

RAHIMA FOOD CORPORATION LTD PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 30 SEPTEMBER 1996			
Notes	30 Sept 96 Taka	30 June 96 Taka	
1. Turn Over	65,803,829	203,332,546	
2. Less : Cost of Sales	10 60,464,697	183,498,468	
3. GROSS PROFIT (1 - 2)	5,339,132	19,834,078	
4. LESS : OPERATIVE EXPENSES			
i) Administrative Expenses	11 475,919	947,823	
ii) Administrative Expenses	203,349	653,829	
iii) Financing Cost	2,324,671	7,823,017	
	3,003,939	9,424,669	
5. Add: Non Operating Income	12 2,210,007		
6. Net Profit (3+4+5)	4,545,200	10,409,409	
7. Less: Provision/ Reserve :		3,122,822	
Transfer to Tax Holiday Reserve		—	
8. Net Profit After Tax Provision / Tax Holiday Reserve	4,545,200	7,286,587	
9. Add / (Less) :			
Profit Brought Forward From Previous Year	1,292,367	51,149,780	
10. Surplus available for appropriation (8+9)	5,837,567	58,436,367	
11. Bonus Share Issued	—	57,144,000	
12. W.P.P. & W.F.	13 216,438		
13. Retained Earnings	5,621,129	1,292,367	

Sd/-
Chairman
Sd/-
Managing
Director
Sd/-
Kazi Zahir & Co.
Chartered Accountants

RAHIMA FOOD CORPORATION LTD
CASH FLOW STATEMENT
For the period ended 30 September 1996

CASH FLOW FROM OPERATING ACTIVITIES
Net Profit before Tax
Adjustment to reconcile Net Profit to
net cash provided by operating activities:

	Taka
Net Profit before Tax	4,545,200
Adjustment to reconcile Net Profit to net cash provided by operating activities:	
Depreciation	932,589
(Increase) / Decrease in Book Debts	3,631,000
(Increase) / Decrease in Inventory	(31,448,289)
(Increase) / Decrease in Advances	2,933,318
(Increase) / Decrease in Loan to Associated Companies	3,029,682
(Increase) / Decrease in Deposits & Prepayments	(1,243,580)
Increase / (Decrease) in Current Liabilities (other than cc loan & O/D)	(22,165,280)
Net cash provided / (used) by operating activities	(801,600)

CASH FLOWS FROM INVESTING ACTIVITIES
Fixed assets addition

CASH FLOWS FROM FINANCING ACTIVITIES
Increase / (Decrease) in C.C. Loans & Overdrafts

Decrease in Cash & Bank Balance

Opening cash & bank balance

Closing cash & bank balance

Decrease in Cash & Bank Balance

Sd/-
Chairman
Sd/-
Managing
Director
Sd/-
Kazi Zahir & Co.
Chartered Accountants

RAHIMA FOOD CORPORATION LTD
Notes to the Accounts for the period ended 30 September 1996 forming integral part of the
accounts

1.00 SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION:

1.01 Legal form of the enterprise:
Rahima Food Corporation Limited was incorporated on 6th June 1990 in Bangladesh as a private limited company under the Companies Act, 1913, and subsequently converted into a public limited company in 1996.

1.02 Nature of business:
The company owns and operates an edible oil refinery and refines and sells refined edible oil.

1.03 Accounting convention and basis:
These accounts have been prepared on the basis of historical cost convention.

1.04 Fixed Assets:
These are stated at historical cost less accumulated depreciation.

1.05 Depreciation:
Depreciation was charged on a reducing balance method. The rates at which assets are depreciated are given in details in Note 3.00.

1.06 Stock and stores:
Raw materials have been valued at cost
Finished goods have been valued at subsequently realisable price.
Stores have been valued at average cost.

1.07 Purchase:
Purchase shown in accounts include Opening stock.

1.08 Taxation:
The company is enjoying tax holiday from February 1991 to February 1998.

1.09 Turnover:
Turnover comprises of local sales only and includes:

 Sale of refined edible oil.
 Sale of fatty acid and oil waste.

1.10 Revenue recognition:
Sale is recognised at the time of delivery from godown.

1.11 General:
Previous year's figures have been rearranged wherever necessary to conform to current year's presentation. Figures have been rounded off to the nearest Taka except where indicated otherwise.

2.00 ISSUED AND PAID UP CAPITAL

No. of Shares	Amount (Tk)
a) Shares issued in consideration for cash	328,580 32,858,000
b) Shares issued in consideration other than cash	100,000 10,000,000
c) Bonus Shares issued	571,440 57,144,000
	1,000,020 100,002,000

3.00 SCHEDULE OF FIXED ASSETS

Particulars	COST		DEPRECIATION		
	Rate of Depr. %	Opening Bal 1 July 96	Additions during the year	Sale / Adm.	Balance as on 30 Sep 96
Land and Development	0	10,100,000			10,100,000
Buildings	4	7,331,549	801,600	—	7,155,216
Plant & Machinery	10	46,989,117		945,578	71,855
Storage Tanks	5	10,961,545		46,899,117	128,304,543
Weighing Scales	10	65,000		1,298,160	20,796
Furniture and Fixtures	10	388,775		27,988	272
Electrical Appliances	10	133,050		2,556	133,505
Office Machinery	6	400,200		400,200	45,964
Motor Vehicles	20	1,410,000		1,410,000	534,544
		76,878,776	801,600	21,574,297	92,589
		77,660,376		22,506,886	55,173,490

4.00 STOCKS & STORES

	30 Sept. 96 Taka	30 June 96 Taka
Price USD 490 PMT @ 42.65 TK		
Crude Soyabean Oil (1620 MT)	33,855,750	6,664,000
Others	5,376,035	1,122,496
	39,234,785	7,786,496

5.00 LOAN TO ASSOCIATED COMPANIES

Moshahid Textile Corp. Ltd.

6.00 ADVANCES, DEPOSITS AND PREPAYMENTS

Advance Income Tax

Security Deposit, Titas Gas

Advance Against Import

Advance to Suppliers

Prepaid insurance

Staff Advance

Other Advance

MARC Developments

VAT Current Account

7.00 CASH AND BANK BALANCE

ANZ - N. Gari Cash at Bank

American Express Bank

Arab Bangladesh Bank Ltd

Cash in Hand

8.00 CREDITORS

Selling Commission and Brokerage

Customs Duty etc.

Carriage Inward

Clearing Charges

R & R Spinning Ltd

International Tank Terminal Rent

Fuel & Power

Sundry Creditors

9.00 CASH CREDIT LOAN & OVERDRAFTS

ANZ Grindlays: Cash Credit Loan A/C No. 329-346

ANZ Grindlays: Current a/c overdraft

93,056 1,111,236

9.01 The above represents working capital loan secured against pledge of stock to the bank and collateralised against company's assets.

10.00 COST OF SALES

Raw Materials

Purchase

Carriage Inward

Marine Insurance

Tank Terminal Rent

Clearing & Other Expenses

96,963,758 185,271,971

20,989,985 3,333,565

39,234,785 7,786,496

99,293,656 71,050,156

9.02 Less : Closing Stock

57,728,973 177,485,475

Factory Overheads	
Salary & Wages	407,210
Travelling and Conveyance	6,800
Rent, Rates & Taxes	4,000
Repairs & Maintenance</td	