- 4. Appointment of Statutory Auditor and Auditor for Corporate Governance.
- 5. To confirm appointment of the Independent Director.

By order of the Board



Dated: 17 November 2021 Chattogram

NOTES:

- Shareholders whose names would appear in the Share Register/Depository Register on the record date on 21 November 2021 will be eligible to attend at the 30th Annual General Meeting and entitled to receive the dividend.
- Persuant to the Bangladesh Securities and Exchange Commission's Order No.SEC/SRMIC/94-231/25 dated 08 July 2020, the AGM will be conducted via live webcast by using digital platform.
- The Members will be able to submit their questions/comments and vote electronically 24 hours before commencement of the AGM and during the AGM. For logging in to the system, the Members need to put their 16-digit Beneficial Owner (BO) ID number and other credential as proof of their identity by visiting the link https://kdsaccessories.bdvirtualagm.com
- We encourage the Members to log in to the system prior to the meeting start time of 11:00 AM on 09 December 2021. Please allow ample time to login and establish your connectivity. The webcast will start at 11:00 AM. Please contact: +88 01777 775 389 for any technical difficulties in accessing the virtual meeting.
- Persuant to the Bangladesh Securities and Exchange Commission (BSEC) Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018, the soft copy of the Annual Report 2020-2021 will be sent to the email addresses of the Members available in their Beneficial Owner (BO) accounts maintained with the Depository. The Members are requested to updated their email addresses through their respective Depository Participant (DP). The soft copy of the Annual Report 2020-2021 will also be available on the Company's website at: www.kdsaccessories.com
- A Shareholder eligible to attend and vote at the AGM, may appoint a Proxy to attend and vote in his/her behalf. The Proxy Form duly filled, signed and stamped must be deposited at the Corporate Office at 191-192, Baizid Bostami Road, Nasirabad I/A, Chattogram-4210 not later than 72 hours before the AGM
- Members are requested to update their respective BO Account with 12 Digit e-TIN, Bank Account, Mailing Address and Contact Number through their respective Depository Participant (DP). Advance Income Tax (AIT) @ 15% (instead of 10%) will be deducted from eligible cash dividend, if anyone fails to update his/her BO Account with the 12 Digit e-TIN before/on the Record Date.
- The concerned Brokerage Houses/DPs are requested to provide us the statement (both of hard copy & soft copy on or before 25 November 2021 with details of their margin loan holders entitled to Dividend for the year ended on 30 June 2021. The statement should include Shareholders Name, BOID Number, Client-wise shareholding position, contact person etc. The record date is 21 November 2021.



BOARD OF DIRECTORS



Mr. Khalilur Rahman is the Founder of the KDS group and Chairman of the Company.

Mr. Khalilur Rahman is a seasoned and highly experienced businessman & successful entrepreneur. Coming from a very humble background, he has been pioneer in kick starting several industries in the country.

Starting his journey in 1967 from a small-localized business, he kept on diversifying into many areas of his interests

His love for the struggling people of his area inspired him to start exploring labour intensive ventures. Around 1983, he started his major scale garments manufacturing facility, KDS Garments, out of Chattogram.

A keen sense of determination had enabled Mr. Rahman to expand his empire to include many other large scale projects over the years such as textiles, garment accessories, steel, investment management, logistics, banking, insurance and education etc.

Today, KDS group is one of the largest business conglomerate in the country having business links with USA, Canada, Europe, Japan, South Asian Sub-Continent, India and China etc. and the group was awarded President Gold Trophy for export 9 times and got recognition of Quality Garments Exporter from foreign retailers 4 times.

Apart from being founding father of all Groups' business, Mr. Rahman has been truly the guiding force of business growth cutting across several business verticals within the group.

His energy and passion has been instrumental in not only he has guided the group into a large industrial behemoth, but also he metamorphosed the group into a closely-knit family of organizations, each complementing the need of others.

His inspirational leadership style has developed several leaders within the group to undertake key



Mr. Khalilur Rahman Chairman

business activities. He is also one of the few entrepreneurs of private banks and insurance business in the country.

He is one of the founding directors of National Bank Ltd.- a first generation private bank of the country. He was also pioneer in the private sector insurance of the country and currently holding the position of director of Pragati Insurance Limited. and Chairman of Pragati Life Insurance Limited.

He is the chairman of AIBL Capital Market Services Ltd. (a subsidiary of Al-Arafah Islami Bank Limited) Besides contributing to the industrial growth in the country, he has undertaken various social activities, which helps the marginalized section of the society in a large way. A large number of non-profit and entirely charitable educational institutions (School, College, Madrasha etc.) have been setup by Mr. Khalilur Rahman.

He is the founder chairman of Southern University, founder of Khalilur Rahman Mohila College, Khalil Mir Degree College, Khalilur Rahman Girls' High School, Khalil Mir Girls' High School, Ziri Khalil Mir High School and three Madrashas and one cultural academy in greater Patiya of Chattogram.

He was vice president of BGMEA (Bangladesh Garment Manufacturer & Export Association) & currently President of Chittagong Metropolitan Chamber of Commerce & Industries.

He is also involved with Bangladesh CR Coil Manufacturer & Exporters Association and Bangladesh Inland Container Depot Association (BICDA). He was awarded EKUSHEY PADAK 2015 from Chattogram City Corporation for his contribution in Trade and commerce.

He is the Life Member of Bhatiary Golf & Country Club, Chittagong Boat Club, Chittagong Club Ltd., Chittagong Metropolitan Lions Club, Chittagong Press Club, Chittagong Institute Limited (Senior's Club), Chittagong Maa & Shishu Hospital & Ziri Janakollan Trust.

Inheriting the rich legacy of his father,
Mr. Salim Rahman has made his own mark in taking
the group to next level of business excellence
through strategic expansion and organizational
transformation through his passionate and dynamic
leadership style.

Educating in India and the US, Mr. Salim Rahman has joined the group in 1997. Since then, he has actively involved with different sectors like Garments, Accessories, Steel, Textile, Shipping, Securities, Banking and Insurance.

Within few years of his joining in the group, he has been instrumental in capacity expansion of steel division, which strategically helped steel business to be a key player in the country's infrastructural growth. Apart from steel, he has been instrumental in setting up the country's largest "Dry-dock" or. Inland Container Depot (ICD) under KDS Logistics. He undertook similar expansion in other group businesses notably in Garments and Accessories.

Apart from business expansion, he has been instrumental with key organizational changes across the group to transform it a complete professional organization. Today KDS Group has been benchmarked as one of the true Bangladeshi professional organization. Setting up several industry-verticals led by competent CEOs, Mr. Rahman has helped the group perform more objectively and transparently.

Mr. Rahman has also injected operational excellence in key areas, which help the group business to grow several times in revenue & profitabilityMr. Rahman has also taken the group's footprint across various overseas locations including that of India, Hong Kong, the UK etc.

Besides manufacturing base he is also involved with investment and IT sector and currently he is Chairman of Al-Arafah Islami Bank Ltd. He was director of Bangladesh Garment Manufacturers and Exporters Association (BGMEA) and current director of Chittagong Metropolitan Chamber of Commerce & Industries.

He is a life member of Bhatiary Golf & Country Club and member of Chittagong Club Limited, Chittagong Institute Limited (Senior's Club).

He is also involved with others social organizations and activities being associated with many organizations.







Ms. Tahsina Rahman obtained her BBA from University of Science and Technology, Chittagong (USTC) and completed MBA from Independent University Bangladesh (IUB).

She is a dynamic, results-oriented professional with experience and visible achievements in business development startup, strategic business partnerships and emerging markets including childcare arenas.

Ms. Tahsina Rahman is an Out-of-box thinker with visionary leadership strengths, resourceful team player characterized by innovative entrepreneurial spirit. She is also associated with number of Social Organizations and activities.

Professor Mr. Sarwar Jahan Independent Director

Professor Mr. Sarwar Jahan obtained his Bachelor in Information System and Master in Business Management from the Langston University of USA. He also completed his Diploma in Business Management from Dallas, Texas, USA in 1987.

He joined Southern University Bangladesh as Professor and Treasurer (In-charge) in May 2016. He was also an Associate and Assistant Professor at Southern University Bangladesh from January 2008 to April 2016 and December 2004 to December 2007 respectively.

He was the Executive Director of the Institute of Management & Information Technology, Chittagong. He served as Assistant Manager and Manager in various companies of the USA and had around 39 years of professional experience.

He is also a member of the Chittagong Chamber of Commerce and Association of Overseas Technical Scholarship (AOTS), Japan. He joined the Board on 24 August 2021.



Mr. Kamrul Hasan FCA Director

(Representative of KDS Garment Industries Limited)

Mr. Kamrul Hasan FCA is a Director at KDS Accessories Limited representing KDS Garment Industries Limited. He is a fellow Chartered Accountant with more than 20 years of experience in Finance & business operation.

Currently he is working as CFO of KDS Garment Division.

He is involved in various social activities in various professional and social organization.





At KDS Accessories

People is our

Biggest Capital

MANAGEMENT TEAM

Board of Directors

Mr. Khalilur Rahman : Chairman

Mr. Salim Rahman : Managing Director

Ms. Tahsina Rahman : Director
Mr. Kamrul Hasan FCA : Director

(Representative of

KDS Garment Industries Ltd.)

Professor Mr. Sarwar Jahan : Independent Director

Audit Committee

Professor Mr. Sarwar Jahan : Chairman Ms. Tahsina Rahman : Member Mr. Kamrul Hasan FCA : Member

(Representative of

KDS Garment Industries Ltd.)

Mr. Manjur Khuda : Member Secretary

NRC Committee

Professor Mr. Sarwar Jahan : Chairman Mr. Khalilur Rahman : Member Mr. Kamrul Hasan FCA : Member

(Representative of

KDS Garment Industries Ltd.)

Mr. Manjur Khuda : Member Secretary

Senior Executives

Mr. Debasis Daspal : Chief Executive Officer

Mr. Anwar-Ul-Azam : EVP-HR, Compliance & Operation

Mr. Biplob Kanti Banik FCA : Chief Financial Officer
Mr. Manjure Khuda : Company Secretary

Mr. Natesan Srinivasan : GM-SLP
Mr. Abu Taher : GM-Sales

Mr. Sarwar Hossain : DGM-HR & Compliance

Mr. A.K.S. Parvez : DGM-Packaging
Mr. Abdur Rouf Mollah : DGM-Button
Mr. Apu Sarwar : Head of IT

Mr. Kongku Chakma : Head of Hanger Unit

LETTER FROM THE CHAIRMAN



Dear Fellow Shareholders,

I am starting with a note of appreciation to you all for your contribution towards the 30th Anniversary of our company.

It has been a journey of many challenges in the last 30 years but we made it through together. Congratulations to all our Shareholders, Customers, Employees, Bankers and Regulators for their contributions while we are completing 30 years of

It gives me great pleasure to present the Annual Report of the company for the year 2020-2021.

Our story

KDS Accessories Ltd. (KDSA) is one of the firstgeneration garment accessories company, which makes a significant contribution to our RMG industry through our quality, products variety and strong supply chain management.

Since 1991, the year of starting the journey, KDS Accessories has attainted its recognition as one of the country's leading garment Accessories Company, with a significant and growing global reach. KDS Accessories has become one of the compliant manufacturers in the country and one of the first of its kind.

Unforeseeable challenges

The year 2020-2021 was impacted by the unstable supply chain due to Covid-19 pandemic which is continuing and remains unforecastable for the coming year.

Despite of this, we made a higher result in all aspects than last year.

The Board has recommended 15% cash dividend, in line with our consistent dividend policy, resulting in a 68.03% pay-out ratio based on earnings per share. This reflects the Board's continued confidence in the future growth of the business

Looking forward

While we quickly implement measures to mitigate any adverse effects on business, we hope to maintain growth in the years to come.

Our efforts to bring more innovation in operation and new product creation will be continuing and we will focus to remain the market leader in the industry with our strong growth policy.

I would like to thank our employees for their commitment to KDS Accessories. It is their hard work and dedication that enables us to deliver on our promises.

I also want to thank our shareholders for your continued support, your confidence and above all for your trust.

I would like to express my gratitude to bankers, regulatory bodies (BSEC, DSE, CSE, CDBL, NBR, RJSC) and business associates for their cordial support in enabling KDS Accessories to achieve success.

I would like to take this opportunity to thank our Board for their contribution to the company.

Even though whole RMG business conditions are likely to remain competitive and challenging in days to come I believe the foundations of our business are very strong and will only be strengthened further.



Khalilur Rahman Chairman



MESSAGE FROM THE MANAGING DIRECTOR

Dear Valued Shareholders,

This year is a remarkable year for our company!

We are celebrating 30 years of our journey together with all our stakeholders who have immensely contributed to our today's position.

My appreciation for the contribution to our all-level of employees (Workers, Staff and Management employees), our Customers, Suppliers, Financers and Regulators must also be put on record.

I, from my own behalf and on behalf of the Board and Management of the company, wish you and your family healthy and safe life, despite we are still going through an unprecedented and tough time due to Covid-19 pandemic.

Performance of the year 2020-2021

The year 2020-2021 brought many disruptions to industry, like shortage of logistics and raw materials in the major production hub. In the packaging industry, especially corrugated packaging has landed in deep trouble as prices of its major inputs -Kraft and Recycled papers increased like no other recent years

Despite such global challenges, we posted higher score both in operation and financial results.

To support our endeavor, I mention three major performance indicators of the company during the year 2020-2021:

- · Sale was increased by 15.38% than that of last year
- Net Profit of the year was increased by 8.48%
- Earnings per share increased by 8.37% than that of last year.

Expansion and Developments

KDS Accessories has been on forefront of absorbing technology to link its supply chain with the future digital revolution of garment technology.

As declared, we have completed the automation of our corrugated packaging finishing line and this will enable us to deliver faster, meeting customer requirements even better.

We look forward to bringing more innovation to maintain our sustainability which is embedded in our long-term vision.

Outlook

Still the future course of pandemic and prospects of the industry remain unknown and life has not returned to normal.

Our prediction is that consumer economy, at least in the next 1/2 years, will perform better than the ongoing situation, we assume that rollout of Covid vaccine at mass level across the globe will result in positive business trend and with our strong base and innovation, we will outperform in better ways in the coming year.

On this backdrop, I would say, our outlook is simply optimistic.

We are determined to learn from response and accelerate our strategy to maintain our mission of continuing "1 stop trims and packaging solution".

Finally, I want to thank my Board of Directors, business partners, and colleagues for their tremendous support and effort over the past years. I also appreciate our customers for keeping confidence over all the years. Last but not the least, I would like to thank our shareholders for their continued support to KDS Accessories.

My gratitude and thanks go to officials of Bangladesh Securities & Exchange Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, Central Depository Bangladesh Limited, Registrar of Joint Stock Companies, all Bankers, National Board of Revenue & other Government bodies for their continued support to our endeavor.

Thank you,

Stay Safe!

Salim Rahman

Managing Director

COMMENTS BY CEO



Dear Esteemed Shareholders,

At the onset, I thank all of you to give us confidence and opportunity to continue our business in successful road map. The 2021 year has been quite eventful in terms of business growth and new opportunity identification. We have also recovered from the impact of the once-in-a-lifetime pandemic, Covid-19 and pursued our business objectives with confidence.

The Covid-19 crisis has created world-wide disruption in demand and supply of apparel industry. Our industry is impacted significantly by this impact. The biggest impact of pandemic is the effect on our raw material cost, which has increased by more than 60% over the year, a trend unparalleled in the history of accessories industry. The crisis in shipping industry and rising input cost have resulted into this tremendous spike in raw material prices.

However, we have adapted our supply chain to mitigate this abnormal rising cost of raw material by having clever inventory management and buying early at lower prices. Moreover, we have managed our supply chain to support critical demands which has seen upward swing in current year due to opening up of world economy as the world recovers from the deadly impact of the pandemic.

Because of above initiatives, our sales has grown by more than 15% this year, a fantastic performance considering the turmoil in our business just previous year. Based on performance of our robust supply chain, we managed to capture most of the pent-up demand that our buyers has presented to us. We have also managed to cut-down on various cost parameters so that our bottom line target has largely been achieved. All these resulted into improving our net profit by 8%.

Key to sustaining our business in difficult time was adherence to stringent safety norms and safeguarding our people. Our sterling performance even in this difficult time to successfully complete various institutional audits like TQP, BSCI, SEDEX, FSC-COC, IMS, Alliance (Green certification) and several others substantiated our commitment to maintain the same quality and process standards irrespective of challenges we faced.

As promised in last year, we have succefully completed automation of finishing line in our packaging set up by installing state-of-the-art set up which completely integrate various finishing activities like rotary die-cutting, printing, slotting etc. This automated finishing set up greatly augmented our final packaging output in addition to reduce manpower engagement.

We also took great effort to "Green" our supply chain by procuring raw material from FSC-certified sources, reengineering our products to use recycled material in various stages of production like 100% recyclable printed packaging, Non-OBA ribbon, bio-degradable spandex, recyclable resin etc. All these initiatives resulted in providing solution of sustainable products greatly valued by our esteemed buyers.

In pursuant out longterm goal of derisking our marketdemand from apparel market fluctuation, we have entered into other markets notably in footwear and tobacco sector. These sectors have given us tremendous growth opportunity in packaging business. We expect in coming years, your company will successfully compete in these non-apparel sector by incorporating necessary technology and strategic investment. Also, we successfully obtained new approval from buyers like C&A, Decathlon, Eland etc in different product categories.

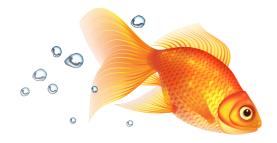
Finally, I express my heartfelt appreciation of your continued support to our business and wish the similar patronage in future will continue to lead us in the prospective growth trajectory.

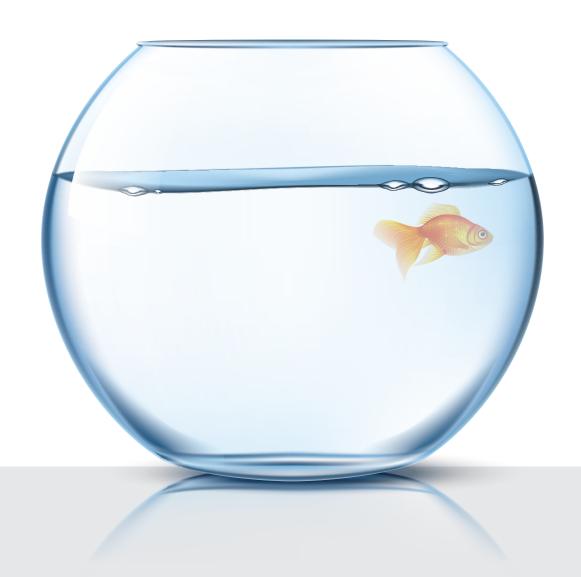


Debasis Daspal Chief Executive Officer

"EVERY ACCOMPLISHMENTS STARTS WITH THE DECISION TO TRY"







DIRECTORS' REPORT

Bismillahir Rahmanir Rahim Honorable Shareholders.

This year has been an important milestone for KDS Accessories. In 2021, we are celebrating 30 years of our operation .

On behalf of the Board of Directors of your company and from my own behalf, I would like to appreciate all of you for your all-out cooperation and contribution towards the 30th Anniversary of your company.

Now I take the opportunity to present the report of the Board of Directors together with the audited financial statements for the year ended on 30 June 2021 before all of you.

OUR BUSINESS

Manufacturing all types of Garment Accessories – Corrugated Carton, Button, Soft Line Printing Products (Label, Elastics, Offset Printing), Hanger and Gum Tape. Our products are supplied to major retailers like Wal-Mart, Tesco and Decathlon to name few of many others.

OVERVIEW 2020-2021

Let us present before you a short review on the total operational and financial performance of your company from 01 July 2020 to 30 June 2021. Among others, the major areas, of our business in last year were:

Revenue:

Despite of many disruptions in supply chain and also resurgence of COVID-19 with more infections, we achieved a positive revenue trend than last year.

This year (2020-2021) our revenue has been increased by 15.38% than last year.

Cost & Price Impact:

The rise in the price of raw materials like paper has made it difficult to access raw material for packaging purposes coupled with shortage of shipping containers across the globe. These two major cost components have increased in unprecedented ways but increase of selling prices couldn't be imposed in same trend.

Despite of this challenges in global supply chain we sustained the higher net profit margin than last year.

Development

As declared, this year we have completed the finishing line automation of our corrugated packaging at Unit -2

We are continually market innovation and investing to ensure that we are well positioned for continued long -term growth.

INDUSTRY OUTLOOK

Garment industry has always been showing the need for different and attractive packaging.

Over the first half of FY21, factories reopened and exports rebounded. However, the economy faces elevated risks in the context of the ongoing COVID-19 pandemic.

Our prediction is that consumer economy, at least in the next 1/2 years, will perform better than the ongoing situation, we assume that rollout of Covid vaccine at mass level across the globe will results in positive business trend and with our strong base and innovation we will outperform in better ways in the coming year.

SEGMENT & PRODUCTS' PERFORMANCE

Operational Performance

			01 July 2020 to	01 July 2020 to 30 June 2021		01 July 2019 to 30 June 2020	
Particulars Unit	Production Capacity	Actual Production	Capacity Utilization in (%)	Production Capacity	Actual Production	Capacity Utilization in (%)	
Carton	Pcs	30,000,000	19,370,444	64.57%	30,000,000	21,187,785	70.63%
Label	Pcs	175,964,208	51,629,786	29.34%	175,964,208	59,755,814	33.96%
Elastic & Narrow Fabrics	Pcs	30,576,000	19,654,644	64.28%	30,576,000	14,755,712	48.26%
Offset Printing	Pcs	150,009,600	48,958,885	32.64%	150,009,600	71,584,246	47.72%
Heat Transfer Printing	Pcs	24,960,000	2,805,001	11.24%	24,960,000	8,665,093	34.72%
Button	GG	360,000	108,741	30.21%	360,000	168,160	46.71%
Gum Tape	Pcs	4,290,000	819,877	19.11%	4,290,000	568,329	13.25%
Hanger	Pcs	45,000,000	20,484,620	45.52%	45,000,000	18,776,312	41.73%

 $^{* \}textit{For calculation of capacity utilization, weighted average of actual production capacity of each product has been considered.}\\$

Product wise Revenue

	01 July 2020 to 30	June 2021	01 July 2019 to 30 June 2020 Contribution to total Revenue		
Particulars	Contribution to total	al Revenue			
	In Taka	In (%)	In Taka	In (%)	
Carton	1,796,248,794	80.99%	1,484,990,358	77.25%	
Label	35,148,254	1.58%	50,552,893	2.63%	
Elastic & Narrow Fabrics	124,863,478	5.63%	92,827,620	4.83%	
Offset Printing	50,449,758	2.27%	69,152,318	3.60%	
Heat Transfer Printing	2,267,272	0.10%	11,199,192	0.58%	
Button	63,324,387	2.86%	94,262,159	4.90%	
Gum Tape	36,168,494	1.63%	25,656,397	1.33%	
Hanger	109,472,215	4.94%	93,685,972	4.87%	
Total	2,217,942,652	100.00%	1,922,326,909	100.00%	

Last 5 Years' Key Operating and Financial Performances:

acto reare key operating and rine					Amount in BDT.
Particulars	01 July 2020 to 30 June 2021	01 July 2019 to 30 June 2020	01 July 2018 to 30 June 2019	01 July 2017 to 30 June 2018	01 July 2016 to 30 June 2017
Revenue	2,217,942,652	1,922,326,909	2,302,159,637	2,070,885,808	1,585,937,175
Gross Profit	424,624,094	422,675,837	418,004,019	377,208,994	333,360,520
Profit Before WPPF & Taxes	185,868,514	181,463,361	180,605,877	169,628,231	157,074,315
Net Profit After WPPF & Taxes	156,945,148	144,679,379	138,440,217	132,984,828	125,588,351
Earning Per Share (EPS)	2.20	2.03	1.94	1.87	1.76
Share Holder's Equity	1,761,810,181	1,654,527,148	1,572,910,769	1,494,530,552	1,418,745,724
Current Liabilities	1,820,561,156	1,510,242,105	1,417,325,234	2,012,391,304	1,347,796,367
Non-Current Liabilities	179,267,520	146,125,621	287,926,972	224,059,577	278,679,562
Addition to Fixed Assests & CWIP	154,890,122	13,830,563	35,179,286	98,940,650	169,045,295
NAV Per Share	24.75	24.99	24.94	24.88	24.80
Net Operating Cash Flow Per Share (NOCFPS)	6.58	8.12	2.02	3.08	2.81

RISK AND CONCERNS

Board of Directors reviews the risk management practices and actions deployed by the Management with respect to identification, impact assessment, monitoring, mitigation and reporting of key risks while trying to achieve its business objectives. A detailed report on Risk & Concerns are given in Annexure-J, Page: 84-85.

ANALYSIS COST OF GOODS SOLD, GROSS PROFIT MARGIN AND NET PROFIT MARGIN

(Refer to Annexure-D, Page No: 75-77).

EXTRA-ORDINARY GAIN / (LOSS)

There is no extraordinary gain or loss occurred during the reporting period.

RELATED PARTY TRANSACTIONS

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements in Note 38 and in Annexure-G, Page: 81 in accordance with relevant International Accounting Standards (IAS).

UTILIZATION OF PROCEEDS RAISED THROUGH PUBLIC ISSUES, RIGHTS ISSUES AND/OR ANY **OTHER INSTRUMENTS**

Initial Public offering (IPO) of KDS Accessories Limited was made in 2015 and the fund raised thereby has already been utilized as per purposes stated in the prospectus and reported to the regulators.

No other issues of any instrument including right share was made during the year.

EXPLANATION IF THE FINANCIAL RESULTS DETERIORATE AFTER THE COMPANY GOES FOR INITIAL PUBLIC OFFERING (IPO), REPEAT PUBLIC OFFERING (RPO), RIGHTS SHARE OFFER, DIRECT LISTING

KDS Accessories Limited went for IPO in 2015 and after that the company didn't not raise any fund by any sort of offerings up to 2020-21. Moreover, the financial results have improved during the year under review. Therefore, no explanation is required in this connection.

SIGNIFICANT VARIANCE BETWEEN QUARTERLY AND PERIOD ENDED REPORT

There was no significant difference between quarterly performance and overall period ended

KDS Accessories Limited

performance of the Company except the adjustment for the investment in associates due to discontinuation of equity method which is explained in the section of Associate Company of this report.

DIRECTORS REMUNERATION

Directors of KDSAL don't enjoy any facilities in the name of remuneration, bonus or any other form except the Managing Director for his direct participation to Company's day to day operations. Managing Director enjoys remuneration and festival bonus for his contribution to the Company which are as under:

Name	Amount In Taka
Mr. Khalilur Rahman, Chairman	-
Mr. Salim Rahman, Managing Director	2,400,000
Ms. Tahsina Rahman, Director	-
KDS Garment Industries Ltd., Director Represented by-Mr. Kamrul Hasan FCA	-
Mr. Muhammad Jamaluddin, Independent Director	-
Total	

INTERNAL CONTROL SYSTEM

The Company has an internal control system, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit function is defined in the Internal Audit Charter. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Board.

The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Board.

MINORITY SHAREHOLDERS' PROTECTION

The Board is and shall be committed to respect the rights of the minority shareholders to voting, right to information, dividends and appraisal of any alteration in Memorandum and Articles.

GOING CONCERN

The Directors consider that the Company has adequate resources to remain in operation for the foreseeable future and has therefore continued to adopt the going concern basis in preparing the financial statements.

SIGNIFICANT DEVIATION IN OPERATING RESULTS COMPARED TO PREVIOUS PERIOD

There is no such deviation in operating results compared to the previous period.

DIVIDEND

Board of Directors has approved the Dividend Distribution Policy as per directive of Bangladesh Securities and Exchange Commission and based on this, our policy is to offer consistent dividends that closely reflect business performance. As announced by the Company on 25 October 2021, the Board has recommended dividend for all shareholders 15% Cash in respect of the year ended on 30 June 2021 which will be paid after approval in the Annual General Meeting of the Company as per respective shareholding position on record date i.e. on 21 November 2021. Dividend Distribution Policy and summary of Unclaimed Dividend have been disclosed in *Page: 93 & 94*.

Board of Directors confirm that no bonus share or stock dividend has been declared as interim dividend.

BOARD OF DIRECTORS

i) Structure and size of the Board

On 30 June 2021, there were 5 members on the Board of the Company. The Board comprises Chairman, Managing Director, Two Directors and One Independent Director.

ii) Status of Companies in which Directors also hold Directorship

An Annexure is attached to this report on the status of Companies in which Directors are also hold Directorship. Annexure-I, Page: 83.

iii) Director's Retirement And Re-election

In accordance with the Articles of Association of the Company, one third of the total number of Directors is to retire by rotation in every year. In the forthcoming Annual General Meeting the following two Directors will retire and being eligible, offer themselves for re-appointment:

- i) Mr. Khalilur Rahman
- ii) Ms. Tahsina Rahman

Board of Directors' in its meeting held on 25 October 2021 proposed their appointment. The brief bio-data of the said Directors are enclosed herewith in the section of Director's Profile in *Page:* 36 & 39.

iv) Board Meeting and Attendance

During the reporting period the Board met 6 times.

The attendance record of the Directors is as follows:

Name & Position	No. of Meeting	Attendance
Mr. Khalilur Rahman Chairman	04	04
Mr. Salim Rahman Managing Director	04	04
Ms. Tahsina Rahman Director	04	04
KDS Garment Industries Ltd. Represented by-Mr. Kamrul Hasan FC/ Director	A 04	04
Mr. Muhammad Jamaluddin Independent Director	04	04

APPOINTMENT OF INDEPENDENT DIRECTOR

In compliance with Corporate Governance Code of Bangladesh Securities & Exchange Commission Notification No: SEC/CMRRCD/2006-158/207/AD-MIN/80 Dated 3rd June 2018, the tenure of office of Mr. Muhammad Jamaluddin as Independent Director of the company expired on 3 August, 2021. Since he has completed 6 years in two terms, he is not eligible for reappointment. The Board of Directors of the company in its 135th Meeting held on 24 August 2021 has taken decision to appoint Professor Mr. Sarwar Jahan as Independent Director of the Company for next 3 (Three) years subject to approval by shareholders in 30th Annual General Meeting (AGM). Short-bio data of Professor Mr. Sarwar Jahan is given herewith in the section of Director's Profile. Page: 40.

SHAREHOLDING PATTERN

(Refer to Annexure-H, Page No:81)

DIRECTORS' INVOLVMENT IN OTHER BUSINESS

(Refer to Annexure-I, Page No:83)

MANAGEMENT DISCUSSION AND ANALYSIS

The Board of Directors converse on the increase / decrease of revenue, cost of goods sold, gross and net profit margin. The Board also takes instant actions on the inquiry as required. A detailed report on discussion in the regard is comprised in *Annexure-D, Page: 75-77.*

CERTIFICATION BY THE CEO & THE CFO

Declaration of certificate by the CEO & the CFO to the Board as required under condition no. 3(3) of Corporate Governacnce Code is included in Annexure-A, Page: 67

CREDIT RATING

Credit Rating Information and Services Limited (CRISL) assigned rating for your company as below

Long Term	Short Term
AA-	ST-2

Above rating have been assigned on the basis of good fundamental such as good profitability, sound infrastructural arrangement with state-of-the art, pioneer and market leader in Garment Accessories industry, experienced management. Entities rated in this category are adjudged to be of high quality, offer higher safety and have credit quality.

Your Company in the evaluation of Credit Rating Company was also placed with "Stable".

SUBSEQUENT EVENTS

There is no subsequent event after the date of balance sheet and till the date of this report which could affect the ability of the users of these financial statements to make an appropriate evaluation.

AUDIT COMMITTEE

The Board has constituted the Audit Committee as follows:

Name	Position
Mr. Muhammad Jamaluddin	Chairman & Independent Director
Ms. Tahsina Rahman	Member
KDS Garment Industries Limited Represented by-Mr. Kamrul Hasan FCA	Member

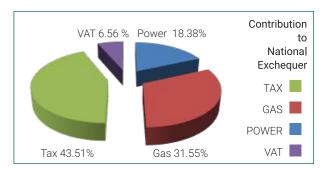
During the reporting period under review, the Committee held four meetings. A detailed of the roles and activities of the Audit Committee has been provided in "The Report of The Audit Committee". *Page: 86-87*

NOMINATION AND REMUNERATION COMMITTEE (NRC):

KDS Accessories Limited has formed a Nomination and Remuneration Committee (NRC) on 3rd December,2018 as a sub-committee of the Board of Directors. This committee will assist the Board of Directors in formulation of the nomination criteria or policy to determine qualifications, experiences, remuneration and independence of directors and top level of executives. The NRC has three members including one Independent Director. A detailed roles and activities of the NRC has been provided in "The Report of The Nomination and Remuneration Committee (NRC)" *Page: 88-90*

CONTRIBUTION TO NATIONAL EXCHEQUER

Being a responsible business entity, KDSAL is paying and facilitating collection of Government's revenue. In the reporting period, we have paid collected and deposited a significant amount of tax, VAT and duties. During the period, KDSAL contributed to Tk. 84,034,485 to the Government Exchequer along with utility bill which is presented below:



CORPORATE SOCIAL RESPONSIBILITY (CSR)

Over the years, your company's commitment to Corporate Social Responsibility (CSR) activities is part and parcel of the Company's business model. Your Company has been contributing to the welfare of the community, research and development and protection of environment. Few initiatives of CSR of your company are mentioned below:

- Contributing donation to the Educational Institutes.
- Launching Tree Plantation program in patronizing a green environment.
- · Contribute for safe drinking water supply.

AWARDS & RECOGNITION

Since starting your Company received the following awards and recognitions:

- FSC Chain of Custody Certification Standard & FSC CoC Certification of Multiple Sites Standard by Bureau Veritas
- OEKO-TEX Standard 100 Certified for Woven Labels.
- OEKO-TEX Standard 100 Certified for Buttons.
- Scope Certificate for Recycled Claim Standard (RCS)
- Scope Certificate for Global Recycled Standard (GRS)
- Achievement Award of Trim Qualification Program by Intertek.
- CAP Closure Verification Visit Results by Alliance.

INFORMATION TECHNOLOGY

We, at KDS Accessories always strive for the innovation in business by adopting something different, smarter or better for bringing positive impact in terms of value, quality or productivity. We believe that now accurate business planning, effective marketing, global sales, systematic management, real time monitoring, instant customer support and long-term business growth cannot be achieved at the optimum level without IT and we plan ahead of others to enable our operations process through IT.

Some of our IT enabled applications and systems are Accounting Management System (AMS), HRIS, Sales & Distribution Management System (SDMS), Production Management System (PMS), Inventory Management System (IMS), Inventory & Procurement Managing System (IPMS), Fixed Asset Management System (FAMS) and Fund Management System (FMS). Through these applications management can view various reports for its review and decision from any location.

WEBSITE

Company maintains a website namely www.kdsaccessories.com which is linked with the websites of the stock exchanges and it is func-tional from the date of listing and all disclosures and financials are available in the website of the company.

HUMAN RESOURCES

Human Resources are a fundamental asset across the entire business model.

The development of the company builds its competitive advantage on the skills and commitment of its employees, promoting and rewarding pro-activity, goal orientation and teamwork.

The HR Department of your company operates with specific policy, manual and plan designed by the world class consulting firm and approved by the Board of Directors.

We provide on-the-job training and development opportunities to enhance our employees' carrier progression. Through different training, staff's professional knowledge in corporate operations, occupational and management skills are enhanced. KDS Accessories is an equal opportunity employ- er and does not discriminate on the basis of personal

characteristics. Company has employee handbooks outlining terms and conditions of employment, expectations for employees' conduct and behavior, employees rights and benefits. We establish and implement policies that promote a harmony and respectful workplace.

ASSOCIATE COMPANY

KDS Accessories Limited currently hold only 15.59% shares (previously hold 46.69%) in SKYS Securities Limited. As per IAS-28, Investments in Associates and Joint Ventures has to be treated as associate, if it has got significant influence over the investee ie. SKYS Securities Limited. On the other hand, an investor is considered to have significant influence, if it has 20% or more voting power, representation in Board, participation in policy making, material transactions between the investor and investee etc.

As criteria for considering an investment as "Investment in Associate" no longer exists, investment in SKYS Securities Limited is no longer required to report as investment in associate under IAS-28. Hence, as stipulated in IAS-28, recognition of investment under equity method is discontinued and the fair value of the investment in "SKYS" is recognized on initial recognition as a financial asset in accordance with IFRS 9. Details of which are mentioned in Note No. 7-7.06 of Audited Financial Statements.

CODE OF CONDUCT

The underlying philosophy of KDS Accessories Limited's Code is to conduct the business in an ethical manner as well as create a work environment that is conducive for members and associates alike, based on the Company's values and beliefs. Code of Conduct for Board of Directors was framed and followed accordingly in discharging their duties and responsibilities.

APPOINTMENT OF AUDITORS & PROFESSIONAL A. Appointment of External Auditors:

Hoda Vasi Chowdhury & Co. Chartered Accountants, having its office at Delwar Bhaban (4th Floor), 104, Agrabad C/A, Chattogram will retire in the 30th Annual General Meeting and being eligible, they expressed their willingness for re-appointment.

On their willingness and being eligible, the Board in

their meeting held on 25 October 2021, recommended re-appointment of Hoda Vasi Chowdhury & Co. Chartered Accountants as Auditor of the company for the year 2021-2022 subject to the approval by the shareholders in the 30th Annual General Meeting.

B. Appointment of Professional for Corporate Governance Certificate:

On the willingness to be re-appointed as professional to certify on the compliance of corporate governance as issued by the Bangladesh Securities and Exchange Commission, the Board of Directors in its meeting held on 25 October 2021, recommended the appointment of Shafiq Basak & Co., Chartered Accountants, having its office at National House (1st Floor), 109, Agrabad C/A, Chattogram-4100 for the year 2021-2022 subject to the approval by the shareholders in the 30th AGM.

COMPLIANCE OF CORPORATE GOVERNANCE

Pursuant to notification No: BSEC/CMRRC-D/2006-158/207/Admin/80 dated 03 June 2018 by Bangladesh Securities and Exchange Commission (BSEC), the Corporate Governance Report and the Auditors' Certificate regarding compliance of conditions of Corporate Governance are made part of the Annual Report and attached in *Annexure-B & C, Page: 68-74* respectively.

DIRECTORS' RESPONSIBILITIES STATEMENT

Pursuant to the BSEC notification No. BSEC/CMR-RCD/2006-158/207/Admin/80 dated 03 June 2018 the Directors confirm that:

- i) The financial statements prepared by the management of KDS Accessories Limited fairly present its state of affairs, the result of its operations, cash flows and changes in equity.
- ii) Proper books of Account of the company have been maintained.
- iii) 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.
- iv) International Accounting Standards (IAS)/ International Financial Reporting Standards (IFRS) as applicable in Bangladesh have been followed in preparation of the financial statements and any departure therefrom has been adequately disclosed.
- v) The system of internal control is sound in design and has been effectively implemented and monitored.
- vi) There are no doubts upon the Company's ability

to continue as a going concern and the accounts have been prepared on going concern basis.

- vii) The significant deviations from previous period in the operating results of the company have been highlighted in the report and the reasons thereof have been explained.
- viii) The key operating and financial data of last 5 years is disclosed in *Annexure-D Page*: 76.
- ix) The number of Board Meeting held during the reporting period and the attendance by each director is disclosed in this report in *Page: 55*.
- x) The pattern of shareholding is disclosed in *Annexure-H, Page: 81*.
- xi) A compliance status report with requirements of Corporate Governance as required by BSEC is disclosed in Corporate Governance Report and is disclosed in *Annexure-C, Page: 69-74*.
- xii) Directors' profile is attached in *page no 36 41* and their directorship and business interest in other organizations have been disclosed in Board of Directors segment and in *Annexure-I*, *Page: 83*.

APPRECIATION

We thank our customers, vendors, investors, business associates and bankers for their continued support during the years. We place on record our appreciation of the contribution made by workers and employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, co-operation and support. We thank the Government of Bangladesh, and Government Agencies and Regulatory Bodies-BSEC, DSE, CSE, CDBL, RJSC, NBR and others related parties for their support and look forward to their continued support in the future.

Allah Hafiz Stay safe and healthy!

on behalf of the Board

Khalilur Rahman

Chairman

25 October 2021

বিছমিল্লাহির রাহমানির রাহিম,

সম্মানিত শেয়ারহোল্ডারবৃন্দ,

২০২১ আমাদের জন্য একটি উল্লেখযোগ্য বছর এই বছরে আমরা ৩০ এ পদার্পন করলাম। আমাদের এই সুদীর্ঘ পথ চলায় আপনাদের সকলের অবদান ও উৎসাহের জন্য আমি নিজের এবং পরিচালনা পর্ষদের পক্ষ হতে ধন্যবাদ ও কৃতজ্ঞতা জ্ঞাপন কর্বছি।

এখন পরিচালনাপর্ষদের পক্ষ হতে আমি আপনাদের সকলকে কোম্পানীর ৩০তম বার্ষিক সাধারণ সভায় স্বাগত জানাচ্ছি এবং ৩০ জুন ২০২১ সমাপ্ত তারিখে আর্থিক বৎসরের উপর পরিচালনা পর্ষদের প্রতিবেদন ও নিরীক্ষিত আর্থিক বিবরনী ও প্রতিবেদন আপনাদের সামনে উপস্থাপন করছি।

ব্যবসায়িক পরিধি

কোম্পানী মূলত সৰ ধরনের তৈরী পোশাকের এক্সেসরিজ যেমন- কর্টিন, লেবেল, বোতাম, হ্যাঙ্গার, গাম টেপ এবং সফট লাইন প্রিন্টিং (SLP) পণ্যসামগ্রী উৎপাদন ও বিশ্বের শীর্ষস্থানীয় তৈরী পোশাকের Brand যথা- Wal-Mart, Tesco, Decathlon প্রভৃতি সমূহকে সরবরাহ করে থাকে।

ব্যবসায়ের সংক্ষিপ্ত বিবরণ (২০২০-২০২১)

বিগত বৎসরের (০১ জুলাই ২০২০ হতে ৩০ জুন ২০২১) অপারেশন এবং আর্থিক ফলাফল সংক্রান্ত একটি সংক্ষিপ্ত পর্যালোচনা আপনাদের সামনে উপস্থাপন করছি। অন্যান্য অনেক বিষয়গুলোর মধ্যে যে সমস্ত দিকগুলো আমাদের ব্যবসা পরিচালনায় ব্যাপক প্রভাব ফেলেছে সেই দিকগুলো হলো ঃ

বিক্ৰয়

কাঁচামাল সরবরাহে প্রতিকূলতা এবং COVID-19 সংক্রমন পুনরুখানের পরও বিগত বছর আমরা বিক্রয়ের একটি ইতিবাচক ধারা অব্যাহত রাখতে সক্ষম হয়েছি।

ব্যয় ও পণ্য মূল্যের প্রভাব

বিশ্বব্যাপী শিল্প কাঁচামালের স্বল্পতা এবং দামের উর্ধগতির কারণে আমাদের প্রধান কাঁচামাল Paper সরবরাহ অনিশ্চিত ও অনিয়মিত হয়ে পড়ে এবং এর সাথে যুক্ত হয় Shipping Container এর অপ্রতুলতা এবং অস্বাভাবিক Frieght Cost।

কাঁচামাল সরবরাহে এই সব চ্যালেঞ্জ থাকা সত্যেও আমরা বিগত বছরের তুলনায় ইতি বাচক নীট মুনাফা বজায় রাখতে সক্ষম হয়েছি।

উন্নয়ন ও সম্প্রসারন

বিগত বছরের ঘোষণা অনুযায়ী এই বছর আমরা সফলতার সাথে Corrugated Packaging এর স্বয়ংক্রিয় Finishing Line স্থাপন সম্পন্ন করেছি।

দীর্ঘমেয়াদী উত্তরণের লক্ষে আমাদের ক্রমাগত উদ্ভাবন এবং বিনোয়োগ এই প্রচেষ্ঠা অব্যাহত থাকবে।

সম্ববনা

পোষাক শিল্পে সর্বদাই বৈচিত্র্যময় এবং ভিনুতর Packaging এর প্রয়োজনীয়তা থাকে। বর্তমান আর্থিক বছরের প্রথম ছয় মাস পর, কারখানা এবং রপ্তানী কার্যক্রম পুনরায় শুরু হয়েছে এবং যদিও এখনও COVID-19 মহামারীর কারনে বিশ্ব অর্থনীতি এক উচ্চ শুঁকির মধ্যে রয়েছে।

আমাদের সম্ভাব্যতা অনুসারে, আগামী ছয় মাসে বর্তমান পরিস্তিতির তুলনায় অর্থনীতির অনেক উন্নতি হবে। আমরা আরও আশা করছি বিশ্বব্যাপী বৃহত্তর পরিসরে COVID-19 এর ঠিকাদান কর্মসূচী আরম্ভ হলে আমরা আমাদের শক্তিশালী উৎপাদন ক্ষমতা এবং নতুন নতুন উদ্ভাবন শক্তি দ্বারা আরও ভাল ফলাফলে পৌছাতে পারব।

পন্যভিত্তিক ফলাফল

পরিচালন ফলাফলঃ

			০১ জুলাই হতে	৩০ জুন ২০২১		০১ জুলাই২০১৯ হতে ৩০জুন ২০২০	
বিবরণ	ইউনিট	উৎপাদন ক্ষমতা	প্রকৃত উৎপাদন	ধারণ ক্ষমতার ব্যবহার (%)	উৎপাদন ক্ষমতা	প্রকৃত উৎপাদন	ধারণ ক্ষমতার ব্যবহার (%)
কর্ট্ন	পিচ	00,000,000	১৯,৩৭০,৪৪৪	৬৪.৫৭%	00,000,000	২১,১৮৭,৭৮৫	90.৬৩%
লেবেল	পিচ	১৭৫,৯৬৪,২০৮	৫১,৬২৯,৭৮৬	২৯.৩৪%	১৭৫,৯৬৪,২০৮	৫৯,৭৫৫,৮১৪	%৬४,००
ইলাস্টিক এবং ন্যারু ফ্যাব্রিক্স	পিচ	৩০,৫৭৬,০০০	১৯,৬৫৪,৬৪৪	৬৪.২৮%	৩০,৫৭৬,০০০	১৪,৭৫৫,৭১২	8৮.২৬%
অফসেট প্রিন্টিং	পিচ	১৫০,০০৯,৬০০	৪৮,৯৫৮,৮৮৫	৩২.৬৪%	১৫০,০০৯,৬০০	৭১,৫৮৪,২৪৬	89.9২%
হিট ট্রাঙ্গপার	পিচ	২৪,৯৬০,০০০	২,৮০৫,০০১	33.48%	२८,৯৬०,०००	৮,৬৬৫,০৯৩	७8.9२%
বটিন	জিজি	060,000	Job, 985	৩০.২১%	৩৬০,০০০	১৬৮,১৬০	8৬.9১%
গামটেপ	পিচ	8,২৯০,০০০	৮১৯,৮৭৭	38.33%	8,২৯০,০০০	৫৬৮,৩২৯	১৩.২৫%
হ্যাঙ্গার	পিচ	84,000,000	২০,৪৮৪,৬২০	8৫.৫২%	84,000,000	১৮,৭৭৬,৩১২	85.90%

পণ্যভিত্তিক বিক্রয় ঃ

	০১ জুলাই ২০২০ হতে ৩০ ছ	र्न २०२১	০১ জুলাই ২০১৯ ৩০ জুন ২০২০ ——————————————————————————————————		
বিবরণ	বিক্ৰয়				
	টাকায়	(%)	টাকায়	(%)	
কৰ্ট্ট্ন	১,৭৯৬,২৪৮,৭৯৪	৮০.৯৯%	১,৪৮৪,৯৯০,৩৫৮	99.২৫%	
লেবেল	৩৫,১৪৮,২৫৪	১.৫৮%	৫০,৫৫২,৮৯৩	২.৬৩%	
ইলাস্টিক এবং ন্যাৰু ফ্যাব্ৰিক্স	১২৪,৮৬৩,৪৭৮	¢.৬0%	<i>৯২,৮</i> ২৭,৬২০	8.৮0%	
অফসেট প্রিন্টিং	৫০,৪৪৯,৭৫৮	২.২৭%	৬৯,১৫২,৩১৮	0.60%	
হিট ট্রান্সপার	২,২৬৭,২৭২	0.50%	566,666,66	0.66%	
বটিন	৬৩,৩২৪,৩৮৭	২.৮৬%	৯৪,২৬২,১৫৯	8.50%	
গামটেপ	৩৬,১৬৮,৪৯৪	১.৬৩%	২৫,৬৫৬,৩৯৭	১.৩৩%	
হ্যাঙ্গার	১০৯,৪৭২,২১৫	8.88%	৯৩,৬৮৫,৯৭২	8.৮9%	
সৰ্বমোট	২,২১৭,৯৪২,৬৫২	300.00%	১,৯২২,৩২৬,৯০৯	500.00%	

বিগত ৫ বৎসরের প্রধান আর্থিক অনুপাত ও ফলাফল ঃ

Amount in BDT.

विवद्ग	০১ জুলাই ২০২০ হতে ৩০ জুন ২০২১	০১ জুলাই ২০১৯ হতে ৩০ জুন ২০২০	০১ জুলাই ২০১৮ হতে ৩০ জুন ২০১৯	০১ জুলাই ২০১৭ হতে ৩০ জুন ২০১৮	০১ জুলাই ২০১৬ হতে ৩০ জুন ২০১৭
বিক্রয়	২,২১৭,৯৪২,৬৫২	১,৯২২,৩২৬,৯০৯	২,৩০২,১৫৯,৬৩৭	২,০৭০,৮৮৫,৮০৮	১,৫৮৫,৯৩৭,১৭৫
মেটি মুনাফা	8২8,৬২8,০৯8	৪২২,৬৭৫,৮৩৭	874,008,079	৩৭৭,২০৮,৯৯৪	৩৩৩,৩৬০,৫২০
WPPF এবং Taxes পূৰ্ববতী মুনাফা	১৮৫,৮৬৮,৫১ 8	১৮১,৪৬৩,৩৬১	১৮০,৬০৫,৮৭৭	১৬৯,৬২৮,২৩১	১৫৭,০৭৪,৩১৫
WPPF এবং Taxes পরবর্তী নীট মুনাফা	১৫৬,৯৪৫,১৪৮	১৪৪,৬৭৯,৩৭৯	১o৮,880,২১ <u>৭</u>	১৩২,৯৮৪,৮২৮	১২৫,৫৮৮,৩৫১
শে য়ার প্রতি আয় (EPS)	ર.૨૦	২.০৩	5.88	5.৮٩	5.98
শেয়ারহোন্ডারদের সম্পদ	১,৭৬১,৮১০,১৮১	১,৬৫৪,৫২৭,১৪৮	১,৫৭২,৯১০,৭৬৯	১,৪৯৪,৫৩০,৫৫২	১,৪১৮,৭৪৫,৭২৪
চলতি দায়	১,৮২০,৫৬১,১৫৬	১,৫১০,২৪২,১০৫	১,৪১৭,৩২৫,২৩৪	২,০১২,৩৯১,৩০৪	১,৩৪৭,৭৯৬,৩৬৭
দীর্ঘমেয়াদী দায়সমূহ	১৭৯,২৬৭,৫২০	১৪৬,১২৫,৬২১	২৮৭,৯২৬,৯৭২	২২৪,০৫৯,৫৭৭	২৭৮,৬৭৯,৫৬২
স্থায়ী সম্পদ এবং চলতি কার্যের সংযোজন	১৫৪,৮৯০,১২২	১৩,৮৩০,৫৬৩	৩৫,১৭৯,২৮৬	०१७,०८४,५४	\$65,980,666
শেয়ার প্রতি নীট সম্পদ মূল্য (NAV)	₹8.9৫	२8.৯৯	28.58	₹8.৮৮	₹8.৮0
শেয়ার প্রতি নগত প্রবাহ	৬.৫৮	৮.১২	ર.૦૨	0.06	২.৮১

বুঁকি ও উদ্বেগ

ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক ঝুঁকি ব্যবস্থাপনা, ঝুঁকির ফলাফল নির্ধারণ, পর্যবেক্ষণ, হ্রাসকরণ এবং প্রতিবেদন কোম্পানীর পরিচালনা পর্ষদ সময়ে সময়ে পর্যালোচনা করে থাকেন। কোম্পানীর পরিচালনায় ব্যবসায়িক ঝুঁকির ব্যবস্থাপনা সংক্রান্ত একটি বিস্তারিত প্রতিবেদন Annexure –J, Page:84-85 এ উপস্থাপন করা হয়েছে।

বিক্রিত পণ্যের উৎপাদন ব্যয়, মোট মুনাফা এবং নীট মুনাফার বিশ্লেষণ বিক্রিত পণ্যের উৎপাদন ব্যয়,মোট মুনাফা এবং নীট মুনাফার বিশ্লেষণ Annexure –D, Page:75-77 এ উপস্থাপন করা হয়েছে।

অস্বাভাবিক লাভ বা ক্ষতি

উল্লেখিত সময়ে কোম্পানীর কোন ধরনের অস্বাভাবিক লাভ বা ক্ষতি হয়নি।

স্বার্থসংশ্লিষ্ট প্রতিষ্ঠানের সাথে লেনদেন

এ বিষয়ে কোম্পানীর নিরীক্ষিত আর্থিক প্রতিবেদনের নোঁট নং -৩৮ এবং Annexure – G, Page:81 এ আন্তর্জাতিক হিসাবমান (IAS) অনুসারে বিস্তারিত বর্ণনা করা হয়েছে। উক্ত লেনদেন ব্যতিত আর্থিক বৎসরে কোম্পানীর সাথে স্বার্থসংখ্রিষ্ট অন্যান্য কোম্পানীর উল্লেখযোগ্য কোন লেনদেন সংগঠিত হয়নি।

IPO তহবিলের ব্যবহার

কেডিএস এক্সেসরিজের প্রাথমিক গণ প্রস্তাব (IPO) অনুষ্ঠিত হয় ২০১৫ সালে এবং এর মাধ্যমে উত্তোলিত অর্থ ইতোমধ্যে Prospectus এ বর্ণিত খাতে সম্পূর্ণরূপে ব্যবহার করা হয়েছে যা নিরীক্ষা করে যথাযথ নিয়ন্ত্রক সংস্থার নিকট প্রেরণ করা হয়েছে।

IPO পরবর্তী কোম্পানীর আর্থিক ফলাফল

২০১৫ সালের IPO পরবর্তী সময়ে কোম্পানী অন্য কোনভাবে আর কোন Fund Raising করে নাই এবং IPO এর পর কোম্পানীর আর্থিক অবস্থান সুদৃঢ় রয়েছে।

বৈনাসিক এবং বার্ষিক আর্থিক ফলাফলে উল্লেখযোগ্য ব্যবধান সহযোগী কোম্পানীর বিনিয়োগ Recording এ Accounting Standard পরিবর্তনজনিত Adjustment ব্যথিত উল্লেখিত সময়ে কোম্পানীর ত্রৈমাসিক এবং বার্ষিক কার্যক্রমে উল্লেখযোগ্য কোন ব্যবধান নেই যা সহযোগী কোম্পানীর প্রতিবেদনে উল্লেখ করা হয়েছে।

পরিচালকপর্ষদের ভাতা / সম্মানী

কোম্পানীর ব্যবস্থাপনা পরিচালক ব্যতিত পরিচালক পর্যদের অন্য কোন সদস্যকে কোন ধরনের মাসিক বেতন, ভাতা এবং অন্যান্য সুবিধাদি কোম্পানী হতে প্রদান করা হয় না। আর্থিক বংসরে পরিচালকদের মোট প্রদত্ত ভাতাদি নিম্নে উল্লেখ করা হল ঃ

পরিচালকের নাম	টাকা
জনাব খলিলুর রহমান, চেয়ারম্যান	-
জনাব সেলিম রহমান, ব্যবস্থাপনা পরিচালক	২,8০০,০০০
জনাবা তাহসিনা রহমান, পরিচালক	-
কেডিএস গার্মেন্ট ইন্ডাষ্ট্রিজ লি:, পরিচালক এর প্রতিনিধি জনাব কামরুল হাসান এফসিএ	-
জনাব মোহাম্মদ জামালউদ্দিন, স্বাধীন পরিচালক	-
সৰ্বমোট	২,8০০,০০০

আভ্যন্তরীণ নিয়ন্ত্রণ পদ্ধতি:

কোম্পানীর কার্যক্রম পরিচালনের ব্যাপ্তি অনুসারে নিয়ন্ত্রণের সুবিধার্থে কোম্পানীর আভ্যন্তরীণ নিয়ন্ত্রণ পদ্ধতি নির্ধারণ করা হয়। কোম্পানীর আভ্যন্তরীণ নিরীক্ষা বিভাগের নিরীক্ষা পদ্ধতিতে এগুলো পর্যালোচনা এবং মূল্যায়ন করা হয়। আভ্যন্তরীণ নিয়ন্ত্রণ পদ্ধতিগুলো পরিচালনায় যথাযথভাবে পরিচালন করা হচ্ছে কিনা তা কোম্পানীর নিরীক্ষা বিভাগ সময়ে সময়ে নিরীক্ষণ, পর্যবেক্ষণ এবং মূল্যায়ন করে থাকে এবং এ সংক্রান্ত প্রতিবেদন কোম্পানীর পরিচালনা পর্ষদের নিকট দাখিল করে থাকেন।

সংখ্যালঘু শেয়ারহোন্ডারদের স্বার্থ সংরক্ষণ

পরিচালকমন্ডনী কোম্পানীতে সংখ্যালঘু শেয়ারহোন্ডারদের স্বার্থ যথা-ভোটিং, তথ্য অধিকার এবং তথ্যের প্রাপ্তি, লভ্যাংশ ও কোম্পানীতে মৌলিক কোন পরিবর্তনে তাদের অংশগ্রহণ নিশ্চিতকরত এবং ভবিষ্যতে তাদের যেকোন স্বার্থ সংরক্ষণে সচেষ্ট এবং প্রতিজ্ঞাবদ্ধ থাকবে।

চলমান প্রক্রিয়ার নীতি (Going Concern)

পরিচালনা পর্ষদের বিবেচনায় ভবিষ্যত কার্য পরিচালনার জন্য কোম্পানীর সম্পদের পর্যাপ্ততা রয়েছে এবং সে ভিত্তিতে কোম্পানীর আর্থিক প্রতিবেদন তৈরী করা হয়েছে।

গত বছরের তুলনায় অপারেটিং ফলাফলের উল্লেখযোগ্য পরিবর্তন ঃ গত বছরের তুলনায় অপারেটিং ফলাফলে কোন ধরনের বিচ্যুতি নাই।

লভ্যাংস

বাংলাদেশ সিকিউরিটি এন্ড এক্সচেঞ্জ কমিশন (BSEC) কর্তৃক নির্দেশিত Directive অনুসারে কোম্পানী একটি Dividend Distribution Policy অনুসরণ করে থাকে এবং এর ভিত্তিতে কোম্পানীর ফলাফলের সাথে সামঞ্জস্যতারেখে আমরা লভ্যাংশ ঘোষণা করে থাকি।

২৫ অক্টোবর ২০২১ তারিখে অনুষ্ঠিত পরিচালনা পর্যদের সভায় বিগত বৎসরের জন্য (৩০ জুন ২০২১ তারিখের সমাপ্ত আর্থিক বৎসরের) কোম্পানীর সকল শেয়ারহে-ান্ডাদের ১৫% নগদ লভ্যাংশ বিতরণের সুপারিশ করা হয়েছে যাহা বার্ষিক সভায় অনুমোদন সাপেক্ষে নির্দিষ্ট Record Date- ২১ নভেম্বর ২০২১ এ শেয়ারধারীদের মধ্যে বিতরণ করা হবে।

পরিচালকমন্ডলী নিশ্চিত করছেন যে, বিগত বছরে কোন প্রকার অর্ন্তবর্তীকালীন Stock Dividend ঘোষণা করেননি।

পরিচালক মন্ডলী ঃ

- ১. পরিচালনা পরিষদের গঠন ও আকারঃ
- ৩০ জুন ২০২১ তারিখে কোম্পানীর পরিচালনা পর্ষদে মোট ৫ জন সদস্য ছিলেন। এদের মধ্যে একজন পর্ষদের সভাপতি, একজন ব্যবস্থাপনা পরিচালক, ২ জন সাধারণ পরিচালক এবং একজন স্বতন্ত্র পরিচালক মর্যাদায় অধিষ্ঠিত ছিলেন।
- ২. পরিচালনা পর্ষদের অন্যান্য স্বার্থ সংশ্লিষ্ট প্রতিষ্ঠানের বিবরণ ঃ পরিচালনা পর্ষদের স্বার্থসংশ্লিষ্ট অন্যান্য প্রতিষ্ঠানের বিবরণ এবং উক্ত প্রতিষ্ঠানে তাদের স্ব-স্ব অবস্থানের একটি প্রতিবেদন Annexure – I, Page:83 এ বর্ণনা করা হয়েছে।
- ৩. পরিচালকবৃন্দের অবসরগ্রহণ এবং পুনঃ নিয়োগঃ

কোম্পানীর পরিমেল নিয়মাবলীর (Article of Association) সংশ্লিষ্ট ধারা অনুযায়ী এক তৃতীয়াংশ পরিচালকের বার্ষিক সাধারণ সভায় অবসরগ্রহণ বাধ্যতামূলক। এই অনুযায়ী কোম্পানীর নিম্নেবর্ণিত সম্মানিত দু'জন পরিচালক এ সভায় অবসরগ্রহণ করতঃ পূনঃনিয়োগের যোগ্য বিধায় পূনঃনিয়োগের আগ্রহ প্রকাশ করেছেন।

- ১. জনাব খলিলুর রহমান
- ২. জনাবা তাহসিনা রহমান

বিগত ২৫ অক্টোবর ২০২১ তারিখে অনুষ্ঠিত কোম্পানীর পরিচালনা পর্যদের সভায় তাদের পুনঃনিয়োগ প্রস্তাব সর্বসম্মতিক্রমে গৃহীত হয়েছে। উক্ত পরিচালকদ্বয়ের জীবন বৃত্তান্ত $Page{-}36\ \&\ 39$ এ উল্লেখ করা হয়েছে।

৪. পরিচালনা পর্ষদের সভা ও উপস্থিতি ঃ উল্লেখিত সময়ে পরিচালনা পর্ষদের মোট ৪টি সভা অনুষ্ঠিত হয়। উক্ত সভায় পর্ষদের

পরিচালকের নাম ও পদবী	অনুষ্ঠিত মোট সভার সংখ্যা	সভায় উপস্থিতি সংখ্যা
জনাব খলিলুর রহমান চেয়ারম্যান	08	08
জনাব সেলিম রহমান ব্যবস্থাপনা পরিচালক	08	08
জনাবা তাহসিনা রহমান পরিচালক	08	08
কেডিএস গার্মেন্ট ইন্ডাষ্ট্রিজ লি:, এর প্রতিনিধি জনাব কামরুল হাসান এফসিএ পরিচালক	٥8 ه	08
জনাব মোহাম্মদ জামালউদ্দিন, স্বাধীন পরিচা	লক ০৪	08

স্বাধীন পরিচালক নিয়োগ

বাংলাদেশ সিকিউরিটি এন্ড এক্সচেঞ্জ কমিশন (BSEC) কর্তৃক নির্দেশিত কর্পোরেট গর্ভানেন্স নির্দেশিকা যাহা ৩রা জুন ২০১৮ইং তারিখে ইস্মুকৃত নোটিফিকেশন নং (বিএসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/২০৭/এডমিন/৮০) অনুযায়ী কোম্পানীর স্বতন্ত্র পরিচালক জনাব মোহাম্মদ জামালউদ্দিন এর পরিচালক হিসেবে ০৩ আগষ্ট ২০২১ এ মেয়াদ উত্তীর্ণ হয়। তিনি দুই দফায় ৬ বছর স্বাধীন পরিচালক হিসেবে তার দায়িতৃ পালন করায় পুনরায় নিযুক্ত হওয়ার যোগ্য না হওয়ায় কোম্পানীর ২৪ আগষ্ট ২০২১ এ অনুষ্টিত ১৩৫তম সভায় প্রকেসর জনাব সরওয়ার জাহানকে কোম্পানীর ৩০তম সাধারন সভায় শেয়ারহোন্ডারদের সর্বসম্মতিক্রমে পরবর্তী বছরের জন্য স্বাধীন পরিচালক হিসেবে নিয়োগের সুপারিশ করেন। প্রফেসর জনাব সরওয়ার জাহান এর যোগ্যতা এবং দক্ষতা ডিরেক্টরস প্রোফাইলে Page No: 40 এ বিস্তারিত দেয়া হয়েছে।

শেয়ারহোন্ডিং Patterns

কোম্পানীর শেয়ারহোল্ডিং Patterns Annexure – H, Page :81 এ বর্ণনা করা হয়েছে।

পরিচালকমন্ডলীর অন্যান্য ব্যবসায়িক কার্যক্রম

পরিচালকমন্ডলীর অন্যান্য ব্যবসায়িক কার্যক্রম Annexure – I, Page: 83 এ বর্ণনা করা হয়েছে।

ব্যবস্থাপনা সংক্রান্ত আলোচনা ও বিশ্লেষণ

পরিচালনাপর্ষদ সময়ে সময়ে কোম্পানীর বিক্রয় ও বিক্রিত পণ্টের ব্যয়, মোট মুনাফা এবং নীট মুনাফার হাস ও বৃদ্ধির উপর আলোচনা করে থাকেন এবং বাজার পর্যালোচনা করে ব্যবসায়িক প্রবৃদ্ধির জন্য প্রয়োজনীয় পদক্ষেপ গ্রহণ করে থাকেন। এ বিষয়ের উপর তাদের বিস্তারিত কার্যক্রমের / বিশ্লেষণের উপর একটি প্রতিবেদন Annexure – D, Page:75-77 এ উপস্থাপন করা হয়েছে।

সিইও এবং সিএফও কর্তৃক প্রত্যায়ন পত্র

Corporate Governance Code এর ৩ (৩) শর্ত অনুযায়ী কোম্পানীর প্রধান নির্বাহী কর্মকর্তা ও অর্থ কর্মকর্তা কর্তৃক প্রত্যয়ন পত্র সংযুক্তি *Annexure – A,* Page:67 এ বর্ণিত হলো।

ক্রেডিট রেটিং :

ক্রেডিট রেটিং ইনফরমেশন এন্ড সার্ভিসেস লিমিটেড (CRISL) এর বিশ্লেষনে আপনাদের কোম্পানীর ঋণমান নিমুন্ধপঃ-

দীৰ্ঘকালীন	স্বল্পকালীন
AA-	ST-2

উক্ত AA- রেটিং অনুসারে আপনাদের কোম্পানীর ঋণমান ভাল মৌল ভিত্তি সম্পন্ন এবং আয় অর্জনের সক্ষমতা নির্দেশ করে। ক্রেডিট রেটিং কোম্পানীর মূল্যায়নে আপনাদের কোম্পানীর ভবিষ্যত অবস্থা ''Stable'' থাকবে।

উপরোক্ত রেটিং কিছু মৌলিক বিষয়ের উপর যেমন- ভাল মুনাফা, শিল্প ও জমি সংক্রান্ত অবকাঠামোগত ব্যবস্থার উপর ভিত্তি করে মূল্যায়ণ করা হয়েছে। এ বিষয় শ্রেণীতে অর্গুভূক্ত রেটিং বলতে বুঝায় উচ্চমান, উচ্চনিরাপতা এবং উচ্চমানের ঋণ।

সদস্যদের স্ব-স্ব উপস্থিতি নিম্মে উল্লেখ করা হল ঃ-

আর্থিক বৎসর পরবর্তী অবস্থা / ঘটনা ঃ

কোম্পানীর বাৎসরিক হিসাব সমাপ্তির তারিখ হইতে পরিচালনা পর্ষদের প্রতিবেদন দাখিলের সময়ের মধ্যে কোন ধরনের উল্লেখযোগ্য লেনদেন সংগঠিত হয়নি যাহা কোম্পানীর সংশ্লিষ্ট / আর্থিক প্রতিবেদন ব্যবহারকারীর সিদ্ধান্ত গ্রহণের মূল্যায়নে প্রভাব ফেলতে পারে।

নিরীক্ষা কমিটি

কোম্পানীর পরিচালনা পর্ষদের সহযোগী হিসেবে নিম্নে উল্লেখিত সদস্যদের নিয়ে একটি নিরীক্ষা কমিটি গঠন করা হয়েছে ঃ

নাম	পদবী
জনাব মোহাম্মদ জামালউদ্দিন	চেয়ারম্যান এবং স্বাধীন পরিচালক
জনাবা তাহসিনা রহমান	সদস্য
কেডিএস গার্মেন্ট ইন্ডাষ্ট্রিজ লি: এর প্রতিনিধি জনাব কামরুল হাসান এফসিএ	সদস্য
জনাব মন্জুরে খোদা	সদস্য সচিব

আর্থিক বৎসরে উক্ত নিরীক্ষা কমিটির ৪টি সভা অনুষ্ঠিত হয়। উক্ত কমিটির দায়-দায়িত এবং কার্যাবলী Page: 86-87 এ বিস্তারিতভাবে বর্ণনা করা হয়েছে।

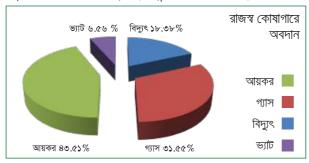
মনোনয়ন এবং বেতন কাঠামো নির্ধারণ কমিটি

কেডিএস এক্সেসরিজ লিমিটেড গত ৩ ডিসেম্বর ২০১৮ তারিখে পরিচালনা পর্ষদের উপ-কমিটি হিসেবে মনোনয়ন এবং বেতন কাঠামো নির্ধারণ কমিটি (Nomination & Remuneration) নামে একটি কমিটি গঠন করে। এই কমিটি কোম্পানীর পরিচালকমন্ডলীকে কোম্পানীর নির্বাহীদের যোগ্যতা, অভিজ্ঞতা, সম্মানী ও পরিচালকদের স্বাধীনতা মূল্যায়নের মানদন্ড ও নীতি নির্ধারণে সহায়তা করবে। এনআরসি স্বাধীন পরিচালকসহ তিন সদস্য নিয়ে গঠিত হয়েছে। এনআরসির বিস্তারিত ভূমিকা ও কার্যাবলী Page: 88-90 এ প্রতিবেদন আকারে বর্ণিত হয়েছে।

রাজস্ব কোষাগারে অবদান ঃ

একটি দায়িতুশীল ব্যবসায়ী প্রতিষ্ঠান হিসেবে আপনাদের কোম্পানী সরকারের রাজস্ব আহরণে সহযোগিতা করে যাচ্ছে।

উল্লেখিত সময়ে আপনাদের কোম্পানীর ব্যবসায়িক লেনদেনের উপর প্রযোজ্য আরোপিত বিভিন্ন প্রকার কর, শুন্ধ, মুসক হিসেবে মোট ৮৪,০৩৪,৪৮৫/= টাকা রাষ্ট্রীয় কোষাগারে প্রদান করেছে। যাহা নিম্নে বর্ণিত চিত্রে দেখানো হলোঃ



ব্যবসায়িক সামাজিক দায়বদ্ধতা

প্রতিষ্ঠার শুরু থেকে আপনাদের কোম্পানী ব্যবসার পাশাপাশি সমাজ এবং এর সংশ্রিষ্ট কমিউনিটির উন্নয়নে সম্ভাব্য সকল ধরনের সহযোগিতা এবং অনুদান অব্যাহত রেখেছে। এ কার্যক্রমের উল্লেখিত কয়েকটি কার্যাবলীর মধ্যে বিভিন্ন শিক্ষা প্রতিষ্ঠানে অনুদান, বৃক্ষরোপন অভিযান এবং নিরাপদ পানীয় জলের ব্যবস্থা অন্যতম।

পুরস্কার এবং স্বীকৃতি

শুরু থেকে আপনাদের কোম্পানী বিভিন্ন ধরনের মান মূল্যায়নের সনদের স্বীকৃতি অর্জন করে আসছে। এর মধ্যে উল্লেখ্য অর্জন এবং স্বীকৃতিসমূহ নিমুরূপঃ

- FSC Chain of Custody Certification Standard & FSC CoC Certification of Multiple Sites Standard by Bureau Veritas
- OEKO-TEX Standard 100 Certified for Woven Labels.
- OEKO-TEX Standard 100 Certified

for Buttons.

- Scope Certificate for Recycled Claim Standard (RCS)
- Scope Certificate for Global Recycled Standard (GRS)
- Achievement Award of Trim Qualification Program by Intertek.
- CAP Closure Verification Visit Results by Alliance.

তথ্য প্রযুক্তি

তথ্য প্রযুক্তির ব্যবহারে আপনাদের কোম্পানী সবসময় একধাপ এগিয়ে, কারন আমরা বিশ্বাস করি, সঠিক সময়ে সঠিক বাজার বিপনন ব্যবস্থা, বৈশ্যিক বিক্রয়, পদ্ধতিগত ব্যবস্থাপনা, সময়োপযোগী পর্যবেক্ষণ্ যথাযথ গ্রাহক সেবা এবং দীর্ঘমেয়াদী ব্যবসায়িক প্রবৃদ্ধি এ সব কিছুর পরিচালনায় তথ্য প্রযুক্তির ব্যবহার ছাড়া এ যুগে প্রায় অসম্ভব। ইতিমধ্যে আমরা ফিন্যান্সিয়াল রিপোঁটিং, মানবসম্পদ ব্যবস্থাপনা, বিক্রয় ও বিপনন, উৎপাদন, মজুদ ব্যবস্থাপনা, মজুদ ও যোগান ব্যবস্থাপনা, এবং স্থায়ী সম্পদ ব্যবস্থাপনা এবং তহবিল ব্যবস্থাপনায় অটোমেশন পদ্ধতি চালু করেছি যাহার মাধ্যমে ব্যবস্থাপনা কর্তৃপক্ষ যেকোন সময়ে যেকোন স্থান হতে এ সংক্রান্ত রিপেটি দেখতে এবং সিদ্ধান্ত গ্রহন করতে পারে।

ওয়েরসাইট (Website)

কোম্পানী www.kdsaccessories.com নামে একটি Website চালু রেখেছে যা Stock Exchange এর Website এর সাথে সংযুক্তি করা হয়েছে এবং এটি সর্বদা চলমান। এতে কোম্পানী সময়ে সময়ে যাবতীয় আর্থিক ও অন্যান্য বিষয়াদি প্রকাশ করে থাকে।

মানব সম্পদ ব্যবস্থাপনা

আমরা ব্যবসায়িক ব্যাপ্তিতে মানব সম্পদকে একটি মৌলিক ভিত্তি হিসেবে বিবেচনা করি। কোম্পানীর কর্মকর্তা এবং কর্মচারীদের দক্ষতার উপর কোম্পানীর প্রতিযোগীতায় টিকে থাকার সক্ষমতা গড়ে উঠে। বিশ্বমানের পরামর্শকারী প্রতিষ্ঠান কর্তৃক আপনাদের কোম্পানীর পরিচালনগত অবকাঠামো এবং গঠনতন্ত্র গ্রহন করা হয়েছে যাহা প্রতিষ্ঠানে কর্মরত প্রত্যেকের দক্ষতা এবং সক্ষমতা বৃদ্ধিতে অবদান রাখছে। আমরা আমাদের প্রতিষ্ঠানে কর্মরত কর্মকর্তা ও কর্মচারীদের নিয়মিত প্রশিক্ষনের ব্যবস্থা করে থাকি এবং আমরা নিয়োগের ক্ষেত্রে Equal Oppurtunity এবং ক্ষমতায়ন নিশ্চিত করে থাকি।

সহযোগী কোম্পানী

কেডিএস এক্সেসরিজ লিমিটেড বর্তমানে SKYS SECURITIES LIMITED -এ ১৫.৫৯% শেয়ার ধারণ করছে (আগে ছিল ৪৬.৬৯%)। IAS-28 অনুসারে বর্তমান Shareholding অনুযায়ী SKYS SECURITIES LIMITED এর শেয়ার বিনিয়োগ Equity Method এর পরিবর্তে Fair Market Value তে হিসাব করে দেখানো হয়েছে। এই বিষয়ে বিস্তারিত Audited Financial Statements Gi Note No 7থেকে 7.06 তে ewY©Z n‡q‡Q|

আচরন বিধি

নৈতিকতা বজায় রেখে ব্যবসা করাই হচ্ছে আমাদের ব্যবসায়ের প্রধান দর্শন। এ বিষয়ে আপনাদের কোম্পানী পরিচালনা পর্ষদের জন্য একটি Code of Conduct গ্রহন করেছে এবং প্রত্যেক পরিচালক তা মেনে চলার অঙ্গীকারে আবদ্ধ হয়েছেন।

নিরীক্ষক নিয়োগ

ক. বহিঃ নিরীক্ষক নিয়োগ:

কোম্পানীর বর্তমান বহিঃ নিরীক্ষক হুদা ভাসী চৌধুরী এন্ড কোং ্ চাটার্ড একাউন্ট্যান্টস (দেলওয়ার ভবন, ৪র্থ তলা, ১০৪, আগ্রাবাদ সি/এ, চউগ্রাম) কোম্পানীর ৩০তম বার্ষিক সাধারণ সভায় নিয়মানুযায়ী অবসর গ্রহন করবেন এবং পুনঃ নিয়োগের যোগ্য হওয়ায় আগামী হিসাব বছরের নিরীক্ষা কার্যক্রম পরিচালনার সম্মতি প্রদান করেছেন। এই পরিপ্রেক্ষিতে পরিচালনা পর্ষদ ২৫ অক্টোবর ২০২১ তারিখে অনুষ্ঠিত সভায় কোম্পানীর আগামী হিসাব বছরের (২০২০-২০২১) নিরীক্ষা পরিচালনার জন্য হুদা ভাসী চৌধুরী এন্ড কোং, চাটার্ড একাউন্ট্যান্টসকে বহিঃ নিরীক্ষক হিসেবে নিয়োগের সুপারিশ করেছেন যা আগামী ৩০তম বার্ষিক সাধারণ সভায় শেয়ারহোল্ডারদের অনুমোদনের জন্য উপস্থাপিত হবে।

খ. কর্পোরেট গর্ভনেন্স সাটিফিকেশন এর জন্য Professional নিয়োগ: বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন দ্বারা ইস্যুক্ত কর্পোরেট গর্ভনেন্স সাটিফিকেশন এর জন্য Professional নিয়োগের পরিপ্রেক্ষিতে পরিচালনা পর্বদ ২৫ অক্টোবর ২০২১ তারিখে অনুষ্ঠিত সভায় শফিক বসাক এন্ড কোম্পানী চটার্ড একাউন্ট্যান্টস (ন্যাশনাল হাউজ, দ্বিতীয় তলা, ১০৯, আগ্রাবাদ কর্মাশিয়াল এরিয়া, চট্টগ্রাম) এর পার্টনোর জনাব এস কে বসাক এফসিএ কে আগামী হিসাব বছরের জন্য নিয়োগের সুপারিশ করেছেন যা আগামী ৩০তম বার্ষিক সাধারণ সভায় শেয়ারহোন্ডারদের অনুমোদনের জন্য উপস্থাপিত হবে।

ব্যবসায়িক সুশাসন এবং প্রতিপালনের প্রতিবেদন

বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) কর্তৃক ইস্মৃকৃত নোটিফিকেশন নং (বিএসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/২০৭/এডমিন/৮০ তারিখ ০৩ জুন ২০১৮) কর্পোরেট সুশাসন মেনে চলার নির্দেশিকার উপর নিরীক্ষকের সনদ এবং প্রতিবেদন এই রিপোটে বিস্তারিত দেয়া হয়েছে। এ সংক্রান্ত প্রতিবেদন Annexure-B & C, Page-68-74 এ উল্লেখ করা হয়েছে।

পরিচালকদের দায়িত্বের বিবৃতি ঃ

বিএসইসি নোটিফিকেশন নং বিএসইসি/সিএমআরআরসি-ডি/২০০৬-১৫৮/২০৭/এডমিন/৮০ তারিখ ০৩ জুন ২০১৮ অনুসারে পরিচালনা পর্ষদ এই বিষয়টি নিশ্চিত করেন যে,

- ১. কেডিএস এক্সেসরিজ লিঃ এর ব্যবস্থাপনা কর্তৃক তৈরীকৃত আর্থিক প্রতিবেদন কোম্পানীর সার্বিক অবস্থা, পরিচালনার ফলাফল সমূহ, নগদ প্রবাহ এবং সম্পদের পরিবর্তন ইত্যাদি যথাযথ ভাবে উপস্থাপন করা হয়েছে।
- ২. যথাযথ হিসাব বই সংরক্ষণ করা হয়েছে।
- ৩. আর্থিক প্রতিবেদন তৈরীতে যথাযথ একাউন্টিং পলিসি নিরবিচ্ছিন্নভাবে প্রয়োগ করা হয়েছে এবং হিসাবের প্রাক্কলনগুলো যুক্তিসংগত এবং যথোপযুক্ত বিচার বিশ্লেষনের উপর ভিত্তি করে করা হয়েছে।
- ৪. আর্থিক প্রতিবেদন তৈরীতে ইন্টারন্যাশনাল একাউন্টিং স্ট্যান্ডারডস (আইএএস)/ বাংলাদেশ একাউন্টিং স্ট্যান্ডার্ডস (বিএএস)/ ইন্টারন্যাশনাল ফিনেন্সিয়াল রিপোর্টিং স্ট্যান্ডার্ডস (আইএফআরএস)/বাংলাদেশ ফিনেন্সিয়াল রিপোর্টিং স্ট্যান্ডার্ডস (বিএফআরএস) যেভাবে বাংলাদেশে প্রযোজ্য সেভাবে অনুসরণ করা হয়েছে এবং যে কোন ধরণের পরিবর্তন পর্যাপ্তভাবে প্রকাশ করা হয়েছে।
- ৫. আভ্যন্তরীণ নিয়ন্ত্রন ব্যবস্থা যথাযথভাবে গ্রহন এবং প্রয়োগ করা হয়েছে।
- ৬. একটি চলমান প্রতিষ্ঠান হিসেবে যাত্রা অব্যাহত রাখতে কোম্পানীর সক্ষমতার উপর কোন সন্দেহ নাই এবং একটি চলমান প্রতিষ্ঠান নথির উপর ভিত্তি করে বার্ষিক হিসাব তৈরী করা হয়েছে।
- ৭. কোম্পানীর পরিচালনা গত ফলাফলে বিগত বৎসর থেকে গুরুত্বপূর্ণ পরিবর্তন প্রতিবেদনে আলোকপাত করা হয়েছে এবং যদি থাকে তার কারণ ব্যাখ্যা করা হয়েছে।
 ৮. বিগত পাঁচ বৎসরে মূল পরিচালনাগত এবং আর্থিক ফলাফল সমূহ
 Annexure – D, Page:76 এ উল্লেখ করা হয়েছে।
- ৯. কোম্পানীর পরিচালক পর্যদের সভার সংখ্যা এবং পরিচালকদের উপস্থিতি সংক্রান্ত তথ্য Page:56 এ উল্লেখ করা হয়েছে।
- ১০. শেয়ার ধারণের পদ্ধতি Annexure H, Page:81 এ উল্লেখ করা হয়েছে।
- ১১. বিএসইসি এর চাহিদামত এবং কপোরেট গভর্নেন্সের নিয়মানুসারে কপোরেট গভর্নেন্সের কমপ্লাইয়েন্স স্ট্যাটাস নামে একটি প্রতিবেদন এবং সনদ Annexure – C, Page:68-74 এ বর্ণনা করা হয়েছে।
- ১২. পরিচালকদের প্রোফাইল Page:36-41 এবং অন্যান্য সংস্থায় তাদের অংশিদারিত্ব এবং অবস্থান, ব্যবসায়িক স্বার্থ এই রিপোটের Annexure I, Page:83 এ বর্ণনা করা হয়েছে।

ধন্যবাদ জ্ঞাপন ঃ

আমরা আমাদের গ্রাহক, সরবরাহকারী, বিনিয়োগকারী, ব্যবসায়িক সহযোগী এবং ব্যাংকারদেরকে তাঁদের সহযোগিতার জন্য আন্তরিক ধন্যবাদ জানাচ্ছি এবং সেই সাথে কোম্পানীর সকল কর্মকর্তা, কর্মচারীদেরকেতাদের অবদানের জন্য ধন্যবাদ জানাচ্ছি। পরিশেষে আমরা সরকারের সকল ধরনের নিয়ন্ত্রক সংস্থা যথা– বিএসইসি, ডিএসই, সিএসই, সিডিবিএল, আরজেএসসি, এনবিআর এবং সম্মানিত শেয়ারহোন্ডারবৃদকে তাদের বিগত দিনের সহযোগিতা এবং ভবিষ্যতে একই ধরনের সহযোগিতার প্রত্যাশায় ধন্যবাদ ও কৃতজ্ঞতা জ্ঞাপন করছি।

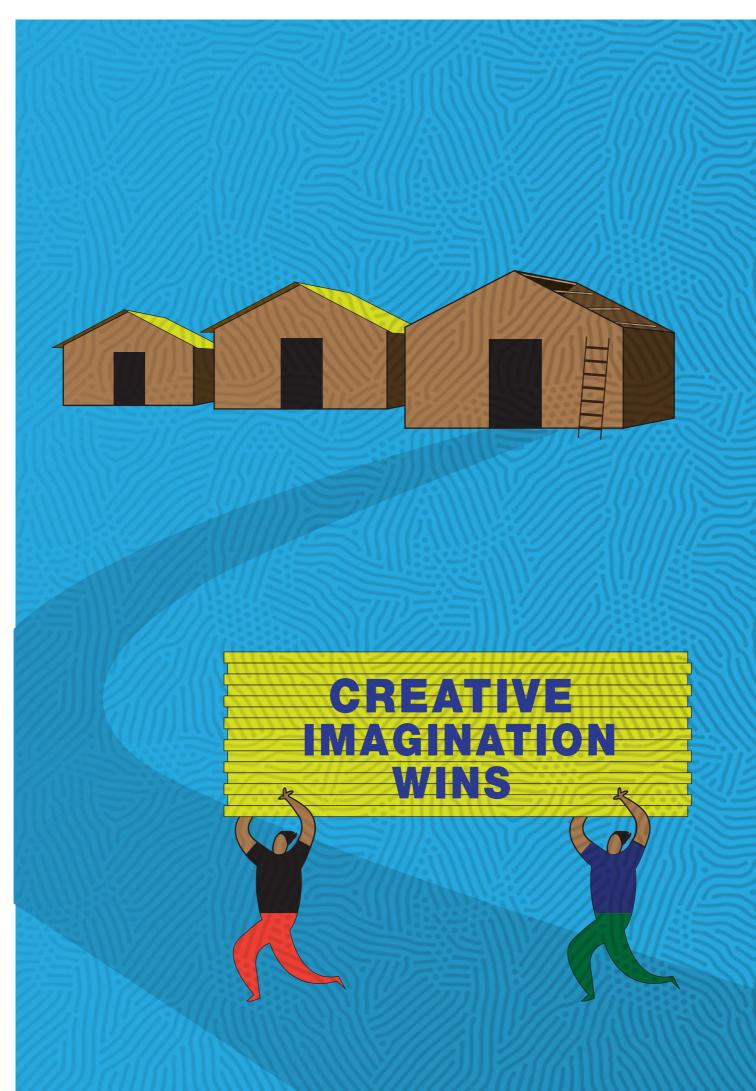
আল্লাহ হাফেজ

নিরাপদ ও সুস্থ্য থাকুন।

পরিচালকমন্ডলীর পক্ষে–

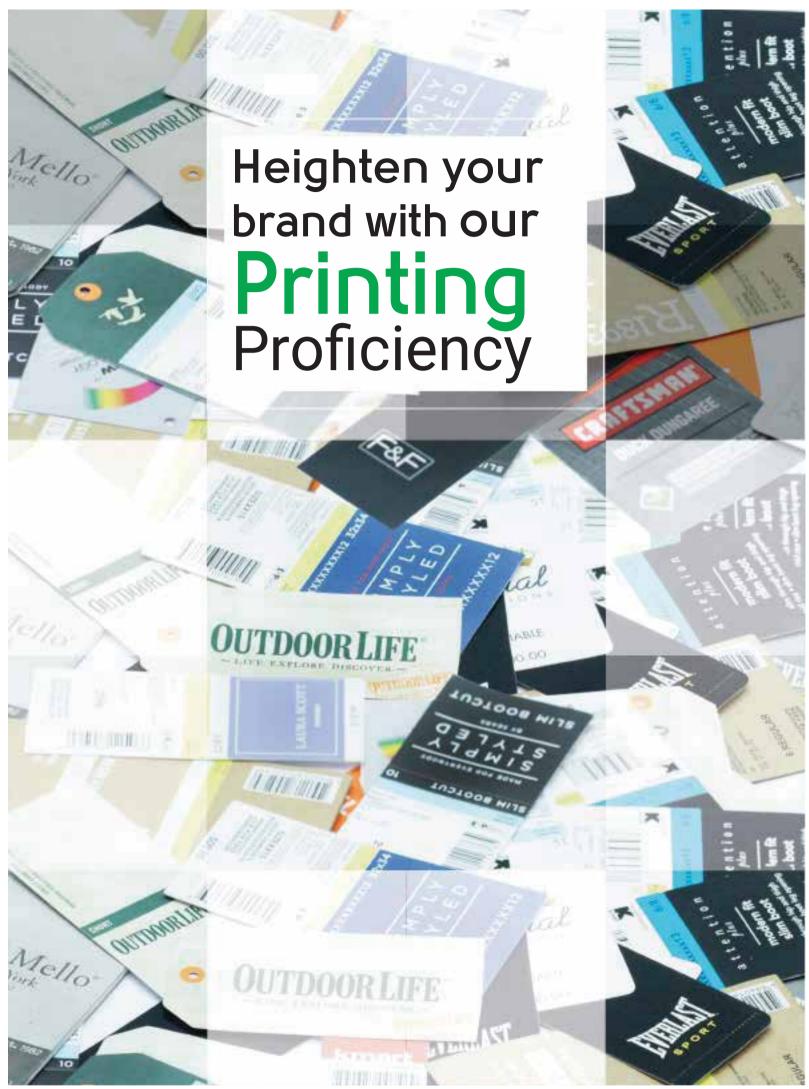


খলিলুর রহমান চেয়ারম্যান ২৫ অক্টোবর ২০২১





STRATEGY DRIVES PROGRESS



23 October 2021 The Board of Directors KDS Accessories Limited 191-192 Baizid Bostami Road Nasirabad I/A, Chattogram - 4210

Subject: Declaration on Financial Statements for the year ended on 30 June, 2021.

Dear Sirs.

Pursuant to the condition No. 1(5) (xxvi) imposed vide the commission's Notification No. BSEC/ CMRRC- D/2006-158/207/Admin/80 Dated 03 June, 2019 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

- (1) The Financial Statements of KDS Accessories Limited for the year ended on 30 June, 2021 have been prepared in compliance with Bangladesh Accounting Standards (BAS) or Bangladesh Financial Reporting Standards (BFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no materials uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that:-

- (i) We have reviewed the financial statements for the year ended on 30 June, 2021 and that to the best of our knowledge and belief:
 - (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) 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 of Directors or its members.

Sincerely yours,

Debasis Daspal

Chief Executive Officer







CHATTOGRAM OFFICE:

National House (1st Floor). 109, Agrabad Commercial Area. Chattogram - 4100, Bangladesh. Phone : 880-31-711561 PhoFax : 88-031-723680

Web : www.shafiqbasak.com E-mail : basak_sbc@yahoo.com basak@shafiqbasak.com Partners:

Md. Shafiqul Islam, FCA Sampad Kumar Basak, FCA LateMd. Enayet Ullah, FCA Sarwar Mahmood, FCA Sheikh Zahidul Islam, MBA, FCA DHAKA OFFICE -(1): Shatabdi Centre (6th & 4th Floor), 292, Inner Circular Road,

Fakirapool, Motijheel, Dhaka. Phone: 88-02-7194870 Pho/Fax: 88-02-7192098 www.shafiqbasak.com shafiq_basak@yahoo.com E-mail

shafiq@shafiqbasak.com

Ref. No -SB-CTG-1-29/1928-A/2021

[Certificate as per condition No. 1(5) (xxvii)]

Report to the Shareholders of KDS Accessories Limited on compliance on the Corporate Governance Code.

We have examined the compliance status to the Corporate Governance Code by KDS Accessories Limited for the year ended on 30th June 2021. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3rd June. 2018 of the Bangladesh Securities and Exchange Commission.

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

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by The 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 the company as required under the Companies Act. 1994, the securities laws and other relevant laws; and
- d) The Governance of the company is highly satisfactory.

Place: Chattogram Dated: November 11, 2021



S.K.Book (SHAFIQ BASAK & CO.) CHARTERED ACCOUNTANTS SIGNED BY: S. K. BASAK, FCA (0625) PARTNER.



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

CORPORATE GOVERNANCE COMPLIANCE REPORT

Status of compliance with the condition imposed by the Commission's Notification No. BSEC/ CMRRCD/2006-158/207/Admin/80, dated03June,2018 issued under section 2CC of the Securities and Exchange Ordinance,1969:

Condition No.	Title		Compliance Status	
condition 140.		Complied	Not Complied	Remarks
	Board of Directors			
(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).	\checkmark		
(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:-			
(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);	√		
2)(b)	For the purpose of this clause 'Independent directors' means a director-		•	
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;	V		
(2)(b)(ii)	who is not a sponsor of the company or is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company:	√		
2)(b)(iii)	who has not been an executive of the company in immediately preceding 2 (two) financial years;	$\sqrt{}$		
2)(b)(iv)	Who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	√		
2)(b)(v)	Who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	√		
2)(b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	√		
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;	√		
2)(b)(viii)	Who shall not be an independent director in more than 5 (five) listed companies;	√		
2)(b)(ix)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	√		
2)(b)(x)	Who has not been convicted for a criminal offence involving moral turpitude.	√		
2)(c)	The independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	√		
2)(d)	The post of independent director(s) can not remain vacant for more than 90 (ninety) days.	√		
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) term only.	√		
3)	Qualification of Independent Director (ID)		T	
(3)(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	$\sqrt{}$		
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			N/A
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 k. 100.00 million or of a listed company; or	√		
(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			N/A
3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law; or			N/A
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;			N/A
3)(c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b)	√		
3)(d)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.			N/A

Condition No.	Title	Complia Complied	nce Status Not Complied	Remarks
1(4)	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer:-	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 respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer;	V		
1(4)(e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.			N/A
1(5)	The Directors' Report to Shareholders			
	The Board of the company shall include the following additional statements or disclosures in the Directors' Report prepared under section 184 of the Companies Act, 1994 (Act No. XVIII of 1994):-			
1(5)(i)	An industry outlook and possible future developments in the industry	√		
1(5)(ii)	The segment-wise or product-wise performance	√		
1(5)(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	√		
1(5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;	\checkmark		
1(5)(v)	A discussion on continuity of any extraordinary activities and their implications (gain or loss);	√		
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;	$\sqrt{}$		
1(5)(vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments			N/A
1(5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc.;			N/A
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements;	√		
1(5)(x)	A statement of remuneration paid to the directors including independent directors;	√		
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	V		
1(5)(xiv)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed;	V		
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;	√		
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;			N/A
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;			N/A
1(5)(xxii)	The total number of Board meetings held during the year and attendance by each director;	√		
1(5)(xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by:-			
1(5)(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details);	√		
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/re-appointment of a director the company shall disclose the following information to the shareholders:			

Condition No.	Title		Compliance Status	
I(5)(xxiv)(a)	A brief resume of the director	Complied √	Not Complied	
(5)(xxiv)(b)	Nature of his/her expertise in specific functional areas;	√ √		
(5)(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	√		
(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:			
(5)(xxv)(a)	Accounting policies and estimation for preparation of financial statements;	√		
(5)(xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	√		
(5)(xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	√		
(5)(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	√		
(5)(xxv)(e)	Briefly explain the financial and economic scenario of the country and the globe;	√		
(5)(xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	√		
(5)(xxv)(g)	future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	√		
(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	√		
(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 Officer			
(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;	√		
(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws, rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers; and independency.	√		
2	Governance of Board of Directors of Subsidiary Company			
2(a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company;			N/A
2(b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company;			N/A
?(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
?(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
?(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)			
8(1) 8(1)(a)	Appointment 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);	√		
B(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;	√		
B(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 approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	√		
3(2)	Requirement to attend Board of Directors ' Meetings			
3(3)	The MD or CEO, CS, CFO and HIAC of the company shall attend the meetings of the Board: Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer	√		
	(CFO) The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements			
3(3)(a)	for the year and that to the best of their knowledge and belief: these statements do not contain any materially untrue statement or omit any material fact or			
3(3)(a)(i)	contain statements that might be misleading; and these statements together present a true and fair view of the company's affairs and are in	√		
3(3)(a)(ii)	compliance with existing accounting standards and applicable laws;	√		

Condition No.	Title	Complied Complied	Not Complied	Remarks
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 visibilities of the code of conduct for the company of Board or its prophers:	√	Not Complied	
3(3)(c)	violation of the code of conduct for the company 's Board or its members; 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 subcommittee 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;	\checkmark		
5(1)(c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing.	√		
5(2)	Constitution of the Audit Committee.		•	
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members;	√		
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be 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;	√		
5(2)(e)	The company secretary shall act as the secretary of the Committee;	√		
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	√		
5(3)	Chairperson of the Audit Committee			
5(3)(a)	The Board shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director;	√		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	√		
5(3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM).	√		
5(4)	Meeting of the Audit Committee			
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year.	√		
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two-third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	√		
5(5)	Role of Audit Committee			
	The Audit Committee shall:-			
5(5)(a)	oversee the financial reporting process;	√		
5(5)(b)	monitor choice of accounting policies and principles;	√		
5(5)(c)	monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;	√		
5(5)(d)	oversee hiring and performance of external auditors;	√		
5(5)(e)	hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	√		
5(5)(f)	review along with the management, the annual financial statements before submission to the Board for approval;	√		
5(5)(g)	review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	√		
5(5)(h)	review the adequacy of internal audit function;	√		
5(5)(i)	review the Management's Discussion and Analysis before disclosing in the Annual Report;	√	ļ	
5(5)(j) 5(5)(k)	review statement of all related party transactions submitted by the management; review Management Letters or Letter of Internal Control weakness issued by statutory auditors;	√		N/A
	oversee the determination of audit fees based on scope and magnitude, level of expertise			19//1
5(5)(l)	deployed and time required for effective audit and evaluate the performance of external auditors; and oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public	√		
5(5)(m)	Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission.			N/A

Condition No.	Title		nce Status	Remarks
	Paparting of the Audit Committee	Complied	Not Complied	
5(6)	Reporting of the Audit Committee			
5(6)(a)	Reporting to the Board of Directors	- 1		
5(6)(a)(i) 5(6)(a)(ii)	The Audit Committee shall report on its activities to the Board. 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;			NI/A
5(0)(a)(II)(a)				N/A
5(6)(a)(ii)(b)	suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;			N/A
5(6)(a)(ii)(c)	suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and			N/A
5(6)(a)(ii)(d)	any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;			N/A
5(6)(b)	Reporting to the Authorities			
	If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.			N/A
5(7)	Reporting to the Shareholders and General Investors			
	Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	√		
6	Nomination and Remuneration Committee (NRC).			
6(1)	Responsibility to the Board of Directors			
6(1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board;	√		
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	√		
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No.6(5)(b).	√		
6(2)	Constitution of the NRC			
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	√		
6(2)(b)	All members of the Committee shall be non-executive directors;	√		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	√		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	√		
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	√		
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;	\checkmark		
6(2)(g)	The company secretary shall act as the secretary of the Committee;	√		
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	\checkmark		
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		•	1
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	√		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	√		
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders.	√		
6(4)	Meeting of the NRC			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	√		
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	√		
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	√		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC	\checkmark		

Condition No.	Title		Not Complied	Remarks
6(5)	Role of the NRC	Complied	I Not Complied	
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 top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	V		
6(5)(b)(iv)	formulating the criteria for evaluation of performance of independent directors and the Board;	√		
6(5)(b)(v)	identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria; and	√		
6(5)(b)(vi)	developing, recommending and reviewing annually the company's human resources and training policies;	√		
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	√		
7	External or Statutory Auditors.			
7(1)	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely:-			
7(1)(i)	appraisal or valuation services or fairness opinions;	√		
7(1)(ii)	financial information systems design and implementation;	√		
7(1)(iii)	book-keeping or other services related to the accounting records or financial statements;	√		
7(1)(iv)	broker-dealer services;	√		
7(1)(v)	actuarial services;	√		
7(1)(vi)	internal audit services or special audit services;	√		
7(1)(vii)	any service that the Audit Committee determines;	√		
7(1)(viii)	audit or certification services on compliance of corporate governance as required under condition No. 9(1); and	√		
7(1)(ix)	any other service that creates conflict of interest.	√		
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company:	√		
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.		1	
8(1)	The company shall have an official website linked with the website of the stock exchange.	√		
8(2)	The company shall keep the website functional from the date of listing.	√ √		
8(3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	√		
9	Reporting and Compliance of Corporate Governance		•	
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	V		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	√		
9(3)	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not.	√		

MANAGEMENT DISCUSSION AND ANALYSIS

OVERVIEW 2020-2021

Let us present before you a short review on the total operational and financial performance of your company from 01 July 2020 to 30 June 2021.

INDUSTRY OUTLOOK

Garment industry has always been showing the need for different and attractive packaging.

Over the first half of FY21, factories reopened and exports rebounded. However, the economy faces elevated risks in the context of the ongoing COVID-19 pandemic.

Our prediction is that consumer economy, at least in the next 1/2 years, will perform better than the ongoing situation, we assume that rollout of Covid vaccine at mass level across the globe will results in positive business trend and with our strong base and innovation we will outperform in better ways in the coming year.

ACCOUNTING POLICIES AND CHANGES

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect

within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the period and were also consistent with those used in earlier periods. For a proper understanding, these accounting policies are set out in a detailed statement in Note No:3 (Page-115)

FY 2020-2021 FINANCIAL PERFORMANCE AND POSITION

The discussions in this section relate to the consolidated, BDT-denominated financial results pertaining to the year that ended June 30, 2021. The financial statements of KDS Accessories Limited has been prepared in accordance with the International Accounting Standards (referred to as "IAS"), as per the Companies Act, 1994, read with the Companies (International Accounting Standards) Rules as amended from time to time. Significant accounting policies used in the preparation of the financial statements are disclosed in the notes to the financial statements - 3. The following table gives an overview of the financial results of the Company:

Particulars	FY 2020-2021 (Million)	% of Revenue	% Growth	FY 2019-2020 (Million)	% of Revenue
Revenue from Operations	2,217.94	100	15.38	1,922.33	100
Earnings before interest, tax, depreciation and amortization (EBITDA) (before other Income)	276.51	12.47	(16.36)	330.62	17.20
Profit Before Tax (PBT)	176.57	7.96	2.42	172.39	8.97
Profit After Tax (PAT)	156.94	7.07	8.47	144.68	7.53
Earnings Per Share (EPS)-in BDT	2.20		8.37	2.03	
Net Assets Value (NAV)	24.75			24.99	
Net Operating Cash Flow Per Share (NOCFPS)	6.58			8.12	

COST OF GOODS SOLD (COGS)

Cost of Goods Sold (COGS) is the expenses a company incurred in order to manufacture, create or to sell a product. It includes the purchase price of the raw materials as well as the expenses of turning it into a finished product.

GROSS PROFIT MARGIN RATIO

Gross Profit is the difference between sales and the cost of goods sold

Gross Profit = (Sales-Cost of Goods Sold)
The Gross Profit margin is one indicator to diagnose

the financial health of a business. Larger gross profit margins are better for business-the higher the percentage, the more the business retains of each Taka of sales for other expenses and net profit.

Gross Profit Margin % = (Gross Profit + Sales) X 100 During the reporting period of 12 months from 01 July 2020 to 30 June 2021, Gross Profit Margin was 19.14% against 21.99% from 01 July 2019 to 30 June 2020. Gross profit has increased as the price of raw material was lower in this period.

NET PROFIT MARGIN RATIO

Net Profit is calculated by subtracting expenses including Tax and WPP & WF from the gross profit, showing what the business has earned (or lost) in a given period of time.

Net Profit= Gross Profit-Expenses with Tax & WPP & WF The Net Profit Margin Ratio is 7.08% against 7.53% in the previous twelve months. In this period Company has earned net profit of Tk. 156.94 million.

LAST 5 YEARS FINANCIAL RESULTS

The summarized operational and financial performances are presented below:

					Amount in BDT.
Particulars	01 July 2020 to 30 June 2021	01 July 2019 to 30 June 2020	01 July 2018 to 30 June 2019	01 July 2017 to 30 June 2018	01 July 2016 to 30 June 2017
Revenue	2,217,942,652	1,922,326,909	2,302,159,637	2,070,885,808	1,585,937,175
Gross Profit	424,624,094	422,675,837	418,004,019	377,208,994	333,360,520
Profit Before WPPF & Taxes	185,868,514	181,463,361	180,605,877	169,628,231	157,074,315
Net Profit After WPPF & Taxes	156,945,148	144,679,379	138,440,217	132,984,828	125,588,351
Earning Per Share (EPS)	2.20	2.03	1.94	1.87	1.76
Share Holder's Equity	1,761,810,181	1,654,527,148	1,572,910,769	1,494,530,552	1,418,745,724
Current Liabilities	1,820,561,156	1,510,242,105	1,417,325,234	2,012,391,304	1,347,796,367
Non-Current Liabilities	179,267,520	146,125,621	287,926,972	224,059,577	278,679,562
Addition to Fixed Assests & CWIP	154,890,122	13,830,563	35,179,286	98,940,650	169,045,295
NAV Per Share	24.75	24.99	24.94	24.88	24.80
Net Operating Cash Flow Per Share (NOCFPS)	6.58	8.12	2.02	3.08	2.81

COMPARATIVE FINANCIAL PERFORMANCE BETWEEN KDS ACCESSORIES LIMITED & PEER COMPANIES

Particulars	KDS Accessories Limited (Audited till 30 June 2021)	Tosrifa Industries Limited (Un-audited till 31 March 2021)	Khulna Printing & Packaging Limited (Un-audited till 31 March 2021)	Olympic Accessories Limited (Un-audited till 31 March 2021)
Revenue	2,217,942,652	2,198,243,407	375,663,810	322,285,608
Gross Profit (in Taka)	424,624,094	255,709,798	34,107,860	(6,559,055)
Gross Profit (in %)	19.14	11.63	9.08	(2.03)
Net Profit/(Loss) before WPPF & taxes (in Taka)	185,868,514	53,445,777	(7,628,295)	(48,047,040)
Net Profit/(Loss) before WPPF & taxes (in %)	8.38	2.43	(2.03)	(14.91)
Net Profit/(Loss) after WPPF & taxes (in Taka)	156,945,148	23,888,343	(10,362,152)	(56,621,478)
Net Profit/(Loss) after WPPF & taxes (in %)	7.08	1.09	(2.76)	(17.57)
EPS	2.20	0.36	(0.14)	(0.33)
NAV per share	24.75	29.07	9.75	13.64
NOCFPS	6.58	3.66	(0.49)	0.27

RISK AND CONCERNS

Board of Directors reviews the risk management practices and actions deployed by the Management with respect to identification, impact assessment, monitoring, mitigation and reporting of key risks while trying to achieve its business objectives. A detailed report on Risk & Concerns are given in Annexure-J, Page: 84.

FORWARD-LOOKING STATEMENTS

Board of Directors and management of the company are looking forward to keep its progress in alignment with industry's growth and have made all preparation to this end.

We also undertook diversifying risk by horizontal product line expansion in order to galvanize our product demands. New nomination and market penetration to non-apparel segment also helped us to compensate revenue loss from existing customer bases in the fag-end of the year.



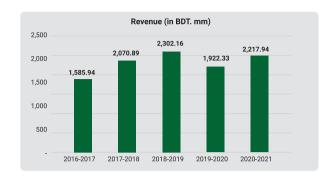
Debasis Daspal Chief Executive Officer

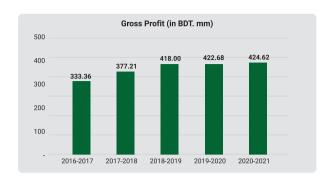
Amount in BDT. Million

				Amou	ınt in BDT. Million
Assets Employed	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017
Non Current Assets	1,308.18	1,267.65	1,371.33	1,440.80	1,439.53
Net Current Assets	632.90	533.00	489.51	277.79	, 257.89
Total Assets Employed	1,941.08	1,800.65	1,860.84	1,718.59	1,697.43
Financed by					
Share Capital	711.82	662.16	630.63	600.60	572.00
Share Premium	120.00	120.00	120.00	120.00	120.00
Revaluation Reserve	214.39	214.39	214.39	214.39	214.39
Retained Earnings	715.59	657.97	607.89	559.54	512.35
Shareholders' Equity	1,761.81	1,654.53	1,572.91	1,494.53	1,418.75
Long Term Borrowings	46.31	14.61	167.83	113.58	178.54
Lease Finance	-	-	-	-	-
Defined benefit obligations - Gratuity	103.34	90.80	76.08	66.48	59.72
Deferred Tax Liabilities	29.61	40.72	44.01	44.00	40.42
Total Capital Employed	1,941.08	1,800.65	1,860.84	1,718.59	1,697.43
Operational Result					
Revenue	2,217.94	1,922.33	2,302.16	2,070.89	1,585.94
Gross Profit	424.62	422.68	418.00	377.21	333.36
Profit from operations	213.80	237.25	225.58	211.75	205.73
Profit before Interest, Taxes & Depreciation	302.41	330.62	321.58	300.57	270.82
Profit before Income Tax	176.58	172.39	171.58	161.15	149.22
Net Profit after Income Tax	156.95	144.68	138.44	132.98	125.59
_					
Financial Ratios					
Gross Profit Ratio - %	19.14%	21.99%	18.16%	18.21%	21.02%
Net Profit Ratio - %	7.08%	7.53%	6.01%	6.42%	7.92%
EBITDA Margin to Sales - %	13.63%	17.20%	13.97%	14.51%	17.08%
Return on Shareholders Equity - %	8.91%	8.74%	8.80%	8.90%	8.85%
Return on Capital Employed - %	8.09%	8.03%	7.44%	7.74%	7.40%
Current Ratio - Times	1.35	1.35	1.35	1.14	1.19
Quick Ratio - Times	0.96	0.98	1.01	0.81	0.85
Inventory Turnover Ratio - Times	2.83	2.89	3.32	3.02	3.03
Assets Turnover Ratio - Times	0.63	0.58	0.66	0.61	0.57
Debt Equity Ratio-Times	1.14	1.00	1.08	1.50	1.15
Interest Coverage Raito -Times	11.79	3.08	3.42	3.67	2.95
Price/Earning (P/E) Ratio - Times	22.41	17.67	26.28	28.05	34.66
Earnings Per Share (EPS)* - Taka	2.20	2.03	1.94	1.87	1.76
Net Operating Cash Flow Per Share (NOCFPS) - Taka	6.58	8.12	2.02	3.08	2.81
Dividend Per Share (DPS) - Taka	1.50	1.50	1.50	1.50	1.50
Net Assets Value (NAV) Per Share -Taka	24.75	24.99	24.94	24.88	24.80
Market Price Per share on Year Ending Date - Taka	49.40	38.60	57.70	62.10	76.10
Market Capitalization on Year Ending Date - Taka (mn)	3,516.41	2,555.94	3,638.74	3,729.73	4,352.9
market dapitalization on Teal Linding Date - Taka (IIIII)	0,010.41	2,000.94	0,030.74	0,129.10	4,002.9

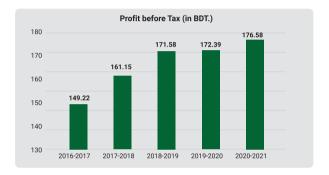
^{*}Total number of shares 7,11,82,361 is considered to calculate EPS.

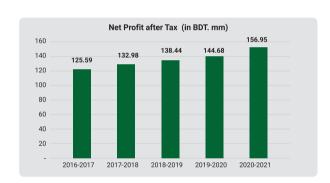
PERFORMANCE INDICATOR



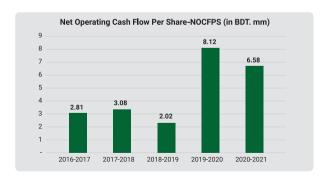










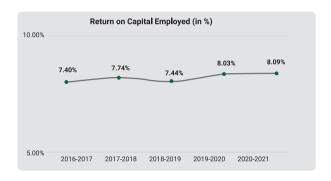












RELATED PARTY TRANSACTIONS

During the period the Company carried out a number of transactions with related parties in the normal course of business on an arms' length basis. The details discloser of related party transactions is presented below:

SI No.	Name of Related Parties	Relationship	Nature of Transactions	Balance as on 01 July 2020	Transaction during the year (Net)	Balance as on 30 June 2021
01	KDS Apparels Limited	Common Directorship	Receivable Against Sales	2,988,079	(2,988,079)	-
02	KDS Fashion Limited	Common Directorship	Receivable Against Sales	61,067,452	6,900,147	67,967,599
03	KDS Garment Industries Limited	Common Directorship	Receivable Against Sales	10,636,540	30,756,518	41,393,059
04	KDS IDR Limited	Common Directorship	Receivable Against Sales	40,163,395	47,226,204	87,389,599
05	KDS Poly Industries Limited	Common Directorship	Short Term Loan	5,719,370	(5,904,611)	(185,241)
06	KDS Thread Limited	Common Directorship	Short Term Loan	268,084,300	125,991,668	394,075,968

SHAREHOLDING PATTERN **AS ON 30 JUNE 2021**

ANNEXURE - H

a) Shareholding Pattern of the Company as on 30 June 2021 was as below:

Name/Particulars of Shareholders	Number of Shares	% of total Shareholding
i) Directors & Sponsors		
Mr. Khalilur Rahman	36,938,452	51.89%
Mr. Salim Rahman	10,030,344	14.09%
Ms. Tahsina Rahman	2,736,475	3.84%
KDS Garment Industries Limited Represented by Mr. Kamrul Hasan FCA	1,431,917	2.01%
Ms. Hasina Iqbal	734,389	1.03%
Ms. Tahmina Rahman	433	0.00%
Total of Directors & Sponsors	51,872,010	72.87%
ii) General Public	13,687,459	19.23%
iii) Institutions	5,622,892	7.90%
Grand Total (i+ii+iii)	71,182,361	100.00%

b) Parent Subsidiary/Associated Companies and other related parties:

Name	Relation	No. of Shares Hold
KDS Garment Industries Limited	Group Company	1,431,917
Total		1,431,917

c) Directors/Sponsors/CEO/CFO/CS/Head of Internal Audit and their spouses and minor children:

Name	Relation	No. of Shares Hold
Mr. Khalilur Rahman	Chairman	36,938,452
Mr. Salim Rahman	Managing Director	10,030,344
Ms. Tahsina Rahman	Director	2,736,475
KDS Garment Industries Limited Represented by Mr. Kamrul Hasan FCA	Director	1,431,917
Mr. Muhammad Jamaluddin	Independent Director	=
Ms. Hasina Iqbal	Sponsor	734,389
Ms. Tahmina Rahman	Sponsor	433
Mr. Debasis Daspal	CEO	340
Mr. Biplob Kanti Banik FCA	CFO	-
Mr. Manjure Khuda	CS	-
Mr. H M Morshed Jahan	Incharge, Internal Audit & Compliance	-

d) Shareholding status of top 5 employees other than CEO, CFO. CS & HIA:

Name	Relation	No. of Shares Hold
Mr. Anwar-Ul-Azam	EVP-HR, Compliance & Operation	-
Mr. Natesan Srinivasan	GM-SLP	-
Mr. Abu Taher	GM-Sales	-
Mr. Abdur Rouf Mollah	DGM-Button	-
Mr. A.K.S Parvez	DGM-Packaging	-

e) Shareholders holding 10% or more voting interest in the company:

Name	Relation	No. of Shares Hold
Mr. Khalilur Rahman	Chairman	36,938,452
Mr. Salim Rahman	Managing Director	10,030,344

DIRECTORSHIP IN OTHER COMPANIES

		1	Name of the Directors		
Name of Companies	Mr. Khalilur Rahman	Mr. Salim Rahman	Ms. Tahsina Rahman	KDS Garment Industries Limited (Represented by Mr. Kamrul Hasan FCA)	Professor Mr. Sarwar Jahan
KDS Garment Industries Limited	Chairman	Managing Director	-	-	-
KDS Apparels Limited	Chairman	Managing Director	-	-	-
KDS IDR Limited	Chairman	Managing Director	-	-	-
KDS Fashion Limited	Chairman	Managing Director	÷	-	-
KDS Textile Mills Limited	Chairman & Managing Director	Director	-	-	-
KDS Thread Limited	Chairman	Managing Director	-	-	-
KDS Poly Industries Limited	Chairman	Managing Director	-	-	-
KDS Logistics Limited	Chairman	Managing Director	-	-	-
KY Steel Mills Limited	Managing Director	-	Chairman	-	-
KYCR Coil Industries Limited	Managing Director	Chairman	Director	-	-
Steel Accessories Limited	Chairman	Managing Director	-	-	-
SKYS Securities Limited	Chairman	Managing Director	-	-	-
Pragati Life Insurance Limited	Chairman	-	-	-	-
Pragati Insurance Limited	Director	-	-	-	-
National Bank Limited	Director	-	-	-	-
Al-Arafah Islami Bank Limited		Chairman	-	-	-
AIBL Capital Market Services Limited	Chairman	-	_	-	-

An investment in equity carries risks. Investors should carefully consider all the information in this Annual Report including the risks and uncertainties described below, before making an investment in equity shares of KDS Accessories Limited. Any of the following risks as well as other risks and uncertainties discussed in the Annual Report could have a material adverse effect on business, financial condition and results of operations of KDSAL and could cause the trading price of Equity Shares to decline, which could result in the loss of all or part of one's investment. In addition, the risks set out may not be exhaustive and additional risks and uncertainties, not presently known to us, or which we currently deem immaterial, may arise or become material in the future. Unless otherwise stated in the relevant risk factors set forth below, we are not in a position to specify or quantify the financial or other risks mentioned herein:

A. INTEREST RATE RISK

Change in interest rates and banking policies resulting in an increase in financial expenses may have an adverse effect in Company's profitability. The company is dependent on bank (s) for working capital requirements. Therefore any change in the existing banking policies or increase in the interest rates may reduce 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 & short-term funds at competitive rates. The company has been repaying borrowed funds on a continuous basis to reduce such interest risk.

b. Exchange Rate Risk

The company carries foreign exchange rate fluctuation risk as it imports raw materials against payment of foreign currency. Unfavorable volatility or currency fluctuation of foreign currency to BDT exchange rate may have negative impact on the cost structure and profitability of the company.

MANAGEMENT PERCEPTION

The risk of foreign exchange cannot be eliminated fully as we would have to import raw materials. However the management is always alert in minimizing the negative impact of currency fluctuation cost by identifying new sources of raw materials and constantly negotiating with suppliers for reducing price. Furthermore as a natural hedge, this 100% export oriented company enjoys the benefits of any further devaluation of BDT in against foreign currency.

C. INDUSTRY RISKS

Due to lower barriers to entry in this sector, competition may increase with too many new players. If economic growths as well as development activities of the country are not up to the mark, market will be more competitive due to excess capacity in the industry.

MANAGEMENT PERCEPTION

KDS Accessories Limited is the largest export oriented carton box producing company in Bangladesh. Since inception, the company has tried and accomplishes to provide the best quality of its products to its valuable clients without any topsy-turvy state of affairs as being a partner of this fraternity. These made the company pioneer in accessories sector. Moreover at the end of the third quarter of 2013 the company has introduced three more products in their product line i.e. Label, Narrow Fabrics, Elastics etc.

D. MARKET AND TECHNOLOGY-RELATED RISKS

Change/up gradation in technology is one of the key factors for the sustainable growth of business operations. Inability to adapt required changes/ up gradation in technology may place the competitors at an advantage in terms of costs, efficiency and delivery of products and consequently would have an adverse impact on business operations and financial condition of the company.

MANAGEMENT PERCEPTION

KDSAL owns modern technology with R & D infrastructure and able to adapt any new Inventions with moderate investments as it had been doing in the past. As part of this philosophy KDSAL is the first who has comprehensive Heat Transfer, Label printing facility in Bangladesh with the most advanced line of equipment & material meeting global standards & safety compliances.

The Company is aware of technological changes and has adopted new technology according to its needs. Furthermore, routine and proper maintenance of equipment carried out by the company ensures longer service life for the existing equipment and facilities.

E. LABOR UNREST

Smooth production is dependent on good relationship of the management with the factory workers and their ability to provide high-quality services. In the event of disagreements with the workers, the company may experience adverse impact.

MANAGEMENT PERCEPTION

KDSAL maintains good atmosphere at the work place and provides all sort of facilities to the workers as per law of the land as well as Service Rules. Moreover the company has satisfactory compensation and welfare policies for its human resources, which reduces the risk of labor unrest.

F. OPERATIONAL RISKS

Rise in Input Costs may affect profitability
Costs of the products of the company may increase
due to various reasons, such as increased cost of
raw materials and other variable costs that adversely
affect the input costs. In case the company is unable
to pass on such increase to the consumers because
of competition or otherwise, it may affect the
profitability of the Company.

MANAGEMENT PERCEPTION

The company constantly endeavors to procure raw materials at competitive prices using its long association with the suppliers and constant development of new sources for the same. Moreover it follows prudent pricing policy to keep the costs under check. Usually the burden of price fluctuation is reduced by increasing the prices of finished products. Profitability will depend upon the company's ability to pass on the burden of rise in the price of raw material to the consumers.

G. CURRENCY FLUCTUATION RISKS

The company is exposed to currency risk on sales, purchases and borrowings that are denominated in a currency other than the functional currencies of the company.

MANAGEMENT PERCEPTION

Being a 100% export oriented company, the company can directly mitigate foreign currency risk exposure by tradeoff between import and export.

REPORT OF THE AUDIT COMMITTEE FOR THE PERIOD FROM JULY 2020 TO JUNE 2021

The Audit Committee of KDS Accessories Limited is pleased to submit the following report on the activities of year 2020-2021:

According to the Notification on Corporate Governance of Bangladesh Securities & Exchange Com- mission (BSEC) dated June 03, 2018 the board has established Audit Committee as a sub-committee of the Board.

THE COMMITTEE

The present committee members, nominated by the Board are as follows:

SI. No.	Name of Members	Designation	Position
01	Mr. Muhammad Jamaluddin	Independent Director	Chairman
02	Ms. Tahsina Rahman	Director	Member
03	KDS Garment Industries Limited Represented by-Mr. Kamrul Hasan FCA	Director	Member
04	Mr. Manjure Khuda	Company Secretary	Member Secretary

TERMS OF REFERENCES

The terms of reference of the Audit Committee have been determined by the Board as per BSEC notification. The Committee is responsible to the Board of Directors and reports on its activities regularly. The Committee assist the Board in its general oversight of financial reporting, internal controls and functions relating to internal audit as well as ensures compliance with the Corporate Governance Code of BSEC.

ROLE OF AUDIT COMMITTEE

Role of Audit Committee of KDS Accessories Limited are appended below:

- (a) Oversee the financial reporting process.
- (b) Monitor choice of accounting policies and principles.
- (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.
- (d) Oversee hiring and performance of external auditors.
- (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.

- (f) Review along with the management, the quarterly and half yearly & annual Financial Statements before submission to the Board for approval.
- (g) Review the adequacy of internal audit function.
- (h) Review the Management's Discussion and Analysis before disclosing in the Annual Report.
- (i) Review statement of all related party transactions submitted by the management.
- (j) Review Management Letters or Letter of Internal Control weakness issued by statutory auditors.
- (k) 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.

ACTIVITIES OF THE AUDIT COMMITTEE FOR THE YEAR UNDER REPORT

The members of Audit Committee met four times during this reporting period. The Committee carried out the following activities among others:

• Reviewed the quarterly, half yearly and yearly Financial Statements of the company and

recommended to the board for adoption and circulation.

- Reviewed the internal audit process and effectiveness of internal audit
- Reviewed the findings of inter audit team and its corrective actions
- Assessed the findings of external auditors and compliance of IAS/ IFRS for preparation of Financial Statements.
- Reviewed the adequate internal control system of the company are in place.
- Reviewed the compliance requirements of BSEC guidelines, notification and other laws.

RE-APPOINTMENT OF AUDITORS

The Audit Committee has recomended the Board to re-appoint existing external Auditor of the Company Hoda Vasi Chowdhury & Co., Chartered Accountants, having its office at Delwar Bhaban (4th Floor), 104 Agrabad C/A, Chatto- gram-4100, Bangladesh as Statutory Auditor of the company for the accounting year from 01 July ,2021 to 30 June 2022.

Audit Committee expressed their sincere thanks to all members of Board, team of internal audit, team of accounts & finance and management of the company for their support.

On behalf of the Audit Committee

Alson

Muhammad Jamaluddin

Independent Director & Chairman of the Committee

REPORT OF THE NOMINATION AND REMUNERATION COMMITTEE [NRC]

This Nomination and Remuneration Policy is being formulated in compliance with Notification No. BSEC/CMRR D/ 2006-158/ 207/Admin /80, Date: June 03, 2018 on Corporate Governance Code of Bangladesh Securities & Exchange Commission (BSEC). This policy on nomination and remuneration of Directors and top level executives of the company has been formulated by the Nomination and Remuneration

Committe (NRC) and has been approved by the Board of Directors. This is a sub-committee of the Board. The Nomination and Remuneration Committee (NRC) of KDS ACCESSORIES LIMITED is Comprised of the following members:

Name & Designation	Position
Mr. Muhammad Jamaluddin Independent Director	Chairman
Mr. Khalilur Rahman Chairman	Member
KDS Garment Industries Ltd. Represented by-Mr. Kamrul Hasan FCA Director	Member
Mr. Manjure Khuda Company Secretary	Secretary

TERMS OF REFERENCE

The terms of reference of the Nomination and Remuneration Committee (NRC) have been determined by the Board as per BSEC notifica- tion. The NRC assist the Board informulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as policy for formal process of considering remuneration of director, top level executive.

ROLE OF THE NRC

- NRC Shall be independent and responsible or accountable to the Board and to the shareholders;
- To oversee, among others, the following matters and make report with recommendation to the Board:
- (i) formulation the criteria for determining qualification, 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:
- (a) the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;
- (b) the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- c) remuneratrion 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;
- (ii) devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background.
- (iii) identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board:
- (iv) formulating the criteria for evaluation of performance of independent director (s) and the Board
- (v) identifying the compay's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria; and
- (vi) developing, recommending and reviewing annually the compay's human resources and training policies;

Meeting of NRC:

The Committee fomally met for the first time in December, 2018 after constitution of the NRC of KDS Accessories Limited ensured/observed the following activities:

1. Set up a organization structure where reporting line is clearly defined for the directors and top

management team along with standard manpower planning exercise for each and every position for identifying the total requierment.

- 2. Set up standard pay sturcture for each job level based on education, experience and competency. 3. A target based on-line performance Man- agement System to evaluate performance of employees. This KPI based PMS leads to Yearly Increment, Promotion of individual.
- 4. Employee Benefit policy to attract the job seekers and retain internal talents. Succeession planning of the company to have our future leaders ready according to the requirements. Ensuring extensive training and development plant for the indevidual or group of people.
- 5. A transparent recruitment and selection policy where competent candidates get hired.
- 6. Practicing a clear career path system for employees which reflect in organization structure

OBJECTIVE AND POLICY OF THE NRC

Objective:

- the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors/top management team required to run the company successfullly;
- relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- remuneration to directors, top level executives reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

Appointment and Removal of Director, Top Level **Executives and Senior Management**

a) The Conmittee shall identify and ascertain the integrity, qualification, expertise and experi- ence of the person for appointment as Director, top level executives or at Senior Management level and recommend his/ her appointment, as per Company's Policy.

b) A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient /satisfactory for the position.

TERM /TENURE OF INDEPENDENT DIRECTOR

All companies shall have effective representation of independent directors on their Boards. At least one-fifth (1/5) of the total number of directors in the company's Board shall be independent directors. Qualifications, experience and position of Independent Director shall be as per notification on Corporate Governance Code of Bangladesh Securities & Exchange Commission.

The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM). The post of independent dirctor(s) cannot remain vacant for more than 90 (ninety) days and the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extend-ed for 1 (one) tenure only. Provided that a formar 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 completon of consecutive two tenures [i.e. six years]:

EVALUATION

The Committee shall carry out evaluation of performance of Director and top level execu-tives yearly or at such intervals as may be considerd necessary.

REMOVAL

The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and Stock Exchange(s).

RETIREMENT

The Director or top level executives shall retire as per policy of the Company. The Board will have the discretion to retain the Director of any top level executive even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/TOP LEVEL EXECUTIVES:

- a) The Remuneration to be paid to Managing Director / Other directors as approved by the NRC Committee.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director and other Directors.
- c) The Non-Executive / Independent Director may receive meeting fees and such other remuneration as recommended by the Nomina- tion and Remeneration Committee and approved by the Board of Directors.
- d) The remuneration to top level executives shall be fixed consideration their perforances and in accordance with the Company's Policy.

IMPLEMENTATION

• The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementaion of this Policy as considered appropriate.

Nomination and Remuneration Committee (NRC) expressed their sincere thanks to the members of the Board of Directors, manage- ment of the Company for their outstanding support and Co-operation.

Also for the second

Muhammad Jamaluddin

Chairman

of Nomination and Remuneration Committee & Independent Director

CORPORATE GOVERNANCE REPORT

Corporate governance refers to the structures and processes for the direction and control of companies. Sound corporate governance is a fundamental part of the culture of the company and ensures long-term success. Corporate governance concerns the relationships among the management, Board of Directors, controlling shareholders, minority shareholders and other stakeholders. Good corporate governance contributes to sustainable economic development by enhancing the performance of companies. The Board of Directors of KDS Accessories Limited is firmly committed to upholding principles of sound corporate governance. The main objective of corporate governance is a creation of lasting value for stakeholders. Transparency in the business transaction and disclosure of information to regulatory bodies as part of its legal obligations constitute sound corporate governance. Good corporate governance also means conformity to sound ethical principles and a code of conduct in business dealings.

BOARD OF DIRECTORS

Board of Directors is the representative and trustee of the shareholders of the company. The Board of Directors of KDS Accessories Limited comprises of five members including Chairman, Managing Director, two Directors and one Independent Director in compliance with the Corporate Governance Guidelines of BSEC. Board of Directors is performing the responsibilities, among others, setting the company's strategic objectives, providing leadership, supervision and safeguarding shareholders interest.

AUDIT COMMITTEE

KDS Accessories Limited has an Audit Committee as a sub-committee of the Board of Directors. This committee is assisting the Board of Director sin ensuring that the financial statements reflect the true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business. The committee submit their reports to the Board of Directors. Its duties and responsibilities are clearly outlined in writing. Audit Committee is reconstituted as per the guidelines of BSEC.

Audit Committee holds regular meetings on the following major issues:

- To review the financial statements and reporting process and monitor the choice of accounting polices and principles;
- To review the business risk management; To review the internal audit assessment;
- To oversee the good corporate practices; To review the adequacy or internal audit function etc.

A separate report of the audit committee is included in this Annual Report in Page: 86-87.

NOMINATION AND REMUNERATION COMMITTEE (NRC):

KDS Accessories Limited has formed a Nomination and Remuneration Committee (NRC) on 3rd December,2018 as a sub-committee of the Board of Directors. This committee will assist the Board of Directors in formulation of the nomination criteria or policy to determine qualifications, experiences, remuneration and independence of directors and top level of executives. The NRC has three members including one Independent Director.

A separate report of the NRC committee is included in this Annual Report in Page: 88-90.

CHAIRMAN OF THE BOARD, MANAGING DIRECTOR & CEO

In KDS Accessories Limited, Chairman and Managing Director are two separate individuals selected from the Board of Directors. Both are performing defined responsibilities and focusing on the strategic value addition of the company. Managing Director is regularly reviewing the operation & guides the Chief Executive Officer (CEO) on strategic issues.

DIRECTORS' REPORT TO SHAREHOLDERS

Board of Directors is reporting the performance annual achievements and status of the company's activities to the shareholders. They are also conveying the plan and outlook of the industry and company in their report.

CHIEF FINANCIAL OFFICER, COMPANY SECRETARY AND HEAD OF INTERNAL AUDIT

The company has appointed a qualified Chartered Accountant as Chief Financial Officer and he is the Fellow Member of the Institute of Chartered Accountants of Bangladesh. The Company Secretary is also an experienced accounting professional have completed Chartered Accountancy Course and Post- Graduation. The CFO & Company Secretary regularly advise and assist the Board on financial strategy and compliance issues of the regulatory bodies. Chief Financial Officer and Company Secretary are also attending Board Meetings as per Corporate Governance Notification of the BSEC. Company's internal audit department is also headed by a professional expertise having experiences in the field of internal audit. Board of Directors clearly defined respective roles, responsibilities and duties of the CFO, Company Secretary and in-charge of Internal Audit and Compliance Department.

INTERNAL AUDIT AND CONTROL

KDS Accessories Limited established an Internal Audit Department consisting of professional and knowledgeable employees. Internal Audit Department directly reports to the Board of Directors.

Internal Audit department regularly conducts their audit based on a yearly Internal Audit Plan and checks, verifies and reviews the compliance of Internal Control Procedure and other regulatory requirements.

EXTERNAL AUDITORS

External Auditors of KDS Accessories Limited is appointed in every Annual General Meeting (AGM) by the Shareholders of the company as per Companies Act 1994. The company also conforms to the require- ment of Bangladesh Securities and Exchange Commis- sion in appointing external auditors. External Auditors are not engaged to perform any of the tasks other than external/ statutory audit.

KEY MANAGEMENT COMMITTEE

There are other sub-committees to the Board of Directors to assist the Board of Directors in making and formulating company's strategic objectives and policies. These committee members regularly sit for discussing and reviewing the activities of the company.

CERTIFICATION ON THE COMPLIANCE OF CORPORATE GOVERNANCE CODE OF BSEC

A certificate regarding compliance of conditions of Corporate Governance Code of the Bangladesh Securi- ties and Exchange Commission issued by Shafiq Basak & Co., Chartered Accountants is included in the Annual Report in Annexure -B, Page :68.

DIVIDEND DISTRIBUTION POLICY

BACKGROUND AND APPLICABILITY

KDS Accessories Limited maintains a dividend distribution policy for its own purpose. After Bangladesh Securities and Exchange Commission (BSEC) directive dated BSEC/CMRRCD/2021-386/03 dated January 14, 2021, it becomes mandatory for the listed companies to have a Dividend Distribution Policy and also to disclose in the Company's website and in the Annual Report.

The Board of Directors (the Board) of KDS Accessories Limited (the Company) has adopted this Dividend Distribution Policy to comply with the requirements. The Policy shall apply to the ordinary equity shares issued and outstanding since the Company has issued only one class of equity shares.

DEFINITION

Dividend

Dividend means distribution of profits, earned in the current year or earlier years, by the Company, to its shareholders in proportion to the amount paid-up on shares held by them. Dividend can be cash or stock in types and can also be final or interim. Dividend to be declared on the basis of audited financial statements regardless of interim or final.

Final Dividend

The Company can declare dividend after the end of financial year, which is called final dividend. Final dividend shall be declared on the basis of recommendations of the Board and shareholders shall approved at the Annual General Meeting (AGM) of the Company.

Interim Dividend

The Company can also declare dividend from current year profits, which will be called interim dividend and the Board may, at the discretion, declare an interim dividend out of current profit.

OBJECTIVES

The Policy in line with the Company's medium and long-term strategies, investment and financial plans, the state of the Country's economy and the industry and keeping the balance between the expectations of our company into consideration in accordance with

the provisions of the relevant legal laws and regulations, is determined with the proposal of the Board of Directors and the decision taken in the annual general meeting.

The Board will consider the Policy while proposing dividend on behalf of the Company. The Policy is not an alternative to the decision of the Board for proposing dividend, which takes into consideration all the relevant circumstances enumerated hereunder of other factors as may be decided by the Board.

PARAMETERS FOR DECLARATION OF DIVIDEND

The Policy depends on the financial position of the company, other funding needs related to the investments to be made, conditions in the sector, conditions in the economic environment, Company's present and future performance for declaration and payment of dividend. The Board of Directors shall consider the factors affecting the dividend proposal while arriving at the dividend amount:

· Financial Parameters

- Availability of profits;
- Financial feasibility of the Company;
- Favorable debt equity ratio;
- Company's liquidity position and future cash flow requirements for operations;
- Profits earned during the financial year;
- Profit growth.

· Internal Factors

- Growth rate of past earnings;
- Growth rate of predicted profits;
- Earnings stability;
- Accumulated reserves;
- History of dividends distributed by the Company;
- Working capital requirements;
- Mergers and acquisitions.

External Factors

- Shareholders' expectations;
- Macroeconomic and business conditions;
- Sectorial performance;
- Cost and availability of alternative sources of financing;

- Industry outlook for the future years;
- Changes in the government policies or changes in regulatory provisions;
- Other relevant factors that the Board may deem fit.

Utilisation of retained earnings

- The Company may utilize its retained earnings in the manner which is beneficial to the interest of the Company and its stakeholders. Retained earnings helps in maintaining a healthy capital adequacy ration and supports the future growth.
- Acquisition/diversification of business;
- Capital expenditure requirements;
- Investment in new business and/or additional investment in existing business;
- Market of Product development/expansion plan;
- Increase in production capacity;
- Expansion and modernization of existing business;
- High cost of debt.

Apart from the above, the Board may consider not declaring dividend of may recommend a lower payout for a given financial year, after analyzing the prospective opportunities and threats or in the event of challenging circumstances such as financial environment.

The portion of profits not distributed among the shareholders as dividends will be used for the business activities of the Company.

Entitlement of Dividend

The Company shall determine the record date or date of closure of the register of members. The Company shall give notice in advance of at least 14 working days (excluding the date of intimation and the record date) to stock exchange(S) of record date specifying the purpose of the record date.

Members whose names shall appear in the Members'/Depository Register on the Record Date will be eligible to receive dividend.

DISCLOSURES

The Dividend Distribution Policy shall be disclosed in the Annual Report and on the website of the Company.

MODIFICATION OF THIS POLICY

The Board is authorized to change or modify this Policy from time to time at its sole discretion and/or in pursuance of any amendments made by any relevant law for the time being in force.

DISCLAIMER

The Policy shall not be construed as a solicitation for investments in the Company's securities/shares and shall neither act as an assurance of guaranteed returns (in any form), on investment in the Company's securities.

UNCLAIMED DIVIDEND

Particulars	Amount in Taka
Cash Dividend for the year 2015-2016	1,72,643.33
Cash Dividend for the year 2016-2017	1,18,427.10
Cash Dividend for the year 2017-2018	2,47,355.82
Cash Dividend for the year 2018-2019	2,16,351.76
Cash Dividend for the year 2019-2020	1,16,009.99
Total at 30 June 2021	8,70,788.00



ENVIRONMENT BETTER WORLD



VALUE ADDED STATEMENT

A. Value Added:

Revenue & Other Income

Less: Paid to suppliers for materials & other services

B. Distribution as follows:

Employees Benefits (Wages, salaries, bonus, & others)

Finance Provider

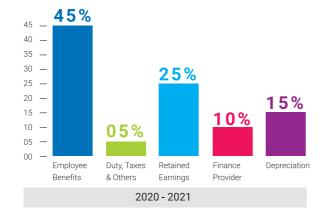
Duty, Taxes & Other related expenses

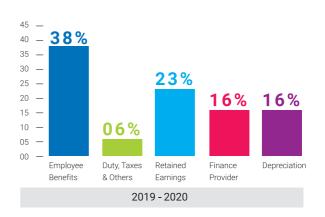
Retained for Re-Investment & Future Growth

Depreciation

Retained Profit

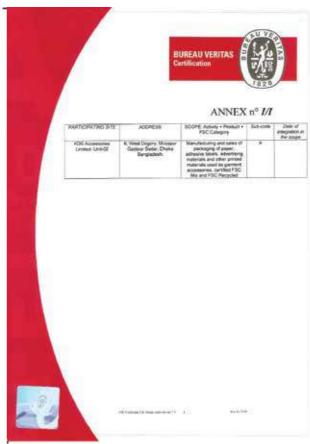
2020 - 2021	2019 - 2020		20
Amount in Tk.	%	Amount in Tk.	%
2,255,029,539		1,968,170,448	
1,623,094,909		1,343,470,428	
631,934,630		624,700,020	
283,141,099	45%	239,159,609	38%
65,019,149	10%	101,634,278	16%
28,923,366	5%	36,783,982	6%
377,083,614	60%	377,577,869	60%
97,905,868	15%	102,442,773	16%
156,945,148	25%	144,679,379	23%
254,851,016	40%	247,122,152	40%
631,934,630	100%	624,700,020	100%





AWARD & RECOGNITION





NAMED TO THESE BRIDGE PORTING GROUP & CA. NO. Existencings C. 1937 Bloograms, Services



CERTIFICATE

The company

KDS Accessories Ltd. (Unit 2) 6, West Dogory, Mirzapur, Gazipur Sada Gazipur - 1703, BANGLADESH

is granted authorisation according to STANDARD 100 by ODAD TEXAN to use the STANDARD 100 by OEAD TEXES mark, boost on our text report 21.6.6600



for the following articles:

Weren label made at 100 % polyecter, white and year-dyed as well as pigment protect below as write 100 % polyecter and in other and off-white 100 % conton ribbon as well as fact treasfer labels pigment printed on PET tell for application as garments; produced by using particular contents as 120,000 to 20 of 2000-7100.

The results of the impaction made according to STANDARD 100 by OEXO-TEXIT, Areas 4, product class I have shewn that the above numbered goods most the burnan-ecological regalements of the STANDARD 100 by OEXO-TEXIS presently established in Americ 4 for body articles.

The certified articles fulf irregarements of Annex XVIII of REACH (and, the use of app colourants, scipal release, etc.), the Amendment repercing total content of lead is inflamin's articles (CFSS), with the exception of accessories reade from glass) and of the Chieses standard CR 34601-12009 abelieting requirements were not exertised.

The holder of the certificate, who has issued a conformity declaration according to SC 17950-1, is under an obligation to use the STAMANIA VIO by ORSO. TRUM mark only in conjunction with products that conform with the sample unitarity toxics. The conformity is certified by acids.

The certificate 08.KA.58544 is valid until 31.05.2022

Soemigheim, 19.09.2021







SCOPE CERTIFICATE

Scope Certificate No CCPB/Q019/RCS/TB rev. 01

KDS Accessories Ltd. (Unit-2)

REGISTERED OFFICE
6 No. Dogory, Vawal Mirzapur, Gazipur- 1703, Bangla
License Number SC No CCPB/Q019/RCS/TB has been inspected and assessed according to the

RECYCLED CLAIM STANDARD (RCS) - Version 2.0

and that products of the categories as mentioned below (and further specified in the annex) conform with this standard:

Product categories: Functional Accessories-PC0017

Processing steps/activities carried out under responsibility of the above mentioned company (by the operations as detailed in the annex) for the certified products: Manufacturing+R0016, Molding+R0018, Packing+R0020, Warehousing, Distribution-PR0031, Trading-PR030

This certificate is valid until: 12 April 2022

Place and Date of Issue Bologna, 24 May 2021









This Scope Certificates provides no proof that any goods delivered by its holder are RCS certified. Proof of RCS certification of goods delivered is provided by a valid Transaction Certificate (TC) covering them.

The issuing body may withdraw this certificate before it expires if the declared conformity is no longer guaranteed.

lited by IOAS - Accreditation No 28

his conflicate is valid on condition that the isonase failfalls the requirements of the applicable standard and of the contractual agreement signed with CCPB The validity of this rediscase is subjected to periodical aura-valiance of CCPB. The validity of this conflicate can be verifically validity? Product Assessments and Conflications' or <u>www.coch 0.</u> furths formation can be invested to CCPB 3.74 Value Material 34 or 2012 Beloging (Isb) 14 - 3056-31-688811 The -19-305-31-588811 - and conflications' or water coch 0.3 furths formation can be invested to CCPB 3.74 Value Material 34 or 2012 Beloging (Isb) 14 - 3056-31-688811 The -19-305-31-588811 - and conflications' or water coch 0.3 furths of the confliction of the conflictio

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The validity is guaranteed by the digital signature. Any subsequent change invalidate the document.

Scope Certificate No CCPB/Q019/RCS/TB rev. 01 and License Number SC No CCPB/Q019/RCS/TB, 24 May 2021 Page 1 of 3



KDS Accessories Ltd. (Unit-2) RECYCLED CLAIM STANDARD (RCS) - Version 2.0

Products Appendix to certificate no. CCPB/Q019/RCS/TB rev. 01

In specific the certificate covers the following products:

Product Category	Product Details	Material and Material composition	Label Grade
Functional Accessories- PC0017	Buttons-PD0036 Other (Plastic Hangers)-PD0100	5-99% Pre-consumer recycled unsaturated Polyester resin blends- (RM0266)	RCS 100 & RCS Blended
		100% Recycled Post-consumer Polystyrene(RM0209)	RCS 100

Place and Date of Issue Bologna, 24 May 2021











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KDS Accessories Ltd. (Unit-2) RECYCLED CLAIM STANDARD (RCS) - Version 2.0

Facility Appendix to Certificate no, CCPB/Q019/RCS/TB rev. 01
Under the scope of this certificate the following facilities/subcontractors have been inspected and assessed.
The listed processing steps/activities conform with the corresponding criteria of the Recycled Claim Standard (RCS) for certified products:

Name of Facility	Address of operation	Processing steps/ activities	Type of Relation (Main/ Facility)
KDS Accessories Ltd. (Unit-2)	6 No. Dogory, Vawal Mirzapur, Gazipur– 1703, Bangladesh	Manufacturing-PR0016, Molding-PR0018, Packing- PR0020, Warehousing, Distribution-PR0031, Trading-PR0030	Main

Non-Certified Subcontractor Appendix to Certificate no. CCPB/Q019/RCS/TB rev. 01
Under the scope of this certificate the following non-certified subcontractors have been inspected and
assessed. The listed processing steps

Name of Facility	Address of operation	Processing steps/ activities
Not Applicable		

Certified Subcontractor Appendix to Certificate no. CCPB/Q019/RCS/TB rev. 01

License number	Expiry date	Name of Facility	Address of operation	Processing steps / activities
Not Applicable				

Place and Date of Issue Bologna, 24 May 2021

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Scope Certificate No CCPB/Q019/RCS/TB rev. 01 and License Number SC No CCPB/Q019/RCS/TB. 24 May 2021 Page 3 of 3



SCOPE CERTIFICATE Scope Certificate No CCPB/Q032/GRS/TB rev. 01

CCPB declares that: KDS Accessories Ltd. (Unit-2)

REGISTERED OFFICE 6 No. Dogory, Vawal Mirzapur, Gazipur- 1703, Banglad License Number SC No CCPB/Q032/GRS/TB

GLOBAL RECYCLED STANDARD (GRS) - Version 4.0

Processing steps/activities carried out under responsibility of the above mentioned company (by the operations as detailed in the annex) for the certified products: Weaving-PR0033, Printing-PR0023, Dyeing-PR0003, Manufacturing-PR0016 Preparatory-PR002, Finishing-PR0012, Packing-PR0020, Warehousing, Distribution-PR0031, Trading-PR0030

This certificate is valid until: 12 April 2022

Place and Date of Issue Bologna, 24 May 2021







This Scope Certificates provides no proof that any goods delivered by its holder are GRS certified. Proof of GRS certification of goods delivered is provided by a valid Transaction Certificate (TC) covering them.

ccredited by IOAS - Accreditation No 28

This certificate is valid on condition that the increase fulfils the requirements of the applicable standard and the contactual agreement system with CPERTine validity of this certificate is a subjected by principle answerlance of CPERT. This validy of this certificate is not written or principle by pulsity. Principle and Assessments and Certificate on a way conduction of the contact of the conduction of

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Med. OPTERERS Forv. 93 2930-65-61



KDS Accessories Ltd. (Unit-2) GLOBAL RECYCLED STANDARD (GRS) - Version 4.0

Products Appendix to certificate no. CCPB/Q032/GRS/TB rev. 01

In specific the certificate covers the following products:

Product Category	Product Details	Material and Material composition	Label Grade
		100% Recycled Post-Consumer Polyester-(RM0189)	-
		100% Recycled Pre-Consumer Polyester- (RM0188)	-
		100% Recycled Post-consumer Polystyrene(RM0209)	_
		95.0% Recycled Post-Consumer Polyester-(RM0189) 5.0% Conventional Polyester-(RM0186)	_
Functional Accessories- PC0017	Labels, tags- PD0038, Trimmings- PD0039 Other (Plastic Hangers)-PD0100	83.0% Recycled Post-Consumer Polyester-(RM0189) 17.0% Conventional Polyester-(RM0186)	=
		70.0% Recycled Post-Consumer Polyester-(RM0189) 30.0% Conventional Polyester-(RM0186)	_
		65.0% Recycled Post-Consumer Polyester-(RM0189) 35.0% Conventional Polyester-(RM0186)	_
		60.0% Recycled Post-Consumer Polyester-(RM0186) 40.0% Conventional Polyester-(RM0189)	=
	58.0% Recycled Post-Consumer Polyester-(RM0189) 42.0% Conventional Polyester-(RM0186)	_	
		50.0% Recycled Post-Consumer Polyester-(RM0189)	=
		50.0% Conventional Polyester-(RM0186)	

Place and Date of Issue Bologna, 24 May 2021





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Scope Certificate No CCPB/Q032/GRS/TB rev.01 and License Number SC No CCPB/Q032/GRS/TB. 24 May 2021 Page 2 of 3



KDS Accessories Ltd. (Unit-2) GLOBAL RECYCLED STANDARD (GRS) - Version 4.0

GLOBAL REUTILES OF THE RESIDENCE OF THE

	Name of Facility	Address of operation	Processing steps/ activities	Type of Relation (Main/ Facility)
P	(DS Accessories Ltd. (Unit-2)	6 No. Dogory, Vawal Mirzapur, Gazipur– 1703, Bangladesh.	Weaving-PR0033, Printing-PR0003, Dyeing-PR0008, Manufacturing-PR0016, Preparatory-PR0022, Finishing-PR0012, Packing-PR0020, Warehousing, Distribution-PR0031, Trading-PR0030	Main

Non-Certified Subcontractor Appendix to Certificate no. CCPB/Q032/GRS/TB rev. 01
Under the scope of this certificate the following non-certified subcontractors have been respected and
assessed. The tieted processing steps

Name of Facility	Address of operation	Processing steps/ activities
Not Applicable		

Certified Subcontractor Appendix to Certificate no. CCPB/Q032/GRS/TB rev. 01

Not Applicable

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Scope Certificate No CCPB/Q032/GRS/TB rev.01 and License Number SC No CCPB/Q032/GRS/TB. 24 May 2021 Page 3 of 3





ACHIEVEMENT AWARD

KDS Accessories Ltd. (Unit-2) কেডিএস এক্সেসরিজ লিঃ (ইউনিট-২)

No.6, West Dogory, Mirzapur, Gazipur Sadar, Gazipur, Dhaka, Bangladesh

৬ নং, পশ্চিম ডগরী, মির্জাপুর, গাজীপুর সদর, গাজীপুর, ঢাকা, বাংলাদেশ

has been assessed by Intertek as conforming to the requirements of:

Trim Supplier Qualification Program

Intertek has assessed the practices of the above facility according to the scope of the Trim Supplier Qualification Program (TQP), which resulted in meeting the performance criteria required for the "Achievement Award".

- The evaluation of the facility covered the following areas: 1. Management Environment
- 2. Risk Management
- 3. Process Control
- 4. Product Testing
- 5. Monitoring



Registration Number

F_IAR_27150_TQP-R3

Last Full Audit Date: July 13, 2020 Expiry Date: July 12, 2022

Guillaume Gignac

Global Vice President,

Technical Management & Quality,

Business Assurance, Intertek

Cary Chan

Certification Administration Centre, Intertek





KDS Accessories Ltd. (PKG) FFC ID 9441 191-192 Baizid Bostami Road, Nasirabad 1/A, Chittagong Chittagong, Bangladesh 4210

Subject: CAP Closure Verification Visit (CCVV) Results

Dear Mr. Salim Rahman, Managing Director

Congratulations! On behalf of the Alliance for Bangladesh Worker Safety, I am writing regarding the results of the CAP Closure Verification Visit of KDS Accessories Ltd. (PKG) FFC ID 9441 conducted by Alliance on 31 October 2017. A second onsite visit was conducted on 26 December to verify completion of remediation non-compliances noted during the first inspection. Your CAP Closure Verification Visit Final Training Assessment was completed on 25 September 2017. Based on the findings of that visit, your factory's status has been rated as "Substantial Completion". This mean that your factory has substantially completed the initial Corrective Action Plan (CAP) and currently is in good standing with respect to $required\ training.\ This\ also\ represents\ the\ starting\ point\ for\ creating\ a\ sustainable\ culture\ of\ safety\ within$ your factory.

The CAP Closure Verification Visit was conducted to confirm the completion of corrective actions to remediate noncompliance with the Alliance Standard in each of three critical areas: structural integrity, electrical safety and fire safety that were identified during initial inspections; the structural integrity inspection was conducted on 26 March 2014, the fire and electrical safety inspections were conducted on 24 May 2014 by Bureau Veritas. Additionally, during this visit an assessment of implementation and impact of Basic Fire Safety and Helpline training to all workers was performed. This was documented in the Corrective Action Plan (CAP) for your factory approved by the Alliance on 01 March 2015.

Remediation Verification Visits (RVV) to assess your progress addressing items in the CAP were conducted

Visit Type	Date
RVV 1	20 May 2015
RVV 2	24 December 2015
RVV 3	07 August 2016
PCCVV	20 September 2017
CCVV-1	31 October 2017
CCVV-2	26 December 2017

Training:

Total Employees trained on the date of Final Training Assessment (CCVV):

Training Type	Number of Employees received training	Completion Date
Initial	464	28 December 2014
Refresher	320	24 November 2016

Visit Type	Date
Final Training Assessment (CCVV)	25 September 2017

The CAP Closure verification visit results apply to of KDS Accessories Ltd. (PKG) FFC ID 9441 as it currently exists with the following details:

	T
Building Area (sq.	1. Building-01 (Office Building): 22,498 sq. ft.
ft.)	2. Building-02 (Packaging Warehouse Building): 31,360 sq. ft.
	3. Building-03 & Building-04 (Packaging Building): 12,716 sq. ft.
	4. Building-05 (HR Building): 6,345 sq. ft.
	5. Building-06 & Building-07 (Thread & Store Building): 19,500 sq. ft.
	6. Shed-01A (Packaging Store): 3,800 sq. ft.
	7. Shed-01B (Packaging Store): 3,900 sq. ft.
	8. Shed-02A (Boiler Shed): 2,240 sq. ft.
	9. Shed-02B (Warehouse Shed): 4,800 sq. ft.
	10. Shed-03 (Packaging Shed): 27,710 sq. ft.
	11. Shed-04 (Utility Shed): 4,480 sq. ft.
	12. Shed-06 (Thread Production Shed): 12,960 sq. ft.
	13. Shed-07 (Storage Shed): 2,250 sq. ft.
Building Height	1. Building-01 (Office Building): 57'-0"
(ft.)	2. Building-02 (Packaging Warehouse Building): 56'-0"
	3. Building-03 & Building-04 (Packaging Building): 51'-10"
	4. Building-05 (HR Building): 30'-0"
	5. Building-06 & Building-07 (Thread & Store Building): 33'-6"
	6. Shed-01A (Packaging Store): 17'-1"
	7. Shed-01B (Packaging Store): 15'-6"
	8. Shed-02A (Boiler Shed): 16'-6"
	9. Shed-02B (Warehouse Shed): 16'-3"
	10. Shed-03 (Packaging Shed): 35'-0"
	11. Shed-04 (Utility Shed): 16'-0"
	12. Shed-06 (Thread Production Shed): 18'-10"
	13. Shed-07 (Storage Shed): 25'-5"

Construction Type	Building-01 (Office Building): 5-Storied RCC building
(Material)	2. Building-02 (Packaging Warehouse Building): 3-Storied RCC building
	3. Building-03 & Building-04 (Packaging Building): 4-Storied RCC building
	4. Building-05 (HR Building): 2-Storied RCC building
	5. Building-06 & Building-07 (Thread & Store Building): 2-Storied RCC building
	6. Shed-01A (Packaging Store): Single Storied Shed
	7. Shed-01B (Packaging Store): Single Storied Shed
	8. Shed-02A (Boiler Shed): Single Storied Shed
	9. Shed-02B (Warehouse Shed): Single Storied Shed
	10. Shed-03 (Packaging Shed): Single Storied Shed
	11. Shed-04 (Utility Shed): Single Storied Shed
	12. Shed-06 (Thread Production Shed): Single Storied Shed
	13. Shed-07 (Storage Shed): Single Storied Shed
Occupancy	Industrial building (G2)
Description	

The CAP Closure Verification Visit of KDS Accessories Ltd. (PKG) FFC ID 9441 revealed that all NC's listed in the CAP have been remediated

For details of the Alliance Follow-up Spot Check (after CCVV report) refer to Appendix B

This remediation assessment does not establish the extent to which the factory complies with all relevant provisions of the Ready-made Garment Industry Guidelines and Harmonized Standard, the Bangladesh National Building Code, Fire Service Rules, labor law, or other regulatory mandates. Your factory remains responsible for compliance with all relevant laws and regulations adopted and enforced by the Government of Bangladesh.

The Alliance is focused on systemic and sustainable improvements in fire, structural and electrical safety along with the maintenance of worker training within Bangladesh's garment factories. The Alliance commends you on completing all critical items listed in your approved CAP. This completion required a great deal of effort and you should be proud of your accomplishment.

Your investments have helped create a safer workplace for your employees. These efforts also help build a positive image of the Bangladesh apparel industry that benefits your business.

CAP completion is only the first step in building a sustainable culture of continuous improvement of

The Alliance expects all factories to sustain their commitment to safety through ongoing efforts to maintain the investments already made. Appendix C, ALLIANCE FACTORY MAINTENANCE EXPECTATIONS outline these expectations.

Please note that if your factory undergoes either a vertical or horizontal expansion, all documentation must be updated with accurate information and a new inspection must be conducted. Our team is here to assist you with any questions you may have about the CAP Closure verification visit results or requirements for continued compliance.

- Remediation Coordinator Name: Mehdi Hasan Khan
- Remediation Coordinator E-mail: mhkhan@afbws.org
- Remediation Coordinator Phone Number: 01938886910

Again, thank you for your commitment to the Alliance mission and your efforts to complete remediation.

Paul Rigby

Deputy Director & CSO Alliance for Bangladesh Worker Safety

INDEPENDENT AUDITORS' REPORT & FINANCIALS 2020-2021

KDS ACCESSORIES LIMITED
AS AT 30 JUNE 2021



Hoda Vasi Chowdhury & Co **Chartered Accountants**

INDEPENDENT AUDITORS' REPORT to the Shareholders of KDS ACCESSORIES LIMITED

Opinion

We have audited the accompanying financial statements of KDS ACCESSORIES LIMITED (the Company), which comprise the Statement of Financial Position as at 30 June 2021, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, together with the notes numbering 01 to 45 annexed thereto.

In our opinion and to the best of our information and according to explanations given to us, the accompanying Financial Statements, prepared in accordance with International Financial Reporting Standards (IFRSs), give a true and fair view of the financial position of the company as at 30 June 2021 and of its financial performance and cash flows for the period from 1 July 2020 to 30 June 2021 and comply with the Companies Act 1994 (amendment in 2020), the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

Basis of opinion

We conducted our audit in accordance with International Standard on Auditing (ISAs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Our responsibilities under those standards are further described in "Auditors responsibilities for the audit of the financial statements" section of our report.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) 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 and the IESBA Code.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for 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.

Revenue (Refer to note 26) Revenue of TK. 2,217,942,652 is recognized in the income statement of KDS Accessories Limited for the year ended 30 June 2021. We identified revenue recognition as a key audit matter because	In light of the fact that the high degree of complexity we assessed the Company's processes and controls for recognizing revenue as part of our audit. Furthermore, in order to mitigate the inherent risk in this area, our audit
revenue is one of the key performance indicator of the company and therefore there is an inherent risk of manipulation of the timing of recognition of revenue by management to meet specific targets or expectations. As described in the accounting policy 3.16 to the financial statements, the company	policies pertaining to revenue recognition and assessed compliance with the policies in terms of IFRS 15 - Revenue from Contracts with Customers.

National Office: BTMC Bhaban (6th & 7th Floor), 7-9 Karwan Bazar Commercial Area, Dhaka-1215, Bangladesh Chattogram Office: Delwar Bhaban (4th Floor), 104 Agrabad Commercial Area, Chattogram-4100, Bangladesh recognizes revenue upon transfer of control as per IFRS 15 - Revenue from Contract with Customers.

revenue recognition and our audit procedure focused on assessing the invoicing and measurement systems up to entries in the general ledger. Examining customer's invoices and receipts of payment on a sample basis.

- We conducted substantive testing of revenue recorded over the year using sampling techniques, by examining the relevant supporting documents including invoices and challans. In addition, we confirmed certain customers' receivable balances at the reporting date, selected on a sample basis by considering the amounts outstanding with those customers.
- Furthermore, we tested the sales transactions recognized shortly before and after the reporting date, including the sales returns recorded after that date, to examine whether sales transactions were recorded in the correct recording periods.

2. Inventories (Refer to note 9)

Inventories represent about 18.54%, of the total assets of the Company; inventories are thus a material item to the financial statements. Please refer to note 09 to the financial statements

As described in the accounting policy note 3.07 to the financial statements, inventories are valued at the lower of the cost or net realizable values. As such, management is required to make judgments in determining whether inventories are being appropriately valued, and also need to make provision for aged inventories, if required.

Due to the value and volume of inventories being held by the Company at the reporting date and complexities involved in the accounting and presentation thereof, inventories has been considered as a key > audit matter.

- Tested the operating effectiveness of key controls over inventories; including observing the process of management's year-end inventory count.
- Verified a sample of inventory items to ensure that costs have been appropriately recorded.
- Tested on a sample basis the net realizable value by comparing costs to recent selling prices and assessing the reasonableness of any, resulting in write down of inventory items.
- Assessed whether appropriate provision have been recognized for aged, damaged, slowmoving or obsolete inventories by reviewing the age of inventories held and evaluating management's basis for determining the usability of inventories.
- Performed cut-off tests to determine that the purchase and sales of the inventories have been considered in correct accounting period.
- Reviewed the historical accuracy of inventory provision and the level of write downs.

Property, Plant and Equipment (Refer to note 4)

The company has a large number of > Property, Plant and Equipment items. In view of availability of latest machinery modern technology, the >

Our audit procedure in this area included, among others;

Assessing the consistency of methodologies used for depreciating the assets;

Checking on a sample basis, the accuracy and

Saulas

obsolescence & impairment may be noticed in existing machineries.

Management has concluded that there is no impairment in respect of all assets. This conclusion required significant management judgment. Hence we considered this to be a key audit matter.

relevance of the accounting of PPE by management; and

For selected samples, performing physical observation to assess management's determination on whether the equipment is obsolete, and testing the assumptions used in estimating recoverable amount, such as estimated useful life and replacement cost.

Examine management's periodic review of Property, Plant and Equipment for determination of impairment and obsolescence.

4 Measurement of Deferred Tax (Refer to note 19)

The Company recognizes deferred taxes relating to property, plant and equipment, investment in associates and employee benefits (Gratuity), which are very complex in nature.

As such accounting for deferred taxes involves management judgment developing estimates of tax exposures and > contingencies in order to assess the adequacy of tax provision. Hence, we considered this to be a key audit matter.

Our audit procedures in this area included, among others.

- Assessing the design, implementation and operating effectiveness of key controls in respect of the company and the process of recognition of deferred taxes.
- Using our own tax specialists to evaluate the tax bases and company tax strategy.
- Assessing the accuracy and completeness of deferred tax, and
- Evaluating the adequacy of the financial statements' disclosures, including disclosures of assumptions, judgments and sensitivities. We involved tax specialists to assess key assumptions, control recognition measurement of deferred tax liabilities (Assets).

Reporting on other information

Other information consists of the information included in the Company's 30 June 2021 year ended Annual Report other than the financial statements and our audit report thereon. We obtained the Director's Report, Management Discussion and Analysis, Financial information, and Corporate Governance report prior to the date of our auditor's report, and we expect to obtain the remaining reports of the Annual Report after the date of our auditor's report. Management is 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.

Based on the work we have performed, we conclude that we have nothing to report in this regard

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

Management is responsible for the preparation and fair presentation of these financial statements of the Company in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 (amendment in 2020), the Securities and Exchange Rules, 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' 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 auditors' 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:

- (a) 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.
- (b) 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.
- (c) evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- (d) 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 auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- (e) 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. Saula

(f) obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

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.

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

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

Report on other legal and regulatory requirements

In accordance with the Companies Act 1994 (amendment in 2020) and the Securities and Exchange Rules, 1987, we also report the following:

- we have obtained all the information and explanations which to the best of our i) knowledge and belief were necessary for the purposes of our audit and made due verification thereof:
- in our opinion, proper books of account as required by law have been kept by the ii) company so far as it appeared from our examination of these books and;
- the statement of financial position and statement of Profit or Loss and Other iii) comprehensive income dealt with by the report are in agreement with the books of account and returns.
- iv) the expenditure incurred was for the purposes of the Company's business.

Shalo

Chattogram, 02 NOV 2021

For and on behalf of

Hoda Vasi Chowdhury & Co Chartered Accountants

Showkat Hossain FCA Senior Partner

Enrollment No: 0137

DVC No: 2111020137AS356872

KDS ACCESSORIES LIMITED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	N I-4-(-)	30 June 2021	30 June 2020
ASSETS	Note(s)	Taka	Taka
NON-CURRENT ASSETS		1,308,175,388	1,267,648,743
Property, plant and equipment	4	1,134,828,380	1,215,343,500
Intangible assets	5	381,561	880,906
Capital work-in-progress	6	137,973,878	
Investment in SKYS Securities Limited	7	30,377,066	_
Investment in Associate	7.01	-	45,859,477
Other investment	8	4,614,503	5,564,860
CURRENT ASSETS		2,453,463,469	2,043,246,131
Inventories	9	697,376,716	568,639,804
Trade receivables	10	1,057,580,923	934,575,587
Other receivables	11	412,087	1,391,682
Advances, deposits and prepayments	12	66,483,490	64,941,150
Due from affiliated companies	13	394,075,968	273,803,670
Short term investment	14	5,050,918	9,895,747
Cash and cash equivalents	15	232,483,367	189,998,491
TOTAL ASSETS		3,761,638,857	3,310,894,874
EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY		1,761,810,181	1,654,527,148
Share capital	16	711,823,610	662,161,500
Share premium	16.03	120,000,000	120,000,000
Revaluation reserve	16.04	214,391,703	214,391,703
Retained earnings	16.05	715,594,868	657,973,945
NON-CURRENT LIABILITIES		179,267,520	146,125,621
Long term borrowings	17.01	46,313,895	14,610,040
Defined benefit obligation- gratuity	18	103,342,964	90,799,401
Deferred tax liability	19	29,610,661	40,716,180
CURRENT LIABILITIES		1,820,561,156	1,510,242,106
Trade and other payables	20	1,260,020,069	791,171,309
Unclaimed Dividend	21	870,788	535,680
Current portion of long term borrowings	17.01	17,163,975	59,382,368
Current tax liability	22	40,205,635	40,479,550
Due to affiliated company	23	185,241	-
Short term bank loan	24	444,672,467	542,111,982
Provision for WPPF and Welfare Fund	25	57,442,981	76,561,217
TOTAL EQUITY AND LIABILITIES		3,761,638,857	3,310,894,875
Net Assets Value Per Share	34.03	24.75	24.99

These financial statements should be read in conjunction with the annexed notes 1 to 45 and were approved by the Board of Directors on 25.10.2021 and were signed on its behalf by:

Managing Director

Company Secretary

Signed in terms of our separate report of even date annexed

Chattogram, 02 NOV 2021

Chairman

For and on behalf of Hoda Vasi Chowdhury & Co **Chartered Accountants**

Showkat Hossain FCA Senior Partner Enrollment No: 0137

DVC: 2111020137AS356872



KDS ACCESSORIES LIMITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2021

	Note(s)	30 June 2021 Taka	30 June 2020 Taka
Revenue	26	2,217,942,652	1,922,326,909
Cost of goods sold	27	(1,793,318,558)	(1,499,651,072)
Gross Profit	21	424,624,094	422,675,837
Operating expenses:		727,027,027	422,073,037
Administrative expenses	28	(149,880,645)	(134,226,944)
Selling and distribution expenses	29	(60,942,673)	(51,194,793)
Operating Profit	2)	213,800,776	237,254,100
Finance cost	30	(65,019,149)	(101,634,278)
Finance income	31	50,038,948	45,668,239
Profit before other income	31	198,820,575	181,288,061
Other income	32	2,530,350	2,643,473
Profit/(loss) for discontinuation from investment in associate under equity		(15,482,411)	2,043,473
Profit/(loss) from investment in associate under equity	7.04	(13,402,411)	(2,468,173)
Profit before income tax and distribution of WPPF and Welfare Fund		185,868,514	181,463,361
Workers' Profit Participation and Welfare Fund	25	(9,293,426)	(9,073,168)
Profit before income tax	23	176,575,088	172,390,193
Provision for income tax:		170,575,000	172,550,155
-Current tax	22	(30,735,459)	(31,009,375)
-Deferred tax	19	11,105,519	3,298,561
Profit after Income Tax		156,945,148	144,679,379
Other Comprehensive Income			
Items that will never be reclassified to profit or loss		-	_
Items that are or may be reclassified to profit or loss		-	-
Other Comprehensive Income - net of tax			
Total Comprehensive Income		156,945,148	144,679,379
Earnings Per Share (Basic)	34.01	2.20	2.03

These financial statements should be read in conjunction with the annexed notes 1 to 45 and were approved by the Board of Directors on 25.10.2021 and were signed on its behalf by:

Chairman

Managing Director

Company Secretary

Signed in terms of our separate report of even date annexed

Chattogram, 02 NOV 2021

For and on behalf of Hoda Vasi Chowdhury & Co **Chartered Accountants**

Shoaka Hesso **Showkat Hossain FCA** Senior Partner **Enrollment No: 0137**

DVC: 2111020137AS356872



KDS ACCESSORIES LIMITED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2021

Amount in Taka

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total Equity
Balance as on 01 July 2019	630,630,000	120,000,000	214,391,703	607,889,066	1,572,910,769
Bonus share for the year 2018-2019	31,531,500	-	-	(31,531,500)	-
Cash dividend for the year 2018-2019	-	-	-	(63,063,000)	(63,063,000)
Net Profit after tax for the year	-	-	-	144,679,379	144,679,379
Balance as at 30 June 2020	662,161,500	120,000,000	214,391,703	657,973,945	1,654,527,148
Balance as on 01 July 2020	662,161,500	120,000,000	214,391,703	657,973,945	1,654,527,148
Bonus share for the year 2019-2020	49,662,110	-	-	(49,662,110)	-
Cash dividend for the year 2019-2020	-	-	-	(49,662,115)	(49,662,115)
Net Profit after tax for the year	-	-	-	156,945,148	156,945,148
Balance as at 30 June 2021	711,823,610	120,000,000	214,391,703	715,594,868	1,761,810,181
Note(s)	16	16.03	16.04	16.05	

These financial statements should be read in conjunction with the annexed notes 1 tc and were approved by the Board of Directors on 25.10.2021 and were signed on its behalf by:

Chairman

Managing Director

Company Secretary

KDS ACCESSORIES LIMITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

	Note(s)	30 June 2021 Taka	30 June 2020 Taka
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Received from customers	45.01	2,100,606,240	2,095,597,938
Received from other sources	45.02	3,332,107	1,108,640
Paid to suppliers	45.03	(1,392,592,999)	(1,320,400,327)
Paid for operating expenses	45.04	(195,261,453)	(143,065,431)
Cash provided by operations	33.00	516,083,895	633,240,821
Interest paid (net)	45.05	(22,005,402)	(58,858,088)
Income tax paid	45.06	(25,447,048)	(36,596,027)
Net cash provided by/(used in) Operating activities		468,631,445	537,786,706
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	45.07	(154,890,122)	(603,464)
Addition to intangible assets	45.08	-	(379,500)
Proceed from sale of non-current assets	45.09	36,618	612,008
Increase in investments	45.10	5,795,186	(817,423)
Net cash provided by/(used in) Investing activities		(149,058,318)	(1,188,380)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid	45.11	(49,327,007)	(62,895,304)
Receipt/(repayment) of long term borrowings	45.12	(10,514,538)	(244,728,462)
Receipt/(repayment) of short term borrowings	45.13	(97,439,515)	(48,320,603)
Short term loan receipt/(paid) from/to affiliated companies	45.14	(120,087,057)	(81,571)
Net cash provided by/(used in) Financing activities		(277,368,117)	(356,025,940)
D. Net increase/(decrease) of cash and cash equivalents (A+B+C)		42,205,010	180,572,386
E. Cash and cash equivalents at the beginning of the year		189,998,491	9,248,096
F. Effect of foreign exchange rate changes on cash and cash equivalents	45.15	279,866	178,009
G. Cash and cash equivalents at the end of the year (D+E+F)	75.15	232,483,367	189,998,491
•			
Net operating cash flows per share	34.04	6.58	8.12

These financial statements should be read in conjunction with the annexed notes 1 to 45 and were approved by the Board of Directors on 25.10.2021 and were signed on its behalf by:

Chairman **Managing Director**

Company Secretary

KDS ACCESSORIES LIMITED

Notes to the Financial Statements

As at and for the year ended 30 June 2021

1.00 REPORTING ENTITY

1.01 Formation and Legal Status

KDS Accessories Limited (formerly KDS Packaging Industries Ltd.) was incorporated on 21 April 1991 as a private limited company by shares (Registration no- C-H-C-862/154 of 1991) under Companies Act 1913 (since replaced and substituted by the Companies Act 1994 which was amended in 2020) with the Registrar of Joint Stock Companies & Firms. The company was converted from Private Limited Company to Public Limited Company through an Extraordinary General Meeting held on 17 April 2012 and was subsequently approved by RJSC on 26 November 2012. The Company commenced its commercial production on 01 July 1991. Its Head Office is located at 255, Nasirabad I/A, Chattogram and factory is located at 191-192 Baizid Bostami Road, Nasirabad I/A, Chattogram and the Company established its 2nd unit at Mirzapur, Gazipur at Dhaka in the year 2009. The Company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) as a publicly quoted company. Trading of the shares of the company started in two stock exchanges from 15 October 2015.

The name KDS Packaging Industries Ltd. was changed to KDS Accessories Limited pursuant to the Special Resolution in the Extraordinary General Meeting held on 22 April 2010. The change of name was certified by the Registrar of Joint Stock Companies and Firms on 11 May 2010 pursuant to the provision of section 11, sub-section (7) of the Companies Act 1994 (Act XVIII of 1994 which was amended in Act-XIV of 2020). The company refixed the face value of its shares from Tk. 100 to Tk. 10 each and enhanced its Authorized Share Capital from Tk. 200,000,000 to Tk. 2,000,000,000 with approval of the shareholders through an Extraordinary General Meeting held on 10 August 2010.

1.02 Nature of Business

The principal activities of the Company are producing different types of standard cartons, display cartons, woven labels, smart labels, offset, silk screen, web thermal printing, button, cold peel, hot peel, puff, glitter, hanger, image and sublimation transfers and marketing thereof.

1.03 Description of Investment in Associates

(i) Formation and Legal Status of SKYS Securities Limited

SKYS Securities Limited is a common directorship company having 23,405 no. of shares @ Tk. 1,000 per share ie. 46.69% holding in paid up capital. It was incorporated on 17 June 1997, vide the certificate CH-2675 of 1997 and commenced operation on 01 January 2006. Paid up capital at the reporting date stands at Tk. 150,132,000 (150,132 shares @ Tk. 1,000 each). From 29 October 2020 KDS Accessories Limited's share holding percentage is reduced to 15.59% (Refer to note 7.05).

(ii) Nature of Business

The principal activities of the company is stock broking as member of Chittagong Stock Exchange Limited (CSE) an allied service under Securities & Exchange Commission's Rules and Regulations.

2.00 BASIS OF FINANCIAL STATEMENT PREPARATION AND PRESENTATION

2.01 Statement of Compliance

The financial statements of the company under reporting have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.02 Basis of Reporting

The financial statements are prepared and presented for external users by the company in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirements of IAS 1 - "Presentation of Financial Statements". The financial

- A statement of Financial Position as at 30 June 2021;
- A statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2021;
- A statement of Changes in Equity for the year ended 30 June 2021; c)
- A statement of Cash Flows for the year ended 30 June 2021; and d)
- Notes, comprising a summary of significant accounting policies and explanatory information.

2.03 Regulatory Compliances

As required, KDS Accessories Limited complies with the following major legal provisions in addition to the Companies Act 1994 (amended in 2020) and other applicable laws and regulations:

- The Income Tax Ordinance 1984
- b) The Income Tax Rules 1984
- The Value Added Tax Act 2012 c)
- d) The Value Added Tax Rules 2016 Securities and Exchange Ordinance 1969 e)
- The Customs Act 1969 f)
- The Labour Act 2006 (as amended in 2013)





2.04 Authorization for Issue

The financial statements were authorized for issue by the Board of Directors on 25.10. 2021.

2.05 Basis of Measurement

The financial statements have been prepared on going concern basis under the historical cost convention except for land and land development of property, plant and equipment which is measured at revalued amount and inventories which are measured at lower of cost and

2.06 Functional and Presentation Currency

The financial statements are expressed in Bangladesh Taka which is both functional currency and reporting currency of the Company. The figures of financial statements have been rounded off to the nearest Taka.

2.07 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with IAS-7 "Statement of Cash Flows" and the cash flows from operating activities have been presented under direct method. A reconciliation of net income or net profit with cash flows from operating activities making adjustments for non-eash items, for non-operating items and for the net changes in operating accruals as per requirement of Securities and Exchange Rules 1987.

2.08 Going Concern

The company has adequate resources to continue its operation in foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the financial statements. The current revenue generations and resources of the company provide sufficient fund to meet the present requirements of its existing business and operation.

2.09 Reporting Period

The financial statements of the company covers one year from 01 July to 30 June and is followed consistently.

2.10 Application of Accounting Standards

The financial statements have been prepared in compliance with requirement of IASs (International Accounting Standards) and International Financial Reporting Standards (IFRSs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as applicable in Bangladesh. The following IASs and IFRSs are applied to preparation of the financial statements for the year under report:

Accounting Standards

IAS-1	Presentation of Financial Statements
IAS-2	Inventories
IAS-7	Statement of Cash Flows
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS-10	Events after the Reporting Period
IAS-12	Income Taxes
IAS-16	Property, Plant and Equipment
IAS -19	Employee Benefits
IAS-21	The Effects of Changes in Foreign Exchange Rate
IAS-23	Borrowing Costs
IAS-24	Related Party Disclosures
IAS-26	Accounting and Reporting by Retirement Benefit Plans
IAS-28	Investments in Associates and Joint Ventures
IAS-33	Earnings Per Share
IAS-36	Impairment of Assets
IAS-37	Provisions, Contingent Liabilities and Contingent Assets
IAS-38	Intangible Assets
IFRS-7	Financial Instruments: Disclosures
IFRS-9	Financial Instruments
IFRS-13	Fair Value Measurement
IFRS-15	Revenue from Contract with Customers
IFRS-16	Leases



2.11 Use of Estimates and Judgments

The preparation of these financial statements is in conformity with IAS and IFRS 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 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 amounts recognized in the financial statements is included in the following notes:

Note: 4 Property, plant and equipment

Note: 5 Intangible assets

Note: 9 Inventories

Note: 10 Trade receivables

Defined benefit obligation- gratuity Note: 18

Note: 19 Deferred tax liability Note: 22 Current tax liability

2.12 Preparation and Presentation of Financial Statements of the Company

The Board of Directors of KDS Accessories Limited is responsible for the preparation and presentation of financial statements of the Company.

2.13 Comparative Information and reclassification

Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period financial statements. To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/reclassified wherever considered necessary to conform to current periods presentation.

3.00 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the period and were also consistent with those used in earlier periods.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

Set out below is an index of the significant accounting policies, the details of which are available on the following:

- 3.01 Consistency
- 3.02 Property, Plant and Equipment
- 3.03 Intangible Assets
- 3.04 Capital Work-in-Progress
- Leasehold Assets 3.05
- 3.06 Investment in Associates
- 3.07 Inventories
- 3.08 Financial Instruments
- 3.09 Impairment
- 3.10 Share Capital
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- 3.22 Measurement of Fair Values
- 3.23 Events after the Reporting Period

3.01 Consistency

Unless otherwise stated, the accounting policies and methods of computation used in preparation of Financial Statements for the year ended 30 June 2021 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30 June 2020.





3.02 Property, Plant and Equipment

i) Recognition and Measurement

Property, plant and equipment are stated at cost less accumulated depreciation except land and land development which are carried at revalued amount and subsequent impairment losses, if any.

Cost includes expenditure that is directly attributable to the acquisition of asset. The cost of self constructed asset includes the cost of material and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

ii) Pre-Operating Expenses and Borrowing Costs

Interest and other incurred by the company in respect of borrowing of fund are recognized as expenses in the year in which they incurred unless the activities that are necessary to prepare the qualifying assets for its intended use are in progress. Expenses capitalized also include applicable borrowing cost considering the requirement of IAS-23 "Borrowing Costs".

iii) Subsequent Costs and Maintenance Activities

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 the cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repair and maintenance is normally charged off as revenue expenditure in the year in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of fixed assets, the expenditure is capitalized as an additional cost of the assets. All other costs are recognized to the profit and loss account as expenses if incurred. All upgradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

iv) Revaluation of Property, Plant and Equipment

Financial statement of the company has been prepared on historical cost price basis. However, the prices of land have been increased substantially during the last few years due to high inflationary trend. In this circumstance, management of KDS Accessories Limited had decided to determine fair market value of the land through revaluation. Syful Shamsul Alam & Co, Chartered Accountants had revalued the lands of the company as on 31 December 2012, following "current cost method". Such revaluation resulted in a valuation surplus aggregating Tk. 214,391,703.

v) Depreciation

Land is held on a freehold basis and is not depreciated considering the unlimited life. In respect of all other property, plant and equipment, depreciation is recognized in the statement of profit or loss and other comprehensive income on straight line method over the estimated useful lives of property, plant and equipment.

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 management. Depreciation of an asset ceases at earlier of the date that the asset is classified as held for sale in accordance with IFRS 5 and the date that the asset is derecognized. The depreciation method used reflects the pattern in which the asset's economic benefits are consumed by the entity. After considering the useful life of assets as per IAS-16 "Property, plant and equipment", the annual depreciation have been applied equal allocation of total cost over useful life of assets which is considered reasonable by the management.

Depreciation methods, useful lives and residual values are reassessed at the reporting date and adjusted if appropriate.

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to statement of profit or loss and other comprehensive income.

vi) Impairment of Assets

The company reviews the recoverable amount of its assets at each reporting date. If there exists any indication that the carrying amount of assets exceeds the recoverable amount, the company recognizes such impairment loss in accordance with IAS-36 "Impairment of Assets".

vii) Retirement and Disposals

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. On disposal of property, plant & equipment, the cost and accumulated depreciation are eliminated. Gain or loss arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the assets and is recognized as gain or loss from disposal of asset under other income in the statement of profit or loss and other comprehensive income.



3.03 Intangible Assets

i) Recognition and Measurement

Intangible assets are measured at cost less accumulated amortization and accumulated impairment loss, if any. Intangible asset is recognized when all the conditions for recognition as per IAS 38 Intangible assets are met. The cost of an intangible asset comprises its purchase price, import duties and non-refundable taxes and any directly attributable cost of preparing the asset for its intended use.

ii) Amortization

Amortization is recognized in the statement of profit or loss and other comprehensive income on straight line method at the rate of 20% to 33.33% per annum. Amortization is charged on an asset when the asset 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 management. Amortization of an asset ceases at earlier of the date that the asset is classified as held for sale in accordance with IFRS 5 and the date that the asset is derecognised.

iii) Subsequent Cost

Subsequent cost is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditures are recognized in profit or loss and other comprehensive income as incurred.

3.04 Capital Work-in-Progress

Capital work-in-progress represents the cost incurred for acquisition and/or construction of property, plant and equipment that were not ready for use at the end of 30 June 2021 and these are stated at cost.

3.05 Leasehold Assets

The Objective of IFRS 16 is to report information that (a) faithfully represents lease transactions and (b) Provides a basis for users of financial statements to assess the amount, timing and uncertainty of cash flows arising from leases. To meet that objective, a lessee should recognise assets and liabilities arising from a lease.

IFRS 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required or recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments.

During the year the Company (KDS Accessories Limited) has no lease obligation.

3.06 Investment in Associates

The company's investment in associates is accounted for in the financial statements using the Equity Method in accordance with IAS 28: 'Investment in Associates & Joint Ventures'. Investment in an associate is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition which is classified as non-current assets in the statement of financial position. The investor's share of investee's profit or loss is recognized in the investor's profit or loss. Adjustment after the date of acquisition to the carrying amount has been made for changes in the investor's proportionate interest in the investee that arising from the revaluation of property, plant & equipment and from foreign currency translation differences. The investor's share of those changes is recognized in other comprehensive income of the investor.

The excess of company's share of net assets' value of associates over cost of investments has been recognized in the statement of profit or loss and other comprehensive income as share of associate's profit or loss during the year following the provisions of IAS 28.

Unrealized gains and losses arising from transactions with associate are eliminated against the investment to the extent of the company's interest in investee.

As criteria for considering an investment as "Investment in Associate" is no longer exists, Investment in SKYS Securities Limited is no longer required to report as Investment in Associate under IAS-28. Hence, as stipulated in IAS-28, recognition of Investment under Equity Method is discontinued and the fair value of the investment in SKYS is recognized on initial recognition as a financial asset in accordance with IFRS

3.07 Inventories

i) Nature of Inventories

Inventories comprise of raw materials, work-in-process, finished goods, stores & spares and goods in transit.

ii) Valuation of Inventories

Inventories are measured at lower of cost or net realizable value in accordance with the Para of 21 and 25 of IAS-2 "Inventories" after making due allowance for any obsolete or slow moving item and details of valuation are as follows:

	Category	Valuation method
i)	Raw materials	Valued at Cost or Net Realisable Value whichever is lower.
ii)	Finished goods	Valued at Cost or Net Realisable Value whichever is lower.
iii)	Goods-in-transit	Valued at Cost.
iv)	Stores and spares	Based on weighted average method.
v)	Work-in-process	Valued at Cost or Net Realisable Value whichever is lower.

3.08 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another



3.08.01 Financial Assets

The Company initially recognizes loans, receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the instrument.

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expires, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial assets are transferred.

Financial assets include Trade Receivables, Others Receivables, Advances, Deposits and Prepayments , Short Term Investments, and Cash and cash equivalents

Loans and Receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, loans and receivables are

Loans and receivables comprise cash and cash equivalents, loans, trade receivables, other receivables and deposits.

Trade and Other Receivables

Trade receivable consists of due proceeds against sales through L/C with a tenure of 30 days to above 90 days and realizable at the maturity date. Trade receivable is initially recognized at cost which is the fair value of the consideration given in return. After initial recognition these are carried at cost less impairment losses due to un-collectability of any amount so recognized.

Other receivables is initially recognized at cost which is the fair value of the consideration given in return. After initial recognition, these are carried at cost less impairment losses, if any, due to un-collectability of any amount so recognized.

Advances, Deposits and Prepayments

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

Cash and Cash Equivalents

According to IAS-7 "Statement of Cash Flows" cash comprises cash in hand and bank deposit and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. IAS-1 "Presentation of Financial Statements" provides that cash and cash equivalent are not restricted in use. Considering the provision of IAS 7 and IAS 1, cash in hand and bank balances have been considered as cash and cash equivalents.

Available-for-sale

Available-for-sale financial assets are non-derivative financial assets that are designated as available for sale and are not classified in any other categories of financial assets. Generally available-for-sale financial assets are recognized initially at fair value plus any directly attributable transaction costs and subsequent to initial recognition at fair value and changes therein other than impairment losses are recognized in other comprehensive income and presented in the fair value reserve in equity. Financial assets which are not traded in the market have been valued at cost unless any indication of impairment in value of such financial assets exist. Cumulative gain/losses recognized in the other comprehensive income are reclassified from equity to profit or loss upon derecognition or reclassification.

3.08.02 Financial Liabilities

The company initially recognizes all financial liabilities on the trade date which is the date the company becomes a party to the contractual provisions of the instrument.

The company derecognises a financial liability when its contractual obligations are discharged, cancelled or expired.

The company classifies non-derivative financial liabilities into the other financial liabilities category. Such financial liabilities are recognized initially at fair value less directly attributable transaction cost. Subsequent to initial recognition, these financial liabilities are measured at amortized cost.

Other financial liabilities comprise loans and borrowings, bank overdrafts and trade and other payables.

Trade and Other Payables

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

Interest-bearing borrowings

Interest-bearing borrowings comprise loans and operational overdraft.



3.09 Impairment

i) Financial Assets

Financial assets are not carried at fair value through profit or loss are assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably

ii) Non-financial Assets

The carrying amounts of the company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the recoverable amount of the asset is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

3.10 Share Capital

Paid-up-capital represents total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. Incremental costs directly attributable to the issue of ordinary shares are recognized as expenses as and when incurred. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders will be rank after all other shareholders. Creditors are fully entitled to any proceeds of liquidation before all shareholders.

3.11 Revaluation Reserve

Revaluation reserve relates to the revaluation of land and land development.

3.12 Employee Benefits

i) Short Term Employee Benefits

Salaries, bonuses and allowances are accrued in the financial year in which the associated services are rendered by the employees of the

ii) Workers' Profit Participation and Welfare Fund

The Company maintains a Worker's profit participation and welfare fund at 5% of net profit before tax as per the requirement of The Companies Profit (worker's participation) (amendment) ordinance 1985 & Labour Act 2006 (As amended in 2013).

iii) Defined Contribution Plan

The company maintains an unrecognized provident fund for its officers only. Both the employees and company contribute 10% of basic salary to the fund.

iv) Defined Benefit Plan - Gratuity

The company maintains a Gratuity scheme for its officers only. Officers are entitled to gratuity when their length of service reaches five years. Provision has been made in the books on monthly basis based on the rules of the scheme.

3.13 Taxation

i) Current Tax

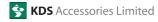
Income Tax is calculated and provision is made in accordance with IAS 12 'Income taxes'. As per 6th schedule Part A Para 28 of Income Tax Ordinance, 1984 provision for income has been made at the rate of 22.50% on operational income after deducting 50% of income as export rebate resulting in an effective tax rate of 11.25% on operational income. Besides this, the company charged tax at a rate of 22.50% on other income of this company.

ii) Deferred Tax

Deferred tax liabilities are the amount of income taxes payable in the future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the Statement of Financial Position date. The impact of changes on the account in the deferred tax assets and liabilities has also been recognized in the statement of profit or loss and other comprehensive income as per IAS-12 "Income Taxes".

The deferred tax asset/income or liability/expenses does not create a legal liability/recoverability to and from the income tax authority.

Deferred tax on revaluation surplus of lands has not been recognized in the financial statements on the ground that income tax payable at source on capital gain during registration of sale of land are generally borne by the buyer. Hence, possibility of having any income tax implications on land is very remote.



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3.14 Loans and Borrowings

Principal amount of the loans and borrowings are stated at their outstanding amount. Borrowings repayable within twelve months from the balance sheet date are classified as current liabilities whereas borrowings repayable after twelve months from the balance sheet date are classified as non-current liabilities. Accrued interest and other charges are classified as current liabilities.

3.15 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized in the statement of financial position when the company has a legal or contractual obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Contingencies arising from claims, litigations, assessments, fine, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. In accordance with IAS 37 "Provisions, Contingent Liabilities and Contingent Assets", contingent liabilities and commitments are disclosed in the financial statements.

3.16 Revenue Recognition

Revenue is recognized when invoice for products and services are made and the significant risk and reward of ownership are transferred to the customers, recovery of the consideration is probable, associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. The five step model has been complied in case of revenue recognition.

Specific policies regarding the recognition of revenue are as follows:

Revenue from sales of goods

Revenue from the sale of goods shall be recognized when all the following conditions have been satisfied:

- the entity has transferred to the buyer the significant risks and rewards of ownership of the goods and customer obtains control of the goods:
- it is probable that a significant reversal in the amount of cumulative revenue recognised will not occur;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the entity.

3.17 Operating Income

Operating income includes gain / (loss) on sale of property, plant and equipment and rental income. Operating income is recognized as revenue on accrual basis.

3.18 Finance Income and Cost

3.18.01 Finance Income

Interest income on Fixed Deposit Receipts (FDR), Short Term Deposits (STD), Gain/loss on currency fluctuation and amounts due from affiliated companies is accrued on a time proportion basis by reference to the principal outstanding at the effective rate of interest applicable.

3.18.02 Finance Cost

Interest expenses comprises interest expense on operational overdraft, LATR, term loan and short term borrowings except expenses related to acquisition/construction of assets, incurred during the period are charged to Statement of Profit or Loss and Other Comprehensive Income on accrual basis.

3.19 Foreign Currency Transaction / Translation

Transactions in foreign currencies are translated into Bangladesh Taka at the Exchange rate prevailing on the date of transactions in accordance with IAS - 21 "The Effects of Changes in Foreign Exchange Rate." Monetary assets and liabilities in foreign currencies at the Statement of Financial Position date are translated into Bangladesh Taka at the rate of exchange prevailing at the Statement of Financial Position date. All exchange differences are recognized in the Statement of Profit or Loss and Other Comprehensive Income.

3.20 Related Party Transactions

The objective of IAS-24 "Related Party Disclosure" 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.

Interest income/expenses on amount due to/due from affiliated companies has been recognized periodically.





3.21 Earnings Per Share (EPS)

The company calculates its earnings per share in accordance with International Accounting Standard IAS-33 "Earnings Per Share" which has been reported on the face of Statement of Profit or Loss and Other Comprehensive Income.

i) Basic Earnings Per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the year.

ii) Diluted Earnings Per Share:

No diluted earnings per share was required to be calculated for the year under review as there was no scope for dilution of Earnings Per Share

3.22 Measurement of Fair Values

When measuring the fair value of an asset or liability, the entity uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or Level 2: indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Property, Plant and Equipment

The fair value of land of property, plant and equipment has been determined based on the current cost method and net realizable value method

3.23 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's position at the date of Statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the Financial Statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.





4 a) PROPERTY, PLANT & EQUIPMENT -at Revalued Model

Particulars Opening Balance as on 30,06.2012 Addition During Balance as on 30,06.2012 Closing Balance as on 30,06.2012 Opening Balance as on 30,06.2012 Closing Balance as on 30,06.2012 Adjustment as on 30,00.0012 Adjustment as on 30,00.001			Cost (Amount in Taka)	ınt in Taka)			Depreciation (Amount in Taka)	mount in Taka)		Written Down
Development: 431,214,704 - 431,214,704 - - 431,214,704 -	Particulars	Opening Balance as on 01.07.2020	Addition During the Year	Disposed During the Year		Opening Balance as on 01.07.2020	Charge During the Year	Adjustment During the Year	Closing Balance as on 30.06.2021	Value as on 30.06.2021 (Taka)
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ety: 50,817,030 - 50,817,036 1,667,937 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,676,079 - 21,672,906 - 21,681,342 - 21,672,906 - 21,672,006 - 21,677,77,255 58,508,445 - 21,672,006 21,628,700 - 21,672,006 21,672,006 20,912,706 23,486,279 - 21,6285,700 - 233,398,985 - 233,398,985 - 233,398,985 - 233,398,985 - 233,398,985 - 233,398,985 - 233,398,985 - 233,398,985 - 233,398,985 - - 233,398,985 - - 233,398,985 - - 233,398,985 - - 233,398,985 - - 233,398,985 - - -	Building:									
ery: 505,162,966 - 454,345,966 189,904,564 21,818,342 - 211,722,906 ery: S05,162,996 - 505,162,996 209,912,706 23,486,279 - 211,722,906 sppliance: S05,162,996 - 900,281,470 457,777,255 58,508,445 - 516,285,700 sppliance: S05,702,397 162,962 30,553,174 457,777,255 58,508,445 - 516,285,700 in 90,805,595 1,035,341 162,962 103,533,174 73,0313 9,885,766 149,590 87,136,480 res 15,002,527 1,035,341 1,23,534,110 77,300,313 9,985,766 149,590 87,136,480 res 15,002,527 72,612 1,2,035,110 13,315,457 550,468 1,085,925 13,865,925 nent 28,956,401 516,536 347,975 68,156,088 54,638,499 3,786,453 347,973 38,01,979 June 2021 2,055,352,237 2,01,541,769 2,046,817 97,406,523 70	Administrative Building	50,817,030	1	1	50,817,030	20,008,142	1,667,937	1	21,676,079	29,140,951
nuce: 505,162,996 209,912,706 23,486,279 233,398,985 nuce: 290,979,429 9,302,041 1 900,281,470 457,777,255 58,508,445 1 216,285,700 233,398,985 nuce: 29,792,397 923,739 162,962 30,553,174 23,763,758 1,822,259 149,590 25,436,427 1 120,597,992 1,035,341 162,962 122,394,110 77,300,313 9,985,766 149,590 87,136,489 1 120,597,992 1,959,080 162,962 122,394,110 77,300,313 9,985,766 149,590 87,136,489 1 15,002,527 72,612 215,775 29,257,262 27,119,507 1,089,112 204,308 28,004,311 28,004,311 16,265,875 347,975 347,975 347,975 347,973 347,973 36,713,389 16,202 20,253,237 348,70,97 378,452 347,973 38,004,317 38,004,317	Factory Building	454,345,966	•	1	454,345,966	189,904,564	21,818,342	ı	211,722,906	242,623,060
1000000000000000000000000000000000000		505,162,996	1		505,162,996	209,912,706	23,486,279	,	233,398,985	271,764,011
ance: 29,302,041 - 900,281,470 457,777,255 58,508,445 - \$16,285,700 ance: 29,302,041 - 900,281,470 457,777,255 \$8,508,445 - \$16,285,700 29,792,397 90,805,595 1,035,341 162,962 122,394,110 77,300,313 9,985,766 149,590 87,136,489 15,002,527 15,002,527 72,612 - 15,075,139 13,315,457 \$50,468 - 13,865,925 16,206,237 36,638 36,638 36,638 36,638 36,638 36,638 36,638 36,638 16,206,237 15,002,527 15,002,527 215,775 29,257,262 27,119,507 1,089,112 204,308 28,004,311 16,206,232 365,875 366,875 36,1034 3786,453 3786,453 347,973 38,004,317 16,206,203 20,425,352,237 36,004,317 36,013,997 3786,453 37,046,523 30,008,737 38,009,737	Plant & Machinery:									
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29,792,397 923,739 162,962 30,533,174 23,763,758 1,822,259 149,590 25,436,427 90,805,595 1,035,341 - 91,840,936 53,536,555 8,163,507 - 61,700,062 120,597,992 1,959,080 162,962 122,394,110 77,300,313 9,985,766 149,590 87,136,489 15,002,527 72,612 - 15,075,139 13,315,457 550,468 - 13,865,925 28,956,401 516,636 215,775 29,257,262 27,119,507 1,089,112 204,308 28,004,311 62,023,322,237 16,916,244 726,712 2,071,541,769 840,008,737 97,406,523 701,871 936,713,389 16,206 13,451,063 854,024 2,055,322,37 738,870,977 101,991,782 840,008,737 840,008,737	Equipment & Appliance:									
90.805,595 1,035,341 - 91,840,936 53,536,555 8,163,507 - 61,700,062 120,597,992 1,959,080 162,962 122,394,110 77,300,313 9,985,766 149,590 87,136,489 15,002,527 72,612 - 15,075,139 13,315,457 550,468 - 13,865,925 28,956,401 516,636 215,775 29,257,262 27,119,507 1,089,112 204,308 28,004,311 16,202 215,775 68,136,088 54,583,499 3,786,453 347,973 58,021,979 16,202 2042,552,237 16,916,244 726,712 2,071,541,769 840,008,737 97,406,523 701,871 936,713,389 16,202 2042,755,198 13,451,063 854,024 2,055,352,237 738,870,977 101,991,782 840,008,737	Office Equipment	29,792,397	923,739	162,962	30,553,174	23,763,758	1,822,259	149,590	25,436,427	5,116,747
120,597,992 1,959,080 162,962 122,394,110 77,300,313 9,985,766 149,590 87,136,489 15,002,527 72,612 - 15,075,139 13,315,457 550,468 - 13,865,925 13,865,925 16,002,527 28,956,401 516,636 215,775 29,257,262 27,119,507 1,089,112 204,308 28,004,311 16,202 3,438,188 5,065,875 347,975 68,156,088 840,008,737 97,406,523 701,871 936,713,389 16,202 2,042,755,198 13,451,063 854,024 2,055,352,237 738,870,977 101,991,782 840,008,737	Electric Installation	90,805,595	1,035,341	1	91,840,936	53,536,555	8,163,507	1	61,700,062	30,140,874
15,002,527 72,612 15,075,139 13,315,457 550,468 9 13,865,925 13,865,925 204,308 13,865,925 204,308 13,865,925 204,308 13,865,925 20,04,301 13,865,925 20,04,301 13,865,925 20,04,311 20,04,3		120,597,992	1,959,080	162,962	122,394,110	77,300,313	9,985,766	149,590	87,136,489	35,257,621
re 2021 2.055,352,237 16,916,304 216,636 215,775 29,257,262 27,119,507 1,089,112 204,308 28,004,311 re 2021 23,438,188 5,065,875 347,975 841,068,134 3,786,453 347,973 88,021,979 re 2020 2,042,755,198 13,451,063 854,024 2,055,352,237 738,870,977 101,991,782 854,022 840,008,737	Furniture & Fixtures	15,002,527	72,612	1	15,075,139	13,315,457	550,468	-	13,865,925	1,209,214
6June 2021 2,045,352,237 16,916,244 726,712 2,071,541,769 840,008,737 97,406,523 701,871 9347,973 58,021,979 6) June 2020 2,042,755,198 13,451,063 854,024 2,055,352,237 738,870,977 101,991,782 854,022 840,008,737	Computer Equipment Motor Vehicles:	28,956,401	516,636	215,775	29,257,262	27,119,507	1,089,112	204,308	28,004,311	1,252,951
	Motor Vehicles	63,438,188	5,065,875	347,975	68,156,088	54,583,499	3,786,453	347,973	58,021,979	10,134,109
2,042,755,198 13,451,063 854,024 2,055,352,237 738,870,977 101,991,782 854,022 840,008,737	As on 30 June 2021	2,055,352,237	16,916,244	726,712	2,071,541,769	840,008,737	97,406,523	701,871	936,713,389	1,134,828,380
	As on 30 June 2020	2,042,755,198	13,451,063	854,024	2,055,352,237	738,870,977	101,991,782	854,022	840,008,737	1,215,343,500

	Allocation	30 June 2021	30 June 2020
i) Depreciation Allocated to:	Basis	Taka	Taka
Factory Overhead - note 27.02	%08	77,925,219	81,593,426
Operating Expenses - note 28.00	20%	19,481,304	20,398,356
		97,406,523	101,991,782



4 b) PROPERTY, PLANT & EQUIPMENT -at Revalued Model

		Cost (Amou	Amount in Taka)			Depreciation (Amount in Taka)	mount in Taka)		Written Down
Particulars	Opening Balance as on 01.07.2019	Addition During the Year	Disposed During the Year	Closing Balance as on 30.06.2020	Opening Balance as on 01.07.2019	Charge During the Year	Adjustment During the Year	Closing Balance as on 30.06.2020	Value as on 30.06.2020 (Taka)
Land and Land Development:	431,214,704	1	1	431,214,704	ı	1	1	1	431,214,704
Building:									
Administrative Building	50,817,030	•		50,817,030	18,340,205	1,667,937	1	20,008,142	30,808,888
Factory Building	453,983,126	362,840	-	454,345,966	168,006,089	21,898,475		189,904,564	264,441,402
	504,800,156	362,840		505,162,996	186,346,294	23,566,412		209,912,706	295,250,290
Plant & Machinery:									
Plant & Machinery	880,208,666	10,770,763		890,979,429	399,105,157	58,672,098	1	457,777,255	433,202,174
Equipment & Appliance:									
Office Equipment	29,150,624	641,773	-	29,792,397	21,658,053	2,105,705	ı	23,763,758	6,028,639
Electric Installation	90,320,195	485,400		90,805,595	44,008,629	9,527,926	,	53,536,555	37,269,040
	119,470,819	1,127,173	•	120,597,992	65,666,682	11,633,631	•	77,300,313	43,297,679
Furniture & Fixtures	14,864,362	138,165	1	15,002,527	12,544,960	770,497	1	13,315,457	1,687,070
Computer Equipment	27,904,279	1,052,122	-	28,956,401	25,246,372	1,873,135	1	27,119,507	1,836,894
Motor Vehicles:									
Motor Vehicles	64,292,212	1	854,024	63,438,188	49,961,512	5,476,009	854,022	54,583,499	8,854,689
As on 30 June 2020	2,042,755,198	13,451,063	854,024	2,055,352,237	738,870,977	101,991,782	854,022	840,008,737	1,215,343,500
As on 30 June 2019	2,006,548,556	36,861,592	654,950	2,042,755,198	635,126,866	104,316,021	571,910	738,870,977	1,303,884,221

Allocation	30 June 2020	30 June 2019
Basis	Taka	Taka
%08	81,593,426	83,452,817
20%	20,398,356	20,863,204
	101,991,782	104,316,021

i) Depreciation Allocated to: Factory Overhead - note 27.02 Operating Expenses - note 28.00

4.1 a) PROPERTY, PLANT & EQUIPMENT-at Cost Model

		Cost (Amou	(Amount in Taka)			Depreciation (A	Depreciation (Amount in Taka)		Written Down
Particulars	Opening Balance as on 01.07.2020	Addition During the Year	Disposed During the Year	Closing Balance as on 30.06.2021	Opening Balance as on 01.07.2020	Charge During the Year	Adjustment During the Year	Closing Balance as on 30.06.2021	Value as on 30.06.2021 (Taka)
Land and Land Development:	216,823,001		·	216,823,001	1			1	216,823,001
Building:									
Administrative Building	50,817,030	1	1	50,817,030	20,008,142	1,667,937	ı	21,676,079	29,140,951
Factory Building	454,345,966	1	1	454,345,966	189,904,564	21,818,342	ı	211,722,906	242,623,060
	505,162,996	1	1	505,162,996	209,912,706	23,486,279	ı	233,398,985	271,764,011
Plant & Machinery:									
Plant & Machinery	890,979,429	9,302,041	1	900,281,470	457,777,255	58,508,445	ı	516,285,700	383,995,770
Equipment & Appliance:									
Office Equipment	29,792,397	923,739	162,962	30,553,174	23,763,758	1,822,259	149,590	25,436,427	5,116,747
Electric Installation	90,805,595	1,035,341	ı	91,840,936	53,536,555	8,163,507	1	61,700,062	30,140,874
	120,597,992	1,959,080	162,962	122,394,110	77,300,313	9,985,766	149,590	87,136,489	35,257,621
Furniture & Fixtures	15,002,527	72,612	1	15,075,139	13,315,457	550,468	1	13,865,925	1,209,214
Computer Equipment	28,956,401	516,636	215,775	29,257,262	27,119,507	1,089,112	204,308	28,004,311	1,252,951
Motor Vehicles:									
Motor Vehicles	63,438,188	5,065,875	347,975	68,156,088	54,583,499	3,786,453	347,973	58,021,979	10,134,109
As on 30 June 2021	1,840,960,534	16,916,244	726,712	1,857,150,066	840,008,737	97,406,523	701,871	936,713,389	920,436,678
As on 30 June 2020	1,828,363,495	13,451,063	854,024	1,840,960,534	738,870,977	101,991,782	854,022	840,008,737	1,000,951,797

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		Cost (Amou	(Amount in Taka)			Amortization (A	Amortization (Amount in Taka)		Written Down
Particulars	Opening Balance Addition During as on 01.07.2020	Addition During the Year	Disposed During the Year	Closing Balance as on 30.06.2021	Opening Balance as on 01.07.2020	Charge During the Year	Adjustment During the Year	Closing Balance as on 30.06.2021	Value as on 30.06.2021 (Taka)
Computer Software	6,735,393	ı	ı	6,735,393	5,854,487	499,345		6,353,832	381,561
As on 30 June 2021	6,735,393	1	1	6,735,393	5,854,487	499,345	1	6,353,832	381,561
As on 30 June 2020	6,355,893	379,500	·	6,735,393	5,403,496	450,991	'	5,854,487	880,906



4.1 b) PROPERTY, PLANT & EQUIPMENT-at Cost Model

		Cost (Amou	(Amount in Taka)			Depreciation (Amount in Taka)	mount in Taka)		Written Down
Particulars	Opening Balance as on 01.07.2019	Addition During the Year	Disposed During the Year	Closing Balance as on 30.06.2020	Opening Balance as on 01.07.2019	Charge During the Year	Adjustment During the Year	Closing Balance as on 30.06.2020	Value as on 30.06.2020 (Taka)
Land and Land Development:	216,823,001	-	-	216,823,001	-	-	-	-	216,823,001
Building:									
Administrative Building	50,817,030	1		50,817,030	18,340,205	1,667,937	1	20,008,142	30,808,888
Factory Building	453,983,126	362,840		454,345,966	168,006,089	21,898,475	-	189,904,564	264,441,402
	504,800,156	362,840		505,162,996	186,346,294	23,566,412		209,912,706	295,250,290
Plant & Machinery:									
Plant & Machinery	880,208,666	10,770,763	-	890,979,429	399,105,157	58,672,098	-	457,777,255	433,202,174
Equipment & Appliance:									
Office Equipment	29,150,624	641,773	•	29,792,397	21,658,053	2,105,705	1	23,763,758	6,028,639
Electric Installation	90,320,195	485,400	-	90,805,595	44,008,629	9,527,926	-	53,536,555	37,269,040
	119,470,819	1,127,173	•	120,597,992	65,666,682	11,633,631	•	77,300,313	43,297,679
Furniture & Fixtures	14,864,362	138,165	-	15,002,527	12,544,960	770,497	-	13,315,457	1,687,070
Computer Equipment	27,904,279	1,052,122	-	28,956,401	25,246,372	1,873,135	1	27,119,507	1,836,894
Motor Vehicles:									
Motor Vehicles	64,292,212	-	854,024	63,438,188	49,961,512	5,476,009	854,022	54,583,499	8,854,689
As on 30 June 2020	1,828,363,495	13,451,063	854,024	1,840,960,534	738,870,977	101,991,782	854,022	840,008,737	1,000,951,797
As on 30 June 2019	1,792,156,853	36,861,592	654,950	1,828,363,495	635,126,866	104,316,021	571,910	738,870,977	1,089,492,518

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		Cost (Amount in Taka	int in Taka)			Amortization (Amount in Taka	mount in Taka)		Written Down
Particulars	Opening Balance Addition as on 01.07.2019	Addition During the Year	Disposed During the Year	isposed During Closing Balance as on 30.06.2020	Opening Balance as on 01.07.2019	Charge During the Year	Adjustment During the Year	Closing Balance as on 30.06.2020	Value as on 30.06.2020 (Taka)
Computer Software	6,355,893	379,500	1	6,735,393	5,403,496	450,991		5,854,487	880,906
As on 30 June 2020	6,355,893		1	6,735,393	5,403,496	450,991	ı	5,854,487	880,906
As on 30 June 2019	6,355,893	ı		6,355,893	4,693,388	710,108	ı	5,403,496	952,397



			30 June 2021	30 June 2020
		Note(s)	Taka	Taka
6.00	Capital work-in-progress			
	Opening balance		_	12,847,598
	Add: Expenditure incurred during the year	6.01	139,109,336	9,272,804
			139,109,336	22,120,402
	Less: Capitalized during the year	6.01	(1,135,458)	(9,272,804)
	Less: Reclassified during the year (Transfer to Advance) Note-12.01	6.01	_	(12,847,598)
	Closing balance		137,973,878	-

6.01 Details of capital work-in -progress

Particulars	Opening Balance	Additions during the year	Capitalized during the Year	Balance as on 30 June 2021	Balance as on 30 June 2020
Factory Building	_	43,951,229	-	43,951,229	-
Plant & machinery	-	94,896,307	(1,135,458)	93,760,849	-
Electrical Equipment		261,800	-	261,800	
	-	139,109,336	(1,135,458)	137,973,878	-

In the year 2019-2020, an amount of Tk.1,28,47,598 has been transferred to advances, deposits and pre-payments account from capital work-in-progress which was paid as advance for land.

7.00 Investment in SKYS Securities Limited 7.01 Investment in Associate SKYS Securities Limited 7.02 & 7.06 SKYS Securities Limited 7.03 - 45,859,477 7.02 Movement of investment in SKYS Securities Limited Investment in equity share (23,405 shares @ Tk. 1,000 out of 150,132 shares ie. 15.59% of total sh 23,405,000 -	
SKYS Securities Limited 7.03 - 45,859,477 7.02 Movement of investment in SKYS Securities Limited Investment in equity share (23,405 shares @ Tk. 1,000 out of 150,132 shares ie. 15.59% of total sh 23,405,000 -	7.00
7.02 Movement of investment in SKYS Securities Limited Investment in equity share (23,405 shares @ Tk. 1,000 out of 150,132 shares ie. 15.59% of total sh 23,405,000 -	7.01
Investment in equity share (23,405 shares @ Tk. 1,000 out of 150,132 shares ie. 15.59% of total sh 23,405,000 -	
	7.02
Share of profit/(loss)	
Opening balance 7.03 22,454,477 -	
Profit/(loss) for discontinuation from investment in associate under equity method 7.06(ii) (15,482,411) -	
6,972,066	
30,377,066	
7.03 Movement of investment in associates	7.03
Investment in equity share (23,405 shares out of 50,132 shares ie. 46.69% of total shares) - 23,405,000	
Share of profit/(loss)	
Opening balance - 24,922,650	
Share of profit/(loss) for the year 7.04 <u>- (2,468,173</u>	
45,859,477	
7.04 Share of profit/(loss) of associates (Net of tax)	7.04
Net profit/(loss) attributable to the shareholders' of associate - (5,286,299)	
Ownership - 46.69%	
Net profit / (Loss) attributable to KDS Accessories Limited (2,468,173	
(2,468,173	

7.05 Discontinuation from investment in associate under Equity Method

KDS Accessories Limited currently hold only 15.59% shares in SKYS Securities Limited and KDS Accessories Limited has no representation in the Board of Directors of SKYS Securities Limited. As per IAS-28, Investments in Associates and Joint Ventures has to be treated as associate, if it has got significant influence over the investee ie. SKYS Securities Limited. On the other hand, an investor is considered to have significant influence, if it has 20% or more voting power, representation in Board, participation in policy making, material transactions between the investor and investee etc.

As criteria for considering an investment as "Investment in Associate" no longer exists, investment in SKYS Securities Limited is no longer required to report as investment in associate under IAS-28. Hence, as stipulated in IAS-28, recognition of investment under equity method is discontinued and the fair value of the investment in "SKYS" is recognized on initial recognition as a financial asset in accordance with IFRS 9.



7.06(i) Fair value - investment in SKYS Securities Limited after discontinuation from associate 30,377,066

7.06(ii) Profit/(loss) for discontinuation from investment in associate under equity method (15,482,411)

	U	pto 30 June 2020		29 Octob	er 2020		
Particulars	Equity of	46.69% Share of KDS Accessories Ltd. in the Equity of "SKYS"		Equity of "SKYS"	Deferred Tax	Profit/(loss) for discontinuation from investment in associate under equity method	Deferred Tax Derecognition
	A	В	С	D	F	G	Н
Share Capital	50,132,000	23,405,000	-	150,132,000	-	-	-
Revaluation (CSE)	37,873,300	17,683,044	2,652,457	37,873,300	885,667	11,778,596	1,766,790
Retained Earnings	10,215,898	4,769,803	953,961	6,837,640	213,198	3,703,815	740,763
Total	98,221,198	45,859,477	3,606,418	194,842,940	1,098,865	15,482,411	2,507,553
				·			Note 19

(iii) From the financial statement of SKYS Securities Limited as on 29 October 2020, the net assets value ie. total assets less total liabilities stands at Tk. 194,842,940. Under book value approach, value of 15.59% share of KDS Accessories Ltd is Tk. 30,377,066. Being an unquoted company and in absence of any other comparable company, SKYS Securities Limited's valuation as on 29

October 2020 under book value approach is considered as fair value ie. Tk. 30,377,066. (Note-7)

				Note(s)	30 June 2021 Taka	30 June 2020 Taka
8.00	Other investment Investment in Fixed Deposit Receipts				4,614,503	5,564,860
	investment in timed Deposit Receipts				4,614,503	5,564,860
	Name of Banks	Purpose	Period	Interest rate		
	Bank Asia Limited	Bank Guarantee	1 year	4.00%	3,371,392	4,368,122
	Exim Bank Limited	Bank Guarantee	1-3 years	9.00%-9.25%	1,243,111	1,196,738
					4,614,503	5,564,860
9.00	Inventories					
	Raw materials				431,858,790	471,055,054
	Work-in-process				23,120,967	24,330,967
	Finished goods				11,984,400	9,650,877
	Stores & spares				68,352,805	62,266,322
	Goods in transit				162,059,754	1,336,584
					697,376,716	568,639,804

Quantitative movement of raw materials and finished goods Raw Materials

Product name	Unit	Opening balance	Procurement	Available for consumption	Consumption	Closing balance
Liner Paper	Kg	3,717,110	9,749,163	13,466,273	(11,978,786)	1,487,487
White Liner Paper	Kg	-	270,811	270,811	(242,455)	28,356
Medium Paper	Kg	3,533,368	8,950,071	12,483,439	(9,708,262)	2,775,177
Duplex Board	Kg	54,506	100,199	154,705	(140,104)	14,601
Yarn	Kg	37,594	179,027	216,621	(216,013)	608
Starch	Kg	2,911	299,000	301,911	(275,230)	26,681
Adhesive Powder	Kg	36,190	246,960	283,150	(249,689)	33,461
Art Paper	Kg	-	60,097	60,097	(60,097)	-
Chemical	Ltr	5,581	14,230	19,811	(17,794)	2,017
Resin	Kg	41,839	152,900	194,739	(181,039)	13,700
Rubber Thread	Kg	11,114	67,195	78,309	(72,775)	5,534
Transfer Flim	Kg	809	7,609	8,418	(6,226)	2,192
Printing Ink	Kg	6,910	20,972	27,882	(20,666)	7,216
Pigment	Kg	520	590	1,110	(1,024)	86
Ribbon	Kg	185	9,135	9,320	(9,077)	243
OPP Gum Tape	Kg	19,834	105,422	125,256	(125,256)	-
GPPS/PP/HIPS	Kg	3,970	204,000	207,970	(190,208)	17,762
	•	7,472,442	20,437,381	27,909,822	(23,494,701)	4,415,121



Finished goods

Product name	Unit	Opening balance	Production	Available for sale	Sales	Closing balance
Carton	Pcs	97,836	19,370,444	19,468,280	(19,327,480)	140,800
Label	Pcs	280,661	51,629,786	51,910,447	(51,897,447)	13,000
Elastics and Narrow Fabrics	Yards	760,092	19,654,644	20,414,736	(19,579,444)	835,292
Offset Printing	Pcs	44,375	48,958,885	49,003,260	(48,974,850)	28,410
Heat Transfer Printing	Pcs	_	2,805,001	2,805,001	(2,805,001)	=
Button	GG	5,171	108,741	113,912	(113,912)	-
Gum Tape	Rolls	2,080	819,877	821,957	(804,525)	17,432
Hanger	Pcs	159,784	20,484,620	20,644,404	(20,115,329)	529,075
	-	1,349,999	163,831,998	165,181,997	(163,617,988)	1,564,009

			30 June 2021	30 June 2020
		Note(s)	Taka	Taka
10.00	Trade receivables			
	Opening balance		934,575,587	1,098,372,683
	Add: Addition during the year	26.00	2,217,942,652	1,922,326,909
	Add: Adjustment for foreign currency translation gain	10.02	5,668,925	9,473,933
			3,158,187,164	3,030,173,524
	Less: Realized during the year		(2,100,606,241)	(2,095,597,938)
			1,057,580,923	934,575,587

10.01 Trade receivables have been stated at their nominal value. Trade receivables are accrued in the ordinary course of business. These are carried at invoice amount. All receivables are secured by Letter of Credit (L/C) and have been considered as good and realizable. Therefore, no amount was written off as bad debt and no debt was considered as doubtful to provide for.

10.02 Foreign currency translation gain arises due to translation of foreign currency denominated trade receivables at the reporting date.

			30 June 2021	30 June 2020
			Taka	Taka
10.03	Trade receivables include affiliated companies			
	KDS Apparels Limited		-	2,988,079
	KDS Fashion Limited		67,967,599	61,067,452
	KDS Garment Industries Limited		41,393,059	10,636,540
	KDS IDR Limited		87,389,599	40,163,395
			196,750,257	114,855,466
10.04	Ageing of trade receivables			
10101	Dues within 3 Months		433,608,178	411,213,258
	Dues over 3 Months		623,972,744	523,362,329
		•	1,057,580,923	934,575,587
10.05				
10.05	Trade receivables - classification by security and related party: Receivable considered good and secured	ſ	1,057,580,923	934,575,587
	Receivable considered good and secured Receivable considered good without security		1,057,580,925	934,373,387
	Receivable considered doubtful or bad		-	-
	Receivable due by directors or other officers		-	-
	Receivable due from companies under same management		196,750,257	114,855,466
	Maximum receivable due by directors or officers at any time		190,730,237	114,833,400
	waxinian receivable due by directors of officers at any time	L		
11.00	Other receivables			
	Accrued interest income on FDR		302,794	468,855
	Interest Receivable	_	109,293	922,827
			412,087	1,391,682
			30 June 2021	30 June 2020
		ote(s)	Taka	Taka
12.00	Advances, deposits and prepayments	r	71	
		2.01	50,101,611	49,655,031
	,	2.02	12,863,249	11,989,449
	Prepayments 1	2.03	3,518,630	3,296,670
			66,483,490	64,941,150



Note() Taka				30 June 2021	30 June 2020
Against salary and allowances 12.01.01 12.102.70 2.76.86,095 2.76.86,095 2.76.86,095 2.76.86,095 2.76.87,085 2			Note(s)		
Against salary and allowances 12.01.01 12.102.70 27.686.095		·	` ` ` ` ` ` ` ` ` ` ` ` ` ` ` ` ` ` ` `	,	
Against income tax	12.01				
Advance Against Land Note-6 12,847,598 13,987,598				1 ' ' 11	
Chies			12.01.01	1 ' ' 11	
1.0.1 1.0.		e e e e e e e e e e e e e e e e e e e			
1.01		Others			
Opening balance 27,686,095 25,066,268 Add: Paid/deducted during the year 22,104,504 27,647,348 22,045,003 25,007,510s 20,005 20,275,10s 20,000 20,000 20,000 20,000 20,000 10,000 10,000 1,000 1,000 1,000 1,555,200 62,000 1,555,200 62,000 1,555,200 62,000 1,555,200 62,000 1,555,200 62,000 1,555,200 62,000 1,555,200 62,000 62,000 1,555,200 62,000 62,000 1,555,200 62,000	10.01.01			50,101,611	49,655,031
Add: Paid/educted during the year 22,104,504 27,647,343 Less: Adjusted during the year (25,066,830) (25,027,516)	12.01.01			27 (9(005	25.077.279
Less: Adjusted during the year (27,666,830) (25,027,516) (·			
Closing balance Closing ba				1 1 1	
12.02 Security deposits T & T 20,000 2					
T & T 20,000 20,000 1,555,200 20,429,000 1,555,200 3,2500 3		Crosing buttinee		22,123,707	27,000,075
T & T 20,000 20,000 1,555,200 20,429,000 1,555,200 3,2500 3	12.02	Security denosits			
Titas Gas Transmission & Distribution Company Limited 2,429,000 3,555,200 6azipur Palli Bidyut Samity 9,065,088 9,065,088 8,065,000 8,		* *		20,000	20,000
		Titas Gas Transmission & Distribution Company Limited			· · · · · · · · · · · · · · · · · · ·
Central Depository Bangladesh Limited (CDBL) 500,000 300,000 300,000 12,863,249 11,989,449 12.03 Prepayments 1,850 1,850 1,850 1,850 1,850 1,850 12.04 The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and for that no provision against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited 3,94,075,968 268,084,300 13.01 The amount represent short term loan provided to KDS Poly Industries Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747				9,065,088	9,065,088
Gulshan Club Limited 300,000 13,00,000 12,863,249 11,989,449 12.03 Prepayments		Karnaphuli Gas Transmission Limited		549,161	549,161
12.03 Prepayments Insurance premium Upfront interest 12.04 The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and for that no provision against them are required at this stage. 12.05 Poly Industries Limited KDS Poly Industries Limited KDS Thread Limited 13.06 The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.06 Short term investment Investment in Fixed Deposit Receipts 15.05 18.04 19.03.291.5		Central Depository Bangladesh Limited (CDBL)		500,000	500,000
12.03 Prepayments Insurance premium Upfront interest 12.04 The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and for that no provision against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited KDS Thread Limited The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747		Gulshan Club Limited			
Insurance premium Upfront interest 3,518,045 585 5,119				12,863,249	11,989,449
Insurance premium Upfront interest 3,518,045 585 5,119					
Upfront interest Example 12.04 The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and for that no provision against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited Expected 13.04,075,968 268,084,300 2394,075,968 273,803,670 13.01 The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747	12.03				1
12.04 The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and for that no provision against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747		•			
12.04 The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and for that no provision against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747		Upfront interest			
against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited KDS Thread Limited The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747				3,518,630	3,296,670
against them are required at this stage. 13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited KDS Thread Limited The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747	12.04	The discrete and its short all the above described and account to the side of discrete and account to			414
13.00 Due from affiliated companies KDS Poly Industries Limited KDS Thread Limited \$\begin{small} \ 5,719,370 \ 394,075,968 \ 268,084,300 \ 394,075,968 \ 273,803,670 \	12.04		of recoverable in	casii oi iii kiiiu aliu ic	n mat no provision
KDS Poly Industries Limited KDS Thread Limited \$\begin{array}{c c c c c c c c c c c c c c c c c c c		against them are required at this stage.			
KDS Poly Industries Limited KDS Thread Limited \$\begin{array}{cccccccccccccccccccccccccccccccccccc	13.00	Due from affiliated companies			
KDS Thread Limited 268,084,300 394,075,968 273,803,670 13.01 The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 268,084,300 A73,803,670 A73,803,670 A83,075,968 A73,803,670 A83,075,968 A73,803,670 A83,075,968 A73,803,670 A83,075,968 A73,803,670 A73,803				-	5,719,370
13.01 The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread Limited as and when required to meet funding requirement. All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747		· · · · · · · · · · · · · · · · · · ·		394,075,968	268,084,300
All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747				394,075,968	273,803,670
All transactions were done through banking channel and interests were charged on outstanding balances. 14.00 Short term investment Investment in Fixed Deposit Receipts 5,050,918 9,895,747					
14.00 Short term investment 5,050,918 9,895,747 Investment in Fixed Deposit Receipts 5,050,918 9,895,747	13.01	The amount represent short term loan provided to KDS Poly Industries Limited and KDS Thread I	Limited as and wh	en required to meet fu	nding requirement.
Investment in Fixed Deposit Receipts 5,050,918 9,895,747		All transactions were done through banking channel and interests were charged on outstanding bal	ances.		
Investment in Fixed Deposit Receipts 5,050,918 9,895,747					
	14.00	Short term investment			
5,050,918 9,895,747		Investment in Fixed Deposit Receipts			9,895,747
				5,050,918	9,895,747

Above Fixed Deposits maintained with Bank Asia Limited, Agrabad Branch, Chattogram have been kept as lien. The rate of interest is 4% per annum.

			30 June 2021	30 June 2020
		Note(s)	Taka	Taka
15.00	Cash and cash equivalents			
	Cash in hand	15.01	934,104	1,713,266
	Cash at bank	15.02	231,549,263	188,285,225
			232,483,367	189,998,491
15.01	Cash in hand			
	Head office		391,403	565,919
	Dhaka office		334,264	829,761
	Gazipur factory office		208,437	317,586
			934,104	1,713,266



15.02 Cash at Bank			30 June 2021	30 June 2020
Name of Banks	Branch	Account Type	Taka	Taka
Bank Asia Limited	MCB Banani	SND	1,293	1,277
Bank Asia Limited	Agrabad	USD	1,617	1,616
Bank Asia Limited	Agrabad	Retention Quota	215,955	215,697
Bank Asia Limited	MCB Banani	Retention Quota	1,001,919	1,311,017
Bank Asia Limited	MCB Banani	RAD	736	735
Bank Asia Limited	MCB Banani	RAD	5,904,412	643,030
Bank Asia Limited	MCB Banani	SND	4,543,649	2,782,190
Bank Asia Limited	Agrabad	OD	207,094,273	-
Dutch Bangla Bank Limited	Jubilee Road	Current	5,557	21,189,181
HSBC	Agrabad	Current	414,715	133,930,416
Mutual Trust Bank Limited	Motijheel	Escrow	125,353	124,591
Mutual Trust Bank Limited	Motijheel	Escrow-USD	612,767	612,038
Mutual Trust Bank Limited	Motijheel	Escrow-GBP	14,386	12,956
NCC Bank Limited	Baridhara	Current	73,909	-
Standard Chartered Bank	Agrabad	Current	6,724,994	11,713,463
Standard Chartered Bank	Agrabad	Current	685,875	613,297
Standard Chartered Bank	Agrabad	Current	763,166	15,132,570
Trust Bank Limited	Dewan Bazar	Current	3,359,253	1,151
Southeast Bank Limited	Agrabad	Current	5,434	-
			231,549,263	188,285,225

16.00 Share capital

Authorized Capital

200,000,000 Ordinary Shares of Tk. 10 each 2,000,000,000 2,000,000,000

Issued, subscribed and paid-up Capital

1,000	Ordinary Shares of Tk. 10 each as at 21 April 1991	10,000	10,000
2,100,000	Ordinary Shares of Tk. 10 each as at 17 June 2004	21,000,000	21,000,000
10,505,000	Ordinary Shares of Tk. 10 each as at 30 June 2010	105,050,000	105,050,000
17,522,340	Ordinary Shares of Tk. 10 each as at 6 March 2012	175,223,400	175,223,400
9,871,660	Ordinary Shares of Tk. 10 each as at 8 June 2013	98,716,600	98,716,600
12,000,000	Ordinary Shares of Tk.10 each issued through IPO	120,000,000	120,000,000
5,200,000	Ordinary Shares of Tk. 10 each as at 29 March 2016 (Bonus share)	52,000,000	52,000,000
2,860,000	Ordinary Shares of Tk. 10 each as at 18 September 2017 (Bonus share)	28,600,000	28,600,000
3,003,000	Ordinary Shares of Tk. 10 each as at 04 November 2018 (Bonus share)	30,030,000	30,030,000
3,153,150	Ordinary Shares of Tk. 10 each as at 13 November 2019 (Bonus share)	31,531,500	31,531,500
4,966,211	Ordinary Shares of Tk. 10 each as at 30 November 2020 (Bonus share)	49,662,110	-
71,182,361	Ordinary Shares of Tk. 10 each	711,823,610	662,161,500

16.01 Shareholding position

Name of the shareholders

Mr. Khalilur Rahman Mr. Salim Rahman Ms. Hasina Iqbal Ms. Tahsina Rahman Ms. Tahmina Rahman KDS Garments Inds. Limited General Public (IPO)

30 Jun	e 2021	30 Jur	ne 2020	
Percentage of holding	Number of shares	Percentage of holding	Number of shares	
51.89%	36,938,452	55.17%	36,529,667	
14.09%	10,030,344	14.09%	9,330,553	
1.03%	734,389	1.03%	683,153	
3.84%	2,736,475	3.84%	2,545,559	
0.00%	433	0.00%	403	
2.01%	1,431,917	2.01%	1,332,017	
27.13%	19,310,351	23.85%	15,794,798	
100%	71,182,361	100%	66,216,150	



2,000,000,000

2,000,000,000



16.02 Classification of shares by holding

	No. of	No. of Shares	Holding (%)
Slab by number of shares	Shareholders	No. of Shares	Holding (76)
Less than 500	1,984	308,894	0.43%
From 500 to 5,000	1,416	2,418,784	3.40%
From 5,001 to 10,000	197	1,493,954	2.10%
From 10,001 to 20,000	123	1,824,096	2.56%
From 20,001 to 30,000	37	911,033	1.28%
From 30,001 to 40,000	18	642,614	0.90%
From 40,001 to 50,000	20	913,466	1.28%
From 50,001 to 100,000	41	2,907,206	4.08%
From 100,001 to 1,000,000	28	8,177,213	11.49%
Above 1,000,000	6	51,585,101	72.47%
	3,870	71,182,361	100%

		30 June 2021	30 June 2020
	Note(s)	Taka	Taka
17.00 Long term borrowings			
Opening balance		73,992,408	318,720,870
Add: Received during the year		35,000,000	-
Add: Interest applied		5,592,602	23,507,716
Add: Bank charges		51,575	101,075
		114,636,585	342,329,661
Add/(Less): Deferred Interest payment of April & May 2020 (COVID-19 Period)		690,499	(1,127,425)
Less: Paid during the year		(51,849,214)	(267,209,828)
Closing balance		63,477,870	73,992,408
17.01 Current/non-current classification			
Due within one year		17,163,975	59,382,368
Due after one year		46,313,895	14,610,040
		63,477,870	73,992,408
17.02 Details of long term borrowings			
Bank Asia Limited - Agrabad	17.03	36,319,131	=
Bank Asia Limited - MCB Banan	17.04	17,163,093	24,037,763
Trust Bank Limited	17.05	8,189,259	39,138,604
NCC Bank Limited	17.06	1,806,387	2,914,865
Southeast Bank Limited	17.07		7,901,176

17.03 Bank Asia Limited, Agrabad, Chattogram.

Total sanctioned amount Tk. 3.50 Crore

Year 2021

Purpose Construction of two storied shed Interest rate 9% (Revised from time to time)

Tenure Seven years

Payment method The loan is repayable in equal monthly installment (EMI).

Securities i) Hypothecation on movable assets.

17.04 Bank Asia Limited, MCB Banani, Dhaka.

Total sanctioned amount Tk. 7.30 Crore

Year 2015

Purpose Construction of factory building, utility building.

Interest rate 9% (Revised from time to time)

Tenure Seven years

The loan is repayable in equal monthly installment (EMI). Payment method

Securities i) Personal Guarantee of directors.

17.05 Trust Bank Limited, Dewan Bazar, Chattogram.

Total sanctioned amount Tk. 30 Crore Year 2017 Purpose Working Capital

9% (Revised from time to time) Interest rate

Tenure

Payment method The loan is repayable in Equal Monthly Installment (EMI).

Securities i) Personal Guarantee of directors. ii) Hypothecation on movable assets.



63,477,870

73,992,408



17.06 NCC Bank Limited, Baridhara, Dhaka

Total sanctioned amount Tk. 55.75 Lac Year 2017 Purpose Motor Vehicle

Interest rate 9% (Revised from time to time)

Tenure Five years

The loan is repayable in Equal Monthly Installment (EMI). Payment method

Securities i) Personal Guarantee of directors.

ii) Registration of the vehicle in the joint name of NCC Bank Limited and KDS Accessories Limited

17.07 Southeast Bank Limited, Agrabad, Chattogram.

Total sanctioned amount Tk. 6 Crore Retrofitting Works Purpose

Year

9% (Revised from time to time) Interest rate

Tenure Three years

The loan is repayable in Equal Monthly Installment (EMI). Payment method

Securities i) Personal Guarantee of directors. ii) Hypothecation on movable assets.

		30 June 2021	30 June 2020
	Note(s)	Taka	Taka
18.00 Defined benefit obligation- gratuity			
Opening balance		90,799,401	76,083,015
Add: Provision made during the year	27.02 & 28	15,767,708	15,209,275
		106,567,109	91,292,290
Less: Paid during the year		(3,224,145)	(492,889)
Closing balance		103,342,964	90,799,401

19.00 Deferred tax liability

Deferred tax liability has been calculated below at the applicable tax rate on the difference between the carrying value of property, plant and equipment and intangible assets as per financial statements and tax written down value and financial position method for gratuity obligation and investment in associates.

	30 June 2021	30 June 2020
	Taka	Taka
Opening balance	40,716,180	44,014,741
Provided during the year		
Taxable/(deductible) temporary difference of PPE and intangible asset (excluding land)	(8,321,808)	(965,379)
Provision for Gratuity	(276,158)	(1,839,548)
Investments in associate/"SKYS"	(2,507,553)	(493,634)
	(11,105,519)	(3,298,561)
Closing balance	29,610,661	40,716,180

Reconciliation of deferred tax liabilities /(assets) are as follows:

Year - 2020-2021:

	Carrying Amount	Tax Base	Tax Rate	Taxable / (Deductible) Temporary Difference	Deferred tax liabilities/ (assets)
	Taka	Taka	Percentage	Taka	Taka
Property, plant & equipment (excluding land)	703,995,237	347,214,094	11.25%	356,781,143	40,137,879
Gratuity	(103,342,964)	-	11.25%	(103,342,964)	(11,626,083)
Investments in associate/"SKYS"	30,377,066	23,405,000	15% - 20%	6,972,066	1,098,865
Net taxable temporary difference				260,410,245	29,610,661

Year - 2019-2020:

	Carrying Amount	Tax Base	Tax Rate	(Deductible) Temporary Difference	liabilities/ (assets)
	Taka	Taka	Percentage	Taka	Taka
Property, plant & equipment (excluding land)	785,009,702	397,332,207	12.50%	387,677,495	48,459,687
Gratuity	(90,799,401)	-	12.50%	(90,799,401)	(11,349,925)
Investment in associate	45,859,477	23,405,000	15% - 20%	22,454,477	3,606,418
Net taxable temporary difference				319,332,571	40,716,180

20 X 2021 20 X 2020

		30 June 2021	30 June 2020
	Note(s)	Taka	Taka
20.00 Trade and other payables			
Trade payable	20.01	1,073,028,147	622,733,368
For revenue expenses	20.02	184,915,413	167,016,826
For other finance	20.03	2,076,509	1,421,115
		1,260,020,069	791,171,309
20.01 Trade payable			
Liability for imported goods		1,051,642,511	597,405,538
Liability for local goods & expenses		21,385,636	25,327,830
		1,073,028,147	622,733,368
Liability for imported goods includes foreign currency translation loss of Tk. 58,30,42	8 (foreign currency	translation loss for	the corresponding

year 2019-2020 was of Tk. 31,90,696) arising due to translation of trade payables in foreign currency at the reporting date.

20.02 For revenue expenses		
Audit fee	326,700	297,000
C & F charges	9,782,253	7,184,208
Commission on sales	6,201,937	4,303,122
Electricity bill	2,389,840	2,149,497
Employee salaries, director's remuneration and others	29,491,394	28,497,722
Gas charges	2,598,879	4,469,789
Insurance expenses	1,703,313	740,116
Provident fund	110,755,753	97,383,769
Rent expenses	21,408,010	21,408,016
Telephone & mobile bill	257,334	583,587
	184,915,413	167,016,826
20.03 For other Finance		
IPO over subscription money payable	574,216	574,216
Staff income tax	845,734	392,010
Supplier income tax	524,655	480
Tax & VAT on rent expenses	324,033	84,027
Tax & VAT on audit fee	90,750	82,500
VAT payable-others	41,154	287,882
	2,076,509	1,421,115
21.00 Unclaimed dividend		
Opening Balance	535,680	367,984
Add: Cash dividend declared during the year	49,662,115	63,063,000
Less: Paid/adjusted during the year	(49,327,007)	(62,895,304)
	870,788	535,680

^{*} As per directive no. BSEC/CMRRCD/2021-386/03 dated 14 January 2021 of Bangladesh Securities and Exchange Commission, unclaimed dividend amount of Tk-535,680 has shown seperately and re-arranged the disclosure accordingly.

22.00	Current t	tax liability
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22.01

	40,205,635	40,479,550
Less: Paid/adjusted during the year	(31,009,374)	(33,976,200)
	71,215,009	74,455,750
Add: Provision made during the year	30,735,459_	31,009,375
Opening balance	40,479,550	43,446,375

_	30 June 2021		30 June 2020
Rate	Taka	Rate	Taka
	176,575,088		172,390,193
17.41%	30,735,459	17.99%	31,009,375
22.50%	39,729,395	25.00%	43,097,548
3.94%	6,951,680	1.12%	1,930,758
1.53%	2,696,009	1.21%	2,081,647
-3.42%	(6,040,102)	-0.85%	(1,465,273)
1.60%	2,822,302	2.13%	3,679,097
-10.71%	(18,907,367)	-10.98%	(18,931,446)
1.97%	3,483,542	0.36%	617,043
17.41%	30,735,459	17.99%	31,009,375
	17.41% 22.50% 3.94% 1.53% -3.42% 1.60% -10.71% 1.97%	Rate Taka 176,575,088 17.41% 30,735,459 22.50% 39,729,395 3.94% 6,951,680 1.53% 2,696,009 -3.42% (6,040,102) 1.60% 2,822,302 -10.71% (18,907,367) 1.97% 3,483,542	Rate Taka Rate 176,575,088 176,575,088 17.41% 30,735,459 17.99% 22.50% 39,729,395 25.00% 3.94% 6,951,680 1.12% 1.53% 2,696,009 1.21% -3.42% (6,040,102) -0.85% 1.60% 2,822,302 2.13% -10.71% (18,907,367) -10.98% 1.97% 3,483,542 0.36%



		30 June 2021	30 June 2020
	Note(s)	Taka	Taka
23.00 Due to affiliated company			
KDS Poly Industries Limited		185,241	
		185,241	
23.01 The amount represent short term loan received from KDS Poly Industries Limited as a		meet funding requirer	ment. All
transactions were done through banking channel and interests were charged on outsta	nding balances.		
24.00 Short term bank loan			
Bank Overdraft	24.01	11,948,284	83,465,695
Loan Against Trust Receipt (LATR)	24.02	- 11,5 10,20 1	1,269,138
Local Documentary Bill Purchase (LDBP)	24.03	249,638,436	104,850,002
Demand Loan and Time Loan	24.04	1,271,399	352,527,147
Stimulus Fund	24.05	181,814,348	´ ´-
		444,672,467	542,111,982
24.01 Bank Overdraft			
Bank Overdraft Bank Asia Limited			37,059,866
Southeast Bank Limited		11,948,284	46,405,829
Southeast Dank Limited		11,948,284	83,465,695
24.02 Loan Against Trust Receipt (LATR)		11,546,264	03,403,093
Bank Asia Limited		_	1,269,138
Dank Asia Enniced			1,269,138
			1,207,100
24.03 Local Documentary Bill Purchase (LDBP)			
Bank Asia Limited		145,645,083	86,269,476
Standard Chartered Bank		103,993,353	18,580,526
		249,638,436	104,850,002
24.04 Demand Loan and Time Loan			265 450 065
Bank Asia Limited		-	265,450,965
Standard Chartered Bank Liabilities for interest payment deferral		1,271,399	80,000,000 7,076,182
Liabilities for interest payment deferral		1,271,399	352,527,147
		1,2/1,399	332,327,147
24.05 Stimulus Fund			
Bank Asia Limited		141,592,376	_ 1
Standard Chartered Bank		20,222,500	_
Southeast Bank Limited		19,999,472	-
		181,814,348	-

As per provision of Workers' Profit Participation Fund (WPPF) and Welfare Fund (WF) of Labor Act 2006, the company has been maintaining provision of WPP & WF since 2010. Meantime, the company has credited interest on the non-distributed WPP & WF fund till 30 June 2021 with a view to protecting the interest of the workers. However, during the year the Company has paid WPPF and Welfare Fund for the year 2015-2016 to the year 2017-2018 to the trust account.

		30 June 2021		30 Jur	ne 2020
	Notes	USD	Taka	USD	Taka
26.00 Revenue					
Export sales	26.01	26,636,722	2,217,942,652	23,160,565	1,922,326,909
		26,636,722	2,217,942,652	23,160,565	1,922,326,909



76,561,217

9,293,426

7,726,661

(36,138,323)

57,442,981

28.00

74,095,719

9,073,168 8,326,587

(14,934,258)

76,561,217



25.00 Provision for WPPF and Welfare Fund

Add: Provision made during the year

Add: Interest during the year

Less: Paid during the year

Opening balance

26.01 Details of export sales during the year are as follows:

	30 June 2021		30 June 2020	
Product name	(%)	Taka	(%)	Taka
Carton	80.99%	1,796,248,794	77.25%	1,484,990,358
Label	1.58%	35,148,254	2.63%	50,552,893
Elastics and Narrow Fabrics	5.63%	124,863,478	4.83%	92,827,620
Offset Printing	2.27%	50,449,758	3.60%	69,152,318
Heat Transfer Printing	0.10%	2,267,272	0.58%	11,199,192
Button	2.86%	63,324,387	4.90%	94,262,159
Gum Tape	1.63%	36,168,494	1.33%	25,656,397
Hanger	4.94%	109,472,215	4.87%	93,685,972
	100%	2,217,942,652	100%	1,922,326,909

		30 June 2021	30 June 2020
	Note(s)	Taka	Taka
27.00 Cost of goods sold			
Raw materials consumed	27.01	1,444,761,847	1,183,364,147
Factory overhead	27.02	350,567,429	313,369,615
Cost of Production		1,795,329,276	1,496,733,762
Add: Opening work-in-process		24,330,967	26,269,317
Less: Closing work-in-process	9.00	(23,120,967)	(24,330,967)
Cost of goods manufactured		1,796,539,276	1,498,672,112
Goods used for sample making	29.00	(887,195)	(935,150)
		1,795,652,081	1,497,736,962
Opening finished goods		9,650,877	11,564,987
Cost of goods available for sale		1,805,302,958	1,509,301,949
Closing finished goods	9.00	(11,984,400)	(9,650,877)
		1,793,318,558	1,499,651,072
27.01 Raw materials consumed			
Opening inventory		471,055,054	341,571,661
Add: Purchases during the year		1,405,565,583	1,312,847,540
Total materials available		1,876,620,637	1,654,419,201
Less: Closing inventory	9.00	(431,858,790)	(471,055,054)
		1,444,761,847	1,183,364,147
27.02 Factory overhead		172 (15 71 (145 242 227
Salaries, wages and others		172,645,716	145,312,327
Ansar/security cost	4.00	2,771,167	2,733,325
Depreciation	4.00	77,925,219	81,593,426
Electricity expenses		6,802,237	4,677,376
Fuel expenses		12,370,964	10,627,555
Gas expenses		22,148,080	23,307,637
Generator running expenses	10.00	859,775	1,408,172
Gratuity	18.00	3,153,542	3,041,855
Insurance premium		3,948,724	2,934,469
Labour charges		2,796,425	2,838,860
Printing and processing charges		3,994,224	3,143,333
Repair and maintenance	27.02	8,917,712	4,627,237
Stores and spares consumption	27.03	19,429,284	15,452,633
Telephone expenses		1,603,842	1,565,487
Testing fee		3,146,878	2,847,664
Uniform and liveries		361,832	846,054
Vehicle maintenance expenses		7,339,500	5,966,249
Water and sanitation expenses		352,308	445,956
		350,567,429	313,369,615



Note(s) Taka Taka Taka				
27.03 Stores and spares consumption			30 June 2021	
Opening inventory 62,266,322 47,788,637 Add: Purchases during the year 22,515,767 29,920,318 Total spare parts available 87,782,089 77,718,955 Less: Closing inventory 9.00 (68,352,805) (62,266,322) 19,429,284 15,452,633 28,000 Administrative expenses Salaries and allowances 74,885,072 61,674,843 Director's remuneration 2,500,000 2,400,000 Audit fee 417,450 379,500 Amortization 5.00 499,345 450,991 Depreciation 4.00 19,481,304 20,398,356 Electricity expenses 1,200,395 825,419 Electricity expenses 1,200,395 825,419 Entertainment 1,766,623 2,059,000 Fuel expenses 2,183,111 1,875,451 Gratuity 18.00 12,614,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 50,2343 469,595 Insurance expenses		Note(s)	Taka	Taka
Add: Purchases during the year 25,515,767 29,920,318 Total spare parts available 87,782,089 77,718,955 Less: Closing inventory 9,00 (68,352,805) (62,266,322) 19,429,284 15,452,633 19,429,284 15,452,633 19,429,284 15,452,633 28,000 Administrative expenses 74,885,072 61,674,843 Director's remuneration 2,500,000 2,400,000 Audit fee 417,450 379,500 Amortization 5,00 499,345 450,991 Depreciation 4,00 19,481,304 20,398,356 Electricity expenses 1,200,395 825,419 Electricity expenses 1,200,395 825,419 Fuel expenses 1,266,623 2,099,002 Fuel expenses 1,264,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Internet expenses 1,863,281 1,579,930 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 222,931 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,66,204 1,693,645 Professional fices 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Rent expenses 1,101,250 80,500 Rent expenses 2,31,04 50,600 Telephone 1,603,842 1,565,487 Travelling and distribution expenses 1,482,603 16,963,163 Travelling and conveyance 1,488,0645 134,226,944 29,00 Selling and distribution expenses 7,42,67 903,427 Carriage outward 25,997,796 22,508,292 Salaries and allowances 7,42,67 903,427 Carriage outward 25,997,796 22,508,292 Salaries and allowances 7,42,67 903,427 Carriage outward 25,997,796 22,508,292 Salaries and allowance 3,51,51,51,51,51,51,51,51,51,51,51,51,51,			(2.2((.22	45 500 605
Total spare parts available Less: Closing inventory 9,00 (68,352,805) (62,266,322)				
Less: Closing inventory 9.00 (68,352,805) (62,266,322) 19,429,284 15,452,633 15,452,634 15,452,633 15,452,634 15,452,633 15,452,634 15,452,634 15,452,633 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,452,634 15,45	— · · · · · · · · · · · · · · · · · · ·			
28.00 Administrative expenses Salaries and allowances Director's remuneration 2,500,000 2,400,000 Audit fee 417,450 379,500 379,500 499,345 450,991 45		0.00		
Salaries and allowances	Less: Closing inventory	9.00		
Salaries and allowances 74,885,072 61,674,843 Director's remuneration 2,500,000 2,400,000 Audit fee 417,450 379,500 Amortization 5.00 499,345 450,991 Depreciation 4.00 19,481,304 20,398,356 Electricity expenses 1,203,95 825,419 Entertainment 1,766,623 2,059,002 Fuel expenses 2,183,111 1,875,451 Gratuity 18.00 12,614,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 1,309,042 805,120 Periodicals expenses 22,2,624 126,810 Miscellaneous expenses 22,2,624 126,810 Profice maintenance 382,316 229,301 Portical expenses			19,429,284	15,452,633
Salaries and allowances 74,885,072 61,674,843 Director's remuneration 2,500,000 2,400,000 Audit fee 417,450 379,500 Amortization 5.00 499,345 450,991 Depreciation 4.00 19,481,304 20,398,356 Electricity expenses 1,203,95 825,419 Entertainment 1,766,623 2,059,002 Fuel expenses 2,183,111 1,875,451 Gratuity 18.00 12,614,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 1,309,042 805,120 Periodicals expenses 22,2,624 126,810 Miscellaneous expenses 22,2,624 126,810 Profice maintenance 382,316 229,301 Portical expenses				
Director's remuneration				
Audit fee				i i
Amortization 5.00 499,345 450,991 Depreciation 4.00 19,481,304 20,398,356 Electricity expenses 1,200,395 825,419 Entertainment 1,766,623 2,059,002 Fuel expenses 2,183,111 1,875,451 Gratuity 18.00 12,614,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 83,26,587 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 27,790 224,062 Miscellaneous expenses 27,790 24,067 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees <td></td> <td></td> <td>1 ' ' </td> <td>i i</td>			1 ' '	i i
Depreciation				·
Electricity expenses			1	·
Entertainment		4.00	1 ' '	i i
Fuel expenses 2,183,111 1,875,451 Gratuity 18.00 12,614,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 227,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 315,500 662,917 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 27,00 887,195 935,150 Go,942,673 51,194,793			1 ' '	
Gratuity 18.00 12,614,166 12,167,420 Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 T	Entertainment		1,766,623	2,059,002
Group insurance 636,611 713,536 Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 20,48,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Trave	Fuel expenses		2,183,111	1,875,451
Guest house expenses 502,343 469,595 Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance	· · · · · · · · · · · · · · · · · · ·	18.00	12,614,166	12,167,420
Insurance expenses 1,863,281 1,579,930 Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 2,048,242 1,603,960 Training expenses 2,048,242 1,603,960 Traivelling and conveyance 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Group insurance		636,611	713,536
Interest on WPPF 25.00 7,726,661 8,326,587 Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 </td <td>Guest house expenses</td> <td></td> <td>502,343</td> <td>469,595</td>	Guest house expenses		502,343	469,595
Internet expenses 1,904,986 1,868,961 Medical expenses 222,624 126,810 Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 2,3,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 149,880,645 149,880,645 149,880,645 149,880,645 149,880,645 149,880,645 149,880,645 149,880,645 149,880,645 149,	Insurance expenses		1,863,281	1,579,930
Medical expenses 222,624 126,810 Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,488,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion an	Interest on WPPF	25.00	7,726,661	8,326,587
Miscellaneous expenses 1,309,042 805,120 Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 2,048,242 1,603,960 Traiphone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761	Internet expenses		1,904,986	1,868,961
Periodicals expenses 27,790 24,067 Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses	Medical expenses		222,624	126,810
Office maintenance 382,316 229,301 Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses <td>Miscellaneous expenses</td> <td></td> <td>1,309,042</td> <td>805,120</td>	Miscellaneous expenses		1,309,042	805,120
Postage and parcel expenses 798,241 515,124 Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances Advertisement expenses 9 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Periodicals expenses		27,790	24,067
Printing and stationeries 1,616,204 1,693,645 Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances Advertisement expenses 9 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Office maintenance		382,316	229,301
Professional fees 105,250 80,500 Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 714,267 903,427 Carriage and allowances 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Postage and parcel expenses		798,241	515,124
Rent expenses - Dhaka office 7,730,448 7,379,064 Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Printing and stationeries		1,616,204	1,693,645
Rent, rates, license, renewal and others fee 2,412,746 2,458,468 Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Professional fees		105,250	80,500
Repair and maintenance 1,113,318 574,759 Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Rent expenses - Dhaka office		7,730,448	7,379,064
Security cost - Ansar cost 489,030 482,351 Fooding expenses 2,048,242 1,603,960 Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Rent, rates, license, renewal and others fee		2,412,746	2,458,468
Fooding expenses Training expenses Training expenses Training expenses Training expenses Travelling and conveyance Vehicle maintenance expenses Salaries and allowances Advertisement expenses Sales promotion and commission expenses Sample expenses 2,048,242 1,603,960 50,660 1,603,842 1,565,487 1,001,600 785,120 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances T19,842,603 714,267 903,427 22,508,292 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Repair and maintenance		1,113,318	574,759
Training expenses 23,104 50,660 Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Security cost - Ansar cost		489,030	482,351
Telephone 1,603,842 1,565,487 Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Fooding expenses		2,048,242	1,603,960
Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Training expenses		23,104	50,660
Travelling and conveyance 1,001,600 785,120 Vehicle maintenance expenses 815,500 662,917 149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Telephone		1,603,842	1,565,487
149,880,645 134,226,944 29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Travelling and conveyance		1,001,600	785,120
29.00 Selling and distribution expenses Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	Vehicle maintenance expenses		815,500	662,917
Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793			149,880,645	134,226,944
Salaries and allowances 19,842,603 16,963,163 Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	29.00 Selling and distribution expenses			
Advertisement expenses 714,267 903,427 Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793			19 842 603	16 963 163
Carriage outward 25,997,796 22,508,292 Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793				
Sales promotion and commission expenses 13,500,812 9,884,761 Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	*			· ·
Sample expenses 27.00 887,195 935,150 60,942,673 51,194,793	_			
60,942,673 51,194,793		27.00		
	outiple expenses	27.00		
			50,5 12,075	CHOWDAY



		30 June 2021	30 June 2020
30.00 Finance cost		Taka	Taka
Interest on bank loan and others		49,996,359	88,759,426
Bank charges and commission		15,022,790	12,874,852
bank charges and commission		65,019,149	101,634,278
31.00 Finance income			
Interest earned from FDR		594,340	1,004,999
Interest earned from STD		89,053	62,480
Interest income from inter-company	receivable	42,164,294	41,786,017
Gain/(Loss) on currency fluctuation		7,191,261	2,814,743
Gains (2000) on carreiney mactaution		50,038,948	45,668,239
32.00 Other income			
Rental income		1,560,000	1,560,000
Gain on sale of assets		11,777	612,006
Wastage Sales		958,573	471,467
Trastage States		2,530,350	2,643,473
33,00 Reconciliation of cash provided by	vonerations		
Profit before income tax	, - F	176,575,088	172,390,193
Depreciation charged		97,406,523	101,991,782
Amortization charged		499,345	450,991
(Gain)/loss on sale of property, plan	t and aguinment	(11,777)	(612,006)
(Profit)/loss from investment in asso	* *	15,482,411	2,468,173
Finance Income	clates [Note = 7.00 (II)]	(50,038,948)	(45,668,239)
Finance Cost		65,019,149	101,634,278
(Increase)/Decrease in Inventory		(128,736,912)	(99,366,093)
The state of the s	rables (after adjusting foreign currency fluctuation gain)	(117,336,412)	173,271,029
(Increase)/Decrease in other receiva		813,534	(922,827)
(Increase)/Decrease in Advances, D		(7,104,666)	(15,821,535)
	her payables (after adjusting foreign currency fluctuation loss)	470,091,231	226,243,191
Increase/(Decrease) in provision of		(19,118,236)	2,465,498
Increase/(Decrease) in the provision		12,543,563	14,716,386
(g,	516,083,895	633,240,821
34.00 Earnings Per Share (EPS)			
34.01 Basic Earnings Per Share			
The computation of EPS is given be	low:		
Total earnings attributable to the ord	linary shareholders	156,945,148	144,679,379
Number of ordinary shares outstand		71,182,361	66,216,150
Weighted average number of ordina	ry shares outstanding during the year	71,182,361	66,216,150
Basic Earnings Per Share	, , ,	2.20	2.18
Restated Earnings Per Share (Bas	io)*		2.03
Restated Lattings Fer Share (Bas	iic)		2.03

*EPS for the year 01 July 2019 to 30 June 2020 has been restated based on the new weighted average number of ordinary shares in accordance with para 64 of IAS 33.

34.02 Diluted EPS

No diluted EPS was required to be calculated for the year since there was no scope for dilution of share during the year under review.

	30 June 2021	30 June 2020
	Taka	Taka
34.03 Net Asset Value Per Share (NAV)		
Total Assets	3,761,638,857	3,310,894,874
Less: Liabilities	1,999,828,676	1,656,367,727
Net Asset Value (NAV)	1,761,810,181	1,654,527,148
Number of ordinary shares outstanding during the year	71,182,361	66,216,150
Net Assets Value (NAV) per share	24.75	24.99
	30 June 2021 Taka	30 June 2020 Taka
34.04 Net operating cash flow per share		
Net cash provided by/(used in) Operating activities	468,631,445	537,786,706
Number of ordinary shares outstanding during the year	71,182,361	66,216,150
Net operating cash flow per share		

 $\mathbf{34.05} \ \ \text{Net operating cash flow per share decreased due to increase of number of shares, operating expenses and supplier payment.}$



35.00 Contingent liabilities and commitment

Contingent liabilities and commitment at the reporting date are as follows

	30 June 2021 Taka	30 June 2020 Taka
35.01 Bank guarantee		
Bank Asia Limited	9,369,565	8,913,700
EXIM Bank Limited	-	605,865
	9,369,565	9,519,565
35.02 L/C liabilities		
Bank Asia Limited	376,138,511	49,857,729
Standard Chartered Bank	65,882,666	8,646,167
Southeast Bank Limited	105,931,885	-
	547,953,062	58,503,896

35.03 Capital expenditure commitment

There is no capital expenditure commitment as at 30 June 2021.

36.00 Directors' interest in contracts with the company

There was no transaction resulting in Directors' interest with the company.

37.00 Credit facility not availed

There was no credit facility available to the company under any contract, but not availed as on 30 June 2021 other than trade credit available in the ordinary course of business.

38.00 Related party transactions

In accordance with IAS-24: Related Party Disclosures, key management personnel of the company are those persons having the authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly.

38.01 Key Management Personnel Compensation

, ,	30 June 2021	30 June 2020
	Taka	Taka
Short term employee benefits	2,600,000	2,550,000
Post employment benefits	-	-
Other benefits	<u>-</u>	-
	2,600,000	2,550,000

Key management personnel compensation includes benefits for employees of the rank of Director and above.

Director's remuneration and festival bonus is given to the Managing Director only. Board meeting attendance fees are given to all the Directors. During $the year 2020-2021, Managing\ Director's\ remuneration\ was\ BDT-24,00,000,\ and\ festival\ bonus\ was\ BDT-1,00,000,\ in\ the\ year\ 2019-2020\ it\ was\ BDT-24,00,000,\ and\ festival\ bonus\ was\ BDT-1,00,000,\ in\ the\ year\ 2019-2020\ it\ was\ 2019-2020\ it\ wa$ BDT-24,00,000. Attendance fees in connection with Board of Directors Meeting was BDT-1,00,000 during the year 2020-2021, it was 1,50,000 in the year 2019-2020.

38.02 During the year the Company carried out a number of transactions with related parties in the normal course of business on an arms' length basis. Names of those related parties, nature of those transactions and their total value have been set out in accordance with the provisions of IAS-24: Related Party Disclosures.

SL No.	Name of the Related Parties	Relationship	Nature of Transactions	Balance as on 01 July 2020	Transaction during the year (Net)	Balance as on 30 June 2021
1	KDS Apparels Limited	Common directorship	Receivable against Sales	2,988,079	(2,988,079)	-
2	KDS Fashion Limited	Common directorship	Receivable against Sales	61,067,452	6,900,147	67,967,599
3	KDS Garment Inds. Limited	Common directorship	Receivable against Sales	10,636,540	30,756,518	41,393,059
4	KDS IDR Limited	Common directorship	Receivable against Sales	40,163,395	47,226,204	87,389,599
5	KDS Poly Ind. Limited	Common directorship	Short Term Loan	5,719,370	(5,904,611)	(185,241)
6	KDS Thread Limited	Common directorship	Short Term Loan	268,084,300	125,991,668	394,075,968





39.00 Board of Directors (BOD) meetings and attendance

Name of Directors	Designation	Number of Meetings Held	Attendance
Mr. Khalilur Rahman	Chairman	4	4
Mr. Salim Rahman	Managing Director	4	4
Ms. Tahsina Rahman	Director	4	4
KDS Garment Industries Limited (Represented by Mr. Kamrul	Director	4	4
Mr. Muhammad Jamaluddin	Independent Director	4	4

$40.00\,$ Events after the reporting period :

40.01 The Board of Directors at the meeting held on 25 October 2021 has recommended 15% cash dividend for the year ended 30 June 2021.

40.02 Calculation of minimum amount to be distributed as dividend as per income tax law:

As per Section 16G of ITO-1984, as a listed company, KDS Accessories Limited shall declare and distribute at least 30% of its net profit after tax as dividend (as per section 16F, stock and cash) to its shareholders otherwise 10% tax shall be imposed on the total amount of retained earnings, fund, reserve or surplus.

Distributable Profit	156,945,148
Minimum dividend percentage as per section 16G of the ITO, 1984	30%
Minimum dividend amount to be distributed as per section 16G of the ITO, 1984	47,083,545

41.00 Employee position of KDS Accessories Limited	30 June 2021	30 June 2020
Number of employees whose monthly salary was below Tk. 8,000	-	_
Number of employees whose monthly salary was above Tk. 8,000	1,171	1,218
	1,171	1,218

$42.00\ \ Quantitative\ information\ of\ production\ capacity\ for\ the\ year\ ended\ 30\ June\ 2021$

		30 June 2021			30 June 2020		
Particulars	Unit	Production Capacity	Actual Production	Capacity Utilization in (%)	Production Capacity	Actual Production	Capacity Utilization in (%)
Carton	Pcs	30,000,000	19,370,444	64.57%	30,000,000	21,187,785	70.63%
Label	Pcs	175,964,208	51,629,786	29.34%	175,964,208	59,755,814	33.96%
Elastics and Narrow Fabrics	Yards	30,576,000	19,654,644	64.28%	30,576,000	14,755,712	48.26%
Offset Printing	Pcs	150,009,600	48,958,885	32.64%	150,009,600	71,584,246	47.72%
Heat Transfer Printing	Pcs	24,960,000	2,805,001	11.24%	24,960,000	8,665,093	34.72%
Button	GG	360,000	108,741	30.21%	360,000	168,160	46.71%
Gum Tape	Pcs	4,290,000	819,877	19.11%	4,290,000	568,329	13.25%
Hanger	Pcs	45,000,000	20,484,620	45.52%	45,000,000	18,776,312	41.73%

For calculation of capacity utilization, weighted average of actual production capacity of each product has been considered.

43.00 Financial instruments- Financial risk management

International Financial Reporting Standard IFRS 7 - Financial Instruments: Disclosures - requires disclosure of information relating to both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk informationthe company's policies for controlling risks and exposures.

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyze the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. This note presents information about the company's exposure to each of the following risks, the company's objectives, policies and processes for measuring and managing risk, and the company's management of capital. The company has exposure to the following risks from its use of financial instruments.

- a) Credit risk
- b) Liquidity risk
- c) Market risk





43.01 Credit risk

Credit risk is risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations which arises principally from the Company's receivables and investments.

(a) Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows: 30 June 2021 30 June 2020

	30 June 2021	30 June 2020
	Taka	Taka
Investments in FDRs (Short term & long term)	9,665,421	15,460,607
Advances, deposits and prepayments	66,483,490	64,941,150
Trade and other receivables	1,057,993,010	935,967,269
Due from affiliated companies	394,075,968	273,803,670
Cash at bank	231,549,263	188,285,225
	1,759,767,152	1,478,457,921

(i) Trade and other receivables

The company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry in which customers operate. However, based on the company's operations there is no concentration of credit risk.

Ageing of trade receivables

The ageing of gross value at the reporting date that was not impaired was as follows:

	30 June 2021	30 June 2020
	Taka	Taka
Dues within 3 Months	433,608,178	411,213,258
Dues over 3 Months	623,972,744	523,362,329
	1,057,580,922	934,575,587

The management believes that the amounts are collectible in full, based on historic payment behaviour and extensive analysis of customer credit risk, including underlying customers' credit ratings if they are available.

(ii) Due from affiliated companies

The carrying amount represents amount paid to one of the inter companies to meet its operational finance from time to time. The outstanding balance is redeemable including 9% (30 June 2020: 9%-11%) interest per annum and has no prescribed repayment schedule.

(iii) Cash and cash equivalents

The company held cash at bank of Tk. 231,549,263 at 30 June 2021 (2020: Tk. 188,285,225), which represents its maximum credit exposure on these assets. The balance with banks are maintained with both local branch of International banks and domestic scheduled banks.

(b) Credit exposure by credit rating

	30 June 2021		
	Credit rating	Taka	(%)
Trade receivables	NR	1,057,580,923	77.94%
Other receivables	NR	412,087	0.03%
Advances, deposits and prepayments	NR	66,483,490	4.90%
Cash and cash equivalents			
Cash in hand		934,104	0.07%
Cash at Banks		231,549,263	17.06%
			·
Bank Asia Limited	AA2	218,763,853	94.48%
Dutch Bangla Bank Limited	AA+	5,557	0.00%
HSBC	AAA	414,715	0.18%
Mutual Trust Bank Limited	AA	752,507	0.32%
National Credit & Commerce Bank	AA	73,909	0.03%
Standard Chartered Bank	AAA	8,174,035	3.53%
Trust Bank Limited	AA2	3,359,253	1.45%
Southeast Bank Limited	AA	5,434	0.00%

43.02 Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash. The Company's approach to manage liquidity 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.

Exposure to Liquidity risk

The following are the contractual maturities of financial liabilities:

	G .		Contractual cash flows			
Non-derivative financial liabilities	Carrying amount	111111111111111111111111111111111111111		More than 5 years	Total	
As at 30 June 2021	Taka	Percentage	Taka	Taka	Taka	Taka
Long term borrowings	63,477,870	9.00%	17,163,975	46,313,895	=	63,477,870
Trade and other payable	1,260,020,069	N/A	1,260,020,069	-	-	1,260,020,069
Unclaimed dividend	870,788	N/A	870,788	_	-	870,788
Due to affiliated companies	185,241	9.00%	185,241	_	-	185,241
Short term bank loan	444,672,467	3.20%-9.00%	444,672,467	-	-	444,672,467
Provision for WPPF and Welfare Fund	57,442,981	11.25%	57,442,981	-	-	57,442,981
	1,826,669,416	-	1,780,355,521	46,313,895	_	1,826,669,416
As at 30 June 2020		- -				
Long term borrowings	73,992,408	9.00%-13.75%	59,382,368	14,610,040	-	73,992,408
Trade and other payable	791,171,309	N/A	791,171,309	-	-	791,171,309
Unclaimed dividend	535,680	N/A	535,680	-	-	535,680
Short term bank loan	542,111,982	3.53%-9.00%	542,111,982	_	-	542,111,982
Provision for WPPF and Welfare Fund	76,561,217	11.25%	76,561,217	-	-	76,561,217
	1,484,372,595	-	1,469,762,555	14,610,040	-	1,484,372,595

43.03 Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates, will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(a) Currency risk exposure and its management

The company is exposed to currency risk on sales, purchases and borrowings that are denominated in a currency other than the functional currencies of the company.

As at 30 June 2021, the Company was exposed to foreign currency risk in respect of financial liabilities denominated in the following currencies:

(i) Exposure to currency risk

GBP	USD	Taka
125	92,167	7,751,792
	12,597,748	1,057,580,923
125	12,689,915	1,065,332,715
=	2,938,651	249,638,436
=	12,379,547	1,051,642,511
-	15,318,198	1,301,280,947
125	(2,628,283)	(235,948,232)
GBP	USD	Taka
125	33,204	2,797,089
-	11,145,803	934,575,587
125	11,179,007	937,372,676
-	1,234,255	104,850,002
-	7,032,437	597,405,538
-	8,266,692	702,255,540
	125	125 92,167 - 12,597,748 125 12,689,915 - 2,938,651 - 12,379,547 - 15,318,198 125 (2,628,283) GBP USD 125 33,204 - 11,145,803 125 11,179,007 - 1,234,255 - 7,032,437



The company has translated all of its monetary items in foreign currency at the end of its accounting period by using two different rates since the bank offering two different rates for settling its assets and liabilities in foreign currency.

The following significant exchange rate is applied during the year:

	30 June 2021	30 June 2020
US Dollar		
For denoting asset in foreign currency	83.95	83.85
For denoting liabilities in foreign currency	84.95	84.95
GBP		
For denoting asset in foreign currency	114.64	103.24
For denoting liabilities in foreign currency	-	-

Being a 100% export oriented company, the company can directly mitigate foreign currency risk exposure by tradeoff between import and export.

(ii) Sensitivity analysis

A reasonably possible strengthening (weakening) of the GBP and US Dollar against BD Taka at the reporting date would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. The analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

		30 June	2021	30 June	2020
		Profit of	r loss	Profit o	r loss
		Strengthening	Weakening	Strengthening	Weakening
		Taka	Taka	Taka	Taka
SD	(2% movement)	(4,439,157)	4,439,157	4,915,986	(4,915,986)
3P	(2% movement)	288	(288)	259	(259)

(b) Transaction risk

Transaction risk is the risk that the company will incur exchange losses when the accounting results are translated into the home currency.

Economic risk refers to the effect of exchange rate movements on the international competitiveness of the company.

(d) Interest risk

Interest rate risk arises from movement in interest rates. The company needs to manage interest rate risk so as to be able to repay debts as they fall due and to minimize the risks surrounding interest payments and receipts.

Exposure to interest rate risk

The interest rate profile of the company's interest- bearing financial instruments as reported to the management of the company is as follows.

	30 June 2021	30 June 2020
Fixed- rate instruments	Taka	Taka
Financial assets	403,741,389	289,264,277
Financial liabilities	(508,150,337)	(616,104,391)
	(104,408,948)	(326,840,114)
Variable- rate instruments		
Financial assets	-	-
Financial liabilities	=	
		<u> </u>

(e) Other market price risk

The company is exposed to equity price risk, which arises from available for sale equity and debt securities. Management of the company monitors its investment portfolio based on market indices and all buy and sell decisions are approved by the Directors.





44.00 Financial Instruments- Accounting classifications and fair values

The following table shows the carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

				Carryii	Carrying amount		
		Fair value through Profit or loss	Held to Maturity	Loans and Receivables	Available for Sale	Other financial Liabilities	Total
<u>30 June 2021</u>	Note ref.	Taka	Taka	Taka	Taka	Taka	Taka
Financial assets not measured at fair value							
Trade and other receivables	10 & 11	•	İ	1,057,993,010	ı	ı	1,057,993,010
Due from affiliated companies	13	•	i	394,075,968	ı	1	394,075,968
Investments in FDR	8 & 14	•	ı	1	9,665,421		9,665,421
Cash at bank	15.02	•	ı	231,549,263	1		231,549,263
			•	1,683,618,241	9,665,421	1	1,693,283,662
Financial liabilities not measured at fair value	a)						
Long term borrowings	17	•	ı	ı	ı	(63,477,870)	(63,477,870)
Trade and other payables	20	•	ı	ı	ı	(1,260,020,069)	(1,260,020,069)
Unclaimed dividend	21	•	ı	ı	ı	(870,788)	(870,788)
Due to affiliated companies	23	•	ı	1	ı	(185,241)	(185,241)
Short term liabilities	24	•	ı	1	ı	(444,672,467)	(444,672,467)
		•	•	•		(1,769,226,435)	(1,769,226,435)
30 June 2020							
Financial assets not measured at fair value							
Trade and other receivables	10 & 11	•	ı	935,967,268	•	•	935,967,268
Due from affiliated companies	13	•	ı	273,803,670	•		273,803,670
Investments in FDR	8 & 14	•	•	•	15,460,607	•	15,460,607
Cash at bank	15.02	•	ı	188,285,225	ı		188,285,225
		•	1	1,398,056,164	15,460,607		1,413,516,771
Financial liabilities not measured at fair value	a)						
Long term borrowings	17	•	ı		•	(73,992,408)	(73,992,408)
Trade and other payables	20	•	ı		•	(791,171,309)	(791,171,309)
Unclaimed dividend	21	•	ı	ı	ı	(535,680)	(535,680)
Short term liabilities	24	•	•	•	•	(542,111,982)	(542,111,982)
		•	1	•	•	(1,407,811,378)	(1,407,811,378)

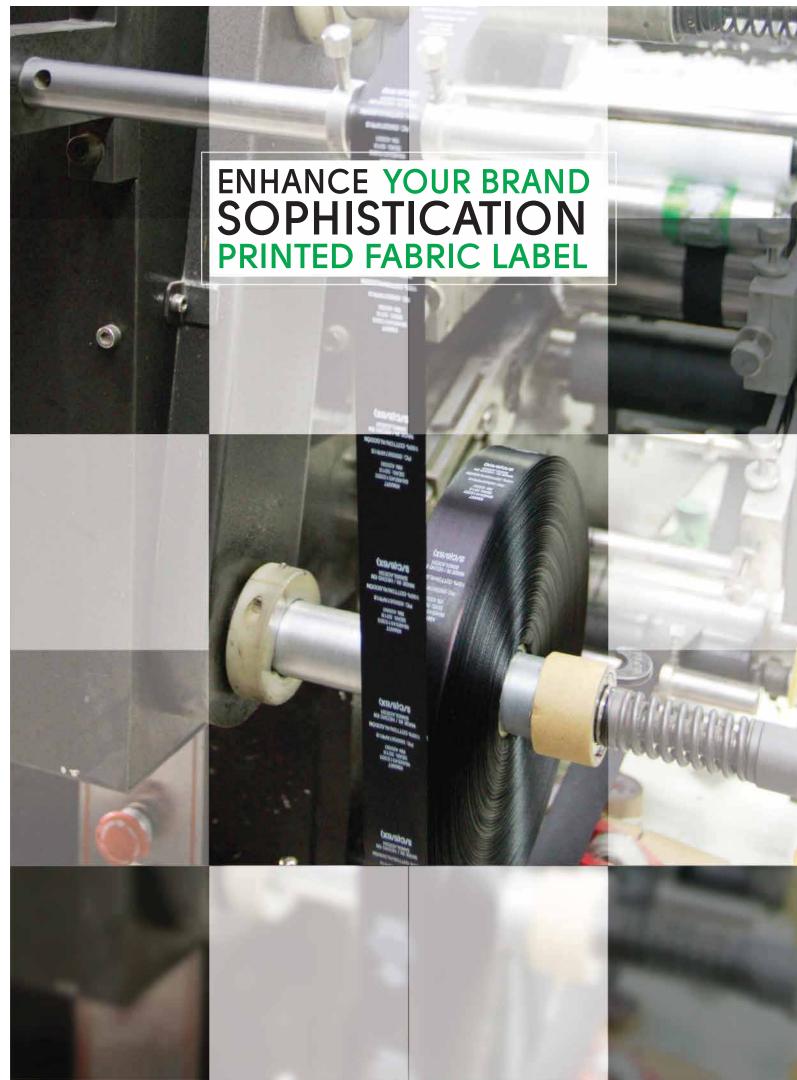


45.00 Related Notes for Statement of Cash Flows

		Note (s)	30 June 2021 Taka	30 June 2020 Taka
45.01	Received from customers			
	Revenue	26	2,217,942,652	1,922,326,909
	Increase in Trade Receivables	10	(123,005,336)	163,797,096
	Foreign currency fluctuation gain/(loss)	10	5,668,924	9,473,933
			2,100,606,240	2,095,597,938
45.02	Received from other sources			
75.02	Other income	32	2,518,573	2,031,467
	(Increase)/ Decrease in other receivables	11	813,534	(922,827)
	(mercase) Decrease in other receivables	**	3,332,107	1,108,640
			5,552,107	1,100,010
45.03	Paid to suppliers	[
	Cost of Sales	27	(1,793,318,558)	(1,499,651,072)
	Increase in Inventory	9	(128,736,912)	(99,366,093)
	Increase in Trade & Other payables (Supplies)	20.01	450,294,779	203,860,614
	Gain/(loss) on currency fluctuation	31	1,242,472	(6,837,200)
	Depreciation of factory overhead	27.02	77,925,220	81,593,425
			(1,392,592,999)	(1,320,400,327)
45.04	Paid for operating expenses			
	Administrative, Selling and Distribution Expenses	28 & 29	(210,823,318)	(185,421,737)
	Increase /(Decrease) in Trade and Other payables (For expenses)	20.02	17,898,588	29,922,624
	Decrease in Trade and Other payables (For finance)	20.03	655,394	(702,846)
	(Increase) / Decrease in Advances, Deposits and Pre-payments	12	(1,542,340)	(18,441,362)
	Advance Income Tax	12.01.01	(5,562,326)	2,619,827
	Amortization	28	499,345	450,991
	Depreciation (Operating expenses)	28	19,481,304	20,398,357
	Provision for Gratuity	18	12,543,563	14,716,386
	Paid to workers participation and welfare fund	25	(36,138,324)	(14,934,258)
	Unpaid Interest of WPPF and WF	25	7,726,661	8,326,587
			(195,261,453)	(143,065,431)
45.05	Interest paid (net)			
45.05	Financial Expenses	30	(65,019,149)	(101,634,278)
	Interest income from inter-company receivable	31	42,164,294	41,786,017
	Interest on STD	31	89,052	62,480
	Interest on FDR	31	594,340	1,004,999
	Accrued interest income on FDR	11	166,061	(77,307)
		1	760,401	927,693
			(22,005,402)	(58,858,088)
			, , ,,	

		ı		
		Note (s)	30 June 2021	30 June 2020
		1,000 (8)	Taka	Taka
45 06	Income tax paid			
45.00	(Increase)/decrease in current tax liability	22	(273,915)	(2,966,825)
	Provided during the period	22	(30,735,459)	(31,009,375)
	Increase/(decrease) in advance for tax	12	5,562,326	(2,619,827)
	increase/(decrease) in advance for tax	12 .	(25,447,048)	(36,596,027)
		•	(23,447,040)	(50,570,027)
45.07	Acquisition of property, plant and equipment			
	Addition of property, plant and equipment during the period	4	(16,916,244)	(13,451,063)
	Capitalized during the year	6	1,135,458	9,272,804
	Adjustment during the year	6	-	12,847,598
	Addition in capital work-in-progress	6	(139,109,336)	(9,272,804)
	, , ,	•	(154,890,122)	(603,464)
		•		
45.08	Addition to intangible assets	5	-	(379,500)
		•		
45.09	Proceed from sale of non-current assets			
	Disposal during the year	4	726,712	854,024
	Adjustment for depreciation	4	(701,871)	(854,022)
	Gain on sale of assets	32	11,777	612,006
			36,618	612,008
45,10	Increase in investments			
45.10		8	050 257	(240,000)
	Investment in FDR (Long term) Investment in FDR (Short term)	8 14	950,357	(249,008)
	investment in FDR (Short term)	14 .	4,844,829 5,795,186	(568,415)
		•	5,/95,160	(817,423)
45 11	Dividend paid			
43.11	Cash dividend declared & disbursed	21	(49,662,115)	(63,063,000)
	Increase/(decrease) in unclaimed dividend	21	335,108	167,696
	increase/(decrease) in unclaimed dividend	21	(49,327,007)	(62,895,304)
			(42,327,007)	(02,073,304)
45.12	Receipt/(repayment) of long term borrowings	17	(10,514,538)	(244,728,462)
	and the second s		(10,011,000)	(= 1 1,7 = 0, 1 0 =)
45.13	Receipt/(repayment) of short term borrowings	24	(97,439,515)	(48,320,603)
			. , , ,	. , , ,
45.14	Short term loan receipt/(paid) from/to affiliated companies			
	Short term loan paid to affiliated companies	13	(120,272,298)	(81,571)
	Short term loan receipt from affiliated companies	23	185,241	- 1
	•		(120,087,057)	(81,571)
45.15	Effect of foreign exchange rate changes in cash and cash			
	equivalent		279,866	178,010





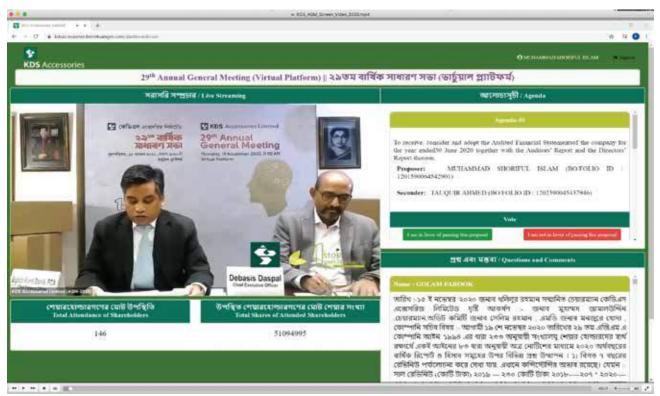




Chairman addressing at 29th AGM



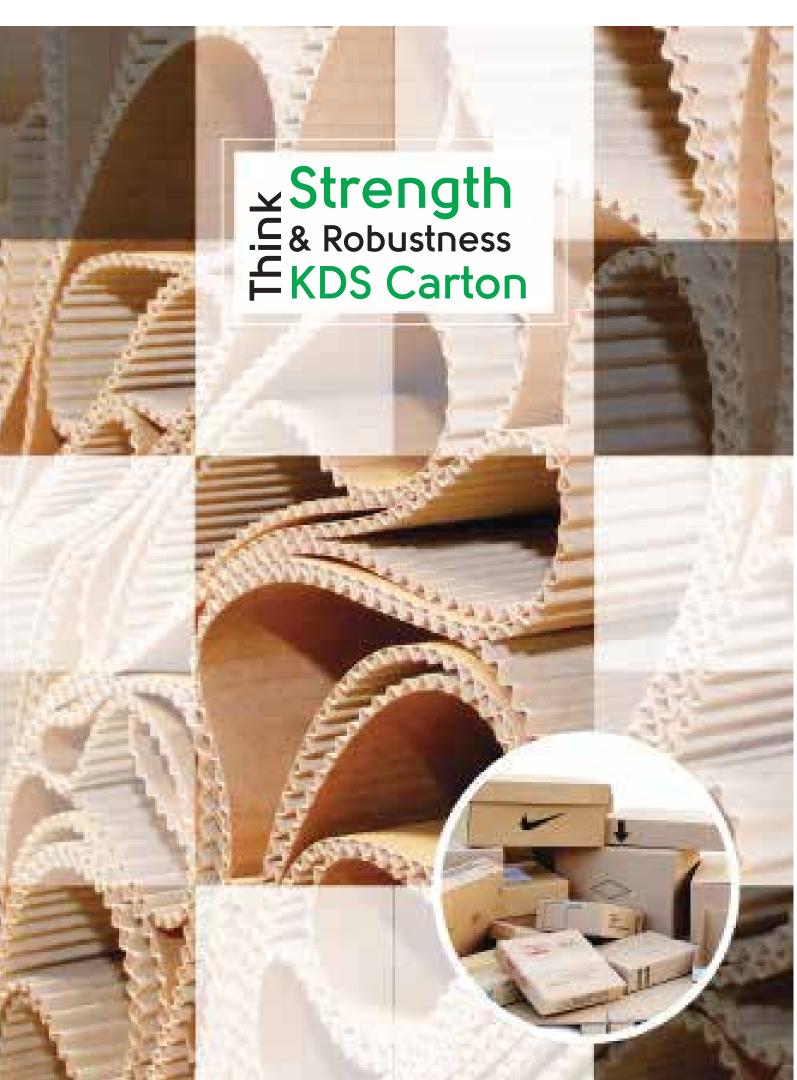
Managing Director delivering speech at 29th AGM



Starting 29th AGM Proceedings



Starting 29th AGM Proceedings





FE Financial Express

KDS Accessories approves 7.50pc stock, 7.50pc cash dividend

The 29th Annual General Meeting (AGM) of KDS Accessories Ltd was held on a virtual platform on Thursday, said a statement.

Thursday, said a statement. The meeting was presided over by Khalilur Rahman, Chairman of the company. Among others, Salim Rahman, Managing Director, other members of the board Tabsina Rahman, Kamul Hasan FCA, Independent Director Muhammad Jamaluddin, Auditor's Representative and KDS Accessories's CEO Debasis Daspal, CFO Biplob Kanti Barik FCA, Company Secretary Manjure Khada were also Company Secretary Manjure Khuda were also

present in the meeting.

The AGM approved the dividend of 7.50 per cent



The 29th Annual General Meeting (AGM) of KDS Accessories Ltd was held on a virtual platform on Thursday. The meeting was presided over by Khalifur Rahman, Chairman of the company, while Salim Rahman, Managing Director, was present.

stock (bonus) and 7.50 per cent cash for the year 2019-2020 for the shareholders who held shares on the record date as of November 4, 2020.

holders were present in the AGM on the virtual plat-

The other activities of the AGM were adoption of the Audited Financial Statements of 2019-2020,

election of the directors and

Managing Director of the company, highlighted the future innovation from the company with his plan



২৯তম এজিএম

১৫ শতাংশ লভ্যাংশ অনুমোদন কেডিএস অ্যাকসেসরিজের





কেডিএস এক্সোসরিজ লিমিটেডের ২৯তম বার্ষিক সাধারণ সভা



করোনায় ব্যবসা কমলেও মুনাফা বেডেছে কেডিএস অ্যাকসেসরিজের



কালেৱ কর্গ্র

ারিজ: কেডিএস ম্যাক্সেসরিজের ২৮তম বার্মি সাধারণ সভা গতকাল ভার্ট্যাল চ্যাটকর্মে অন্তিত হয়। কম্পানির ক্ষোরম্যান যদিগুর রম্মানের সভাসতিত্বে অনুষ্ঠিত এ সভায় এমহি সেলিন রম্মানসহ আরো অনেকে উপদ্বিত ছিলেন। সংবাদ বিজধি।



20-Nov, 2020 Page No: 14

১৫ শতাংশ লভ্যাংশ দেবে কেডিএস এক্সেসরিজ

স্টাফ রিপোর্টার, চট্টপ্রাম অফিস 🛭 সমাপ্ত অর্থ বছরে শেয়ারহোন্ডারদের জন্য ১৫ শতাংশ লভ্যাংশ অনুমোদন করেছে পুঁজিবাজারের তালিকাভুক্ত প্রতিষ্ঠান কেডিএস এক্সেসরিজ লিমিটেড।

বৃহস্পতিবার সকালে ভার্চুয়াল প্লাটফর্মে অবস্থিত কোম্পানির ১৯তম বার্ষিক সাধারণ সভায় এ লভ্যাংশ অনুমোদনের ঘোষণা করা হয়। এতে সভাপতিতু করেন কোম্পানির চেয়ারম্যান খলিলুর রহমান। সভায় ২০১৯-২০ অর্থবছরের জন্য ৭ দশমিক ৫০ শতাংশ নগদ এবং ৭ দশমিক ৫০ শতাংশ স্টক লভ্যাংশসহ মোট ১৫ শতাংশ লভ্যাংশ অনুমোদিত হয়।

দৈনিক পূৰ্বকোণ

বার্ষিক সাধারণ সভা কেডিএস এক্সোসরিজের ১৫% লভ্যাংশ ঘোষণা

কৈভিএস এক্সোসরিজ পিমিটেডের ২৯তম বার্থিক সাধারণ সভা থতকাল বৃহস্পতিবার অচ্যাল প্লাটফর্মে অনুষ্ঠিত হয়। কোম্পানির

বলিলুর রহমানের সভাপতিতে অনুষ্ঠিত সভার উপন্থিত ছিলেন ব্যবস্থাপনা পরিচালক সেলিয় রহমান, পরিচালক তাহসিনা রহমান, স্থাবীন পরিচালক রহমান,
মোহাম্বন জামাখ্য
প্রিচালক কামকল হাসান
এফসিএ, দেবাখীৰ দাশপাল,
বিশ্বব কছি বণিক এবং
কোপ্দানি সেকেটারি মন্জতে
খোলা। এসময় কোম্পানি
শ্বিপ্তার কাম্বার্থ সর্বাস্ত্রক সহযোগিতার কেডিএস এক্সোসরিজ লিমিটেড আগামীতে আবো ভাল ফলাফল সভয় হবে আশাবাদ ব্যক্ত করেন। সভায় বিগত আর্থিক বৎসরের জন্য ৭০% নগদ ও ৭.৫০% উক লভ্যাংশসহ মোট ১৫% লভ্যাংশ এবং কোম্পাদির ৩০ জনে নিরীক্ষিত আর্থিক বিরুধী, পরিচলক দিয়েল এবং প্রকর্তী বংসরের জন্য নিরীক্ষক বংসরের জন্য শিয়োগসহ অন্যান্য



KDS Accessories approves 15 per cent dividend

Staff Correspondent

CHATTOGRAM Nov 19: KDS Accessories Ltd has approved the 7,50% Stock (Bomis) dividend and 7.50% Cash dividend for the year 2019-2020 for the shareholders of the com-

The approval came at the 29th Annual General Meeting (AGM) of company held virtually on Thursday, with KDS Khalilur Chairman. Rahman in the chair.

others. Among Managing Director Salim Rahman-Managing Director, other members of the Board Mrs. Tahsina Rahman, Kamrul Hasan, Independent Director Muhammad Jamaluddin, Auditor's Representative and KDS Accessories's CEO- Mr. Debasis Daspal, CFO- Biplob Kanti Banik, Secretary Company. Manjure Khuda were also present in the meeting.

A large number of

shareholders were present in the AGM through Virtual Platform.

The Chairman of the meeting thanked the shareholders for their trust on the company and briefly talked about growth potential of the company, international KDS competition. Accessories' ambition to become strong backward linkage industry etc.

The AGM approved the dividend for the shareholders who hold shares on the record date as on November 4, 2020.

The other activities of the AGM were adoption of the Audited Financial Statements of 2019-2020, election of the Directors and appointment of Auditors

At the end Salim Rahman highlighted the future innovation from the company with his plan the meeting ended with a vote of thanks from him.

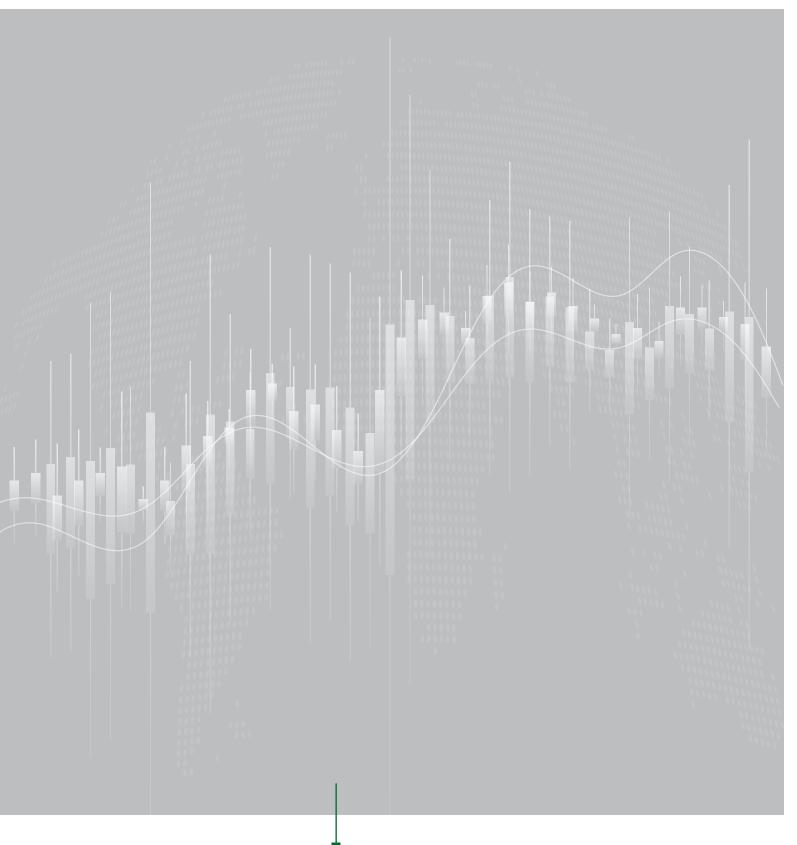


বক্তব্য রাখেন কোম্পানির চেয়ারম্যান শিল্পতি খলিলুর রহমান

২৯তম বার্ষিক সাধারণ সভা কেডিএস এক্সেসরিসের ১৫ শতাংশ লভাাংশ অনুমোদন

সমকাল প্রতিবেদক পুঁজিবাজারে তালিকাভুক্ত কেডিএস এক্সেসরিস লিমিটেডের ২৯তম বার্ষিক সাধারণ সভায় (এজিএম) ১৫ শতাংশ লভাংশ অনুমোদন দেওয়া হয়েছে: করোনাভাইরাসের কারণে ১৯ নভেম্বর সকাল ১১টায় অনলাইনে ভার্চয়ালি এবারের সাধারণ সভা অনৃষ্ঠিত হয়। কোম্পানির চেয়ারমান শিল্পতি খলিলুর রহমানের সভাপতিত্বে সভায় ব্যবস্থাপনা পরিচালক সেলিম রহমান, পরিচালক তাহসিনা রহমান, স্বাধীন পরিচালক মোহাম্মন জামাল উদ্দিন, পরিচালক কামরুল হাসান এফসিএ, নিরীক্ষক প্রতিনিধিসহ কোম্পানির সিইও দেবাশীয় দাশ পাল, সিএফও বিপ্লব কান্তি বণিক এফসিএ এবং কোম্পানি সেক্রেটারি মনজুরে খোদা উপস্থিত ছিলেন। সভায় ভার্টুয়াল भ्राविक्यर्भत भाषाम उत्तचयाणा সংখ্যক শেয়ারহোন্ডার অংশ নেন। সভায় বিগত অর্থবছরের জনা ৭ দশমিক ৫০ শতাংশ নগদ ও ৭ দশমিক ৫০ শতাংশ স্তক লভ্যাংশসহ মোট ১৫ শতাংশ লভ্যাংশ এবং কোম্পানির ৩০ জুন ২০২০ তারিখের নিরীক্ষিত আর্থিক বিবরণী, পরিচালক নিয়োগ এবং পরবর্তী বছরের জন্য নিরীক্ষক নিয়োগসহ অন্যান্য বিষয় অনুমোদন দেওয়া হয়

এসময় কোম্পানির চেয়ারম্যান শিল্পতি খলিলুর রহমানু করোনার বিশেষ পরিস্থিতিতেও শেয়ারহোন্ডারদের সরব উপস্থিতির জনা সকলকে ধন্যবাদ জানান। শেয়ারহোন্ডারদের সব্যিক সহযোগিতায় প্রতিষ্ঠান আরও এগিয়ে যাবে বলে তিনি আশাবাদ ব্যক্ত করেন।



SHAREHOLDER INDEX

THE 30TH ANNUAL GENERAL MEETING

Date 09 December 2021, Time 11:00 AM

The AGM will be held virtually by using digital platform through Venue

https://kdsaccessories.bdvirtualagm.com the following link

FINANCIAL RESULTS

Reporting period of 12 months from 01 July 2020 to 30 June 2021. During the period operational result of the company were announced as below:

Particulars	1st Quarter 12 November 2020	2nd Quarter 30 January 2021	3rd Quarter 28 April 2021	4th Quarter 25 October 2021	Period ended result (2020-2021) 25 October 2021
Reporting Date	July-2020 August-2020 September-2020	October-2020 November-2020 December-2020	January-2021 February-2021 March-2021	April-2021 May-2021 June-2021	July - 2020 to June - 2021
Turnover in BDT (mn)	530.58	502.54	518.75	666.07	2,217.94
Net Profit in BDT (mn)	26.51	52.60	42.37	35.46	156.94
EPS in BDT	0.40	0.74	0.60	0.46	2.20
NAV per share in BDT	25.39	23.66	24.25	24.75	24.75
NOCFPS per share in BDT	1.26	1.27	4.80	6.58	6.58

RECORD DATE

The record date was 21 November 2021.

DIVIDEND

15% cash Dividend has been recommended on 25 October 2021 in the 136th BOD Meeting and after having approval of the shareholders at the 30th AGM, dividend will be distributed within 30 days from the date of AGM.

LISTING

The company's shares are listed at the Stock Exchanges at Dhaka and Chittagong of Bangladesh.

FACE VALUE PER SHARE: TK. 10.00

INVESTOR CORRESPONDENCE

191-192 Baizid Boastami Road, Nasirabad I/A, Chattogram, Bangladesh. T: +880 31 681701-3, 685207-9, Ext: 152, F: +880 31 682137, W: www.kdsaccessories.comv

S KDS Accessories Limited

Corporate Office : 191-192, Baizid Bostami Road, Nasirabad I/A, Chattogram-4210

PROXY FORM

	0†
	a shareholder of KDS Accessories Limited, do hereby appoint Mr./Ms./Miss
	of
	as my/our proxy to attend and vote
in my/our behalf at the 30th Annual General Meeting (AGM) of the $\ensuremath{^{\circ}}$	Company to be held on 09 December 2021, Time 11:00 AM virtually by using
digital platform through the following link: https://kdsaccessories	s.bdvirtualagm.com and at any adjourment thereof or any poll that may be
taken in	
consequence thereof and to vote on my/our behalf as he/sh	ne thinks appropriate on all resolutions. As witness my/our hand this
2021.	Affix Revenue
	Stamp of Tk. 20.00
	Stamp of Tr. 20.00
(Signature of Shareholder)	(Signature of Proxy)
(Signature of Shareholder)	(Orginature of Froxy)
Shareholders BO ID No:	
No. of Shares held:	
Note :	
	the Corporate Office not later than 72 (Seventy Two) hours before the time
	The Corporate office not later than 72 (Seventy Two) hours before the time
fixed for the meeting.	
2. Signature of the shareholder should agree with the specimen si	gnature registered with the Company of BO Account/CDBL Record.
(Authorized Signature)	(Signature Verified)
KDS Accessories Limited	
∲ KDS /	Accessories Limited
Corporate Office : 191-192, Baizid Bo	ostami Road, Nasirabad I/A, Chattogram-4210.
	RS' ATTENDENCE SLIP
	eral Meeting of KDS Accessories Limited to be held on 09 December 2021,
Time 11:00 AM virtually by using digital platform through the follo	-
Name of the Shareholder/Proxy:	g
Shareholders BO ID No:	
4.4.4.4.2	
(Authorized Signature)	(Signature Verified)
KDS Accessories Limited	

Note: Please present this attendance slip at the registration desk on the AGM date.