

ANNUAL REPORT 2017

34th Annual Report 2017



stylecraft limited

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stylecraft limited



Third phase of this year's Annual Report

INDEPENDENT AUDITOR'S REPORT To the Shareholders of Stylecraft Limited

We have audited the accompanying financial statements of Stylecraft Limited, which comprise the Statement of Financial Position as at 30 June, 2017 and the related Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Shareholders' Equity, Statement of Cash Flows for the year ended and all related summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Securities and Exchanges Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 Standards on Auditing (BSA). 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 risk of 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 and fair presentation 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 overall 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 prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Stylecraft Limited affairs as at 30 June, 2017 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, the Securities and Exchanges Rules 1987 and other applicable laws and regulations.

Further to our opinion in the above paragraph, we state that:

- (i) 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;
- (ii) In our opinion, proper books of account as required by law have been kept by Stylecraft Limited so far as it appeared from our examination of those books;
- (iii) Stylecraft Limited Statement of Financial Position, Statement of Profit or Loss and other Comprehensive Income and its Statement of Changes in Equity, Statement of Cash Flows dealt with by the report are in agreement with the books of account and returns;
- (iv) The expenditure incurred was for the purpose of the company's business.

Dated: Dhaka
October 24, 2017

Shiraz Khan Basak & Co.
Chartered Accountants



stylecraft limited

Statement of Financial Position
As at June 30, 2017

Particulars	Notes	Figures in BDT		
		June 30 ,2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
ASSETS				
Non-Current Assets:		615,738,190	622,260,377	561,007,874
Property, Plant and Equipments	3.00	610,599,300	617,121,487	555,868,984
Investment in Shares - Long Term	4.00	5,138,890	5,138,890	5,138,890
Current Assets:		540,833,312	709,095,824	578,326,975
Stock at Stores	5.00	111,785,193	186,862,691	161,314,734
Export Bills Receivable	6.00	217,378,568	338,937,492	270,332,121
Advances, Deposits & Pre-Payments	7.00	155,525,950	95,382,856	100,024,888
Advance Income Tax	8.00	37,084,873	27,268,370	21,019,927
Cash and Cash Equivalents	9.00	19,058,728	60,644,415	25,635,305
Total Assets		1,156,571,502	1,331,356,201	1,139,334,849
SHAREHOLDERS' EQUITY AND LIABILITIES:				
Shareholders' Equity:		279,424,438	254,622,590	243,907,874
Share Capital	10.00	5,500,000	5,500,000	5,500,000
Retained Earnings	11.00	273,924,438	249,122,590	238,407,874
Non-Current Liabilities:		116,845,080	277,224,982	276,334,282
Long Term Loan - Secured	12.00	113,430,282	277,224,982	276,334,282
Deferred Tax Liability	13.00	3,414,798	-	-
Current Liabilities:		760,301,984	799,508,629	619,092,693
Import Bills Payable	14.00	458,864,723	594,787,396	496,183,758
Accounts Payable	15.00	5,840,082	4,801,631	7,065,347
Liabilities for Expenses	16.00	52,185,731	64,037,904	62,876,226
Liabilities for Tax	17.00	4,660,447	13,952,879	11,274,200
Long Term Loan - Current Portion	18.00	112,904,000	17,120,408	35,131,516
Short Term Loan	19.00	125,847,001	101,528,279	3,951,184
Workers' Profit Participation Funds	20.00	-	3,280,132	2,610,462
Total Shareholders' Equity and Liabilities		1,156,571,502	1,331,356,201	1,139,334,849

The accounting policies and explanatory notes form 1 to 35 an integral part of these Financial Statement.



Shams Almas Rahman
Managing Director & CEO


Sharif Almas Rahman
Director


Dr. Almas Begum
Director

This is the Statement of Financial Position referred to in our report of even date annexed.

Dated: Dhaka
October 24, 2017


Edmund Guda
Company Secretary


Md. Lutfor Rahman
Chief Financial Officer (CFO)


Shiraz Khan Basak & Co.
Chartered Accountants



stylecraft limited

Statement of Profit or Loss and other Comprehensive Income
For The Year Ended June 30,2017

Particulars	Notes	Figures in BDT		
		June 30,2017	June 30, 2016	March 31, 2016
		12 Months	03 Months	12 Months
Turnover (Export of Finished Goods)	21.00	3,090,336,551	1,129,725,919	3,631,730,674
Less: Cost of Goods Sold	22.00	2,921,499,056	1,063,139,383	3,422,506,207
Gross Profit		168,837,495	66,586,536	209,224,467
Less: Operating and Financial Expenses		134,760,266	52,523,471	157,260,660
Administrative Expenses	23.00	66,103,231	38,175,986	81,837,675
Selling Expenses	24.00	35,519,144	5,840,630	32,671,996
Financial Expenses	25.00	33,137,891	8,506,855	42,750,989
Operating Profit		34,077,229	14,063,065	51,963,807
Add: Other Income		2,855,902	-	2,855,902
Other Income (Dividend)	26.00	2,855,902	-	2,855,902
Net Profit Before Contribution to WPPF & TAX		36,933,131	14,063,065	54,819,709
Less: Contribution to Workers' Profit Participation Funds	27.00	-	669,670	2,610,462
Net Profit Before Tax for the Year		36,933,131	13,393,395	52,209,247
Less: Taxation				
Current Tax	28.00	4,660,447	2,678,679	10,441,849
Deferred Tax	29.00	3,414,798	-	-
Net Profit After Tax for the Year		28,857,886	10,714,716	41,767,398
Total Comprehensive Income for the Year		28,857,886	10,714,716	41,767,398
Earning Per Share (EPS) (Number of Share 5,50,000)		52.47	19.48	75.94

The accounting policies and explanatory notes form 1 to 35 an integral part of these Financial Statement.


Shams Almas Rahman
Managing Director & CEO


Sharif Almas Rahman
Director


Dr. Almas Begum
Director

This is the Statement of Profit or Loss and other Comprehensive Income referred to in our separate report of even date.

Dated: Dhaka
October 24, 2017


Edmund Guda
Company Secretary


Md. Lutfor Rahman
Chief Financial Officer (CFO)


Shiraz Khan Basak & Co.
Chartered Accountants



stylecraft limited

Statement of Changes in Shareholders' Equity
For The Year Ended June 30, 2017

Particulars	Figures in BDT		
	Share Capital	Retained	Total
Opening Balance as on 01 July 2016	5,500,000	249,122,590	254,622,590
Net Profit/(Loss) During the Year		28,857,886	28,857,886
Cash Dividend Paid (2015-2016)		(4,125,000)	(4,125,000)
Unclaimed Dividend Transfer to Retained Earnings		68,962	68,962
Balance as on June 30, 2017	5,500,000	273,924,438	279,424,438

STYLECRAFT LIMITED

Statement of Changes in Shareholders' Equity
For The Period Ended June 30, 2016

Particulars	Figures in BDT		
	Share Capital	Retained Earnings	Total
Opening Balance as on 01 April 2016	5,500,000	238,407,874	243,907,874
Net Profit/(Loss) During the Year		10,714,716	10,714,716
Balance as on June 30, 2016	5,500,000	249,122,590	254,622,590

STYLECRAFT LIMITED

Statement of Changes in Shareholders' Equity
For The Year Ended March 31, 2016

Particulars	Figures in BDT		
	Share Capital	Retained Earnings	Total
Opening Balance as on 01 April 2015	5,500,000	199,462,240	204,962,240
Net Profit/(Loss) During the Year		41,767,398	41,767,398
Cash Dividend Paid (2014-2015)		(3,300,000)	(3,300,000)
Unclaimed Dividend Transfer to Retained Earnings		478,236	478,236
Balance as on March 31, 2016	5,500,000	238,407,874	243,907,874

Shareholders' Equity Per Share

Shareholders' Equity at the end of the Year

Number of Ordinary Shares

Net Assets Value Per Share (NAVPS)

	June 30, 2017	June 30, 2016	March 31, 2016
Shareholders' Equity at the end of the Year	279,424,438	254,622,590	243,907,874
Number of Ordinary Shares	550,000	550,000	550,000
Net Assets Value Per Share (NAVPS)	508.04	463.0	443.5

The accounting policies and explanatory notes form 1 to 35 an integral part of these Financial Statement.

Shams Almas Rahman
Managing Director & CEO

Sharif Almas Rahman
Director

Dr. Almas Begum
Director

This is the Statement of Changes in Shareholders' Equity referred to in our separate report of even date.

Edmund Guda
Company Secretary

Md. Lutfor Rahman
Chief Financial Officer (CFO)

Shiraz Khan Basak & Co.
Chartered Accountants

Dated: Dhaka
October 24, 2017



stylecraft limited

Statement of Cash Flows
For The Year Ended June 30, 2017

Particulars	Figures in BDT		
	June 30, 2017	June 30, 2016	March 31, 2016
	12 Months	03 Months	12 Months
Cash Flows From Operating Activities			
Collection from Turnover and Other Income	3,093,192,453	1,129,725,919	3,634,586,576
Payments for Costs & Expenses	(3,010,865,204)	(1,093,818,958)	(3,532,255,337)
Payment of Bank Interest	(33,137,891)	(8,506,855)	(42,750,989)
Net Cash Provided by/(Used in) Operating Activities	49,189,358	27,400,106	59,580,250
Cash Flows From Investing Activities			
Acquisition of Tangible Fixed Assets	(43,026,621)	(72,847,683)	(32,450,255)
Net Cash Provided by/(Used in) Investing Activities	(43,026,621)	(72,847,683)	(32,450,255)
Cash Flows From Financing Activities			
Received/(Payment) of Long Term Loan	(163,794,700)	(17,120,408)	(43,247,241)
Received/(Payment) of Long Term Loan Current Portion	95,783,592	-	-
Received/(Payment) of Short Term Loan	24,318,722	97,577,095	(12,203,347)
Dividend Paid	(4,056,038)	-	(2,821,764)
Net Cash Provided by/(Used in) Financing Activities	(47,748,424)	80,456,687	(58,272,352)
Increase/(Decrease) in Cash and Cash Equivalents	(41,585,687)	35,009,110	(31,142,357)
Cash and Cash Equivalents at the Opening	60,644,415	25,635,305	56,777,662
Cash and Cash Equivalents at the Closing	19,058,728	60,644,415	25,635,305
Net Operating Cash Flow Per Share (Restated)	89.44	49.82	108.33

The accounting policies and explanatory notes form 1 to 35 an integral part of these Financial Statement.


Shams Almas Rahman
Managing Director & CEO


Sharif Almas Rahman
Director


Dr. Almas Begum
Director

This is the Statement of Cash Flows referred to in our separate report of even date.

Dated: Dhaka
October 24, 2017


Edmund Guda
Company Secretary


Md. Lutfor Rahman
Chief Financial Officer (CFO)


Shiraz Khan Basak & Co.
Chartered Accountants



stylecraft limited

Notes to the Financial Statements For the Year ended 30 June, 2017

1. COMPANY AND OVERVIEW OF ITS OPERATIONAL ACTIVITIES:

1.01 Legal Status and Corporate Address :

stylecraft limited was incorporated as a Public Limited Company on January 25, 1983 and commenced its commercial production in 1984. The shares of the Company are publicly traded on the Dhaka Stock Exchange Ltd.

The Company has its registered office at Red Crescent Concord Tower (14th Floor), 17 Mohakhali C/A, Dhaka-1212. The factory is located at Chandana, Joydebpur and Gazipur.

1.02 Summary of Operational Activities :

The main objective of the stylecraft limited is to carry on the business of manufacturing all kinds of readymade garments. Now, the Company is engaged in manufacturing and export of readymade garments to EU, USA and Japan.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES :

The significant accounting policies followed in the preparation and presentation of these financial statements are summarized below.

2.01 Basis of Preparation and Presentation of Financial Statements :

The Financial Statements of the Company as at and for the year ended June 30, 2017 have been prepared based on historical cost basis on generally accepted accounting principles (GAAP) in Bangladesh and, therefore, no adjustments have been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

2.02 Presentation of Financial Statements :

The presentation of the Financial Statements is in accordance with the International Accounting Standards (IAS)-1 as adopted by ICAB as BAS-1 "Presentation of Financial Statements". According to the International Accounting Standards (IAS)-1 the complete set of financial statements includes the following components.

1. Statement of Financial Position as at 30 June, 2017.
2. Statement of Profit or Loss and other Comprehensive Income for the year ended 30 June, 2017.
3. Statement of Changes in Shareholders' Equity for the year ended 30 June, 2017.
4. Statement of Cash Flows for the year ended 30 June, 2017.
5. Notes to the Financial Statements comprising summary of significant accounting policies, explanatory information & disclosures.

2.03 Statement of Compliance :

The Financial Statements have been prepared in compliance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987, the Listing Regulations of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws as applicable and in accordance with the applicable Bangladesh Financial Reporting Standards (BFRSs) include Bangladesh Accounting Standards (BAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) based on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRSs).



2.04 Other Regulatory compliance :

As required, Stylecraft Limited also complies with the following major regulatory provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

The Income Tax Ordinance, 1984

The Income Tax Rules, 1984

The Value Added Tax Act, 1991

The Value Added Tax rules, 1991

The Customs Act, 1969;

Bangladesh Labour Law, 2006;

The Securities and Exchange Commission Ordinance, 1969

The Securities and Exchange Rules, 1987; and

The Securities and Exchange Commission Act, 1993

2.05 Date of Authorization :

The Board of Directors of Stylecraft Limited approved this financial Statement on October 10, 2017.

2.05.1 Reporting Period:

The financial period of the Company covers the activities from July 01, 2016 to June 30, 2017.

2.06 Comparative Information :

Comparative Information have been disclosed in respect of previous year for all numerical information in the Financial Statement and also the narrative and descriptive information where it is relevant for understanding current period's Financial Statements.

2.06.1 Re-arrangement :

Comparative figures have been rearranged where ever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liability as reported in the Financial Statements.

2.06.2 Re-statement :

In finalizing the Financial Statements for the year ended 30 June, 2017, figures of previous period were restated in accordance with BAS 8 wherever considered necessary to ensure comparability with the current year.

2.07 Functional and Presentational Currency :

The financial statements are presented in Bangladeshi currency (Taka), which is the Company's functional currency. All financial information presented in BDT has been rounded off to the nearest Taka.

2.08 Foreign Currency Transactions :

Transactions denominated in foreign currencies (export proceeds) are converted into local currency on the date of negotiation of export bills and at the rate applicable on the day. Assets and liabilities denominated in foreign currencies are converted into taka at the rate of exchange prevailing at the date of the balance sheet. Any gain/loss resulting from foreign currency transactions is charged to the statement of Comprehensive Income in accordance with BAS-21 "The Effects of Changes in Foreign Rates".

2.09 Use of Estimates and Judgment :

The preparation of these financial statements, in conformity with BASs/BFRSs, required 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 amounts may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.



2.10 Statement of Cash Flows :

Statement of cash flows is prepared in accordance with "BAS 7: Cash Flow Statement" and the cash flows from operating activities have been presented under Direct Method as required by the Securities and Exchange Rules 1987 and considering the provisions that "Enterprises are Encouraged to Report Cash Flow from Operating Activities using the Direct Method". In the statement of cash flows of Bank interest is considered as cash flows from financing activities for both the current year and also for the previous year for this the comparative net operating cash flows per share is restated.

2.11 Compliance with the Requirements of Notification of the Securities and Exchange Commission Dated 04.06.2008 under ref. # SEC/CMMRPC/2008-181/53/Adm/03/28

- a. Notes to the financial statements marked from 2.00 to 2.27 setting out the policies are unambiguous with respect to the reporting framework on which the accounting policies are based.
- b. The accounting policies on all material areas have been stated clearly in the notes marked from 2.00 to 2.27.
- c. The accounting standards that underpin the policies adopted by the company can be found in the following places of the notes to the financial statements:

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Sl. No.	Name of the BAS	BAS No.
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2.12 Revenue Recognition :

As per BAS-18 “Revenue”, Revenue is to be recognized when it is probable that the economic benefits associated with the transaction will flow to the organization and the amount of revenue can be measured reliably. The Company recognizes sales as income after shipments for export.

2.12.1 Other income :

All other income is recognized when the Company's right to receive such income has been reasonably determined and all conditions precedent is satisfied. Other income is stated as dividend received from CDBL as shareholder.

2.13 Recognition of Fixed Assets :

2.13.1 Owned assets :

Own fixed assets are stated at cost less accumulated depreciation. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the assets to its working condition for its intended use as per Bangladesh Accounting Standard (BAS) No. 16 “Property, Plant and Equipment”.

2.13.2 Subsequent expenditure of fixed assets :

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day-to day servicing of property, plant and equipment are recognized in the statement of Comprehensive Income as incurred.

2.13.3 Depreciation and amortization of fixed assets :

Fixed assets i.e. Property, Plant, Equipment are stated at their historical cost less accumulate depreciation. No depreciation has been charged on the Freehold Land and on the Capital work in progress. Depreciation is charged on all other assets on Reducing balance method. Depreciation of assets begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of asset ceases at the earlier of the date that the assets is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with BFRS 5 and the date that the assets are derecognized:



Land & Land Developments	0%	Iron & Boiler	10%
Machineries	15%	Transformer Installation	10%
Building & Civil Construction	5%	Embroidery Machine	20%
De Humidifier Machine Inst.	10%	Computer Installation & Software Developments	10%
Electrical Installation	10%	Fire Door	10%
Tools & Equipment	10%	Fire Hydrant & Detection System	10%
Vehicles	20%	Generator	10%
Factory Furniture	10%	Gas Generator	10%
Office Furniture	10%	Gas Line Installation	10%
Crockery's & Utensils	25%	CC Camera Installation	10%
Telephone & Intercom Installation	10%		

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized as income/ (loss).

2.13.4 Impairment of Assets :

Revenue and Profitability of the company is consistent and net worth of the company is growing every year, that indicates our assets are performing at their highest as per our intended procurement and the summation of the discounted future cash flows from the operation of the assets would be positive if we dispose of those assets at the date of financial reporting. But presently we have no intention to dispose of these assets; as such we do not consider to recording the impairment loss/gain.

2.14 Inventories/Stock of Goods :

Inventories/Stock of Goods is measured at lower of cost and net realizable value. The cost of inventories includes expenditure incurred in acquiring these inventories and bringing them to their existing location and condition in accordance with BAS-2 "Inventories".

Stock is stated at cost price on FIFO method, which is lower than selling price. Stock includes allocation of production overheads to bring the inventories to their present condition and location.

2.15 Export Bills Receivable :

These are carried at original invoice amount converted by rate of exchange prevailing on the last day of the financial year. These are against valid export L/Cs and are considered good but not secured. None of them has been considered to be doubtful and as such no provision for bad and doubtful debts has been made in the financial statements.

2.16 Advances, Deposits and Prepayments :

Advances, Deposits & Pre-payments are unsecured but considered good.

2.16.1 Advances :

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or changes to other accounts heads.

2.16.2 Deposits :

Deposits are measured at payment value.

2.16.3 Prepayments :

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charge to the Statement of Comprehensive Income.



2.17 Cash and Cash Equivalents :

Cash and cash equivalents comprise cash in hand and cash at bank, which were held and available for use by the company without any restriction and are readily convertible to a known amount of cash and that are subject to an insignificant risk of change in value.

2.18 Import Bills Payable :

These represent Bills accepted but not paid as on the last day of the financial year and converted into local currency by the exchange rate prevailing on the last day of the financial year. Bank L/C limit is secured by first charge on the fixed asset & book debts of the Company and also by personal guarantees of the Directors.

2.19 Creditors and Accrued Expenses :

Liabilities are recognized for amounts to be paid in future for goods and services, whether or not billed by the suppliers.

2.20 Taxation :

2.20.1 Income Tax :

Income Tax has been Year for the FY 2016 - 2017 @ 0.70% of export of finished goods at sources as per Income Tax Ordinance-1984 (Ordinance No. XXXVI of 1984) under Section-53BB, which is treated as final discharge of tax liability regarding export during the year.

2.20.2 Deferred Tax :

The Company has been made deferred tax provision in the year 2016-2017 and deferred tax provision Tk. 3,414,798 (Note No-13).

2.21 Long Term Loan - Secured :

Secured Loan balance from Pubali Bank Ltd. stood at Tk. 113,430,282 at the end of the period. In order to meet current expenses an overdraft limit of Tk. 10.00 (Ten) core is availed from Pubali Bank Ltd. A part of the loan facility was used during the Year.

2.22 Provisions :

All provision is recognized on the Statement of Financial Position date if, as a result of past events, The Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

2.23 Earnings per Share :

The company calculates Earning per Share (EPS) in accordance with BAS 33 "Earning per Share" which has been shown on the face of Statement of Comprehensive Income and the computation of EPS is stated in Note –No. 30 of the financial statements.

2.24 Impairment of Assets :

At each Statement of Financial Position date, the Company reviews the carrying amounts of its assets to determine whether there is any indication of impairment in accordance with BAS-36 "Impairment of Assets". If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of net selling price and value in use.

2.25 Contribution to workers Profit Participation/ welfare Fund :

The Legislation puts in place provisions including a central fund to improve living standards of workers, a requirement for @ 0.03% of annual total export value to be deposited in employee welfare fund, sections 87 of the Bangladesh Labor Law, 2006. (Amendment-2015)



2.26 Events after Reporting Period :

In compliance with the requirements of "BAS-10: Event After the reporting period" that provide additional information about the company's position at the date of the financial position are reflected in the financial statements and events after the reporting period that are not adjusting events are disclosed in the notes when material.

2.27 Financial risk management :

The company management has overall responsibility for the establishment and oversight of the Company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The Company has exposure to the following risk from its use of financial instruments.

- a. Credit risk
- b. Interest Rate Risk
- c. Market Risk
- d. Fair Values
- e. Liquidity risk
- f. Internal Control and Compliance Risk
- g. Information and Communication Technology Security Risk

2.27.1 Credit risk :

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables. Management has a credit policy in place and exposure to credit risk is monitored on an ongoing basis. Risk exposures from other financial assets, i.e. cash at bank and other external receivables are nominal.

2.27.2 Interest Rate Risk :

Interest rate risk is the risk that arises due to changes in interest rates on borrowing. There was no foreign currency loan which is subject to floating rates of interest. Local loans are however, not significantly affected by fluctuations in interest rates.

2.27.3 Market Risk :

Market risk is the risk that any change in market prices such as foreign exchange rates and interest will affect the company's income or the value of its holdings financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

2.27.4 Fair Values :

The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The fair value of trade and other short-term receivables are taken to approximate their carrying value. The fair value of financial assets and liabilities approximate their carrying value.

2.27.5 Liquidity risk :

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach to managing liquidity (cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, prepared based on



time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

In extreme stressed conditions, the company may get support from the related company in the form of short term financing.

2.27.6 Internal Control and Compliance Risk :

Internal controls ensure systematic and orderly flow of various operational activities within the company. Now a day in the biggest and complex business environment, compliance becomes one of the major concern to the corporate being major risk involved in non-compliance of statutory requirements and operational procedures. To protect and safeguard the company from any means of fraud and error as well as loss Stylecraft Limited has introduced the "Internal control and Compliance guideline and also established a separate department called "Internal Control and Compliance Department (ICCD)" at Head Office staffed with some experienced senior officers rest with the power and duties to train the employees of the company, give direction, monitor, audit and establish control on day to day operational procedures and statutory and non-statutory compliances. ICCD collects different periodical reports, departmental control function check list etc. for documentation and also undertakes periodical and special audit of the branches and departments at Head Office for review of the operation and compliance of statutory requirements and the Board Audit Committee reviews the reports.

2.27.7 Information and Communication Technology Security Risk :

ICT policies have been newly introduced at Stylecraft. The prime objective of such policies is to protect data properties of the company from any means of loss, unauthorized use, forgery and destruction as well as documentation of all ICT related tasks to reduce man dependency and increase process dependency. According to this guideline an ICT department response, monitors, trains and co-ordinates the total IT matter with other departments so that man and machine could effectively co-opt on timely fashion. The ICT department ensures necessary guidelines / instructions to the Departments and monitors status of implementation strictly.

2.28 Disclosure as per Schedule-XI, Part-1, of The Companies Act, 1994 as on 30 June, 2017

SL. No.	Particulars	Figures in BDT
		June 30,2017
	Debts exceeding 6 months	
	Debts less than 6 months	217,378,568
	Total	

SL. No.	Particulars	Figures in BDT
		June 30,2017
I	Receivables considered good in respect of which of which the company is fully secured	217,378,568
II	Receivables considered good in respect of which the company hold no security other than debtor personal security	
III	Receivables considered doubtful or bad	
IV	Receivable due by common management	
V	The maximum amount of receivable due by any director or other officer of the company	



2.29 Board Audit Committee:

The Board of Directors has constituted an Audit Committee of the Board consisting of three (03) Directors. The Audit Committee is headed by the Independent Director, Alhaji Abdul Karim Pathan chairman of the audit committee accompanied by Director (Finance) Dr. Almas Begum, Director Mr. Sharif Almas Rahman who acts as member of the audit committee and Company Secretary Mr. Edmund Guda acts as the member Secretary of the Audit Committee.

The Audit Committee carries out its responsibilities as per the provisions of law and subsequently submits its report to the Board of Directors in stipulated time. The Audit Committee synchronizes with the Internal and External Auditors as and when required. The Audit Committee ensures that adequate internal check & balance is maintained by adequate Management Information System that is in place for detection of errors, frauds and other deficiencies.

Other responsibilities comprise of inter alia, not being limited to, the anticipation of conflict of interests between the Company and its Directors, Officials, Customers, Suppliers, Government and any other Interest Groups, that may be present, and detect or eliminate possibilities of internal trading of the Company's stocks, which is strictly considered as a malpractice within the scope of compliance issue. The Audit Committee guarantees SEC and other Agencies, relevant, compliance issues as regulations and requirements.



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
3.00	Property, Plant and Equipments: Tk.610,599,300			
	A. Cost			
	Opening Balance at Cost	998,333,793	925,486,110	893,035,855
	Add: Addition during the	43,026,621	72,847,683	32,450,255
	Less: Disposal during the year	1,041,360,414	998,333,793	925,486,110
		-	-	-
	Closing Balance at Cost	1,041,360,414	998,333,793	925,486,110
	B. Depreciation			
	Opening Balance	381,212,306	369,617,126	317,539,179
	Add: Charge during the year	49,548,808	11,595,180	52,077,947
	Less: Adjustment during the year	430,761,114	381,212,306	369,617,126
		-	-	-
	Accumulated Depreciation	430,761,114	381,212,306	369,617,126
	Carrying Value (A-B)	610,599,300	617,121,487	555,868,984
	(Schedule - A, may kindly be seen for details)			
4.00	Investment in Shares - Long Term: Tk.5,138,890			
	11,42,361 Ordinary Shares of Tk.10/each including Bonus Share in CDBL	5,138,890	5,138,890	5,138,890
		5,138,890	5,138,890	5,138,890
5.00	Stock at Stores: Tk.111,785,193			
	Raw Materials	83,150,891	123,089,148	120,959,795
	Finished Goods	28,634,302	63,773,543	40,354,939
		111,785,193	186,862,691	161,314,734
6.00	Export Bills Receivable: Tk.217,378,568			
	Pubali Bank Ltd. (Note-6.01)	217,378,568	338,937,492	270,332,121
		217,378,568	338,937,492	270,332,121
6.01	Details of Export Bills Receivable: Tk.217,378,568			
	Not more than 3 months	217,378,568	338,937,492	270,332,121
	More than 3 months but not more than 6 months	-	-	-
	More than 6 months but not more than 1 year	-	-	-
	More than 1 year but not more than 5 years	-	-	-
	More than 5 years	-	-	-
		217,378,568	338,937,492	270,332,121



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
7.00	Advances, Deposits and Pre-Payments: Tk.155,525,950			
	Bill Margin Account (Pubali Bank Ltd-Foreign)	73,458,466	27,770,020	25,815,929
	Bill Margin Account (Pubali Bank Ltd-EDF)	77,030,933	50,065,941	30,465,576
	Advance Against Land Purchase	-	-	26,196,488
	Advance Against Fire Hydrant & Detection	-	12,500,058	12,500,058
	Advance to Employees	-	959,000	959,000
	Security Deposit (Titas Gas)	3,554,747	3,554,747	3,554,747
	Cash Security (DESA)	163,590	163,590	163,590
	Workers Profit Participation Fund (WPPF)	948,714	-	-
	Security Deposit for Car Fuel (Southern)	100,000	100,000	100,000
	Advance Rent	269,500	269,500	269,500
		155,525,950	95,382,856	100,024,888
8.00	Advance Income Tax: Tk.37,084,873			
	Opening Balance	27,268,370	21,019,927	12,579,818
	Less: Adjusted with Last Year Tax Liability	13,952,879	-	12,579,818
		13,315,491	21,019,927	-
	Less: Write off expense of Advance Income Tax	-	-	-
		13,315,491	21,019,927	-
	Add: Tax Deduction at Source During the Year (Note- 8.01)	23,769,382	6,248,443	21,019,927
		37,084,873	27,268,370	21,019,927
8.01	Tax Deduction at Source During the Year: Tk.23,769,382			
	Tax Deduction at Source on Motor Vehicle	215,000	15,000	170,000
	Tax Deduction at Source on Dividend Income of CDBL	571,181	-	571,180
	Tax Deduction at Source on Cash Incentive	846,510	31,561	1,938,519
	Tax Deduction at Source on Export Sales	22,136,691	6,201,882	18,340,228
		23,769,382	6,248,443	21,019,927
9.00	Cash and Cash Equivalents: Tk.19,058,728			
	Cash in Hand	6,222,578	6,467,874	6,265,374
	Cash at Bank (Note - 09.01)	12,836,150	54,176,541	19,369,931
		19,058,728	60,644,415	25,635,305
9.01	Cash at Bank: Tk.12,836,150			
	Sonali Bank Ltd. - A/C No. 3543	1,393,113	45,482,674	1,128,647
	Mercantile Bank Ltd. - A/C No. 161774	2,596,106	2,600,806	2,519,022
	Standard Chartered Bank- A/C NO.01 1146111 01	141,022	151,142	151,142
	Pubali Bank Ltd. - F.C. Account-11497	7,664,734	4,818,618	14,445,379
	Pubali Bank Ltd. - A/C NO. 34255	80,838	160,056	161,116
	Pubali Bank Ltd. - A/C NO. 910-901-37091	909,649	911,718	912,753
	City Bank Ltd - A/C NO. 1101600201001	50,688	51,527	51,872
		12,836,150	54,176,541	19,369,931



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
10.00	Share Capital: Tk.5,500,000			
	Authorized Share Capital			
	(1,000,000 Ordinary Shares @ Tk. 10 each)	10,000,000	10,000,000	10,000,000
	Issued, Subscribed and Paid-up Capital			
	(550,000 Ordinary Shares @ Tk. 10 each)	5,500,000	5,500,000	5,500,000

Details of shareholdings position are as under:

(a) Composition of Shareholdings:

Group	No. of Shares		Percentage	
	2017	2016	2017	2016
Sponsors and their associates	304,900	304,900	55.44%	55.44%
Local Institutions	2,924	128,519	0.53%	23.37%
ICB Investors Account Holders	33,237	-	6.04%	0.00%
General Public	208,939	116,581	37.99%	21.20%
Total	550,000	550,000	100%	100%

(b) Classification of shareholders by holding (Regulation 37 of the Listing Regulation of DSE Ltd.):

Shareholding Range	No. of Shareholders		Percentage	
	2017	2016	2017	2016
Less than 500 shares	443	284	87.72%	84.02%
500 - 5,000 shares	45	36	8.91%	10.65%
5,001 - 10,000 shares	5	6	0.99%	1.78%
1,0001- 20,000 shares	2	2	0.40%	0.59%
20,001- 30,000 shares	2	2	0.40%	0.59%
30,001- 40,000 shares	6	6	1.18%	1.78%
Over 40,000	2	2	0.40%	0.59%
Total	505	338	100%	100%

Share Price Tk. 1,308.90 as on 29.06.2017.

11.00 Retained Earnings: Tk.273,924,438

Opening balance	249,122,590	238,407,874	199,462,240
Less: Issue of cash dividend	4,125,000	-	3,300,000
	244,997,590	238,407,874	196,162,240
Add: Unclaimed Dividend Transfer to Retained Earnings	68,962	-	478,236
	245,066,552	238,407,874	196,640,476
Add: Net Profit/(Loss) During the Year	28,857,886	10,714,716	41,767,398
	273,924,438	249,122,590	238,407,874

12.00 Long Term Loan - Secured: Tk.113,430,282

Pubali Bank Ltd.	113,430,282	277,224,982	276,334,282
	113,430,282	277,224,982	276,334,282



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
13.00	Deferred Tax Liability: Tk.3,414,798			
	Oppeing Balance	-	-	-
	Add: Deferred Tax Provision for During the Year	3,414,798	-	-
		3,414,798	-	-
	Less: Adjusted for During the Year	-	-	-
		3,414,798	-	-
14.00	Import Bills Payable: Tk.458,864,723			
	Pubali Bank Ltd. (Note-14.01)	458,864,723	594,787,396	496,183,758
		458,864,723	594,787,396	496,183,758
14.01	Details of Import Bills Payable: Tk.458,864,723			
	Not more than 3 months	458,864,723	594,787,396	496,183,758
	More than 3 months but not more than 6 months	-	-	-
	More than 6 months but not more than 1 year	-	-	-
	More than 1 year but not more than 5 years	-	-	-
	More than 5 years	-	-	-
		458,864,723	594,787,396	496,183,758
15.00	Accounts Payable: Tk.5,840,082			
	Star Cargo	1,237,971	1,953,671	1,224,310
	Speed Star	88,000	255,000	213,300
	TKS	80,021	92,960	105,726
	Paragon Shipping Agency	4,434,090	2,500,000	5,522,011
		5,840,082	4,801,631	7,065,347
16.00	Liabilities for Expenses: Tk.52,185,731			
	Liability for Salary	16,127,855	14,612,395	13,988,861
	Liability for Wages	31,069,419	30,695,670	30,410,540
	Liability for Electric Charges	-	-	900,494
	Liability for Overtime	3,853,449	17,097,333	14,341,605
	Liability for Postages & Telephone	84,309	215,733	-
	Liability for Gas Charges	737,654	853,430	835,501
	Liability for Oil, Fuel	153,292	189,315	158,637
	Liability for Internet	12,800	12,289	12,526
	Liability for Insurance Expenses	46,953	336,739	2,128,062
	Liability for Audit Fee	100,000	25,000	100,000
		52,185,731	64,037,904	62,876,226



Notes	Particulars	Figures in BDT		
		June 30, 2017	June 30, 2016	March 31, 2016
		12 Months	03 Months	12 Months
17.00	Liabilities for Tax : Tk.4,660,447			
	Oppeing Balance	13,952,879	11,274,200	13,412,169
	Less: Adjusted with Advance Income Tax	13,952,879	-	12,579,818
		-	11,274,200	832,351
	Add: Provision for Tax During the Year	4,660,447	2,678,679	10,441,849
		4,660,447	13,952,879	11,274,200
18.00	Long Term Loan - Current Portion: Tk.112,904,000			
	This represents current portion of long term loans from financial institutions which are repayable within next 12 months and consists of as follows:			
	Pubali Bank Limited	112,904,000	17,120,408	35,131,516
		112,904,000	17,120,408	35,131,516
19.00	Short Term Loan - Secured: Tk.125,847,001			
	Packing Credit (PC)	49,541,188	48,885,561	-
	Pubali Bank Ltd. - A/C No. 29005901006035	76,305,813	52,642,718	3,951,184
		125,847,001	101,528,279	3,951,184
20.00	Workers' Profit Participation Funds: Tk.Nil			
	Opening Balance	3,280,132	2,610,462	2,353,991
	Less: WPPF Paid	3,280,132	-	2,353,991
		-	2,610,462	-
	Add: Contribution Made During the Year	-	669,670	2,610,462
		-	3,280,132	2,610,462
21.00	Turnover (Export of Finished Goods): Tk.3,090,336,551			
	Sales in Quantity (Dozen)	547,327 Dozen	193,788 Dozen	603,465 Dozen
	Sales in Taka	3,062,119,533	1,128,707,442	3,569,311,913
	Cash Incentive	28,217,018	1,018,477	62,418,761
		3,090,336,551	1,129,725,919	3,631,730,674
22.00	Cost of Goods Sold: Tk.2,921,499,056			
	Opening Stock of Raw Materials	123,089,148	120,959,795	116,604,190
	Add: Raw Materials Purchased (Note-22.01)	2,121,946,449	901,497,111	2,706,756,946
	Raw Materials Available for Consumed	2,245,035,597	1,022,456,906	2,823,361,136
	Less: Closing Stock of Raw Materials	83,150,891	123,089,148	120,959,795
	Raw Materials Consumed	2,161,884,706	899,367,758	2,702,401,341
	Add: Manufacturing Overhead (Note-22.02)	724,475,109	187,190,229	707,666,467
	Cost of Goods Manufactured During the year	2,886,359,815	1,086,557,987	3,410,067,808
	Add: Opening Stock of Finished Goods	63,773,543	40,354,939	52,793,338
	Cost of Goods Available for Sales	2,950,133,358	1,126,912,926	3,462,861,146
	Less: Closing Stock of Finished Goods	28,634,302	63,773,543	40,354,939
	Total Cost of Goods Sold	2,921,499,056	1,063,139,383	3,422,506,207



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
22.01	Raw Materials Purchased During the Year: Tk.2,121,946,449			
	Fabric Purchase (Note- 22.01A)	1,911,474,587	765,546,561	2,017,157,111
	Accessories Purchase (Note-22.01B)	145,798,245	116,010,581	611,589,294
	Insurance Premium	11,677,126	4,413,521	21,906,870
	C & F Expenses	30,608,141	10,468,350	36,393,360
	Import Bank Charge	11,273,819	199,686	6,199,686
	Carrying Inwards (Transport Import)	504,900	252,400	1,043,000
	L/C Commission & Other Charge	10,609,631	4,606,012	12,467,625
		2,121,946,449	901,497,111	2,706,756,946
22.01A	Fabric Purchase: Tk.1,911,474,587			
	Import Purchase	1,594,870,117	656,510,905	1,603,220,968
	Purchase Against B/B, L/C	316,604,470	109,035,656	413,936,143
		1,911,474,587	765,546,561	2,017,157,111
22.01B	Accessories Purchase: Tk. 145,798,245			
	Import Purchase	112,534,637	73,420,893	226,554,493
	Purchase Against B/B, L/C	33,263,608	42,589,688	385,034,801
		145,798,245	116,010,581	611,589,294
22.02	Manufacturing Overhead: Tk.724,475,109			
	Salary and Wages	595,132,308	125,127,671	535,366,915
	Overtime	11,841,874	22,375,912	57,561,488
	Bonus	40,729,510	20,298,777	38,845,550
	Maternity Benefit	6,557,707	-	-
	Consumable Stores	754,248	441,435	1,832,425
	Repairs & Maintenance (Car)	759,947	363,277	782,871
	Gas Charges	9,187,517	2,547,777	8,000,039
	Electricity Charges	10,530,906	3,768,943	8,458,583
	Electrical Expenses	762,524	552,014	2,899,842
	Fire Insurance, Security & Safety	150,410	88,663	161,510
	Labour Charges	941,194	25,360	238,960
	Dyeing & Washing Charges	45,264	1,600	49,845
	Fuel & Lubricants	926,245	276,292	1,732,401
	Entertainment Expenses	241,452	80,254	782,871
	Stationary	41,909	26,040	79,957
	Conveyance	235,729	96,597	100,573
	Lab Test Bill	1,605,312	815,676	4,494,090
	Depreciation (Production)	44,031,053	10,303,941	46,278,547
		724,475,109	187,190,229	707,666,467



Notes	Particulars	Figures in BDT		
		June 30, 2017	June 30, 2016	March 31, 2016
		12 Months	03 Months	12 Months
23.00	Administrative Expenses : Tk.66,103,231			
	Salary & Allowances	34,242,971	26,955,742	40,430,795
	Director Remuneration & Other Salaries	5,598,200	1,954,800	7,451,889
	Bonus	2,450,519	1,177,144	2,285,163
	Printing & Stationery	386,383	165,346	569,455
	Car Rent	37,975	35,000	254,700
	Postage, Telephone and Courier (Foreign)	550,055	289,054	818,297
	Books, Forms & Periodicals	21,600	40,000	285,000
	Staff Welfare Expenses	1,285,776	1,216,343	3,095,885
	Bank Charges	9,093,197	2,234,557	8,266,667
	Maintenance (Car)	398,875	522,232	2,341,716
	Conveyance	780,445	229,170	751,897
	Fuel and Lubricants	1,392,258	509,754	3,481,911
	AGM Expenses	390,106	-	370,580
	Subscription, Charity & Donation	571,628	114,081	607,305
	Stamp Charges	1,259,900	362,490	2,018,053
	BGMEA Expenses (Utilization Doc.)	395,224	435,122	478,844
	Audit Fee	100,000	25,000	100,000
	Legal Expenses	20,000	10,000	20,000
	EPB Expenses	803,110	348,990	1,049,979
	Internet Expenses	252,477	141,397	677,765
	Telephone Bill	299,162	5,575	29,878
	Board Meeting Fees	111,500	46,000	348,000
	CDBL Fees	31,000	-	25,482
	Mobile Bill	103,115	53,150	272,014
	Training Fees	10,000	13,800	7,000
	Depreciation (Administration)	5,517,755	1,291,239	5,799,400
		66,103,231	38,175,986	81,837,675
24.00	Selling Expenses: Tk.35,519,144			
	Terminal Handling Charges/BL Charges	4,188,891	1,677,630	2,709,338
	Freight Charges	1,643,104	512,340	4,500,237
	Entertainment / Tiffin	736,452	209,381	788,809
	Advertisement	200,094	-	266,375
	Forwarding Charges	28,750,603	3,441,279	24,407,237
		35,519,144	5,840,630	32,671,996
25.00	Financial Expenses: Tk.33,137,891			
	Interest on Term Loan	28,886,104	7,641,592	39,802,505
	Interest on Overdraft	4,251,787	865,263	2,948,484
		33,137,891	8,506,855	42,750,989



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
26.00	Other Income: Tk.2,855,902			
	Dividend Income	2,855,902	-	2,855,902
		2,855,902	-	2,855,902
27.00	Provision for WPPF: Tk. Nil			
	Provision for WPPF @ 5% on Net Profit Before tax	-	669,670	2,610,462
		-	669,670	2,610,462
28.00	Taxation :Tk. 4,660,447			
	(i) Tax on Profit from Export Business @12% (Note-28.01)	4,089,267	2,678,679	9,870,669
	(iii) Tax on Cash Dividend Income @ 20%	571,180	-	571,180
		4,660,447	2,678,679	10,441,849
28.01	Profit from Export Business :Tk. 34,077,229			
	Net Profit Before Tax	36,933,131	13,393,395	52,209,247
	Less: Cash Dividend Income	2,855,902	-	2,855,902
		34,077,229	13,393,395	49,353,345
29.00	Deferred Tax Expenses :Tk. 3,414,798			
	Provision for Deferred Tax	3,414,798	-	-
		3,414,798	-	-
30.00	Basic Earning Per Share :Tk. 52.47			
	The computation of EPS is given below			
	a. Profits Attributable to the Ordinary Shareholders (Net Profit After Tax for the Year)	28,857,886	10,714,716	41,767,398
	b. Number of Ordinary Shares during the year	550,000	550,000	550,000
	c. Earning Per Share (EPS)	52.47	19.48	75.94
	d. Basic Earning Per Share (Comparative restated)	52.47	19.48	75.94
31.00	Production and Stock Position during the Year:			
	Details of Stock Position in Dozen			
	a) Production during the Year	540,998 Dozen	195,529 Dozen	604,199 Dozen
	b) Opening Stock	11,447 Dozen	9,706 Dozen	8,972 Dozen
	c) Closing Stock	5,118 Dozen	11,447 Dozen	9,706 Dozen
32.00	Amount of Foreign Exchange Earned during the Period on Account of Export on F.O.B. Basis:			
	Details of Export in US Dollar			
	Export on F.O.B.	US\$ 38,978,831	US\$ 14,559,822	US\$ 46,186,495



Notes	Particulars	Figures in BDT		
		June 30, 2017 12 Months	June 30, 2016 03 Months	March 31, 2016 12 Months
33.00	Number of Employees During the Year:			
	Employee Group as per Salary Wise			
	a) Salary below Tk. 3,000.00 per month	-	-	-
	b) Salary above Tk. 3,000.00 per month	5,092	5,215	5,136
	Total Number of Employees	5,092	5,215	5,136

34.00 Production Capacity and Utilization:

Capacity of a garment industry varies and the same depends on various factors like style, design of fabric, making requirements, etc. It is difficult to quantify the actual production capacity and to compare the same with utilized capacity. However, considering the above factors we may estimate our optimum production capacity to be 670,833 dozen per year. But during the current year Stylecraft produced 540,998 dozen of readymade garments in different styles and designs, as against 604,199 dozen during the FY 2015 - 2016.

35.00 Other Disclosures

a) Director's Remuneration

No remuneration has been paid to the Directors who have rendered their services. Amounts appearing in Notes no. 23 as salary were paid to the officers and other employees of the Company.

b) Staff Welfare Expenses

Staff Welfare Expenses comprise mainly of Tiffin expenses for providing Tiffin to employees (working beyond 7.00 p.m.), health care expenses, annual picnic expenses and child care expenses, etc.

c) Royalty, Technical Experts & Professional Advisory Fees

Expenses such as royalty, technical experts & professional advisory fee were not incurred in foreign exchange during the year.

d) Audit Fees

The Auditors of our Company were not paid any other amount except the audit fee of Tk.100,000.00 approved at the A.G.M and as shown in the Accounts.

e) Brokerage or Discount

No brokerage or discount against sales has been paid during the year.

f) Non-Resident Shareholder

There was no non-resident shareholder at the end of the year 30 June, 2017.

g) Capital Expenditure Commitment

There is no ongoing capital expenditure which has remained undisclosed.

h) Reconciliation

All Bank Balances shown in the accounts are as per Bank Statements and the amount is matched with the Bank Statements and amounts are reconciled where necessary.

i) Director's Interest in Contracts with the Company / Transaction with Related Parties

There is no amount due to the Company by the Directors, officers and associates of the Company.



j) Contingencies

Contingencies arising from claim, litigation assessment, fines, penalties etc. are recorded when it is probable that a liabilities has been incurred and the amount can be reasonably measured. There was no contingent event that may require the recognition of the contingent liabilities and no items considered as contingent liabilities of the company as no 30 June 2017 as per BAS 37 "provisions, contingent liabilities and Contingent assets".

k) Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

l) Comparative Information

As required by paragraphs 38 and 40 of BAS-1 "Presentation of Financial Statements" comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

m) Reclassification

Previous year's figures, wherever considered necessary, have been rearranged/restated/reclassified, for the purpose of comparison with current year's presentation without any impact on the profit and value of assets and liabilities as reported in the financial statements.

n) Responsibility for the Preparation of the Financial Statements

The Board of Directors of the company is responsible for the preparation and presentation of this Financial Statements in accordance with all applicable Bangladesh Financial Reporting Standard (BFRS) include Bangladesh Accounting Standard (BAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) based on International Accounting Standard (ISA) and International Financial Reporting Standard (IFRS) all other regulator requirements.

o) General

- i) All shares have been fully called up and paid up
- ii) Bank Balances shown in the accounts are duly reconciled


Shams Almas Rahman
Managing Director & CEO


Sharif Almas Rahman
Director


Dr. Almas Begum
Director



STYLECRAFT LIMITED
Schedule of Fixed Assets
For The Year Ended 30 June, 2017

Property, Plant and Equipments: Tk.610,599,300

Name of Assets	Cost			Rate of Dep.	Depreciation			Written Down Value As At June 30, 2017
	Balance as on July 01, 2016	Addition during the Year	Disposal during the Year		Balance as on July 01, 2016	Charged during the Year	Adjustment during the Year	
Land & Land Development	116,573,345	-	-	0%	-	-	-	116,573,345
Building & Civil Construction	330,879,352	-	-	5%	79,692,030	12,559,366	-	238,627,956
Machineries	311,288,324	3,692,543	-	15%	194,766,125	18,032,211	-	102,182,531
De Humidifier Machine Inst.	1,546,375	602,700	-	10%	189,431	195,964	-	385,395
Electrical Installation	73,004,883	5,142,616	-	10%	18,259,457	5,988,804	-	53,899,238
Tools & Equipment	15,023,302	-	-	10%	4,881,652	1,014,165	-	9,127,485
Motor Vehicles	45,571,375	-	-	20%	28,246,744	3,464,926	-	13,859,705
Factory Furniture	26,709,736	-	-	10%	10,902,274	1,580,746	-	14,226,716
Office Furniture	15,489,337	-	-	10%	9,388,716	610,062	-	5,490,559
Crockeries & Utensils	340,447	-	-	25%	295,418	11,257	-	33,772
Telephone & Intercom Installation	2,415,145	-	-	10%	1,176,224	123,892	-	1,115,029
Iron & Boiler	3,334,475	-	-	10%	2,375,001	95,947	-	863,527
Transformer Installation	2,390,579	-	-	10%	1,378,195	101,238	-	911,146
Embroidery Machine	2,874,993	-	-	20%	2,867,537	1,491	-	5,965
Computer Installation	18,908,799	1,759,437	-	10%	7,897,919	1,277,032	-	11,493,285
Software Installation	-	3,157,170	-	10%	-	315,717	-	2,841,453
Fire Door	-	2,238,185	-	10%	-	223,819	-	2,014,366
Fire Hydrant & Detection System	-	18,291,160	-	10%	-	1,829,116	-	16,462,044
CC Camera Installation	-	3,981,810	-	10%	-	398,181	-	3,583,629
Gas Line Installation	-	4,161,000	-	10%	-	416,100	-	3,744,900
Generator	7,651,567	-	-	10%	4,431,147	322,042	-	2,898,378
Gas Generator	24,331,759	-	-	10%	14,464,436	986,732	-	8,880,591
Total for 30 June, 2017:	998,333,793	43,026,621	-		381,212,306	49,548,808	-	610,599,300
Total for 30 June, 2016:	925,486,110	72,847,683	-		369,617,126	11,595,180	-	617,121,487

Allocation of Depreciation for Current Year:

(1) Depreciation (Production)(88.864%)	44,031,053
(2) Depreciation (Administration)(11.136%)	5,517,755
Total	49,548,808