Continued from page 6

31,175

612,319

Rupali Bank Sadarghat Branch, Dhaka. Dhaka Cantonment Branch, Dhaka. Local Branch, Dhaka, Foreign Exchange Branch, Dhaka. Main Branch, Barisal. Rupali Sadan Branch, Motijheel C/A, Dhaka. Main Branch, Sylhet. Main Branch, Mymensingh. Sonali Bank Main Branch, Comilla. Dilkusha Branch, Dhaka. Main Branch, Bogra. Main Branch, Rangpur. Ramna Branch, Dhaka. Payment may be made with the above mentioned bank in cash/pay order/draft or cheque. The

- pay order or draft or cheque shall be made payable to the bank and be marked "DANDY DYEING LIMITED" and shall bear the crossing "A/C PAYEE ONLY".
- Joint application for more than two persons will not be accepted. In case of a joint application each party must sign the application form.
- An application must be in full name of individuals and not in the name of minor or a person of unsound mind. Application from financial and market intermediary companies must be accompanied with memorandum of association and articles of association.
- An applicant can submit not more than two applications, one in his own name and another jointly with another person. In case an applicant makes more than two applications, those in excess of two applications shall not be considered for allotment purpose.
- Bangladeshi nationals including non-resident Bangladeshi nationals residing/working abroad and foreign nationals shall be entitled to apply for shares.
- The subscription money collected by the bankers to the issue will be remitted to the company's authorised bank account No 36001556 with Sonali Bank, Local Office, Motijheel Dhaka. Public subscription money against Initial Public Offer (IPO) can not be utilised for the purpose for which money has been raised before allotment to the successful applicants and refund to the unsuccessful applicants have been made.

APPLICATION NOT IN CONFORMITY WITH THE ABOVE REQUIREMENTS AND THE INSTRUCTIONS PRINTED IN THE APPLICATION FORM ARE LIABLE TO BE REJECTED.

Allotment

The Company reserves the right of accepting any application in part where any application is not accepted in full, the balance money received on application will be refunded to the applicant by cheque without interest. Where allotment is made in whole or in part in respect of joint applications, the allotment letter will be despatched to the person whose name appears first on the application form, notwithstanding that the shares have been allotted to the joint applicants. Where joint application is accepted in part, the balance of any amount paid on application will be refunded without interest to the person named first in the application form.

Successful applicants will be notified by despatch of an allotment letter by registered post. Letters of allotment will be issued within forty days of the closing of subscription list and share certificate will be issued within ninety days of the date of letter of allotments. In case of failure to refund the subscription money to the unsuccessful applicants within the said forty days, the Directors in addition to the Company shall be responsible collectively and severally to refund the money with interest at 5% above the bank rate.

PART-IV

RIGHTS OF SHAREHOLDERS

Voting Rights

In terms of the relevant provisions of the Companies Act, 1994 and the Articles of Association of the Company, the Shareholders shall have the usual voting rights in person or proxy in connection with, among others, election of Directors and Auditors and other usual agenda of General meeting, Ordinary or Extra-ordinary meeting.

Rights of Transfer of Shares

In terms of the relevant provisions of the Companies Act, 1994 and the Articles of Association of the Company and other relevant rules in force, Shares of the Company are freely transferable. No transfer shall be made to a person of unsound mind or minor. No fee shall be charged for registration of any transfer of Shares

Dividend Policy

The Company will follow a Dividend Policy which will allow it to provide a fair return on its shareholders' investments and simultaneously allow for building up retained earnings and reserves as a rule that would sustain projected growth of the Company.

Periodical Information to Shareholders

The Directors shall present the financial statements as required under the law and International Accounting Standards. Financial statements will be prepared in accordance with International Accounting Standards consistently applied throughout the subsequent period and presented with the objective of providing adequate disclosures to the shareholders regarding the financial and trading position of the Company

PART-V

THE PROJECT DESCRIPTION:

Dandy Dreing Limited is established with the aim to provide quality dyeing, printing and finishing of textile articles which is a burgeoning industry yielding high reward. The project is an 1007's export oriented unit for producing dyed and printed fabric.

LAND AND LOCATION

The Project is located in Juron, Konabari, Gazipur in an area conveniently connected by road from Dhaka.

THE FACTORY BUILDING

Total area of the factory complex is one point nine eight acres. Out of which the factory building covers an area of 45,000 sft, the godown & laboratory 11,000 sft, office building 3,000 sft. Project has its own power generated by Gas Generator. It also has its own water pumped by deep tubewell. To reserve the water it has got overhead and underground tanks of 60,000 gals and 30,000 gals respectively. The project is also connected with REB Power Line and Titas Gas Line. REB power will be the primary source of power. Whereas generators will be the secondary sources. The project will be able to process all types of fabric starting from cotton to TC, TR, Polyester etc. This will give it an edge over other dyeing factories with only one type of fabric finishing capability.

PRODUCTION CAPACITY

The Project has a production capacity of dyeing 1,50,00,000 meters of fabric and print about 1,50,00,000 meters of fabric per annum. The production is based on 300 working days in two shifts per day.

EMPLOYMENT GENERATION

On commissioning it will employ one hundred and fifty six people RAW MATERIALS

Raw material like grey cloth, dves, chemical, grease, lubricant will be either purchased locally or unported

UPDATE OF THE PROJECT

The civil work of the project is completed. Imported machineries have been erected Electricity, gas, water connection are complete. Trial run of machineries is in progress and will continue till 31st March, 1995. The project will go into commercial production in first week of April, 1995.

MARKETING ASPECT

The marketing of fabric largely depends on the quality of dyeing, printing and finishing. The project has been designed with continuous dyeing, washing machineries to ensure quality of dyeing, finishing machineries like shrinking range, calendering machine, sunforising, winch type washer after printing, has been kept to ensure fixation of colour, smoothness and shine. Computerised laboratory and on line quality control is also added to keep the quality under strict control. The laboratory will be able to analyse colour composition of any dyed printed fabric find out the recipe and give it to the dyeing/printing master for implementation. Recipes will remain in computer memory for use in consecutive order.

The estimated demand for finishing facilities in the country stands at 560 million meters as against the total production capacity of 350 million meters. Thus the demand supply gap is 210 million meters. Project has been designed basing on this gap and increase in market size in future. To execute export orders contacts has already been established for exporting finished fabric to the garment industries. Few buying houses have expressed their willingness to buy fabrics from the company.

MACHINERY AND EQUIPMENTS

The machinery and equipment have been imported out of Long Term Loan. The loan carries interest at 12% per annum repayable in 12 years by instalments and secured by first mortgage charge on the assets of the company. The entire plants, Machineries and Equipments excepts the Stand by Generator are of South Korean Origin. Those are reconditioned with good running condition as certified by Korean Marine Surveyors and Sworn Measurers Corporation. The power generator is brand new and is of USA Origin.

COST OF THE PROJECT		(TK IN '000')
PARTICULARS		
Land & Land Development	10	4800
Plant & Machinery		156445
Building & Others Civil Works		24499

			1				*	29	25		글 뱀 ※
	Vehicles							345	Add. ()penir	ng F. Goods (15D
	Furnitures & Fixture	180			#ii		X.	477	02 NO 58	.(0)	VINCENT PERSONS
	Interest During Cons	5 55 Elias	od					19795	Less: (losing	g F. Goods (15D
.22	Office Equipment		26.30 44		316	Ã.		23			39 0
	Other Assets		SZ.			A346		124	No	te: Th	ese are not actual
		925					ş-		677655 A	NAMES (1904) (232)	- No
	Working Capital &	others :			729		35	206508	2.	YEAF	RLY LOAN PAY
	Bank				848		MARKET STREET, AND	65200			
	Other Source	1 33					Experience (100 miles)	27953	PART		
	Total Take		9				3	M.		Callingar	n (Sonali Bank)
	Total Taka	·		19825	75		(8)	299661	2. IDC		-24
•	2. MEANS OF FINAN	CE:		80	598	200		TK. '000'		5044000	nancing (Uttara)
500	EQUITY	na-san	8		0.28		37.		Total	laka	\$ P.
	Sponsors	18				S .	器	31000	8		301 I
	ICB					T.	58	6200	10	ASS	SUMPTIONS:
	Employee		1,28	1		≒	9	1550	55	37	3
	Public			100-24 A		30	- 0	23250	·Ca	pacit	Utilization
231	Total Equity	22	95	įš.	10		***************************************	62000			* _ #\
f	DEBT		80				n	17	16		_ 8 %
	Term Loan (Sonali B	Bank)		10	6	§	9 8	131400	32		
	IDCP		906		1284	500	1 :	11826	Di	viden	a .
	Directors loan	50			32	SF	×	1282	25 P	VIOL	
	Total Debt						**********	144508	155	.et	
l	CANADA LANGUE				24 🖎		98 88	144500	De	preci	ation Rate
	Working Capital &	Others:	280		E W	#5 Si			-		
	Bank		123			9	75 E	65200	a Bara		
38	Other Source	9.5		(4)				27953	ing on		
	Total Taka				360			2007/1	55 22 55		
	Note: These are not ac	tuals but fo	rocast only	actuale n		om formens	22 20	299661	W(\$40)	70040700140	999249000001 #6
	3. ACTUAL AND PROJE	CTED BAL	ANCE SHE	FT	lay vary ii	om rorecast		99	1 2000 12		ation
	CAPITAL &	31-12-94	28-02-95	1995	1996	1997	1998	1999	N	ote: 1	hese are not actua
	LIABILITIES	Actual	20-02-23	1775	1770	1227	1770	1777	121	5.4	K8
2000	\Term loan	186,274	190,045	168,968	150,722	130,419	108,255	84,004	E 34 (9	125	98
	Current Liabilities:	200 (MARTINES)	,,0,0,0	100,200	100,7 11	100,117	100,250	04,004	86	A	UDITORS
	Working CapitaPLoan	0	.0	93,153	93,153	93,153	93,153	93,153		95	- 6
	Dividend payable			0	0	9,300	9,300	9,300	E PEA	1 22/07/12/12/12/19	
	Tax payable		果	0	O	0	. 0	0			e examined the
	Other current liabilities	2,662	2,662	●2,662	3,062	1,672	2,671	2,867	GMML/MIDOM/2004		⁄iirpur Industrial at we have obtaii
	Total current liabilities	2,662	2,662	95,815	96,215	104,125	105,124	105,320			ation thereof we
	EQUITY:		4.0000000000000000000000000000000000000			89 29	8/	*************	roman reson		
	Paid up capital *	28,150	31,000	62,000	62,000	62,000	62,000	62,000	. a)		opinion, prope
	Deposit for share	2,850	0	0	0	0	0	0	200		panies Act, 1913;
	Tax holiday provision	0	0	21,965	47,325	77,341	112,758	148,263	b)	in ou	ir opinion, the Bal
	Retain Earning	0_	0	40,791	87,887	143,631	209,405	275,344	X388	i)	in conformity w
		31,000	31,000	124,756	197,212	282,972	384,163	485,607	7.5	ii)	in accordance
1	Total Liabilities `	219,936	223,707	389,539	444,149	517,516	597,542	674,931		3121di	Exchange Rules
	Santa Braza		86						c)	in or	ir opinion and to
9	ASSETS					FEV		18	57.62	us—	Separation of the service of the ser
t	Tiese Aveas	206 151	213,564	101 107	176 710	1600011	1.16 6.10	177 777			
	Fixed Assets	206,451	213,304	194,197	176,710	160,914	146,640	133,737	E.	i)	the Balance She correct view of
	(at cost Less Dep.)								#	***	
1	Current Assets: Stock of raw materials		- E	- 67,473	73,095	78,718	84 241	94 241	180	ii)	the expenditure
	Work in process	1 6	. 0	24,275	27,405	30,286	84,341 32,955	84,341 33,560		100e-5	10
	Finished Goods	0	0	23,110	27,196	30,175	32,854	33,555			
f	Stores & Spares	Ö	0	100	125	150	/ 175	175	av.		49 time (1 9 0) (190)
	Accounts Receivable	õ	0	41,076	44,499	47,922	51,345	51,345	39		
18	Adv. deposits & prepay	4,430	4,430	1,260	1,260 -	1,260	1,260	1,260	Pil	E C	25 46 55
	Cash & bank balance	7,417	875	34,180	90,958	166,157	247,005	336,958			
	나 보다 보다 나를 보다 만든 것이 되었다. 얼마나 하는 것이 없는 것이 없는 것이 없는 것이 없는 것이 없다면 없다면 없었다.										
	Lotal Current Assets	11,847	5,305	191,474	264,538	354,668	449,935	541,194			T) A

As per Projected Additionals Costs Note: These are not actuals but forecast only. Actuals may vary from forecasts

4,838

3,868

223,707 389,539 444,149 517,516 597,542 674,931

1,638

219,936

4. CASH FLOW

Other Assets

TOTAL ASSETS

						(T	k. in '000'
PARTICULARS	31-12-94	28-02-95	31-12-95	31-12-96	31-12-97	3,500,000,000,000,000	31-12-99
Opening Balance Cash from Ope- ration	16,039	7,417	875	34,180	90,958	166,157	247,005
Net Protit Add: Back:	0	. 0	62,756	72,456	85,760	101,191	101,444
Depreciation	0	. 0	19,367	17,487	15,796	14,274	12,903
Amotization	0	0	970	967	967	967	967
Increase in Current Liab	2,33h	0	0	400	9,300	999	196
Working capital Received	<u>.</u>	* 0	93,153	O	Ü	0	0
Equity Money	15,169	O	31,000	0	θ	O	0
Decrease in Current As:	15,769	O	.0	O	1/1	0	. 0
Term Loan	23,334	3,771	13,620	U	U	0	0
Lotal Sources (A) Tk	72,647	11188	221,741	125,490	202,781	283,588	36,2,515
Application							
Term Loan Pay	0	0	0	18,246	20,303	22,164	24,251
Decrease in Current Liab	0	. 0	. 0	0	1,390	0	. 0
Increase in Current Ass	0	0	152,864	16,286	14,931	. 14,419	1,306
Fixed Assets	63,953	7,113	0	O	0	0	0
Other Assets Increase	1,277	3,200	0	0	0	0	0 0
Bridge Financing Payment	0	0	34,697	, 0	0	0	0
Total Application (B) Tk	65,230	10313	187,561	34,532	36,624	36,583	25,557
Closing Cash Balance	7,417	875	34,180	90,958	166,157	247,005	336,958

Note: These are not actuals but forecast only. Actuals may vary from forecasts. 5. EARNING FORECAST (Tk. in '000') 1997 1998 1999 PARTICULARS 1995 1996 733,500 733,500 586,800 635,700 684,600 Sales Revenue 579,465 552,130 516,824 576,165 Less: Cost of goods sold 157,335 154,035 99,756 118,876 132,470 GROSS PROFIT 27,507 32,640 17,164 19,511 General Adm. & Selling Exp. 11,736 126,528 124,695 101,712 **OPERATING PROFIT** 88,020 112,959 23,251 25,264 29,256 25,337 27,199 Financial Expenses: Net Profit Before Tax 62,756 72,456 101,191 101,444 85,760 TAX HOLIDAY Less: Tax 101,191 NET PROFIT AFTER TAX 62,756 85,760 101,444 72,456 35,417 35,505 Tax Holiday Reserve 25,360 30,016 21,965 65,939

55,744 65,774 40,791 47,096 Note. These are not actuals but forecast only. Actuals may vary from forecasts.

6. LIQUIDITY RATIOS

r	ARTICULARS	1995	1996	1997	1998	1999	
1	Current Ratio	2.00	2.75	3.41	4.28	5.14	
2.	L. T. Debt/Equity	1.35	0.76	0.46	0.28	0.17	
3.	Total Debt/Total Assets	0.68	0.56	0.45	0.36	0.28	

7. PROJECTED PROFITABILITY RATIOS

PARTICULARS	1995	1996	1997	1998	1999
Gross Margin Ratio	17.00%	18.70%	19.35%	21.00%	21.45%
2 Operating Profit Margin	15.00%	16.00%	16.50%	17,25%	17.00%
3. Net Profit Margin	10.69%	11.40%	12.53%	13.80%	13.83%
4 Earning Per Share	101.22%	116.87%	138.32%	163.21%	163.62%
5. Price Earning Ratio	. 0.987%	0.856%	0.722%	0.612%	0.611%
6. NAV Per Share	194.98	313.40	453.29	618.05	783.23
7. Price/NAV	0.512	0.320	0.220	0.160	0.130

Note: These are not actuals but forecast only. Actuals may vary from forecasts.

8. COST OF GOODS SOLD

					Tk in '000'
PARTICULARS	1995	1996	1997	1998	1999
Opening Raw Materials	. 0	67,473	73,095	78,718	84,341
Add: Purchase	565,431	493,252	527,085	554,342	543,717
Less: Closing R. Materials	67. 47 3	73,095	78,718	84,341	84,341
Total Material Used	497,958	487,630	521,462	548,719	543,717
Wages & Salaries	3,640	3,640	3,640	3,640	3,640
Stores & Spares	1,738	2,607	3,476	3,476	3,476
Water, Power, Fuel	7,918	7,918	7,918	7,918	7,918
Repairs & Maintenance	1,738	2,607	3,476	• 3,476	3,476
Rent, Tax & Insurance	2,088	2,088	2,088	2,088	2,088
Depreciation	19,049	17,225	15,580	14,096	12,756
Other Manufacturing Overhead	300	325	350	400	400
¥	534,429	524,040	557,990	563,813	577,471
Add. Opening W-I-P (15Da	0	24,275	27,405	30,286	32,955
55N 60.50 North-cold 186	534,429	548,315	585,395	614,099	610,426
Less. Closing W-I-P (15Da	24,275	27,405	30,286	32,955	33,560
200	510,154	520,910	555,109	581,144	576,866

ess: Closing F. Goods (15D	23,110 487,044	27,196 516,824	30.175 552.130	32,854 579,465	33,555 576,165
Note: These are not actuals but	forecast only	Actuals may			
ARTICULARS	1995	1996	1997	1998	1999
. Term Loan (Sonali Bank) . IDCP . Bridge Financing (Uttara)	4,694 34,697	28,740 4,694	28,740 4,694	28,740 4,694	28,740 4,694
otal Taka	39,391	33,434	33,434	33,434	33,434
10. ASSUMPTIONS:	2.0	50 98			
*Capacity Utilization		1st year 2nd year 3rd year 4th & Subsequ		609 659 709 759	% %
Dividend -	N E D	1st & 2nd year 3rd & Subsequ		0% 15	2000
Depreciation Rate		Building Plant & Mach	OLI CHI SHIZZER SANDER SAND	5% 10°	*

544,020

Note: These are not actuals but forecast only. Actuals may vary from forecasts.

Office Equipment

Date: 1 February, 1995.

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the annexed Balance Sheet of Dandy Dyeing Limited, Plot No. M/2-1, Section-7, Mirpur Industrial Area, Dhaka as at 31 December, 1994 together with notes thereto and we state that we have obtained all the information and explanations which we required and after due verification thereof we report that:

- in our opinion, proper books of account have been kept by the company as required by the Companies Act, 1913;
- in our opinion, the Balance Sheet has been drawn up in conformity with the Companies Act, 1913; and
- in accordance with the requirements of the second schedule to the Securities and Exchange Rules, 1987;
- in our opinion and to the best of our information and according to the explanations given to
- the Balance Sheet which is in agreement with the books of account exhibits a true and correct view of the state of the company's affairs; and
- the expenditures incurred was for the purpose of the company's business.

N. G. CHAKRABORTY FCA Proprietor N. CHAKRABORTY & CO.

CHARTERED ACCOUNTANTS

DANDY DYEING LIMITED

Plot No. M/2-1, Section-7, Mirpur Industrial Area, Dhaka

DATANCE QUEET AQ AT 91 DECEMBED 1004

1993 142,498 A. FIXED CAPITAL EXPENDITURES 5 206,	SE \$18.7	200	(Figures in	thousand
(Mortgaged against borrowings)—At Cost B. NET CURRENT ASSETS a) Current Assets (Mortgaged against borrowings) i) Advance and Deposits 7, 7, 90 ii) Cash at bank 8 iii) Cash in hand 36,238 Total Current Assets b) CURRENT LIABILITIES i) For Goods ii) For Expenses iii) For Other Finance 326 Total Current Liabilities 327 Total Current Assets (a-b) C. OTHER ASSETS i) Unallocated Revenue Expenditures	year	Particulars S II II	Notes	Current year 1994
a) Current Assets (Mortgaged against borrowings) i) Advance and Deposits 7 7, 7, 90 36,238 Total Current Assets 11, b) CURRENT LIABILITIES i) For Goods ii) For Expenses iii) For Other Finance 326 Total Current Liabilities 2, 35,912 Net Current Assets (a-b) C. OTHER ASSETS i) Unallocated Revenue Expenditures 12	142,498	3600 2000 - 1000 2000 - 1000 1000 1000 100		206,45
15,949	20 100	a) Current Assets (Mortgaged against borrowing)		4,43
b) CURRENT LIABILITIES i) For Goods ii) For Expenses iii) For Other Finance 326 Total Gurrent Liabilities 7 Total Gurrent Assets (a-b) C. OTHER ASSETS i) Unallocated Revenue Expenditures 12 1	15,949 90	ii) Cash at bank iii) Cash in hand	5 8	7,40
35,912 Net Current Assets (a-b) C. OTHER ASSETS 252 i) Unallocated Revenue Expenditures 12 1	326	i) For Goods ii) For Expenses iii) For Other Finance	9 10 11	1,80 20 68
i) Unallocated Revenue Expenditures 12 1	and the second second		28 ES	9,18
11) I reminiary Expenses (As per last account)	N(Detro G) (7 - 6 3)	Activity of the property of the second secon	00000000000000000000000000000000000000	1,50

FINANCED BY: Issued, Subscribed and Paid-up Capital 28,150 13,831 Share Money Deposit 2,850 Borrowings (Secured against mortgage of all assets) 186,274 178,771 217,274 Note: Previous year's figures have been arranged to conform to this year's presentation.

TOTAL ASSETS (A+B+C)

Signed in terms of our separate report of even date.

217,274

54, Motijheel C/A, Dhaka. The 1st February, 1995

178,771

N. G. CHAKRABORTY FCA Proprietor. N. CHAKRABORTY & CO. CHARTERED ACCOUNTANTS

DANDY DYEING LIMITED

Plot No. M/2-1, Section-7 Mirpur Industrial Area Dhaka

Notes to the accounts and statements for the year from 1 January, 1994 to 31 December, 1994

STATUS

Dandy Dyeing Limited is a public limited company registered with the Registrar of Joint Stock Companies vide registration no. C-23874 (2279)/93 dated 12 May, 1993. **ACTIVITIES**

The company aims at producing, exporting and providing service in dyeing, printing and finishing of all types of textile goods. The project's factory is almost complete and expected to start commercial operation soon.

ACCOUNTING POLICIES

Fixed Capital Expenditures This has been shown at cost.

indicated.

Depreciation No depreciation has been charged for the year 1994 on the ground that the factory is yet to start its commercial operation.

- **Current Assets**
 - Current Assets except cash and bank balances have been shown at prices as they were
- incurred.
 - General

Figures have been rounded off to nearest thousand Taka except otherwise

- ii) The Accounts and Statements have been prepared under historical cost convention and ongoing concern basis.
- TRADING RESULTS
- The company has not yet started its commercial production.

Continued on page 8