



Visitor turnout at the month-long Chattogram International Trade Fair on Railway Poground in the port city is yet to meet expectations in spite of the event being halfway through. Traders there promoting domestic products at home and abroad have kept their hopes pinned on the days left. The fair has been organised by the Chittagong Chamber of Commerce and Industry. The photo was taken on Monday.

PHOTO: RAJIB RAIHAN

RAK Ceramics to invest Tk 902cr to build tiles factory

STAR BUSINESS REPORT

RAK Ceramics, a listed multinational ceramic tiles and sanitaryware maker, is set to invest Tk 902 crore for setting up a new tiles factory in Gazipur to deliver value-added products to local customers.

To sit on around 100 bighas of land, the new setup is expected to begin commercial operations in 2025, according to the company's top brass.

This will raise its daily tiles production capacity by an estimated 15,000 square metres, taking the annual production capacity to 15.50 million square metres.

The company's current annual production capacity is 10.32 million square metres of tiles and 1.45 million pieces of sanitaryware.

Now enjoying zero debt, the company is yet to decide on its source of investment. A portion may come from bank loans and some from its own funds.

RAK Ceramics has retained earnings worth Tk 174 crore,

according to its annual report for 2021.

Despite the pandemic and global economic pressure, the factory is being planned for growing demand observed both in rural and urban areas, said Chief Operating Officer and Chief Financial Officer Sadhan Kumar Dey.

At present, 60 per cent of its products are sold in urban markets while the rest in rural markets.

The new plant will add around 1,500 new jobs and average profits of Tk 90 crore in 10 years, so shareholders are surely to benefit.

Some 72.08 per cent of shares are held by sponsors, 16.57 per cent by institutional investors and 11.35 per cent by general investors, according to the Dhaka Stock Exchange (DSE) data.

The main objective is to take full advantage of growing construction activities in the country, Dey said, adding, "Bangladesh has a huge potential so we are increasing

our production capacity." New machinery will be brought from Italy and Spain and increased production of high value added tiles is expected to reduce dependence on imports.

Responding to a question, Dey said RAK Ceramics' products were the same, be it those marketed at home or abroad, in spite of the fact that people of the two geographical regions have different

accounts for around 16.5 per cent of market sales in terms of value but around 6 per cent in terms of product volume, according to the company.

Muhammad Shahidul Islam, company secretary, said the construction sector was growing day by day, having a ripple effect on the demand for tiles and sanitaryware.

As per capita income is rising, demand for the products is also rising.

RAK Ceramics has a lot of experience in the local and international markets, so it will continue to grab even more of the market share in the future, he said.

Sales of the company rose 29.53 per cent to Tk 685 crore, mainly from ceramic products, according to its yearly financial report.

Its profits skyrocketed 191 per cent to Tk 90.5 crore last year, the data shows.

Responding to a question, he said gas shortages sometimes disrupt production but it

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Savers brace for hassles Return filing proof must for over Tk 10 lakh deposit

SOHEL PARVEZ

Until the current fiscal year, a bank account holder requires paying a 10 per cent withholding tax on the interest earnings on deposits if the individual furnishes banks with the taxpayer identification number (TIN).

Any failure is subject to a 15 per cent deduction on the interest income.

But from the next fiscal year starting on July 1, the account-holder with more than Tk 10 lakh credit balance will have to show the proof of submission of income tax returns to be eligible for the reduced rate.

If the person fails to comply with the rules, the rate of deduction will be 50 per cent higher, according to the tax-related rules proposed by the National Board of Revenue (NBR) for FY23.

The same rule will apply to the people who want to open a savings account of over Tk 5 lakh at post offices or buy savings certificates worth more than Tk 5 lakh.

The proof of returns could be an acknowledgement receipt of tax returns, a certificate generated from the online submission of returns, or the tax payment certificate issued by the field offices of tax.

Once the new measure comes into effect, holders of more than 16 lakh bank accounts as well as thousands of holders of savings certificates and accounts in post offices will have to submit the proof of tax return filing.

These accounts had Tk 10,48,047 crore as deposits as of December 31, data from the Bangladesh Bank showed.

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TOTAL ACCOUNTS AND DEPOSITS IN BANKS

(As of Dec 31, 2022)

Total deposit accounts:	12.48cr
Savings accounts:	10.19cr
Fixed deposit accounts:	47.63 lakh

TOTAL DEPOSIT: TK 1,512,472cr

SOURCE: BB

SHARE OF DEPOSIT BY TYPES OF ACCOUNTS

Accounts with up to Tk 10 lakh deposits	31%
Accounts with over Tk 10 lakh deposits	69%

As of Dec 31, 2021
SOURCE: BB

DEPOSIT ACCOUNT HOLDERS WHO NEED TO SUBMIT PROOF OF RETURN

Number of accounts with over Tk 10 lakh deposits: 16.32 lakh

Amount of deposit: Tk 1,048,047cr

Tax on interest earnings: 10% for submission of proof of return



ACCOUNT HOLDERS WHO DON'T NEED TO SUBMIT PROOF OF RETURN

Number of accounts with up to Tk 10 lakh deposits: 12.32cr

Amount of deposit: Tk 464,425cr

Tax on interest earnings: 10% for submission of TIN
15% for non-submission of TIN

ADB gives \$250m to boost social protection

STAR BUSINESS REPORT

The government yesterday signed an agreement with the Asian Development Bank (ADB) for a \$250 million policy-based loan to further improve the social protection system in Bangladesh for supporting the vulnerable population against socioeconomic challenges.

The programme aims to accelerate reforms in increasing the coverage and efficiency of social protection measures, improve the financial inclusion of disadvantaged people, and strengthen the response to diversified protection needs.

The loan is the second subprogramme of the Strengthening of Social Resilience Programme (SSRP) approved in 2021, which helped implement institutional and policy reforms that strengthened the inclusiveness and

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