

BEXIMCO FISHERIES LIMITED
FISH FARMING TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE PERIOD OF 1 (ONE) MONTH ENDED 31ST JANUARY, 1994

Sales	522,583.00
Cost of Sales:	
Opening Stock	14,711,866.86
Purchases	—
Direct Expenses (Note-9)	454,512.20
	15,166,379.06
	14,960,266.86
	206,112.20
	316,470.80
Gross Profit	(79,565.25)
Administrative and other charges (Note-10)	236,905.55
Net Profit for the Year	(23,691.00)
Tax-holiday Reserve	213,214.55
	32,289,058.97
Accumulated Surplus brought forward	Tk. 32,502,273.52
Accumulated Surplus carried forward	

Note: These accounts are to be read in conjunction with annexed notes.
Subject to our separate report of even date annexed.

Dated 5th April, 1994.
Dhaka.

Sd/-
M.J. ABEDIN & CO.
CHARTERED ACCOUNTANTS

BEXIMCO FISHERIES LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD OF ONE MONTH ENDED 31ST JANUARY 1994

Cash Flows from Operating Activities:	Amount in Taka
Net profit for the period	236,906
Adjustments to reconcile net profit to net cash provided by operating activities:	
Depreciation	200,893
Increase in stock	(248,400)
Decrease in loans, advances, deposits and pre-payments	1,521,043
Decrease in liabilities for goods	(1,583,650)
Increase in liabilities for expenses	3,675
	(106,439)
Net cash provided by operating activities	130,467
Cash Flows from Investing Activities	130,467
Cash Flows from Financing Activities	
Net increase in cash and bank balances	130,467
Cash and Bank balances on opening	2,726,035
Cash and Bank balances at the closing	2,856,502

BEXIMCO FISHERIES LIMITED
NOTES ON ACCOUNT FOR THE PERIOD OF 1 (ONE) MONTH ENDED 31ST JANUARY, 1994

1. ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION:

- (a) Legal Form of the Enterprise:
Beximco Fisheries Ltd. was incorporated in Bangladesh on 20th May 1981 as private limited company under the Companies Act, 1913.
The company has subsequently been converted into Public Limited Company on 17th April, 1993.
- (b) Nature of Business Activities:
• Semi-intensive shrimp culture
• Sale (export/local) of shrimp and other fish products
- (c) Accounting Convention and basis:
These accounts have been prepared under the historical cost convention and in accordance with the International Accounting Standards as adopted in Bangladesh except stock of fish at farm which is valued at estimated cost.
- (d) Fixed Assets:
(i) Fixed Assets other than free hold land & land development and lease hold land are stated at cost less accumulated depreciation.
(ii) Free-hold land is stated at cost.
(iii) Lease hold land is stated at cost as no amortization has yet been made due to the fact that the said land have not been put to commercial use.
- (e) Depreciation/Amortization:
Depreciation on fixed assets other than free hold land and land development, embankment and lease hold land are provided at rates varying from 10% to 20% as stated in enclosed schedule of fixed assets on the reducing balance method. Embankment is amortized on the basis of estimated life. No amortisation has been made on lease hold land as the said land have not been put to commercial use.
- (f) Taxation:
The company is enjoying exemption from income tax in respect of its Fish farming Unit upto 30.6.2000 Vide S.R.O.235-L/89 dated 01.07.1989 and S.R.O. 309-L/91 dated 09.10.1991 issued by the National Board of Revenue.
- (g) Stock of Fish at Farm:
This is valued at estimated cost.
- (h) Sales:
Sales for the period represents local sales.
(i) Revenue Recognition:
Sale is recognised at the time of delivery from project.

2. LEASE HOLD LAND (AT COST) - Tk. 52,656,870.74

This represents the value of 396.48 acres land situated at Cox's Bazar being acquired for semi-intensive shrimp culture under the lease agreements for a period of 10 (Ten) years with a grace period of six months with effect from 01.12.93. No amortization has yet been made as the said land have not been put to Commercial use.

3. STOCK OF FISH AT FARM- Tk. 14,960,266.86

This valued at estimated cost.

4. CASH AND BANK BALANCES - Tk. 2,856,501.54

This consists of as Follows:

- (a) Cash in Hand
(b) Cash at Bank:
In current accounts
In fixed deposit and interest accrued

456,588.36
2,399,913.18
233,258.26
2,166,654.92
Tk. 2,856,501.54

PROSPECTUS-4

5. SHARE CAPITAL- Tk. 2,000,000.00

Authorised: 5,000,000 Ordinary shares of Tk. 100/- each	Tk. 500,000,000.00
Issued, Subscribed and Paid-up: 20,000 Ordinary shares of Tk. 100/- each fully paid-up in cash	Tk. 2,000,000.00
6. SHARE MONEY DEPOSIT- Tk. 48,000,000.00	
This consist of:	
(a) MR. A.S.F. RAHMAN 2400 Ordinary Shares of Tk. 100/- each fully paid-up in cash	240,000.00
(b) MR. SALMAN F. RAHMAN 2400 Ordinary Shares of Tk. 100/- each fully paid-up in cash	240,000.00
(c) MR. IQBAL AHMED 2400 Ordinary Shares of Tk. 100/- each fully paid-up in cash	240,000.00
(d) MR. M.A. QASEM 240 Ordinary Shares of Tk. 100/- each fully paid-up in cash	24,000.00
(e) MR. A.B. SIDDIQUIR RAHMAN 240 Ordinary Shares of Tk. 100/- each fully paid-up in cash	24,000.00
(f) MR. D.H. KHAN 240 Ordinary Shares of Tk. 100/- each fully paid-up in cash	24,000.00
(f) BEXIMCO INVESTMENT CO. LTD. 472,080 Ordinary Shares of Tk. 100/- each fully paid-up in cash	47,208,000.00
	Tk. 48,000,000.00

7. RESERVE AND SURPLUS- Tk. 34,050,992.52

Accumulated surplus	32,502,273.52
Tax-holiday Reserve	1,548,719.00
	34,050,992.52

8. SHORT-TERM LOAN (SECURED) - Tk. 2,067,998.35

This represents over-draft from standard Chartered Bank and is secured by lien of FDR.

9. DIRECT EXPENSES- Tk. 454,512.20:

Labour charge	103,877.00
Power and Fuel	5,943.00
Repairs and Maintenance	22,810.00
Food and Fertilizer	9,001.00
Salaries and Allowances	111,987.75
Amortization and Depreciation	200,893.45
	Tk. 454,512.20

10. ADMINISTRATIVE AND OTHER CHARGES- Tk. 79,565.25

Salaries and Allowances	37,329.25
Travelling and Conveyance	4,036.00
Entertainment	393.00
Postage, Telegram, Telex and Telephone	4,600.00
Printing and Stationary	1,033.00
Bank Interest and Charges	25,850.00
Fees and Renewal Charges	1,300.00
Audit Fee	1,667.00
Staff Welfare	3,237.00
Electrical Accessories	120.00
	Tk. 79,565.25

11. POST BALANCE SHEET EVENT:

The board of directors has decided to go for public offering of ordinary shares and debentures.

12. CAPITAL EXPENDITURE COMMITMENT:

There was no capital expenditure contracted but not incurred or provided for at 31st January 1994.
There was no material capital expenditure authorised by the Board but not contracted for at 31st January 1994.

13. During the period under review, no compensation was allowed by the company to the Chief Executive Officer of the Company.

During the period under review, no Board meeting attendance fee was paid to the Directors of the Company.
During the period under review, no amount of money was spent by the company for compensating any member of the Board for special services rendered.

AUDITORS' REPORT UNDER SECTION 93 (1A) (I) OF COMPANIES ACT, 1913

The Directors
Beximco Fisheries Limited
House # 17, Road # 2
Dhanmondi R/A, Dhaka.

Dear Sirs,

We have examined the accounts of Beximco Fisheries Limited for the period of three years and seven months from 1st July 1990 to 31st January 1994 as audited by us and we report in accordance with section 93 (1A) of the Companies Act 1913 that the Trading results of the Company for the said period and appropriation made thereout were as set out below:

	For the year ended 30th June 1991	For the year ended 30th June 1992	For the year ended 30th June 1993	For six months ended 31st Dec. 1993	For one month ended 31st Jan. 1994
Sales	9,838,206.96	24,412,603.06	22,812,475.13	9,390,604.79	522,583.00
Less: Cost of Sales	8,467,144.41	15,559,279.17	12,118,393.37	6,619,659.17	206,112.20
Gross Profit	1,371,062.55	8,853,323.89	10,694,081.76	2,770,045.62	316,470.80
Administrative and Other charges	(2,786,765.55)	(3,397,074.88)	(2,964,198.02)	(819,470.27)	(79,565.25)
Net profit/(Loss) for the year	(1,415,703.00)	5,456,249.01	7,729,883.74	1,951,475.35	236,905.55
Tax-holiday Reserve	—	(556,891.00)	(772,989.00)	(195,148.00)	(23,691.00)
	(1,415,703.00)	4,899,358.01	6,956,894.74	1,756,327.35	213,214.55
Accumulated Surplus brought forward	20,092,181.87	18,676,478.87	23,575,836.88	30,532,731.62	32,289,058.97
Accumulated Surplus transferred to Balance Sheet	Tk. 18,676,478.87	23,575,836.88	30,532,731.62	32,289,058.97	32,502,273.52

We also report U/S 93 (1A) of the Companies Act, 1913 that the Company has not declared dividend for any year.
We also report that no proceed or any part of the proceed of the issue of shares have been applied directly or indirectly by the Company in the purchase of any business.

Dated 9 April 1994
Dhaka

Sd/-
M.J. ABEDIN & CO.
CHARTERED ACCOUNTANTS