

Independent Auditors' Report

We have audited the accompanying Financial Statements of **NORP KNIT INDUSTRIES LIMITED** which comprise of Statement of Financial Position (BALANCE SHEET) as at 31 March, 2023 and statement of Profit and Loss account, Statement of Changes in Equity and Notes to the financial statements for the period ended on that date and a summary of significant accounting policies and other explanatory information.

Management's Responsibilities for the Financial Statements:

Management is responsible for the preparation of these financial statements in accordance with Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS) 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.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standard on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of the material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

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

Opinion:

In our opinion, the financial statements present fairly, in all material respects, the financial position of the company as at 31 March, 2023 and of its financial performance and its cash flows for the period ended in accordance with Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS), the Companies Act, 1994 and other applicable laws and regulations.

We also report that;

- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- (c) the company's statement of financial position (BALANCE SHEET) and statement of Profit and Loss account dealt with by the report are in agreement with the books of account.
- (d) the expenditure incurred was for the purpose of the Company's business.

Dated, Dhaka.
The 02 May, 2023



G. Biswas & Co.
Chartered Accountants.

NORP KNIT INDUSTRIES LIMITED
Vill: North Khaikur, P.O: National University, Gazipur.
BALANCE SHEET AS AT 31ST MARCH, 2023

		AMOUNT IN USD As on 31st March 2023	AMOUNT IN USD As on 31st March 2022
	NOTES		
Assets			
Non-Current Assets			
Property, Plant and Equipment:			
At Cost Less Accumulated Depreciation	4	6,053,716	8,318,698
Non Current Assets:			
Investment		1,049,524	1,298,869
Deposits		86,261	208,817
Prepaid Rent		481,299	674,968
		1,617,083	2,182,654
Current Assets:			
Goods in Transit		4,552	-
Inventories	5	15,399,631	23,788,574
Trade Receivables	6	830,478	718,042
Inter-Company Receivables	7	12,036,419	23,230,545
Advances, deposits and prepayments	8	3,750,806	6,047,909
Cash And Bank Balances	9	5,175,546	2,728,623
		37,197,432	56,513,693
Total Assets		44,868,232	67,015,045
Liabilities & Shareholders' Equity			
Shareholders' Equity			
Share Capital	10	4,816,526	4,816,526
Retained Earnings		16,081,703	16,482,252
		20,898,229	21,298,777
Long Term Liabilities			
Term Loan HSBC	11	908,986	1,400,328
Current Liabilities:			
Secured Loans From Bank		1,776,917	9,741,180
Trade And Other Payables	12	18,803,140	30,486,852
Inter-Company Payables	13	2,480,960	4,087,908
		23,061,018	44,315,940
Deferred Tax			
Total Liabilities & Shareholders' Equity		44,868,232	67,015,045

The annexed notes 1 to 21 form an integral part of these financial statements.

Managing Director

Director

Dated; Dhaka
The 02nd May, 2023



G. Biswas & Co
Chartered Accountants

NORP KNIT INDUSTRIES LIMITED
Vill: North Khaikur, P.O: National University, Gazipur.
PROFIT AND LOSS ACCOUNT
For the Period Year Ended on 31st March 2023

		USD Quarter 31st March 2023	USD Period ended 31st March 2023	AMOUNT IN USD Year Ended 31st March 2022
	NOTES			
Turnover		23,923,355	98,374,948	125,990,116
Cost of Goods Sold	14	(19,392,847)	(82,035,065)	(111,628,070)
Gross Profit/(Loss)		4,530,508	16,339,883	14,362,046
Administrative, Selling and Distribution Expenses	15	(2,660,323)	(11,926,121)	(12,265,132)
Other Operating Income:		1,870,185	4,413,762	2,096,914
Export incentive		-	783,116	1,516,202
Other income	16	8,864	30,592	28,896
Net Profit/(Loss) Before Tax		1,879,050	5,227,470	3,642,013
Tax Expenses :				
Current Tax		(239,233)	(857,022)	(666,577)
Deferred Tax		(239,233)	(857,022)	(666,577)
Net Profit/(Loss) For The Period		1,639,817	4,370,448	2,975,435
Other Comprehensive Income				
Foreign Exchange Translation		(485,270)	(4,843,279)	(444,566)
Total Comprehensive Income for the Period		1,154,547	(472,831)	2,530,869

Managing Director

Director

Dated: Dhaka
The 02nd May, 2023



G. Biswas & Co
Chartered Accountants

NORP KNIT INDUSTRIES LIMITED
Vill.North Khaikur, P.O.National University, Gazipur

STATEMENT FOR CHANGES IN EQUITY
For the Period Year Ended on 31st March 2023

Particulars	Share Capital	Translation	Deemed Capital Contribution	Retained Earnings	AMOUNT IN USD
					Total
Balance as on March 31' 2022	4,816,526	-	-	16,482,252	21,298,777
Net Profit for the Period Ended 30.06.2022		(915,742)		671,686	(244,056)
Balance as on June 30' 2022	4,816,526	(915,742)	-	17,153,938	21,054,722
Net Profit for the Period Ended 30.09.2022		(2,688,086)		427,493	(2,260,593)
Balance as on September 30' 2022	4,816,526	(3,603,828)	-	17,581,431	18,794,129
Net Profit for the Period Ended 31.12.2022		(754,182)		1,631,453	877,271
Deemed Capital Contribution on ESOP			34,948		34,948
Balance as on December 31' 2022	4,816,526	(4,358,009)	34,948	19,212,883	19,706,348
Net Profit for the Period Ended 31.03.2023		(485,270)		1,639,817	1,154,547
Deemed Capital Contribution on ESOP			37,334		37,334
Balance as on March 31' 2023	4,816,526	(4,843,279)	72,282	20,852,700	20,898,229



NORP KNIT INDUSTRIES LIMITED
Vill. North Khaikur, P.O. National University, Gazipur

Notes to the financial statements for the period ended 31st March 2023

1. Legal status and nature of the Company:

1.1 Legal status

Norp Knit Industries Limited is a Private Company Limited by Shares incorporated on 05th day of May 2004 under the Companies Act, 1994 as adopted in Bangladesh. The shares of the Company are held by Pearl Global Industries Ltd, India (99.9994%), Mr. Deepak Kumar Seth (0.0003%) and Mr. Pulkit Seth (0.0003%).

1.2 Nature of business

The Company is mainly engaged in producing ready made Garments for the purpose of exporting the same. The factory of the Company is located in Gazipur. The Company commenced commercial operation from 18th December, 2004.

1.3 Registered office

The address of the company's registered office at vill: North Khaikur, P.O. National University, Gazipur.

2. Statement of Compliance of the financial statements

2.01 Basis of preparation :

The Financial Statement of Norp Knit Industries Limited have been prepared in accordance with the International Financial Reporting Standards (IFRSs), BFRS comprise of:

- i) International Financial Reporting Standards (IFRSs).
- ii) International Standards on Auditing (ISAs) and
- iii) Interpretations.

The title and format of the financial statements follow the requirements of BFRS which are to some extent different from the requirement of the Companies Act 1994; however, such differences are not material and in the view of management, BFRS format gives a better presentation to the shareholders.

2.02 Basis of measurement :

The Financial Statements have been prepared on going concern basis under historical cost convention, using the accrual basis of accounting.

2.03 Going Concern :

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

2.04 Functional and presentational currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka (Taka/Tk./BDT) which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest Taka.

2.05 Use of estimates and judgment

The preparation of the financial statements 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. The amount recognized in the Provision for taxation as disclosed in the financial statements is based on the best estimate available to the Management.

2.06 Reporting period

The company follows a reporting period from April to March. This reporting period of this financial statements is from 1st April 2022 to 31st March 2023.

2.07 Statement of cash flows

The statement of cash flows have been prepared in accordance with the Bangladesh Accounting Standard (BAS) 7: "Statement of cash flows" under Indirect method.

3. Significant Accounting Policies :

The accounting policies set out below have been applied consistently to all periods presented in these Financial Statements.

3.01 Foreign currency translation

Foreign currencies are translated into Taka on a notional rate on the transaction dates. All monetary assets and liabilities are converted into taka at the exchange rate prevailing on the balance sheet date. Exchange gains or losses arising out of translation of assets and liabilities at the closing date are recognized in the income statement.



3.02 Property, Plant and Equipment :

Property, plant and equipment are stated at cost less accumulated depreciation. Cost includes expenditure directly attributable to the acquisition and installation of the Property, Plant and Equipment.

3.03 Depreciation :

Depreciation on fixed assets is charged on straight line method using different rates varying from 10% to 33.33% on cost of the assets. Depreciation is charged from the date when Property, Plant and Equipment is put to use.

3.04 Related party transactions

As per Bangladesh Accounting Standard (BAS) 24 Related party transaction parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business at an arm's length basis at commercial rates with related parties.

3.05 Inventories

Inventories include raw material, work-in-progress and finished goods. These are measured at the lower of cost and net realizable value in accordance with IAS 2. Cost is determined using the weighted average method. Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

3.06 Trade Receivable :

Trade Receivables at the Balance Sheet date are stated at amounts which are considered realizable.

3.07 Trade Payable :

Liabilities are recognized for amounts to be paid in future for goods and services received.

3.08 Provisions :

Provisions are made where an obligation exists for future liability in respect of past event and where the amount of the obligation can be reliably estimated.

3.09 Impairment :

The carrying amounts of the assets, other than inventories 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. Impairment losses, if any, are recognized in profit and loss account.

3.10 Revenue recognition

Revenue from the sale of goods is recognized when:

- * Significant risk and rewards of ownership is transferred to the buyer.
- * The Company has no managerial involvement of the ownership of goods.
- * The revenue and cost of the transaction can be measured reliably.
- * It is probable that the economic benefits of the transaction will flow to the Company.

3.11 Events after balance sheet date

No material events have occurred between the balance sheet date to the date of issue of these financial statements, that could affect the values stated in the financial statements.

3.12 Deferred tax

The Company has adopted Deferred Tax Accounting Policy as per Bangladesh Accounting Standard (BAS) 12. Accordingly, Deferred Tax Liability/ Asset is Accounted for all temporary timing differences arising between the Tax base of the assets and liabilities and their carrying values for financial Reporting process. In view of prevalent tax law Deferred Tax accounting is not considered necessary that for assessment under the provision of Section 53BB as no temporary difference will arise between tax base of assets and liabilities and their carrying amounts in the financial statements.

3.13 Employee benefits

The Company has not yet introduced any provident fund, gratuity fund and pension scheme for the employees.



04 Property, Plant and equipment As on 30.06.22 [Details shown as at annexure - A]

Particulars	COST			DEPRECIATION					Translation Reserve 31.03.2023	W.D. Value as on 31.03.2023	W.D. Value as on 31.03.2022
	Cost as on 01.04.2022	Addition for the period	Deletion for the period	Cost as on 31.03.2023	Total depreciation as on 01.04.2022	Addition for the period	Depreciation on Disposal of Assets	Total depreciation as on 31.03.2023			
Unit 1											
Building & Civil Works	322,126	-	-	322,126	316,237	906	-	317,143	(3,552)	1,431	9,114
Plant & Machinery	2,020,139	9,439	35,210	1,994,367	1,682,463	46,890	35,210	1,694,143	(87,784)	212,440	414,045
Vehicles	90,045	-	-	90,045	79,285	1,084	-	80,968	(2,784)	6,293	12,694
Furniture & Fixtures	361,099	3,079	-	364,178	281,819	19,662	-	301,481	(18,749)	43,948	89,410
Office Equipments & Computers	283,072	16,390	-	299,463	221,853	18,984	-	240,837	(14,826)	43,800	53,140
Factory Equipments	77,704	41,672	-	119,376	43,735	13,797	-	57,533	(9,809)	32,035	43,979
Telephone Installation & Connection	11,613	-	-	11,613	11,436	-	-	11,436	(177)	-	177
Air Conditioners	14,696	-	-	14,696	14,696	-	-	14,696	0	-	(0)
Fire extinguisher	45,795	-	-	45,795	41,184	1,966	-	43,150	(1,556)	1,089	8,882
Unit 2											
Building & Civil Works	1,420,491	30,176	-	1,450,667	630,336	94,929	-	725,265	(169,364)	556,039	817,308
Plant & Machinery, utility & Electrical Installations	11,293,301	227,862.72	218,534.25	11,302,630	7,331,583	611,688	206,840	7,736,431	(1,001,032)	2,565,166	4,222,329
Vehicles	155,435	24,405	-	179,839	75,900	14,273	-	90,176	(20,081)	69,583	72,799
Furniture & Fixtures	1,038,487	104,520	-	1,143,008	523,492	60,599	-	584,091	(117,875)	441,060	350,256
Office Equipments & Computers	786,851	44,274	7,111	824,015	521,992	71,911	5,560	598,343	(65,761)	169,910	267,846
Factory Equipments	610,760	50,084	-	660,844	233,178	55,324	-	288,502	(81,560)	290,782	325,274
Telephone Installation & Connection	24,473	-	-	24,473	19,365	684	-	20,049	(1,345)	3,078	5,893
Fire extinguisher	83,842	1,892	-	85,734	58,274	4,246	-	62,520	(6,425)	16,789	27,210
Air Conditioners	142,804	40,697	-	183,501	18,555	16,089	-	34,644	(25,523)	123,335	131,042
Electrical Installation	142,460	119,386	-	261,846	16,826	20,601	-	37,426	(30,539)	193,881	111,207
Total	18,925,193	713,878	260,856	19,378,215	12,122,212	1,054,233	247,610	12,928,835	(1,658,722)	4,790,658	6,962,603
Capital Work in Progress- Unit 1											
Civil Work	(4)	-	-	(4)	-	-	-	-	4	-	(4)
Plant & Machinery	56	1,226	-	1,282	-	-	-	-	(136)	1,145	637
CWIP - Others	27,770	2,060	2,060	27,770	-	-	-	-	(5,543)	22,226	27,770
Capital Work in Progress- Unit 2											
Plant & Machinery	58,143	4,552	-	62,695	-	-	-	-	(58,442)	4,253	68,439
Fire Equipment, Office Equipments & Other	1,429,752	1,420,515	1,333,949	1,516,319	-	-	-	-	(280,885)	1,235,434	1,003,498
Total	1,515,717	1,435,784	1,343,440	1,608,061	-	-	-	-	(345,003)	1,263,058	1,100,339
Total Fixed Assets	20,440,910	2,149,662	1,604,295	20,986,277	12,122,212	1,054,233	247,610	12,928,835	(2,003,725)	6,053,716	8,062,942

06 Allocation of depreciation

6.01 Cost of goods sold

6.02 Administrative, selling and distribution expenses

1st April 2022 to 31st December 2022	1st April 2020 to 31st March 2021
USD	USD
869,876	1,242,678
184,356	155,198
1,054,233	1,397,876



	As on 31st March 2023	As on 31st March 2022
4. Property, plant and equipments [Details shown as at annexure - A]		
At Cost		
Opening balance	20,440,910	18,954,170
Add: Addition during the year	2,149,662	1,778,861
Less: Deletion	(1,604,295)	(292,121)
	20,986,277	20,440,910
Less: Accumulated Depreciation		
Opening balance	12,122,212	10,891,228
Add: Charged during the year	1,054,233	1,234,706
Less: Disposal	(247,610)	(3,722)
	12,928,835	12,122,212
Translation for the Period	(2,003,725)	
Property, plant and equipments at cost less accumulated dep:	6,053,716	8,318,698
5. Inventories		
Raw Materials	4,534,454	15,562,534
Work-in-progress	8,534,071	6,516,096
Finished goods	2,331,106	1,709,944
	15,399,631	23,788,574
6. Trade Receivables		
Kappahl Sverige AB	-	30,907
Norwest Industries Ltd	-	21,710
M/S Habiba Enterpris	-	-
Target Australia PTY	549,909	580,720
Lerros Moden GmbH	3,628	84,705
Transform SR LLC	276,941	
	830,478	718,042
7. Inter-Company Receivables		
Pearl Global Industries Limited-(Sales)	564,629	571,351
Prudent Fashion Limited (Advance)	2,370,968	1,098,366
Pearl Global (HK) Ltd(Sales)	8,175,758	20,492,053
Pearl Grass Creation	743,210	1,068,775
Alpha Clothing Ltd	181,853	
	12,036,419	23,230,545



	As on 31st March 2023	As on 31st March 2022
8. Advances, Deposits and Prepayments		
Non - Current		
Deposits	86,261	208,817
Prepaid Rent	481,299	674,968
Current		
Advances (considered good) to:		
- Advance Income Tax	1,397,889	3,094,612
- Suppliers	231,740	994,022
- Employees	93,144	54,577
- Incentive Receivable	1,606,048	1,479,824
- Others	18,732	20,557
	3,347,554	5,643,392
Deposits		
- Margin against L/C and B/G	1,244	1,515
- Security deposits	189,300	192,519
	190,544	194,034
Prepayments		
- Prepaid insurance	92,942	64,199
Prepaid Rent	119,767	146,284
	3,750,806	6,047,909
9. Cash and Bank Balances		
Cash in hand	32,725	44,551
Balances with Bank		
Fixed deposit with United Commercial Bank	164,816	157,639
UCBL 078-110-100-0000-821	459	0
Exchange Retention Quota with United Commercial Bank	524	1,020
UCBL0951101000012589	1,869	608
UCBL0951184000000301	702,633	90,744
UCBL0951180000000739	337,043	81,216
UCBL951101-000000833	20,524	-
UCBL SMD A/c	447,415	18,386
HSBC-001-112432-012	7,967	3,222
HSBC-050-003359-005	16,413	254,384
HSBC-001-112432-047	198,743	564,284
HSBC-001-112432-091	1,223,693	1,624
HSBC FDR-01112432101	463,646	1,225,989
Bank Guarantee	-	69
Funds in Transit	680,290	6
DB-219-200-31537	53	3,177
DB-219-200-31549	1	99,658
DB-219-200-3161	2,631	25,117
SCB A/c 11-1183252-01	-	-
SCB A/c 46-1183252-01	709,596	45,131
SCB A/c 42-1183252-01	119,472	-
SCB FDR A/C	37,050	-
DBBL-2111100017401	7,983	11,799
	5,142,821	2,684,072
	5,175,546	2,728,623



	As on 31st March 2023	As on 31st March 2022
10. Share capital		
Authorized capital 36,00,000 (2014: 11,00,000) ordinary shares of Tk. 100 each	5,128,159	5,128,159
Issued, subscribed and paid up capital: 2,415,607 (2010: 493,781) ordinary shares of Tk. 100 each 33,81,231 (2014: 965,624) ordinary shares of Tk. 100 each	3,441,005 1,375,521 4,816,526	3,441,005 1,375,521 4,816,526
The aforesaid capital was subscribed as under:		
<u>Subscribers:</u>	<u>No. of shares</u>	<u>No. of shares</u>
Pearl Global Industries Ltd.	3,381,211	3,381,211
Mr. Deepak Seth	10	10
Mr. Pulkit Seth	10	10
	3,381,231	3,381,231
11. Loan from HSBC	908,986	1,400,328
12. Trade and Other Payables		
Trade Payables:		
Basic Thread Industries Ltd.	17,745	23,763
Coats Bangladesh	51,915	150,868
Others	14,173,600	22,954,581
	14,243,260	23,129,212
Other Payables		
Provision for Tax	1,417,117	3,252,843
Withholding Tax Payable	31,011	30,120
Export bills discounted	-	882,172
Others	1,955,944	1,733,140
Prov for gratuity	1,155,807	1,186,996
Prov for leave	-	272,368
	4,559,880	7,357,639
	18,803,140	30,486,852
13. Inter-Company Payables		
Pearl Global (HK) Ltd (Expenses)	1,843,537	3,182,889
DSSP Global Ltd (Creditor-Expenses)	615,582	614,213
DSSP Global Ltd (Creditor-Goods)	-	1,369
Pearl Global Industries Limited (Creditor-Goods)	11,616	72,905
Pearl Global Industries Limited (Creditors- Expenses)	10,225	216,531
	2,480,960	4,087,908



	1st October 2022 to 31st March 2023	1st April 2022 to 31st March 2023	1st April 2021 to 31st March 2022
14. Cost of Goods Sold			
Raw Material Consumed (Note 14.01)	15,875,358	67,394,794	92,119,516
Wages	2,891,278	11,896,093	13,435,605
Manufacturing Overheads (Note 14.02)	1,835,066	7,145,391	9,220,967
	20,601,702	86,436,278	114,776,088
Add: Opening Work-in-Progress	8,874,056	6,516,096	4,106,912
	29,475,758	92,952,374	118,882,999
Less: Closing Work-in-Progress	8,534,071	8,534,071	6,516,096
Cost of Goods Manufactured	20,941,687	84,418,303	112,366,903
Add: Opening Stock of Finished Goods	1,422,357	1,709,944	971,111
Cost of Goods Available For Sale	22,364,045	86,128,247	113,338,014
Less: Closing Stock of Finished Goods	2,331,106	2,331,106	1,709,944
Less: Translaction	640,091	1,762,075	
Cost of Goods Sold	19,392,847	82,035,065	111,628,070
14.01. Raw Material Consumed			
Add: Opening Inventory	5,474,936	15,562,534	8,973,621
Add: Purchases During The Period	15,242,587	58,573,461	98,708,428
Less: Closing Inventory	4,534,454	4,534,454	15,562,534
Less: Translaction	307,711	2,206,747	
	15,875,358	67,394,794	92,119,516
14.02. Manufacturing Overheads			
Stores, Spares & Maintenance	289,359	907,229	849,726
Factory Cleaning & Upkeep	53,961	217,906	233,446
Factory Rent	318,900	1,211,257	1,372,531
Security Services	9,763	44,558	263,527
Power & Fuel	391,557	1,315,889	1,294,937
Consumables	124,525	501,349	555,896
Compliance Expenses	25,787	181,850	162,969
Testing Charges	85,116	267,175	339,381
Machinery Hire Charges	72,169	197,214	116,376
Clearing and Forwarding Inward Charges	124,213	946,016	2,290,463
L/C Charges For Inputs	52,317	180,271	249,967
Depreciation (Annexure - A)	193,048	869,876	1,050,437
Insurance	94,350	304,801	441,311
	1,835,066	7,145,391	9,220,967
15. Administrative, Selling and Distribution Expenses			
Salaries	1,584,679	7,021,882	7,017,452
Interest	79,188	497,274	444,465
Communication	18,213	78,071	87,615
Conveyance	18,987	85,898	112,105
Entertainment	4,334	25,138	25,313
Office Stationery	8,642	16,851	18,071
Stationery Printing	10,881	54,371	70,477
Clearing & Forwarding Outward	247,093	1,212,027	1,648,376
Bank Charges	72,186	300,155	369,704
Travelling Expenses	48,087	120,625	15,358
Vehicle Fuel & maintenance	133,530	553,415	595,525
Courier & postage	174,567	702,377	528,744
Audit fee / Internal Audit	9,114	37,096	34,720
Depreciation (annexure - A)	43,028	184,356	184,269
Others	207,795	1,036,583	1,112,938
	2,660,323	11,926,121	12,265,132
15.01. Salaries			
This includes the following emoluments to one of the directors of the company:			
Remuneration	5,041	21,407	24,576
Housing	2,091	8,881	10,196
	7,132	30,287	34,772
16. Other income			
Interest Earned	8,864	30,592	28,896
Others	-	-	-
	8,864	30,592	28,896



17 Norp Knit Industries Ltd
Related Parties

Name of the Parties	Nature	Transactions	Balance outstanding (Taka)				
			Three Months Ended	Twelve Months Ended	Twelve Months Ended	Year Ended	Year Ended
			31st Mar' 2023	31st Mar' 2023	31st Mar' 2022	31st Mar' 2023	31st Mar' 2022
Pearl Global Industries Ltd	Group Company	Sale of goods	-	-	631,095	564,629	566,024
		Purchases	4,590	64,782	24,683	11,816	72,226
		Expenses Payable	-	-	33,494	10,225	214,512
		Expenses recoverable	-	-	4,044	-	-
Pearl Global (HK) Ltd	Group company	Sale of goods	19,523,463	78,443,128	111,153,468	8,175,758	20,300,985
		Expenses Payable	-	-	69,186	1,843,537	3,153,212
		Expenses recoverable	-	-	-	-	-
Pearl Grass Creation	Group company	Sale of goods	2,539,431	14,164,963	4,361,906	743,210	1,058,810
DSSP Global Ltd	Group company	Sale of goods	-	-	-	-	-
		Purchases	-	-	-	-	1,357
		Expenses Payable	-	-	-	615,582	608,486
		Expenses recoverable	-	-	-	-	-
Prudent Fashions Ltd	Group company	Advance	-	-	941,915	2,370,968	1,103,487
		Sales	-	-	-	-	-
		Purchase	-	977,383	5,199,648	-	-
		Expenses recoverable	-	-	-	-	-
Alpha Clothing Ltd	Group company	Advance	-	-	-	181,853	-
		Expenses recoverable	-	-	-	-	-

Outstanding balances in respect of sale of goods and expenses with these related parties are priced on an arm's length basis.

The company purchased raw materials from the group company. The purchases are on the same terms and conditions as those entered into with other suppliers and payable under normal payment terms.

In addition, the company disbursed loan, received advance against sale, received equity money to/from group companies as per normal business norm.

18. Contingent liability

Contingent liability of the company was USD 7.075 million as on 31.12.2022 (USD 14.203 millions as on 31.12.2021) in respect of letters of credit outstanding and USD 0.250 millions in respect of bank guarantee.

19. Number of employees

The number of employees engaged as on 31.12.2022, who received a total remuneration of USD 78,222 per month or above was 7075 Persons (7107 persons as on 31.12.2021).

20. Exchange gain/(loss)

This represents gain/(loss) arising from translation of foreign currency into local currency.

21. General

Figures are rounded off to nearest USD.

Previous year figures have been rearranged, wherever necessary, to conform to current period's presentation.

